



CITY OF RANCHO CUCAMONGA CALIFORNIA



ASCE
AMERICAN SOCIETY OF CIVIL ENGINEERS

CIVIL ENGINEERING
OUTSTANDING PROJECT
OF THE YEAR

PUBLIC WORKS SERVICES CENTER
AND
HOUSEHOLD HAZARDOUS WASTE FACILITY

Presented to
CITY OF RANCHO CUCAMONGA

AMERICAN SOCIETY OF CIVIL ENGINEERS
SAN BERNARDINO AND RIVERSIDE COUNTIES BRANCH
2012 - 2013



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR FISCAL YEAR ENDED JUNE 30, 2014

City of Rancho Cucamonga, California
Comprehensive Annual Financial Report
Year Ended June 30, 2014

Prepared by the
City of Rancho Cucamonga
Finance Department

Tamara L. Layne
Finance Director

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF RANCHO CUCAMONGA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2014

TABLE OF CONTENTS

	<u>Page Number</u>
INTRODUCTORY SECTION	
Letter of Transmittal	i
City Officials	xxxii
Organization Chart	xxxiii
Certificate of Achievement for Excellence in Financial Reporting	xxxiv
FINANCIAL SECTION	
INDEPENDENT AUDITORS' REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS	5
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements:	
Statement of Net Position	19
Statement of Activities.....	20
Fund Financial Statements:	
Balance Sheet - Governmental Funds.....	22
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	27
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	28
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	30
Statement of Net Position - Proprietary Funds	31
Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Funds.....	32
Statement of Cash Flows - Proprietary Funds	33
Statement of Fiduciary Net Position - Fiduciary Funds.....	34
Statement of Changes in Fiduciary Net Position – Fiduciary Funds	35
Notes to Financial Statements.....	37

CITY OF RANCHO CUCAMONGA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2014

TABLE OF CONTENTS

	<u>Page Number</u>
 REQUIRED SUPPLEMENTARY INFORMATION	
Notes to Required Supplementary Information	85
Budgetary Comparison Information:	
Budgetary Comparison Schedule - General Fund	86
Budgetary Comparison Schedule - Citywide Infrastructure Improvement	87
Budgetary Comparison Schedule - Fire District	88
 COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES	
Combining Balance Sheet - Nonmajor Governmental Funds	96
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	112
Budgetary Comparison Schedules (Budgetary Basis) - Special Revenue Funds:	
Gas Tax	128
Recreation	129
Park Development	130
Beautification	131
Lighting Districts	132
Landscape Maintenance Districts	133
Transportation	134
Pedestrian Grant	135
Community Development Block Grant	136
Assessment Administration	137
San Sevaine/Etiwanda Drainage	138
SB 140	139
Air Quality Improvement	140
South Etiwanda Drainage	141
Lower Etiwanda Drainage	142
Masi Commerce Center	143
Measure I	144
Library Services	145
Asset Forfeiture	146
COPS Program Grant	147
Drainage Facilities	148
CA State Library	149
Library Services & Technologies Act	150
Litter Reduction Grant	151
Energy Efficient & Conservation Block Grant	152
Senior Outreach Grant	153
Underground Utilities	154

CITY OF RANCHO CUCAMONGA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2014

TABLE OF CONTENTS

	<u>Page Number</u>
COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES (Continued)	
Budgetary Comparison Schedules (Budgetary Basis) - Special Revenue Funds (Continued):	
Safe Routes to School Program	155
COPS Hiring Program Grant.....	156
Foothill Blvd. Maintenance	157
COPS Secure Our Schools Grant.....	158
CA State Library Staff Innovation Fund Grant	159
The Big Read Library Grant	160
Department of Homeland Security Grant.....	161
Public Resource Grants	162
Proposition 1B.....	163
Integrated Waste Management.....	164
Proposition 42 – Traffic Congestion Mitigation	165
Freedom Courtyard Resource Grant	166
Justice Assistance Grant Program.....	167
Homeland Security Grant 2005.....	168
Used Oil Recycling Program.....	169
Budgetary Comparison Schedules (Budgetary Basis) - Capital Project Funds:	
Assessment District 82-1	170
Assessment District 84-1	171
CFD 2000-01 South Etiwanda	172
CFD 2000-03 Rancho Summit.....	173
CFD 2001-01.....	174
CFD 2003-01 Project Fund	175
CFD 2004-01 Rancho Etiwanda	176
CFD 2003-01 Cultural Center	177
CFD 2006-01 Vintner’s Grove.....	178
CFD 2006-02 Amador on Route 66	179
Combining Statement of Net Position - Internal Service Funds	182
Combining Statement of Revenues, Expenses and Changes in Fund Net Position - Internal Service Funds.....	183
Combining Statement of Cash Flows - Internal Service Funds.....	184
Combining Balance Sheet - All Agency Funds.....	188
Combining Statement of Changes in Assets and Liabilities - All Agency Funds.....	194

CITY OF RANCHO CUCAMONGA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2014

TABLE OF CONTENTS

	<u>Page Number</u>
STATISTICAL SECTION	
Financial Trends:	
Net Position by Component – Last Ten Fiscal Years	203
Statement of Activities (Condensed) – Last Ten Fiscal Years.....	204
Fund Balances of Governmental Funds – Last Ten Fiscal Years	206
Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years	207
Revenue Capacity:	
Assessed Value and Estimated Actual Value of Taxable Property	208
Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years	209
Principal Property Taxpayers – Current Year and Nine Years Ago.....	210
Property Tax Levies and Collections – Last Ten Fiscal Years	211
Principal Sales Tax Remitters – Current Year and Nine Years Ago.....	212
Debt Capacity	
Ratios of Outstanding Debt by Type – Last Ten Fiscal Years	214
Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years	216
Direct and Overlapping Debt.....	217
Legal Debt Margin Information – Last Ten Fiscal Years.....	218
Pledged-Revenue Coverage – Last Ten Fiscal Years.....	220
Demographic and Economic Information:	
Demographic and Economic Statistics – Last Ten Calendar Years	221
Principal Employers – Current Year and Nine Years Ago	222
Operating Information:	
Full-Time and Part-Time City Employees by Function – Last Eight Fiscal Years	223
Operating Indicators by Function – Last Eight Fiscal Years	224
Capital Asset Statistics by Function – Last Eight Fiscal Years.....	225

City of Rancho Cucamonga
Comprehensive Annual Financial Report
June 30, 2014

Introductory Section

THIS PAGE INTENTIONALLY LEFT BLANK



THE CITY OF RANCHO CUCAMONGA

December 31, 2014

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

It is with great pleasure that we present to you the City of Rancho Cucamonga's Comprehensive Annual Financial Report for the fiscal year ended June 30, 2014. The Comprehensive Annual Financial Report consists of three sections: introductory, financial and statistical. The introductory section includes this transmittal letter, a list of principal officials, and the City's organizational chart. The financial section includes the independent auditors' report, management's discussion and analysis (MD&A), the basic financial statements, notes to the financial statements, and combining and individual fund statements and schedules. The statistical section sets forth relevant financial and non-financial data depicting the City's historical trends and other significant facts.

This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with generally accepted accounting principles (GAAP). As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Rancho Cucamonga's financial statements have been audited by Lance, Soll and Lunghard, LLP, Certified Public Accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Rancho Cucamonga for the fiscal year ended June 30, 2014, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Rancho Cucamonga's financial statements for the fiscal year ended June 30, 2014, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City of Rancho Cucamonga was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the City of Rancho Cucamonga's separately issued Single Audit Report.

December 31, 2014
To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga

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

I. PROFILE OF THE CITY OF RANCHO CUCAMONGA

General Information

The City of Rancho Cucamonga currently has an estimated population of 172,299 and encompasses approximately 40.2 square miles. It is located between the cities of Upland to the west, Ontario to the south, Fontana to the east and is in the western section of San Bernardino County which is in the southern part of the State of California. The local economy includes a diverse business base of office, light manufacturing and distribution, and retail which emphasizes the City's efforts at attracting and retaining sales tax generating businesses to help provide a stable financial base.

Government

The City of Rancho Cucamonga (the City) was incorporated in 1977 as a general law city under the provisions of the Government Code of the State of California, and operates under the Council-Manager form of city government. The City officials elected at large include a Mayor and four City Council members, a City Clerk and a City Treasurer. The Mayor and Council members are elected on a staggered basis for a term of four years. There is no limit on the number of terms an individual can serve as Mayor or as Council members. The Mayor and City Council appoint the City Manager and City Attorney.

Reporting Entity and Its Services

The City has included within its reporting entity for financial reporting purposes all agencies for which the City is financially accountable. These agencies include the Rancho Cucamonga Public Improvement Corporation, the Rancho Cucamonga Fire Protection District, the Rancho Cucamonga Library, and the Rancho Cucamonga Public Financing Authority. The City provides accounting services to all these agencies. Additional information on these agencies can be found in Note 1.a. in the notes to the financial statements.

The City of Rancho Cucamonga is a general law city governed by the State of California Government Code and local ordinances and provides quality service by blending the talents of City staff and utilizing other agencies. Certain services necessary to continue the high quality of life in Rancho Cucamonga such as water, sanitation (i.e., sewage) and police are furnished by the County of San Bernardino and other specialized agencies. The City provides building safety regulation and inspection, street lighting and beautification, land use planning and zoning, housing and community development services, maintenance and improvement of streets and related structures, traffic safety maintenance and improvement, animal care and services, and a full range of recreational and cultural programs for citizen participation.

December 31, 2014

**To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga**

The Rancho Cucamonga Public Improvement Corporation was established for charitable purposes including rendering financial assistance to the City by financing, acquiring, constructing, improving and leasing public improvements for the benefit of residents of the City and the surrounding area. The Rancho Cucamonga Fire Protection District was taken over from the County of San Bernardino as a subsidiary district of the City in July 1989 for the purpose of fire suppression within its boundaries. The Rancho Cucamonga Library became a part of the City when it withdrew from the San Bernardino County Library System in July 1994. It strives to inform and enrich our community by providing access to traditional and technologically innovative resources. It also supports and encourages education and the love of reading in a welcoming atmosphere with a knowledgeable, service-oriented staff. The Rancho Cucamonga Public Financing Authority was established to facilitate the financing and the refinancing of construction, expansion, upgrading and improvement of the public capital facilities necessary to support the rehabilitation and construction of residential and economic development within the City.

On December 29, 2011, the California Supreme Court upheld Assembly Bill 1X 26 (“the Bill”) that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the City of Rancho Cucamonga that previously had reported a redevelopment agency within the reporting entity of the City as a blended component unit. The Bill provides that upon dissolution of a redevelopment agency, either the city or another unit of local government will agree to serve at the “successor agency” to hold the assets until they are distributed to other units of state and local government. On January 11, 2012, the City elected to become the Successor Agency for the former redevelopment agency in accordance with the Bill. See Note 14 for more information on the Successor Agency Trust for the Former Redevelopment Agency.

Local Economy

The City is continuing to recover from past revenue declines with slow and gradual revenue growth. Key elements contributing to this growth include the following:

- Unemployment levels continue to improve within Rancho Cucamonga at a faster level and are more favorable than the County overall and are expected to return to historical norms of 5% or less during the next year;
- Employers within the City recently exceeded their prior peak level of employment, thereby fully recouping the substantial losses that occurred during the recent recession, although this does not account for population growth and under-employment;
- Steady increases in taxable sales of general merchandise that are expected to reach pre-recession peak levels sometime during 2015; and
- The housing market continues to recover with prices increasing, supply being at record lows, and strong demand occurring in all sectors including single and multi-family.

Historically, Rancho Cucamonga’s economic base has been one of the Inland Empire’s strongest. Job and payroll growth have far exceeded regional and California rates since 1990. The City’s competitive lease rates, transportation network and community amenities continue to attract businesses of all types. In addition to its manufacturing and distribution sectors, the City’s commercial office sector has grown and vacancies continue to decline while rents are rising. Rancho Cucamonga has also seen a migration of highly educated technicians, professionals and

December 31, 2014
To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga

executives over the past few years and many of the City's resident workers have jobs in management, professional, and technical occupations.

The City is substantially underway in its economic development programs following the State of California's elimination of Redevelopment Agencies and tax increment financing statewide. The City is working with the business and real estate communities to maintain and rebuild effective economic development programs to promote private investment, job retention, and growth. A key City Council goal for FY 2013/14 was the creation of an Economic Development Plan and strategy for the City that takes into account the loss of redevelopment while recognizing both the changing nature of the marketplace as well as the City's transition to an in-fill community.

Budgetary Control

The City adopts an annual budget where each department's budgeted appropriations are controlled at the character of expense level. These levels are defined as personnel services; operations and maintenance; capital outlay; debt service; and transfer out. Although the budget is monitored at the character of expense level, the legal level of budgetary control, that is the level at which expenditures cannot exceed appropriations, is the department level within the General Fund and at the function level for the Special Revenue, Debt Service and Capital Projects Funds. Budgetary control is further maintained by the use of an encumbrance system. Revenues are also estimated annually in the adoption of the annual budget. Revenues and expenditures are monitored throughout the year with quarterly updates provided to the City Council.

Long-term Financial Planning

Annually, the City updates a five-year Capital Improvement Program (CIP). Planned capital expenditures from special, non-operational funds for FY 2014/15 total \$10,646,280. The CIP includes the Civic Center's landscape and renovation design, parking and exterior lighting, and roof and patio replacement; the Library's second floor Rancho KIDS Project; utility undergrounding on Base Line Road from Carnelian to Vineyard; Base Line Road at I-15 Interchange capital improvements; and local street pavement at various locations. Funding comes from multiple sources including Gas Tax funds, Measure I funds, Park Development funds, Transportation funds, Special Districts funds, capital reserves, and various grants.

Cash Management Policies and Practices

Cash not immediately needed to finance City operations during the year was invested in securities of the U.S. Government, or its agencies, e.g., bonds and notes of the Federal government and Federally-sponsored agencies, municipal bonds, commercial paper, and the State of California's Local Agency Investment Fund (LAIF) in accordance with State laws governing deposit of public funds. See Note 3 for a list of the City's authorized investments. The objective of the investment portfolio is to meet the short and long term cash flow demands of the City. To achieve this objective, the portfolio is structured to provide safety of principal and liquidity, while then providing a reasonable return on investments.

December 31, 2014
To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga

Debt Administration

The City of Rancho Cucamonga, as a general law city, is restricted from incurring general obligation bonded indebtedness that would exceed 3.75% of the total assessed valuation of all real and personal property. As of June 30, 2014, the City of Rancho Cucamonga does not have any bonded indebtedness.

Risk Management

During Fiscal Year 2013/14, the City of Rancho Cucamonga continued its commitment to risk management programs for safety, general liability, workers' compensation and loss prevention. Aggressive claims handling and a strong litigation stance have assisted in maintaining an appropriate reserve for current and future claims payments. Various risk control techniques, including employee accident prevention training, employee wellness seminars and fairs, safety programs and employee hazardous identification programs have continued to minimize accident-related losses and exposure by the public.

The City of Rancho Cucamonga is self-funded for the first \$500,000 of loss for general liability claims as well as employment practices liability claims and purchases coverage for losses ranging from \$500,000 to \$34 million. For workers' compensation claims, the City is self-funded for the first \$300,000 and purchases coverage for losses ranging from \$300,000 to \$50 million.

Pension Benefits

The City provides pension benefits for all employees through a statewide plan managed by the California Public Employees Retirement System (CalPERS). Additional information on the plan can be found in Note 9 in the notes to the financial statements.

II. HIGHLIGHTS OF FISCAL YEAR 2013/14

Redevelopment Agency

On February 1, 2012, the Successor Agency to the Rancho Cucamonga Redevelopment Agency was formed as a result of the State's action to eliminate Redevelopment Agencies in California. The Successor Agency assumed all of the duties and responsibilities of the former Redevelopment Agency and is tasked with winding down the Agency's activities. Since June 2011, the Agency has been restricted from entering into any new contract. As a result of the elimination of redevelopment, the Successor Agency has worked this past year to successfully complete existing projects and to maintain one affordable housing program.

Economic Development

The Community Development Group has become the lead for pursuing economic development programs and opportunities. Community Development currently provides coordination and support for companies and real estate professionals pursuing site acquisition, and business relocation and expansion. Also, within Community Development is the Rancho Cucamonga Municipal Utility (RCMU). RCMU plays an important role in economic development activities. RCMU offers an economic development incentive rate that targets high electric users that are also

December 31, 2014

**To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga**

large employers. In the past year the incentive was used to attract the expansion of Evolution Fresh into a vacant warehouse building. Evolution Fresh also created 100 new jobs in the community. In January the City retained the services of Strategic Economics, Inc. to assist the City in updating its Economic Development Strategic Plan. The City has been working off an 11-year old plan that has successfully implemented a number of programs and services that have facilitated economic and business growth in the City. Since the implementation of the 2003 Strategy several significant developments have added value to the City's economic base such as Victoria Gardens, several hotels, Evolution Fresh a Starbucks Company subsidiary, Phos-Chek, and the establishment of regional headquarters for firms such as Falken Tire and Inland Empire Health Plan.

Changes in the current economy and marketplace are key factors driving the update to the Strategic Plan. For example, the consolidation of retailers, and the growth of e-commerce, the need for improved warehouse and transportation systems, and the loss of economic development tools such as redevelopment. All of which require the City to look at its plan and make changes.

The update of the Economic Development Strategy will help the City identify new businesses that our resources are best suited for in order to attract jobs and economic growth to the community. It is anticipated that the update Strategy will be completed by first quarter 2015.

The City has also partnered with the Small Business Development Center (SBDC) to provide technical assistance and guidance to existing and startup businesses and residents in the community. These services are free of charge and are offered on a confidential and long term basis. During the 2013/14 fiscal year, the SBDC met with 168 clients, and provided 376 hours of technical and professional advice. This led to 5 jobs being created and 46 jobs retained. The SBDC also hosted 12 workshops on various business topics and 163 people attended these workshops.

Affordable Housing

Due to the elimination of the redevelopment agency, the City has limited affordable housing resources and has had to make difficult decisions involving the termination of many of its successful programs. For example, the City's First-Time Homebuyer Program. This program assisted over 117 families become homeowners.

Affordable rental housing for families who want to live and work in Rancho Cucamonga also continues to be a challenge. The elimination of redevelopment significantly diminished ongoing housing resources. Despite the lack of these resources, a portion of the loan between the City and the former Redevelopment Agency, as well as proceeds from housing bond funds, are the two primary sources of revenue available for housing programs and projects. These potential funding sources are significantly less than what redevelopment had access to in the past and these sources are one time money and not available for on-going programs.

Affordable Rental Housing Opportunities

These funds have allowed the City to enter into an agreement with Orange Housing Development Corporation (OHDC), a non-profit affordable housing provider to build 59 affordable senior housing units plus one manager unit. The City will contribute \$4,360,908 of its housing bond

December 31, 2014
To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga

proceeds to allow for the project to remain affordable for a term of 55-years. The affordability restrictions for the 59 units are as follows: 6 units will be available to eligible senior households whose income does not exceed 30% of the area median income; 12 units will be available for those whose income does not exceed 40% of the area median income; 24 units available to those whose income does not exceed 50% of area median income; and 17 units available for those whose income does not exceed 60% of area median income. Below is a summary of the unit breakdown by income restriction and the estimated affordable rent.

Senior Housing Affordability Summary

% of Area of Median Income	Number of Units Offered	Maximum eligible income	Maximum monthly rent
30 Percent	6	\$15,600	\$390
40 Percent	12	\$20,800	\$520
50 Percent	24	\$26,000	\$650
60 Percent	17	\$31,200	\$780

The addition of these income restricted units will improve the availability of affordable rental housing in the community. Prior to the elimination of the redevelopment agency, the agency had partnered in the construction and funding of nearly 1,800 affordable units. The following accomplishments were achieved by the redevelopment agency:

Family Housing

- Las Casitas Apartments – 14 units
- Mountainside Apartments – 188 units
- Monterey Village Apartments – 110 units
- Pepperwood Apartments – 228 units
- Rancho Verde East Expansion – 40 units
- San Sevaine Villas – 225 units
- Rancho Verde Apartments– 104 units
- Sycamore Springs Apartments – 96 units
- Villa del Norte Apartments – 88 units
- Sunset Heights Apartments – 116 units
- Villaggio at Route 66 – 131 units

Senior Housing

- Heritage Point Apartments – 48 units
- Olen Jones Apartments – 96 units
- Villa Pacifica Apartments – 158 units

Additional Housing Programs/Activities

A secondary source of funding is received from residual receipts generated from existing housing loans the former redevelopment agency negotiated. These funds have allowed the City to implement and manage a Mobile Home Rental Assistance Program. This program provides up to \$100 in assistance for the space rental payment for mobile home owners. The program operates in all eight of the mobile home parks located in the City and assists approximately 91 families.

December 31, 2014
To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga

Engineering Services

The Department is comprised of one lead section, the Engineering Administration Section, headed by the Director of Engineering Services/City Engineer, and five subordinate sections. The following provides highlights of the major accomplishments achieved during the reporting period and a description of the major capital projects completed.

Administration Division

In addition to overseeing the operations of the Engineering Services Department's full-time and part-time employees and \$40 million in combined operating and capital budgets, the Engineering Administration Section managed several significant projects this year. Key items this year included updating the City's comprehensive Capital Improvement Program document; implementing paid parking programs at the Rancho Cucamonga Metrolink station and Cucamonga Canyon; and updating the Development Impact Fee Program.

Capital Improvements Division

The Capital Improvements Section is responsible for the development and implementation of the City's Capital Improvement Program and the design, inspection and contract administration of various City-funded public improvement projects including paving, curb and gutter, sidewalks, landscape and irrigation, storm drains, traffic signals, City buildings, and park facilities. A major accomplishment for the Capital Improvements Section for Fiscal Year 2013/14 was the completion of the Etiwanda Ave Sidewalks and Flashing Beacons at Grapeland Elementary and Etiwanda Intermediate Schools a Safe Route to School Project, and the Haven Avenue and Valencia left turn pocket extension adding capacity and making the left turn movements during peak times more efficient. The City utilized Local and Grant Funds to finance these projects. A continued priority for the Section has been maintaining the Annual Comprehensive Capital Improvement Program document which gives a five-year forecast for each active capital endeavor budgeted by the City. A total of 17 Capital Improvement Projects amounting to over \$14 million dollars were completed during Fiscal Year 2013/14.

The following in addition to the above are the other key capital projects that were completed during Fiscal Year 2013/14:

- Local Street Pavement Overlay and Slurry Seal.
- Banyan Street Sidewalk and Pavement Rehabilitation from Etiwanda Avenue easterly.
- 8th Street Pavement Rehabilitation from 1300 feet east of Hellman to west of Hermosa.
- 4th Street Pavement Rehabilitation from Milliken to Richmond.
- 24th Street at Deer Creek Channel Bridge Repair.
- Construction start on the Wilson Avenue Extension (completion spring 2015)

Transportation Development Division

The Transportation Development Section oversees the design, installation, and operation of the City's traffic circulation and traffic control facilities, traffic studies, traffic counts, traffic permit issuance, and investigation of citizen concerns. The Transportation Development Section

December 31, 2014

**To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga**

continues to provide management services on behalf of the City on the I-15 / Base Line Road Interchange Improvements Project. This project is currently under construction and is expected to be complete in 2016. The Section is currently managing the implementation of the initial phase of the Traffic Management Center Upgrade, the upgrade of traffic signal phasing at various intersections on Milliken Avenue and Day Creek Boulevard, and the installation of traffic signal improvements at the intersection of Carnelian Street and Banyan Street.

Land Development Division

The Land Development Section is responsible for the review and conditioning of proposed developments, as well as the technical plan check, permit issuance, and construction inspection of developer-funded public improvements such as paving, curb and gutter, sidewalks, landscape and irrigation, storm drains, traffic signals, and park facilities. In addition to the normal Land Development responsibilities on the increase, staff has the task of working with Information Services in implementing, administering and maintaining the new Accela land management software.

Environmental Programs Division

The Environmental Programs Section is responsible for administering the City's environmental programs which aim to encourage the preservation of natural resources and prevent storm water pollution, thereby ensuring compliance with state and federal mandates such as AB 939 and the National Pollutant Discharge Elimination System (NPDES). Highlights for this year include providing service to 5,146 participants at the Household Hazardous Waste Collection Facility, conducting over 900 storm water inspections, increasing participation at used oil filter exchange events by 100%, and distributing 20 of recycling containers to schools and sports groups. This year the section applied tax assessments and title liens on 129 properties to recover approximately \$32,195 in delinquent trash account payments.

Municipal Utility Division

The Rancho Cucamonga Municipal Utility (the Utility) functions as a small electric utility providing electric service to both residential and commercial developments including the Victoria Gardens Regional Center as well as surrounding retail and commercial developments that were built within RCMU's service territory. This fiscal year, the Utility began servicing over 300 new residential customers at a new residential development in the Terra Vista area and provided a new online payment option for all its utility customers. The utility continues to embark on its mission to be a greener utility by utilizing renewable energy as part of its energy portfolio. The utility currently receives some of its energy from a nearby landfill gas facility and most recently signed an agreement to receive 6 MW of solar power from Kern County in order to meet the State's Renewable Portfolio Standard requirements.

Public Works Services

The Public Works Services Department is the steward of the City's growing infrastructure of buildings, streets, storm drains, parks and landscape improvements. To fulfill its broad mandate, the Public Works Services Department is headed up by the Public Works Administration Division which is charged with the management of three subordinate divisions: Facilities Maintenance,

December 31, 2014
To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga

Streets and Storm Drains Maintenance, and Parks and Landscaping Maintenance. The following are the highlights within the Public Works Services Department during Fiscal Year 2013/14:

Administration Division

In addition to overseeing the operations of the Public Works Services Department's 170+ full-time and part-time employees and over \$22 million in combined operations and capital budgets, the Public Works Administration Division managed several significant projects this year. Key items this year included working to reduce costs in LMD 1 and PD-85 due to funding shortfalls, refining the expenditure tracking process for the Facilities Section, improving the workflow for contracts and professional services agreements and assisting the other divisions with the compilation and bidding of service contracts.

Facilities Maintenance Division

- Victoria Gardens Cultural Center Wall Tile Replacement Project—Portions of the exterior tile along the east side of the Victoria Gardens library building were in need of repair and replacement due to weathering of the elastomeric joint sealant along the tile edge. The project went out to bid during FY 2013/14 and work was completed in November 2014. In addition, during FY 2014/15, a consultant will evaluate the condition of the rest of the exterior elastomeric joint seals and expansion joints surrounding the Cultural Center and prepare bid specifications for any needed repairs.
- Civic Center – Roof System Restoration Project—Specifications were completed during FY 2013/14 which required the existing low slope roof sections be removed and the installation of Title 24 compliant and Energy Star rated off white reflective roof coating over polyester reinforced fabric, as well as replacing the existing roof flashing and elastomeric sealant. The scope of work for the mechanical well roof sections consists of the application of a fluid-applied pedestrian traffic coating system. The existing metal flashing will also be replaced as part of this project. This project will be completed by the end of November 2014.
- Civic Center Parking Lot Lighting Project—Specifications were completed during FY 2013/14 for the replacement of the light fixtures located in the 3 parking areas at the Civic Center (north employee lot, public parking deck, and south employee lot) with new energy efficient LED lighting fixtures. This project is anticipated to be awarded in January of 2015.
- Public Safety HVAC IAQ Study—A consultant was hired to do a study of the HVAC system at the Police Department to determine if there were any design, construction, code and/or life safety issues within the HVAC system. The study was completed and options assessed, and the consultant prepared specifications for the construction which will be bid in FY 2014/15.
- In addition to the numerous capital projects happening, there were also several large service contracts awarded including: janitorial services, mechanical engineering services, as well as the emergency award of a new temporary security guard contract.

Streets, Fleet, and Storm Drain Maintenance Division

- The Illuminated Street Name Sign Replacement program continued into FY 2013/14. The scope of work included retrofitting Illuminated Street Name Signs with LED lighting, replacement of damaged signs and/or individual sign panels, and relocation of complete illuminated street name signs from mast arm mounting to sign davit arm mounting. This project promotes energy efficiency by continuing to retrofit the illuminated street name signs

December 31, 2014

**To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga**

with more energy efficient LED lighting. The majority of signs replaced during this cycle were on Foothill Blvd., between San Bernardino Road and Aspen Avenue.

- CNG Station Expansion: The design for the CNG station expansion began in FY 2012/13, and construction began in FY 2013/14. This phase will consist of an additional compressor and a fuel management system that will make it possible to accommodate fast filling vehicles for other entities and back charging them for our costs. If done, the additive bids will include the infrastructure for additional time-fill posts and associated hardware.
- Vehicle Purchases: During FY 2013/14, the City Council authorized the purchase of the following replacement vehicles: one Urban Forestry Aerial Chipper truck, three CNG sedans, and one CNG ½ ton pick-up truck. The three CNG-powered vehicles were partially funded through a grant from the Mobile Source Air Pollution Reduction Review Committee (MSRC). The MSRC provides funds for the purchase of alternative fuel vehicles and infrastructure projects that reduce air pollution from motor vehicles within the South Coast Air District in Southern California pursuant to air quality and provisions of the California Clean Air Act AB 2766. Over the past few years, the City has been successful in obtaining funding for projects such as the Compressed Natural Gas (CNG) station, the CNG Station Expansion (mentioned above), Fleet Shop Modification and the purchase of several new CNG vehicles. To date, we have received over 1 million dollars in MSRC grant funding.
- Sidewalk Inspection Program: In January of 2010, the PWSD developed a three-year citywide sidewalk inspection program to identify deflections on sidewalks within the public right-of-way which may cause someone to trip and fall. PWSD divided the city into twenty-four grids, which is on a two-year calendar rotation. One grid is inspected per month with crews scheduled to ramp or grind deflections found during the monthly inspection process. On year three we inspected city maintained paseos citywide and followed up with ramping and grinding as needed. In January of 2013, we started with the citywide sidewalk inspection program three year process once again and were in year two during FY 2013/14. Our proactive approach to our aging sidewalk infrastructure has greatly reduced the City of Rancho Cucamonga's liability.
- Many smaller projects were completed during FY 2013/14 including: asphalt repairs, concrete sidewalk and curb/gutter repairs, graffiti removal, street sweeping, storm drain inspections and cleaning, traffic sign retro-reflectivity inspections, traffic sign installations and repairs, traffic legend repaints, chemical and mechanical weed abatement, debris removal, assisted with special events, mechanic on-call emergency response and streets on-call emergency response.

Parks and Landscape Maintenance Division

- Garcia Park Landscape Upgrade: Some of the Park Sections goals are to reduce labor cost through efficiency and proper horticultural practices, along with reducing water and electricity costs through proper application and innovative materials and ideas. The Garcia Park Landscape Upgrade Project incorporated this thinking by addressing areas of unused turf, improving aesthetic value, reducing labor and water usage, while introducing a new gathering point for the surrounding community.
- LMD 4R Park Security Lighting Retrofit: With a continuation of new lighting technology being applied to City parks and paseos, a lighting retrofit project of the parks in LMD 4R was completed. This project promotes the use of induction type lighting fixtures which promotes energy conservation, reduced maintenance costs and providing longer life to City assets.

December 31, 2014

**To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga**

Once completed, the energy savings is expected to be 1/3 to 1/2 of the present costs and maintenance intervals extended to a 4 to 7 year rotation.

- Day Creek Park Security Lighting Retrofit: As mentioned above, this project is also being done to reduce costs and become more energy efficient. This is phase two of a four phase project. Additional cost savings are being realized by having City staff perform the retrofit of each fixture. This is accomplished because of the vendor supplying the induction retrofit kit has made it a plug and play device. Once completed the energy savings is expected to be 33-50% of the present costs and maintenance intervals extended from a 4 to 7 year rotation. The paseo lighting in LMD 6R was also retrofitted with LED light fixtures.
- Playground Rubberized Surface Repairs/Replacement: The City uses playground rubberized resilient surfacing at several park playgrounds throughout the City. Due to normal wear and tear, the playground surfaces at several parks throughout the City were repaired by removing worn and aged areas and replacing them with new rubberized material.
- Landscape Design for LMD 2 and LMD 4R and Civic Center: Another way the City is reducing costs in landscaped areas is to use more low water or drought tolerant landscape designs. During FY 2013/14, a landscape architect was hired to look specifically at the landscape areas in LMDs 2 and 4R, as well as the Civic Center for ways to transition these sites to a more sustainable plant palette. Two updates were presented to the City Council during FY 2013/14 regarding the Westside districts and cost saving measures were discussed to reduce expenditures bringing them in line with the revenues projected. These updates resulted in the Council giving staff direction to reduce staffing and operation levels in LMD 1 and PD-85 as well as draining, cleaning and examining conditions at Red Hill Lake and provide the Council with options to reduce operating costs of the lake. The lake was drained and cleaned and Engineering staff are working with an environmental consultant to prepare plans and specifications for bid during FY 2014/15.

Planning

The Planning Department processed a wide variety of projects during the fiscal year. The following are some of the highlights of those activities:

- Currently under construction by Goodman Rancho SPE, LLC (Goodman Birtcher) are two industrial warehouse buildings of 555,664 square feet (Building 1/Phase 1) and 1,033,565 square feet (Building 2/Phase 2) on approximately 75 acres located at the southwest corner of Arrow Route and Etiwanda Avenue. Construction began in early 2014.
- Lennar Homes is constructing 291 single-family residences on 80 acres located northeast of Etiwanda Avenue and Arrow Route. Construction began in early 2014 and model homes opened in late summer 2014.
- KB Homes is building 76 single-family residences on a property of 53 acres located at the east side of East Avenue, about 150 feet north of the Foothill Freeway (SR-210). Construction began in the fall of 2014.
- Planning staff continues to regularly update and fine tune the Development Code to clarify standards and respond to changing land use conditions as well as state legislation. Three separate code updates were approved by the City Council this year.
- On June 2, 2014, Planning transitioned the land management software system from Tidemark to Accela, including converting all data from the old system into Accela. Also launched was the new public portal, Accelerate, which allows users to apply for a permit and pay fees online. As of December 1, 2014, there are 1,298 registered users on Accelerate with

December 31, 2014

**To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga**

hundreds of permits applied for online. A pilot Electronic Document Review (EDR), which allows applicants to upload electronic plans for review and comments, has also been started with an anticipation of a full roll out in early 2015.

- Staff has released the RFP for the CA Endowment grant. This grant is looking to improve health through active transportation planning by the development of a circulation master plan and to guide investments in sidewalks, bike paths, bike sharing systems and public transit in order to promote community health in Rancho Cucamonga.
- The continued implementation of the Community Development Block Grant (CDBG) program. In 2014, the City received \$802,705 in Housing and Urban Development funds. These funds were allocated to various Public Works, Home Improvement, and Public Service activities, including some salary allocations. Approximately 80% of the City's CDBG funding is allocated to activities that benefit persons of low- and moderate-income.

Historic Preservation Division

- Local History Night was celebrated on Friday, June 20th, 2014, at the Biane Library, in the Victoria Gardens Cultural Center. Approximately 550 people attended the event enjoying various types of activities such as the Silverados musical band, the San Manuel Band of Mission Indians Cultural Program, Joe Blackstock's Local History presentation, Rancho Cucamonga Bingo, the vintage fire truck / antique car display, information from local historical groups, Rancho Cucamonga Fire's historical wildfire presentation, as well as the kid's crafting table.
- On Saturday, September 13, 2014, the Rancho Cucamonga Fire Department, Friends of the Pacific Electric Trail, Richleigh Construction, Lowe's Home Improvement Store and the Rancho Cucamonga Planning Department and community volunteers, secured all doorways and windows at the historic Etiwanda Depot located at 7089 Etiwanda Avenue. This effort will help deter vandalism to the structure while it remains vacant. The materials used were a polycarbonate corrugated roofing panel that is a sturdy yet semi-transparent, plywood, and lumber. A small frame was custom-built for each opening using lumber to avoid drilling holes into the structure. A soft light was also installed to provide additional security.

Building and Safety

The Building and Safety Department provides plan checking, inspection and permit activities for construction projects to meet State Model Codes including building, fire, ADA, energy, grading, plumbing, mechanical and electrical codes. The department also provides code enforcement of municipal code and property maintenance standards in a coordinated environment.

Building and Safety continues to enhance the use of the new Accela permit software that helps to expand its use to on-line permit processing fee payments and inspection requests, which allows customers to access permit and inspection information 24 hours a day, 7 days a week. The department conducted over 20,907 inspections, responded to over 1,000 complaints and investigations, and issued over 4,668 permits during the 2013/14 fiscal year.

Administration Services

The Administration Services Section continues to improve communication with customers by enhancing public relations through website development, providing user friendly forms online,

December 31, 2014
To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga

creation and design of an informative department brochure, revision and updating forms and handouts. An additional service provided by this division is the administration of the ADA compliant program for the City owned facilities.

The Department also continues to work on updating the current fee study. The latest updated fees were adopted by the City Council in December 2013.

Building Inspection

The Building Inspection Section provides building and fire inspections for all construction projects on private properties including work inside mobile home parks. In addition, this unit works with Community Improvement Unit to abate properties that are vacant and abandoned due to foreclosed activities.

Plan Check and Permit

The Plan Check and Permit Section continues to provide permit services for thousands of projects annually. The new Accela permit software has enhanced the process tremendously. More than 1,200 applicants have registered for the use of the new software in the permit and inspection processes.

Additionally, the Plan Check Section performs Wildland Interface reviews within the Very High Fire Hazard Severity Zones, and they continue to work diligently with the Fire District to help local business come into compliance with the current fire codes while minimizing the potential disruption to their business.

Grading Services

Our Grading Services Section provides review and approval of rough and precise grading plans for construction of residential and commercial projects. This section meets with developers, neighborhood groups and local residents to discuss plans and proposed projects, along with investigates complaints regarding a wide variety of building and construction.

Additionally, this section continues to provide cross department support to the Engineering and Planning Departments, with project review during the entitlement process, performing reviews of the Storm Water Quality documents, and acting as the City Land Surveyor for the Engineering Services Department.

Community Improvement

This section continues to provide services for enforcing requirements of municipal code, property maintenance standards, zoning related issues, and promoting and educating the general public to maintain healthy, safe, and clean living and working environments. Community Improvement receives requests for service each year on certain areas of the Municipal Code, such as property maintenance and health and safety concerns.

This section has a comprehensive program which protects a property owner's investment, promotes public health and welfare, and enhances the quality of neighborhoods. It is an integral

December 31, 2014

**To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga**

part of the City's commitment to neighborhood preservation. When homes and businesses are properly maintained, it has a positive effect on the appearance of our community.

During FY 2013/14, Code Enforcement continued to promote the volunteer program and had three (3) very active individuals who assisted staff with a variety of tasks. They continued their successful neighborhood clean-up efforts by assisting over 115 residents and collecting approximately 12-tons of garbage, and 1-ton of e-waste.

Finally, this section is responsible for enforcing municipal codes against owners who have abandoned or vacated their properties. During this year, Community Improvement handled over 4,341 requests for service.

Community Services

Senior Services

The motto of the James L. Brulte Senior Center is *Stay Healthy, Live Longer*. Thousands of seniors in Rancho Cucamonga have embraced this philosophy for life and are active participants at our dynamic Senior Center.

Every September, the Senior Center is center stage in the community, displaying all it has offer during National Senior Center Month celebration. During the month long celebration, the various Senior Center's programs are highlighted with each week featuring at least one free special event. From the core senior services programs, the daily Senior Nutrition program and the Silver Fox Express Transportation Program, to the variety of recreational and health & wellness programs, the Senior Center is a vital resource in Rancho Cucamonga throughout the year only with support from hundreds of volunteers, partners and the 15 member Senior Advisory Committee. Wellness Pass has continued to be extremely popular, requiring the expansion to accommodate increasing membership. Wellness Pass was previously housed in Goldridge/Timber Mountain rooms and moved to Gamepoint/Teen Lodge increasing space by approximately 50%.

Cultural and Performing Arts

The Lewis Family Playhouse at the Victoria Gardens Cultural Center completed its eighth season presenting a wide variety of performances for all ages and interests, offering a great menu of entertainment options including music, dance, comedy, family theatre, and Broadway-style musicals. The Rancho Cucamonga Community Theatre brought two delightful new productions to the stage this year: *A Christmas Carol* and *Sing-a-Long Grease*. The City's own theatre company, MainStreet Theatre Company produced three shows including *Aesop in Rancho Cucamonga*, *The Musical Adventures of Flat Stanley*, and *Roald Dahl's The Magic Finger*.

As the Cultural Center ages, replacement of certain items will be required. This year we replaced the Lewis Family Playhouse Stage Curtain, which was out of compliance with flame retardant requirements and was replaced with a curtain that is made from "inherently fire resistant material" (IFR). IFR material may be cleaned occasionally to be recertified staying in compliance with national regulations.

December 31, 2014
To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga

Special Events and Special Projects

Last year over 25,000 community members attended the Department's major community-wide special events. Last year's special events included: 4th of July Fireworks Spectacular, Movies and Concerts in the Park, World Music Concerts, Founders Festival Community Parade, Veteran's Day Celebration and Community Picnic, Cinco de Mayo Celebration, Cucamonga Challenge and Celebration of National Physical Fitness Month, and Springtime Movies in Town Square at Victoria Gardens.

Contract Classes

The Community Services Department has the largest contract class program in San Bernardino County. This year the program offered a variety of recreational, leisure time classes such as: Music, Dance, Fitness, Dog Obedience, Child Development, and Arts & Crafts. Classes were offered at City facilities and local studios. Over 5,000 participants registered in classes during the past year with a majority of classes focusing on supporting a *Healthy RC* lifestyle.

Sports

The Sports Division provides a wide variety of sports activities for Pee Wee, Youth and Adults within the Community. Over 1,500 Pee Wee participants, participated in programs such as: Soccer, Baseball and Basketball. Over 450 participants registered in the 2013 Summer Sports Camp which took place at Alta Loma High School. The 'Learn to Swim' Aquatics program taught over 2,200 participants on basic swimming techniques. A range of Adult Sports Leagues, like Adult Softball, Soccer and Basketball are offered to those 18+.

Youth and Family

The Community Services Department's Playschool program is for children ages one through five. Over 650 children attended classes focusing on building children's self-esteem, attention span and social development. Playcamp is the summer version of our Playschool program with over 1200 children attending this past summer. The Teen Center is located inside Lions West Community Center and provides a place for local teens to participate in activities, workshops, and special events after school. During the Summer months, we offered for the first time a Teen Summer camp with 188 teens in attendance throughout the 10 week program. The Teen Recreation Activity Club (TRAC) is a year round volunteer/leadership club providing teens an opportunity to get involved in their community and make a difference.

RC Family Resource Center

The RC Family Resource Center, a hub for non-profit service organizations, hosts over 25 non-profit organizations providing emergency food and clothing, family crisis intervention, court recognized services, support groups, adult and youth life skill classes, parenting classes, and much more. Community Connection Services, one of those non-profit partners, provides vital services to the community with their emergency food and clothing programs, employment preparation, and housing assistance. The RC Family Resource Center also provides monthly and annual family events such as Family Fun Nights, Thanksgiving Basket food drive and the family-friendly Halloween Spooktacular event with over 1,500 attendees; these events are geared toward strengthening the family unit by creating an enjoyable experience for all family members.

December 31, 2014
To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga

Park Development

Projects completed as of June 30, 2014 include:

- Purchase and installation of the Central Park Pavilion
- Design and construction of the Flag Retirement Urn for Freedom Courtyard at Central Park
- Replacement of play equipment and surfacing at Mountain View and Golden Oak parks

Projects awarded and/or started in Fiscal Year 2013/14 include:

- Replacement of play equipment and surfacing at Coyote Canyon Park
- Southwest Park Architectural/Design Services
- Gymnasium site feasibility study

Additional Department Activities

Volunteer opportunities continued to grow and expand this past year as staff continued to find new ways to utilize volunteers throughout the City. During the last year volunteers *worked* at numerous events and activities. Annually over 60,000 hours of volunteer services are provided by the Department's volunteer core. Providing opportunities for citizen involvement is an important aspect of the philosophy of the City and the Department.

The Rancho Cucamonga Epicenter is home to the highest attendance ranked Southern California team in the Single 'A' Baseball League, the Rancho Cucamonga Quakes. The team is a California Affiliate of the Los Angeles Dodgers. Quakes' baseball is played on the Stadium field between April and September each year. On non-game days and during the off-season, the facility is available for rent.

Police Department

The City of Rancho Cucamonga contracts with the San Bernardino County Sheriff's Department for general law enforcement services. During FY 2013/14, the Police Department had 133 sworn officers, 41 general employees and more than 90 volunteers which include Reserves, Citizen Patrol, Equestrian Patrol and Explorers. In addition to basic patrol services the Rancho Cucamonga Police Department also provides the following: School Resource Officers; Bicycle Enforcement Team; Multiple Enforcement Team; Traffic Enforcement; Detective Unit; Alcohol Compliance Team; Threat Assessment Team and a Retail Theft Team.

The City of Rancho Cucamonga continues to hold a reputation as one of the premier cities in the Inland Empire. The City of Rancho Cucamonga and its Police Department share a great deal of pride in this accomplishment and enjoy a great working relationship. Together, they provide residents and business owners with the type of safe community other cities envy. The following programs and projects for the 2013/14 fiscal year highlight the inter-department collaboration and community support that justifies such high ratings:

December 31, 2014
To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga

Public Information Officer

The Police Department created a Public Information Officer (PIO) position to address the desires of the community to be informed and aware. Information management is a crucial component which is necessary to positively influence public perception. The PIO is responsible for sending routine press releases to the media and general public, fielding phone calls, emails, texts, social media posts and in person inquiries related to the press releases and/or significant law enforcement events. The position has the ancillary responsibility of identifying and developing opportunities to engage the community and forge lasting relationships built on trust. The PIO has achieved success managing the Police Department's information in a way that enhances the department and city's reputation and credibility.

Public Safety Video Network

The Public Safety Video Network (PSVN) is operational and moving into another phase of development. The Police Department purchased ten Automated License Plate Readers (ALPR) to augment the 12 live-streaming video cameras deployed around Victoria Gardens and the Foothill corridor. The ALPR cameras will be deployed at strategic locations nearby freeway on- and off-ramps. They are part of a long-term vision and commitment to leverage technological advancements in furtherance of crime reduction. Although, technology cannot replace traditional law enforcement personnel, it has proven its worth as an undeniable resource and force multiplier.

ALPR uses video cameras in combination with infrared (IR) illuminators that are capable of capturing the image of the front or the rear of a vehicle that passes through its field of vision. Each ALPR vehicle is equipped with two or three camera systems and an onboard computer. The technology has the potential ability to capture up to 3,000 license plates per hour. The captured license plate characters are checked against the hotlist of known license plates in the onboard computer. If the plate in the image is found in any of the hotlists, the system alerts the operator.

Active Shooter/Threat Assessment Team

Active Shooter training has evolved beyond our original expectations and the collaborative efforts between the police department and the Rancho Cucamonga Fire Department has garnered the attention of state policy makers. The training in conjunction with the threat assessments conducted throughout the year proved crucial on several occasions. When Chaffey College locked down the campus because of a suspicious device, public safety sprang into action. Law enforcement and fire personnel relied on their training and knowledge of the campus to search the grounds and safely evacuate over 5,000 students, teachers, administrators and support staff. The investigation resulted in an arrest, but those involved in the incident are most proud of the efficiency in which the situation was resolved. The collaboration, planning, preparing, communicating, responding and recovering was a direct result of the City's commitment to Active Shooter training and Threat Assessments.

Fire Department

The Rancho Cucamonga Fire Protection District (District) is responsible for Community Risk Reduction, Emergency Response and Emergency Management. District personnel are dedicated to the preservation of life and property in service to the community. The continuous goal is to deliver these services in an effective, efficient and professional manner. The District emphasizes a risk reduction strategy to educate the community and enforce life safety regulations that are

December 31, 2014

**To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga**

designed to protect natural resources, secure the economic vitality of the community and improve the quality of life for its citizens. The District emergency response platform consists of seven paramedic-staffed engine companies and two ladder companies operating out of seven fire stations. These crews are trained and equipped to handle a variety of emergency situations. They are strategically deployed throughout the City to ensure a rapid and effective response designed to quickly assess the emergency situation and initiate actions that will stop its escalation and bring it under control. In this way Fire District members save lives, reduce the impacts of injury and illness, preserve property and protect the environment. The Fire District supports the Citywide Emergency Management program. This program works with public and private stakeholders to improve the community's disaster resiliency through preparedness, mitigation, response and recovery planning.

Working in conjunction with other providers such as the San Bernardino County Sheriff Department's Rancho Cucamonga Station, the District has been a vital partner in public safety in the community since the formation of the Alta Loma Fire District in 1931. The District continues this tradition of service by constantly reviewing and refining its administrative and operational procedures and policies in order to ensure its resources are maximized in this effort.

During the 2013/14 fiscal year, District staff accomplished the following to maintain and improve existing services levels in accordance with Council approved goals:

- The sidewalk CPR program was launched in May 2013 and has trained people of all ages. It is now an ongoing program for the District.
- Emergency Management Program – Continued implementation of the Business Emergency Response Team (BERT) program
- Held Community Facility District (CFD) fees flat for third year.
- Continued training for Active Shooter program (in partnership with the Sheriff's department)
- Completed the purchase of property at Vineyard and San Bernardino Road for the relocation of the San Bernardino Road fire station.
- Major Capital Maintenance Projects at the Jersey, Banyan, and Amethyst fire stations and the Fire Maintenance Facility in progress.

Library Services

The Library Services Department was once again very busy in Fiscal Year 2013/14. In the past fiscal year, the Department checked out over 1.1 million books, DVDs, CDs and magazines, and issued over 15,000 new library cards. Over 120,000 people used a library computer or our Wi-Fi network, and over 41,000 youngsters attended a library program. Currently over 200,000 borrowers own a Rancho Cucamonga library card and enjoy a collection of over 285,000 titles, 310 magazine and newspaper subscriptions and free access to over 70 PCs through "*The Three Amazing Libraries*" of Rancho Cucamonga.

December 31, 2014
To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga

Other Library highlights include:

Children's and Teen Services

- More than 41,000 youngsters came to our libraries to enjoy the popular story time programs. With eighteen times each week at our two locations, the preschool, toddler, school-aged and teen programs offer something for children of every age.
- The Summer Reading Program had over 5,000 children and teens, helping them to maintain their reading skills during the summer months.
- The popular "Kismobile" bookmobile provides service to elementary schools. Our distinctly-designed bookmobile visits children at their school sites. The "Kismobile" checked out almost 50,000 items to children during this past fiscal year.
- Thanks to grants received from the Southern California Gas Company and Southern California Edison Foundations, the Library was able to present a series of STEM (Science, Technology, Engineering and Mathematics) programs for children ages 6-12.
- Children's Services staff also completed a "Digital Literacy Evaluation" grant which not only provided funding to purchase 20 iPads for use during storytimes, but provided all staff with training on how to effectively introduce technology to young children.
- Children's Services staff completed an evaluation of all storytimes, evaluating them for age-appropriateness, developmental stages, parental involvement, etc. After careful evaluation, several changes are being developed which will not only increase the programming lineup from 18-22 per week, but will also have a stronger developmental impact on the participants.
- Teen Services staff also did a careful analysis on teen services in order to develop a strategic plan for teen services and programs. After surveys and analysis with the teens, a plan has been developed, that will be carried out in the upcoming years.

