

# **EXHIBIT B**

Financial Documents  
WM 1-15



**2015-2016 Adopted Fiscal Year Budget**

**Adopted: August 19, 2015**

[www.cityofwestmorland.net/index](http://www.cityofwestmorland.net/index)

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*"Gateway City to the Imperial Valley"*

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# City of Westmorland 2015-2016 Budget

Larry Ritchie  
Mayor/City Hall Commissioner

Mary Ann Smith  
Mayor ProTem/Parks & Rec.  
Commissioner

Henry Graham  
Council member/  
Police/Fire Commissioner

Stanley Brummett  
Council member/  
Public Works Commissioner

Ana Beltran  
Council member/  
Street Commissioner

Sally Traylor  
City Clerk / Finance Officer

Muriel Anne Graham  
City Treasurer

Mitch Driskill  
City Attorney

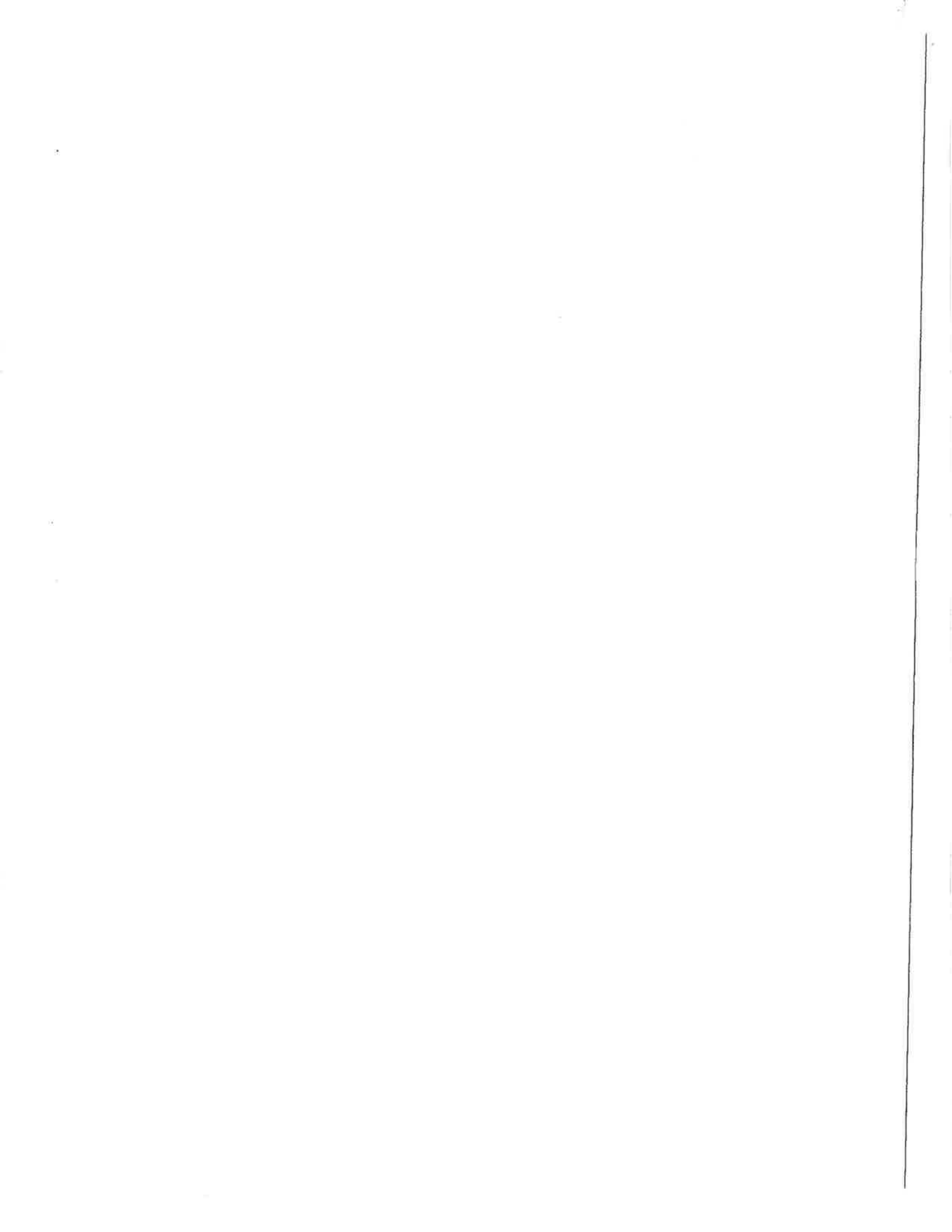
Fred Beltran  
Chief of Police

Sergio Cruz  
Fire Chief

Ramiro Barajas  
Public Works Supervisor

Prepared by:  
Sally Traylor

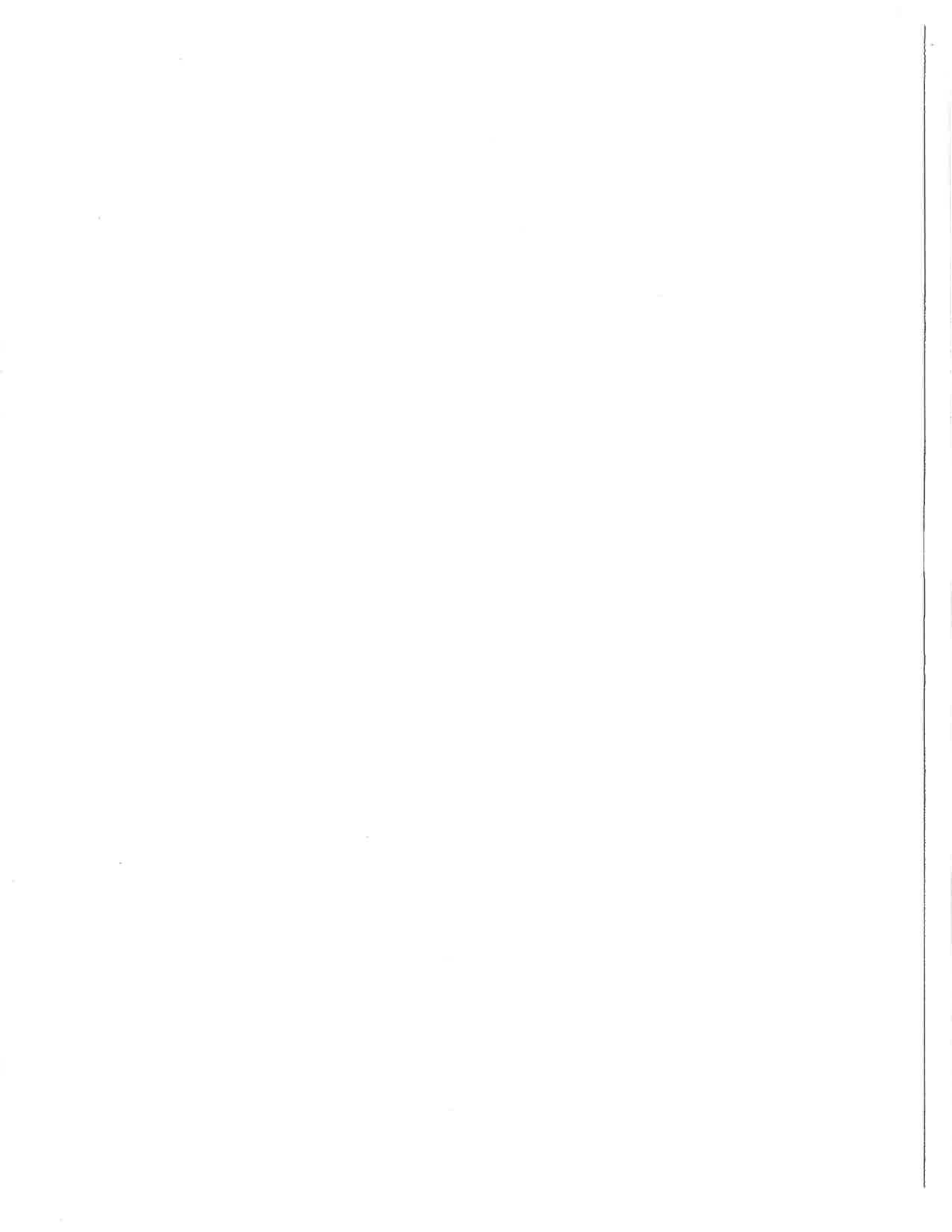
August 13, 2015



**Fund Accounts in Fund Balance**  
**Month ending: July 31, 2015**

**August 13, 2015**

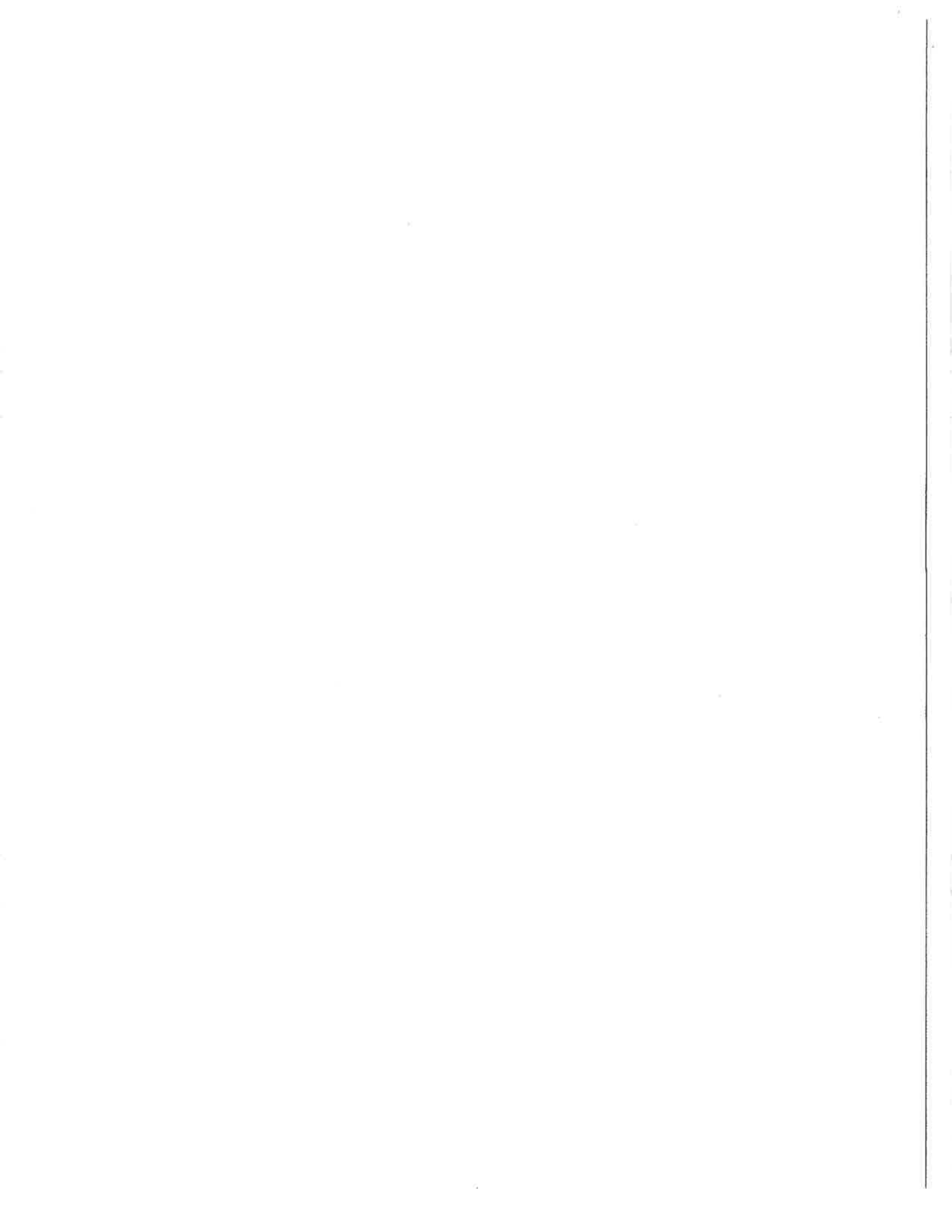
<b>Account Name</b>	<b>Ref. No.</b>	<b>Ending Reconciled Balance</b>
Rabo General Accounts	Checking	2,698,798.78
110 - COP's Grant	Checking	191,874.69
110 - Developer Fees	Checking	53,320.32
110 - Imprest Account	Checking	225.72
951 - GAFCU - RLF	Mmarket	244,212.64
952 - GAFCU - CIRP	Mmarket	84,020.89
1025 Reserve Account	Mmarket	414,174.53
Totals		3,686,627.57



2015/2016 Budget Actuals

Fund	Revenues	Expenditures	( + / - )
General Fund Operations	541,877.00	0.00	541,877.00
City Council	0.00	53,225.00	(53,225.00)
City Clerk	0.00	4,030.00	(4,030.00)
City Attorney	0.00	12,100.00	(12,100.00)
Finance Dept./City Treasurer	0.00	59,400.00	(59,400.00)
Non-Departmental	0.00	131,570.00	(131,570.00)
Police Department	173,308.00	636,546.00	(463,238.00)
Fire Department	56,500.00	76,082.00	(19,582.00)
Public Works	0.00	6,890.00	(6,890.00)
Trash Department	213,910.00	192,700.00	21,210.00
Parks & Recreation	3,000.00	25,760.00	(22,760.00)
Youth Hall	200.00	7,166.00	(6,966.00)
IID Building	6,000.00	0.00	6,000.00
Building/Planning	13,500.00	8,590.00	4,910.00
Planning & Marketing	0.00	0.00	0.00
	<u>1,008,295.00</u>	<u>1,214,059.00</u>	<u>(205,764.00)</u>
Street Projects			
LTA (Article 8a Measure D)	308,000.00	253,155.00	54,845.00
Federal Project HPLU-5278(005)	32,302.00	33,077.00	(775.00)
Federal Project HRRRL-5278(008)	64,892.00	36,194.00	28,698.00
SR2SL-5278 - (010)	351,689.00	291,633.00	60,056.00
STPL-5278 - (013)	43,258.00	30,228.00	13,030.00
SLPP-5278 - (014)	54,811.00	6,586.00	48,225.00
CMAG Street Sweeper	320,645.00	267,656.00	52,989.00
ATPL-5278 - (016)	160,000.00	160,000.00	0.00
Special Gas Tax	78,800.00	24,619.00	54,181.00
	<u>1,414,397.00</u>	<u>1,103,148.00</u>	<u>311,249.00</u>
Water Department	369,900.00	415,330.00	(45,430.00)
Sewer Department	250,000.00	306,580.00	(56,580.00)
Water State Revolving Fund	419,639.00	419,469.00	170.00
02-HOME-636 Grant	7,525.00	4,000.00	3,525.00
RLA Revolving Loan Program	34,050.00	19,338.00	14,712.00
CIRP Money Market Account	2,900.00	2,000.00	900.00
	<u>1,084,014.00</u>	<u>1,166,717.00</u>	<u>(82,703.00)</u>
2015/2016 Fund Balance starting bal			22,782.00
	3,506,706.00	3,483,924.00	





BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			(6)	(7)	(8)	
	Year Actual	Original Budget	Amended Budget	Actual Thru June	Estimated Total	Requested	Recommended	Adopted
Fund: 110 - GENERAL								
Revenues								
Dept: 00 Operations totals								
4110 Property taxes - secured	32,157	33,000	33,000	34,277	0		34,500	
4111 Property taxes - unsecured	3,443	3,500	3,700	3,692	0		3,700	
4112 Property transfer tax	0	0	0	0	0			
4115 Documentary tax	652	655	655	815	0		815	
4120 Sales tax	162,453	163,500	163,500	159,711	0		160,000	
4125 VLF Swap	154,302	154,302	154,302	153,018	0		153,050	
4130 Miscellaneous taxes	1,426	1,400	1,400	25	0		100	
4140 Transient Occupancy tax	64,295	64,500	64,500	61,930	0		62,000	
4210 Business licenses	6,798	6,800	7,200	7,906	0		8,000	
4410 Motor Vehicle Fee (VLF)	0	0	0	1,002	0			
4420 Homeowners Exemption	261	300	300	230	0		250	
4422 Housing Authority in Lieu	11,482	11,500	11,750	11,709	0		11,710	
4423 Highway user in lieu	3,849	3,900	3,900	0	0			
4424 Off Highway in Lieu	0	0	0	0	0			
4425 Franchise fee in lieu	18,764	18,800	18,800	19,362	0		19,500	
4441 I.C. - IVAG Payments	0	0	0	0	0			
4442 I.C. - General Operation	0	0	0	0	0			
4443 I.C. - Transportation	0	0	0	0	0			
4450 State Grant - CDBG Projects	0	0	0	0	0			
4451 State Per Capita Grant Funds	0	0	0	0	0			
4482 State Grant - Educational	0	0	0	0	0			
4555 Late fees	0	0	0	0	0			
4570 Trash charges	0	0	0	0	0			
4578 State Regulatory Fee	16,686	16,700	16,700	17,069	0		17,100	
4610 Interest Eamed	5,291	4,950	4,950	2,417	0		2,500	
4620 Rents	9,872	9,872	9,872	45,190	0		11,724	
4710 Sale of Maps, Pubs and Copies	-770	100	100	-883	0		100	
4740 Insurance Dividends	50,786	5,000	17,022	17,021	0		17,100	
4800 Other Revenue	35,355	35,500	40,600	55,974	0		28,051	
4801 Capital Reimbursements	0	0	0	0	0			
4803 Allocated overhead	0	0	0	11,677	0		11,677	
4804 PERS Termination Fund	0	0	0	0	0			
4910 Operating Transfers In	0	0	0	0	0			
4913 Non-operating transfers In	0	0	0	0	0			
4914 Non-operating transfers Out	0	0	0	0	0			
Operations totals	577,102	534,279	552,251	602,142	0	0	541,877	0

BUDGET WORKSHEET

City of Westmorland

Month: 8/30/2015	Prior Year Actual	Current Year			Estimated Total	(6) Requested	(7) Recommended	(8) Adopted
		Original Budget	Amended Budget	Actual Thru June				
<b>Fund: 110 - GENERAL</b>								
Total Revenues	577,102	534,279	552,251	602,142	0	0	541,877	0
<b>Expenditures</b>								
Dept: 00 Operations totals								
6111 Salary Reimbursements	0	0	0	0	0			
6205 Bank charges	0	0	0	0	0			
6212 Contract Services	0	0	0	0	0			
6213 Litigation Charges	0	0	0	0	0			
6225 Dispatch/Communication Service	0	0	0	0	0			
6270 Travel & meetings	0	0	0	0	0			
6301 Office Expense	0	0	0	0	0			
6304 Police supplies	0	0	0	0	0			
6308 Promotional	0	0	0	0	0			
6332 COPS GRANT EXPENSES	0	0	0	0	0			
6820 Debt Service	0	0	0	0	0			
9001 City Contribution (21A)	0	0	0	0	0			
9010 General Administration (21A)	0	0	0	0	0			
Operations totals	0	0	0	0	0	0	0	0
Total Expenditures	0	0	0	0	0	0	0	0
<b>Grand Total:</b>	<b>577,102</b>	<b>534,279</b>	<b>552,251</b>	<b>602,142</b>	<b>0</b>	<b>0</b>	<b>541,877</b>	<b>0</b>

