

CITY OF ROSEVILLE
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2000

Prepared by
FINANCE DEPARTMENT

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CITY OF ROSEVILLE
General Purpose Financial Statements
For the Year Ended June 30, 2000

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INDEPENDENT AUDITOR'S REPORT ON GENERAL PURPOSE FINANCIAL STATEMENTS

To the City Council
City of Roseville, California

We have audited the general purpose financial statements of the City of Roseville as of and for the years ended June 30, 2000 and 1999 as listed in the Table of Contents. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with generally accepted auditing standards and the standards for financial audits contained in *Government Auditing Standards* (1994 Revision), issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining on a test basis evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In accordance with Government Auditing Standards, we have also issued reports dated November 9, 2000 on our consideration of the City of Roseville's internal control structure and on its compliance with laws and regulations.

In our opinion, the general purpose financial statements referred to above present fairly in all material respects the financial position of the City of Roseville at June 30, 2000 and 1999 and the results of its operations and the cash flows of its proprietary fund types for the years then ended, in conformity with generally accepted accounting principles.

Our audits were made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The supplemental section listed in the Table of Contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the City of Roseville. Such information has been subjected to the auditing procedures applied in our audit of the general purpose financial statements, and in our opinion is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.



October 30, 2000

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CITY OF ROSEVILLE

COMBINED STATEMENTS OVERVIEW

These statements provide an overview of the combined financial position and the operating results of all fund types and account groups. Individual funds utilized by the City are grouped in these statements as follows:

GOVERNMENTAL FUND TYPE OPERATION

These funds (general, special revenue, debt service and capital projects) are those through which governmental functions are typically funded with the emphasis on sources and uses of resources.

PROPRIETARY FUND TYPE OPERATION

These funds (enterprise and internal service) are used to account for activities similar to private industry with the emphasis on net income determination.

FIDUCIARY FUND TYPE

These funds account for assets held by the City in a trustee capacity or as an agent for others.

ACCOUNT GROUPS

Account groups are used to establish accounting control for the City's general fixed assets and unmatured principal of its general long-term debt. Because these assets and liabilities are long-term they are neither spendable resources nor do they require current appropriation. They are accounted for separate from governmental fund types.

**CITY OF ROSEVILLE
COMBINED BALANCE SHEETS
ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 2000
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 1999**

ASSETS	GOVERNMENTAL FUND TYPES				PROPRIETARY FUND TYPES	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service
Cash and investments in City Treasury (Note 3)	\$11,006,565	\$57,337,113		\$23,092,998	\$165,029,800	\$12,369,880
Restricted cash and investments with fiscal agents (Note 3)		554,068	\$1,603,009	30,127,531	19,560,539	
Receivables:						
Taxes	1,454,490				27,834	
Accounts	1,373,841	26,375		299,516	15,724,185	22,127
Accrued interest	120,575	824,890		354,199	2,168,996	720,759
Due from other government agencies	1,838,314	1,021,038			3,456,432	
Due from other funds (Note 4B)	183,086	93,508		958,645	436,031	450,000
Prepaid expenses	17,990				8,332	
Advances to other funds (Note 4C)	15,737,888	9,183		918,970		7,084,190
Deferred receivables (Note 6)		6,120,025			7,820,340	
Notes receivable (Note 5)	184,385	3,661,578				
Inventories (Note 11)	494,769				5,420,845	293,228
Prepaid purchased electricity (Note 14)					5,893,463	
Unamortized bond origination costs					1,781,407	
Investment in NCPA reserves (Note 15)					2,287,352	
Fixed assets (net where applicable of accumulated depreciation) (Note 7)					337,621,033	8,954,074
Amount available in Debt Service Fund						
Amount to be provided for retirement of general long-term debt						
Total Assets	\$32,411,903	\$69,647,778	\$1,603,009	\$55,751,859	\$567,236,589	\$29,894,258
LIABILITIES						
Accounts payable	\$2,171,653	\$3,824,746		\$7,299,507	\$8,000,791	\$383,599
Accrued liabilities	1,443,200	1,034,843			1,695,261	36,828
Due to other funds (Note 4B)	9,472	1,479,602		69,199	509,393	
Due to other government agencies	6,088	3,179,499				
Advances from other funds (Note 4C)	1,656,917	16,850,972			4,488,372	
Current portion of long-term debt (Note 8)					2,783,066	
Deposits	1,266,373			11,166	457,402	
Deferred revenue (Notes 5 & 6)	40,741	6,922,402			3,689,225	
Self-insurance claims payable (Note 13)						4,507,000
Long term debt: (Note 8)						
Notes					218,858	
Special assessments						
Certificates of participation					67,115,000	
Capital leases						
Landfill closure and post closure liability (Note 16)					911,558	
Due to member agencies						
Due to bondholders						
Due to others						
Compensated absences (Note 1G)					2,839,822	197,508
Total Liabilities	6,594,444	33,292,064		7,379,872	92,708,748	5,124,935
FUND EQUITY						
Contributed capital (Note 7C):						
From subdividers					88,180,601	
From other government agencies					12,387,655	
Equity in NCPA joint venture (Note 15)					2,287,352	
Investment in general fixed assets						
Retained earnings: (Note 10)						
Reserved for debt service					5,999,796	
Unreserved					365,672,437	24,769,323
Fund balances (Note 10):						
Reserved for advances	15,737,888	9,183		918,970		
Reserved for inventories	494,769					
Reserved for encumbrances	1,313,564	422,621		622,723		
Reserved for prepaid expenses	17,990					
Reserved for debt service			\$1,603,009			
Reserved for low and moderate income housing		56,614				
Reserved for deferred receivables and notes receivable	184,385	57,149				
Unreserved:						
Designated for economic reserve	5,533,700					
Undesignated	2,535,163	35,810,147		46,830,294		
Total Fund Equity	25,817,459	36,355,714	1,603,009	48,371,987	371,672,233	24,769,323
Total Equity and Other Credits	25,817,459	36,355,714	1,603,009	48,371,987	474,527,841	24,769,323
Total Liabilities, Equity and Other Credits	\$32,411,903	\$69,647,778	\$1,603,009	\$55,751,859	\$567,236,589	\$29,894,258

FIDUCIARY FUND TYPES	ACCOUNT GROUPS		TOTALS (Memorandum Only)	
	General Fixed Assets	General Long- Term Obligations	2000	1999
Agency				
\$20,660,840			\$289,497,196	\$247,107,134
18,198,880			70,044,027	51,587,459
			1,482,324	1,156,790
27			17,446,071	14,866,536
573,107			4,762,526	3,154,715
268,251			6,584,035	6,630,370
			2,121,270	1,884,603
			26,322	7,522
			23,750,231	14,414,886
7,187			13,947,552	12,575,301
			3,845,963	2,731,714
			6,208,842	5,159,998
			5,893,463	6,291,397
			1,781,407	1,330,295
			2,287,352	4,917,537
	\$114,013,990		460,589,097	408,387,228
		\$1,603,009	1,603,009	1,732,744
		27,694,472	27,694,472	28,996,778
<u>\$39,708,292</u>	<u>\$114,013,990</u>	<u>\$29,297,481</u>	<u>\$939,565,159</u>	<u>\$812,933,007</u>
\$719,617			\$22,399,913	\$15,949,005
158,351			4,368,483	3,141,129
53,604			2,121,270	1,884,603
18,074			3,203,661	2,531,347
753,970			23,750,231	14,414,886
			2,783,066	2,672,682
613,843			2,348,784	2,091,507
			10,652,368	8,158,166
			4,507,000	5,357,000
			218,858	226,925
		\$88,632	88,632	98,010
		20,625,000	87,740,000	69,460,000
		1,935,971	1,935,971	3,915,965
			911,558	1,122,063
1,925,540			1,925,540	3,399,362
34,461,765			34,461,765	24,366,366
1,003,528			1,003,528	173,983
		6,647,878	9,685,208	8,038,047
<u>39,708,292</u>		<u>29,297,481</u>	<u>214,105,836</u>	<u>167,001,046</u>
			88,180,601	82,349,639
			12,387,655	12,943,022
			2,287,352	4,917,537
	\$114,013,990		114,013,990	105,720,908
			5,999,796	4,362,722
			390,441,760	346,140,604
			16,666,041	7,733,824
			494,769	470,637
			2,358,908	1,441,750
			17,990	7,522
			1,603,009	1,732,744
			56,614	29,515
			241,534	224,578
			5,533,700	
			85,175,604	77,856,959
			508,589,725	440,000,855
	114,013,990		725,459,323	645,931,961
<u>\$39,708,292</u>	<u>\$114,013,990</u>	<u>\$29,297,481</u>	<u>\$939,565,159</u>	<u>\$812,933,007</u>

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CITY OF ROSEVILLE
COMBINED STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
FOR THE FISCAL YEAR ENDED JUNE 30, 2000
WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 1999

	GOVERNMENTAL FUND TYPES				TOTALS (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Improvement	2000	1999
REVENUES						
Taxes	\$43,250,569	\$3,163,459			\$46,414,028	\$39,152,089
Licenses and permits	2,210,596				2,210,596	2,274,709
Charges for services	6,947,679	18,909,951		\$20,734	25,878,364	21,211,092
Subventions and grants	4,161,416	12,624,323			16,785,739	8,911,568
Use of money and property	1,052,817	2,998,577	\$88,504	2,639,408	6,779,306	4,267,319
Fines, forfeitures and penalties	72,853	282,131			354,984	345,121
Miscellaneous revenues	301,142	122,093		10,937	434,172	727,239
Total Revenues	57,997,072	38,100,534	88,504	2,671,079	98,857,189	76,889,137
EXPENDITURES						
Current						
General government	15,434,372	3,585,643			19,020,015	19,144,670
Public works	16,652,261				16,652,261	9,691,170
Public safety	20,551,250				20,551,250	19,579,783
Library	2,014,063				2,014,063	1,971,818
Parks and recreation	7,095,673				7,095,673	6,810,633
Housing assistance payments		1,496,176			1,496,176	1,495,145
Capital outlay		28,933,841		33,940,604	62,874,445	31,175,155
Debt service (Note 8)						
Principal	2,067,740		575,000		2,642,740	1,759,209
Interest and fiscal charges	164,752	98,241	999,045		1,262,038	1,334,312
Total Expenditures	63,980,111	34,113,901	1,574,045	33,940,604	133,608,661	92,961,895
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(5,983,039)	3,986,633	(1,485,541)	(31,269,525)	(34,751,472)	(16,072,758)
OTHER FINANCING SOURCES (USES)						
Contributions from property owners		180,000		44,982,789	45,162,789	25,669,689
Contributions from developers	301,263	1,508,752		1,516,042	3,326,057	4,387,304
Proceeds from sale of property						69,456
Proceeds from capital lease	78,368				78,368	2,273,169
Operating transfers in (Note 4A)	17,329,901	1,081,782	1,355,806	9,589,080	29,356,569	28,270,229
Operating transfers (out) (Note 4A)	(3,419,016)	(16,737,907)		(364,748)	(20,521,671)	(19,086,499)
Total Other Financing Sources (Uses)	14,290,516	(13,967,373)	1,355,806	55,723,163	57,402,112	41,583,348
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	8,307,477	(9,980,740)	(129,735)	24,453,638	22,650,640	25,510,590
Fund balances at beginning of year	17,509,982	46,336,454	1,732,744	23,918,349	89,497,529	63,986,939
Fund balances at end of year	\$25,817,459	\$36,355,714	\$1,603,009	\$48,371,987	\$112,148,169	\$89,497,529

See accompanying notes to financial statements

CITY OF ROSEVILLE
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	GENERAL FUND			SPECIAL REVENUE		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Taxes	\$39,301,830	\$43,250,569	\$3,948,739	\$3,309,711	\$3,163,459	(\$146,252)
Licenses and permits	2,123,500	2,210,596	87,096			
Charges for services	5,665,782	6,947,679	1,281,897	13,690,778	18,909,951	5,219,173
Subventions and grants	4,053,771	4,161,416	107,645	9,244,085	12,624,323	3,380,238
Use of money and property	829,590	1,052,817	223,227	2,822,580	2,989,869	167,289
Fines, forfeitures and penalties	75,800	72,853	(2,947)	185,000	282,131	97,131
Miscellaneous revenue	221,250	301,142	79,892	3,900	122,093	118,193
Total Revenues	52,271,523	57,997,072	5,725,549	29,256,054	38,091,826	8,835,772
EXPENDITURES						
Current:						
General government	17,415,896	15,434,372	1,981,524	4,415,941	3,585,643	830,298
Public works	16,792,083	16,652,261	139,822			
Public safety	21,850,796	20,551,250	1,299,546			
Library	2,214,894	2,014,063	200,831			
Parks and recreation	8,171,467	7,095,673	1,075,794			
Housing assistance program				1,597,000	1,496,176	100,824
Capital outlay				43,383,768	28,933,841	14,449,927
Debt service						
Principal	2,189,032	2,067,740	121,292			
Interest and fiscal charges	149,662	164,752	(15,090)		98,241	(98,241)
Total Expenditures	68,783,830	63,980,111	4,803,719	49,396,709	34,113,901	15,282,808
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(16,512,307)	(5,983,039)	10,529,268	(20,140,655)	3,977,925	24,118,580
OTHER FINANCING SOURCES (USES)						
Contributions from property owners				180,000	180,000	
Contributions from developers	1,157,030	301,263	(855,767)	3,676,132	1,108,752	(2,567,380)
Proceeds from capital lease		78,368	78,368			
Proceeds from sale of property						
Operating transfers in (Note 4)	19,297,687	17,329,901	(1,967,786)	2,455,739	1,033,992	(1,421,747)
Operating transfers (out) (Note 4)	(3,634,259)	(3,419,016)	215,243	(22,925,986)	(16,737,907)	6,188,079
Total Other Financing Sources (Uses)	16,820,458	14,290,516	(2,529,942)	(16,614,115)	(14,415,163)	2,198,952
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	\$308,151	8,307,477	\$7,999,326	(\$36,754,770)	(10,437,238)	\$26,317,532
Fund balances at beginning of year		17,509,982			46,336,454	
Funds not budgeted:						
Special Revenue Fund:						
Affordable Housing					456,498	
Capital Projects Funds:						
Foothills Boulevard						
Foothills Boulevard Extension						
Crocker Ranch Community Facilities District No. 1						
Stoneridge Parcel 1 Community Facilities District No. 1						
Roseville Finance Authority						
Fund balances at end of year		\$25,817,459			\$36,355,714	

DEBT SERVICE			CAPITAL IMPROVEMENT		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
				\$20,734	\$20,734
\$115,000	\$88,504	(\$26,496)	\$457,960	2,614,117	2,156,157
				10,937	10,937
<u>115,000</u>	<u>88,504</u>	<u>(26,496)</u>	<u>457,960</u>	<u>2,645,788</u>	<u>2,187,828</u>
			45,611,544	33,940,137	11,671,407
\$575,000	575,000				
<u>1,001,550</u>	<u>999,045</u>	<u>2,505</u>			
<u>1,576,550</u>	<u>1,574,045</u>	<u>2,505</u>	<u>45,611,544</u>	<u>33,940,137</u>	<u>11,671,407</u>
<u>(1,461,550)</u>	<u>(1,485,541)</u>	<u>(23,991)</u>	<u>(45,153,584)</u>	<u>(31,294,349)</u>	<u>13,859,235</u>
				43,266,374	43,266,374
			26,400	1,516,042	1,489,642
1,574,050	1,355,806	(218,244)	15,090,504	9,589,080	(5,501,424)
			<u>(1,903,700)</u>	<u>(364,748)</u>	<u>1,538,952</u>
<u>1,574,050</u>	<u>1,355,806</u>	<u>(218,244)</u>	<u>13,213,204</u>	<u>54,006,748</u>	<u>40,793,544</u>
<u>\$112,500</u>	<u>(129,735)</u>	<u>(\$242,235)</u>	<u>(\$31,940,380)</u>	22,712,399	<u>\$54,652,779</u>
	1,732,744			23,313,912	
				186,173	
				(30,459)	
				33	
				1,741,206	
				448,723	
	<u>\$1,603,009</u>			<u>\$48,371,987</u>	

CITY OF ROSEVILLE
COMBINED STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS - ALL PROPRIETARY FUND TYPES
FOR THE FISCAL YEAR ENDED JUNE 30, 2000
WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 1999

	Enterprise	Internal Service	TOTALS (Memorandum Only)	
			2000	1999
OPERATING REVENUES				
Charges for services	\$127,269,549	\$9,958,855	\$137,228,404	\$129,348,707
Subventions and grants	3,215,077		3,215,077	2,478,711
Other	423,496	417,861	841,357	7,070,018
Total Operating Revenues	130,908,122	10,376,716	141,284,838	138,897,436
OPERATING EXPENSES				
Purchased power	42,231,342		42,231,342	34,145,000
Distribution:				
Operations	33,035,200	5,695,442	38,730,642	36,027,557
Administration	3,933,592		3,933,592	3,492,760
Depreciation and amortization	9,774,753	1,879,972	11,654,725	10,464,205
Claims expense		368,771	368,771	1,437,382
Total Operating Expenses	88,974,887	7,944,185	96,919,072	85,566,904
Operating Income (Loss)	41,933,235	2,432,531	44,365,766	53,330,532
NONOPERATING REVENUES (EXPENSES)				
Interest revenue	9,627,368	501,624	10,128,992	7,303,960
Interest and fiscal charges (expense)	(2,826,973)		(2,826,973)	(2,305,977)
Other		111,109	111,109	87,168
Net Nonoperating Revenues (Expenses)	6,800,395	612,733	7,413,128	5,085,151
Income (Loss) Before Operating Transfers	48,733,630	3,045,264	51,778,894	58,415,683
Operating transfers in (Note 4A)	1,386,710	1,531,578	2,918,288	2,442,210
Operating transfers (out) (Note 4A)	(11,216,826)	(536,360)	(11,753,186)	(11,625,940)
Net Income (Loss)	38,903,514	4,040,482	42,943,996	49,231,953
ITEMS AFFECTING CONTRIBUTED CAPITAL				
Depreciation on fixed assets acquired through capital contributions (Note 7)	2,994,234		2,994,234	3,539,882
Retained earnings at beginning of year, as restated (Note 10D)	329,774,485	20,728,841	350,503,326	297,731,491
Retained earnings at end of year	\$371,672,233	\$24,769,323	\$396,441,556	\$350,503,326

See accompanying notes to financial statements

CITY OF ROSEVILLE
COMBINED STATEMENTS OF CASH FLOWS
ALL PROPRIETARY FUND TYPES
FOR THE FISCAL YEAR ENDED JUNE 30, 2000
WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 1999

	Enterprise	Internal Service	TOTALS (Memorandum Only)	
			2000	1999
CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss)	\$41,933,235	\$2,432,531	\$44,365,766	\$53,330,532
Adjustments to reconcile operating income to cash flows from operating activities				
Depreciation and amortization	9,774,753	1,879,972	11,654,725	10,464,205
Net change in:				
Accounts receivable	(2,310,984)	530,786	(1,780,198)	(2,017,039)
Accrued interest	(568,685)	(614,434)	(1,183,119)	(67,397)
Due to other government agencies	(247,756)	15,164	(232,592)	(271,438)
Prepaid expenses	(8,332)		(8,332)	111,574
Deferred receivables	(138,803)		(138,803)	(1,183,161)
Inventories	(970,721)	(53,991)	(1,024,712)	(774,614)
Prepaid purchased electricity	397,934		397,934	(4,736,511)
Other assets				
Accounts payable	1,489,596	71,405	1,561,001	2,253,941
Accrued liabilities	725,699	8,368	734,067	54,824
Deposits	42,057		42,057	35,561
Deferred revenue	722,909		722,909	1,839,787
Self-insurance claims liability		(850,000)	(850,000)	845,000
Landfill closure and post closure liability	(210,505)		(210,505)	(94,324)
Compensated absences	488,815	26,015	514,830	212,206
Net Cash Provided from Operating Activities	51,119,212	3,445,816	54,565,028	60,003,146
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Net borrowings (repayments) of amounts due from/to other funds	560,556	(310,000)	250,556	(254,197)
Net borrowings (repayments) of advances from/to other funds	1,083,128	(1,033,128)	50,000	
Operating transfers in	1,386,710	1,531,578	2,918,288	2,442,210
Operating transfers (out)	(11,216,826)	(536,360)	(11,753,186)	(11,625,940)
Net Cash Used by Noncapital Financing Activities	(8,186,432)	(347,910)	(8,534,342)	(9,437,927)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	9,627,368	501,624	10,128,992	7,303,960
Disbursements on note receivable				
Net change in restricted assets	7,252,565		7,252,565	(1,275,739)
Net Cash Provided by (Used in) investing activities	16,879,933	501,624	17,381,557	6,028,221
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES				
Acquisition and construction of fixed assets	(51,829,533)	(4,185,091)	(56,014,624)	(39,770,246)
Principal paid on debt, bond maturities, special assessments, and equipment contracts	(2,672,683)		(2,672,683)	(1,572,318)
Proceeds from long term debt	21,630,000		21,630,000	
Proceeds from sale of fixed assets		111,109	111,109	87,168
Interest and fiscal charges paid	(2,826,973)		(2,826,973)	(2,305,977)
Contributed capital	8,269,829		8,269,829	5,065,390
Cash Flows (used by) Capital Financing Activities	(27,429,360)	(4,073,982)	(31,503,342)	(38,495,983)
Net Cash Flows	32,383,353	(474,452)	31,908,901	18,097,457
Cash and investments at beginning of year	132,646,447	12,844,332	145,490,779	127,393,322
Cash and investments at end of year	\$165,029,800	\$12,369,880	\$177,399,680	\$145,490,779

See accompanying notes to financial statements

**CITY OF ROSEVILLE
COMBINED SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
BUDGET (NON-GAAP LEGAL BASIS) AND ACTUAL
ENTERPRISE AND INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

	ENTERPRISE FUNDS			INTERNAL SERVICE FUNDS		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
OPERATING REVENUES						
Charges for services	\$116,094,819	\$127,269,549	\$11,174,730	\$9,583,300	\$9,958,855	\$375,555
Subventions and grants	4,641,957	3,215,077	(1,426,880)			
Miscellaneous	6,696,163	423,496	(6,272,667)	40,000	417,861	377,861
Total Operating Revenues	127,432,939	130,908,122	3,475,183	9,623,300	10,376,716	753,416
OPERATING EXPENSES						
Purchased power	38,600,000	42,231,342	(3,631,342)			
Distribution:						
Operations	141,164,040	74,993,766	66,170,274	11,674,726	9,687,778	1,986,948
Administration	3,632,785	3,933,592	(300,807)			
Claims expense				1,414,000	368,771	1,045,229
Total Operating Expenses	183,396,825	121,158,700	62,238,125	13,088,726	10,056,549	3,032,177
Operating Income (Loss)	(55,963,886)	9,749,422	65,713,308	(3,465,426)	320,167	3,785,593
NONOPERATING REVENUES (EXPENSES)						
Interest revenue	6,938,030	9,627,368	2,689,338	392,460	501,624	109,164
Interest and fiscal charges (expense)	(2,706,690)	(2,826,973)	(120,283)			
Debt service - principal (Note 8)	(2,672,683)	(2,672,683)				
Other				60,000	111,109	51,109
Net Nonoperating Revenues (Expenses)	1,558,657	4,127,712	2,569,055	452,460	612,733	160,273
Income (Loss) Before Operating Transfers	(54,405,229)	13,877,134	68,282,363	(3,012,966)	932,900	3,945,866
Operating transfer in	1,227,482	1,386,710	159,228	2,519,318	1,531,578	(987,740)
Operating transfer (out)	(12,082,590)	(11,216,826)	865,764	(536,360)	(536,360)	
Net Income (Loss)	(\$65,260,337)	4,047,018	\$69,307,355	(\$1,030,008)	1,928,118	\$2,958,126
ITEMS AFFECTING CONTRIBUTED CAPITAL						
Depreciation		2,994,234				
Adjustments to budgetary basis:						
Depreciation and amortization		(9,774,753)			(1,879,972)	
Capital outlay		41,958,566			3,992,336	
Debt service - principal		2,672,683				
Retained earnings at beginning of year		329,774,485			20,728,841	
Funds not budgeted:						
Dental						
Section 125						
Retained earnings at end of year		\$371,672,233			\$24,769,323	

See accompanying notes to financial statements

CITY OF ROSEVILLE
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
BY DEPARTMENT AND SUMMARY CATEGORY FOR ALL FUND TYPES
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

Department/Category	Appropriations	Actual Expenditures	Variance Favorable (Unfavorable)
City Council			
Salaries and Benefits	\$9,600	\$9,450	\$150
Operating Services and Supplies	178,687	153,138	25,549
Total City Council	188,287	162,588	25,699
Office of the City Manager			
Salaries and Benefits	642,610	644,110	(1,500)
Operating Services and Supplies	307,637	267,040	40,597
Capital Outlay	58,555	15,934	42,621
Total Office of the City Manager	1,008,802	927,084	81,718
Office of the City Attorney			
Salaries and Benefits	442,319	473,395	(31,076)
Operating Services and Supplies	147,536	121,978	25,558
Capital Outlay	6,000	7,287	(1,287)
Total Office of the City Attorney	595,855	602,660	(6,805)
Administrative Services			
Salaries and Benefits	1,867,310	1,943,562	(76,252)
Operating Services and Supplies	5,109,369	3,813,407	1,295,962
Capital Outlay	242,760	265,509	(22,749)
Debt Service	529,000	474,967	54,033
Total Administrative Services	7,748,439	6,497,445	1,250,994
City Clerk			
Salaries and Benefits	402,191	390,048	12,143
Operating Services and Supplies	91,706	75,123	16,583
Capital Outlay	19,500	19,891	(391)
Total City Clerk	513,397	485,062	28,335
Central Services			
Salaries and Benefits	3,082,284	3,057,674	24,610
Operating Services and Supplies	2,960,995	2,700,481	260,514
Capital Outlay	36,274	34,454	1,820
Capital Improvement Projects	22,254,406	7,131,008	15,123,398
Total Central Services	28,333,959	12,923,617	15,410,342
Finance			
Salaries and Benefits	2,062,974	1,980,776	82,198
Operating Services and Supplies	981,601	918,459	63,142
Capital Outlay	86,299	26,769	59,530
Total Finance	3,130,874	2,926,004	204,870
Police			
Salaries and Benefits	9,996,376	9,403,754	592,622
Operating Services and Supplies	2,440,045	2,221,656	218,389
Capital Outlay	318,859	173,576	145,283
Total Police	12,755,280	11,798,986	956,294
Fire			
Salaries and Benefits	6,936,172	7,019,797	(83,625)
Operating Services and Supplies	2,141,758	1,720,115	421,643
Capital Outlay	390,970	207,543	183,427
Capital Improvement Projects	106,724	25,353	81,371
Total Fire	9,575,624	8,972,808	602,816
Library			
Salaries and Benefits	1,850,538	1,703,537	147,001
Operating Services and Supplies	513,596	456,150	57,446
Capital Outlay	60,753	47,075	13,678
Debt Service	2,900	2,964	(64)
Total Library	2,427,787	2,209,726	218,061