Senior Services

- The Library's "Housecalls" outreach program delivers library materials via volunteers to community members who cannot come to the library. This service reaches more than 60 Rancho Cucamonga residents, and we deliver library materials ranging from books to DVDs to recorded books on CD.

Outreach Services

- The Library led a team of City staff to create a new outreach vehicle – RC2Go. RC2Go is a 30-foot trailer that is equipped to serve as a mobile City Hall and provide city services around the community, such as issuing library cards, checking out recreation equipment, issuing permits, conducting sidewalk CPR classes, etc. This project was grant-funded by the California State Library.

Information and Virtual Library Services

- Between the Adult and Children's Information Service desk and our Virtual Library, over 180,000 information questions were answered during the past fiscal year.
- Several new online resources were added to the Virtual Library, including Freegal (free music downloads), Zinio (free magazine downloads), and many more eBooks added to the collection.

December 31, 2014

**To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga**

- Over 120,000 library customers used our free, public access computers or Wi-Fi network to search for jobs, send email, create resumes, type up school reports or just surf the Internet, while over 1,600 children, teens and adults took advantage of free, hands-on computer classes.
- Both the Biane and Archibald Libraries are now certified US Department of State Passport Acceptance Agencies, which add an addition revenue stream for the Library seven days a week.
- The Library was contracted by the California State Library to carry out the “Staff Innovation Fund” to libraries across the State of California. This grant created another new revenue stream for the Library as well as offering a new, innovative training program to other public libraries in California.

Literacy Services

- Over fifty active literacy tutors and learner pairs call the Library their home to improve literacy skills. The continuation of this program is possible due to on-going support from the State Library, Community Development Block Grant funds, corporate and private donations.
- The "Back to Basics" Children's Literacy Program served another class of 150 youngsters, improving the reading level of each child and promoting reading and literacy as a pathway to success.

Volunteer Services

- Between the Friends of the Library and the regular volunteers, 13,000 hours of volunteer time were donated in Fiscal Year 2013/14.
- The Friends of the Library volunteers accounted for 8,000 hours of volunteer time for sorting, staffing and managing the Friends Bookstore at both libraries. The Friends Bookstores raised over \$120,000 for the Library in Fiscal Year 2013/14.

Library Foundation Highlights

- In the past year, the Library Foundation donated over \$50,000 towards various library programs, including the well-attended Cultural Arts Nights, Summer Reading Club, staff development, and the Play and Learn Islands™.

Goals for Next Year

- The Library will take some significant steps towards the second floor, including completing the design drawings and construction drawings, in order to get the project ready to go out to bid. In addition, the Library will continue to aggressively pursue grant funds from numerous agencies, in particular to continue work on the development of the second floor of the Biane Library.
- The Library is working with the California State Library on further expanding the “Staff Innovation Fund” program to make it available to more libraries on a statewide basis. The Library is also working with the State Library on a Geographic Information Systems Grant. In partnership with the Rancho Cucamonga GIS division, we will work with 4 other Southern California cities to introduce GIS mapping to their libraries. There are

December 31, 2014
To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga

also several smaller grants that are being worked on, including the Big Read and grants from Southern California Gas and Southern California Edison.

City Manager's Office

As the administrative head of city government, the City Manager is appointed by the City Council to enforce municipal laws, direct daily operations of the City, make recommendations to the Council, prepare and monitor the municipal budget, appoint and supervise all City department heads and employees, and supervise the operation of all City departments. The City Manager is responsible for implementing policies adopted by the City Council; preparing and submitting the annual budget and administering the day-to-day operations of the City.

As part of these responsibilities, the City Manager's Office oversees various citywide and interdepartmental projects and efforts. These include:

Healthy RC

Under the leadership of the City Manager's Office, Rancho Cucamonga has developed an innovative Healthy RC program. This program is unique in its holistic approach in encouraging residents, businesses, and our own organization to adopt healthy, active and sustainable lifestyles and practices. This approach brings together both new and existing efforts of each City Department with the goal of improving of the quality of life in our community.

Healthy RC highlights include:

- Over \$720,000 was secured in federal, state, and private/foundational funds for Healthy RC programs.
- The City was invited to the White House and recognized by the First Lady for its commitment to creating healthy lifestyles.
- Rancho Cucamonga was named number one in the nation (an honor shared with only four other communities) among participating cities in the Let's Move! campaign led by First Lady Michelle Obama and was featured in a blog posting (for a second time) on the Let's Move! website.
- Bringing Health Home Program increased 133%, assisting 342 new families in 2013 for a total of 599 families enrolled through the end of the year.
- Healthy RC developed and adopted a comprehensive Strategic Plan – A Road Map for a Healthy Future in Rancho Cucamonga. The strategic plan lays the foundation for initiatives that Healthy RC will take on over the next 5+ years. The process of developing the Healthy RC Strategic Plan multi-faceted, community-driven, and designed to solicit input from all the diverse voices of Rancho Cucamonga. It included four elements: Stakeholder Meetings, Key Partner Interviews, Healthy RC Survey, and Community Forum & City Council Workshop. Over 32,600 individuals represented by the groups involved in the stakeholder meetings were reached - approximately 1 in every 5 Rancho Cucamonga residents.
- The City of Rancho Cucamonga was awarded a Bicycle Friendly Community designation (Bronze Level) by the League of American Bicyclists. Rancho Cucamonga is the only city in San Bernardino County to receive this recognition.
- For the fourth consecutive year, Rancho Cucamonga was awarded a Playful City USA designation by KABOOM! for its continued commitment to creating opportunities for play.

December 31, 2014
To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga

Green Sustainability

The City Manager's Office has taken the lead in the citywide green sustainability efforts and implemented the *Healthy Earth* program, which strives towards a greener, cleaner Rancho Cucamonga. Staff has identified efforts to minimize the City operations and the community's environmental impacts to reduce greenhouse gas emissions in the areas of transportation, land use, open space, green building, energy efficiency, economic development, public health, waste reduction, water and wastewater systems, and green purchasing. The focus in FY 2013/14 was to continue identifying and implementing environmentally sustainable initiatives in City operations, establishing and leveraging partnerships, and encouraging Rancho Cucamonga residents and businesses to be more environmentally conscious. Some of the accomplishments under this initiative include:

- Reenergizing the interdepartmental Green Team to develop more coordinated and cohesive sustainability programs. (April 2014)
- Received the *Red Tape to Red Carpet Award* from the Inland Empire Economic Partnership (IEEP) for the *Solar RC* initiative and its efforts to make solar photovoltaic generation a more attractive choice for residents. (February 2014)
- Participated in the statewide Cool California Challenge to engage residents in taking action to reduce household energy use and vehicle miles traveled. (April 2014)
- Completed the first phase of the Joint Solar Power Procurement project with San Bernardino Associated Governments (SANBAG) to explore the opportunity to jointly procure renewable solar photovoltaic power. (October 2013)
- Participated in the Greenhouse Gas Reduction Plan with SANBAG to assist the city in the development of a local climate action plan. (March 2014)
- Secured funding for a *Healthy RC Sustainability Action Plan* which will include initiatives, goals and action items that will move Rancho Cucamonga toward becoming a more sustainable city. (October 2013)

Community Information Program

The City Manager's Office oversees the citywide Community Information Program. The mission of the Community Information Program is to provide accurate, open and comprehensive information about the City of Rancho Cucamonga and its programs, policies, services, and future plans in a timely manner to those who live, work and play in the city. It produces the quarterly community newsletter *Rancho Reporter*; prepares an online monthly newsletter *RC Connection* prepares and distributes news releases; answers media inquiries; oversees all programming on the City's Government Access Channel RCTV-3; produces brochures, flyers, and other literature; promotes special events; and provides media relations and public relations counsel to City departments.

Legislative Affairs Program

The City Manager's Office coordinates a very active legislative program focused on protecting the interests of our community and identifying resources available to enhance City services and programs. Legislative efforts include researching and monitoring federal and state bills, preparing position papers and letters in response to proposed legislation, and working with legislative representatives and their staff to promote the interests of the community.

December 31, 2014
To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga

The 2014 Legislative Session was especially busy with the City tracking 37 state and federal bills and several letters to state and federal legislators and the Governor advocating our position on certain legislation and issues.

Additionally, as the City Council actively participates in regional agencies and boards, the City Manager's Office provides assistance and support. The inter-governmental agencies the City of Rancho Cucamonga participates in include SANBAG, Omnitrans, SCAG, and Metrolink. City officials are also actively involved, and have taken on several leadership positions, in the League of California Cities, a statewide association that advocates for cities' interests. The City Manager's Office regularly coordinates regional meetings, providing topics and speakers that are of interest to city officials throughout the Inland Empire.

Ombudsman

The City Manager's Office strives to ensure that the City provides the highest level of customer service. The City Manager's Office is available to assist residents with any city-related issue. The staff in the City Manager's Office helps residents in person, over the phone, or via email through the City's General Information Email Account.

Cable Television Franchise Administration

The City Manager's Office oversees the non-exclusive cable television franchises through enforcement of the State-issued franchise agreements, with an emphasis on citizen concerns. Charter Communications, Time Warner Cable, and Verizon FIOS TV provide cable TV service in the City of Rancho Cucamonga under state franchise agreements from the California Public Utilities Commission (CPUC). The City Manager's Office works with the cable companies to resolve customer service issues and ensure the very best possible service to Rancho Cucamonga citizens.

Annual Reporting

The City Manager's Office oversees the publication of the Department Statistics Report that provides the City Council and the public with information on the operations and accomplishments of each City department. Key performance measurements such as the average response time for Police calls, the number of capital improvement projects completed by Engineering Services and the number of potholes repaired by the Public Works Department and are just a few of the statistics that can be found in this detailed report. The City Manager's Office staff updates the report on a biannual basis, with data for the first six months of the calendar year reported in the fall and data for the full calendar reported in the spring.

City Clerk's Office

The City Clerk's Office is responsible for preparing agendas and minutes for all City Council, Fire Protection District, Successor Agency, and Public Financing Authority meetings as well as agendas for the Oversight Board and various City Council Subcommittee meetings. The office is also responsible for the processing and maintaining of all bonds and their releases, contracts/agreements, recorded documents, resolutions, and ordinances. The City Clerk's office

December 31, 2014
To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga

also prepares notices of public hearing for the newspaper, receives and opens bids for city projects, and maintains the Municipal Code book.

In 2014, the office coordinated the November 4, 2014 municipal election. From July to November, the office assisted candidates in filing papers stating their intention to run for office, the filing of campaign statements and economic interest statements, and worked closely with the San Bernardino County Registrar of Voters Office. In addition, the City Clerk's office and the City Attorney's office led a multi-Departmental task force in reviewing and updating the Rancho Cucamonga Municipal Code.

The Records Management Division maintains a comprehensive records management program. The Division has the ultimate responsibility of maintaining and retrieving all city documents and information requested by the public as well as City staff. In addition, the Records Management Division accepts appeals and coordinates the hearing schedule as well as receiving subpoenas and claims for the City of Rancho Cucamonga.

Animal Care and Services

As an open admission municipal Animal Center, the Animal Care and Services Department (AC&SD) provides care, shelter, and adoption services for more than 5,000 homeless, abandoned, and abused animals each year. The Department, which began operating in May 2006, relies on the support of the community to work towards achieving their mission of building a community in which every adoptable pet finds home.

The Animal Care and Services Department is also committed to protecting the health, safety and welfare of the community. The Field Services Department responds to requests for service such as impounding stray animals, pick up of deceased animals, rescuing animals in distress, enforcing animal laws and investigating animal neglect cases and nuisance animals complaints. The Department provides emergency services for injured or sick stray pets, vicious/aggressive animals, and police and fire assistance on a 24/7 basis.

Community involvement is an important component for the Animal Care and Services Department. This includes the development of a strong volunteer program, a foster care program, working with rescue groups and other Centers, attending community events, and adoption promotions.

Volunteers

The Department offers a wide variety of volunteer opportunities in areas such as dog walking, cat socialization, pet grooming and pet photography as well as traditional opportunities such as computer services, clerical and cleaning. Additionally, the Animal Center has an active volunteer fundraising committee that is committed to community engagement and collecting donations.

Increasing Adoptions

In Fiscal Year 2013/14, the Animal Center attended on average four offsite adoption events that ranged from local community gatherings to regional pet adoption days. Additionally, the Department partnered with other City Departments for events that would bring different

December 31, 2014

**To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga**

audiences together, while highlighting animals that were in need of new homes. For example, the Public Works Pet Adoption Day had a great community response. Community members enjoyed adopting a new pet and learning about the different Public Works vehicles that are used to keep our City clean and safe.

The Department increased adoption promotions using both value-added and price point strategies such as Home for the Holidays, Me and My Shadow, Name Your Price Adoption Event and \$5 Feline Fridays and incentive adoptions like tickets to local community events with an adoption of one of the Center's pets. In addition, the department continued to increase its marketing of animals through photography, videos and networking via the website and social media.

Medical Services

The Center's veterinarian continued to expand the types of surgeries able to be performed (including orthopedic surgeries) and the types of critically injured or sick patients the Center is able to care for. The Department's surgical program averages about 55 to 60 spay and neuters a week plus restoration and corrective surgeries. To help with the work load without increasing costs, the Center's veterinarian maintains partnerships with the following educational institutions to provide students to help in the surgical and medical areas at no cost to the Department:

- Western University – 4th year veterinary students
- Fontana Unified School District – ROP Students
- Platt College – RVT students

Community Resources

The Department sponsored several fundraising events this year and continued attempts to reach out to the community. They hosted their Furry Friends Flea Market, Bark in the Ballpark, and the Furry Friends Festival and Pet Walk-A-Thon events. Funds raised will go directly back into more community programs in the upcoming fiscal year.

The Department continued the summer reading and humane education program called Puppy Rhymes and Story Times, a program giving children an opportunity to read to a Therapy Dog and improve their literacy skills while learning how to be humane and compassionate towards animals. In addition, the department hosted events such as their Open House in February, inviting the community to the Animal Center for a behind the scenes tour.

Program Growth

The Department continues to expand community programs that will contribute to placement of animals in new homes and reducing the number of animals that enter the Center annually. Using funds raised through fundraising events, the Department hosted a free microchip and vaccination clinic and two Operation Cat Nip events during the year. Operation Cat Nip offers a free spay or neuter and vaccines for the outdoor/free roaming cats in Rancho Cucamonga.

Another program which is important to the placement of adoptable pets is the Department's rescue program. This program is a partnership with private, nonprofit groups who take pets from the Center and place them into suitable homes. The Department continues to expand its rescue

December 31, 2014

**To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga**

and adoption partnerships with local and out of state Animal Shelters. For example, to help address the problem of high number of small dogs that enter the Center, the Department continued its partnership with an Animal Shelter in Maine that does not receive many small dogs and was able to send over 40 of the Center's small dogs to them for adoption.

Administrative Services Group

The Departments and Divisions of the Administrative Services Group are unique in comparison to other City departments. While line departments typically provide services only to the public, the Administrative Services Group provides services and support primarily to internal staff (including the City Council, the City Manager, the various City departments and employees) with some service areas crossing over into the public arena. The group's major service areas are: Administration, Finance, Treasury Management, Human Resources, Risk Management, Purchasing, Business Licenses, Special District Administration, Geographical Information Systems, and Information Services.

The Administrative Services Group continued making progress on projects that were started during the previous fiscal year as well as some new projects initiated during the 2013/14 fiscal year. A summary of each of these projects by division follows.

Administration Division

One of the responsibilities of the Administration Division is to facilitate and coordinate intra- and inter-departmental programs. During this fiscal year, the Division facilitated numerous training programs including the Leadership Academy and the Supervisory Training Program, and also continued to revamp the new employee orientation. The Division has continued the City's efforts toward the long-term fiscal sustainability of the City's landscape maintenance and street lighting districts, working with the GIS/Special Districts Division and Public Works Services Department.

Finance Department

The Finance Department of the Administrative Services Group provides for the administration of financial activities such as payroll, accounts payable, accounts receivable, audits, preparation and monitoring of the budget, revenue recording and tracking, preparation of financial statements, and the establishment and maintenance of a fixed asset inventory. Finance is also responsible for business licensing and treasury management.

The Finance Department applied for and received its 26th consecutive Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting (Certificate of Achievement). The Certificate of Achievement is an award designed to recognize and encourage excellence in financial reporting by state and local governments. It is the highest form of recognition in governmental accounting and financial reporting, and its attainment represents a significant accomplishment by a government and its management.

The Department also submitted its newly designed budget document to the GFOA's Distinguished Budget Awards Program. The City was first awarded the Distinguished Budget Presentation Award for its FY 2012/13 budget in January 2013. The Department received its second consecutive award for the FY 2013/14 budget in March 2014.

December 31, 2014

**To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga**

The Department continues to assist with the winding down operations of the RDA Successor Agency, with its own separate and new accounting needs. The Finance Department team has shouldered this additional responsibility while at the same time seeing the loss of one full-time and one part-time position as part of the RDA loss. This speaks to the professionalism and commitment of the staff who have stepped up to the plate during this very unusual and unfortunate time.

The Finance Department's Business License Division ensures compliance with City codes as they relate to business licenses, transient occupancy and admission taxes. During Fiscal Year 2013/14 staff processed approximately 9,802 business license applications (7,567 renewals and 2,235 new filings), inspected 672 businesses, and collected revenues totaling \$2,308,891.

The Treasury Management Division of the Finance Department, in accordance with the "Prudent Person Rule," invests and monitors all idle funds to maximize and safeguard taxpayer dollars. The Division continually monitors the various services provided by its financial institution to ensure that the City is receiving the most comprehensive services for the most economical price.

During Fiscal Year 2013/14, the Division reviewed the City's Investment Policy to determine enhancements that could be made to ready it for submission to the California Municipal Treasurers Association (CMTA) for certification. Subsequent to fiscal year end, the Division submitted the City's Investment Policy to the CMTA for certification. In November 2014, the Finance Department was notified that the City of Rancho Cucamonga's Investment Policy earned the CMTA Investment Policy Certification. The CMTA Investment Policy Certification certifies that the City's Policy complies with the current State statutes governing the investment practices of local government entities located within the State of California.

Human Resources Department

The Human Resources Department is responsible for managing a broad range of employment related services including employee recruitment, selection, classification, compensation, employee development and labor relations. In addition, the department provides risk management services including worker's compensation and general liability programs, employee wellness and safety.

Key accomplishments this year include the following:

- Implemented applicable provisions of the Affordable Health Care Act.
- Negotiated and reached agreement on three-year Memorandums of Understanding with the two represented City bargaining units, Rancho Cucamonga City Employees Association and San Bernardino Public Employees Association.

The Risk Management Division of the Human Resources Department is responsible for ensuring employee safety, the prompt and fair delivery of workers compensation benefits, risk assessment and cost effective risk transfer when appropriate, litigation management, and the fair and fiscally responsible analysis of third-party claims.

December 31, 2014

**To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga**

Geographic Information Systems/Special Districts Division

The City of Rancho Cucamonga shines brightly through its innovative use of GIS technology and applications. Rancho Cucamonga's dedicated enterprise GIS (REGIS) serves as a better way to maintain, manage, and share geographic information throughout City departments. GIS is an integral part of the daily operations and functions in the City. The Division is able to analyze, query, and display data to provide timely information needed to make better decisions. REGIS handles a large number of map and data requests from all City departments as well as from local residents, businesses, schools, and other agencies. REGIS uses GIS and cutting edge technologies to develop solutions that connect the City and the community, engage citizens, and improve business processes in order to deliver efficient and effective services while being responsive to the needs of our customers. The Division also manages all the City's special assessment districts.

Division highlights this year include the following:

- On July 2014, REGIS was awarded the prestigious President's Award in GIS, the highest honor awarded by Esri in GIS, for REGIS' vision, leadership, hard work, and innovative use of GIS technology to serve its citizens.
- The Division implemented the REGIS Connect Business Plan to enable the City to share its GIS services with other municipalities while offsetting some of the Division's costs. REGIS Connect received its first contract from the Town of Yountville to provide the Town with GIS services including a GIS Needs Assessment, project management, data development and data collection, application development, training and support services.
- In support of the Police Department, the Division has worked to improve and add new and updated features to the "Active Shooter" mapping application that will be used for emergency situations in schools in the City. The Division assisted the Police in multiple operations by providing apps for deputies to update target location details.
- The Division unveiled the latest Executive Dashboards and "Quickshot" apps. The Executive Dashboards app provides a real-time common operational picture of the City that can be used by City management to keep track of what's happening. The customized mobile app "Quickshot" enables field staff to take pictures and attach them to incidents. These are made available in the dashboards for the executive team to view pictures of any critical incident.
- The Division developed the Military Banner application, which we are particularly proud of because of the stories it tells. Each point displayed on the application is a location of a military banner in Rancho Cucamonga along with a picture of one of our local heroes, so that anyone can easily find them and we can all show our respect for these brave men and women.
- With regard to Special Districts Administration, the Division managed the refinancing of a bond issue in Community Facilities District 2004-01 in order to take advantage of interest rate savings without extending out the life of the bonds. The transaction was completed in February 2014. These savings will go back to the property owners in these districts, lowering their assessments beginning with the December 2014 tax bill payments.
- The Division developed GIS web applications and newsletters that disseminate information to the community on the current status of the City's Street Light and Landscape Maintenance Districts.

December 31, 2014

**To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga**

- The Division conducted yearly Open House events for the City's eleven Landscape Maintenance Districts. The goal of these events was to open a dialogue between the City and property owners on the priorities of the districts.
- The Special Districts Division placed over \$27 million in special taxes and assessments on the 2014/15 Tax Roll for the City's 35 special districts.

Information Services Division

The Information Services Division of the Administrative Services Group provides research and development in client server computer and personal computer applications. The Information Services Division continues to strive to be on the cutting edge of technology, thus increasing the productivity and service levels to the City users and patrons. The advances described are designed to progressively build upon the City's technology base to improve, expand and respond to the demands of the public for vital services in police, fire, safe roads, youth and adult recreation, tax and financial transactions, community and home development and many more.

In FY 2013/14, Information Services replaced aged equipment and upgraded applications to maintain reliable and progressive services for our staff and community. The Division completed the largest enterprise system implementation in the City's history – Accela Automation. Accela and its public portal, Accelerate, allow contractors and developers to apply for and pay for permits, schedule inspections, and check project status online. During FY 2014/15, the Division will work with staff from the Community Development departments to add electronic document submittal capability, making the entire permit process an online activity rather than requiring a trip to City Hall.

Purchasing Division

The Purchasing Division of the Administrative Services Group is authorized to procure services or goods for the best value at the best price, from the most responsive vendor. It acts as the City's centralized procurement agent and authorizes all City purchases by ordinance requirements. It is also charged with the disposition of surplus or obsolete property as well as responsibility for the City's telecommunication needs.

Division highlights this year include the following:

- In May of 2014, the Purchasing Division submitted an application for the 2014 Achievement of Excellence in Procurement (AEP) award. Each year the criteria changes in order to keep up with innovations and best practices in public procurement. The Purchasing Division has been the recipient of the award for the sixth year in a row.
- Efficiently disposed of surplus City assets through online bidding applications to generate \$78,300 in additional revenue for the City.

III. AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Rancho Cucamonga for its comprehensive annual financial report (CAFR) for the fiscal year ended June

December 31, 2014
To the Honorable Mayor, Members of the City Council
and Citizens of the City of Rancho Cucamonga

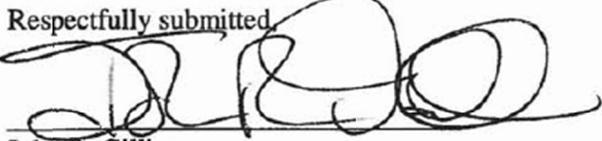
30, 2013. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

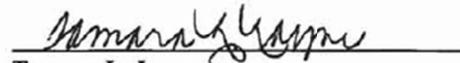
A Certificate of Achievement is valid for a period of one year only. The City of Rancho Cucamonga has received a Certificate of Achievement for the last twenty-six consecutive years. We believe that our current comprehensive annual report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not have been accomplished without the efficient and dedicated service of the entire staff of the Finance Department and the administrative staff of the Administrative Services Department. We appreciate and would like to commend all the City departments who assisted and contributed material to this document. We also recognize and would like to acknowledge the Mayor and members of the City Council for their interest, dedication, and constant support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,



John R. Gillison
City Manager



Tamara L. Layne
Finance Director

CITY OF RANCHO CUCAMONGA

CITY OFFICIALS

JUNE 30, 2014

City Council

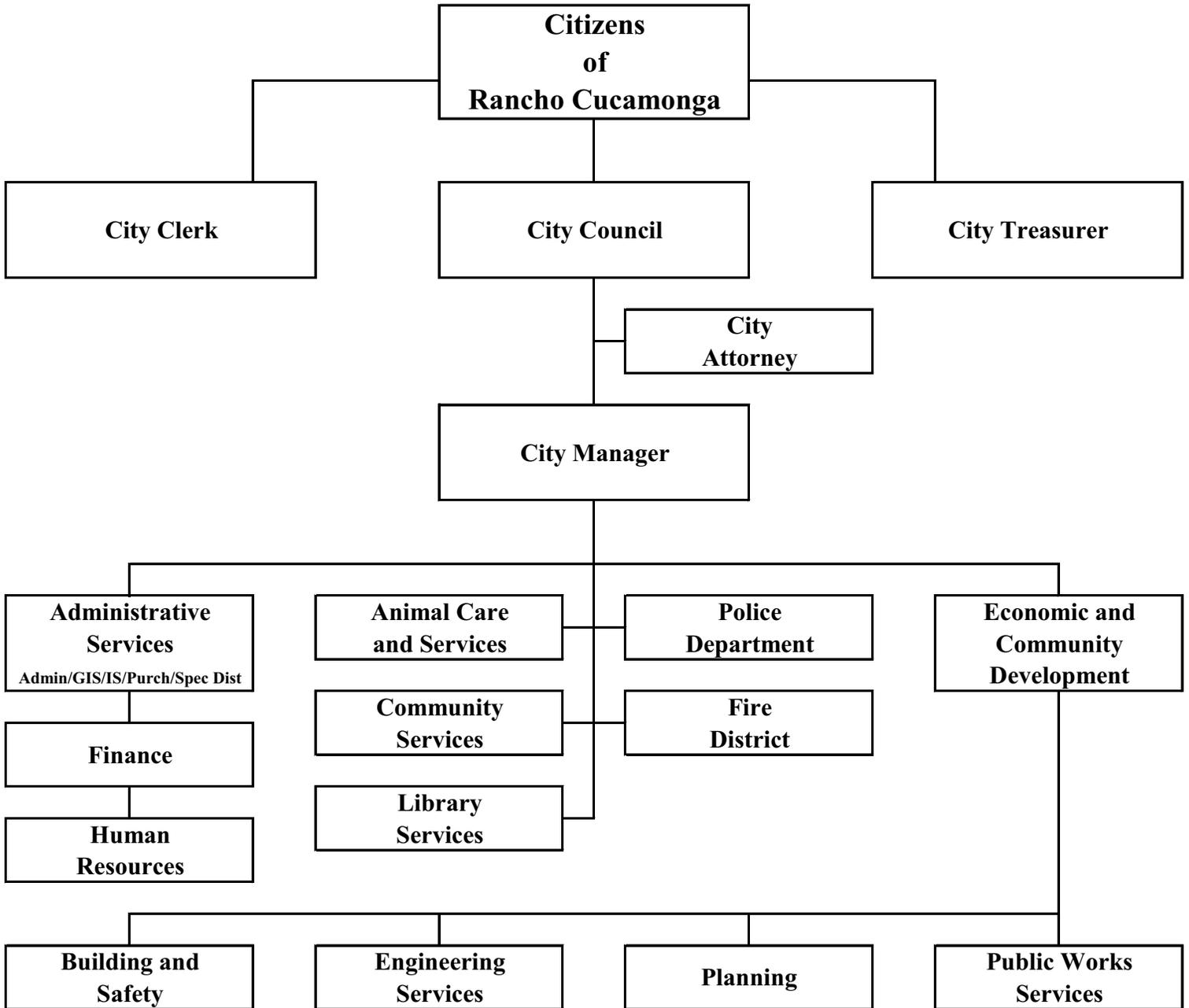
<u>Name</u>		<u>Term Expires</u>
L. Dennis Michael	Mayor	2014
Sam Spagnolo	Mayor Pro-Tem	2016
William J. Alexander	Council Member	2014
Marc Steinorth	Council Member	2016
Diane Williams	Council Member	2014

Administration and Department Heads

City Manager	John R. Gillison
Assistant City Manager	Linda Daniels
Deputy City Manager/Administrative Services	Lori Sassoon
Deputy City Manager/Economic and Community Development	Jeff Bloom
City Attorney	James L. Markman
Treasurer (term expires 2016)	James Frost
City Clerk (term expires 2016)	Janice C. Reynolds
Assistant City Clerk/Records Manager	Debra McNay
Animal Services Director	Veronica Fincher
Building and Safety Services Director	Trang Huynh
Community Services Director	Nettie Nielsen
Engineering Services Director/City Engineer	Mark Steuer
Finance Director	Tamara L. Layne
Fire Chief	Mike Bell
Human Resources Director	Robert Neuber
Library Director	Robert Karatsu
Police Chief	Anthony Onodera
Public Works Services Director	Bill Wittkopf

CITY OF RANCHO CUCAMONGA

ORGANIZATION CHART





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Rancho Cucamonga
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO

City of Rancho Cucamonga
Comprehensive Annual Financial Report
June 30, 2014

Financial Section

THIS PAGE INTENTIONALLY LEFT BLANK

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of the City Council
City of Rancho Cucamonga, California

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Rancho Cucamonga, California, (the City) as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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



To the Honorable Mayor and Members of the City Council
City of Rancho Cucamonga, California

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Rancho Cucamonga, California, as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

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

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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



To the Honorable Mayor and Members of the City Council
City of Rancho Cucamonga, California

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 29, 2014, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Lance, Solt & Luyhard, LLP

Brea, California
December 29, 2014

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF RANCHO CUCAMONGA MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Rancho Cucamonga ("City"), we provide for the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2014. Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes, and currently known facts, we encourage the readers to consider the information presented here in conjunction with additional information furnished in the Letter of Transmittal and the accompanying basic financial statements. This is the eleventh consecutive year that the City has issued financial statements pursuant to Statement No. 34 of the Governmental Accounting Standards Board (GASB 34). Comparative data on the government-wide financial statements are only presented in the MD&A.

Overview of the Financial Statements

The City is required to present its financial statements in accordance with Generally Accepted Accounting Principles (GAAP), which includes complying with the Governmental Accounting Standards Board (GASB) pronouncements.

Government-wide Financial Statements

Government-wide financial statements provide readers with a broad overview of the City's finances in a manner similar to that of a private-sector business. These statements include the City and its component units. As stated in Note 1.a. of the notes to the financial statements, the inclusion of an organization within the scope of the reporting entity of the City of Rancho Cucamonga, as either blended or separately shown, is based on the provisions of GASB Statement No. 14, *The Financial Reporting Entity*, and amended with GASB Statement No. 61, *The Financial Reporting Entity: Omnibus-An Amendment of GASB Statements No. 14 and No. 34*. Although legally separate, component units function for all practical purposes as departments of the City and, therefore, have been blended as part of the primary government. The City's component units are the Rancho Cucamonga Public Improvement Corporation, the Rancho Cucamonga Fire Protection District, the Rancho Cucamonga Library, and the Rancho Cucamonga Public Financing Authority.

These statements are designed to provide information about the activities of the City as a whole and present a longer-term view of the City's finances. This longer-term view is intended to illustrate the City's ability to continue functioning as a viable entity well beyond the next fiscal year's operations. The statements are prepared using the accrual basis of accounting. The accrual basis of accounting considers money available when earned and considers money spent when a liability is incurred. As such, this basis of accounting focuses on measuring economic resources that are available to the City regardless of the timing of the availability of those resources. For example, grant revenue may have been earned as of fiscal year end but may not be received until several months subsequent to fiscal year end. Under the accrual basis of accounting, this revenue would be recognized as a resource available to the City as of fiscal year end, even though the actual cash is not received for several months. An example related to expenditures would be the City's accrued interest liability. This liability is recognized as a usage of the City's resources as of fiscal year end, even though the actual cash payment will occur over an extended period of time. The accrual basis of accounting is similar to that used by most private sector companies. Accordingly, all of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. Additionally, these statements reflect the capitalization and depreciation of infrastructure and other capital assets (e.g., buildings, vehicles, furniture and fixtures, etc.) as well as the recognition of various long-term liabilities (e.g., capital leases, claims and judgments payable, accrued employee benefits, etc.).

The government-wide financial statements distinguish functions of the City that are principally supported by taxes, intergovernmental, and use of money and property revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety - police, public safety - fire protection, public safety - animal center, community development, community services, and engineering and public works. The City's business-type enterprise activities include the Sports Complex, Rancho Cucamonga Municipal Utility (RCMU) operations, and Rancho Cucamonga Enterprise Geographic Information Systems (REGIS) Connect.

The *statement of net position* presents information on all of the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the excess of total assets and deferred outflows of resources over total liabilities and deferred inflows of resources reported as net position. This statement includes changes in "capitalized and depreciated" capital assets. The purpose behind the statement of net position is that, over time, increases or decreases in the net position are one potential useful indicator of whether the financial position of the City is improving or deteriorating.

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows (both positive and negative) in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both the governmental activities and the business-type activities are presented on the accrual basis of accounting. Proprietary funds, discussed below, also follow the accrual basis of accounting.

The government-wide financial statements can be found on pages 19 through 21 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The fund financial statements provide detailed information about the most significant funds and other funds – not the City as a whole. Some funds are required by state law and by bond covenants. In addition, in order to meet legal responsibilities for using certain taxes, grants, and other resources, prudent fiscal management requires the establishment of other funds to help control and manage money. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

By contrast to the government-wide financial statements, the governmental fund financial statements, a part of the Fund Financial Statements, use the modified accrual basis of accounting which considers money available when it is collectible within the current period or soon enough thereafter (60 days after the end of the current fiscal period except for sales tax revenues which is 90 days) to pay liabilities of the current period. Expenses are recorded when a liability is incurred. Debt service, claims and judgments, and accrued employee leave benefits are not recorded as liabilities, they are expensed at the time a payment is due. Note 1.c. of the notes to the Financial Statements more fully describes each basis of accounting.

Governmental funds. Most of the City's basic services are reported in governmental funds, which focus on how money flows in and out of those funds and the balances left at year-end that are available for spending. The governmental fund financial statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The differences between the results in the governmental fund financial statements and those in the government-wide financial statements are explained in a reconciliation following each governmental fund financial statement (see pages 27 and 30 of this report).

The City maintains 66 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Citywide Infrastructure Improvement Special Revenue Fund, the Housing Successor Agency Special Revenue Fund, and the Fire District Special Revenue Fund, all of which are considered major funds. Major funds determination is based on guidelines established by GASB 34. Data for the other 62 governmental funds are combined into a single, aggregated presentation. The basic governmental fund financial statements can be found on pages 22 through 29 of this report. Individual fund data for each of the non-major governmental funds is provided in the form of *combining statements* and can be found on pages 96 through 127 in this report.

The City adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided to demonstrate compliance with this budget. This comparison can be found on page 86 of this report.

Proprietary funds. When the City charges its customers fees to cover the cost of the services it provides, these services are generally reported in proprietary funds. The City maintains two different types of proprietary funds: enterprise funds and internal service funds. *Enterprise funds* are used to report the same functions presented as *business-type* activities in the government-wide financial statements. “*Enterprise*” refers to the fund type while “*business-type*” refers to the activity type. The City uses enterprise funds to account for its Sports Complex, RCMU and REGIS Connect operations.

Internal service funds by contrast are an accounting mechanism used to accumulate and allocate costs internally among the City’s various functions. The City uses internal service funds to account for vehicle/equipment replacement and computer equipment/technology replacement. Because these services predominantly involve governmental rather than business-type activities, this fund type has been included within *governmental activities* in the government-wide financial statements. Internal service funds are presented as proprietary funds because both enterprise and internal service funds follow the accrual basis of accounting.

In the fund financial statements section, proprietary funds provide similar information to that contained in the *business-type activities* in the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Sports Complex, RCMU and REGIS Connect operations, all of which are considered to be major funds of the City. All internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements and can be found on pages 182 through 184 in this report.

The basic proprietary fund financial statements can be found on pages 31 through 33 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held in a trustee or agency capacity for others and, therefore, cannot be used to support the government’s own programs. Activities reported in this category include special deposits, assessment districts, and the Successor Agency of the Former Redevelopment Agency. As of February 1, 2012, the City elected to serve as the Successor Agency of its former Redevelopment Agency which was dissolved by state law (see Note 14 to the financial statements). The Successor Agency activity is accounted for in a private purpose trust fund. In these cases, the City has a fiduciary responsibility and is acting as a *trustee*. The other activities reported in this category are accounted for in an agency fund. An agency fund is used to report resources held by the City in a *purely custodial* capacity. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of these funds are *not* available to support the City’s own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City’s fiduciary activities are reported in a separate Statement of Fiduciary Net Position on page 34 of this report. Individual fund data for each agency funds is provided in the form of *combining statements* found on pages 188 through 200 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements begin on page 37 of this report.

Government-wide Financial Analysis

Our analysis focuses on the City's net position (Table 1) and the changes in net position (Table 2) as a result of the City's activities. Comparative total data for the prior year has been presented. An analysis of the significant increases/decreases from the prior year is provided after each table.

TABLE 1
NET POSITION
(IN THOUSANDS)
As of June 30, 2014

	Governmental Activities		Business-Type Activities		Total	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Current and other assets	\$ 482,983	\$ 467,272	\$ 12,473	\$ 9,451	\$ 495,456	\$ 476,723
Capital assets, net	720,623	690,455	25,457	26,159	746,080	716,614
TOTAL ASSETS	<u>1,203,606</u>	<u>1,157,727</u>	<u>37,930</u>	<u>35,610</u>	<u>1,241,536</u>	<u>1,193,337</u>
Long-term liabilities						
outstanding	17,675	17,939	-	-	17,675	17,939
Other liabilities	10,982	10,493	1,234	955	12,216	11,448
TOTAL LIABILITIES	<u>28,657</u>	<u>28,432</u>	<u>1,234</u>	<u>955</u>	<u>29,891</u>	<u>29,387</u>
Net position:						
Net investment in						
capital assets	718,539	687,839	25,457	26,159	743,996	713,998
Restricted	292,368	340,220	858	827	293,226	341,047
Unrestricted	164,042	101,236	10,381	7,669	174,423	108,905
TOTAL NET POSITION	<u>\$ 1,174,949</u>	<u>\$ 1,129,295</u>	<u>\$ 36,696</u>	<u>\$ 34,655</u>	<u>\$ 1,211,645</u>	<u>\$ 1,163,950</u>

Net position, the difference between a government's assets and deferred outflows and its liabilities and deferred inflows, may serve over time as one potential useful indicator of a government's financial position. The government-wide statement of net position for the City's governmental and business-type activities indicates that as of June 30, 2014, total assets and deferred outflows of resources (of which 60% represents net capital assets of the City, including infrastructure) exceed total liabilities and deferred inflows of resources by \$1,211,645,512. Of this amount, \$174,422,995 represent unrestricted net position, which is comprised of a positive balance of \$164,042,159 for governmental activities, and a positive balance of \$10,380,836 for business-type activities. The unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors. In addition, the City's restricted net position totals \$293,225,846 (\$292,367,349 for governmental activities and \$858,497 for business-type activities) and is dedicated to specific purposes such as community development projects, public safety, fire protection, public works, community services, and capital projects. Lastly, the portion of net position representing the City's net investment in capital assets is \$743,996,671 (\$718,539,205 for governmental activities and \$25,457,466 for business-type activities). A more detailed discussion of these financial data will be discussed in the following sections for both governmental and business-type activities.

The government's total net position increased by \$47,695,302, or 4.1%, during the current fiscal year, reflecting positive changes in both governmental activities of \$45,653,097 and business-type activities of \$2,042,205. The following is an explanation of the major changes:

- Capital assets (e.g., infrastructure and other capital assets such as buildings, vehicles, furniture and fixtures, etc.) increased by \$29,466,727, net of accumulated depreciation. The increase in capital assets is due primarily to the addition of capital construction projects such as the I-15 Interchange at Baseline (funded primarily by the Former Redevelopment Agency 2004 Tax Allocation Bonds proceeds) and infrastructure improvements to City's traffic signal, off-road trail, road, and storm drain systems. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.
- Cash and investments increased by \$24,353,044 (\$21,629,551 from Governmental activities and \$2,723,493 from Business-type activities). The increase in cash and investments for Governmental activities was due to increased development activity resulting in a \$3,391,612 increase in development fees; reimbursement from bond proceeds for prior year capital projects costs of \$2,064,130; reimbursement from other governmental agency of \$1,259,918; net growth \$2,437,150 in Fire District resources primarily from post-RDA property tax revenues; general overall revenue growth resulting from the improving economy; and less than anticipated costs incurred for general governmental operations.
- Long-term debt outstanding (e.g., capital leases, advances, claims and judgments payable, and accrued employee benefits) decreased by \$263,158 resulting from capital lease repayments of \$531,818 and net increase of claims and judgments and accrued employee benefits in the amount of \$268,660.

Other liabilities (e.g., accounts payable, accrued interest, due to other governments, etc.) decreased by \$767,099. The increase in other liabilities was primarily due to timing of payments at year end.

TABLE 2
CHANGES IN NET POSITION
(IN THOUSANDS)
Year ended June 30, 2014

	Governmental Activities		Business-Type Activity		Total	
	2014	2013	2014	2013	2014	2013
REVENUES:						
Program Revenues:						
Charges for services	\$ 16,323	\$ 14,905	\$ 11,636	\$ 11,405	\$ 27,959	\$ 26,310
Operating grants and contributions	9,238	6,572	-	-	9,238	6,572
Capital grants and contributions	6,242	13,440	-	-	6,242	13,440
General Revenues:						
Taxes:						
Property taxes	70,933	137,816	-	-	70,933	137,816
Admissions taxes	55	79	103	105	158	184
Transient occupancy taxes	2,555	2,057	-	-	2,555	2,057
Sales taxes	26,277	25,281	-	-	26,277	25,281
Franchise taxes	7,515	7,038	-	-	7,515	7,038
Intergovernmental - Motor vehicle in-lieu	76	92	-	-	76	92
Use of money and property	7,933	2,872	304	157	8,237	3,029
Other	8,820	4,551	60	14	8,880	4,565
Contributions from other governments	29,852	-	-	-	29,852	-
Gain on sale of capital asset	101	-	-	-	101	-
TOTAL REVENUES	185,920	214,703	12,103	11,681	198,023	226,384
EXPENSES:						
General government	16,644	18,009	-	-	16,644	18,009
Public safety - police	30,849	29,750	-	-	30,849	29,750
Public safety - fire protection	29,128	28,126	-	-	29,128	28,126
Public safety - animal center	2,570	2,796	-	-	2,570	2,796
Community development	15,773	15,782	-	-	15,773	15,782
Community services	13,690	13,193	-	-	13,690	13,193
Engineering and public works	29,600	26,364	-	-	29,600	26,364
Interest on long-term debt	234	203	-	-	234	203
Sports Complex	-	-	2,186	2,229	2,186	2,229
Municipal Utility	-	-	8,174	8,525	8,174	8,525
Regis Connect	-	-	34	-	34	-
TOTAL EXPENSES	138,488	134,223	10,394	10,754	148,882	144,977
INCREASE (DECREASE) IN NET POSITION BEFORE TRANSFERS AND EXTRAORDINARY GAIN	47,432	80,480	1,709	927	49,141	81,407
TRANSFERS	(333)	(237)	333	237	-	-
EXTRAORDINARY GAIN (See Note 16)	58	-	-	-	58	-
INCREASE (DECREASE) IN NET POSITION	47,157	80,243	2,042	1,164	49,199	81,407
Restatement of Net Position (See Note 15)	(1,504)	-	-	-	(1,504)	-
Change in Net Position from Prior Year	\$ 45,653	\$ 80,243	\$ 2,042	\$ 1,164	\$ 47,695	\$ 81,407

The condensed statement of activities of the City's governmental and business-type operations for the period ended June 30, 2014, shows total net position increased by \$47,695,302, net of prior year restatement. Governmental activities increased the City of Rancho Cucamonga's net position by \$45,653,097 (net of restatement) accounting for approximately 95.7% of the total growth in net position, paired with an increase of \$2,042,205 in the Business-Type activities' net position. The prior year net position of the City's governmental funds was restated to decrease net position by \$1,503,810 due to the County of San Bernardino taking back prior year residual balance distributions that the Fire District was subsequently determined to be ineligible for. These funds were fully repaid in FY 2013/14.

In order of total dollar amount of change in the Governmental activities, the most significant changes in revenue and expenses were in the categories of property taxes; contributions from other governments; use of money and property; and expenses in Engineering and Public Works. Commentary is also provided for the extraordinary gain included above.

- The decrease in property taxes in the amount of \$66,883,546 was due to the City's prior year receipt of two non-recurring distributions from the County of San Bernardino for its share of the low-moderate income housing unencumbered funds and all other unencumbered funds. Also, in the prior year, the City received its share of the post redevelopment agency residual balance distributions to all taxing entities within the city. The residual balance is the amount remaining in the Redevelopment Property Tax Trust Fund (RPTTF) after the County has subtracted its administrative fee, statutory pass-throughs, negotiated pass-throughs, and ROPS payments.
- The increase in contributions from other governments of \$29,851,545 was for the I-15 Interchange at Baseline project funded by the Former Redevelopment Agency 2004 Tax Allocation Bonds proceeds. This is also reflected in the increase in capital assets.
- The increase in use of money and property in the governmental activities of \$5,060,984 was primarily due to the reversal entry effect of the GASB 31 investment valuation that was recorded as of June 30, 2013 which was a significant unrealized loss. The reversal of this unrealized loss in the current year had a positive impact on the use of money and property for the fiscal year ended June 30, 2014.
- The increase in expenses for Engineering and Public Works of \$3,236,224 was due to increases in capital related items.
- As discussed in Note 16 to the financial statements, the City experienced an extraordinary gain in the amount of \$58,427 for the fiscal year ended June 30, 2014. This amount is the net of certain gains and losses resulting from land and land held for resale transfers between the City, the Successor Agency, and the Housing Successor of the City.

In the Business-type activities, the change in revenue from the prior fiscal year increased slightly by \$517,736 while the expenses decreased by \$360,176 for a net increase of \$877,912, or 75%, from the prior year. This net increase was primarily generated from the Rancho Cucamonga Municipal Utility (RCMU) Fund activities.

The following presents the cost of each of the City's eight governmental activities: general government, public safety – police, public safety – fire protection, public safety – animal center, community development, community services, engineering and public works, and interest on long-term debt. Revenues generated by these programs consist of charges for services, operating contributions and grants, and capital contributions and grants. Expenses consist of the total expenses for the governmental activities which include expenses unrelated to program revenues. The net cost of services (total cost less revenues generated by the activities) is the amount that was paid from general revenues, i.e., revenues not related to a specific function or program.

Governmental Activities
(In Thousands)

	Total Cost of Services		Net Cost of Services	
	2014	2013	2014	2013
General government	\$ 16,644	\$ 18,009	\$ (11,273)	\$ (13,484)
Public safety - police	30,849	29,750	(29,173)	(28,502)
Public safety - fire protection	29,128	28,126	(28,023)	(26,231)
Public safety - animal center	2,570	2,796	(2,383)	(2,589)
Community development	15,773	15,782	(13,397)	(13,892)
Community services	13,690	13,193	(9,591)	(9,156)
Engineering and public works	29,600	26,364	(12,612)	(5,249)
Interest on long-term debt	234	203	(234)	(203)
Total	\$ 138,488	\$ 134,223	\$ (106,686)	\$ (99,306)

Financial Analysis of the Government's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The following financial analysis is performed only for the governmental and proprietary funds. The fiduciary funds are excluded from this analysis as they do not represent resources available to the City.

Governmental Funds. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, assigned and unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

On pages 22 through 25, the governmental funds balance sheet is shown. The combined fund balance of \$400,991,261 increased by \$16,602,156 or approximately 4.3%. This is a result of a combination of the following:

- Increase in cash and investments in the amount of \$23,193,155 primarily within the General Fund, Fire District Fund, and Other Governmental Funds. See additional details noted above under *Government-Wide Financial Analysis*.
- Decrease to fund balance in the amount of \$1,503,810 due to a restatement of beginning fund balance resulting from the County of San Bernardino taking back prior year residual balance distributions that the Fire District was subsequently determined to be ineligible for. These funds were fully repaid in FY 2013-14.
- Decrease to fund balance in the amount of \$3,473,832 due to the transfer of land held for resale from the Housing Successor Agency (City) to the Successor Agency of the Former RDA (Successor Agency). This transfer resulted in an extraordinary loss for the City and an extraordinary gain for the Successor Agency, as discussed in Note 16 to the financial statements.

The combined fund balance of \$400,991,261 represents the starting point for the reconciliation of the balance sheet of governmental funds to the statement of net position detailed on page 27 of this report. This total includes the General Fund balance of \$109,192,476, which increased by \$9,065,973 from the prior year. Of the total General Fund balance, \$14,266,118 or 13.0% constitutes non-spendable reserves, which means that these reserves must be maintained intact; \$1,527,198 or 1.4% are restricted fund balances which are the result of external limitations on spending; \$68,857,871 or 63.1% are committed fund balances which

have resulted in internally-imposed limitations placed upon the funds by the City Council; the assigned reserves of \$24,541,289 or 22.5% are intended by the City Council for specific purposes, but are neither restricted nor committed, in accordance with City's policy.