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior Year Actual	Current Year			Estimated Total	(6)	(7)	(8)
		Original Budget	Amended Budget	Actual Thru June		Requested	Recommended	Adopted
Fund: 110 - GENERAL								
Expenditures								
Dept: 10 City Council								
6115 Salaries - Elected Official	18,000	18,800	18,800	19,500	0		18,000	
6172 Payroll tax expense	53,935	12,000	22,500	31,194	0		32,000	
6176 Insurance - Workers Comp	1,004	1,100	11,300	28,489	0			
6203 Annual fees	1,405	1,450	1,450	1,355	0		1,400	
6216 Contract Services	0	0	0	0	0			
6228 Election Services	291	3,500	3,500	1,623	0		1,650	
6270 Travel & meetings	0	0	0	45	0		50	
6301 Office Expense	38	0	0	124	0		125	
6308 Promotional	59	60	60	0	0			
City Council	74,732	36,910	57,610	80,330	0	0	53,225	0
Total Expenditures	74,732	36,910	57,610	80,330	0	0	53,225	0
Grand Total:	-74,732	-36,910	-57,610	-80,330	0	0	-53,225	0

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			(6)	(7)	(8)	
	Year	Original	Amended	Actual Thru	Estimated	Requested	Recommended	Adopted
Fund: 110 - GENERAL	Actual	Budget	Budget	June	Total			
Expenditures								
Dept: 12 City Clerk								
6110 Salaries - Full Time	11	0	0	0	0			
6115 Salaries - Elected Official	3,000	3,000	3,000	3,250	0		3,000	
6150 Educational Incentive	0	0	0	0	0			
6172 Payroll tax expense	230	230	230	249	0		230	
6203 Annual fees	806	806	806	775	0		800	
6228 Election Services	0	0	0	0	0			
6270 Travel & meetings	0	0	0	0	0			
City Clerk	4,047	4,036	4,036	4,274	0	0	4,030	0
Total Expenditures	4,047	4,036	4,036	4,274	0	0	4,030	0
Grand Total:	-4,047	-4,036	-4,036	-4,274	0	0	-4,030	0

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			(6)	(7)	(8)	
	Year Actual	Original Budget	Amended Budget	Actual Thru June	Estimated Total	Requested	Recommended	Adopted
Fund: 110 - GENERAL								
Expenditures								
Dept: 13 City Attorney								
6150 Educational Incentive	0	0	0	0	0			
6212 Contract Services	12,014	12,100	12,100	12,098	0		12,100	
6270 Travel & meetings	0	0	0	0	0			
6308 Promotional	0	0	0	0	0			
City Attorney	12,014	12,100	12,100	12,098	0	0	12,100	0
Total Expenditures	12,014	12,100	12,100	12,098	0	0	12,100	0
Grand Total:	-12,014	-12,100	-12,100	-12,098	0	0	-12,100	0

BUDGET WORKSHEET

City of Westmorland

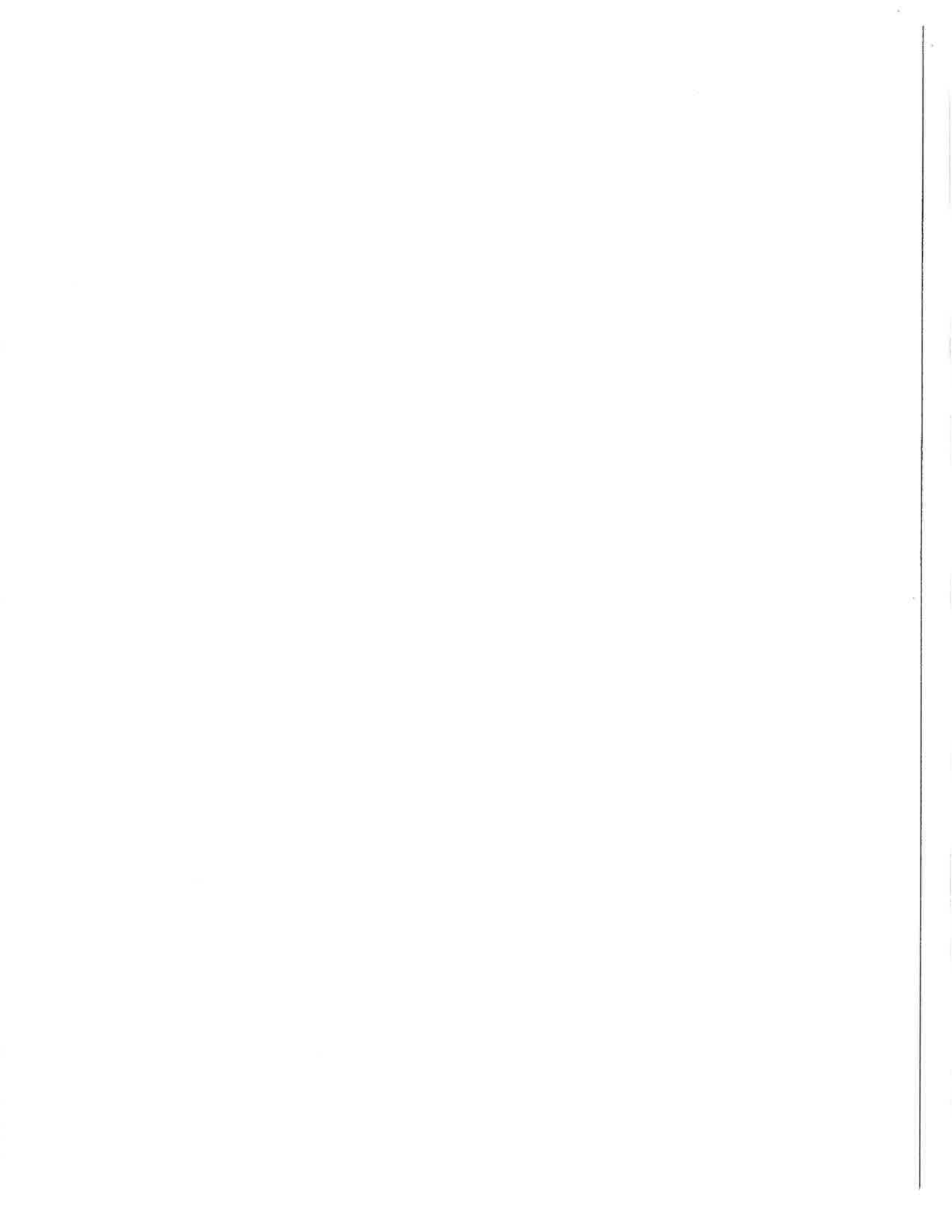
Month: 6/30/2015	Prior	Current Year			Estimated Total	(6) Requested	(7) Recommended	(8) Adopted
	Year Actual	Original Budget	Amended Budget	Actual Thru June				
Fund: 110 - GENERAL								
Expenditures								
Dept: 15 Finance Dept								
6110 Salaries - Full Time	20,196	21,200	21,200	21,703	0		21,050	
6115 Salaries - Elected Official	3,000	3,000	3,000	3,250	0		3,000	
6172 Payroll tax expense	1,775	1,800	1,800	1,909	0		1,850	
6175 Health Benefits	6,798	0	0	6,739	0		7,000	
6176 Insurance - Workers Comp	1,233	1,250	1,250	28,339	0		26,500	
6246 Repairs & maintenance	159	0	0	113	0			
Finance Dept	33,161	27,250	27,250	60,053	0	0	59,400	0
Total Expenditures	33,161	27,250	27,250	60,053	0	0	59,400	0
Grand Total:	-33,161	-27,250	-27,250	-60,053	0	0	-59,400	0

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			(6)	(7)	(8)	
	Year	Original	Amended	Actual Thru	Estimated	Requested	Recommended	Adopted
Fund: 110 - GENERAL	Actual	Budget	Budget	June	Total			
<b>Revenues</b>								
Dept: 19 Non-departmental								
4802 Developer Fees	0	0	0	0	0			
Non-departmental	0	0	0	0	0	0	0	0
<b>Total Revenues</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Expenditures</b>								
Dept: 19 Non-departmental								
6110 Salaries - Full Time	19,104	20,000	20,000	18,487	0		18,000	
6172 Payroll tax expense	1,508	1,600	1,600	2,479	0		2,400	
6176 Insurance - Workers Comp	0	0	0	13,482	0		13,500	
6201 Advertising (incl legal)	1,139	0	0	0	0			
6202 Accounting services	6,081	716	716	0	0		15,000	
6203 Annual fees	0	0	0	1,153	0		1,200	
6205 Bank charges	0	0	0	0	0			
6207 Finance Charges	0	0	0	7	0			
6209 City Case Litigation	0	0	0	0	0			
6211 Building Maintenance Services	333	333	333	420	0		450	
6220 Drug Testing	196	200	200	180	0		200	
6231 Insurance	38,119	38,800	38,800	38,796	0		40,200	
6242 Maintenance of Equipment	301	300	300	127	0		150	
6243 Miscellaneous expense	260	100	100	455	0		300	
6246 Repairs & maintenance	1,456	400	400	1,212	0		1,250	
6260 Telephone	4,934	5,000	5,000	5,060	0		5,100	
6262 Rent of Property	0	0	0	1,233	0		1,250	
6270 Travel & meetings	0	0	0	43	0		50	
6290 Utilities - Electric	5,961	6,000	6,000	6,417	0		6,500	
6291 Utilities - Water	302	303	303	305	0		350	
6301 Office Expense	3,212	3,000	3,000	3,538	0		3,600	
6303 Computer support & updates	6,186	3,000	3,000	3,714	0		4,000	
6305 Postage/Freight	4,072	4,000	4,000	4,576	0		5,000	
6310 Safety Equipment	0	0	0	0	0			
6320 Small Supplies & tools	162	200	200	0	0		200	
6328 Janitorial supplies	453	500	500	119	0		200	
6329 Fuel & oil	155	160	160	43	0		50	
6850 Miscellaneous Taxes	12,009	12,010	12,010	12,018	0		12,020	
9001 City Contribution (21A)	31,110	5,000	5,000	20,917	0		600	
<b>Non-departmental</b>	<b>137,053</b>	<b>101,622</b>	<b>101,622</b>	<b>134,781</b>	<b>0</b>	<b>0</b>	<b>131,570</b>	<b>0</b>





BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior Year Actual	Current Year			Estimated Total	(6) Requested	(7) Recommended	(8) Adopted
		Original Budget	Amended Budget	Actual Thru June				
<b>Fund: 110 - GENERAL</b>								
<b>Revenues</b>								
Dept: 21 Police								
4230 Animal licenses	25	300	300	252	0		252	
4245 Vehicle License Collection	1,037	1,037	1,037	10	0		25	
4310 Vehicle code fines	3,739	3,800	3,800	1,083	0		1,100	
4320 Local court fines	10,528	10,600	10,600	6,635	0		7,000	
4487 Seatbelt Reinforcement	0	0	0	0	0			
4488 Homeland Security Grant	6,348	6,400	6,400	0	0			
4490 State Grant - COPS	121,660	50,000	50,000	110,097	0		52,000	
4610 Interest Earned	78	75	75	66	0		100	
4720 Police Reports	91	100	100	278	0		300	
4722 Police Releases	1,650	1,650	1,650	1,145	0		1,200	
4723 Police - Animal pickup/release	260	50	50	75	0		100	
4724 Cite sign off	270	300	300	40	0		50	
4725 Police - other	0	0	0	0	0			
4800 Other Revenue	0	0	0	10	0			
4802 Developer Fees	0	0	0	0	0			
4805 COP's Grant Reimbursements	215,378	88,000	88,000	172,581	0		111,181	
4806 Operation Stonegarden	0	65,500	65,500	0	0			
Police	361,064	227,812	227,812	292,272	0	0	173,308	0
Total Revenues	361,064	227,812	227,812	292,272	0	0	173,308	0
<b>Expenditures</b>								
Dept: 21 Police								
6110 Salaries - Full Time	208,272	210,000	210,000	254,118	0		270,500	
6111 Salary Reimbursements	81,002	65,000	65,000	111,181	0		100,000	
6165 Uniform Allowance	2,100	2,400	2,400	2,400	0		2,400	
6172 Payroll tax expense	16,094	16,500	16,500	19,624	0		21,000	
6175 Health Benefits	44,742	45,000	45,000	49,010	0		50,000	
6176 Insurance - Workers Comp	16,625	17,000	17,000	46,465	0		47,000	
6179 Meals expense	0	0	0	0	0			
6202 Accounting services	0	0	0	0	0			
6203 Annual fees	11,279	5,500	5,500	278	0		300	
6205 Bank charges	25	0	0	0	0			
6211 Building Maintenance Services	18	210	210	0	0			
6212 Contract Services	0	0	0	0	0			
6220 Drug Testing	0	0	0	0	0			
6221 Prisoner Expense	558	7,500	7,500	5,787	0		6,000	
6225 Dispatch/Communication Service	65,050	66,050	66,050	65,652	0		65,700	

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			(6)	(7)	(8)	
	Year	Original	Amended	Actual Thru	Estimated	Requested	Recommended	Adopted
Fund: 110 - GENERAL	Actual	Budget	Budget	June	Total			
Expenditures								
Dept: 21 Police								
6242 Maintenance of Equipment	1,977	2,000	2,000	2,819	0		3,000	
6243 Miscellaneous expense	410	100	100	20	0		20	
6244 Operation of Equipment	632	600	600	351	0		351	
6246 Repairs & maintenance	3,693	4,000	4,000	3,288	0		3,300	
6260 Telephone	1,889	2,000	2,000	2,131	0		2,000	
6264 Testing Services	387	400	400	596	0		400	
6266 Training/Education	164	500	500	0	0		1,800	
6270 Travel & meetings	0	0	0	0	0			
6275 Towing service	0	0	0	120	0			
6301 Office Expense	619	700	700	1,123	0		500	
6303 Computer support & updates	1,072	1,000	1,000	3,374	0		1,000	
6304 Police supplies	283	100	100	578	0			
6305 Postage/Freight	65	100	100	86	0		100	
6310 Safety Equipment	0	0	0	0	0			
6311 Police Equipment	0	0	0	161	0			
6320 Small Supplies & tools	109	110	110	15	0		25	
6327 Animal Expenses	69	100	100	1,729	0		1,000	
6328 Janitorial supplies	307	350	350	126	0		150	
6329 Fuel & oil	21,679	22,000	22,000	14,552	0		15,000	
6331 HOMELAND GRANT EXPENSES	6,396	6,396	6,396	-5,941	0			
6332 COPS GRANT EXPENSES	1,277	1,300	1,300	0	0			
6930 Machinery/Equipment	10,434	44,777	44,777	44,779	0		45,000	
6940 Office Equipment	0	0	0	8,354	0			
Police	497,217	521,693	521,693	632,778	0	0	636,546	0
Total Expenditures	497,217	521,693	521,693	632,778	0	0	636,546	0
Grand Total:	-136,153	-293,881	-293,881	-340,506	0	0	-463,238	0

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			(6)	(7)	(8)	
	Year	Original	Amended	Actual Thru	Estimated	Requested	Recommended	Adopted
Fund: 110 - GENERAL	Actual	Budget	Budget	June	Total			
Revenues								
Dept: 22 Fire								
4610 Interest Earned	0	0	0	0	0			
4750 Fire Dept. Revenue	51,434	51,500	51,500	51,287	0		51,500	
4800 Other Revenue	6,348	6,348	6,348	5,665	0		5,000	
4802 Developer Fees	0	0	0	0	0			
4912 Prior Year Carry Over	0	0	0	0	0			
Fire	57,782	57,848	57,848	56,952	0	0	56,500	0
Total Revenues	57,782	57,848	57,848	56,952	0	0	56,500	0
Expenditures								
Dept: 22 Fire								
6110 Salaries - Full Time	11,000	9,000	9,000	10,055	0		9,300	
6172 Payroll tax expense	842	800	800	769	0		712	
6176 Insurance - Workers Comp	1,631	11,386	11,386	26,851	0		27,000	
6190 Fire Dept Services	11,711	12,000	12,000	11,711	0		12,000	
6202 Accounting services	0	0	0	0	0			
6203 Annual fees	200	0	0	2,415	0		2,500	
6207 Finance Charges	2	2	2	0	0			
6211 Building Maintenance Services	385	385	385	420	0		420	
6225 Dispatch/Communication Service	4,615	4,700	4,700	4,280	0		4,300	
6241 FD Building Expenses	0	0	0	0	0			
6242 Maintenance of Equipment	428	500	500	1,110	0		1,200	
6243 Miscellaneous expense	19	0	0	77	0		100	
6244 Operation of Equipment	0	0	0	1,074	0		1,000	
6246 Repairs & maintenance	52	0	0	728	0		800	
6260 Telephone	1,180	1,200	1,200	1,182	0		1,200	
6265 Rental equipment	0	0	0	0	0			
6266 Training/Education	450	500	500	-1	0		150	
6270 Travel & meetings	0	0	0	0	0			
6301 Office Expense	19	50	50	197	0		50	
6303 Computer support & updates	0	0	0	2,052	0		2,000	
6305 Postage/Freight	0	0	0	0	0			
6310 Safety Equipment	6,418	6,500	6,500	4,528	0		4,800	
6320 Small Supplies & tools	78	100	100	0	0			
6328 Janitorial supplies	0	0	0	214	0		250	
6329 Fuel & oil	4,851	5,000	5,000	3,410	0		3,500	
6330 Special Departmental Supplies	3,775	5,000	5,000	5,496	0		5,000	
6930 Machinery/Equipment	0	0	0	11,665	0			

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			Estimated	(6)	(7)	(8)
	Year	Original	Amended	Actual Thru		Requested	Recommended	Adopted
Fund: 110 - GENERAL	Actual	Budget	Budget	June	Total			
Expenditures								
Fire	47,656	57,123	57,123	88,233	0	0	76,082	0
Total Expenditures	47,656	57,123	57,123	88,233	0	0	76,082	0
<b>Grand Total:</b>	10,126	725	725	-31,281	0	0	-19,582	0