(Continued)

CITY OF ROSEVILLE
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
BY DEPARTMENT AND SUMMARY CATEGORY FOR ALL FUND TYPES
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

Department/Category	Appropriations	Actual Expenditures	Variance Favorable (Unfavorable)
Community Development			
Salaries and Benefits	1,230,939	1,093,602	137,337
Operating Services and Supplies	1,210,827	928,671	282,156
Capital Outlay	23,500	17,567	5,933
Capital Improvement Projects	148,305	49,206	99,099
Total Community Development	2,613,571	2,089,046	524,525
Housing and Redevelopment			
Salaries and Benefits	267,541	207,653	59,888
Operating Services and Supplies	2,284,134	1,661,381	622,753
Capital Outlay	3,600	2,525	1,075
Debt Service		98,241	(98,241)
Capital Improvement Projects	2,005,968	268,382	1,737,586
Other Expenditures	316,320	347,418	(31,098)
Total Housing and Redevelopment	4,877,563	2,585,600	2,291,963
Planning			
Salaries and Benefits	1,396,779	1,331,928	64,851
Operating Services and Supplies	318,890	234,923	83,967
Capital Outlay	3,750	4,069	(319)
Capital Improvement Projects	931,030	1,039,247	(108,217)
Total Planning	2,650,449	2,610,167	40,282
Public Works			
Salaries and Benefits	5,973,537	5,580,251	393,286
Operating Services and Supplies	5,258,732	4,721,050	537,682
Capital Outlay	3,364,886	85,186	3,279,700
Capital Improvement Projects	47,425,139	36,514,407	10,910,732
Total Public Works	62,022,294	46,900,894	15,121,400
Environmental Utilities			
Salaries and Benefits	8,118,010	7,974,235	143,775
Operating Services and Supplies	11,612,455	11,062,628	549,827
Capital Outlay	586,510	363,399	223,111
Capital Improvement Projects	82,151,507	27,325,047	54,826,460
Total Environmental Utilities	102,468,482	46,725,309	55,743,173
Parks and Recreation			
Salaries and Benefits	6,777,904	6,255,811	522,093
Operating Services and Supplies	4,639,965	4,462,164	177,801
Capital Outlay	246,327	111,897	134,430
Capital Improvement Projects	4,341,408	1,552,793	2,788,615
Debt Service	10,068	10,076	(8)
Total Parks and Recreation	16,015,672	12,392,741	3,622,931
Electric			
Salaries and Benefits	6,592,236	6,363,177	229,059
Operating Services and Supplies	42,158,351	44,639,488	(2,481,137)
Capital Outlay	625,217	63,418	561,799
Capital Improvement Projects	19,611,931	16,150,622	3,461,309
Total Electric	68,987,735	67,216,705	1,771,030
Transit			
Capital Improvement Projects	1,253,622	127,776	1,125,846
Total Transit	1,253,622	127,776	1,125,846
Debt Service			
Operating Services and Supplies			
Debt Service	10,650,649	9,055,056	1,595,593
Other Expenditures	46,000	37,286	8,714
Total Debt Service	10,696,649	9,092,342	1,604,307

(Continued)

CITY OF ROSEVILLE
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
BY DEPARTMENT AND SUMMARY CATEGORY FOR ALL FUND TYPES
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

<u>Department/Category</u>	<u>Appropriations</u>	<u>Actual Expenditures</u>	<u>Variance Favorable (Unfavorable)</u>
Community Grants			
Operating Services and Supplies	1,811,575	1,465,634	345,941
Total Community Grants	1,811,575	1,465,634	345,941
Automotive Replacement			
Operating Services and Supplies		36,302	(36,302)
Capital Outlay	6,478,922	4,479,515	1,999,407
Total Automotive Replacement	6,478,922	4,515,817	1,963,105
Non-departmental			
Salaries and Benefits		514,829	(514,829)
Operating Services and Supplies	500	185,481	(184,981)
Capital Outlay		416,004	(416,004)
Capital Improvement Projects	23,349,138	26,495,181	(3,146,043)
Other Expenditures	7,500	31,018	(23,518)
Total Community Grants	23,357,138	27,642,513	(4,285,375)

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Roseville was incorporated on April 10, 1909 under provisions of Act 279, P.A. 1909, as amended (Home Rule City). The City operates under the Council-Manager form of government and provides the following services: public safety (police and fire), highways and streets, sanitation, water, refuse, electric, local transportation, school-age child care, golf course, parks-recreation, public improvements, planning and zoning, library, general administration services, redevelopment and housing.

The financial statements and accounting policies of the City conform with generally accepted accounting principles applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Significant accounting policies are summarized below:

A. *Reporting Entity*

The financial statements of the City of Roseville include the financial activities of the City as well as the Roseville Redevelopment Agency, the Roseville Finance Authority, and the City of Roseville Housing Authority all of which are controlled by and dependent on the City. While these are separate legal entities, City Council serves in a separate session as their governing body and their financial activities are integral to those of the City. Their financial activities have been aggregated and merged (termed "blended") with those of the City in the accompanying financial statements.

The **Redevelopment Agency of the City of Roseville** is a separate government entity whose purpose is to prepare and implement plans for improvement, rehabilitation, and development of certain areas within the City. The Agency is controlled by the City and has the same governing board as the City, which also performs all accounting and administrative functions for the Agency. The financial activities of the Agency have been included in these financial statements in the Redevelopment Agency of the City of Roseville Special Revenue Fund.

The **Roseville Finance Authority** is a separate government entity whose purpose is to assist with the financing or refinancing of certain public capital facilities within the City. The Authority has the power to purchase bonds issued by any local agency at public or negotiated sale and may sell such bonds to public or private purchasers at public or negotiated sale. The Authority is controlled by the City and has the same governing body as the City, which also performs all accounting and administrative functions for the Authority. The financial activities of the Authority are included in the Roseville Finance Authority Debt Service Fund and Capital Projects Fund.

The **City of Roseville Housing Authority** is a separate government entity whose purpose is to assist with the housing for the City's low and moderate income residents. The Authority is controlled by the City and has the same governing body as the City, which also performs all accounting and administrative functions for the Authority. The financial activities of the Authority are included in the Housing Authority Section 8 Special Revenue Fund.

Financial statements for the Redevelopment Agency may be obtained from the City of Roseville at 311 Vernon Street, Suite 206, Roseville, California, 95678. Separate financial statements for the Roseville Finance Authority and Roseville Housing Authority are not issued.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The California Joint Powers Risk Management Authority and the Local Agency Workers' Compensation Excess Joint Powers Authority and the Roseville-Placer County Civic Center Improvement Authority are not included in the accompanying general purpose financial statements because they do not meet the above financial accountability criteria as these entities are administered by governing boards separate from and wholly independent of the City.

B. Fund Accounting

In order to ensure the proper identification of individual revenue sources and the expenditures made from those revenues, the accounts of the City are organized on the basis of individual funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. The City's resources are accounted for in these individual funds based on the purposes for which they are to be spent and the means by which spending activities are controlled.

In the Combined Financial Statements, these funds are grouped into the fund types and categories discussed below. The financial statements for each individual fund in each fund type are presented in the Combining Financial Statements section of this report.

GOVERNMENTAL FUNDS

General Fund - The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. The major revenue sources for this Fund are property taxes, sales taxes, unrestricted revenues from the State, fines and forfeitures and interest income. Expenditures are made for public safety, most street work and other services not required to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specific purposes.

Debt Service Funds - Debt Service Funds are used to account for financial resources to be used for the payment of principal and interest on long-term debt.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds).

PROPRIETARY FUNDS

Enterprise Funds - Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the City is that the costs and expenses, including depreciation, of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the City has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Internal Service Funds - Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City provides automotive services, central stores and self-insurance.

FIDUCIARY FUNDS

Agency Funds - Agency funds are used to account for assets held by the City as an agent for individuals, private organizations, other governments and/or other funds.

C. Measurement Focus

All **governmental funds** are accounted for on a spending or *flow of current financial resources* measurement focus which means that only *current* assets and *current* liabilities are generally included on their balance sheets. Their reported fund balance is their net current assets, which is considered only to be a measure of *available spendable resources*. Governmental fund operating statements present a summary of sources and uses of available spendable resources during a period by presenting increases and decreases in net current assets.

In those cases when a governmental fund records a long-term receivable or other non-current asset, an offsetting credit is made to deferred revenue or undesignated fund balance is reduced to reflect the fact that this amount is not yet available.

Because of their spending measurement focus, governmental funds exclude fixed assets and noncurrent liabilities. Instead, these assets and liabilities are reported in the General Fixed Assets Account Group and the General Long-Term Obligations Account Group. These account groups measure only financial position; they are not funds and they do not measure results of operations. They maintain accounting control over the City's governmental fund fixed assets and City debt which will be repaid by governmental funds.

Proprietary funds are accounted for on a cost of services or *economic resources* measurement focus, which means that all assets and all liabilities associated with their activity are included on their balance sheets. Their reported fund equity is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total assets.

D. Basis of Accounting

Basis of accounting refers to *when* revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements, regardless of the measurement focus applied. All **governmental funds and agency funds** are accounted for using the *modified accrual basis* of accounting. These fund revenues are recognized when they become measurable *and* available as net current assets. Measurable means the amount of the transaction can be determined and available means the amount is collectible within the current period or soon enough thereafter (generally sixty days) to be used to pay liabilities of the current period. Amounts which could not be measured or were not available were not accrued as revenue in the current fiscal year.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Those revenues susceptible to accrual are property, sales and franchise taxes, certain other intergovernmental revenues and interest revenue. Fines, licenses and permits, and charges for services are not susceptible to accrual because they are not measurable until received in cash.

Expenditures are also generally recognized under the modified accrual basis of accounting. An exception to this rule is principal and interest on general long-term debt, which is not recognized by debt service funds until it is due. Financial resources usually are appropriated in funds responsible for repaying debt for transfer to a debt service fund in the period in which maturing debt principal and interest must be paid. Thus, the liability is recognized by the fund responsible for paying the debt, not the debt service fund.

All **Proprietary Funds** are accounted for using the *accrual basis* of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

The City follows those Financial Accounting Standards Board Statements issued before November 30, 1989 which do not conflict with Governmental Accounting Standards Board Statements.

E. Revenue Recognition For Electric, Water, Sewer, and Garbage Funds

Revenues are recognized based on cycle billings rendered to customers. There are ten different billing cycles. Commercial customers are billed monthly. Residential customers are billed in three billing sets, spread throughout the month. Revenues for services provided but not billed at the end of a fiscal period are accrued.

F. Property Tax

Placer County assesses properties and it bills, collects, and distributes property taxes to the City. The County remits the entire amount levied and handles all delinquencies, retaining interest and penalties. Secured and unsecured property taxes are levied on July 1 of the preceding fiscal year.

Secured property tax is due in two installments, on November 1 and February 1, and becomes a lien on those dates. It becomes delinquent on December 10 and April 10, respectively. Unsecured property tax is due on July 1, and becomes delinquent on August 31. Collection of delinquent accounts is the responsibility of the county which retains all penalties.

The term "unsecured" refers to taxes on personal property other than real estate, land and buildings. These taxes are secured by liens on the property being taxed. Property tax revenues are recognized by the City in the fiscal year they are assessed, provided they become available as defined above.

G. Compensated Absences

Compensated absences comprise unused vacation leave, vested sick pay and certain compensated time off, which are accrued as earned. The City's liability for compensated absences is recorded in the General Long-term Obligations Account or Proprietary-type funds as appropriate.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. *Postemployment Health Care Benefits*

The City provides health care benefits for 213 retired employees and spouses based on negotiated employee bargaining unit contracts. Substantially all of the City's employees may become eligible for those benefits if they reach the normal retirement age and have a minimum five years of service while working for the City. The cost of retiree health care benefits is recognized as an expenditure as health care premiums are paid. For the year ending June 30, 2000, those costs totaled \$649,605.

I. *Inventories*

Inventories are valued at the lower of cost (weighted-average method) or market. Inventories of the General Fund consist of expendable supplies held for consumption. The cost is recorded as an expenditure in the General Fund at the time individual inventory items are consumed. Reported General Fund inventories are equally offset by a fund balance reserve which indicates that they do not constitute available spendable resources even though they are a component of net current assets. Inventories of the Enterprise Funds consist primarily of merchandise held for internal consumption.

J. *New Funds*

The Affordable Housing Special Revenue Funds was established to account for contributions from developers in lieu of affordable housing.

The General Capital Improvement Projects Rehabilitation Capital Projects Fund was established to account for rehabilitating older improvements.

The Woodcreek West Community Facilities District #1 Capital Projects Fund was established to account for the construction of facilities and improvements in the North Roseville Specific Plan Phase II.

The Crocker Ranch Community Facilities District #1 Capital Projects Fund was established to account for the construction of facilities and improvements in the North Roseville Specific Plan Phase II.

The Highland Reserve North Community Facilities District #1 Capital Projects Fund was established to account for the construction of facilities and improvements in the Highland Reserve North Specific Plan.

The Stoneridge Parcel 1 Community Facilities District #1 Capital Projects Fund was established to account for the construction of facilities and improvements in Parcel 1 of the Stoneridge Specific Plan.

The Woodcreek West Community Facilities District #1 Agency Fund was established to account for the accumulation of resources for and the payment of special assessments.

The Highland Reserve North Community Facilities District #1 Agency Fund was established to account for the accumulation of resources for and the payment of special assessments.

The Stoneridge Parcel 1 Community Facilities District #1 Agency Fund was established to account for the accumulation of resources for and the payment of special assessments.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The County Capital Facilities Fee Agency Fund was established to account for the fee being collected by the City on behalf of the County.

K. Closed Fund

The Roseville Community Hospital Trust Agency Fund was closed as of June 30, 2000.

L. Classification Changes

For the year ended June 30, 2000, certain account classifications have been changed to improve financial statement presentation. For comparative purposes, prior year balances have been reclassified to conform with the 1999-2000 presentation.

M. Total Columns on Combined Financial Statements

Although each of the City's funds is a separate accounting entity, the Combined Financial Statements also include total columns, which are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in cash flow in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation, since no interfund eliminations have been made in the aggregation of this data.

NOTE 2 - BUDGETS AND BUDGETARY ACCOUNTING

A. Budgeting Procedures

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

1. The City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. The budget is legally enacted through passage of a minute order and ordinance.
4. The City Manager or designee is authorized to apply prudent monitoring procedures to assure that actual expenditures/expenses of the City do not exceed the appropriations by department of the major summary categories (salaries and benefits, operating services and supplies, capital outlay, and capital improvement projects) in conformance with the adopted policies set by the City Council. Additional appropriations or interfund transfers not included in the original budget resolutions require approval by the City Council.
5. Expenditures may not legally exceed budgeted appropriations at the department level by major summary category.
6. Formal budgetary integration is employed as a management control device during the year in all the funds listed below.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 2 - BUDGETS AND BUDGETARY ACCOUNTING (Continued)

7. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all funds, except for Proprietary Funds, which do not budget for depreciation and do budget capital outlay.

B. Reconciliation with Original Appropriations

Budgeted expenditure amounts in the budgetary comparison statements are reconciled below with the amounts originally appropriated by City Council:

Fund	Original Appropriations	Amendments (net)	Amended Budget
General Fund	\$58,065,898	\$10,717,932	\$68,783,830
Special Revenue Funds:			
State Gasoline Tax	2,725,000	88,499	2,813,499
Home Improvement	30,000		30,000
Construction Surcharge	500,000	370,678	870,678
California Library Services	144,240	65,753	209,993
Fire Facilities	382,350	97,757	480,107
Traffic Mitigation	15,033,000	18,723,501	33,756,501
Park Development	1,161,000	1,893,137	3,054,137
Native Oak Tree Propagation	46,645	9,075	55,720
Non-Native Oak Tree Propagation	80,355	12,230	92,585
Community Development Block Grant	840,752	130,278	971,030
Home Investment Partnership Program	469,167	425,000	894,167
Citizen Benefit	1,313,823		1,313,823
Housing Authority Section 8	1,828,878		1,828,878
Roseville Redevelopment Agency	962,383	2,063,208	3,025,591
Debt Service Fund:			
Roseville Financing Authority	1,576,550		1,576,550
Capital Projects Funds:			
Building	8,853,500	13,400,906	22,254,406
North Roseville Community Facilities District No. 1		3,823,438	3,823,438
North Central Roseville Community Facilities District No. 1		3,950,000	3,950,000
Woodcreek West Community Facilities District No. 1		4,583,700	4,583,700
Highland Reserve North Community Facilities District No. 1		11,000,000	11,000,000
Enterprise Funds:			
Electric	59,761,381	9,932,350	69,693,731
Water	18,895,617	27,666,433	46,562,050
Sewer	29,725,041	16,733,878	46,458,919
Refuse	7,803,037	1,644,476	9,447,513
Golf Course	2,240,206	(274,923)	1,965,283
Local Transportation	5,289,168	1,335,063	6,624,231
School-Age Child Care	2,485,309	159,789	2,645,098
Internal Service Funds:			
Automotive Services	2,429,715	181,769	2,611,484
Automotive Replacement	3,345,384	3,133,538	6,478,922
Self Insurance Funds:			
Workers' Compensation	1,500,200	110,381	1,610,581
General Liability	1,200,000	53,739	1,253,739
Unemployment Reserve	60,000		60,000
Vision	75,000		75,000
Dental	768,000		768,000
Section 125	231,000		231,000

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 2 - BUDGETS AND BUDGETARY ACCOUNTING (Continued)

C. *Encumbrances*

Under encumbrance accounting, purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation. Encumbrance accounting is employed as an extension of formal budgetary integration in all budgeted funds. Encumbrances outstanding at year end are reported as reservations of fund balances since they do not constitute expenditures or liabilities and are reappropriated in the following year. Unexpended appropriations lapse at year end and must be reappropriated in the following year.

D. *Excess of Expenditures over Appropriations*

The North Central Roseville CFD No. 1 and Highland Reserve North CFD No. 1 Capital Projects Funds had expenditures exceeding budget of \$253,986 and \$5,573,181 respectively; and the Automotive Services and Section 125 Internal Service Funds had expenditures in excess of budget of \$121,834 and \$5,620, respectively, during the fiscal year. Sufficient revenues were available to cover these expenditures.

NOTE 3 - CASH AND INVESTMENTS

The City pools cash from all sources and all funds except cash with fiscal agents so that it can be invested at the maximum yield, consistent with safety and liquidity, while individual funds can make expenditures at any time.

A. *Categorization of Credit Risk of Securities Instruments*

The City and its fiscal agents invest in individual investments and in investment pools. Individual investments are evidenced by specific identifiable pieces of paper called *securities instruments*, or by an electronic entry registering the owner in the records of the institution issuing the security, called the *book entry* system. Individual investments are generally made by the City's fiscal agents as required under its debt issues. In order to maximize security, the City employs the Trust Department of a bank as the custodian of all City managed investments, regardless of their form.

The City categorizes its individual securities instruments in ascending order to reflect the relative risk of loss of these instruments. This risk is called Credit Risk, the lower the number, the lower the risk. The three levels of risk prescribed by generally accepted accounting principles are described below:

Category 1 - Securities instruments in this category are in the City's name and are in the possession of the Trust Department of the bank employed by the City solely for this purpose. The City is the registered owner of securities held in book entry form by the bank's Trust Department.

Category 2 - Securities instruments and book entry form securities in this category are in the bank's name but are held by its Trust Department in a separate account in the City's name.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 3 - CASH AND INVESTMENTS (Continued)

Category 3 - None of the City's investments are in this category, which would include only City-owned securities instruments or book entry form securities which were not in the City's name or which were not held by the bank's Trust Department.

Pooled Investments - Pooled investments are not categorized because of their pooled, rather than individual, nature.

Investments are carried at fair value and are categorized as follows at June 30:

	<u>2000</u>	<u>1999</u>
<i>Category 2 Investments:</i>		
U.S. Government Securities	\$284,302,779	\$219,186,327
<i>Pooled Investments (non Categorized):</i>		
Mutual Funds and Money Market Funds (U.S. Securities)	11,213,222	10,543,600
State of California Local Agency Investment Fund	29,768,514	23,935,657
California Arbitrage Management Program	<u>26,788,947</u>	<u>38,992,029</u>
Total Investments	352,073,462	292,657,613
<i>Cash Deposits with Banks</i>	<u>7,467,761</u>	<u>6,036,980</u>
Total Cash and Investments	<u><u>\$359,541,223</u></u>	<u><u>\$298,694,593</u></u>

B. Classification

Cash and investments are classified in the financial statements as shown below, based on whether or not their use is restricted under the terms of City debt instruments or agency agreements.

	<u>2000</u>	<u>1999</u>
Cash and investments in City Treasury	\$289,497,196	\$247,107,134
Restricted cash and investments with fiscal agent	<u>70,044,027</u>	<u>51,587,459</u>
Total Cash and Investments	<u><u>\$359,541,223</u></u>	<u><u>\$298,694,593</u></u>

Cash and investments are used in preparing Proprietary Fund statements of cash flows because these assets are highly liquid and are expended to liquidate liabilities arising during the year.

C. Cash Deposits

Cash in banks is entirely insured or collateralized by the institution holding the deposit. California law requires banks and savings and loan institutions to pledge government securities with a market value of 110% of the deposit or first trust deed mortgage notes with a value of 150% of the deposit as collateral for all municipal deposits. This collateral is considered to be 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.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 3 - CASH AND INVESTMENTS (Continued)

The carrying amount of the City's cash deposits was \$7,467,761 at June 30, 2000. Bank balances before reconciling items were \$9,900,321, of which \$411,913 was insured (Category 1), and \$9,488,408 was collateralized as discussed above (Category 2) at June 30, 2000.

D. Authorized Investments

The City's investment policy and the California Government Code allow the City to invest in the following:

- City of Roseville Bonds
- Securities of the U. S. Government or its agencies
- Certificates of Deposit
- Negotiable Certificates of Deposit
- Banker's Acceptances
- Commercial Paper
- California Local Agency Investment Fund
- Repurchase Agreements
- Passbook Savings Account Demand Deposits

The City does not enter into reverse repurchase agreements. Trustees under bond indentures may also invest in money market and mutual funds.

The City's investments are carried at fair value instead of cost, as required by generally accepted accounting principles. The City adjusts the carrying value of its investments to reflect their fair value at each fiscal year end, and it includes the effects of these adjustments in income for that fiscal year.

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The City reports its investment in LAIF at the fair value amount provided by LAIF, which at June 30, 2000 was \$33,809 less than the City's cost. The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. Included in LAIF's investment portfolio are collateralized mortgage obligation, 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.

NOTE 4 - INTERFUND TRANSACTIONS

A. Operating Transfers Between Funds

With Council approval, resources may be transferred from one City fund to another. The purpose of the majority of transfers, called operating transfers, is to reimburse a fund which has made an expenditure on behalf of another fund. Less often, a residual equity transfer may be made to open or close a fund.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 4 - INTERFUND TRANSACTIONS (Continued)

Operating transfers between funds during the fiscal year ended June 30, 2000 were as follows:

Fund Receiving Transfers	Fund Making Transfers	Amount Transferred
General Fund	State Gasoline Tax Special Revenue Fund	\$1,023,548
	Construction Surcharge Special Revenue Fund	2,260
	California Library Services Special Revenue Fund	4,890
	Traffic Safety Special Revenue Fund	282,131
	FEMA Special Revenue Fund	4,539,343
	Fire Facilities Special Revenue Fund	516,684
	Traffic Mitigation Special Revenue Fund	19,590
	Public Facilities Special Revenue Fund	850
	Park Development Special Revenue Fund	68,824
	Pleasant Grove Drain Basin Special Revenue Fund	3,830
	Native Oak Tree Propagation Special Revenue Fund	560
	Non-native Oak Tree Propagation Special Revenue Fund	360
	Housing Authority Section 8 Special Revenue Fund	49,600
	Redevelopment Agency of the City of Roseville Special Revenue Fund	522,808
	General Capital Improvement Projects Rehabilitation Capital Projects Fund	8,837
	Electric Enterprise Fund	4,960,334
	Water Enterprise Fund	1,695,159
	Sewer Enterprise Fund	1,537,038
	Refuse Enterprise Fund	956,481
	Golf Course Enterprise Fund	243,490
	Local Transportation Enterprise Fund	91,724
	School-Age Child Care Enterprise Fund	265,200
	Automotive Services Internal Service Fund	461,060
	Automotive Replacement Internal Service Fund	13,020
	Worker's Compensation Internal Service Fund	5,570
	General Liability Internal Service Fund	45,570
	Unemployment Reserve Internal Service Fund	5,570
	Vision Internal Service Fund	5,570
Special Revenue Funds:		
Construction Surcharge	Traffic Mitigation Special Revenue Fund	582,243
Park Development	General Fund	43,308
	Community Development Block Grant Special Revenue Fund	16,939
	General Capital Improvement Projects Rehabilitation Capital Projects Fund	35,151
Community Development Block Grant	General Capital Improvement Projects Rehabilitation Capital Projects Fund	57,996
Home Investment Partnership Program	Community Development Block Grant Special Revenue Fund	29,305
	Redevelopment Agency of the City of Roseville Special Revenue Fund	119,050
Affordable Housing	Redevelopment Agency of the City of Roseville Special Revenue Fund	47,790
Redevelopment Agency of the City of Roseville	Citizens Benefit Special Revenue Fund	150,000
Roseville Finance Authority Debt Service Fund	General Fund	1,355,806
Capital Projects Funds:		
Building	Local Law Enforcement Block Grant Special Revenue Fund	3,614
	Fire Facilities Special Revenue Fund	236,979
	Public Facilities Special Revenue Fund	2,437,592
	Park Development Special Revenue Fund	4,550,760
	Citizens Benefit Special Revenue Fund	360,135
General Capital Improvement Projects Rehabilitation	General Fund	2,000,000
Enterprise Funds:		
Electric	Water Enterprise Fund	102,390
	Sewer Enterprise Fund	102,380
	Refuse Enterprise Fund	102,380
Water	Sewer Enterprise Fund	492,820
	Refuse Enterprise Fund	312,056
Sewer	North Roseville Community Facilities District No. 1 Capital Projects Fund	262,764
	Water Enterprise Fund	2,752
Local Transportation	General Fund	9,168
Internal Service Funds:		
Automotive Replacement	General Fund	10,734
	State Gasoline Tax Special Revenue Fund	176,579
	Fire Facilities Special Revenue Fund	991,643
	Electric Enterprise Fund	155,028
	Water Enterprise Fund	63,488
	Sewer Enterprise Fund	23,461
	Refuse Enterprise Fund	110,645
Total Interfund Transfers		<u>\$32,274,857</u>

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 4 - INTERFUND TRANSACTIONS (Continued)

B. Current Interfund Balances

Current interfund balances arise in the normal course of business and are expected to be repaid shortly after the end of the fiscal year. At June 30, 2000 interfund balances comprised the following:

<u>Fund with Due From</u>	<u>Fund with Due To</u>	<u>Amount</u>
General Fund	State Gasoline Tax Special Revenue Fund	\$13,716
	Traffic Safety Special Revenue Fund	37,131
	Fire Facilities Special Revenue Fund	33,200
	Park Development Special Revenue Fund	13,793
	General Capital Improvement Projects Rehabilitation Capital Projects Fund	6,160
	Electric Enterprise Fund	33,205
	Water Enterprise Fund	11,948
	Sewer Enterprise Fund	23,726
	Refuse Enterprise Fund	10,207
Special Revenue Funds:		
Home Improvement	Redevelopment Agency Special Revenue Fund	50,000
Construction Surcharge	Traffic Mitigation Special Revenue Fund	1,456
Park Development	General Fund	9,472
	General Capital Improvement Projects Rehabilitation Capital Projects Fund	32,580
Capital Projects Funds:		
Building	Fire Facilities Special Revenue Fund	28,700
	Public Facilities Special Revenue Fund	119,366
	Park Development Special Revenue Fund	728,802
	Citizens Benefit Special Revenue Fund	31,777
Northwest Roseville Community Facilities District No. 1	Other Agency Fund	50,000
Enterprise Funds:		
Water	Community Development Block Grant Special Revenue Fund	84,585
	Home Investment Partnership Program Special Revenue Fund	287,076
	Foothills Boulevard Extension Capital Projects Fund	30,459
	Sewer Enterprise Fund	18,384
	Refuse Enterprise Fund	11,679
	Other Agency Fund	3,604
Sewer	Water Enterprise Fund	244
Internal Service Fund:		
Automotive Replacement	Redevelopment Agency Special Revenue Fund	50,000
	Refuse Enterprise Fund	310,000
	Golf Course Enterprise Fund	90,000
		<u>\$2,121,270</u>

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 4 - INTERFUND TRANSACTIONS (Continued)

C. Long-Term Interfund Advances

At June 30, 2000 the funds below had made advances which were not expected to be repaid within the next year. These long-term interfund advances are expected to be repaid out of future revenues.