The committed fund balances for the General Fund noted above are in accordance with the City's Fund Balance Policy. This policy ensures a prudent level of protection for the finances of the City in times of emergencies, revenue declines, and other unforeseen events. Certain committed funds enable the organization to operate in a business-like structure to address future liabilities while certain other committed funds help to support the City's credit rating which is also important to promote fiscal excellence. A brief description of the committed fund balances follows:

- **Committed for changes in economic circumstances:** The fund balance committed for changes in economic circumstances is **the reserve** that is often referred to by the general public when a reference is made as to the amount of a City's reserve. This is the "savings account" of non-recurring revenue that would be utilized should an economic downturn or an emergency occur, and it is one of the major factors that rating agencies consider when rating a city's fiscal health. The City's General Fund balance committed for changes in economic circumstances is established at a goal of a six month reserve, or 50% of the City General Fund operating budget for the upcoming fiscal year.
- **Committed for City facilities' capital repair:** The City facilities' capital repair funding goal mirrors the industry standard of 25% of capital asset value comprised of construction in progress (excluding infrastructure), building improvements, and improvements other than buildings for governmental activities. Capital repairs for all City facilities and buildings are funded independently of the General Fund operating budget, which only pays for routine annual operational maintenance.
- **Committed for self-insurance:** The fund balance commitment for self-insurance is for payment of general liability claims primarily through the use of interest earnings on the reserve but not limited to such in the event of an unfavorable interest rate environment. The funding for this commitment is established at a minimum goal of three times the City's total yearly SIR for all types of insurance coverage.
- **Committed for working capital:** The fund balance committed for working capital is intended to provide sufficient liquidity for the City's day-to-day operations so that fluctuations in revenue receipts throughout the year will not disrupt the City's investment portfolio. Thus, the City is able to avoid having to borrow for operations. The funding level for this commitment has been established by the City Council at 5% of the City's General Fund operating budget for the upcoming fiscal year.
- **Committed for employee leave payouts:** This commitment sets aside funding for future employee leave payouts such as sick leave, vacation, etc., and is separate from recurring personnel costs.
- **Committed for law enforcement:** This commitment represents Police Department fund balance used to facilitate unexpected equipment, facilities, or other law enforcement needs within the community.
- **Committed for booking fees:** This commitment is to provide funding for an increase in the fees that the County of San Bernardino (County) charges the City for the booking of prisoners. The funding goal for this commitment is equal to the value of 18 months of booking fees that could be charged by the County in the event that backfill funding is not provided by the State of California.

Usage of the committed fund balances noted above as well as those designated as assigned in the General Fund's balance sheet is based on plans established by City management during the course of developing the annual budget each year. Reserves are set aside each year for specific purposes and are only used as designated by City management for those specific purposes. Recurring General Fund operations are fully funded without the use of reserves.

The balance sheet presents three other major funds, the Citywide Infrastructure Improvement Special Revenue Fund, the Housing Successor Agency Special Revenue Fund, and the Fire District Special Revenue Fund.

The Citywide Infrastructure Improvement Special Revenue Fund has a fund balance of \$6,271,151 which increased by \$2,560,372 from the prior year primarily due to the delay in certain capital expenditures that were used budgeted in this fund. In the prior year, funds were mostly used for the Hellman Storm Drain and Street Improvement project. The purpose of this fund is to account for capital improvement reimbursements from other governments such as the San Bernardino Associated Governments (SANBAG). The funds will be used for general infrastructure improvements throughout the City.

The Housing Successor Agency Special Revenue Fund has a fund balance of \$119,789,418 which decreased by \$2,939,008 from the prior year primarily due to the transfer of land held for resale from the Housing Successor Agency to the Successor Agency resulting in an extraordinary loss for the Housing Successor Agency. The purpose of this fund is to account for assets of the former Redevelopment Agency's Low and Moderate Income Housing Fund.

The Fire District Special Revenue Fund (inclusive of the Fire District's General Fund, Community Facilities District (CFD) 85-1 Fund, and Community Facilities District (CFD) 88-1 Fund) has a fund balance of \$65,326,134 which increased by \$2,645,303 from the prior year at the restated beginning fund balance (restatement previously discussed in the amount of \$1,503,810). Comparing current and prior year revenues and expenses, the District's revenues and expenditures decreased by \$58,414,659 and \$15,447,027, respectively. Included in the prior year revenues were two distributions of one-time revenues from the Successor Agency as noted above. Expenditures decreased mainly due to the prior year repayment of funds advanced by the City to the District in prior years to fund ongoing operations.

It should be noted that the total fund balance for the Fire District Special Revenue Fund of \$65,326,134 is \$4,149,029 less than the total fund balance per the District's component unit financial statements of \$69,475,163. This is due to differences in the reporting of the advance from the City to the District on the City's financial statements versus the District's component unit financial statements. On the City's financial statements, the advance is treated as an interfund liability since the District is basically viewed as one of the departments of the City. (There is an offsetting interfund asset (advances to other funds) in the General Fund). In order to reflect this liability on the District's balance sheet within the City's financial statements, resources must be allocated from the District's fund balance to provide funding for the liability for reporting purposes only. On the Fire District's component unit financial statements, the advance is treated as a long-term liability and does not require the allocation of fund balance to fund the liability. For the entity-wide financial statements, the advances to and from other funds are eliminated against each other as they both relate to the City as a whole.

The other governmental funds are what make up the remainder of the combined fund balance for all governmental funds. These funds consist of the City's 49 special revenue funds and 13 capital project funds. These funds have a combined fund balance of \$100,412,082, which has increased by \$5,269,516 from the prior year, primarily due to revenue increases in the intergovernmental, developer participation, and use of money and property categories.

Proprietary Funds. The City's proprietary funds consist of three major enterprise funds and two internal service funds. The three major enterprise funds are the Sports Complex Fund, which accounts for the activities of the Sports Complex; the Rancho Cucamonga Municipal Utility (RCMU) Fund which accounts for the City's electric utility operations; and a new fund in fiscal year 2013/14, the Rancho Cucamonga Enterprise Geographic Information Systems (REGIS) Connect Fund, which accounts for the City's enterprise Geographic Information Systems (GIS) services.

The internal service funds are the Equipment and Vehicle Replacement Fund and the Computer Equipment/Technology Replacement Fund. These funds are used by management to charge the costs of certain activities, such as equipment management, to individual funds.

Net position for the enterprise funds is \$36,696,799 of which \$25,457,466 represents the amount invested in capital assets and \$858,497 is restricted for the purpose of public benefit of the Municipal Utility. Unrestricted net position amounts to \$10,380,836. The increase in net position for the enterprise funds is \$2,042,205, due to revenues exceeding expenditures during the year predominantly coming from the Rancho Cucamonga Municipal Utility. Before transfers, the Municipal Utility Fund generated income (net of revenues and expenses) in the amount of \$3,292,303, and was able to transfer \$1,055,350 to the General Fund to cover cost of operations resulting to a net increase in its net position of \$2,236,953. Before transfers, the Sports Complex Fund experienced a loss of \$1,608,028 and received a transfer from the General Fund in the amount of \$1,388,180 to cover the Fund's operating deficit resulting in a net decrease to its net position of \$219,848. Being its first full year of operations, REGIS Connect generated net income in the amount of \$25,100.

Net position for the internal service funds is \$13,847,912, of which \$1,804,667 represents the amount invested in capital assets. Unrestricted net position amounts to \$12,043,245 which will be used to cover operations and future equipment and vehicle and computer equipment/technology replacements. Total net position decreased for these funds by \$1,672,347 due its operational costs. The Equipment and Vehicle Replacement Fund experienced a loss in the amount of \$716,034 paired with the loss in the Computer Equipment/Technology Replacement Fund before transfers from the General Fund in the amount of \$1,534,966. The General Fund transferred \$135,070 to the Computer Equipment and Technology Replacement Fund to offset a portion of its operational costs resulting in a net loss for the Computer Equipment/Technology Replacement Fund in the amount of \$1,399,896.

General Fund Budgetary Highlights

During the year, with the recommendation from the City's staff, the City Council may revise the City's budget as needed. Adjustments were made periodically as additional appropriations were necessary to cover the cost of projects that either had required change orders for additional work, or the estimated cost at the beginning of the project changed due to external factors. Adjustments were also made through increases or decreases to budgets in order to maintain the current level of services. For example, increased development activity may result in the need to utilize additional contract inspector services to handle the additional workload. All amendments that either increase or decrease appropriations are approved by the City Council.

For the City's General Fund, ending revenues of \$74,988,733 were \$4,633,563 more than the final budgeted revenues of \$70,355,170. This positive variance was primarily due to the reimbursement from the Successor Agency of the Former Redevelopment Agency to the Capital Reserve Fund in the amount of \$1,764,187, more than anticipated tax revenues (including post RDA residual balance of distributions to all taxing entities) in the amount of \$1,601,003, interest earnings and the effects of GASB 31 (fair value of investments) in the amount of \$512,961, intergovernmental revenues in the amount of \$102,693 and charges for services in the amount of \$275,938. The remaining difference is due to offsetting variances within other line items.

The General Fund's actual ending expenditures of \$66,751,838 were \$2,852,122 less than the final budget of \$69,603,960. Capital outlay was underbudget by \$573,977 mostly due to the Council Chamber AV and City Hall Roof/Patio Replacement projects that were delayed. Community Development – Planning had a positive budget variance of \$551,208 due to less than anticipated requests for expedited contract inspections. There is a corresponding budget variance in revenues for less than anticipated Planning Special Services Fees. Engineering and Public Works – Facilities Maintenance experienced savings in the amount of \$542,239 primarily in the areas of personnel costs and contract services. There were savings of \$468,104 in Public Safety – Police for contract services, gasoline, and vehicle operations. Management information services experienced savings in the amount of \$239,171 primarily from its contract services. Additional savings occurred in many of the other General Fund departments.

Capital Assets and Debt Administration

Capital Assets

As stated in the *Overview of the Financial Statements*, the financial statement format required by GASB 34 reflects the capitalization and depreciation of infrastructure and other capital assets (e.g., buildings, vehicles, furniture and fixtures, etc.).

At the end of the fiscal year, the City had \$746,080,561 net of depreciation invested in a broad range of capital assets (see Table 3 below). This amount represents a net increase (including additions and deductions) of \$29,466,729 from prior year.

TABLE 3
CAPITAL ASSETS AT YEAR-END
(NET OF DEPRECIATION, IN THOUSANDS)

For the year ended June 30, 2014

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Land	\$ 79,888	\$ 74,618	\$ 5,451	\$ 5,451	\$ 85,339	\$ 80,069
Right-of-way	231,932	231,932	-	-	231,932	231,932
Construction in progress	51,349	18,265	391	-	51,740	18,265
Buildings and improvements	94,864	83,010	8,182	8,612	103,046	91,622
Equipment and vehicles	4,433	4,606	117	91	4,550	4,697
Furniture and fixtures	103	34	57	68	160	102
Infrastructure	256,064	275,704	11,256	11,931	267,320	287,635
Intangible	1,990	2,286	3	6	1,993	2,292
TOTALS	\$ 720,623	\$ 690,455	\$ 25,457	\$ 26,159	\$ 746,080	\$ 716,614

The most significant change in capital assets for governmental activities is the increase in construction in progress (CIP) primarily for the I-15 Interchange at Baseline funded by the Former Redevelopment Agency 2004 Tax Allocation Bonds proceeds. Also, other increases to the CIP are infrastructure improvement to City's signal, off-road trails, as well as road and storm drain improvement projects.

The business-type activity capital assets decreased slightly (including additions and deletions) primarily due to the annual depreciation.

Additional information on the City's capital assets can be found in Note 5 in the financial statements.

Debt Administration

At year end, the City's governmental activities had total debt outstanding in the amount of \$17,675,473 for capital leases, advances from Successor Agency, claims and judgments payable, and accrued employee benefits compared to \$17,938,631 in the prior year, a decrease by \$263,158. (See Table 4 below).

TABLE 4

OUTSTANDING DEBT, AT YEAR END
(IN THOUSANDS)

For the year ended June 30, 2014

	Governmental Activities		Business-Type Activities		Total	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Capital Leases	\$ 2,084	\$ 2,615	\$ -	\$ -	\$ 2,084	\$ 2,615
Advances from Successor Agency	3,954	3,954			3,954	3,954
Claims and Judgments Payable	4,179	3,763	-	-	4,179	3,763
Accrued Employee Benefits	7,458	7,607	-	-	7,458	7,607
TOTALS	\$ 17,675	\$ 17,939	\$ -	\$ -	\$ 17,675	\$ 17,939

Additional information on the City's outstanding debts can be found in the Note 7 to the financial statements of this report.

Economic Factors and Next Year's Budgets

Since the nationwide recession began in FY 2009/10, in its third quarterly report of 2014, the UCLA Anderson Forecast indicates that the U.S. economy is growing, the unemployment rate is dropping, and defense spending is on the rise. On an annual basis, the nation's Gross Domestic Product (GDP) growth is anticipated at 3.1% in 2015 and 3.4% in 2016. The unemployment rate is expected to fall to 5.3% by the end of 2016. While the economy is returning to its new normal, it is still operating well below what would have been expected before the recession five years ago. The UCLA Anderson forecast includes an inflation at 2 percent or higher over the next two years, driven primarily by rising residential rents and increasing health care costs. It expects that the Federal Reserve Board could raise rates by March 2015, in response to declining unemployment and rising inflation. The sectors expected to fuel the nation's economic growth include housing, nonresidential construction, and investment in equipment and software.

Locally, Rancho Cucamonga is experiencing slow, gradual growth. Key indicators are the slow improvements in the unemployment rate and growth in property tax and sales tax revenues. Unemployment in Rancho Cucamonga is 5.0% as of November 2014, compared to 7.7% in San Bernardino County. This is a 0.9% decrease from the November 2013 rate of 5.9% for Rancho Cucamonga. Property tax for FY 2013/14 shows a net taxable value increase of 3.1% overall and an increase in the median price for single family residential by more than 20%. Sales tax revenues show growth of 4% from the prior year.

The City faces challenges in creating a better future by controlling rising costs for fixed utilities; controlling rising personnel costs (health and retirement costs) while maintaining a quality workforce; embracing mobile technologies that enhance, streamline and improve the traditional services of local government; setting aside reserves for capital and infrastructure needs; and creating a new Economic Development Plan and strategy for the City along with a culture where all employees and officials understand that economic development is everyone's job.

The Fiscal Year 2014/15 General Fund Budget is \$69,162,990 and for the third year in a row does not require the use of General Fund reserves. The operating budget represents a \$3,922,500 or 6% increase from FY 2013/14. The Police Department's budget increased by \$1,405,320 overall due primarily to increased public safety pension and labor costs as well as changes in workers compensation. The FY 2014/15 Adopted Budget has dedicated \$607,480 to go into the City's Capital Reserve as part of the City's ongoing commitment to set aside funds each fiscal year for capital expenditures.

Questions or requests for information regarding the City of Rancho Cucamonga's Fiscal Year 2014/15 Adopted Budget should be directed to the Finance Department at the address below.

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City of Rancho Cucamonga's finances and to show the City's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department at the City of Rancho Cucamonga, 10500 Civic Center Drive, Rancho Cucamonga, CA 91730.

CITY OF RANCHO CUCAMONGA

STATEMENT OF NET POSITION
JUNE 30, 2014

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets:			
Cash and investments	\$ 283,351,330	\$ 10,549,969	\$ 293,901,299
Receivables:			
Accounts	14,957,149	1,930,065	16,887,214
Taxes	8,238,249	-	8,238,249
Notes and loans	137,287,565	2,196	137,289,761
Accrued interest	313,829	10,312	324,141
Other loans	1,113,748	-	1,113,748
Grants	1,191,304	-	1,191,304
Internal balances	27,407	(27,407)	-
Prepaid costs	393,228	7,854	401,082
Deposits	42,198	-	42,198
Due from external parties/outside agencies	123,162	-	123,162
Due from Successor Agency	152,263	-	152,263
Advances to Successor Agency	9,521,227	-	9,521,227
Prepaid other post employment benefits	16,189,075	-	16,189,075
Prepaid PARS retirement enhancement plan	7,563,887	-	7,563,887
Land held for resale	1,076,211	-	1,076,211
Restricted assets:			
Cash with fiscal agent	1,440,855	-	1,440,855
Capital assets, not being depreciated	363,169,017	5,841,652	369,010,669
Capital assets, net of depreciation	357,454,078	19,615,814	377,069,892
Total Assets	1,203,605,782	37,930,455	1,241,536,237
Liabilities:			
Accounts payable	6,908,767	956,739	7,865,506
Accrued liabilities	2,208,534	57,086	2,265,620
Unearned revenue	700,947	-	700,947
Deposits payable	42,959	218,831	261,790
Due to other governments	1,113,748	1,000	1,114,748
Due to Successor Agency	6,641	-	6,641
Noncurrent liabilities:			
Due within one year	6,948,549	-	6,948,549
Due in more than one year	10,726,924	-	10,726,924
Total Liabilities	28,657,069	1,233,656	29,890,725
Net Position:			
Net investment in capital assets	718,539,205	25,457,466	743,996,671
Restricted for:			
Community development projects	150,932,330	-	150,932,330
Public safety	1,124,599	-	1,124,599
Fire protection	65,326,134	-	65,326,134
Public works	42,267,728	-	42,267,728
Community services	8,903,233	-	8,903,233
Capital projects	23,813,325	-	23,813,325
Public benefit - Municipal Utility	-	858,497	858,497
Unrestricted	164,042,159	10,380,836	174,422,995
Total Net Position	\$ 1,174,948,713	\$ 36,696,799	\$ 1,211,645,512

CITY OF RANCHO CUCAMONGA

STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2014

	Program Revenues			
	Expenses	Charges for Services	Operating Contributions and Grants	Capital Contributions and Grants
Functions/Programs				
Primary Government:				
Governmental Activities:				
General government	\$ 16,644,842	\$ 4,957,826	\$ 412,805	\$ -
Public safety - police	30,849,283	1,152,805	524,055	-
Public safety - fire protection	29,127,968	1,065,852	-	40,006
Public safety - animal center	2,569,847	186,434	-	-
Community development	15,772,923	823,225	1,552,551	-
Community services	13,690,338	3,295,354	804,104	-
Engineering and public works	29,600,137	4,841,725	5,944,136	6,201,832
Interest on long-term debt	234,057	-	-	-
Total Governmental Activities	138,489,395	16,323,221	9,237,651	6,241,838
Business-Type Activities:				
Sports Complex	2,186,016	300,379	-	-
Municipal Utility	8,173,924	11,276,531	-	-
REGIS Connect	33,853	58,949	-	-
Total Business-Type Activities	10,393,793	11,635,859	-	-
Total Primary Government	\$ 148,883,188	\$ 27,959,080	\$ 9,237,651	\$ 6,241,838

General Revenues:

Taxes:

Property taxes, levied for general purpose

Admissions tax

Transient occupancy taxes

Sales taxes

Franchise taxes

Motor vehicle in lieu - unrestricted

Use of money and property

Other

Contributions from other governments

Gain on sale of capital asset

Extraordinary gain

Transfers

Total General Revenues, Extraordinary Gain and Transfers

Change in Net Position

Net Position at Beginning of Year

Restatement of Net Position

Net Position at End of Year

Net (Expenses) Revenues and Changes in Net Position		
Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (11,274,211)	\$ -	\$ (11,274,211)
(29,172,423)	-	(29,172,423)
(28,022,110)	-	(28,022,110)
(2,383,413)	-	(2,383,413)
(13,397,147)	-	(13,397,147)
(9,590,880)	-	(9,590,880)
(12,612,444)	-	(12,612,444)
(234,057)	-	(234,057)
(106,686,685)	-	(106,686,685)
-	(1,885,637)	(1,885,637)
-	3,102,607	3,102,607
-	25,096	25,096
-	1,242,066	1,242,066
(106,686,685)	1,242,066	(105,444,619)
70,932,961	-	70,932,961
55,258	103,308	158,566
2,554,570	-	2,554,570
26,277,429	-	26,277,429
7,515,229	-	7,515,229
75,900	-	75,900
7,934,454	304,113	8,238,567
8,820,348	59,888	8,880,236
29,851,545	-	29,851,545
100,301	-	100,301
58,427	-	58,427
(332,830)	332,830	-
153,843,592	800,139	154,643,731
47,156,907	2,042,205	49,199,112
1,129,295,616	34,654,594	1,163,950,210
(1,503,810)	-	(1,503,810)
\$ 1,174,948,713	\$ 36,696,799	\$ 1,211,645,512

CITY OF RANCHO CUCAMONGA

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2014**

	<u>Special Revenue Funds</u>			
	<u>General</u>	<u>Citywide Infrastructure Improvement</u>	<u>Housing Successor Agency</u>	<u>Fire District</u>
Assets:				
Cash and investments	\$ 91,511,232	\$ 6,239,337	\$ 1,743,716	\$ 69,672,844
Receivables:				
Accounts	663,684	13,077,746	-	926,580
Taxes	6,747,414	-	-	364,777
Notes	-	-	137,287,216	-
Accrued interest	91,605	5,615	-	102,523
Deferred loans	-	-	-	-
Grants	-	-	-	-
Prepaid costs	275,862	-	9,235	59,788
Deposits	20,000	-	-	-
Due from other funds	788,428	-	-	-
Advances to other funds	4,449,029	-	-	-
Due from Successor Agency	149,338	-	-	2,925
Advances to Successor Agency	9,521,227	-	-	-
Due from external parties/outside agencies	123,162	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 114,340,981	\$ 19,322,698	\$ 139,040,167	\$ 71,129,437
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 1,992,151	\$ 2,069	\$ -	\$ 1,046,254
Accrued liabilities	1,189,419	-	-	608,020
Unearned revenues	-	-	-	-
Deposits payable	42,959	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Due to Successor Agency	6,641	-	-	-
Advances from other funds	-	-	-	4,149,029
Total Liabilities	3,231,170	2,069	-	5,803,303
Deferred Inflows of Resources:				
Unavailable revenues	1,917,335	13,049,478	19,250,749	-
Total Deferred Inflows of Resources	1,917,335	13,049,478	19,250,749	-

CITY OF RANCHO CUCAMONGA

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2014**

	Other Governmental Funds	Total Governmental Funds
Assets:		
Cash and investments	\$ 102,022,434	\$ 271,189,563
Receivables:		
Accounts	289,139	14,957,149
Taxes	1,126,058	8,238,249
Notes	349	137,287,565
Accrued interest	100,303	300,046
Deferred loans	1,113,748	1,113,748
Grants	1,191,304	1,191,304
Prepaid costs	48,343	393,228
Deposits	22,198	42,198
Due from other funds	-	788,428
Advances to other funds	-	4,449,029
Due from Successor Agency	-	152,263
Advances to Successor Agency	-	9,521,227
Due from external parties/outside agencies	-	123,162
Land held for resale	1,076,211	1,076,211
Restricted assets:		
Cash and investments with fiscal agents	1,440,855	1,440,855
Total Assets	\$ 108,430,942	\$ 452,264,225
Liabilities, Deferred Inflows of Resources, and Fund Balances:		
Liabilities:		
Accounts payable	\$ 3,735,988	\$ 6,776,462
Accrued liabilities	411,095	2,208,534
Unearned revenues	700,947	700,947
Deposits payable	-	42,959
Due to other governments	1,113,748	1,113,748
Due to other funds	761,021	761,021
Due to Successor Agency	-	6,641
Advances from other funds	300,000	4,449,029
Total Liabilities	7,022,799	16,059,341
Deferred Inflows of Resources:		
Unavailable revenues	996,061	35,213,623
Total Deferred Inflows of Resources	996,061	35,213,623

CITY OF RANCHO CUCAMONGA

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2014**

	<u>Special Revenue Funds</u>			
	<u>General</u>	<u>Citywide Infrastructure Improvement</u>	<u>Housing Successor Agency</u>	<u>Fire District</u>
Fund Balances:				
Nonspendable:				
Prepaid costs	275,862	-	9,235	59,788
Deposits	20,000	-	-	-
Notes and loans	-	-	118,036,467	-
Land held for resale	-	-	-	-
Advances to other funds	4,449,029	-	-	-
Advances to Successor Agency	9,521,227	-	-	-
Restricted:				
Community development projects	-	-	1,743,716	-
Public safety - police	-	-	-	-
Parks and recreation	-	-	-	-
Engineering and public works	-	-	-	-
Capital improvement projects	275,046	6,271,151	-	1,634,861
Street lighting	-	-	-	-
Landscape maintenance	-	-	-	-
Library services	-	-	-	-
Underground utilities	-	-	-	-
Technology replacement	45,607	-	-	19,807
General plan update	136,604	-	-	-
Contractual obligation	502,727	-	-	67,580
Information technology	557,482	-	-	-
SB1186 certified access specialist services	9,732	-	-	-
Committed:				
Vehicle and equipment replacement	-	-	-	3,630,871
Working capital	3,458,150	-	-	13,317,872
Booking fees	1,391,059	-	-	-
City facilities capital repair	26,210,087	-	-	-
Changes in economic circumstances	17,191,373	-	-	8,890,876
Employee leave payouts	6,245,442	-	-	2,564,716
Self insurance	7,583,333	-	-	-
Fire District facilities capital repair	-	-	-	8,642,982
PERS rate stabilization	-	-	-	3,799,274
Law enforcement	6,778,427	-	-	-
Assigned:				
Radio system acquisition	501,722	-	-	-
Communications	-	-	-	1,153,445
Dispatch system acquisition	-	-	-	420,613
City infrastructure	19,020,323	-	-	-
Capital projects	-	-	-	21,105,498
Economic and community development special services	1,779,650	-	-	-
Sphere of influence issues	2,709,910	-	-	-
Animal Center operations	375,911	-	-	-
GASB 31 unrealized gain	9,907	-	-	-
Mobile home park program	92,561	-	-	-
Continuing operations	51,305	-	-	17,951
Unassigned	-	-	-	-
Total Fund Balances	109,192,476	6,271,151	119,789,418	65,326,134
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 114,340,981	\$ 19,322,698	\$ 139,040,167	\$ 71,129,437

CITY OF RANCHO CUCAMONGA

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2014**

	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Fund Balances:		
Nonspendable:		
Prepaid costs	48,343	393,228
Deposits	22,198	42,198
Notes and loans	-	118,036,467
Land held for resale	1,076,211	1,076,211
Advances to other funds	-	4,449,029
Advances to Successor Agency	-	9,521,227
Restricted:		
Community development projects	12,804,633	14,548,349
Public safety - police	1,124,599	1,124,599
Parks and recreation	2,461,872	2,461,872
Engineering and public works	42,576,615	42,576,615
Capital improvement projects	5,826,795	14,007,853
Street lighting	5,229,916	5,229,916
Landscape maintenance	12,067,149	12,067,149
Library services	6,344,183	6,344,183
Underground utilities	11,406,492	11,406,492
Technology replacement	-	65,414
General plan update	-	136,604
Contractual obligation	-	570,307
Information technology	-	557,482
SB1186 certified access specialist services	-	9,732
Committed:		
Vehicle and equipment replacement	-	3,630,871
Working capital	-	16,776,022
Booking fees	-	1,391,059
City facilities capital repair	-	26,210,087
Changes in economic circumstances	-	26,082,249
Employee leave payouts	-	8,810,158
Self insurance	-	7,583,333
Fire District facilities capital repair	-	8,642,982
PERS rate stabilization	-	3,799,274
Law enforcement	-	6,778,427
Assigned:		
Radio system acquisition	-	501,722
Communications	-	1,153,445
Dispatch system acquisition	-	420,613
City infrastructure	-	19,020,323
Capital projects	-	21,105,498
Economic and community development special services	-	1,779,650
Sphere of influence issues	-	2,709,910
Animal Center operations	-	375,911
GASB 31 unrealized gain	-	9,907
Mobile home park program	-	92,561
Continuing operations	-	69,256
Unassigned	<u>(576,924)</u>	<u>(576,924)</u>
Total Fund Balances	<u>100,412,082</u>	<u>400,991,261</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 108,430,942</u>	<u>\$ 452,264,225</u>

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF RANCHO CUCAMONGA

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2014

Fund balances of governmental funds		\$ 400,991,261
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets net of depreciation have not been included as financial resources in governmental fund activity.		716,816,562
Long-term debt and compensated absences are not included in the governmental fund activity:		
Advances from Successor Agency	\$ (3,953,624)	
Claims and judgments	(4,179,030)	
Capital leases	(82,024)	
Compensated absences	<u>(7,458,929)</u>	(15,673,607)
Governmental funds report all OPEB contributions as expenditures; however, in the statement of net position, any excesses or deficiencies in contributions in relation to the Annual Required Contribution (ARC) are recorded as an asset or liability.		16,189,075
Governmental funds report all PARS contributions as expenditures; however, in the statement of net position, any excesses or deficiencies in contributions in relation to the Annual Required Contribution (ARC) are recorded as an asset or liability.		7,563,887
Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity.		35,213,623
Internal service funds are used by management to charge the costs of certain activities, such as equipment management, to individual funds. The assets and liabilities of the internal service funds are added to the statement of net position.		<u>13,847,912</u>
Net position of governmental activities		<u><u>\$1,174,948,713</u></u>

CITY OF RANCHO CUCAMONGA

STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

	Special Revenue Funds			
	General	Citywide Infrastructure Improvement	Housing Successor Agency	Fire District
Revenues:				
Taxes	\$ 56,947,193	\$ -	\$ -	\$ 33,603,114
Licenses and permits	3,773,347	-	-	102,152
Intergovernmental	591,253	1,999,129	-	-
Charges for services	4,054,598	-	-	51,684
Use of money and property	1,550,481	67,018	632,975	1,329,003
Fines and forfeitures	1,160,217	-	-	17,586
Contributions	46,130	-	-	-
Developer participation	-	-	-	-
Miscellaneous	5,596,801	635,757	26,034	849,979
Total Revenues	73,720,020	2,701,904	659,009	35,953,518
Expenditures:				
Current:				
General government	10,621,211	-	124,185	-
Public safety - police	30,110,634	-	-	-
Public safety - fire protection	-	-	-	28,422,811
Public safety - animal center	2,569,847	-	-	-
Community development	4,261,418	-	-	-
Community services	4,143,912	-	-	-
Engineering and public works	10,947,971	10,587	-	-
Capital outlay	397,199	130,945	-	3,207,087
Debt service:				
Principal retirement	8,848	-	-	3,113
Interest and fiscal charges	5,410	-	-	189,752
Total Expenditures	63,066,450	141,532	124,185	31,822,763
Excess (Deficiency) of Revenues Over (Under) Expenditures	10,653,570	2,560,372	534,824	4,130,755
Other Financing Sources (Uses):				
Transfers in	1,186,770	-	-	-
Transfers out	(2,856,310)	-	-	-
Proceeds from sale of capital asset	81,943	-	-	18,358
Total Other Financing Sources (Uses)	(1,587,597)	-	-	18,358
Extraordinary gain/(loss)	-	-	(3,473,832)	-
Net Change in Fund Balances	\$ 9,065,973	\$ 2,560,372	\$ (2,939,008)	\$ 4,149,113
Fund Balances:				
Beginning of year, as originally reported	\$ 100,126,503	\$ 3,710,779	\$ 122,728,426	\$ 62,680,831
Restatements	-	-	-	(1,503,810)
Beginning of year, as restated	100,126,503	3,710,779	122,728,426	61,177,021
Net change in fund balances	9,065,973	2,560,372	(2,939,008)	4,149,113
End of Year	\$ 109,192,476	\$ 6,271,151	\$ 119,789,418	\$ 65,326,134

CITY OF RANCHO CUCAMONGA

STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:		
Taxes	\$ 16,726,011	\$ 107,276,318
Licenses and permits	950	3,876,449
Intergovernmental	10,217,697	12,808,079
Charges for services	3,812,459	7,918,741
Use of money and property	2,424,292	6,003,769
Fines and forfeitures	-	1,177,803
Contributions	738,410	784,540
Developer participation	4,929,192	4,929,192
Miscellaneous	3,366,710	10,475,281
Total Revenues	<u>42,215,721</u>	<u>155,250,172</u>
Expenditures:		
Current:		
General government	3,582,289	14,327,685
Public safety - police	300,769	30,411,403
Public safety - fire protection	40,006	28,462,817
Public safety - animal center	-	2,569,847
Community development	10,905,866	15,167,284
Community services	7,737,843	11,881,755
Engineering and public works	6,657,739	17,616,297
Capital outlay	8,468,917	12,204,148
Debt service:		
Principal retirement	8,060	20,021
Interest and fiscal charges	2,773	197,935
Total Expenditures	<u>37,704,262</u>	<u>132,859,192</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>4,511,459</u>	<u>22,390,980</u>
Other Financing Sources (Uses):		
Transfers in	975,075	2,161,845
Transfers out	(217,018)	(3,073,328)
Proceeds from sale of capital asset	-	100,301
Total Other Financing Sources (Uses)	<u>758,057</u>	<u>(811,182)</u>
Extraordinary gain/(loss)	-	(3,473,832)
Net Change in Fund Balances	<u>\$ 5,269,516</u>	<u>\$ 18,105,966</u>
Fund Balances:		
Beginning of year, as originally reported	\$ 95,142,566	\$ 384,389,105
Restatements	-	(1,503,810)
Beginning of year, as restated	95,142,566	382,885,295
Net change in fund balances	<u>5,269,516</u>	<u>18,105,966</u>
End of Year	<u>\$ 100,412,082</u>	<u>\$ 400,991,261</u>

CITY OF RANCHO CUCAMONGA

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2014**

Net change in fund balances - total governmental funds \$ 18,105,966

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets are allocated over their estimated useful lives as depreciation expense.

Capital outlay	\$ 40,919,274	
Capital assets contributed from the Successor Agency	3,532,259	
Depreciation	(12,734,974)	
Gain/(loss) on sale of capital assets	<u>(694,452)</u>	31,022,107

The issuance of long-term debt provides current financial resources to governmental funds, while repayment of principal of long-term debt consumes current financial resources of governmental funds. Neither transaction, however, has any effect on net position.

Capital lease principal payments	20,020	
Change in claims and judgments payable	<u>(416,348)</u>	(396,328)

Compensated absences expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

147,688

Governmental funds report all contributions in relation to the annual required contribution (ARC) for OPEB as expenditures; however, in the statement of activities, only the ARC is an expense.

(258,135)

Governmental funds report all contributions in relation to the annual required contribution (ARC) for PARS as expenditures; however, in the statement of activities, only the ARC is an expense.

(303,442)

Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity.

511,398

Internal service funds are used by management to charge the costs of certain activities, such as equipment management, to individual funds. The assets and liabilities of the internal service funds are added to the statement of net position.

(1,672,347)

Change in net position of governmental activities

\$ 47,156,907

CITY OF RANCHO CUCAMONGA

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 JUNE 30, 2014

	Business-Type Activities - Enterprise Funds				Governmental Activities- Internal Service Funds
	Sports Complex	Municipal Utility	REGIS Connect	Total	
Assets:					
Current:					
Cash and investments	\$ 335,333	\$ 10,214,636	\$ -	\$ 10,549,969	\$ 12,161,767
Receivables:					
Accounts	11,065	1,865,676	53,324	1,930,065	-
Notes and loans	-	2,196	-	2,196	-
Accrued interest	-	10,312	-	10,312	13,783
Prepaid costs	-	7,354	500	7,854	-
Total Current Assets	346,398	12,100,174	53,824	12,500,396	12,175,550
Noncurrent:					
Capital assets - net of accumulated depreciation	13,632,853	11,824,613	-	25,457,466	3,806,533
Total Noncurrent Assets	13,632,853	11,824,613	-	25,457,466	3,806,533
Total Assets	\$ 13,979,251	\$ 23,924,787	\$ 53,824	\$ 37,957,862	\$ 15,982,083
Liabilities and Net Position:					
Liabilities:					
Current:					
Accounts payable	\$ 56,210	\$ 899,424	\$ 1,105	\$ 956,739	\$ 132,305
Accrued liabilities	38,879	17,995	212	57,086	-
Deposits payable	-	218,831	-	218,831	-
Due to other governments	-	1,000	-	1,000	-
Due to other funds	-	-	27,407	27,407	-
Capital leases	-	-	-	-	496,993
Total Current Liabilities	95,089	1,137,250	28,724	1,261,063	629,298
Noncurrent:					
Capital leases	-	-	-	-	1,504,873
Total Noncurrent Liabilities	-	-	-	-	1,504,873
Total Liabilities	95,089	1,137,250	28,724	1,261,063	2,134,171
Net Position:					
Net investment in capital assets	13,632,853	11,824,613	-	25,457,466	1,804,667
Restricted for public benefit - Municipal Utility	-	858,497	-	858,497	-
Unrestricted	251,309	10,104,427	25,100	10,380,836	12,043,245
Total Net Position	13,884,162	22,787,537	25,100	36,696,799	13,847,912
Total Liabilities and Net Position	\$ 13,979,251	\$ 23,924,787	\$ 53,824	\$ 37,957,862	\$ 15,982,083

CITY OF RANCHO CUCAMONGA

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2014

	Business-Type Activities - Enterprise Funds				Governmental Activities- Internal Service Funds
	Sports Complex	Municipal Utility	REGIS Connect	Total	
Operating Revenues:					
Sales and service charges	\$ 300,379	\$ 11,276,531	\$ 58,949	\$ 11,635,859	\$ 85,680
Rent	167,711	-	-	167,711	-
Miscellaneous	6,025	53,863	-	59,888	-
Total Operating Revenues	474,115	11,330,394	58,949	11,863,458	85,680
Operating Expenses:					
Salaries and benefits	961,328	454,328	-	1,415,656	-
Maintenance and operations	537,532	6,513,786	33,853	7,085,171	1,243,482
Contractual services	257,083	513,959	-	771,042	-
Depreciation expense	430,073	691,851	-	1,121,924	1,264,365
Total Operating Expenses	2,186,016	8,173,924	33,853	10,393,793	2,507,847
Operating Income (Loss)	(1,711,901)	3,156,470	25,096	1,469,665	(2,422,167)
Nonoperating Revenues (Expenses):					
Admissions tax	103,308	-	-	103,308	-
Interest revenue	565	135,833	4	136,402	207,289
Interest expense	-	-	-	-	(36,122)
Total Nonoperating Revenues (Expenses)	103,873	135,833	4	239,710	171,167
Income (Loss) Before Transfers	(1,608,028)	3,292,303	25,100	1,709,375	(2,251,000)
Transfers in	1,388,180	-	-	1,388,180	578,653
Transfers out	-	(1,055,350)	-	(1,055,350)	-
Changes in Net Position	(219,848)	2,236,953	25,100	2,042,205	(1,672,347)
Net Position:					
Beginning of Year	14,104,010	20,550,584	-	34,654,594	15,520,259
End of Fiscal Year	\$ 13,884,162	\$ 22,787,537	\$ 25,100	\$ 36,696,799	\$ 13,847,912

CITY OF RANCHO CUCAMONGA

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 YEAR ENDED JUNE 30, 2014

	Business-Type Activities - Enterprise Funds				Governmental Activities- Internal Service Funds
	Sports Complex	Municipal Utility	REGIS Connect	Total	
Cash Flows from Operating Activities:					
Cash received from customers and users	\$ 483,698	\$ 11,076,742	\$ 5,625	\$ 11,566,065	\$ 85,680
Cash paid to suppliers for goods and services	(800,052)	(6,805,453)	(33,036)	(7,638,541)	(1,469,303)
Cash paid to employees for services	(950,509)	(448,252)	-	(1,398,761)	-
Operating Activities	(1,266,863)	3,823,037	(27,411)	2,528,763	(1,383,623)
Cash Flows from Non-Capital Financing Activities:					
Cash transfers in	1,388,180	-	-	1,388,180	578,653
Cash transfers out	-	(1,055,350)	-	(1,055,350)	-
Amounts received from (paid to) other funds	-	-	27,407	27,407	-
Admissions tax received	124,308	-	-	124,308	-
Amounts received from (paid to) other governments	-	1,000	-	1,000	-
Net Cash Provided (Used) by Non-Capital Financing Activities	1,512,488	(1,054,350)	27,407	485,545	578,653
Cash Flows from Capital and Related Financing Activities:					
Acquisition and construction of capital assets	-	(420,768)	-	(420,768)	(410,143)
Principal paid on capital debt	-	-	-	-	(511,797)
Interest paid on capital debt	-	-	-	-	(36,122)
Net Cash Provided (Used) by Capital and Related Financing Activities	-	(420,768)	-	(420,768)	(958,062)
Cash Flows from Investing Activities:					
Interest received	565	129,384	4	129,953	199,428
Net Cash Provided (Used) by Investing Activities	565	129,384	4	129,953	199,428
Net Increase (Decrease) in Cash and Cash Equivalents	246,190	2,477,303	-	2,723,493	(1,563,604)
Cash and Cash Equivalents at Beginning of Year	89,143	7,737,333	-	7,826,476	13,725,371
Cash and Cash Equivalents at End of Year	\$ 335,333	\$ 10,214,636	\$ -	\$ 10,549,969	\$ 12,161,767
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:					
Operating income (loss)	\$ (1,711,901)	\$ 3,156,470	\$ 25,096	\$ 1,469,665	\$ (2,422,167)
Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:					
Depreciation	430,073	691,851	-	1,121,924	1,264,365
(Increase) decrease in accounts receivable	9,583	(290,220)	(53,324)	(333,961)	-
(Increase) decrease in notes and loans receivable	-	1,290	-	1,290	-
(Increase) decrease in prepaid expense	-	(7,354)	(500)	(7,854)	-
Increase (decrease) in accounts payable	(5,437)	229,646	1,105	225,314	(225,821)
Increase (decrease) in accrued liabilities	10,819	6,076	212	17,107	-
Increase (decrease) in deposits payable	-	35,278	-	35,278	-
Total Adjustments	445,038	666,567	(52,507)	1,059,098	1,038,544
Net Cash Provided (Used) by Operating Activities	\$ (1,266,863)	\$ 3,823,037	\$ (27,411)	\$ 2,528,763	\$ (1,383,623)

Non-Cash Investing, Capital, and Financing Activities:

There was no non-cash investing, capital and financing activities in the current fiscal year.

CITY OF RANCHO CUCAMONGA

STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 JUNE 30, 2014

	<u>Agency Funds</u>	<u>Private- Purpose Trust Fund Successor Agency of the Former RDA</u>
Assets:		
Cash and investments	\$ 23,393,402	\$ 38,482,198
Receivables:		
Accounts	149,620	3,318
Taxes	159,530	-
Accrued interest	11,377	81
Developer loans	-	12,291,229
Prepaid bond insurance	-	1,757,350
Due from City	-	6,641
Advances to City	-	3,953,624
Land held for resale	-	3,473,833
Restricted assets:		
Cash and investments with fiscal agents	7,363,636	25,394,840
Capital assets:		
Capital assets, not being depreciated	-	14,165,841
Capital assets, net of accumulated depreciation	-	36,070,480
Total Assets	<u>\$ 31,077,565</u>	<u>135,599,435</u>
Liabilities:		
Accounts payable	\$ 133,086	11,566
Accrued liabilities	27,827	-
Accrued interest	-	6,354,014
Due to City	-	152,263
Deposits payable	8,454,628	-
Payable to trustee	22,404,265	-
Due to external parties/other agencies	57,759	-
Long-term liabilities:		
Due in one year	-	11,440,204
Due in more than one year	-	386,444,655
Total Liabilities	<u>\$ 31,077,565</u>	<u>404,402,702</u>
Net Position:		
Held in trust for other purposes		<u>(268,803,267)</u>
Total Net Position		<u>\$ (268,803,267)</u>

CITY OF RANCHO CUCAMONGA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 YEAR ENDED JUNE 30, 2014

	<u>Private- Purpose Trust Fund Successor Agency of the Former RDA</u>
Additions:	
Taxes	\$ 19,336,372
Interest and change in fair value of investments	234,271
Miscellaneous	<u>20</u>
Total Additions	<u>19,570,663</u>
Deductions:	
Administrative expenses	3,297
Contractual services	30,957,334
Interest expense	20,240,723
Depreciation expense	1,639,426
Contributions to City	<u>5,065,637</u>
Total Deductions	<u>57,906,417</u>
Extraordinary gain/(loss)	<u>(58,427)</u>
Changes in Net Position	(38,394,181)
Net Position:	
Beginning of year	<u>(230,409,086)</u>
Net Position - End of the Year	<u>\$ (268,803,267)</u>

THIS PAGE INTENTIONALLY LEFT BLANK

I. SIGNIFICANT ACCOUNTING POLICIES

Note 1: Organization and Summary of Significant Accounting Policies

a. Description of Entity

The City of Rancho Cucamonga was incorporated on November 30, 1977, under the laws of the State of California and enjoys all the rights and privileges applicable to a General Law City. It is governed by an elected five-member board. As required by accounting principles generally accepted in the United States of America, these financial statements present the City of Rancho Cucamonga (the City) and its component units, entities for which the City is considered financially accountable.

The inclusion of an organization within the scope of the reporting entity of the City of Rancho Cucamonga is based on the provisions of GASB Statement No. 14 and amended with GASB Statement No. 61. The blended component units discussed below, although legally separate entities, are in substance part of the government operation and so data from these component units has been combined herein. The following criteria were used in the determination of the blended component units:

1. The members of the City Council also act as the governing body of the the Rancho Cucamonga Public Improvement Corporation (the Improvement Corporation), the Rancho Cucamonga Fire Protection District (the Fire District), the Rancho Cucamonga Library (the Library) and the Rancho Cucamonga Public Financing Authority (the Financing Authority).
2. The Improvement Corporation, the Fire District, the Library and the Financing Authority are managed by employees of the City. A portion of the City's general overhead costs is allocated to the Fire District and the Library.
3. The City, the Improvement Corporation, the Fire District, the Library and the Financing Authority are financially interdependent. They provide financial benefit/burden to the City.

Blended Component Units

The Rancho Cucamonga Public Improvement Corporation was incorporated on November 14, 1988, under the Non-Profit Public Benefit Corporation Law of the State of California. The Corporation was established for charitable purposes including rendering financial assistance to the City by financing, acquiring, constructing, improving and leasing public improvements for the benefit of residents of the City and the surrounding area. Separate financial statements are not available for the Improvement Corporation.

The Rancho Cucamonga Fire Protection District (formerly, Foothill Fire Protection District) was a special district formed by the County of San Bernardino for the purpose of fire suppression within its boundaries. Effective July 1, 1989, operations of this district were taken over by the City of Rancho Cucamonga. The Fire District still operates as a separate special district; however, now it is under the control of the City of Rancho Cucamonga instead of the County of San Bernardino. Separate financial statements are available for the Fire District.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

The Rancho Cucamonga Library was part of the San Bernardino County Library System in which the City of Rancho Cucamonga participated. Effective July 1, 1994, and pursuant to California Code Section 19104, the City withdrew from the County Library System. As of this date, the Library operates as a separate entity under the control of the City. Separate financial statements are not available for the Library.

The Rancho Cucamonga Public Financing Authority was established on April 21, 1999, pursuant to Article I (commencing with Section 6500) of Chapter 5 of Division 7 of Title I of the California Government Code. Its purpose is to facilitate the financing and the refinancing of construction, expansion, upgrading and improvement of the public capital facilities necessary to support the rehabilitation and construction of residential and economic development within the City. Separate financial statements are not available for the Financing Authority.

b. Government-Wide and Fund Financial Statements

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

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

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

c. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales tax revenues which is 90 days. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The City's fiduciary funds consist of agency funds and a private purpose trust fund. Agency funds are used to account for situations where the government's role is purely custodial. All assets reported in an agency fund are offset by a liability to the party on whose behalf they are held. Agency funds have no measurement focus. Private purpose trust funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when the government receives cash.

The City reports the following major governmental funds:

- The General Fund is the general operating fund of the City. All general tax receipts and fee revenue not allocated by law, Council policy or contractual agreement to other funds are accounted for in the General Fund. General Fund expenditures include operations traditionally associated with activities which are not required to be accounted for or paid by another fund.
- The Citywide Infrastructure Improvement Fund accounts for capital improvement reimbursements primarily from the San Bernardino Associated Governments (SANBAG). The source of revenue in the fund is primarily from other governments. The funds will be used for general infrastructure improvements throughout the City.
- The Housing Successor Agency Fund accounts for the assets of the former Redevelopment Agency's Low and Moderate Income Housing Fund. The source of revenue in the fund is primarily from interest received from the notes and loans receivable.
- The Fire District Fund accounts for the revenue and disbursement of funds received by the Rancho Cucamonga Fire Protection District in the course of that agency's fire protection services. The source of revenue in the fund is primarily from property taxes.

The City reports the following major proprietary funds:

- The Sports Complex Fund accounts for personnel and operating costs directly associated with the operation of the baseball facility, which is the home of the Rancho Cucamonga Quakes.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

- The Municipal Utility Fund accounts for the costs of labor and materials used in the operation, maintenance, construction and consumption of electric services to certain major commercial / industrial developments within the City.
- The REGIS Connect Fund accounts for costs associated with the development of the Rancho Cucamonga Enterprise GIS Connect Program which provides services to the City and agency partners that are in need of their expertise.

Additionally, the City reports the following fund types:

- Internal service funds account for the financial transactions related to repair, replacement and maintenance of City-owned vehicles and equipment and the City's general information systems and telecommunications hardware and software.
- Agency funds are custodial in nature and do not involve the measurement of results of operations. The City's agency funds account for deposits held by the City in its fiduciary capacity and assessments received for various purposes which are restricted for payment of principal, interest and penalties on special obligation bonds.
- Private-purpose trust funds are used to account for the assets and liabilities of the former Redevelopment Agency and the allocated revenue to pay estimated installment payments of enforceable obligations until the obligations of the former Redevelopment Agency are paid in full and assets have been liquidated.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's proprietary funds functions and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

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

The City adopted GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, which established accounting and financial reporting standards for financial statements of state and local governments.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

d. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position or Equity

Cash and Investments

All cash and investments, except those that are held by fiscal agents, are held in a City pool. These pooled funds are available upon demand and therefore are considered cash and cash equivalents for purposes of the statement of cash flows. Investments held by fiscal agents with an original maturity of three months or less are also considered cash equivalents and are shown as restricted assets for financial statement presentation purposes.

Investments for the City, as well as for its component units, are reported at fair value. The City's policy is generally to hold investments until maturity.

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All trade and property tax receivables are shown net of allowance for uncollectibles.

Prepaid Costs

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Land Held for Resale

Land purchased for resale is capitalized as inventory at acquisition costs as the City expects to sell this land with no decline in value.

Restricted Assets

Certain proceeds of debt issues, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants.

Capital Assets

Capital assets, which include property, plant, equipment, infrastructure (e.g., roads, bridges, sidewalks and similar items) and intangible assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City defines capital assets as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

life in excess of one year. Such assets are recorded at historical cost when purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant, equipment, and infrastructure of the primary government, as well as its component units, are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Building improvements	10-50
Improvements other than buildings	10-40
Computer equipment and software	3-15
Equipment and vehicles	3-20
Furniture and fixtures	3-20
Infrastructure	10-75

Deferred outflows/inflows of resources

In addition to assets, the statement of financial position and governmental fund balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position of fund balance that applies to a future period(s) and so will not be recognized as an outflow of resources (expense / expenditure) until then. The government currently does not have items that qualify for reporting in this category.

In addition to liabilities, the statement of financial position and governmental fund balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has only one item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from the following sources: sales taxes, grant reimbursements and deferred loans. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

Accrued Employee Benefits

The City's policy permits employees to accumulate earned but unused vacation and sick pay benefits. The total amount of liability for unused vacation and sick pay benefits is accrued when incurred in the government-wide financial statements. The City utilizes the General Fund and the Fire District Special Revenue Fund in the governmental fund financial statements to account for the short-term portion of its liability. The short-term portion is the unused reimbursable leave still outstanding following an employee's resignation or retirement.

Vacation pay is payable to employees at the time a vacation is taken or upon termination of employment. Fire District employees cannot accrue more than one and one-half times their regular annual entitlement.

Sick leave is payable when an employee is unable to work because of illness. For City employees, those who terminate their employment after five years of continuous service and have at least 50% of five years sick leave accrued on the books upon termination may be paid for 120 hours of the accrued leave.

