

BOARD OF SUPERVISORS

AGENDA

Meetings are located at:
Yuba County Government Center
Board Chambers, 915 Eighth Street
Marysville, California



Agenda materials are available at the Yuba County Government Center, 915 8th Street, Marysville and www.co.yuba.ca.us. Any disclosable public record related to an open session item and distributed to all or a majority of the Board less than 72 hours prior to the meeting is available for public inspection at Suite 109 of the Government Center during normal business hours.

FEBRUARY 23, 2016

8:30 A.M. YUBA COUNTY WATER AGENCY Agenda and background

9:30 A.M. YUBA COUNTY BOARD OF SUPERVISORS - Welcome to the Yuba County Board of Supervisors meeting. As a courtesy to others, please turn off cell phones, pagers, or other electronic devices, which might disrupt the meeting. All items on the agenda other than Correspondence and Board and Staff Members Reports are considered items for which the Board may take action. The public will be given opportunity to comment on action items on the agenda when the item is heard.

- I. **PLEDGE OF ALLEGIANCE** - Led by Supervisor Nicoletti
- II. **ROLL CALL** - Supervisors Vasquez, Nicoletti, Griego, Abe, Fletcher
- III. **CONSENT AGENDA:** All matters listed under the Consent Agenda are considered to be routine and can be enacted in one motion.
 - A. Administrative Services
 1. [\(041-0216\) Adopt resolution declaring 2005 Ford F-250 \(#14176\) as surplus with a residual value of \\$2,149.90 and authorize Purchasing Agent to sell vehicle to Bi-County Ambulance for residual amount.](#)
 - B. Board of Supervisors
 1. [\(042-0216\) Adopt resolution supporting inclusion of Pacific Coast Maritime Routes Study, including Feather, Yuba, and Bear Rivers, in eighth grade United States history curriculum.](#)
 - C. Clerk of the Board of Supervisors
 1. [\(043-0216\) Approve meeting minutes of February 9, 2016.](#)
 - D. County Administrator
 1. [\(044-0216\) Approve amendment to Cascade Software Systems Contract and authorize Chair to execute.](#)
 - E. Sheriff/Administrative Services
 1. [\(046-0216\) Approve initial phase of Vanir Construction Management agreement for services on SB863 Yuba County Jail expansion project.](#)
 - F. Health and Human Services
 1. [\(045-0216\) Adopt resolution authorizing Director of Health and Human Services to execute new/ongoing contracts for fiscal year 2016/17 or multi-years and authorizing Chair to accept funds for stated periods.](#)
- IV. **SPECIAL PRESENTATION**

- A. (047-0216) Present proclamation recognizing Martin Griffin for dedicated services to Yuba County. (No background material)

V. **PUBLIC COMMUNICATIONS:** Any person may speak about any subject of concern provided it is within the jurisdiction of the Board of Supervisors and is not already on today's agenda. The total amount of time allotted for receiving such public communication shall be limited to a total of 15 minutes and each individual or group will be limited to no more than 5 minutes. Prior to this time speakers are requested to fill out a "Request to Speak" card and submit it to the Clerk of the Board of Supervisors. Please note: No Board action can be taken on comments made under this heading.

VI. **COUNTY DEPARTMENTS**

A. Administrative Services

- 1. [\(048-0216\) Approve two acquisition agreements for purchase of 520 and 683 square feet from Mid Valley Recovery and Yuba Street Ventures, respectively, for new Sheriff Facility located at 720 Yuba Street, authorize Chair to execute, and authorize Chair to execute the Tentative Lot Line Adjustment Application as property owner three. \(Ten minute estimate\)](#)

B. Auditor/Controller

- 1. [\(049-0216\) Approve repayment agreement between County and City of Marysville for fees owed due to State Audit Traffic Fees, authorize Chair to execute, and cancel the repayment agreement for property tax administration fee considering the obligation paid in full. \(Ten minute estimate\).](#)

C. Community Development and Services

- 1. [\(050-0216\) Direct staff to initiate Proposition 218 process to propose increase assessment for County Service Area No.14 \(Camp Far West\) and set a public hearing date for April 26, 2016 to consider adjustment and tabulate ballots. \(Ten minute estimate\).](#)

D. County Administrator/Health and Human Services

- 1. [\(051-0216\) Receive report on current efforts to address homeless issues in Yuba County and provide direction as appropriate. \(Estimate twenty minutes\).](#)

E. County Administrator

- 1. [\(052-0216\) Receive Second Quarter Financial Report; and Authorize midyear budget transfers in the total amount of \\$787,549 which includes Capital Outlay Funds in the amount of \\$848,562 and General Contingency Funds in the amount of \\$212,236;and Approve Personnel requests related to Health and Human Services, Community Development and Services, and Public Guardian; and Approve Fixed Assets request in the amount of \\$186,500 from Health and Human Services. \(Thirty minute estimate\)](#)

VII. **ORDINANCES AND PUBLIC HEARINGS:** If you challenge in court the action or decision of the Yuba County Board of Supervisors regarding a zoning, planning, land use or environmental protection matter made at any public hearing described in this notice, you may be limited to raising only those issues you or someone else raised at such public hearing, or in written correspondence delivered to the Yuba County Board of Supervisors at, or prior to, such public hearing and such public comments will be limited to three minutes per individual or group.

- A. [\(053-0216\) Public Hearing - Hold public hearing, count ballots to consider proposed change to assessment for County Service Area No. 59, and absent a majority vote protest, adopt resolution establishing new assessment effective July 1, 2016 for maintenance of road and drainage structures. \(Fifteen minute estimate\)](#)

VIII. **CORRESPONDENCE:** The Board may direct any item of informational correspondence to a department head for appropriate action.

- A. [\(054-0216\) Notice from California Regional Water Quality Control Board regarding meeting February 18, 2016, for Olivehurst Public Utility District Wastewater Treatment Facility consideration of NPDES Permit Renewal.](#)

- B. [\(055-0216\) Notice from California American Lung Association stating State of Tobacco Control report release date February 3, 2016.](#)
- C. [\(056-0216\) Notice from California Governor's Office of Emergency Services declaring Yuba County a contiguous disaster area, resulting from economic impacts delaying commercial Dungeness Crab Season and closure of commercial Rock Crab Fishery beginning November 6, 2016 and continuing.](#)
- D. [\(057-0216\) Notice from Sutter-Yuba Mosquito and Vector Control District regarding notification of Public Health Pesticide Application to waters for mosquito control to prevent mosquito-borne diseases.](#)
- E. [\(058-0216\) Independent audit report for Yuba County Water Agency for periods ending June 30, 2014 and 2015.](#)
- IX. **BOARD AND STAFF MEMBERS' REPORTS:** This time is provided to allow Board and staff members to report on activities or to raise issues for placement on future agendas.
- X. **CLOSED SESSION**
 - A. Pending litigation pursuant to Government Code 54956.9(d)(4) - One Case
 - B. 2:00 P.M. Personnel pursuant to Government Code §54957(b)(1) – Public Appointment/Agricultural Commissioner Interviews
- XI. **ADJOURN**

Land Use & Public Works Committee - (Supervisors Griego and Abe - Alternate Supervisor Nicoletti) -

- A. [\(059-0216\) Consider resolution approving closure of McGanney Lane at SR 20 - Community and Development Services. \(Ten minute estimate\)](#)

In compliance with the Americans with Disabilities Act, the meeting room is wheelchair accessible and disabled parking is available. If you have a disability and need disability-related modifications or accommodations to participate in this meeting, please contact the Clerk of the Board's office at (530) 749-7510 or (530) 749-7353 (fax). Requests must be made two full business days before the start of the meeting. To place an item on the agenda, contact the office of the Clerk of the Board of Supervisors.



Administrative Services Memorandum

To: Board of Supervisors
CC: Robert Bendorf, County Administrator
From: Doug McCoy, Director, Administrative Services *DM*
Date: February 23, 2016
Re: Surplus of a vehicle

Recommendation

The Board of Supervisors declares the 2005 Ford F-250 (#14176) the County purchased for use by Bi-County Ambulance to be surplus; and authorizes the Purchasing Agent to sell the vehicle to them.

Background

On April 7, 2005, the County of Yuba acquired a 2005 Ford F-250 pickup truck using 2004 Homeland Security Funds. The purpose was to have a 'prime mover vehicle' for use by the Yuba County Terrorism Task Force to move communications equipment and an emergency operations trailer as needed.

Discussion

Being a private business, Bi-County Ambulance was not able to use these grant funds to acquire the vehicle. Thus the County accepted the grant and purchased the vehicle. An agreement was executed to lease the vehicle to Bi-County for \$12.00 per year.

Purchase price for the vehicle in 2005 was \$30,712.91 for vehicle, equipment, and camper shell. Using a typical depreciation schedule this vehicle is now worth \$5,000.00 (\$2500 for residual value on the vehicle, and \$2500 for the equipment). Bi-County has agreed to acquire the vehicle for this price.

Committee Action

Due to the routine nature of this action, the item has been brought directly to your Board for consideration. It requires a unanimous vote.

Fiscal Impact

Fiscal impact to the county is an anticipated receipt of funds from the sale of the vehicle which will go to the County's Fund #330 for disbursement.

**BEFORE THE BOARD OF SUPERVISORS
OF THE COUNTY OF YUBA**

RESOLUTION)	RESOLUTION NO. _____
THE BOARD OF SUPERVISORS DECLARES)	
THE 2005 FORD F-250 THE COUNTY)	
PURCHASED FOR USE BY BI-COUNTY)	
AMBULANCE (#14176) TO BE SURPLUS; AND)	
AUTHORIZES THE PURCHASING AGENT TO)	
SELL THE VEHICLE TO THEM)	

WHEREAS, On April 7, 2005, the County of Yuba acquired a 2005 Ford F-250 pickup truck using 2004 Homeland Security Funds; and

WHEREAS The purpose of this vehicle was to have a ‘prime mover vehicle’ for use by the Yuba County Terrorism Task Force to move communications equipment and an emergency operations trailer as needed; and

WHEREAS, Being a private business, Bi-County Ambulance was not able to use these grant funds to acquire the vehicle. Thus the County accepted the grant and purchased the vehicle; and

WHEREAS, As the owner, Yuba County leased this vehicle to Bi-County for \$12 per year; and

WHEREAS, Administrative Services’ Automotive Service Fund has determined the remaining value of the vehicle to be \$2,500.00 based on age, quality, and standard depreciation tables; and

WHEREAS, Bi-County Ambulance has agreed to purchase the vehicle, including its radio, emergency lighting and other equipment for \$5,000.

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NOW, THEREFORE, BE IT RESOLVED, The Yuba County Board of Supervisors hereby confirms the 2005 Ford F-250 pick-up (#14176) to be surplus. The Board finds the monthly rental value of the vehicle is less than \$75. The Board further finds the vehicle may be sold for \$5,000 to Bi-County Ambulance.

PASSED AND ADOPTED at a regular meeting of the Board of Supervisors of the County of Yuba, State of California on the _____ day of _____, 2016 by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Chair

ATTEST: DONNA STOTTLEMEYER
CLERK OF THE BOARD OF SUPERVISORS

ANGIL P. MORRIS-JONES
YUBA COUNTY COUNSEL
APPROVED AS TO FORM:

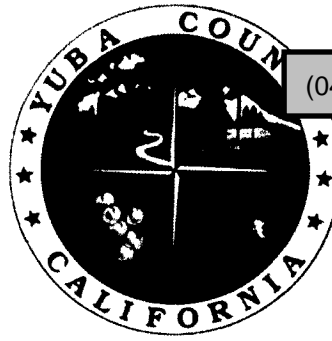


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The County of Yuba

OFFICE OF THE COUNTY ADMINISTRATOR

GOVERNMENT CENTER 915 8TH STREET, SUITE 115
MARYSVILLE, CALIFORNIA 95901-5273
(530) 749-7575 FAX (530) 749-7312



ROBERT BENDORF

(042-0216) Adopt... - 1 of 12

DEPUTY COUNTY ADMINISTRATOR

RUSS BROWN

COMMUNICATIONS & LEGISLATIVE AFFAIRS
COORDINATOR

KIERSTEN SPIES

EXECUTIVE ASSISTANT TO THE
COUNTY ADMINISTRATOR

DATE: February 23, 2016

TO: Board of Supervisors

FROM: Russ Brown, Communications & Legislative Affairs Coordinator *RB*

SUBJECT: Resolution urging inclusion of Pacific Coast Maritime Routes in eighth grade 19th Century U.S. history curriculum

Recommended Action: Authorize Chair to sign resolution urging the inclusion of the Pacific Coast Maritime Routes study – including the Feather, Yuba, and Bear Rivers – in eighth grade 19th Century U.S. history curriculum.

Background: Yuba County received a request from the non-profit organization Golden State History asking for the Board to consider a resolution in support of adding to eighth grade history curriculum information on how local waterways impacted state and national history. ,

Discussion: Currently, there is very little emphasis placed on local history in California schools. The fact that local waterways including the Feather River, Yuba River, and Bear River played significant roles in state and national history during the 19th Century is not being conveyed to our youth. The transportation of gold, agricultural products and other goods during the 1800s was central to establishing California. This effort to make sure eighth grade students are taught about the historic significance of California waterways is vital in raising a generation that understands how history truly influences our future.

Committee Action: This matter is being brought directly to the full Board for consideration.

Fiscal Impact: There is no fiscal impact

**BEFORE THE BOARD OF SUPERVISORS
OF THE COUNTY OF YUBA**

**RESOLUTION URGING THE INCLUSION OF THE PACIFIC COAST
MARITIME ROUTES STUDY, INCLUDING THE FEATHER, YUBA, AND
BEAR RIVERS, IN EIGHTH GRADE 19TH CENTURY U.S. HISTORY
CURRICULUM TO PROMOTE A BETTER UNDERSTANDING OF HOW
PACIFIC COAST COMMUNITIES INFLUENCED NATIONAL DEVELOPMENT**)
)
)
)
)

RESOLUTION NO. _____

WHEREAS, the economic and cultural history of Yuba County and other Pacific Coast communities played a vital role in the development of the United States, yet such information is not included in history and social science curriculum in public schools in California; and

WHEREAS, these historic details reach our youth if the California Board of Education includes the history of the Pacific Coast Maritime Routes – around Cape Horn, across Panama, from Asia, and on inland waterways such as the Feather, Yuba, and Bear Rivers; and

WHEREAS, these Pacific Coast Maritime Routes played crucial roles in bringing people from all over the globe to California in the 19th Century and were crucial in trade and labor force development and in the transportation of gold and farm products – all important details that should be included in eighth grade history lessons; and

WHEREAS, the Yuba River flowing out of the majestic Sierra Nevada Mountain Range and fed by its three tributaries, the North Yuba, Middle Yuba, and South Yuba Rivers, was first used by the Maidu to move people and products such as the lush grapes that grew along its banks and later became a catalyst for explosive growth in California during the Gold Rush Era; and

WHEREAS, the Bear River in south Yuba County provided the water and the passage necessary to make the land around Wheatland the richest, in terms of agriculture, beginning with hop farming and soon expanding to a large variety of fruits and vegetables that fed the state; and

WHEREAS, the Feather River served as a major trade and transportation route for the historic city of Marysville which, beginning in the mid-1800s, became the true launching pad for the future successes of California; and

WHEREAS, the California Department of Education is now requesting public comment for the History Social Science framework standards that are now being written for approval in eighth grade 19th Century U.S. history for classroom instruction; and

WHEREAS, the California State Board of Education's Instructional Quality Committee is considering new recommendations for the Social Science-History Curriculum on March 24-25, 2016, and organizations like Golden State History, a non-profit organization engaging youth to celebrate the history of the building of our nation through the USA Proud Learning Challenge, are advocating for the importance of local history by recommending the inclusion of Pacific Maritime Routes in history curriculum.

NOW, THEREFORE, BE IT RESOLVED, The Yuba County Board of Supervisors recommends the inclusion of Pacific Maritime Routes in eighth grade history curriculum to further the understanding of how these waterways – and the people and products transported across them – influenced the development of California and America. .

PASSED AND ADOPTED at a regular meeting of the Board of Supervisors of the County of Yuba, State of California on the 11th day of August, 2015 by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Chairwoman

ATTEST: DONNA STOTTLEMEYER
CLERK OF THE BOARD OF SUPERVISORS

ANGIL P. MORRIS-JONES
YUBA COUNTY COUNSEL
APPROVED AS TO FORM:



Larry Munger
Supervisor, District 3
County of Sutter

February 16, 2016

To: Board of Supervisors

Re: Resolution Recommending Inclusion of Pacific Coast Maritime Routes, Including the Sacramento and Feather Rivers, In Eighth Grade, 19th Century US History Curriculum

RECOMMENDATION:

I recommend the Board of Supervisors adopt the attached resolution recommending the State Board of Education add the study of Pacific Coast Maritime Routes, including the Sacramento and Feather rivers, in eighth grade, 19th century U.S. History curriculum.

BACKGROUND

We received a request from Mr. Riccardo Gaudino of a non-profit organization called Golden State History to consider a resolution in support of adding to the public school history curriculum the study of the way people traveled to, and shipped products from, California in its formative years. Currently, there is very little emphasis on the study of local history in California schools, but adding the study of the Pacific Coast Maritime Routes—around the Cape Horn, across Panama and Nicaragua, from China, and the navigable rivers of California, including our own Feather River and Sacramento River—to the state's eighth grade history curriculum will provide teachers with the opportunity to teach more local history. How did these routes provide opportunities to ship gold and farming products from here to the rest of the world? How many of our early settlers came here by these waterways? How have these waterways shaped the development of California and the rest of the United States?

The California Department of Education is now requesting public comment for the History-Social Science framework standards that are now being written for approval in 8th grade, 19th Century US History for classroom instruction. The California State Board of Education's Instructional Quality Committee is considering new recommendations for the Social Science-History Curriculum on March 24-25, 2016. If approved, the Resolution will be forwarded to the California Department of Education for inclusion in the public comments about History-Social Science framework standards. The comment period ends February 29, 2016.

Sincerely,

A handwritten signature of Larry Munger in black ink.

Larry Munger
Chairman, Board of Supervisors

RESOLUTION RECOMMENDING THE INCLUSION OF THE STUDY OF THE PACIFIC COAST MARITIME ROUTES, INCLUDING THE SACRAMENTO AND FEATHER RIVERS, IN THE EIGHTH GRADE, 19TH CENTURY US HISTORY CURRICULUM, TO PROMOTE A BETTER UNDERSTANDING OF HOW PACIFIC COAST COMMUNITIES INFLUENCED THE DEVELOPMENT OF THE UNITED STATES

Whereas, the economic and cultural history of Sutter County and other Pacific Coast communities is vital to the development of the United States but is not part of the history and social science curriculum in public schools in California; and

Whereas, this history could be accessed by our youth if the California Board of Education included the history of the Pacific Coast Maritime Routes—around Cape Horn, across Panama and Nicaragua, from Asia, and on inland waterways such as the Sacramento and Feather rivers—which brought people from all over the globe to California in the 19th Century, and played a crucial role in trade development, development of a labor force, and the transportation of gold and farm products, in eighth grade history lessons; and

Whereas, absent this emphasis school children grow up ignorant of the way communities they live in have developed, including in Sutter County how Maidu populated this region for 10,000 years, how Spanish explorers named the Feather River (Rio de las Plumas) after seeing the feathers of the many waterfowl from the Pacific Flyway floating on its surface, how the first large scale agricultural operation in California was established on the west bank of the Feather River at John Sutter's Hock Farm, how the first man to pilot an airplane (John Montgomery) was born in Yuba City, and how the largest earth moving equipment manufacturer in the world (Caterpillar, Inc.) was started on a Sutter County farm; and

Whereas, the California Department of Education is now requesting public comment for the History Social Science framework standards that are now being written for approval in 8th grade, 19th Century US History for classroom instruction; and

Whereas, the California State Board of Education's Instructional Quality Committee is considering new recommendations for the Social Science-History Curriculum on March 24-25, 2016, and organizations like Golden State History, a non-profit organization engaging youth to celebrate the history of the building of our nation through the USA Proud Learning Challenge, are advocating for the importance of local history by recommending the inclusion of Pacific Maritime Routes in the history curriculum;

Now therefore be it resolved that the Sutter County Board of Supervisors recommends the inclusion of Pacific Maritime Routes in eighth grade history curriculum to further the understanding of how these waterways, and the people and products transported across them, influenced the development of America.



California Senate Resolution

Senate Concurrent Resolution No. 33
Introduced by Senator Migden
Relative to

Pacific Maritime Routes

WHEREAS, The early settlement and development of California was deeply influenced by the immigrants and goods that came to the state by way of the maritime transportation routes by sailing around the Cape Horn of South America, via the Isthmus of Panama, as well as through the more commonly used routes of transcontinental migration; and

WHEREAS, The Pacific maritime routes are an essential educational component of the state's interpretive history; and

WHEREAS, The recognition of the Pacific maritime routes in relation to the state's history will result in a more comprehensive global understanding of the economic impact and cultural settlement role of maritime trade routes; and

WHEREAS, Scholars and agencies are encouraged to collaborate in their research in order to develop a full and complete official state historical policy, including the geographical and historic influences, of our history, seafaring population; and

WHEREAS, Californians benefit from the development of a complete California story based on geography, climate, botany, transportation, and human settlement and migration; and

WHEREAS, The role of Pacific maritime transportation in the history of California is conveyed by the images contained in the State Seal of California; now, therefore, be it

RESOLVED BY THE SENATE OF THE STATE OF CALIFORNIA, That the Senate encourages the recognition of the significant role maritime transportation routes played in the history and development of California, including, but not limited to, the fact that these routes are responsible for the diverse populations brought to the state; and be it further

RESOLVED, That the Senate promote an understanding of the distinct origins of the Golden State seafaring populations and an awareness that their patterns of settlement played a key role in the cultural and economic history of California; and be it further

RESOLVED, That the Secretary of the Senate transmit copies of this resolution to the author for appropriate distribution.

Adopted in the Senate August 10, 2006.


Senator - 37th District


Senator - 37th District

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LEGISLATIVE COUNSEL'S DIGEST

Bill No.

as introduced, _____.

General Subject: Pupil instruction: history-social science framework: Pacific maritime routes.

Existing law requires the Instructional Quality Commission to recommend curriculum frameworks to the State Board of Education. Existing law defines "curriculum framework" as an outline of the components of a given course of study designed to provide state direction to school districts in the provision of instructional programs. Existing law authorizes the state board to consider the adoption of a revised curriculum framework and evaluation criteria for instructional materials in history-social science.

This bill would require the commission, during the next revision of the history-social science curriculum framework, to consider including, and recommending for adoption by the state board, instruction in 8th grade on the Pacific maritime routes, their significance to California's history, and an understanding of the their economic



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impact and role in cultural settlement, as appropriate. The bill would require the state board to adopt, modify, or reject the curriculum framework recommended by the commission.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.



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(042-0216) Adopt... - 9 of 12

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An act to add Section 33544 to the Education Code, relating to pupil instruction.



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THE PEOPLE OF THE STATE OF CALIFORNIA DO ENACT AS FOLLOWS:

SECTION 1. The Legislature finds and declares all of the following:

(a) The early settlement and development of California was deeply influenced by the immigrants and goods that came to the state by way of the maritime transportation routes by sailing around the Cape Horn of South America, via the Isthmus of Panama, as well as through the more commonly used routes of transcontinental migration.

(b) The Pacific maritime routes are an essential educational component of the state's interpretive history.

(c) The recognition of the Pacific maritime routes in relation to the state's history will result in a more comprehensive global understanding of the economic impact and cultural settlement role of maritime trade routes.

(d) Scholars and appropriate agencies are encouraged to collaborate in their research in order to develop a fair and complete official state historical policy, including the geographical and historic influences, of our historic seafaring population.

(e) Californians benefit from the development of a complete California story based on geography, climate, botany, transportation, and human settlement and migration.

(f) The role of Pacific maritime transportation in the history of California is conveyed by the images contained in the State Seal of California.

SEC. 2. Section 33544 is added to the Education Code, to read:

33544. (a) During the next revision of the history-social science curriculum framework, the commission shall consider including, and recommending for adoption by the state board, instruction in 8th grade on the Pacific maritime routes, their



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significance to California's history, and an understanding of the their economic impact and role in cultural settlement, as appropriate.

(b) The state board shall adopt, modify, or reject the curriculum framework recommended by the commission pursuant to subdivision (a).

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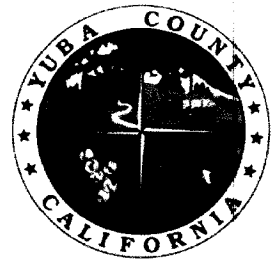
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The County of Yuba

B O A R D O F S U P E R V I S O R S

FEBRUARY 9, 2016



The Honorable Board of Supervisors of the County of Yuba met on the above date, commencing at 9:30 A.m., within the Government Center, Marysville, California, with a quorum being present as follows: Supervisors Andy Vasquez, John Nicoletti, Mary Jane Griego, Roger Abe, and Randy Fletcher. Also present were County Administrator Robert Bendorf, County Counsel Angil Morris-Jones, and Clerk of the Board of Supervisors Donna Stottlemeyer. Chairman Abe presided.

I. PLEDGE OF ALLEGIANCE - Led by Supervisor Vasquez

II. ROLL CALL - Supervisors Vasquez, Nicoletti, Griego, Abe, Fletcher All present.

MOTION: Move to add Closed Session pending litigation Stop Magnolia Ranch vs. County of Yuba et al, as the need to action arose subsequent to the agenda being posted.

MOVED: Mary Jane Griego SECOND: John Nicoletti

AYES: Andy Vasquez, John Nicoletti, Mary Jane Griego, Roger Abe, Randy Fletcher

NOES: None ABSENT: None ABSTAIN: None

III. CONSENT AGENDA: All matters listed under the Consent Agenda are considered to be routine and can be enacted in one motion.

MOTION: Move to approve Consent Agenda MOVED: Mary Jane Griego SECOND: John Nicoletti

AYES: Andy Vasquez, John Nicoletti, Mary Jane Griego, Roger Abe, Randy Fletcher

NOES: None ABSENT: None ABSTAIN: None

A. Board of Supervisors

1. (032-0216) Approve appointment of Sutter County Supervisor Barbara LeVake as Alternate Director to Feather River Air Quality Management District Board of Directors for 2016. Approved.

B. Clerk of the Board of Supervisors

1. (033-0216) Appoint Sheila Wilson, Touresa Vang, and Ashley Alexander to Sutter-Yuba Mental Health Advisory Board as Family Representative and At-large Representatives for terms ending June 30, 2017, June 30, 2017 and June 30, 2018 respectively. Approved.
2. (034-0216) Approve meeting minutes from January 26, 2016. Approved.

C. Community Development and Services

1. (035-0216) Authorize Public Works Director to sign and record the Notice of Completion on bridge replacement project along Spring Valley Road over Browns Valley Ditch. Approved.
2. (036-0216) Adopt resolution summarily vacating a public road over a portion of Lochcarron Drive and reconveyance to original developer, Woodside Homes of California Inc., and directing Chair to execute quit claim deed. Adopted Resolution No. 2016-5 which is on file in Yuba County Resolution Book No. 47.

D. Emergency Services

1. (037-0216) Adopt resolution proclaiming the existence of ongoing local drought emergency in Yuba County pursuant to Government Code §8630. Adopted Resolution No. 2016-6 which is on file in Yuba County Resolution Book No. 47.

E. Health and Human Services

1. (038-0216) Accept donation of car/booster seats, approve agreement with AAA, and ratify Health and Human Services Director execution of agreement and all documents required by program. Approved.

IV. CLOSED SESSION: The Board retired into closed session at 9:33 a.m., except Supervisor Fletcher, and returned at 10:14 a.m. with all members present as indicated above.

- A. Pending litigation pursuant to Government Code 54956.9(d)(1) - Stop Magnolia Ranch vs County of Yuba et. al.

ACTION: Direction to join appeal

AYES: Andy Vasquez, John Nicoletti, Mary Jane Griego,

NOES: Roger Abe ABSENT: Randy Fletcher ABSTAIN: None

At the conclusion of discussion on Item A., Supervisor Fletcher joined closed session at 9:53 a.m.

- B. Pending litigation pursuant to Government Code 54956.9(d)(4) - Two Cases By unanimous vote provided direction.

V. PUBLIC COMMUNICATIONS:

Mr. Zach Cross - Submitted petitions to prevent Dollar General locating foothills

Mr. Eduardo Madera - Safety devices

Supervisor Nicoletti left the meeting at 10:29 a.m.

VI. COUNTY DEPARTMENTS

A. Board of Supervisors

1. (039-0216) Authorize membership to National Association of Counties (NaCo) and appoint Board Representative and Alternate. Public Information Officer Russ Brown recapped membership benefits and responded to inquiries.

MOTION: Move to approve membership and appoint Supervisor Nicoletti Representative/Supervisor Vasquez Alternate

MOVED: Andrew Vasquez SECOND: Randy Fletcher

AYES: Andrew Vasquez, Mary Jane Griego, Roger Abe, Randy Fletcher

NOES: None ABSENT: John Nicoletti ABSTAIN: None

B. Community Development and Services

1. (040-0216) Adopt resolution authorizing Public Works Director or designee to execute grant agreement with California Department of Water Resources for the Gold Village Drought Resiliency Project. Principal Engineer Dan Peterson recapped the grant, benefits to community, and responded to Board inquiries.

MOTION: Move to adopt MOVED: Mary Jane Griego SECOND: Randy Fletcher

AYES: Andrew Vasquez, Mary Jane Griego, Roger Abe, Randy Fletcher

NOES: None ABSENT: John Nicoletti ABSTAIN: None

Adopted Resolution No. 2016-7, which is on file in Yuba County Resolution Book No. 47.

VII. BOARD AND STAFF MEMBERS REPORTS: This time is provided to allow Board and staff members to report on activities or to raise issues for placement on future agendas.

Supervisor Griego:

- Greater Sacramento Area Economic Council February 2, 2016
- TRLIA February 2, 2106
- LAFCO February 3, 2016
- Kurtis Productions: CNBC American Greed Wannakuwatte February 4, 2016

Supervisor Fletcher:

- Town Hall January 28, 2015
- Tour of Beale February 2, 2016
- Children's Wellness and Abuse Prevention Council February 3, 2016
- Met with LAFCO staff February 3, 2016
- YCWA meeting for contracts February 4, 2016
- Y-S EDC Board February 5, 2016
- Area 4 Agency on Aging February 5, 2016
- Marysville Historic Parade February , 2016

Supervisor Abe:

- Memorial Adjournment: Mr. Harold McNally
- Groundwater meeting with Members unit February 3 and 4, 2016
- Colusa Farm Show February 3, 2016
- LAFCO February 3, 2016
- Academic Decathlon February 6, 2016

Supervisor Vasquez: Memorial Adjournment - Mr. Melvin Lee Jackson

County Administrator Robert Bendorf:

- Mid-year budget
- Homeless Issues

Supervisor Abe left the meeting at 10:43 a.m.

Clerk of the Board of Supervisors Donna Stottlemeyer: Received consensus to change individual comments to three minutes on all matters before the Board for consistency

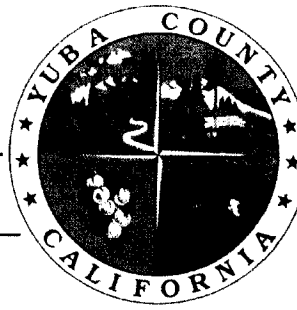
VIII. ADJOURN: 10:46 a.m. in memory of Mr. Melvin Lee Jackson and Mr. Harold McNally.

Chair

ATTEST: DONNA STOTTEMEYER
CLERK OF THE BOARD OF SUPERVISORS

Approved: _____

The County of Yuba



(044-0216) Appro... - 1 of 4

MARYSVILLE, CA 95901

(530) 749-7860 • PHONE
(530) 749-7864 • FAX

HUMAN RESOURCES and ORGANIZATIONAL SERVICES

JILL ABEL, DIRECTOR

TO: Board of Supervisors

FROM: Robert Bendorf, County Administrator
Jill Abel, Human Resources Director

DATE: February 23, 2016

RECOMMENDATION

Approve and authorize the Chair to execute the attached amendment to the Cascade Software Systems contract.

BACKGROUND

When the initial contract between the County and Cascade Software was signed by the Yuba County Board of Supervisors, on December 17, 2013, the reporting requirements for the Affordable Care Act (ACA) weren't in place. This amendment is to add ACA reporting functionality to the Cascade Software package.

DISCUSSION

The ACA requires that employers provide detailed reports to both full-time employees and the IRS on an annual basis beginning with the 2015 tax year. The County has been working with Cascade Software to create the reporting functionality in the Win CAMS system. The reports are customized for each full time employee and the data sent to the IRS is required to be submitted in a specific format. The County and Cascade Software are required to test the data being submitted to the IRS prior to our first official transmission. The penalties for non-compliance with this complicated and time consuming mandate are extremely high. This amendment also adds some "on-site" days to the contract, in addition to extending the deadline for completion of the contract; both necessary components based on the increased work-load caused by the Affordable Care Act reporting requirements.

FISCAL IMPACT

There is no fiscal impact as the cost of the amendment will be covered using funds already budgeted in the 2015/2016 Fiscal Year.

AMENDMENT NUMBER 1**AMENDMENT NUMBER 1 TO AGREEMENT 506-13 BETWEEN CASCADE SOFTWARE SYSTEMS, INC. AND YUBA COUNTY**

Cascade Software Systems, Inc, hereinafter called "Contractor", and Yuba County, hereinafter called "County", agrees to amend Agreement No. 506-13, as set forth below.

ACA Forms

Add a new program that produces both Form 1095-C and Form 1094-C using IRS form and formatting specifications.

1095-C	\$ 4,320.00
1094-C	\$ 5,400.00

AIR – Electronic Submittal

Provide a new program that creates XML Export files for electronic submittal of 1095-C and 1094-C data to the Internal Revenue Service in compliance with AIR (ACA Information Returns) specifications. Participate in and provide support for AATS (ACA Assurance Testing System).

AIR – Electronic Submittal	\$ 17,920.00
----------------------------	--------------

Onsite Time & Expenses

Add 6 one-day visits

Time: 6 * 8 * \$ 135.00	\$ 6,480.00
Travel: 6 * 900 * \$ 0.54	\$ 2,916.00
Per Diem: 6 * \$ 140.00	\$ 840.00

Maintenance (effective 7/1/16)

1094-C and 1095-C Forms Program	\$ 250.00
XML Export Program	\$ 750.00

Contract Period

Due to added services the Contract's delivery period is extended until 6/30/2017.

It is agreed by both parties that this addendum shall be in effect for the complete term of the original Agreement and all the terms and conditions of the original agreement and amendments shall remain in full force and effect.

COUNTY OF YUBA

Date: _____

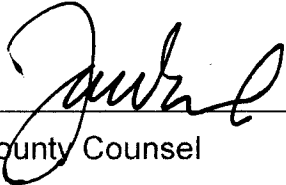
By: _____
Chairman, Board of Supervisors

CASCADE SOFTWARE SYSTEMS, INC.