<u>Fund Receiving Advance</u>	<u>Fund Making Advance</u>	<u>Amount of Advance</u>
General Fund	Automotive Replacement Internal Service Fund	\$1,656,917
Special Revenue Funds:		
Public Facilities	General Fund	7,000,000
Park Development	General Fund	6,600,000
Redevelopment Agency of the City of Roseville	General Fund	2,137,888
	Home Improvement Special Revenue Fund	9,183
	Roseville Finance Authority Capital Projects Fund	165,000
	Automotive Replacement Internal Service Fund	938,901
Enterprise Funds:		
Refuse	Automotive Replacement Internal Service Fund	1,173,128
Golf Course	Automotive Replacement Internal Service Fund	3,315,244
Other Agency Fund	Northwest Roseville Community Facilities	753,970
	District No. 1 Capital Projects Fund	
		<u>\$23,750,231</u>
Total Advances		

NOTE 5 - NOTES RECEIVABLE AND DEFERRED REVENUE

The City and Agency engage in programs designed to encourage business enterprises, construction or improvement in low-to-moderate income housing, or other projects. Under these programs, grants or loans are provided with favorable terms to businesses, home-owners or developers who agree to spend these funds in accordance with the City's terms. Although these notes are expected to be repaid in full, their balance has been offset by deferred revenue or a reservation of fund balance as they are not expected to be repaid during fiscal year 2000. These notes receivable were comprised of the following at June 30, 2000:

	<u>June 30</u>	
	<u>2000</u>	<u>1999</u>
Notes	\$282,482	\$99,351
Employee Notes	118,649	127,692
Housing Rehabilitation and Affordable		
Housing	1,607,201	1,079,520
First Time Home-Buyer	1,754,625	1,356,173
Housing Elevation	83,006	68,978
Total	<u>\$3,845,963</u>	<u>\$2,731,714</u>

A. Notes Receivable

The City has provided loans to various homeowners and businesses for rehabilitation due to flood damage. The maximum loan amount is \$5,000 carrying various interest rates and payment dates. Although these notes are expected to be repaid in full, their balance has been offset by a reservation of fund balance. The balance of these notes receivable at June 30, 2000 was \$58,017.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 5 - NOTES RECEIVABLE AND DEFERRED REVENUE (Continued)

In fiscal year 2000, the City sold an air compressor to Western Placer County JPA. The City will receive ten annual payments of \$4,518 toward the purchase of this equipment. At June 30, 2000 the balance due was \$45,183.

In fiscal year 1989, the City made a loan to a property owner in the amount of \$7,719, secured by a first deed of trust. The note does not bear interest and payment is deferred until July 2, 2007 unless the property is transferred or sold. The balance of this note has been offset by a reservation of fund balance.

The Agency engages in a commercial rehabilitation program designed to aid small business owners in renovating and rehabilitating commercial property in need of repair. These notes will be forgiven at the end of the Owner Participation Agreement term, which is five to fifteen years, if the property has not been sold. If the property is sold prior to the completion of the agreement term, a proportionate amount of the note will be forgiven. The notes are secured by a deed of trust on the property. At June 30, 2000, \$171,563 in notes had been issued to nine property owners.

B. *Employee Notes Receivable*

All full-time and part-time City employees who have completed their probationary period are eligible to obtain an interest free loan of up to \$2,500 to purchase a computer. All requests for loans are subject to review by the Management Information Systems Department and must be approved by the Personnel Director. Repayment of these loans is handled through payroll deductions which are spread out equally over a two year period. Employees must pay off any outstanding balance on their loans upon ending employment with the City. As of June 30, 2000, 115 employees had \$118,649 in notes due to the City.

C. *Housing Rehabilitation and Affordable Housing Notes Receivable*

The City engages in programs designed to encourage construction or improvement in low-to-moderate income housing or other projects. Under these programs, grants or loans are provided under favorable terms to home-owners or developers who agree to spend these funds in accordance with the City's terms. Although these loans and notes are expected to be repaid in full, their balance has been offset with the liability, Due to Other Governments, as they are not expected to be repaid during fiscal year 2001 and any repayments will be used to reduce future grant draw-downs by the City. The balance of the notes receivable arising from these programs at June 30, 2000 was \$1,607,201.

D. *First Time Home-Buyer Notes Receivable*

The City engages in a first time home-buyer program designed to encourage home ownership among low income persons. Under this program, grants or loans are provided at no interest and are due upon sale or transfer of the property. These loans have been offset by due to other governments and deferred revenue as they are not expected to be repaid during fiscal year 2001 and any repayments will be used to reduce future grant draw-downs by the City. The balance of the notes receivable arising from this program at June 30, 2000 was \$1,754,625.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 5 - NOTES RECEIVABLE AND DEFERRED REVENUE (Continued)

E. *Housing Elevation Notes Receivable*

In fiscal 1997, the Federal Emergency Management Agency (FEMA) approved Hazard Mitigation Grant Program funds to be used for residential home elevation projects in the City at a maximum of \$33,934 per household, with the total federal share not to exceed \$1,493,096. The City provides matching funds to each eligible household at a maximum of \$5,000 in the form of a zero percent, deferred loan payable upon sale, change of title or change of use (See A. above). As of June 30, 2000, seventeen loans, funded through the FEMA Hazard Mitigation Grant Program, were outstanding with a total balance of \$83,006.

NOTE 6 - DEFERRED RECEIVABLES AND DEFERRED REVENUE

The City has entered into a number of agreements with developers to defer permit fees for various projects within the City. The terms of these agreements call for various interest rates and payment dates. Although these fees are expected to be repaid in full, their balance has been offset by deferred revenue, in governmental funds, as they are not expected to be repaid early enough to be treated as a current asset. The balance of these deferred receivables at June 30, 2000 was \$13,947,552.

NOTE 7 - FIXED ASSETS

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date donated.

A. *General Fixed Assets*

The General Fixed Assets Account Group provides accounting control over the cost of fixed assets used by the City's governmental funds. The General Fixed Assets Account Group is not a fund and its balances are not financial resources available for expenditure. Rather, these balances provide an historical accounting record of resources expended on general fixed assets. Public domain (infrastructure) general fixed assets, which include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems, have not been capitalized because these assets are immovable and of value only to the public. No depreciation has been provided on general fixed assets.

B. *Proprietary Fund (Enterprise and Internal Service) Fixed Assets and Depreciation*

Proprietary (Enterprise and Internal Service) fund fixed assets are recorded at cost and depreciated over their estimated useful lives. The purpose of depreciation is to spread the cost of proprietary fund fixed assets equitably among all customers over the life of these assets, so that each customer's bill includes a pro rata share of the cost of these assets. The amount charged to depreciation expense each year represents that year's pro rata share of the cost of proprietary fund fixed assets.

Depreciation of all proprietary fund fixed assets is charged as an expense against operations each year and the total amount of depreciation taken over the years, called accumulated depreciation, is reported on the proprietary funds' balance sheet as a reduction in the book value of the fixed assets.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 7 - FIXED ASSETS (Continued)

Depreciation of proprietary fund fixed assets in service is provided using the straight line method which means the cost of the asset is divided by its expected useful life in years and the result is charged to expense each year until the asset is fully depreciated. The City has assigned the useful lives listed below to proprietary fund fixed assets.

Buildings	15-20 years
Equipment	2-20 years
Water and sewer lines	40-50 years
Electric Improvements	30-40 years

C. Contributed Capital

The City obtained federal and State grant funds and collects utility capital improvement fees to construct certain utility fund fixed assets. These amounts are accounted for as Contributed Capital. As fixed assets are used, a prorata portion of the annual depreciation expense is allocated against Contributed Capital, reducing its balance as these fixed assets are used up.

D. Fixed Asset Additions and Retirements

Fixed assets at June 30 comprise:

	1999	Additions	Retirements	Transfers	2000
General Fixed Assets:					
Land and Improvements	\$13,984,977	\$66,000			\$14,050,977
Buildings and Improvements	76,999,132	8,311,510			85,310,642
Machinery and Equipment	8,813,745	3,570,453	\$3,733,249		8,650,949
Capital Leases:					
Buildings and Improvements	3,023,291				3,023,291
Machinery and Equipment	2,899,763	78,368			2,978,131
Total General Fixed Assets	<u>\$105,720,908</u>	<u>\$12,026,331</u>	<u>\$3,733,249</u>		<u>\$114,013,990</u>
Enterprise Fixed Assets:					
Land and Improvements	\$9,013,680	\$1,269,537			\$10,283,217
Buildings and Improvements	326,039,004	22,071,188	\$1,040,148	\$15,542,923	362,612,967
Machinery and Equipment	7,835,187	497,576	433,899		7,898,864
Construction in Progress	29,026,406	27,734,636		(15,542,923)	41,218,119
Subtotal	371,914,277	\$51,572,937	\$1,474,047		422,013,167
Less Accumulated Depreciation	(75,896,912)	(\$9,282,193)	(\$786,971)		(84,392,134)
Total Enterprise Fixed Assets	<u>\$296,017,365</u>				<u>\$337,621,033</u>
Internal Service Fixed Assets:					
Machinery and Equipment	\$20,004,113	\$4,571,953	\$1,248,980		\$23,327,086
Less Accumulated Depreciation	(13,355,158)	(\$1,879,972)	(\$862,118)		(14,373,012)
Total Internal Service Fixed Assets	<u>\$6,648,955</u>				<u>\$8,954,074</u>

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 8 - LONG-TERM DEBT

The City generally incurs long-term debt to finance projects or purchase assets which will have useful lives equal to or greater than the related debt.

The General Long-term Obligations Account Group provides accounting control over the principal of the City's general long-term debt. This debt will be repaid only out of governmental funds but is not accounted for in these funds because this debt does not require an appropriation or expenditure in this accounting period.

Proprietary Fund (Enterprise and Internal Service) long-term debt is accounted for in the proprietary funds which will repay the debt because these funds are accounted for on the full-accrual basis in a similar manner to commercial operations.

The City's debt issues and transactions are summarized below and discussed in detail thereafter.

A. Current Year Transactions and Balance

	Original Issue Amount	Balance June 30, 1999	Additions	Retirements	Balance June 30, 2000
General Long Term Debt:					
Certificates of Participation:					
1993 Public Facilities Bond, 2.8%-5.1%, due 8/1/20	\$23,970,000	\$21,200,000		\$575,000	\$20,625,000
Installment Purchase Obligations:					
Public Safety Building, 6.1%-6.3%, due 1/15/01	2,130,449	321,424		157,990	163,434
Equipment	603,942	419,431	\$78,368	134,216	363,583
Motorola Radio Equipment, 5.6%, due 8/1/04	1,955,734	1,647,541		238,587	1,408,954
Roseville Automall 6.5%, due 7/1/99	8,000,000	1,527,569		1,527,569	
Total Installment Purchase Obligations	12,690,125	3,915,965	78,368	2,058,362	1,935,971
Other Long Term Obligations					
Foothill Blvd. Extension, due 4/1/07	114,423	98,010		9,378	88,632
TOTAL GENERAL LONG TERM DEBT	<u>\$36,774,548</u>	<u>\$25,213,975</u>	<u>\$78,368</u>	<u>\$2,642,740</u>	<u>\$22,649,603</u>
Enterprise Long Term Debt:					
Certificates of Participation:					
1997 Electric System Revenue, 3.6%-5.25%, due 2/1/17	\$11,880,000	\$8,995,000		\$1,450,000	\$7,545,000
1999 Electric System Revenue, 4.0%-5.5%, due 2/1/24	21,630,000		\$21,630,000		21,630,000
1993 Golf Course Project, 4.6%-6.0%, due 8/1/23	9,325,000	8,930,000		175,000	8,755,000
1997 Water Utility Revenue, 3.9%-5.2%, due 12/1/18	33,000,000	33,000,000		1,040,000	31,960,000
Total Certificates of Participation	75,835,000	50,925,000	21,630,000	2,665,000	69,890,000
Other Long Term Obligations:					
Notes, 5%, due 10/1/17	284,262	234,607		7,683	226,924
TOTAL ENTERPRISE LONG TERM DEBT	<u>\$76,119,262</u>	<u>\$51,159,607</u>	<u>\$21,630,000</u>	<u>\$2,672,683</u>	<u>\$70,116,924</u>

B. 1993 Certificates of Participation

The City issued Certificates of Participation in the original principal amount of \$23,970,000 on October 1, 1993 to advance refund and defease the outstanding \$16,855,000 principal amount of the 1989 Refunding Revenue Bonds and to reimburse the City for some of the costs of the Corporation Yard Improvement and is repayable from the General Fund. Principal payments are payable annually on August 1 and interest payments are due semi-annually on February 1 and August 1, through August 1, 2020.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 8 - LONG-TERM DEBT (Continued)

C. *Foothill Blvd. Extension*

The City acquired several parcels of land, in August of 1989, within the Foothill Blvd. Extension Assessment District to build the Corporation Yard. Upon acquisition, the City took over the assessment debt in the amount of \$114,423, due on these parcels. Principal and interest payments are payable annually on April 1, through April 1, 2007.

D. *1997 Electric System Revenue Certificates of Participation*

The City issued Certificates of Participation in the original principal amount of \$11,880,000 on November 1, 1997 to finance a substation for the Electrical System and to refinance its' 1985 COP's and is repayable from net revenue of the Electric Utility System. Principal payments are payable annually on February 1 and interest payments are due semi-annually on February 1 and August 1, through February 1, 2017.

E. *1999 Electric System Revenue Certificates of Participation*

On August 3, 1999, the City issued \$21,630,000 of Certificates of Participation to finance a portion of the cost of capital improvements and is repayable from net revenue of the Electric Utility System. The Certificates bear interest at 4.0% - 5.5% and are due semi-annually on February 1 and August 1. Principal payments are due annually on February 1 and interest payments are due semi-annually on February 1 and August 1, through February 1, 2024.

F. *1993 Golf Course Project Certificates of Participation*

The City issued Certificates of Participation in the original principal amount of \$9,325,000 on October 1, 1993 to provide funds to acquire and construct the Golf Course Improvements and is repayable from the General Fund. Principal payments are payable annually on August 1 and interest payments are due semi-annually on February 1 and August 1, through August 1, 2023.

G. *1997 Water Utility Revenue Certificates of Participation*

The City issued Certificates of Participation in the original principal amount of \$33,000,000 on September 1, 1997 to finance the acquisition, construction, and installation of additions to the water utility system, and is repayable from net revenue from the Water Utility System. Principal payments are payable annually on December 1 and interest payments are due semi-annually on December 1 and June 1, through December 1, 2018.

H. *Notes Payable*

The City borrowed \$284,262 original principal amount, on November 8, 1997, from the U. S. Department of Commerce to aid in financing drought emergency projects. The debt is repayable from the surplus revenue account of the Water Revenue Bonds. Principal and interest payments are payable annually on October 1, through October 1, 2017.

I. *Debt Service Requirements*

Annual debt service requirements are shown below for all long-term debt except installment purchase obligations:

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 8 - LONG-TERM DEBT (Continued)

For the Year Ending June	1993 Public Facilities Certificates Participation	Foothill Blvd. Debt	Enterprise Certificates of Participation	Notes Payable	Totals
2001	\$1,575,095	\$16,136	\$6,293,785	\$19,413	\$7,904,429
2002	1,569,470	16,379	5,403,145	19,413	7,008,407
2003	1,572,158	16,552	5,408,398	19,413	7,016,521
2004	1,568,001	16,653	5,407,760	19,413	7,011,827
2005	1,566,768	16,696	5,401,043	19,413	7,003,920
Thereafter	24,935,773	33,243	89,540,414	252,356	114,761,786
	<u>32,787,265</u>	<u>115,659</u>	<u>117,454,545</u>	<u>349,421</u>	<u>150,706,890</u>
Less amount representing interest	<u>12,162,265</u>	<u>27,027</u>	<u>47,564,545</u>	<u>122,497</u>	<u>59,876,334</u>
Principal amount due	<u>\$20,625,000</u>	<u>\$88,632</u>	<u>\$69,890,000</u>	<u>\$226,924</u>	<u>\$90,830,556</u>

J. Installment Purchase Obligations

The City is purchasing various pieces of computer equipment on the installment basis. The City has also entered into long-term contracts for the lease/purchase of its public safety building and the Roseville Automall. Future installments payable are:

Year Ending June 30	General Long- Term Debt
2001	\$666,874
2002	466,655
2003	407,225
2004	347,884
2005	330,849
Total payments due	<u>2,219,487</u>
Less amount representing interest	<u>283,516</u>
Principal payments due	<u>\$1,935,971</u>

NOTE 9 - DEBT WITHOUT CITY COMMITMENT

A. Special Assessment Districts

Special Assessment Districts in various parts of the City have issued debt to finance infrastructure improvements and facilities within their boundaries. The City is the collecting and paying agent for the debt issued by these Districts, but has no direct or contingent liability or moral obligation for the payment of this debt. Therefore, this debt is not included in general long-term debt of the City. The outstanding balance of each of these issues as of June 30, 2000 is as follows:

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 9 - DEBT WITHOUT CITY COMMITMENT (Continued)

Rocky Ridge/Harding Refunding District	\$1,760,000
Taylor Road Sewer Assessment District	35,000
North Roseville-Rocklin Sewer Refunding District	1,665,000
Foothills Boulevard Extension Assessment District	3,475,000
Northeast Roseville Community Facilities District #1 & #2	30,900,000
North Roseville Community Facilities District #1	19,700,000
North Central Roseville Community Facilities District #1	58,660,000
Northwest Roseville Community Facilities District #1	31,250,000
Highland Reserve North Community Facilities District #1	33,470,000
Woodcreek West Community Facilities District #1	16,945,000
Stoneridge Parcel 1 Community Facilities District #1	<u>2,000,000</u>
Total	<u>\$199,860,000</u>

B. Roseville Community Hospital

During fiscal year 1994, the Roseville Community Hospital Corporation (Corporation) purchased the Roseville Community Hospital Facility from the City. The City maintains an Agency Fund to act as a pass-through for the debt service payments relating to 1989 RFA Hospital Lease Revenue Bonds from the Corporation to the fiscal agent. The debt is not included in the City's General Purpose Financial Statements and the City is not liable for the repayment of these bonds in the event of default. During the year ended June 30, 1998 the lease and sublease were amended to transfer the liability from the Corporation to the Sutter Roseville Medical Center. During the year ended June 30, 2000 the Sutter Roseville Medical Center refinanced the Bonds without the aid of the City. As of June 30, 2000 the Roseville Community Hospital Trust Agency Fund was closed.

NOTE 10 - FUND BALANCES AND RETAINED EARNINGS

Governmental fund balances represent the net current assets of each fund. Net current assets generally represent a fund's cash and receivables, less its liabilities. Portions of a fund's balance may be reserved or designated for future expenditure.

A. Reserves

Reserves are restrictions placed by outside entities, such as other governments, which restrict the expenditures of the reserved funds to the purpose intended by the entity which provided the funds. The City cannot modify or remove these restrictions or reserves. At June 30, 2000, reservations included:

Reserve for **encumbrances** represents the portion of fund balance set aside for open purchase orders.

Reserves for **inventories, prepaid expenses, advances, deferred receivables, and notes receivable** are the portions of fund balance set aside to indicate these items do not represent available, spendable resources even though they are a component of assets.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 10 - FUND BALANCES AND RETAINED EARNINGS (Continued)

Reserve for **low/moderate income housing** is the portion of redevelopment fund balance legally required to be set-aside for low/moderate income housing expenditures.

Reserve for **debt service** is the portion of fund balance legally restricted for the payment of principal and interest on long-term liabilities.

Unreserved fund balance in the General Fund represents the resources available at June 30, 2000 to meet the financial needs of the City through approximately December 10, 2000 when the next property tax payment is due from the County. The amount available at June 30 is equivalent to approximately 12.6 % of fiscal 2000 expenditures or less than the average expenditures for seven weeks. Unreserved fund balance in the Special Revenue and Capital Projects funds are not available for general expenditures as they are reserved for the particular purposes of the funds they reside in.

B. Designations

Designations are imposed by City Council to reflect future spending plans or concerns about the availability of future resources. Designations may be modified, amended or removed by Council action.

Designated for economic reserve is the portion of fund balance which represents 10% of the original adopted operating expenditure budget to be used in the event of fiscal need.

C. Fund Balance and Retained Earnings Deficits

The following funds had a deficit fund balance at June 30, 2000: the Public Facilities Special Revenue Fund \$4,186,187; the Redevelopment Agency of the City of Roseville Special Revenue Fund \$1,586,364; and the Foothills Boulevard Extension Capital Projects Fund \$30,459. The following funds had a retained earnings deficit at June 30, 2000: the Refuse Enterprise Fund \$344,425. Future revenues are expected to offset these fund equity deficits.

D. Restatement of Retained Earnings

During fiscal 2000 the City, along with the South Placer Municipal Utility District and Placer County, collectively known as the Regional Partners, conducted an audit of the Regional and Sewer Special Benefit Area 2 Connection Fees collected by the City for the period July 1, 1993 to June 30, 1999. The audit resulted in a number of audit adjustments affecting prior period activity; some of the adjustments affected balances prior to July 1, 1998. The affect of these adjustments follows:

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 10 - FUND BALANCES AND RETAINED EARNINGS (Continued)

	Enterprise Funds		
	Water	Sewer	Refuse
Retained earnings June 30, 1999	\$54,258,031	\$144,238,876	(\$1,089,342)
Interest due on advance to Refuse Enterprise Fund		391,873	(391,873)
Adjustment to deferred receivables to correct miscalculation		(58,981)	
Adjustment to correct water connection fees deposited into the Sewer Enterprise fund in error	164,344	(164,344)	
Adjustment for sewer connection fees due to South Placer Municipal Utilities District		2,188,349	
Restated beginning retained earnings	<u>\$54,422,375</u>	<u>\$146,595,773</u>	<u>(\$1,481,215)</u>

NOTE 11 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The City maintains seven enterprise funds. These funds are intended to be self-supporting, through user fees charged for services rendered. Segment information for these funds for the year ended June 30, 2000 follows:

	Electric	Water	Sewer	Refuse	Golf Course	Local Transportation	School-Age Child Care
Operating revenue	\$69,134,337	\$17,335,382	\$25,030,683	\$10,301,036	\$2,602,117	\$3,329,989	\$3,174,578
Depreciation & amortization	4,236,494	1,545,648	3,183,765	84,591	353,655	340,001	30,599
Operating income	11,897,568	9,780,653	15,113,875	2,616,511	813,879	1,000,014	710,735
Nonoperating revenues (expenses) net	2,335,086	1,378,442	3,398,865	1,841	(455,855)	115,504	26,512
Net income	9,424,442	10,100,182	16,622,557	1,136,790	114,534	1,032,962	472,047
Total fund equity (Deficit)	183,595,078	85,655,958	193,637,319	(344,425)	6,514,783	4,815,930	653,198
Changes in contributed capital:							
Beginning balances	38,017,566	20,528,620	29,898,847		5,306,950	1,540,678	
Contributions:							
Subdividers	7,144,906	604,781	520,142				
Other Government Agencies							
Accumulated depreciation	(1,228,756)	(648,042)	(779,819)			(337,617)	
Ending balances	43,933,716	20,485,359	29,639,170		5,306,950	1,203,061	
Net working capital	77,298,836	41,999,006	69,132,882	806,255	1,296,567	3,588,081	576,229
Fixed asset net additions and (retirements):							
Land & Improvements			1,269,537				
Buildings and improvements	18,281,108	17,397,012	750,609		97,654	47,580	
Machinery and equipment	(128,809)	(69,804)	(4,501)	244,602		3,994	18,195
Construction in progress	3,831,412	(40,532)	8,316,142		(65,048)		149,739
Net fixed asset additions	21,983,711	17,286,676	10,331,787	244,602	32,606	51,574	167,934
Total assets	222,450,492	121,025,564	196,074,445	2,793,171	18,938,786	5,016,910	937,221
1997 Electric System Project							
Certificates of Participation payable from operating revenues	7,545,000						
1999 Electric System Project							
Certificates of Participation payable from operating revenues	21,630,000						
1993 Golf Course Project Certificates of Participation payable from operating revenues					8,755,000		
1998 Water Utility Revenue Certificates of Participation payable from operating revenues		31,960,000					
Notes payable from operating revenues		226,924					

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 12 - PENSION PLAN

CALPERS Safety and Miscellaneous Employees Plans

Substantially all City employees are eligible to participate in pension plans offered by California Public Employees Retirement System (CALPERS), an agent multiple employer defined benefit pension plan which acts as a common investment and administrative agent for its participating member employers. CALPERS provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. The City's employees participate in the separate Safety (police and fire) and Miscellaneous (all other) Employee Plans. Benefit provisions under both Plans are established by State statute and City resolution. Benefits are based on years of credited service; one year of credited service is equal to one year of full time employment. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CALPERS; the City must contribute these amounts. The Plans' provisions and benefits in effect at June 30, 2000, are summarized as follows:

	<u>Safety</u>	<u>Miscellaneous</u>
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50	50
Monthly benefits, as a % of annual salary	2% - 2.7%	1.426% - 2.418%
Required employee contribution rates	9%	7%
Required employer contribution rates	7.490%	4.626%
Actuarially required contributions	\$1,399,116	\$3,326,419

The City's labor contracts require it to pay employee contributions as well as its own.