For Fire District employees, sick leave may be accumulated indefinitely or an employee with ten or more years of service is eligible to convert unused sick leave to vacation in accordance with the following and with any remainder of hours to still remain unused sick time:

<u>Employee Type</u>	<u>Accumulated Sick Leave Balance Prior Calendar Year</u>	<u>Vacation Conversion Rate</u>
shift	108 - 144 hours	one-half
shift	72 - 108 hours	one-fourth
40-hour	90 - 120 hours	one-half
40-hour	60 - 90 hours	one-fourth

Upon service retirement of a public safety employee, the option exists to sell back up to one-half of total accumulated sick time or have the time credited toward service in accordance with the Public Retirement Law. All unused sick leave is forfeited upon termination, other than for normal retirement.

Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance cost, whether or not withheld from the actual debt proceeds received, are reported as debt service expenses.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

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

Fund Balance

Fund balance is essentially the difference between the assets, liabilities, and deferred inflows reported in a governmental fund. There are five separate components of fund balance, each of which identifies the extent to which the City is bound to honor constraints on the specific purposes for which amounts can be spent.

- Non-spendable fund balance (*inherently non-spendable*)
- Restricted fund balance (*externally enforceable limitations on use*)
- Committed fund balance (*self-imposed limitations on use*)
- Assigned fund balance (*limitation resulting from intended use*)
- Unassigned fund balance (*residual net resources*)

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

Changes in Economic Circumstances

The City's General Fund balance committed for changes in economic circumstances is established at a goal of a six month reserve, or 50% of the City General Fund operating budget for the upcoming fiscal year. The Fire District's fund balance committed for changes in economic circumstances is established at a goal of a six month reserve, or 50% of the Fire District's operating budget for the upcoming fiscal year. As defined in the resolution establishing this commitment, the specific uses are listed as the declaration of a state or federal state of emergency or a local emergency as defined in Rancho Cucamonga Municipal Code Section 2.36.020; or a change in economic circumstances in a given fiscal year that results in revenues to the City/Fire District being insufficient to cover expenditures for one or more fiscal years. The City Council/Fire Board may, by the affirming vote of three members, change the amount of this commitment and/or the specific uses of these monies.

City Facilities Capital Repair

The City's General Fund balance committed for City facilities capital repair and property acquisition is established at a minimum goal of 25% of capital assets value comprised of construction in progress (excluding infrastructure), building improvements, and improvements other than building for governmental activities.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

Fire District Facilities Capital Repair

The Fire District's fund balance committed for the Fire District facilities capital repair is hereby committed to a minimum goal of 50% of capital assets value comprised of construction in progress (excluding infrastructure), building improvements, and improvements other than building for public safety-fire activities.

Working Capital

The City's General Fund balance committed for Working Capital is established at a goal of a minimum of 5% of the City's General Fund operating budget for the upcoming fiscal year. The Fire District's fund balance committed for Working Capital is established at a goal of a minimum of 50% of the District's operating budget for the upcoming fiscal year.

Self-Insurance

The City's General Fund balance committed for payment of general liability claims primarily through the use of interest earnings on the reserve but not limited to such in the event of an unfavorable interest rate environment is established at a minimum goal of three times the City's total yearly SIR for all types of insurance coverage.

Employee Leave Payouts

The City's General Fund balance and the Fire District's fund balance committed for employee leave payouts as valued in accordance with the City's labor contracts as of the last day of the fiscal year.

PERS Rate Stabilization

The City's General Fund and Fire District's fund balance committed to offset projected rate increases identified in the respective annual CalPERS actuarial valuation for two fiscal years after the year of financial reporting.

Booking Fees

The City's General Fund balance committed to provide funding for an increase in the booking fees charged to the City by the County of San Bernardino not readily determinable at the time of budget adoption due to the delay in the adoption of the State of California's budget.

Vehicle and Equipment Replacement

The Fire District's fund balance committed for the replacement of fire safety vehicles and equipment as determined based on the District's replacement criteria is established at a minimum goal of 50% of District vehicle and equipment replacement value.

Law Enforcement

The City's General Fund balance committed for public safety purposes.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

Amounts that are constrained by the City's intent to be used for specific purposes, but are neither restricted nor committed, should be reported as assigned fund balance. Pursuant to the City's fund balance policy established by the City Council by resolution, it has delegated the authority to assign amounts to be used for specific purposes to the City Manager or Finance Director for the purpose of reporting these amounts on the annual financial statements.

Fund balance flow assumptions

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. The City considers restricted fund balance to have been spent first when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. Similarly, when an expenditure is incurred for purposes for which amounts in any of the unrestricted classifications of fund balance could be used, the City considers committed amounts to be reduced first, followed by assigned amounts and then unassigned amounts.

Net Position

In the governmental-wide financial statements and proprietary fund financial statements, net position is classified as follows:

Net Investment in Capital Assets – This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that attributed to the acquisition, construction, or improvement of the assets.

Restricted Net Position – This amount is restricted by external creditors, grantors, contributors, or laws or regulations of other governments.

Unrestricted Net Position – This amount is all net position that do not meet the definition of "net investment in capital assets" or "restricted net position."

Net position flow assumption

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

Property Tax

Property tax revenue is recognized on the modified accrual basis, that is, in the fiscal year for which the taxes have been levied providing they become available. Available means then due or past due and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter to be

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

used to pay liabilities of the current period. The County of San Bernardino collects property taxes for the City. Tax liens attach annually as of 12:01 A.M. on the first day in January proceeding the fiscal year for which the taxes are levied. Taxes are levied on both real and personal property as it exists on that date. The tax levy covers the fiscal period July 1 to June 30. All secured personal property taxes and one-half of the taxes on real property are due November 1; the second installment is due February 1. All taxes are delinquent, if unpaid, on December 10 and April 10, respectively. Unsecured personal property taxes become due on the first of March each year and are delinquent, if unpaid, on August 31.

Functional Classifications

Expenditures of the governmental funds are classified by function. Functional classifications are defined as follows:

- General Government includes legislative activities, City Clerk, City Attorney, City Manager as well as management or supportive services across more than one functional area.
- Public Safety - Police includes those activities which involve police protection.
- Public Safety - Fire Protection includes activities of the Fire District which involve the protection of people and property from fire as well as emergency preparedness.
- Public Safety - Animal Center includes those activities which involve animal care and services.
- Community Development includes those activities which involve planning and redevelopment, as well as building and safety.
- Community Services includes activities which provide recreation, cultural and educational services.
- Engineering and Public Works includes all maintenance, engineering and capital improvements which relate to streets, parks, flood control and other public facilities.

II. STEWARDSHIP

Note 2: Stewardship, Compliance and Accountability

a. Encumbrances

Encumbrances are estimations of costs related to unperformed contracts for goods and services. They represent the estimated amount of the expenditure ultimately to result if unperformed contracts in progress at year-end are completed. They do not constitute expenditures or estimated liabilities.

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 2: Stewardship, Compliance and Accountability (Continued)

The following funds have encumbrances at June 30, 2014:

General Fund	\$	829,078
Citywide Infrastructure Improvement Fund		491,865
Fire District Fund		1,720,392
Other Governmental Funds		7,116,277

b. Deficit Fund Balances or Net Position

The following nonmajor funds have a deficit at June 30, 2014:

Special Revenue Funds:		
Pedestrian Grant	\$	90,960
Proposition 84 - Park Bond Act		4,377
Energy Efficient & Conservation Block Grant		96
Senior Outreach Grant		4,025
Safe Routes to School Program		342,091
Homeland Security Grant 2005		79,341
Used Oil Recycling Program		6,546
Capital Projects Funds:		
Assessment District 86-2		41,128

The City expects to eliminate these deficits with anticipated future revenues from grants, deferred payments and reimbursements.

III. DETAILED NOTES ON ALL FUNDS

Note 3: Cash and Investments

As of June 30, 2014, cash and investments were reported in the accompanying financial statements as follows:

Governmental activities	\$ 284,792,185
Business-type activities	10,549,969
Fiduciary funds	<u>94,634,076</u>
Total Cash and Investments	<u>\$ 389,976,230</u>

The City follows the practice of pooling cash and investments of all funds, except for funds required to be held by fiscal agents under provisions of bond indentures. Interest income earned on pooled cash and investments is allocated quarterly to the various funds based on average daily cash balances. Interest Income from cash and investments with fiscal agents is credited directly to the related fund.

Deposits

At June 30, 2014, the carrying amount of the City's deposits was \$49,210,499 and the bank balance was \$50,518,366. The \$1,307,867 difference represents outstanding checks and other reconciling items.

The California Government Code requires California banks and savings and loan associations to secure a City's deposits by pledging government securities with a value of 110% of a City's deposits. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of a City's total deposits. The City Treasurer may waive the collateral requirement for deposits which are fully insured up to \$250,000 by the FDIC. The collateral for deposits in federal and state chartered banks is held in safekeeping by an authorized Agent of Depository recognized by the State of California Department of Banking. The collateral for deposits with savings and loan associations is generally held in safekeeping by the Federal Home Loan Bank in San Francisco, California as an Agent of Depository. These securities are physically held in an undivided pool for all California public agency depositors. Under Government Code Section 53655, the placement of securities by a bank or savings and loan association with an "Agent of Depository" has the effect of perfecting the security interest in the name of the local governmental agency. Accordingly, all collateral held by California Agents of Depository are considered to be held for, and in the name of, the local governmental agency.

Investments

Under provision of the City's investment policy, and in accordance with the California Government Code, the following investments are authorized:

- U.S. Government Agency Securities
- Municipals (Warrants, Notes and Bonds)
- Certificates of Deposit (or Time Deposits)
- Negotiable Certificates of Deposit
- FDIC Insured Certificates of Deposits
- Banker's Acceptances

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 3: Cash and Investments (Continued)

- Commercial Paper
- Local Agency Investment Fund (State Pool)
- Joint Powers Authority (JPA) Investment Pool (short-term)
- Deposit of Funds
- Repurchase and Investment Agreements
- Medium Term Corporate Notes

Investments Authorized by Debt Agreements

The above investments do not address investment of debt proceeds held by a bond trustee. Investments of debt proceeds held by a bond trustee are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City's investment policy.

Investments in State Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. LAIF is overseen by the Local Agency Investment Advisory Board, which consists of five members, in accordance with State statute. The State Treasurer's Office audits the fund annually. The fair value of the position in the investment pool is the same as the value of the pool shares.

GASB Statement No. 31

The City adopted GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools, as of July 1, 1997. GASB Statement No. 31 establishes fair value standards for investments in participating interest earning investment contracts, external investment pools, equity securities, option contracts, stock warrants and stock rights that have readily determinable fair values. Accordingly, the City reports its investments at fair value in the balance sheet. All investment income, including changes in the fair value of investments, is recognized as revenue in the operating statement.

Credit Risk

The City's investment policy limits investments in medium-term notes (MTN's) in short-term rating of "AA" or better. As of June 30, 2014, the City invested in Federal Farm Credit Bank, Federal Home Loan Bank, Federal Home Loan Mortgage Corp. and Federal National Mortgage Association which were all rated "Aaa" and "AA+" by Moody's and by S&P at June 30, 2014. All securities were investment grade and were legal under State and City law. As of June 30, 2014, the City's investments in external investment pools and money market mutual funds are unrated.

Custodial Credit Risk

The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party.

As of June 30, 2014, none of the City's deposits or investments were exposed to custodial credit risk.

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 3: Cash and Investments (Continued)

Concentration of Credit Risk

The City is in compliance with restrictions imposed by its investment policy, which limits certain types of investments. As of June 30, 2014, in accordance with GASB Statement No. 40, if the City has invested more than 5% of its total investments in any one issuer, it is exposed to credit risk. The following investments are considered exposed to credit risk:

Federal Farm Credit Bank	22.94%
Federal Home Loan Bank	17.06%
Federal Home Loan Mortgage Corporation	17.01%
Federal National Mortgage Association	12.25%

Investments guaranteed by the U.S. government and investments in mutual funds and external investment pools are excluded from this.

Interest Rate Risk

The City's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The City's investment policy establishes a maximum maturity of 180 days for Banker's Acceptances, 270 days for Commercial Paper, one year for Repurchase Agreements and five years for all other individual investments. The only exception to these maturity limits shall be the investment of the gross proceeds of tax-exempt bonds. The City has elected to use the segmented time distribution method of disclosure for its interest rate risk.

As of June 30, 2014, the City had the following investments and original maturities:

	Investment Maturities (in Years)				Fair Value
	6 months or less	6 months to 1 year	1 year to 3 years	3 Years to 5 years	
Investments:					
Local Agency Investment Fund	\$ 53,061,859	\$ -	\$ -	\$ -	\$ 53,061,859
Federal Governmental Agencies					
Federal Farm Credit Bank	-	2,018,125	15,495,295	60,653,561	78,166,981
Federal Home Loan Bank	2,002,020	1,513,965	6,166,275	48,459,338	58,141,598
Federal Home Loan Mortgage Corp.	4,010,440	-	6,517,425	47,442,645	57,970,510
Federal National Mortgage Assoc.	-	-	-	41,730,650	41,730,650
Corporate Bonds	-	-	4,019,840	4,535,325	8,555,165
Municipal Bonds	-	-	4,654,466	4,285,171	8,939,637
Investments with Fiscal Agents:					
Money Market Mutual Funds	34,199,331	-	-	-	34,199,331
	<u>\$ 93,273,650</u>	<u>\$ 3,532,090</u>	<u>\$ 36,853,301</u>	<u>\$ 207,106,690</u>	<u>\$ 340,765,731</u>

Note 4: Notes and Loans Receivables

Notes and loans receivables consist of the following at June 30, 2014:

1. In January 1997, the former Rancho Cucamonga Redevelopment Agency (the Agency) entered into an agreement to loan Villa Pacifica Associates, a California Limited Partnership, up to \$3,090,000 to develop senior rental housing for low and moderate income households. The term of the loan is 40 years, with simple interest accruing at 3% per annum on the outstanding principal balance. Payments of principal and interest on the loan are due and payable only when there is available annual cash flow from the development. This payment is 50% of the net annual cash flow. Upon dissolution of the Agency, the loan receivable was transferred to the Housing Successor Agency of the City. As of June 30, 2014, the outstanding balance amounts to \$3,469,778, including accrued interest of \$379,778. Accrued interest is offset by deferred revenue.
2. On September 1, 2005, the Agency entered into a loan agreement with Northtown Housing Development Corporation for the purchase of undeveloped real property and the development of an apartment complex (San Sevaire) which will increase the supply of affordable housing to low and moderate income households for a period of ninety-nine (99) years. This loan is a line of credit not-to-exceed \$40,700,000 with simple interest accruing at 1% per annum from the date of disbursement for a term of 55 years (2060), as modified on May 6, 2009, with Amendment #2. Upon dissolution of the Agency, the loan receivable was transferred to the Housing Successor Agency of the City. As of June 30, 2014, the advances paid against this line of credit amount to \$40,458,007 and accrued interest amounts to \$2,005,600 for a total of \$42,463,607. Accrued interest is offset by deferred revenue.
3. On April 19, 2006, the Agency entered into a loan agreement with LINC-Pepperwood Housing Investors, LP to provide financial assistance from the Low and Moderate Housing Set-aside Fund to purchase and rehabilitate the Pepperwood Apartment Homes, which will increase the supply of affordable housing to low and moderate income households, for not less than ninety-nine (99) years. The loan is in the form of a line of credit not-to-exceed \$21,638,113, which includes the rollover of the BLT Partnership No. 1 loan of \$2,350. The outstanding principal balance of the loan will accrue simple interest at 2% per annum from the date of disbursement for a term of 56 years (2062). In addition to the extent there are Residual Receipts, the Developer shall pay to the Agency 50% of the Residual Receipts from the preceding year. Upon dissolution of the Agency, the loan receivable was transferred to the Housing Successor Agency of the City. As of June 30, 2014, advances paid against this line of credit amounts to \$21,638,113 and accrued interest amounts to \$3,232,974 for a total balance of \$24,871,087. Accrued interest is offset by deferred revenue.
4. On September 1, 2005, the Agency entered into a loan agreement with HB Housing Partners, L.P. to provide financial assistance from the Low and Moderate Housing Set-aside Fund to purchase and rehabilitate the Woodhaven Manor Apartments, which will increase the supply of affordable housing to low and moderate income households for not less than ninety-nine (99) years. The loan is in the form of a line of credit not-to-exceed \$9,000,000. Simple interest accrues on the advances as follows: 1) 3% per annum from the date of disbursement through and including the date immediately prior to September 21, 2022; and 2) 2% per annum from September 21, 2022 through September 21, 2060. In addition, to the extent there are Residual Receipts, the Developer shall pay to the Agency either 33% or 50% of the Residual Receipts from the preceding year. Upon dissolution of the Agency, the

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 4: Notes and Loans Receivables (Continued)

loan receivable was transferred to the Housing Successor Agency of the City. As of June 30, 2014, the advances paid against this line of credit amounted to \$9,000,000 and accrued interest amounts to \$2,058,121 for a total of \$11,058,121. Accrued interest is offset by deferred revenue.

5. On March 9, 2006, the Agency entered into a loan agreement with The Southern California Housing Development Corporation for the acquisition, construction and operation of affordable housing apartments, referred to as the Rancho Verde Expansion project, which will increase the supply of very-low, low and moderate income households. This loan is a line of credit not-to-exceed \$6,500,000 with simple interest accruing at 1.5% per annum until June 27, 2035, and 2% per annum thereafter and payable without demand or notice on June 27, 2060. Upon dissolution of the Agency, the loan receivable was transferred to the Housing Successor Agency of the City. As of June 30, 2014, the advances paid against this line of credit amounted to \$6,499,910 and accrued interest amounts to \$573,919 for a total of \$7,073,829. Accrued interest is offset by deferred revenue.
6. On December 1, 2001, the Agency entered into a residual receipts promissory note loan agreement in the form of a line of credit not-to-exceed \$4,000,000 with Malvern Housing Partners, L.P. and Southern California Housing Development Corporation for the acquisition, construction and operation of a 49-unit senior multifamily apartment project, known as Heritage Pointe Senior Apartments. A portion of the necessary funding was provided from proceeds of a \$4,000,000 bond issue by Southern California Housing Development Corporation. Funding provided by the Agency was in the form of semi-annual principal payments toward these bonds from the Agency's low and moderate income housing fund. As advances were made by the Agency, beginning April 1, 2003, these amounts were added to and became the principal balance of this Residual Receipts Note, and are accruing simple interest at 1% per annum from the date of payment through December 2056. Annual payments of principal and accrued interest shall not commence until the operation of the project has generated residual receipts. On December 5, 2007, the residual receipts promissory note was amended and restated in connection with the refunding of the Southern California Housing Development Corporation's bond with the proceed of the Agency Housing Set-Aside Tax Allocation Bonds, Series 2007A and Series 2007B. All residual receipts in excess of fifteen percent of the gross operating income of the project shall be paid to the Agency annually. All principal and accrued interest at the simple interest rate of 1% per annum shall be due and payable in April 2056. Upon dissolution of the Agency, the loan receivable was transferred to the Housing Successor Agency of the City. As of June 30, 2014, the advances paid against this line of credit amounted to \$1,710,512 and accrued interest amounts to \$76,080, for a total of \$1,786,592. Accrued interest is offset by deferred revenue.
7. On September 1, 2008, the Agency entered into a residual receipts promissory note loan agreement in the form of a line of credit not-to-exceed \$27,565,000 with Rancho Workforce Housing, L.P. for the acquisition, construction and development of a 166-unit rental housing development, including 131 residential units for low and moderate income residents. This loan bears simple interest of 2.386% compounded annually from the date of disbursement, with a term commencing on the date of this agreement and continuing for fifty-five (55) years from the date of the recordation of the Certificate of Completion. Commencing after Borrower's fiscal year first ending

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 4: Notes and Loans Receivables (Continued)

after the completion of construction of the development, Borrower shall make repayments to the Agency equal to 50% of the Residual Receipts. Upon dissolution of the Agency, the loan receivable was transferred to the Housing Successor Agency of the City. As of June 30, 2014, the advances paid against this line of credit amounted to \$25,868,857, and accrued interest amounts to \$3,069,009, for a total of \$28,937,866.

8. On September 26, 1994, the Agency entered into a Disposition and Development Agreement (DDA) and loan agreement (as modified on March 22, 1996) for \$5,929,181 with North Town Housing Partners for the acquisition of the 88-unit multifamily rental Villa Del Norte housing project for low and moderate income households. The term of the loan is 40 years, with simple interest accruing at 3% per annum on the outstanding principal balance. Payments of principal and interest on the loan are due and payable only to the extent that net annual cash flow from the development is available. Upon dissolution of the Agency, the loan receivable was transferred to the Housing Successor Agency of the City. As of June 30, 2014, the outstanding balance amounts to \$9,308,815, including accrued interest of \$3,379,634. Accrued interest is offset by deferred revenue.
9. On June 6, 2001, the Agency entered into a loan agreement (as updated on December 1, 2002) for \$4,700,000 with Northtown Housing Development Corp. for the development of the Olen Jones Senior Apartments. The term of the loan is 55 years, with zero interest accruing for the first 15 years, then accruing simple interest at 3% per annum for the remainder of the term. Payments of principal and interest on the loan are due and payable only to the extent that net annual cash flow from the development is available. Upon dissolution of the Agency, the loan receivable was transferred to the Housing Successor Agency of the City. As of June 30, 2014, the outstanding balance amounts to \$4,342,172 with no interest due.
10. First-time homebuyer loans represents the loans made under the First Time Homebuyer's Program. The payment of the loan is not due until the property is sold. As of June 30, 2014, the outstanding balance amounts to \$3,975,698 with no interest due.

Total loans receivables for governmental activities at June 30, 2014, including accrued interest of \$14,775,115, amounted to \$137,287,565.

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 5: Capital Assets

Governmental activities capital assets for the year ended June 30, 2014, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Transfers from Successor Agency *</u>	<u>Ending Balance</u>
Governmental Activities:						
Capital assets, not being depreciated:						
Land	\$ 74,617,822	\$ 1,738,149	\$ -	\$ -	\$ 3,532,259	\$ 79,888,230
Right of way	231,931,613	-	-	-	-	231,931,613
Construction-in-progress	18,265,546	33,524,364	-	(440,736)	-	51,349,174
Total Capital Assets, Not Being Depreciated	324,814,981	35,262,513	-	(440,736)	3,532,259	363,169,017
Capital assets, being depreciated:						
Building Improvements	107,626,508	-	-	54,789	-	107,681,297
Improvement other than buildings	12,807,084	23,024	-	15,465,637	-	28,295,745
Equipment and vehicles	27,981,534	1,917,062	(834,866)	-	-	29,063,730
Furniture and fixtures	1,618,062	87,512	-	-	-	1,705,574
Infrastructure	467,519,234	4,039,304	(511,649)	(15,079,690)	-	455,967,199
Intangible	3,276,888	-	-	-	-	3,276,888
Total Capital Assets, Being Depreciated	620,829,310	6,066,902	(1,346,515)	440,736	-	625,990,433
Less accumulated depreciation:						
Building improvements	29,324,411	2,545,192	-	-	-	31,869,603
Improvement other than buildings	8,098,681	1,144,585	-	-	-	9,243,266
Equipment and vehicles	23,374,915	1,618,986	(362,578)	-	-	24,631,323
Furniture and fixtures	1,584,268	17,854	-	-	-	1,602,122
Infrastructure	191,815,698	8,377,111	(289,485)	-	-	199,903,324
Intangible	991,106	295,611	-	-	-	1,286,717
Total Accumulated Depreciation	255,189,079	13,999,339	(652,063)	-	-	268,536,355
Total Capital Assets, Being Depreciated, Net	365,640,231	(7,932,437)	(694,452)	440,736	-	357,454,078
Governmental Activities Capital Assets, Net	\$ 690,455,212	\$ 27,330,076	\$ (694,452)	\$ -	\$ 3,532,259	\$ 720,623,095

* As a result of the dissolution of the former Redevelopment Agency, land in the amount of \$2,594,263 and land held for resale in the amount of \$937,996 were transferred to the City after review by the Oversight Board and approval of the California Department of Finance.

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

Governmental Activities:	
General government	\$ 309,022
Public safety - police	386,133
Public safety - fire protection	597,225
Engineering and public works	9,777,982
Community development	76,494
Community services	1,588,118
Equipment and Vehicle Replacement Fund	743,833
Computer Equip./Technology Replacement Fund	520,532
Total Governmental Activities	<u>\$ 13,999,339</u>

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 5: Capital Assets (Continued)

Business-type activities capital assets for the year ended June 30, 2014, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balance</u>
Business-Type Activities:					
Capital assets, not being depreciated:					
Land	\$ 5,451,015	\$ -	\$ -	\$ -	\$ 5,451,015
Construction-in-progress	-	390,637	-	-	390,637
Total Capital Assets, Not Being Depreciated	<u>5,451,015</u>	<u>390,637</u>	<u>-</u>	<u>-</u>	<u>5,841,652</u>
Capital assets, being depreciated:					
Building improvements	17,225,973	-	-	-	17,225,973
Improvement other than buildings	3,797,415	-	-	-	3,797,415
Equipment and vehicles	457,814	30,131	-	-	487,945
Furniture and fixtures	117,289	-	-	-	117,289
Infrastructure	16,871,496	-	-	-	16,871,496
Intangible	25,858	-	-	-	25,858
Total Capital Assets, Being Depreciated	<u>38,495,845</u>	<u>30,131</u>	<u>-</u>	<u>-</u>	<u>38,525,976</u>
Less accumulated depreciation:					
Building improvements	8,614,061	430,073	-	-	9,044,134
Improvement other than buildings	3,797,415	-	-	-	3,797,415
Equipment and vehicles	366,840	3,864	-	-	370,704
Furniture and fixtures	49,645	10,540	-	-	60,185
Infrastructure	4,940,072	674,861	-	-	5,614,933
Intangible	20,205	2,586	-	-	22,791
Total Accumulated Depreciation	<u>17,788,238</u>	<u>1,121,924</u>	<u>-</u>	<u>-</u>	<u>18,910,162</u>
Total Capital Assets, Being Depreciated, Net	<u>20,707,607</u>	<u>(1,091,793)</u>	<u>-</u>	<u>-</u>	<u>19,615,814</u>
Business-Type Activities Capital Assets, Net	<u>\$ 26,158,622</u>	<u>\$ (701,156)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,457,466</u>

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

Business-Type Activities:	
Sports Complex	\$ 430,073
Municipal Utility	691,851
Total Business-Type Activities	<u>\$ 1,121,924</u>

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 6: Interfund Receivable, Payable and Transfers

The composition of interfund balances as of June 30, 2014, was as follows:

Due To/From Other Funds

Funds	Due to Other Funds		Total
	Nonmajor Governmental Funds	REGIS Connect Fund	
Due From Other Funds:			
General Fund	\$ 761,021	\$ 27,407	\$ 788,428

Due to/from other funds were the results of routine interfund transactions not cleared prior to the end of the fiscal year and were also made to cover negative cash balances at June 30, 2014.

Advances To/From Other Funds

Funds	Advances from Other Funds		Total
	Fire District	Nonmajor Governmental Funds	
Advances to Other Funds:			
General	\$ 4,149,029	\$ 300,000	\$ 4,449,029

On June 21, 2012, the General Fund advanced \$4,556,198 to the Fire District to provide funding for the prepayment of the Fire District's side fund liability with CalPERS. The advance bears interest at 4.5% and is payable in monthly installments of \$33,332. The final payment will occur in July 2028. At June 30, 2014, the outstanding balance amounted to \$4,149,029.

The \$300,000 advance from the General Fund to the Park Development Fund was done on March 5, 1996, based upon Council approval. The advance was to provide funding for Phase I of the Northeast Community Park and is to be repaid in the future (no specific date).

Interfund Transfers

Funds	Transfers Out:			Total
	General Fund	Municipal Utility	Nonmajor Governmental Funds	
Transfers in:				
General Fund	\$ -	\$ 1,055,350	\$ 131,420	\$ 1,186,770
Sport Complex	1,388,180	-	-	1,388,180
Internal Service Funds	578,653	-	-	578,653
Nonmajor Funds	889,477	-	85,598	975,075
Total	\$ 2,856,310	\$ 1,055,350	\$ 217,018	\$ 4,128,678

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 6: Interfund Receivable, Payable and Transfers (Continued)

The General Fund transferred \$1,388,180, \$578,653 and \$889,477 to the Sports Complex Fund, Internal Service Funds and Nonmajor Funds, respectively, to cover the budgeted amounts.

The Municipal Utility transferred \$1,055,350 to the General Fund to cover the cost of operations.

Note 7: Long-Term Debt Obligations

a. Long-Term Debt – Governmental Activities

The following is a schedule of changes in governmental activities long-term debt for the fiscal year ended June 30, 2014:

	Balance July 1, 2013	Additions	Repayments	Outstanding June 30, 2014	Due Within One Year
Capital Leases:					
Dell Financial Services	\$ 248,663	\$ -	\$ 60,325	\$ 188,338	\$ 61,536
Government Capital Corp.	1,956,272	-	389,566	1,566,706	373,045
Xerox - Internal Service	308,728	-	61,906	246,822	62,412
Xerox - Governmental Funds	102,045	-	20,021	82,024	20,630
Total Capital Leases	<u>2,615,708</u>	<u>-</u>	<u>531,818</u>	<u>2,083,890</u>	<u>517,623</u>
Advances from Successor Agency	3,953,624	-	-	3,953,624	-
Claims and judgments payable	3,762,682	2,297,601	1,881,253	4,179,030	1,793,016
Accrued employee benefits	7,606,617	4,542,891	4,690,579	7,458,929	4,637,910
Total	<u>\$ 17,938,631</u>	<u>\$ 6,840,492</u>	<u>\$ 7,103,650</u>	<u>\$ 17,675,473</u>	<u>\$ 6,948,549</u>

A description of individual components of long-term debt outstanding as of June 30, 2014, is as follows:

Capital Leases Payable

On December 19, 2012, the City entered into a capital lease agreement with Dell Financial Services to acquire a Dell Blade Server Enclosure for \$313,981. The agreement requires annual payments of \$65,318 due February 1st of each year with the final payment due February 2017. The interest rate is fixed at 2.08%. At June 30, 2014, the outstanding amount due was \$188,338.

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 7: Long-Term Debt Obligations (Continued)

The calculation of the present value of the future lease payments is as follows:

<u>Year Ending June 30</u>	
2015	\$ 65,318
2016	65,318
2017	<u>65,318</u>
Subtotal	195,954
Less: Amount representing interest	<u>(7,616)</u>
Total	<u><u>\$ 188,338</u></u>

On December 27, 2012, the City entered into a capital lease agreement with Governmental Capital Coporation to acquire an Accela Software Technology for \$1,956,272. The agreement requires annual payments of \$424,092 due July 10th of each year with the final payment due July 2017. The interest rate is fixed at 3.22%. At June 30, 2014, the outstanding amount due was \$1,566,706.

The calculation of the present value of the future lease payments is as follows:

<u>Year Ending June 30</u>	
2015	\$ 424,092
2016	424,092
2017	424,092
2018	<u>424,092</u>
Subtotal	1,696,368
Less: Amount representing interest	<u>(129,662)</u>
Total	<u><u>\$ 1,566,706</u></u>

On December 20, 2012, the City entered into a capital lease agreement with Xerox to acquire multiple Xerox copiers and printers for \$426,084. The agreement requires monthly payments of \$7,656 starting in May 2013, with the final payment due in April 2018. The interest rate is fixed at 3.00%. At June 30, 2014, the outstanding amount due was \$328,846.

The calculation of the present value of the future lease payments is as follows:

<u>Year Ending June 30</u>	
2015	\$ 91,872
2016	91,872
2017	91,872
2018	<u>76,562</u>
Subtotal	352,178
Less: Amount representing interest	<u>(23,332)</u>
Total	<u><u>\$ 328,846</u></u>

Note 7: Long-Term Debt Obligations (Continued)

Advances from the Successor Agency

During the formation of Community Facilities District CFD 2000-01 (District), a number of meetings were held with property owners within the proposed boundaries to discuss participation in the District and benefits to their property. As a result of those meetings, the approved boundary map was modified at the landowners' request to exclude certain properties from the District boundaries. Property owners that were excluded from the District boundaries, but will be receiving direct benefit from the improvements constructed by CFD 2001-01, were advised that reimbursement would be required when their properties are developed. The Redevelopment Agency advanced the pro-rata share for properties that will receive benefit from the improvements, but are not participating in the District. At June 30, 2014, the advance was \$3,953,624.

Claims and Judgments Payable

The City's liability regarding self insurance is described in Note 12 of the Notes to Financial Statements. The liability will be paid as it becomes due by the General Fund and the Fire District Fund.

Accrued Employee Benefits

The City's policies relating to compensated absences are described in Note 1 of the Notes to Financial Statements. The liability will be paid in future years by the General Fund and the Fire District Fund as it becomes due.

Note 8: Other Special Obligations

The following issues of Residential Mortgage Revenue Bonds, Special Assessment District Bonds, and Community Facility District Bonds are not reflected in the Statement of Net Position because these are special obligations payable solely from and secured by specific revenue sources described in the resolutions and official statements of the respective issues. Neither the faith and credit nor the taxing power of the City, the State of California or any political subdivision thereof, is pledged for the payment of these bonds.

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 8: Other Special Obligations (Continued)

The outstanding amounts at June 30, 2014, were as follows:

	Outstanding Amount at June 30, 2014
City of Rancho Cucamonga:	
Assessment District 93-1	\$ 1,615,000
Community Facilities District No. 93-3	2,120,000
Community Facilities District No. 88-2	1,295,000
Community Facilities District No. 2000-01	555,000
Community Facilities District No. 2000-02	4,861,000
Community Facilities District No. 2000-03	8,575,000
Community Facilities District No. 2001-01 Series A	8,407,000
Community Facilities District No. 2001-01 Series B	772,000
Community Facilities District No. 2003-01 Series A	14,170,000
Community Facilities District No. 2003-01 Series B	2,784,000
Community Facilities District No. 2004-01	34,384,000
Community Facilities District No. 2006-01	5,150,000
Community Facilities District No. 2006-02	2,630,000
Rancho Cucamonga Redevelopment Agency:	
Multi-Family Housing Revenue Bond:	
Series 1997A	<u>2,516,287</u>
Total	<u>\$ 89,834,287</u>

Subsequent to June 30, 2014, the Community Facilities District No. 93-3 and Community Facilities District No. 88-2 obligations were paid off.

IV. OTHER INFORMATION

Note 9: Pension Plan Obligations

a. City Miscellaneous Plan

Plan Description

The City of Rancho Cucamonga contributes to the California Public Employees Retirement System (PERS), an agent multiple-employer public employee defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by state statute and City ordinance. Copies of PERS' annual financial report may be obtained from its executive office: 400 P Street, Sacramento, California 95814.

Note 9: Pension Plan Obligations (Continued)

Funding Policy

Participants are required to contribute from 6.5% to 8% of their annual covered salary. The City makes the contributions required of employees on their behalf and for their account for the majority of its employees. The City is required to contribute an actuarially determined rates. The current rate as a percentage of annual covered payroll is 13.346%. Part-time and certain full-time members have been making contributions toward their retirement cost up to 8% based on their benefit formula. The detailed rates of plan members' contributions toward their retirement cost can be requested from the City's Finance Department. The contribution requirements of plan members and the City are established and may be amended by PERS.

Annual Pension Cost (APC) and Net Pension Obligation

For the year ended June 30, 2014, the City's annual pension cost of \$5,533,631 was equal to the City's required and actual contributions. The required contribution was determined as part of the June 30, 2011, actuarial valuation using the entry age normal actuarial cost method.

A summary of principle assumptions and methods used to determine the APC is shown below:

Valuation Date	June 30, 2011
Actuarial Cost Method	Entry Age Normal Cost Method
Amortization Method	Level Percent of Payroll
Average Remaining Period	25 years as of the Valuation Date (Closed Period)
Asset Valuation Method	15-Year Smoothed Market
Actuarial Assumptions:	
Investment Rate of Return	7.50% (net of administrative expenses)
Projected Salary Increases	3.30% to 14.20% depending on age, service and type of employment
Inflation	2.75%
Payroll Growth	3.00%
Individual Salary Growth	A merit scale varying by duration of employment coupled with an assumed annual inflation component of 2.75% and an annual production growth of 0.25%.

Initial unfunded liabilities are amortized over a closed period that depends on the Plan's date of entry into CalPERS. Subsequent plan amendments are amortized as a level percent of pay over a closed 20-year period. Gains and losses that occur in the operation of the plan are amortized over a rolling period, which results in an amortization of about 6% of unamortized gains and losses each year. If the Plan's accrued liability exceeds the actuarial value of plan assets, then the amortization payment on the total unfunded liability may not be lower than the payment calculated over a 30-year amortization period.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014
Note 9: Pension Plan Obligations (Continued)
 Three-Year Trend Information for PERS - City
 (Amounts in Thousands)

Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligations
6/30/2012	\$ 5,946	100%	\$ -
6/30/2013	5,375	100%	-
6/30/2014	5,534	100%	-

 Schedule of Funding Progress for PERS
 Miscellaneous Plan of the City of Rancho Cucamonga
 (Amounts in Thousands)

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Liability (AAL) Entry Age	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
6/30/2011	\$ 121,597	\$ 138,584	\$ (16,987)	87.7 %	\$ 27,988	60.7 %
6/30/2012	130,416	148,367	(17,951)	87.9 %	27,531	65.2 %
6/30/2013	124,364	157,913	(33,549)	78.8 %	26,911	124.7 %

Fire District's Miscellaneous and Safety Plan**Plan Description**

The Fire District contributes to the California Public Employees Retirement System (PERS), a cost-sharing multiple-employer defined benefit pension plan. PERS provides retirement, disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by state statute and City ordinance. Copies of PERS annual financial report may be obtained from their executive office: 400 P Street, Sacramento, California 95814.

Funding Policy

Participants are required to contribute 8% and 9% of their annual covered salary for miscellaneous and safety employees, respectively. The Fire District makes the contributions required of employees on their behalf and for their account for the majority of its employees. The Fire District is required to contribute at an actuarially determined rate. The current rate as a percentage of annual covered payroll ranges from 6.250% to 14.660% for miscellaneous employees and from 11.500% to 26.149% for safety employees. The employer contribution depends on the benefit formula of the plan member. Some plan members have been making contribution toward their retirement cost up to 11.5% based on their benefit formula. The detailed rates of plan members' contributions toward their retirement cost can be requested from the City's Finance Department. The contribution requirements of plan members and the District are established and may be amended by PERS.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 9: Pension Plan Obligations (Continued)

Annual Pension Cost (APC)

For the year ended June 30, 2014, the Fire District's annual pension cost for the miscellaneous and safety employees of \$3,948,154 was equal to the Fire District's required and actual contributions. The required contribution was determined as part of the June 30, 2011, actuarial valuation using the entry age normal actuarial cost method.

Three-Year Trend Information for PERS - Fire District
 (Amounts in Thousands)

Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligations
6/30/2012	\$ 4,097	100%	\$ -
6/30/2013	3,661	100%	-
6/30/2014	3,948	100%	-

Note 10: PARS Retirement Enhancement Plan

Plan Description

The City of Rancho Cucamonga sponsors the PARS Retirement Enhancement Plan, a agent multiple-employer defined benefit pension plan. The Plan provides pension benefits to miscellaneous members (Tier 1) and city council members (Tier 2). Benefits are equal to a percentage of highest pay multiplied by years of service, with the percentage varying by retirement age based on a 3% at 60 target offset by CalPERS 2.5% at 55 formula. Sample rates are as follows:

Age	Tier 1
55	0.000%
56	0.100
57	0.200
58	0.300
59	0.400
60+	0.500

The City and the Fire District have the right to amend, modify or terminate the plan at any time. Separate audited financial statements are not prepared.

Benefits are increased by a 2% annual cost of living adjustment after retirement. There are no employee contributions for either tier.

Funding Policy

The City's funding policy is to contribute the annual required contribution. The annual required contribution equals the sum of the normal cost and the amortization of the unfunded actuarial accrued liability.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 10: PARS Retirement Enhancement Plan (Continued)**Annual Pension Cost (APC)**

Government Accounting Standards Board Statement No. 27 (Statement 27) requires that the City determine the plan's annual pension cost based on the most recent actuarial valuation. The annual pension cost equals the plan's annual required contribution, adjusted for historical differences between the annual required contribution and amounts contributed. The actuary has determined the City's annual required contribution equal to the sum of (a) normal cost, and (b) amortization of the unfunded actuarial accrued liability.

For the year ending June 30, 2014, the City's annual required contribution was \$483,000. The City contributed \$500,677. The required contribution was based on the June 30, 2010, actuarial valuation using the entry age normal (level percentage of pay) actuarial cost method. The actuarial assumptions included 6.25% investment return (net of administrative expenses) and a general inflation rate of 3%. The prepaid PARS obligation is being amortized over a 20 year closed period.

Annual required contribution (ARC)	\$ 483,000
Interest in net PARS asset	(275,357)
Adjustment to ARC	<u>596,476</u>
Annual PARS cost	804,119
Contribution made	<u>500,677</u>
Decrease/(Increase) in net PARS asset	303,442
Net PARS obligation (asset) June 30, 2013	<u>(7,867,329)</u>
Net PARS obligation (asset) June 30, 2014	<u>\$ (7,563,887)</u>

The following table provides 3 years of historical information of the Annual Pension Cost:

Three-Year Trend Information - PARS (Amount in Thousands)			
Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation (Asset)
6/30/2012	\$ 1,299	73%	\$ (8,390)
6/30/2013	1,340	61%	(7,867)
6/30/2014	804	62%	(7,564)

Schedule of Funding Progress
 PARS Retirement Enhancement Plan
 (Amounts in Thousands)

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded		Covered Payroll	UAAL as a % of Covered Payroll
			Actuarial Accrued Liability	Funded Ratio		
6/30/2010	\$ 9,052	\$ 17,961	\$ 8,909	50.4%	\$ 27,663	32.2%
6/30/2012	21,930	19,447	(2,483)	112.8%	25,078	-9.9%
6/30/2014	27,721	23,956	(3,765)	115.7%	24,517	-15.4%

Actuarial valuation is performed every other year.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 11: Other Post-Employment Benefits**Plan Description**

The City does not provide post-employment benefits; however, medical coverage is provided to Fire District personnel and their dependents upon retirement under the Rancho Cucamonga Fire Protection District Memorandum of Understanding. The Fire District provides other post-employment benefits (OPEB) through the California Employers' Retiree Benefit Trust (CERBT), an agent multiple-employer defined benefit healthcare plan administered by the California Public Employees' Retirement System (CalPERS). For Tier 1 employees, the Fire District pays 100% of the medical insurance premium for the participant and their family. For Tier 2 employees, the Fire District contributes a predetermined monthly maximum of \$97-\$101 for each eligible retiree towards health insurance. These benefits are provided per contract between the Fire District and the employee associations. Separate financial statements for the CERBT may be obtained by writing to CalPERS at Lincoln Plaza North 400 Q Street, Sacramento, California 95814 or by visiting the CalPERS website at www.calpers.ca.gov.

Funding Policy

The contribution requirements of plan members and the Fire District are established and may be amended by the Fire District, City Council and/or the employee associations. Currently, contributions are not required from plan members. During fiscal year 2013-2014, the City paid \$834,616 in premium for retiree insurance and was reimbursed \$335,616 from the CERBT. The following table shows the components of the Fire District's annual OPEB cost for the year, the amount actually contributed to the plan, and the change in the net OPEB obligation (asset):

Annual required contribution (ARC)	\$ 499,000
Interest in net OPEB asset	(1,069,069)
Adjustment to ARC	<u>1,327,204</u>
Annual OPEB cost	757,135
Contribution made	834,616
Reimbursement of contribution made	<u>(335,616)</u>
Decrease/(Increase) in net OPEB asset	258,135
Net OPEB obligation (asset) June 30, 2013	<u>(16,447,210)</u>
Net OPEB obligation (asset) June 30, 2014	<u><u>\$ (16,189,075)</u></u>

The contribution rate of 1.8% is based on the ARC of \$499,000, an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis is projected to cover the annual normal cost and the amortization of unfunded actuarial liabilities (or funding excess) over a thirty year period.

Annual OPEB Costs and Net OPEB Obligation (Asset)

The City implemented the provision of GASB Statement 45 in fiscal year ended June 30, 2009. Information on the annual OPEB cost, percentage of annual OPEB cost contributed, and net OPEB obligation is available for the fiscal year ended June 30, 2009, and thereafter.

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 11: Other Post-Employment Benefits (Continued)

Three Year Trend Information - OPEB				
Fiscal Year End	Annual OPEB Cost	Actual Contribution (Net of Adjustments)	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
6/30/2012	\$ 400,268	\$ 817,882	204.3%	\$ (17,311,033)
6/30/2013	1,366,824 *	503,001	36.8%	(16,447,210)
6/30/2014	757,135	499,000	65.9%	(16,189,075)

* Amount was adjusted for contribution reimbursements.

Funded Status and Funding Progress

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

Schedule of Funding Progress Other Post-Employment Benefits (Amounts in Thousands)						
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	UAAL as a Percent of Covered Payroll
6/30/2009	\$ 2,798	\$ 17,561	\$ 14,763	15.9%	\$ 8,021	184.1%
6/30/2011	21,547	22,544	997	95.6%	8,601	11.6%
6/30/2013	23,854	23,634	(220)	100.9%	9,589	-2.3%

Actuarial valuation is performed every other year.

Actuarial Methods and Assumptions

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

In the June 30, 2013, actuarial valuation, the entry age normal level percentage of pay actuarial cost method was used. The actuarial assumptions include a 6.50% discount rate of return, which is a blended rate of the expected long-term investment return on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, an inflation rate of 3%, projected salary increase of

Note 11: Other Post-Employment Benefits (Continued)

3.25% and annual healthcare cost trend rate of between 4.5% and 9.4%. The actuarial value of assets is set equal to the reported market value of assets. The UAAL is being amortized as a level percentage of payroll over a 25-year fixed (closed) period for initial UAAL from June 30, 2014, (fresh start). The number of active and retiree participants is 112 and 55 respectively.

Note 12: Summary Disclosure of Self-Insurance Contingencies

City Disclosure of Self-Insurance Contingencies

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the Member Entity obtains insurance coverage.

The City is a member of the Public Agency Risk Sharing Authority of California-PARSAC (Authority), a joint powers authority, which provides joint protection programs for public entities covering automobile, general liability, errors and omission losses, workers' compensation, and property claims. Under the program, the City has a \$500,000 retention limit for liability, which is similar to a deductible, with the Authority being responsible for losses above that amount up to \$1,000,000. The Authority carries an excess commercial liability policy of \$34,000,000 in excess of its \$1,000,000 retention limit to cover losses through affiliated risk management authorities. The Authority also provides one billion dollars aggregate per occurrence property coverage to its members with such coverage provided by purchased insurance.

Liabilities of the City are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate.

The City has a \$300,000 retention limit for workers compensation. The Authority covers workers' compensation claims in excess of the \$300,000 retention limit up to \$500,000. The Local Agency Workers Compensation Excess Pool provides excess coverage to statutory limits. The City pays an annual premium to the Authority and may share in any surplus revenues or may be required to pay additional assessments based upon the Authority's operating results. Financial statements of the Public Agency Risk Sharing Authority of California (PARSAC) may be obtained from its administrative office located at 1525 Response Road, Suite One, Sacramento, California, 95815; www.parsac.org or by calling (916) 927-7727.

Fire District Disclosure of Self Insurance Contingencies

For general liability, the Fire District is covered through the Fire Agencies Insurance Risk Authority (FAIRA) on each general liability claim up to \$1,000,000. The liability deductible is \$0, except \$5,000 for Management Liability claims, \$3,000 for auto claims and \$5,000 for property claims. The insurance coverage in excess of the \$1,000,000, up to \$10,000,000, is provided by American Alternative Insurance Corporation.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 12: Summary Disclosure of Self-Insurance Contingencies (Continued)

Effective, June 29, 1989, the Fire District became a member of FAIRA, a public entity risk pool currently operating as a common risk management and insurance program for 99 California Fire Protection Districts. The Fire District pays an annual premium to the pool for its excess general liability insurance coverage. The agreement for information of FAIRA provides that the pool will be self-sustaining through member premiums.

FAIRA publishes its own financial report for the year ended June 30, 2014, which can be obtained from the Fire Agencies Insurance Risk Authority, Novato, California.

For workers compensation, the Fire District is self-insured for the first \$300,000 on each workers compensation claim as a member of the Public Agency Self-Insurance System (PASIS) of San Bernardino County. The insurance coverage in excess of the self-insured amount is provided by the California State Association of Counties Excess Insurance Authority (CSAC-EIA).

Effective, July 1, 2002, the Fire District became a member of CSAC-EIA, a public entity risk pool currently operating as a common risk management and insurance program for 145 California cities, counties, school districts, municipal services organizations, and joint power authorities. The Fire District pays an annual premium to the pool for its excess workers compensation insurance coverage. The agreement for information of the CSAC-EIA provides that the pool will be self-sustaining through member premiums. CSAC-EIA publishes its own financial report for the year ended June 30, 2014, which can be obtained from the California State Association of Counties Excess Insurance Authority, Moraga, California.

Workers compensation claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. The Fire District funds all claims payable, including those incurred, but not reported, in the yearly deposit it pays to PASIS.

There have been no significant changes in insurance coverage from the prior year. During the past three fiscal years, the amount of settlements has not exceeded the amount of insurance coverage.

The City and the Fire District are involved in litigation arising in the normal course of business. Although the legal responsibility and financial impact with respect to such litigation cannot be presently ascertained, based on information from the service agent and others involved with the administration of the programs, the City believes that the self-insurance commitment of \$7,583,333 is adequate to cover such losses.