Date: _____

By: _____
Aad F. Alkemade, President

APPROVED AS TO FORM:
COUNTY COUNSEL

By:  _____
County Counsel

Date: _____

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The County of Yuba

(045-0216) Adopt... - 1 of 6

HEALTH & HUMAN SERVICES DEPARTMENT

Jennifer Vasquez, Director

5730 Packard Ave., Suite 100, P.O. Box 2320, Marysville, California 95901
Phone: (530) 749-6311 FAX: (530) 749-6281



Dr. Nichole Quick, MD, MPH
Health Officer
Phone: (530) 749-6366

TO: Board of Supervisors
Yuba County

FROM: Jennifer Vasquez, Director
Health & Human Services Department

DATE: February 23, 2016

SUBJECT: Resolution Authorizing the Director of Health & Human Services to Execute Specific New/Ongoing Contracts for Fiscal Year 2016/17 or Multi-Year and Authorize Chair to Accept Funds for Stated Period

RECOMMENDATION: It is recommended that the Board of Supervisors adopt the attached resolution authorizing the Director of the Health and the Health and Human Services Department (HHSD) to enter into and execute specific new and ongoing contracts, agreements, cooperative agreements, grants and/or memorandums of understanding in an amount less than fifty thousand (\$50,000) for Fiscal Year 2016/2017 or multi-years on behalf of the County of Yuba and authorize the Chair to accept funds for stated period.

BACKGROUND: Yuba County Administrative Policy and Procedures Manual, Policy Number A-1, Procedure 3 reads, "It is the general policy of the County that all external documents (contract, leases, agreements, etc.) are to be executed by the Chairman of the Board of Supervisors. Exceptions should be properly authorized by the adoption of a resolution by the Board of Supervisors prior to execution of specific contracts, leases, agreements, etc. by the respective department head." In the past, the Director of HHSD has been authorized through resolution of the Board of Supervisors to sign specific contracts and agreements.

DISCUSSION: HHSD historically receives federal and state revenues to fund various activities and programs of the department. These revenue sources typically require that Yuba County enter into contracts, agreements, and cooperative agreements with the California Department of Health Services, the California Department of Public Health, California Department of Veteran Affairs, Colleges/ Universities, and other agencies/associations or private contractors. In the interest of efficiency, the Yuba County Board of Supervisors has historically authorized the Director of HHSD to execute specified contracts and agreements on behalf of the County of Yuba, specifically when the contracts and agreements are routine and have been approved by the Board of Supervisors on prior occasions.

COMMITTEE: The Human Services Committee was by-passed due to the routine nature of the Resolution and there are no major changes from prior Resolution except for dates and the list of contracts.

FISCAL IMPACT: Approval of this Resolution will not impact County general funds. Authorizing the Director to execute Contracts, Agreements, Cooperative Agreements, Grants and/or Memorandums of Understanding is a matter of efficiency which will save time for both the Board of Supervisors and the Director.

BEFORE THE BOARD OF SUPERVISORS
OF THE COUNTY OF YUBA

RESOLUTION AUTHORIZING THE)
DIRECTOR OF THE HEALTH AND HUMAN)
SERVICES DEPARTMENT TO EXECUTE)
CERTAIN CONTRACTS FOR FISCAL YEAR)
2016/2017 OR MULTI-YEARS AS LISTED)
BELOW AND AUTHORIZING THE CHAIR TO)
ACCEPT AND APPROPRIATE FUNDS) RESOLUTION NO. _____
_____)

WHEREAS, on a periodic basis certain governmental agencies request that the Director of the Health and Human Services Department (HHSD) sign Contracts, Agreements, Cooperative Agreements, Grants and/or Memorandums of Understanding for the provision of services to that government agency and/or the provision and acceptance and appropriation of grant funds from that government agency; and

WHEREAS, on a periodic basis the Director of the HHSD is requested to sign Contracts, Agreements, Cooperative Agreements, Grants and/or Memorandums of Understanding for the provision of services by private contractors/associations; and

WHEREAS, it is in the interest of efficient and effective county government to have one Resolution of the Board of Supervisors authorizing the Director of the HHSD to execute, on behalf of the County of Yuba, Agreements for residential care placement, educational internship, school lunch program Agreements and other certain Contracts, Agreements, Cooperative Agreements, Grants and/or Memorandums of Understanding in an amount less than fifty thousand dollars (\$50,000).

NOW, THEREFORE, BE IT RESOLVED, the Board of Supervisors of the County of Yuba, hereby authorizes the Director of the HHSD to enter into and execute on behalf of the County of Yuba and upon review of the County Counsel, new and ongoing Agreements for residential care services, educational internships, school lunch programs, and other certain Contracts, Agreements, Cooperative Agreements, Grants and/or Memorandums of Understanding with government and private agencies, contractors and associations in an amount less than fifty thousand dollars (\$50,000), for Fiscal Year 2016/2017 or multi-years, as listed below; and further, the Director is

granted permission to amend the contracts and execute such amendments or documents as required for the stated period; and

BE IT FURTHER RESOLVED, the Board of Supervisors of the County of Yuba, hereby authorizes the Chair to accept and appropriate funds for the contracts and agreements, as listed below, for Fiscal Year 2016/2017 or multi-years.

A copy of each executed Contract, Agreement, Cooperative Agreement, Grant and/or Memorandum of Understanding shall be filed with the Clerk of the Board of Supervisors of the County of Yuba.

The contract amount for each of the contracts listed below is less than \$50,000.

CONTRACTOR	PURPOSE
AACTS McWilliams Mailliard Technology Group, Inc.	AACTS Software License and Support for Adult Services
Beale Air Force Base (AFB)	Coordination of Services between Beale AFB and Children's Services
Browns School District	School Lunch Program – Confidentiality Agreement
CA Department of Public Health	HIV / AIDS Surveillance
CA Department of Public Health	Sexually Transmitted Disease (STD) Prevention and Control
CA Department of Public Health	Tuberculosis Control & Assistance Subvention Funds
CA Department of Veteran Affairs	County Subvention Program & Medi-Cal Cost Avoidance
CA State University, Chico	Student Nursing Internships
CA State University, Chico	Student Social Services Internships
CA State University, Davis	Child Welfare Training
CA State University, Davis	Social Services Training
CA State University, Davis	Adult Services Training
Camptonville Union School District	School Lunch Program – Confidentiality Agreement
Derek Clark	Inspirational and Motivational Speaker
East Nicholas High School District	School Lunch Program – Confidentiality Agreement
E Center Head Start	Vision and Hearing Screening Workshop Agreements
Marysville Joint Unified School District	School Lunch Program – Confidentiality Agreement
Morpho Trust USA, Inc.	LiveScan Technical Support/Maintenance Agreement

CONTRACTOR	PURPOSE
National Council on Crime & Delinquency	SafeMeasures Child Welfare System
Netsmart Public Health Inc.	Public Health Software Maintenance Agreement
NorCal Services	Interpreter Services for Deaf/Hard of Hearing
Peak-Ryzex, Inc.	Warrant Sealer Maintenance
Penn Valley Union Elementary School	Release of Confidential Info for School Lunch Program
Placer County Lab	PH Laboratory Services
Plumas County	MAA/TCM Host Entity Services
Plumas Lake Elementary School District	School Lunch Program – Confidentiality Agreement
Redwood Toxicology Laboratory, Inc.	Laboratory Services for Public Health
Redwood Toxicology Laboratory, Inc.	Laboratory Services for Child Welfare Services
Regents, University of CA Santa Barbara	Software Agreement for AVSS
Regents, University of CA Santa Barbara	Technical Assistance for AVSS
Safran Morpho Trust USA Inc.	LiveScan System Technical Support and Maintenance
Sierra Forever Families	Adoption Home Studies
Salvation Army	Substance Abuse Treatment (CalWORKs)
Stericycle, Inc.	Black Hazardous Pharmaceutical Containers
Sutter-Yuba Mental Health	HIV Testing Services
Sutter-Yuba Mental Health	Coordination of Services/Sharing Information between SYMH and HHSD
Sutter-Yuba Mental Health	Mental Health Therapeutic Services Under STOP
Tricia Mosher Consulting, Inc.	Leadership Development and Performance Coaching
University of California Sacramento	Field Placement Internship Agreement for Social Work
University of Southern California	Field Placement/Education for Social Work
Victor Community Support Services	Group Counseling Services
Wheatland Union High School	School Lunch Program – Confidentiality Agreement
Wheatland Union High School District	School Lunch Program – Confidentiality Agreement
Yuba Community College	Foster Care Education Program
Yuba County District Attorney	Prosecution Services (CalWORKs & CalFRESH)
Yuba County Office of Education	School Lunch Program – Confidentiality Agreement

CONTRACTOR	PURPOSE
Yuba County Probation Department	Child Abuse Treatment and Advocacy Program (CHAT) Agreements

PASSED AND ADOPTED at a regular meeting of the Board of Supervisors of the County of Yuba, State of California on the _____ day of _____, 2016, by the following vote:

AYES:

NOES:

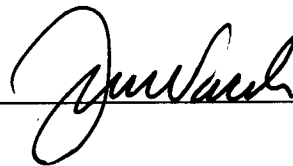
ABSENT:

ABSTAIN:

Chair

ATTEST: DONNA STOTTLEMEYER
CLERK OF THE BOARD OF SUPERVISORS

ANGIL P. MORRIS-JONES
YUBA COUNTY COUNSEL
APPROVED AS TO FORM:



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Yuba County Memorandum

To: Board of Supervisors
CC: Robert Bendorf, County Administrator
From: Steve Durfor, Yuba County Sheriff / Coroner
Doug McCoy, Director, Administrative Services *DM*
Date: February 23, 2016
Re: Adoption of Vanir Contract for development of County Jail Expansion.

Recommendation

The Board approve the initial phase of the agreement with Vanir Construction Management for construction management services on the SB863 Yuba County Jail Expansion project.

Background

In December of 2015, Yuba County was officially awarded a grant from the Board of State and Community Corrections (BSCC) of a \$20 million grant for the expansion of the County's jail facility. The focus for this expansion is on medical space, mental health treatment space, and programming & classroom space. The grant requires a -0- match by the County.

Discussion

The time to respond for the application phase for this grant was very short, so we engaged with Vanir Construction Management with whom we had an existing relationship over the new sheriff facility and the juvenile facility and as we knew them to have significant expertise in this field. This agreement commits us to continue to work with Vanir through the remainder of the award phase through to the 'project establishment' milestone. We anticipate this to take until May of 2016.

It would then be our intention to do a solicitation for a partner to manage the remainder of the project.

Committee Action

Due to the routine nature of this request, it has been brought directly to your Board for review.

Fiscal Impact

The estimated cost of this scope of work of the application process and the pre-design phase project management is \$372,240. While the County has to initially fund the project, we anticipate most of this amount being reimbursed by the grant.

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**AGREEMENT BETWEEN
THE COUNTY OF YUBA
AND
VANIR CONSTRUCTION MANAGEMENT, INC.**

Date

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**AGREEMENT BETWEEN
THE COUNTY OF YUBA
AND
VANIR CONSTRUCTION MANAGEMENT, INC.**

AGREEMENT made this ____ day of ____, of the year ____.

Between the Owner:

County of Yuba
Administrative services
Government Center
915 8th Street, Suite 119
Marysville, CA 95901

and the Construction Management (CM) firm of:

Vanir Construction Management, Inc.
4540 Duckhorn Drive, Suite 300
Sacramento, CA 95834
Telephone (916) 575-8888

for services in connection with the Project known as:

SB 863 Adult Local Criminal Justice Facility

The County of Yuba (referred to as the "Owner") and Vanir Construction Management, Inc. (referred to as the "CM"), agree as set forth herein.

ARTICLE 1: RELATIONSHIP OF THE PARTIES

1.1 Owner and Construction Manager

The Construction Manager, hereinafter referred to as CM, shall be the Owner's agent in providing the Construction Manager's Services described in Article 3 of this Agreement. The CM and the Owner shall perform as stated in this Agreement and the CM and Owner accepts the relationship of trust and confidence between them, which is established herein.

1.1.1 Standard of Care

The CM covenants with the Owner to furnish its skill and judgment with due care and in accordance with applicable federal, state and local laws and regulations which are in effect on the date of this Agreement first written above, in carrying out their responsibilities defined in Article 3 of this contract.

1.2 Owner and Design Professional

The Owner may enter into a separate agreement with one or more Design Professionals to provide architectural and engineering design for the Project. The Project is defined in Article 2 of this Agreement.

1.3 Owner and Contractors

The Owner shall enter into separate contract with one or more Contractors for the construction of the Project.

1.4

Relationship of the CM to Other Project Participants

In providing the Construction Manager's Services described in this Agreement, the CM shall endeavor to maintain a working relationship with the Contractors and Design Professional on behalf of the Owner. However, nothing in this Agreement shall be construed to mean that the CM assumes any of the responsibilities or duties of the Contractors or the Design Professional. The Contractors are solely responsible for construction means, methods, sequence and procedures used in the construction of the Project and for the safety of its personnel and its operations and for performing in accordance with the Contractor's contract with the Owner. The Design Professional is solely responsible for the Project design and shall perform in accordance with the agreement between the Design Professional and the Owner. There are no third party beneficiaries of this Owner-CM agreement and no one except the parties to the CM agreement may seek to enforce its terms.

ARTICLE 2: PROJECT DEFINITION

The Project for which the Owner has contracted the services of the CM is to construct a new Local Criminal Justice Facility in conformance with the SB 863 funding application.

ARTICLE 3: CONSTRUCTION MANAGER'S BASIC SERVICES

3.1 SB 863 Funding Application Support

3.1.1 Scope of Work: Vanir's and consultant team will work with the Sherriff's Office and County to prepare a draft SB 863 construction funding application and submittal package. The information listed below represents a work plan that identifies and describes each of the tasks needed to respond to facility needs for Yuba County's SB 863 State funding request. They include: (1) operational requirements, (2) space programming, (3) site requirements, (4) facility concept layout, (5) cost analysis, and (6) SB 863 application input. There will be a minimum of one workshop throughout the planning process.

3.1.2 PLANNING PROCESS (1-5)

3.1.2.1 (1) OPERATIONAL REQUIREMENTS: Vanir consultants will participate with Yuba County's core agency planning team to further define the vision of the new SB 863 project. All operational and space aspects of the proposed SB 863 project will be discussed and a road map will emerge that will establish the direction of the project.

3.1.2.2 (2) SPACE PROGRAMMING: Vanir consultants will assist the Sheriff's Office and other participating agencies in establishing space requirements for each function and/or staffing associated with the SB 863 facility. The space calculations will include both net and gross square feet, efficiency and circulation factors.

3.1.2.3 (3) SITE REQUIREMENTS: Vanir consultants will determine the site requirements needed to support the project and include setbacks, sidewalks, off-street parking, open space, and landscaping.

3.1.2.4 (4) FACILITY CONCEPT LAYOUT: The consultant team will prepare a facility concept plan that incorporates all pertinent study information and agency programming needs. The conceptual plan will include: building diagrams, circulation and design concepts. Key factors associated with this work will include:

Building Diagrams – Prepare a floor plan diagram by story depicting all space program requirements and space adjacencies.

Circulation – Show public, staff and inmate circulation within the facility, including entrances, and connections to the existing jail.

Design Concepts – Show 2D and 3D design concepts of both building and site configurations.

3.1.2.5 (5) COST ANALYSIS: The consultant team will prepare a cost estimate of the site and building. Key cost factors that will be included in the analysis will cover the following:

Site Development Cost – The consultant team will provide a cost estimate statement for site development, including landscape, hardscape, paving, walks, exterior lighting, and utilities.

Building Construction Cost – The consultant team will also provide probable costs for building construction, alterations, including building systems and foundations.

Based on the information established by the County agencies during the SB 863 planning phase, the consultant team will also prepare a draft 2015 Adult Local Criminal Justice Facilities Proposal that can be submitted to the Board of State and Community Corrections (BSCC). The draft proposal will be prepared following the guidelines contained in BSCC's formal Request for Proposal information packet that was issued to the counties on June 12, 2015.

3.2 **Pre-Design Build Phase Project Management**

- 3.2.1 Establish Project
- 3.2.2 Support Due Diligence process
- 3.2.3 3 page estimate
- 3.2.4 Manage development of Performance Criteria / Concept Drawings
- 3.2.5 Coordinate with BSCC and approving agencies
- 3.2.6 Receive approval to award design build contract
- 3.2.7 Develop project management plan
- 3.2.8 Develop master schedule
- 3.2.9 Coordination with utilities
- 3.2.10 Coordination with Building Department and assigned County inspectors.
- 3.2.11 Coordination with Regulatory and Approving Agencies
- 3.2.12 Coordinate with State Fire marshal
- 3.2.13 Evaluate permitting requirements
- 3.2.14 Brief and report to County staff
- 3.2.15 Budget Control
- 3.2.16 Develop conceptual estimates
- 3.2.17 Reconcile scope to budget and adjust as required
- 3.2.18 Provide decision impact tracking
- 3.2.19 Provide cost control
- 3.2.20 Work with Owner to establish selection process and bid form
- 3.2.21 Integrate suite of documents and develop RFP
- 3.2.22 Develop RFQ
- 3.2.23 Market project with local contracting and design build community
- 3.2.24 Schedule and lead pre-proposal Conference
- 3.2.25 Schedule and lead confidential meeting
- 3.2.26 Respond to proposal RFIs
- 3.2.27 Assist Owner with issuing addendum
- 3.2.28 Review design build proposal and advise Owner. Assist with selection process
- 3.2.29 Recommend Award

3.3 **Criteria Phase**

3.4 **Project Management Phase**

- 3.4.1 **Design Build Design Phase**
- 3.4.1.1 Schedule and lead kick off and lessons learned meetings
- 3.4.1.2 Perform system confirmation review of design process
- 3.4.1.3 Attend DB led design progress meetings
- 3.4.1.4 Provide design decision tracking
- 3.4.1.5 Coordinate with stakeholder
- 3.4.1.6 Review DB provided life cycle analysis
- 3.4.1.7 Review change proposals for merit, mitigation, alternatives and negotiate with DB
- 3.4.1.8 Coordinate with State Fire Marshal
- 3.4.1.9 Coordinate with certified access compliance specialist
- 3.4.1.10 Provide project reporting

- 3.4.1.11 Work with commissioning agent to develop commissioning requirements
- 3.4.1.12 Approve phasing plan

3.4.2 Construction Management Phase

- 3.4.2.1 Provide on-site construction management
- 3.4.2.2 Develop project specific procedures
- 3.4.2.3 Coordinate with Owner assigned inspectors, regulatory and approval agencies
- 3.4.2.4 Review DB Baseline schedule, progress schedules and request for time extensions.
Monitor DB schedule performance in the field.
- 3.4.2.5 Review DB request for equitable compensation for merit, alternatives, mitigation and fair pricing. Assist Owner with the negotiation and resolution of change orders. Assist Owner with documentation in support of change order issuance.
- 3.4.2.6 Review Informational Submittals and RFIs for general compliance and respond to DB if appropriate.
- 3.4.2.7 Provide Document Control & Project Files. Maintain official project files for transmittal to Owner at project completion.
- 3.4.2.8 Coordinate with Owner inspectors and review the DB Pay Application. Recommend payment to Owner as applicable.
- 3.4.2.9 Provide claims avoidance, mitigation and claims services as needed during the duration of this contract.
- 3.4.2.10 Provide project accounting support as directed by the Owner
- 3.4.2.11 Provide monthly project reporting or more frequently as required by the Owner.
- 3.4.2.12 Coordination with Transition Team
- 3.4.2.13 Coordination with Utilities
- 3.4.2.14 Assist County with the scope, bidding and management of an independent Testing and Inspection Firm
- 3.4.2.15 Monitor Start up and Functional Performance Testing

3.4.3 Closeout Phase

- 3.4.3.1 Assist County inspectors with the development and tracking of a punch list. Maintain a database of open punch list items and track contractor action and resolution.
- 3.4.3.2 Assist County inspectors and observe Contractor startup and testing of project equipment.
- 3.4.3.3 Monitor Contractor performed functional performance testing
- 3.4.3.4 Work with Contractor to coordinate County staff training
- 3.4.3.5 Receive, review and document Contractor provided spare parts, operation and maintenance manuals and warranty,
- 3.4.3.6 Review as-built documents for completeness and accuracy in conformance with the general contract.
- 3.4.3.7 Recommend project acceptance and completion to the County. Assist with closeout documentation.

ARTICLE 4: DURATION OF THE CONSTRUCTION MANAGER'S BASIC SERVICES

- 4.1 Services shall commence upon notice of award and continue through the following dates for each phase:
 - 4.1.1 Pre-Design-Build Phase: September 2017
 - 4.1.2 Design Build and Closeout Phase: February 2020
- 4.2 Project Management services can be extended by mutual agreement under the provisions of article 5 of this agreement

ARTICLE 5: CHANGES IN THE CONSTRUCTION MANAGER'S BASIC SERVICES AND ADDITIONAL COMPENSATION

5.1 Owner Changes

5.1.1 The Owner, without invalidating this Agreement, may make changes in the CM's Services specified in Article 3 of this Agreement. The CM shall promptly notify the Owner of changes that increase or decrease the CM's compensation or the duration of the CM's Basic Services or both.

5.1.2 Additional Compensation and Changes in Duration

The CM shall be entitled to receive additional compensation when the scope of Services is increased or extended through no fault of the CM. If the scope or the duration of the CM's Services is extended, the CM shall be entitled to receive additional compensation. A written request for additional compensation shall be given by the CM to the Owner within thirty (30) days of the occurrence of the event giving rise to such request.

5.1.3 Changes in the CM's Services

Changes in the CM's Services or duration of the Agreement, and entitlement to additional compensation, shall be made by a written Amendment to this Agreement executed by the Owner and the CM. The Amendment shall be executed by the Owner and CM prior to the CM performing the Services required by the Amendment. The CM shall proceed to perform the Services required by the Amendment only after receiving written notice directing the CM to proceed.

5.1.4 Payment of Additional Compensation

The CM shall submit invoices for additional compensation with its invoice for Services and payment shall be made pursuant to the provisions of Article 7 of this Agreement.

ARTICLE 6: OWNER'S RESPONSIBILITIES

6.1 The Owner shall provide to the CM complete information regarding the Owner's requirements for the Project.

6.2 The Owner shall examine information submitted by the CM and shall render decisions pertaining thereto promptly.

6.3 The Owner shall furnish legal, accounting, contract review and insurance counseling services as may be necessary for the Project.

6.4 The Owner shall furnish insurance for the Project as specified in Article 8.

6.5 If the Owner observes or otherwise becomes aware of any fault or defect in the Project or the CM's services, or any nonconformity with the Contract Documents, the Owner shall give prompt written notice thereof to the CM.

6.6 The Owner shall furnish required information and approvals and perform its responsibilities and activities in a timely manner to facilitate orderly progress of the work in cooperation with the CM, consistent with this Agreement and in accordance with the planning and scheduling requirements, and budgetary restraints of the Project.

6.7 The Owner shall retain one or more Design Professionals whose services, duties, and responsibilities shall be described in a written agreement between the Owner and Design Professional. The services, duties, and responsibilities set out in the agreement between the Owner and the Design Professional shall be compatible and consistent with this Agreement and the Contract Documents. The Owner shall, in its agreement with the Design Professional, require that the Design Professional perform its services in cooperation with the CM, consistent with this Agreement and in accordance with the planning and scheduling

requirements and budgetary restraints of the Project as determined by the Owner and documented by the CM.

The terms and conditions of the Agreement between the Owner and Design Professional shall not be changed without written notification of the CM. The Owner shall furnish a copy of the Owner-A/E Agreement and any amendments to the CM, that designate the contractual responsibilities of all parties.

- 6.8 The Owner shall cause any and all agreements between the Owner and any Project contractor or design professional to be compatible and consistent with this Agreement. Each of the agreements shall include waiver of subrogation and shall expressly recognize the CM as the Owner's agent in providing the Construction Manager's Basic and Additional Services specified in this Agreement.
- 6.9 At the request of the CM, sufficient copies of the Contract Documents shall be furnished to the CM to permit the timely performance of services, by the Owner at the Owner's expense.
- 6.10 The Owner shall, in a timely manner secure, submit and pay for necessary approvals, easements, assessments, permits and charges required for the construction, use or occupancy of permanent structures or for permanent changes in existing facilities.
- 6.11 The Owner, its representatives and consultants shall communicate with the Contractor through the CM.
- 6.12 The Owner shall send to the CM and shall require the Design Professional to send to the CM, copies of all notices and communications sent to or received by the Owner or Design Professional relating to the Project. During the Construction Phase of the Project, the Owner shall require that the Contractors submit all notices and communication relating to the Project directly to the CM.
- 6.13 The Owner shall designate an officer, employee, or other authorized representatives to act in the Owner's behalf with respect to the Project. The Owner's representative for the Project is Doug McCoy. This representative shall have the authority to approve changes in the scope of the Project and shall be available during working hours and as often as may be required to render decisions and to furnish information in a timely manner.
- 6.14 The Owner shall fulfill all their contract obligations in their contract with the A/E's and contractor(s), including making periodic progress payments after considering recommendations for such payments by the CM.

ARTICLE 7: COMPENSATION AND PAYMENT

7.1 Compensation for Basic Services

The Owner shall compensate the CM for performing the Basic Services described in Article 3, within timeframes established in Article 4 as follows:

- 7.1.1 A fixed fee for section 3.1 SB 863 Application Support of this agreement of forty thousand eight hundred and fifty dollars (\$40,850).
- 7.1.2 A fixed fee for section 3.2, Pre-Design-Build Phase Project Management of this agreement of three hundred and thirty one thousand three hundred and ninety dollars (\$331,390).
- 7.1.3 A fixed fee for section 3.3, criteria Development of this agreement of four hundred thousand dollars, (\$400,000)
- 7.1.4 A fixed fee for section 3.4, project management of this agreement of one millions three hundred and twenty seven, seven hundred and two dollars (\$1,327,702).

7.2 Payment

Payment to be made by the Owner to the CM for the cost of providing services will be based on monthly invoices in conformance with a payment schedule mutually agreed to by the Owner and CM.

7.2.1 The CM will submit an invoice monthly to the Owner per the billing schedule for the billing period. The Owner shall make payment to the CM of one hundred percent (100%) of the approved invoiced amount within thirty (30) days of the Owner's receipt of the invoice.

7.2.2 Payments due to the CM that are unpaid for more than sixty (60) days from the date of the CM's invoice shall bear interest at the prevailing rate.

7.3 Accounting Records

Record of the CM's personnel expense, consultant fees and direct expenses pertaining to the Project shall be maintained on the basis of generally-accepted accounting practices and shall be available for inspection by the Owner or the Owner's representative at mutually convenient times for a period from the date of this Agreement through two years after completion of the Construction Phase Basic Services.

7.4 Compensation for Additional Services

The CM shall be compensated and payments shall be made for performing Additional Services in the same manner as provided in Article 7 for Services or as a reimbursement for labor and expenses. There shall be an increase in the fee set out in Paragraph 7.1.1 in an amount which is mutually agreeable between the Owner and CM. Additional fees shall be developed using the billing rates and approved expenses included in Appendix A.

ARTICLE 8: INSURANCE AND MUTUAL INDEMNITY

8.1 CM's Liability Insurance

8.1.1 The CM shall purchase and maintain insurance as shall protect the CM from the claims set forth below that may arise out of or result from the CM's performance of services pursuant to this Agreement.

8.1.1.1 Claims under Worker's Compensation, that are applicable to the work performed.

8.1.1.2 Claims for damages because of bodily injury or death of any person other than CM's employees.

8.1.1.3 Claims for damages insured by usual personal injury liability coverage.

8.1.1.4 Claims for damages, other than to the work itself, because of injury to or destruction of tangible property, including loss or use therefrom.

8.1.1.5 Claims for damages because of bodily injury or death of any person or property damage arising out of the Ownership, maintenance or use of any motor vehicle.

8.1.2 The CM's Commercial General and Automobile Liability Insurance, as required by Paragraph 8.1.1, shall be written for not less than the following Limits of Liability:

a. Commercial General Liability

1. Bodily Injury:

\$1,000,000.00 Each Occurrence

\$2,000,000.00 Aggregate

2. Property Damage:

\$1,000,000.00 Each Occurrence

\$2,000,000.00 Aggregate

b. Commercial Automobile Liability

1. Combined Single Limit:

\$1,000,000.00 Each Occurrence

8.1.3 Commercial General Liability insurance may be obtained under a single policy for the full limits required or by a combination of underlying policies with the balance provided by an excess or umbrella liability policy.

8.1.4 The foregoing policies shall contain a provision that coverages afforded under the policies shall not be canceled until at least thirty (30) days written notice has been given to the Owner and shall include an endorsement making the Owner an additional insured under the policies. Certificates of insurance showing such coverages to be in force shall be filed with the Owner prior to commencement of the CM's services.

8.2 CM's Liability Limitation

The total liability of the CM to the Owner for any and all issues arising out of this contract shall be limited to the insurance coverage designated in this contract and the amount of the total compensation actually paid to the CM by the Owner pursuant to this agreement.

8.3 Other's Insurance

8.3.1 The CM, as agent of the Owner, shall be named as an additional insured in any insurance policy obtained by the Owner for the Project.

8.3.2 The Owner shall require all Project contractors and design professionals ("Owner Consultants") to name the Owner and "Vanir Construction Management, Inc., its shareholders, officers, directors, employees, agents and affiliates" as additional insured on all liability insurance policies obtained by the Owner Consultants for the Project.

8.4 Notices and Recovery

8.4.1 The Owner and CM each shall provide the other with copies of certificates for all policies obtained for the Project. Each party shall provide the other thirty (30) days of notice of cancellation, non-renewal or endorsement reducing or restricting coverage.

8.5 Waiver of Subrogation

8.5.1 The Owner and CM waive all rights against each other and against the Owner Consultants for damages during construction covered by any property insurance as set forth in the Construction Contract. The Owner and the CM shall each require similar waivers from the Owner Consultants.

8.6 Indemnity

8.6.1 The CM hereby indemnifies and holds harmless the Owner and its employees from and against any and all claims, demands, suits and damages for bodily injury and property damage for which the CM is liable that arise out of the solely negligent acts or omissions of the CM in performing the Construction Manager's Services under this Agreement provided,

however, that the CM does not assume any risk of damages to property that is incorporated in or shall be incorporated in or is located at the Project site which is not within the possession of the CM or under the CM's direction or control. The total liability of the CM to the Owner arising by reason of this indemnity for losses that are not insured shall not exceed the amount of the total compensation actually paid to the CM by the Owner pursuant to this Agreement.

8.6.2 The Owner hereby indemnifies and holds harmless the CM, its employees and subcontractors from and against any and all claims, demands, suits and damages for bodily injury and property damage that arise out of or result from, in whole or in part, wrongful acts or omissions of the Owner, its employees, agents, representatives, independent contractors, material suppliers, the Contractors and Design Professional.

8.6.3 The Owner shall cause all Project contractors and design professionals ("Owner Consultants") to defend, indemnify and hold harmless the Owner and CM from and against any and all claims, liabilities, demands, suits, damages and expenses (including attorney's fees and litigation costs) arising out of or in any way relating to the performance by each of the Owner Consultants of their respective agreements for services rendered on the Project, including but not limited to claims for personal injury, property damage and/or professional errors and omissions.

ARTICLE 9: TERMINATION AND SUSPENSION

9.1 Termination

9.1.1 This Agreement may be terminated in whole or in part in writing by either party in the event of substantial failure by the other party to fulfill its obligations under this Agreement through no fault of the terminating party; providing that no such termination may be effected unless the other party is given:

- (i) Written notification (delivered by certified mail) that the other party is in material breach of the contract and the notification specifies the breach.
- (ii) Fifteen (15) calendar days to cure the breach.
- (iii) An opportunity for consultation with the terminating party prior to the termination.
- (iv) Termination notification (delivered by certified mail) that the breach has not been cured and providing an additional fifteen (15) calendar days prior to termination.

9.1.2 This Agreement may be terminated in whole or in part in writing by the Owner for its convenience; provided the CM is given (i) not less than thirty (30) days written notice (delivered by certified mail) of intent to terminate and (ii) an opportunity for consultation with the Owner prior to termination. In the event of notice of termination, the CM shall take reasonable measures to mitigate termination expenses.

9.1.3 If termination pursuant to Subparagraph 9.1.1 is effected by the Owner, the CM will be paid for work actually performed. The CM shall be entitled to recover termination expenses reasonably incurred. If termination pursuant to Section 9.1.1 is effected by the CM or if termination pursuant to Section 9.1.2 is effected by the Owner, the CM shall be entitled to an equitable adjustment in compensation. The equitable adjustment for any termination shall provide for payment of the CM for services rendered and expenses incurred prior to the termination. In addition, termination expenses reasonably incurred by the CM shall be paid. Termination expenses are defined as those expenses arising prior, during and subsequent to termination that are directly attributable to the termination.

9.1.4 Upon receipt of a termination notice pursuant to Paragraph 9.1.1, the CM shall (i) promptly discontinue all services affected (unless the notice directs otherwise), and (ii) deliver or otherwise make available to the Owner all data, documents, procedures, reports, estimates,

summaries, and such other information and materials as may have been accumulated by the CM in performing this Agreement, whether completed or in process.

- 9.1.5 If, after termination for failure of the CM to fulfill contractual obligations, it is determined that the CM had not so failed, the termination shall be deemed to have been effected for the convenience of the Owner. In such event, adjustment for the compensation provided for in this Agreement shall be made as provided in Section 9.1.3 for termination for the convenience of the Owner.

9.2 Suspension

- 9.2.1 The Owner may in writing order the CM to suspend all or any part of the Construction Manager's Services for the Project for the convenience of the Owner or for Work stoppage beyond the control of the Owner or the CM. If the performance of all or any part of the Services for the project is so suspended, an adjustment in the CM's compensation shall be made for the increase, if any, in the cost of the CM's performance of this Agreement caused by such suspension, and this Agreement shall be modified in writing accordingly.

- 9.2.2 In the event the Construction Manager's Services for the Project are suspended, the Owner shall reimburse the CM for all of the costs of its construction staff, assigned Project home office staff, and other costs as provided for by this Agreement for the first thirty (30) days of such suspension. The CM shall reduce the size of its staff for the remainder of the suspension period as directed by the Owner and, during such period, the Owner shall reimburse the CM for all of the costs of the staff continuing their assignment to the Project. Upon cessation of the suspension, the CM shall restore the construction site staff and home office staff to its former size within thirty (30) days of notification from the Owner.

- 9.2.3 Persons assigned to another project during such suspension periods and not available to return to the Project upon cessation of the suspension shall be replaced. The Owner shall reimburse the CM for costs incurred in relocating previous staff persons returning to the Project or new persons assigned to the Project.

- 9.2.4 If the Project is suspended by the Owner for more than three (3) months, the CM shall be paid compensation for Services performed prior to receipt of written notice from the Owner of the suspension, together with direct expenses then due and all expenses and costs directly resulting from the suspension. If the Project is resumed after being suspended for more than six (6) months, the CM shall have the option of requiring that its compensation, including rates and fees, be renegotiated. Subject to the provisions of this Agreement relating to termination, a suspension of the Project does not void this Agreement.

ARTICLE 10: DISPUTE RESOLUTION

- 10.1 Meeting of Principals: In the event of a dispute arising under this Agreement, and prior to the initiation of any litigation under this Article 10, the chief executive officers of Owner and CM shall meet and confer in an attempt to negotiate a resolution to the dispute. If the principals are unsuccessful in resolving the dispute, Owner and CM shall proceed to mediation in the manner provided for in Article 10.2

- 10.2 Mediation: In the absence of a negotiated resolution, Owner and CM shall submit to voluntary non-binding mediation before a professional alternative dispute resolution firm or retired judge, as mutually agreed upon by Owner and CM. In the event that Owner and CM are unable to agree upon a neutral mediator, the matter shall be jointly submitted to the offices of the American Arbitration Association in Los Angeles, California for appointment of a mediator, in which case the mediation shall be conducted pursuant to the Rules of the American Arbitration Association. The parties shall share equally in the cost of the mediation.