CALPERS determines contribution requirements using a modification of the Entry Age Normal Method. Under this method, the City's total normal benefit cost for each employee from date of hire to date of retirement is expressed as a level percentage of the related total payroll cost. Normal benefit cost under this method is the level amount the City must pay annually to fund an employee's projected retirement benefit. This level percentage of payroll method is used to amortize any unfunded actuarial liabilities. The actuarial assumptions used to compute contribution requirements are also used to compute the actuarial accrued liability. The City does not have a net pension obligation since it pays these actuarially required contributions monthly.

CalPERS uses the market related value method of valuing the Plan's assets. An investment rate of return of 8.25% is assumed, including inflation at 3.5%. Annual salary increases are assumed to vary by duration of service. Changes in liability due to plan amendments, changes in actuarial assumptions, or changes in actuarial methods are amortized as a level percentage of payroll on a closed basis over twenty years. Investment gains and losses are accumulated as they are realized and ten percent of the net balance is amortized annually.

The Plans' actuarial value (which differs from market value) and funding progress over the past three years are set forth below at their actuarial valuation date of June 30:

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 12 - PENSION PLAN (Continued)

Safety Plan:

Actuarial						
Valuation Date	Entry Age Accrued Liability	Value of Asset	Unfunded (Overfunded) Liability	Funded Ratio	Annual Covered Payroll	Unfunded (Overfunded) as % of Payroll
1996	\$28,695,099	\$28,697,279	(\$2,180)	100.0%	\$6,199,148	(0.035%)
1997	30,655,870	33,916,076	(3,260,206)	110.6%	6,798,860	(47.952%)
1998	37,626,159	41,242,411	(3,616,252)	109.6%	7,720,300	(46.841%)

Miscellaneous Plan:

Actuarial						
Valuation Date	Entry Age Accrued Liability	Value of Asset	Unfunded (Overfunded) Liability	Funded Ratio	Annual Covered Payroll	Unfunded (Overfunded) as % of Payroll
1996	\$53,597,032	\$51,183,637	\$2,413,395	95.5%	\$21,132,004	11.421%
1997	57,652,842	61,131,420	(3,478,578)	106.0%	22,925,369	(15.173%)
1998	64,025,283	75,248,926	(11,223,643)	117.5%	24,853,604	(45.159%)

Audited annual financial statements and ten-year trend information are available from CALPERS at P.O. Box 942709, Sacramento, CA 94229-2709.

PERS has reported that the value of the net assets in the Plan held for pension benefits changed as follows during the year ended June 30, 1999:

	Safety	Miscellaneous
Beginning Balance 6/30/97	\$33,916,076	\$61,131,420
Contributions received	1,633,951	3,593,982
Benefits and Refunds Paid	(1,047,567)	(1,969,872)
Expected Investment Earnings Credited	2,821,785	5,109,009
Expected Actuarial Value of Assets 6/30/98	<u>\$37,324,245</u>	<u>\$67,864,539</u>
Market Value of Assets 6/30/98	<u>\$45,824,901</u>	<u>\$83,609,918</u>
Actuarial Value of Assets 6/30/98	<u>\$41,242,411</u>	<u>\$75,248,926</u>

Actuarially required contributions for fiscal years 2000, 1999, and 1998 were, \$4,725,535, \$6,152,066, and \$5,208,398, respectively.

NOTE 13 - RISK MANAGEMENT

The City manages risk of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters by participating in the public entity risk pools described below and by retaining certain risks. The City maintains insurance coverage from a commercial carrier for its long-term disability and dental benefit plan.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 13 - RISK MANAGEMENT (Continued)

Public entity risk pools are formally organized and separate entities established under the Joint Exercise of Powers Act of the State of California. As separate legal entities, those entities exercise full powers and authorities within the scope of the related Joint Powers Agreements including the preparation of annual budgets, accountability for all funds, the power to make and execute contracts and the right to sue and be sued. Each risk pool is governed by a board consisting of representatives from member municipalities. Each board controls the operations of the respective risk pool, including selection of management and approval of operating budgets, independent of any influence by member municipalities beyond their representation on that board. Obligations and liabilities of these risk pools are not the City's responsibility.

A. Risk Coverage

The City is a member of the California Joint Powers Risk Management Authority (CJPRMA) which covers general liability claims up to \$10,000,000, property damage up to \$295,000,000, and boiler and machinery up to \$15,000,000. The City has a self-insured retention or deductible of \$500,000, \$500,000, and \$5,000, respectively, per claim. Once the City's self-insured retention for general liability claims is met CJPRMA becomes responsible for payment of all claims up to the limit. CJPRMA has purchased commercial insurance against property damage and boiler and machinery claims. During the fiscal year ended June 30, 2000, the City contributed \$390,918 for coverage during the current year and received a refund of \$60,217 of prior year excess contributions.

The City is also a member of the Local Agency Workers' Compensation Excess Joint Powers Authority (LAWCX) which covers workers' compensation claims up to \$350,000 and provides additional coverage up to statutory limits. The City has a self-insured retention of up to \$250,000 per claim. During the fiscal year ended June 30, 2000, the City contributed \$62,046 for current year coverage.

The contributions made to each risk pool equal the ratio of their respective payrolls to the total payrolls of all entities participating in the same layer of each program, in each program year. Actual surpluses or losses are shared according to a formula developed from overall loss costs and spread to member entities on a percentage basis after a retrospective rating.

The following types of loss risks are covered by the above authorities under the terms of their respective joint-powers agreements and through commercial insurance policies as follows:

Type of Coverage	Coverage Limits
Liability	\$10,000,000
Worker's Compensation	Statutory Limit
All Risk Fire & Property except earthquake and flood	295,000,000
Boiler & Machinery	15,000,000

Financial statements for the risk pools may be obtained from CJPRMA, 6140 Stoneridge Mall Road, Suite 380, Pleasanton, CA 94588-3235 and LAWCX, c/o Bickmore & Associates, 6371 Auburn Boulevard, Citrus Heights, CA 95621.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 13 - RISK MANAGEMENT (Continued)

B. Insurance Internal Service Funds

The Governmental Accounting Standards Board (GASB) requires municipalities to record their liability for uninsured claims and to reflect the current portion of this liability as an expenditure in their financial statements. As discussed above, the City has coverage for such claims, but it has retained the risk for the deductible, or uninsured portion of these claims.

The change in the Worker's Compensation Internal Service Fund's claims liability, including claims incurred but not reported is based on an independent actuarial study prepared annually and was computed as follows for the years ended June 30:

	2000	1999
Claims liability, beginning of year	\$3,284,000	\$2,618,000
Current year claims	1,500,000	1,050,000
Change in prior year claims	(737,000)	670,000
Claims paid, current year claims	(269,000)	(173,000)
Claims paid, prior year claims	(693,000)	(881,000)
Claims liability, end of year	\$3,085,000	\$3,284,000

The City's liability for uninsured general liability claims, including claims incurred but not reported is reported in the General Liability Internal Service Fund. The liability is based on an independent actuarial study prepared annually and was computed as follows for the years ended June 30:

	2000	1999
Claims liability, beginning of year	\$2,073,000	\$1,894,000
Current year claims	775,000	600,000
Change in prior year claims	(1,261,000)	729,000
Claims paid, current year claims	(120,000)	(86,000)
Claims paid, prior year claims	(45,000)	(1,064,000)
Claims liability, end of year	\$1,422,000	\$2,073,000

The Unemployment Reserve and Vision Internal Service Funds had no outstanding claims liability at June 30, 2000.

NOTE 14 - PREPAID PURCHASED ELECTRICITY

In prior years, the City completed construction and transferred ownership of certain electrical transmission lines to the Western Area Power Administration in exchange for a reduction in future power supply costs of approximately 5%. The related construction costs have been capitalized on the City's balance sheet and are being amortized as the economic benefit of the reduced electricity costs is realized. The amount amortized for fiscal year 2000 was \$153,062. As of June 30, 2000 the balance had been fully amortized.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 14 - PREPAID PURCHASED ELECTRICITY (Continued)

During fiscal 1999 the City paid \$6,138,335 to the Northern California Power Agency (NCPA) (see Note 15) as a capital contribution for the Geothermal and Hydroelectric Projects debt refinancing. This contribution has been capitalized on the City's balance sheet and will be amortized in conjunction with the related debt service savings. The amount amortized for fiscal year 2000 was \$244,872.

NOTE 15 - NORTHERN CALIFORNIA POWER AGENCY (NCPA)

A. General

The City participates in joint ventures through Joint Powers Authorities (JPAs) established under the Joint Exercise of Powers Act of the State of California. As separate legal entities, these JPAs exercise full powers and authorities within the scope of the related Joint Powers Agreement, including the preparation of annual budgets, accountability for all funds, the power to make and execute contracts and the right to sue and be sued. Obligations and liabilities of the JPAs are not those of the City.

Each JPA is governed by a board consisting of representatives from each member agency. Each board controls the operations of its respective JPA, including selection of management and approval of operating budgets, independent of any influence by member agencies beyond their representation on the Board.

The City is a member of NCPA, a joint powers agency which operates under a joint powers agreement among fifteen public agencies. The purpose of NCPA is to use the combined strength of its members to purchase, generate, sell and interchange electric energy and capacity through the acquisition and use of electrical generation and transmission facilities, and to optimize the use of those facilities and the members position in the industry. Each agency member has agreed to fund a pro rata share of certain assessments by NCPA and certain members have entered into take-or-pay power supply contracts with NCPA. While NCPA is governed by its members, none of its obligations are those of its members unless expressly assumed by them.

During the year ended June 30, 2000, the City incurred expenses totaling \$31,342,749 for purchased power and assessments earned by NCPA.

Since the City receives no income from NCPA, changes in its equity in NCPA are reflected by adjustments to the Investment in NCPA Projects and Reserves, and Equity in NCPA Joint Ventures accounts, and are not reflected in the Statement of Revenues, Expenses and Changes in Retained Earnings.

The City's Interest in certain NCPA Projects and Reserve, as computed by NCPA using unaudited information, is set forth below.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 15 - NORTHERN CALIFORNIA POWER AGENCY (NCPA) (Continued)

June 30, 2000

General Operating Reserve (including advances)	\$1,509,408
Undivided equity interest, at cost, in certain NCPA Power Projects:	
Geothermal Projects	111,340
Calaveras Hydroelectric Project	567,227
Combustion Turbine Project No. 1	(98,546)
Geothermal Public Power Line	NIL
Combustion Turbine Project No. 2	(94,149)
Graeagle Hydroelectric Project	NIL
Northwest Power Purchase Contract	292,072
	<u>\$2,287,352</u>

The General Operating Reserve represents the City's portion of funds which resulted from the settlement with third parties of issues with financial consequences and reconciliations of several prior years' budgets for programs. It is recognized that all the funds credited to the City are linked to the collection of revenue from the City's ratepayers, or to the settlement of disputes relating to electric power supply and that the money was collected from the City's ratepayers to pay power bills. Additionally, the NCPA Commission identified and approved the funding of specific reserves for working capital, accumulated employees post-retirement medical benefits, and billed property taxes for the geothermal project. The Commission also identified a number of contingent liabilities that may or may not be realized, the cost of which in most cases is difficult to estimate at this time. One such contingent liability is the steam field depletion which will require funding to cover debt service and operational costs in excess of the expected value of the electric power. The General Operating Reserve is intended to minimize the number and amount of individual reserves needed for each project, protect NCPA's financial condition and maintain its credit worthiness. These funds are available on demand, but the City has left them with NCPA as a reserve against these contingencies identified by NCPA.

Members of NCPA may participate in an individual project of NCPA without obligation for any other project. Member assessments collected for one project may not be used to finance other projects of NCPA without the member's permission.

B. Projects

Geothermal Projects

A purchased power agreement with NCPA obligates the City for 4.0445% of the operating costs and debt service of the two NCPA 110-megawatt geothermal steam powered generating plants, Plant Number 1 and Plant Number 2. Beginning in fiscal year 2001, the City anticipates the obligation to increase to 6.5815%.

NCPA's Geothermal Project has experienced a greater than originally anticipated decline in steam production from geothermal wells on its leasehold property. Results of the continuing well analysis program indicate that the potential productive capacity of the geothermal steam reservoir is less than originally estimated. Therefore, NCPA has modified the operations of the Geothermal Project to reduce the average annual output from past levels. As a result, the per unit cost of energy generated by the projects is higher than anticipated.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 15 - NORTHERN CALIFORNIA POWER AGENCY (NCPA) (Continued)

CPA will continue to monitor the wells while pursuing alternatives for improving and extending reservoir performance, including supplemental water reinjection, plant equipment modifications, and changes in operating methodology. NCPA, along with other steam field operators, has observed a substantial increase in steam production in the vicinity of reinjection wells and is attempting to increase water reinjection at strategic locations. NCPA, other steam developers, and the Lake County Sanitation District have constructed a wastewater pipeline project that greatly increased the amount of water available for reinjection.

Based on an internal assessment of the melded costs of power from the Geothermal Project and all other resources available to the members, NCPA believes its members will continue to be able to operate their electric utilities on a competitive basis, when compared to local investor-owned utility rates, while meeting all electric system obligations including those to NCPA. In January 1996, NCPA issued \$167,940,000 (1996 Refunding Series B), and \$5,420,000 (1996 Taxable Series C) in variable rate revenue bonds, the proceeds of which were used to refund a portion of the 1987 Refunding Series A Revenue Bonds. In August 1998, NCPA remarketed \$121,590,000 (1996 Refunding Series A) of revenue bonds changing the interest rate from a weekly interest rate to a long term rate. The City is obligated to pay its contractual share of the debt until it is fully satisfied, regardless of resulting cost or availability of energy. At June 30, 2000, the book value of this Project's plant, equipment and other assets was \$422,823,133, while its long-term debt totaled \$389,868,955 and other liabilities totaled \$32,954,178. The City's share of the Project's long-term debt amounted to \$15,768,250 at that date.

Calaveras Hydroelectric Project

In July 1981, NCPA agreed with Calaveras County Water District to purchase the output of the North Fork Stanislaus River Hydroelectric Development Project and to finance its construction. Debt service payments to NCPA began in February, 1990 when the project was declared substantially complete and power was delivered to the participants. Under its power purchase agreement with NCPA, the City is obligated to pay 12% of this Project's debt service and operating costs. At June 30, 1999, the book value of this Project's plant, equipment and other assets was \$545,139,144, while its long-term debt totaled \$539,512,015 and other liabilities totaled \$5,627,129. The City's share of the Project's long-term debt amounted to \$64,741,442 at that date. On July 8, 1998, NCPA completed the \$301,490,000 refunding of revenue bonds at an interest rate of 5.30% and a net present value savings of \$48,000,000.

Combustion Turbine Project No. 1

In October 1984, NCPA financed a five-unit, 125-megawatt combustion turbine project. The project, built in three member cities, began full commercial operation in June 1986, providing reserve and peaking power. In December 1989, NCPA issued \$68,958,257 in fixed rate revenue bonds, the proceeds of which were used to defease the bonds then outstanding. Under the NCPA power purchase agreement, the City is obligated to pay 13.5840% of this Project's debt service and operating costs. At June 30, 2000, the book value of this Project's plant, equipment and other assets was \$41,022,978, while its long-term debt totaled \$41,392,577 and other liabilities totaled a deficit of \$369,599. The City's share of the Project's long-term debt amounted to \$5,622,768 at that date.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 15 - NORTHERN CALIFORNIA POWER AGENCY (NCPA) (Continued)

Geothermal Public Power Line

In 1983, NCPA, Sacramento Municipal Utility District, the City of Santa Clara and the Modesto Irrigation District (joint owners) initiated studies for a Geothermal Public Power Line (GPPL) which would carry power generated at several existing and planned geothermal plants in the Geysers area to a location where the joint owners could receive it for transmission to their load centers. NCPA has an 18.5% share of this Project and the City has a 14.1756% participation in NCPA's share. In 1989, the development of the proposed Geothermal Public Power Line was discontinued because NCPA was able to contract for sufficient transmission capacity to meet its needs in the Geysers. However, because the project financing provided funding for an ownership interest in a PG&E transmission line, a central dispatch facility and a performance bond pursuant to the Interconnection Agreement with PG&E, as well as an ownership interest in the proposed GPPL, NCPA issued \$16,000,000 in long-term, fixed-rate revenue bonds in November 1989 to defease the remaining variable rate refunding bonds used to refinance this project. The City is obligated to pay its 14.1756% share of the related debt service, but debt service costs are covered through NCPA billing mechanisms that allocate the costs to members based on use of the facilities and services.

At June 30, 2000, the book value of this Project's plant, equipment and other assets was \$8,964,494, while its long-term debt totaled \$8,964,494. The City's share of the Project's long-term debt amounted to \$1,270,771 at that date.

Combustion Turbine Project No. 2 (Steam Injected Gas Turbine Project)

The City is a participant in a 49.8 megawatt Steam Injected Gas Turbine project which was built under turnkey contract near the City of Lodi and declared substantially complete on April 23, 1996. In October 1992, NCPA issued \$152,320,000 of Multiple Capital Facilities Revenue Bonds to finance this project, a similar project for the Turlock Irrigation District in Ceres, and Lodi system facilities. Under the NCPA power purchase agreement, the City is obligated to pay 36.50% of the debt service and operating costs for the Lodi unit.

The City's participation in procurement of natural gas for fuel for existing and new combustion turbine units was approved in 1993. Although there is currently no additional debt financing, the City and NCPA have committed to long-term payments for gas transmission pipeline capacity, and entered a purchase contract for natural gas. The City is obligated to pay 17.9218%.

At June 30, 2000, the book value of this Project's plant, equipment and other assets was \$148,810,451, while its long-term debt totaled \$148,995,586 and other liabilities totaled a deficit of \$185,135. The City's share of the Project's long-term debt amounted to \$54,383,389 at that date.

Graeagle Hydroelectric Project

The City's participation in this small hydroelectric project was approved in 1993. Although this project does not involve any financing, it does involve a long-term contractual commitment to purchase the power produced by the project.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 15 - NORTHERN CALIFORNIA POWER AGENCY (NCPA) (Continued)

Northwest Power Purchase Contract

The City's participation with other NCPA members in a long-term contract for purchase of power from the Washington Water Power Company was approved in 1993. At that date the City did not have a share of the Project's long-term debt. On February 1, 1997, the NCPA issued \$18,310,000 in Northwest Resource Revenue Bonds. The proceeds will permit early termination of the contract by financing a portion of a payment to be made under the Northwest Power Purchase Contract and costs of issuance of the debt. Under the NCPA Agreement for Financing Electric Capacity, the City is obligated to pay 22.8940% of this debt service. At June 30, 2000 the book value of this Project's total assets was \$19,711,215, while its long-term debt totaled \$8,778,388 and other liabilities totaled \$10,932,827. The City's share of the Project's long-term debt amounted to \$2,009,724 at that date.

California Electric Industry Restructuring

In September 1996, the California State legislature signed into law Assembly Bill 1890 (AB 1890) deregulating the electric power supply market and restructuring the electric power industry in California. While the majority of the legislation is directed at investor-owned utilities (IOU), the City and other California public utilities are affected by the restructuring of markets serving 70% of the electric load in California and the introduction of direct access in neighboring service territories.

NCPA's Industry Restructuring Task Force plays an active role in protecting members contractual rights in FERC, California Public Utilities Commission (CPUC), and legislative regulatory proceedings. Priorities are the preservation of local rate making authority for publicly owned utilities, assuring that NCPA member investments are fully recovered, removing IRS restrictions on the use of NCPA and member assets after deregulation, and maintaining members' preference access to power from the Central Valley Project and Western Area Power Authority.

NCPA's Generation Operations and Marketing, Pooling and Member Services Business Units seek to enhance members' competitive position by capitalizing on new marketing and service opportunities resulting from restructuring. Generation Operations and Marketing services work in tandem to optimize system operations and identify market power sales/purchase opportunities.

In addition, as restructuring increased the need for scheduling coordinators, NCPA was able to market its scheduling capabilities. During the 1996-1997 fiscal year, NCPA provided scheduling and interchange management services for eight power marketers, including PG & E Services, US Generating Company, and Cinergy.

NCPA is working to expand membership and services to other public sector organizations. The agency modified its scheduling systems to serve the Bay Area Rapid Transit (BART) which became an NCPA member in August 1997.

NCPA Financial Information

NCPA's financial statements can be obtained from NCPA, 180 Cirby Way, Roseville, CA 95678.

CITY OF ROSEVILLE
Notes to Financial Statements

**NOTE 16 - MUNICIPAL SOLID WASTE LANDFILL CLOSURE AND POSTCLOSURE
CARE COSTS**

State and federal laws and regulations require that the City perform certain maintenance and monitoring functions at the Roseville sanitary landfill site, which is closed, through the year 2024. Accordingly, the City has recorded a liability and expense in the Enterprise Refuse Fund for the estimated postclosure care cost. The recorded amount is based on applicable state and local laws and regulations concerning closure and postclosure care. If additional postclosure care requirements are determined (due to changes in technology or applicable laws or regulations, for example), these costs may result in increased charges to future landfill users or the usage of future tax revenues.

NOTE 17 - CONTINGENT LIABILITIES

Under the terms of its NCPA joint venture agreement, the City is contingently liable for a portion of the bonded indebtedness issued by these agencies under take-or-pay or similar agreements, as discussed in Note 15. The City's estimated share of such debt outstanding at June 30, 2000 was \$143,769,343. Under certain circumstances, the City may also be responsible for a portion of the costs of operating these entities. Under certain circumstances, such as default or bankruptcy of other participants, the City may also be liable to pay a portion of the debt of these joint ventures on behalf of the other participants.

The City was served with a lawsuit October 19, 1998, alleging that the City's long-standing practice of transferring a percentage of the amounts annually budgeted by the City's Water, Wastewater and Solid Waste departments violates the provisions of Proposition 218. Proposition 218 related issues have not been litigated to conclusion in California yet, so no controlling precedent exists. The Court granted plaintiff's motion for summary judgment, and denied the City's motion. On August 9, 2000 the City filed the City's Notice of Appeal with the Third District Court of Appeal. No hearing date has been scheduled. However, per the City Attorney, the City expects to continue to vigorously defend this action and believe the chances of prevailing are good.

The City is in the process of expanding its wastewater treatment capacity through the construction of a new wastewater treatment plant known as the Pleasant Grove Wastewater Treatment Plant. Certain environmental organizations have also filed an administrative appeal of the permit for the Pleasant Grove facility. The outcome of those proceedings could significantly affect the availability of the City to provide wastewater service or the cost of providing such service. The City believes it is likely it will prevail.

The City participates in Federal and State grant programs. These programs have been audited through the fiscal year ended June 30, 2000 by the City's independent accountants in accordance with the provisions of the federal Single Audit Act amendments of 1996 and applicable State requirements. No cost disallowances were proposed as a result of these audits; however, these programs are still subject to further examination by the grantors and the amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

The City is subject to litigation arising in the normal course of business. In the opinion of the City Attorney there is no pending litigation, other than disclosed above, which is likely to have a material adverse effect on the financial position of the City.

CITY OF ROSEVILLE
Notes to Financial Statements

NOTE 18 - SUBSEQUENT EVENT

The City has committed approximately \$85,206,000 for the construction of the Pleasant Grove Wastewater Treatment Plant. The City has also committed approximately \$12,326,100 for the construction of phase II of the Civic Center.

GENERAL FUND

The General Fund is used for all the general revenues of the City not specifically levied or collected for other City funds and the related expenditures. The general fund accounts for all financial resources of a governmental unit which are not accounted for in another fund.

CITY OF ROSEVILLE
GENERAL FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2000 AND 1999

	2000	1999
ASSETS		
Cash and investments in City Treasury	\$11,006,565	\$11,734,855
Receivables:		
Taxes	1,454,490	1,132,465
Accounts	1,373,841	743,617
Accrued interest	120,575	208,935
Due from other government agencies	1,838,314	1,852,130
Due from other funds	183,086	208,005
Advances to other funds	15,737,888	6,685,671
Prepaid expenses	17,990	7,522
Notes receivable	184,385	224,578
Inventories	494,769	470,637
	\$32,411,903	\$23,268,415
LIABILITIES		
Accounts payable	\$2,171,653	\$2,002,049
Accrued liabilities	1,443,200	988,403
Due to other funds	9,472	56
Due to other government agencies	6,088	1,897
Advances from other funds	1,656,917	1,656,917
Deposits	1,266,373	1,068,370
Deferred revenue	40,741	40,741
	6,594,444	5,758,433
FUND BALANCES		
Reserved for advances	15,737,888	6,685,671
Reserved for inventories	494,769	470,637
Reserved for encumbrances	1,313,564	1,160,409
Reserved for notes receivable	184,385	224,578
Reserved for prepaid expenses	17,990	7,522
Unreserved:		
Designated for economic reserve	5,533,700	
Undesignated	2,535,163	8,961,165
	25,817,459	17,509,982
	\$32,411,903	\$23,268,415

CITY OF ROSEVILLE
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2000
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 1999

	2000		Variance Favorable (Unfavorable)	1999
	Budget	Actual		Actual
REVENUES				
Taxes	\$39,301,830	\$43,250,569	\$3,948,739	\$36,493,562
Licenses and permits	2,123,500	2,210,596	87,096	2,274,709
Charges for services	5,665,782	6,947,679	1,281,897	5,866,546
Subventions and grants	4,053,771	4,161,416	107,645	3,456,955
Use of money and property	829,590	1,052,817	223,227	892,315
Fines, forfeitures and penalties	75,800	72,853	(2,947)	66,658
Miscellaneous revenues	221,250	301,142	79,892	420,327
Total Revenues	<u>52,271,523</u>	<u>57,997,072</u>	<u>5,725,549</u>	<u>49,471,072</u>
EXPENDITURES				
Current:				
General government	17,415,896	15,434,372	1,981,524	15,453,854
Public works	16,792,083	16,652,261	139,822	9,691,170
Public safety	21,850,796	20,551,250	1,299,546	19,579,783
Library	2,214,894	2,014,063	200,831	1,971,818
Parks and recreation	8,171,467	7,095,673	1,075,794	6,810,633
Debt service				
Principal	2,189,032	2,067,740	121,292	1,204,209
Interest and fiscal charges	149,662	164,752	(15,090)	235,109
Total Expenditures	<u>68,783,830</u>	<u>63,980,111</u>	<u>4,803,719</u>	<u>54,946,576</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(16,512,307)</u>	<u>(5,983,039)</u>	<u>10,529,268</u>	<u>(5,475,504)</u>
OTHER FINANCING SOURCES (USES)				
Contributions from developers	1,157,030	301,263	(855,767)	484,203
Proceeds from capital lease		78,368	78,368	2,273,169
Operating transfers in	19,297,687	17,329,901	(1,967,786)	13,126,378
Operating transfers (out)	(3,634,259)	(3,419,016)	215,243	(1,713,971)
Total Other Financing Sources (Uses)	<u>16,820,458</u>	<u>14,290,516</u>	<u>(2,529,942)</u>	<u>14,169,779</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$308,151</u>	<u>8,307,477</u>	<u>\$7,999,326</u>	<u>8,694,275</u>
Fund balance at beginning of year		<u>17,509,982</u>		<u>8,815,707</u>
Fund balance at end of year		<u>\$25,817,459</u>		<u>\$17,509,982</u>

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SPECIAL REVENUE FUNDS

These funds account for the proceeds from specific revenue sources that are legally restricted to expenditures for specified purposes.