The following is a summary of the changes in the claims liability over the past two fiscal years for the City and the Fire District combined:

Fiscal Year	Beginning Balance	Current Year Claims and Changes in Estimates	Claim Payments	Ending Balance
2012-2013	\$ 4,077,504	\$ 1,230,832	\$ (1,545,654)	\$ 3,762,682
2013-2014	3,762,682	2,297,600	(1,881,252)	4,179,030

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 13: Commitments and Contingencies

The following schedule summarizes the major contractual commitments by funds as of June 30, 2014:

Fund / Project Name	Contract Amount	Expenditures to date as of June 30, 2014	Remaining Commitments
General Fund			
Contract Network Services	\$ 116,160	\$ 13,200	<u>\$ 102,960</u>
Air Quality Improvement			
CNG Fuel Station Expansion Project	219,975	-	<u>219,975</u>
Drainage Facilities			
Ramona Ave Storm Drain/Pavement Rehab	582,068	-	<u>582,068</u>
San Sevaine/Etiwanda Drainage			
Wilson Ave Street Extension/Rehab	495,000	-	<u>495,000</u>
Transportation			
Baseline @ I-15 Freeway Interchange	750,129	280,962	469,167
Wilson Ave Street Extension/Rehab	168,300	44,085	124,215
Wilson Ave Street Extension/Rehab	1,851,820	26,978	1,824,842
Wilson Ave Street Extension/Rehab	222,223	-	222,223
Traffic Management Center Upgrade	152,265	-	152,265
Baseline @ I-15 Freeway Interchange	242,012	-	<u>242,012</u>
			<u>3,034,724</u>
Landscape Maintenance Districts			
Install Play Equipment Coyote Canyon Park	150,000	-	<u>150,000</u>
Gas Tax			
Illuminated Street Name Sign Replacement	100,000	-	100,000
Street Pavement Rehab	1,043,602	910,472	133,130
Ramona Ave Storm Drain/Pavement Rehab	295,305	-	295,305
Hermosa Ave Pavement Rehab	196,977	-	<u>196,977</u>
			<u>725,412</u>
Measure I			
Wilson Ave Street Extension/Rehab	307,000	-	307,000
ADA Ramps	191,462	-	<u>191,462</u>
			<u>498,462</u>
Citywide Infrastructure Improvement			
Wilson Ave Street Extension/Rehab	138,500	-	138,500
Baseline @ I-15 Freeway Interchange	227,955	-	<u>227,955</u>
			<u>366,455</u>
Municipal Utility			
Arrow Route Electric Distribution Line Extension	1,973,645	289,012	<u>1,684,633</u>
Equipment and Vehicle Replacement			
Urban Forestry Aerial Chipper Truck	126,583	-	126,583
CNG Fuel Station Expansion Project	219,975	-	<u>219,975</u>
			<u>346,558</u>
Fire District			
Vehicle Exhaust Removal System Replacement	393,291	-	393,291
Tractor Drawn aerial Ladder Truck	1,171,494	-	<u>1,171,494</u>
			<u>1,564,785</u>
			<u>\$ 9,771,032</u>

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency

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

The Bill provides that upon dissolution of a redevelopment agency, either the city or another unit of local government will agree to serve as the “successor agency” to hold the assets until they are distributed to other units of state and local government. On January 11, 2012, the City elected to become the Successor Agency for the former redevelopment agency in accordance with the Bill as part of City resolution number 12-001.

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

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

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

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

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

a. Cash and investments

Cash and investments reported in the accompanying financial statements consisted of the following:

Cash and investments pooled with the City	\$ 38,482,198
Cash and investments with fiscal agent	<u>25,394,840</u>
	<u>\$ 63,877,038</u>

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

b. Loans Receivable

Notes and loans receivables consist of the following at June 30, 2014:

On July 21, 2003, the Agency entered into a Disposition and Developer Agreement with Victoria Gardens, LLC. The Agency conveyed 147 acres generally located north of Foothill Boulevard, west of the I-15 Freeway and east of Day Creek Road in the City of Rancho Cucamonga in order for the Developer to construct an open air mixed use complex. The Agency conveyed the site to the Developer upon the execution of a promissory note to pay a cumulative sum of \$13,000,000 to the Agency over a term of thirty (30) years. The note stipulates the following payment structure: (1) the Developer shall make annual payments to the Agency equal to the amount required to amortize the excess return at the Agency's cost of funds; (2) the Developer shall pay the Agency fifteen percent (15%) of the difference between the net sale proceeds and the higher of the project cost, or the initial gross proceeds of any loan; and (3) the Developer shall pay the Agency fifteen percent (15%) of any positive net refinance proceeds. As of June 30, 2014, the outstanding balance was \$12,291,229.

c. Capital Assets

An analysis of capital assets as of June 30, 2014, follows:

	Beginning Balance	Increases	Decreases	Transfers to the City *	Ending Balance
Capital assets, not being depreciated:					
Land	\$ 9,103,104	\$ -	\$ -	\$ (2,594,263)	\$ 6,508,841
Construction-in-progress	7,108,791	548,209	-	-	7,657,000
Total Capital Assets, Not Being Depreciated	16,211,895	548,209	-	(2,594,263)	14,165,841
Capital assets, being depreciated:					
Building improvements	41,340,841	-	-	-	41,340,841
Improvement other than buildings	1,059,893	-	-	-	1,059,893
Equipment and vehicles	10,079,869	-	104,683	-	9,975,186
Furniture and fixtures	1,393,069	-	-	-	1,393,069
Intangible	51,974	-	-	-	51,974
Total Capital Assets, Being Depreciated	53,925,646	-	104,683	-	53,820,963
Less accumulated depreciation:					
Building improvements	6,644,949	1,065,839	-	-	7,710,788
Improvement other than buildings	121,757	52,995	-	-	174,752
Equipment and vehicles	8,174,464	401,286	104,683	-	8,471,067
Furniture and fixtures	1,231,150	115,841	-	-	1,346,991
Intangible	43,420	3,465	-	-	46,885
Total Accumulated Depreciation	16,215,740	1,639,426	104,683	-	17,750,483
Total Capital Assets, Being Depreciated, Net	37,709,906	(1,639,426)	-	-	36,070,480
Business-Type Activities Capital Assets, Net	\$ 53,921,801	\$ (1,091,217)	\$ -	\$ (2,594,263)	\$ 50,236,321

* As a result of the dissolution of the former Redevelopment Agency, land in the amount of \$2,594,263 was transferred to the City after review by the Oversight Board and approval of the California Department of Finance.

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

d. Long-Term Debt

A description of long-term debt outstanding (excluding defeased debt) of the Successor Agency as of June 30, 2014, follows:

	Balance July 1, 2013	Additions	Repayments	Outstanding June 30, 2014	Due Within One Year
Bonds:					
Tax Allocation Refunding Bonds - 1999 Issue	\$ 28,020,000	\$ -	\$ 2,915,000	\$ 25,105,000	\$ 3,065,000
Tax Allocation Bonds 2001 Issue	71,750,000	-	10,000	71,740,000	15,000
Tax Allocation Bonds 2004 Issue	136,470,000	-	4,405,000	132,065,000	4,620,000
Tax Allocation Bonds 2007 Issue A & B	140,170,000	-	3,070,000	137,100,000	3,230,000
Total Bonds	376,410,000	-	10,400,000	366,010,000	10,930,000
Developer Loans:					
Price Club/Costco	7,976,246	182,771	55,540	8,103,477	-
Bank of New York	10,727,351	-	468,194	10,259,157	510,204
Total Developer Loans	18,703,597	182,771	523,734	18,362,634	510,204
Advances from City	9,521,227	-	-	9,521,227	-
Total	\$ 404,634,824	\$ 182,771	\$ 10,923,734	393,893,861	\$ 11,440,204
			Unamortized bond premium	3,990,998	
			Total	\$ 397,884,859	

Tax Allocation Bonds

- Rancho Cucamonga Redevelopment Agency, Rancho Development Project, 1999 Tax Allocation Refunding Bonds, \$54,945,000.** These bonds are dated August 30, 1999, and were issued in order to finance a portion of the Agency's Rancho Development Project, to currently refund the outstanding principal balance of \$47,715,000 of the Rancho Development Project 1990 Tax Allocation Bonds and to fund redevelopment activities. Interest is payable semi-annually on March 1 and September 1, of each year commencing March 1, 2000. The bonds mature in annual installments ranging from \$1,880,000 to \$4,165,000 starting September 1, 2000 to September 1, 2020, and bear interest ranging from 4.25% to 5.25%.

The bonds maturing before September 1, 2009, are not subject to call and redemption prior to their stated maturities. Bonds maturing on or after September 1, 2011, are subject at the option of the Agency, to redemption, in whole or in part, by lot, prior to their stated maturities on any date, commencing September 1, 2009. The bonds maturing on September 1, 2020, are subject to mandatory redemption in part from sinking account installments on September 1, 2015, and on each September 1 thereafter, up to and including September 1, 2020.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

Tax Revenues, except as provided below, are pledged in their entirety to the payment of principal and interest, and redemption premium if any, on the bonds listed above and are referred to in the applicable series resolutions, as "Pledged Tax Revenues." Pledged Tax Revenues do not include that portion of Tax Revenues derived from the Project Area which are required by Section 33334.2 of the Redevelopment Law to be set aside by the Agency in a separate low and moderate income housing fund and be used for the purpose of increasing and improving the community's supply of low and moderate income housing. Pledged Tax Revenues also do not include that portion of tax revenues derived from the Project Area which are required to be used by the Agency in accordance with the provisions of certain agreements entered into by the Agency. The Agency has entered into cooperative agreements with taxing agencies affected by the Redevelopment Project. Such agreements have been entered into with: a) the Chino Basin Municipal Water District, b) the County of San Bernardino on behalf of the County Free Library and the San Bernardino County Flood Control District, c) the Cucamonga County Water District, d) the Foothill Fire Protection District, and e) various school districts located within the project area. Under the terms of these agreements, the Agency has agreed that certain tax revenues attributable to those areas and which are allocated to the Agency pursuant to Section 33670(b), shall be pledged by the Agency to make certain cash payments or in lieu of contributions to each affected taxing agency. Such payments are to be made from tax revenues allocated to the Agency. Pledged Tax Revenues also do not include interest income on the various funds and accounts created by the series resolutions. Any such investment income is available to the Agency to meet debt service payments on the bonds but is not specifically pledged therefore.

In addition to providing for the pass-through of tax revenue to the County Free Library and the San Bernardino County Flood Control District, the agreement between the Agency and the County of San Bernardino also provides that tax revenues, which would have been allocated to the County had not the Redevelopment Plan been adopted, will be fully allocated to the Agency until fiscal year 1998-1999. The agreement, however, further provides that the Agency must use such tax revenues for the development of certain regional facilities, as agreed to between the County and the Agency. The Agency anticipates satisfying this regional facilities requirement with certain previously received bond proceeds. The balance at June 30, 2014, amounted to \$25,105,000.

The following schedule illustrates the debt service requirements to maturity for the 1999 Tax Allocation Refunding Bonds as of June 30, 2014:

	Principal	Interest
	<u> </u>	<u> </u>
2014-2015	\$ 3,065,000	\$ 1,235,258
2015-2016	3,210,000	1,072,838
2016-2017	3,385,000	899,719
2017-2018	3,570,000	717,150
2018-2019	3,755,000	524,869
2019-2021	8,120,000	431,813
	<u> </u>	<u> </u>
Total	<u>\$ 25,105,000</u>	<u>\$ 4,881,647</u>

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

2. **Rancho Cucamonga Redevelopment Agency, Rancho Development Project, 2001 Tax Allocation Bonds, \$74,080,000.** These bonds are dated August 7, 2001, and were issued in order to finance a portion of the Agency's Rancho Development Project and to pay certain costs of issuance of the bonds. Interest is payable semi-annually on March 1 and September 1 of each year commencing March 1, 2002. The bonds mature in annual installments from \$10,000 to \$11,540,000 from September 1, 2002 to September 1, 2030, and bear interest ranging from 3.000% to 5.125%.

The bonds maturing before September 1, 2011, are not subject to call and redemption prior to their stated maturities. The bonds maturing on or after September 1, 2012, are subject, at the option of the Agency to redemption, in whole or in part, by lot, prior to their stated maturities on any date, commencing September 1, 2011, among maturities at the discretion of the Agency and by lot within a maturity upon payment, from any source of funds available, of the principal amount and accrued interest payable thereon, without premium.

Tax Revenues, except as provided below, are pledged in their entirety to the payment of principal, interest and redemption premium, if any, on the bonds listed above and are referred to in the applicable series resolutions as "Pledged Tax Revenues." Pledged Tax Revenues do not include that portion of Tax Revenues derived from the Project Area which are required by Section 33334.2 of the Redevelopment Law to be set aside by the Agency in a separate low and moderate income housing fund and be used for the purpose of increasing and improving the community's supply of low and moderate income housing. Pledged Tax Revenues also do not include that portion of tax revenues derived from the Project Area which are required to be used by the Agency in accordance with the provisions of certain agreements entered into by the Agency.

The Agency has entered into cooperative agreements with taxing agencies affected by the Redevelopment Project. Such agreements have been entered into with: a) the Chino Basin Municipal Water District, b) the County of San Bernardino on behalf of the County Free Library and the San Bernardino County Flood Control District, c) the Cucamonga County Water District, d) the Foothill Fire Protection District, and e) various school districts located within the project area. Under the terms of these agreements, the Agency has agreed that certain tax revenues attributable to those areas and which are allocated to the Agency pursuant to Section 33670 (b), shall be pledged by the Agency to make certain cash payments or in lieu of contributions to each affected taxing agency. Such payments are to be made from tax revenues allocated to the Agency. Pledged Tax Revenues also do not include interest income on various funds and accounts created by the series resolutions.

Any such investment income is available to the Agency to meet debt service payments on the bonds, but is not specifically pledged therefore. The balance at June 30, 2014, amounted to \$71,740,000.

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

The following schedule illustrates the debt service requirements to maturity for the 2001 Tax Allocation Bonds as of June 30, 2014:

	<u>Principal</u>	<u>Interest</u>
2014 - 2015	\$ 15,000	\$ 3,717,619
2015 - 2016	15,000	3,716,869
2016 - 2017	15,000	3,716,119
2017 - 2018	15,000	3,715,369
2018 - 2019	15,000	3,714,619
2019 - 2024	1,840,000	18,430,719
2024 - 2029	47,305,000	12,122,497
2029 - 2031	<u>22,520,000</u>	<u>1,168,500</u>
Total	<u>\$ 71,740,000</u>	<u>\$ 50,302,311</u>

3. **Rancho Cucamonga Redevelopment Agency, Rancho Redevelopment Project, 2004 Tax Allocation Bonds, \$165,680,000.** These bonds are dated March 1, 2004, and were issued in order a.) to refund and defease the Agency's \$52,225,000 outstanding principal amount Rancho Redevelopment Project 1994 Tax Allocation Refunding Bonds, and b.) to fund redevelopment activities. The issue consists of \$109,690,000 Serial Bonds with maturities beginning September 1, 2005 through September 1, 2025, \$12,210,000 Term Bonds due September 1, 2028, bearing interest at 4.45% per annum and \$43,780,000 Term Bonds due September 1, 2032, bearing interest at 4.50% per annum. Interest is payable semi-annually on March 1 and September 1 of each year commencing September 1, 2004. The Serial Bonds mature in annual installments ranging from \$2,950,000 to \$10,955,000 starting September 1, 2005 to September 1, 2025, and bearing interest ranging from 2.00% to 5.00%.

Bonds maturing on or before September 1, 2014, are not subject to call and redemption prior to their stated maturities. Bonds maturing on or after September 1, 2015, are subject, at the option of the Agency, to redemption in whole or in part, prior to their stated maturities on any date, commencing September 1, 2014. The bonds maturing on September 1, 2028 and September 1, 2032, are subject to mandatory redemption in part from sinking account installments on September 1, 2026 and September 1, 2029, respectively, and on each September 1 thereafter, at a redemption price equal to 100% of the principal amount plus accrued interest, if any, to the redemption date, without premium.

Tax Revenues, except as provided below, are pledged in their entirety to the payment of principal, interest and redemption premium, if any, on the bonds listed above and are referred to in the applicable series resolutions as "Pledged Tax Revenues." Pledged Tax Revenues do not include that portion of Tax Revenues derived from the Project Area which are required by Section 33334.2 of the Redevelopment Law to be set aside by the Agency in a separate low and moderate income housing fund and be used for the purpose of increasing and improving the community's supply of low and moderate income housing. Pledged Tax Revenues also do not include that portion of tax revenues derived from the Project Area which are required to be used by the Agency in accordance with the provisions of certain agreements entered into by the Agency.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014
Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

The Agency has entered into cooperative agreements with taxing agencies affected by the Redevelopment Project. Such agreements have been entered into with a.) the Chino Basin Municipal Water District, b.) the County of San Bernardino on behalf of the County Free Library and the San Bernardino County Flood Control District, c.) the Cucamonga County Water District, d.) the Foothill Fire Protection District, and e.) various school districts located within the project area. Under the terms of these agreements, the Agency has agreed that certain tax revenues attributable to those areas and which are allocated to the Agency pursuant to Section 33670 (b), shall be pledged by the Agency to make certain cash payments or in lieu of contributions to each affected taxing agency. Such payments are to be made from tax revenues allocated to the Agency. Pledged Tax Revenues also do not include interest income on various funds and accounts created by the series resolutions. Any such investment income is available to the Agency to meet debt service payments on the bonds but is not specifically pledged therefore. The bonds are further secured by a financial guarantee insurance policy in the event of nonpayment of principal and/or interest.

The balance at June 30, 2014, amounted to \$132,065,000, plus unamortized bond premium of \$3,304,159.

The following schedule illustrates the debt service requirements to maturity for the 2004 Tax Allocation Bonds as of June 30, 2014:

	<u>Principal</u>	<u>Interest</u>
2014 - 2015	\$ 4,620,000	\$ 5,691,490
2015 - 2016	4,860,000	5,454,490
2016 - 2017	5,100,000	5,205,490
2017 - 2018	5,345,000	4,975,099
2018 - 2019	5,555,000	4,762,496
2019 - 2024	43,305,000	19,388,241
2024 - 2029	19,500,000	12,091,616
2029 - 2033	43,780,000	5,116,275
Total	<u>\$ 132,065,000</u>	<u>\$ 62,685,197</u>

4. **Rancho Cucamonga Redevelopment Agency, Rancho Redevelopment Project, Housing Set-aside Tax Allocation Bonds, Tax Exempt Series 2007A and Taxable Series 2007B. \$155,620,000.** In November 2007, the Rancho Cucamonga Redevelopment Agency issued \$73,305,000 Rancho Redevelopment Project Housing Set-Aside Tax Allocation Bonds Tax-Exempt Series 2007A and \$82,315,000 Rancho Redevelopment Project Housing Set-Aside Tax Allocation Bonds Taxable series 2007B to (a) refund and redeem the Agency's outstanding Rancho Redevelopment Project 1996 Housing Set-Aside Tax Allocation Bonds, (b) provide for the refunding and defeasance of the California Statewide Communities Development Authority Multifamily Housing Revenue Bonds, (c) extend set-aside and affordability restriction on 558 units within four apartment projects located in the City of Rancho Cucamonga pursuant to an Extended Affordability Agreement, and (d) finance other low and moderate income housing projects in or of benefit to the Project Area.

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

The Series A issue consists of \$29,950,000 in Serial bonds with maturities beginning September 1, 2008 through September 1, 2026, bearing interest ranging from 3.25% through 5.0%; and \$43,355,000 in Term bonds due September 1, 2034, bearing interest at 5%. The Series B issue consists of \$19,675,000 Term bonds due September 1, 2017, bearing interest at 5.529%; and \$62,640,000 Term bonds due September 1, 2031, bearing interest at 6.262%. Interest on both Series A and B bonds is payable semi-annually on March 1 and September 1 of each year, commencing March 1, 2008.

The Series A Bonds maturing on or before September 1, 2017, are not subject to call and redemption prior to maturity. The Series A Bonds maturing on or after September 1, 2018, will be subject to call and redemption prior to maturity at the option of the Agency, on or after September 1, 2017. The Taxable Series B Bonds are subject to optional redemption, on any date prior to their maturity.

The 2007 bonds are secured and payable from Tax Revenues on a subordinate basis with respect to a Loan Agreement dated as of December 15, 1997, between the Agency, Northtown Housing Development Corporation and Pacific Life Insurance Company (Loan Payable-Bank of New York) – the Senior Loan. The Indenture does not permit additional senior obligations. The Agency is permitted under the Indenture to incur additional obligations – Parity Bonds – secured by a pledge of Tax Revenues on a parity basis with the pledge of Tax Revenues to the 2007 Bonds. Tax Revenues which secure the 2007 Bonds consist solely of the Housing Set-Aside.

The balance at June 30, 2014, amounted to \$137,100,000 plus unamortized bond premium of \$686,839.

	Principal	Interest
2014 - 2015	\$ 3,230,000	\$ 7,727,206
2015 - 2016	3,390,000	7,253,473
2016 - 2017	3,565,000	7,375,282
2017 - 2018	3,750,000	6,890,735
2018 - 2019	3,955,000	6,961,474
2019 - 2024	23,365,000	30,252,858
2024 - 2029	33,845,000	22,522,991
2029 - 2034	50,305,000	9,614,126
2034 - 2035	11,695,000	225,101
Total	<u>\$ 137,100,000</u>	<u>\$ 98,823,246</u>

Developer Loans Payable

1. In December 1990, the Rancho Cucamonga Redevelopment Agency entered into a Disposition and Development Agreement with The Price Company (Developer). In accordance with this agreement the Agency executed a 23-year note in the amount of \$3,756,615. The note was issued to provide financing of certain redevelopment activities that included the acquisition of approximately 13 acres of land. The note bears interest at 9% per annum. The Agency shall pay the Developer quarterly payments amounting to 50% of taxes derived from the imposition of the Bradley Burns Uniform Local Sales and Use Tax Law commencing with Section 7200 of the

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

revenue and Taxation Code of the State of California, as amended, arising from all businesses and activities conducted on the Costco Parcel. The Note was renegotiated on July 18, 2002, as the Costco Note. The new loan principal of \$6,347,171 included accrued interest through that date. Debt Service Payments shall be made for a period of up to fourteen (14) Note Years, expiring on October 12, 2015, or until accrued interest and principal on this Note are paid in full, whichever occurs first. In the event that, at the expiration of the Payment Period, the sum of all Debt Service Payments actually made plus all accrued but then unpaid Debt Service Payments is not sufficient to fully discharge all principal, interest and other sums due under this Note by the expiration of the Payment Period, then, the unpaid balance of principal and accrued interest, if any, shall be deemed forgiven, provided the Agency has paid all amounts due hereunder through the expiration of the Payment Period. The balance at June 30, 2014, amounted to \$8,103,477.

2. On August 21, 1996, the Agency executed a note payable to Pacific Life Insurance Company (subsequently assigned to Bank of New York) in the amount of \$9,411,477. The proceeds of the note were paid directly to Northtown Housing Development Corporation for the development of the Northtown Housing project. The outstanding principal bears interest at 8.78% compounding semi-annually from the date of the note until paid. Interest was added to the principal on each March 15 and September 15 through March 15, 2002, amounting to \$4,210,264 in addition to principal. Commencing on September 15, 2002, both principal and interest shall be due and payable semi-annually on March 15 and September 15, of each year through March 2026. The balance at June 30, 2014, amounted to \$10,259,157.

The following schedule illustrates the debt service requirements to maturity as of June 30, 2014:

	<u>Principal</u>	<u>Interest</u>
2014 - 2015	\$ 510,204	\$ 889,796
2015 - 2016	555,984	844,016
2016 - 2017	605,871	794,129
2017 - 2018	660,233	739,767
2018 - 2019	719,475	680,525
2019 - 2024	4,689,645	2,310,355
2024 - 2029	2,517,745	282,255
Total	<u>\$ 10,259,157</u>	<u>\$ 6,540,843</u>

Advances from the City

During the prior fiscal years, the City of Rancho Cucamonga loaned the Rancho Cucamonga Redevelopment Agency funds for use in financing various projects with interest at 12% per annum. At June 30, 2014, the principal balance on these loans amount to \$9,521,227. Repayment of the advances from City is pending review and approval from the California Department of Finance.

Note 14: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

Pledged Revenue

The City pledged, as security for bonds issued, either directly or through the Financing Authority, a portion of tax increment revenue (including Low and Moderate Income Housing set-aside and pass through allocations) that it receives. The bonds issued were to provide financing for various capital projects, accomplish Low and Moderate Income Housing projects and to defease previously issued bonds. Assembly Bill 1X 26 provided that upon dissolution of the Redevelopment Agency, property taxes allocated to redevelopment agencies no longer are deemed tax increment but rather property tax revenues and will be allocated first to successor agencies to make payments on the indebtedness incurred by the dissolved redevelopment agency. Total principal and interest remaining on the debt is \$582,702,401 with annual debt service requirements as indicated above. For the current year, the total property tax revenue recognized by the City for the payment of indebtedness incurred by the dissolved redevelopment agency was \$19,336,372 and the debt service obligation on the bonds was \$29,000,235.

In July 1994, the Agency entered into an affordable housing Pledge Agreement with So Cal Housing which they could use to secure affordable housing units. In August 1996, the Agency approved Amendment No. 2 to the 1994 Original Pledge, to commit to pay approximately \$340,000 annually to the California Housing Finance Agency (CHFA) to benefit the required reserves for three affordable family housing developments up to November 2026. The balance of the commitment at June 30, 2014 is \$4,245,000.

e. Insurance

The Successor Agency is covered under the City of Rancho Cucamonga's insurance policies. Therefore, the limitation and self-insured retentions applicable to the City also apply to the Successor Agency. Additional information as to coverage and self-insured retentions can be found in Note 12.

f. Participation Agreements

In August 2005, the Agency entered into a real estate tax, sales tax, tax increment and business license tax participation agreement with Bass Outdoor World, LLC (Bass Pro), 80 VGL, LLC and 20 VGL, LLC (80 VGL, LLC and 20 VGL, LLC are collectively referred to as Landlord). Under the terms of the agreement, the Agency is required to make annual payments equal to one hundred percent (100%) of the tax increment revenues, sales tax revenues and business license tax paid during each year. However, Landlord has the priority for reimbursements of real estate taxes paid for each year prior to any payments being made to Bass Pro. The total amount paid to Landlord and Bass Pro shall not exceed \$1,100,000 in any given year. The agreement terminates in fiscal year 2032-2033. However, due to ERAF payment made, the agreement was extended to December 2034. During the year ended June 30, 2014, the Agency made payments totaling \$629,491.

Note 15: Net Position and Fund Balance Restatement

Beginning fund balance in the Fire District Fund has been restated by \$1,503,810 for to prior year funds received from the auditor-controller's office in error. The funds have been repaid. As a result, net position has been restated by the same amount.

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 16: Extraordinary Gain/Loss

During the year ended June 30, 2014, the Successor Agency transferred land held for resale to the City resulting in an extraordinary gain for the City and an extraordinary loss for the Successor Agency in the amount of \$937,996. This is now recorded as land at the City.

In addition, the Housing Successor of the City transferred land held for resale to the Successor Agency resulting in an extraordinary loss for the City and extraordinary gain for the Successor Agency in the amount of \$3,473,832.

Lastly, the Successor Agency transferred land to the City resulting in an extraordinary gain for the City and an extraordinary loss for the Successor Agency in the amount of \$2,594,263.

The net amount of the transferred land and land held for resale resulted in an extraordinary gain for the City and extraordinary loss for the Successor Agency in the amount of \$58,427.

Note 17: Subsequent Events

In February 2014, the Successor Agency entered into an Agreement with 7418 Archibald LLC for the purpose of developing 59 affordable senior housing units and one manager's unit. The Agency has committed approximately \$4.3 million of remaining 2007 Housing Tax Allocation bonds for the project. The use of the remaining 2007 Housing Bonds was approved by the State Department of Finance. On July 11, 2014, the Agency completed the first phase of implementation of the Agreement by purchasing two parcels located at 7418 Archibald and 7422 Archibald from the development in the amount of approximately \$2.4 million. The remaining balance of approximately \$2 million will be paid to the developer upon completion of the land entitlement process and the award of tax credits by the State.

On July 15, 2014, the Successor Agency of the Former Redevelopment Agency issued \$174.05 million Tax Allocation Refunding Bonds, Series 2014 to refund the outstanding balance of the Rancho Cucamonga Redevelopment Agency 1999 Tax Allocation Refunding Bonds, 2001 Tax Allocation Bonds, and 2004 Tax Allocation Bonds. The bonds mature in serial amounts through September 2032 and bear interest rates ranging from 3.00% to 5.00%.

On July 31, 2014, the City issued Community Facilities District No. 2000-03 (Rancho Summit) Tax Refunding Bonds, Series 2014 in an aggregate principal amount of \$8.2 million to defease and refund prior special tax bonds.

On September 2, 2014, the Successor Agency entered into a Purchase and Sale Agreement with a private developer for approximately 14 acres of land at the northwest corner of Base Line and Day Creek Boulevard for a purchase price of \$4,260,169. With the elimination of Redevelopment, when this property is sold, the proceeds will be distributed to all affected taxing agencies. The book value of this property is \$3,473,832.

On May 21, 2014, the Successor Agency approved a Compensation Agreement with the Rancho Cucamonga Fire Protection District to allow the transfer of the approximate 5 acre Cultural Center expansion site to the City of Rancho Cucamonga for a payment of \$1. The book value for this property is in the amount of \$4,905,912. At that same meeting, the Successor Agency directed staff to pursue obtaining Compensation Agreements with the other affected taxing entities to allow the transfer of the Cultural Center expansion site to the City of Rancho Cucamonga. The Compensation Agreements with all taxing entities were approved by the Oversight Board on September 29, 2014 and by the State Department of Finance on October 6, 2014. The title of the property is expected to be transferred to the City before June 30, 2015.

CITY OF RANCHO CUCAMONGA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 17: Subsequent Events (Continued)

A loan was entered into on September 26, 1994 between Northtown Housing Development Corporation and the Agency. It was modified in March 1996 to increase the principal amount of the loan to \$5,929,181. In October 2014, the Loan was modified as a result of a refinancing of the project in order to provide funding for significant rehabilitation improvements to the development. As a result of the refinancing, the term of the Loan and the affordability covenant for the affordable units was extended by 55 years beginning September 1, 2014. The term of the Loan will now terminate on September 1, 2069. The note carries the same interest rate and the original principal of \$5,929,181 remains the same.

REQUIRED SUPPLEMENTARY INFORMATION

THIS PAGE INTENTIONALLY LEFT BLANK

Budgetary Comparison Information

a. Budget Data

General Budget Policies

The annual budget adopted by the City Council provides for the general operation of the City. It includes proposed expenditures and the means of financing them. The City Council approves each year's budget submitted by the City Manager prior to the beginning of the new fiscal year. The Council conducts public hearings prior to its adoption, and when required during the period, also approves supplemental appropriations. There were several supplemental appropriations required during the year. A detailed mid-year review was conducted at which time a revised budget was adopted. There were no significant non-budgeted financial activities during the year.

The City Council may transfer funds between funds or activities set forth in the budget. The City Manager may transfer funds between line items within an appropriation as set forth in the budget and may transfer appropriations between activities within any fund. The level of budgetary control (that is the level at which expenditures cannot legally exceed the appropriated amount) is established at the department level within the General Fund and at the function level for Special Revenue Funds, Capital Project Funds and Debt Service Funds.

Basis of Budgeting

Budgets for governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP) except that for budgeting purposes only encumbrances are treated as expenditures. A reconciliation has been provided on the applicable schedule when the basis of budgeting differs from GAAP.

b. For the fiscal year 2013-2014, the following funds had no adopted annual budgets:

Housing Successor Fund
Proposition 84 – Park Bond Act
Used Oil Recycling Grant
AB 2928 Traffic Congestion Fund
Drink, Drive, Lose Grant
Henderson/Wardman Drainage
Federal Grant Fund – Drier
Senior Transportation Service
Assessment District 86-2
Public Library Bond Act – 2000
Etiwanda Equestrian Facility
CFD 2000-01 South Etwanda

These funds had no adopted budget due to the timing of the usage of these grants and capital project funds. Money will be budgeted as needed based on specific projects.

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
GENERAL FUND
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 100,126,503	\$ 100,126,503	\$ 100,126,503	\$ -
Resources (Inflows):				
Taxes	54,888,180	55,346,190	56,947,193	1,601,003
Licenses and permits	3,453,110	3,741,490	3,773,347	31,857
Intergovernmental	503,690	488,560	591,253	102,693
Charges for services	3,042,740	3,778,660	4,054,598	275,938
Use of money and property	737,200	1,037,520	1,550,481	512,961
Fines and forfeitures	1,023,740	1,159,900	1,160,217	317
Contributions	43,930	43,930	46,130	2,200
Miscellaneous	1,921,710	3,502,750	5,596,801	2,094,051
Transfers in	942,400	1,186,770	1,186,770	-
Proceeds from sale of capital asset	22,550	69,400	81,943	12,543
Amounts Available for Appropriations	166,705,753	170,481,673	175,115,236	4,633,563
Charges to Appropriations (Outflow):				
General government				
General overhead	1,911,060	2,660,900	2,326,208	334,692
Personnel overhead	471,790	1,040,030	1,082,004	(41,974)
City council	119,960	116,140	105,645	10,495
City manager	966,660	903,250	870,034	33,216
City clerk	1,990	2,000	1,827	173
Administrative services	235,140	231,840	222,554	9,286
Business licenses	294,640	288,020	284,434	3,586
City facilities	1,150,530	1,297,090	1,153,190	143,900
Finance	1,049,890	1,048,310	1,015,107	33,203
Geographic information systems	387,700	371,960	356,022	15,938
Management information services	2,141,390	2,183,730	1,944,559	239,171
Personnel	382,890	429,450	420,879	8,571
Purchasing	320,520	292,030	243,198	48,832
Risk management	171,860	145,860	107,076	38,784
Treasury management	15,830	14,860	11,796	3,064
Records management	368,770	349,660	339,304	10,356
City telecommunications	309,690	368,490	324,876	43,614
Public safety - police				
Sheriff contract services	30,682,570	30,614,900	30,146,796	468,104
Public safety - animal center				
Animal center	2,736,230	2,629,460	2,569,847	59,613
Community development				
Planning	1,856,440	1,836,890	1,285,682	551,208
Planning commission	16,620	15,830	14,517	1,313
Code enforcement	786,190	792,200	772,137	20,063
Administration	543,820	780,910	823,861	(42,951)
Building and safety	1,906,360	1,742,200	1,636,048	106,152
Community services				
Administration	4,502,250	4,277,380	4,143,622	133,758
Park and recreation commission	3,100	3,670	3,090	580
Engineering and public works				
Engineering administration	464,800	466,150	433,860	32,290
Development management	706,800	717,600	657,810	59,790
NPDES	411,280	377,370	364,868	12,502
Project management	445,140	462,030	466,981	(4,951)
Traffic management	100,460	100,290	95,210	5,080
Park maintenance	2,437,410	2,722,510	2,546,765	175,745
Vehicle and equipment maintenance	1,006,420	977,200	905,354	71,846
Facilities maintenance	3,615,940	3,541,830	2,999,591	542,239
Street maintenance	2,366,050	2,385,750	2,307,218	78,532
Metrolink maintenance	237,120	242,330	226,450	15,880
Capital outlay	1,968,410	1,246,220	672,243	573,977
Debt service:				
Principal retirement	11,030	9,480	9,455	25
Interest and fiscal charges	5,410	5,410	5,410	-
Transfers out	1,943,200	1,912,730	2,856,310	(943,580)
Total Charges to Appropriations	69,053,360	69,603,960	66,751,838	2,852,122
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 97,652,393	\$ 100,877,713	108,363,398	\$ 7,485,685
Encumbrances			829,078	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 109,192,476	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
CITYWIDE INFRASTRUCTURE IMPROVEMENT
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 3,710,779	\$ 3,710,779	\$ 3,710,779	\$ -
Resources (Inflows):				
Intergovernmental	1,850,000	2,000,000	1,999,129	(871)
Use of money and property	60,860	46,340	67,018	20,678
Miscellaneous	-	-	635,757	635,757
Amounts Available for Appropriations	5,621,639	5,757,119	6,412,683	655,564
Charges to Appropriation (Outflow):				
Engineering and public works	17,290	29,110	10,587	18,523
Capital outlay	1,889,700	2,690,640	622,810	2,067,830
Total Charges to Appropriations	1,906,990	2,719,750	633,397	2,086,353
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 3,714,649	\$ 3,037,369	5,779,286	\$ 2,741,917
Encumbrances			491,865	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 6,271,151	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 FIRE DISTRICT
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1 as restated	\$61,177,021	\$ 61,177,021	\$61,177,021	\$ -
Resources (Inflows):				
Taxes	35,512,350	33,506,880	33,603,114	96,234
Licenses and permits	46,370	54,930	102,152	47,222
Charges for services	40,010	64,730	51,684	(13,046)
Use of money and property	200,990	754,310	1,329,003	574,693
Fines and forfeitures	49,620	27,200	17,586	(9,614)
Contributions	3,000	1,000	-	(1,000)
Miscellaneous	696,590	905,220	849,979	(55,241)
Proceeds from sale of capital asset	-	17,820	18,358	538
Amounts Available for Appropriations	97,725,951	96,509,111	97,148,897	639,786
Charges to Appropriation (Outflow):				
Public safety - fire protection	28,978,290	29,160,250	28,505,325	654,925
Capital outlay	3,524,500	5,591,660	4,841,949	749,711
Debt service:				
Principal retirement	12,920	17,600	6,129	11,471
Interest and fiscal charges	191,830	191,830	189,752	2,078
Total Charges to Appropriations	32,707,540	34,961,340	33,543,155	1,418,185
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$65,018,411	\$ 61,547,771	63,605,742	\$ 2,057,971
Encumbrances			1,720,392	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 65,326,134	

CITY OF RANCHO CUCAMONGA
Non-Major Governmental Funds
Special Revenue Funds

Special Revenue Funds account for revenues derived from specific sources which are required by law or administrative regulation to be accounted for in a separated fund. Funds included are:

Gas Tax Fund - Established to account for the revenue and disbursement of funds used for road construction and maintenance of the City network system. The City's share of state gasoline taxes provided the financing.

Recreation Fund - Established to account for the wide variety of classes, special events, and activities sponsored by the Community Services Department.

Park Development Fund - Established to account for the residential park development fees charged subdividers upon issuance of a building permit for development of future park or recreational sites.

Beautification Fund - Established to account for fees collected to provide proper landscaping and irrigation systems after parkway and median improvements are made.

Lighting Districts Fund - Established to account for the costs associated with providing street lights. Financing is provided by special assessments levied against the benefiting property owners.

Landscape Maintenance Fund - Established to account for the costs associated with providing landscape maintenance. Financing is provided by special assessments levied against the benefiting property owners.

Transportation Fund - Established to account for fees charged a subdivider for the construction and expansion of City streets and highways which provide additional capacity and safety.

Pedestrian Grant Fund - Established to account for the revenue and disbursement of funds received for the construction of facilities provided for the exclusive use of pedestrians and bicycles.

Community Development Block Grant Fund - Established to account for grants received from the Department of Housing and Urban Development. These revenues must be expended to accomplish one of the following objectives: elimination of slum or blight; or benefit to low and moderate income persons by providing loans and grants to owner-occupants and rental property owners to rehabilitate residential properties.

Assessment Administration Fund - Established to account for the revenue and disbursement of administration of assessment districts.

San Sevaine/Etiwanda Drainage Fund – Established to account for Development Impact fees collected in the San Sevaine/Etiwanda Drainage Assessment District for the construction of regional and mainline flood control projects in that district.

SB 140 Fund - Established to account for the revenue and disbursement of State matching funds for the construction of eligible street construction projects.

Air Quality Improvement Fund - Established to account for the revenue and disbursement of funds received as a result of Assembly Bill 2766 which imposed an additional registration fee on motor vehicles. These revenues are to be used to reduce air pollution from motor vehicles and for related planning, monitoring, enforcement, and technical studies (Vehicle Code Section 9250.17 and Health and Safety Code Chapter 7, Part 5 of Division 26, commencing with Section 44220).

CITY OF RANCHO CUCAMONGA
Non-Major Governmental Funds
Special Revenue Funds
(Continued)

South Etiwanda Drainage Fund - Established to account for monies deposited by property owners for initial consulting costs related to a possible formation of an assessment district for master planned drainage facilities.

Lower Etiwanda Drainage Fund - Established to account for development impact fees collected in the Etiwanda area south of Base Line Road for the construction of master plan storm drain projects.

Masi Commerce Center (Assessment District No. 93-1) Fund - Established to acquire the necessary infrastructure from the developer after the completion and acceptance of the approved improvements. Financing was provided by the sale of bonds pursuant to the provisions of the Improvement Act of 1915.

Measure I Fund - Established to account for the revenue and disbursement of county/local gasoline tax funds for the construction and maintenance of eligible street projects.

Library Services Fund - Established to account for services provided by the City of Rancho Cucamonga Library. Funding for this service is made possible through a transfer of San Bernardino County library tax revenues to the City of Rancho Cucamonga for library purposes. Some start-up costs were incurred during 1993/94; however, full implementation of City library services did not begin until September 1994.

Proposition 84 – Park Bond Act Fund- Prop 84 provides state funding, on a competitive basis, to local governments for the creation of new parks and recreation opportunities. The Statewide Park Program legislation requires projects to meet six eligibility requirements. The fund was established to account for the financial activities associated with the design and construction of the neighborhood park in southwest Rancho Cucamonga.

Asset Forfeiture Fund - Established to account for the funds received from the Federal and State government for the equitable transfer of forfeited property and cash in which the City directly participates in the law enforcement efforts leading to the seizure and forfeiture of the property.

Used Oil Recycling Grant Fund - In 1991, the Legislature passed AB 2076, the California Oil Recovery Enhancement Act. The act requires oil manufacturers to pay \$0.04 to the California Integrated Waste Management Board for each quart of lubricating oil sold in the State of California. These grant funds are available to governmental agencies, based on population, for the purpose of establishing and administering used oil collection programs. These funds must be used expressly for oil recycling collection and educational programs.

COPS Program Grant Fund - Established to account for a grant awarded as the result of the approval of State Assembly Bill 3229. The grant is a one-year award with no matching fund requirements.

Drainage Facilities Fund - Established to account for fees charged developers for purposes of defraying the actual or estimated costs of constructing planned drainage or sewer facilities that are in the subdivision.

CA State Library Fund - This “Family Place” training grant from the California State Library provided funding for two Library staff to attend a one-week training that will enable them to develop special programs at the Biane Library and the Family Resource Center. This grant has no matching requirements.

CITY OF RANCHO CUCAMONGA
Non-Major Governmental Funds
Special Revenue Funds
(Continued)

Library Services and Technologies Act Fund - In fiscal year 1994/95, the City began providing library services to the residents of Rancho Cucamonga. In the fall of 1994, the City opened the interim municipal library facility with a 70,000 piece collection consisting of books, audio, video and reference materials. The 22,000 square foot facility doubled the amount of space previously available through the County system. The City's library collection and programs are designed to meet the needs of adults, young adults and children of Rancho Cucamonga. Funding for the library system comes from current taxes that are collected by the County for library services. The City's library system continues to operate from these same tax dollars and does not receive any additional funding from the City's general fund.

AB 2928 Traffic Congestion Relief - Established fund to account for the revenue and disbursement of funds received as a result of Assembly Bill 2928. The purpose of the Traffic Congestion Program was to provide funding for transportation projects that would relieve congestion, connect transportation systems, and provide for better goods movement.

Litter Reduction Grant Fund - Established to account for a grant from the State Department of Conservation. This grant will fund a program that will emphasize the collection and recycling of beverage containers at large venues, public areas, residential communities or schools.

Energy Efficient and Conservation Block Grant (EECBG) Fund - Through the American Recovery and Reinvestment Act of 2009, the U.S. Department of Energy issued formula-based grants under the EECBG program. The grant funds received by the City funded the following activities: 1) Civic Center Phase I - Replacement of HVAC Controls; 2) Home Improvement Program Energy Efficiency Revolving Loan; 3) Energy Efficient Appliances, Electrical, and Mechanical Equipment Program; and 4) partial funding for an Energy Efficiency Coordinator to oversee the City's efforts to reduce energy consumption and conduct a public outreach campaign to promote energy efficiency.

Senior Outreach Grant Fund - This fund was established to account for funds passed through the San Bernardino County Department of Aging and Adult Services from the California Department of Aging to provide free recreation classes and programs for senior citizens in the City of Rancho Cucamonga. These recreation activities focused on physical, social, psychological, educational, and recreational needs of older persons. The City provided an in-kind match of \$1,200 in the form of marketing, staff oversight, and supplies.

Underground Utilities Fund - This fund was established to account for fees collected from developers for future undergrounding of overhead utilities.

Safe Routes to School Program - The Safe Routes to School Program fund is a grant fund for monies provided by the State of California. The state funds are administered through Caltrans as part of the California Department of Health Services' "Safe Routes to School Program" and are available for transportation projects that increase the safety of pedestrians and bicyclists.

COPS Hiring Program Grant - This is a multi-year grant awarded by U.S. Department of Justice to provide partial supplementary funding to hire a new sworn officer. The grant must be used to enhance community policing activities.

Foothill Boulevard Maintenance Fund - This fund was established to account for funding provided by Cal Trans as part of their relinquishment of Foothill Boulevard to the City of Rancho Cucamonga. This limited funding source will be utilized to repair and maintain portions of Foothill Boulevard.

CITY OF RANCHO CUCAMONGA
Non-Major Governmental Funds
Special Revenue Funds
(Continued)

COPS Secure our School Grant Fund – This fund was established to account for the grant money use in partnership with public schools to improve school safety.

CA State Library Staff Innovation Grant Fund – This fund was established to account for the grant money awarded by California State Library. The purpose of the grant is to provide training for innovative writing skills for future grant writers.

The Big Read Library Grant Fund – This fund was established to account for the grant money receiving from the National Endowment for the Arts. The purpose of the grant is to emphasize a city wide media campaign through guest lectures, group discussions, film showings, and a community theater performance of a designated book.

Drink, Drive, Lose Grant Fund - This grant was awarded by the State of California Office of Traffic Safety to provide supplementary funding for overtime costs incurred during sobriety checkpoints. The overall goal of the project is to reduce the number of victims killed and injured as a result of alcohol-involved crashes.

Department of Homeland Security Grant Fund - This grant from the State Homeland Security Grant Program is administered by the San Bernardino County Office of Emergency Services. The grant is funded by the Federal Department of Homeland Security. The funds will be utilized to purchase terrorism and weapons of mass destruction (WMDs) response equipment and supplies in conjunction with an appropriate level of training cost funding for national security. There are no matching funds required for this grant.

Public Resource Grants Fund - The City had received and will continue to receive from various funding sources for the Healthy Cities concept, which was adopted by the Council in March 2008, as a means of integrating health concerns into a holistic approach to improving the overall quality of life in the community.”

Proposition 1B Fund - Proposition 1B (Prop 1B) provides state funding to cities and counties to fund the maintenance and improvement of local transportation facilities. The funding is allocated based on population.

Henderson/Wardman Drainage Fund - The Henderson/Wardman Drainage fund is a developer impact fee supported fund for the construction of storm drain improvements in the Henderson/Wardman drainage area.

Integrated Waste Management Fund – Established to account for AB939 recycling fee revenues from the City's refuse haulers and can only be used for the City's Household Hazardous Waste Disposal program. Assembly Bill 939 is a law that was passed by the State of California that mandates that all cities divert a specified percentage of their solid waste from their landfills in accordance with established deadlines.

Federal Grant Fund – Dreier - Initially, this fund was established to account for a \$50,000 grant from Congressman David Dreier. The funds were used to begin the preliminary design process for a new senior center facility in Central Park. During FY 2003/04, the grant was supplemented with an additional \$804,000 from Congressman Dreier which will be used in conjunction with other funds to construct the new senior center facility in Central Park.

CITY OF RANCHO CUCAMONGA
Non-Major Governmental Funds
Special Revenue Funds
(Continued)

Proposition 42 - Traffic Congestion Relief Fund - This fund was established to account for gasoline sales tax revenue received from the State of California for transportation purposes, including city and county street and road repairs and maintenance. Proposition 42, a legislative constitutional amendment, permanently dedicated revenues from this sales tax on gasoline to transportation infrastructure needs.

Freedom Courtyard Resource Grant – This fund was established to account for revenues and expenditures strictly to support the operation and construction of the Freedom Courtyard.

Justice Assistance Grant Fund - Two Justice Assistance Grants (JAG) were awarded to the Police Department by the United States Department of Justice. The first was in 2005 in the amount of \$30,833.00 to purchase police related equipment and technology. The second JAG grant was awarded in 2006 in the amount of \$19,514.00. This grant will be used to purchase 14 radar guns for the Police Department's traffic division. This fund accounts for the revenues and expenditures associated with the JAG grants.

Senior Transportation Service Fund - Through funding from the County of San Bernardino/Department of Aging and Adult Services, the Senior Transportation Program provides funding for the continuation/enhancement of senior transportation services to homebound senior citizens in the community. Specifically, the program will bring homebound seniors to the James L. Brulte Senior Center (the Center) for the hot lunch program and will allow senior citizens to participate in classes, programs, and other activities at the Center that they may not have been able to participate in due to transportation needs. Funding provided by the County allows for the continuation of our current program, an expansion of services, or the purchase of vehicles, depending upon City needs.

Homeland Security Grant 2005 Fund - The City was awarded a \$147,776 grant from the State Homeland Security Grant Program administered by the San Bernardino County Office of Emergency Services. The grant is funded by the Federal Department of Homeland Security. The funds will be utilized to purchase terrorism and weapons of mass destruction (WMD's) response equipment and supplies in conjunction with an appropriate level of training costs funding for national security. There are no matching funds required for this grant.

Used Oil Recycling Program - The California Integrated Waste Management allocates funding to governmental agencies on a population basis. The fund was established to administer the used oil collection programs. The fund must be used specifically for oil recycling collection and educational programs.

CITY OF RANCHO CUCAMONGA
Non-Major Governmental Funds
Capital Projects Funds

Assessment District 82-1 Fund - Established to account for the receipt and disbursement of funds used in the construction of streets, storm drainage and utility improvements within the project area. Financing was provided by the sale of bonds under the Refunding Act of 1984 for 1915 Improvement Act Bonds.

Assessment District 84-1 Fund - Established to account for the receipt and disbursement of funds used in the construction and installation of public capital drainage facilities, together with appurtenant work and incidental expenses, to serve and provide drainage protection to property located within Assessment District No. 84-1 (Day Creek Drainage System). Financing was provided by the sale of bonds under the Mello-Roos Community Facilities Act of 1982.

Assessment District 86-2 Fund - Established to account for the receipt and disbursement of funds used in construction and acquisition of drainage improvements together with appurtenances and appurtenant work, acquisition of real property, if necessary, and incidental expenses within the Assessment District No. 86-2. Financing was provided by the sale of limited obligation bonds under the Improvement Bond Act of 1915.

Community Facilities District 2000-01 South Etiwanda Fund – Established to account for the receipt and disbursement of funds used in the acquisition and construction of facilities consisting primarily of storm drain, sewer, water, landscaping, park facilities and improvements. Financing was provided by the sale of bonds under the Mello-Roos Community Facilities Act of 1982.

Community Facilities District 2000-03 Rancho Summit Fund – Established to account for monies deposited by developers for initial consulting and administrative costs and expenses related to a proposed public financing district.

Community Facilities District 2001-01 Fund - This CFD was established to fund the necessary infrastructure (streets, storm drains, sewer, water, landscaping, and traffic signals) integral to the proposed mall located at Foothill Blvd. and the I-15 Freeway. The improvements are located south of Base Line Rd., primarily north of Foothill Blvd., primarily east of Day Creek Channel, and west of Etiwanda Ave. Financing was provided by the sale of bonds under the Mello-Roos Community Facilities Act of 1982.

Community Facilities 2003-01 Project Fund – This CFD was established to fund the necessary infrastructure (streets, storm drains, sewer, water, landscaping, and traffic signals) integral to the proposed mall located at Foothill Blvd. and the I-15 Freeway. The improvements are generally bordered on the north by Church Street, on the east by Interstate 15, on the south by Arrow Route and on the west by a Southern California Edison easement from Arrow Route north to Foothill Boulevard and by Day Creek Boulevard from Foothill Boulevard north to Church Street. Financing will be provided by the sale of bonds under the Mello-Roos Community Facilities Act of 1982.

Public Library Bond Act 2000 Fund – This grant is from funds made available by the California Reading and Literacy Improvement and Public Library Construction and Renovation Bond Act of 2000 for the construction of the Victoria Gardens Library.