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			(6)	(7)	(8)	
	Year	Original	Amended	Actual Thru	Estimated	Requested	Recommended	Adopted
Fund: 110 - GENERAL	Actual	Budget	Budget	June	Total			
Expenditures								
Dept: 30 Public works								
6110 Salaries - Full Time	11,195	12,000	12,000	6,844	0		6,300	
6172 Payroll tax expense	857	900	900	524	0		465	
6216 Contract Services	0	0	0	0	0			
6243 Miscellaneous expense	128	150	150	116	0		125	
6246 Repairs & maintenance	0	0	0	0	0			
6265 Rental equipment	0	0	0	0	0			
6301 Office Expense	0	0	0	0	0			
6310 Safety Equipment	0	0	0	0	0			
6320 Small Supplies & tools	0	0	0	63	0			
6325 Chemicals	0	0	0	0	0			
Public works	12,180	13,050	13,050	7,547	0	0	6,890	0
Total Expenditures	12,180	13,050	13,050	7,547	0	0	6,890	0
<b>Grand Total:</b>	<b>-12,180</b>	<b>-13,050</b>	<b>-13,050</b>	<b>-7,547</b>	<b>0</b>	<b>0</b>	<b>-6,890</b>	<b>0</b>

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			(6)	(7)	(8)	
	Year Actual	Original Budget	Amended Budget	Actual Thru June	Estimated Total	Requested	Recommended	Adopted
Fund: 110 - GENERAL								
Revenues								
Dept: 32 Trash Charges								
4425 Franchise fee in lieu	351	210	210	561	0		600	
4570 Trash charges	176,702	182,085	182,085	183,306	0		183,310	
4577 Recycling Fee	29,252	30,000	30,000	29,985	0		30,000	
4800 Other Revenue	0	0	0	0	0			
4912 Prior Year Carry Over	0	0	0	0	0			
Trash Charges	206,305	212,295	212,295	213,852	0	0	213,910	0
Total Revenues	206,305	212,295	212,295	213,852	0	0	213,910	0
Expenditures								
Dept: 32 Trash Charges								
6110 Salaries - Full Time	2,220	2,500	2,500	6,226	0		6,000	
6172 Payroll tax expense	170	200	200	476	0		500	
6203 Annual fees	11,111	14,000	14,000	13,821	0		14,000	
6216 Contract Services	0	0	0	0	0			
6248 Solid waste disposal	169,204	170,385	170,385	172,602	0		172,200	
Trash Charges	182,705	187,085	187,085	193,125	0	0	192,700	0
Total Expenditures	182,705	187,085	187,085	193,125	0	0	192,700	0
Grand Total:	23,600	25,210	25,210	20,727	0	0	21,210	0

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior Year Actual	Current Year			Estimated Total	(6) Requested	(7) Recommended	(8) Adopted
		Original Budget	Amended Budget	Actual Thru June				
Fund: 110 - GENERAL								
Revenues								
Dept: 50 Parks & Recreation								
4610 Interest Earned	0	0	0	0	0			
4760 Pool Revenue	0	0	0	0	0			
4800 Other Revenue	1,563	500	500	5,870	0		3,000	
4802 Developer Fees	0	0	0	0	0			
4807 wmlnd foundation P&R	360	360	360	670	0			
4912 Prior Year Carry Over	0	0	0	0	0			
Parks & Recreation	1,923	860	860	6,540	0	0	3,000	0
Total Revenues	1,923	860	860	6,540	0	0	3,000	0
Expenditures								
Dept: 50 Parks & Recreation								
6110 Salaries - Full Time	12,072	13,000	13,000	11,819	0		10,800	
6172 Payroll tax expense	924	950	950	904	0		850	
6176 Insurance - Workers Comp	0	0	0	0	0			
6201 Advertising (Incl legal)	0	0	0	0	0			
6216 Contract Services	700	0	0	0	0			
6220 Drug Testing	0	0	0	0	0			
6242 Maintenance of Equipment	2,202	2,500	2,500	2,642	0		2,650	
6243 Miscellaneous expense	0	0	0	360	0			
6244 Operation of Equipment	1,794	500	500	0	0			
6246 Repairs & maintenance	8,917	6,000	6,000	2,007	0		2,000	
6249 Park Cleanup	0	0	0	0	0			
6260 Telephone	0	0	0	0	0			
6265 Rental equipment	0	0	0	0	0			
6270 Travel & meetings	0	0	0	0	0			
6290 Utilities - Electric	3,674	4,000	4,000	5,660	0		6,000	
6310 Safety Equipment	0	0	0	160	0		160	
6320 Small Supplies & tools	542	500	500	52	0		100	
6322 Landscaping supplies	0	0	0	0	0			
6325 Chemicals	0	0	0	0	0			
6326 Janitorial supplies	0	0	0	0	0			
6329 Fuel & oil	1,490	1,500	1,500	804	0		800	
6330 Special Departmental Supplies	0	0	0	4,573	0		1,700	
6930 Machiner/Equipment	0	0	0	2,849	0		700	
Parks & Recreation	32,315	28,950	28,950	31,830	0	0	25,760	0
Total Expenditures	32,315	28,950	28,950	31,830	0	0	25,760	0



BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior Year	Current Year			(6)	(7)	(8)	
	Actual	Original Budget	Amended Budget	Actual Thru June	Estimated Total	Requested	Recommended	Adopted
<b>Fund: 110 - GENERAL</b>								
Revenues								
Dept: 55 Youth Hall								
4761 Rental - Youth Hall	300	200	200	200	0		200	
4800 Other Revenue	1,200	1,200	1,200	1,200	0			
Youth Hall	1,500	1,400	1,400	1,400	0	0	200	0
Total Revenues	1,500	1,400	1,400	1,400	0	0	200	0
Expenditures								
Dept: 55 Youth Hall								
6110 Salaries - Full Time	1,338	1,400	1,400	2,222	0		2,200	
6172 Payroll tax expense	102	150	150	170	0		166	
6218 Deposit refund	200	0	0	0	0			
6242 Maintenance of Equipment	0	0	0	0	0			
6246 Repairs & maintenance	732	500	500	1,030	0		1,000	
6260 Telephone	0	0	0	0	0			
6280 Utilities	257	257	257	242	0		250	
6290 Utilities - Electric	2,658	2,700	2,700	3,542	0		3,550	
6291 Utilities - Water	0	0	0	0	0			
6320 Small Supplies & tools	8	50	50	0	0			
6322 Landscaping supplies	0	0	0	0	0			
6328 Janitorial supplies	0	50	50	0	0			
Youth Hall	5,295	5,107	5,107	7,206	0	0	7,166	0
Total Expenditures	5,295	5,107	5,107	7,206	0	0	7,166	0
<b>Grand Total:</b>	<b>-3,795</b>	<b>-3,707</b>	<b>-3,707</b>	<b>-5,806</b>	<b>0</b>	<b>0</b>	<b>-6,966</b>	<b>0</b>

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			Estimated	(6)	(7)	(8)
	Year	Original	Amended	Actual Thru		Requested	Recommended	Adopted
	Actual	Budget	Budget	June	Total			
Fund: 110 - GENERAL								
Revenues								
Dept: 60 IID Building								
4610 Interest Earned	0	0	0	0	0			
4762 Rental - IID	6,000	6,000	6,000	6,000	0		6,000	
IID Building	6,000	6,000	6,000	6,000	0	0	6,000	0
Total Revenues	6,000	6,000	6,000	6,000	0	0	6,000	0
Grand Total:	6,000	6,000	6,000	6,000	0	0	6,000	0

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior Year	Current Year			(6)	(7)	(8)	
	Actual	Original Budget	Amended Budget	Actual Thru June	Estimated Total	Requested	Recommended	Adopted
Fund: 110 - GENERAL								
Revenues								
Dept: 90 Building/Planning								
4240 Building (work) permits	23,773	10,000	10,000	12,311	0		12,500	
4510 Zoning / Subdivision Fees	60	100	100	585	0		1,000	
Building/Planning	23,833	10,100	10,100	12,896	0	0	13,500	0
Total Revenues	23,833	10,100	10,100	12,896	0	0	13,500	0
Expenditures								
Dept: 90 Building/Planning								
6110 Salaries - Full Time	1,376	1,500	1,500	2,717	0		2,600	
6172 Payroll tax expense	105	150	150	208	0		170	
6201 Advertising (incl legal)	360	0	0	0	0			
6203 Annual fees	1,659	2,030	2,030	2,028	0		2,120	
6210 C/Services - Dev Impact Ord	0	0	0	0	0			
6212 Contract Services	0	0	0	0	0			
6213 Litigation Charges	0	0	0	0	0			
6216 Contract Services	7,235	2,000	2,000	4,754	0		3,700	
6243 Miscellaneous expense	62	100	100	0	0			
6266 Training/Education	0	0	0	0	0			
6301 Office Expense	0	0	0	0	0			
6303 Computer support & updates	0	0	0	0	0			
6305 Postage/Freight	0	0	0	0	0			
Building/Planning	10,797	5,780	5,780	9,707	0	0	8,590	0
Total Expenditures	10,797	5,780	5,780	9,707	0	0	8,590	0
Grand Total:	13,036	4,320	4,320	3,189	0	0	4,910	0

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior Year	Current Year			(6)	(7)	(8)	
	Actual	Original Budget	Amended Budget	Actual Thru June	Estimated Total	Requested	Recommended	Adopted
Fund: 320 - LTA - STREETS - Article 8a								
Revenues								
Dept: 00 Operations totals								
4430 LTA - revenue	309,611	300,000	300,000	309,487	0		308,000	
4441 I.C. - IVAG Payments	0	0	0	0	0			
4802 Developer Fees	0	0	0	0	0			
4912 Prior Year Carry Over	0	0	0	0	0			
Operations totals	309,611	300,000	300,000	309,487	0	0	308,000	0
Total Revenues	309,611	300,000	300,000	309,487	0	0	308,000	0
Expenditures								
Dept: 00 Operations totals								
6110 Salaries - Full Time	5,281	6,000	6,000	2,004	0		1,850	
6172 Payroll tax expense	404	450	450	153	0		142	
6202 Accounting services	0	20,000	20,000	0	0		20,000	
6203 Annual fees	1,256	2,000	2,000	1,386	0		1,110	
6215 CS - Preliminary Engineering	0	11,000	11,000	56,000	0			
6216 Contract Services	0	600	600	0	0			
6243 Miscellaneous expense	0	0	0	4,300	0			
6244 Operation of Equipment	0	0	0	0	0			
6246 Repairs & maintenance	3,549	3,600	3,600	2,233	0		2,300	
6247 Repairs & Maintenance - Streets	12,366	13,000	13,000	4,814	0		5,000	
6252 05-STBG-1530 Local Match (03J)	0	0	0	0	0			
6253 Fed Project No. HRLU-5278(005)	0	0	0	250,250	0		121,627	
6255 Fed Project No. HRRRL-5278(008)	76,322	23,790	23,790	0	0		54,413	
6256 Fed Project No SR2SL-5278(010)	0	4,690	4,690	0	0		4,690	
6257 State Project SLPP-5278(014)	217,827	42,023	42,023	0	0		42,023	
6263 State Project STPL-5278(013)	0	40,188	40,188	40,188	0			
6275 Towing service	200	0	0	0	0			
6310 Safety Equipment	2,299	0	0	551	0			
6315 Street Sweeper	0	0	0	821	0			
6320 Small Supplies & tools	119	0	0	4	0			
9001 City Contribution (21A)	43,750	3,000	3,000	7,738	0			
9045 Public Works Project (03J)	0	113,408	113,408	465,701	0			
Operations totals	363,373	283,749	283,749	836,143	0	0	253,155	0
Total Expenditures	363,373	283,749	283,749	836,143	0	0	253,155	0
Grand Total:	-53,762	16,251	16,251	-526,656	0	0	54,845	0

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			Estimated	(6)	(7)	(8)
	Year	Original	Amended	Actual Thru				
	Actual	Budget	Budget	June				
Fund: 331 - Federal Project HPLU-5278(005)								
Revenues								
Dept: 00 Operations totals								
4431 Federal Callran's Money	7,212	15,641	15,641	1,812	0		13,829	
4492 City Local Match	0	20,729	20,729	121,627	0		18,473	
4912 Prior Year Carry Over	0	0	0	0	0			
Operations totals	7,212	36,370	36,370	123,439	0	0	32,302	0
Total Revenues	7,212	36,370	36,370	123,439	0	0	32,302	0
Expenditures								
Dept: 00 Operations totals								
6172 Payroll tax expense	0	0	0	0	0			
6213 Litigation Charges	0	0	0	0	0			
6215 CS - Preliminary Engineering	0	0	0	0	0			
6216 Contract Services	0	0	0	0	0			
6303 Computer support & updates	0	0	0	0	0			
8010 Contingencies (Project Deliv	0	0	0	0	0			
8550 Construction Engineering	0	15,160	15,160	0	0		15,160	
9001 City Contribution (21A)	3,638	0	0	29,351	0			
9045 Public Works Project (03J)	0	11,779	11,779	0	0		17,917	
Operations totals	3,638	26,939	26,939	29,351	0	0	33,077	0
Total Expenditures	3,638	26,939	26,939	29,351	0	0	33,077	0
Grand Total:	3,574	9,431	9,431	94,088	0	0	-775	0

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			Estimated	(6)	(7)	(8)
	Year	Original	Amended	Actual Thru		Requested	Recommended	Adopted
Fund: 333 - HRRRL-5278(008)	Actual	Budget	Budget	June	Total			
<b>Revenues</b>								
Dept: 00 Operations totals								
4431 Federal Caltran's Money	508,310	136,794	136,794	86,123	0		50,671	
4492 City Local Match	76,322	76,322	76,322	54,413	0		14,221	
4912 Prior Year Carry Over	0	0	0	0	0			
Operations totals	584,632	213,116	213,116	140,536	0	0	64,892	0
Total Revenues	584,632	213,116	213,116	140,536	0	0	64,892	0
<b>Expenditures</b>								
Dept: 00 Operations totals								
6172 Payroll tax expense	6,940	-5,949	-5,949	0	0			
6213 Litigation Charges	0	0	0	0	0			
6215 CS - Preliminary Engineering	0	0	0	0	0			
6216 Contract Services	97,172	-21,798	-21,798	0	0		27,818	
8010 Contingencies (Project Deliv	0	0	0	0	0			
9001 City Contribution (21A)	286	-3,044	-3,044	0	0			
9045 Public Works Project (03J)	642,506	22,534	22,534	0	0		8,376	
9051 Road Construction Project	0	0	0	0	0			
Operations totals	746,904	-8,257	-8,257	0	0	0	36,194	0
Total Expenditures	746,904	-8,257	-8,257	0	0	0	36,194	0
<b>Grand Total:</b>	<b>-162,272</b>	<b>221,373</b>	<b>221,373</b>	<b>140,536</b>	<b>0</b>	<b>0</b>	<b>28,698</b>	<b>0</b>

BUDGET WORKSHEET

City of Westmorland

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Month: 6/30/2015	Prior Year Actual	Current Year			Estimated Total	(6) Requested	(7) Recommended	(8) Adopted
		Original Budget	Amended Budget	Actual Thru June				
<b>Fund: 335 - SR2SL-5278(010)</b>								
Revenues								
Dept: 00 Operations totals								
4431 Federal Caltran's Money	0	316,520	316,520	0	0		316,520	
4492 City Local Match	0	35,169	35,169	9,119	0		35,169	
4912 Prior Year Carry Over	0	0	0	0	0			
Operations totals	0	351,689	351,689	9,119	0	0	351,689	0
Total Revenues	0	351,689	351,689	9,119	0	0	351,689	0
Expenditures								
Dept: 00 Operations totals								
6172 Payroll tax expense	0	0	0	2,827	0			
6215 CS - Preliminary Engineering	0	0	0	0	0			
6216 Contract Services	0	30,000	30,000	39,796	0		40,000	
8010 Contingencies (Project Deliv	0	10,000	10,000	424	0		26,579	
9051 Road Construction Project	0	311,689	311,689	251,589	0		225,054	
Operations totals	0	351,689	351,689	294,636	0	0	291,633	0
Total Expenditures	0	351,689	351,689	294,636	0	0	291,633	0
Grand Total:	0	0	0	-285,517	0	0	60,056	0

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior Year	Current Year			Estimated Total	(6) Requested	(7) Recommended	(8) Adopted
	Actual	Original Budget	Amended Budget	Actual Thru June				
Fund: 336 - STPL-5278(013)								
Revenues								
Dept: 00 Operations totals								
4431 Federal Caltran's Money	508	0	0	225,577	0		39,915	
4492 City Local Match	0	0	0	59,587	0		3,343	
Operations totals	508	0	0	285,164	0	0	43,258	0
Total Revenues	508	0	0	285,164	0	0	43,258	0
Expenditures								
Dept: 00 Operations totals								
6172 Payroll tax expense	0	0	0	4,078	0			
6215 CS - Preliminary Engineering	0	0	0	0	0			
8550 Construction Engineering	851	0	0	61,816	0			
9001 City Contribution (21A)	0	0	0	0	0			
9051 Road Construction Project	0	0	0	232,960	0		30,228	
Operations totals	851	0	0	298,854	0	0	30,228	0
Total Expenditures	851	0	0	298,854	0	0	30,228	0
Grand Total:	-343	0	0	-13,690	0	0	13,030	0