CITY OF ROSEVILLE
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2000
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 1999

	State Gasoline Tax	Home Improvement	Construction Surcharge	California Library Services	Traffic Safety	FEMA	Law Enforcement Services
ASSETS							
Cash and investments in City Treasury	\$1,390,802	\$375,379	\$76,178	\$64,905			\$183,689
Restricted cash and investments with fiscal agents							
Receivables:							
Accounts				1,390	\$9,628		
Accrued interest	13,809	111,955	831	689			1,981
Due from other government agencies					27,503	\$66,893	
Due from other funds		50,000	1,456				
Advances to other funds		9,183					
Deferred receivables							
Notes receivables		140,155					
Total Assets	\$1,404,611	\$686,672	\$78,465	\$66,984	\$37,131	\$66,893	\$185,670
LIABILITIES							
Accounts payable	\$422,931		\$45,369	\$1,220			
Accrued liabilities							
Due to other funds	13,716				\$37,131		
Due to other government agencies							
Advances from other funds							
Deferred revenue		\$83,006				\$66,893	
Total Liabilities	436,647	83,006	45,369	1,220	37,131	66,893	
FUND BALANCES							
Reserved for:							
Advances		9,183					
Encumbrances	22,360		2,215	365			
Low and moderate income housing							
Deferred receivables and notes receivable		57,149					
Unreserved	945,604	537,334	30,881	65,399			\$185,670
Total Fund Balances (Deficit)	967,964	603,666	33,096	65,764			185,670
Total Liabilities and Fund Balances	\$1,404,611	\$686,672	\$78,465	\$66,984	\$37,131	\$66,893	\$185,670

Local Law Enforcement Block Grant	Fire Facilities	Traffic Mitigation	Public Facilities	Park Development	Pleasant Grove Drain Basin	Native Oak Tree Propagation	Non-native Oak Tree Propagation	Community Development Block Grant	Home Investment Partnership Program
\$76,648	\$5,576,133	\$5,474,303	\$2,900,210	\$12,439,876	\$8,152,074	\$1,617,239	\$816,988		
865	69,508	1,480 70,969 259,388	71 33,340	136,611 42,052	87,738	17,126	8,832	\$98,049	\$447,272
	306,370 45,183	5,045,346	395,667	99,572	273,070			584,876	2,594,623
<u>\$77,513</u>	<u>\$5,997,194</u>	<u>\$10,851,486</u>	<u>\$3,329,288</u>	<u>\$12,718,111</u>	<u>\$8,512,882</u>	<u>\$1,634,365</u>	<u>\$825,820</u>	<u>\$682,925</u>	<u>\$3,041,895</u>
	\$884	\$3,068,173	\$739	\$192,455	\$693	\$1,378	\$1,058	\$13,464	
	61,900	1,456	119,366	742,595				84,585 584,876	\$287,076 2,594,623
<u>\$73,675</u>	<u>351,553</u>	<u>5,132,392</u>	<u>7,000,000 395,370</u>	<u>6,600,000 99,572</u>	<u>273,070</u>				
<u>73,675</u>	<u>414,337</u>	<u>8,202,021</u>	<u>7,515,475</u>	<u>7,634,622</u>	<u>273,763</u>	<u>1,378</u>	<u>1,058</u>	<u>682,925</u>	<u>2,881,699</u>
	255,040	33,093		68,681					
<u>3,838</u>	<u>5,327,817</u>	<u>2,616,372</u>	<u>(4,186,187)</u>	<u>5,014,808</u>	<u>8,239,119</u>	<u>1,632,987</u>	<u>824,762</u>		<u>160,196</u>
<u>3,838</u>	<u>5,582,857</u>	<u>2,649,465</u>	<u>(4,186,187)</u>	<u>5,083,489</u>	<u>8,239,119</u>	<u>1,632,987</u>	<u>824,762</u>		<u>160,196</u>
<u>\$77,513</u>	<u>\$5,997,194</u>	<u>\$10,851,486</u>	<u>\$3,329,288</u>	<u>\$12,718,111</u>	<u>\$8,512,882</u>	<u>\$1,634,365</u>	<u>\$825,820</u>	<u>\$682,925</u>	<u>\$3,041,895</u>

(Continued)

CITY OF ROSEVILLE
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2000
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 1999

	Citizens Benefit	Housing Authority Section 8	Affordable Housing	Redevelopment Agency of the City of Roseville	TOTALS	
					2000	1999
ASSETS						
Cash and investments in City Treasury	\$14,801,490	\$338,506	\$451,628	\$2,601,065	\$57,337,113	\$55,792,612
Restricted cash and investments with fiscal agents	490,910	63,158			554,068	528,671
Receivables:						
Accounts	12,538	1,268			26,375	150,904
Accrued interest	240,798		4,870	24,968	824,890	762,386
Due from other government agencies		23,084		98,849	1,021,038	1,191,541
Due from other funds					93,508	50,056
Advances to other funds					9,183	59,183
Deferred receivables					6,120,025	4,761,068
Notes receivables				296,741	3,661,578	2,507,136
Total Assets	\$15,545,736	\$426,016	\$456,498	\$3,021,623	\$69,647,778	\$65,803,557
LIABILITIES						
Accounts payable		\$67,197		\$9,185	\$3,824,746	\$2,045,124
Accrued liabilities		83,754		951,089	1,034,843	974,590
Due to other funds	\$31,777			100,000	1,479,602	881,528
Due to other government agencies					3,179,499	2,515,997
Advances from other funds				3,250,972	16,850,972	7,898,755
Deferred revenue		150,130		296,741	6,922,402	5,151,109
Total Liabilities	31,777	301,081		4,607,987	33,292,064	19,467,103
FUND BALANCES						
Reserved for:						
Advances					9,183	259,183
Encumbrances				40,867	422,621	271,302
Low and moderate income housing				56,614	56,614	29,515
Deferred receivables and notes receivable					57,149	
Unreserved	15,513,959	124,935	\$456,498	(1,683,845)	35,810,147	45,776,454
Total Fund Balances (Deficit)	15,513,959	124,935	456,498	(1,586,364)	36,355,714	46,336,454
Total Liabilities and Fund Balances	\$15,545,736	\$426,016	\$456,498	\$3,021,623	\$69,647,778	\$65,803,557

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CITY OF ROSEVILLE
SPECIAL REVENUE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2000
WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 1999

	State Gasoline Tax	Home Improvement	Construction Surcharge	California Library Services	Traffic Safety	FEMA	Law Enforcement Services
REVENUES							
Taxes							
Charges for services				\$83,290			
Subventions and grants	\$1,386,483		\$447,724	125,629		\$4,539,343	\$158,994
Use of money and property	70,513	\$21,977	9,739	3,843			5,882
Fines, forfeitures and penalties					\$282,131		
Miscellaneous revenues	804			2,321			
Total Revenues	<u>1,457,800</u>	<u>21,977</u>	<u>457,463</u>	<u>215,083</u>	<u>282,131</u>	<u>4,539,343</u>	<u>164,876</u>
EXPENDITURES							
Current							
General government		14,028		192,699			
Housing assistance payments							
Capital outlay	1,219,501		812,654				
Debt service							
Interest and fiscal charges							
Total Expenditures	<u>1,219,501</u>	<u>14,028</u>	<u>812,654</u>	<u>192,699</u>			
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>238,299</u>	<u>7,949</u>	<u>(355,191)</u>	<u>22,384</u>	<u>282,131</u>	<u>4,539,343</u>	<u>164,876</u>
OTHER FINANCING SOURCES (USES)							
Contributions from property owners							
Contributions from developers							
Proceeds from sale of property							
Operating transfers in			582,243				
Operating transfers out	(1,200,127)		(2,260)	(4,890)	(282,131)	(4,539,343)	
Total Other Financing Sources (Uses)	<u>(1,200,127)</u>		<u>579,983</u>	<u>(4,890)</u>	<u>(282,131)</u>	<u>(4,539,343)</u>	
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	(961,828)	7,949	224,792	17,494			164,876
Fund balances (deficits) at beginning of year	1,929,792	595,717	(191,696)	48,270			20,794
Fund balances (deficits) at end of year	<u>\$967,964</u>	<u>\$603,666</u>	<u>\$33,096</u>	<u>\$65,764</u>			<u>\$185,670</u>

Local Law Enforcement Block Grant	Fire Facilities	Traffic Mitigation	Public Facilities	Park Development	Pleasant Grove Drain Basin	Native Oak Tree Propagation	Non-native Oak Tree Propagation	Community Development Block Grant	Home Investment Partnership Program
	\$2,162,394	\$10,018,798	\$2,084,483	\$4,396,099	\$1,051,944	\$744,187	\$531,150		
3,837	300,200	3,000,000 679,875	150,294	441,985	\$368,930	57,209	22,068	\$393,569	\$763,230
		2,972		(18,867)				27,290	72,481
<u>3,837</u>	<u>2,462,594</u>	<u>13,701,645</u>	<u>2,234,777</u>	<u>4,819,217</u>	<u>1,420,874</u>	<u>801,396</u>	<u>553,218</u>	<u>420,859</u>	<u>835,711</u>
						19,495	29,711	334,589	823,948
	220,544	25,261,098		1,125,496				98,022	
	<u>220,544</u>	<u>25,261,098</u>		<u>1,125,496</u>		<u>19,495</u>	<u>29,711</u>	<u>432,611</u>	<u>823,948</u>
<u>3,837</u>	<u>2,242,050</u>	<u>(11,559,453)</u>	<u>2,234,777</u>	<u>3,693,721</u>	<u>1,420,874</u>	<u>781,901</u>	<u>523,507</u>	<u>(11,752)</u>	<u>11,763</u>
		468,608		180,000 536,232					
(3,614)	(1,745,306)	(601,833)	(2,438,442)	95,398 (4,619,584)	(3,830)	(560)	(360)	57,996 (46,244)	148,355
<u>(3,614)</u>	<u>(1,745,306)</u>	<u>(133,225)</u>	<u>(2,438,442)</u>	<u>(3,807,954)</u>	<u>(3,830)</u>	<u>(560)</u>	<u>(360)</u>	<u>11,752</u>	<u>148,355</u>
223	496,744	(11,692,678)	(203,665)	(114,233)	1,417,044	781,341	523,147		160,118
3,615	5,086,113	14,342,143	(3,982,522)	5,197,722	6,822,075	851,646	301,615		78
<u>\$3,838</u>	<u>\$5,582,857</u>	<u>\$2,649,465</u>	<u>(\$4,186,187)</u>	<u>\$5,083,489</u>	<u>\$8,239,119</u>	<u>\$1,632,987</u>	<u>\$824,762</u>		<u>\$160,196</u>

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CITY OF ROSEVILLE
SPECIAL REVENUE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2000
WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 1999

	Citizens Benefit	Housing Authority Section 8	Affordable Housing	Redevelopment Agency of the City of Roseville	TOTALS	
					2000	1999
REVENUES						
Taxes				\$1,001,065	\$3,163,459	\$2,658,527
Charges for services					18,909,951	15,273,237
Subventions and grants		\$1,794,953		14,398	12,624,323	5,454,613
Use of money and property	\$764,830	3,932	\$8,708	84,755	2,998,577	2,332,290
Fines, forfeitures and penalties					282,131	278,463
Miscellaneous revenues	9,451	20,141		5,500	122,093	265,959
Total Revenues	774,281	1,819,026	8,708	1,105,718	38,100,534	26,263,089
EXPENDITURES						
Current						
General government	1,131,045	263,194		776,934	3,585,643	3,690,816
Housing assistance payments		1,496,176			1,496,176	1,495,145
Capital outlay				196,526	28,933,841	9,980,765
Debt service						
Interest and fiscal charges				98,241	98,241	78,009
Total Expenditures	1,131,045	1,759,370		1,071,701	34,113,901	15,244,735
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(356,764)	59,656	8,708	34,017	3,986,633	11,018,354
OTHER FINANCING SOURCES (USES)						
Contributions from property owners					180,000	723,970
Contributions from developers			400,000	103,912	1,508,752	2,191,577
Proceeds from sale of property						69,456
Operating transfers in			47,790	150,000	1,081,782	4,964,700
Operating transfers out	(510,135)	(49,600)		(689,648)	(16,737,907)	(17,229,943)
Total Other Financing Sources (Uses)	(510,135)	(49,600)	447,790	(435,736)	(13,967,373)	(9,280,240)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	(866,899)	10,056	456,498	(401,719)	(9,980,740)	1,738,114
Fund balances (deficits) at beginning of year	16,380,858	114,879		(1,184,645)	46,336,454	44,598,340
Fund balances (deficits) at end of year	<u>\$15,513,959</u>	<u>\$124,935</u>	<u>\$456,498</u>	<u>(\$1,586,364)</u>	<u>\$36,355,714</u>	<u>\$46,336,454</u>

CITY OF ROSEVILLE
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	STATE GASOLINE TAX			HOME IMPROVEMENT		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Taxes						
Charges for current services						
Subventions and grants	\$2,443,266	\$1,386,483	(\$1,056,783)			
Use of money and property	128,680	70,513	(58,167)	\$15,550	\$21,977	\$6,427
Fines, forfeitures and penalties						
Miscellaneous revenues		804	804			
Total Revenues	2,571,946	1,457,800	(1,114,146)	15,550	21,977	6,427
EXPENDITURES						
Current						
General government				30,000	14,028	15,972
Housing assistance payments						
Capital outlay	2,813,499	1,219,501	1,593,998			
Debt service						
Interest and fiscal charges						
Total Expenditures	2,813,499	1,219,501	1,593,998	30,000	14,028	15,972
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(241,553)	238,299	479,852	(14,450)	7,949	22,399
OTHER FINANCING SOURCES (USES)						
Contributions from property owners						
Contributions from developers						
Proceeds from sale of property						
Operating transfers in						
Operating transfers out	(1,399,852)	(1,200,127)	199,725			
Total Other Financing Sources (Uses)	(1,399,852)	(1,200,127)	199,725			
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(\$1,641,405)	(961,828)	\$679,577	(\$14,450)	7,949	\$22,399
Fund balances (deficits) at beginning of year		1,929,792			595,717	
Fund not budgeted:						
Affordable Housing						
Fund balances (deficits) at end of year		\$967,964			\$603,666	

CONSTRUCTION SURCHARGE			CALIFORNIA LIBRARY SERVICES			TRAFFIC SAFETY		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$450,000	\$447,724	(\$2,276)	\$80,000	\$83,290	\$3,290			
51,620	9,739	(41,881)	125,000	125,629	629			
			1,630	3,843	2,213	\$185,000	\$282,131	\$97,131
				2,321	2,321			
<u>501,620</u>	<u>457,463</u>	<u>(44,157)</u>	<u>206,630</u>	<u>215,083</u>	<u>8,453</u>	<u>185,000</u>	<u>282,131</u>	<u>97,131</u>
			209,993	192,699	17,294			
870,678	812,654	58,024						
<u>870,678</u>	<u>812,654</u>	<u>58,024</u>	<u>209,993</u>	<u>192,699</u>	<u>17,294</u>			
<u>(369,058)</u>	<u>(355,191)</u>	<u>13,867</u>	<u>(3,363)</u>	<u>22,384</u>	<u>25,747</u>	<u>185,000</u>	<u>282,131</u>	<u>97,131</u>
608,049	582,243	(25,806)						
(2,260)	(2,260)		(4,890)	(4,890)		(185,000)	(282,131)	(97,131)
<u>605,789</u>	<u>579,983</u>	<u>(25,806)</u>	<u>(4,890)</u>	<u>(4,890)</u>		<u>(185,000)</u>	<u>(282,131)</u>	<u>(97,131)</u>
<u>\$236,731</u>	224,792	<u>(\$11,939)</u>	<u>(\$8,253)</u>	17,494	<u>\$25,747</u>			
	(191,696)			48,270				
	<u>\$33,096</u>			<u>\$65,764</u>				

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CITY OF ROSEVILLE
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	FEMA			LAW ENFORCEMENT SERVICES		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Taxes						
Charges for current services						
Subventions and grants		\$4,539,343	\$4,539,343		\$158,994	\$158,994
Use of money and property				\$7,810	5,882	(1,928)
Fines, forfeitures and penalties						
Miscellaneous revenues						
Total Revenues		<u>4,539,343</u>	<u>4,539,343</u>	<u>7,810</u>	<u>164,876</u>	<u>157,066</u>
EXPENDITURES						
Current						
General government						
Housing assistance payments						
Capital outlay						
Debt service						
Interest and fiscal charges						
Total Expenditures						
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		<u>4,539,343</u>	<u>4,539,343</u>	<u>7,810</u>	<u>164,876</u>	<u>157,066</u>
OTHER FINANCING SOURCES (USES)						
Contributions from property owners						
Contributions from developers						
Proceeds from sale of property						
Operating transfers in						
Operating transfers out	(6,200,000)	(4,539,343)	1,660,657			
Total Other Financing Sources (Uses)	<u>(6,200,000)</u>	<u>(4,539,343)</u>	<u>1,660,657</u>			
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(\$6,200,000)</u>		<u>\$6,200,000</u>	<u>\$7,810</u>	<u>164,876</u>	<u>\$157,066</u>
Fund balances (deficits) at beginning of year					20,794	
Fund not budgeted: Affordable Housing						
Fund balances (deficits) at end of year					<u>\$185,670</u>	

LOCAL LAW ENFORCEMENT BLOCK GRANT			FIRE FACILITIES			TRAFFIC MITIGATION		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
			\$2,598,000	\$2,162,394	(\$435,606)	\$7,250,000	\$10,018,798	\$2,768,798
\$75,000		(\$75,000)				2,331,695	3,000,000	668,305
500	\$3,837	3,337	253,940	300,200	46,260	670,050	679,875	9,825
							2,972	2,972
<u>75,500</u>	<u>3,837</u>	<u>(71,663)</u>	<u>2,851,940</u>	<u>2,462,594</u>	<u>(389,346)</u>	<u>10,251,745</u>	<u>13,701,645</u>	<u>3,449,900</u>
			480,107	220,544	259,563	33,756,501	25,261,098	8,495,403
			<u>480,107</u>	<u>220,544</u>	<u>259,563</u>	<u>33,756,501</u>	<u>25,261,098</u>	<u>8,495,403</u>
<u>75,500</u>	<u>3,837</u>	<u>(71,663)</u>	<u>2,371,833</u>	<u>2,242,050</u>	<u>(129,783)</u>	<u>(23,504,756)</u>	<u>(11,559,453)</u>	<u>11,945,303</u>
						3,676,132	468,608	(3,207,524)
	(3,614)	(3,614)	(2,935,121)	(1,745,306)	1,189,815	1,092,200		(1,092,200)
						(627,639)	(601,833)	25,806
	(3,614)	(3,614)	(2,935,121)	(1,745,306)	1,189,815	4,140,693	(133,225)	(4,273,918)
<u>\$75,500</u>	<u>223</u>	<u>(\$75,277)</u>	<u>(\$563,288)</u>	<u>496,744</u>	<u>\$1,060,032</u>	<u>(\$19,364,063)</u>	<u>(11,692,678)</u>	<u>\$7,671,385</u>
	<u>3,615</u>			<u>5,086,113</u>			<u>14,342,143</u>	
	<u>\$3,838</u>			<u>\$5,582,857</u>			<u>\$2,649,465</u>	

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CITY OF ROSEVILLE
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	PUBLIC FACILITIES			PARK DEVELOPMENT		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Taxes						
Charges for current services	\$2,500,000	\$2,084,483	(\$415,517)	\$2,982,278	\$4,396,099	\$1,413,821
Subventions and grants				54,280		(54,280)
Use of money and property	87,400	150,294	62,894	285,830	441,985	156,155
Fines, forfeitures and penalties						
Miscellaneous revenues					(18,867)	(18,867)
Total Revenues	<u>2,587,400</u>	<u>2,234,777</u>	<u>(352,623)</u>	<u>3,322,388</u>	<u>4,819,217</u>	<u>1,496,829</u>
EXPENDITURES						
Current						
General government						
Housing assistance payments						
Capital outlay				3,054,137	1,125,496	1,928,641
Debt service						
Interest and fiscal charges						
Total Expenditures				<u>3,054,137</u>	<u>1,125,496</u>	<u>1,928,641</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>2,587,400</u>	<u>2,234,777</u>	<u>(352,623)</u>	<u>268,251</u>	<u>3,693,721</u>	<u>3,425,470</u>
OTHER FINANCING SOURCES (USES)						
Contributions from property owners				180,000	180,000	
Contributions from developers					536,232	536,232
Proceeds from sale of property						
Operating transfers in				655,490	95,398	(560,092)
Operating transfers out	(5,547,471)	(2,438,442)	3,109,029	(5,116,953)	(4,619,584)	497,369
Total Other Financing Sources (Uses)	<u>(5,547,471)</u>	<u>(2,438,442)</u>	<u>3,109,029</u>	<u>(4,281,463)</u>	<u>(3,807,954)</u>	<u>473,509</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(\$2,960,071)</u>	<u>(203,665)</u>	<u>\$2,756,406</u>	<u>(\$4,013,212)</u>	<u>(114,233)</u>	<u>\$3,898,979</u>
Fund balances (deficits) at beginning of year		(3,982,522)			5,197,722	
Fund not budgeted:						
Affordable Housing						
Fund balances (deficits) at end of year		<u>(\$4,186,187)</u>			<u>\$5,083,489</u>	

PLEASANT GROVE DRAIN BASIN			NATIVE OAK TREE PROPAGATION			NON-NATIVE OAK TREE PROPAGATION		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$653,500	\$1,051,944	\$398,444	\$200,000	\$744,187	\$544,187	\$25,000	\$531,150	\$506,150
314,320	368,930	54,610	42,740	57,209	14,469	15,810	22,068	6,258
<u>967,820</u>	<u>1,420,874</u>	<u>453,054</u>	<u>242,740</u>	<u>801,396</u>	<u>558,656</u>	<u>40,810</u>	<u>553,218</u>	<u>512,408</u>
			55,720	19,495	36,225	92,585	29,711	62,874
			<u>55,720</u>	<u>19,495</u>	<u>36,225</u>	<u>92,585</u>	<u>29,711</u>	<u>62,874</u>
<u>967,820</u>	<u>1,420,874</u>	<u>453,054</u>	<u>187,020</u>	<u>781,901</u>	<u>594,881</u>	<u>(51,775)</u>	<u>523,507</u>	<u>575,282</u>
(3,830)	(3,830)		(560)	(560)		(360)	(360)	
(3,830)	(3,830)		(560)	(560)		(360)	(360)	
<u>\$963,990</u>	<u>1,417,044</u>	<u>\$453,054</u>	<u>\$186,460</u>	<u>781,341</u>	<u>\$594,881</u>	<u>(\$52,135)</u>	<u>523,147</u>	<u>\$575,282</u>
	<u>6,822,075</u>			<u>851,646</u>			<u>301,615</u>	
	<u>\$8,239,119</u>			<u>\$1,632,987</u>			<u>\$824,762</u>	

(Continued)

CITY OF ROSEVILLE
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	COMMUNITY DEVELOPMENT BLOCK GRANT			HOME INVESTMENT PARTNERSHIP PROGRAM		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Taxes						
Charges for current services						
Subventions and grants	\$940,752	\$393,569	(\$547,183)	\$938,327	\$763,230	(\$175,097)
Use of money and property						
Fines, forfeitures and penalties						
Miscellaneous revenues		27,290	27,290		72,481	72,481
Total Revenues	<u>940,752</u>	<u>420,859</u>	<u>(519,893)</u>	<u>938,327</u>	<u>835,711</u>	<u>(102,616)</u>
EXPENDITURES						
Current						
General government	497,752	334,589	163,163	894,167	823,948	70,219
Housing assistance payments						
Capital outlay	473,278	98,022	375,256			
Debt service						
Interest and fiscal charges						
Total Expenditures	<u>971,030</u>	<u>432,611</u>	<u>538,419</u>	<u>894,167</u>	<u>823,948</u>	<u>70,219</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(30,278)</u>	<u>(11,752)</u>	<u>18,526</u>	<u>44,160</u>	<u>11,763</u>	<u>(32,397)</u>
OTHER FINANCING SOURCES (USES)						
Contributions from property owners						
Contributions from developers						
Proceeds from sale of property						
Operating transfers in	100,000	57,996	(42,004)	148,355	148,355	148,355
Operating transfers out	(200,000)	(46,244)	153,756			
Total Other Financing Sources (Uses)	<u>(100,000)</u>	<u>11,752</u>	<u>111,752</u>	<u>148,355</u>	<u>148,355</u>	<u>148,355</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u><u>(\$130,278)</u></u>		<u><u>\$130,278</u></u>	<u><u>\$44,160</u></u>	<u><u>160,118</u></u>	<u><u>\$115,958</u></u>
Fund balances (deficits) at beginning of year					78	
Fund not budgeted:						
Affordable Housing						
Fund balances (deficits) at end of year					<u><u>\$160,196</u></u>	

CITIZENS BENEFIT			HOUSING AUTHORITY SECTION 8			CITY OF ROSEVILLE REDEVELOPMENT AGENCY OF THE CITY OF ROSEVILLE		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
						\$711,711	\$1,001,065	\$289,354
\$899,400	\$764,830	(\$134,570)	\$1,875,415	\$1,794,953	(\$80,462)	10,350	14,398	4,048
			2,000	3,932	1,932	45,300	84,755	39,455
	9,451	9,451	3,900	20,141	16,241		5,500	5,500
899,400	774,281	(125,119)	1,881,315	1,819,026	(62,289)	767,361	1,105,718	338,357
1,313,823	1,131,045	182,778	231,878	263,194	(31,316)	1,090,023	776,934	313,089
			1,597,000	1,496,176	100,824	1,935,568	196,526	1,739,042
							98,241	(98,241)
1,313,823	1,131,045	182,778	1,828,878	1,759,370	69,508	3,025,591	1,071,701	1,953,890
(414,423)	(356,764)	57,659	52,437	59,656	7,219	(2,258,230)	34,017	2,292,247
							103,912	103,912
(600,000)	(510,135)	89,865	(49,600)	(49,600)		(52,450)	150,000	150,000
							(689,648)	(637,198)
(600,000)	(510,135)	89,865	(49,600)	(49,600)		(52,450)	(435,736)	(383,286)
(\$1,014,423)	(866,899)	\$147,524	\$2,837	10,056	\$7,219	(\$2,310,680)	(401,719)	\$1,908,961
	16,380,858			114,879			(1,184,645)	
	\$15,513,959			\$124,935			(\$1,586,364)	

(Continued)

CITY OF ROSEVILLE
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	TOTALS		
	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Taxes	\$3,309,711	\$3,163,459	(\$146,252)
Charges for current services	13,690,778	18,909,951	5,219,173
Subventions and grants	9,244,085	12,624,323	3,380,238
Use of money and property	2,822,580	2,989,869	167,289
Fines, forfeitures and penalties	185,000	282,131	97,131
Miscellaneous revenues	3,900	122,093	118,193
Total Revenues	<u>29,256,054</u>	<u>38,091,826</u>	<u>8,835,772</u>
EXPENDITURES			
Current			
General government	4,415,941	3,585,643	830,298
Housing assistance payments	1,597,000	1,496,176	100,824
Capital outlay	43,383,768	28,933,841	14,449,927
Debt service			
Interest and fiscal charges		98,241	(98,241)
Total Expenditures	<u>49,396,709</u>	<u>34,113,901</u>	<u>15,282,808</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(20,140,655)</u>	<u>3,977,925</u>	<u>24,118,580</u>
OTHER FINANCING SOURCES (USES)			
Contributions from property owners	180,000	180,000	
Contributions from developers	3,676,132	1,108,752	(2,567,380)
Proceeds from sale of property			
Operating transfers in	2,455,739	1,033,992	(1,421,747)
Operating transfers out	(22,925,986)	(16,737,907)	6,188,079
Total Other Financing Sources (Uses)	<u>(16,614,115)</u>	<u>(14,415,163)</u>	<u>2,198,952</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(\$36,754,770)</u>	<u>(10,437,238)</u>	<u>\$26,317,532</u>
Fund balances (deficits) at beginning of year		46,336,454	
Fund not budgeted:			
Affordable Housing		456,498	
Fund balances (deficits) at end of year		<u>\$36,355,714</u>	

DEBT SERVICE FUND

The Debt Service Fund is used to account for the payment of interest and principal on the general debt service of the City and related entities.