- 10.3 Arbitration: In the event the parties are unable to resolve the dispute through mediation:

- 10.3.1 All claims, disputes or controversies arising out of or relating to the Project or to this agreement or the breach thereof shall be decided by arbitration in accordance with the Construction Industry Rules of the American Arbitration Association then prevailing unless the parties mutually agree otherwise. No arbitration arising out of or relating to this Agreement shall include, by consolidation, joinder or in any other manner, any additional person not a party to this Agreement except by written consent containing a specific reference to this Agreement and signed by the CM, Owner and any other person sought to be joined. Consent to arbitration involving an additional person or persons shall not constitute consent to arbitration of any dispute not described therein or with any person not named therein. This agreement to arbitrate shall be specifically enforceable under applicable law in any court having jurisdiction thereof.
- 10.3.2 Notice of demand for arbitration shall be filed in writing with the other party to this Agreement in accordance with the rules of the American Arbitration Association. The demand shall be made within a reasonable time after the claim, dispute or other matter in question has arisen. In no event shall the demand for arbitration be made after the date when institution of legal or equitable proceedings based upon such claim, dispute or other matter in questions would be barred by the applicable statutes of limitation.
- 10.3.3 In any judicial proceeding to enforce this agreement to arbitrate, the only issues to be determined shall be those set forth in 9 U.S.C. Section 4 Federal Arbitration act and such issues shall be determined by the court without a jury. All other issues, such as, but not limited to, arbitrability, prerequisites to arbitration, compliance with contractual time limitations, applicability of indemnity clauses, clauses limiting damages and statutes of limitation shall be for the arbitrators whose decision thereon shall be final and binding. There shall be no interlocutory appeal of an order compelling arbitration.
- 10.3.4 The award rendered by the arbitrators shall be final and judgment may be entered upon it in accordance with applicable law in any court having jurisdiction thereof.
- ARTICLE 11: ADDITIONAL PROVISIONS
- 11.1 Confidentiality
- 11.1.1 The CM shall not disclose or permit the disclosure of any confidential information, except to its agents, employees and other consultants who need such confidential information in order to properly perform their duties relative to this Agreement.
- 11.2 Limitations and Assignment
- 11.2.1 The Owner and the CM each binds themselves, their successors, assigns and legal representatives to the terms of this Agreement.
- 11.2.2 Neither the Owner nor the CM shall assign or transfer its interest in this Agreement without the written consent of the other, except that the CM may assign accounts receivable to a commercial bank for securing loans without approval of the Owner.
- 11.3 Governing Law
- 11.3.1 Unless otherwise provided, this Agreement shall be governed by the law of the state where the Project is located.
- 11.4 Extent of Agreement
- 11.4.1 This Agreement represents the entire and integrated agreement between the Owner and the CM and supersedes all prior negotiations, representations or agreements, either written or oral. This Agreement may be amended only by written instrument signed by both the Owner and the CM. Nothing contained in this Agreement is intended to benefit any third party. The Contractors and Design Professionals are not intended third party beneficiaries of this Agreement.

11.5 Severability

11.5.1 If any portion of this Agreement is held as a matter of law to be unenforceable, the remainder of this Agreement shall be enforceable without such provisions.

11.6 Meaning of Terms

11.6.1 References made in the singular shall include the plural and the masculine shall include the feminine or the neuter.

11.7 Notices

11.7.1 All Notices required by this Agreement or other communications to either party by the other shall be deemed given when made in writing and deposited in the United States Mail, first class, postage prepaid, addressed as follows:

To the Owner:

County of Yuba, Administrative Services
Attn: Doug McCoy
Government Center
915 8th Street, Suite 119
Marysville, CA 95901

To the CM:

Vanir Construction Management, Inc.
Attn: Joseph A. Mehula
4540 Duckhorn Drive, Suite 300
Sacramento, CA 95834

This Agreement is executed as of the day and year first written above.

for County of Yuba

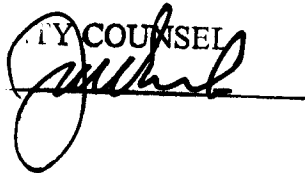
for VANIR CONSTRUCTION MANAGEMENT, INC.

by: _____
Name
Title

by: _____
Joseph A. Mehula
President

APPROVED AS TO FORM

AND BY P. MORRIS-JONES

CITY COUNSEL


APPENDIX "A"**SCHEDULE OF RATES FOR PERSONNEL COSTS (\$/HR)**

<u>Position</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Principal in Charge	200	206	212
Project Manager	165	170	175
Engineering Support	135	139	143
Estimating	150	155	160
Scheduling	145	149	153
Clerical	72	74	76
SB 863 Specialist	160	165	170
Project Engineer	120	126	130
BIM Support	120	126	130

ALLOWABLE REIMBURSABLE EXPENSES

The items allowable for reimbursement under Article 5 are as follows:

1. Cost of printing and distributing monthly reports.
2. Cost of transportation.
3. Cost of office supplies.
4. Cost of postage, UPS, Federal Express, etc.
5. Cost of temporary facilities, if any.
6. Cost of other items as required, with prior approval from Owner.
7. Rates for additional years shall be escalated at 3% per year

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Administrative Services Memorandum

To: Board of Supervisors
CC: Robert Bendorf, County Administrator
From: Doug McCoy, Director, Administrative Services *DM*
Date: February 23, 2016
Re: New Sheriff Facility Acquisition Agreements

Recommendation

It is recommended that the Board approve two acquisition agreements for the purchase of 520 and 683 square feet from MidValley Recovery and Yuba Street Ventures, respectively, for the New Sheriff Facility project located at 720 Yuba Street and authorize chair to execute same. In addition, authorize chair to execute the Tentative Lot Line Adjustment Application as Property Owner 3.

Background

Work on the New Sheriff Facility is underway. It was discovered the parking lot encroached onto the adjacent properties. Thus during review of the placement for fencing, it was discovered that an additional three feet was needed to relocate the north of the property line.

Discussion

Market analysis of comparable land in Marysville was assessed and it was determined that \$19.23/per square foot was a fair value to be utilized. Both MidValley Recovery (Pathways) and Yuba Street Ventures (David and Roy Lanza) have accepted the amounts and agree to the purchase of said areas.

The final step of this acquisition process is to complete the Lot Line Adjustment with the City of Marysville.

Committee Action

Due to the routine nature of this action, it has been brought directly to your Board for consideration.

Fiscal Impact

The cost of this land purchase is already part of the project budget and creates no additional fiscal impact.

COUNTY OF YUBA
 Administrative Services
 915 8th Street, Suite 119
 Marysville, CA 95901

PROJECT: Yuba Street Improvement Project
 APN # 010-131-004 & 010-132-003/004

ACQUISITION AGREEMENT

This Agreement is made between the COUNTY OF YUBA, a political subdivision of the State of California ("County"), and Midvalley Recovery Facilities/Pathways of Yuba City, California ("Owner") for certain property interests located in the County of Yuba, California for a public project consisting of 520 square feet/three foot wide strip of land between the adjoining parcels ("the Project").

1) AGREEMENT TO SELL AND PURCHASE

Owner agrees to sell and convey to County, and County agrees to purchase from Owner, pursuant to the terms and conditions set forth in this Agreement, the following:

SEE EXHIBIT "A"; EXHIBIT "B"

2) PURCHASE PRICE

County shall pay Owner the sum of TEN THOUSAND DOLLARS (\$10,000.00) ("Purchase Price") for the are specified with a zero setback, as follows:

Land Purchase	520sf X \$19.23/sf X 100%	<u>\$10,000.00</u>
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3) CONDITION OF TITLE

Owner warrants that:

- a) He is the owner of the property rights to be transferred by this Agreement and is empowered to execute the conveyance documents and this Agreement.
- b) The land to be purchased is not encumbered by any mortgage, deed of trust, or other encumbrance evidencing indebtedness except as may be shown on the Preliminary Title Report.

4) OWNER'S INDEMNIFICATION

Owner covenants and agrees to indemnify and hold County harmless from any and all claims that third parties may make or assert with respect to the title of said purchase. The Owner's obligation herein to indemnify County shall not exceed the amount paid to the Owner under this Agreement.

5) DELIVERY OF DOCUMENTS/ESCROW

The Agreement and the Deed (attached hereto with Exhibit A and Exhibit B and incorporated herein by this reference) shall be executed and delivered by Owner to County for the purpose of placing the purchase into escrow. County shall not be deemed to have accepted delivery until such time as the Deed is recorded in the Official Records of the County of Yuba, California.

Escrow shall close no later than forty-five (45) days after this Agreement is executed by the County, unless extended by mutual agreement of the parties.

6) ESCROW EXPENSES

County shall pay all costs of escrow and all recording costs incurred in this transaction.

7) NOTIFICATION TO ASSESSOR

County shall provide the County Assessor with a copy of this Agreement once it is executed and recorded so that the County Assessor may determine whether apportionment and cancellation of any taxes resulting for the sale is appropriate.

8) ENVIRONMENTAL ASSESSMENT PRIOR TO CLOSE OF ESCROW

Owner agrees that County may wish to perform an environmental assessment of the area to be purchased. Such an assessment includes what is commonly referred to as a Phase I analysis, and, if necessary thereafter, a Phase II analysis. A Phase II analysis may require test borings to determine the existence and extent of any toxic substances or hazardous materials on the Property. County shall return the Property to its pre-existing condition if test borings are done and County thereafter, for whatever reason, does not purchase the Property.

9) PURCHASE CONTINGENT ON PROPERTY BEING FREE OF TOXICS

Owner understands and agrees that County has no obligation to purchase the area to be purchased if it is determined during an environmental assessment that the said area contains toxic and/or hazardous materials which will require remediation under applicable State and/or federal law.

County will provide to Owner all test results obtained during any environmental assessment.

10) POSSESSION AND USE OF THE PROPERTY

The County shall have the right of possession and use of the Property including the right to remove and dispose of improvements and construct the above-named Project commencing on the date that this Agreement is executed by both parties; provided that County makes no representation that the Project shall be constructed, and no liability or obligation whatsoever shall be incurred by County by reason of any failure to construct the Project for any reason. If the Property is not acquired by County for any reason, County shall restore the Property to the condition existing prior to the County's possession or use hereunder, unless otherwise agreed by the parties.

11) SEVERABILITY

If any provision in this Agreement is held by a court of competent jurisdiction to be invalid, void, or unenforceable, the remaining provisions shall continue in full force without being impaired.

12) GOVERNING LAW/VENUE

This Agreement shall be governed by and construed in accordance with the laws of the State of California. Any legal action concerning this Agreement shall be venued in the Superior Court of Yuba County.

13) HEIRS, SUCCESSORS AND ASSIGNS

This Agreement shall bind the respective heirs, personal representatives, successors, and assigns of the parties to this Agreement.

14) ENTIRE AGREEMENT

This Agreement shall be deemed effective on the date this Agreement is executed by the County.

IN WITNESS WHEREOF, the parties have executed this Agreement as set forth below:

GRANTOR(S):

By: 

Edward Anderson
Executive Director, Pathways

Date: 2/5/2016

GRANTEE:

COUNTY OF YUBA, a political
subdivision of the state of California

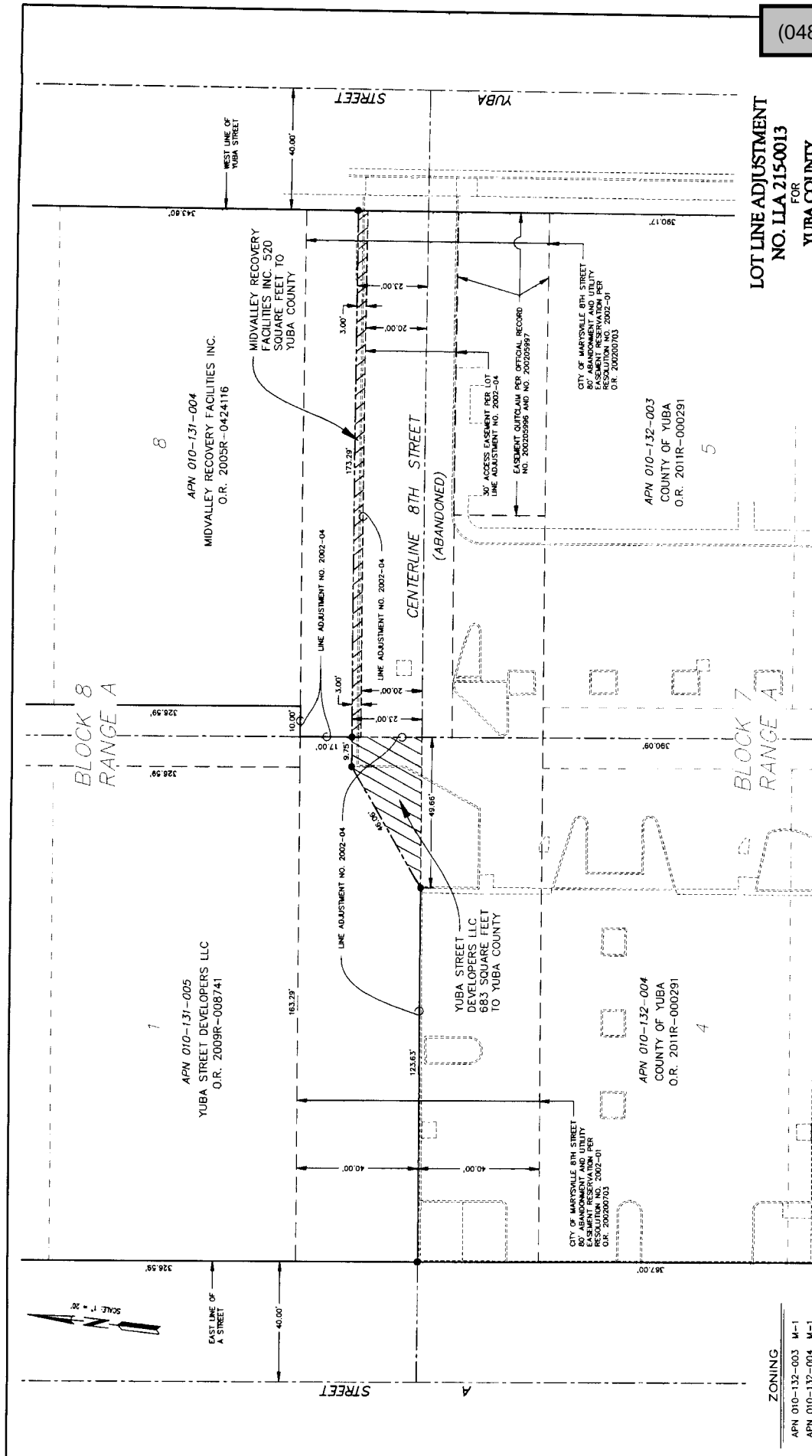
Date: _____

Doug McCoy, CHAIR BOARD OF SUPERVISORS
Director of Administrative Services

APPROVED AS TO FORM:

Date: 2/11/16

By: 
Angil Morris-Jones, County Counsel



LOT LINE ADJUSTMENT
NO. LLA 215-0013
FOR
YUBA COUNTY

A PORTION OF THE ABANDONED SECTION OF 8TH STREET
QUITCLAIMED TO LOT 1 AND LOT 8, BLOCK 8, RANGE A AND
LOT 4 AND LOT 5, BLOCK 7, RANGE A, OF THE
OFFICIAL MAP OF MARYSVILLE APPROVED MARCH 22, 1856
CITY OF MARYSVILLE, YUBA COUNTY, STATE OF CALIFORNIA

RAP
ROLLS ANDERSON & ROLLS
CIVIL ENGINEERS
15 YELLSIDE DRIVE • ORO, CALIFORNIA 9573-5811
TELEPHONE 530-695-7427

OCTOBER, 2015 12100L SHEET 1 OF 1

APPLICANT
YUBA COUNTY ADMINISTRATIVE SERVICES
915 8TH STREET, SUITE 119
MARYSVILLE, CA 95901

LEGEND

EXISTING PROPERTY LINE
PROPOSED PROPERTY LINE TO BE ELIMINATED
EXISTING EASEMENT LINES
CENTERLINE STREET OR EASEMENT
LOT LINES PER OFFICIAL MAP OF MARYSVILLE
APPROVED MARCH 22, 1856

APN 5

YUBA STREET INVESTORS LLC TO YUBA COUNTY

MIDVALLEY RECOVERY FACILITIES INC. TO YUBA COUNTY

ZONING

APN 010-132-003 M-1
APN 010-132-004 M-1
APN 010-131-004 M-1
APN 010-131-005 M-1



PRELIMINARY

Application No. _____

DECLARATION UNDER PENALTY OF PERJURY

Must be signed by the Property Owner(s)

I am (we are) the owner(s) of property involved in this application, and I (we) have completed this application and all other documents required.

I (we) declare under penalty of perjury that the foregoing is true and correct.

Property Owner(s) 1:

Executed on _____, 20____, at _____

Signature:  Signature _____Print Name: Edward Anderson Print Name: _____Address: 2976 Street Address: _____MARYSVILLE CA 95901**~~Property Owner(s) 2:~~**

Executed on _____, 20____, at _____

Signature: _____ Signature: _____

Print Name: _____ Print Name: _____

Address: _____ Address: _____

COUNTY OF YUBA
 Administrative Services
 915 8th Street, Suite 119
 Marysville, CA 95901

PROJECT: Yuba Street Improvement Project
 APN # 010-131-004 & 010-132-003/004

ACQUISITION AGREEMENT

This Agreement is made between the COUNTY OF YUBA, a political subdivision of the State of California ("County"), and Roy E. Lanza and Yuba Street Ventures of Yuba City, California ("Owner") for certain property interests located in the County of Yuba, California for a public project consisting of 683 square feet/three foot wide strip of land between the adjoining parcels ("the Project").

1) AGREEMENT TO SELL AND PURCHASE

Owner agrees to sell and convey to County, and County agrees to purchase from Owner, pursuant to the terms and conditions set forth in this Agreement, the following:

SEE EXHIBIT "A"; EXHIBIT "B"

2) PURCHASE PRICE

County shall pay Owner the sum of THIRTEEN THOUSAND ONE HUNDRED AND THIRTY FOUR (\$13,134) ("Purchase Price") for the area specified with a zero setback, as follows:

Land Purchase	683sf X \$19.23/sf X 100%	<u>\$13,134.00</u>
---------------	---------------------------	--------------------

3) CONDITION OF TITLE

Owner warrants that:

- a) He is the owner of the property rights to be transferred by this Agreement and is empowered to execute the conveyance documents and this Agreement.
- b) The land to be purchased is not encumbered by any mortgage, deed of trust, or other encumbrance evidencing indebtedness except as may be shown on the Preliminary Title Report.

4) OWNER'S INDEMNIFICATION

Owner covenants and agrees to indemnify and hold County harmless from any and all claims that third parties may make or assert with respect to the title of said purchase. The Owner's obligation herein to indemnify County shall not exceed the amount paid to the Owner under this Agreement.

5) DELIVERY OF DOCUMENTS/ESCROW

The Agreement and the Deed (attached hereto with Exhibit A and Exhibit B and incorporated herein by this reference) shall be executed and delivered by Owner to County for the purpose of placing the purchase into escrow. County shall not be deemed to have accepted delivery until such time as the Deed is recorded in the Official Records of the County of Yuba, California.

Escrow shall close no later than forty-five (45) days after this Agreement is executed by the County, unless extended by mutual agreement of the parties.

6) ESCROW EXPENSES

County shall pay all costs of escrow and all recording costs incurred in this transaction.

7) NOTIFICATION TO ASSESSOR

County shall provide the County Assessor with a copy of this Agreement once it is executed and recorded so that the County Assessor may determine whether apportionment and cancellation of any taxes resulting for the sale is appropriate.

8) ENVIRONMENTAL ASSESSMENT PRIOR TO CLOSE OF ESCROW

Owner agrees that County may wish to perform an environmental assessment of the area to be purchased. Such an assessment includes what is commonly referred to as a Phase I analysis, and, if necessary thereafter, a Phase II analysis. A Phase II analysis may require test borings to determine the existence and extent of any toxic substances or hazardous materials on the Property. County shall return the Property to its pre-existing condition if test borings are done and County thereafter, for whatever reason, does not purchase the Property.

9) PURCHASE CONTINGENT ON PROPERTY BEING FREE OF TOXICS

Owner understands and agrees that County has no obligation to purchase the area to be purchased if it is determined during an environmental assessment that the said area contains toxic and/or hazardous materials which will require remediation under applicable State and/or federal law.

County will provide to Owner all test results obtained during any environmental assessment.

10) POSSESSION AND USE OF THE PROPERTY

The County shall have the right of possession and use of the Property including the right to remove and dispose of improvements and construct the above-named Project commencing on the date that this Agreement is executed by both parties; provided that County makes no representation that the Project shall be constructed, and no liability or obligation whatsoever shall be incurred by County by reason of any failure to construct the Project for any reason. If the Property is not acquired by County for any reason, County shall restore the Property to the condition existing prior to the County's possession or use hereunder, unless otherwise agreed by the parties.

11) SEVERABILITY

If any provision in this Agreement is held by a court of competent jurisdiction to be invalid, void, or unenforceable, the remaining provisions shall continue in full force without being impaired.

12) GOVERNING LAW/VENUE

This Agreement shall be governed by and construed in accordance with the laws of the State of California. Any legal action concerning this Agreement shall be venued in the Superior Court of Yuba County.

13) HEIRS, SUCCESSORS AND ASSIGNS

This Agreement shall bind the respective heirs, personal representatives, successors, and assigns of the parties to this Agreement.

14)

ENTIRE AGREEMENT

This Agreement shall be deemed effective on the date this Agreement is executed by the County.

IN WITNESS WHEREOF, the parties have executed this Agreement as set forth below:

GRANTOR(S):

By: Charles Ray Lopez

Date: 2-11-16

GRANTEE:

COUNTY OF YUBA, a political
subdivision of the state of California

Date: _____

Doug McCoy,
Director of Administrative Services

APPROVED AS TO FORM:

Date: _____

By: _____
Angil Morris-Jones, County Counsel

Lanza

(048-0216) Appro... - 12 of 18

Application No. _____

DECLARATION UNDER PENALTY OF PERJURY

Must be signed by the Property Owner(s)

I am (we are) the owner(s) of property involved in this application, and I (we) have completed this application and all other documents required.

I (we) declare under penalty of perjury that the foregoing is true and correct.

Property Owner(s) 1:

Executed on February 11, 2016, at Marysville, CA

Signature: [Signature]

Signature: [Signature]

Print Name: DAVID LANZA

Print Name: Roy Lanza

Address: PO BOX 591

Address: PO BOX 591

MSUE, CA 95901

MSUL, CA 95901

Property Owner(s) 2:

Executed on February 11, 2016, at MSUL, CA

Signature: [Signature]

Signature: _____

Print Name: Roy Lanza

Print Name: _____

Address: PO Box 591

Address: _____

MSUL, CA 95901



CITY OF MARYSVILLE
PLANNING DEPARTMENT
 530-749-3904

**TENTATIVE LOT LINE
 ADJUSTMENT OR
 LOT MERGER**

Application No. _____
 Rec'd by: _____
 Fees Paid: _____ Rec #: _____
 Date Paid: _____
 Action: ☐ Approved ☐ Denied
 By: _____ Date: _____

Project Address: 2 9th Street ; 720 Yuba Street
 Assessor's Parcel No.: 010131004000 Present Zoning: M1

APPLICANT:

Name: County of Yuba Day Phone: 530-749-7880
 Address: 915 8th Street, Suite 119
Marysville, CA 95901

PROPERTY OWNER:

Name: County of Yuba Day Phone: 530-749-7880
 Address: 915 8th Street, Suite 119
Marysville, CA 95901

REPRESENTATIVE:

Name: Andrea Armstrong Day Phone: 530-749-7882
 Address: 915 8th Street, Suite 119
Marysville, CA 95901

REASON FOR APPLICATION:

County of Yuba is purchasing the designated area for fencing around
our 720 Yuba Street property.

APPLICANT/REPRESENTATIVE

I have reviewed this completed application and the attached material. The information provided is accurate. I understand the City might not approve what I am applying for or might set conditions of approval.

Signed [Signature]

Date 9/21/15

PROPERTY OWNER/AUTHORIZED AGENT

I have read this completed application, and I consent to its filing.

Signed _____

Date _____

Staff Use Only

TYPE OF APPLICATION	APPLICATION NUMBER	FEE PAID
Architectural Review:		
a. Conceptual Review:	_____	_____
b. Formal Review:	_____	_____
c. Minor/Incidental:	_____	_____
Planning Commission:		
Use Permit:	_____	_____
Variance:	_____	_____
Tentative Map:	_____	_____
Rezone:	_____	_____
General Plan Amendment:	_____	_____
Other:		
(Specify): _____	_____	_____

FEES:

Description:	Explanation:	Fee:
Base Fee:	_____	_____
Environmental Review:	_____	_____
Other Fees:	_____	_____
Total Fees:	_____	_____
Fee Paid By: <input type="checkbox"/> - Applicant <input type="checkbox"/> - Representative <input type="checkbox"/> - Property Owner		

Tentative Review Dates:

a. Review of Completeness (if applicable):	_____
b. Staff Review/Determination:	_____
c. ARB Review:	_____
d. Planning Commission Review:	_____
e. Other Review:	_____

Notes to the File: _____

County of Yuba

Application No. _____

DECLARATION UNDER PENALTY OF PERJURY

Must be signed by the Property Owner(s)

I am (we are) the owner(s) of property involved in this application, and I (we) have completed this application and all other documents required.

I (we) declare under penalty of perjury that the foregoing is true and correct.

Property Owner(s) 1:³

Executed on _____, 20____, at _____

Signature: _____ Signature: _____

Print Name: _____ Print Name: _____

Address: _____ Address: _____

~~Property Owner(s) 2:~~

Executed on _____, 20____, at _____

Signature: _____ Signature: _____

Print Name: _____ Print Name: _____

Address: _____ Address: _____

CITY OF MARYSVILLE

TENTATIVE LOT LINE ADJUSTMENT OR LOT MERGER

APPLICATION INSTRUCTIONS

TO APPLICANTS: The following list includes **all the items you must submit for a complete application**. If your application is not complete, a copy of this list will be returned to you marked accordingly. . If submitting blueprints, Planning Staff encourages that you submit one copy of the plan to allow for application completeness check, following which eight complete sets of plans would need to be submitted.

1. Planning application form complete.
2. Application Fee: In accordance with the City's fee schedule.
3. Eight (8) copies of the plans of the tentative lot line adjustment/lot merger (no more than 18" x 26", folded to 9" x 13"), and showing the following:
 - (a) The Lot Line Adjustment. This number is obtained by contacting the Yuba County Planning Department at 530-749-5470.
 - (b) The name (if any), date of preparation, north point, scale, and, the date of the survey (if based on a survey).
 - (c) Names and addresses of the applicant and all parties having a record title interest in the property being subdivided.
 - (d) The boundaries of the lot line adjustment, with sufficient information to locate the property and to determine its position with respect to adjacent named or numbered subdivisions, if any.
 - (e) The locations, widths and names or designations of all existing or proposed streets, alleys, paths and other rights-of-way, whether public or private; private easements within and adjacent to the lot line adjustment site.
 - (f) The lines and approximate dimensions of all lots, and the number assigned to each lot; the total number of lots, the approximate area of the average lot; lots shall be numbered consecutively. Note that this application will demonstrate that no new lots will be created as a result of the request.
 - (g) A statement of existing zoning.

- (h) Location of buildings on property showing distance to existing and proposed property lines.
- 4. Legal descriptions of the new lots.
- 5. Preliminary title report with most recent deeds for each parcel.
- 6. An authorization consenting to the proposed lot line adjustment signed by all parties having a record title interest in the property to be subdivided (if not included on the application form).
- 7. The following supplementary material may be required to be filed with the tentative lot line adjustment map:
 - (a) A vicinity map of appropriate scale and showing sufficient adjoining territory to clearly indicate surrounding streets. Other land in the applicant's ownership, and other features which have a bearing on the proposed subdivision.

=====

▼ CITY USE ONLY ▼

Review of Proposed Lot Line Adjustment:

- ☐ Planning Department – consistency with zoning ordinance.
- ☐ Building Division – consistency with building code.
- ☐ City Services Director – correctness of map and descriptions.

After approval, final documents shall consist of:

- 1. Certification of Lot Line Adjustment.
- 2. Exhibit A – Map (8-1/2" x 11" preferably) – stamped and signed as needed.
- 3. Exhibits B.X – Descriptions of each parcel stamped and signed by an Engineer or Licensed Surveyor.

Review of final documents (prior to signing certification):

- ☐ City Services Director
- ☐ Planning Department

Documents will be recorded by City or transmitted directly to Applicant's Title Company.

LOT LINE ADJUSTMENT OR LOT MERGER**Supplemental Authorization
for Application No. _____****1. Owner(s) 1:**

Name(s):	
Address:	
Home Phone:	Cell/Business Phone:
Assessor's Parcel No.:	Zone:

2. Owner(s) 2:

Name(s):	
Address:	
Home Phone:	Cell/Business Phone:
Assessor's Parcel No.:	Zone:

3. Agent: (if any)

Name(s):
Address:
Phone:

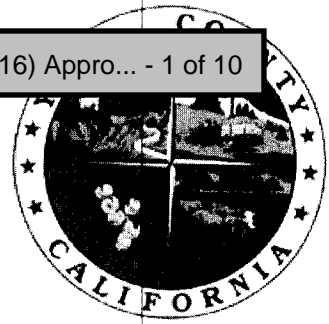
4. Map Prepared By:

Name(s):
Address:
Phone:

5. Location of Project: _____**6. Description of Project: _____****7. Proposed Use of the Parcels: _____**

The County of Yuba

(049-0216) Appro... - 1 of 10



Office of the Auditor-Controller

Richard Eberle, CPA
Yuba County Government Center
915 8th Street, Suite 105
Marysville, CA 95901

Phone: (530) 749-7810
Fax: (530) 749-7814
Email: reberle@co.yuba.ca.us

TO: Yuba County Board of Supervisors
FROM: Richard Eberle, Auditor-Controller *RE*
RE: Repayment of Property Tax Administration Fees owed to the City of Marysville and
Payment of Traffic Audit Fees owed to the County by the City of Marysville.
DATE: February 23, 2016

RECOMMENDATION

It is recommended that the Board of Supervisors:

1. Approve the attached repayment agreement between the County and the City of Marysville for the repayment of fees owed due to a State of Audit of Traffic Fees, and;
2. Approve canceling the Repayment Agreement between the County and the City of Marysville for property tax administration fee amounts owed to the City of Marysville, considering the obligation paid in full.

BACKGROUND

In October 2011 the County received the results of a Trial Court Revenue Audit, the results of which identified a misallocation of red light violation fines collected by the courts. The audit identified \$222,386 that was owed to the County by the City of Marysville. The City began making monthly payments to the County in February 2012.

In November 2012, the California Supreme Court ruled in the City of Alhambra vs. Los Angeles County case. The case involved the method used by the Auditor-Controller's Office to calculate property tax administration fees (PTAF). Los Angeles County used one methodology and the City of Alhambra argued for another. The Court ruled in favor of the City of Alhambra, thus impacting cities and counties in California. The ruling, in essence, stated the property tax revenue that was diverted from the Education Revenue Augmentation Fund (ERAF) in support of the VLF swap and Triple Flip should be not counted as property tax for purposes of calculating the Property Tax Administrative Fee charged by the Auditor-Controller to cities. Per calculations performed by the Auditor-Controller, the County owed the City of Marysville \$419,664 in PTAF fees.

The County entered into an agreement to make the City whole (included for reference). In making the City whole, the County offset the total amount owed to the City for PTAF by the remaining amount owed by the City to the County for the Trial Court Revenue Audit (\$185,322) to arrive at the net amount of \$234,342 the County owed the City. The County began making annual payments to the City to repay the PTAF overcharges.

In January 2016, the County received the results of another Trial Court Revenue audit from the State Controller's Office. The audit identified findings resulting in the following net fiscal impacts:

- Net due to the State of California \$ 233,567
- Net due to the County \$ 97,632
- Net due from the City of Marysville \$ 263,465
- Net due from Yuba College \$ 67,734

The major cause of the audit findings was due to the City of Marysville and Yuba County Community College not remitting parking violation fines to the County to then be remitted to the State. Further identified in the audit findings was a determination of the money due the County from the City and College, \$263,465 and \$67,734 respectively.

DISCUSSION

The College and the City have both received a copy of the audit. The College has paid the County the funds owed (\$67,734). The City has agreed to the amount owed and requested the County offset the current Trial Court Audit repayment against the outstanding PTAF balance. Currently, the County owes the City \$187,473 in PTAF fees and offsetting the remaining PTAF fees against what is due the County results in the City owing the County \$75,992. Staff from the City of Marysville will be bringing forward the same amendment for approval by the City Council.

The City has requested to repay the amount over a three year period beginning with fiscal year 2015-16. The City is also requesting the repayment bear an interest rate of zero percent (0%).

The net result is an amount of \$75,992 owed by the City to the County. Staff members from the City of Marysville and the County have discussed the issue. Staff is recommending the Board of Supervisors adopt the repayment agreement that is attached. Primary elements of the repayment agreement are as follows;

- Repayment period is three years.
- Repayment will begin in FY 2015-2016, with the first payment on June 1, 2016.
- Repayment will be made via a City of Marysville warrant
- Repayment will be in annual installments to the County of Yuba.
- No interest will be charged on the amount owed.

FISCAL IMPACT

The General Fund will have an outlay of \$263,465. The General Fund will eliminate the PTAF repayment obligation owed to the City of Marysville totaling \$187,473. The General Fund will receive an inflow of cash from the City of Marysville totaling \$75,992 over a 3 year period. The resources to cover the outlay will come through a transfer to the General Fund from the County's Capital Outlay Fund.

REPAYMENT AGREEMENT BETWEEN THE COUNTY OF YUBA AND THE CITY OF MARYSVILLE

This Agreement is hereby made and entered into by and between the COUNTY OF YUBA (hereinafter referred to as "COUNTY") and the CITY OF MARYSVILLE (hereinafter referred to as "CITY").