BUDGET WORKSHEET

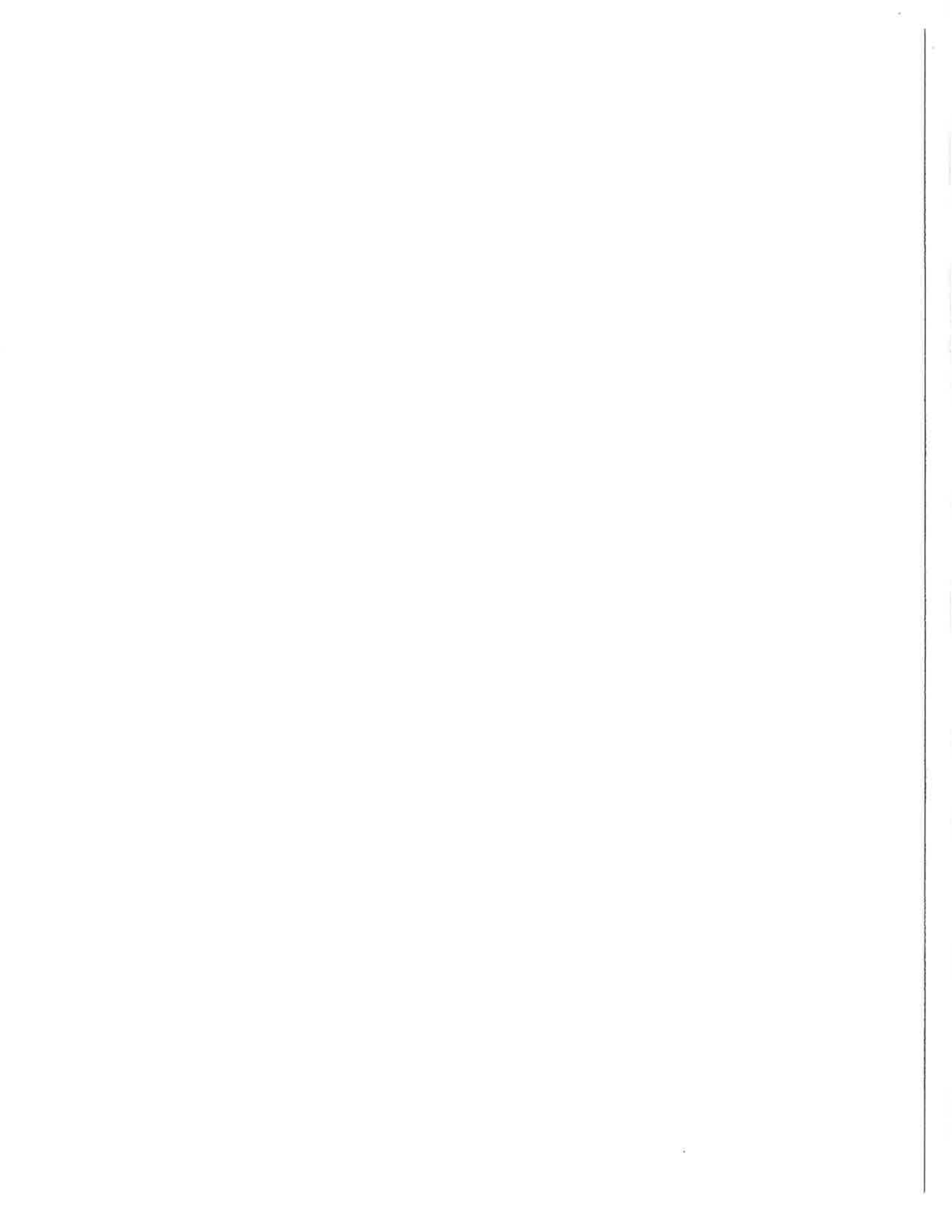
City of Westmorland

Month: 6/30/2015	Prior	Current Year			(6)	(7)	(8)	
	Year	Original	Amended	Actual Thru	Estimated	Requested	Recommended	Adopted
Fund: 337 - SLPP-5278(014)	Actual	Budget	Budget	June	Total			
Revenues								
Dept: 00 Operations totals								
4431 Federal Caltran's Money	65,906	68,000	68,000	2,094	0			
4492 City Local Match	68,000	68,000	68,000	54,811	0		54,811	
Operations totals	133,906	136,000	136,000	56,905	0	0	54,811	0
Total Revenues	133,906	136,000	136,000	56,905	0	0	54,811	0
Expenditures								
Dept: 00 Operations totals								
8010 Contingencies (Project Deliv	7,877	10,000	10,000	0	0		2,096	
8550 Construction Engineering	14,000	16,000	16,000	0	0		2,000	
9001 City Contribution (21A)	17,308	0	0	0	0			
9051 Road Construction Project	149,533	152,023	152,023	0	0		2,490	
Operations totals	188,718	178,023	178,023	0	0	0	6,586	0
Total Expenditures	188,718	178,023	178,023	0	0	0	6,586	0
Grand Total:	-54,812	-42,023	-42,023	56,905	0	0	48,225	0

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			(6)	(7)	(8)	
	Year	Original	Amended	Actual Thru	Estimated	Requested	Recommended	Adopted
	Actual	Budget	Budget	June	Total			
Fund: 341 - CMAG Street Sweeper								
Revenues								
Dept: 00 Operations totals								
4431 Federal Caltran's Money	0	0	0	2,204	0		265,796	
4492 City Local Match	0	0	0	0	0		34,181	
4800 Other Revenue	0	0	0	0	0		20,668	
Operations totals	0	0	0	2,204	0	0	320,645	0
Total Revenues	0	0	0	2,204	0	0	320,645	0
Expenditures								
Dept: 00 Operations totals								
6216 Contract Services	0	0	0	0	0			
6315 Street Sweeper	0	0	0	0	0			
6930 Machiner/Equipment	0	0	0	0	0		4,150	
8550 Construction Engineering	0	10,000	10,000	0	0		4,114	
9001 City Contribution (21A)	0	0	0	0	0			
9045 Public Works Project (03J)	0	293,000	293,000	0	0		259,392	
Operations totals	0	303,000	303,000	0	0	0	267,656	0
Total Expenditures	0	303,000	303,000	0	0	0	267,656	0
Grand Total:	0	-303,000	-303,000	2,204	0	0	52,989	0





BUDGET WORKSHEET

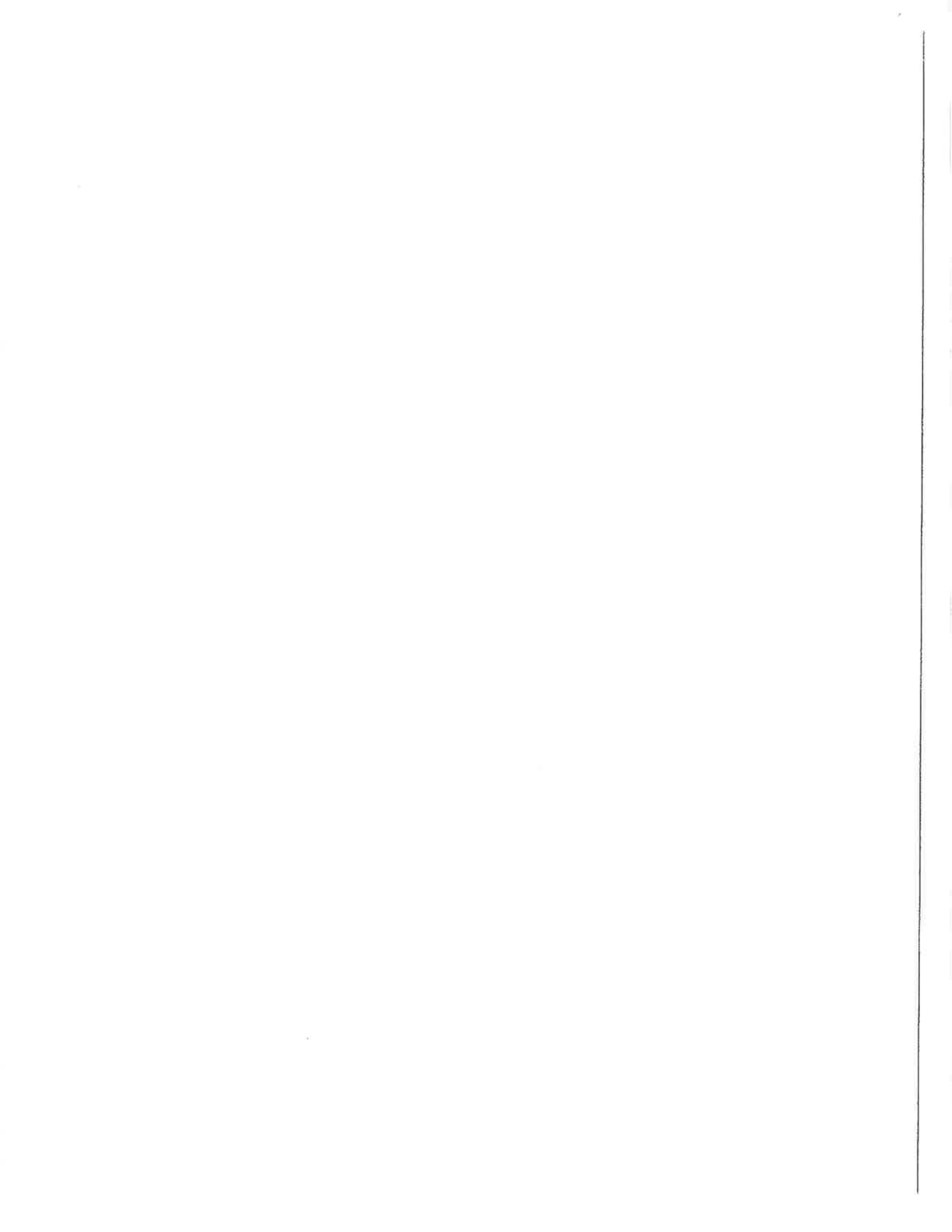
City of Westmorland

Month: 6/30/2015	Prior Year Actual	Current Year		Actual Thru June	Estimated Total	(6) Requested	(7) Recommended	(8) Adopted
		Original Budget	Amended Budget					
Fund: 350 - SPECIAL GAS TAX								
Revenues								
Dept: 00 Operations totals								
4415 2105 Revenue	41,489	41,500	41,500	46,254	0		46,300	
4416 2106 Revenue	11,136	11,200	11,200	11,994	0		12,000	
4417 2107 Revenue	17,270	17,300	17,300	18,409	0		18,500	
4418 2107.50 Revenue	1,000	1,000	1,000	2,000	0		2,000	
4912 Prior Year Carry Over	0	0	0	0	0			
Operations totals	70,895	71,000	71,000	78,657	0	0	78,800	0
Total Revenues	70,895	71,000	71,000	78,657	0	0	78,800	0
Expenditures								
Dept: 00 Operations totals								
6110 Salaries - Full Time	0	0	0	0	0			
6172 Payroll tax expense	0	0	0	0	0			
6202 Accounting services	5,365	0	0	0	0			
6216 Contract Services	575	0	0	0	0			
6246 Repairs & maintenance	0	0	0	0	0			
6247 Repairs & Maintenance - Streets	2,560	1,500	1,500	0	0			
6256 Fed Project No SR2SL-5278(010)	0	0	0	9,119	0		9,119	
6275 Towing service	0	0	0	0	0			
6290 Utilities - Electric	12,848	13,000	13,000	14,141	0		14,200	
6303 Computer support & updates	1,206	1,300	1,300	1,222	0		1,300	
Operations totals	22,554	15,800	15,800	24,482	0	0	24,619	0
Total Expenditures	22,554	15,800	15,800	24,482	0	0	24,619	0
Grand Total:	48,341	55,200	55,200	54,175	0	0	54,181	0

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			(6)	(7)	(8)	
	Year Actual	Original Budget	Amended Budget	Actual Thru June	Estimated Total	Requested	Recommended	Adopted
Fund: 504 - Water State Revolving Fund								
Revenues								
Dept: 00 Operations totals								
4484 State - Water Resources	0	500,000	500,000	80,361	0		419,639	
Operations totals	0	500,000	500,000	80,361	0	0	419,639	0
Total Revenues	0	500,000	500,000	80,361	0	0	419,639	0
Expenditures								
Dept: 00 Operations totals								
6215 CS - Preliminary Engineering	0	10,000	10,000	0	0		10,000	
6243 Miscellaneous expense	0	5,000	5,000	1,029	0		4,271	
6264 Testing Services	0	15,000	15,000	14,988	0		13	
6270 Travel & meetings	0	17,500	17,500	11,723	0		10,000	
6341 ALLOCATED OVERHEAD	0	90,000	90,000	90,000	0		32,685	
8015 Field Survey	0	25,000	25,000	0	0		25,000	
8020 Environmental & Permits	0	60,000	60,000	5,800	0		60,000	
8025 Plans & Specifications	0	277,500	277,500	0	0		277,500	
Operations totals	0	500,000	500,000	123,540	0	0	419,469	0
Total Expenditures	0	500,000	500,000	123,540	0	0	419,469	0
<b>Grand Total:</b>	0	0	0	-43,179	0	0	170	0



BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			(6)	(7)	(8)	
	Year Actual	Original Budget	Amended Budget	Actual Thru June	Estimated Total	Requested	Recommended	Adopted
Fund: 510 - WATER PLANT								
Revenues								
Dept: 00 Operations totals								
4484 State - Water Resources	0	0	0	0	0			
4551 Water Service Charges	354,530	355,000	355,000	355,963	0		356,000	
4552 Water Connection Fees	4,660	5,000	5,000	4,560	0		5,000	
4554 Water Turn on Fees	212	200	200	285	0		300	
4555 Late fees	8,501	8,600	8,600	8,211	0		8,250	
4563 Capacity Fees	0	0	0	0	0			
4610 Interest Earned	0	0	0	0	0			
4800 Other Revenue	160	200	200	335	0		350	
4801 Capital Reimbursements	0	0	0	0	0			
4802 Developer Fees	0	0	0	0	0			
4910 Operating Transfers In	0	0	0	0	0			
Operations totals	368,063	369,000	369,000	369,354	0	0	369,900	0
Total Revenues	368,063	369,000	369,000	369,354	0	0	369,900	0
Expenditures								
Dept: 00 Operations totals								
6110 Salaries - Full Time	101,723	102,000	102,000	119,237	0		120,000	
6172 Payroll tax expense	7,782	8,000	8,000	9,122	0		9,200	
6175 Health Benefits	15,533	16,000	16,000	27,269	0		27,300	
6176 Insurance - Workers Comp	17,694	20,000	20,000	55,912	0		56,000	
6201 Advertising (incl legal)	481	200	200	149	0			
6202 Accounting services	0	0	0	0	0			
6203 Annual fees	8,785	9,000	9,000	2,726	0		3,000	
6205 Bank charges	0	0	0	0	0			
6207 Finance Charges	0	0	0	0	0			
6210 C/Services - Dev Impact Ord	0	0	0	0	0			
6212 Contract Services	0	0	0	0	0			
6213 Litigation Charges	0	0	0	0	0			
6216 Contract Services	11,604	5,000	5,000	16,427	0		200	
6218 Deposit refund	964	1,000	1,000	1,525	0		1,500	
6220 Drug Testing	485	500	500	180	0		180	
6230 Insurance - Medical	0	0	0	0	0			
6231 Insurance	0	0	0	0	0			
6234 Interest expense	0	0	0	0	0			
6235 Legal services	0	0	0	0	0			
6240 M & O Improvements	0	0	0	0	0			
6242 Maintenance of Equipment	6,533	6,500	6,500	5,495	0		6,000	



BUDGET WORKSHEET

City of Westmorland

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Month: 6/30/2015	Prior Year Actual	Current Year			Estimated Total	(6) Requested	(7) Recommended	(8) Adopted
		Original Budget	Amended Budget	Actual Thru June				
Fund: 510 - WATER PLANT								
Expenditures								
Dept: 00 Operations totals								
6243	Miscellaneous expense	-907	0	0	-1,697	0		
6244	Operation of Equipment	47,378	48,000	48,000	30,127	0	30,200	
6246	Repairs & maintenance	5,458	5,500	5,500	7,277	0	7,500	
6250	Publication/Dues	0	0	0	0	0		
6260	Telephone	4,970	5,000	5,000	5,025	0	5,050	
6262	Rent of Property	0	0	0	0	0		
6264	Testing Services	0	500	500	77	0	100	
6265	Rental equipment	0	0	0	0	0		
6266	Training/Education	278	100	100	557	0	550	
6268	Certification for employees	150	150	150	275	0	300	
6270	Travel & meetings	0	0	0	0	0		
6272	Lodging expense	0	0	0	0	0		
6275	Towing service	145	0	0	0	0		
6280	Utilities	0	0	0	0	0		
6290	Utilities - Electric	41,751	42,000	42,000	37,477	0	37,500	
6291	Utilities - Water	49,841	50,000	50,000	15,376	0	15,500	
6301	Office Expense	2,471	2,500	2,500	3,411	0	2,800	
6303	Computer support & updates	2,468	2,500	2,500	1,530	0	1,550	
6305	Postage/Freight	391	400	400	15	0	100	
6308	Promotional	0	0	0	0	0		
6310	Safety Equipment	49	50	50	355	0	250	
6320	Small Supplies & tools	272	150	150	218	0	250	
6323	Plant Equipment Supplies	3,194	2,500	2,500	1,345	0	1,400	
6325	Chemicals	90,428	90,500	90,500	82,115	0	83,000	
6328	Janitorial supplies	766	500	500	271	0	300	
6329	Fuel & oil	4,172	4,500	4,500	2,987	0	3,000	
6330	Special Departmental Supplies	0	0	0	0	0		
6340	Uniform	1,067	1,050	1,050	1,923	0	2,500	
6350	Water Purchases	0	0	0	0	0		
6820	Debt Service	0	0	0	0	0		
6940	Office Equipment	0	0	0	0	0		
6941	2010 SANITATION SURVEY	1,200	0	0	600	0		
6943	2013 Sanitary Survey	0	0	0	5,080	0		
6945	Equipment	8,028	3,000	3,000	29	0	100	
7001	Fines	0	0	0	0	0		
7051	DEPRECIATION EXPENSE	0	0	0	0	0		
Operations totals		435,154	427,100	427,100	432,415	0	415,330	0

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			(6)	(7)	(8)	
	Year Actual	Original Budget	Amended Budget	Actual Thru June	Estimated Total	Requested	Recommended	Adopted
<b>Fund: 520 - SEWER PLANT</b>								
Revenues								
Dept: 00 Operations totals								
4561 Sewer Service Charges	240,351	241,000	241,000	246,773	0		250,000	
4562 Sewer Connection Fees	0	0	0	0	0			
4563 Capacity Fees	0	0	0	0	0			
4580 Septic Income	0	0	0	0	0			
4610 Interest Earned	0	0	0	0	0			
4800 Other Revenue	0	0	0	0	0			
4801 Capital Reimbursements	0	0	0	0	0			
4802 Developer Fees	0	0	0	0	0			
4910 Operating Transfers In	0	0	0	0	0			
Operations totals	240,351	241,000	241,000	246,773	0	0	250,000	0
Total Revenues	240,351	241,000	241,000	246,773	0	0	250,000	0
Expenditures								
Dept: 00 Operations totals								
6110 Salaries - Full Time	82,644	83,000	83,000	104,647	0		100,600	
6150 Educational Incentive	1,049	500	500	1,400	0		500	
6165 Uniform Allowance	0	0	0	0	0			
6172 Payroll tax expense	6,322	6,500	6,500	8,005	0		7,700	
6175 Health Benefits	17,971	18,000	18,000	18,036	0		18,100	
6176 Insurance - Workers Comp	11,230	11,000	11,000	37,722	0		37,800	
6179 Meals expense	0	0	0	0	0			
6201 Advertising (Incl legal)	0	0	0	0	0			
6202 Accounting services	0	0	0	0	0			
6203 Annual fees	8,129	8,200	8,200	12,877	0		13,000	
6210 C/Services - Dev Impact Ord	0	0	0	0	0			
6212 Contract Services	0	0	0	0	0			
6213 Litigation Charges	0	0	0	0	0			
6216 Contract Services	1,536	1,550	1,550	4,200	0		200	
6220 Drug Testing	147	150	150	180	0		180	
6230 Insurance - Medical	0	0	0	0	0			
6242 Maintenance of Equipment	371	400	400	1,610	0		1,500	
6243 Miscellaneous expense	536	500	500	428	0		500	
6244 Operation of Equipment	24,072	5,000	5,000	12,241	0		12,500	
6246 Repairs & maintenance	4,732	4,800	4,800	8,577	0		5,000	
6248 Solid waste disposal	0	0	0	0	0			
6260 Telephone	1,426	1,500	1,500	1,839	0		2,000	
6262 Rent of Property	0	0	0	0	0			