CITY OF ROSEVILLE
 ROSEVILLE FINANCE AUTHORITY DEBT SERVICE FUND
 COMPARATIVE BALANCE SHEETS
 JUNE 30, 2000 AND 1999

	<u>2000</u>	<u>1999</u>
ASSETS		
Restricted cash and investments with fiscal agents	<u>\$1,603,009</u>	<u>\$1,732,744</u>
Total Assets	<u><u>\$1,603,009</u></u>	<u><u>\$1,732,744</u></u>
FUND BALANCES		
Reserved for debt service	<u>\$1,603,009</u>	<u>\$1,732,744</u>
Total Fund Balances	<u><u>\$1,603,009</u></u>	<u><u>\$1,732,744</u></u>

CITY OF ROSEVILLE
 ROSEVILLE FINANCE AUTHORITY DEBT SERVICE FUND
 COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000
 WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 1999

	<u>2000</u>	<u>1999</u>
REVENUES		
Use of money and property	<u>\$88,504</u>	<u>\$88,573</u>
Total Revenues	<u>88,504</u>	<u>88,573</u>
EXPENDITURES		
Debt service		
Principal retirement	575,000	555,000
Interest and fiscal charges	<u>999,045</u>	<u>1,021,194</u>
Total Expenditures	<u>1,574,045</u>	<u>1,576,194</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,485,541)</u>	<u>(1,487,621)</u>
OTHER FINANCING SOURCES (USES)		
Operating transfers in	<u>1,355,806</u>	<u>1,374,020</u>
Total Other Financing Sources (Uses)	<u>1,355,806</u>	<u>1,374,020</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	(129,735)	(113,601)
Fund balances at beginning of year	<u>1,732,744</u>	<u>1,846,345</u>
Fund balances at end of year	<u>\$1,603,009</u>	<u>\$1,732,744</u>

CITY OF ROSEVILLE
 ROSEVILLE FINANCE AUTHORITY DEBT SERVICE FUND
 STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Use of money and property	\$115,000	\$88,504	(\$26,496)
Total Revenues	115,000	88,504	(26,496)
EXPENDITURES			
Debt Service			
Principal retirement	\$575,000	575,000	
Interest and fiscal charges	1,001,550	999,045	2,505
Total Expenditures	1,576,550	1,574,045	2,505
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,461,550)	(1,485,541)	(23,991)
OTHER FINANCING SOURCES (USES)			
Operating transfers in	1,574,050	1,355,806	(218,244)
Total Other Financing Sources (Uses)	1,574,050	1,355,806	(218,244)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	\$112,500	(129,735)	(\$242,235)
Fund balance at beginning of year		1,732,744	
Fund balance at end of year		\$1,603,009	

CAPITAL PROJECTS FUNDS

Capital Projects Funds are utilized to account for resources used for the acquisition and construction of capital facilities by the City, with the exception of those assets financed by proprietary funds.

CITY OF ROSEVILLE
 CAPITAL PROJECTS FUNDS
 COMBINING BALANCE SHEETS
 JUNE 30, 2000
 WITH COMPARATIVE AMOUNTS FOR JUNE 30, 1999

	Building	General Capital Improvement Projects Rehabilitation	Foothills Boulevard	Foothills Boulevard Extension	Northwest Roseville Community Facilities District No. 1	North Central Roseville Community Facilities District No. 1
ASSETS						
Cash and investments in City Treasury	\$12,959,407	\$1,978,577	\$186,173		\$134,909	\$6,757,807
Restricted cash and investments with fiscal agents						
Receivables:						
Accounts	299,516					
Accrued interest	123,658	21,019			1,455	59,106
Due from other funds	908,645				50,000	
Advances to other funds					753,970	
Total Assets	\$14,291,226	\$1,999,596	\$186,173		\$940,334	\$6,816,913
LIABILITIES						
Accounts payable	\$1,031,167					\$2,836,047
Deposits						
Due to other funds		\$38,740		\$30,459		
Total Liabilities	1,031,167	38,740		30,459		2,836,047
FUND BALANCES						
Fund Balances:						
Reserved for advances					753,970	
Reserved for encumbrances	622,723					
Unreserved	12,637,336	1,960,856	\$186,173	(30,459)	186,364	3,980,866
Total Fund Balances (Deficit)	13,260,059	1,960,856	186,173	(30,459)	940,334	3,980,866
Total Liabilities and Fund Balances	\$14,291,226	\$1,999,596	\$186,173		\$940,334	\$6,816,913

North Roseville Community Facilities District No. 1	Woodcreek West Community Facilities District No. 1	Crocker Ranch Community Facilities District No. 1	Highland Reserve North Community Facilities District No. 1	Stoneridge Parcel 1 Community Facilities District No. 1	Roseville Finance Authority	TOTALS	
						2000	1999
\$700,114	\$58,124 13,805,532	\$4,078	\$14,611,208	\$30,086 1,710,791	\$283,723	\$23,092,998 30,127,531	\$19,718,489 6,651,917
7,631	133,746	44	7,211	329		299,516 354,199 958,645 918,970	229,935 77,601 788,970
					165,000		
<u>\$707,745</u>	<u>\$13,997,402</u>	<u>\$4,122</u>	<u>\$14,618,419</u>	<u>\$1,741,206</u>	<u>\$448,723</u>	<u>\$55,751,859</u>	<u>\$27,466,912</u>
\$20,066 4,187	\$872,612 2,890	\$4,089	\$2,539,615			\$7,299,507 11,166 69,199	\$3,512,112 5,992 30,459
<u>24,253</u>	<u>875,502</u>	<u>4,089</u>	<u>2,539,615</u>			<u>7,379,872</u>	<u>3,548,563</u>
					165,000	918,970 622,723 46,830,294	788,970 10,039 23,119,340
<u>683,492</u>	<u>13,121,900</u>	<u>33</u>	<u>12,078,804</u>	<u>1,741,206</u>	<u>283,723</u>	<u>48,371,987</u>	<u>23,918,349</u>
<u>683,492</u>	<u>13,121,900</u>	<u>33</u>	<u>12,078,804</u>	<u>1,741,206</u>	<u>448,723</u>	<u>48,371,987</u>	<u>23,918,349</u>
<u>\$707,745</u>	<u>\$13,997,402</u>	<u>\$4,122</u>	<u>\$14,618,419</u>	<u>\$1,741,206</u>	<u>\$448,723</u>	<u>\$55,751,859</u>	<u>\$27,466,912</u>

CITY OF ROSEVILLE
 CAPITAL PROJECT FUNDS
 COMBINING STATEMENTS OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000
 WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 1999

	Building	General Capital Improvement Projects Rehabilitation	Foothills Boulevard	Foothills Boulevard Extension	Northwest Roseville Community Facilities District No. 1	North Central Roseville Community Facilities District No. 1
REVENUES:						
Taxes						
Charges for services						
Use of money and property	\$543,161	\$62,840			\$5,299	\$296,824
Miscellaneous revenue	9,407					1,530
Total Revenues	552,568	62,840			5,299	298,354
EXPENDITURES:						
Capital outlay	7,131,008					4,203,986
Total Expenditures	7,131,008					4,203,986
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(6,578,440)	62,840			5,299	(3,905,632)
OTHER FINANCING SOURCES (USES)						
Contributions from property owners						
Contributions from developers	1,499,982					16,060
Operating transfers in	7,589,080	2,000,000				
Operating transfers (out)		(101,984)				
Total Other Financing Sources (Uses)	9,089,062	1,898,016				16,060
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	2,510,622	1,960,856			5,299	(3,889,572)
Fund balance (deficit) at beginning of year	10,749,437		\$186,173	(\$30,459)	935,035	7,870,438
Fund balance (deficit) at end of year	<u>\$13,260,059</u>	<u>\$1,960,856</u>	<u>\$186,173</u>	<u>(\$30,459)</u>	<u>\$940,334</u>	<u>\$3,980,866</u>

North Roseville Community Facilities District No. 1	Woodcreek West Community Facilities District No. 1	Crocker Ranch Community Facilities District No. 1	Highland Reserve North Community Facilities District No. 1	Stoneridge Parcel 1 Community Facilities District No. 1	Roseville Finance Authority	TOTALS	
						2000	1999
\$12,129	\$8,605					\$20,734	\$71,309
114,115	487,293	\$41	\$1,104,585	\$25,250		2,639,408	954,141
						10,937	40,953
<u>126,244</u>	<u>495,898</u>	<u>41</u>	<u>1,104,585</u>	<u>25,250</u>		<u>2,671,079</u>	<u>1,066,403</u>
3,555,495	2,476,467	8	16,573,181	459		33,940,604	21,194,390
<u>3,555,495</u>	<u>2,476,467</u>	<u>8</u>	<u>16,573,181</u>	<u>459</u>		<u>33,940,604</u>	<u>21,194,390</u>
(3,429,251)	(1,980,569)	33	(15,468,596)	24,791		(31,269,525)	(20,127,987)
616,505	15,102,469		27,547,400	1,716,415		44,982,789	24,945,719
						1,516,042	1,711,524
(262,764)						9,589,080	8,805,131
						(364,748)	(142,585)
<u>353,741</u>	<u>15,102,469</u>		<u>27,547,400</u>	<u>1,716,415</u>		<u>55,723,163</u>	<u>35,319,789</u>
(3,075,510)	13,121,900	33	12,078,804	1,741,206		24,453,638	15,191,802
<u>3,759,002</u>					\$448,723	<u>23,918,349</u>	<u>8,726,547</u>
<u>\$683,492</u>	<u>\$13,121,900</u>	<u>\$33</u>	<u>\$12,078,804</u>	<u>\$1,741,206</u>	<u>\$448,723</u>	<u>\$48,371,987</u>	<u>\$23,918,349</u>

CITY OF ROSEVILLE
 CAPITAL PROJECTS FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	BUILDING			GENERAL CAPITAL IMPROVEMENT PROJECTS REHABILITATION		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Charges for services						
Use of money and property	\$100,000	\$543,161	\$443,161		\$62,840	\$62,840
Miscellaneous revenues		9,407	9,407			
Total Revenues	<u>100,000</u>	<u>552,568</u>	<u>452,568</u>		<u>62,840</u>	<u>62,840</u>
EXPENDITURES						
Capital outlay	22,254,406	7,131,008	15,123,398			
Total Expenditures	<u>22,254,406</u>	<u>7,131,008</u>	<u>15,123,398</u>			
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(22,154,406)</u>	<u>(6,578,440)</u>	<u>15,575,966</u>		<u>62,840</u>	<u>62,840</u>
OTHER FINANCING SOURCES (USES)						
Contributions from property owners						
Contributions from developers		1,499,982	1,499,982			
Operating transfers in	11,719,794	7,589,080	(4,130,714)	\$2,000,000	2,000,000	
Operating transfers (out)				(798,000)	(101,984)	696,016
Total Other Financing Sources (Uses)	<u>11,719,794</u>	<u>9,089,062</u>	<u>(2,630,732)</u>	<u>1,202,000</u>	<u>1,898,016</u>	<u>696,016</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(\$10,434,612)</u>	<u>2,510,622</u>	<u>\$12,945,234</u>	<u>\$1,202,000</u>	<u>1,960,856</u>	<u>\$758,856</u>
Fund balance at beginning of year		10,749,437				
Funds not budgeted:						
Foothills Boulevard						
Foothills Boulevard Extension						
Crocker Ranch Community Facilities District No. 1						
Stoneridge Parcel 1 Community Facilities District No. 1						
Roseville Finance Authority						
Fund balance at end of year		<u>\$13,260,059</u>			<u>\$1,960,856</u>	

CITY OF ROSEVILLE
 CAPITAL PROJECTS FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	WOODCREEK WEST COMMUNITY FACILITIES DISTRICT NO. 1			HIGHLAND RESERVE NORTH COMMUNITY FACILITIES DISTRICT NO. 1		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Charges for services		\$8,605	\$8,605			
Use of money and property		487,293	487,293		\$1,104,585	\$1,104,585
Miscellaneous revenues						
Total Revenues		<u>495,898</u>	<u>495,898</u>		<u>1,104,585</u>	<u>1,104,585</u>
EXPENDITURES						
Capital outlay	4,583,700	2,476,467	2,107,233	11,000,000	16,573,181	(5,573,181)
Total Expenditures	<u>4,583,700</u>	<u>2,476,467</u>	<u>2,107,233</u>	<u>11,000,000</u>	<u>16,573,181</u>	<u>(5,573,181)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(4,583,700)</u>	<u>(1,980,569)</u>	<u>2,603,131</u>	<u>(11,000,000)</u>	<u>(15,468,596)</u>	<u>(4,468,596)</u>
OTHER FINANCING SOURCES (USES)						
Contributions from property owners		15,102,469	15,102,469		27,547,400	27,547,400
Contributions from developers						
Operating transfers in						
Operating transfers (out)						
Total Other Financing Sources (Uses)		<u>15,102,469</u>	<u>15,102,469</u>		<u>27,547,400</u>	<u>27,547,400</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(\$4,583,700)</u>	13,121,900	<u>\$17,705,600</u>	<u>(\$11,000,000)</u>	12,078,804	<u>\$23,078,804</u>
Fund balance at beginning of year						
Funds not budgeted:						
Foothills Boulevard						
Foothills Boulevard Extension						
Crocker Ranch Community Facilities District No. 1						
Stoneridge Parcel 1 Community Facilities District No. 1						
Roseville Finance Authority						
Fund balance at end of year		<u>\$13,121,900</u>			<u>\$12,078,804</u>	

TOTALS		
Budget	Actual	Variance Favorable (Unfavorable)
	\$20,734	\$20,734
\$457,960	2,614,117	2,156,157
	10,937	10,937
<u>457,960</u>	<u>2,645,788</u>	<u>2,187,828</u>
45,611,544	33,940,137	11,671,407
45,611,544	33,940,137	11,671,407
<u>(45,153,584)</u>	<u>(31,294,349)</u>	<u>13,859,235</u>
	43,266,374	43,266,374
26,400	1,516,042	1,489,642
15,090,504	9,589,080	(5,501,424)
<u>(1,903,700)</u>	<u>(364,748)</u>	<u>1,538,952</u>
<u>13,213,204</u>	<u>54,006,748</u>	<u>40,793,544</u>
<u>(\$31,940,380)</u>	22,712,399	<u>\$54,652,779</u>
	23,313,912	
	186,173	
	(30,459)	
	33	
	1,741,206	
	<u>448,723</u>	
	<u>\$48,371,987</u>	

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ENTERPRISE FUNDS

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

CITY OF ROSEVILLE
ENTERPRISE FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2000
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 1999

ASSETS	Electric	Water	Sewer	Refuse	Golf Course	Local Transportation
Current Assets:						
Cash and investments in City Treasury	\$54,289,743	\$40,620,485	\$64,966,981	\$78,612	\$881,502	\$3,456,431
Restricted cash and investments with fiscal agents	16,000,790	2,637,764	35,000		886,985	
Receivables						
Taxes	27,834					
Accounts	10,821,550	1,261,814	1,978,639	1,600,808	61,153	221
Accrued interest	972,582	444,945	701,977	1,953	686	39,025
Due from other government agencies			3,211,877			244,555
Due from other funds		435,787	244			
Prepaid expenses		8,332				
Inventories	5,016,534	348,765	55,546			
Total Current Assets	<u>87,129,033</u>	<u>45,757,892</u>	<u>70,950,264</u>	<u>1,681,373</u>	<u>1,830,326</u>	<u>3,740,232</u>
Advances to other funds						
Deferred receivables	619,171	1,091,528	6,109,641			
Prepaid purchased electricity	5,893,463					
Unamortized bond origination costs	822,583	804,118			154,706	
Investment in NCPA reserves	2,287,352					
Fixed assets, net of accumulated depreciation	125,698,890	73,372,026	119,014,540	1,111,798	16,953,754	1,276,678
Total Assets	<u>\$222,450,492</u>	<u>\$121,025,564</u>	<u>\$196,074,445</u>	<u>\$2,793,171</u>	<u>\$18,938,786</u>	<u>\$5,016,910</u>
LIABILITIES						
Current Liabilities						
Accounts payable	\$3,362,664	\$2,346,773	\$1,534,651	\$487,751	\$37,850	\$144,697
Accrued liabilities	935,125	276,205	126,699	55,481	213,057	7,454
Due to other funds	33,205	12,192	42,110	331,886	90,000	
Current portion of long-term debt	1,510,000	1,093,066			180,000	
Deposits	312,830	30,650	113,922			
Deferred revenue	3,676,373				12,852	
Total Current Liabilities	<u>9,830,197</u>	<u>3,758,886</u>	<u>1,817,382</u>	<u>875,118</u>	<u>533,759</u>	<u>152,151</u>
Long-Term Liabilities						
Advances from other funds				1,173,128	3,315,244	
Notes		218,858				
Certificates of participation	27,665,000	30,875,000			8,575,000	
Landfill closure and post closure liability				911,558		
Compensated absences	1,360,217	516,862	619,744	177,792		48,829
Total Long-Term Liabilities	<u>29,025,217</u>	<u>31,610,720</u>	<u>619,744</u>	<u>2,262,478</u>	<u>11,890,244</u>	<u>48,829</u>
Total Liabilities	<u>38,855,414</u>	<u>35,369,606</u>	<u>2,437,126</u>	<u>3,137,596</u>	<u>12,424,003</u>	<u>200,980</u>
FUND EQUITY						
Contributed capital:						
From subdividers	43,922,171	19,358,411	19,593,069		5,306,950	
From other government agencies	11,545	1,126,948	10,046,101			1,203,061
Net contributed capital	<u>43,933,716</u>	<u>20,485,359</u>	<u>29,639,170</u>		<u>5,306,950</u>	<u>1,203,061</u>
Equity in NCPA joint venture	2,287,352					
Retained earnings						
Reserved for debt service	2,696,763	2,612,320			690,713	
Unreserved	134,677,247	62,558,279	163,998,149	(344,425)	517,120	3,612,869
Total Retained Earnings (Deficit)	<u>137,374,010</u>	<u>65,170,599</u>	<u>163,998,149</u>	<u>(344,425)</u>	<u>1,207,833</u>	<u>3,612,869</u>
Total Fund Equity	<u>183,595,078</u>	<u>85,655,958</u>	<u>193,637,319</u>	<u>(344,425)</u>	<u>6,514,783</u>	<u>4,815,930</u>
Total Liabilities and Fund Equity	<u>\$222,450,492</u>	<u>\$121,025,564</u>	<u>\$196,074,445</u>	<u>\$2,793,171</u>	<u>\$18,938,786</u>	<u>\$5,016,910</u>

School-Age Child Care	TOTALS	
	2000	1999
5736,046	\$165,029,800 19,560,539	\$132,646,447 26,813,104
	27,834	24,325
	15,724,185	13,416,710
7,828	2,168,996	1,600,311
	3,456,432	3,208,676
	436,031	1,408,941
	8,332	
	5,420,845	4,450,124
<u>743,874</u>	<u>211,832,994</u>	<u>183,568,638</u>
		830,000
	7,820,340	7,681,537
	5,893,463	6,291,397
	1,781,407	1,330,295
	2,287,352	4,917,537
193,347	337,621,033	296,017,365
<u>\$937,221</u>	<u>\$567,236,589</u>	<u>\$500,636,769</u>
586,405	\$8,000,791	\$6,511,195
81,240	1,695,261	969,562
	509,393	921,747
	2,783,066	2,672,682
	457,402	415,345
	3,689,225	2,966,316
<u>167,645</u>	<u>17,135,138</u>	<u>14,456,847</u>
	4,488,372	4,235,244
	218,858	226,925
	67,115,000	48,260,000
	911,558	1,122,063
116,378	2,839,822	2,351,007
<u>116,378</u>	<u>75,573,610</u>	<u>56,195,239</u>
<u>284,023</u>	<u>92,708,748</u>	<u>70,652,086</u>
	88,180,601	82,349,639
	12,387,655	12,943,022
	100,568,256	95,292,661
	2,287,352	4,917,537
	5,999,796	4,362,722
653,198	365,672,437	325,411,763
<u>653,198</u>	<u>371,672,233</u>	<u>329,774,485</u>
<u>653,198</u>	<u>474,527,841</u>	<u>429,984,683</u>
<u>\$937,221</u>	<u>\$567,236,589</u>	<u>\$500,636,769</u>

CITY OF ROSEVILLE
ENTERPRISE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000
WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 1999

	Electric	Water	Sewer	Refuse	Golf Course
OPERATING REVENUES					
Charges for services	\$68,976,482	\$17,245,255	\$25,022,518	\$10,212,960	\$2,593,450
Subventions and grants		15,000			
Other	157,855	75,127	8,165	88,076	8,667
Total Operating Revenues	69,134,337	17,335,382	25,030,683	10,301,036	2,602,117
OPERATING EXPENSES					
Purchased power	42,231,342				
Distribution:					
Operations	9,290,494	4,254,553	6,409,872	7,253,230	1,434,174
Administration	1,478,439	1,754,528	323,171	346,704	409
Depreciation and amortization	4,236,494	1,545,648	3,183,765	84,591	353,655
Total Operating Expenses	57,236,769	7,554,729	9,916,808	7,684,525	1,788,238
Operating Income	11,897,568	9,780,653	15,113,875	2,616,511	813,879
NONOPERATING REVENUES (EXPENSES)					
Interest revenue	3,578,081	2,453,143	3,398,865	1,841	53,422
Interest and fiscal charges (expense)	(1,242,995)	(1,074,701)			(509,277)
Net Nonoperating Revenues (Expenses)	2,335,086	1,378,442	3,398,865	1,841	(455,855)
Income (Loss) Before Operating Transfers	14,232,654	11,159,095	18,512,740	2,618,352	358,024
Operating transfers in	307,150	804,876	265,516		
Operating transfers (out)	(5,115,362)	(1,863,789)	(2,155,699)	(1,481,562)	(243,490)
Net Income (Loss)	9,424,442	10,100,182	16,622,557	1,136,790	114,534
ITEMS AFFECTING CONTRIBUTED CAPITAL					
Add depreciation on fixed assets	1,228,756	648,042	779,819		
Retained earnings (deficit) at beginning of year, as restated	126,720,812	54,422,375	146,595,773	(1,481,215)	1,093,299
Retained earnings (deficit) at end of year	\$137,374,010	\$65,170,599	\$163,998,149	(\$344,425)	\$1,207,833

Local Transportation	School-Age Child Care	TOTALS	
		2000	1999
\$322,876	\$2,896,008	\$127,269,549	\$120,576,776
2,965,323	234,754	3,215,077	2,478,711
41,790	43,816	423,496	6,635,089
<u>3,329,989</u>	<u>3,174,578</u>	<u>130,908,122</u>	<u>129,690,576</u>
		42,231,342	34,145,000
1,967,388	2,425,489	33,035,200	31,105,600
22,586	7,755	3,933,592	3,492,760
340,001	30,599	9,774,753	8,742,550
<u>2,329,975</u>	<u>2,463,843</u>	<u>88,974,887</u>	<u>77,485,910</u>
<u>1,000,014</u>	<u>710,735</u>	<u>41,933,235</u>	<u>52,204,666</u>
115,504	26,512	9,627,368	6,888,943
		(2,826,973)	(2,305,977)
<u>115,504</u>	<u>26,512</u>	<u>6,800,395</u>	<u>4,582,966</u>
1,115,518	737,247	48,733,630	56,787,632
9,168		1,386,710	711,554
(91,724)	(265,200)	(11,216,826)	(10,115,010)
1,032,962	472,047	38,903,514	47,384,176
337,617		2,994,234	3,539,882
<u>2,242,290</u>	<u>181,151</u>	<u>329,774,485</u>	<u>278,850,427</u>
<u>\$3,612,869</u>	<u>\$653,198</u>	<u>\$371,672,233</u>	<u>\$329,774,485</u>