- A. Background/History:** In 2014 the Office of the California State Controller, Audit Division, conducted an audit for traffic related fines collected in fiscal years 2009-2010 through 2012-2013. Through the audit, it was determined that several government entities, including the State of California and the COUNTY were owed a portion of the total fines collected or needed to pay back amounts from fines inappropriately credited to their respective agency.
- B. Purpose of Agreement:** The purpose of this agreement is to establish a repayment plan for the CITY to pay the COUNTY the amount owed due to the CITY not remitting certain fines to the COUNTY from fiscal years 2009-2010 through 2012-2013.
- C. Principal Amount Owed:** Due to the unremitted parking violation fine revenue, the CITY currently owes the COUNTY \$ 263,465 for fiscal years 2009-2010 through 2012-2013. The amount is offset by the remaining portion Property Tax Admin Fee (PTAF) repayment agreement between the CITY and COUNTY in the amount of \$187,473, for a net amount owed by the CITY to the COUNTY of \$75,992.
- D. Penalties and Interest Owed:** In addition to the principal amount owed, the State of California has yet to determine and assess penalties and interest owed. Should the State of California determine and assess penalties and interest regarding amounts owed by the CITY, the CITY agrees to pay this amount through an amendment to this agreement.
- E. Repayment:** Repayment will be based on the following terms:
- a. **Interest Rate:** None.
 - b. **Lump Sum Payment:** The COUNTY originally owed the CITY \$234,342 of which payments are made annually through a previously agreed upon MOU. The outstanding balance owed to the CITY, as of January 1, 2016 is \$187,473. This obligation is considered paid in full and will offset the total amount owed by the CITY to the COUNTY, leaving a principal balance owed to the COUNTY of \$75,992.
 - c. **Annual Payment:** The CITY will make an annual payment of twenty five thousand, three hundred thirty dollars and sixty-seven cents

(\$25,330.67) to the COUNTY each year, for three (3) years, beginning in Fiscal Year 2015-2016.

- d. **Method of Repayment:** The CITY agrees to pay the COUNTY via a warrant paid to the order of Yuba County, Attn: Yuba County Auditor-Controller's Office in the amount of twenty five thousand, three hundred thirty dollars and sixty-seven cents (\$25,330.67).
- e. **Payment Schedule:** The CITY agrees to repay the amount owed to the COUNTY over a period of three (3) years beginning in Fiscal Year 2015-2016 until the principal balance is paid in full (See Attachment A for payment schedule). The payments will be due June 1 of each year, with the first payment due June 1, 2016.
- f. **Notification of Payment / Withholding:** The CITY agrees to include with the warrant a statement specifying the payment is for the 2009-2013 Trial Court Audit Finding Repayment, referencing the corresponding payment date.
- g. **Additional Payments / Payments Exceeding Annual Payment:** Additional payments or payments exceeding the annual payment due during the course of this agreement may be made by the CITY at their discretion. These payments will contain the same notification as specified above and be sent and addressed as follows:

County of Yuba
Attention: Yuba County Auditor-Controller
915 8th Street, Suite 105
Marysville, CA 95901

- F. **Prepayment:** The CITY OF MARYSVILLE has the right to prepay the outstanding amount at anytime during the course of this agreement.
- G. **Default:** If for any reason the CITY OF MARYSVILLE fails to make any payment on time, the CITY OF MARYSVILLE shall be in default. The COUNTY can then demand immediate payment of the entire remaining unpaid balance without giving further notice.
- H. **Modification:** Modifications within the scope of this agreement shall be made by mutual and written consent of all parties. All modifications must be made in writing and agreed upon by all parties as evidenced by their signature.

- I. **Notices:** Any notice required or permitted to be given under this Agreement shall be in writing and shall be served by certified mail, return receipt requested, or personal service upon the other party.

Notices shall be addressed as follows:

If to the COUNTY:

County of Yuba
C. Richard Eberle, Auditor-Controller
915 8th Street, Suite 105
Marysville, CA 95091

If to the CITY OF MARYSVILLE:

City of Marysville
Walter Munchheimer, City Manager
P.O. Box 150
Marysville, CA 95901

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as follows

CITY OF MARYSVILLE

By: _____
Ricky Samayoa, Mayor
City of Marysville

Date: _____

COUNTY OF YUBA

By: _____
Roger Abe, Chairman
Yuba County Board of Supervisors

Date: _____

ATTEST: DONNA STOTTLEMEYER
Clerk of the Board of Supervisors

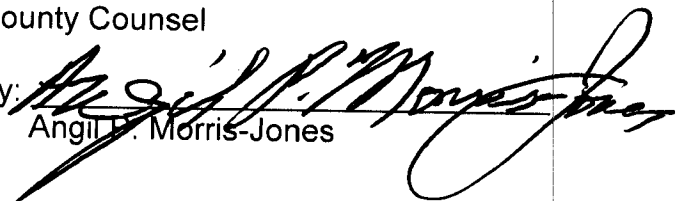
RECOMMENDED FOR APPROVAL

By: _____
Robert Bendorf,
County Administrator

APPROVED AS TO FORM

Angil P. Morris-Jones
County Counsel

By: _____
Angil P. Morris-Jones



Attachment A

**Trial Court Revenue Repayment Schedule
2009-2013
City of Marysville**

Date	Payment	Outstanding Balance
Initial Balance		75,992.00
6/1/2016	25,330.67	50,661.33
6/1/2017	25,330.67	25,330.66
6/1/2018	25,330.66	(0.00)

MODIFICATION OF REPAYMENT AGREEMENT BETWEEN THE COUNTY OF YUBA AND THE CITY OF MARYSVILLE

This Agreement is hereby made and entered into by and between the COUNTY OF YUBA (hereinafter referred to as "COUNTY") and the CITY OF MARYSVILLE (hereinafter referred to as "CITY") and constitutes an amendment or modification of the Repayment Agreement Between the County of Yuba and the City of Marysville that was entered into between the parties and approved by the Yuba County Board of Supervisors in February of 2012.

A. Background/History of the Repayment Agreement: In 2010 the Office of the California State Controller, Audit Division, conducted an audit for traffic fines collected in fiscal years 2004-2005 through 2008-2009 by the Yuba County Superior Court. Through the audit, it was determined that several government entities, including the State of California were owed a portion of the total fines collected or needed to pay back amounts from fines inappropriately credited to their respective agency.

Through an audit process it was determined that the City owed the County of Yuba \$222,386 for fiscal years 2004-2005 through 2008-2009. It was also determined, and the parties agreed, that an additional amount that is as yet undetermined, would be owed to the County for fiscal year 2009-2010. The parties therefore agreed to a Repayment Agreement for the \$222,386 figure; the undetermined amount due for fiscal year 2009-2010 was not part of the Repayment Agreement, but the parties agreed on a methodology for determining that amount and to add that sum to the Repayment Agreement by modification of the agreement.

Since the Repayment Agreement was finalized in February of 2012 the City has been making regular payments to the County on the obligation.

B. The Property Tax Administration Fee (PTAF) Issue: By statute, counties are responsible for the administration of local property taxes by assessing and collecting them and then disbursing the revenue to the various cities, special districts, schools, and other entities within the county. Some of that property tax revenue must be allocated to each county's Educational Revenue Augmentation Fund (sometimes referred to as ERAF) — a state-created fund that reallocates portions of local property tax revenue to fulfill the state's constitutional obligation to fund education. In 2004, two different complex budgetary measures were enacted by the State diverting local property tax revenue that would have been deposited into each county's ERAF to instead fund various state budget gaps, but the State otherwise made whole each county's ERAF contribution through the allocation of other state funds. . In response to the 2004 budget measures, the California State Association of County Auditors prepared informal guidelines to implement the legislation. Most counties, including Yuba County, have followed those

guidelines in implementing the PTAF as it applied to the 2004 budget measures. A dispute arose as the County Auditors' guidelines included in the calculations for the administration fees it imposed on cities the tax revenue that had been earmarked for the county ERAF but was diverted by those budgetary measures.

In the case of *City of Alhambra v. County of Los Angeles*, decided by the California Supreme Court on November 19, 2012, the Court held that the method used by the County of Los Angeles for calculating the PTAF was improper. The direct result of the case was that Los Angeles County owed the cities within the county a substantial amount of money for the improperly diverted property tax revenue. The indirect result of the case is that other counties, including Yuba County, which had been using the California State Association of County Auditors Guidelines, also owe cities within their respective counties money for property tax revenues similarly calculated.

Preliminary calculations done by the Yuba County Auditor-Controller indicate that the amount the County will owe the City, as a result of the Supreme Court's decision in *City of Alhambra*, will likely exceed the amount the City owes the County under the repayment agreement (including the unresolved 2009-2010 amount).

C. Purpose of Modification of Agreement. The purpose of this modification or amendment of the Repayment Agreement is to suspend payments by the City of Marysville to the County under the Repayment Agreement until such time as it can be determined 1) what the amount is that the County owes the City as a result of resolution of the PTAF issue, and 2) the additional amount owed by the City to the County for its portion of the traffic fines for fiscal year 2009-2010. It is the intention of the parties to treat the amount owed by the County to the City as an offset or credit against the amount owed by the City to the County under the Repayment Agreement (to include the amount owed for fiscal year 2009-2010).

IT IS THEREFORE AGREED that in order to accomplish the purposes outlined above, commencing April 1, 2013, payments due the County of Yuba from the City of Marysville under the Repayment Agreement be indefinitely suspended.

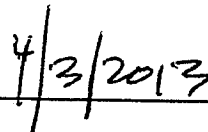
IN WITNESS WHEREOF, the parties hereto have executed this Modification of Repayment Agreement as follows:

CITY OF MARYSVILLE

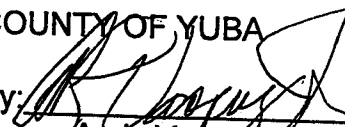
By:


Ricky A. Samayoa, Mayor
City of Marysville

Date:



COUNTY OF YUBA

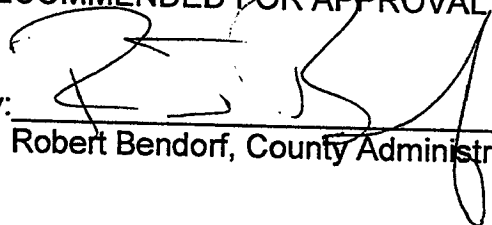
By: 
Andy Vasquez, Chairman
Yuba County Board of Supervisors

Date: 4-16-13

ATTEST: DONNA STOTTLEMEYER
Clerk of the Board of Supervisors



RECOMMENDED FOR APPROVAL

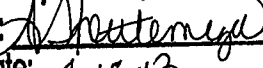
By: 
Robert Bendorf, County Administrator

APPROVED AS TO FORM
Angil P. Morris-Jones
County Counsel

By: 
Angil P. Morris-Jones

The foregoing instrument is a true and correct
copy of the document on file in this office

ATTEST: DONNA STOTTLEMEYER
Clerk of the Board of Supervisors of the
County of Yuba, State of California

By: 
Date: 4-18-13

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The County of Yuba

Community Development & Services Agency

Kevin Mallen, Director

Phone – (530) 749-5430 • Fax – (530) 749-5434
915 8th Street, Suite 123
Marysville, California 95901

www.co.yuba.ca.us



(050-0216) Direc... - 1 of 8

749-5440 • Fax 749-5616

CODE ENFORCEMENT
749-5455 • Fax 749-5464


ENVIRONMENTAL HEALTH • CUPA
749-5450 • Fax 749-5454

PLANNING
749-5470 • Fax 749-5434

PUBLIC WORKS • SURVEYOR
749-5420 • Fax 749-5424

FINANCE AND ADMINISTRATION
749-5430 • Fax 749-5434

TO: BOARD OF SUPERVISORS

FROM: Michael G. Lee, Director of Public Works 

SUBJECT: Initiate Proposition 218 Process and set date for Public Hearing to Consider Assessment Adjustment for County Service Area No. 14 (Camp Far West)

DATE: February 23, 2016

Recommendation

That the Board direct staff to initiate the Proposition 218 process to consider an adjustment to the assessment for County Service Area (CSA) No. 14 (Camp Far West) and set a public hearing date of April 26, 2016 to consider the adjustment and tabulate ballots.

Background

The Yuba County Local Agency Formation Commission approved formation of CSA No. 14 by Resolution No. 1979-68. The CSA No. 14 provides funding for local roads and maintenance services. Current revenues from assessments are insufficient to cover annual operating expenses.

The proposed assessments are as shown in Table 1:

Table 1: Proposed Assessment		
Parcel Class:	Current Assessment (per parcel)	Proposed Assessment (per parcel)
Undeveloped Parcel:	\$100	\$250
Developed Parcel:	\$200	\$500

It is anticipated that the proposed assessments will help offset anticipated annual operating expenses for CSA No. 14.

Discussion

Under Proposition 218, a proposed adjustment to assessments requires a public hearing, and the change can only occur if approved by a majority vote of the property owners. One completed ballot may be submitted per parcel, filed by the owner of the parcel. The proposed assessment may be imposed only if 50 percent or more of the ballots received support the proposed assessment.

The proposed action of initiating the Proposition 218 process is only the first step in the overall process of adjusting the assessment. Should the Board of Supervisors direct staff to initiate this process, the tentative schedule for this effort would be as follows:

1. **February 23, 2016**: Present the recommended assessment to the Board of Supervisors and request authorization to begin the Proposition 218 process;
2. **March 1, 2016**: Staff will mail information regarding the proposed assessment to every affected property owner. Each assessment notice will contain a mail-in ballot; the property owner can return the ballot to indicate approval or disapproval of the assessment if so desired;
3. **April 26, 2016**: A public hearing will be held at least 45 days after the formal Proposition 218 notice is distributed to affected customers;
4. **July 1, 2016**: The new assessment may go into effect if approved by the voters.

Fiscal Impact

The fiscal impact of initiating the Proposition 218 process is anticipated to be negligible. Should the proposed assessment be imposed, the revenues generated will support operational expenses associated with road maintenance for CSA No. 14. The proposed assessment increase still falls short of adequate funding levels, but will allow for at least some initial road maintenance. The assessment amount was established at a level the County feels is palatable to a majority of property owners. Proposing higher assessment rates would likely not pass the Proposition 218 election. The proposed assessment would be effective July 1, 2016.

Committee Action

The Land Use and Public Works Committee was bypassed as this item is being presented before the entire Board pursuant to the procedural requirements of Proposition 218.

Attachment:

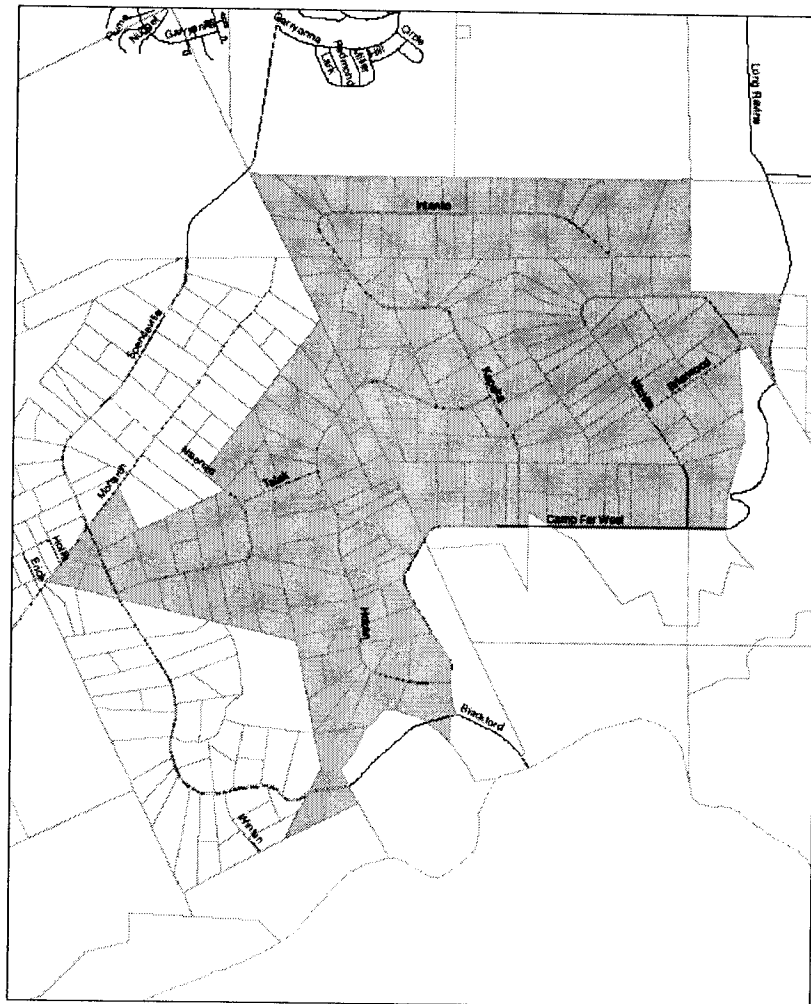
CSA 14 Road Assessment Analysis

County Service Area No. 14

CAMP FAR WEST

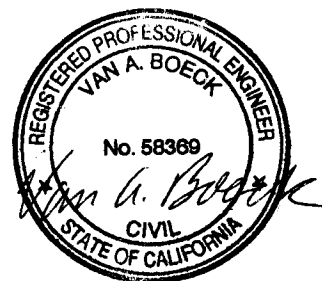
ROAD ASSESSMENT ANALYSIS

January 2016



County Service Area #14

Prepared by:
Van A. Boeck, P.E.



Purpose and Objective

Yuba County Public Works (YCPW) is considering an adjustment to the assessment for the County Service Area (CSA) No. 14. This analysis was developed using historical records documenting road maintenance costs on an annual basis. The primary objective of this process is to ensure that the CSA has the ability to obtain sufficient funds to operate, maintain, and manage its road system on a continuing basis.

1. Financial Planning

The objective of developing a financial plan for a CSA is to determine cash needs, revenue requirements and anticipated timing of expenses to ensure that adequate funds are available to meet operational and maintenance needs as they occur. Financial planning for a small CSA normally includes an examination of:

- Operating revenues,
- Operation and maintenance (O&M) expenses,
- Debt service (principal and interest payments) on borrowed funds, and
- Reserve requirements.

The financial plan calculates the minimum revenues necessary to maintain viable and self-sustaining enterprises.

Operating Revenues

Revenues are the main sources of income to a CSA and are typically thought of as operating and non-operating. Operating revenue is the stable and reliable income that comes from assessments. Non-operating revenue such as interest on checking and reserve accounts, development fees, and penalties may also be considered operating revenue if they are stable and dependable revenue sources. For example, a CSA with consistent growth that is expected to continue may consider development fees as an operating revenue source. Some CSAs dedicate this buy-in revenue to capital reserves, rather than funding annual operations.

Operating Expenses

This is the first cost category that is considered when developing a financial plan. Operating and maintenance costs include the day-to-day expenses of providing road, drainage, or other services to customers. Expenses include labor, insurance, equipment costs, and materials.

Reserves

Reserves are an accepted way to stabilize and support a CSA financial management effort. Small districts usually fund the operating expenses but don't often consider putting money aside for a specific upcoming financial need or project, or for an amount that can be used to provide rate stabilization in years when revenues are unusually low or expenditures are unusually high. The rationale for maintaining adequate reserve levels is two-fold. First, it helps to assure that the CSA will have adequate funds available to meet its financial obligations in times of varying needs. Secondly, it provides a

framework around which financial decisions can be made to determine when reserve balances are inadequate or excessive and what specific actions need to be taken to remedy the situation.

CSA reserve levels can be thought of as a savings account. Reserve balances are funds that are set aside for a specific cash flow requirement, financial need, project, task, or legal covenant. Common reserve balances are established around the following four areas: operating reserve, capital improvement, emergency, and debt service reserve. These balances are maintained in order to meet short-term cash flow requirements, and at the same time, minimize the risk associated with meeting financial obligations and continued operational needs under adverse conditions.

2. Rate Basics

Rate Structures

The following are types of assessment structures common to CSAs:

- **Uniform Flat Rate:** Customers pay the same amount per parcel regardless of whether the parcel is developed or undeveloped. This type of rate is easiest to administer; however, it has been argued that it is not fair to the undeveloped parcels that generate less traffic or have no structures that require fire protection.
- **Flat Rate by Development Status:** Parcels are distinguished as being "developed" or "undeveloped." A different flat rate is established for each class based on presumed inequality of usage between the classes. This is the assessment structure used for CSA No. 14.
- **Rate Based on Parcel Size:** In this rate structure, a base rate is usually established for having the services (road or fire protection) available and a usage fee is charged based on the size of the parcel. It assumes service demand is directly linked to parcel size.

The proposed assessment, if approved, will be subject to adjustment based on increases or decreases in the Consumer Price Index (All Urban Consumers) (Base Year 1982-1984 = 100) for San Francisco-Oakland- San Jose CMSA, published by the U.S. Dept. of Labor, Bureau of Labor Statistics, which actions may be taken without notice or public hearing. This adjustment to the assessments is used due to fluctuating labor and materials cost for maintenance from year to year.

3. Assessment Analysis

The current CSA No. 14 revenues are shown in the table below:

Table 3.1: Summary of Current CSA No. 14 Annual Revenues from Assessments			
Class	Annual Assessment	Number of Accounts	Total Annual Revenue
Undeveloped Parcels	\$100	34	\$3,400
Developed Parcels	\$200	133	\$26,600
Total Annualized Revenue			\$30,000

When the CSA was developed the assessment amounts were determined by the length of roads and the projected cost to pave the roads over time using the costs for the work at the time. The assessments did not account for routine maintenance, or the cost increase for labor and materials. The current revenues are used to maintain the existing roadways. The current funds have a great shortfall from what is needed to maintain the existing roads. The engineer's estimate to fully maintain the existing gravel and surfaced CSA roadways is \$200,000 annually. While the proposed assessment would not generate this amount of funds, the proposed assessment would increase the District's ability to perform at least some of the critical maintenance activities. Absent a rate increase, it is estimated the system will have an annual shortfall of nearly \$170,000 in FYE 6/30/2016 with no dollars available for reserve funding.

Table 3.2 below illustrates the required assessment to fully fund the estimated annual expenses. The assessment does not include any funds to establish operating, CIP, or emergency reserves.

Table 3.2: Assessment Necessary to Fund Annual Expenses	
Parcel Class:	Annual Assessment
Undeveloped Parcel:	\$670
Developed Parcel:	\$1,340

The annual assessments necessary to fully fund routine operational expenses are considered unreasonable for the properties located within CSA No. 14. After consideration of the feasibility for the residents of CSA No. 14, YCPW proposes a more conservative adjustment to the existing assessment as follows:

Table 3.3: Proposed Assessment		
Parcel Class:	Current Assessment (per parcel)	Proposed Assessment (per parcel)
Undeveloped Parcel:	\$100	\$250
Developed Parcel:	\$200	\$500

The proposed assessment adjustment would increase annual revenues by \$45,000, to a total of \$75,000.

Conclusions and Recommendations

Key points to remember with any assessment adjustment:

- The County shall work closely with CSA 14 property owners to educate them on why it is necessary to raise and adjust assessments.
- In order to achieve and maintain long term viability, the fee proposal will include a CPI increase/decrease each year.
- On behalf of CSA No. 14, the County should begin the process of increasing assessments to the recommended rates shown in Table 3.3.

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The County of Yuba

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COUNTY ADMINISTRATOR

GRACE M. MULL
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RUSS BROWN
COMMUNICATIONS & LEGISLATIVE AFFAIR
COORDINATOR

KIERSTEN SPIES
EXECUTIVE ASSISTANT TO THE
COUNTY ADMINISTRATOR

TO: Board of Supervisors
Yuba County

FROM: Robert Bendorf, County Administrator *RB*
Jennifer Vasquez, Health & Human Services Director *[Signature]*

DATE: February 23, 2016

SUBJECT: Addressing Homeless Issues in Yuba County

RECOMMENDATION: Receive report on current efforts to address homeless issues in Yuba County and provide direction as appropriate.

BACKGROUND: The Board of Supervisors appointed Supervisor Nicoletti and Supervisor Vasquez to a committee addressing homeless issues.

Numerous Yuba County departments have been addressing homeless issues over the past several years and all provide quality services and assistance; however it was recognized that a more collaborative approach among departments, community stakeholders and the homeless population is needed.

DISCUSSION: On January 22, 2016, staff from a variety of County Departments joined together and discussed the service levels and impacts of the homeless population in our community. The representatives present contributed input from a variety of perspectives and this allowed for numerous departments to learn of the many efforts currently underway. It was determined to be in the County's best interest to proceed with additional planning to address this issue.

Current activities also include the County Administrator signing a professional services agreement with a consultant, Scott Thurmond. Mr. Thurmond is knowledgeable about the topic of homelessness and has successfully overseen initiatives in rural jurisdictions similar to Yuba County. Funding is provided through Health and Human Services and does not impact the general fund.

In addition, a meeting was also held with the Mayor of Marysville to discuss efforts moving forward and make a formal ask for the City of Marysville to support and work with the County in its efforts.

There are a variety of options available to address issues related to homelessness and preliminary efforts are underway to explore them. At this time, we are seeking Board input and support for the following actions:

- Adopt the attached position statement which outlines general principles that will serve as guidelines for all activities related to homelessness. A similar statement was adopted by the Sutter County Board of Supervisors at their January 26, 2016 meeting.
- Proceed with a collaborative comprised of representatives from a variety of County Departments including the Board of Supervisors, County Administrator, Community Development, County Counsel, Health and Human Services, Mental Health, Probation, Yuba County Water Agency and Sheriff. The collaborative will serve as an advisory body and work to provide resources for all initiatives.
- Designated County staff along with our consultant will engage in meetings with a variety of community stakeholders, gather information and collect data.
- Develop a strategic plan which outlines solutions to issues identified during stakeholder meetings.
- Recruit for and hire a project manager to oversee activities related to homeless issues and serve as the primary point of contact to coordinate all efforts pertaining to homelessness.
- Appear in front of the Board at a future date to present findings and provide an update on the status of projects.

FISCAL IMPACT: Funding is currently budgeted for ongoing efforts through the County budget that impact both the general and non-general fund. A comprehensive cost estimate of current and projected impacts will be brought forward to your Board at a later date.

Yuba County Homeless - A Way Forward

Homelessness is a growing issue that communities are facing, and many jurisdictions across America have adopted strategies to end homelessness (Rapid Re-Housing, Bridge to Housing, Housing First, etc.).

With a growing homeless population in both Yuba and Sutter Counties, faith-based groups, civic organizations, social service nonprofit organizations, and local government agencies have come together as partners to assist homeless individuals and families to become more self-sufficient. It is often difficult to provide adequate services to the homeless population due to many factors including the availability and organization of services, the amount of funding available, mental health and/or substance abuse issues, and the individual's desire to accept aid and assistance in transitioning to self-sufficiency.

The proposed goal of this effort in the Yuba-Sutter region is to provide a means for individuals to move away from homelessness, become self-sufficient, and secure stable housing. In order to do this effectively, the communities in the Yuba-Sutter region must be able to respond to the community's homeless issue in a more organized and coordinated manner. This includes developing a comprehensive community plan to address homelessness with goals, policies, and strategies that will coordinate and utilize the available resources.

When considering policies and strategies to address homelessness, the following should be taken into consideration:

- The needs of the homeless population, as well as local business owners, various stakeholders and other citizens in the community.
- Financial stability to address both short and long-term issues.
- Consensus support of the various stakeholder groups—service organizations, law enforcement, local government, and the homeless individuals themselves.

As part of an effort to develop policies and strategies to achieve the goal of effectively addressing homelessness in the Yuba Sutter region, the following principles are proposed to guide this joint effort and seek to provide improved public safety and community support:

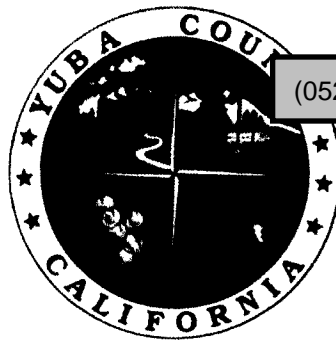
1. Homelessness is a dynamic issue. Each individual experiencing homelessness must have services made available specifically for his/her needs. When offered assistance, including but not limited to housing, there may be individuals or households that choose not to engage in these services.

2. The goal of all services available to the homeless population, both individuals and families, is to assist in the development of self-sufficiency, thus working to prevent recurring episodes of homelessness.
3. Community resources will be prioritized starting with the most vulnerable in our community with the understanding that those who accept assistance must be willing to transition into self-sufficiency.
4. Local public, private, faith-based, and nonprofit organizations will coordinate in the provision of services to the homeless population; in order to avoid a duplication of services. Through the coordination of resources, homeless individuals and families will have the opportunity to receive access to available services.
5. Yuba County and other jurisdictions in the region must assess the limits of their communities, as well as the needs of the homeless population. There is an awareness that any strategy to address homelessness may need to include a housing and services component in conjunction with this approach.
6. The organizations providing services to the homeless population will continue to encourage support for their efforts within the community. This may include additional affordable housing and improved access to resources made available to homeless individuals seeking assistance. This advocacy will also include pursuing additional funding opportunities, both public and private sources.

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ROBERT BENDORF

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DEPUTY COUNTY ADMINISTRATOR

RUSS BROWN

COMMUNICATIONS & LEGISLATIVE AFFAIRS
COORDINATOR

KIERSTEN SPIES

EXECUTIVE ASSISTANT TO THE
COUNTY ADMINISTRATOR

DATE: February 23, 2016
TO: Board of Supervisors
FROM: Robert Bendorf, County Administrator *RB*
By Grace Mull, Deputy County Administrator *GM*
RE: Midyear Budget Review for Fiscal Year 2015-16

RECOMMENDATION

1. Receive 2nd Quarter Financial Report.
2. Approve Proposed Mid-Year Budget Transfers in the amount of \$787,549.
3. Approve Proposed Mid-Year Personnel Requests.
4. Approve Proposed Mid-Year Fixed Asset Requests.
5. Approve Proposed Mid-Year Capital Outlay Funds Requests in the amount of \$485,562.
6. Approve Proposed Mid-Year Contingency Requests in the amount of \$212,236.

BACKGROUND

Annually, the County Administrator's Office prepares a mid-year status report on the current year's budget for the Board of Supervisors along with recommendations regarding appropriation changes requested by departments. Typically, these changes are routine in nature to either correct or adjust budget estimates provided at the beginning of the fiscal year.

DISCUSSION

The attached documents identify requested changes in the County's budget for the second half of the fiscal year. The following is a summary of the requested changes.

Budget Transfer Requests – A total of \$787,549 in budget transfers is being requested.

Public Works routinely uses the Mid-Year budget process to true-up estimates with final project costs and current revenue estimates. This year Public Works is requesting a budget reduction in the amount of (\$2,600,769). Of this amount, approximately \$2.4 million is related to reallocation of project timelines and the remainder is associated with a reduction in state revenues which helps support local road maintenance. The revenue reduction will result in the loss of six (6) positions.

Administrative Services is requesting a budget increase in the amount of \$2,600,000 to appropriate estimated project costs for the remainder of the fiscal year for the Sheriff's facility project. Revenue to offset these expenditures will come from bond proceeds and the Capital Outlay Fund.

General Fund Contingency requests in the amount of \$212,236 are being recommended for the following departments:

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- The Auditor-Controller's Office is requesting \$8,000 for BOS approved reclass that occurred after July 1, 2015.
- The Treasurer-Tax Collector's Office is requesting \$120,499 due to reduction in fee for service revenue and additional salary and benefit costs due to staffing changes that occurred after July 1, 2015.
- The County Administrator's Office is requesting \$12,962 for BOS approved reclass and salary adjustment approved by the Board after July 1, 2015.
- The Probation Department is requesting \$50,000 for a vacation payout.
- The Ag Commissioner's Office is requesting \$20,775 for a vacation payout.

Capital Outlay Fund requests in the amount of \$485,562 are being recommended to cover one-time, non-recurring costs for the following departments:

- \$25,000 - Payroll System Consultant
The Auditor's Office is requesting funding for professional services to assist the department in determining the County's priorities and needs for a new payroll system. Once completed, the information will be incorporated within the Request for Proposal that will be issued to solicit bids to replace the aging system.
- \$118,533 - Vacation/Sick Leave Payout
The Treasurer's Office is requesting funding for a one-time payout due to an anticipated retirement by the end of this fiscal year.
- \$29,189 - Juvenile Hall Gym Encapsulation Project
Juvenile Hall is requesting funding to complete repairs for damaged walls and ceiling in the gym at Juvenile Hall.
- \$49,375 - Emergency Repair Courthouse Elevator
Buildings and Grounds is requesting funding to repair the Courthouse elevator.
- \$263,465 - Trial Court Audit Repayment
The Auditor's Office is requesting one-time funding to repay the State subsequent to a recent Trial Court Audit for FY 2012-13.

Personnel Change Requests – Health & Human Services, Community Development & Services Agency (CDSA) and the Public Guardian have requested changes to their current position allocations. There are no requests for additional General Fund appropriations to support these changes.

Health and Human Services – one (1) net position additions

➤ Human Services Division

- New Social Worker I/II Adult Services
- Abolish Vacant Office Assistant, Establish Social Worker III/IV Child Welfare Service
- Abolish Vacant Eligibility Supervisor, Establish Program Specialist
- Abolish Vacant Office Assistant, Establish Eligibility Technician
- Abolish Vacant Senior Eligibility Technician, Establish Eligibility Technician
- Abolish Vacant Social Worker II Employment, Establish Project Manager

CDSA – six (-6) net position reductions

➤ Public Works Division

- Delete Filled Public Works Maintenance Worker I/II (-3)
- Delete Vacant Public Works Maintenance Worker I/II (-2)
- Delete Filled Supervising Mechanic (-1)

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Public Guardian – one (1) position addition

- New Office Assistant I/II (1)

Capital Requests (Fixed Assets) - \$186,500 in fixed asset purchases are requested by the Health and Human Services Department. No additional General Fund appropriations are being requested for these items. The department is utilizing federal and state funds to cover the costs.

COMMITTEE

This item is traditionally presented to the full Board for consideration.

FISCAL IMPACT

The recommended actions will decrease the County's General Fund Contingency balance from \$769,272 to \$557,036 and the Capital Outlay Fund from \$3,252,615 to \$2,767,053.