Etiwanda Equestrian Facility – Established to account for monies paid by developers for the future construction of an equestrian facility in the Rancho Etiwanda Estates development.

Community Facilities District 2004-01 Rancho Etiwanda Fund – Established to account for monies deposited by developers for initial consulting and administrative costs and expenses related to the proposed public financing district. Financing was provided by the sale of bonds under the Mello-Roos Community Facilities Act of 1982.

CITY OF RANCHO CUCAMONGA
Non-Major Governmental Funds
Capital Projects Funds
(Continued)

Community Facilities District 2003-01 Cultural Center Fund - Established to account for the portion of the costs associated with the development of the City's Cultural Arts Center that is being funded by Community Facilities District (CFD) 2003-01. Financing for the CFD will be provided by the sale of bonds under the Mello-Roos Community Facilities Act of 1982.

Community Facilities District 2006-01 Vintner's Grove Fund - Established to account for monies deposited by developers for initial consulting and administrative costs and expenses related to a proposed public financing district.

Community Facilities District 2006-02 Amador on Route 66 Fund - Established to account for monies deposited by developers for initial consulting and administrative costs and expenses related to a proposed public financing district.

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Special Revenue Funds			
	Gas Tax	Recreation	Park Development	Beautification
Assets:				
Cash and investments	\$ 7,861,097	\$ 2,994,113	\$ 11,804,313	\$ 1,322,903
Receivables:				
Accounts	1,815	20,590	-	-
Taxes	518,176	-	-	-
Notes and loans	-	349	-	-
Accrued interest	7,051	2,629	12,575	1,333
Loans	-	-	-	-
Grants	-	-	-	-
Prepaid costs	-	30,652	-	-
Deposits	-	22,198	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 8,388,139	\$ 3,070,531	\$ 11,816,888	\$ 1,324,236
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 1,106,036	\$ 351,516	\$ 13,068	\$ -
Accrued liabilities	38,308	123,600	19	-
Unearned revenues	-	80,693	-	93,407
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Advances from other funds	-	-	300,000	-
Total Liabilities	1,144,344	555,809	313,087	93,407
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	30,652	-	-
Deposits	-	22,198	-	-
Land held for resale	-	-	-	-
Restricted for:				
Community development projects	-	-	11,503,801	-
Public safety - police	-	-	-	-
Parks and recreation	-	2,461,872	-	-
Engineering and public works	7,243,795	-	-	1,230,829
Capital improvement projects	-	-	-	-
Street lighting	-	-	-	-
Underground utilities	-	-	-	-
Landscape maintenance	-	-	-	-
Library services	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	7,243,795	2,514,722	11,503,801	1,230,829
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 8,388,139	\$ 3,070,531	\$ 11,816,888	\$ 1,324,236

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

(CONTINUED)

	Special Revenue Funds			
	Lighting Districts	Landscape Maintenance Districts	Transportation	Pedestrian Grant
Assets:				
Cash and investments	\$ 5,690,475	\$ 12,836,141	\$ 18,636,768	\$ -
Receivables:				
Accounts	65	7,273	-	-
Taxes	29,456	152,881	-	-
Notes and loans	-	-	-	-
Accrued interest	5,935	12,060	19,851	-
Loans	-	-	-	-
Grants	-	-	-	90,960
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 5,725,931	\$ 13,008,355	\$ 18,656,619	\$ 90,960
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 457,308	\$ 859,593	\$ 76,021	\$ 4,544
Accrued liabilities	3,366	81,613	16,626	-
Unearned revenues	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	35,341	-	-	86,416
Advances from other funds	-	-	-	-
Total Liabilities	496,015	941,206	92,647	90,960
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	90,960
Total Deferred Inflows of Resources	-	-	-	90,960
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted for:				
Community development projects	-	-	-	-
Public safety - police	-	-	-	-
Parks and recreation	-	-	-	-
Engineering and public works	-	-	18,563,972	-
Capital improvement projects	-	-	-	-
Street lighting	5,229,916	-	-	-
Underground utilities	-	-	-	-
Landscape maintenance	-	12,067,149	-	-
Library services	-	-	-	-
Unassigned	-	-	-	(90,960)
Total Fund Balances	5,229,916	12,067,149	18,563,972	(90,960)
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 5,725,931	\$ 13,008,355	\$ 18,656,619	\$ 90,960

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Special Revenue Funds			
	Community Development Block Grant	Assessment Administration	San Sevaine/ Etiwanda Drainage	SB 140
Assets:				
Cash and investments	\$ 23,537	\$ 860,682	\$ 1,271,186	\$ 36,690
Receivables:				
Accounts	-	38	-	-
Taxes	-	-	-	-
Notes and loans	-	-	-	-
Accrued interest	-	929	1,423	-
Loans	709,228	-	-	-
Grants	313,164	-	-	-
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	1,076,211	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 2,122,140	\$ 861,649	\$ 1,272,609	\$ 36,690
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 20,390	\$ 58,206	\$ -	\$ -
Accrued liabilities	10,906	4,739	-	-
Unearned revenues	-	-	-	-
Due to other governments	709,228	-	-	-
Due to other funds	-	-	-	-
Advances from other funds	-	-	-	-
Total Liabilities	740,524	62,945	-	-
Deferred Inflows of Resources:				
Unavailable revenues	313,164	-	-	-
Total Deferred Inflows of Resources	313,164	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	1,076,211	-	-	-
Restricted for:				
Community development projects	-	798,704	-	-
Public safety - police	-	-	-	-
Parks and recreation	-	-	-	-
Engineering and public works	-	-	-	36,690
Capital improvement projects	-	-	1,272,609	-
Street lighting	-	-	-	-
Underground utilities	-	-	-	-
Landscape maintenance	-	-	-	-
Library services	-	-	-	-
Unassigned	(7,759)	-	-	-
Total Fund Balances	1,068,452	798,704	1,272,609	36,690
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 2,122,140	\$ 861,649	\$ 1,272,609	\$ 36,690

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

(CONTINUED)

	Special Revenue Funds			
	Air Quality Improvement	South Etiwanda Drainage	Lower Etiwanda Drainage	Masi Commerce Center
Assets:				
Cash and investments	\$ 474,403	\$ 305,909	\$ 525,878	\$ 10,656
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	-	-
Notes and loans	-	-	-	-
Accrued interest	449	338	576	12
Loans	-	-	-	-
Grants	160,218	-	-	-
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	290,300
Total Assets	\$ 635,070	\$ 306,247	\$ 526,454	\$ 300,968
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Unearned revenues	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Advances from other funds	-	-	-	-
Total Liabilities	-	-	-	-
Deferred Inflows of Resources:				
Unavailable revenues	160,218	-	-	-
Total Deferred Inflows of Resources	160,218	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted for:				
Community development projects	474,852	-	-	-
Public safety - police	-	-	-	-
Parks and recreation	-	-	-	-
Engineering and public works	-	306,247	526,454	-
Capital improvement projects	-	-	-	300,968
Street lighting	-	-	-	-
Underground utilities	-	-	-	-
Landscape maintenance	-	-	-	-
Library services	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	474,852	306,247	526,454	300,968
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 635,070	\$ 306,247	\$ 526,454	\$ 300,968

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Special Revenue Funds			
	Measure I	Library Services	Proposition 84 - Park Bond Act	Asset Forfeiture
Assets:				
Cash and investments	\$ 6,630,114	\$ 7,395,189	\$ -	\$ 453,637
Receivables:				
Accounts	181,137	-	-	-
Taxes	-	59,202	-	-
Notes and loans	-	-	-	-
Accrued interest	6,420	6,401	-	158
Loans	-	-	-	-
Grants	-	-	-	-
Prepaid costs	-	17,090	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 6,817,671	\$ 7,477,882	\$ -	\$ 453,795
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 340,516	\$ 94,639	\$ -	\$ -
Accrued liabilities	9,676	85,364	-	-
Unearned revenues	-	9,651	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	4,377	-
Advances from other funds	-	-	-	-
Total Liabilities	350,192	189,654	4,377	-
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	17,090	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted for:				
Community development projects	-	-	-	-
Public safety - police	-	-	-	453,795
Parks and recreation	-	-	-	-
Engineering and public works	6,467,479	-	-	-
Capital improvement projects	-	1,000,246	-	-
Street lighting	-	-	-	-
Underground utilities	-	-	-	-
Landscape maintenance	-	-	-	-
Library services	-	6,270,892	-	-
Unassigned	-	-	(4,377)	-
Total Fund Balances	6,467,479	7,288,228	(4,377)	453,795
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 6,817,671	\$ 7,477,882	\$ -	\$ 453,795

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

(CONTINUED)

	Special Revenue Funds			
	Used Oil Recycling Grant	COPS Program Grant	Drainage Facilities	CA State Library
Assets:				
Cash and investments	\$ 64,865	\$ 593,376	\$ 4,169,603	\$ 127,893
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	-	-
Notes and loans	-	-	-	-
Accrued interest	-	-	4,310	-
Loans	-	-	-	-
Grants	-	86,422	-	-
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 64,865	\$ 679,798	\$ 4,173,913	\$ 127,893
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ 13,149	\$ 16,767	\$ 93,144
Accrued liabilities	-	-	1,627	-
Unearned revenues	64,865	-	5,102	28,922
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Advances from other funds	-	-	-	-
Total Liabilities	64,865	13,149	23,496	122,066
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted for:				
Community development projects	-	-	-	-
Public safety - police	-	666,649	-	-
Parks and recreation	-	-	-	-
Engineering and public works	-	-	4,150,417	-
Capital improvement projects	-	-	-	-
Street lighting	-	-	-	-
Underground utilities	-	-	-	-
Landscape maintenance	-	-	-	-
Library services	-	-	-	5,827
Unassigned	-	-	-	-
Total Fund Balances	-	666,649	4,150,417	5,827
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 64,865	\$ 679,798	\$ 4,173,913	\$ 127,893

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Special Revenue Funds			
	Library Services & Technologies Act	AB 2928 Traffic Congestion Relief	Litter Reduction Grant	Energy Efficient & Conservation Block Grant
Assets:				
Cash and investments	\$ 37,060	\$ 294,506	\$ 76,482	\$ 724
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	-	-
Notes and loans	-	-	-	-
Accrued interest	-	-	-	-
Loans	-	-	-	404,520
Grants	-	-	-	-
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 37,060	\$ 294,506	\$ 76,482	\$ 405,244
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 10,958	\$ -
Accrued liabilities	-	-	-	820
Unearned revenues	-	-	65,511	-
Due to other governments	-	-	-	404,520
Due to other funds	-	-	-	-
Advances from other funds	-	-	-	-
Total Liabilities	-	-	76,469	405,340
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted for:				
Community development projects	-	-	13	-
Public safety - police	-	-	-	-
Parks and recreation	-	-	-	-
Engineering and public works	-	294,506	-	-
Capital improvement projects	-	-	-	-
Street lighting	-	-	-	-
Underground utilities	-	-	-	-
Landscape maintenance	-	-	-	-
Library services	37,060	-	-	-
Unassigned	-	-	-	(96)
Total Fund Balances	37,060	294,506	13	(96)
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 37,060	\$ 294,506	\$ 76,482	\$ 405,244

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

(CONTINUED)

	Special Revenue Funds			
	Senior Outreach Grant	Underground Utilities	Safe Routes to School Program	COPS Hiring Program Grant
Assets:				
Cash and investments	\$ -	\$ 11,394,124	\$ -	\$ -
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	-	-
Notes and loans	-	-	-	-
Accrued interest	-	12,368	-	-
Loans	-	-	-	-
Grants	5,755	-	341,887	10,000
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 5,755	\$ 11,406,492	\$ 341,887	\$ 10,000
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 21,674	\$ -
Accrued liabilities	-	-	1,962	-
Unearned revenues	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	5,755	-	318,455	10,000
Advances from other funds	-	-	-	-
Total Liabilities	5,755	-	342,091	10,000
Deferred Inflows of Resources:				
Unavailable revenues	4,025	-	341,887	-
Total Deferred Inflows of Resources	4,025	-	341,887	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted for:				
Community development projects	-	-	-	-
Public safety - police	-	-	-	-
Parks and recreation	-	-	-	-
Engineering and public works	-	-	-	-
Capital improvement projects	-	-	-	-
Street lighting	-	-	-	-
Underground utilities	-	11,406,492	-	-
Landscape maintenance	-	-	-	-
Library services	-	-	-	-
Unassigned	(4,025)	-	(342,091)	-
Total Fund Balances	(4,025)	11,406,492	(342,091)	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 5,755	\$ 11,406,492	\$ 341,887	\$ 10,000

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Special Revenue Funds			
	Foothill Blvd. Maintenance	COPS Secure Our Schools Grant	CA State Library Staff Innovation Fund Grant	The Big Read Library Grant
Assets:				
Cash and investments	\$ 813	\$ 12,042	\$ 194,504	\$ 19,214
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	-	-
Notes and loans	-	-	-	-
Accrued interest	-	-	177	-
Loans	-	-	-	-
Grants	-	-	-	-
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 813	\$ 12,042	\$ 194,681	\$ 19,214
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 1,113	\$ -
Accrued liabilities	456	-	-	-
Unearned revenues	-	12,042	172,564	9,814
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Advances from other funds	-	-	-	-
Total Liabilities	456	12,042	173,677	9,814
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted for:				
Community development projects	-	-	-	-
Public safety - police	-	-	-	-
Parks and recreation	-	-	-	-
Engineering and public works	357	-	-	-
Capital improvement projects	-	-	-	-
Street lighting	-	-	-	-
Underground utilities	-	-	-	-
Landscape maintenance	-	-	-	-
Library services	-	-	21,004	9,400
Unassigned	-	-	-	-
Total Fund Balances	357	-	21,004	9,400
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 813	\$ 12,042	\$ 194,681	\$ 19,214

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

(CONTINUED)

	Special Revenue Funds			
	Drink, Drive, Lose Grant	Department of Homeland Security Grant	Public Resource Grants	Proposition 1B
Assets:				
Cash and investments	\$ 15,351	\$ 74,886	\$ 26,585	\$ 235,332
Receivables:				
Accounts	-	-	76,186	-
Taxes	-	-	-	-
Notes and loans	-	-	-	-
Accrued interest	-	-	-	260
Loans	-	-	-	-
Grants	-	21,773	75,318	-
Prepaid costs	-	601	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 15,351	\$ 97,260	\$ 178,089	\$ 235,592
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 143,804	\$ -
Accrued liabilities	-	-	7,047	-
Unearned revenues	13,574	97,260	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Advances from other funds	-	-	-	-
Total Liabilities	13,574	97,260	150,851	-
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	601	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted for:				
Community development projects	-	-	27,238	-
Public safety - police	1,777	-	-	-
Parks and recreation	-	-	-	-
Engineering and public works	-	-	-	235,592
Capital improvement projects	-	-	-	-
Street lighting	-	-	-	-
Underground utilities	-	-	-	-
Landscape maintenance	-	-	-	-
Library services	-	-	-	-
Unassigned	-	(601)	-	-
Total Fund Balances	1,777	-	27,238	235,592
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 15,351	\$ 97,260	\$ 178,089	\$ 235,592

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Special Revenue Funds			
	Henderson/ Wardman Drainage	Integrated Waste Management	Federal Grant Fund - Dreier	Proposition 42 - Traffic Congestion Relief
Assets:				
Cash and investments	\$ 920,825	\$ 1,962,091	\$ 13,545	\$ 319,124
Receivables:				
Accounts	-	2,035	-	-
Taxes	-	366,343	-	-
Notes and loans	-	-	-	-
Accrued interest	-	1,985	-	578
Loans	-	-	-	-
Grants	-	-	-	-
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 920,825	\$ 2,332,454	\$ 13,545	\$ 319,702
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ 17,974	\$ 13,545	\$ 10,815
Accrued liabilities	-	23,915	-	-
Unearned revenues	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Advances from other funds	-	-	-	-
Total Liabilities	-	41,889	13,545	10,815
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted for:				
Community development projects	-	-	-	-
Public safety - police	-	-	-	-
Parks and recreation	-	-	-	-
Engineering and public works	920,825	2,290,565	-	308,887
Capital improvement projects	-	-	-	-
Street lighting	-	-	-	-
Underground utilities	-	-	-	-
Landscape maintenance	-	-	-	-
Library services	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	920,825	2,290,565	-	308,887
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 920,825	\$ 2,332,454	\$ 13,545	\$ 319,702

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

(CONTINUED)

	Special Revenue Funds			
	Freedom Courtyard Resource Grants	Justice Assistance Grant	Senior Transportation Service	Homeland Security Grant 2005
Assets:				
Cash and investments	\$ 2,148	\$ 21,430	\$ -	\$ -
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	-	-
Notes and loans	-	-	-	-
Accrued interest	-	5	-	-
Loans	-	-	-	-
Grants	-	-	-	79,341
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 2,148	\$ 21,435	\$ -	\$ 79,341
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 60	\$ 105	\$ -	\$ -
Accrued liabilities	-	-	-	-
Unearned revenues	2,063	18,952	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	-	79,341
Advances from other funds	-	-	-	-
Total Liabilities	2,123	19,057	-	79,341
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	79,341
Total Deferred Inflows of Resources	-	-	-	79,341
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted for:				
Community development projects	25	-	-	-
Public safety - police	-	2,378	-	-
Parks and recreation	-	-	-	-
Engineering and public works	-	-	-	-
Capital improvement projects	-	-	-	-
Street lighting	-	-	-	-
Underground utilities	-	-	-	-
Landscape maintenance	-	-	-	-
Library services	-	-	-	-
Unassigned	-	-	-	(79,341)
Total Fund Balances	25	2,378	-	(79,341)
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 2,148	\$ 21,435	\$ -	\$ 79,341

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Special	Capital Projects Funds		
	Revenue Fund			
	Used Oil Recycling Program	Assessment District 82-1	Assessment District 84-1	Assessment District 86-2
Assets:				
Cash and investments	\$ -	\$ 12,822	\$ 1,094,832	\$ -
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	-	-
Notes and loans	-	-	-	-
Accrued interest	-	14	1,209	-
Loans	-	-	-	-
Grants	6,466	-	-	-
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 6,466	\$ 12,836	\$ 1,096,041	\$ -
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 4,915	\$ -	\$ -	\$ -
Accrued liabilities	1,051	-	-	-
Unearned revenues	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	580	-	-	41,128
Advances from other funds	-	-	-	-
Total Liabilities	6,546	-	-	41,128
Deferred Inflows of Resources:				
Unavailable revenues	6,466	-	-	-
Total Deferred Inflows of Resources	6,466	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted for:				
Community development projects	-	-	-	-
Public safety - police	-	-	-	-
Parks and recreation	-	-	-	-
Engineering and public works	-	-	-	-
Capital improvement projects	-	12,836	1,096,041	-
Street lighting	-	-	-	-
Underground utilities	-	-	-	-
Landscape maintenance	-	-	-	-
Library services	-	-	-	-
Unassigned	(6,546)	-	-	(41,128)
Total Fund Balances	(6,546)	12,836	1,096,041	(41,128)
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 6,466	\$ 12,836	\$ 1,096,041	\$ -

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

(CONTINUED)

	Capital Projects Funds			
	CFD 2000-01 South Etiwanda	CFD 2000-03 Rancho Summit	CFD 2001-01	CFD 2003-01 Project Fund
Assets:				
Cash and investments	\$ 76	\$ 19,087	\$ 482,859	\$ 5,581
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	-	-
Notes and loans	-	-	-	-
Accrued interest	-	-	533	-
Loans	-	-	-	-
Grants	-	-	-	-
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	169,315
Total Assets	<u>\$ 76</u>	<u>\$ 19,087</u>	<u>\$ 483,392</u>	<u>\$ 174,896</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Unearned revenues	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Advances from other funds	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted for:				
Community development projects	-	-	-	-
Public safety - police	-	-	-	-
Parks and recreation	-	-	-	-
Engineering and public works	-	-	-	-
Capital improvement projects	76	19,087	483,392	174,896
Street lighting	-	-	-	-
Underground utilities	-	-	-	-
Landscape maintenance	-	-	-	-
Library services	-	-	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances	<u>76</u>	<u>19,087</u>	<u>483,392</u>	<u>174,896</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 76</u>	<u>\$ 19,087</u>	<u>\$ 483,392</u>	<u>\$ 174,896</u>

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Capital Projects Funds			
	Public Library Bond Act - 2000	Etiwanda Equestrian Facility	CFD 2004-01 Rancho Etiwanda	CFD 2003-01 Cultural Center
Assets:				
Cash and investments	\$ 32,662	\$ 651,539	\$ 4,983	\$ -
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	-	-
Notes and loans	-	-	-	-
Accrued interest	-	709	6	-
Loans	-	-	-	-
Grants	-	-	-	-
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	187,810	184,657
Total Assets	\$ 32,662	\$ 652,248	\$ 192,799	\$ 184,657
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 6,128	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Unearned revenues	26,527	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	-	179,628
Advances from other funds	-	-	-	-
Total Liabilities	32,655	-	-	179,628
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	-	-
Deposits	-	-	-	-
Land held for resale	-	-	-	-
Restricted for:				
Community development projects	-	-	-	-
Public safety - police	-	-	-	-
Parks and recreation	-	-	-	-
Engineering and public works	-	-	-	-
Capital improvement projects	7	652,248	192,799	5,029
Street lighting	-	-	-	-
Underground utilities	-	-	-	-
Landscape maintenance	-	-	-	-
Library services	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	7	652,248	192,799	5,029
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 32,662	\$ 652,248	\$ 192,799	\$ 184,657

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	<u>Capital Projects Funds</u>		
	<u>CFD 2006-01 Vintner's Grove</u>	<u>CFD 2006-02 Amador on Route 66</u>	<u>Total Nonmajor Governmental Funds</u>
Assets:			
Cash and investments	\$ 1,842	\$ 5,937	\$ 102,022,434
Receivables:			
Accounts	-	-	289,139
Taxes	-	-	1,126,058
Notes and loans	-	-	349
Accrued interest	2	7	100,303
Loans	-	-	1,113,748
Grants	-	-	1,191,304
Prepaid costs	-	-	48,343
Deposits	-	-	22,198
Land held for resale	-	-	1,076,211
Restricted assets:			
Cash and investments with fiscal agents	606,810	1,963	1,440,855
Total Assets	<u>\$ 608,654</u>	<u>\$ 7,907</u>	<u>\$ 108,430,942</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances:			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ 3,735,988
Accrued liabilities	-	-	411,095
Unearned revenues	-	-	700,947
Due to other governments	-	-	1,113,748
Due to other funds	-	-	761,021
Advances from other funds	-	-	300,000
Total Liabilities	<u>-</u>	<u>-</u>	<u>7,022,799</u>
Deferred Inflows of Resources:			
Unavailable revenues	-	-	996,061
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>996,061</u>
Fund Balances:			
Nonspendable:			
Prepaid costs	-	-	48,343
Deposits	-	-	22,198
Land held for resale	-	-	1,076,211
Restricted for:			
Community development projects	-	-	12,804,633
Public safety - police	-	-	1,124,599
Parks and recreation	-	-	2,461,872
Engineering and public works	-	-	42,576,615
Capital improvement projects	608,654	7,907	5,826,795
Street lighting	-	-	5,229,916
Underground utilities	-	-	11,406,492
Landscape maintenance	-	-	12,067,149
Library services	-	-	6,344,183
Unassigned	<u>-</u>	<u>-</u>	<u>(576,924)</u>
Total Fund Balances	<u>608,654</u>	<u>7,907</u>	<u>100,412,082</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 608,654</u>	<u>\$ 7,907</u>	<u>\$ 108,430,942</u>

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

	Special Revenue Funds			
	Gas Tax	Recreation	Park Development	Beautification
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	5,550,323	-	232,635	-
Charges for services	-	2,830,435	-	-
Use of money and property	98,874	998,621	170,475	18,201
Contributions	-	334,831	-	-
Developer participation	-	-	823,430	202,297
Miscellaneous	3,367	177,623	-	-
Total Revenues	5,652,564	4,341,510	1,226,540	220,498
Expenditures:				
Current:				
General government	-	-	-	-
Public safety - police	-	-	-	-
Public safety - fire protection	-	-	-	-
Community development	-	-	139,106	-
Community services	-	4,003,012	-	-
Engineering and public works	2,520,624	-	-	902
Capital outlay	1,993,358	10,784	382,424	21,669
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	4,513,982	4,013,796	521,530	22,571
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,138,582	327,714	705,010	197,927
Other Financing Sources (Uses):				
Transfers in	-	1,888	-	-
Transfers out	(83,710)	-	-	-
Total Other Financing Sources (Uses)	(83,710)	1,888	-	-
Net Change in Fund Balances	1,054,872	329,602	705,010	197,927
Fund Balances, Beginning of Year	6,188,923	2,185,120	10,798,791	1,032,902
Fund Balances, End of Year	\$ 7,243,795	\$ 2,514,722	\$ 11,503,801	\$ 1,230,829

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

(CONTINUED)

	Special Revenue Funds			
	Lighting Districts	Landscape Maintenance Districts	Transportation	Pedestrian Grant
Revenues:				
Taxes	\$ 2,029,561	\$ 9,991,602	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	41,627	-
Charges for services	-	-	-	-
Use of money and property	84,710	226,312	268,983	-
Contributions	-	414	-	-
Developer participation	12,158	-	2,687,970	-
Miscellaneous	-	4,208	1,825,923	-
Total Revenues	2,126,429	10,222,536	4,824,503	-
Expenditures:				
Current:				
General government	2,013,626	-	-	-
Public safety - police	-	-	-	-
Public safety - fire protection	-	-	-	-
Community development	-	10,283,230	-	-
Community services	-	-	-	-
Engineering and public works	-	-	938,765	-
Capital outlay	442,152	205,652	2,736,177	90,880
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	2,455,778	10,488,882	3,674,942	90,880
Excess (Deficiency) of Revenues Over (Under) Expenditures	(329,349)	(266,346)	1,149,561	(90,880)
Other Financing Sources (Uses):				
Transfers in	83,710	301,757	-	-
Transfers out	-	(131,420)	-	-
Total Other Financing Sources (Uses)	83,710	170,337	-	-
Net Change in Fund Balances	(245,639)	(96,009)	1,149,561	(90,880)
Fund Balances, Beginning of Year	5,475,555	12,163,158	17,414,411	(80)
Fund Balances, End of Year	\$ 5,229,916	\$ 12,067,149	\$ 18,563,972	\$ (90,960)

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

	Special Revenue Funds			
	Community Development Block Grant	Assessment Administration	San Sevaine/ Etiwanda Drainage	SB 140
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	670,237	-	-	-
Charges for services	-	-	-	-
Use of money and property	-	12,716	21,956	220
Contributions	-	-	-	-
Developer participation	-	-	144,680	-
Miscellaneous	354,345	998,839	-	-
Total Revenues	1,024,582	1,011,555	166,636	220
Expenditures:				
Current:				
General government	-	1,135,738	-	-
Public safety - police	-	-	-	-
Public safety - fire protection	-	-	-	-
Community development	432,577	-	-	-
Community services	-	-	-	-
Engineering and public works	-	-	930	-
Capital outlay	378,685	-	344,769	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	811,262	1,135,738	345,699	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	213,320	(124,183)	(179,063)	220
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	213,320	(124,183)	(179,063)	220
Fund Balances, Beginning of Year	855,132	922,887	1,451,672	36,470
Fund Balances, End of Year	\$ 1,068,452	\$ 798,704	\$ 1,272,609	\$ 36,690

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

(CONTINUED)

	Special Revenue Funds			
	Air Quality Improvement	South Etiwanda Drainage	Lower Etiwanda Drainage	Masi Commerce Center
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	187,402	-	47,800	-
Charges for services	-	-	-	-
Use of money and property	5,765	4,940	8,184	165
Contributions	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	193,167	4,940	55,984	165
Expenditures:				
Current:				
General government	18,614	-	-	-
Public safety - police	-	-	-	-
Public safety - fire protection	-	-	-	-
Community development	-	-	-	-
Community services	-	-	-	-
Engineering and public works	-	250	330	-
Capital outlay	96,109	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	114,723	250	330	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	78,444	4,690	55,654	165
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	78,444	4,690	55,654	165
Fund Balances, Beginning of Year	396,408	301,557	470,800	300,803
Fund Balances, End of Year	\$ 474,852	\$ 306,247	\$ 526,454	\$ 300,968

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

	Special Revenue Funds			
	Measure I	Library Services	Proposition 84 - Park Bond Act	Asset Forfeiture
Revenues:				
Taxes	\$ -	\$ 3,452,880	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	2,322,077	14,016	-	8,035
Charges for services	-	411,556	-	-
Use of money and property	85,011	91,871	-	4,777
Contributions	-	115,000	-	-
Developer participation	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	2,407,088	4,085,323	-	12,812
Expenditures:				
Current:				
General government	-	-	-	-
Public safety - police	-	-	-	90,818
Public safety - fire protection	-	-	-	-
Community development	-	-	-	-
Community services	-	3,616,780	-	-
Engineering and public works	1,253,489	-	-	-
Capital outlay	341,681	20,940	-	-
Debt service:				
Principal retirement	-	8,060	-	-
Interest and fiscal charges	-	2,773	-	-
Total Expenditures	1,595,170	3,648,553	-	90,818
Excess (Deficiency) of Revenues Over (Under) Expenditures	811,918	436,770	-	(78,006)
Other Financing Sources (Uses):				
Transfers in	-	500,000	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	500,000	-	-
Net Change in Fund Balances	811,918	936,770	-	(78,006)
Fund Balances, Beginning of Year	5,655,561	6,351,458	(4,377)	531,801
Fund Balances, End of Year	\$ 6,467,479	\$ 7,288,228	\$ (4,377)	\$ 453,795

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

(CONTINUED)

	Special Revenue Funds			
	Used Oil Recycling Grant	COPS Program Grant	Drainage Facilities	CA State Library
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	233	329,245	-	148,512
Charges for services	-	-	-	-
Use of money and property	399	2,461	58,417	150
Contributions	-	-	-	-
Developer participation	-	-	933,896	-
Miscellaneous	-	-	-	-
Total Revenues	632	331,706	992,313	148,662
Expenditures:				
Current:				
General government	-	-	-	-
Public safety - police	-	55,533	-	-
Public safety - fire protection	-	-	-	-
Community development	-	-	-	-
Community services	-	-	-	67,753
Engineering and public works	70	-	102,331	-
Capital outlay	-	-	358,219	84,699
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	70	55,533	460,550	152,452
Excess (Deficiency) of Revenues Over (Under) Expenditures	562	276,173	531,763	(3,790)
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	562	276,173	531,763	(3,790)
Fund Balances, Beginning of Year	(562)	390,476	3,618,654	9,617
Fund Balances, End of Year	\$ -	\$ 666,649	\$ 4,150,417	\$ 5,827

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

	Special Revenue Funds			
	Library Services & Technologies Act	AB 2928 Traffic Congestion Relief	Litter Reduction Grant	Energy Efficient & Conservation Block Grant
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	32,120	-
Charges for services	-	-	-	-
Use of money and property	220	1,843	317	110
Contributions	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	220	1,843	32,437	110
Expenditures:				
Current:				
General government	-	-	-	-
Public safety - police	-	-	-	-
Public safety - fire protection	-	-	-	-
Community development	-	-	-	-
Community services	-	-	-	-
Engineering and public works	-	-	32,108	-
Capital outlay	-	-	-	19,327
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	-	32,108	19,327
Excess (Deficiency) of Revenues Over (Under) Expenditures	220	1,843	329	(19,217)
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	220	1,843	329	(19,217)
Fund Balances, Beginning of Year	36,840	292,663	(316)	19,121
Fund Balances, End of Year	\$ 37,060	\$ 294,506	\$ 13	\$ (96)

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

(CONTINUED)

	Special Revenue Funds			
	Senior Outreach Grant	Underground Utilities	Safe Routes to School Program	COPS Hiring Program Grant
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	6,920	-	53,187	50,000
Charges for services	-	570,468	-	-
Use of money and property	-	173,178	-	-
Contributions	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	6,920	743,646	53,187	50,000
Expenditures:				
Current:				
General government	-	-	-	-
Public safety - police	-	-	-	125,000
Public safety - fire protection	-	-	-	-
Community development	-	-	-	-
Community services	7,129	-	-	-
Engineering and public works	-	7,549	105,684	-
Capital outlay	-	5,600	258,354	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	7,129	13,149	364,038	125,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(209)	730,497	(310,851)	(75,000)
Other Financing Sources (Uses):				
Transfers in	-	-	-	75,000
Transfers out	(1,823)	-	-	-
Total Other Financing Sources (Uses)	(1,823)	-	-	75,000
Net Change in Fund Balances	(2,032)	730,497	(310,851)	-
Fund Balances, Beginning of Year	(1,993)	10,675,995	(31,240)	-
Fund Balances, End of Year	\$ (4,025)	\$ 11,406,492	\$ (342,091)	\$ -

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

	Special Revenue Funds			
	Foothill Blvd. Maintenance	COPS Secure Our Schools Grant	CA State Library Staff Innovation Fund Grant	The Big Read Library Grant
Revenues:				
Taxes	\$ -	\$ -	\$ 3,674	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	120,388	-
Charges for services	-	-	-	-
Use of money and property	123	28	2,068	124
Contributions	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	123	28	126,130	124
Expenditures:				
Current:				
General government	-	-	-	-
Public safety - police	-	12,720	-	-
Public safety - fire protection	-	-	-	-
Community development	-	-	-	-
Community services	-	-	41,795	600
Engineering and public works	18,781	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	18,781	12,720	41,795	600
Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,658)	(12,692)	84,335	(476)
Other Financing Sources (Uses):				
Transfers in	-	12,720	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	12,720	-	-
Net Change in Fund Balances	(18,658)	28	84,335	(476)
Fund Balances, Beginning of Year	19,015	(28)	(63,331)	9,876
Fund Balances, End of Year	\$ 357	\$ -	\$ 21,004	\$ 9,400

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

(CONTINUED)

	Special Revenue Funds			
	Drink, Drive, Lose Grant	Department of Homeland Security Grant	Public Resource Grants	Proposition 1B
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	40,006	71,334	-
Charges for services	-	-	-	-
Use of money and property	96	29	315	3,798
Contributions	-	-	288,163	-
Developer participation	-	-	-	-
Miscellaneous	-	-	515	-
Total Revenues	96	40,035	360,327	3,798
Expenditures:				
Current:				
General government	-	-	413,541	-
Public safety - police	-	-	-	-
Public safety - fire protection	-	40,006	-	-
Community development	-	-	-	180
Community services	-	-	-	-
Engineering and public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	40,006	413,541	180
Excess (Deficiency) of Revenues Over (Under) Expenditures	96	29	(53,214)	3,618
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	96	29	(53,214)	3,618
Fund Balances, Beginning of Year	1,681	(29)	80,452	231,974
Fund Balances, End of Year	\$ 1,777	\$ -	\$ 27,238	\$ 235,592

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

	Special Revenue Funds			
	Henderson/ Wardman Drainage	Integrated Waste Management	Federal Grant Fund - Dreier	Proposition 42 - Traffic Congestion Relief
Revenues:				
Taxes	\$ -	\$ 1,248,294	\$ -	\$ -
Licenses and permits	-	950	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	5,075	27,307	83	9,111
Contributions	-	-	-	-
Developer participation	112,761	-	-	-
Miscellaneous	-	1,890	-	-
Total Revenues	117,836	1,278,441	83	9,111
Expenditures:				
Current:				
General government	-	-	-	-
Public safety - police	-	-	-	-
Public safety - fire protection	-	-	-	-
Community development	-	-	-	-
Community services	-	-	-	-
Engineering and public works	-	918,747	-	269
Capital outlay	-	12,932	-	560,332
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	931,679	-	560,601
Excess (Deficiency) of Revenues Over (Under) Expenditures	117,836	346,762	83	(551,490)
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	117,836	346,762	83	(551,490)
Fund Balances, Beginning of Year	802,989	1,943,803	(83)	860,377
Fund Balances, End of Year	\$ 920,825	\$ 2,290,565	\$ -	\$ 308,887

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

(CONTINUED)

	Special Revenue Funds			
	Freedom Courtyard Resource Grants	Justice Assistance Grant	Senior Transportation Service	Homeland Security Grant 2005
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	153,570	89,622	-	-
Charges for services	-	-	-	-
Use of money and property	(555)	995	-	-
Contributions	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	153,015	90,617	-	-
Expenditures:				
Current:				
General government	-	-	-	-
Public safety - police	-	15,464	-	1,234
Public safety - fire protection	-	-	-	-
Community development	-	-	-	-
Community services	774	-	-	-
Engineering and public works	-	-	-	-
Capital outlay	3,413	80,882	-	19,879
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	4,187	96,346	-	21,113
Excess (Deficiency) of Revenues Over (Under) Expenditures	148,828	(5,729)	-	(21,113)
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	(65)	-
Total Other Financing Sources (Uses)	-	-	(65)	-
Net Change in Fund Balances	148,828	(5,729)	(65)	(21,113)
Fund Balances, Beginning of Year	(148,803)	8,107	65	(58,228)
Fund Balances, End of Year	\$ 25	\$ 2,378	\$ -	\$ (79,341)

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

	Special Revenue Fund	Capital Projects Funds		
	Used Oil Recycling Program	Assessment District 82-1	Assessment District 84-1	Assessment District 86-2
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	48,401	-	-	-
Charges for services	-	-	-	-
Use of money and property	(205)	196	17,708	-
Contributions	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	48,196	196	17,708	-
Expenditures:				
Current:				
General government	-	-	720	-
Public safety - police	-	-	-	-
Public safety - fire protection	-	-	-	-
Community development	50,453	-	-	-
Community services	-	-	-	-
Engineering and public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	50,453	-	720	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,257)	196	16,988	-
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(2,257)	196	16,988	-
Fund Balances, Beginning of Year	(4,289)	12,640	1,079,053	(41,128)
Fund Balances, End of Year	\$ (6,546)	\$ 12,836	\$ 1,096,041	\$ (41,128)

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

(CONTINUED)

	Capital Projects Funds			
	CFD 2000-01 South Etiwanda	CFD 2000-03 Rancho Summit	CFD 2001-01	CFD 2003-01 Project Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	-	110	7,814	39
Contributions	-	2	-	-
Developer participation	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	-	112	7,814	39
Expenditures:				
Current:				
General government	-	-	-	-
Public safety - police	-	-	-	-
Public safety - fire protection	-	-	-	-
Community development	-	-	320	-
Community services	-	-	-	-
Engineering and public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	-	320	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	112	7,494	39
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	112	7,494	39
Fund Balances, Beginning of Year	76	18,975	475,898	174,857
Fund Balances, End of Year	\$ 76	\$ 19,087	\$ 483,392	\$ 174,896

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

	Capital Projects Funds			
	Public Library Bond Act - 2000	Etiwanda Equestrian Facility	CFD 2004-01 Rancho Etiwanda	CFD 2003-01 Cultural Center
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	7	-	-	-
Charges for services	-	-	-	-
Use of money and property	193	10,635	151	11
Contributions	-	-	-	-
Developer participation	-	12,000	-	-
Miscellaneous	-	-	-	-
Total Revenues	200	22,635	151	11
Expenditures:				
Current:				
General government	-	-	-	50
Public safety - police	-	-	-	-
Public safety - fire protection	-	-	-	-
Community development	-	-	-	-
Community services	-	-	-	-
Engineering and public works	-	-	756,910	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	-	756,910	50
Excess (Deficiency) of Revenues Over (Under) Expenditures	200	22,635	(756,759)	(39)
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	200	22,635	(756,759)	(39)
Fund Balances, Beginning of Year	(193)	629,613	949,558	5,068
Fund Balances, End of Year	\$ 7	\$ 652,248	\$ 192,799	\$ 5,029

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENTS OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

	<u>Capital Projects Funds</u>		
	<u>CFD 2006-01 Vintner's Grove</u>	<u>CFD 2006-02 Amador on Route 66</u>	<u>Total Nonmajor Governmental Funds</u>
Revenues:			
Taxes	\$ -	\$ -	\$ 16,726,011
Licenses and permits	-	-	950
Intergovernmental	-	-	10,217,697
Charges for services	-	-	3,812,459
Use of money and property	79	88	2,424,292
Contributions	-	-	738,410
Developer participation	-	-	4,929,192
Miscellaneous	-	-	3,366,710
Total Revenues	79	88	42,215,721
Expenditures:			
Current:			
General government	-	-	3,582,289
Public safety - police	-	-	300,769
Public safety - fire protection	-	-	40,006
Community development	-	-	10,905,866
Community services	-	-	7,737,843
Engineering and public works	-	-	6,657,739
Capital outlay	-	-	8,468,917
Debt service:			
Principal retirement	-	-	8,060
Interest and fiscal charges	-	-	2,773
Total Expenditures	-	-	37,704,262
Excess (Deficiency) of Revenues Over (Under) Expenditures	79	88	4,511,459
Other Financing Sources (Uses):			
Transfers in	-	-	975,075
Transfers out	-	-	(217,018)
Total Other Financing Sources (Uses)	-	-	758,057
Net Change in Fund Balances	79	88	5,269,516
Fund Balances, Beginning of Year	608,575	7,819	95,142,566
Fund Balances, End of Year	\$ 608,654	\$ 7,907	\$ 100,412,082

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
GAS TAX
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$6,188,923	\$ 6,188,923	\$ 6,188,923	\$ -
Resources (Inflows):				
Intergovernmental	5,181,100	5,018,330	5,550,323	531,993
Use of money and property	56,010	61,250	98,874	37,624
Miscellaneous	-	-	3,367	3,367
Amounts Available for Appropriations	11,426,033	11,268,503	11,841,487	572,984
Charges to Appropriation (Outflow):				
Engineering and public works	2,792,930	2,906,110	2,652,113	253,997
Capital outlay	2,476,040	3,262,500	2,846,177	416,323
Transfers out	94,420	83,710	83,710	-
Total Charges to Appropriations	5,363,390	6,252,320	5,582,000	670,320
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 6,062,643	\$ 5,016,183	6,259,487	\$ 1,243,304
Encumbrances			984,308	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 7,243,795	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
RECREATION
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$2,185,120	\$ 2,185,120	\$ 2,185,120	\$ -
Resources (Inflows):				
Charges for services	3,081,650	2,896,410	2,830,435	(65,975)
Use of money and property	910,410	910,150	998,621	88,471
Contributions	398,260	353,660	334,831	(18,829)
Miscellaneous	180,170	178,340	177,623	(717)
Transfers in	-	-	1,888	1,888
Amounts Available for Appropriations	6,755,610	6,523,680	6,528,518	4,838
Charges to Appropriation (Outflow):				
Community services	4,648,800	4,465,770	4,003,012	462,758
Capital outlay	-	10,790	10,784	6
Total Charges to Appropriations	4,648,800	4,476,560	4,013,796	462,764
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 2,106,810	\$ 2,047,120	2,514,722	\$ 467,602
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 2,514,722	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 PARK DEVELOPMENT
 YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 10,798,791	\$ 10,798,791	\$ 10,798,791	\$ -
Resources (Inflows):				
Intergovernmental	-	-	232,635	232,635
Use of money and property	118,560	113,440	170,475	57,035
Developer participation	89,000	693,030	823,430	130,400
Amounts Available for Appropriations	11,006,351	11,605,261	12,025,331	420,070
Charges to Appropriation (Outflow):				
Community development	273,310	175,950	139,106	36,844
Capital outlay	50,000	451,600	402,424	49,176
Total Charges to Appropriations	323,310	627,550	541,530	86,020
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 10,683,041	\$ 10,977,711	11,483,801	\$ 506,090
Encumbrances			20,000	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 11,503,801	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 BEAUTIFICATION
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 1,032,902	\$ 1,032,902	\$ 1,032,902	\$ -
Resources (Inflows):				
Use of money and property	9,340	11,700	18,201	6,501
Developer participation	80,000	80,000	202,297	122,297
Amounts Available for Appropriations	1,122,242	1,124,602	1,253,400	128,798
Charges to Appropriation (Outflow):				
Engineering and public works	1,900	1,900	902	998
Capital outlay	401,000	45,980	21,669	24,311
Total Charges to Appropriations	402,900	47,880	22,571	25,309
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 719,342	\$ 1,076,722	1,230,829	\$ 154,107
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 1,230,829	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
LIGHTING DISTRICTS
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$5,475,555	\$ 5,475,555	\$ 5,475,555	\$ -
Resources (Inflows):				
Taxes	1,958,990	1,970,590	2,029,561	58,971
Use of money and property	56,650	53,860	84,710	30,850
Developer participation	2,900	3,320	12,158	8,838
Transfers in	94,420	83,710	83,710	-
Amounts Available for Appropriations	7,588,515	7,587,035	7,685,694	98,659
Charges to Appropriation (Outflow):				
General government	2,129,400	2,128,290	2,013,626	114,664
Capital outlay	1,000,000	1,000,000	442,152	557,848
Total Charges to Appropriations	3,129,400	3,128,290	2,455,778	672,512
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$4,459,115	\$ 4,458,745	5,229,916	\$ 771,171
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 5,229,916	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 LANDSCAPE MAINTENANCE DISTRICTS
 YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 12,163,158	\$ 12,163,158	\$ 12,163,158	\$ -
Resources (Inflows):				
Taxes	9,469,750	9,765,030	9,991,602	226,572
Use of money and property	134,010	134,330	226,312	91,982
Contributions	-	420	414	(6)
Miscellaneous	200	200	4,208	4,008
Transfers in	301,440	301,760	301,757	(3)
Amounts Available for Appropriations	22,068,558	22,364,898	22,687,451	322,553
Charges to Appropriation (Outflow):				
Community development	10,627,980	11,306,100	10,350,681	955,419
Capital outlay	335,450	519,820	361,415	158,405
Transfers out	100,000	131,420	131,420	-
Total Charges to Appropriations	11,063,430	11,957,340	10,843,516	1,113,824
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 11,005,128	\$ 10,407,558	11,843,935	\$ 1,436,377
Encumbrances			223,214	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 12,067,149	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
TRANSPORTATION
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 17,414,411	\$ 17,414,411	\$ 17,414,411	\$ -
Resources (Inflows):				
Intergovernmental	-	-	41,627	41,627
Use of money and property	152,660	179,340	268,983	89,643
Developer participation	371,000	1,300,000	2,687,970	1,387,970
Miscellaneous	-	-	1,825,923	1,825,923
Amounts Available for Appropriations	17,938,071	18,893,751	22,238,914	3,345,163
Charges to Appropriation (Outflow):				
Engineering and public works	974,890	978,460	954,515	23,945
Capital outlay	5,012,200	8,724,120	6,419,649	2,304,471
Total Charges to Appropriations	5,987,090	9,702,580	7,374,164	2,328,416
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 11,950,981	\$ 9,191,171	14,864,750	\$ 5,673,579
Encumbrances			3,699,222	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 18,563,972	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 PEDESTRIAN GRANT
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (80)	\$ (80)	\$ (80)	\$ -
Amounts Available for Appropriations	(80)	(80)	(80)	-
Charges to Appropriation (Outflow):				
Capital outlay	125,000	302,360	90,880	211,480
Total Charges to Appropriations	125,000	302,360	90,880	211,480
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ (125,080)	\$ (302,440)	(90,960)	\$ 211,480
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ (90,960)	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 COMMUNITY DEVELOPMENT BLOCK GRANT
 YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 855,132	\$ 855,132	\$ 855,132	\$ -
Resources (Inflows):				
Intergovernmental	807,950	912,680	670,237	(242,443)
Miscellaneous	579,330	356,770	354,345	(2,425)
Amounts Available for Appropriations	2,242,412	2,124,582	1,879,714	(244,868)
Charges to Appropriation (Outflow):				
Community development	448,030	448,030	432,577	15,453
Capital outlay	949,660	553,720	378,685	175,035
Total Charges to Appropriations	1,397,690	1,001,750	811,262	190,488
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 844,722	\$ 1,122,832	1,068,452	\$ (54,380)
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 1,068,452	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
ASSESSMENT ADMINISTRATION
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 922,887	\$ 922,887	\$ 922,887	\$ -
Resources (Inflows):				
Use of money and property	11,150	8,360	12,716	4,356
Miscellaneous	1,049,170	1,049,170	998,839	(50,331)
Amounts Available for Appropriations	1,983,207	1,980,417	1,934,442	(45,975)
Charges to Appropriation (Outflow):				
General government	1,195,420	1,211,890	1,148,223	63,667
Total Charges to Appropriations	1,195,420	1,211,890	1,148,223	63,667
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 787,787	\$ 768,527	786,219	\$ 17,692
Encumbrances			12,485	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 798,704	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 SAN SEVAINE / ETIWANDA DRAINAGE
 YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 1,451,672	\$ 1,451,672	\$ 1,451,672	\$ -
Resources (Inflows):				
Use of money and property	13,850	13,190	21,956	8,766
Developer participation	26,000	60,000	144,680	84,680
Amounts Available for Appropriations	1,491,522	1,524,862	1,618,308	93,446
Charges to Appropriation (Outflow):				
Engineering and public works	930	930	930	-
Capital outlay	-	839,770	839,769	1
Total Charges to Appropriations	930	840,700	840,699	1
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 1,490,592	\$ 684,162	777,609	\$ 93,447
Encumbrances			495,000	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 1,272,609	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)