CITY OF ROSEVILLE
ENTERPRISE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000
WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 1999

	Electric	Water	Sewer	Refuse	Golf Course
CASH FLOWS FROM OPERATING ACTIVITIES					
Operating income (loss)	\$11,897,568	\$9,780,653	\$15,113,875	\$2,616,511	\$813,879
Adjustments to reconcile operating income (loss) to cash flows from operating activities:					
Depreciation and amortization	4,236,494	1,545,648	3,183,765	84,591	353,655
Net change in:					
Accounts receivable	(1,792,240)	(163,839)	(103,790)	(258,315)	2,613
Accrued interest	(416,273)	(115,609)	(17,755)	(1,953)	282
Due from other government agencies			(286,187)		
Prepaid expenses		(8,332)			
Deferred receivables	(579,171)	(740,494)	1,180,862		
Inventories	(866,704)	(81,615)	(22,402)		
Prepaid purchased electricity	397,934				
Other assets					
Accounts payable	3,032,945	(64,022)	(1,592,682)	48,420	(56,462)
Accrued liabilities	590,556	61,268	32,699	22,646	(9,433)
Deposits	28,130	655	13,272		
Deferred revenue	718,095				4,814
Self-insurance claims liability					
Landfill closure and post closure liability				(210,505)	
Compensated absences	260,825	101,528	60,938	37,370	
Net Cash Provided by Operating Activities	<u>17,508,159</u>	<u>10,315,841</u>	<u>17,562,595</u>	<u>2,338,765</u>	<u>1,109,348</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Net borrowings of amounts due from/to other funds	33,205	(397,741)	1,409,156	(484,064)	
Net borrowings (repayments) of advances from/ to other funds			830,000	343,128	(90,000)
Operating transfers in	307,150	804,876	265,516		
Operating transfers (out)	(5,115,362)	(1,863,789)	(2,155,699)	(1,481,562)	(243,490)
Net Cash Used by Noncapital Financing Activities	<u>(4,775,007)</u>	<u>(1,456,654)</u>	<u>348,973</u>	<u>(1,622,498)</u>	<u>(333,490)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received	3,578,081	2,453,143	3,398,865	1,841	53,422
Disbursements on note receivable					
Net change in restricted investments	(14,852,094)	22,146,936	7,000		(49,277)
Cash Flows used by Investing Activities	<u>(11,274,013)</u>	<u>24,600,079</u>	<u>3,405,865</u>	<u>1,841</u>	<u>4,145</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition and construction of fixed assets	(23,514,553)	(17,414,950)	(10,391,930)	(247,923)	(32,605)
Principal paid on debt, bond maturities, special assessments, and equipment contracts	(1,450,000)	(1,047,683)			(175,000)
Proceeds from long term debt	21,630,000				
Proceeds from sale of fixed assets					
Interest and fiscal charges paid	(1,242,995)	(1,074,701)			(509,277)
Contributed capital	7,144,906	604,781	520,142		
Cash Flows used by Capital Financing Activities	<u>2,567,358</u>	<u>(18,932,553)</u>	<u>(9,871,788)</u>	<u>(247,923)</u>	<u>(716,882)</u>
Net Cash Flows	4,026,497	14,526,713	11,445,645	470,185	63,121
Cash and investments at beginning of year	50,263,246	26,093,772	53,521,336	(391,573)	818,381
Cash and investments at end of year	<u>\$54,289,743</u>	<u>\$40,620,485</u>	<u>\$64,966,981</u>	<u>\$78,612</u>	<u>\$881,502</u>

Local Transportation	School-Age Child Care	TOTALS	
		2000	1999
\$1,000,014	\$710,735	\$41,933,235	\$52,204,666
340,001	30,599	9,774,753	8,742,550
3,235	1,352	(2,310,984)	(1,970,537)
(12,902)	(4,475)	(568,685)	(33,661)
38,431		(247,756)	(274,889)
		(8,332)	111,574
		(138,803)	(1,183,161)
		(970,721)	(816,446)
		397,934	(4,736,511)
58,118	63,279	1,489,596	2,096,523
2,330	25,633	725,699	48,745
		42,057	35,561
		722,909	1,839,787
		(210,505)	(94,324)
22,699	5,455	488,815	192,108
1,451,926	832,578	51,119,212	56,161,985
		560,556	(424,197)
		1,083,128	80,000
9,168		1,386,710	711,554
(91,724)	(265,200)	(11,216,826)	(10,115,010)
(82,556)	(265,200)	(8,186,432)	(9,747,653)
115,504	26,512	9,627,368	6,888,943
		7,252,565	(1,275,739)
115,504	26,512	16,879,933	5,613,204
(51,578)	(175,994)	(51,829,533)	(37,042,084)
		(2,672,683)	(1,572,318)
		21,630,000	
		(2,826,973)	(2,305,977)
		8,269,829	5,065,390
(51,578)	(175,994)	(27,429,360)	(35,854,989)
1,433,296	417,896	32,383,353	16,172,547
2,023,135	318,150	132,646,447	116,473,900
\$3,456,431	\$736,046	\$165,029,800	\$132,646,447

CITY OF ROSEVILLE
ENTERPRISE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
BUDGET (NON-GAAP LEGAL BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	ELECTRIC			WATER		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
OPERATING REVENUES						
Charges for services	\$67,024,660	\$68,976,482	\$1,951,822	\$14,005,900	\$17,245,255	\$3,239,355
Subventions and grants					15,000	15,000
Other	6,390,000	157,855	(6,232,145)	219,163	75,127	(144,036)
Total Operating Revenues	73,414,660	69,134,337	(4,280,323)	14,225,063	17,335,382	3,110,319
OPERATING EXPENSES						
Purchased power	38,600,000	42,231,342	(3,631,342)			
Distribution:						
Operations	29,877,759	24,578,040	5,299,719	44,734,805	20,550,472	24,184,333
Administration	1,215,972	1,478,439	(262,467)	1,827,245	1,754,528	72,717
Total Operating Expenses	69,693,731	68,287,821	1,405,910	46,562,050	22,305,000	24,257,050
Operating Income (Loss)	3,720,929	846,516	(2,874,413)	(32,336,987)	(4,969,618)	27,367,369
NONOPERATING REVENUES (EXPENSES)						
Interest revenue	2,791,020	3,578,081	787,061	1,316,650	2,453,143	1,136,493
Interest and fiscal charges (expense)	(606,760)	(1,242,995)	(636,235)	(1,580,363)	(1,074,701)	505,662
Debt service - principal	(1,450,000)	(1,450,000)		(1,047,683)	(1,047,683)	
Net Nonoperating Revenues (Expenses)	734,260	885,086	150,826	(1,311,396)	330,759	1,642,155
Income (Loss) Before Operating Transfers	4,455,189	1,731,602	(2,723,587)	(33,648,383)	(4,638,859)	29,009,524
Operating Transfers In	307,150	307,150		805,460	804,876	(584)
Operating Transfers (Out)	(5,716,045)	(5,115,362)	600,683	(1,997,050)	(1,863,789)	133,261
Net Income (Loss)	(\$953,706)	(3,076,610)	(\$2,122,904)	(\$34,839,973)	(5,697,772)	\$29,142,201
ITEMS AFFECTING CONTRIBUTED CAPITAL						
Depreciation on fixed assets		1,228,756			648,042	
Adjustment to budgetary basis:						
Depreciation and amortization		(4,236,494)			(1,545,648)	
Capital outlay		15,287,546			16,295,919	
Debt service-principal		1,450,000			1,047,683	
Retained earnings (deficit) at beginning of year		126,720,812			54,422,375	
Retained earnings (deficit) at end of year		\$137,374,010			\$65,170,599	

SEWER			REFUSE			GOLF COURSE		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$19,381,000	\$25,022,518	\$5,641,518	\$9,942,200	\$10,212,960	\$270,760	\$2,774,800	\$2,593,450	(\$181,350)
	8,165	8,165	70,000	88,076	18,076		8,667	8,667
<u>19,381,000</u>	<u>25,030,683</u>	<u>5,649,683</u>	<u>10,012,200</u>	<u>10,301,036</u>	<u>288,836</u>	<u>2,774,800</u>	<u>2,602,117</u>	<u>(172,683)</u>
46,150,529	16,281,659	29,868,870	9,166,335	7,501,154	1,665,181	1,965,283	1,461,990	503,293
308,390	323,171	(14,781)	281,178	346,704	(65,526)		409	(409)
<u>46,458,919</u>	<u>16,604,830</u>	<u>29,854,089</u>	<u>9,447,513</u>	<u>7,847,858</u>	<u>1,599,655</u>	<u>1,965,283</u>	<u>1,462,399</u>	<u>502,884</u>
<u>(27,077,919)</u>	<u>8,425,853</u>	<u>35,503,772</u>	<u>564,687</u>	<u>2,453,178</u>	<u>1,888,491</u>	<u>809,517</u>	<u>1,139,718</u>	<u>330,201</u>
2,785,230	3,398,865	613,635	5,000	1,841	(3,159)	5,560	53,422	47,862
(4,000)		4,000				(515,567)	(509,277)	6,290
						(175,000)	(175,000)	
<u>2,781,230</u>	<u>3,398,865</u>	<u>617,635</u>	<u>5,000</u>	<u>1,841</u>	<u>(3,159)</u>	<u>(685,007)</u>	<u>(630,855)</u>	<u>54,152</u>
(24,296,689)	11,824,718	36,121,407	569,687	2,455,019	1,885,332	124,510	508,863	384,353
67,972	265,516	197,544						
(2,260,615)	(2,155,699)	104,916	(1,499,010)	(1,481,562)	17,448	(245,240)	(243,490)	1,750
<u>(\$26,489,332)</u>	<u>9,934,535</u>	<u>\$36,423,867</u>	<u>(\$929,323)</u>	<u>973,457</u>	<u>\$1,902,780</u>	<u>(\$120,730)</u>	<u>265,373</u>	<u>\$386,103</u>
	779,819							
	(3,183,765)			(84,591)			(353,655)	
	9,871,787			247,924			27,816	
							175,000	
	<u>146,595,773</u>			<u>(1,481,215)</u>			<u>1,093,299</u>	
	<u>\$163,998,149</u>			<u>(\$344,425)</u>			<u>\$1,207,833</u>	

(Continued)

CITY OF ROSEVILLE
ENTERPRISE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
BUDGET (NON-GAAP LEGAL BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	LOCAL TRANSPORTATION			SCHOOL-AGE CHILD CARE		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
OPERATING REVENUES						
Charges for services	\$295,000	\$322,876	\$27,876	\$2,671,259	\$2,896,008	\$224,749
Subventions and grants	4,403,957	2,965,323	(1,438,634)	238,000	234,754	(3,246)
Other	15,000	41,790	26,790	2,000	43,816	41,816
Total Operating Revenues	4,713,957	3,329,989	(1,383,968)	2,911,259	3,174,578	263,319
OPERATING EXPENSES						
Purchased power						
Distribution:						
Operations	6,624,231	2,018,967	4,605,264	2,645,098	2,601,484	43,614
Administration		22,586	(22,586)		7,755	(7,755)
Total Operating Expenses	6,624,231	2,041,553	4,582,678	2,645,098	2,609,239	35,859
Operating Income (Loss)	(1,910,274)	1,288,436	3,198,710	266,161	565,339	299,178
NONOPERATING REVENUES (EXPENSES)						
Interest revenue	29,940	115,504	85,564	4,630	26,512	21,882
Interest and fiscal charges (expense)						
Debt service - principal						
Net Nonoperating Revenues (Expenses)	29,940	115,504	85,564	4,630	26,512	21,882
Income (Loss) Before Operating Transfers	(1,880,334)	1,403,940	3,284,274	270,791	591,851	321,060
Operating Transfers In	46,900	9,168	(37,732)			
Operating Transfers (Out)	(99,430)	(91,724)	7,706	(265,200)	(265,200)	
Net Income (Loss)	(\$1,932,864)	1,321,384	\$3,254,248	\$5,591	326,651	\$321,060
ITEMS AFFECTING CONTRIBUTED CAPITAL						
Depreciation on fixed assets		337,617				
Adjustment to budgetary basis:						
Depreciation and amortization		(340,001)			(30,599)	
Capital outlay		51,579			175,995	
Debt service-principal						
Retained earnings (deficit) at beginning of year		2,242,290			181,151	
Retained earnings (deficit) at end of year		<u>\$3,612,869</u>			<u>\$653,198</u>	

TOTALS		
Budget	Actual	Variance Favorable (Unfavorable)
\$116,094,819	\$127,269,549	\$11,174,730
4,641,957	3,215,077	(1,426,880)
<u>6,696,163</u>	<u>423,496</u>	<u>(6,272,667)</u>
<u>127,432,939</u>	<u>130,908,122</u>	<u>3,475,183</u>
38,600,000	42,231,342	(3,631,342)
141,164,040	74,993,766	66,170,274
<u>3,632,785</u>	<u>3,933,592</u>	<u>(300,807)</u>
<u>183,396,825</u>	<u>121,158,700</u>	<u>62,238,125</u>
<u>(55,963,886)</u>	<u>9,749,422</u>	<u>65,713,308</u>
6,938,030	9,627,368	2,689,338
(2,706,690)	(2,826,973)	(120,283)
<u>(2,672,683)</u>	<u>(2,672,683)</u>	<u></u>
<u>1,558,657</u>	<u>4,127,712</u>	<u>2,569,055</u>
(54,405,229)	13,877,134	68,282,363
1,227,482	1,386,710	159,228
<u>(12,082,590)</u>	<u>(11,216,826)</u>	<u>865,764</u>
<u>(\$65,260,337)</u>	<u>4,047,018</u>	<u>\$69,307,355</u>
	2,994,234	
	(9,774,753)	
	41,958,566	
	2,672,683	
	<u>329,774,485</u>	
	<u>\$371,672,233</u>	

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INTERNAL SERVICE FUNDS

Internal Service Funds are used to finance and account for special activities and services performed by a designated department for other departments within the same City on a cost reimbursement basis.

CITY OF ROSEVILLE
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2000
WITH COMPARATIVE AMOUNTS FOR JUNE 30, 1999

	Automotive Services	Automotive Replacement	Self Insurance Funds		
			Worker's Compensation	General Liability	Unemployment Reserve
ASSETS					
Current Assets					
Cash and investments in City Treasury	\$74,298	\$3,041,798	\$4,670,050	\$4,028,408	\$34,009
Receivables					
Accounts	2,812	9,035			
Accrued interest		622,926	49,891	42,796	344
Due from other government agencies					
Due from other funds		450,000			
Inventories	293,228				
Total Current Assets	370,338	4,123,759	4,719,941	4,071,204	34,353
Other Assets					
Advances to other funds		7,084,190			
Fixed Assets (net of accumulated depreciation)	50,538	8,874,278	27,328	1,930	
Total Other Assets	50,538	15,958,468	27,328	1,930	
Total Assets	\$420,876	\$20,082,227	\$4,747,269	\$4,073,134	\$34,353
LIABILITIES					
Current Liabilities					
Accounts payable	\$48,342	\$188,680	\$14,159	\$6,538	
Accrued liabilities	36,828				
Self-insurance claims payable			3,085,000	1,422,000	
Total Current Liabilities	85,170	188,680	3,099,159	1,428,538	
Long-term Liabilities					
Compensated absences	197,508				
Total Liabilities	282,678	188,680	3,099,159	1,428,538	
FUND EQUITY					
Retained earnings					
Unreserved	138,198	19,893,547	1,648,110	2,644,596	\$34,353
Total Retained Earnings	138,198	19,893,547	1,648,110	2,644,596	34,353
Total Fund Equity	138,198	19,893,547	1,648,110	2,644,596	34,353
Total Liabilities and Fund Equity	\$420,876	\$20,082,227	\$4,747,269	\$4,073,134	\$34,353

Self Insurance Funds			Central Stores	TOTALS	
Vision	Dental	Section 125		2000	1999
\$172,405	\$206,462	\$26,683	\$115,767	\$12,369,880	\$12,844,332
11	156		10,113	22,127	552,913
1,860	2,609	333		720,759	106,325
				450,000	15,164
				293,228	140,000
<u>174,276</u>	<u>209,227</u>	<u>27,016</u>	<u>125,880</u>	<u>13,855,994</u>	<u>13,897,971</u>
				7,084,190	6,051,062
				8,954,074	6,648,955
				16,038,264	12,700,017
<u>\$174,276</u>	<u>\$209,227</u>	<u>\$27,016</u>	<u>\$125,880</u>	<u>\$29,894,258</u>	<u>\$26,597,988</u>
			\$125,880	\$383,599	\$312,194
				36,828	28,460
				4,507,000	5,357,000
			125,880	4,927,427	5,697,654
				197,508	171,493
			125,880	5,124,935	5,869,147
<u>\$174,276</u>	<u>\$209,227</u>	<u>\$27,016</u>		<u>24,769,323</u>	<u>20,728,841</u>
<u>174,276</u>	<u>209,227</u>	<u>27,016</u>		<u>24,769,323</u>	<u>20,728,841</u>
<u>174,276</u>	<u>209,227</u>	<u>27,016</u>		<u>24,769,323</u>	<u>20,728,841</u>
<u>\$174,276</u>	<u>\$209,227</u>	<u>\$27,016</u>	<u>\$125,880</u>	<u>\$29,894,258</u>	<u>\$26,597,988</u>

CITY OF ROSEVILLE
INTERNAL SERVICE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000
WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 1999

	Automotive Services	Automotive Replacement	Self Insurance Funds		
			Worker's Compensation	General Liability	Unemployment Reserve
OPERATING REVENUES					
Charges for services	\$3,102,212	\$2,845,931	\$1,500,180	\$1,308,212	\$52,236
Other	72,454		259,830	85,577	
Total Operating Revenue	3,174,666	2,845,931	1,760,010	1,393,789	52,236
OPERATING EXPENSES					
Operations	2,714,075	555,777	1,578,828	755,807	
Depreciation and amortization	12,691	1,860,117	6,422	742	
Claims expense			(199,000)	(412,662)	27,916
Total Operating Expenses	2,726,766	2,415,894	1,386,250	343,887	27,916
Total Operating Income (Loss)	447,900	430,037	373,760	1,049,902	24,320
NONOPERATING REVENUES					
Interest revenue	530	93,792	216,433	170,596	1,153
Other		111,109			
Total Nonoperating Revenues (Expenses)	530	204,901	216,433	170,596	1,153
INCOME (LOSS) BEFORE OPERATING TRANSFERS					
	448,430	634,938	590,193	1,220,498	25,473
Operating transfers in		1,531,578			
Operating transfers out	(461,060)	(13,020)	(5,570)	(45,570)	(5,570)
Net Income (loss)	(12,630)	2,153,496	584,623	1,174,928	19,903
Retained earnings (deficit) at beginning of year	150,828	17,740,051	1,063,487	1,469,668	14,450
Retained earnings (deficit) at end of year	\$138,198	\$19,893,547	\$1,648,110	\$2,644,596	\$34,353

Self Insurance Funds			Central Stores	TOTALS	
Vision	Dental	Section 125		2000	1999
\$89,597	\$815,861	\$244,626		\$9,958,855	\$8,771,931
				417,861	434,929
<u>89,597</u>	<u>815,861</u>	<u>244,626</u>		<u>10,376,716</u>	<u>9,206,860</u>
6,591	84,364			5,695,442	4,921,957
63,755	652,142	236,620		1,879,972	1,721,655
				368,771	1,437,382
<u>70,346</u>	<u>736,506</u>	<u>236,620</u>		<u>7,944,185</u>	<u>8,080,994</u>
19,251	79,355	8,006		2,432,531	1,125,866
7,866	9,517	1,737		501,624	415,017
				111,109	87,168
<u>7,866</u>	<u>9,517</u>	<u>1,737</u>		<u>612,733</u>	<u>502,185</u>
27,117	88,872	9,743		3,045,264	1,628,051
(5,570)				1,531,578	1,730,656
				(536,360)	(1,510,930)
<u>21,547</u>	<u>88,872</u>	<u>9,743</u>		<u>4,040,482</u>	<u>1,847,777</u>
152,729	120,355	17,273		20,728,841	18,881,064
<u>\$174,276</u>	<u>\$209,227</u>	<u>\$27,016</u>		<u>\$24,769,323</u>	<u>\$20,728,841</u>

CITY OF ROSEVILLE
INTERNAL SERVICE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000
WITH COMPARATIVE AMOUNTS FISCAL YEAR ENDED JUNE 30, 1999

	Automotive Services	Automotive Replacement	Self Insurance Funds		
			Worker's Compensation	General Liability	Unemployment Reserve
CASH FLOWS FROM OPERATING ACTIVITIES					
Operating income (loss)	\$447,900	\$430,037	\$373,760	\$1,049,902	\$24,320
Adjustments to reconcile operating income (loss) to cash flows from operating activities:					
Depreciation and amortization	12,691	1,860,117	6,422	742	
Net change in:					
Accounts receivable	6,208	520,099	4,732		
Accrued interest		(622,926)	3,728	6,323	(189)
Due from other government agencies			15,164		
Inventories	(53,991)				
Accounts payable	(19,714)	186,352	(3,211)	6,522	
Accrued liabilities	8,368				
Self insurance claims payable			(199,000)	(651,000)	
Compensated absences	26,015				
Cash Flows from Operating Activities	<u>427,477</u>	<u>2,373,679</u>	<u>201,595</u>	<u>412,489</u>	<u>24,131</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Net repayments of amounts due from/to other funds		(310,000)			
Net borrowings of advances from/to other funds		(1,033,128)			
Operating transfers in		1,531,578			
Operating transfers (out)	(461,060)	(13,020)	(5,570)	(45,570)	(5,570)
Net Cash Provided by (Used from) Noncapital Financing Activities	<u>(461,060)</u>	<u>175,430</u>	<u>(5,570)</u>	<u>(45,570)</u>	<u>(5,570)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received	530	93,792	216,433	170,596	1,153
Net Cash Provided from Investing Activities	<u>530</u>	<u>93,792</u>	<u>216,433</u>	<u>170,596</u>	<u>1,153</u>
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES					
Acquisition and construction of fixed assets	(19,242)	(4,152,797)	(10,380)	(2,672)	
Proceeds from sale of fixed assets		111,109			
Contributed capital					
Cash Flows from Capital Financing Activities	<u>(19,242)</u>	<u>(4,041,688)</u>	<u>(10,380)</u>	<u>(2,672)</u>	
Net Cash Flows	(52,295)	(1,398,787)	402,078	534,843	19,714
Cash and investments at beginning of year	126,593	4,440,585	4,267,972	3,493,565	14,295
Cash and investments at end of year	<u>\$74,298</u>	<u>\$3,041,798</u>	<u>\$4,670,050</u>	<u>\$4,028,408</u>	<u>\$34,009</u>

Self Insurance Funds			Central Stores	TOTALS	
Vision	Dental	Section 125		2000	1999
\$19,251	\$79,355	\$8,006		\$2,432,531	\$1,125,866
				1,879,972	1,721,655
(11)	(156)		(\$86)	530,786	(46,502)
(151)	(1,202)	(17)		(614,434)	(33,736)
				15,164	3,451
				(53,991)	41,832
			(98,544)	71,405	157,418
				8,368	6,079
				(850,000)	845,000
				26,015	20,098
<u>19,089</u>	<u>77,997</u>	<u>7,989</u>	<u>(98,630)</u>	<u>3,445,816</u>	<u>3,841,161</u>
				(310,000)	170,000
				(1,033,128)	(80,000)
(5,570)				1,531,578	1,730,656
				(536,360)	(1,510,930)
<u>(5,570)</u>				<u>(347,910)</u>	<u>309,726</u>
<u>7,866</u>	<u>9,517</u>	<u>1,737</u>		<u>501,624</u>	<u>415,017</u>
<u>7,866</u>	<u>9,517</u>	<u>1,737</u>		<u>501,624</u>	<u>415,017</u>
				(4,185,091)	(2,728,162)
				111,109	87,168
				<u>(4,073,982)</u>	<u>(2,640,994)</u>
21,385	87,514	9,726	(98,630)	(474,452)	1,924,910
<u>151,020</u>	<u>118,948</u>	<u>16,957</u>	<u>214,397</u>	<u>12,844,332</u>	<u>10,919,422</u>
<u>\$172,405</u>	<u>\$206,462</u>	<u>\$26,683</u>	<u>\$115,767</u>	<u>\$12,369,880</u>	<u>\$12,844,332</u>

CITY OF ROSEVILLE
INTERNAL SERVICE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
BUDGET (NON-GAAP LEGAL BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	AUTOMOTIVE SERVICES			AUTOMOTIVE REPLACEMENT		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
OPERATING REVENUES						
Charges for services	\$2,950,000	\$3,102,212	\$152,212	\$2,760,000	\$2,845,931	\$85,931
Other	40,000	72,454	32,454			
Total Operating Revenue	2,990,000	3,174,666	184,666	2,760,000	2,845,931	85,931
OPERATING EXPENSES						
Operations	2,611,484	2,733,318	(121,834)	6,478,922	4,515,818	1,963,104
Claims expense						
Total Operating Expenses	2,611,484	2,733,318	(121,834)	6,478,922	4,515,818	1,963,104
Total Operating Income (Loss)	378,516	441,348	62,832	(3,718,922)	(1,669,887)	2,049,035
NONOPERATING REVENUES (EXPENSES)						
Interest revenue		530	530		93,792	93,792
Other				60,000	111,109	51,109
Total Nonoperating Revenues		530	530	60,000	204,901	144,901
INCOME (LOSS) BEFORE OPERATING TRANSFERS	378,516	441,878	63,362	(3,658,922)	(1,464,986)	2,193,936
Operating transfers in				2,519,318	1,531,578	(987,740)
Operating transfers out	(461,060)	(461,060)		(13,020)	(13,020)	
Net income (loss)	(\$82,544)	(19,182)	\$63,362	(\$1,152,624)	53,572	\$1,206,196
Adjustment to budgetary basis:						
Capital outlay		19,243			3,960,041	
Depreciation and amortization		(12,691)			(1,860,117)	
Retained earnings at beginning of year		150,828			17,740,051	
Retained earnings at end of year		<u>\$138,198</u>			<u>\$19,893,547</u>	