FY 2015/2016 Proposed Mid Year Budget Adjustment

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Board of Supervisors

Revenue Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-0000-363-74-00	Outside Agencies	\$2,239.00
Total Adjustments		\$2,239.00
Funds To Be Reduced (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Appropriation Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-0100-411-02-04	Health Insurance	\$2,239.00
101-0100-411-01-01	Salaries	\$6,000.00
101-0100-411-20-00	Memberships	\$290.00
101-0100-411-23-00	Professional Services	\$680.00
Clerk of the Board		
101-1701-411-02-04	Health Insurance	(\$6,970.00)
Total Adjustments		\$2,239.00
Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount

BOS-Special

Revenue Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-0000-361-62-25	Cal Recycle-RWMA	\$15,785.00
101-0000-372-99-01	Operating Trans In	\$187,473.00
Total Adjustments		\$203,258.00
Funds To Be Reduced (journal request to be performed separately)		
Fund No.	Fund Name	Amount
200	Co Capital Outlay	\$187,473.00

Appropriation Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-0101-411-52-01	Cal Recycle-RWMA	\$15,785.00
101-0101-411-52-12	Employee Parking Lots	\$1,353.00
101-0101-411-23-10	Tax Consultants	(\$1,353.00)
101-0101-411-95-00	Special Items	\$187,473.00
Total Adjustments		\$203,258.00
Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount
101	General	\$187,473.00

Clerk of the Board

Revenue Increase/Decrease		
Acct. No.	Acct. Name	Amount
Total Adjustments		\$0.00
Funds To Be Reduced (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Appropriation Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-1701-411-29-00	Travel	\$565.00
101-1701-411-02-04	Health Insurance	(\$565.00)
Total Adjustments		\$0.00
Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Clerk-Recorder**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
101-0000-371-97-01	Contr from Trusts-CR	\$32,183.00

Total Adjustments **\$32,183.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
382	Recorders Micro Fiche	\$2,524.00
383	Truncation Program	\$1,200.00
384	Recorders Spec Fee	\$28,459.00

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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
101-0200-411-22-82	Recorders Micro Fiche	\$2,524.00
101-0200-411-22-83	Truncation Program	\$1,200.00
101-0200-411-22-84	Modernization	\$28,459.00

Total Adjustments **\$32,183.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
101	General	\$32,183.00

Revenue Increase/Decrease

Acct. No.	Acct. Name	Amount
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Total Adjustments **\$0.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
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Total Adjustments **\$0.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Human Resources**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
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Total Adjustments **\$0.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
101-0300-414-01-01	Salaries	\$26,840.00
101-0300-414-01-04	Overtime	\$3,500.00
101-0300-414-01-07	Vacation Pay	\$4,289.00
101-0300-414-01-08	Sick Leave	\$569.00
101-0300-414-02-02	Co Share PERS	(\$10,960.00)
101-0300-414-02-04	Health Insurance	(\$27,024.00)
101-0300-414-02-05	Medicare	(\$882.00)
101-0300-414-02-07	Life Insurance	(\$90.00)
101-0300-414-02-09	Retiree Health Ins	\$608.00
101-0300-414-12-00	Communication	(\$200.00)
101-0300-414-22-00	Office Expense	(\$1,500.00)
101-0300-414-23-00	Prof Services	\$5,288.00
101-0300-414-24-00	Publications	\$4,250.00
101-0300-414-28-03	Spec Exp-Oral Boards	(\$8,922.00)
101-0300-414-29-00	Travel	\$4,234.00

Total Adjustments **\$0.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Auditor-Controller**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
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101-0000-372-99-01	Operating Trans In	\$25,000.00
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Total Adjustments **\$25,000.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
200	Co Capital Outlay	\$25,000.00

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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
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101-0400-412-01-01	Salaries	\$43,000.00
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101-0400-412-02-04	Health Insurance	(\$35,000.00)
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101-0400-412-23-00	Prof Services	\$25,000.00
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101-6900-410-71-01	Contingencies-Gen	(\$8,000.00)
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Total Adjustments **\$25,000.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
101	General Fund	\$25,000.00

Treas-Tax Collector**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
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101-0000-371-79-01	Property Tax Admin	(\$5,000.00)
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101-0000-371-79-02	Suppl Tax Admin	(\$4,300.00)
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101-0000-371-80-00	Tax Collector Fees	(\$30,000.00)
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101-0000-371-80-01	Installment Fees	(\$1,150.00)
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101-0000-371-80-04	Treasurer Fees	(\$50,000.00)
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101-0000-371-98-20	Tax Deed Fees	(\$11,250.00)
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101-0000-372-99-01	Operating Trans In	\$118,533.00
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Total Adjustments **\$16,833.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
200	Co Capital Outlay	\$118,533.00

Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
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101-0500-412-01-01	Salaries	\$18,157.00
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101-0500-412-01-03	Extra Help	\$4,769.00
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101-0500-412-01-04	Overtime	\$542.00
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101-0500-412-01-07	Vacation Pay	\$48,068.00
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101-0500-412-01-08	Sick Leave	\$70,465.00
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101-0500-412-02-02	Co Share PERS	(\$1,767.00)
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101-0500-412-02-03	COPST	\$94.00
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101-0500-412-02-04	Health Insurance	\$17,916.00
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101-0500-412-02-05	Medicare	(\$1,080.00)
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101-0500-412-02-08	Unemployment Ins	\$1,268.00
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101-0500-412-12-00	Communication	(\$600.00)
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101-0500-412-22-00	Office Expense	\$3,000.00
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101-0500-412-23-00	Prof Services	(\$20,000.00)
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101-0500-412-24-00	Publications	(\$3,500.00)
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101-6900-410-71-01	Contingencies-Gen	(\$120,499.00)
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Total Adjustments **\$16,833.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
101	General	\$118,533.00

Assessor**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
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Total Adjustments **\$0.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
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101-0600-412-01-03	Extra Help	\$6,000.00
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101-0600-412-01-04	Overtime	\$7,500.00
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101-0600-412-02-04	Health Insurance	(\$13,500.00)
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Total Adjustments **\$0.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
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County Counsel**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
101-0000-372-99-01	Operating Trans In	\$8,098.00

Total Adjustments **\$8,098.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
254	Repair & Demolition	\$8,098.00

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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
101-0700-413-01-01	Salaries	(\$44,000.00)
101-0700-413-01-03	Extra Help	\$13,520.00
101-0700-413-02-03	COPST	\$450.00
101-0700-413-02-04	Health Insurance	\$30,000.00
101-0700-413-02-07	Life Insurance	\$30.00
101-0700-413-23-00	Prof Services	\$8,098.00

Total Adjustments **\$8,098.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
101	General	\$8,098.00

Ag Commissioner**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
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Total Adjustments **\$0.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
101-3400-426-01-04	Overtime	\$4,000.00
101-3400-426-28-00	Special Dept Expense	(\$4,000.00)
101-3400-426-01-07	Vacation Pay	\$20,775.00
101-6900-410-71-01	Contingencies-Gen	(\$20,775.00)

Total Adjustments **\$0.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
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County Administrator**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
101-0000-372-99-01	Operating Transfers In	\$5,000.00
101-0000-371-96-01	Contrib & Donations	\$935.00

Total Adjustments **\$5,935.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
902	CFP-Orchard Montr	\$5,000.00

Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
101-1700-411-01-01	Salaries	\$20,010.00
101-1700-411-01-07	Vacation Pay	(\$129.00)
101-1700-411-01-08	Sick Leave	(\$45.00)
101-1700-411-02-02	Co Share PERS	\$3,551.00
101-1700-411-02-04	Health Insurance	\$3,007.00
101-1700-411-02-05	Medicare	\$325.00
101-1700-411-02-07	Life Insurance	\$20.00
101-1700-411-20-00	Memberships	(\$27.00)
101-1700-411-23-00	Prof Services	\$5,000.00
101-1700-411-23-00	Prof Services	(\$13,750.00)
101-1700-411-29-00	Travel	\$935.00

101-6900-410-71-01 Contingencies-Gen (\$12,962.00)

Total Adjustments **\$5,935.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
101	General	\$5,000.00

Economic Development

[illegible]**Appropriation Increase/Decrease**

Acct. No.	Acct. Name	Amount
101-1702-411-01-07	Vacation Pay	(\$59.00)
101-1702-411-01-08	Sick Leave	(\$23.00)
101-1702-411-02-02	Co Share PERS	(\$10.00)
101-1702-411-02-05	Medicare	(\$15.00)
101-1702-411-02-07	Life Insurance	(\$2.00)
101-1702-411-12-00	Communication	\$96.00
101-1702-411-28-00	Special Dept Expense	(\$7,926.00)
<i>County Administrator</i>		
101-1700-411-01-01	Salaries	\$7,369.00
101-1700-411-02-06	Workers Comp	\$570.00
Total Adjustments		\$0.00
<i>Funds To Be Increased (journal request to be performed separately)</i>		
Fund No.	Fund Name	Amount

Emergency Services

Revenue Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-0000-371-94-01	Sales Fixed Assets	\$5,000.00
Total Adjustments		\$5,000.00
Funds To Be Reduced (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
101-4200-427-01-01	Salaries	(\$4,988.00)
101-4200-427-01-04	Overtime	\$2,564.00
101-4200-427-01-07	Vacation Pay	\$2,424.00
101-4200-427-28-00	Spec Dept Expense	\$5,000.00
Total Adjustments		\$5,000.00
<i>Funds To Be Increased (journal request to be performed separately)</i>		
Fund No.	Fund Name	Amount

Admin Services

<i>Revenue Increase/Decrease</i>		
Acct. No.	Acct. Name	Amount
Total Adjustments		\$0.00
Funds To Be Reduced (<i>Journal request to be performed separately</i>)		
Fund No.	Fund Name	Amount

Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
101-1800-410-01-01	Salaries	\$14,298.00
101-1800-410-01-03	Extra Help	(\$1,212.00)
101-1800-410-02-02	Co Share PERS	\$1,069.00
101-1800-410-02-04	Health Insurance	(\$14,204.00)
101-1800-410-02-05	Medicare	\$11.00
101-1800-410-02-07	Life Insurance	\$38.00
101-1800-410-28-00	Special Dept Expense	(\$349,324.00)
101-1800-410-90-00	Reimbursements	\$349,324.00
Total Adjustments		\$0.00
<i>Funds To Be Increased (journal request to be performed separately)</i>		
Fund No.	Fund Name	Amount

[illegible]

Appropriation Increase/Decrease		
Acct. No.	Acct. Name	Amount
Buildings & Grounds		
101-0900-417-18-09	Maint of Facil-Misc	(\$10,600.00)
Admin Services		
101-1800-410-22-00	Office Expense	\$10,600.00
Total Adjustments		\$0.00
Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Buildings & Grounds

Revenue Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-0000-363-74-04	Outside Agencies-B&G	\$10,277.00
Total Adjustments		\$10,277.00
Funds To Be Reduced (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Appropriation Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-0900-417-01-01	Salaries	(\$1,483.00)
101-0900-417-01-06	Standby	\$600.00
101-0900-417-01-07	Vacation Pay	\$883.00
101-0900-417-11-00	Clothing	\$1,945.00
101-0900-417-12-00	Communication	\$55.00
101-0900-417-17-01	Maint Equip-Annex	(\$1,000.00)
101-0900-417-17-03	Maint Equip-Courthouse	\$25,107.00
101-0900-417-17-04	Maint Equip-Library	(\$1,000.00)
101-0900-417-17-06	Maint Equip-Gov Center	\$541.00
101-0900-417-17-07	Maint of Equip-Yuba St	(\$12,106.00)
101-0900-417-18-01	Maint of Fac-Annex	(\$541.00)
101-0900-417-18-03	Maint of Fac-Courthouse	(\$1,623.00)
101-0900-417-18-04	Maint of Fac-Library	(\$724.00)
101-0900-417-18-06	Maint of Fac-Packard	\$1,623.00
101-0900-417-18-09	Maint of Fac-Misc	(\$2,102.00)
101-0900-417-18-10	Maint of Fac-Dan Ave	(\$2,000.00)
101-0900-417-18-11	Maint of Fac-Gov Center	\$2,000.00
101-0900-417-27-00	Small Tools	\$102.00
101-0900-417-28-00	Special Dept Expense	\$46,173.00
101-0900-417-90-00	Reimbursements	(\$46,173.00)
Total Adjustments		\$10,277.00
Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Buildings & Grounds

Revenue Increase/Decrease		
Acct. No.	Acct. Name	Amount
101	General Fund	(\$4,319.00)
101-0000-372-99-01	Operating Trans In	\$49,375.00
Total Adjustments		\$45,056.00
<i>Funds To Be Reduced (journal request to be performed separately)</i>		
Fund No.	Fund Name	Amount
200	Co Capital Outlay	\$49,375.00

Appropriation Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-0900-417-01-03	Extra Help	\$2,171.00
101-0900-417-02-03	COPST	\$57.00
101-0900-417-02-05	Medicare	\$31.00
101-0900-417-02-08	Unemployment Ins	\$11.00
101-0900-417-18-01	Building Maint-Annex	\$22,600.00
101-0900-417-90-02	Reimburse Salaries	(\$6,589.00)
101-0900-417-90-00	Reimbursements	(\$22,600.00)
101-0900-417-17-03	Maint Equip-Courthouse	\$49,375.00
Total Adjustments		\$45,056.00
Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount
101	General	\$49,375.00

Custodial

[illegible]**Auto Service Fund**

<i>Revenue Increase/Decrease</i>		
Acct. No.	Acct. Name	Amount
Total Adjustments		\$0.00
<i>Funds To Be Reduced (journal request to be performed separately)</i>		
Fund No.	Fund Name	Amount

YS Enterprise Zone

Revenue Increase/Decrease		
Acct. No.	Acct. Name	Amount
Fund 126	Fund Balance	\$9,600.00
Total Adjustments		\$9,600.00
Funds To Be Reduced (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Appropriation Increase/Decrease	

Acct. No.	Acct. Name	Amount
101-0950-417-01-01	Salaries	\$3,939.00
101-0950-417-02-02	Co Share PERS	\$528.00
101-0950-417-02-04	Health Insurance	\$2,301.00
101-0950-417-02-05	Medicare	\$80.00
101-0950-417-11-00	Clothing & Personal	\$900.00
101-0950-417-14-00	Household Expense	(\$7,748.00)
101-0950-417-23-00	Prof Services	(\$880.00)
101-0950-417-29-00	Travel	\$880.00
Total Adjustments		\$0.00

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount

Appropriation Increase/Decrease	

Acct. No.	Acct. Name	Amount
150-9600-410-23-00	Prof Services	(\$350.00)
150-9600-410-22-00	Office Expense	\$350.00

Total Adjustments	\$0.00
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Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount

Appropriation Increase/Decrease	
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Acct. No.	Acct. Name	Amount
126-9504-419-23-00	Prof Services	\$9,600.00

Total Adjustments	\$9,600.00
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Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount

Airport**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
130-0000-351-32-00	Rents & Concessions	(\$9,600.00)
130-0000-371-93-00	Fees for Services	\$9,600.00

Total Adjustments **\$0.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
130-9500-432-12-00	Communication	(\$1,400.00)
130-9500-432-15-00	Insurance	(\$1,100.00)
130-9500-432-18-00	Maint Structure	\$500.00
130-9500-432-22-00	Office Expense	\$1,500.00
130-9500-432-23-00	Prof Services	\$13,000.00
130-9500-432-28-00	Spec Dept Expense	\$1,000.00
130-9500-432-29-00	Travel	(\$2,500.00)
130-9500-432-48-00	Taxes & Assessments	(\$11,000.00)
130-9500-432-23-01	Prof Servs-Consult Fees	\$160,000.00
130-9500-432-61-36	FA Apron/Taxiway/FAA	(\$144,000.00)
130-9500-432-61-37	FA Apron/Taxiway/Imp	(\$8,800.00)
130-9500-432-61-38	FA Apron/Taxiway/Div	(\$7,200.00)
130-9500-432-69-00	Construction in Progress	\$80,568.00
130-9500-432-61-39	FA Improv Parks 3&5	(\$74,075.00)
130-9500-432-61-40	FA Runway 1432 Imp/FAA	(\$2,788.00)
130-9500-432-61-41	FA Runway 1432 Imp/Arpt	(\$3,705.00)

Total Adjustments **\$0.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Capital-Sheriffs Fac**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
201-0000-372-99-01	Operating Trans In	(\$4,000,000.00)
201-0000-391-30-00	LTD Proceeds	(\$2,090,561.00)
201-1205-371-96-01	Contrib & Donations	\$347,504.00
201-1205-372-99-01	Operating Trans In	\$3,942,044.00
201-1205-372-99-05	Operating Trans In Other	\$193,599.00
201	Prior Year COP Issued	\$4,208,966.00

Total Adjustments **\$2,601,552.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
201-1205-418-23-00	Prof Services	(\$6,043,661.00)
201-1205-418-30-00	Utilities	(\$46,900.00)
201-1205-418-61-50	FA Land Improvements	\$677,782.00
201-1205-418-62-00	Plant Acq Bldgs & Struc	\$293,072.00
201-1205-418-62-50	Building Improvements	\$4,700,353.00
201-1205-418-63-00	Equipment	\$1,799,483.00
201-1205-418-63-20	Furniture & Fixtures	\$1,090,031.00
201-1205-418-22-00	Office Expense	\$9,639.00
201-1205-418-23-00	Prof Services	\$5,700.00
201-1205-418-27-00	Small Equipment	\$69,153.00
201-1205-418-30-00	Utilities	\$46,900.00

Total Adjustments **\$2,601,552.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Capital-Tri Co Juv Hall**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
202-0000-372-99-01	Operating Transfers In	(\$335,000.00)
202-1210-372-99-01	Operating Transfers In	\$335,000.00

Total Adjustments **\$0.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
202-1210-418-23-00	Prof Services	(\$335,000.00)
202-1210-418-22-00	Office Expense	\$100.00
202-1210-418-69-00	Construction in Progress	\$334,900.00

Total Adjustments **\$0.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Info Technology

<i>Revenue Increase/Decrease</i>		
Acct. No.	Acct. Name	Amount
Total Adjustments		\$0.00
<i>Funds To Be Reduced (journal request to be performed separately)</i>		
Fund No.	Fund Name	Amount

Appropriation Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-1900-410-01-01	Salaries	(\$240,000.00)
101-1900-410-01-07	Vacation Pay	\$10,083.00
101-1900-410-01-08	Sick Leave	\$3,615.00
101-1900-410-02-02	Co Share PERS	(\$20,000.00)
101-1900-410-02-04	Health Insurance	(\$40,000.00)
101-1900-410-02-09	Retiree Health Ins	\$773.00
101-1900-410-12-00	Communication	\$30,000.00
101-1900-410-17-00	Maint Equipment	\$50,000.00
101-1900-410-17-25	Maint Eq-Crim Just Sftw	\$2,912.00
101-1900-410-28-50	Spec Dept Exp-Other	\$222,617.00
101-1900-410-29-03	Travel-Training	(\$20,000.00)
Total Adjustments		\$0.00
Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount

CDSA Admin

Revenue Increase/Decrease		
Acct. No.	Acct. Name	Amount
Total Adjustments		\$0.00
Funds To Be Reduced (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Appropriation Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-1600-410-01-01	Salaries	(\$29,120.00)
101-1600-410-01-03	Extra Help	\$14,000.00
101-1600-410-01-04	Overtime	\$1,600.00
101-1600-410-01-07	Vacation Pay	\$13,100.00
101-1600-410-02-03	COPST	\$420.00
Total Adjustments		\$0.00
Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Bldg Inspect/Code Enf

[illegible]

Appropriation Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-3500-426-01-01	Salaries	(\$45,398.00)
101-3500-426-02-02	Co Share PERS	(\$7,878.00)
101-3500-426-02-05	Medicare	(\$224.00)
101-3500-426-23-00	Prof Services	\$23,500.00
101-3500-426-01-07	Vacation Pay	\$30,000.00
Total Adjustments		\$0.00
Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Public Works

Revenue Increase/Decrease

Acct. No.	Acct. Name	Amount
102-0000-312-08-00	Local Transportation	(\$52,089.00)
102-0000-361-42-02	Hwy Users Tax 2104	(\$37,242.00)
102-0000-361-42-03	Hwy Users Tax 2106	(\$10,088.00)
102-0000-361-42-04	Hwy Users Tax 2105	(\$33,493.00)
102-0000-361-42-05	Hwy Users Tax 2103	(\$28,809.00)
102-0000-361-55-01	State Aid for Constr	(\$751,760.00)
102-0000-362-68-00	Fed Forest Reserve	\$43,475.00
102-0000-363-74-40	Non-Road Reimb-Ext	\$1,518.00
102-0000-362-82-01	Planning & Engineering	\$7,535.00
102-0000-371-96-01	Contrib & Donations	(\$85,054.00)
102-0000-371-98-99	Miscellaneous	\$1,030.00
102-0000-372-99-01	Op Trans In-Road	(\$1,673,365.00)
102-0000-372-99-05	Op Trans Non-Road	\$23,500.00
102-0000-372-99-06	Other Transfers Out	(\$5,927.00)

Total Adjustments	(\$2,600,769.00)
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Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount

Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
102-9100-431-01-01	Salaries	(\$180,687.00)
102-9100-431-01-03	Extra Help	\$10,000.00
102-9100-431-01-07	Vacation Pay	\$30,000.00
102-9100-431-02-02	Co Share PERS	(\$24,851.00)
102-9100-431-02-03	COPST	\$450.00
102-9100-431-02-04	Health Insurance	(\$28,637.00)
102-9100-431-02-05	Medicare	(\$2,597.00)
102-9100-431-02-07	Life Insurance	(\$227.00)
102-9100-431-02-09	Retiree Health Ins	\$780.00
102-9100-431-23-01	Special Projects	(\$2,405,000.00)

Total Adjustments	(\$2,600,769.00)
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Funds To Be Increased (journal request to be performed separately)	
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Fund No.	Fund Name	Amount

Child Support Servs

Revenue Increase/Decrease

Acct. No.	Acct. Name	Amount

Total Adjustments	\$0.00
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Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount

Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
107-2600-421-01-03	Extra Help	\$30,000.00
107-2600-421-01-04	Overtime	\$10.00
107-2600-421-01-07	Vacation Pay	\$10,000.00
107-2600-421-01-08	Sick Leave	\$7,500.00
107-2600-421-02-09	Retiree Health Ins	\$3,000.00
107-2600-421-25-00	Rents & Leases Equip	\$8,000.00
107-2600-421-26-00	Rents & Leases Struc	\$1,000.00
107-2600-421-30-00	Utilities	\$15,000.00
107-2600-421-23-00	Prof Services	(\$74,510.00)

Total Adjustments	\$0.00
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Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount

District Attorney

Revenue Increase/Decrease

Acct. No.	Acct. Name	Amount
108-0000-362-72-03	Federal JAG Grant	\$1,480.00

Total Adjustments	\$1,480.00
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Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount

Appropriation Increase/Decrease	
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Acct. No.	Acct. Name	Amount
108-2500-421-01-01	Salaries	(\$35,077.00)
108-2500-421-01-07	Vacation Pay	\$18,970.00
108-2500-421-02-04	Health Insurance	\$14,103.00
108-2500-421-02-09	Retiree Health Ins	(\$16.00)
108-2500-421-29-00	Travel	\$3,500.00

Total Adjustments	\$1,480.00
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Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount

Sheriff-Coroner**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
108-0000-371-97-18	Contr from Trust-Sheriff	\$4,500.00

Total Adjustments **\$4,500.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
282	Civil Automation	\$4,500.00

Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
108-2700-422-01-01	Salaries	(\$127,000.00)
108-2700-422-01-03	Extra Help	\$17,000.00
108-2700-422-01-04	Overtime	\$80,000.00
108-2700-422-01-07	Vacation Pay	\$28,100.00
108-2700-422-01-08	Sick Leave	\$1,900.00
108-2700-422-02-02	Co Share PERS	(\$750.00)
108-2700-422-02-03	COPST	\$750.00
108-2700-422-17-00	Maint of Equipment	(\$2,880.00)
108-2700-422-23-00	Prof Services	\$7,380.00

Total Adjustments **\$4,500.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
108	Public Safety	\$4,500.00

Animal Care Services**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
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Total Adjustments **\$0.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
101-4400-427-01-01	Salaries	(\$13,500.00)
101-4400-427-01-03	Extra Help	\$12,000.00
101-4400-427-01-07	Vacation Pay	\$1,450.00
101-4400-427-02-03	COPST	\$50.00

Total Adjustments **\$0.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Sheriff-Jail**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
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Total Adjustments **\$0.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
108-2900-423-01-01	Salaries	(\$102,700.00)
108-2900-423-01-03	Extra Help	\$65,000.00
108-2900-423-01-04	Overtime	\$70,000.00
108-2900-423-01-07	Vacation Pay	\$2,700.00
108-2900-423-02-04	Health Insurance	(\$35,000.00)

Total Adjustments **\$0.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Sheriff Bailiffs**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
108-0000-361-62-05	Sheriff Court Security	\$12,480.00

Total Adjustments **\$12,480.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
108-7400-421-01-04	Salaries	\$2,000.00
108-7400-421-01-05	Holiday Pay	\$100.00
108-7400-421-02-02	Co Share PERS	(\$600.00)
108-7400-421-02-03	COPST	\$600.00
108-7400-421-02-04	Health Insurance	\$7,500.00
108-7400-421-17-00	Maint of Equipment	\$2,880.00

Total Adjustments **\$12,480.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Sheriff Auto Service**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
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Total Adjustments **\$0.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
151-9400-410-62-00	Fixed Assets/Equip	(\$595,000.00)
151-9400-410-63-10	Fixed Assets/Vehicles	\$595,000.00

Total Adjustments **\$0.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Human Services**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
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Total Adjustments **\$0.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
100-5200-451-01-01	Salaries	(\$52,750.00)
100-5200-451-01-07	Vacation Pay	\$52,000.00
100-5200-451-02-04	Health Ins	(\$88,500.00)
100-5200-451-02-09	Retiree Health Ins	\$750.00
100-5200-451-16-00	Jury & Witness	\$6,550.00
100-5200-451-18-00	Maint Structure	(\$20,000.00)
100-5200-451-23-00	Prof Services	\$38,500.00
100-5200-451-23-03	Prof Services-IHSS Prov	(\$6,550.00)
100-5200-451-25-00	Rents/Leases Equip	\$4,650.00
100-5200-451-28-00	Spec Dept Expense	\$10,000.00
100-5200-451-29-00	Travel	\$50,000.00
100-5200-451-30-00	Utilities	(\$10,000.00)
100-5200-451-29-04	Travel-Fraud	\$2,500.00
100-5200-451-62-00	Fixed Assets Equip	\$20,000.00
100-5200-451-63-30	Fixed Assets IT Hardware	(\$58,650.00)
100-5200-451-63-60	Fixed Assets Office Eq	\$51,500.00
100-5300-452-40-01	Supp & Care AFCD-U	(\$50,000.00)
100-5300-452-40-18	Supp & Care SED/ARC	\$50,000.00

Total Adjustments **\$0.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Health Services

Revenue Increase/Decrease		
Acct. No.	Acct. Name	Amount
Total Adjustments		\$0.00
Funds To Be Reduced (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Appropriation Increase/Decrease		
Acct. No.	Acct. Name	Amount
106-4700-411-01-01	Salaries	(\$36,732.00)
106-4700-441-01-06	Standby	\$2,000.00
106-4700-441-01-07	Vacation Pay	\$10,299.00
106-4700-441-01-08	Sick Leave	\$24,433.00
106-4700-441-12-00	Communication	\$3,227.00
106-4700-441-14-00	Household Expense	\$500.00
106-4700-441-22-00	Office Expense	\$2,699.00
106-4700-441-23-00	Prof Services	\$111,468.00
106-4700-441-28-00	Special Dept Expense	(\$122,933.00)
106-4700-441-28-01	Spec Dept Exp-EMS	\$112.00
106-4700-441-29-00	Travel	\$4,927.00
Total Adjustments		\$0.00
Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Acct. No.	Acct. Name	Amount
106-4700-411-01-01	Salaries	(\$36,732.00)
106-4700-441-01-06	Standby	\$2,000.00
106-4700-441-01-07	Vacation Pay	\$10,299.00
106-4700-441-01-08	Sick Leave	\$24,433.00
106-4700-441-12-00	Communication	\$3,227.00
106-4700-441-14-00	Household Expense	\$500.00
106-4700-441-22-00	Office Expense	\$2,699.00
106-4700-441-23-00	Prof Services	\$111,468.00
106-4700-441-28-00	Special Dept Expense	(\$122,933.00)
106-4700-441-28-01	Spec Dept Exp-EMS	\$112.00
106-4700-441-29-00	Travel	\$4,927.00

Total Adjustments	\$0.00
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Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Public Authority

Revenue Increase/Decrease		
Acct. No.	Acct. Name	Amount
109-0000-361-45-00	IHSS Admin	\$30,000.00
Total Adjustments		\$30,000.00
Funds To Be Reduced (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Appropriation Increase/Decrease		
Acct. No.	Acct. Name	Amount
109-0109-441-23-02	Prof Servs-Contr Services	\$20,000.00
109-0109-441-28-00	Special Dept Expense	\$10,000.00
Total Adjustments		\$30,000.00
Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Acct. No.	Acct. Name	Amount
109-0109-441-23-02	Prof Servs-Contr Services	\$20,000.00
109-0109-441-28-00	Special Dept Expense	\$10,000.00

Total Adjustments	\$30,000.00
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Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Veterans Services

<i>Revenue Increase/Decrease</i>		
Acct. No.	Acct. Name	Amount
Total Adjustments		\$0.00
<i>Funds To Be Reduced (journal request to be performed separately)</i>		
Fund No.	Fund Name	Amount

Appropriation Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-5800-455-01-01	Salaries	(\$6,015.00)
101-5800-455-01-04	Overtime	\$1,500.00
101-5800-455-02-04	Health Insurance	(\$6,000.00)
101-5800-455-12-00	Communication	\$250.00
101-5800-455-14-00	Household Expense	\$75.00
101-5800-455-20-00	Memberships	\$1,000.00
101-5800-455-22-00	Office Expense	\$2,500.00
101-5800-455-28-00	Special Dept Expense	\$200.00
101-5800-455-29-00	Travel	\$6,490.00
Total Adjustments		\$0.00
Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Acct. No.	Acct. Name	Amount
101-5800-455-01-01	Salaries	(\$6,015.00)
101-5800-455-01-04	Overtime	\$1,500.00
101-5800-455-02-04	Health Insurance	(\$6,000.00)
101-5800-455-12-00	Communication	\$250.00
101-5800-455-14-00	Household Expense	\$75.00
101-5800-455-20-00	Memberships	\$1,000.00
101-5800-455-22-00	Office Expense	\$2,500.00
101-5800-455-28-00	Special Dept Expense	\$200.00
101-5800-455-29-00	Travel	\$6,490.00

Total Adjustments	\$0.00
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Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Victim Witness**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
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101-0000-361-56-01	Aid for Corr-VW Program	\$46,064.00
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Total Adjustments **\$46,064.00**
Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
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101-3105-423-01-01	Salaries	\$25,228.00
101-3105-423-02-02	Co Share PERS	\$4,474.00
101-3105-423-02-04	Health Insurance	\$2,956.00
101-3105-423-02-05	Medicare	\$845.00
101-3105-423-02-06	Workers Comp	\$1,280.00
101-3105-423-02-07	Life Insurance	\$73.00
101-3105-423-02-08	Unemployment Ins	\$133.00
101-3105-423-01-06	Standby	\$5,625.00
101-3105-423-22-00	Office Expense	\$3,000.00
101-3105-423-23-00	Prof Services	\$460.00
101-3105-423-29-00	Travel	\$1,990.00

Total Adjustments **\$46,064.00**
Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
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VW Child Abuse**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
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101-0000-361-56-01	Aid for Corr VW Program	\$109,716.00
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Total Adjustments **\$109,716.00**
Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
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101-3102-423-01-01	Salaries	\$83,317.00
101-3102-423-02-02	Co Share PERS	\$13,895.00
101-3102-423-02-04	Health Insurance	\$5,868.00
101-3102-423-02-05	Medicare	\$1,165.00
101-3102-423-02-06	Workers Comp	\$2,753.00
101-3102-423-02-07	Life Insurance	\$95.00
101-3102-423-02-08	Unemployment Ins	\$413.00
101-3102-423-17-00	Maint of Equipment	\$48.00
101-3102-423-22-00	Office Expense	\$912.00
101-3102-423-23-00	Prof Services	\$1,250.00

Total Adjustments **\$109,716.00**
Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
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VW Spec Emphasis**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
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101-0000-361-56-02	VW Spec Emphasis	\$68,035.00
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Total Adjustments **\$68,035.00**
Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
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101-3106-423-01-01	Salaries	\$44,405.00
101-3106-423-02-02	Co Share PERS	\$7,492.00
101-3106-423-02-04	Health Insurance	\$13,911.00
101-3106-423-02-05	Medicare	\$199.00
101-3106-423-02-06	Workers Comp	\$1,746.00
101-3106-423-02-07	Life Insurance	\$60.00
101-3106-423-02-08	Unemployment Ins	\$222.00

Total Adjustments **\$68,035.00**
Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
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VW Prev & Ed JAG

Revenue Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-0000-361-56-17	VW Elder Abuse	\$8,518.00
Total Adjustments		\$8,518.00
Funds To Be Reduced (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Appropriation Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-3115-423-01-01	Salaries	\$7,484.00
101-3115-423-02-02	Co Share PERS	\$924.00
101-3115-423-02-05	Medicare	\$30.00
101-3115-423-02-08	Unemployment Ins	\$80.00
Total Adjustments		\$8,518.00
Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount

VW JAG ARRA

Revenue Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-0000-361-56-16	JAG ARRA	\$557.00
Total Adjustments		\$557.00
Funds To Be Reduced (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Appropriation Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-3116-423-02-04	Health Insurance	\$557.00
Total Adjustments		\$557.00
Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount

JJCPA

Revenue Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-0000-362-72-03	Federal JAG Grant	\$6,106.00
Total Adjustments		\$6,106.00
Funds To Be Reduced (journal request to be performed separately)		
Fund No.	Fund Name	Amount

Appropriation Increase/Decrease		
Acct. No.	Acct. Name	Amount
101-3117-423-01-01	Salaries	(\$7,941.00)
101-3117-423-02-02	Co Share PERS	(\$2,135.00)
101-3117-423-02-04	Health Insurance	\$4,285.00
101-3117-423-02-05	Medicare	(\$115.00)
101-3117-423-02-06	Workers Comp	(\$142.00)
101-3117-423-02-07	Life Insurance	\$6.00
101-3117-423-02-08	Unemployment Ins	(\$39.00)
101-3117-423-17-00	Maint Equipment	(\$30.00)
101-3117-423-23-00	Prof Services	\$12,217.00
Total Adjustments		\$6,106.00
Funds To Be Increased (journal request to be performed separately)		
Fund No.	Fund Name	Amount

YOBG

Revenue Increase/Decrease

Acct. No.	Acct. Name	Amount
101-0000-361-56-13	Youthful Offender SB 81	(\$37,582.00)

Total Adjustments (\$37,582.00)

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
101-3120-423-01-01	Salaries	(\$33,783.00)
101-3120-423-02-02	Co Share PERS	(\$7,463.00)
101-3120-423-02-04	Health Insurance	\$5,356.00
101-3120-423-02-05	Medicare	(\$490.00)
101-3120-423-02-06	Workers Comp	(\$853.00)
101-3120-423-02-07	Life Insurance	\$12.00
101-3120-423-02-08	Unemployment Ins	(\$171.00)
101-3120-423-17-00	Maint Equipment	(\$190.00)

Total Adjustments (\$37,582.00)

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Juvenile Hall

Revenue Increase/Decrease

Acct. No.	Acct. Name	Amount
108-0000-361-62-29	Camp Funding Juv Hall	\$30,000.00
108-0000-351-32-02	Juvenile Hall Bed Space	(\$133,831.00)

Total Adjustments (\$103,831.00)

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
108-3000-423-01-01	Salaries	(\$104,782.00)
108-3000-423-02-04	Health Insurance	(\$66,830.00)
108-3000-423-17-00	Maint Equipment	\$0.00
108-3000-423-01-04	Overtime	\$68,662.00
108-3000-423-01-07	Vacation Pay	\$9,034.00
108-3000-423-01-08	Sick Leave	\$85.00
108-3000-423-02-02	Co Share PERS	(\$10,000.00)

Total Adjustments (\$103,831.00)

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
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Juvenile Hall

Revenue Increase/Decrease

Acct. No.	Acct. Name	Amount
108-0000-372-99-01	Operating Trans In	\$29,189.00

Total Adjustments \$29,189.00

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount
200	Co Capital Outlay	\$29,189.00

Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
108-3000-423-28-00	Special Dept Expense	\$29,189.00

Total Adjustments \$29,189.00

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount
108	Public Safety	\$29,189.00

STC Probation**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
132-0000-361-62-00	Standards & Training	\$4,026.00

Total Adjustments **\$4,026.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount

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Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
132-7700-423-29-00	Travel	\$4,026.00

Total Adjustments **\$4,026.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount

Probation**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
101-0000-371-93-12	Fees for Services-Prob	\$224,481.00
101-0000-361-56-18	Comm Recdvm/Redctn	\$12,500.00

Total Adjustments **\$236,981.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount

Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
101-3100-423-01-01	Salaries	(\$90,154.00)
101-3100-423-01-03	Extra Help	\$45,000.00
101-3100-423-01-04	Overtime	\$426.00
101-3100-423-01-07	Vacation Pay	\$73,679.00
101-3100-423-01-08	Sick Leave	\$21,049.00
101-3100-423-17-00	Maint Equipment	\$1,065.00
101-3100-423-20-00	Memberships	(\$1,065.00)
101-3100-423-90-00	Reimbursements	\$224,481.00
101-3100-423-23-00	Prof Services	\$12,500.00

101-6900-410-71-01 Contingencies-Gen (\$50,000.00)

Total Adjustments **\$236,981.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount

Public Guardian**Revenue Increase/Decrease**

Acct. No.	Acct. Name	Amount
101-0000-371-98-03	Public Guardian Fee	\$7,048.00

Total Adjustments **\$7,048.00**

Funds To Be Reduced (journal request to be performed separately)

Fund No.	Fund Name	Amount

Appropriation Increase/Decrease

Acct. No.	Acct. Name	Amount
101-4100-427-01-01	Salaries	\$11,196.00
101-4100-427-01-03	Extra Help	\$3,647.00
101-4100-427-02-02	Co Share PERS	\$1,046.00
101-4100-427-02-05	Medicare	\$110.00
101-4100-427-02-07	Life Ins	\$45.00
101-4100-427-23-00	Prof Services	\$2,136.00
101-4100-427-02-04	Health Insurance	(\$10,639.00)
101-4100-427-12-00	Communication	(\$263.00)
101-4100-427-29-00	Travel	(\$1,223.00)
101-4100-427-01-07	Vacation Pay	\$993.00

Total Adjustments **\$7,048.00**

Funds To Be Increased (journal request to be performed separately)

Fund No.	Fund Name	Amount

GRAND TOTAL **\$787,549.00**

GRAND TOTAL **\$787,549.00**

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Contingencies - Included in Adjustment Requests Above		
Appropriation Increase/Decrease		
Acct. No.	Acct. Name	Amount
<i>Contingencies-General</i>		
101-6900-410-71-01	Contingencies-Gen	(\$212,236.00)
<i>Treasurer</i>		
101	Increase Gen Fund	\$120,499.00
<i>Auditor-Controller</i>		
101-0400-412-01-01	Salaries	\$8,000.00
<i>County Administrator</i>		
101-1700-411-01-01	Salaries	\$12,962.00
<i>Ag Commissioner</i>		
101-3400-426-01-07	Vacation Pay	\$20,775.00
<i>Probation</i>		
101-3100-423-01-07	Vacation Pay	\$50,000.00
Total Adjustments		\$0.00
Funds To Be Increased		

Personnel Change Requests - Mid-Year Budget FY 2015-2016				
Department	Change	Cost*	Funding	CAO Recommend
Public Works	Delete (3) PW Maint Wrker I/II Filled	(\$85,684)	Road Fund	Yes
	Delete (2) PW Maint Wrker I/II Vacant			
	Delete (1) Supervising Mechanic Filled	(\$28,225)	Road Fund	Yes
Public Guardian	New (1) Office Assistant I/II	\$11,303	General Fund	Yes
Human Services	New (1) Social Worker I/II AS	\$33,290	Fed/State	Yes
	Abolish (1) Office Asst I/II Vacant	(\$18,970)	Fed/State	Yes
	Establish Social Worker III/IV CWS			
	Abolish (1) Elig Supervisor (Vacant)	(\$44,193)	Fed/State	Yes
	Establish Program Specialist			
	Abolish (1) Office Assistant I/II Vacant	\$4,985	Fed/State	Yes
	Establish Eligibility Technician			
	Abolish (1) Sr Elig Technician Vacant	(\$43,481)	Fed/State	Yes
	Establish Eligibility Technician			
	Abolish (1) SW II Employ (Vacant)	(\$41,259)	Fed/State	Yes
	Establish Project Manager			

Total Requests (\$212,234.00)
 CAO Not Recommended \$0.00
 CAO Recommended (\$212,234.00)

CAO Recommended Requests and Funding Sources

\$11,303.00 General Fund
 (\$113,909.00) Road Fund
 (\$109,628.00) Fed/State
 \$0.00 Grants

*Represents estimated cost for remainder of current fiscal year.