SB 140

YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 36,470	\$ 36,470	\$ 36,470	\$ -
Resources (Inflows):				
Use of money and property	-	-	220	220
Amounts Available for Appropriations	36,470	36,470	36,690	220
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 36,470	\$ 36,470	36,690	\$ 220
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 36,690	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
AIR QUALITY IMPROVEMENT
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 396,408	\$ 396,408	\$ 396,408	\$ -
Resources (Inflows):				
Intergovernmental	203,320	268,810	187,402	(81,408)
Use of money and property	6,410	3,850	5,765	1,915
Amounts Available for Appropriations	606,138	669,068	589,575	(79,493)
Charges to Appropriation (Outflow):				
General government	35,710	32,130	19,904	12,226
Capital outlay	309,500	378,160	358,753	19,407
Total Charges to Appropriations	345,210	410,290	378,657	31,633
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 260,928	\$ 258,778	210,918	\$ (47,860)
Encumbrances			263,934	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 474,852	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 SOUTH ETIWANDA DRAINAGE
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 301,557	\$ 301,557	\$ 301,557	\$ -
Resources (Inflows):				
Use of money and property	3,230	3,060	4,940	1,880
Amounts Available for Appropriations	304,787	304,617	306,497	1,880
Charges to Appropriation (Outflow):				
Engineering and public works	250	250	250	-
Total Charges to Appropriations	250	250	250	-
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 304,537	\$ 304,367	306,247	\$ 1,880
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 306,247	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 LOWER ETIWANDA DRAINAGE
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 470,800	\$ 470,800	\$ 470,800	\$ -
Resources (Inflows):				
Intergovernmental	-	-	47,800	47,800
Use of money and property	5,080	5,200	8,184	2,984
Amounts Available for Appropriations	475,880	476,000	526,784	50,784
Charges to Appropriation (Outflow):				
Engineering and public works	330	330	330	-
Total Charges to Appropriations	330	330	330	-
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 475,550	\$ 475,670	526,454	\$ 50,784
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 526,454	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 MASI COMMERCE CENTER
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 300,803	\$ 300,803	\$ 300,803	\$ -
Resources (Inflows):				
Use of money and property	100	100	165	65
Amounts Available for Appropriations	300,903	300,903	300,968	65
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 300,903	\$ 300,903	300,968	\$ 65
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 300,968	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 MEASURE I
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$5,655,561	\$ 5,655,561	\$ 5,655,561	\$ -
Resources (Inflows):				
Intergovernmental	2,339,030	2,339,030	2,322,077	(16,953)
Use of money and property	60,650	55,810	85,011	29,201
Amounts Available for Appropriations	8,055,241	8,050,401	8,062,649	12,248
Charges to Appropriation (Outflow):				
Engineering and public works	1,222,650	1,284,940	1,256,903	28,037
Capital outlay	427,000	1,014,900	951,471	63,429
Total Charges to Appropriations	1,649,650	2,299,840	2,208,374	91,466
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$6,405,591	\$ 5,750,561	5,854,275	\$ 103,714
Encumbrances			613,204	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 6,467,479	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
LIBRARY SERVICES
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$6,351,458	\$ 6,351,458	\$ 6,351,458	\$ -
Resources (Inflows):				
Taxes	3,371,560	3,464,630	3,452,880	(11,750)
Intergovernmental	-	23,660	14,016	(9,644)
Charges for services	371,500	387,550	411,556	24,006
Use of money and property	58,380	49,890	91,871	41,981
Contributions	140,000	140,000	115,000	(25,000)
Transfers in	-	-	500,000	500,000
Amounts Available for Appropriations	10,292,898	10,417,188	10,936,781	519,593
Charges to Appropriation (Outflow):				
Community services	4,128,690	4,151,180	3,638,984	512,196
Capital outlay	250,000	102,740	20,940	81,800
Debt service:				
Principal retirement	9,500	11,870	10,206	1,664
Interest and fiscal charges	-	-	2,773	(2,773)
Total Charges to Appropriations	4,388,190	4,265,790	3,672,903	592,887
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$5,904,708	\$ 6,151,398	7,263,878	\$ 1,112,480
Encumbrances			24,350	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 7,288,228	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 ASSET FORFEITURE
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 531,801	\$ 531,801	\$ 531,801	\$ -
Resources (Inflows):				
Intergovernmental	-	-	8,035	8,035
Use of money and property	1,510	1,430	4,777	3,347
Amounts Available for Appropriations	533,311	533,231	544,613	11,382
Charges to Appropriation (Outflow):				
Public safety - Police	30,820	90,850	90,818	32
Capital outlay	155,000	-	-	-
Total Charges to Appropriations	185,820	90,850	90,818	32
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 347,491	\$ 442,381	453,795	\$ 11,414
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 453,795	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 COPS PROGRAM GRANT
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 390,476	\$ 390,476	\$ 390,476	\$ -
Resources (Inflows):				
Intergovernmental	200,000	200,000	329,245	129,245
Use of money and property	-	-	2,461	2,461
Amounts Available for Appropriations	590,476	590,476	722,182	131,706
Charges to Appropriation (Outflow):				
Public safety - Police	203,010	203,010	55,533	147,477
Total Charges to Appropriations	203,010	203,010	55,533	147,477
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 387,466	\$ 387,466	666,649	\$ 279,183
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 666,649	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
DRAINAGE FACILITIES
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$3,618,654	\$ 3,618,654	\$ 3,618,654	\$ -
Resources (Inflows):				
Use of money and property	39,540	38,500	58,417	19,917
Developer participation	240,000	545,000	933,896	388,896
Amounts Available for Appropriations	3,898,194	4,202,154	4,610,967	408,813
Charges to Appropriation (Outflow):				
Engineering and public works	127,250	129,300	123,961	5,339
Capital outlay	106,000	1,322,960	1,067,114	255,846
Total Charges to Appropriations	233,250	1,452,260	1,191,075	261,185
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 3,664,944	\$ 2,749,894	3,419,892	\$ 669,998
Encumbrances			730,525	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 4,150,417	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 CA STATE LIBRARY
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 9,617	\$ 9,617	\$ 9,617	\$ -
Resources (Inflows):				
Intergovernmental	-	172,090	148,512	(23,578)
Use of money and property	-	-	150	150
Contributions	-	3,000	-	(3,000)
Amounts Available for Appropriations	9,617	184,707	158,279	(26,428)
Charges to Appropriation (Outflow):				
Community services	18,010	117,220	95,351	21,869
Capital outlay	-	90,340	84,699	5,641
Total Charges to Appropriations	18,010	207,560	180,050	27,510
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ (8,393)	\$ (22,853)	(21,771)	\$ 1,082
Encumbrances			27,598	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 5,827	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
LIBRARY SERVICES & TECHNOLOGIES ACT
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 36,840	\$ 36,840	\$ 36,840	\$ -
Resources (Inflows):				
Use of money and property	-	-	220	220
Amounts Available for Appropriations	36,840	36,840	37,060	220
Charges to Appropriation (Outflow):				
Community services	110	-	-	-
Total Charges to Appropriations	110	-	-	-
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 36,730	\$ 36,840	37,060	\$ 220
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 37,060	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 LITTER REDUCTION GRANT
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (316)	\$ (316)	\$ (316)	\$ -
Resources (Inflows):				
Intergovernmental	44,750	45,840	32,120	(13,720)
Use of money and property	-	-	317	317
Amounts Available for Appropriations	44,434	45,524	32,121	(13,403)
Charges to Appropriation (Outflow):				
Engineering and public works	45,870	45,840	42,002	3,838
Total Charges to Appropriations	45,870	45,840	42,002	3,838
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ (1,436)	\$ (316)	(9,881)	\$ (9,565)
Encumbrances			9,894	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 13	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 ENERGY EFFICIENT & CONSERVATION BLOCK GRANT
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 19,121	\$ 19,121	\$ 19,121	\$ -
Resources (Inflows):				
Intergovernmental	18,480	-	-	-
Use of money and property	-	-	110	110
Amounts Available for Appropriations	37,601	19,121	19,231	110
Charges to Appropriation (Outflow):				
Capital outlay	-	19,330	19,327	3
Total Charges to Appropriations	-	19,330	19,327	3
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 37,601	\$ (209)	(96)	\$ 113
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ (96)	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 SENIOR OUTREACH GRANT
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (1,993)	\$ (1,993)	\$ (1,993)	\$ -
Resources (Inflows):				
Intergovernmental	6,920	6,920	6,920	-
Amounts Available for Appropriations	4,927	4,927	4,927	-
Charges to Appropriation (Outflow):				
Parks and recreation	7,130	7,130	7,129	1
Transfers out	-	-	1,823	(1,823)
Total Charges to Appropriations	7,130	7,130	8,952	(1,822)
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ (2,203)	\$ (2,203)	(4,025)	\$ (1,822)
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ (4,025)	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 UNDERGROUND UTILITIES
 YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 10,675,995	\$ 10,675,995	\$ 10,675,995	\$ -
Resources (Inflows):				
Charges for services	50,000	400,000	570,468	170,468
Use of money and property	48,260	111,580	173,178	61,598
Amounts Available for Appropriations	10,774,255	11,187,575	11,419,641	232,066
Charges to Appropriation (Outflow):				
Engineering and public works	13,460	13,460	7,549	5,911
Capital outlay	661,170	105,600	5,600	100,000
Total Charges to Appropriations	674,630	119,060	13,149	105,911
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 10,099,625	\$ 11,068,515	11,406,492	\$ 337,977
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 11,406,492	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 SAFE ROUTES TO SCHOOL PROGRAM
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (31,240)	\$ (31,240)	\$ (31,240)	\$ -
Resources (Inflows):				
Intergovernmental	-	53,180	53,187	7
Amounts Available for Appropriations	(31,240)	21,940	21,947	7
Charges to Appropriation (Outflow):				
Engineering and public works	175,960	107,410	105,684	1,726
Capital outlay	324,400	636,760	263,867	372,893
Total Charges to Appropriations	500,360	744,170	369,551	374,619
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ (531,600)	\$ (722,230)	(347,604)	\$ 374,626
Encumbrances			5,513	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ (342,091)	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 COPS HIRING PROGRAM GRANT
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ -	\$ -
Resources (Inflows):				
Intergovernmental	40,000	40,000	50,000	10,000
Transfers in	75,000	75,000	75,000	-
Amounts Available for Appropriations	115,000	115,000	125,000	10,000
Charges to Appropriation (Outflow):				
Public safety	115,000	115,000	125,000	(10,000)
Total Charges to Appropriations	115,000	115,000	125,000	(10,000)
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ -	\$ -	-	\$ -
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ -	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 FOOTHILL BLVD. MAINTENANCE
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 19,015	\$ 19,015	\$ 19,015	\$ -
Resources (Inflows):				
Use of money and property	-	-	123	123
Amounts Available for Appropriations	19,015	19,015	19,138	123
Charges to Appropriation (Outflow):				
Engineering and public works	19,010	19,090	18,781	309
Total Charges to Appropriations	19,010	19,090	18,781	309
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 5	\$ (75)	357	\$ 432
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 357	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
COPS SECURE OUR SCHOOLS GRANT
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (28)	\$ (28)	\$ (28)	\$ -
Resources (Inflows):				
Intergovernmental	2,660	29,220	-	(29,220)
Use of money and property	-	-	28	28
Transfers in	12,720	12,720	12,720	-
Amounts Available for Appropriations	15,352	41,912	12,720	(29,192)
Charges to Appropriation (Outflow):				
Public safety - Police	15,380	10,870	12,720	(1,850)
Total Charges to Appropriations	15,380	10,870	12,720	(1,850)
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ (28)	\$ 31,042	-	\$ (31,042)
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ -	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
CA STATE LIBRARY STAFF INNOVATION FUND GRANT
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (63,331)	\$ (63,331)	\$ (63,331)	\$ -
Resources (Inflows):				
Taxes	-	-	3,674	3,674
Intergovernmental	-	168,000	120,388	(47,612)
Use of money and property	-	-	2,068	2,068
Amounts Available for Appropriations	(63,331)	104,669	62,799	(41,870)
Charges to Appropriation (Outflow):				
Parks and recreation	55,000	59,000	41,795	17,205
Total Charges to Appropriations	55,000	59,000	41,795	17,205
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ (118,331)	\$ 45,669	21,004	\$ (24,665)
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 21,004	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 THE BIG READ LIBRARY GRANT
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 9,876	\$ 9,876	\$ 9,876	\$ -
Resources (Inflows):				
Use of money and property	-	-	124	124
Amounts Available for Appropriations	9,876	9,876	10,000	124
Charges to Appropriation (Outflow):				
Parks and recreation	3,600	600	600	-
Total Charges to Appropriations	3,600	600	600	-
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 6,276	\$ 9,276	9,400	\$ 124
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 9,400	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 DEPARTMENT OF HOMELAND SECURITY GRANT
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (29)	\$ (29)	\$ (29)	\$ -
Resources (Inflows):				
Intergovernmental	37,940	60,970	40,006	(20,964)
Use of money and property	-	-	29	29
Amounts Available for Appropriations	37,911	60,941	40,006	(20,935)
Charges to Appropriation (Outflow):				
Public safety - fire protection	40,970	60,970	40,006	20,964
Total Charges to Appropriations	40,970	60,970	40,006	20,964
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ (3,059)	\$ (29)	-	\$ 29
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ -	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
PUBLIC RESOURCE GRANTS
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 80,452	\$ 80,452	\$ 80,452	\$ -
Resources (Inflows):				
Intergovernmental	-	37,240	71,334	34,094
Use of money and property	-	-	315	315
Contributions	123,840	319,270	288,163	(31,107)
Miscellaneous	-	-	515	515
Amounts Available for Appropriations	204,292	436,962	440,779	3,817
Charges to Appropriation (Outflow):				
General government	126,560	415,030	413,541	1,489
Total Charges to Appropriations	126,560	415,030	413,541	1,489
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 77,732	\$ 21,932	27,238	\$ 5,306
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 27,238	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 PROPOSITION 1B
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 231,974	\$ 231,974	\$ 231,974	\$ -
Resources (Inflows):				
Use of money and property	2,480	2,350	3,798	1,448
Amounts Available for Appropriations	234,454	234,324	235,772	1,448
Charges to Appropriation (Outflow):				
Community development	180	180	180	-
Total Charges to Appropriations	180	180	180	-
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 234,274	\$ 234,144	235,592	\$ 1,448
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 235,592	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
INTEGRATED WASTE MANAGEMENT
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 1,943,803	\$ 1,943,803	\$ 1,943,803	\$ -
Resources (Inflows):				
Taxes	1,122,220	1,123,870	1,248,294	124,424
Licenses and permits	-	850	950	100
Use of money and property	24,010	17,290	27,307	10,017
Miscellaneous	-	-	1,890	1,890
Amounts Available for Appropriations	3,090,033	3,085,813	3,222,244	136,431
Charges to Appropriation (Outflow):				
Engineering and public works	1,094,980	1,171,620	925,777	245,843
Capital outlay	-	18,990	12,932	6,058
Total Charges to Appropriations	1,094,980	1,190,610	938,709	251,901
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 1,995,053	\$ 1,895,203	2,283,535	\$ 388,332
Encumbrances			7,030	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 2,290,565	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 PROPOSITION 42 - TRAFFIC CONGESTION MITIGATION
 YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 860,377	\$ 860,377	\$ 860,377	\$ -
Resources (Inflows):				
Use of money and property	13,470	5,770	9,111	3,341
Amounts Available for Appropriations	873,847	866,147	869,488	3,341
Charges to Appropriation (Outflow):				
Engineering and public works	1,430	1,430	269	1,161
Capital outlay	71,390	570,380	560,332	10,048
Total Charges to Appropriations	72,820	571,810	560,601	11,209
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 801,027	\$ 294,337	308,887	\$ 14,550
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 308,887	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 FREEDOM COURTYARD RESOURCE GRANT
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (148,803)	\$ (148,803)	\$ (148,803)	\$ -
Resources (Inflows):				
Intergovernmental	-	155,630	153,570	(2,060)
Use of money and property	-	-	(555)	(555)
Amounts Available for Appropriations	(148,803)	6,827	4,212	(2,615)
Charges to Appropriation (Outflow):				
Community services	-	780	774	6
Capital outlay	-	5,470	3,413	2,057
Total Charges to Appropriations	-	6,250	4,187	2,063
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ (148,803)	\$ 577	25	\$ (552)
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 25	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 JUSTICE ASSISTANCE GRANT
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 8,107	\$ 8,107	\$ 8,107	\$ -
Resources (Inflows):				
Intergovernmental	40,000	86,050	89,622	3,572
Use of money and property	-	70	995	925
Amounts Available for Appropriations	48,107	94,227	98,724	4,497
Charges to Appropriation (Outflow):				
Public safety	160	15,470	15,464	6
Capital outlay	-	78,740	80,882	(2,142)
Total Charges to Appropriations	160	94,210	96,346	(2,136)
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 47,947	\$ 17	2,378	\$ 2,361
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 2,378	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 HOMELAND SECURITY GRANT 2005
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (58,228)	\$ (58,228)	\$ (58,228)	\$ -
Amounts Available for Appropriations	(58,228)	(58,228)	(58,228)	-
Charges to Appropriation (Outflow):				
Public safety	-	1,240	1,234	6
Capital outlay	-	30,140	19,879	10,261
Total Charges to Appropriations	-	31,380	21,113	10,267
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ (58,228)	\$ (89,608)	(79,341)	\$ 10,267
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ (79,341)	

CITY OF RANCHO CUCAMONGA

**BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
USED OIL RECYCLING PROGRAM
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (4,289)	\$ (4,289)	\$ (4,289)	\$ -
Resources (Inflows):				
Intergovernmental	32,930	52,670	48,401	(4,269)
Use of money and property	-	-	(205)	(205)
Amounts Available for Appropriations	28,641	48,381	43,907	(4,474)
Charges to Appropriation (Outflow):				
Community development	48,230	52,670	50,453	2,217
Total Charges to Appropriations	48,230	52,670	50,453	2,217
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ (19,589)	\$ (4,289)	(6,546)	\$ (2,257)
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ (6,546)	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
ASSESSMENT DISTRICT 82-1
YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 12,640	\$ 12,640	\$ 12,640	\$ -
Resources (Inflows):				
Use of money and property	130	120	196	76
Amounts Available for Appropriations	12,770	12,760	12,836	76
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 12,770	\$ 12,760	12,836	\$ 76
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 12,836	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 ASSESSMENT DISTRICT 84-1
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$1,079,053	\$ 1,079,053	\$ 1,079,053	\$ -
Resources (Inflows):				
Use of money and property	11,560	10,950	17,708	6,758
Amounts Available for Appropriations	1,090,613	1,090,003	1,096,761	6,758
Charges to Appropriation (Outflow):				
General government	720	720	720	-
Total Charges to Appropriation	720	720	720	-
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 1,089,893	\$ 1,089,283	1,096,041	\$ 6,758
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 1,096,041	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 CFD 2000-01 SOUTH ETIWANDA
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 76	\$ 76	\$ 76	\$ -
Resources (Inflows):				
Use of money and property	10	-	-	-
Amounts Available for Appropriations	86	76	76	-
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 86	\$ 76	76	\$ -
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 76	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 CFD 2000-03 RANCHO SUMMIT
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 18,975	\$ 18,975	\$ 18,975	\$ -
Resources (Inflows):				
Use of money and property	1,200	-	110	110
Contributions	-	-	2	2
Amounts Available for Appropriations	20,175	18,975	19,087	112
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 20,175	\$ 18,975	19,087	\$ 112
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 19,087	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 CFD 2001-01
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 475,898	\$ 475,898	\$ 475,898	\$ -
Resources (Inflows):				
Use of money and property	5,110	4,830	7,814	2,984
Amounts Available for Appropriations	481,008	480,728	483,712	2,984
Charges to Appropriation (Outflow):				
Community development	320	320	320	-
Total Charges to Appropriation	320	320	320	-
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 480,688	\$ 480,408	483,392	\$ 2,984
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 483,392	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 CFD 2003-01 PROJECT FUND
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 174,857	\$ 174,857	\$ 174,857	\$ -
Resources (Inflows):				
Use of money and property	100	-	39	39
Amounts Available for Appropriations	174,957	174,857	174,896	39
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 174,957	\$ 174,857	174,896	\$ 39
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 174,896	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 CFD 2004-01 RANCHO ETIWANDA
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 949,558	\$ 949,558	\$ 949,558	\$ -
Resources (Inflows):				
Use of money and property	170	40	151	111
Amounts Available for Appropriations	949,728	949,598	949,709	111
Charges to Appropriation (Outflow):				
Public works	-	-	756,910	(756,910)
Capital outlay	500,000	500,000	-	500,000
Total Charges to Appropriation	500,000	500,000	756,910	(256,910)
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 449,728	\$ 449,598	192,799	\$ (256,799)
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 192,799	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 CFD 2003-01 CULTURAL CENTER
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 5,068	\$ 5,068	\$ 5,068	\$ -
Resources (Inflows):				
Use of money and property	130	-	11	11
Amounts Available for Appropriations	5,198	5,068	5,079	11
Charges to Appropriation (Outflow):				
General government	50	50	50	-
Total Charges to Appropriation	50	50	50	-
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 5,148	\$ 5,018	5,029	\$ 11
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 5,029	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 CFD 2006-01 VINTNER'S GROVE
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 608,575	\$ 608,575	\$ 608,575	\$ -
Resources (Inflows):				
Use of money and property	320	10	79	69
Amounts Available for Appropriations	608,895	608,585	608,654	69
Charges to Appropriation (Outflow):				
Capital outlay	100,000	100,000	-	100,000
Total Charges to Appropriation	100,000	100,000	-	100,000
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 508,895	\$ 508,585	608,654	\$ 100,069
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 608,654	

CITY OF RANCHO CUCAMONGA

BUDGETARY COMPARISON SCHEDULE (BUDGETARY BASIS)
 CFD 2006-02 AMADOR ON ROUTE 66
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 7,819	\$ 7,819	\$ 7,819	\$ -
Resources (Inflows):				
Use of money and property	180	60	88	28
Amounts Available for Appropriations	7,999	7,879	7,907	28
Budgetary Fund Balance, June 30 (Budgetary Basis)	\$ 7,999	\$ 7,879	7,907	\$ 28
Encumbrances			-	
Budgetary Fund Balance, June 30 (GAAP Basis)			\$ 7,907	

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF RANCHO CUCAMONGA
Internal Service Funds

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

Equipment and Vehicle Replacement – Established to account for the accumulation of user charges to various City departments and the costs associated with replacing the City's vehicles.

Computer Equipment/Technology Replacement – Established to account for the accumulation of resources and the costs associated with replacing the City's data processing equipment and maintaining current technology.

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2014

	Equipment and Vehicle Replacement	Computer Equipment/ Technology Replacement	Total
Assets:			
Current:			
Cash and investments	\$ 8,626,213	\$ 3,535,554	\$ 12,161,767
Receivables:			
Accrued interest	9,766	4,017	13,783
Total Current Assets	8,635,979	3,539,571	12,175,550
Noncurrent:			
Capital assets - net of accumulated depreciation	1,427,449	2,379,084	3,806,533
Total Noncurrent Assets	1,427,449	2,379,084	3,806,533
Total Assets	\$ 10,063,428	\$ 5,918,655	\$ 15,982,083
Liabilities and Net Position:			
Liabilities:			
Current:			
Accounts payable	\$ 64,179	\$ 68,126	\$ 132,305
Capital leases	62,412	434,581	496,993
Total Current Liabilities	126,591	502,707	629,298
Noncurrent:			
Capital leases	177,265	1,327,608	1,504,873
Total Noncurrent Liabilities	177,265	1,327,608	1,504,873
Total Liabilities	303,856	1,830,315	2,134,171
Net Position:			
Net investment in capital assets	1,187,772	616,895	1,804,667
Unrestricted	8,571,800	3,471,445	12,043,245
Total Net Position	9,759,572	4,088,340	13,847,912
Total Liabilities and Net Position	\$ 10,063,428	\$ 5,918,655	\$ 15,982,083

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2014

	Equipment and Vehicle Replacement	Computer Equipment/ Technology Replacement	Total
Operating Revenues:			
Sales and service charges	\$ -	\$ 85,680	\$ 85,680
Total Operating Revenues	-	85,680	85,680
Operating Expenses:			
Maintenance and operations	98,294	1,145,188	1,243,482
Depreciation expense	743,833	520,532	1,264,365
Total Operating Expenses	842,127	1,665,720	2,507,847
Operating Income (Loss)	(842,127)	(1,580,040)	(2,422,167)
Nonoperating Revenues (Expenses):			
Interest revenue	127,689	79,600	207,289
Interest expense	(1,596)	(34,526)	(36,122)
Total Nonoperating Revenues (Expenses)	126,093	45,074	171,167
Income (Loss) Before Transfers	(716,034)	(1,534,966)	(2,251,000)
Transfers in	-	578,653	578,653
Changes in Net Position	(716,034)	(956,313)	(1,672,347)
Net Position:			
Beginning of Year	10,475,606	5,044,653	15,520,259
End of Fiscal Year	\$ 9,759,572	\$ 4,088,340	\$ 13,847,912

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2014

	Equipment and Vehicle Replacement	Computer Equipment/ Technology Replacement	Total
Cash Flows from Operating Activities:			
Cash received from customers and users	\$ -	\$ 85,680	\$ 85,680
Cash paid to suppliers for goods and services	(270,249)	(1,199,054)	(1,469,303)
Net Cash Provided (Used) by Operating Activities	(270,249)	(1,113,374)	(1,383,623)
Cash Flows from Non-Capital Financing Activities:			
Cash transfers in	-	578,653	578,653
Net Cash Provided (Used) by Non-Capital Financing Activities	-	578,653	578,653
Cash Flows from Capital and Related Financing Activities:			
Acquisition and construction of capital assets	(219,308)	(190,835)	(410,143)
Principal paid on capital debt	(69,051)	(442,746)	(511,797)
Interest paid on capital debt	(1,596)	(34,526)	(36,122)
Net Cash Provided (Used) by Capital and Related Financing Activities	(289,955)	(668,107)	(958,062)
Cash Flows from Investing Activities:			
Interest received	122,250	77,178	199,428
Net Cash Provided (Used) by Investing Activities	122,250	77,178	199,428
Net Increase (Decrease) in Cash and Cash Equivalents	(437,954)	(1,125,650)	(1,563,604)
Cash and Cash Equivalents at Beginning of Year	9,064,167	4,661,204	13,725,371
Cash and Cash Equivalents at End of Year	\$ 8,626,213	\$ 3,535,554	\$ 12,161,767
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:			
Operating income (loss)	\$ (842,127)	\$ (1,580,040)	\$ (2,422,167)
Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:			
Depreciation	743,833	520,532	1,264,365
Increase (decrease) in accounts payable	(171,955)	(53,866)	(225,821)
Total Adjustments	571,878	466,666	1,038,544
Net Cash Provided (Used) by Operating Activities	\$ (270,249)	\$ (1,113,374)	\$ (1,383,623)

Non-Cash Investing, Capital, and Financing Activities:

There was no non-cash investing, capital and financing activities in the current fiscal year.

CITY OF RANCHO CUCAMONGA
Agency Funds

Agency funds are used to account for assets held by the City as trustee or agent for individuals, private organizations, or other governmental units, and/or other funds.

Special Deposits Fund - Established to account for all deposits held by the City in its fiduciary capacity.

Assessment District 82-1 Fund - Established to account for assessments received under the Refunding Act of 1984 for 1915 Improvement Act Bonds. Assessments received are restricted for payment of principal, interest and penalties thereon, upon presentation proper coupons.

Assessment District 84-2 Fund - Established to account for assessments received under the Improvement Bond Act of 1915. Assessments received are restricted for payment of principal, interest and penalties thereon, upon presentation of proper coupons.

Assessment District 85-PD Fund - Established to account for assessments received under the Refunding Act of 1984 for 1915 Improvement Act Bonds and Landscape/Lighting Act of 1972. Assessments received are restricted for payment of principal, interest and penalties thereon, upon presentation of proper coupons.

Community Facilities District 88-2 Fund - Established to account for assessments received under the Improvement Bond Act of 1915. Assessments received are restricted for payment of principal, interest and penalties thereon, upon presentation of proper coupons.

Assessment District 91-2 Fund - Established to account for assessments received under the Improvement Bond Act of 1915. Assessments received are restricted for payment of principal, interest and penalties thereon, upon presentation of proper coupons.

Community Facilities District 93-3 Fund - Established to account for assessments received under the Improvement Bond Act of 1915. Assessments received are restricted for payment of principal, interest and penalties thereon, upon presentation of proper coupons.

Assessment District 99-1 Fund - Established to account for assessments received under the Improvement Bond Act of 1915. Assessments received are restricted for payment of principal, interest and penalties thereon, upon presentation of proper coupons.

Community Facilities District 2000-01 South Etiwanda Fund – Established to account for assessments received under the Mello-Roos Community Facilities Act of 1982. Assessments received are restricted for payment of principal, interest and penalties thereon, upon presentation of proper coupons.

Community Facilities District 2000-02 Rancho Cucamonga Corporate Park Fund – Established to account for assessments received under the Mello-Roos Community Facilities Act of 1982. Assessments received are restricted for payment of principal, interest and penalties thereon, upon presentation of proper coupons.

Assessment District No. 93-1 Masi Commerce Center Fund - Established to account for assessments received under the Improvement Bond Act of 1915. Assessments received are restricted for payment of principal, interest and penalties thereon, upon presentation of proper coupons.

CITY OF RANCHO CUCAMONGA

Agency Funds (Continued)

Community Facilities District No. 2001-01 Special Tax Bonds, Series 2001-A Fund - Established to account for assessments received under the Mello-Roos Community Facilities Act of 1982. Assessments received are restricted for payment of principal, interest and penalties thereon, upon presentation of proper coupons.

Community Facilities District No. 2001-01 Special Tax Bonds, Series 2001-B Fund - Established to account for assessments received under the Mello-Roos Community Facilities Act of 1982. Assessments received are restricted for payment of principal, interest and penalties thereon, upon presentation of proper coupons.

Community Facilities District 2003-01 Series A Fund - This fund is used for the Community Facilities District 2003-01 bond redemption process. The Bond Redemption fund is a short-term rotating fund, generally used to consolidate the collections received from the payments of the property owners upon payment of their annual assessments at the time of payment of their tax bills. Furthermore, the monies in this fund are used to meet the annual principal and semiannual interest payment on the bonds.

Community Facilities District 2003-01 Series B Fund - This fund is used for the Community Facilities District 2003-01 bond redemption process. The Bond Redemption fund is a short-term rotating fund, generally used to consolidate the collections received from the payments of the property owners upon payment of their annual assessments at the time of payment of their tax bills. Furthermore, the monies in this fund are used to meet the annual principal and semiannual interest payment on the bonds.

Community Facilities District 2000-03 Rancho Summit Redemption Fund - Established to account for assessments received under the Mello-Roos Community Facilities Act of 1982. Assessments received are restricted for payment of principal, interest and penalties thereon, upon presentation of proper coupons.

Community Facilities District 2000-03 Rancho Summit Reserve Fund - Established to account for the reserve fund held by the trustee.

Community Facilities District 2004-01 Fund - This fund is used for the Community Facilities District 2004-01 bond redemption process. The Bond Redemption fund is a short-term rotating fund, generally used to consolidate the collections received from the payments of the property owners upon payment of their annual assessments at the time of payment of their tax bills. Furthermore, the monies in this fund are used to meet the annual principal and semiannual interest payment on the bonds.

Community Facilities District 2000-03 Park Maintenance Fund - This fund is used for the maintenance of parks and parkways located within the Community Facilities District No. 2000-03. The District is located south of Summit Avenue on the east and west sides of Wardman Bullock Road.

Community Facilities District 2006-01 Redemption Fund - This fund was established to account for monies deposited by developers for initial consulting and administrative costs and expenses related to a proposed public financing district.

Community Facilities District 2006-02 Redemption Fund - This fund was established to account for monies deposited by developers for initial consulting and administrative costs and expenses related to a proposed public financing district.

Employee Deduction Account Fund - Established to account for the contribution by City employees towards specific employee-paid benefits.

Assessment District No. 82-2 - Established to account for assessments received under the Improvement Bond Act of 1915. Assessments received are restricted for payment of principal, interest and penalties thereon, upon presentation of proper coupons.

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
 ALL AGENCY FUNDS
 JUNE 30, 2014

	<u>Special Deposits</u>	<u>Assessment District 82-1</u>	<u>Assessment District 84-2</u>	<u>Assessment District 85-PD</u>
Assets:				
Cash and investments	\$ 8,395,078	\$ 46	\$ 46	\$ 1,027,666
Receivables:				
Accounts	2,000	-	-	-
Taxes	49,463	-	-	14,066
Accrued interest	-	-	-	946
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	<u>\$ 8,446,541</u>	<u>\$ 46</u>	<u>\$ 46</u>	<u>\$ 1,042,678</u>
Liabilities:				
Accounts payable	\$ 6,913	\$ -	\$ -	\$ 87,111
Accrued liabilities	-	-	-	19,596
Deposits payable	8,439,628	-	-	-
Payable to trustee	-	46	46	935,971
Due to external parties/other agencies	-	-	-	-
Total Liabilities	<u>\$ 8,446,541</u>	<u>\$ 46</u>	<u>\$ 46</u>	<u>\$ 1,042,678</u>

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
 ALL AGENCY FUNDS
 JUNE 30, 2014

(CONTINUED)

	<u>CFD 88-2</u>	<u>Assessment District 91-2</u>	<u>CFD 93-3</u>	<u>Assessment District 99-1</u>
Assets:				
Cash and investments	\$ 5,160,565	\$ 108,305	\$ 806,827	\$ 293,377
Receivables:				
Accounts	-	-	39,874	7,746
Taxes	1,103	231	-	-
Accrued interest	3,856	117	703	324
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	1,744,701
Total Assets	<u>\$ 5,165,524</u>	<u>\$ 108,653</u>	<u>\$ 847,404</u>	<u>\$ 2,046,148</u>
Liabilities:				
Accounts payable	\$ 7,540	\$ -	\$ -	\$ -
Accrued liabilities	-	1,287	-	-
Deposits payable	-	-	-	-
Payable to trustee	5,157,984	107,366	847,404	2,046,148
Due to external parties/other agencies	-	-	-	-
Total Liabilities	<u>\$ 5,165,524</u>	<u>\$ 108,653</u>	<u>\$ 847,404</u>	<u>\$ 2,046,148</u>

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
ALL AGENCY FUNDS
JUNE 30, 2014

	CFD 2000-01 South Etiwanda	CFD 2000-02 Rancho Cucamonga Corporate Park	AD 93-1 Masi Commerce Center	CFD 2001-01 Series A
Assets:				
Cash and investments	\$ 96,402	\$ 424,002	\$ 486,670	\$ 947,712
Receivables:				
Accounts	-	-	-	100,000
Taxes	686	-	-	12,945
Accrued interest	69	240	432	4
Restricted assets:				
Cash and investments with fiscal agents	65,800	540,700	242,500	709,358
Total Assets	\$ 162,957	\$ 964,942	\$ 729,602	\$ 1,770,019
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Deposits payable	15,000	-	-	-
Payable to trustee	147,957	964,942	729,602	1,770,019
Due to external parties/other agencies	-	-	-	-
Total Liabilities	\$ 162,957	\$ 964,942	\$ 729,602	\$ 1,770,019

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
ALL AGENCY FUNDS
JUNE 30, 2014

(CONTINUED)

	CFD 2001-01 Series B	CFD 2003-01 Series A	CFD 2003-01 Series B	CFD 2000-03 Rancho Summit Redemption
Assets:				
Cash and investments	\$ 53,019	\$ 577,346	\$ 208,647	\$ 1,354,346
Receivables:				
Accounts	-	-	-	-
Taxes	-	753	-	6,430
Accrued interest	-	344	140	1,229
Restricted assets:				
Cash and investments with fiscal agents	66,821	1,432,796	132,478	-
Total Assets	\$ 119,840	\$ 2,011,239	\$ 341,265	\$ 1,362,005
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Deposits payable	-	-	-	-
Payable to trustee	119,840	2,011,239	341,265	1,362,005
Due to external parties/other agencies	-	-	-	-
Total Liabilities	\$ 119,840	\$ 2,011,239	\$ 341,265	\$ 1,362,005

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
ALL AGENCY FUNDS
JUNE 30, 2014

	CFD 2000-03 Rancho Summit Reserve	CFD 2004-01	CFD 2000-03 Park Maintenance	CFD 2006-01
Assets:				
Cash and investments	\$ -	\$ 1,790,082	\$ 589,177	\$ 654,983
Receivables:				
Accounts	-	-	-	-
Taxes	-	54,494	3,003	16,356
Accrued interest	-	1,482	619	565
Restricted assets:				
Cash and investments with fiscal agents	661,648	1,189,477	-	379,647
Total Assets	\$ 661,648	\$ 3,035,535	\$ 592,799	\$ 1,051,551
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 30,707	\$ -
Accrued liabilities	-	-	6,944	-
Deposits payable	-	-	-	-
Payable to trustee	661,648	3,035,535	555,148	1,051,551
Due to external parties/other agencies	-	-	-	-
Total Liabilities	\$ 661,648	\$ 3,035,535	\$ 592,799	\$ 1,051,551

CITY OF RANCHO CUCAMONGA

COMBINING BALANCE SHEET
 ALL AGENCY FUNDS
 JUNE 30, 2014

	<u>CFD 2006-02</u>	<u>Employee Deduction Account</u>	<u>Assessment District 82-2</u>	<u>Total</u>
Assets:				
Cash and investments	\$ 360,527	\$ 58,574	\$ 5	\$ 23,393,402
Receivables:				
Accounts	-	-	-	149,620
Taxes	-	-	-	159,530
Accrued interest	307	-	-	11,377
Restricted assets:				
Cash and investments with fiscal agents	197,710	-	-	7,363,636
Total Assets	<u>\$ 558,544</u>	<u>\$ 58,574</u>	<u>\$ 5</u>	<u>\$ 31,077,565</u>
Liabilities:				
Accounts payable	\$ -	\$ 815	\$ -	\$ 133,086
Accrued liabilities	-	-	-	27,827
Deposits payable	-	-	-	8,454,628
Payable to trustee	558,544	-	5	22,404,265
Due to external parties/other agencies	-	57,759	-	57,759
Total Liabilities	<u>\$ 558,544</u>	<u>\$ 58,574</u>	<u>\$ 5</u>	<u>\$ 31,077,565</u>

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 YEAR ENDED JUNE 30, 2014

	Balance 7/1/2013	Additions	Deductions	Balance 6/30/2014
<u>Special Deposits</u>				
Assets:				
Cash and investments	\$ 7,692,320	\$ 1,799,214	\$ 1,096,456	\$ 8,395,078
Receivables:				
Accounts	1,500	799	299	2,000
Taxes	47,637	49,463	47,637	49,463
Total Assets	\$ 7,741,457	\$ 1,849,476	\$ 1,144,392	\$ 8,446,541
Liabilities:				
Accounts payable	\$ 13,012	\$ 1,132,710	\$ 1,138,809	\$ 6,913
Deposits payable	7,728,445	2,130,694	1,419,511	8,439,628
Total Liabilities	\$ 7,741,457	\$ 3,263,404	\$ 2,558,320	\$ 8,446,541
<u>Assessment District 82-1</u>				
Assets:				
Cash and investments	\$ 46	\$ -	\$ -	\$ 46
Total Assets	\$ 46	\$ -	\$ -	\$ 46
Liabilities:				
Payable to trustee	\$ 46	\$ -	\$ -	\$ 46
Total Liabilities	\$ 46	\$ -	\$ -	\$ 46
<u>Assessment District 84-2</u>				
Assets:				
Cash and investments	\$ 46	\$ -	\$ -	\$ 46
Total Assets	\$ 46	\$ -	\$ -	\$ 46
Liabilities:				
Payable to trustee	\$ 46	\$ -	\$ -	\$ 46
Total Liabilities	\$ 46	\$ -	\$ -	\$ 46
<u>Assessment District 85-PD</u>				
Assets:				
Cash and investments	\$ 1,187,059	\$ 1,399,815	\$ 1,559,208	\$ 1,027,666
Receivables:				
Accounts	-	2,020	2,020	-
Taxes	13,775	14,066	13,775	14,066
Accrued interest	579	1,914	1,547	946
Total Assets	\$ 1,201,413	\$ 1,417,815	\$ 1,576,550	\$ 1,042,678
Liabilities:				
Accounts payable	\$ 44,139	\$ 532,384	\$ 489,412	\$ 87,111
Accrued liabilities	20,457	19,596	20,457	19,596
Payable to trustee	1,136,817	1,439,584	1,640,430	935,971
Total Liabilities	\$ 1,201,413	\$ 1,991,564	\$ 2,150,299	\$ 1,042,678

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 YEAR ENDED JUNE 30, 2014

	Balance 7/1/2013	Additions	Deductions	Balance 6/30/2014
CFD 88-2				
Assets:				
Cash and investments	\$ 5,136,852	\$ 342,840	\$ 319,127	\$ 5,160,565
Receivables:				
Taxes	-	1,103	-	1,103
Accrued interest	1,935	7,116	5,195	3,856
Restricted assets:				
Cash and investments with fiscal agents	23,266	-	23,266	-
Total Assets	\$ 5,162,053	\$ 351,059	\$ 347,588	\$ 5,165,524
Liabilities:				
Accounts payable	\$ 16,065	\$ 90,597	\$ 99,122	\$ 7,540
Payable to trustee	5,145,988	363,637	351,641	5,157,984
Total Liabilities	\$ 5,162,053	\$ 454,234	\$ 450,763	\$ 5,165,524
Assessment District 91-2				
Assets:				
Cash and investments	\$ 124,630	\$ 36,202	\$ 52,527	\$ 108,305
Receivables:				
Taxes	290	231	290	231
Accrued interest	71	117	71	117
Total Assets	\$ 124,991	\$ 36,550	\$ 52,888	\$ 108,653
Liabilities:				
Accrued liabilities	\$ 1,187	\$ 1,287	\$ 1,187	\$ 1,287
Payable to trustee	123,804	37,624	54,062	107,366
Total Liabilities	\$ 124,991	\$ 38,911	\$ 55,249	\$ 108,653
CFD 93-3				
Assets:				
Cash and investments	\$ 771,944	\$ 395,578	\$ 360,695	\$ 806,827
Receivables:				
Accounts	-	39,874	-	39,874
Accrued interest	322	703	322	703
Restricted assets:				
Cash and investments with fiscal agents	38,049	-	38,049	-
Total Assets	\$ 810,315	\$ 436,155	\$ 399,066	\$ 847,404
Liabilities:				
Accounts payable	\$ -	\$ 1,000	\$ 1,000	\$ -
Payable to trustee	810,315	435,453	398,364	847,404
Total Liabilities	\$ 810,315	\$ 436,453	\$ 399,364	\$ 847,404

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED JUNE 30, 2014

	Balance 7/1/2013	Additions	Deductions	Balance 6/30/2014
<u>Assessment District 99-1</u>				
Assets:				
Cash and investments	\$ 289,352	\$ 4,909	\$ 884	\$ 293,377
Receivables:				
Accounts	7,746	-	-	7,746
Accrued interest	193	325	194	324
Restricted assets:				
Cash and investments with fiscal agents	1,671,146	73,565	10	1,744,701
Total Assets	\$ 1,968,437	\$ 78,799	\$ 1,088	\$ 2,046,148
Liabilities:				
Payable to trustee	\$ 1,968,437	\$ 78,521	\$ 810	\$ 2,046,148
Total Liabilities	\$ 1,968,437	\$ 78,521	\$ 810	\$ 2,046,148
<u>CFD 2000-01 South Etiwanda</u>				
Assets:				
Cash and investments	\$ 83,492	\$ 93,537	\$ 80,627	\$ 96,402
Receivables:				
Taxes	127	687	128	686
Accrued interest	34	69	34	69
Restricted assets:				
Cash and investments with fiscal agents	90,290	65,800	90,290	65,800
Total Assets	\$ 173,943	\$ 160,093	\$ 171,079	\$ 162,957
Liabilities:				
Accounts payable	\$ -	\$ 1,500	\$ 1,500	\$ -
Deposits payable	-	15,000	-	15,000
Payable to trustee	173,943	210,822	236,808	147,957
Total Liabilities	\$ 173,943	\$ 227,322	\$ 238,308	\$ 162,957
<u>CFD 2000-02 Rancho Cucamonga Corporate Park</u>				
Assets:				
Cash and investments	\$ 405,496	\$ 543,087	\$ 524,581	\$ 424,002
Receivables:				
Taxes	1,194	-	1,194	-
Accrued interest	237	240	237	240
Restricted assets:				
Cash and investments with fiscal agents	540,709	8,162	8,171	540,700
Total Assets	\$ 947,636	\$ 551,489	\$ 534,183	\$ 964,942
Liabilities:				
Accounts payable	\$ -	\$ 3,513	\$ 3,513	\$ -
Payable to trustee	947,636	551,256	533,950	964,942
Total Liabilities	\$ 947,636	\$ 554,769	\$ 537,463	\$ 964,942

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 YEAR ENDED JUNE 30, 2014

	<u>Balance 7/1/2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 6/30/2014</u>
<u>AD 93-1 Masi Commerce Center</u>				
Assets:				
Cash and investments	\$ 473,567	\$ 254,793	\$ 241,690	\$ 486,670
Receivables:				
Accrued interest	211	432	211	432
Restricted assets:				
Cash and investments with fiscal agents	242,500	3	3	242,500
Total Assets	<u>\$ 716,278</u>	<u>\$ 255,228</u>	<u>\$ 241,904</u>	<u>\$ 729,602</u>
Liabilities:				
Accounts payable	\$ -	\$ 2,500	\$ 2,500	\$ -
Payable to trustee	716,278	254,796	241,472	729,602
Total Liabilities	<u>\$ 716,278</u>	<u>\$ 257,296</u>	<u>\$ 243,972</u>	<u>\$ 729,602</u>
<u>CFD 2001-01 Series A</u>				
Assets:				
Cash and investments	\$ 920,456	\$ 795,359	\$ 768,103	\$ 947,712
Receivables:				
Accounts	100,000	-	-	100,000
Taxes	5,647	12,945	5,647	12,945
Accrued interest	2	4	2	4
Restricted assets:				
Cash and investments with fiscal agents	776,190	724,761	791,593	709,358
Total Assets	<u>\$ 1,802,295</u>	<u>\$ 1,533,069</u>	<u>\$ 1,565,345</u>	<u>\$ 1,770,019</u>
Liabilities:				
Payable to trustee	\$ 1,802,295	\$ 1,533,349	\$ 1,565,625	\$ 1,770,019
Total Liabilities	<u>\$ 1,802,295</u>	<u>\$ 1,533,349</u>	<u>\$ 1,565,625</u>	<u>\$ 1,770,019</u>
<u>CFD 2001-01 Series B</u>				
Assets:				
Cash and investments	\$ 50,104	\$ 65,906	\$ 62,991	\$ 53,019
Restricted assets:				
Cash and investments with fiscal agents	-	68,119	1,298	66,821
Total Assets	<u>\$ 50,104</u>	<u>\$ 134,025</u>	<u>\$ 64,289</u>	<u>\$ 119,840</u>
Liabilities:				
Payable to trustee	\$ 50,104	\$ 134,026	\$ 64,290	\$ 119,840
Total Liabilities	<u>\$ 50,104</u>	<u>\$ 134,026</u>	<u>\$ 64,290</u>	<u>\$ 119,840</u>

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 YEAR ENDED JUNE 30, 2014

	Balance 7/1/2013	Additions	Deductions	Balance 6/30/2014
<u>CFD 2003-01 Series A</u>				
Assets:				
Cash and investments	\$ 831,478	\$ 1,016,395	\$ 1,270,527	\$ 577,346
Receivables:				
Taxes	510	754	511	753
Accrued interest	441	344	441	344
Restricted assets:				
Cash and investments with fiscal agents	1,464,500	14,907,391	14,939,095	1,432,796
Total Assets	\$ 2,296,929	\$ 15,924,884	\$ 16,210,574	\$ 2,011,239
Liabilities:				
Accounts payable	\$ -	\$ 7,000	\$ 7,000	\$ -
Payable to trustee	2,296,929	15,925,540	16,211,230	2,011,239
Total Liabilities	\$ 2,296,929	\$ 15,932,540	\$ 16,218,230	\$ 2,011,239
<u>CFD 2003-01 Series B</u>				
Assets:				
Cash and investments	\$ 162,645	\$ 221,483	\$ 175,481	\$ 208,647
Receivables:				
Accrued interest	60	140	60	140
Restricted assets:				
Cash and investments with fiscal agents	292,979	3,209,467	3,369,968	132,478
Total Assets	\$ 455,684	\$ 3,431,090	\$ 3,545,509	\$ 341,265
Liabilities:				
Accounts payable	\$ -	\$ 3,918	\$ 3,918	\$ -
Payable to trustee	455,684	3,430,949	3,545,368	341,265
Total Liabilities	\$ 455,684	\$ 3,434,867	\$ 3,549,286	\$ 341,265
<u>CFD 2000-03 Rancho Summit Redemption</u>				
Assets:				
Cash and investments	\$ 1,288,035	\$ 764,412	\$ 698,101	\$ 1,354,346
Receivables:				
Taxes	2,977	6,430	2,977	6,430
Accrued interest	526	2,123	1,420	1,229
Restricted assets:				
Cash and investments with fiscal agents	13	3,812	3,825	-
Total Assets	\$ 1,291,551	\$ 776,777	\$ 706,323	\$ 1,362,005
Liabilities:				
Accounts payable	\$ -	\$ 3,500	\$ 3,500	\$ -
Payable to trustee	1,291,551	775,548	705,094	1,362,005
Total Liabilities	\$ 1,291,551	\$ 779,048	\$ 708,594	\$ 1,362,005

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 YEAR ENDED JUNE 30, 2014

	Balance 7/1/2013	Additions	Deductions	Balance 6/30/2014
<u>CFD 2000-03 Rancho Summit Reserve</u>				
Assets:				
Restricted assets:				
Cash and investments with fiscal agents	\$ 665,453	\$ -	\$ 3,805	\$ 661,648
Total Assets	\$ 665,453	\$ -	\$ 3,805	\$ 661,648
Liabilities:				
Payable to trustee	\$ 665,453	\$ 7	\$ 3,812	\$ 661,648
Total Liabilities	\$ 665,453	\$ 7	\$ 3,812	\$ 661,648
<u>CFD 2004-01</u>				
Assets:				
Cash and investments	\$ 2,617,925	\$ 3,170,552	\$ 3,998,395	\$ 1,790,082
Receivables:				
Taxes	8,821	54,494	8,821	54,494
Accrued interest	908	3,016	2,442	1,482
Restricted assets:				
Cash and investments with fiscal agents	2,810,462	41,087,209	42,708,194	1,189,477
Total Assets	\$ 5,438,116	\$44,315,271	\$46,717,852	\$ 3,035,535
Liabilities:				
Accounts payable	\$ 1,700	\$ 36,950	\$ 38,650	\$ -
Payable to trustee	5,436,416	42,533,019	44,933,900	3,035,535
Total Liabilities	\$ 5,438,116	\$42,569,969	\$44,972,550	\$ 3,035,535
<u>CFD 2000-03 Park Maintenance</u>				
Assets:				
Cash and investments	\$ 771,807	\$ 392,544	\$ 575,174	\$ 589,177
Receivables:				
Taxes	3,651	3,003	3,651	3,003
Accrued interest	410	619	410	619
Total Assets	\$ 775,868	\$ 396,166	\$ 579,235	\$ 592,799
Liabilities:				
Accounts payable	\$ 7,192	\$ 209,262	\$ 185,747	\$ 30,707
Accrued liabilities	7,688	6,944	7,688	6,944
Payable to trustee	760,988	404,981	610,821	555,148
Total Liabilities	\$ 775,868	\$ 621,187	\$ 804,256	\$ 592,799
<u>CFD 2006-01</u>				
Assets:				
Cash and investments	\$ 592,750	\$ 468,661	\$ 406,428	\$ 654,983
Receivables:				
Taxes	-	16,356	-	16,356
Accrued interest	249	565	249	565
Restricted assets:				
Cash and investments with fiscal agents	379,650	38	41	379,647
Total Assets	\$ 972,649	\$ 485,620	\$ 406,718	\$ 1,051,551
Liabilities:				
Accounts payable	\$ -	\$ 3,500	\$ 3,500	\$ -
Payable to trustee	972,649	485,055	406,153	1,051,551
Total Liabilities	\$ 972,649	\$ 488,555	\$ 409,653	\$ 1,051,551

CITY OF RANCHO CUCAMONGA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED JUNE 30, 2014

	Balance 7/1/2013	Additions	Deductions	Balance 6/30/2014
<u>CFD 2006-02</u>				
Assets:				
Cash and investments	\$ 313,025	\$ 272,832	\$ 225,330	\$ 360,527
Receivables:				
Taxes	1,408	-	1,408	-
Accrued interest	130	307	130	307
Restricted assets:				
Cash and investments with fiscal agents	197,741	51	82	197,710
Total Assets	\$ 512,304	\$ 273,190	\$ 226,950	\$ 558,544
Liabilities:				
Accounts payable	\$ -	\$ 3,500	\$ 3,500	\$ -
Payable to trustee	512,304	272,902	226,662	558,544
Total Liabilities	\$ 512,304	\$ 276,402	\$ 230,162	\$ 558,544
<u>Employee Deduction Account</u>				
Assets:				
Cash and investments	\$ 57,314	\$ 356,062	\$ 354,802	\$ 58,574
Total Assets	\$ 57,314	\$ 356,062	\$ 354,802	\$ 58,574
Liabilities:				
Accounts payable	\$ 685	\$ 4,413	\$ 4,283	\$ 815
Due to external parties/other agencies	56,629	220,933	219,803	57,759
Total Liabilities	\$ 57,314	\$ 225,346	\$ 224,086	\$ 58,574
<u>Assessment District 82-2</u>				
Assets:				
Cash and investments	\$ 5	\$ -	\$ -	\$ 5
Total Assets	\$ 5	\$ -	\$ -	\$ 5
Liabilities:				
Payable to trustee	\$ 5	\$ -	\$ -	\$ 5
Total Liabilities	\$ 5	\$ -	\$ -	\$ 5
<u>Totals - All Agency Funds</u>				
Assets:				
Cash and investments	\$ 23,770,348	\$12,394,181	\$12,771,127	\$ 23,393,402
Receivables:				
Accounts	109,246	42,693	2,319	149,620
Taxes	86,037	159,532	86,039	159,530
Accrued interest	6,308	18,034	12,965	11,377
Restricted assets:				
Cash and investments with fiscal agents	9,192,948	60,148,378	61,977,690	7,363,636
Total Assets	\$ 33,164,887	\$72,762,818	\$74,850,140	\$ 31,077,565
Liabilities:				
Accounts payable	\$ 82,793	\$ 2,036,247	\$ 1,985,954	\$ 133,086
Accrued liabilities	29,332	27,827	29,332	27,827
Deposits payable	7,728,445	2,145,694	1,419,511	8,454,628
Payable to trustee	25,267,688	68,867,069	71,730,492	22,404,265
Due to external parties/other agencies	56,629	220,933	219,803	57,759
Total Liabilities	\$ 33,164,887	\$73,297,770	\$75,385,092	\$ 31,077,565

City of Rancho Cucamonga
Comprehensive Annual Financial Report
June 30, 2014

Statistical Section

Certain schedules recommended for inclusion in Comprehensive Annual Financial Reports of Municipalities by the government Finance Officers Association have been omitted from this report. The omission of such schedules was made only after careful consideration of the merits of each recommended schedule by City management.