SELF INSURANCE FUNDS

WORKER'S COMPENSATION			GENERAL LIABILITY			UNEMPLOYMENT RESERVE		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$1,500,000	\$1,500,180	\$180	\$1,250,000	\$1,308,212	\$58,212	\$48,100	\$52,236	\$4,136
	259,830	259,830		85,577	85,577			
<u>1,500,000</u>	<u>1,760,010</u>	<u>260,010</u>	<u>1,250,000</u>	<u>1,393,789</u>	<u>143,789</u>	<u>48,100</u>	<u>52,236</u>	<u>4,136</u>
1,610,581	1,589,208	21,373	903,739	758,479	145,260			
	(199,000)	199,000	350,000	(412,662)	762,662	60,000	27,916	32,084
<u>1,610,581</u>	<u>1,390,208</u>	<u>220,373</u>	<u>1,253,739</u>	<u>345,817</u>	<u>907,922</u>	<u>60,000</u>	<u>27,916</u>	<u>32,084</u>
(110,581)	369,802	480,383	(3,739)	1,047,972	1,051,711	(11,900)	24,320	36,220
205,830	216,433	10,603	177,960	170,596	(7,364)		1,153	1,153
<u>205,830</u>	<u>216,433</u>	<u>10,603</u>	<u>177,960</u>	<u>170,596</u>	<u>(7,364)</u>		<u>1,153</u>	<u>1,153</u>
95,249	586,235	490,986	174,221	1,218,568	1,044,347	(11,900)	25,473	37,373
(5,570)	(5,570)		(45,570)	(45,570)		(5,570)	(5,570)	
<u>\$89,679</u>	<u>580,665</u>	<u>\$490,986</u>	<u>\$128,651</u>	<u>1,172,998</u>	<u>\$1,044,347</u>	<u>(\$17,470)</u>	<u>19,903</u>	<u>\$37,373</u>
	10,380			2,672				
	(6,422)			(742)				
	<u>1,063,487</u>			<u>1,469,668</u>			<u>14,450</u>	
	<u>\$1,648,110</u>			<u>\$2,644,596</u>			<u>\$34,353</u>	

(Continued)

CITY OF ROSEVILLE
INTERNAL SERVICE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
BUDGET (NON-GAAP LEGAL BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	SELF INSURANCE FUNDS					
	VISION			DENTAL		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
OPERATING REVENUES						
Charges for services	\$76,200	\$89,597	\$13,397	\$768,000	\$815,861	\$47,861
Other						
Total Operating Revenue	<u>76,200</u>	<u>89,597</u>	<u>13,397</u>	<u>768,000</u>	<u>815,861</u>	<u>47,861</u>
OPERATING EXPENSES						
Operations	10,000	6,591	3,409	60,000	84,364	(24,364)
Claims expense	65,000	63,755	1,245	708,000	652,142	55,858
Total Operating Expenses	<u>75,000</u>	<u>70,346</u>	<u>4,654</u>	<u>768,000</u>	<u>736,506</u>	<u>31,494</u>
Total Operating Income (Loss)	<u>1,200</u>	<u>19,251</u>	<u>18,051</u>		<u>79,355</u>	<u>79,355</u>
NONOPERATING REVENUES (EXPENSES)						
Interest revenue	6,530	7,866	1,336	1,500	9,517	8,017
Other						
Total Nonoperating Revenues	<u>6,530</u>	<u>7,866</u>	<u>1,336</u>	<u>1,500</u>	<u>9,517</u>	<u>8,017</u>
INCOME (LOSS) BEFORE OPERATING TRANSFERS	7,730	27,117	19,387	1,500	88,872	87,372
Operating transfers in						
Operating transfers out	(5,570)	(5,570)				
Net income (loss)	<u>\$2,160</u>	<u>21,547</u>	<u>\$19,387</u>	<u>\$1,500</u>	<u>88,872</u>	<u>\$87,372</u>
Adjustment to budgetary basis:						
Capital outlay						
Depreciation and amortization						
Retained earnings at beginning of year		<u>152,729</u>			<u>120,355</u>	
Retained earnings at end of year		<u>\$174,276</u>			<u>\$209,227</u>	

SECTION 125			TOTALS		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$231,000	\$244,626	\$13,626	\$9,583,300	\$9,958,855	\$375,555
			40,000	417,861	377,861
<u>231,000</u>	<u>244,626</u>	<u>13,626</u>	<u>9,623,300</u>	<u>10,376,716</u>	<u>753,416</u>
			11,674,726	9,687,778	1,986,948
231,000	236,620	(5,620)	1,414,000	368,771	1,045,229
<u>231,000</u>	<u>236,620</u>	<u>(5,620)</u>	<u>13,088,726</u>	<u>10,056,549</u>	<u>3,032,177</u>
	8,006	8,006	(3,465,426)	320,167	3,785,593
640	1,737	1,097	392,460	501,624	109,164
			60,000	111,109	51,109
<u>640</u>	<u>1,737</u>	<u>1,097</u>	<u>452,460</u>	<u>612,733</u>	<u>160,273</u>
640	9,743	9,103	(3,012,966)	932,900	3,945,866
			2,519,318	1,531,578	(987,740)
			(536,360)	(536,360)	
<u>\$640</u>	<u>9,743</u>	<u>\$9,103</u>	<u>(\$1,030,008)</u>	<u>\$1,928,118</u>	<u>\$2,958,126</u>
				3,992,336	
				(1,879,972)	
	<u>17,273</u>			<u>20,728,841</u>	
	<u>\$27,016</u>			<u>\$24,769,323</u>	

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AGENCY FUNDS

Agency Funds account for assets held by a governmental unit in the capacity of agent for individuals, governmental entities, and non-public organizations.

CITY OF ROSEVILLE
 AGENCY FUNDS
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	Balance June 30, 1999	Additions	Reductions	Balance June 30, 2000
<u>Cirby Way West</u>				
Cash and investments in City Treasury	\$46,124			\$46,124
Due to bondholders	\$46,124			\$46,124
<u>Foothills Boulevard</u>				
Cash and investments in City Treasury	\$88,727	\$680	\$3	\$89,404
Due to bondholders	\$88,727	\$680	\$3	\$89,404
<u>Hilltop</u>				
Cash and investments in City Treasury	\$31,184	\$1,341	\$239	\$32,286
Accrued interest receivable	268	239	268	239
Total Assets	\$31,452	\$1,580	\$507	\$32,525
Due to bondholders	\$31,452	\$1,580	\$507	\$32,525
<u>North Roseville/Rocklin Sewer</u>				
Cash and investments in City Treasury	\$542,808	\$317,006	\$332,398	\$527,416
Accrued interest receivable	2,772	2,409	2,772	2,409
Total Assets	\$545,580	\$319,415	\$335,170	\$529,825
Accounts payable	\$71		\$71	
Due to bondholders	\$45,509	\$319,415	\$335,099	\$529,825
Total Liabilities	\$45,580	\$319,415	\$335,170	\$529,825
<u>Rocky Ridge/Harding</u>				
Cash and investments in City Treasury	\$531,350	\$389,291	\$383,422	\$537,219
Accrued interest receivable	2,305	2,058	2,305	2,058
Total Assets	\$533,655	\$391,349	\$385,727	\$539,277
Due to bondholders	\$533,655	\$391,349	\$385,727	\$539,277

CITY OF ROSEVILLE
 AGENCY FUNDS
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	Balance June 30, 1999	Additions	Reductions	Balance June 30, 2000
<u>Champion Oaks</u>				
Cash and investments in City Treasury	\$21,138			\$21,138
Due to bondholders	\$21,138			\$21,138
<u>Foothills Boulevard Extension</u>				
Cash and investments in City Treasury	\$926,354	\$638,625	\$608,270	\$956,709
Accrued interest receivable	7,208	6,389	7,208	6,389
Total Assets	\$933,562	\$645,014	\$615,478	\$963,098
Accounts payable	\$212		\$212	
Due to bondholders	933,350	\$645,014	615,266	\$963,098
Total Liabilities	\$933,562	\$645,014	\$615,478	\$963,098
<u>Olympus Point Children's Art</u>				
Cash and investments in City Treasury	\$68,531	\$3,748	\$10,088	\$62,191
Accrued interest receivable	889	677	889	677
Total Assets	\$69,420	\$4,425	\$10,977	\$62,868
Accounts payable	\$772	\$1,172	\$772	\$1,172
Due to others	68,648	3,253	10,205	61,696
Total Liabilities	\$69,420	\$4,425	\$10,977	\$62,868
<u>Northeast Roseville Community Facilities District #1</u>				
Cash and investments in City Treasury	\$1,929,110	\$2,351,448	\$2,261,341	\$2,019,217
Restricted cash and investments with fiscal agents	1,499,269	78,463	84,966	1,492,766
Accrued interest receivable	57,729	57,372	57,729	57,372
Total Assets	\$3,486,108	\$2,487,283	\$2,404,036	\$3,569,355
Accounts payable	\$1,694	\$1,395	\$1,694	\$1,395
Due to bondholders	3,484,414	2,485,888	2,402,342	3,567,960
Total Liabilities	\$3,486,108	\$2,487,283	\$2,404,036	\$3,569,355

CITY OF ROSEVILLE
 AGENCY FUNDS
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	Balance June 30, 1999	Additions	Reductions	Balance June 30, 2000
<u>Northwest Roseville Community Facilities District #1</u>				
Cash and investments in City Treasury	\$1,547,957	\$2,290,641	\$2,136,368	\$1,702,230
Restricted cash and investments with fiscal agents	2,349,029	92,938	144,010	2,297,957
Accrued interest receivable	65,775	66,530	65,775	66,530
Total Assets	\$3,962,761	\$2,450,109	\$2,346,153	\$4,066,717
Accounts payable	\$6,715	\$4,032	\$6,715	\$4,032
Due to bondholders	3,956,046	2,446,077	2,339,438	4,062,685
Total Liabilities	\$3,962,761	\$2,450,109	\$2,346,153	\$4,066,717
<u>SERSP Lighting & Landscaping</u>				
Cash and investments in City Treasury	\$53,461	\$46,799	\$39,635	\$60,625
Accounts payable	\$1,979	\$789	\$1,979	\$789
Due to bondholders	51,482	46,010	\$37,656	59,836
Total Liabilities	\$53,461	\$46,799	\$39,635	\$60,625
<u>Olympus Point Lighting and Landscaping</u>				
Cash and investments in City Treasury	\$200,753	\$128,126	\$97,025	\$231,854
Accounts payable	\$5,030	\$5,210	\$5,030	\$5,210
Due to bondholders	195,723	122,916	\$91,995	226,644
Total Liabilities	\$200,753	\$128,126	\$97,025	\$231,854
<u>Payroll Revolving</u>				
Cash and investments in City Treasury	\$538,611	\$506,496	\$538,611	\$506,496
Accounts payable	\$538,611	\$506,496	\$538,611	\$506,496

CITY OF ROSEVILLE
AGENCY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	Balance June 30, 1999	Additions	Reductions	Balance June 30, 2000
<u>Roseville Community Hospital Trust</u>				
Restricted cash and investments with fiscal agents	\$3,245,965		\$3,245,965	
Due to bondholders	\$3,245,965		\$3,245,965	
<u>Highway 65 JPA</u>				
Cash and investments in City Treasury	\$2,924,486	\$1,247,961	\$2,631,847	\$1,540,600
Accrued interest receivable	36,994	16,591	36,994	16,591
Due from other government agencies	350,859	265,295	350,859	265,295
Deferred receivable		141		141
Total Assets	<u>\$3,312,339</u>	<u>\$1,529,988</u>	<u>\$3,019,700</u>	<u>\$1,822,627</u>
Accounts payable	\$2,286	\$466	\$2,286	\$466
Due to member agencies	3,310,053	1,529,522	3,017,414	1,822,161
Total Liabilities	<u>\$3,312,339</u>	<u>\$1,529,988</u>	<u>\$3,019,700</u>	<u>\$1,822,627</u>
<u>Northeast Roseville Community Facilities District #2</u>				
Cash and investments in City Treasury	\$626,650	\$957,102	\$868,004	\$715,748
Restricted cash and investments with fiscal agents	1,081,557	84,300	88,877	1,076,980
Accrued interest receivable	32,787	33,509	32,787	33,509
Total Assets	<u>\$1,740,994</u>	<u>\$1,074,911</u>	<u>\$989,668</u>	<u>\$1,826,237</u>
Accounts payable	\$1,685	\$1,388	\$1,685	\$1,388
Due to bondholders	1,739,309	1,073,523	987,983	1,824,849
Total Liabilities	<u>\$1,740,994</u>	<u>\$1,074,911</u>	<u>\$989,668</u>	<u>\$1,826,237</u>
<u>North Central Roseville Community Facilities District #1</u>				
Cash and investments in City Treasury	\$115,972	\$7,539,517	\$1,615,344	\$6,040,145
Restricted cash and investments with fiscal agents	6,146,352	265,921	959,886	5,452,387
Accrued interest receivable		188,296		188,296
Total Assets	<u>\$6,262,324</u>	<u>\$7,993,734</u>	<u>\$2,575,230</u>	<u>\$11,680,828</u>
Accounts payable	\$4,423	\$2,312	\$4,423	\$2,312
Accrued liabilities	31,684			31,684
Due to bondholders	6,226,217	7,991,422	2,570,807	11,646,832
Total Liabilities	<u>\$6,262,324</u>	<u>\$7,993,734</u>	<u>\$2,575,230</u>	<u>\$11,680,828</u>

CITY OF ROSEVILLE
AGENCY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	Balance June 30, 1999	Additions	Reductions	Balance June 30, 2000
<u>Dry Creek Drainage Basin</u>				
Cash and investments in City Treasury	\$84,957	\$58,829	\$92,379	\$51,407
Accounts receivable	19	27	19	27
Accrued interest receivable	1,045	491	1,045	491
Deferred receivable	46,220		39,174	7,046
Total Assets	\$132,241	\$59,347	\$132,617	\$58,971
Accounts Payable	\$71,994	\$19,389	\$71,994	\$19,389
Accrued liabilities	60,065	39,679	60,065	39,679
Due to bondholders	182	279	558	(97)
Total Liabilities	\$132,241	\$59,347	\$132,617	\$58,971
<u>North Roseville Community Facilities District #1</u>				
Cash and investments in City Treasury	\$1,701,621	\$2,158,062	\$2,156,986	\$1,702,697
Restricted cash and investments with fiscal agents	1,538,851	102,905	77,124	1,564,632
Accrued interest receivable	28,235	27,899	28,235	27,899
Total Assets	\$3,268,707	\$2,288,866	\$2,262,345	\$3,295,228
Accounts payable	\$751	\$753	\$751	\$753
Due to bondholders	3,267,956	2,288,113	\$2,261,594	3,294,475
Total Liabilities	\$3,268,707	\$2,288,866	\$2,262,345	\$3,295,228
<u>North Roseville Service District</u>				
Cash and investments in City Treasury		\$278,267	\$34,953	\$243,314
Total Assets		\$278,267	\$34,953	\$243,314
Accounts payable	\$751	\$754	\$751	\$754
Due to other funds	132		132	
Due to bondholders	(883)	277,513	34,070	242,560
Total Liabilities		\$278,267	\$34,953	\$243,314
<u>Disaster Recovery JPA</u>				
Cash and investments in City Treasury	\$76,339	\$27,399	\$4,386	\$99,352
Accrued interest receivable	970	1,071	970	1,071
Due from other government agencies	12,000	2,956	12,000	2,956
Total Assets	\$89,309	\$31,426	\$17,356	\$103,379
Due to member agencies	\$89,309	\$31,426	\$17,356	\$103,379

CITY OF ROSEVILLE
 AGENCY FUNDS
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	Balance June 30, 1999	Additions	Reductions	Balance June 30, 2000
<u>Woodcreek West Community Facilities District #1</u>				
Cash and investments in City Treasury		\$1,373,619	\$758,903	\$614,716
Restricted cash and investments with fiscal agents		1,415,331		1,415,331
Accrued interest receivable		33,172		33,172
Total Assets		\$2,822,122	\$758,903	\$2,063,219
Due to bondholders		\$2,822,122	\$758,903	\$2,063,219
<u>Highland Reserve North Community Facilities District #1</u>				
Cash and investments in City Treasury		\$1,538,361	\$1,376,063	\$162,298
Restricted cash and investments with fiscal agents		4,647,319		4,647,319
Accrued interest receivable		110,608		110,608
Total Assets		\$6,296,288	\$1,376,063	\$4,920,225
Due to bondholders		\$6,296,288	\$1,376,063	\$4,920,225
<u>Stoneridge Parcel 1 Community Facilities District #1</u>				
Cash and investments in City Treasury		\$203,749	\$124,945	\$78,804
Restricted cash and investments with fiscal agents		251,508		251,508
Accrued interest receivable		874		874
Total Assets		\$456,131	\$124,945	\$331,186
Due to bondholders		\$456,131	\$124,945	\$331,186
<u>County Capital Facilities Fee</u>				
Cash and investments in City Treasury		\$51,817		\$51,817
Accrued interest receivable		190		190
Total Assets		\$52,007		\$52,007
Due to others		\$52,007		\$52,007

CITY OF ROSEVILLE
 AGENCY FUNDS
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	Balance June 30, 1999	Additions	Reductions	Balance June 30, 2000
<u>Other</u>				
Cash and investments in City Treasury	\$2,314,266	\$2,686,887	\$2,434,120	\$2,567,033
Accounts receivable	2,373		2,373	
Accrued interest receivable	9,846	24,732	9,846	24,732
Deferred receivable	86,476		86,476	
Total Assets	<u>\$2,412,961</u>	<u>\$2,711,619</u>	<u>\$2,532,815</u>	<u>\$2,591,765</u>
Accounts payable	\$929,357	\$175,461	\$929,357	\$175,461
Accrued liabilities	88,365	86,988	88,365	86,988
Due to other government agencies	13,453	18,074	13,453	18,074
Due to other funds	50,681	53,604	50,681	53,604
Advance from other funds	623,970	130,000		753,970
Deposits payable	601,800	16,631	4,588	613,843
Due to others	105,335	2,230,861	1,446,371	889,825
Total Liabilities	<u>\$2,412,961</u>	<u>\$2,711,619</u>	<u>\$2,532,815</u>	<u>\$2,591,765</u>
<u>Total Agency Funds</u>				
Cash and investments in City Treasury	\$14,370,399	\$24,795,771	\$18,505,330	\$20,660,840
Restricted cash and investments with fiscal agents	15,861,023	6,938,685	4,600,828	18,198,880
Accounts receivable	2,392	27	2,392	27
Accrued interest receivable	246,823	573,107	246,823	573,107
Due from other government agencies	362,859	268,251	362,859	268,251
Deferred receivable	132,696	141	125,650	7,187
Total Assets	<u>\$30,976,192</u>	<u>\$32,575,982</u>	<u>\$23,843,882</u>	<u>\$39,708,292</u>
Accounts payable	\$1,566,331	\$719,617	\$1,566,331	\$719,617
Accrued liabilities	180,114	126,667	148,430	158,351
Due to other government agencies	13,453	18,074	13,453	18,074
Due to other funds	50,813	53,604	50,813	53,604
Advance from other funds	623,970	130,000		753,970
Deposits payable	601,800	16,631	4,588	613,843
Due to member agencies	3,399,362	1,560,948	3,034,770	1,925,540
Due to bondholders	24,366,366	27,664,320	17,568,921	34,461,765
Due to others	173,983	2,286,121	1,456,576	1,003,528
Total Liabilities	<u>\$30,976,192</u>	<u>\$32,575,982</u>	<u>\$23,843,882</u>	<u>\$39,708,292</u>

CITY OF ROSEVILLE
SINGLE AUDIT REPORT
YEAR ENDED JUNE 30, 2000

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SUMMARY OF FINDINGS AND QUESTIONED COSTS

Honorable Mayor and Members of the
City Council of the City of Roseville, California

We have audited the general purpose financial statements of the City of Roseville, California, for the year ended June 30, 2000 and have issued our unqualified report thereon dated October 30, 2000. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards; *Government Auditing Standards*, issued by the Comptroller General of the United States and the Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non profit Organizations*. We performed a Single Audit as requested by the City to comply with the provisions of the Single Audit Act Amendments of 1996 and OMB A-133 and are required to present the following summary:

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Audit of General Purpose Financial Statements

Our audit did not disclose any reportable conditions, or material weaknesses or instances of noncompliance material to the general purpose financial statements. However we did communicate matters to the City Council in our separate Memorandum on Internal Controls dated October 30, 2000.

Audit of Major Programs

Our audit did not disclose any reportable conditions or material weaknesses in internal controls over major programs. We have issued an unqualified opinion on compliance with the requirements applicable to major programs.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

Identification of Major Programs

The Home Investment Partnership Program, (CFDA# 14.239), the Section 8 Rental Voucher Program, (CFDA# 14.855), and the Section 8 Rental Certificate Program, (CFDA #14.857) were determined to be major programs.

Dollar Threshold Used to Distinguish Between Type A and Type B Programs

The threshold for Type A programs was \$300,000.

Organizational Risk Evaluation

The City was assessed as a low risk auditee based on prior years reporting results, our overall knowledge of the City and other criteria specified by the Office of Management and Budget.

FINDINGS RELATED TO FINANCIAL STATEMENTS

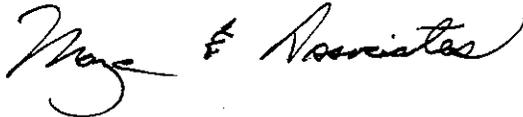
There were no findings required to be reported under Generally Accepted Government Auditing Standards.

FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

There were no findings or questioned costs required to be reportable under OMB Circular A-133 section .510(a).

SUMMARY OF PRIOR YEAR FINDINGS

There were no findings in the prior year.



November 9, 2000

CITY OF ROSEVILLE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

Program Name	Pass-Through Entity Grant Number	Catalog of Federal Domestic Assistance Number	Program Expenditures
U.S. Department of Housing and Urban Development			
Low Income Housing Program (Section 8)			
Certificates		14.857	\$298,757
Voucher		14.855	<u>1,462,163</u>
Total Low Income Housing Program			<u>1,760,920</u>
Community Development Block Grant			
Program Expenditures	361.12	14.218	393,569
Loan Program:			
Balance of Loans		14.218	<u>584,876</u>
Total Community Development Block Grants			<u>978,445</u>
HOME Funds			
(Passed through State Department of Housing and Community Development)			
	96-HOME-0220		
	97-HOME-0275		
	99-HOME-0394		
Program Expenditures		14.239	43,400
Loan Program:			
Balance of Loans		14.239	<u>2,594,623</u>
Total HOME Funds			<u>2,638,023</u>
Total U.S. Department of Housing and Urban Development			<u>5,377,388</u>
U.S. Department of Justice			
Community Oriented Policing Services		16.710	<u>107,789</u>
Total U.S. Department of Justice			<u>107,789</u>
Federal Emergency Management Agency			
(Passed through State Office of Emergency Services)			
Hazard Mitigation Grant Program	FEMA 1044-DR-CA	83.548	1,764,346
Hazard Mitigation Grant Program (Elevations)	FEMA 1044-1046-DR-CA	83.548	<u>69,074</u>
Total Federal Emergency Management Agency			<u>1,833,420</u>
TOTAL FEDERAL FINANCIAL AWARDS			<u><u>\$7,318,597</u></u>

See notes accompanying the Schedule of Expenditures of Federal Awards

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1 - Reporting Entity

The Schedule of Expenditure of Federal Awards includes expenditures of federal awards for the City of Roseville, the City of Roseville Redevelopment Agency, the Roseville Finance Authority and the City of Roseville Housing Authority which are controlled by and dependent on the City. These governments form the reporting entity included in the general purpose financial statement of the City Roseville.

The **Redevelopment Agency of the City of Roseville** is a separate government entity whose purpose is to prepare and implement plans for improvement, rehabilitation, and development of certain areas within the City. The Agency is controlled by the City and has the same governing board as the City, which also performs all accounting and administrative functions for the Agency. The financial activities of the Agency have been included in these financial statements in the Redevelopment Agency of the City of Roseville Special Revenue Fund.

The **Roseville Finance Authority** is a separate government entity whose purpose is to assist with the financing or refinancing of certain public capital facilities within the City. The Authority has the power to purchase bonds issued by any local agency at public or negotiated sale and may sell such bonds to public or private purchasers at public or negotiated sale. The Authority is controlled by the City and has the same governing body as the City, which also performs all accounting and administrative functions for the Authority. The financial activities of the Authority are included in the Roseville Finance Authority Debt Service Fund and Capital Projects Fund.

The **City of Roseville Housing Authority** is a separate government entity whose purpose is to assist with the housing for the City's low and moderate income residents. The Authority is controlled by the City and has the same governing body as the City, which also performs all accounting and administrative functions for the Authority. The financial activities of the Authority are included in the Housing Authority Section 8 Special Revenue Fund.

Financial statements for the Redevelopment Agency may be obtained from the City of Roseville at 311 Vernon Street, Suite 206, Roseville, California, 95678. Separate financial statements for the Roseville Finance Authority and Roseville Housing Authority are not issued.

Note 2 - Basis of Accounting

Basis of accounting refers to *when* revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements, regardless of the measurement focus applied. All governmental funds and agency funds are accounted for using the modified accrual basis of accounting.

Expenditures of Federal Awards reported on the Schedule are recognized when incurred. An exception to this rule is expenditures of federal awards for loan programs. The City operates the CDBG and HOME loan programs under which it must insure participants maintain compliance with program requirements on an on going basis. OMB Circular A-133 section .205(b) requires that expenditures for the above program include the balance of loans outstanding plus cash received from the program.

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 3 - Direct and Pass-Through Federal Awards

Federal awards may be granted directly to the City by the federal granting agency or may be granted to other government agencies which pass-through federal awards to the City. The Schedule includes both of these types Federal award programs.

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**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Honorable Mayor and City Council
City of Roseville, California

We have audited the general purpose financial statements of City of Roseville as of and for the year ended June 30, 2000, and have issued our report thereon dated October 30, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

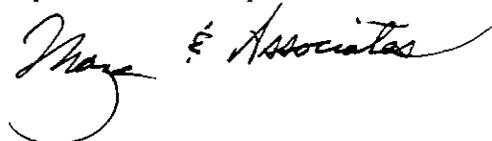
Compliance

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However we did communicate other matters to City Council in our separate Memorandum on Internal Controls dated October 30, 2000.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However we did communicate other matters to City Council in our separate Memorandum on Internal Controls dated October 30, 2000.

This report is intended for the information of the City Council, management and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.



November 9, 2000

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REPORT ON COMPLIANCE AND INTERNAL CONTROL OVER COMPLIANCE APPLICABLE TO EACH MAJOR FEDERAL AWARD PROGRAM

Honorable Mayor and City Council
City of Roseville, California

Compliance

We have audited the compliance of the City of Roseville with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2000. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City's compliance with those requirements.

In our opinion, the City of Roseville complied in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2000. The results of our auditing procedures disclosed no instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133.

Internal Control Over Compliance

City management is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Report on Schedule of Expenditures of Federal Awards

We have audited the general purpose financial statements of City of Roseville as of and for the year ended June 30, 2000, and have issued our report thereon dated October 30, 2000. Our audit was made for the purpose of forming an opinion on the general purpose financial statements of the City of Roseville taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general purpose financial statements. The information in that schedule has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and in our opinion is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

This report is intended for the information of the City Council, management and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

Mayer & Associates

November 9, 2000