Capital Requests (Fixed Assets) - Mid-Year Budget FY 2015-2016

Department	Item	Cost	Funding	CAO Recommend
<i>Human Services</i>	(2) 10 Ton Roof Mounted Air Conditioning Units for MDF Room Replacement/Expansion	\$155,000	Fed/State	Yes
	(1) Replacement 80" HDTV for Call Center	\$9,000	Fed/State	Yes
	(1) Replacement Check Sealer	\$7,500	Fed/State	Yes
	(1) Replacement Live Scan Equipment	\$15,000	Fed/State	Yes

Total Requests	\$186,500.00
CAO Not Recommended	\$0.00
CAO Recommended	\$186,500.00

CAO Recommended Requests and Funding Sources

\$0	General Fund
\$0	Road Fund
\$186,500	Fed/State
\$0	Grants

General Fund Supplemental Requests - Mid-Year Budget FY 2015-2016

Department	Item	Cost	Funding	CAO Recommend
<i>Auditor-Controller</i>	Payroll System Consultant	\$25,000	Co Capital Outlay Fund	Yes
<i>Treasurer-Tax Collector</i>	Vacation/Sick Leave Payout	\$118,533	Co Capital Outlay Fund	Yes
<i>Juvenile Hall</i>	Camp Gym Encapsulation Project	\$29,189	Co Capital Outlay Fund	Yes
<i>Buildings & Grounds</i>	Courthouse Elevator Repair	\$49,375	Co Capital Outlay Fund	Yes
<i>BOS-Special</i>	Trial Court Audit Repayment	\$187,473	Co Capital Outlay Fund	Yes
	Trial Court Audit City of Msvl Loan	\$75,992	Co Capital Outlay Fund	Yes

* All items noted above are one-time, non-recurring expenses.

Total Requests	\$485,562.00
CAO Not Recommended	\$0.00
CAO Recommended	\$485,562.00

CAO Recommended Requests and Funding Sources

\$0	General Fund
\$0	Road Fund
\$0	Fed/State
\$485,562	Co Capital Outlay Fund

CAO Recommended Mid-Year Contingency Fund Requests

General Fund Contingency Current Balance \$769,272

Total CAO Recommended Requests \$212,236

General Fund Contingency Ending Balance \$557,036

CAO Recommended		
Dept	Amount	Reason
Auditor-Controller	\$8,000	Salary increase for BOS approved reclass after 7/1/15.
Treasurer	\$120,499	Reduction in fee for service revenue and add'l sal/ben costs due to staffing changes
County Administrator	\$12,962	Salary increase for BOS approved reclass and salary adjustment after 7/1/15.
Probation	\$50,000	Vacation payout.
Ag Commissioner	\$20,775	Vacation payout.
Total	\$212,236	

2nd Quarter Budget Report Fiscal Year 2015/16

Period October 1, 2015 – December 31, 2015

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General Fund Discretionary Revenue

General fund discretionary revenue is general fund revenue that is not a direct reimbursement revenue source for a department. The funds are thus "discretionary" and approved by the Board of Supervisors for the general fund needs of the County. The major discretionary general fund revenue sources that make up this revenue include property and sales taxes, franchise fees, general fines, interest, triple flip, and tipping fees. The total discretionary general fund revenue budgeted for FY 15/16 is \$26,468,826.

Major Discretionary General Fund Revenue Source	Amount Budgeted FY 15/16	Received 2nd Qtr YTD FY 15/16	Percent of Budget FY 15/16	Received 2 nd Qtr FY 15/16	Received 2 nd Qtr FY 14/15	Increase/Decrease +/-	Notes
Secured Property Taxes	\$10,198,921	\$5,187,383	50.86%	\$5,187,383	\$4,967,959	\$219,424	Property Taxes are received 2 nd & 4 th quarters.
Sales Taxes	\$2,442,000	\$813,712	33.32%	\$584,767	\$580,501	\$4,266	Slight increase from same period last year.
Franchise Fees	\$1,250,000	\$219,885	17.59%	\$219,885	\$194,184	\$25,701	Slight increase from same period last year 13.24%.
General Fines	\$400,000	\$146,270	36.57%	\$83,769	\$97,486	(\$13,717)	Slight decrease from same period last year (14.07%).
Interest Earned	\$300,000	\$61,302	20.43%	\$61,302	\$43,589	\$17,713	Interest apportionment is in arrears. The amount received this quarter represents 1 st quarter activity.
Triple Flip	\$7,800,000	\$3,955,610	50.71%	\$3,944,610	\$3,790,628	\$164,982	Triple Flip payments are received 2 nd & 4 th quarters.
Tipping Fees	\$900,000	\$188,295	20.92%	\$188,295	\$232,177	(\$43,882)	Decrease from same period last year (18.90%).

General Fund Expenditures

General Fund expenditures were \$1,667,512 more than the same period last year. Total percent expended through the end of December was 47.39%.

Departmental Revenue and Expenditure Reporting

All County departments report revenues received and expenditures made on a monthly basis. There were no unexpected issues reported in this period. Historical patterns have been established with timeliness of grant and program reimbursements as the main factors contributing to cash flow issues within certain department budgets.

General Fund Reserves/Contingencies

General Fund Reserves

Adopted Budget: \$1,942,588

Balance 12/31/15: \$1,942,588

General Fund Contingencies

Adopted Budget: \$769,272

Balance 12/31/15: \$769,272

New Hires

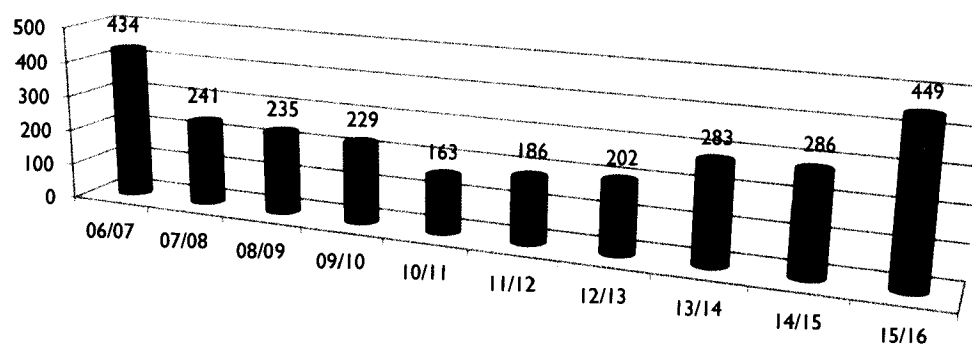
(052-0216) Recei... - 27 of 28

18 vacant positions were filled in the second quarter. The positions, departments and associated funding sources are as follows:

Department	Position	Quantity	Funding Source
Health & Human Services	Legal Office Assistant	1	Federal/State
Health & Human Services	Senior Accounting Technician	1	Federal/State
Sheriff	Deputy Sheriff	1	Public Safety/General Fund
Sheriff	Communications Dispatcher	2	Public Safety/General Fund
Sheriff	Correctional Officer	3	Jail Bed Rental/General Fund
Probation	Juvenile Correctional Officer	3	Gen Fund/Sutter/Colusa
Probation	Deputy Probation Officer	1	Gen Fund/Realignment
Human Resources	Office Assistant	1	General Fund
Clerk Recorder	Recorder Clerk	1	Gen Fund/Fees
County Counsel	Deputy County Counsel	2	Gen Fund/Fees
District Attorney	Legal Office Assistant	1	General Fund
CDSA/Env Health	Environmental Health Specialist	1	Fees/Grant

Building Permits

Month	Total Permits 06/07	Total Permits 07/08	Total Permits 08/09	Total Permits 09/10	Total Permits 10/11	Total Permits 11/12	Total Permits 12/13	Total Permits 13/14	Total Permits 14/15	Total Permits 15/16
Oct	166	82	99	74	64	60	83	93	119	167
Nov	196	81	71	78	63	49	67	120	104	152
Dec	72	78	65	77	36	77	52	70	63	130
2nd Qtr	434	241	235	229	163	186	202	283	286	449
% Change		-44.47%	-2.49%	-2.55%	-28.82%	14.11%	8.60%	40.10%	1.06%	56.99%



Total permits issued were up 56.99% compared to 2nd quarter of FY 14/15. The largest permit category contributing to the increase is photovoltaic (solar system) permits.

Single Family Dwelling Permits (SFD) The total SFD building permits issued for the second quarter was 49 compared to 19 in the same period (Oct/Nov/Dec) last year. This represents an increase of 157.89%. The 49 permits for Single Family Dwelling this quarter include production homes located in Edgewater (22), Linda (6), and Plumas Lake (13). The remaining SFD permits include custom (4) and manufactured (4) homes located in various unincorporated areas of the County.

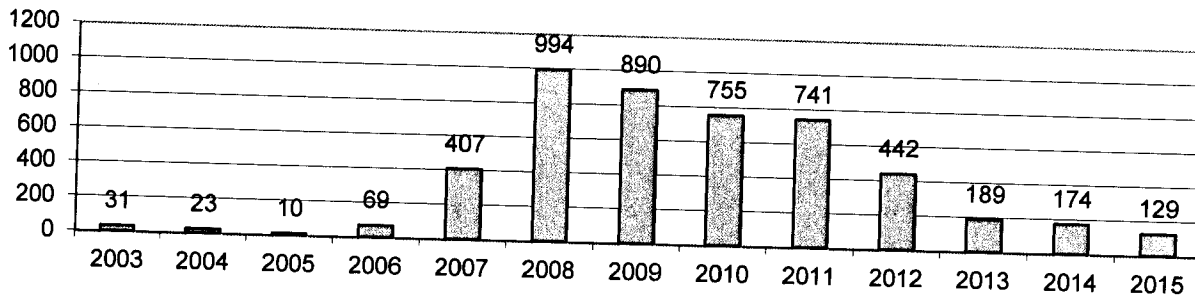
Foreclosure Activity

(052-0216) Recei... - 28 of 28

There were 33 foreclosed homes in the second quarter (Oct/Nov/Dec) of FY 2015-16 compared to 44 in the same period last year which represents a decrease of -25.00%. The total foreclosed homes for 2015 was 129 compared to 174 in the previous calendar year.



Foreclosure Statistics
Calendar Year 2003-2015



The County of Yuba

Community Development & Services Agency

Kevin Mallen, Director

Phone – (530) 749-5430 • Fax – (530) 749-5434

915 8th Street, Suite 123

Marysville, California 95901

www.co.yuba.ca.us



(053-0216) Publi... - 1 of 10

CODE ENFORCEMENT
749-5455 • Fax 749-5464


ENVIRONMENTAL HEALTH • CUPA
749-5450 • Fax 749-5454

PLANNING
749-5470 • Fax 749-5434

PUBLIC WORKS • SURVEYOR
749-5420 • Fax 749-5424

FINANCE AND ADMINISTRATION
749-5430 • Fax 749-5434

TO: BOARD OF SUPERVISORS

FROM: Michael G. Lee, Director of Public Works 

SUBJECT: Public Hearing to Consider New Assessments for CSA No. 59

DATE: February 23, 2016

Recommendation

That the Board hold a public hearing to consider a proposed change to assessments for County Service Area No. 59, and absent a majority protest, adopt a resolution establishing the assessments which would take effect on July 1, 2016.

Background

The Yuba County Local Agency Formation Commission approved formation of CSA No. 59 by Resolution No. 1995-02. The CSA No. 59 provides funding for public services including, but not limited to, maintenance of roads and drainage facilities. Current revenues from assessments are insufficient to cover annual operating expenses.

The proposed assessments are as shown in Table 1:

Table 1: Proposed Assessment		
Parcel Class:	Current Assessment (per parcel)	Proposed Assessment (per parcel)
Undeveloped Parcel:	\$100	\$200
Developed Parcel:	\$200	\$400

It is anticipated that the proposed assessments will help offset anticipated annual operating expenses for CSA No. 59.

Discussion

Under Proposition 218, a proposed adjustment to assessments requires a public hearing, and the change can only occur if approved by a majority vote of the property owners. One completed ballot may be submitted per parcel, filed by the owner of the parcel. The proposed assessment may be imposed only if 50 percent or more of the ballots received support the proposed assessments.

Should the ballots support the proposed assessments, the new assessments would go into effect on July 1, 2016.

Fiscal Impact:

Historically, most of the revenues generated by the annual assessments were dedicated to the maintenance of a fire-suppression pond that served the District, leaving virtually no funds for road maintenance. The pond was decommissioned earlier this year. Actual road maintenance expenditures in past years have been minimal due to lack of funds for roads caused by fire pond maintenance expenses. Fire pond maintenance is no longer part of the CSA. The engineer's estimate to fully maintain the District's roadways is \$13,000 annually. While the proposed assessments would not generate this amount of funds, the proposed assessments would increase the District's ability to perform at least some of the critical maintenance activities.

**BEFORE THE BOARD OF SUPERVISORS
OF THE COUNTY OF YUBA ON BEHALF OF
COUNTY SERVICE AREA NO. 59**

RESOLUTION ADOPTING AN ASSESSMENT)
STRUCTURE FOR MAINTENANCE OF ROAD)
AND DRAINAGE FACILITIES FOR RESIDENTS)
IN COUNTY SERVICE AREA NO. 59)

RESOLUTION NO:

WHEREAS, the County is currently responsible for certain operations of the County Service Area No. 59 relating to maintenance of roads and drainage facilities; and

WHEREAS, a new assessment structure would help to offset anticipated operations and maintenance expenses associated with the provision of road and drainage facility maintenance services to the residents in County Service Area No. 59; and

WHEREAS, notice has been provided to all property owners who currently own property within CSA No. 59 regarding the proposed assessment change; and

WHEREAS, more than 50% of the ballots received from affected property owners support the proposed assessment change;

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors on behalf of the County Service Area No. 59 adopts the following new assessment structure for the County Service Area:

Undeveloped parcel assessment = \$200 per year per parcel

Developed parcel assessment = \$400 per year per parcel

The new assessments for County Service Area No. 59 shall go into effect on July 1, 2016.

PASSED AND ADOPTED by the Board of Supervisors of the County of Yuba, this ____ day of _____, 2016, by the following vote:

AYES:

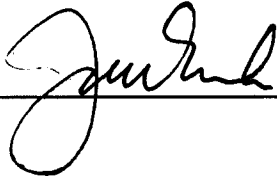
NOES:

ABSENT:

Chairman, Board of Supervisors

ATTEST: DONNA STOTTLEMEYER
CLERK OF THE BOARD OF SUPERVISORS

COUNTY COUNSEL

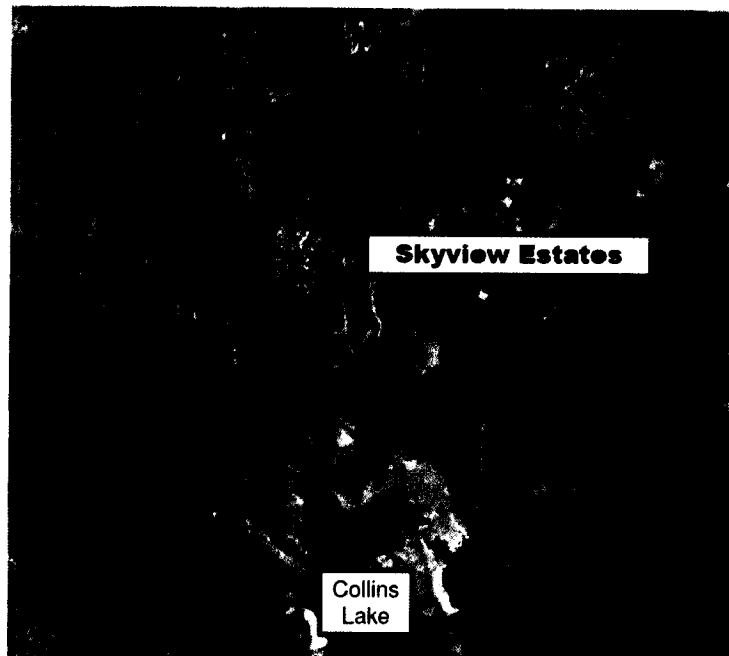


County Service Area No. 59

SKYVIEW ESTATES

ROAD ASSESSMENT ANALYSIS

November 2015



Prepared by:
Daniel W. Peterson, P.E.



Purpose and Objective

Yuba County Public Works (YCPW) is considering an adjustment to the assessment for the County Service Area (CSA) No. 59. This analysis was developed using historical records documenting road maintenance costs on an annual basis. The primary objective of this process is to ensure that the CSA has the ability to obtain sufficient funds to operate, maintain, and manage its road system on a continuing basis.

1. Financial Planning

The objective of developing a financial plan for a CSA is to determine cash needs, revenue requirements and anticipated timing of expenses to ensure that adequate funds are available to meet operational and maintenance needs as they occur. Financial planning for a small CSA normally includes an examination of:

- Operating revenues,
- Operation and maintenance (O&M) expenses,
- Debt service (principal and interest payments) on borrowed funds, and
- Reserve requirements.

The financial plan calculates the minimum revenues necessary to maintain viable and self-sustaining enterprises.

Operating Revenues

Revenues are the main sources of income to a CSA and are typically thought of as operating and non-operating. Operating revenue is the stable and reliable income that comes from assessments. Non-operating revenue such as interest on checking and reserve accounts, development fees, and penalties may also be considered operating revenue if they are stable and dependable revenue sources. For example, a CSA with consistent growth that is expected to continue may consider development fees as an operating revenue source. Some CSAs dedicate this buy-in revenue to capital reserves, rather than funding annual operations.

Operating Expenses

This is the first cost category that is considered when developing a financial plan. Operating and maintenance costs include the day-to-day expenses of providing road, fire protection, or other services to customers. Expenses include labor, insurance, equipment costs, and materials.

Reserves

Reserves are an accepted way to stabilize and support a CSA financial management effort. Small districts usually fund the operating expenses but don't often consider putting money aside for a specific upcoming financial need or project, or for an amount that can be used to provide rate stabilization in years when revenues are unusually low or expenditures are unusually high. The rationale for maintaining adequate reserve levels is two-fold. First, it helps to assure that the CSA will have adequate funds available to meet its financial obligations in times of varying needs. Secondly, it provides a

framework around which financial decisions can be made to determine when reserve balances are inadequate or excessive and what specific actions need to be taken to remedy the situation.

CSA reserve levels can be thought of as a savings account. Reserve balances are funds that are set aside for a specific cash flow requirement, financial need, project, task, or legal covenant. Common reserve balances are established around the following four areas: operating reserve, capital improvement, emergency, and debt service reserve. These balances are maintained in order to meet short-term cash flow requirements, and at the same time, minimize the risk associated with meeting financial obligations and continued operational needs under adverse conditions.

2. Rate Basics

Rate Structures

The following are types of assessment structures common to CSAs:

- **Uniform Flat Rate:** Customers pay the same amount per parcel regardless of whether the parcel is developed or undeveloped. This type of rate is easiest to administer; however, it has been argued that it is not fair to the undeveloped parcels that generate less traffic or have no structures that require fire protection.
- **Flat Rate by Development Status:** Parcels are distinguished as being “developed” or “undeveloped.” A different flat rate is established for each class based on presumed inequality of usage between the classes. This is the assessment structure used for CSA No. 59.
- **Rate Based on Parcel Size:** In this rate structure, a base rate is usually established for having the services (road or fire protection) available and a usage fee is charged based on the size of the parcel. It assumes service demand is directly linked to parcel size.

3. Assessment Analysis

The current CSA No. 59 revenues are shown in the table below:

Table 3.1: Summary of Current CSA No. 59 Annual Revenues from Assessments			
Class	Annual Assessment	Number of Accounts	Total Annual Revenue
Undeveloped Parcels	\$100	7	\$700
Developed Parcels	\$200	7	\$1,400
Total Annualized Revenue			\$2,100

Historically, most of the revenues generated by the annual assessments were dedicated to the maintenance of a fire-suppression pond that served the District, leaving virtually no funds for road maintenance. The pond was decommissioned earlier this year. Actual road maintenance expenditures in past years have been minimal due to lack of funds for roads caused by fire pond maintenance expenses. Fire pond maintenance is no longer part of the CSA. The engineer’s estimate to fully maintain the

District's roadways is \$13,000 annually. While the proposed assessment would not generate this amount of funds, the proposed assessment would increase the District's ability to perform at least some of the critical maintenance activities. Absent a rate increase, it is estimated the system will have an annual shortfall of nearly \$10,900 in FYE 6/30/2016 with no dollars available for reserve funding.

Table 3.2 below illustrates the required assessment to fully fund the estimated annual expenses. The assessment does not include any funds to establish operating, CIP, or emergency reserves.

Table 3.2: Assessment Necessary to Fund Annual Expenses	
Parcel Class:	Annual Assessment
Undeveloped Parcel:	\$619
Developed Parcel:	\$1,238

The annual assessments necessary to fully fund routine operational expenses are considered unaffordable for the properties located within CSA No. 59. After discussions with the residents of CSA No. 59, the YCPW proposes a more conservative adjustment to the existing assessment as follows:

Table 3.3: Proposed Assessment		
Parcel Class:	Current Assessment (per parcel)	Proposed Assessment (per parcel)
Undeveloped Parcel:	\$100	\$200
Developed Parcel:	\$200	\$400

The proposed assessment adjustment would increase annual revenues by \$2,100.

Conclusions and Recommendations

Key points to remember with any assessment adjustment:

- The County shall work closely with CSA 59 property owners to educate them on why it is necessary to raise and adjust assessments.
- In order to achieve and maintain long term viability, the County should review CSA 59's assessment structure annually or no less than a minimum of every two years.
- On behalf of CSA No. 59, the County should begin the process of increasing assessments to the recommended rates shown in Table 3.3.

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AGENDA

Public Meeting

Central Valley Regional Water Quality Control Board



Thursday, February 1, 2018 11:00 AM
Friday, February 2, 2018 11:00 AM
11020 Sun Center Drive, Suite 200
Rancho Cordova, CA 95670

(054-0216) Notice... - 1 of 2

WEBCAST OF BOARD MEETING

Live video broadcast of this meeting will be available at: <http://www.calepa.ca.gov/Broadcast/>

The Central Valley Board strives to conduct accessible, orderly, and fair meetings. The Board abides by the following rules when conducting its meetings:

- No person is required to register their name or provide other information to the Board in order to attend a Board meeting. Completing an attendance card is voluntary, unless you wish to testify before the Board.
- Anyone speaking to the Board will be requested to complete an attendance card.
- Anyone testifying in permit and enforcement actions will be required to complete an attendance card and affirm that any testimony that they provide is the truth by taking an oath.
- Items on this Agenda are numbered for identification purposes only; the Board may consider these items out of their listed order.
- Any item scheduled for the first day of a multi-day Board meeting may be delayed or continued to the next day, and items may also be moved from the second day to the first day. The Board may remove items from this Agenda without prior notice.
- If the Board lacks a quorum, the Board may conduct a hearing as a Panel Hearing. However, the Board will not take final action on such an item until a quorum of the Board is present.

Copies of the items to be considered by the Central Valley Water Board are posted on the Board's website at: http://www.waterboards.ca.gov/centralvalley/board_decisions/tentative_orders/

Board agendas and the minutes of prior meetings are posted on the Board's website at: http://www.waterboards.ca.gov/centralvalley/board_info/meetings/

Questions regarding individual items should be directed to the Board staff person whose name and phone number are indicated with the agenda item. If no staff person is listed, or for general questions, please contact Ms. Kiran Lanfranchi-Rizzardi at: (916) 464-4839 or klanfranchi@waterboards.ca.gov

The Board meeting will be conducted at a facility that is accessible to people with disabilities. Individuals requiring special accommodations are asked to contact Ms. Lanfranchi-Rizzardi at (916) 464-4839 at least 5 working days prior to the meeting. TTY users may contact the California Relay Service at 1-800-735-2929 or voice line at 1-800-735-2922.

A list of applications for Water Quality Certifications, which the Board issues pursuant to Section 401 of the Clean Water Act, can be found at: http://www.waterboards.ca.gov/centralvalley/public_notices/ or can be obtained by calling the Board at: (916) 464-3291.

ELECTRONIC PRESENTATIONS

PowerPoint and other electronic presentations are frequently presented at the Board Meetings. Please e-mail presentations to the Board's Webmaster at webmaster5@waterboards.ca.gov at least 24 hours in advance, or bring your files either on a USB Flash Drive or CD-ROM and give them to Board Staff prior to the start of the meeting.

THURSDAY, FEBRUARY 18, 2016 – 9:00 A.M.

1. Introductions, Pledge of Allegiance, and approval of minutes of the December 10/11, 2015 Board meeting
2. Meeting Rules and Procedures
3. Board Member Communications – Board Members and the State Board Liaison Member may discuss meetings, communications, correspondence, or other items of general interest relating to matters within the Board's jurisdiction. There will be no voting or formal action taken
4. Public Forum – *Any member of the public may address the Board on any matter within the Board's jurisdiction and not scheduled for consideration at this meeting, or pending before the Board*
5. *State Board Liaison update-Informational item only*
6. Executive Officer's Report (http://www.waterboards.ca.gov/centralvalley/board_info/exec_officer_reports/)

OTHER BUSINESS

7. Delta Mercury Control Program Progress Report- *Informational Item* [Janis Cooke (916) 464-4672]
8. City of Tracy Desalination and Green Energy Project – *Informational Item Only* [Nichole Morgan (916) 464-4848]
9. Status of Proposed General Order for Confined Bovine Feeding Operations – *Informational Item Only* [Charlene Herbst (916) 464-4724]

NPDES PERMITS

10. Olivehurst Public Utility District, Wastewater Treatment Facility, Yuba County – *Consideration of NPDES Permit Renewal (NPDES Permit CA0077836)* [Brian Taylor (916) 464-4662]
11. Lincoln Center Environmental Remediation Trust, Groundwater Treatment System, San Joaquin County – *Consideration of NPDES Permit Renewal (NPDES Permit CA0084255)* [Danielle Siebal (916) 464-4843]

NPDES PERMITS/TIME SCHEDULE ORDER

12. City of Jackson, Wastewater Treatment Plant, Amador County – *Consideration of Order Amending NPDES Time Schedule Order R5-2015-0003 (NPDES Permit CA0079391)* [Michelle Snapp (916) 464-4821]

NPDES PERMIT/CEASE AND DESIST ORDER

13. Chester Public Utility District, Chester Sewage Treatment Plant, Plumas County *Consideration of NPDES Permit Renewal (NPDES Permit CA0077747) and Adoption of Cease and Desist Order* [Zack Chandler (530) 224-4206]

WASTE DISCHARGE REQUIREMENTS

14. City of Woodland, Water Pollution Control Facility, Yolo County – *Consideration of Order Amending Waste Discharge Requirements Order R5-2014-0120 (NPDES Permit CA0079391)* [Michelle Snapp (916) 464-4821]

15. ENFORCEMENT

The Morning Star Packing Company L.P. and Fred Globel, The Morning Star Tomato Packing Plant, Colusa County. *Consideration of Cease and Desist Order* [Guy Childs (916) 464-4648]

16. The Morning Star Packing Company, L.P., The Morning Star Tomato Packing Plant, Colusa County. – *Consideration of Administrative Civil Liability Order* [Guy Childs (916) 464-4648]



AMERICAN LUNG ASSOCIATION IN CALIFORNIA
 333 HEGENBERGER ROAD, SUITE 450, OAKLAND, CA 94621
 phone: 510.638.5864 | fax: 510.638.8984

State of Tobacco Control Report to be Released February 3, 2016

Report will include tobacco control grades for all 58 Counties in California

Dear County Board of Supervisors:

We are pleased to announce the upcoming release of the 14th annual American Lung Association *State of Tobacco Control* report on February 3, 2016. This report assigns grades to the federal government and states based on their tobacco control laws and regulations in effect as of January 2, 2015 for Smokefree Air, Tobacco Taxes, Tobacco Prevention and Control Program Funding, and Access to Cessation Services.

In conjunction with the national report, the American Lung Association in California will release tobacco control report cards for all 482 incorporated cities and towns and 58 counties in California. The *State of Tobacco Control 2016 – California Local Grades* report is based on a review of all county and municipal codes in the state in four key policy areas. Since the first California report, the number of communities with an overall A or B grade has increased dramatically.

While we have made enormous progress in the fight against tobacco, it is still the number one cause of preventable death in the United States and in California. Since 1964, we have cut smoking rates by more than half, dramatically reduced exposure to secondhand smoke, reduced rates of lung cancer and other tobacco-related diseases and fundamentally changed public attitudes about tobacco resulting in millions of lives saved. Despite this progress, tobacco remains a dangerous threat, killing almost 40,000 Californians each year, causing illness in even more residents and costing the state more than \$18 billion in health care bills and lost productivity. More needs to be done to decrease these numbers and to stop the 440,000 kids alive today who will ultimately die prematurely from tobacco-related disease.

Every year, we see cities and counties across the state adopt policies to improve the health and wellness of their residents. These residents and their stories represent the real, tangible impact that these policies can have on a community. And, over the past 50 years, we have developed proven strategies that can achieve our public health goals if they are fully and effectively implemented. These strategies are reflected in the grading categories in both the national and local SOTC reports.

We encourage you to visit the American Lung Association in California website www.lung.org/California on February 3 to view the state and local tobacco control report cards and learn how to take action in the fight against tobacco. Visit our About Us page at www.lung.org/california to contact your local American Lung Association office for more information on the impact smoking is taking on your community and what can be done to combat it.

We hope you will join us in the fight to breathe easier.

Olivia J. Gertz
 President & Chief Executive Officer

Vanessa Marvin
 Vice President, Public Policy & Advocacy

Contact: Vanessa Marvin, Vice President of Public Policy & Advocacy (916) 585-7671 or Vanessa.Marvin@lung.org

Visit lung.org/california

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Like [facebook.com/alacalifornia](https://www.facebook.com/alacalifornia)

Follow twitter.com/californialung

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Cal OES
GOVERNOR'S OFFICE
OF EMERGENCY SERVICES

(056-0216) Notic... - 1 of 4

RECEIVED

FEB 08 2016

Clerk/Board of Supervisors

February 3, 2016

Ms. Mary Jane Griego, Chairperson
Yuba County Board of Supervisors
915 8th Street, Suite 109
Marysville, California 95901

Dear Chairperson Griego:

On February 2, 2016, the U.S. Small Business Administration declared the primary counties of **Alameda, Butte, Contra Costa, Del Norte, El Dorado, Humboldt, Lake, Marin, Mendocino, Nevada, San Francisco, San Luis Obispo, San Mateo, Santa Cruz, Sonoma** and the contiguous counties of **Alpine, Amador, Colusa, Glenn, Kern, Kings, Monterey, Napa, Placer, Plumas, Sacramento, San Benito, San Joaquin, Santa Barbara, Santa Clara, Sierra, Siskiyou, Solano, Stanislaus, Sutter, Tehama, Trinity, Yolo, and Yuba** a disaster area. This declaration is a result of the economic impacts caused by ocean conditions resulting in delayed commercial Dungeness Crab Season and closure of commercial Rock Crab Fishery beginning November 6, 2015, and continuing.

The California Governor's Office of Emergency Services (Cal OES) is providing the enclosed information regarding this declaration. Please inform interested individuals, businesses, and city officials within your county of this declaration and information.

Sincerely,

A handwritten signature in cursive script that reads "Karma Hackney".