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends <i>These schedules contain trend information to help the reader understand how the city's financial performance and well-being have changed over time.</i>	203-207
Revenue Capacity <i>These schedules contain information to help the reader assess the factors affecting the city's ability to generate its property and sales taxes.</i>	208-212
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the city's current levels of outstanding debt and the city's ability to issue additional debt in the future.</i>	214-220
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the city's financial activities take place and to help make comparisons over time and with other governments.</i>	221-222
Operating Information <i>These schedules contain information about the city's operations and resources to help the reader understand how the city's financial information relates to the services the city provides and the activities it performs.</i>	223-225

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

CITY OF RANCHO CUCAMONGA

Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Governmental activities:										
Investment in capital assets	\$ 718,539,205	\$ 687,839,504	\$ 683,206,928	\$ 392,183,411	\$ 402,124,347	\$ 421,373,661	\$ 223,110,913	\$ 284,189,698	252,179,225	173,946,989
Restricted	292,367,349	340,219,852	284,653,397	551,039,162	473,380,645	401,458,846	535,665,172	429,254,008	375,758,005	376,096,419
Unrestricted	164,042,159	101,236,260	81,192,537	82,256,759	121,977,002	120,603,619	115,317,370	119,076,369	99,633,038	82,020,646
Total governmental activities net position	\$1,174,948,713	\$ 1,129,295,616	\$ 1,049,052,862	\$ 1,025,479,332	\$ 997,481,994	\$ 943,436,126	\$ 874,093,455	\$ 832,520,075	727,570,268	632,064,054
Business-type activities:										
Investment in capital assets	\$ 25,457,466	\$ 26,158,620	\$ 27,166,018	\$ 28,435,630	\$ 29,732,535	\$ 30,555,102	\$ 30,588,075	\$ 21,022,879	27,333,959	28,184,177
Restricted	858,497	827,164	19,230	18,984	1,318,141	680,598	3,923,938	418,007	256,615	-
Unrestricted	10,380,836	7,668,810	6,305,053	3,431,455	2,133,975	1,458,603	1,606	11,518,699	2,967,744	2,915,713
Total business-type activities net position	\$ 36,696,799	\$ 34,654,594	\$ 33,490,301	\$ 31,886,069	\$ 33,184,651	\$ 32,694,303	\$ 34,513,619	\$ 32,959,585	30,558,318	31,099,890
Primary government:										
Investment in capital assets	\$ 743,996,671	\$ 713,998,124	\$ 710,372,946	\$ 420,619,041	\$ 431,856,882	\$ 451,928,763	\$ 253,698,988	\$ 305,212,577	279,513,184	202,131,166
Restricted	293,225,846	341,047,016	284,672,627	551,056,146	474,698,786	402,139,444	539,589,110	429,672,015	376,014,620	376,096,419
Unrestricted	174,422,995	108,905,070	87,497,590	85,688,214	124,110,977	122,062,222	115,318,976	130,595,068	102,600,782	84,936,359
Total primary government net position	\$1,211,645,512	\$ 1,163,950,210	\$ 1,082,543,163	\$ 1,057,365,401	\$ 1,030,666,645	\$ 976,130,429	\$ 908,607,074	\$ 865,479,660	\$ 758,128,586	\$ 663,163,944

CITY OF RANCHO CUCAMONGA

Statement of Activities (Condensed)
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Expenses:										
Governmental activities:										
General government	\$ 16,644,842	\$ 18,009,415	\$ 38,668,739	\$ 49,581,126	\$ 81,909,949	\$ 54,217,684	\$ 47,391,797	\$ 40,172,577	\$ 39,749,329	\$ 34,618,681
Public safety-police	30,849,283	29,750,436	28,116,587	28,035,606	27,424,940	28,253,507	28,030,856	26,329,992	23,166,100	19,057,230
Public safety-fire protection	29,127,968	28,126,113	33,196,194	24,550,466	26,525,691	24,668,576	23,197,346	21,603,980	20,172,151	17,001,682
Public safety-animal center	2,569,847	2,795,585	2,532,280	2,492,725	2,475,862	2,611,744	2,731,829	-	-	-
Community development	15,772,923	15,781,913	16,244,217	19,073,512	22,427,741	20,986,288	60,637,449	53,119,509	16,087,789	15,027,950
Community services	13,690,338	13,193,275	12,452,334	12,715,076	13,065,728	14,445,691	13,742,620	12,391,620	9,279,222	7,806,258
Engineering and public works	29,600,137	26,363,913	29,989,633	30,466,021	33,090,795	31,015,846	34,717,941	16,848,905	16,517,301	34,841,336
Interest on long-term debt	234,057	202,737	4,402,503	28,464,743	28,386,763	23,945,249	23,869,542	19,705,818	20,828,531	20,375,890
Total governmental activities expenses	<u>138,489,395</u>	<u>134,223,387</u>	<u>165,602,487</u>	<u>195,379,275</u>	<u>235,307,469</u>	<u>200,144,585</u>	<u>234,319,380</u>	<u>190,172,401</u>	<u>145,800,423</u>	<u>148,729,027</u>
Business-type activities:										
Sports Complex	2,186,016	2,229,025	2,357,022	2,253,407	2,087,757	1,968,331	2,052,181	2,010,145	1,885,693	1,946,407
Municipal Utility	8,173,924	8,524,944	8,447,347	11,387,582	9,777,796	10,799,700	7,268,058	7,152,633	5,787,358	2,481,249
REGIS Connect	33,853	-	-	-	-	-	-	-	-	-
Total business-type activities expenses	<u>10,393,793</u>	<u>10,753,969</u>	<u>10,804,369</u>	<u>13,640,989</u>	<u>11,865,553</u>	<u>12,768,031</u>	<u>9,320,239</u>	<u>9,162,778</u>	<u>7,673,051</u>	<u>4,427,656</u>
Total primary government expenses	<u>148,883,188</u>	<u>144,977,356</u>	<u>176,406,856</u>	<u>209,020,264</u>	<u>247,173,022</u>	<u>212,912,616</u>	<u>243,639,619</u>	<u>199,335,179</u>	<u>153,473,474</u>	<u>153,156,683</u>
Program revenues:										
Governmental activities:										
Charges for services:										
General government	4,957,826	3,984,959	4,005,944	3,588,085	2,955,830	2,680,824	4,144,481	746,341	612,988	867,945
Public safety-police	1,152,805	939,077	999,851	1,131,794	1,258,742	1,154,126	1,187,255	1,242,344	950,340	1,136,856
Public safety-fire protection	1,065,852	1,811,862	1,817,225	1,000,930	1,420,881	1,080,125	967,359	393,119	157,346	377,478
Public safety-animal center	186,434	206,758	199,778	210,948	451,383	430,649	442,804	-	-	-
Community development	823,225	984,400	236,334	150,473	1,933,934	1,425,759	1,552,777	2,798,329	7,954,213	2,119,111
Community services	3,295,354	3,317,910	3,254,444	3,248,668	3,211,238	3,233,081	3,601,259	4,212,904	3,557,333	2,509,256
Engineering and public works	4,841,725	3,660,502	3,908,462	3,836,372	3,396,052	4,407,074	4,207,159	4,449,690	5,470,174	8,011,741
Operating contributions and grants	9,237,651	6,572,325	9,857,896	7,864,980	6,275,614	6,219,772	5,826,881	8,189,642	9,337,299	9,208,789
Capital contributions and grants	6,241,838	13,439,525	4,500,872	6,121,392	59,877,383	14,736,368	25,558,886	67,921,255	34,408,882	8,314,267
Total governmental activities program revenues	<u>31,802,710</u>	<u>34,917,318</u>	<u>28,780,806</u>	<u>27,153,642</u>	<u>80,781,057</u>	<u>35,367,778</u>	<u>47,488,861</u>	<u>89,953,624</u>	<u>62,448,575</u>	<u>32,545,443</u>
Business-type activities:										
Charges for services:										
Sports Complex	300,379	319,764	327,490	362,708	447,079	482,633	421,728	498,706	554,609	497,435
Municipal Utility	11,276,531	11,085,315	11,523,731	11,540,183	11,071,047	9,080,824	8,733,811	9,052,392	5,795,469	3,680,722
REGIS Connect	58,949	-	-	-	-	-	-	-	-	-
Total business-type activities program revenues	<u>11,635,859</u>	<u>11,405,079</u>	<u>11,851,221</u>	<u>11,902,891</u>	<u>11,518,126</u>	<u>9,563,457</u>	<u>9,155,539</u>	<u>9,551,098</u>	<u>6,350,078</u>	<u>4,178,157</u>
Total primary government program revenues	<u>43,438,569</u>	<u>46,322,397</u>	<u>40,632,027</u>	<u>39,056,533</u>	<u>92,299,183</u>	<u>44,931,235</u>	<u>56,644,400</u>	<u>99,504,722</u>	<u>68,798,653</u>	<u>36,723,600</u>

CITY OF RANCHO CUCAMONGA

Statement of Activities (Condensed)
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Net revenues (expenses):										
Governmental activities	(106,686,685)	(99,306,069)	(136,821,681)	(168,225,633)	(154,526,412)	(164,776,807)	(186,830,519)	(100,218,777)	(83,351,848)	(116,183,584)
Business-type activities	1,242,066	651,110	1,046,852	(1,738,098)	(347,427)	(3,204,574)	(164,700)	388,320	(1,322,973)	(249,499)
Total net revenues (expenses)	<u>(105,444,619)</u>	<u>(98,654,959)</u>	<u>(135,774,829)</u>	<u>(169,963,731)</u>	<u>(154,873,839)</u>	<u>(167,981,381)</u>	<u>(186,995,219)</u>	<u>(99,830,457)</u>	<u>(84,674,821)</u>	<u>(116,433,083)</u>
General revenues and other changes in net assets:										
Governmental activities:										
Taxes:										
Property taxes	70,932,961	137,816,507	112,748,776	143,094,069	152,192,987	155,631,274	150,978,393	140,516,465	118,431,406	87,090,523
Admissions tax	55,258	78,508	11,649	-	-	-	-	-	-	-
Transient occupancy taxes	2,554,570	2,056,597	1,927,812	1,827,439	1,586,652	1,694,489	1,762,291	1,745,060	628,991	191,207
Sales taxes	26,277,429	25,281,021	25,547,933	22,750,935	21,586,138	23,207,504	25,578,737	26,714,718	27,378,940	21,631,153
Franchise taxes	7,515,229	7,037,905	5,812,817	5,642,811	5,708,397	7,391,564	6,588,716	7,965,992	7,369,620	6,289,730
Business licenses and building permits*	-	-	-	-	-	-	-	4,307,742	3,890,016	4,835,514
Motor vehicle in lieu, unrestricted	75,900	91,710	88,508	812,616	522,294	640,046	689,020	996,688	1,123,537	13,797,086
Use of money and property	7,934,454	2,872,457	20,205,266	17,024,238	21,378,598	27,728,809	30,785,171	28,788,295	16,707,137	18,572,290
Other	8,820,348	4,550,772	4,751,712	5,093,895	5,053,904	5,073,973	4,730,412	5,738,325	4,809,611	3,807,373
Contributions from other governments	29,851,545	-	-	-	-	-	-	-	-	-
(Loss)/gain on sale of capital assets	100,301	-	-	-	-	-	16,098	-	(632,922)	26,440
Extraordinary gain/(loss)	58,427	-	-	-	-	-	-	-	-	-
Extraordinary gain/(loss) on dissolution of Redevelopment Agency	-	-	(11,296,301)	(23,032)	66,911	(468,133)	(83,015)	(1,719,160)	(557,890)	(1,606,050)
Transfers	<u>(332,830)</u>	<u>(236,654)</u>	<u>(166,110)</u>	<u>(23,032)</u>	<u>66,911</u>	<u>(468,133)</u>	<u>(83,015)</u>	<u>(1,719,160)</u>	<u>(557,890)</u>	<u>(1,606,050)</u>
Total governmental activities	<u>153,843,592</u>	<u>179,548,823</u>	<u>159,632,062</u>	<u>196,222,971</u>	<u>208,095,881</u>	<u>220,899,526</u>	<u>221,045,823</u>	<u>215,054,125</u>	<u>179,148,446</u>	<u>154,635,266</u>
Business-type activities:										
Admission tax	103,308	105,839	69,581	6,594	11,638	18,156	1,550	23,881	9,550	19,742
Use of money and property	304,113	156,824	310,237	334,044	383,583	488,998	457,593	254,344	200,335	223,885
Other	59,888	13,866	11,452	9,184	33,088	18,983	17,844	15,562	13,626	11,487
Transfers	332,830	236,654	166,110	23,032	(66,911)	468,133	83,015	1,719,160	557,890	1,606,050
Total business-type activities	<u>800,139</u>	<u>513,183</u>	<u>557,380</u>	<u>372,854</u>	<u>361,398</u>	<u>994,270</u>	<u>560,002</u>	<u>2,012,947</u>	<u>781,401</u>	<u>1,861,164</u>
Total primary government	<u>154,643,731</u>	<u>180,062,006</u>	<u>160,189,442</u>	<u>196,595,825</u>	<u>208,457,279</u>	<u>221,893,796</u>	<u>221,605,825</u>	<u>217,067,072</u>	<u>179,929,847</u>	<u>156,496,430</u>
Changes in net position:										
Governmental activities	47,156,907	80,242,754	22,810,381	27,997,338	53,569,469	56,122,719	34,215,304	114,835,348	95,796,598	38,451,682
Business-type activities	2,042,205	1,164,293	1,604,232	(1,365,244)	13,971	(2,210,304)	395,302	2,401,267	(541,572)	1,611,665
Total primary government	<u>\$ 49,199,112</u>	<u>\$ 81,407,047</u>	<u>\$ 24,414,613</u>	<u>\$ 26,632,094</u>	<u>\$ 53,583,440</u>	<u>\$ 53,912,415</u>	<u>\$ 34,610,606</u>	<u>\$ 117,236,615</u>	<u>\$ 95,255,026</u>	<u>\$ 40,063,347</u>

* Beginning FY 2007/08 now included in governmental activities; charges for services.

CITY OF RANCHO CUCAMONGA

Fund Balances of Governmental Funds
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
General fund:										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ 10,780,733	\$ 12,807,973	\$ 16,194,519	\$ 17,878,512	\$ 13,927,950	\$ 15,126,963
Unreserved	-	-	-	-	62,582,734	79,507,259	78,816,252	77,139,039	73,029,344	61,834,024
Nonspendable	14,266,118	14,516,414	15,006,552	10,409,332	-	-	-	-	-	-
Restricted	1,527,198	1,853,526	1,331,926	4,743,201	-	-	-	-	-	-
Committed	68,857,871	66,508,246	52,707,232	52,252,923	-	-	-	-	-	-
Assigned	24,541,289	17,248,317	4,659,235	4,604,598	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-
Total general fund	\$109,192,476	\$100,126,503	\$ 73,704,945	\$ 72,010,054	\$ 73,363,467	\$ 92,315,232	\$ 95,010,771	\$ 95,017,551	\$ 86,957,294	\$ 76,960,987
All other governmental funds:										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ 151,167,736	\$ 119,168,431	\$ 148,330,633	\$ 181,563,287	\$ 117,714,655	\$ 124,668,088
Unreserved, reported in:										
Special revenue funds	-	-	-	-	106,099,897	87,633,424	49,089,518	45,911,910	53,959,047	39,666,462
Capital projects funds	-	-	-	-	147,358,727	190,040,086	210,751,308	96,985,959	129,186,661	144,300,892
Debt service funds	-	-	-	-	135,584,087	145,573,097	122,237,714	100,183,068	64,593,304	49,412,434
Nonspendable	119,252,242	123,138,331	123,034,481	140,149,487	-	-	-	-	-	-
Restricted	109,579,369	96,921,657	97,589,375	378,801,253	-	-	-	-	-	-
Committed	40,846,591	43,796,727	21,901,192	10,386,321	-	-	-	-	-	-
Assigned	22,697,507	20,982,247	1,677,804	22,778,312	-	-	-	-	-	-
Unassigned	(576,924)	(576,360)	(620,730)	(4,633,359)	-	-	-	-	-	-
Total all other governmental funds	\$291,798,785	\$284,262,602	\$243,582,122	\$547,482,014	\$540,210,447	\$542,415,038	\$530,409,173	\$424,644,224	\$365,453,667	\$358,047,876

CITY OF RANCHO CUCAMONGA

Changes in Fund Balances of Governmental Funds

Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Revenues:										
Taxes	\$ 107,276,318	\$ 173,570,492	\$ 145,260,709	\$ 172,879,922	\$ 180,707,125	\$ 188,153,758	\$ 185,191,954	\$ 176,903,728	\$ 152,502,083	\$ 113,942,930
Licenses and permits	3,876,449	3,896,973	3,877,269	3,729,732	4,046,186	3,690,746	4,058,508	4,479,101	3,890,016	4,835,514
Intergovernmental	12,808,079	11,636,537	14,533,427	17,805,586	15,682,887	13,851,464	15,285,929	12,123,472	20,530,213	23,881,601
Charges for services	7,918,741	6,322,317	6,941,778	7,272,362	6,444,400	6,752,534	8,836,034	10,808,207	10,645,020	7,814,531
Use of money and property	6,003,769	423,663	14,102,161	16,063,730	13,195,388	21,914,294	26,509,924	24,425,510	11,787,418	13,961,117
Fines and forfeitures	1,177,803	1,135,815	1,073,312	1,155,716	1,416,700	1,172,474	1,160,918	1,015,139	871,277	1,089,343
Contributions	784,540	1,081,330	2,724,115	861,906	782,251	784,324	18,374,453	294,836	484,612	157,276
Developer participation	4,929,192	3,295,120	2,197,474	2,233,351	3,925,926	3,694,404	4,149,416	13,181,438	23,834,796	10,497,490
Proceeds from non-committal debt	-	-	-	-	-	-	-	47,467,127	8,672,914	-
Miscellaneous	10,475,281	25,131,589	5,739,953	5,325,635	15,779,716	5,644,865	4,950,868	5,975,438	4,989,448	6,332,794
Total revenues	155,250,172	226,493,836	196,450,198	227,327,940	241,980,579	245,648,863	268,518,004	296,673,996	238,207,797	182,512,596
Expenditures										
Current:										
General government	14,327,685	16,025,746	32,711,300	55,514,685	78,583,947	50,420,699	42,067,194	36,465,738	37,304,593	33,252,219
Public safety-police	30,411,403	29,331,461	27,656,575	27,545,684	26,887,199	27,704,772	27,463,927	25,808,081	22,692,237	18,718,776
Public safety-fire protection	28,462,817	45,796,870	31,901,079	24,075,755	40,015,819	25,751,529	22,030,865	20,720,658	18,964,948	16,548,920
Public safety-animal center	2,569,847	2,518,831	2,532,280	2,492,725	2,475,862	2,608,654	2,731,829	-	-	-
Community development	15,167,284	15,656,282	15,024,831	17,005,761	20,175,681	20,862,198	60,547,847	53,028,611	15,254,966	14,503,251
Community services	11,881,755	11,621,182	12,151,003	12,179,582	12,492,261	13,734,630	13,068,606	11,693,666	8,900,046	7,059,052
Engineering and public works	17,616,297	16,437,903	16,917,057	18,440,038	20,962,876	26,272,689	17,832,677	15,626,770	14,719,435	13,560,413
Capital outlay	12,204,148	18,387,329	22,863,638	25,886,518	23,987,176	39,863,945	71,839,411	34,297,573	77,426,305	79,560,931
Debt service:										
Principal retirement	20,021	3,803	9,884,677	10,520,980	10,133,562	11,849,923	37,222,622	7,798,925	7,658,097	4,646,588
Interest and fiscal charges	197,935	201,373	11,092,047	28,649,033	28,411,349	24,138,754	21,607,166	19,828,904	20,922,421	20,069,910
Pass-through agreement payments	-	-	3,030,962	-	-	-	-	-	-	-
Total expenditures	132,859,192	155,980,780	185,765,449	222,310,761	264,125,732	243,207,793	316,412,144	225,268,926	223,843,048	207,920,060
Excess (deficiency) of revenues over (under) expenditures	22,390,980	70,513,056	10,684,749	5,017,179	(22,145,153)	2,441,070	(47,894,140)	71,405,070	14,364,749	(25,407,464)
Other financing sources (uses):										
Transfers in	2,161,845	2,339,457	1,280,073	10,767,048	26,146,697	16,306,386	13,776,675	21,480,334	6,479,847	11,658,124
Transfers out	(3,073,328)	(6,104,811)	(3,191,663)	(10,698,687)	(26,079,786)	(16,774,519)	(13,859,690)	(23,199,494)	(7,037,737)	(13,264,174)
Long-term debt issued	-	-	57,242	665,302	700,536	618,392	155,819,465	732,457	-	-
Bond Premium	-	-	-	-	-	-	919,360	-	-	-
Debt issuance cost	-	-	-	-	-	-	(2,809,033)	-	-	-
Capital leases	-	105,848	-	-	-	-	-	-	-	-
Proceeds from sale of fixed asset	100,301	57,701	52,819	167,312	221,350	208,950	1,685	-	-	-
Total other financing sources (uses)	(811,182)	(3,601,805)	(1,801,529)	900,975	988,797	359,209	153,848,462	(986,703)	(557,890)	(1,606,050)
Extraordinary gain/(loss)	(3,473,832)	-	-	-	-	-	-	-	-	-
Extraordinary gain/(loss) on dissolution of RDA	-	-	(315,804,995)	-	-	-	-	-	-	-
Net change in fund balances	\$ 18,105,966	\$ 66,911,251	\$ (306,921,775)	\$ 5,918,154	\$ (21,156,356)	\$ 2,800,279	\$ 105,954,322	\$ 70,418,367	\$ 13,806,859	\$ (27,013,514)
Debt service as a percentage of noncapital expenditures*	0.24%	0.15%	12.77%	19.96%	17.75%	18.36%	24.05%	14.47%	19.52%	19.26%

*As of FY 2008/09 the amount excluded for capital outlay from total expenditures for this calculation was obtained from Note 1 to the financial statements.

CITY OF RANCHO CUCAMONGA

Assessed Value and Estimated Value of Taxable Property
(in thousands of dollars)
Last Ten Fiscal Years

	Fiscal Year									
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Residential	\$13,988,519	\$13,346,484	\$13,121,710	\$12,893,924	\$13,026,765	\$14,162,263	\$13,849,257	\$12,332,500	\$10,538,590	\$8,956,678
Commercial	2,221,814	2,318,264	2,385,782	2,515,904	2,487,441	2,291,045	1,866,145	1,401,926	1,038,305	837,973
Industrial	2,402,218	2,279,456	2,244,509	2,314,277	2,441,705	2,316,429	2,018,314	1,881,442	1,522,528	1,355,431
Dry Farm	920	902	884	878	880	863	846	829	1,236	1,319
Gov't Owned	7,732	4,613	4,080	4,050	4,059	3,980	3,901	4,056	3,685	3,613
Institutional	49,286	43,504	42,727	47,866	50,359	45,316	42,141	43,191	41,145	22,610
Irrigated	3,439	3,372	3,306	3,286	2,855	2,798	2,743	4,344	4,260	4,735
Miscellaneous	27,365	29,486	17,908	27,470	25,112	27,113	37,987	31,453	26,944	34,402
Recreational	47,757	47,419	52,076	42,123	48,077	47,071	51,361	46,524	29,661	29,716
Vacant	330,538	348,323	387,514	412,960	543,857	586,409	654,541	698,378	592,893	487,964
SBE Nonunitary	26,591	36,691	54,451	55,151	48,621	42,196	38,596	42,921	25,081	36,763
Unsecured	1,111,254	1,125,986	1,092,355	1,152,570	1,219,275	1,179,919	1,073,343	1,005,113	900,206	770,471
Unknown	-	16,326	49,698	-	-	-	-	-	-	-
TOTALS	\$20,217,433	\$19,600,826	\$19,457,000	\$19,470,459	\$19,899,006	\$20,705,402	\$19,639,175	\$17,492,677	\$14,724,534	\$12,541,675
Total Direct Rate	0.17772%	0.47780%	0.48250%	0.49229%	0.49807%	0.47994%	0.46829%	0.46645%	0.45051%	0.43603%

Notes:
Exempt values are not included in Total.

In 1978, the voters of the State of California passed Proposition 13 which limited taxes to a total maximum rate of 1% based upon the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an "inflation factor" (limited to a maximum of 2%). With few exceptions, property is only reassessed as a result of new construction activity or at the time it is sold to a new owner. At that point, the property is reassessed based upon the added value of the construction or at the purchase price (market value) or economic value of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above.

Data Source: San Bernardino County Assessor 2004/05 - 2013/14 Combined Tax Rolls; HdL, Coren & Cone

CITY OF RANCHO CUCAMONGA

Direct and Overlapping Property Tax Rates
(Rate per \$100 of taxable value)

Last Ten Fiscal Years

Agency	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Basic Levy¹	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
Alta Loma Elementary Bond	0.04500	0.04580	0.04530	0.04510	0.03870	0.03010	0.03480	0.03770	0.04180	0.04600
Central Elementary Bond	0.07110	0.07270	0.06880	0.06900	0.05840	0.05690	0.05500	0.05530	0.07010	0.08100
Chaffey Community College Bond	0.01570	0.01110	0.01530	0.00910	0.01220	0.02090	0.01920	0.01670	0.02930	0.01080
Chaffey High School Bond	0.03710	0.01010	0.01940	0.01920	0.01680	0.01620	0.01690	0.01930	0.02260	0.02640
Fontana Unified School Bond	0.15160	0.15010	0.14600	0.13750	0.11350	0.10710	0.10540	0.10940	0.06810	0.07580
Metropolitan Water Agency	0.00350	0.00350	0.00370	0.00370	0.00430	0.00430	0.00450	0.00470	0.00520	0.00580
Ontario-Montclair Elementary Bond	0.02940	0.02740	0.02890	0.03360	0.02870	0.02380	0.01240	0.02220	0.02210	-
Upland Unified School Bond	0.04840	0.05240	0.04740	0.04430	0.03810	0.03420	0.02610	0.02790	0.03540	0.03050
Total Direct & Overlapping² Tax Rates	1.40180	1.37310	1.37480	1.36150	1.31070	1.29350	1.27430	1.29320	1.29460	1.27630
City Share of 1% levy per Prop 13³	0.17591	0.17591	0.17591	0.17591	0.17591	0.17591	0.05190	0.05190	0.05190	0.05190
Redevelopment Rate⁴	-	-	1.00370	1.00370	1.00430	1.00430	1.00450	1.00470	1.00520	1.00580
Total Direct Rate⁵	0.17772	0.47780	0.48250	0.49229	0.49807	0.47994	0.46829	0.46645	0.45051	0.43603

Notes:

¹ In 1978, California voters passed Proposition 13 which set the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of any voter approved bonds.

² Overlapping rates are those of local and county governments that apply to property owners within the City. Not all overlapping rates apply to all city property owners.

³ City's share of 1%. Levy is based on the City's share of the general fund tax rate area with the largest net taxable value within the city. ERAF general fund tax shifts may not be included in tax ratio figures.

⁴ Redevelopment Rate is based on the largest RDA tax rate area (TRA) and only includes rate(s) from indebtedness adopted prior to 1989 per California State statute. RDA direct and overlapping rates are applied only to the incremental property values. The approval of ABX1 26 eliminated Redevelopment from the State of California for the fiscal year 2012/13 and years thereafter.

⁵ Total Direct Rate is the weighted average of all individual direct rates applied by the government preparing the statistical section information and excludes revenues derived from aircraft. Beginning in 2013/14 the Total Direct Rate no longer includes revenue generated from the former redevelopment tax rate areas. Challenges to recognized enforceable obligations are assumed to have been resolved during 2012/13. For the purposes of this report, residual revenue is assumed to be distributed to the City in the same proportions as general fund revenue.

Data Source: San Bernardino County Assessor 2004/05 - 2013/14 Tax Rate Table; HdL, Coren & Cone

CITY OF RANCHO CUCAMONGA

Principal Property Taxpayers

Current Year and Nine Years Ago

Taxpayer	2014		2005	
	Assessed Value	Percent of Total City Assessed Value	Assessed Value	Percent of Total City Assessed Value
Rancho Mall LLC	\$ 244,753,231	1.21%	\$ -	0.00%
Homecoming I at Terra Vista LLC	162,574,439	0.80%	-	0.00%
Catellus/Prologis	144,325,069	0.71%	77,822,614	0.62%
T Napf Meritage Ownership LLC	116,029,895	0.57%	-	0.00%
WNG Rancho Cucamonga 496 LLC	100,872,016	0.50%	-	0.00%
Frito-Lay North America Inc	90,278,520	0.45%	56,018,726	0.45%
Knickerbocker Properties Inc XLVII	83,169,584	0.41%	-	0.00%
RREEF America Reit II Corporation	82,368,000	0.41%	-	0.00%
PPF MF 9200 Milliken Ave LP	80,251,804	0.40%	70,418,132	0.56%
UDS Rancho Cucamonga LP	79,365,200	0.39%	-	0.00%
Western Land Properties	-	0.00%	121,681,081	0.97%
Gruma Corporation Mission Foods	-	0.00%	64,515,449	0.51%
West Coast Liquidators, Inc.	-	0.00%	57,385,188	0.46%
Tamco	-	0.00%	54,039,814	0.43%
Cabot Industrial Properties LP	-	0.00%	52,721,489	0.42%
LDC Cougar LLC	-	0.00%	52,038,558	0.41%
Krausz RC Properties One LLC	-	0.00%	47,281,800	0.38%
	<u>\$ 1,183,987,758</u>	<u>5.86%</u>	<u>\$ 653,922,851</u>	<u>5.21%</u>

Source: San Bernardino County Assessor 2004/05 and 2013/14 Combined Tax Rolls and the SBE Non Unitary Tax Roll; HdL, Coren & Cone

CITY OF RANCHO CUCAMONGA
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of Levy		Collections in Subsequent Years ¹	Total Collections to Date	
		Amount	Percent of Levy		Amount	Percent of Levy
2005	\$ 54,730,054	\$53,435,838	97.64%	N/A	\$53,435,838	97.64%
2006	66,676,852	65,853,106	98.76%	N/A	65,853,106	98.76%
2007	80,690,744	80,591,967	99.88%	N/A	80,591,967	99.88%
2008	91,354,251	90,692,622	99.28%	N/A	90,692,622	99.28%
2009	98,855,469	95,515,265	96.62%	N/A	95,515,265	96.62%
2010	98,181,404	95,149,733	96.91%	N/A	95,149,733	96.91%
2011	95,051,899	89,513,493	94.17%	N/A	89,513,493	94.17%
2012	93,318,030	86,742,369	92.95%	N/A	86,742,369	92.95%
2013	93,235,913	85,131,812	91.31%	N/A	85,131,812	91.31%
2014	95,016,035	93,063,071	97.94%	N/A	93,063,071	97.94%

Note:

¹ Data provided by the San Bernardino County Auditor-Controller for collection of prior year taxes does not segregate the information by fiscal year. Therefore, the City is not able to provide this information in the above schedule.

Source: San Bernardino County Auditor-Controller/Treasurer/Tax Collector

CITY OF RANCHO CUCAMONGA

Principal Sales Tax Remitters

Current Year and Nine Years Ago

2014		2005	
<u>Business Name</u>	<u>Business Category</u>	<u>Business Name</u>	<u>Business Category</u>
Apple	Electronics/Appliance Stores	Albertsons	Grocery Stores Liquor
Bass Pro Shops Outdoor World	Sporting Goods/Bike Stores	Ameron International	Contractors
Best Buy	Electronics/Appliance Stores	Ameron Steel Pipe	Contractors
Chevron	Service Stations	Arco AM PM Mini Mart	Service Stations
Circle K	Service Stations	Best Buy	Electronics/Appliance Stores
Circle K	Service Stations	Chevron	Service Stations
Costco	Discount Department Stores	Circuit City	Electronics/Appliance Stores
Day Creek Arco	Service Stations	Costco	Discount Department Stores
Day Creek Shell	Service Stations	Dan Reshaw Mobil	Service Stations
Haven Mobil	Service Stations	Home Depot	Lumber/Building Materials
Home Depot	Lumber/Building Materials	Huttig	Lumber/Building Materials
JC Penney	Department Stores	JC Penney	Department Stores
Living Spaces Furniture	Home Furnishings	Living Spaces Furniture	Home Furnishings
Lowes	Lumber/Building Materials	Lowes	Lumber/Building Materials
Macys	Department Stores	Macys	Department Stores
Monoprice	Fulfillment Centers	Mervyns	Department Stores
NIC Partners	Electrical Equipment	Novartis Animal Health	Medical/Biotech
Ralphs	Grocery Stores Liquor	Robinsons May	Department Stores
Ralphs	Grocery Stores Liquor	Sears	Department Stores
Ross	Family Apparel	Stater Bros	Grocery Stores Liquor
Sears	Department Stores	Tamco	Heavy Industrial
Target	Discount Department Stores	Target	Discount Department Stores
Tesoro Refining & Marketing	Service Stations	Walmart	Discount Department Stores
Walmart	Discount Department Stores	West End Material Supply	Lumber/Building Materials
Walters Wholesale Electric	Plumbing/Electrical Supplies	Wickes	Home Furnishings

* Firms listed alphabetically

Source: The HdL Companies; State Board of Equalization

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF RANCHO CUCAMONGA

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years

Fiscal Year Ended June 30	Governmental Activities				Total Governmental Activities
	General Obligation Bonds	Capital Leases	Tax Allocation Bonds ¹	Loans	
2005	\$ -	\$ -	\$ 317,135,000	\$ 18,740,549	\$ 335,875,549
2006	-	-	311,005,000	17,212,452	328,217,452
2007	-	-	304,685,000	23,102,037	327,787,037
2008	-	-	424,060,000	21,705,050	445,765,050
2009	-	-	413,655,000	20,754,833	434,409,833
2010	-	-	404,990,000	20,005,200	424,995,200
2011	-	-	395,920,000	19,238,811	415,158,811
2012 ³	-	-	-	-	-
2013 ³	-	2,615,708	-	-	2,615,708
2014 ³	-	2,083,890	-	-	2,083,890

NOTES:

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

¹ The City issued over \$155 million of new tax allocation bonds in 2008.

² This ratio is calculated using personal income and population for the prior calendar year.

³ As a result of the dissolution of the Redevelopment Agency on January 31, 2012, Tax Allocation Bonds and Loans indebtedness was transferred to the Successor Agency.

Business-type Activities							
Utility Revenue Bonds	Certificates of Participation	Total Business-type Activities	Total Primary Government	Percentage of Personal Income ²	Debt Per Capita ²		
\$	- \$	- \$	- \$	335,875,549	8.57%	\$	2,290
	-	-	-	328,217,452	7.58%		2,121
	-	-	-	327,787,037	6.81%		2,026
	-	-	-	445,765,050	8.63%		2,587
	-	-	-	434,409,833	7.91%		2,492
	-	-	-	424,995,200	8.22%		2,420
	-	-	-	415,158,811	8.17%		2,345
	-	-	-	-	0.00%		-
	-	-	-	2,615,708	0.05%		15
	-	-	-	2,083,890	0.04%		12

CITY OF RANCHO CUCAMONGA

Ratio of General Bonded Debt Outstanding

Last Ten Fiscal Years
(In Thousands, except Per Capita)

Fiscal Year Ended June 30	Outstanding General Bonded Debt			Percent of Assessed Value ¹	Percentage of Personal Income ²	Per Capita ²
	General Obligation Bonds	Tax Allocation Bonds	Total			
2005	\$ -	\$ 317,135	\$ 317,135	2.53%	7.86%	\$ 2,016
2006	-	311,005	311,005	2.11%	7.12%	1,898
2007	-	304,685	304,685	1.74%	6.27%	1,768
2008	-	424,060	424,060	2.16%	8.35%	2,438
2009	-	413,655	413,655	2.00%	8.00%	2,355
2010	-	404,990	404,990	2.04%	7.97%	2,287
2011	-	395,920	395,920	2.03%	7.36%	2,213
2012 ³	-	-	-	0.00%	0.00%	-
2013 ³	-	-	-	0.00%	0.00%	-
2014 ³	-	-	-	0.00%	0.00%	-

General bonded debt is debt payable with governmental fund resources and general obligation bonds recorded in enterprise funds (of which, the City has none).

¹ Assessed value has been used because the actual value of taxable property is not readily available in the State of California.

² These ratios are calculated using personal income and population for the prior calendar year.

³ As a result of the dissolution of the Redevelopment Agency on January 31, 2012, indebtedness was transferred to the Successor Agency.

CITY OF RANCHO CUCAMONGA

Direct and Overlapping Debt

June 30, 2014

City Assessed Valuation		\$ 20,217,433,000 ²	
	Percentage Applicable ¹	Total Debt 6/30/14	City Share of Debt
<u>Overlapping Tax and Assessment Debt:</u>			
Metropolitan Water District	0.926%	\$ 132,275,000	1,224,867
Chaffey Community College District	24.002%	161,660,905	38,801,850
Chaffey Joint Union High School District	44.151%	180,830,000	79,838,253
Alta Loma School District	98.745%	14,175,036	13,997,139
Central School District	97.956%	18,143,515	17,772,662
Etiwanda School District CFD Nos. 1, 2 & 3	100.000%	4,550,000	4,550,000
Etiwanda School District CFD No. 7	21.530%	12,975,000	2,793,518
Etiwanda School District CFD No. 8	68.006%	6,785,000	4,614,207
Etiwanda School District CFD No. 9	70.844%	9,505,000	6,733,722
Etiwanda School District CFD Nos. 2004-2 & 2007-1	100.000%	15,425,000	15,425,000
Etiwanda School District Rancho Etiwanda Public Facilities Authority CFD No. 1	100.000%	18,150,000	18,150,000
Fontana Unified School District	0.451%	222,064,729	1,001,512
Upland Unified School District	0.118%	86,907,967	102,551
City of Rancho Cucamonga CFDs	100.000%	85,703,000	85,703,000
City of Rancho Cucamonga 1915 Act Bonds	100.000%	1,615,000	1,615,000
Total overlapping tax and assessment debt		<u>970,765,152</u>	<u>292,323,281</u>
<u>Direct and Overlapping General Fund Debt</u>			
San Bernardino County General Fund Obligations	12.015%	503,145,000	60,452,872
San Bernardino County Pension Obligations	12.015%	489,138,331	58,769,970
San Bernardino County Flood Control Dist General Fund Oblig	12.015%	101,040,000	12,139,956
Chaffey Community College District General Fund Obligations	24.002%	11,815,666	2,835,996
Cucamonga School District Certificates of Participation	40.454%	9,810,000	3,968,537
Fontana Unified School District Certificates of Participation	0.451%	47,380,000	213,684
City of Rancho Cucamonga General Fund Obligations	100.000%	-	-
West Valley Vector Control District Certificates of Participation	33.187%	3,215,000	1,066,962
Total gross direct and overlapping general fund debt		1,165,543,997	139,447,977
<u>Overlapping Tax Increment Debt (Successor Agency)</u>	100.000%	366,010,000	366,010,000
Total overlapping debt		<u>\$ 2,502,319,149</u>	797,781,258
City direct debt			<u>2,083,890</u>
Total direct and overlapping debt			<u>\$ 799,865,148</u>

Notes:

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

² Includes aircraft values.

³ Excludes refunding issues dated after 6/30/14. Includes issues to be refunded.

⁴ Excludes tax and revenue anticipation notes, enterprise revenue and mortgage revenue obligations. Qualified Zone Academy Bonds are included based on principal due at maturity.

Source: California Municipal Statistics, The HdL Companies

CITY OF RANCHO CUCAMONGA

Legal Debt Margin Information

Last Ten Fiscal Years

	2014	2013	2012	2011
Debt limit	\$ 758,153,738	\$ 735,030,975 ¹	\$ 399,497,598	\$ 392,269,488
Total net debt applicable to limit	-	-	-	-
Legal debt margin	<u>\$ 758,153,738</u>	<u>\$ 735,030,975</u>	<u>\$ 399,497,598</u>	<u>\$ 392,269,488</u>
Total net debt applicable to the limit as a percentage of debt limit	0.0%	0.0%	0.0%	0.0%

Legal Debt Margin Calculation for Fiscal Year 2014:

Assessed value

Debt limit (3.75% of assessed value)

Debt applicable to limit:

General obligation bonds

Legal debt margin

Note: The Government Code of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 25% of market value. Effective with the 1981-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel). Although the statutory debt limit has not been amended by the State since this change, the percentages presented in the above computations have been proportionately modified to 3.75% (25% of 15%) for the purpose of this calculation in order to be consistent with the computational effect of the debt limit at the time of the State's establishment of the limit.

¹ As a result of the dissolution of the Redevelopment Agency on January 31, 2012, total assessed value for the City is no longer reduced by the incremental value of the redevelopment project areas.

Source: California Municipal Statistics, The Hdl Companies

Fiscal Year

2010	2009	2008	2007	2006	2005
\$ 396,560,873	\$ 427,275,583	\$ 414,196,025	\$ 370,340,380	\$ 321,072,427	\$ 280,523,308
-	-	-	-	-	-
<u>\$ 396,560,873</u>	<u>\$ 427,275,583</u>	<u>\$ 414,196,025</u>	<u>\$ 370,340,380</u>	<u>\$ 321,072,427</u>	<u>\$ 280,523,308</u>
0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

\$ 20,217,433,000

758,153,738

-
\$ 758,153,738

CITY OF RANCHO CUCAMONGA

Pledged-Revenue Coverage

Last Ten Fiscal Years
(In Thousands)

Fiscal Year Ended June 30	Tax Allocation Bonds				
	Tax Increment ¹	Debt Service		Coverage	
		Principal	Interest		
2005	\$ 45,909	\$ 3,045	\$ 14,397	2.63	
2006	59,003	6,130	14,814	2.82	
2007	71,985	6,320	14,577	3.44	
2008	77,319	6,600	15,600	3.48	
2009	77,581	10,405	20,994	2.47	
2010	77,255	8,665	20,547	2.64	
2011	69,583	9,070	20,122	2.38	
2012 ²	51,609	9,520	9,950	2.65	
2013 ²	n/a	n/a	n/a	n/a	
2014 ²	n/a	n/a	n/a	n/a	

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

¹ Tax increment figures are net of related pass-through payments.

² As a result of the dissolution of the Redevelopment Agency on January 31, 2012 indebtedness was transferred to the Successor Agency.

CITY OF RANCHO CUCAMONGA

Demographic and Economic Statistics

Last Ten Calendar Years

Calendar Year	Population (1)	Personal Income ¹ (in thousands) (2)	Per Capita Personal Income ¹ (2)	Unemployment Rate (3)
2004	157,313	4,033,218	25,638	3.7%
2005	163,840	4,368,151	26,661	3.3%
2006	172,322	4,856,204	28,181	3.1%
2007	173,916	5,076,801	29,191	3.6%
2008	175,627	5,167,755	29,425	5.1%
2009	177,051	5,080,143	28,693	8.6%
2010	178,904	5,377,675	30,059	9.4%
2011	169,498	5,190,707	30,624	8.7%
2012	171,058	5,341,115	31,224	6.2%
2013	172,299	5,335,755	30,968	5.4%

- Sources:
- (1) California State Department of Finance
 - (2) 2004-2009 Income Data: ESRI; 2010 and later Income Data:
U.S. Census Bureau
 - (3) California Employment Development Department

CITY OF RANCHO CUCAMONGA

Principal Employers

Current Year and Nine Years Ago*

Employer	2014			2005		
	Number of Employees ¹	Rank	Percent of Total Income ¹	Number of Employees ¹	Rank	Percent of Total Employment
Chaffey Community College	1,229	1	1.69%	1,100	1	1.45%
Etiwanda School District	1,058	2	1.45%	1,015	2	1.34%
Amphastar Pharmaceutical	880	3	1.21%	n/a	n/a	n/a
City of Rancho Cucamonga	858	4	1.18%	705	4	0.93%
Inland Empire Health Plan (IEHP)	850	5	1.17%	n/a	n/a	n/a
Alta Loma School District	623	6	0.86%	920	3	1.22%
Central School District	527	7	0.72%	500	7	0.66%
Lexxiom, Inc.	360	8	0.49%	n/a	n/a	n/a
Law Enforcement/Investigations	358	9	0.49%	n/a	n/a	n/a
Tamco Steel	350	10	0.48%	n/a	n/a	n/a
Frito-Lay, Inc.	n/a	n/a	n/a	600	5	0.79%
C.W. Construction	n/a	n/a	n/a	600	5	0.79%
Mission Foods	n/a	n/a	n/a	573	6	0.76%
Target	n/a	n/a	n/a	475	8	0.63%
Mercury Casualty	n/a	n/a	n/a	437	9	0.58%

Note: "Total Employment" as used above represents the total employment of all employers located within City limits.

¹ Includes full-time and part-time employees.

*Only the top ten employers for each year presented have data displayed. If a company did not rank in the top ten employers for both years presented, then one of the two years will state "n/a".

Source: ESRI (with Dun & Bradstreet for data)

CITY OF RANCHO CUCAMONGA

Full-time and Part-time City Employees
by Function

Last Ten Fiscal Years

<u>Function</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
General government	113	111	112	117	102	107	114	105	84	70
Public safety ¹	112	119	119	116	117	118	118	112	103	137
Engineering and public works	192	198	200	212	213	221	231	215	207	189
Community development	44	46	48	52	52	57	62	53	51	47
Community services	323	292	276	289	294	307	341	255	210	198
Library	74	72	81	88	89	91	82	94	68	58
Redevelopment	-	-	3	6	7	7	6	8	6	6
Total	858	838	839	880	874	908	954	842	729	705

NOTES:

¹Police services provided by San Bernardino County with 133 sworn and 41 non-sworn employees for 2014. Effective 2006, crossing guards were contracted with a private company and are no longer part-time employees of the City.

Source: City Finance Department

CITY OF RANCHO CUCAMONGA

Operating Indicators
by Function
Last Ten Fiscal Years

	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
General government:										
Building permits issued	2,989	2,917	2,424	1,878	2,146	2,559	2,993	3,907	4,763	5,587
Building inspections conducted	19,451	20,076	16,452	16,467	21,722	22,662	35,572	52,185	82,166	85,225
Police:										
Arrests	4,497	4,617	4,344	6,447	4,988	4,898	5,857	5,379	5,306	5,608
Parking citations issued	5,603	4,806	3,460	2,233	3,964	4,300	3,481	4,492	3,846	3,508
Traffic citations issued	13,569	19,349	16,135	17,465	21,006	18,334	16,048	17,980	16,395	16,987
Fire:										
Number of emergency calls	13,674	13,477	12,761	12,003	11,600	11,419	12,056	11,704	11,430	10,855
Inspections	2,206	2,501	2,558	1,942	2,756	2,128	2,670	2,736	2,035	2,774
Public works:										
Number of potholes repaired	2,030	2,606	3,250	3,791	3,096	1,803	1,456	1,074	1,107	2,402
Parks and recreation:										
Number of recreation classes	6,688	8,321	8,301	8,245	8,196	6,761	4,717	3,524	2,866	2,315
Number of program registrations	41,807	42,196	37,564	35,187	30,817	35,811	41,420	38,746	37,382	28,650
Number of facility rentals	1,536	1,385	2,325	1,683	2,231	2,383	2,328	2,370	1,598	824
Library:										
Volumes in collection	310,896	301,939	298,985	297,457	291,762	280,712	268,061	257,629	215,606	181,029
Total volumes borrowed	1,069,335	1,107,211	1,163,021	1,221,376	1,227,540	1,120,866	1,024,670	931,031	715,431	737,635
Municipal utility:										
Number of customers	686	510	488	486	488	480	442	425	375	225
Peak demand (MW)	17	16	18	16	15	14	14	14	11	8

Source: Various City departments

CITY OF RANCHO CUCAMONGA

Capital Asset Statistics
by Function

Last Ten Fiscal Years

	Fiscal Year									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	60	58	58	58	59	58	56	56	52	48
Fire:										
Fire stations	7	7	7	6	6	6	6	6	6	6
Public works:										
Streets (miles)	524	523	523	521	521	521	521	521	511	499
Streetlights	16,334	16,262	16,085	15,938	15,938	15,775	15,701	15,229	14,807	14,385
Traffic signals	220	219	213	209	209	201	201	189	182	170
Parks and recreation:										
Parks	31	31	31	31	31	31	30	28	28	26
Acreage	0	343	343	343	343	343	338	322	322	307
Community centers	6	6	6	6	6	6	6	6	5	5

Source: Various City departments

THIS PAGE INTENTIONALLY LEFT BLANK