BUDGET WORKSHEET

City of Westmorland

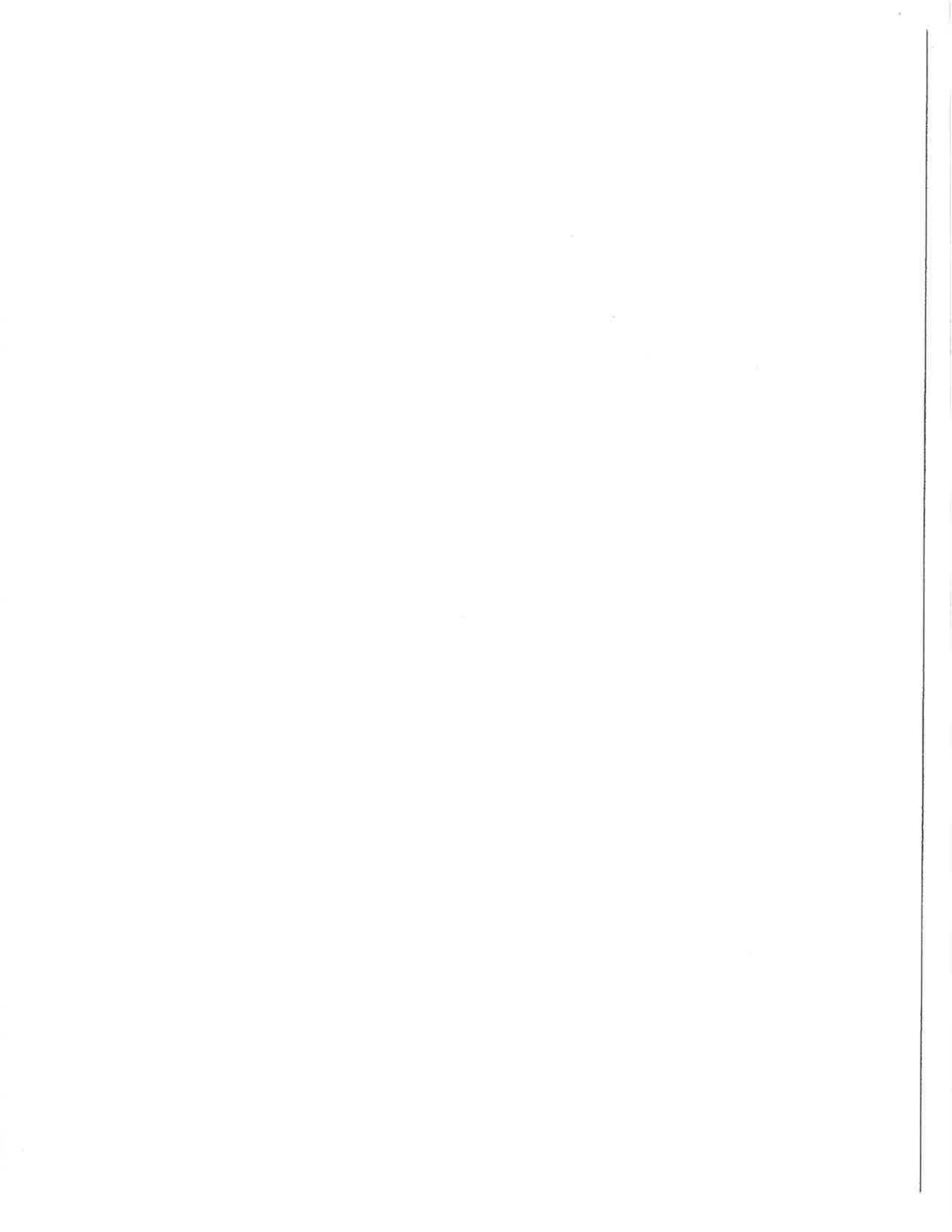
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Month: 6/30/2015	Prior Year Actual	Current Year			Estimated Total	(6) Requested	(7) Recommended	(8) Adopted
		Original Budget	Amended Budget	Actual Thru June				
<b>Fund: 520 - SEWER PLANT</b>								
Expenditures								
Dept: 00 Operations totals								
6264 Testing Services	43,011	44,000	44,000	44,031	0	44,000		
6265 Rental equipment	234	250	250	0	0			
6266 Training/Education	1,035	500	500	300	0	300		
6268 Certification for employees	170	200	200	0	0			
6270 Travel & meetings	276	0	0	0	0			
6290 Utilities - Electric	21,101	21,500	21,500	22,066	0	23,000		
6291 Utilities - Water	87	100	100	280	0	300		
6301 Office Expense	2,255	2,300	2,300	2,044	0	2,100		
6303 Computer support & updates	1,206	1,200	1,200	1,222	0	1,500		
6305 Postage/Freight	340	500	500	23	0	100		
6310 Safety Equipment	0	1,500	1,500	163	0	200		
6320 Small Supplies & tools	2,591	0	0	964	0	1,000		
6321 Meter equipment	0	0	0	0	0			
6323 Plant Equipment Supplies	1,405	1,500	1,500	1,646	0	1,700		
6325 Chemicals	15,881	15,000	15,000	26,295	0	27,000		
6328 Janitorial supplies	586	500	500	275	0	300		
6329 Fuel & oil	4,424	4,500	4,500	4,444	0	4,500		
6330 Special Departmental Supplies	0	0	0	0	0			
6340 Uniform	1,167	1,200	1,200	1,376	0	1,000		
6820 Debt Service	0	0	0	0	0			
6942 R7-2011-0045 WB BOARD ORDER	0	0	0	0	0			
6945 Equipment	0	0	0	0	0			
7051 DEPRECIATION EXPENSE	0	0	0	0	0			
Operations totals	255,914	235,850	235,850	316,891	0	306,580	0	
Total Expenditures	255,914	235,850	235,850	316,891	0	306,580	0	
Grand Total:	-15,563	5,150	5,150	-70,118	0	-56,580	0	

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			(6)	(7)	(8)	
	Year Actual	Original Budget	Amended Budget	Actual Thru June	Estimated Total	Requested	Recommended	Adopted
Fund: 924 - 02-HOME-0636 (Chelsea Project)								
Revenues								
Dept: 00 Operations totals								
4912 Prior Year Carry Over	0	13,264	13,264	0	0		7,525	
Operations totals	0	13,264	13,264	0	0	0	7,525	0
Total Revenues	0	13,264	13,264	0	0	0	7,525	0
Expenditures								
Dept: 00 Operations totals								
6172 Payroll tax expense	0	0	0	0	0			
6305 Postage/Freight	0	0	0	0	0			
9001 City Contribution (21A)	3,606	4,000	4,000	3,628	0		4,000	
9010 General Administration (21A)	0	0	0	0	0			
Operations totals	3,606	4,000	4,000	3,628	0	0	4,000	0
Total Expenditures	3,606	4,000	4,000	3,628	0	0	4,000	0
Grand Total:	-3,606	9,264	9,264	-3,628	0	0	3,525	0



BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior Year	Current Year			(6)	(7)	(8)	
	Actual	Original Budget	Amended Budget	Actual Thru June	Estimated Total	Requested	Recommended	Adopted
Fund: 952 - GOVT AGENCIES - CIRP								
Revenues								
Dept: 00 Operations totals								
4600 Income - Program	2,488	2,450	2,450	2,750	0		2,500	
4605 Income - Interest Loans	538	405	405	361	0		400	
4912 Prior Year Carry Over	0	0	0	0	0			
Operations totals	3,026	2,855	2,855	3,111	0	0	2,900	0
Total Revenues	3,026	2,855	2,855	3,111	0	0	2,900	0
Expenditures								
Dept: 00 Operations totals								
6945 Equipment	0	0	0	0	0			
7050 Allocation of overhead	0	0	0	0	0			
9001 City Contribution (21A)	2,896	3,000	3,000	6,500	0		2,000	
Operations totals	2,896	3,000	3,000	6,500	0	0	2,000	0
Total Expenditures	2,896	3,000	3,000	6,500	0	0	2,000	0
Grand Total:	130	-145	-145	-3,389	0	0	900	0

BUDGET WORKSHEET

City of Westmorland

Month: 6/30/2015	Prior	Current Year			(6)	(7)	(8)	
	Year Actual	Original Budget	Amended Budget	Actual Thru June	Estimated Total	Requested	Recommended	Adopted
Fund: 951 - GOVT AGENCIES REVOLVING LOAN								
Revenues								
Dept: 00 Operations totals								
4600 Income - Program	31,423	31,300	31,300	84,157	0		33,200	
4605 Income - Interest Loans	922	850	850	812	0		850	
4710 Sale of Maps, Pubs and Copies	0	0	0	0	0			
4800 Other Revenue	0	0	0	0	0			
4912 Prior Year Carry Over	0	0	0	0	0			
Operations totals	32,345	32,150	32,150	84,969	0	0	34,050	0
Total Revenues	32,345	32,150	32,150	84,969	0	0	34,050	0
Expenditures								
Dept: 00 Operations totals								
6110 Salaries - Full Time	2,029	2,050	2,050	3,766	0		3,650	
6172 Payroll tax expense	155	150	150	288	0		288	
6205 Bank charges	0	0	0	0	0			
6208 Credit reports	0	0	0	0	0			
6213 Litigation Charges	0	0	0	0	0			
6301 Office Expense	1,547	1,550	1,550	1,349	0		1,400	
7050 Allocation of overhead	9,311	9,311	9,311	8,662	0		9,000	
9001 City Contribution (21A)	6,260	6,500	6,500	87,502	0		5,000	
9010 General Administration (21A)	0	0	0	1,146	0			
9015 Set-aside Grant Activity (03F)	0	0	0	0	0			
9020 Housing Rehab Const. (14A)	0	0	0	0	0			
Operations totals	19,302	19,561	19,561	102,713	0	0	19,338	0
Total Expenditures	19,302	19,561	19,561	102,713	0	0	19,338	0
Grand Total:	13,043	12,589	12,589	-17,744	0	0	14,712	0

CITY OF WESTMORLAND  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
CITY OF WESTMORLAND, CALIFORNIA



CITY OF WESTMORLAND, CALIFORNIA

FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2009  
CITY OF WESTMORLAND, CALIFORNIA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

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# THOMAS, TRIMM & HARVIE

CERTIFIED PUBLIC ACCOUNTANTS

DEAN THOMAS (1920-1982)  
BOB G. TRIMM, C.P.A.  
WAYNE E. HARVIE, C.P.A.

202 'E' STREET • P. O. BOX 95  
DRAWLEY, CALIFORNIA 92227

TELEPHONE (760) 344-3050  
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To the City Council  
City of Westmorland, California

## Independent Auditors' Report

We have audited the accompanying financial statements of the governmental activities, the business type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Westmorland, California, as of and for the year ended June 30, 2009, which collectively comprise the County's basic financial statements as listed in the table of contents. The financial statements are the responsibility of the City of Westmorland, California's, management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Westmorland, California, as of June 30, 2009, and the respective changes in financial position, and, where applicable, cash flows, and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 31, 2010, on our consideration of the City of Westmorland, California's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters.

Page two  
Independent Auditors' Report

The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and budgetary comparison information on pages 1 through 7 and 32 through 38 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consist primarily of inquires of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Westmorland, California basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements of the City of Westmorland, California. The combining fund financial statements and the Schedule of Expenditures of Federal Awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Thomas, Trimm & Harvie, CPA's

August 31, 2010

## Management's Discussion and Analysis

This is management's discussion and analysis of the financial performance of the City of Westmorland for the fiscal year ended June 30, 2009. Please read this in conjunction with the City's financial statements, which follow this discussion.

### Financial Highlights

- The City's total net assets, excluding the discretely presented component unit, increased over the course of the fiscal year to \$10,453,917. The governmental net assets decreased by \$5,270,629 and the business-type net assets decreased to \$5,183,288.

### Overview of the Financial Statements

This annual report consists of four parts - management's discussion and analysis (this portion), the basic financial statements, required supplementary information, and optional combining statements for governmental funds. The basic financial statements include two kinds of statements that present different views of the City.

- The government-wide financial statements provide both long-term and short-term information about the City's overall financial status.
- Fund financial statements focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.
  - Governmental funds statements tell how general government services such as police, fire and public works were financed in the short-term as well as what remains for future spending.
  - Proprietary fund statements offer short and long-term financial information about the activities the City operates like business, such as sewage treatment services, and the treated water.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by the Pension Plans' Schedule of Funding Progress, which is required supplementary information. In addition to these required elements, we have included combining statements that provide details about our governmental funds.

## Management's Discussion and Analysis

### Government-wide Financial Statements

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The statements of net assets includes all the City's assets and liabilities. All the current year's revenues and expenses are reported in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the City's net assets and how they have changed during the fiscal year. Over time, increases or decreases in the City's net assets are one indicator of whether its financial health is improving or deteriorating.

The government-wide financial statements of the City are divided as follows:

- Government activities - Most of the City's basic services are included here, such as the police, fire, public works, parks and recreation, and general administration. Taxes and state and federal grants finance most of these activities.
- Business-type activities - Certain services provided by the City are funded by customer fees. Among these are the City's sewage treatment service, and water delivery service.
- Component unit - The City included one other entity in its report which, although legally separate, is important because the City is financially accountable for it. The component unit is the Westmorland Redevelopment Agency.

### Fund Financial Statements

A fund is a group of related accounts that is used to maintain control over resources that have been segregated for the specific activities or objectives. Fund financial statements provide more detail information about the City's funds, not the City as a whole.

The City has three types of funds:

- Governmental funds - Most of the City's basic services are included in governmental funds, which focus on (1) short-term inflows and outflows of spendable resources, and (2) the remaining year-end balances available for spending. Because this information does not encompass the additional long-term focus of the government-wide statements, reconciliations that explain the relationship (or differences) between governmental funds and governmental activities follow each of the governmental funds statements.
- Proprietary funds - Services for which the City charges customers a fee are generally reported in proprietary funds. Proprietary fund financial statements, like the government-wide statements, provide both long-term and short-term financial information.

Management's Discussion and Analysis

Fund Financial Statements (continued):

- -Enterprise funds - are used to report the same functions presented as business-type activities in the government-wide financial statements.

Financial Analysis of the Government-wide Statements

The government-wide financial statements provide long-term and short-term information about the City's overall financial condition. This analysis addresses the financial statements of the City as a whole.

City of Westmorland  
Summary of Net Assets  
As of June 30, 2009

	<u>Governmental Activities</u>	<u>Business- type Activities</u>	<u>Total Primary Government</u>
Current and other assets	\$ 5 018 714	\$ 1 441 473	\$ 6 460 187
Capital assets	<u>1 292 130</u>	<u>3 791 937</u>	<u>5 084 067</u>
Total assets	6 310 844	5 233 410	11 544 254
Long-term liabilities	502 973	34 097	537 070
Other liabilities	<u>537 242</u>	<u>16 025</u>	<u>552 267</u>
Total liabilities	<u>1 040 215</u>	<u>50 122</u>	<u>1 090 337</u>
Net assets:			
Invested in capital assets, net of debt	1 292 130	3 754 716	5 046 846
Restricted	1 520 821	268 196	1 789 017
Unrestricted	<u>2 457 678</u>	<u>1 160 376</u>	<u>3 618 054</u>
Total net assets	<u>\$ 5 270 629</u>	<u>\$ 5 183 288</u>	<u>\$10 453 917</u>

Net assets of the City's governmental activities decreased 25.6 percent to \$5,270,629 consequently, unrestricted net assets showed a \$10,453,917 balance at the end of this year.

The net assets of our business-type activities decreased by 1.3 percent to \$5,183,288, these resources cannot be used in governmental activities. The City generally can only use these net assets to finance the continuing operations of the business-type activities.

City of Westmorland  
 Changes in Net Assets  
 For the Fiscal Year ended June 30, 2009

	<u>Governmental Activities</u>	<u>Business- type Activities</u>	<u>Total Primary Government</u>
<u>Revenues</u>			
Program revenues:			
Charges for services	\$ 453 763	\$ 643 512	\$ 1 079 275
Operating grants and contributions	-0-	-0-	-0-
Capital grants and contributions	529 300	-0-	529 300
General revenues:			
Property taxes	50 080	-0-	50 080
Business licenses	8 000	-0-	8 000
Sales taxes	257 605	-0-	257 605
Motor vehicle license fee	208 298	-0-	208 298
Transient occupancy tax	71 382	-0-	71 382
Rents received	15 000	-0-	15 000
Taxes in lieu	12 500	-0-	12 500
Franchise tax	21 621	-0-	21 621
Other revenues	545 871	-0-	545 871
Total revenues	<u>2 155 420</u>	<u>643 512</u>	<u>2 798 932</u>
<u>Expenses</u>			
Governmental activities:			
General government	228 315	-0-	228 315
Public Safety	416 297	-0-	416 297
Streets	582 913	-0-	582 913
Solid waste	185 250	-0-	185 250
Public works	19 995	-0-	19 995
Parks and recreation	57 740	-0-	57 740
Community development	1 399 169	-0-	1 399 169
Business-type activities:			
Sewage treatment	-0-	240 902	240 902
Water	-0-	475 952	475 952
Total expenses	<u>2 889 679</u>	<u>716 854</u>	<u>3 606 533</u>
Change in net assets	( 734 259)	( 71 533)	( 805 792)
Beginning net assets	<u>3 255 679)</u>	<u>5 209 223</u>	<u>8 464 902</u>
Ending net assets	<u>\$ 2 521 420</u>	<u>\$ 5 137 690</u>	<u>\$ 7 659 110</u>

## Management's Discussion and Analysis

### Revenues

The City's total revenues were \$2,798,932 for the fiscal year ended June 30, 2009. Revenues from governmental activities totaled \$2,155,420 and revenues from business-type activities totaled \$643,512.

### Expenses

Expenses of the City for the year totaled \$3,618,299. Governmental activity expenses totaled \$2,901,445, or 80.2 percent of total expenses. Business-type activities incurred \$716,854 of expenses during the year, or 19.8 percent of total expenses.

### Governmental Activities

The following table shows the cost of each of the City's major programs and the net cost of the programs. Net cost is the total cost less fees and other direct revenue generated by the activities. The net cost reflects the financial burden that was placed on the City's taxpayers by each of the programs.