KARMA HACKNEY
Individual Assistance Officer

Enclosure

c: County Office of Emergency Services
Cal OES Regional Administrator
Cal OES Individual Assistance Division

3650 SCHRIEVER AVENUE, MATHER, CA 95655
INDIVIDUAL ASSISTANCE DIVISION
(916) 845-8149 TELEPHONE (916) 845-8395 FAX

U.S. Small Business Administration (SBA) Declaration

SBA #14609 – Delayed Commercial Dungeness and Closure of Commercial Rock Crab Fishery

(056-0216) Notic... - 2 of 4

Declaration Information

The following table illustrates the declaration information.

Eligible Primary County/Counties:	Alameda, Butte, Contra Costa, Del Norte, El Dorado, Humboldt, Lake, Marin, Mendocino, Nevada, San Francisco, San Luis Obispo, San Mateo, Santa Cruz, Sonoma
Eligible Contiguous County/Counties:	Alpine, Amador, Colusa, Glenn, Kern, Kings, Monterey, Napa, Placer, Plumas, Sacramento, San Benito, San Joaquin, Santa Barbara, Santa Clara, Sierra, Siskiyou, Solano, Stanislaus, Sutter, Tehama, Trinity, Yolo, Yuba
Event:	Ocean conditions resulting in delayed commercial Dungeness Crab Season and closure of commercial Rock Crab Fishery beginning November 6, 2015, and continuing.
Assistance made available by declaration:	SBA Economic Injury Disaster Loans
Application deadline for business economic injury:	November 2, 2016
Who may apply:	Small, non-farm businesses, small agricultural cooperatives, and most private non-profit organizations of any size. Small businesses include those that do business directly with the growers, such as truckers and suppliers of agricultural equipment or services.
How to apply:	Contact SBA at 1-800-659-2955, or visit SBA's website at: www.sba.gov/disaster , or email disastercustomerservice@sba.gov Hearing impaired individuals may call 1-800-877-8339.

Disaster Loan Outreach Center Locations are printed on the back

DEL NORTE COUNTY

Crescent City Harbor District
Harbor Office Meeting Room
101 Citizens Dock Road
Crescent City, CA 95531

Opens: Monday, February 8 at 8 a.m.
Monday and Tuesday, 8 a.m. – 5 p.m.

Center closes Tuesday, February 9 at 5 p.m.

MENDOCINO COUNTY

Salmon Trollers Marketing Association
19292 South Harbor Drive (bottom of hill, on left)
Fort Bragg, CA 95437

Opens: Tuesday, February 16 at 8 a.m.
Tuesday and Wednesday, 8 a.m. – 5 p.m.,
Thursday, 8 a.m. – 12 p.m.

Center closes Thursday, February 18 at 12 p.m.

MONTEREY COUNTY

Moss Landing Harbor District
7881 Sandholdt Road
Moss Landing, CA 95039

Opens: Wednesday, February 10 at 8 a.m.
Wednesday and Thursday, 8 a.m. – 5 p.m.

Center closes Thursday, February 11 at 5 p.m.

SAN LUIS OBISPO COUNTY

Central Coast Women in Fisheries
1287 Embarcadero
Morro Bay, CA 93442

Opens: Wednesday, February 17 at 12 p.m.
Wednesday, 12 – 5 p.m., Thursday, 8 a.m. – 5 p.m.,
Friday, 8 a.m. – 12 p.m.

Center closes Friday, February 19 at 12 p.m.

SANTA BARBARA COUNTY

Santa Barbara Harbor Community Room
113 Harbor Way
(access adjacent to the valet parking area)
Santa Barbara, CA 93109

Opens: Monday, February 22 at 8 a.m.
Monday and Tuesday, 8 a.m. – 5 p.m.

Center closes Tuesday, February 23 at 5 p.m.

SONOMA COUNTY

Bodega Bay Fire Protection District Burke Room
510 Highway 1
Bodega Bay, CA 94923

Opens: Friday, February 19 at 8 a.m.
Friday and Monday, 8 a.m. – 5 p.m.

Center closes Monday, February 22 at 5 p.m.

HUMBOLDT COUNTY

Woodley Island Marina
Conference Room (formerly Pild
601 Startare Drive
Eureka, CA 95501

(056-0216) Notic... - 3 of 4

Opens: Wednesday, February 10 at 12 p.m.
Wednesday, 12 – 5 p.m., Thursday, 8 a.m. – 5 p.m.,
Friday, 8 a.m. – 1 p.m.

Center closes Friday, February 12 at 1 p.m.

MONTEREY COUNTY

Monterey Harbor Office
250 Figueroa Street
Monterey, CA 93940

Opens: Friday, February 12 at 8 a.m.
Friday, 8 a.m. – 5 p.m.,
Tuesday, 8 a.m. – 5 p.m.

Center closes Tuesday, February 16 at 5 p.m.

SAN FRANCISCO COUNTY

San Francisco Crab Boat Owners Association
Crab Hall
2907 Al Scoma Way
San Francisco, CA 94133

Opens: Tuesday, February 23 at 12 p.m.
Tuesday, 12 – 5 p.m., Wednesday, 8 a.m. – 5 p.m.

Center closes Wednesday, February 24 at 5 p.m.

SAN MATEO COUNTY

Pillar Point Harbor
1 Johnson Pier
Half Moon Bay, CA 94019

Opens: Thursday, February 25 at 8 a.m.
Thursday, 8 a.m. – 5 p.m.,
Friday, 8 a.m. – 1 p.m.

Center closes Friday, February 26 at 1 p.m.

SANTA CRUZ COUNTY

Harbor Public Meeting Room
365-A Lake Avenue (across from R&S Docks)
Santa Cruz, CA 95062

Opens: Monday, February 8 at 8 a.m.
Monday and Tuesday, 8 a.m. – 5 p.m.

Center closes Tuesday, February 9 at 5 p.m.

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Sutter-Yuba
Mosquito & Vector Control District

RECEIVED

(057-0216) Notic... - 1 of 2

Clerk/Board of Supervisors

MANAGER

Michael R. Kimball

GENERAL FOREMAN

Stephen E. Abshier

ADMIN. MGR.

Cathy F. Burns

February 4, 2016

To: Public Agencies

Re: **Public Health Pesticide Application Notification**

Dear Agency:

The Sutter-Yuba Mosquito & Vector Control District may be making public health pesticide applications to waters of the U.S. under your jurisdiction for mosquito control to prevent mosquito-borne diseases, such as West Nile virus. The District will be using larvicides and adulticides listed in the National Pollutant Discharge Elimination System (NPDES) permit for biological and residual pesticides discharges to waters of the United States for vector control operations.

Attached is a list of active ingredients that the District could potentially use. Your agency could expect to see applications between January 1 and December 31 of this year. However, the majority of applications occur between May 1 and October 31. The District is required to notify all government agencies that may be affected by these applications under the requirements of the general NPDES permit. Please contact Michael Kimball at 530-674-5456 ext. 101 or Stephen Abshier at ext. 106 if you have additional questions.

Respectively,



Michael Kimball
District Manager

*Post Office Box 726, 701 Bogue Road
Yuba City, California 95992
530/674-5456
Fax 530/674-5534*

NPDES

2016 ACTIVE INGREDIENTS LIST

LARVAL MOSQUITO CONTROL:

Bacillus thuringiensis subsp. Israelensis (Bti)

Bacillus sphaericus (Bs)

Methoprene

Monomolecular Films

Petroleum Distillates

Spinosad

Temephos

ADULT MOSQUITO CONTROL:

Deltamethrin

Etofenprox

Lambda-Cyhalothrin

Malathion

Naled

N-octyl bicycloheptene dicarboximide (MGK-264)

Piperonyl butoxide (PBO)

Permethrin

Prallethrin

Pyrethrin

Resmethrin

Sumithrin

The County of Yuba

Auditor-Controller

Richard Eberle, CPA
Yuba County Government Center
915 8th Street, Suite 105
Marysville, CA 95901

Phone: (530) 749-7810
Fax: (530) 749-7814
Email: reberle@co.yuba.ca.us



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February 11, 2016

Board of Supervisors
County of Yuba
915 8th Street Suite 109
Marysville CA 95901

Honorable Members:

An Independent Audit of the financial records for the following agency has been completed for the five year(s) specified:

YUBA COUNTY WATER AGENCY
YUBA COUNTY WATER AGENCY

JUNE 30, 2015
JUNE 30, 2014

Yours truly,

C. Richard Eberle
Auditor-Controller

CRE/kmd
Filed Electronic Copy

YUBA COUNTY WATER AGENCY MARYSVILLE, CALIFORNIA



Hollywood Control Room

FINANCIAL STATEMENTS TOGETHER WITH INDEPENDENT AUDITORS' REPORTS

**For the years ended
June 30, 2015 and 2014**

YUBA COUNTY WATER AGENCY
MARYSVILLE, CALIFORNIA

***FINANCIAL STATEMENTS
TOGETHER WITH INDEPENDENT
AUDITORS' REPORTS***

*For the Years Ended
June 30, 2015 and 2014*

YUBA COUNTY WATER AGENCY
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For The Years Ended June 30, 2015 and 2014

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YUBA COUNTY WATER AGENCY
Agency Officials
June 30, 2015

BOARD OF DIRECTORS

<u>NAME</u>	<u>OFFICE</u>	<u>TERM EXPIRES</u>
John Nicoletti	Chairman	December 2016
Tib Belza	Vice Chairman	December 2016
Roger Abe	Director	December 2016
Randy Fletcher	Director	December 2018
Mary Jane Griego	Director	December 2016
Brent Hastey	Director	December 2018
Andy Vasquez	Director	December 2018

OTHER AGENCY OFFICIALS

Curt Aikens	General Manager
Mike Kline	Power Systems Manager
Page Hensley	Finance Manager

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

Chairman of the Board, General Manager
and Members of the Board of Directors
Yuba County Water Agency
Marysville, California

We have audited the accompanying financial statements of the Yuba County Water Agency (the Agency), a component unit of the County of Yuba, California, as of and for the years ended June 30, 2015 and 2014, and the related notes to the financial statements, which collectively comprise the Agency'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, and the State Controller's *Minimum Audit Requirements for California Special Districts*. 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.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Yuba County Water Agency as of June 30, 2015 and 2014, and the respective change in financial position and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America, as well as accounting systems prescribed by the State Controller's Office and state regulations governing special districts.

Emphasis of Matter

As disclosed in Notes 1(E) and 9 in the accompanying notes to financial statements, the Agency has made a change in its accounting principles to implement the requirements of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions* and Statement No 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of Statement No.68*. The changes were effective as of July 1, 2014. The amounts presented for the fiscal year ended June 30, 2014, were not restated, and our opinions were not modified with respect to this matter.

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 supplementary information on pages 6 through 10 and on pages 42 through 44 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 Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Yuba County Water Agency's basic financial statements. The accompanying other supplementary information on pages 46 through 47 is presented for the purpose of additional analysis and is not a required part of the basic financial statements. The other supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The other supplementary 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

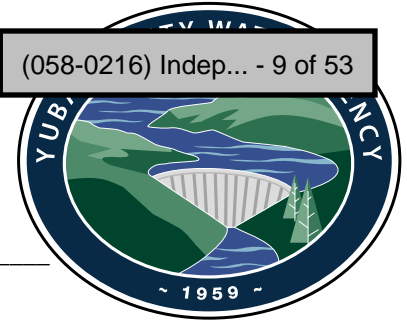
Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2015, on our consideration of the Agency'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 Agency's internal control over financial reporting and compliance.

Davis Hammon & Co.

December 22, 2015

YUBA COUNTY WATER AGENCY MANAGEMENT'S DISCUSSION AND ANALYSIS



FINANCIAL ANALYSIS OF THE AGENCY

The Statements of Net Position and the Statements of Revenues, Expenses, and Changes in Net Position report information about the Agency's activities in a way that will help the reader determine if the Agency, as a whole, is better or worse off as a result of the year's activities. In addition, the reader will need to consider other non-financial factors such as changes in economic conditions and new or changed government legislation.

NET POSITION

As can be seen in **Table 1 below**, Net Position decreased by \$1.31 million to a balance of \$212.73 million in FY 2014-15, down slightly from the \$214.04 million balance in FY 2013-14. This decrease of less than 1% is the result of a \$21.87 million increase in Assets balanced against a \$3.39 net increase in Pension Liability (GASB 68), a \$2.0 million increase to Accounts Payable, and a \$17.79 increase in Deferred Inflows (water transfer deferred income).

**TABLE 1
CONDENSED STATEMENTS OF NET POSITION**

	Fiscal year ended June 30,		Dollar	Percent
	2015	2014	Change	Change
ASSETS:				
Current assets	\$ 58,402,056	\$ 41,499,39	\$ 16,902,657	40.73%
Restricted assets	-	-	-	-
Capital assets, net	188,229,069	183,279,023	4,950,046	2.70%
Other assets	5,419,995	5,406,857	13,138	0.24%
TOTAL ASSETS	252,051,120	230,185,279	21,865,841	9.50%
DEFERRED OUTFLOWS:				
CalPERS pension contributions	548,810	-	548,810	-
TOTAL DEFERRED OUTFLOWS	548,810	-	548,810	-
LIABILITIES:				
Current liabilities	5,749,036	3,743,764	2,005,272	53.56%
Long-term pension liability - CalPERS	2,942,238	-	2,942,238	-
TOTAL LIABILITIES	8,691,274	3,743,764	4,947,510	132.15%
DEFERRED INFLOWS:				
Deferred Income	30,175,376	12,395,079	17,780,297	143.45%
CalPERS pension expense	997,337	-	997,337	-
TOTAL DEFERRED INFLOWS	31,172,713	12,395,079	18,777,634	151.49%
NET POSITION:				
Investment in capital assets,	188,229,069	183,279,023	4,950,046	2.70%
Unrestricted	24,506,874	30,767,413	(6,260,539)	-20.35%
TOTAL NET POSITION	\$ 212,735,943	\$ 214,046,436	\$ (1,310,493)	-0.61%

**YUBA COUNTY WATER AGENCY
MANAGEMENT'S DISCUSSION AND ANALYSIS**

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REVENUES EXPENSES AND CHANGES IN NET POSITION

While the Statements of Net Position shows the changes in financial position, the Statements of Revenues, Expenses, and Changes in Net Position provides answers concerning the nature and source of these changes. As shown in **Table 2 below**, Total Revenues decreased \$1.17 million due primarily to decreases in grant income, interest income and water sales (continued dry conditions). The remaining decrease can be attributed to a small increase in Total Expenses related to ongoing Power Systems maintenance projects offset by a Capital Contribution (donation of several gauging stations by USGS). These shifts all combined for a Net Position decrease of \$1.3 million.

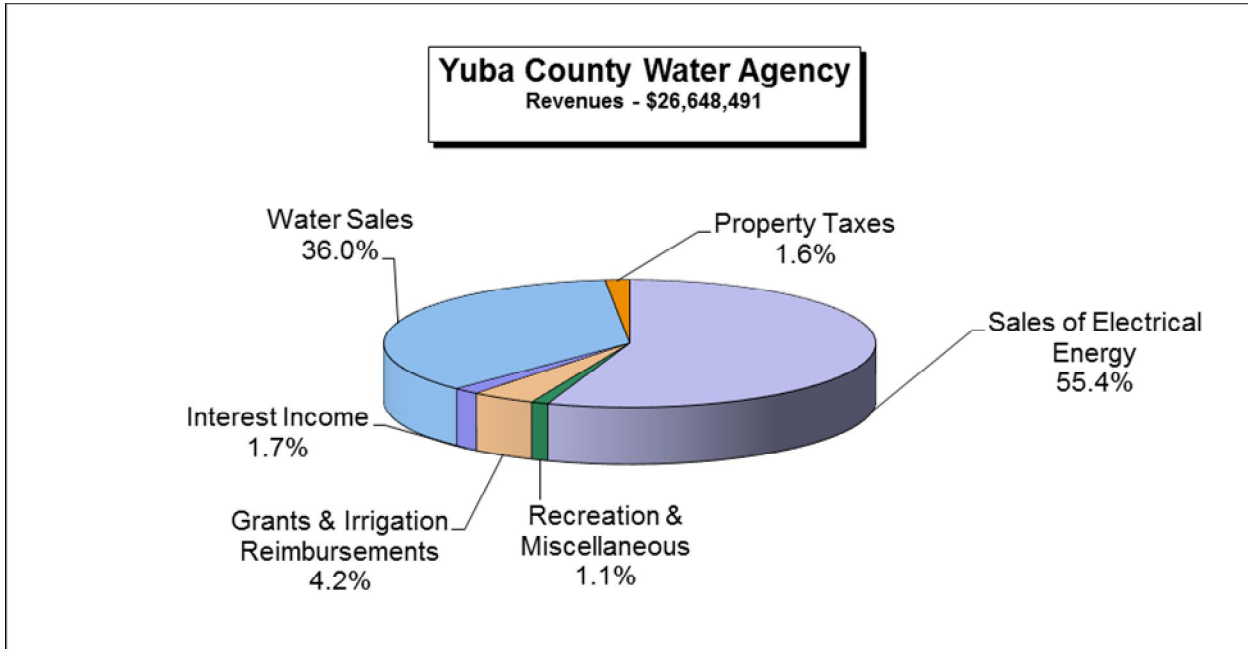
**TABLE 2
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**

	<u>Fiscal year ended June 30,</u>			
	<u>2015</u>	<u>2014</u>	<u>Dollar</u> <u>Change</u>	<u>Percent</u> <u>Change</u>
Sales of electrical energy	\$ 14,763,601	\$ 14,832,028	\$ (68,427)	-0.46%
Water sales	9,588,078	10,107,474	(519,396)	-5.14%
TOTAL OPERATING REVENUES	24,351,679	24,939,502	(587,823)	-2.36%
Non-operating revenues	2,296,812	2,878,890	\$ (582,078)	-20.22%
Non-Recurring Gain - Early extinguishment of debt	-	-	-	-
TOTAL REVENUES	26,648,491	27,818,392	(1,169,901)	-4.21%
EXPENSES:				
Depreciation expense	4,875,299	4,485,971	389,328	8.68%
Operating expense, excluding depreciation expense	12,923,905	11,102,243	1,821,662	16.41%
Non-operating expense	6,807,259	8,530,021	(1,722,762)	-20.20%
TOTAL EXPENSES	24,606,463	24,118,235	488,228	2.02%
Capital Contribution – Stream Gauges	230,265	-	230,265	-
CHANGE IN NET POSITION	2,272,293	3,700,157	(1,427,864)	-38.59%
Net assets, July 1	214,046,436	210,346,279	3,700,157	1.76%
Effect of change in accounting principle	(3,582,786)	-	(3,582,786)	100.00%
NET POSITION, JUNE 30	\$ 212,735,943	\$ 214,046,436	\$ (1,310,493)	-0.61%

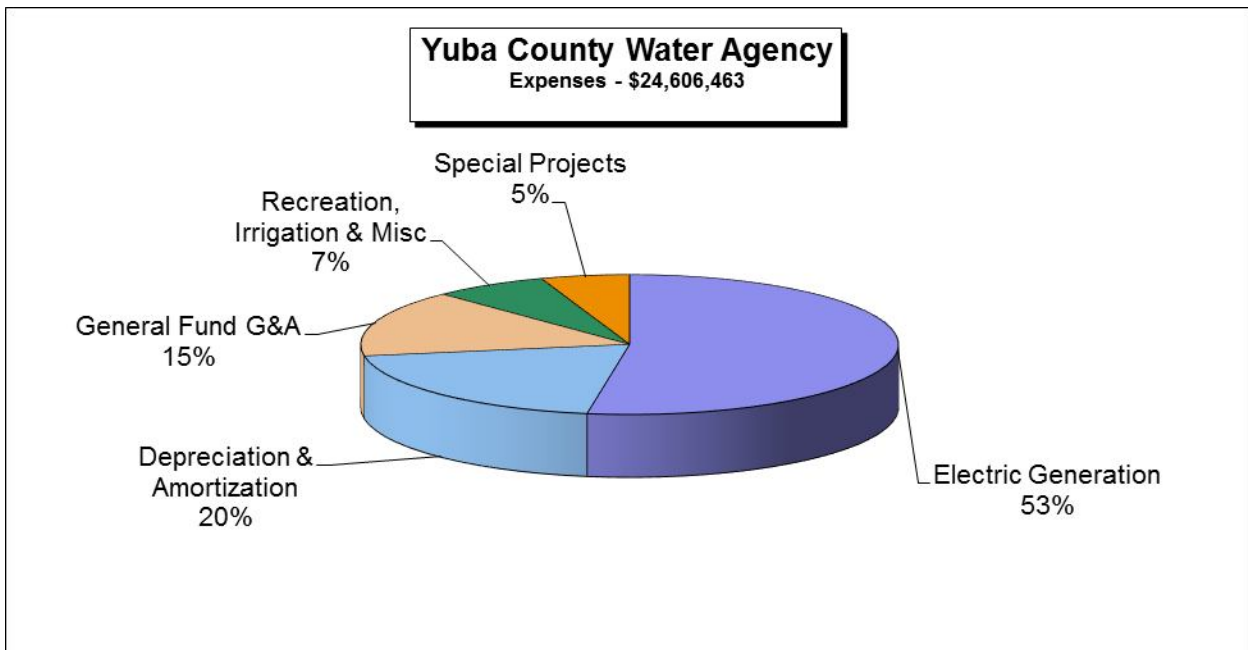
**YUBA COUNTY WATER AGENCY
MANAGEMENT'S DISCUSSION AND ANALYSIS**

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The following chart illustrates the revenues of the Agency for the fiscal year ended June 30, 2015.



The following chart illustrates the expenses of the Agency for the fiscal year ended June 30, 2015.



**YUBA COUNTY WATER AGENCY
MANAGEMENT'S DISCUSSION AND ANALYSIS**

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CAPITAL ASSETS

As can be seen in **Table 3 below**, the Agency's capital assets, net of accumulated depreciation, increased by \$4.95 million to \$188.22 million. Construction in Progress reached over \$38 million in the course of 2014-15; just over \$4 million in completed projects moved from CIP to Depreciable Capital Assets including an upgraded Microwave Communications System, Colgate Fire Suppression System, Colgate Septic System, and the New Bullards Bar (NBB) Dam Grout Project. Major projects still underway include FERC Relicensing (\$26.9M), NBB Dam Drain Cleaning (\$1M), Colgate 24/7 Control Room (\$1.5M), and Colgate Unit 1 (\$1M), and Unit 2 (\$1.3M) 230kV transformer replacements. Also of note is the sale of the Deadwood Power Project (book value \$2.4M) in October 2014. A summary of the Agency's capital assets are as follows:

**TABLE 3
CAPITAL ASSETS, NET**

	<u>Fiscal year ended June 30,</u>		Dollar	Percent
	<u>2015</u>	<u>2014</u>	<u>Change</u>	<u>Change</u>
Non-depreciable capital assets:				
Land and water rights	\$ 2,929,275	\$ 2,929,275	\$ -	0.00%
Canal acquisitions	4,605,454	4,605,454	-	0.00%
Construction-in-process	34,384,832	28,979,982	5,404,850	18.65%
	41,919,561	36,514,711	5,404,850	14.80%
Depreciable capital assets, net:				
Utility plant and equipment	237,385,228	235,357,830	2,027,398	0.86%
Non-utility property, at cost	23,523,166	22,968,865	554,301	2.41%
	260,908,394	258,326,695	2,581,699	1.00%
Less: Accumulated depreciation	(114,598,886)	(111,562,383)	(3,036,503)	2.72%
NET CAPITAL ASSETS	\$ 188,229,069	\$ 183,279,023	\$ 4,950,046	2.70%

ECONOMIC OUTLOOK

The Yuba County Water Agency is continuing to support work on several flood mitigation projects with the main effort focused on the Marysville levee improvements and continued improvement of the Forecasted Coordinated Operations program. Work continues on the grant funded Groundwater Model and we have made significant progress on an Agriculture Water Management Plan and irrigation water metering and measurement plan to be in compliance with SBX7-7. We have completed the update of our Integrated Regional Water Management Plan (IRWMP) as required by Proposition 84, as well as the development of an Integrated Water Management Decision Support System. The Agency plans to petition DWR to become a groundwater sustainability agency for the North Yuba and South Yuba groundwater sub-basins in accordance with the Sustainable Groundwater Management Act of 2014. Late in the fiscal year YCWA partnered on a \$3 million Corps of Engineers Ecosystem Restoration Study for the Yuba River and signed a term sheet for a fish passage program on the Yuba River.

The 50 year Power Purchase Agreement with Pacific Gas and Electric Company (PG&E), that financed the construction of the Yuba River Development Project, ends April 30, 2016. The Agency has decided to contract the California Independent Operator Scheduling Coordinator work for the sale of electricity from the Colgate and Narrows 2 Powerhouses with Shell Energy of North America beginning May 1, 2016. Toward this end, significant investment has been made into manpower and facilities to be able to independently operate the facilities from PG&E. Among these investments are a state-of-the-art Control Room (see cover photo) and staff to operate 24/7, upgraded computer, operating, communications systems and the new Microsoft Dynamics GP Enterprise Resource Planning (ERP) software. Also, major work is being performed to replace worn out equipment as part of the Power Purchase Agreement with PG&E and this includes replacement of two new 230KV transformers at the Colgate Powerhouse along with an upgraded Computerized Maintenance Management System.

**YUBA COUNTY WATER AGENCY
MANAGEMENT'S DISCUSSION AND ANALYSIS**

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The Agency has joined with Yuba County to provide the local share (\$46.6 million), through a \$78 million bond sale backed by impact fees, for a \$138 million Prop 1E Levee Improvement Grant. Financing was completed in September 2008; the Three Rivers Levee Improvement Authority has constructed the Feather River Setback Levee and other levee improvements within Reclamation District 784's territory. One more phase of work is needed by TRLIA to improve the level of protection to a 200 year level.

The Lower Yuba Accord was settled and new Water Rights Order #2008-0014 was issued in 2008, securing long term water transfer ability through 2025. Dry water conditions created water transfers of 104,663 acre-feet in 2014 and a similar amount is expected in 2015 due to continued dry conditions. In addition, the Agency facilitated a Member Unit Ground Water Substitution transfer for 56,984 acre feet. The Accord contained an opener on surface transfer water pricing for water transfers starting in 2016 for a 5 year period. Agreement on a new pricing schedule was reached which roughly doubled the price and provides a \$20 million upfront payment. The YCWA board and the buyers executed the agreement in December, 2014.

The Agency was granted a 50 year license to operate the Yuba River Project for generation of electricity; Federal Energy Regulatory Commission (FERC) License #2246 expires on April 30, 2016. HDR Engineering, Inc. has been retained to lead the Agency through the 8-year FERC relicensing effort. A cash reserve sufficient to cover anticipated costs has been established. The Final License Application was filed with FERC on April 28, 2014. Although the bulk of the relicensing costs have been expended, we anticipate another \$2 million in costs in fiscal 2015-16 for delayed studies and environmental work.

The Agency has a legal obligation to move forward on a new fish screen for the South Canal Diversion to replace the existing screen as part of a lawsuit settlement. The agreements with the South Member Units call for them to pay the entire cost of a new screen but require the Agency to offer financing. YCWA is proceeding with a collaborative effort with the South Member Units to select a suitable project. Preliminary study results indication there may be a screen option in the \$8 million range. Sound fiscal management and finalization of the Lower Yuba River Accord have had a positive effect on the Agency's reserves which have achieved levels sufficient to satisfy long term operations and capital project needs, such as this.

CONTACTING THE AGENCY'S DEPARTMENT OF FINANCIAL SERVICES

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Agency's finances and to demonstrate the Agency's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Yuba County Water Agency, Department of Financial Services at 1220 F Street, Marysville, CA 95901.

**YUBA COUNTY WATER AGENCY
STATEMENTS OF NET POSITION
June 30, 2015 and 2014**

	Exhibit 1	
	2015	2014
<u>ASSETS</u>		
Current Assets:		
Cash and cash equivalents	\$ 56,158,805	\$ 39,193,760
Receivables		
Accounts receivable	571,323	241,053
Taxes and interest receivable	91,453	150,865
Due from other governments	931,887	983,238
Prepaid expenses and other current assets	648,588	930,483
Total Current Assets	58,402,056	41,499,399
Capital Assets:		
Non-depreciable capital assets	41,919,561	36,514,711
Depreciable capital assets, net	146,309,508	146,764,312
Capital Assets, Net	188,229,069	183,279,023
Other Assets:		
Loans receivable from other governmental entities	5,419,995	5,406,857
Total Assets	252,051,120	230,185,279
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
CalPERS pension contributions	548,810	-
Total Deferred Outflows of Resources	548,810	-
<u>LIABILITIES</u>		
Current Liabilities:		
Accounts payable and accrued liabilities	3,961,008	2,943,126
Wages payable	170,141	124,915
Accrued compensated absences	734,558	675,723
Due to other governments	348,362	-
Deposit - Wheatland Water District	534,967	-
Total Current Liabilities	5,749,036	3,743,764
Long-Term Liabilities:		
Net pension liability - CalPERS	2,942,238	-
Total Long-Term Liabilities	2,942,238	-
Total Liabilities	8,691,274	3,743,764
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred income	30,175,376	12,395,079
CalPERS pension expense	997,337	-
Total Deferred Inflows Of Resources	31,172,713	12,395,079
<u>NET POSITION</u>		
Net investment in capital assets	188,229,069	183,279,023
Unrestricted	24,506,874	30,767,413
Total Net Position	\$ 212,735,943	\$ 214,046,436

YUBA COUNTY WATER AGENCY
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
For The Years Ended June 30, 2015 and 2014

	Exhibit 2	
	2015	2014
Operating Revenues:		
Sale of electrical energy	\$ 14,763,601	\$ 14,832,028
Water sales	9,588,078	10,107,474
Total Operating Revenues	24,351,679	24,939,502
Operating Expenses:		
Hydropower generation	2,713,762	3,047,163
Administration and general	6,584,941	5,799,624
Maintenance	3,625,202	2,255,456
Depreciation and amortization	4,875,299	4,485,971
Total Operating Expenses	17,799,204	15,588,214
Net Income From Operations	6,552,475	9,351,288
Nonoperating Revenues (Expenses):		
Gain (loss) on disposition of assets	(269,501)	12,408
Property taxes	430,326	400,668
Interest income	457,997	750,992
Rental income	24,000	24,000
Grants and reimbursements	1,113,077	1,405,413
Miscellaneous income (expense)	8,763	5,000
Recreation and camping fees	262,649	280,409
General administration	(3,795,033)	(3,790,874)
Recreation and irrigation	(1,428,697)	(1,534,037)
Special projects expense	(1,314,028)	(3,205,110)
Total Nonoperating Revenues (Expenses)	(4,510,447)	(5,651,131)
Income (loss) before capital contribution	2,042,028	3,700,157
Capital Contribution:		
Capital contribution - stream gauges	230,265	-
Total Capital Contribution	230,265	-
Change in Net Position	2,272,293	3,700,157
Net Position, July 1	214,046,436	210,346,279
Effect of change in accounting principle	(3,582,786)	-
Net Position, July 1 - As Restated	210,463,650	-
Net Position, June 30	\$ 212,735,943	\$ 214,046,436

**YUBA COUNTY WATER AGENCY
STATEMENTS OF CASH FLOWS
For The Years Ended June 30, 2015 and 2014**

Exhibit 3**Page 1 of 2**

	2015	2014
Cash Flows From Operating Activities:		
Cash receipts from customers	\$ 42,685,035	\$ 20,840,971
Cash payments to suppliers for goods and services	(3,966,127)	(2,947,442)
Cash payments for employee wages and benefits	(7,105,413)	(7,235,194)
Net Cash Provided (Used) By Operating Activities	<u>31,613,495</u>	<u>10,658,335</u>
Cash Flows From Noncapital Financing Activities:		
Payments on loans receivable	176,053	140,875
Loans made to other agencies	(189,191)	(308,491)
Net pension liability	(640,548)	
Rents received	24,000	24,000
Grants and reimbursements	1,164,428	1,572,524
Tax assessment	430,326	400,668
Miscellaneous income (expense)	8,763	5,000
Recreation and camping fees	262,649	280,409
General administration expenses	(3,795,033)	(3,790,874)
Recreation and other expenses	(1,428,697)	(1,534,037)
Special program expenses	(1,314,028)	(3,205,110)
Net Cash Provided (Used) By Noncapital Financing Activities	<u>(5,301,278)</u>	<u>(6,415,036)</u>
Cash Flows From Capital And Related Financing Activities:		
Purchase of property and equipment	(403,433)	(347,988)
Costs incurred on construction in progress projects	(9,787,638)	(9,533,096)
Net Cash Provided (Used) By Capital and Related Financing Activities	<u>(10,191,071)</u>	<u>(9,881,084)</u>
Cash Flows From Investing Activities:		
Proceeds from disposition of property and equipment	326,490	13,174
Interest received	517,409	697,049
Net Cash Provided (Used) By Investing Activities	<u>843,899</u>	<u>710,223</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>16,965,045</u>	<u>(4,927,562)</u>
Cash and Cash Equivalents - Beginning of Year	<u>39,193,760</u>	<u>44,121,322</u>
Cash and Cash Equivalents - End of Year	<u><u>\$ 56,158,805</u></u>	<u><u>\$ 39,193,760</u></u>
Reconciliation of Cash and Cash Equivalents:		
Cash and cash equivalents	<u>\$ 56,158,805</u>	<u>\$ 39,193,760</u>
Total Cash and Cash Equivalents	<u><u>\$ 56,158,805</u></u>	<u><u>\$ 39,193,760</u></u>

**YUBA COUNTY WATER AGENCY
STATEMENTS OF CASH FLOWS
For The Years Ended June 30, 2015 and 2014**

Exhibit 3**Page 2 of 2**

	<u>2015</u>	<u>2014</u>
Reconciliation of Net Income from Operations to Net Cash Provided (Used) By Operating Activities:		
Net income from operations	\$ 6,552,475	\$ 9,351,288
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation and amortization	4,875,299	4,485,971
Changes in assets and liabilities:		
Decrease (increase) in accounts receivable	(330,270)	96,237
Decrease (increase) in prepaid expenses	281,895	319,670
Increase (decrease) in accounts payable and accrued liabilities	1,017,882	543,384
Increase (decrease) in wages and benefits payable	493,753	31,566
Increase (decrease) in accrued compensated absences	58,835	24,987
Increase (decrease) in deferred income	17,780,297	(4,194,768)
Increase (decrease) in due to other governments	348,362	
Increase (decrease) in deposit - Wheatland WD	534,967	
Net Cash Provided (Used) By Operating Activities	<u><u>\$31,613,495</u></u>	<u><u>\$10,658,335</u></u>
Supplemental Disclosure of Cash Flow Information:		
Noncash Investing, Capital, and Financing Activities:		
Change in fair value of investments	<u><u>\$ (14,798)</u></u>	<u><u>\$ 198,833</u></u>
Capital contribution - stream gauges	<u><u>\$ 230,265</u></u>	

NOTES TO THE FINANCIAL STATEMENTS

**YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Established in 1959 by an act of the California State Legislature and headquartered in historic Marysville, California, Yuba County Water Agency (Agency) is a public agency governed by a seven member Board of Directors comprised of the five members of the Yuba County Board of Supervisors and two members elected at large. The primary functions of the Agency are development and sale of hydroelectric power, flood control, fisheries enhancement, recreation, conservation, storage of water, and wholesale of water to member districts.