City of Westmorland  
 Net Cost of Governmental Activities  
 For the Fiscal Year Ended June 30, 2009

	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
General government	\$ 228 315	\$ 228 315
Public safety	416 297	173 915
Streets	582 913	582 913
Solid waste	185 250	( 17 256)
Public works	19 995	19 995
Parks and recreation	57 740	57 740
Community development	<u>1 399 169</u>	<u>878 994</u>
Totals	\$ 2 889 679 =====	\$ 1 925 616 =====

The cost for all governmental activities this year was \$2,889,679. The City's taxpayers paid for \$435,763 of these costs. Fees and grants funded the balance of the costs. The net benefit of services provided by community development is a result of operating grant funding. The net cost (benefit) to taxpayers for community development services, excluding operating grant activity, was \$878,994.

Business-type Activities

Program revenues of the City's business-type activities totaled \$704,271. Expenses of business-type activities were \$715,742.

Financial Analysis of the Fund Statements

The City uses fund accounting to assure and demonstrate compliance with finance-related legal requirements. The fund financial statements focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.

The City's governmental funds provide information on near-term inflows, outflows and balances of spendable resources. The City's governmental funds reported a combined fund balance at June 30, 2009, of \$2,577,538.

City of Westmorland  
Outstanding Debt  
June 30, 2009

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances, and to demonstrate the City's accountability for the money it receives. If you have questions about this report, need additional financial information, or would like to obtain component unit financial statements, contact the City of Westmorland at 355 South Center Street, Westmorland, CA 92281, or by calling (760) 344-3411.

Basic Financial Statements

City of Westmorland  
Statement of Net Assets  
June 30, 2009

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	
<u>Assets:</u>				
Cash and investments	\$ 2 888 008	\$ 1 169 442	\$ 4 057 450	\$ 410 008
Accounts receivable	22 308	3 835	26 143	-0-
Taxes receivable	-0-	-0-	-0-	847
Cash and investments - restricted	587 577	268 196	855 773	16 973
Bond discount	-0-	-0-	-0-	17 214
Loans receivable	1 520 821	-0-	1 520 821	100 000
Capital assets - not being depreciated	1 292 130	-0-	1 292 130	-0-
Capital assets - net of accumulated depreciation	-0-	3 791 937	3 791 937	-0-
Total assets	<u>6 310 844</u>	<u>5 233 410</u>	<u>11 544 254</u>	<u>545 042</u>
<u>Liabilities:</u>				
Cash deficit	485 944	-0-	485 944	-0-
Accounts payable	9 362	315	9 677	15 500
Accrued interest	-0-	-0-	-0-	13 125
Payroll taxes payable	5 854	-0-	5 854	-0-
Water deposits	-0-	12 586	12 586	-0-
Due to other agencies	2 550	-0-	2 550	52 199
Long-term debt:				
Due within one year	33 532	3 124	36 656	-0-
Due after one year	502 973	34 097	537 070	700 000
Total liabilities	<u>1 040 215</u>	<u>50 122</u>	<u>1 090 337</u>	<u>780 824</u>
<u>Net assets:</u>				
Invested in capital assets, net of related debt	1 292 130	3 754 716	5 046 846	-0-
Restricted for:				
Low and moderate income housing	1 520 821	-0-	1 520 821	203 470
Debt service	-0-	-0-	-0-	( 696 152)
Repairs	-0-	268 196	268 196	-0-
Unrestricted	<u>2 457 678</u>	<u>1 160 376</u>	<u>3 618 054</u>	<u>256 900</u>
Total net assets	<u>\$ 5 270 629</u>	<u>\$ 5 183 288</u>	<u>\$10 453 917</u>	<u>\$ ( 235 782)</u>

See accompanying accountant's report and notes to financial statements.

City of Westmorland  
Statement of Activities  
For the Fiscal Year Ended June 30, 2009

<u>Functions/Programs</u>	Program Revenues				
	Operating Expenses	Charges for Services	Operating Grants & Contribtns	Capital Grants & Contribtns	Net (Expense) Revenue
Primary government:					
Governmental activities					
General government	\$ 228 315	\$ -0-	\$ -0-	\$ -0-	\$( 228 315)
Public safety	416 297	192 382	50 000	-0-	( 173 915)
Streets	582 913	-0-	-0-	-0-	( 582 913)
Solid waste	185 250	-0-	-0-	-0-	( 185 250)
Public works	19 995	-0-	-0-	-0-	( 19 995)
Parks and recreation	57 740	-0-	-0-	-0-	( 57 740)
Community development	<u>1 399 169</u>	<u>40 875</u>	<u>479 300</u>	<u>-0-</u>	<u>( 878 994)</u>
Total government activities	2 889 679	233 257	529 300	-0-	(2 127 122)
Business-type activities:					
Sewage treatment	240 902	270 802	-0-	-0-	29 900
Water	<u>475 952</u>	<u>372 710</u>	<u>-0-</u>	<u>-0-</u>	<u>( 103 242)</u>
Total business-type activities	<u>716 854</u>	<u>643 512</u>	<u>-0-</u>	<u>-0-</u>	<u>( 73 342)</u>
Total primary government	<u>\$3 606 533</u>	<u>\$ 876 769</u>	<u>\$ 529 300</u>	<u>\$ -0-</u>	<u>\$(2 200 464)</u>
Component unit:					
Westmorland Redevelopment Agency	<u>\$ 175 960</u>	<u>\$ 280 072</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 104 112</u>

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	
<u>Change in net assets:</u>				
Net (expense) revenue	\$ (2 124 122)	\$ ( 73 342)	\$ ( 2 197 464)	\$ 104 112
General revenue:				
Taxes:				
Property taxes	50 080	-0-	50 080	-0-
Sales taxes	257 605	-0-	257 605	-0-
Motor vehicle license fee	208 298	-0-	208 298	-0-
Franchise taxes	21 621	-0-	21 621	-0-
Transient occupancy tax	71 382	-0-	71 382	-0-
Housing in lieu	12 500	-0-	12 500	-0-
Business license	8 000	-0-	8 000	-0-
Rents received	15 000	-0-	15 000	-0-
Other income	755 377	-0-	755 377	-0-
Total general revenues	1 399 863	-0-	1 399 863	-0-
Change in net assets	( 724 259)	( 73 342)	( 797 601)	104 112
Net assets - beginning of year	<u>5 994 888</u>	<u>5 254 594</u>	<u>11 249 482</u>	<u>( 339 892)</u>
Net assets, end of year	<u>\$ 5 270 629</u>	<u>\$ 5 181 252</u>	<u>\$ 10 451 881</u>	<u>\$ ( 235 780)</u>

See accompanying accountant's report and notes to the financial statements.

City of Westmorland  
Balance Sheet - Governmental Funds  
June 30, 2009

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Total</u>
<u>Assets:</u>				
Cash	\$ 1 253 056	\$ 1 258 869	\$ 376 083	\$ 2 888 008
Accounts receivable	3 938	18 370	-0-	22 308
Cash restricted	-0-	-0-	-0-	-0-
Due from other funds	202 474	127 259	257 844	587 577
Time-pay loans	722 674	-0-	-0-	722 674
Deferred loans	798 147	-0-	-0-	798 147
Total assets	<u>\$ 2 980 289</u>	<u>\$ 1 404 498</u>	<u>\$ 633 927</u>	<u>\$ 5 018 714</u>
 <u>Liabilities:</u>				
Cash defect	\$ -0-	\$ 485 944	\$ -0-	\$ 485 944
Accounts payable	-0-	9 362	-0-	9 362
Payroll taxes payable	5 854	-0-	-0-	5 854
Due to other funds	394 947	63 739	-0-	458 686
Due to agencies	2 550	-0-	-0-	2 550
Deposits	-0-	-0-	-0-	-0-
Deferred revenue	1 520 821	-0-	-0-	1 520 821
Total liabilities	<u>1 924 172</u>	<u>559 045</u>	<u>-0-</u>	<u>2 483 217</u>
 <u>Fund balances:</u>				
Fund balance - Unreserved	1 056 117	-0-	-0-	1 056 117
Fund balance - Reserved	-0-	887 494	633 927	1 521 421
Total fund balances	<u>1 056 117</u>	<u>887 494</u>	<u>633 927</u>	<u>2 577 538</u>
 Total liabilities and fund equity	 <u>\$ 2 980 289</u>	 <u>\$ 1 446 539</u>	 <u>\$ 633 927</u>	 <u>\$ 5 060 755</u>

See accompanying accountant's report and notes to the financial statements.

City of Westmorland  
 Reconciliation of the Balance Sheet to the Statement of Net Assets  
 Governmental Funds  
June 30, 2009

Fund balances - total governmental funds		\$ 2 577 538
Amounts reported for governmental activities in the statement of net assets are different because:		
Record governmental capital assets	\$ 1 292 130	
Total governmental capital assets		1 292 130
Add amounts due to business activities	416 645	
Record notes and lease payable	<u>( 536 505)</u>	
Total non-current governmental liabilities		( 119 860)
Reverse deferred revenue noted on the balance sheet		<u>1 520 821</u>
Net assets - governmental activities		\$ 5 270 629 =====



City of Westmorland  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Fiscal Year Ended June 30, 2009

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Total</u>
<u>Revenues:</u>				
Property taxes	\$ 18 381	\$ -0-	\$ 72 501	\$ 90 882
Other taxes	428 645	209 756	-0-	638 401
Interest	7 896	5 269	1 306	14 471
Intergovernmental	66 218	534 043	-0-	600 261
CDBG Program Income	0-	40 875	-0-	40 875
Other	770 530	-0-	-0-	770 530
Total revenues	<u>1 291 670</u>	<u>789 943</u>	<u>73 807</u>	<u>2 155 420</u>
<u>Expenditures:</u>				
General government	228 315	-0-	-0-	228 315
Public safety	416 297	-0-	-0-	416 297
Public works	19 995	-0-	-0-	19 995
Parks and recreation	57 740	-0-	-0-	57 740
Community development	23 158	1 366 000	11	1 389 169
Streets	-0-	582 913	-0-	582 913
Solid waste	185 250	-0-	-0-	185 250
City contributions	-0-	-0-	-0-	-0-
Debt service:				
Principal retirement:	-0-	-0-	21 766	21 766
Interest expense	-0-	-0-	-0-	-0-
Total expenditures	<u>930 755</u>	<u>1 948 913</u>	<u>21 777</u>	<u>2 901 445</u>
Excess of revenue over (under) expenditures	360 915	(1 158 970)	52 030	( 746 025)
<u>Other financing sources (uses):</u>				
Operating transfers in (out)	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	360 915	(1 158 970)	52 030	( 746 025)
Fund balance - beginning	<u>695 202</u>	<u>1 990 346</u>	<u>581 897</u>	<u>3 267 445</u>
Fund balance - ending	<u>\$ 1 056 117</u>	<u>\$ 831 376</u>	<u>\$ 633 927</u>	<u>\$ 2 521 420</u>

See accompanying accountant's report and notes to the financial statements.

City of Westmorland  
Reconciliation of Statement of Revenues, Expenditures, and  
Changes in Fund Balances to the Statement of Activities  
Governmental Funds  
For the Fiscal Year Ended June 30, 2009

Net changes in fund balances - total governmental funds           \$( 746 025)

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

Reverse debt-service - principal retirement   21 766

Net assets - governmental activities   \$ 724 259  
=====

City of Westmorland  
Statement of Revenue, Expenditures and Changes in Fund Balance  
Budget and Actual - General Fund  
For the Fiscal Year Ended June 30, 2009

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>Revenues:</u>			
Property taxes	\$ 23 909	\$ 18 381	\$ ( 5 528)
Other taxes	686 644	428 645	( 257 999)
Licenses and permits	26 039	27 953	1 914
Fines and forfeits	15 700	13 618	( 2 082)
Intergovernmental	59 633	66 218	6 585
Interest	4 917	7 896	2 979
Other	448 920	728 962	280 042
Developer fees	1 000	-0-	( 1 000)
Total revenues	<u>1 266 762</u>	<u>1 291 673</u>	<u>24 911</u>
<u>Expenditures:</u>			
General government	326 016	228 315	97 701
Public safety	464 265	416 297	47 968
Public works	21 250	19 995	1 255
Parks and recreation	64 046	57 740	6 306
Community development	22 889	23 158	( 269)
Solid waste	173 335	185 250	( 11 915)
Total expenditures	<u>1 071 801</u>	<u>930 755</u>	<u>141 046</u>
Excess of revenue over expenditures	194 961	360 918	165 957
<u>Other financing sources:</u>			
Operating transfers in	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Excess of revenues and other financing sources over expenditures and other financing uses	194 961	360 918	165 957
Fund balance - beginning	<u>695 202</u>	<u>695 202</u>	<u>-0-</u>
Fund balance - ending	<u>\$ 890 163</u>	<u>\$ 1 056 120</u>	<u>\$ 165 957</u>

See accompanying accountant's report and notes to the financial statements.

City of Westmorland, California  
Statement of Net Assets  
Enterprise Funds  
June 30, 2009

	Water Fund	Sewage Treatment Fund	Total (Memorandum Only) 2009
<u>Assets</u>			
<u>Current assets:</u>			
Cash	\$ 287 351	\$ 882 091	\$ 1 169 442
Due from other funds	2 956	8 655	11 611
Accounts Receivable	<u>2 250</u>	<u>1 585</u>	<u>3 835</u>
Total current assets	<u>292 557</u>	<u>892 331</u>	<u>1 184 888</u>
<u>Non Current assets:</u>			
Cash (restricted)	189 431	78 765	268 186
Plant and equipment	4 057 799	915 130	4 972 929
Plant accumulated depreciation	( 954 476)	( 226 516)	(1 180 992)
Total Non current assets	<u>3 292 754</u>	<u>767 379</u>	<u>4 060 133</u>
Total assets	<u>\$ 3 585 311</u>	<u>\$ 1 659 710</u>	<u>\$ 5 245 021</u>
<u>Liabilities</u>			
<u>Current liabilities:</u>			
Accounts payable	\$ -0-	\$ 316	\$ 316
Due to other funds	-0-	57 208	57 208
Utility deposits	12 586	-0-	12 586
Current portion of long-term debt	<u>3 124</u>	<u>-0-</u>	<u>3 124</u>
Total current liabilities	15 710	57 524	73 234
<u>Long-term debt:</u>			
Debt old plants	37 221	-0-	37 221
Current portion of long-term debt	( 3 124)	-0-	( 3 124)
Total long-term debt	<u>34 097</u>	<u>-0-</u>	<u>34 097</u>
Total liabilities	49 807	57 524	107 331
<u>Net Assets:</u>			
Retained earnings	318 069	848 391	1 166 460
Retained earnings reserved	189 431	78 765	268 196
Contributed capital	<u>3 028 004</u>	<u>675 030</u>	<u>3 703 034</u>
Total Net Assets	<u>3 535 504</u>	<u>1 602 186</u>	<u>5 137 690</u>
Total liabilities and fund equity	<u>\$ 3 585 311</u>	<u>\$ 1 659 710</u>	<u>\$ 5 245 021</u>

See accompanying accountant's report and notes to the financial statements.

City of Westmorland, California  
Statement of Revenues, Expenses, and Changes  
In Net Assets Enterprise Fund  
For the Fiscal Year Ended June 30, 2009

	<u>Water Fund</u>	<u>Sewage Treatment Fund</u>	<u>Total (Memorandum Only) 2009</u>
<u>Operating revenues:</u>			
Current services and sales	\$ 372 710	\$ 270 802	\$ 643 512
Reimbursements	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total operating revenues	372 710	270 802	643 512
<u>Operating expenses:</u>			
Salaries and benefits	113 986	100 160	214 146
Repairs and maintenance	62 493	12 689	75 182
Utilities	87 165	35 466	122 631
Other	75 770	61 630	137 400
Depreciation	<u>136 538</u>	<u>30 957</u>	<u>167 495</u>
Total operating expense	<u>475 952</u>	<u>240 902</u>	<u>716 854</u>
Operating income (loss)	( 103 242)	29 900	( 73 342)
<u>Nonoperating revenues (expenses):</u>			
Capacity fees	4 735	-0-	4 735
Grants received	-0-	-0-	-0-
Interest expense	( 2 991)	-0-	( 2 991)
Transfers in	-0-	-0-	-0-
Interest income	<u>65</u>	<u>-0-</u>	<u>65</u>
Total nonoperating revenues (expenses)	<u>1 809</u>	<u>-0-</u>	<u>1 809</u>
Net income (loss)	( 101 433)	29 900	( 71 533)
Net Assets Beginning July 1, 2008	<u>3 636 937</u>	<u>1 572 286</u>	<u>5 209 223</u>
Net Assets Ending June 30, 2009	<u>\$ 3 535 504</u>	<u>\$ 1 602 186</u>	<u>\$ 5 137 690</u>

See accompanying accountant's report and notes to the financial statements.

City of Westmorland, California  
Combining Statement of Cash Flows  
Enterprise Funds  
For the Fiscal Year Ended June 30, 2009

	<u>Water Fund</u>	<u>Sewage Treatment Fund</u>	<u>Total (Memorandum Only) 2009</u>
<u>Cash flows from operating activities:</u>			
Operating income (loss)	\$( 101 433)	\$ 29 900	\$( 71 533)
(Increase) in accounts rec.	( 1 954)	( 1 394)	( 3 348)
(Decrease) in accounts payable	( 1 999)	( 895)	( 2 894)
Increase in utility deposits	-0-	-0-	-0-
Due to other funds	233	-0-	233
Depreciation	<u>136 538</u>	<u>30 957</u>	<u>167 495</u>
Net cash provided (used) by operating activities	31 385	58 568	89 953
 <u>Cash flows from non-capital financing activities:</u>			
	-0-	-0-	-0-
 <u>Cash flows from capital and related financing activities:</u>			
Capacity fees	4 735	-0-	4 735
Grants received	-0-	-0-	-0-
Principal paid on debt	( 2 910)	-0-	( 2 910)
Interest paid on debt	( 2 991)	-0-	( 2 991)
Debt issued	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Net cash provided (used) by capital and related financing activities	( 1 166)	-0-	( 1 166)
 <u>Cash flows from investing activities:</u>			
Interest income	<u>65</u>	<u>-0-</u>	<u>65</u>
Net cash provided (used) by investing activities	65	-0-	65
Net increase (decrease) in cash	30 284	58 568	88 852
Cash at beginning of year	<u>446 498</u>	<u>902 288</u>	<u>1 348 786</u>
Cash at end of year	\$ <u>476 782</u> =====	\$ <u>960 856</u> =====	\$ <u>1 437 638</u> =====

See accompanying accountant's report and notes to the financial statements.

Notes To The Financial Statements

City of Westmorland, California  
Notes to the Financial Statements  
June 30, 2009

Note No. 1 - Summary of Significant Accounting Policies:

The City of Westmorland, California, was incorporated June 30, 1934, under the general laws of the State of California and enjoys all the rights and privileges pertaining to "General Law" cities. The City of Westmorland, California, operates under a Council form of government and provides the following services as authorized by its charter: public safety (Police and Fire), highways and streets, sanitation, health and social services, culture-recreation, public improvements, planning and zoning, and general administrative services.

A. Reporting Entity

Based upon the application of the following criteria, the City of Westmorland, California, consists of the accounts of the City of Westmorland, California, and the accounts of the Westmorland Redevelopment Agency, which is an integral part of the reporting units financial reporting entity.

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities.

See accompanying accountant's report.



City of Westmorland, California  
Notes to the Financial Statements  
June 30, 2009

Note No. 1 - Summary of Significant Accounting Policies (continued):

A. Reporting Entity

The City formed the Agency, by resolution, on June 16, 1999, pursuant to the State of California Health and Safety Code, Section 33000. The Redevelopment Agency's separate financial statement may be obtained from the City.

B. Basis of Presentation

The accounts of the City of Westmorland, California, are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into two generic fund types and two broad fund categories as follows:

Governmental Fund Category

General Fund Type - To account for all governmental resources except those required to be accounted for elsewhere.

Special Revenue Fund Type - To account for proceeds of revenue sources legally restricted to expenditure for specified purposes.

Proprietary Fund Category

Enterprise Fund Type - To account for operations financed and operated similar to businesses. Services rendered to the general public on a fee basis.

Depreciation of all exhaustible fixed assets used by proprietary funds is not charged as an expense against their operations as required by generally accepted accounting principles as discussed in the Independent Auditor's Report, Page 1.

See accompanying accountant's report.

City of Westmorland, California  
Notes to the Financial Statements  
June 30, 2009

Note No. 1 - Summary of Significant Accounting Policies (continued):

General Fixed Assets Account Group

To provide accounting control over general fixed assets of a governmental unit.

C. 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. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. It is the policy of the City of Westmorland, California, to prepare the financial statements for all funds on a cash basis. Under this basis all revenues and related assets are recognized when received rather than when earned and all expenditures and any related liabilities are recognized when paid rather than when the underlying obligation is incurred.

D. Property Taxes

Secured property taxes become a lien on the property as of January 1, and are levied in two equal installments; the first delinquent after December 10; and the second delinquent after April 10. Property taxes on unsecured property become a lien on the property as of January 1, and are delinquent after August 31. The County of Imperial is responsible for the assessment, collection and apportionment for all jurisdictions within the County including the City of Westmorland, California.

E. Memorandum Only - Total Columns

Total columns on the financial statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate analysis. Data in these columns do not present financial position or results of operations, in conformity to a consolidation. Interfund eliminations have not been made in the aggregate of this data.

F. Prior Year Balances

Certain prior year's amounts have been reclassified to conform with current year presentation.

See accompanying accountant's report.

City of Westmorland, California  
Notes to the Financial Statements  
June 30, 2009

Note No. 2 - Cash:

Cash at June 30, 2009, are presented below, categorized to give an indication of the level of credit risk.

1. Insured by the Federal Deposit Insurance Corporation or collateralized with securities held by the City or its agent in the City's name.
2. Collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.
3. Uncollateralized. (This includes any bank balance that is collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the City's name.)

<u>Categorized</u>	Bank Balance			Total
	Categories			Bank
	1	2	3	Balance
Demand deposits	\$4 913 223	\$ -0-	\$ -0-	\$4 913 223
	=====	=====	=====	=====

Cash balances held in banks are insured up to \$100,000 by the Federal Depository Insurance Corporation (FDIC).

See accompanying accountant's report.

City of Westmorland, California  
Notes to the Financial Statements  
June 30, 2009

Note No. 3 - Long-term Debt:

The City of Westmorland, California, had as of June 30, 2009, one long-term unconditional obligations that is payable from Water Fund Revenue.

In 1983, the City obtained a 1976 California Safe Drinking Water Bond. That is payable in semi-annual payments of \$2,949.96 and matures on July 1, 2019. The interest rate on this note is 7.4%.

	<u>Loan Payable 1983</u>
Balance at -	
June 30, 2008	\$ 40 131
Debt issued	-0-
Debt retired	<u>2 910</u>
Balance at -	
June 30, 2009	37 221
Current portion	<u>3 124</u>
Long-term debt at	
June 30, 2009	\$ 34 097
	=====
Interest expense	
2008/2009	\$ 2 991
	=====

Scheduled maturities of principal is as follows:

Fiscal Year Ending <u>June 30,</u>	<u>Loan Payable 1983</u>
2010	\$ 3 124
2011	3 343
2012	3 563
2013	3 782
2014	4 001
Thereafter	<u>19 408</u>
Total	\$ 37 221
	=====

See accompanying accountant's report.

City of Westmorland, California  
Notes to the Financial Statements  
June 30, 2009

Note No. 3 - Long-term Debt (continued):

The City of Westmorland secured an interest free loan from the State for the sewer plant. The loans are to be paid from an assessment on the property within the City of Westmorland. They are to be paid as assessments are collected. The City has a substantial amount of funds to be applied to the loans as of June 30, 2009.

	<u>State of California Sewer</u>
Balance -	
June 30, 2008	\$ 570 037
Retired	<u>          -0-</u>
Balance -	
June 30, 2009	\$ 570 037 <u>          =====</u>

The loan to the State is to be paid in semi-annual installments of \$16,765.80 over twenty years with a zero interest rate on this note.

Scheduled maturities of principal and interest for bonded debt and notes payable in governmental activities are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>
2010	\$ 33 532
2011	33 532
2012	33 532
2013	33 532
2014-2018	167 658
2019-2023	167 658
2024-2028	<u>67 061</u>
Totals	\$ <u>570 037</u> <u>          =====</u>

See accompanying accountant's report.

City of Westmorland, California  
Notes to the Financial Statements  
June 30, 2009

Note No. 4 - Reservations of Fund Balances:

Special Revenue Funds

All fund balances are reserved for expenditures in conformance with applicable laws, rules, regulations, and grant agreements.

Note No. 5 - Net Working Capital - Enterprise Funds:

	<u>Water Fund</u>	<u>Sewage Treatment Fund</u>	<u>Totals (Memorandum Only) 2009</u>
Current assets	\$ 292 551	\$ 892 331	\$1 184 882
Current liabilities	<u>15 710</u>	<u>57 524</u>	<u>73 234</u>
Net working capital	<u>\$ 276 841</u>	<u>\$ 834 807</u>	<u>\$1 111 648</u>

Note No. 6 - Contingent Liabilities:

The City of Westmorland, California, has received Federal and State Grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. The City of Westmorland, California's management believes that such disallowance, if any, will be immaterial.

Note No. 7 - Reserves:

The nature of reserves all monies reserved in the general fund represent developer impact fees received from developers, they represent funds reserved for the police, fire and parks.

See accompanying accountant's report.

City of Westmorland, California  
Notes to the Financial Statements  
June 30, 2009

Note No. 8 - Capital Assets:

	Government Activities			
	Balance June 30, 2008	Additions	Disposals	Balance June 30, 2009
Property	\$1 292 130	\$ -0-	\$ -0-	\$1 292 130
Buildings	-0-	-0-	-0-	-0-
Equipment	-0-	0	0	-0-
 Total divided	 \$1 292 130 =====	 \$ -0- =====	 \$ -0- =====	 \$1 292 130 =====

Note No. 9 - Capital Assets (continued):

The City divided the value of the governmental assets from the insurance policy that was in effect at the time. The City has not depreciated these assets to date.

	Business - Type Activities			
	Balance June 30, 2008	Additions	Disposals	Balance June 30, 2009
Property	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Plant and Equipment	4 972 929	-0-	-0-	4 972 929
 Total at cost	 \$ 4 972 929	 \$ -0-	 \$ -0-	 \$ 4 972 929
 Accumulated Depreciation	 (1 013 497)	 (167 495)	 -0-	 1 180 992
 Total	 \$ 3 959 432 =====	 \$(167 495) =====	 \$ -0- =====	 \$ 3 791 937 =====

The straight-line method is used to depreciate all major classes of depreciable assets over their estimated useful lives.

Note No.10 - Fund Balance Deficits:

Funds with deficit fund balance

Sidewalks	(32 578)
Article 8E	( 4 345)

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS



# THOMAS, TRIMM & HARVIE

CERTIFIED PUBLIC ACCOUNTANTS

DEAN THOMAS (1920-1982)  
BOB G. TRIMM, C.P.A.  
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To the City Council  
City of Westmorland, California

## Independent Auditors' Report on Additional Information

Our audit was conducted for the purpose forming an opinion on the general purpose financial statements taken as a whole. The combining and account group financial statements listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements of the City of Westmorland, California. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.



Thomas, Trimm & Harvie, CPA's

August 31, 2010

City of Westmorland, California  
Combining Balance Sheet  
Special Revenue Funds - Streets  
June 30, 2009

	Special Gas Tax	TDA Article 3 (SB821)	Proposition 1B	MISC ST
<u>Assets:</u>				
Cash	\$ 186 536	\$ 3 490	\$ -0-	\$ -0-
Accounts receivable	5 073	944	-0-	-0-
Due from other funds	30 645	-0-	-0-	-0-
Due from other agencies	-0-	-0-	-0-	-0-
Total assets	\$ 222 254	\$ 4 434	\$ -0-	\$ -0-
<u>Liabilities and other credits:</u>				
Cash deficit	\$ -0-	\$ -0-	\$ 399 909	\$ 75
Accounts payable	-0-	-0-	-0-	-0-
Due to other funds	-0-	-0-	-0-	-0-
Total liabilities and other credits	-0-	-0-	399 909	75
<u>Fund equity:</u>				
Fund balance (deficit) - reserved	222 254	4 434	(399 909)	( 75)
Fund balance - unreserved	-0-	-0-	-0-	-0-
Total fund balance	222 254	4 434	(399 909)	( 75)
Total liabilities, other credits, and fund balance	\$ 222 254	\$ 4 434	\$ -0-	\$ -0-

Schedule 1

TDA Article 8 (A) SB-325	TDA Article 8 (E) SB-325	<u>Sidewalks</u>	<u>Local Transportation Authority</u>	<u>Totals (Memorandum Only) 2009</u>
\$ 245 187 3 421 75 911 <u>    -0-</u>	\$ 147 -0- -0- <u>    -0-</u>	\$ -0- -0- 20 703 <u>    -0-</u>	\$ 823 509 8 932 -0- <u>    -0-</u>	\$ 1 258 869 18 370 127 259 <u>    -0-</u>
<u>\$ 324 519</u>	<u>\$ 147</u>	<u>\$ 20 703</u>	<u>\$ 832 441</u>	<u>\$ 1 404 498</u>
 \$ -0- -0- <u>    -0-</u>	 \$ -0- -0- <u>    4 492</u>	 \$ 53 281 -0- <u>    -0-</u>	 \$ -0- -0- <u>    59 247</u>	 \$ 453 265 -0- <u>    63 739</u>
 -0-	 4 492	 53 281	 59 247	 517 004
 324 519 <u>    -0-</u>	 ( 4 345) <u>    -0-</u>	 ( 32 578) <u>    -0-</u>	 773 194 <u>    -0-</u>	 887 494 <u>    -0-</u>
<u>324 519</u>	<u>( 4 345)</u>	<u>( 32 578)</u>	<u>773 194</u>	<u>887 494</u>
 <u>\$ 324 519</u>	 <u>\$ 147</u>	 <u>\$ 20 703</u>	 <u>\$ 832 441</u>	 <u>\$ 1 404 498</u>

See accompanying accountant's report and notes to the financial statements.

City of Westmorland, California  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Special Revenue Funds - Streets  
For the Fiscal Year Ended June 30, 2009

	Special Gas Tax	TDA Article 3 (SB821)	330	331
<u>Revenues:</u>				
Property taxes	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Taxes	-0-	-0-	-0-	-0-
Interest	-0-	-0-	-0-	-0-
Intergovernmental	54 743	-0-	-0-	-0-
CDBG program income	-0-	-0-	-0-	-0-
	<u>54 743</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total revenues	54 743	-0-	-0-	-0-
<u>Expenditures:</u>				
Community development	-0-	-0-	-0-	-0-
Streets	17 413	69 000	399 909	75
City contributions	-0-	-0-	-0-	-0-
	<u>17 413</u>	<u>69 000</u>	<u>399 909</u>	<u>75</u>
Total expenditures	17 413	69 000	399 909	75
Total of revenues over (under) expenditures	37 330	( 69 000)	(399 909)	( 75)
<u>Other financing sources (uses)</u>				
Proceeds of bond issuance	-0-	-0-	-0-	-0-
Excess of revenues and other financing sources over (under) expenditures and other financing uses	37 330	( 69 000)	(399 909)	( 75)
Fund balance - July 1, 2008	184 925	73 434	-0-	-0-
Interfund transfers in (out)	-0-	-0-	-0-	-0-
Fund balance (deficit) - June 30, 2009	\$ 222 255	\$ 4 434	\$ (399 909)	\$ ( 75)

Schedule 2

TDA Article 8 (A) SB-325	TDA Article 8 (E) SB-325	Sidewalks	Local Transportation Authority	Totals (Memorandum Only) 2009
\$       -0-	\$       -0-	\$       -0-	\$       -0-	\$       -0-
-0-	-0-	-0-	209 756	209 756
-0-	-0-	-0-	-0-	-0-
-0-	-0-	-0-	-0-	54 743
-0-	-0-	-0-	-0-	-0-
-0-	-0-	-0-	209 756	264 499
\$       -0-	\$       -0-	\$       -0-	\$       -0-	\$       -0-
4 896	-0-	-0-	91 620	582 913
-0-	-0-	-0-	-0-	-0-
4 896	-0-	-0-	91 620	582 913
(     4 896)	-0-	-0-	118 136	(    318 414)
-0-	-0-	-0-	-0-	-0-
(     4 896)	-0-	-0-	118 136	(    318 414)
329 415	(     4 345)	(     32 578)	655 057	1 205 908
-0-	-0-	-0-	-0-	-0-
\$     324 519	\$ (    4 345)	\$ (    32 578)	\$     773 193	\$     887 494

See accompanying accountant's report and notes to the financial statements.

City of Westmorland, California  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Budget and Actual - Street Funds

	<u>Special Gas Tax</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>Revenues:</u>			
Property taxes	\$ -0-	\$ -0-	\$ -0-
Taxes	-0-	-0-	-0-
Interest	-0-	-0-	-0-
Intergovernmental	43 471	54 743	11 272
CDBG program income	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total revenues	43 471	54 743	11 272
<u>Expenditures:</u>			
Community development	-0-	-0-	-0-
Streets	<u>57 669</u>	<u>17 413</u>	<u>40 256</u>
Total expenditures	<u>57 669</u>	<u>17 413</u>	<u>40 256</u>
Excess of revenues over (under) expenditures	( 14 198)	37 330	51 528
<u>Other financing sources (uses)</u>			
Proceeds of bond issuance	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	( 14 198)	37 330	51 528
Fund balance - July 1, 2008	184 925	184 925	-0-
Interfund transfers in (out)	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Fund balance (deficit) - June 30, 2009	<u>\$ 170 727</u>	<u>\$ 222 255</u>	<u>\$ 51 528</u>

City of Westmorland, California  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Budget and Actual - Street Funds

	TDA Article 3 SB 821		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>Revenues:</u>			
Property taxes	\$ -0-	\$ -0-	\$ -0-
Taxes	-0-	-0-	-0-
Interest	-0-	-0-	-0-
Intergovernmental	-0-	-0-	0
CDBG program income	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total revenues	-0-	-0-	-0-
<u>Expenditures:</u>			
Community development	-0-	-0-	-0-
Streets	<u>-0-</u>	<u>69 000</u>	<u>( 69 000)</u>
Total expenditures	<u>-0-</u>	<u>69 000</u>	<u>( 69 000)</u>
Excess of revenues over (under) expenditures	-0-	( 69 000)	-0-
<u>Other financing sources (uses)</u>			
Proceeds of bond issuance	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	-0-	( 69 000)	( 69 000)
Fund balance - July 1, 2008	73 434	73 434	-0-
Interfund transfers in (out)	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Fund balance (deficit) - June 30, 2009	<u>\$ 73 434</u>	<u>\$ 4 434</u>	<u>\$ ( 69 000)</u>

City of Westmorland, California  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Budget and Actual - Street Funds

	TDA Article 8(A) SB 325		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>Revenues:</u>			
Property taxes	\$ -0-	\$ -0-	\$ -0-
Taxes	-0-	-0-	-0-
Interest	-0-	-0-	-0-
Intergovernmental	308 667	-0-	(308 667)
CDBG program income	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total revenues	308 667	-0-	(308 667)
<u>Expenditures:</u>			
Community development	-0-	-0-	-0-
Streets	<u>-0-</u>	<u>4 896</u>	<u>( 4 896)</u>
Total expenditures	<u>-0-</u>	<u>4 896</u>	<u>( 4 896)</u>
Excess of revenues over (under) expenditures	308 667	( 4 896)	313 563
<u>Other financing sources (uses)</u>			
Proceeds of bond issuance	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	308 667	( 4 896)	313 563
Fund balance - July 1, 2008	329 415	329 415	-0-
Interfund transfers in (out)	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Fund balance (deficit) - June 30, 2009	\$ 638 082 =====	\$ 324 519 =====	\$ 313 563 =====



City of Westmorland, California  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Budget and Actual - Street Funds

	TDA Article 8(E) SB 325		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>Revenues:</u>			
Property taxes	\$ -0-	\$ -0-	\$ -0-
Taxes	-0-	-0-	-0-
Interest	-0-	-0-	-0-
Intergovernmental	0	-0-	-0-
CDBG program income	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total revenues	-0-	-0-	-0-
<u>Expenditures:</u>			
Community development	-0-	-0-	-0-
Streets	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total expenditures	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Excess of revenues over (under) expenditures	-0-	-0-	-0-
<u>Other financing sources (uses)</u>			
Proceeds of bond issuance	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	-0-	-0-	-0-
Fund balance - July 1, 2008	( 4 345)	( 4 345)	-0-
Interfund transfers in (out)	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Fund balance (deficit) - June 30, 2009	<u>\$ ( 4 345)</u>	<u>\$ ( 4 345)</u>	<u>\$ -0-</u>

City of Westmorland, California  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Budget and Actual - Street Funds

	Sidewalks		Variance
	Budget	Actual	
<u>Revenues:</u>			
Property taxes	\$ -0-	\$ -0-	\$ -0-
Taxes	-0-	-0-	-0-
Interest	-0-	-0-	-0-
Intergovernmental	-0-	-0-	-0-
CDBG program income	-0-	-0-	-0-
Total revenues	-0-	-0-	-0-
<u>Expenditures:</u>			
Community development	-0-	-0-	-0-
Streets	-0-	-0-	-0-
Total expenditures	-0-	-0-	-0-
Excess of revenues over (under) expenditures	-0-	-0-	-0-
<u>Other financing sources (uses)</u>			
Proceeds of bond issuance	-0-	-0-	-0-
Excess of revenues and other financing sources over (under) expenditures and other financing uses	-0-	-0-	-0-
Fund balance - July 1, 2008	( 32 578)	( 32 578)	-0-
Interfund transfers in (out)	-0-	-0-	-0-
Fund balance (deficit) - June 30, 2009	\$ ( 32 578)	\$ ( 32 578)	\$ -0-

City of Westmorland, California  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Budget and Actual - Street Funds

	<u>Local Transportation Authority</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>Revenues:</u>			
Property taxes	\$ -0-	\$ -0-	\$ -0-
Taxes	233 859	209 756	( 24 103)
Interest	-0-	-0-	-0-
Intergovernmental CDBG program income	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total revenues	233 859	209 756	( 24 103)
<u>Expenditures:</u>			
Community development	-0-	-0-	-0-
Streets	<u>278 991</u>	<u>91 620</u>	<u>187 371</u>
Total expenditures	<u>278 991</u>	<u>91 620</u>	<u>187 371</u>
Excess of revenues over (under) expenditures	( 45 132)	118 136	163 268
<u>Other financing sources (uses)</u>			
Proceeds of bond issuance	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	( 45 132)	118 136	163 268
Fund balance - July 1, 2008	655 057	655 057	-0-
Interfund transfers in (out)	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Fund balance (deficit) - June 30, 2009	\$ 609 925 =====	\$ 773 193 =====	\$ 163 268 =====

City of Westmorland, California  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Budget and Actual - Street Funds

	<u>Budget</u>	<u>Total Actual</u>	<u>Variance</u>
<u>Revenues:</u>			
Property taxes	\$ -0-	\$ -0-	\$ -0-
Taxes	233 859	209 756	( 24 103)
Interest	-0-	-0-	-0-
Intergovernmental	352 138	54 743	( 297 395)
CDBG program income	-0-	-0-	-0-
	<u>585 997</u>	<u>264 499</u>	<u>( 321 498)</u>
<u>Expenditures:</u>			
Community development	-0-	-0-	-0-
Streets	336 660	582 913	( 246 253)
	<u>336 660</u>	<u>582 913</u>	<u>( 246 253)</u>
Excess of revenues over (under) expenditures	249 337	( 318 414)	( 567 751)
<u>Other financing sources (uses)</u>			
Proceeds of bond issuance	-0-	-0-	-0-
Excess of revenues and other financing sources over (under) expenditures and other financing uses	249 337	( 318 414)	( 567 751)
Fund balance - July 1, 2008	1 205 908	1 205 908	-0-
Interfund transfers in (out)	-0-	-0-	-0-
Fund balance (deficit) - June 30, 2009	<u>\$1 455 245</u>	<u>\$ 887 494</u>	<u>\$ ( 567 751)</u>

City of Westmorland, California  
Combining Balance Sheet  
Special Revenue Funds - Community Development  
June 30, 2009

	NON- MAJOR GRANTS	04-STBG 1492	SAFE ROUTES
<u>Assets:</u>			
Cash	\$ -0-	\$ -0-	\$ -0-
Accounts receivable	-0-	-0-	-0-
Due from other agencies	-0-	-0-	-0-
	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total assets	\$ -0-	\$ -0-	\$ -0-
	<u>=====</u>	<u>=====</u>	<u>=====</u>
 <u>Liabilities and other credits:</u>			
Cash deficit	\$ 32 679	\$ -0-	\$ -0-
Accounts payable	9 362	-0-	-0-
	<u>42 041</u>	<u>-0-</u>	<u>-0-</u>
Total liabilities and other credits	42 041	-0-	-0-
 <u>Fund equity:</u>			
Fund balance (deficit) - reserved	( 42 041)	-0-	-0-
Fund balance - unreserved	-0-	-0-	-0-
	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total fund balance	( 42 041)	-0-	-0-
Total liabilities, other credits, and fund equity	\$ -0-	\$ -0-	\$ -0-
	<u>=====</u>	<u>=====</u>	<u>=====</u>

Schedule 1

Government Agency Revolving Loan	Government Agency CIRP	Totals (Memorandum Only) 2009
\$ -0-	\$ -0-	\$ -0-
-0-	-0-	-0-
-0-	-0-	-0-
-----	-----	-----
\$ -0-	\$ -0-	\$ -0-
=====	=====	=====
\$ -0-	\$ -0-	\$ 32 679
-0-	-0-	9 362
-----	-----	-----
-0-	-0-	-0-
-0-	-0-	( 42 041)
-----	-----	-----
-0-	-0-	( 42 041)
-----	-----	-----
\$ -0-	\$ -0-	\$ -0-
=====	=====	=====

See accompanying accountant's report and notes to the financial statements.

City of Westmorland, California  
Combining Statement of Revenues Expenditures and Changes in Fund Balance  
Special Revenue Funds - Community Development  
June 30, 2009

	<u>NON-MAJOR GRANTS</u>	<u>04-STBG 1492</u>	<u>SAFE ROUTES</u>
<u>Revenues:</u>			
Property taxes	\$ -0-	\$ -0-	\$ -0-
Interest	-0-	-0-	-0-
Intergovernmental	-0-	24 300	455 000
CDBG program income	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total revenues	-0-	24 300	455 000
<u>Expenditures:</u>			
Community development	10 547	802 845	435 676
Streets	-0-	-0-	-0-
City Contributions	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total expenditures	<u>10 547</u>	<u>802 845</u>	<u>435 676</u>
Excess of revenues over (under) expenditures	( 10 547)	(778 545)	19 324
<u>Other financing sources (uses)</u>			
Proceeds of bond issuance	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	( 10 547)	(778 545)	19 324
Fund balance - July 1, 2008	( 31 494)	576 546	( 12 386)
Interfund transfers in (out)	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Fund balance (deficit) - June 30, 2009	<u><u>\$ ( 42 041)</u></u>	<u><u>\$ (201 999)</u></u>	<u><u>\$ 6 938</u></u>

Schedule 2

<u>Government Agency Revolving Loan</u>	<u>Government Agency CIRP</u>	<u>Totals (Memorandum Only) 2009</u>
\$ -0-	\$ -0-	\$ -0-
2 938	2 331	5 269
-0-	-0-	479 300
<u>35 553</u>	<u>5 322</u>	<u>40 875</u>
38 491	7 653	525 444
116 932	-0-	1 366 000
-0-	-0-	-0-
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
<u>116 932</u>	<u>-0-</u>	<u>1 366 000</u>
( 78 441)	7 653	( 840 556)
-0-	-0-	-0-
( 78 441)	7 653	( 840 556)
154 560	97 212	784 438
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
\$ <u>76 119</u>	\$ <u>104 865</u>	\$ ( <u>56 118</u> )

See accompanying accountant's report and notes to the financial statements.



City of Westmorland, California  
Combining Balance Sheet  
Enterprise Funds  
June 30, 2009

<u>Assets</u>	<u>Water</u>	<u>Sewage</u>	<u>Total</u>
<u>Current assets:</u>	<u>Fund</u>	<u>Treatment</u>	<u>(Memorandum</u>
Cash	\$ 287 351	\$ 882 091	\$ 1 169 442
Due from other funds	2 956	8 655	11 611
Accounts Receivable	<u>2 250</u>	<u>1 585</u>	<u>3 835</u>
Total current assets	<u>292 557</u>	<u>892 331</u>	<u>1 184 888</u>
<u>Non Current assets:</u>			
Cash (restricted)	189 431	78 765	268 196
Plant and equipment	4 057 799	915 130	4 972 929
Plant accumulated depreciation	( 954 476)	( 226 516)	(1 180 992)
Total Non current assets	<u>3 292 754</u>	<u>767 379</u>	<u>4 060 133</u>
Total assets	\$ <u>3 585 311</u>	\$ <u>1 659 710</u>	\$ <u>5 245 021</u>
<u>Liabilities</u>			
<u>Current liabilities</u>	\$ -0-	\$ 316	\$ 316
Accounts payable	-0-	-0-	
Due to other funds	-0-	57 208	57 208
Utility deposits	12 586	-0-	12 586
Current portion of long-term debt	<u>3 124</u>	<u>-0-</u>	<u>3 124</u>
Total current liabilities	15 710	57 524	73 234
<u>Long-term debt:</u>			
Debt old plants	37 221	-0-	37 221
Current portion of long-term debt	( 3 124)	-0-	( 3 124)
Total long-term debt	<u>34 097</u>	<u>-0-</u>	<u>34 097</u>
Total liabilities	49 807	57 524	107 331
<u>Net Assets:</u>			
Retained earnings	318 069	848 391	1 166 460
Retained earnings reserved	189 431	78 765	268 196
Contributed capital	<u>3 028 004</u>	<u>675 030</u>	<u>3 703 034</u>
Total Net Assets	<u>3 525 504</u>	<u>1 602 186</u>	<u>5 137 690</u>
Total liabilities and fund equity	\$ <u>3 585 311</u>	\$ <u>1 659 710</u>	\$ <u>5 245 021</u>

See accompanying accountant's report and notes to the financial statements.

City of Westmorland, California  
Combining Statement of Revenues, Expenses, and Changes  
In Retained Earning-Enterprise Funds  
For the Fiscal Year Ended June 30, 2009

	<u>Water Fund</u>	<u>Sewage Treatment Fund</u>	<u>Total (Memorandum Only) 2009</u>
<u>Operating revenues:</u>			
Current services and sales	\$ 372 710	\$ 270 802	\$ 643 512
Reimbursements	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total operating revenues	372 710	270 802	643 512
<u>Operating expenses:</u>			
Salaries and benefits	113 986	100 160	214 146
Repairs and maintenance	62 493	12 689	75 182
Utilities	87 165	35 466	122 631
Other	75 770	61 630	137 400
Depreciation	<u>136 538</u>	<u>30 957</u>	<u>167 495</u>
Total operating expense	<u>475 952</u>	<u>240 902</u>	<u>716 854</u>
Operating income (loss)	( 103 242)	29 900	( 73 342)
<u>Nonoperating revenues (expenses):</u>			
Capacity fees	4 735	-0-	4 735
Grants received	-0-	-0-	-0-
Interest expense	( 2 991)	-0-	( 2 991)
Transfers in	-0-	-0-	-0-
Interest income	<u>65</u>	<u>-0-</u>	<u>65</u>
Total nonoperating revenues (expenses)	<u>1 809</u>	<u>-0-</u>	<u>1 809</u>
Net income (loss)	( 101 433)	29 900	( 71 533)
Net Assets Beginning July 1, 2008	<u>3 636 937</u>	<u>1 572 286</u>	<u>5 209 223</u>
Net Assets Ending June 30, 2009	<u>\$ 3 535 504</u>	<u>\$ 1 602 186</u>	<u>\$ 5 137 690</u>

See accompanying accountant's report and notes to the financial statements.

City of Westmorland, California  
 Combining Statement of Cash Flows  
 Enterprise Funds  
 For the Fiscal Year Ended June 30, 2009

	Water Fund	Sewage Treatment Fund	Total (Memorandum Only) 2008
<u>Cash flows from operating activities:</u>			
Operating income (loss)	\$( 101 433)	\$ 29 900	\$( 71 533)
(Increase) in accounts receivable	( 1 954)	( 1 394)	( 3 348)
(Decrease) in accounts payable	( 1 999)	( 895)	( 2 894)
Increase in utility deposits	-0-	-0-	-0-
Due to other funds	233	-0-	233
Depreciation	136 538	30 957	167 495
Net cash provided (used) by operating activities	31 385	58 568	89 953
 <u>Cash flows from non-capital financing activities:</u>			
	-0-	-0-	-0-
 <u>Cash flows from capital and related financing activities:</u>			
Capacity fees	4 735	-0-	4 735
Grants received	-0-	-0-	-0-
Principal paid on debt	( 2 910)	-0-	( 2 910)
Interest paid on debt	( 2 991)	-0-	( 2 991)
Debt issued	-0-	-0-	-0-
Net cash provided (used) by capital and related financing activities	1 166	-0-	1 166
 <u>Cash flows from investing activities:</u>			
Interest income	65	-0-	65
Net cash provided (used) by investing activities	65	-0-	65
Net increase (decrease) in cash	30 284	58 568	88 852
Cash at beginning of year	446 498	902 288	1 348 786
Cash at end of year	\$ 476 782	\$ 960 856	\$ 1 437 638

See accompanying accountant's report and notes to the financial statements.

# THOMAS, TRIMM & HARVIE

CERTIFIED PUBLIC ACCOUNTANTS

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To the City Council and City Clerk  
City of Westmorland

In planning and performing our audit of the financial statements of the City of Westmorland, California, for the year ended June 30, 2009, we considered its internal control structure 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 structure. However, we noted certain matters involving the internal control structure and its operation that we consider to be *significant deficiencies* under standards established by the American Institute of Certified Public Accountants. *Significant deficiencies* involve matters coming to our attention relating to the design or operation of the internal control structure that, in our judgment, could adversely affect the City of Westmorland, California's, ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

Our consideration of the internal control structure was for the limited purpose described in the preceding paragraph and would not necessarily disclose all matters that might be *significant deficiencies*. In addition, because inherent limitations in any internal structure, errors or irregularities may occur and not be detected by such control structure.

## Reportable Conditions

We noted that due to the small size of the staff an individual will have to do incompatible tasks.

We noted that the city did not print any checks to be used to pay the state loan.

These *significant deficiencies* were considered in determining the nature, timing, and extent of the audit tests applied in our audit of the June 30, 2009, financial statements, and this report does not affect our report on these financial statements dated August 31, 2010.

Page two  
City of Westmorland

This report is intended solely for the information and use of management, the City Council, and the State Controller's Office. This restriction is not intended to limit distribution of this report, which is a matter of public record.



THOMAS TRIMM & HARVIE, CPA'S

August 31, 2010

# THOMAS, TRIMM & HARVIE

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## Report on Compliance with Requirements Applicable To Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133

To the City Council  
City of Westmorland, California

### Compliance

We have audited the compliance of the City of Westmorland, California with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. The City of Westmorland, California'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 of Westmorland, California's management. Our responsibility is to express an opinion on the City of Westmorland, California's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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 of Westmorland, California'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 of Westmorland, California's compliance with those requirements.

In our opinion, the City of Westmorland, California 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, 2009.

### Internal Control Over Compliance

The management of the City of Westmorland, California 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 of Westmorland, California's internal control over compliance with the requirements

Internal Control Over Compliance (Continued):

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, but not for the purpose of expressing an opinion on the effectiveness on internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Entity's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that non-compliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material non-compliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Westmorland, California as of and for the year ended June 30, 2009, and have issued our report thereon dated August 31, 2010. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the City of Westmorland, California's basic financial statements. 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 basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Page three

The City of Westmorland, California's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the City of Westmorland, California's response and, accordingly, we express no opinion on it.

This report is intended for the information of management, the City Council, others within the entity, federal awarding agencies and pass-through entities and is not intended to be and should not be used by any one other than these specified parties.



THOMAS, TRIMM & HARVIE, CPA'S

August 31, 2010



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## Report on Internal Control Over Financial Reporting and Compliance and Other Matters Based on an Audit of Financial Statements Performed In Accordance with *Government Auditing Standards*

To the City Council  
City of Westmorland, California

We have audited the financial statements of the City of Westmorland, California as of and for the year ended June 30, 2009, and have issued our report thereon dated August 31, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Westmorland, California's internal control over financial reporting as a basis for designing auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Westmorland, California's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City of Westmorland, California's internal control over financial reporting.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying Schedule of Findings that we considered to be significant deficiencies in internal control over financial reporting. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Page two

Compliance and Other Matters

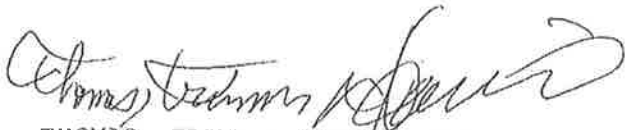
As part of obtaining reasonable assurance about whether the City of Westmorland, California's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have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

The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings as items No. 1 and No. 2.

We noted certain matters that we reported to management of the City of Westmorland, California in a separate letter dated August 31, 2010.

The City of Westmorland, California's response to the findings identified in our audit are described in the accompanying Schedule of Findings. We did not audit their response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of Management, the City Council, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



THOMAS, TRIMM & HARVIE, CPA's

August 31, 2010

City of Westmorland  
 Schedule of Expenditures of Federal Awards  
 For the Year Ended June 30, 2009

<u>Federal Grantor/ Pass-through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Entity Identifying Number</u>	<u>Federal Expenditures</u>
<u>U.S. Department of Housing and Urban Development</u>			
<u>State Department of Housing and Community Development</u>			
04 - WHF - 071	14.228	N/A	\$ 435 676
NON-MAJOR	14.228	N/A	10 547
04 - STBG - 1942	14.228	N/A	<u>802 845</u>
Total			<u>\$1 249 068</u> =====

Notes to Schedule of Expenditures of Federal Awards

Note No. A - Significant Accounting Policies:

The accompanying Schedule of Expenditures of Federal Awards is a summary of the activities of the City's Federal award programs presented on the accrual basis of accounting in accordance with generally accepted accounting principles.

Audit Reports  
 Rule of Findings and Questioned Cost  
 The year ended June 30, 2009

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A. Summary of Audit Results

1. The auditors' report expresses an unqualified opinion on the basic financial statements of the City of Westmorland.
2. Three reportable conditions relating to the audit of the financial statements are reported in the basic financial statements. Refer to pages 55 and page 56.
3. No instances of noncompliance material to the financial statements of the City were disclosed during the audit.
4. No reportable conditions relating to the audit of the major Federal award programs is reported in the basic financial statements.
5. The auditors' report on compliance for the major Federal award programs for the City expresses an unqualified opinion.
6. Audit findings relative to the major Federal award programs for the City are reported in Part C of this Schedule below.
7. The programs tested as major programs include:

<u>Major Programs</u>	<u>Expenditures</u>
Work Force Safe Routes	\$ 435 676
CBDG Grant Program	<u>802 845</u>
Total Major Program Expenditures	\$ <u>1 238 521</u>
Percent of Total Federal Award Expenditures	<u>90.7%</u>

8. The threshold for distinguishing Types A and B programs was \$300,000.
9. The City was not determined to be a low risk auditee.

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

Two (2) financial statement findings were noted.

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAM AUDIT

No findings or questioned costs on major Federal award programs were noted.