A. Financial Reporting Entity

The Agency's financial statements include all financial transactions for which the Agency is financially accountable. Financial accountability is defined as appointment of a majority of a component unit's board and either the ability to impose the will of the Agency or the possibility that the component unit will provide a financial benefit to or impose a financial burden on the Agency. Based on these criteria, the Agency has determined that there are no component units that come under the criteria for inclusion. However, the Agency is a component unit of the County of Yuba, California. As a result, the financial activities of the Agency are included in the annual financial report of the County of Yuba which is available at the Auditor-Controller's office located at 915 8th Street, Suite 105, Marysville, California 95901.

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

The Agency's financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recognized when earned and expenses are recorded when the liability is incurred, regardless of timing of the related cash flows. Property taxes are recognized as revenues in the year they are levied. Property taxes attach an enforceable lien on property as of January 1. Taxes are levied on July 1, and are payable in two installments on December 10 and April 10. The County of Yuba bills and collects property taxes and remits them to the Agency in installments during the year. Grants and similar items are recognized as revenue as soon as all eligibility requirements, imposed by the provider, have been met.

The financial activities of the Agency are accounted for as an enterprise fund. Enterprise funds are used to account for operations which are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the public on a continuing basis be financed or recovered primarily through user charges.

To enhance accountability, the Agency's enterprise fund consists of the following units:

- General Fund
- Operation and Maintenance Fund
- General Fund Hydro Fund
- Hydroelectric Utility Fund
- General Fund Power Systems Fund
- Health RA Fund

Inter-unit balances have been eliminated from the statement of net position amounts.

**YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

The Agency distinguishes *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses consist of those revenues and expenses that result from the ongoing principal operations of the Agency. Operating revenues consist primarily of charges for services. Non-operating revenues and expenses consist of those revenues and expenses that are related to financing and investing types of activities and result from nonexchange transactions or ancillary activities.

When both restricted and unrestricted resources are available for use, it is the Agency's policy to use restricted resources first, then unrestricted resources as they are needed.

The Agency's financial statements are presented in conformance with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. The Agency has also adopted the provisions of GASB Statement No. 62 with respect to financial reporting guidance.

C. Assets, Liabilities, and Net Position

1) Cash and Cash Equivalents

For purposes of reporting cash flows, the Agency includes all cash accounts, which are not subject to withdrawal restrictions or penalties, and all highly liquid debt instruments purchased with a maturity of three months or less as cash and cash equivalents.

See Note 2 for additional information about the Agency's cash and investments.

2) Accounts Receivable and Allowance for Doubtful Accounts

An allowance for doubtful accounts has not been provided because, in the opinion of management, receivable balances are fully collectible.

3) Prepaid Expenses

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses.

4) Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the Agency's financial statements. Capital assets are defined by the Agency as assets with an initial individual cost of \$10,000 and an estimated useful life in excess of one year.

Capital assets are valued at cost where historical records are available and at estimated historical cost where no historical records exist. Contributed capital assets are valued at their estimated fair market value on the date received.

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

The cost of assets sold or retired is eliminated from the property and equipment accounts with any gain or loss recorded. Fully depreciated assets remain in the accounts until such assets are no longer in service.

YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Assets, Liabilities, and Net Position (Continued)

4) Capital Assets (Continued)

Depreciation has been provided over the estimated useful lives using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Estimated Life</u>
Facilities and improvements	25 - 50 years
Buildings and structures	40 years
Equipment and furniture	2 - 10 years

Depreciation expense, by function, was as follows:

	<u>2015</u>	<u>2014</u>
Hydraulic production	\$ 3,436,351	\$ 2,882,660
Electric plant acquisition	97,464	97,464
Transmission equipment	14,173	13,365
General plant	673,500	562,009
Intangible assets	-	5,249
Recreation facilities	82,984	82,983
Irrigation canals	570,827	842,241
Total	<u>\$ 4,875,299</u>	<u>\$ 4,485,971</u>

Expenses incurred for construction projects and major repairs and betterments are accumulated and, when projects are complete, are capitalized and subsequently depreciated over the project's estimated useful life. The Agency did not incur any construction period interest for the fiscal years ended June 30, 2015 or 2014.

5) Compensated Absences

Employees are paid for 100% of their accumulated vacation upon retirement or other termination. In addition, 45% of the sick leave benefits are paid to employees with ten or more years of service upon retirement or termination up to a maximum accrual of 1,040 hours. The Agency has accrued a liability for vacation and sick leave, which has been earned, but not taken, by Agency employees. This liability has been recorded in accompanying financial statements.

6) Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expense) until then. See also Note 9 for further explanation of the composition of the Deferred Outflows of Resources amount(s).

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources until that time. See also Notes 8 and 9 for further explanation of the composition of the Deferred Inflows of Resources amounts(s).

YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Assets, Liabilities, and Net Position (Continued)

7) Net Position

Restricted:

Restricted net assets consists of constraints placed on net position use through external constraints imposed by creditors (such as through debt covenants), grants, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation. Restrictions include a restriction for debt service as required by related debt covenants and the balance of amounts received for debt service and operations and maintenance of the hydroelectric facility.

Unrestricted:

Designations of unrestricted net position are imposed by the Board of Directors to reflect future spending plans or concerns about the availability of future resources. Designations may be modified, amended, or removed by Board action. The designations included:

	2015	2014
Capital facilities - recreation	\$ 56,054	\$ 47,369
Ground water	589,490	492,585
Relicensing	1,132,788	1,358,579
Fishery enhancement	1,063,724	1,456,405
Project development	13,459,826	13,753,250
Future operations & administration	8,097,654	13,262,575
River management	107,338	396,650
Subtotal - Designated	24,506,874	30,767,413
Undesignated	-	-
Total Unrestricted Net Position	<u>\$ 24,506,874</u>	<u>\$ 30,767,413</u>

- Designated for Capital Facilities - Recreation – to segregate a portion of net assets for fees collected for capital facilities projects in the recreation area.
- Designated for Ground Water – to segregate a portion of net assets for the monitoring of ground water.
- Designated for Relicensing – to segregate a portion of net assets designated for the future relicensing costs for the Agency.
- Designated for Fishery Enhancement – to segregate a portion of net assets designated for fish monitoring and habitat improvements.
- Designated for Project Development – to segregate a portion of net assets designated for water resources and flood control related studies and capital projects.
- Designated for Future Operations & Administration – to segregate a portion of net assets designated for future general and administrative operations.
- Designated for River Management – to segregate a portion of net assets designated for Accord River Management Team directed projects.

**YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Assets, Liabilities, and Net Position (Continued)

8) Use of Estimates

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

D. Pension

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

E. New Accounting Pronouncements

Effective July 1, 2014, the Agency has implemented the provisions contained in the Governmental Accounting Standards Board (GASB) Statement No. 68, Accounting and Financial Reporting for Pensions and Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68. Statement No. 68 requires governments providing defined benefit pension plans to recognize their long-term obligation for pension benefits. Statement No. 68 also requires additional disclosures and required supplemental information. The implementation of this GASB statement required an adjustment to beginning net position of \$3,582,786, decreasing beginning net position from \$214,046,436 to \$210,463,650. The Agency has not restated the amounts for the year ended June 30, 2014, and earlier years, as necessary adjustments as a result of Statement No. 68 could not be reasonably determined.

NOTE 2 CASH AND CASH EQUIVALENTS

Cash and cash equivalents, at fair value, consisted of the following:

	Fiscal year ended June 30,	
	2015	2014
Unrestricted cash and cash equivalents:		
Cash on hand	\$ 525	\$ 525
Deposits in financial institutions	3,703,870	2,199,590
Cash and investments with county treasurer	52,454,410	36,993,645
Total unrestricted	56,158,805	39,193,760
Total cash and investments	\$56,158,805	\$39,193,760

Custodial credit risk: 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 its 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 (e.g. broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014

NOTE 2 CASH AND CASH EQUIVALENTS (Continued)

At June 30, 2015, the carrying amount of the Agency's deposits was \$3,703,870, and the balances in financial institutions were \$3,781,690. Of the balances in financial institutions, \$520,000 was covered by federal depository insurance, and \$3,261,690 was collateralized as required by state law (Government Code §53630) by the pledging financial institution with assets held in a common pool for the Agency and other governmental agencies. State law requires that the market value of the common pool of collateral be equal to or greater than 110% of all public deposits with the pledging financial institution if governmental securities are used, or 150% if mortgages are used, as collateral. The collateral is not held by or in the name of the Agency.

At June 30, 2014, the carrying amount of the Agency's deposits was \$2,199,590, and the balances in financial institutions were \$2,417,024. Of the balances in financial institutions, \$285,324 was covered by federal depository insurance, and \$2,131,700 was collateralized as described above.

The Agency's investments in mutual funds and the Yuba County Treasurer are stated at fair value. The Agency maintains a significant portion of its cash in Yuba County's cash and investment pool. Yuba County apportions interest and changes in fair value to the Agency's funds quarterly based upon average cash balances. Investments held in the County's cash and investment pool are available on demand to the Agency and are stated at fair value. Information regarding categorization of investments can be found in the Yuba County's financial statement. The Yuba County cash and investment pool is not registered with the Securities and Exchange Commission as an investment company and is in accordance with the applicable laws and regulations of the State of California. The fair value of the Agency's position in the pool is the same as the value of its pool shares. The County has not provided or obtained any legally binding guarantees to support the value of the accounts.

Investment policy: Pursuant to Board Resolutions 2015-07 and 2014-07, the Agency reaffirmed the County of Yuba, California's investment policy as the Agency's policy. Under the County's policy, the permissible investments for the fiscal years ended June 30, 2015 and 2014, included the following instruments:

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Federal Agency Obligations	5 Years	None	None
U.S. Treasury Bills	5 Years	None	None
State of California Obligations	5 Years	None	None
Local Agency Bonds and Obligations	5 Years	None	None
Banker's Acceptances	180 Days	40%	30%
Commercial Paper - Selected Agencies	270 Days	40%	10%
Negotiable Certificates of Deposit	5 Years	30%	None
Non-negotiable Certificates of Deposit	5 Years	30%	None
Repurchase Agreements	1 Year	None	None
Reverse Repurchase Agreements	92 Days	20%	None
Medium-Term Corporate Notes	5 Years	30%	None
Money Market Mutual Funds	N/A	20%	10%
Local Agency Investment Fund (LAIF)	N/A	None	None
California Asset Management Program (CAMP)	N/A	None	None

YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014

NOTE 2 CASH AND CASH EQUIVALENTS (Continued)

Investments authorized by debt agreements: Investments held by the bond fiscal agent (trustee) are governed by the provisions of the debt indenture agreement rather than the provisions of the Agency's investment policy of the California Government Code.

Interest rate risk: Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates.

Credit risk: Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Specific credit risk ratings for investment assets held for the Agency by the County of Yuba are provided in the County of Yuba's annual financial report.

Concentration of credit risk: The Agency does not have a policy that limits the amount that can be invested in any one issuer. A majority of the Agency's investments are held with the County pool where the concentration of credit risk is not determinable.

NOTE 3 ACCOUNTS RECEIVABLE

The accounts receivable consists of the following:

	Fiscal year ended June 30,	
	2015	2014
Irrigation and gauging receivables	\$ 476,405	\$ 135,803
Due from marina operations	82,739	89,054
Due from Pacific Gas & Electric	12,179	16,196
TOTALS	<u>\$ 571,323</u>	<u>\$ 241,053</u>

NOTE 4 LOANS RECEIVABLE FROM OTHER GOVERNMENTAL AGENCIES

The loans receivable consists of the following at June 30, 2015:

	Balance July 1, 2014	Additions	Payments	Balance June 30, 2015
Yuba County RDA/County				
Of Yuba as Successor Agency	\$ 937,455		\$ (40,434)	\$ 897,021
North Yuba Water District	432,031		(51,892)	380,139
Cordua Irrigation District	99,794		(17)	99,777
Dry Creek Mutual Water Company	1,522,581		(83,710)	1,438,871
City of Marysville Levee District	2,414,996	\$ 96,199		2,511,195
Camptonville Community Services District		92,992		92,992
TOTALS	<u>\$ 5,406,857</u>	<u>\$ 189,191</u>	<u>\$ (176,053)</u>	<u>\$ 5,419,995</u>

YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014

NOTE 4 LOANS RECEIVABLE FROM OTHER GOVERNMENTAL AGENCIES – (Continued)

The loans receivable consisted of the following at June 30, 2014:

	Balance July 1, 2013	Additions	Payments	Balance June 30, 2014
Yuba County RDA/County				
Of Yuba as Successor Agency	\$ 928,964	\$ 8,491		\$ 937,455
North Yuba Water District	481,800		\$ (49,769)	432,031
Reclamation District No. 784	239		(239)	-
Cordua Irrigation District	99,821		(27)	99,794
Dry Creek Mutual Water Company	1,605,178		(82,597)	1,522,581
City of Marysville Levee District	2,123,239	300,000	(8,243)	2,414,996
TOTALS	\$ 5,239,241	\$ 308,491	\$ (140,875)	\$ 5,406,857

Regarding the loan to the Yuba County Redevelopment Agency, the state Redevelopment Dissolution Act (AB 1X 26) dissolved the Redevelopment Agency on February 1, 2012. On March 27, 2012, the Yuba County Board of Supervisors adopted Resolution No. 2012-20 designating the Board of Supervisors of the County of Yuba to serve as the successor agency of the Yuba County Redevelopment Agency. As a result of this legislation, the successor agency was required to obtain formal approval for the recognition of the obligation to repay outstanding debts. On May 27, 2012, the California Department of Finance issued a letter to the successor agency approving the obligation for repayment of the loan made by Yuba County Water Agency to the Yuba County Redevelopment Agency.

Each loan accrues interest at a rate established by the Agency as agreed to in the originating loan agreement. Typically, the rate is based on an average of the interest rate paid by the County of Yuba, California Treasurer on the investment pool for the preceding 12 months. The interest rates were 0.768% to 4.00% and 0.970% to 4.00% at June 30, 2015 and 2014, respectively.

YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014

NOTE 5 CAPITAL ASSETS

The details of capital asset activity for the fiscal year ended June 30, 2015, are as follows:

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
CAPITAL ASSETS NOT BEING DEPRECIATED:				
Hydroelectric Utility Fund:				
Water rights	\$ 85,835			\$ 85,835
Land and land rights	2,841,991			2,841,991
Construction in progress	4,461,036	\$ 3,035,699	\$ (4,126,326)	3,370,409
Total Hydroelectric Utility Fund	7,388,862	3,035,699	(4,126,326)	6,298,235
General Fund:				
Land and land rights	1,449			1,449
Canals	4,605,454			4,605,454
Construction in progress	24,434,751	2,844,060	(256,461)	27,022,350
Total General Fund	29,041,654	2,844,060	(256,461)	31,629,253
General Fund Power Systems:				
Construction in progress	84,195	3,907,878	-	3,992,073
Total General Fund Power Systems	84,195	3,907,878	-	3,992,073
TOTAL CAPITAL ASSETS NOT BEING DEPRECIATED	36,514,711	9,787,637	(4,382,787)	41,919,561
CAPITAL ASSETS BEING DEPRECIATED:				
Hydroelectric Utility Fund:				
Hydraulic production	219,322,472	3,077,740		222,400,212
Electric plant acquisition	4,485,248			4,485,248
Transmission equipment	1,411,076	448,305		1,859,381
General plant	7,050,058	912,648		7,962,706
Intangible assets	248,292			248,292
Total Hydroelectric Utility Fund	232,517,146	4,438,693	-	236,955,839
General Fund Hydro Fund:				
Hydraulic production	2,807,412		(2,411,295)	396,117
General Fund:				
Recreation facilities	1,516,201			1,516,201
General plant	4,239,021	347,528	(23,492)	4,563,057
Irrigation canals	17,213,643	230,265		17,443,908
Total General Fund	22,968,865	577,793	(23,492)	23,523,166
General Fund Power Systems:				
General plant	33,272		-	33,272
Total General Fund Power Systems	33,272	-	-	33,272
TOTAL CAPITAL ASSETS BEING DEPRECIATED	258,326,695	5,016,486	(2,434,787)	260,908,394

YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014

NOTE 5 CAPITAL ASSETS (Continued)

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
ACCUMULATED DEPRECIATION AND AMORTIZATION:				
Hydroelectric Utility Fund:				
Hydraulic production	(94,547,100)	(3,396,459)		(97,943,559)
Electric plant acquisition	(4,288,416)	(97,464)		(4,385,880)
Transmission equipment	(1,345,722)	(14,173)		(1,359,895)
General plant	(5,395,257)	(356,067)		(5,751,324)
Intangible assets	(230,956)			(230,956)
Total Hydroelectric Utility Fund	(105,807,451)	(3,864,163)	-	(109,671,614)
General Fund Hydro Fund:				
Hydraulic production	(2,154,526)	(39,892)	1,815,304	(379,114)
General Fund:				
Recreation facilities	(1,076,777)	(82,984)		(1,159,761)
General plant	(1,408,547)	(306,343)	23,492	(1,691,398)
Irrigation canals	(1,115,082)	(570,827)		(1,685,909)
Total General Fund	(3,600,406)	(960,154)	23,492	(4,537,068)
General Fund Power Systems:				
General plant	-	(11,090)		(11,090)
Total General Fund Power Systems	-	(11,090)	-	(11,090)
TOTAL ACCUMULATED DEPRECIATION	(111,562,383)	(4,875,299)	1,838,796	(114,598,886)
Total capital assets being depreciated, net	146,764,312	141,187	(595,991)	146,309,508
CAPITAL ASSETS, NET	\$ 183,279,023	\$ 9,928,824	\$ (4,978,778)	\$ 188,229,069

YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014

NOTE 5 CAPITAL ASSETS (Continued)

The details of capital asset activity for the fiscal year ended June 30, 2014, are as follows:

	Balance July 1, 2013	Additions	Deletions	Balance June 30, 2014
CAPITAL ASSETS NOT BEING DEPRECIATED:				
Hydroelectric Utility Fund:				
Water rights	\$ 85,835			\$ 85,835
Land and land rights	2,841,991			2,841,991
Construction in progress	654,219	\$ 4,233,845	\$ (427,028)	4,461,036
Total Hydroelectric Utility Fund	3,582,045	4,233,845	(427,028)	7,388,862
General Fund:				
Land and land rights	1,449			1,449
Canals	4,605,454			4,605,454
Construction in progress	36,529,522	5,215,055	(17,309,826)	24,434,751
Total General Fund	41,136,425	5,215,055	(17,309,826)	29,041,654
General Fund Power Systems:				
Construction in progress	-	84,195	-	84,195
Total General Fund Power Systems	-	84,195	-	84,195
TOTAL CAPITAL ASSETS NOT BEING DEPRECIATED	44,718,470	9,533,095	(17,736,854)	36,514,711
CAPITAL ASSETS BEING DEPRECIATED:				
Hydroelectric Utility Fund:				
Hydraulic production	218,895,443	427,029		219,322,472
Electric plant acquisition	4,485,248			4,485,248
Transmission equipment	1,411,076			1,411,076
General plant	6,804,432	292,040	(46,414)	7,050,058
Intangible assets	248,292			248,292
Total Hydroelectric Utility Fund	231,844,491	719,069	(46,414)	232,517,146
General Fund Hydro Fund:				
Hydraulic production	2,807,412			2,807,412
General Fund:				
Recreation facilities	1,516,201			1,516,201
General plant	3,533,909	718,708	(13,596)	4,239,021
Irrigation canals	599,847	16,613,796		17,213,643
Total General Fund	5,649,957	17,332,504	(13,596)	22,968,865
General Fund Power Systems:				
General plant	-	33,272	-	33,272
Total General Fund Power Systems	-	33,272	-	33,272
TOTAL CAPITAL ASSETS BEING DEPRECIATED	240,301,860	18,084,845	(60,010)	258,326,695

YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014

NOTE 5 CAPITAL ASSETS (Continued)

	Balance July 1, 2013	Additions	Deletions	Balance June 30, 2014
ACCUMULATED DEPRECIATION AND AMORTIZATION:				
Hydroelectric Utility Fund:				
Hydraulic production	(91,767,782)	(2,779,318)		(94,547,100)
Electric plant acquisition	(4,190,952)	(97,464)		(4,288,416)
Transmission equipment	(1,332,357)	(13,365)		(1,345,722)
General plant	(5,134,779)	(306,892)	46,414	(5,395,257)
Intangible assets	(225,707)	(5,249)		(230,956)
Total Hydroelectric Utility Fund	(102,651,577)	(3,202,288)	46,414	(105,807,451)
General Fund Hydro Fund:				
Hydraulic production	(2,051,184)	(103,342)		(2,154,526)
General Fund:				
Recreation facilities	(993,794)	(82,983)		(1,076,777)
General plant	(1,166,258)	(255,117)	12,828	(1,408,547)
Irrigation canals	(272,841)	(842,241)		(1,115,082)
Total General Fund	(2,432,893)	(1,180,341)	12,828	(3,600,406)
TOTAL ACCUMULATED DEPRECIATION	(107,135,654)	(4,485,971)	59,242	(111,562,383)
Total capital assets being depreciated, net	133,166,206	13,598,874	(768)	146,764,312
CAPITAL ASSETS, NET	\$ 177,884,676	\$ 23,131,969	\$ (17,737,622)	\$ 183,279,023

East-side Canal Extension (Yuba Wheatland Canal Project)

It is important to note that the East-side Canal Extension (Yuba Wheatland Canal Project) was the result of a contractual arrangement between the Agency and Wheatland Water District (WWD). The original agreement was executed on January 27, 2004, and was subsequently amended on February 13, 2007, and again on May 25, 2010. The agreement and subsequent amendments contained cost allocation, ownership, and payment provisions. During the fiscal year ended June 30, 2014, the Agency capitalized \$16,613,796 in costs attributable to the project and began depreciation. These cumulative costs were previously included and reported as a component of Construction in Progress.

On September 5, 2014, the Agency and WWD entered into an agreement whereby WWD will reimburse the Agency \$1,394,080 for project costs related to improvements made within the WWD boundaries. The parties anticipate that this amount will be repaid over a thirty (30) year period with annual principal and interest payments due no later than each December 15th. WWD does have the option of reimbursing these costs over a shorter time period. Interest on the unpaid reimbursement balance will be at a rate equal to the average rate of return earned by the Agency on funds invested with the Treasurer of the County of Yuba. Under the agreement, WWD did agree to pay retroactive interest to December 31, 2010. As of June 30, 2014, the Agency did record accrued interest receivable totaling \$69,041. Upon full repayment by WWD, title to certain improvements will be transferred from the Agency to WWD. As of June 30, 2014, the undepreciated cost of these improvements totaled \$7,881,523.

YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014

NOTE 5 CAPITAL ASSETS (Continued)

During the fiscal year ended June 30, 2015, WWD repaid the Agency \$612,000, including interest and principal. As of June 30, 2015, the unreimbursed amount due to the Agency totaled \$860,378. Interest paid during the fiscal year ended June 30, 2015, amounted to \$77,033, with accrued interest totaling \$1,265 was due as of June 30, 2015. At June 30, 2015, the Agency is reporting the principal payments received of \$534,967 as a deposit liability in the accompanying financial statements.

NOTE 6 LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities for the fiscal year ended June 30, 2015:

	Balance July 1, 2014	Additions/ Adjustments	Deletions/ Adjustments	Balance June 30, 2015	Due within one year
Net pension liability	\$ -	\$ 4,025,990	\$ (1,083,752)	\$ 2,942,238	
Total Long-Term Liabilities	\$ -	\$ 4,025,990	\$ (1,083,752)	\$ 2,942,238	\$ -

NOTE 7 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

The accounts payable and accrued liabilities consist of the following:

	Fiscal year ended June 30,	
	2015	2014
Vendors	\$ 3,841,148	\$ 2,730,930
Other	119,860	212,196
TOTALS	\$ 3,961,008	\$ 2,943,126

NOTE 8 DEFERRED INFLOWS OF RESOURCES

During the fiscal year ended June 30, 2008, the Agency entered into a water transfer agreement whereby \$30,900,000 was paid up front for the transfer of 480,000 acre feet of water. The water transfer was scheduled to span over a period of eight (8) years with 60,000 acre feet of water being transferred annually. The revenue is being recognized as the water is actually transferred. The remaining balance of transfer proceeds is reported as deferred income until recognition of revenue occurs.

On December 5, 2014, Amendment No. 5 to the water transfer agreement was executed. This amendment extended the water transfer period through December 31, 2025. As a result of this amendment, the Agency received a \$20 million prepayment toward future water transfers. The revenue will be recognized in future years as the water is actually transferred. At June 30, 2015, the \$20 million is included in the deferred income total reported in the accompanying financial statements.

The Agency also records deferred income amounts for certain water sales and electric energy sales to PG&E.

YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014

NOTE 8 DEFERRED INFLOWS OF RESOURCES (Continued)

The following is a summary of deferred income balances:

	Fiscal year ended June 30,	
	2015	2014
Water transfer accord	\$ 27,725,000	\$ 11,837,500
Electric energy sales	2,450,376	557,579
TOTALS	\$ 30,175,376	\$ 12,395,079

NOTE 9 DEFINED BENEFIT PENSION PLAN

A. General Information About Pension Plan

Plan Description – All qualified permanent and probationary employees are eligible to participate in the Agency's cost-sharing multiple employer defined benefit pension plan (Plan) which is administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plan are established by State statute and local government resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions, and membership information that can be found on the CalPERS website.

Benefits Provided – CalPERS provides service retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law. The Public Employees' Pension Reform Act of 2013 (PEPRA) requires new benefits and member contributions as defined by PEPRA, that are hired after January 1, 2013.

The Plan's provisions and benefits in effect at June 30, 2015, are summarized as follows:

	Prior to January 1, 2013	On or After January 1, 2013
Hire date		
Benefit formula	2.0% @ 55	2% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50-55	52-67
Monthly benefits as a % of eligible compensation	2.0% to 2.5%	1.0% to 2.5%
Required employee contribution rates	7%	6.25%
Required employer contribution rates	12.988%	6.25%

YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014

NOTE 9 DEFINED BENEFIT PENSION PLAN (Continued)

A. General Information About Pension Plan (Continued)

Contributions – Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for the Plan is determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Agency is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. For the year ended June 30, 2015, the contributions recognized as part of pension expense for the Plan was as follows:

Contributions - employer	\$ 477,668
Contributions - employee (paid by employer)	191,336

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

As of June 30, 2015, the Agency reported a net pension liability of \$2,942,238 for its share of the net pension liability of the Plan. The Agency's net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2014, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2013, rolled forward to June 30, 2014, using standard update procedures. The Agency's proportion of the net pension liability was based on a projection of the Agency's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. The Agency's proportionate share of the net pension liability for the Plan as of June 30, 2013 and 2014, were as follows:

Proportion - June 30, 2013	0.12287%
Proportion - June 30, 2014	0.11905%
Change - Increase (Decrease)	-0.00382%

For the year ended June 30, 2015, the Agency recognized pension expense of \$356,791. At June 30, 2015, the Agency reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows	Deferred Inflows
Pension contributions subsequent to measurement date	\$ 548,810	
Adjustments due to differences in proportions	-	
Net differences between projected and actual earnings on plan investments		\$ 997,337
Totals	\$ 548,810	\$ 997,337

YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014

NOTE 9 DEFINED BENEFIT PENSION PLAN – Continued

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

\$548,810 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ending June 30,	Amount
2015	\$ (255,711)
2016	(255,711)
2017	(251,457)
2018	(234,458)
2019	-
Thereafter	-

Actuarial Assumptions – The total pension liabilities in the June 30, 2013, actuarial valuations were determined using the following actuarial assumptions:

Valuation date	June 30, 2013
Measurement date	June 30, 2014
	Entry-Age
Actuarial cost method	Normal Cost Method
Actuarial Assumptions:	
Discount rate	7.50%
Inflation	2.75%
Payroll growth	3.00%
Projected salary increase ⁽¹⁾	3.3% - 14.2%
Investment rate of return ⁽²⁾	7.50%
Mortality ⁽³⁾	CalPERS Table

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

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

⁽³⁾ 20 years of mortality improvement - Society of Actuaries Scale BB.

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2013, valuation were based on the results of a January 2014 actuarial experience study for the period 1997 to 2011. Further details of the Experience Study can found on the CalPERS website.

YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014

NOTE 9 DEFINED BENEFIT PENSION PLAN – Continued

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

Discount Rate – The discount rate used to measure the total pension liability was 7.50% for the Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.50% discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.50% will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

According to Paragraph 30 of GASB Statement No. 68, the long-term discount rate should be determined without reduction for pension plan administrative expense. The 7.50% investment return assumption used in this accounting valuation is net of administrative expenses. Administrative expenses are assumed to be 15 basis points. An investment return excluding administrative expenses would have been 7.65%. Using this lower discount rate has resulted in a slightly higher Total Pension Liability and Net Pension Liability. CalPERS checked the materiality threshold for the difference in calculation and did not find it to be a material difference. CalPERS is scheduled to review all actuarial assumptions as part of its regular Asset Liability Management (ALM) review cycle that is scheduled to be completed in February 2018. Any changes to the discount rate will require Board action and proper stakeholder outreach. For these reasons, CalPERS expects to continue using a discount rate net of administrative expenses for GASB Statement No. 68 calculations through at least the 2017-18 fiscal year. CalPERS will continue to check the materiality of the difference in calculation until such time as they have changed our methodology.

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

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations, as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and the long-term (11 - 60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014

NOTE 9 DEFINED BENEFIT PENSION PLAN – Continued

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

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

Asset Class	New Strategic Allocation	Real Return Years 1-10 ^(a)	Real Return Years 11+ ^(b)
Global equity	47.0%	5.25%	5.71%
Global fixed income	19.0%	0.99%	2.43%
Inflation sensitive	6.0%	0.45%	3.36%
Private equity	12.0%	6.83%	6.95%
Real estate	11.0%	4.50%	5.13%
Infrastructure and forestland	3.0%	4.50%	5.09%
Liquidity	2.0%	(0.55%)	(1.05%)
	<u>100.0%</u>		

^(a) An expected inflation of 2.5% used for this period.

^(b) An expected inflation of 3.0% used for this period.

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate – The following presents the Agency's proportionate share of the net pension liability for each Plan, calculated using the discount rate for each Plan, as well as what the Agency's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Discount rate	6.50%	7.50%	8.50%
Net pension liability	\$ 5,153,653	\$ 2,942,239	\$ 1,106,977

Pension Plan Fiduciary Net Position – Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

NOTE 10 DEFERRED COMPENSATION PLAN

In lieu of Social Security, the Agency also offers its employees a deferred compensation plan created in accordance with Internal Revenue Code (IRC) Section 457. The plan is administered by the ICMA Retirement Corporation. The plan, available to all regular employees at their option, permits participants to defer a portion of their salary until future years. The Agency contributes 7.65% of covered salaries for each employee who does not participate in the 401(a) plan below. For the fiscal year ended June 30, 2015, the Agency contributed \$205,168, and the employees contributed \$284,709. For the fiscal year ended June 30, 2014, the Agency contributed \$209,987, and the employees contributed \$282,449.

**YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014**

NOTE 10 DEFERRED COMPENSATION PLAN (Continued)

On December 17, 2002, the Agency established an IRC Section 401(a) account with the ICMA Retirement Corporation. The Agency selects optional benefits through state statute and agency resolutions. The Agency contributes 7.65% of covered salaries for each employee who does not participate in the 457 plan above. For the fiscal year ended June 30, 2015, the Agency contributed \$134,812, and the employees contributed \$111,666 to this plan. For the fiscal year ended June 30, 2014, the Agency contributed \$99,498, and the employees contributed \$98,014 to this plan.

NOTE 11 POST-EMPLOYMENT HEALTH CARE BENEFITS

In addition to the pension benefits, the Agency provides certain health care benefits for retired employees through CalPERS. Substantially all of the Agency's regular employees may become eligible for those benefits if they reach normal retirement age while working for the Agency. At June 30, 2015, thirteen (13) retired employees/survivor dependents met those eligibility requirements. At June 30, 2014, twelve (12) retired employees/survivor dependents met those eligibility requirements.

Basis of Accounting

Employees are not required to contribute to the plan. Employer contributions are recognized when due and when a formal commitment is made to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Plan Description

The Yuba County Water Agency's Retiree Healthcare Plan is part of an aggregation of single-employer plans administered by the California Public Employers' Retiree Benefit Trust (CERBT) Fund. The Agency provides medical benefits to eligible retirees. Benefit provisions are established and may be amended by Agency labor agreements, which are approved by the Agency's Board of Directors. On May 12, 2009, the Board approved a policy to pre-fund retiree health care benefits through contributions to the CERBT and authorized the agreement and election of the Agency to pre-fund other post-employment benefits through CalPERS.

Funding Policy

Future contribution requirements of plan members and the Agency will be established and amended as needed by the Agency Board. The required contribution will be based on projected pay-as-you-go financing requirements, with additional amounts to prefund benefits as determined annually by the Board. For fiscal years ended June 30, 2015 and 2014, the Agency contributed a total of \$272,000 and \$368,000, respectively.

YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014

NOTE 11 POST-EMPLOYMENT HEALTH CARE BENEFITS (Continued)

Annual OPEB Cost and Net OPEB Obligation

The Agency's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution of the employer (ARC)*, an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The Agency is implementing GASB Statement No. 45 prospectively. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period of ten years. The following table shows the components of the Agency's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the Agency's net OPEB obligation:

Annual required contribution	\$ 272,000
Contribution made	<u>(272,000)</u>
Net OPEB obligation for the fiscal year ended 6/30/15	<u>\$ -</u>

The ARC was determined as part of a June 30, 2013, actuarial valuation. The ARC rate was 13.75% of projected annual covered payroll. For the fiscal year ended June 30, 2015, the Agency's annual OPEB cost (expense) totaled \$597,000. The OPEB Cost consists of three (3) components: Annual Required Contribution, interest earned on the Net OPEB Obligation, and any adjustments in the Net OPEB Obligation. The Agency's Annual OPEB Cost, the percentage of Annual OPEB Cost contributed to the plan, and the Net OPEB Obligation as of June 30, 2015, were as follows:

Fiscal Year June 30	Annual OPEB Cost	Contribution	Adjustment Of Net OPEB Obligation	Net OPEB Obligation (Asset)
2013	\$ 763,000	\$ (376,000)	\$ (1,412,000)	\$ (1,025,000)
2014	810,000	(368,000)	(1,155,000)	(713,000)
2015	597,000	(272,000)	(683,000)	(358,000)

Funded Status and Funding Process

The funded status of the liability as per the most recent actuarial valuation of June 30, 2013, was as follows:

Actuarial accrued liability (AAL)	\$ 4,463,000
Actuarial value of plan assets contributed	<u>(4,461,000)</u>
Unfunded actuarial accrued liability (UAAL)	<u>\$ 2,000</u>
Funded ratio (actuarial value of plan assets/AAL)	<u>99.96%</u>
Projected covered payroll (active plan members)	<u>\$ 3,813,000</u>
UAAL as a percentage of covered payroll	<u>0.05%</u>

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 health care cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

**YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014**

NOTE 11 POST-EMPLOYMENT HEALTH CARE BENEFITS (Continued)

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 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 short-term volatility in 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 (EAN) cost method was used. The actuarial assumptions included a 6.50% investment rate of return (net of administrative expenses), actual health care cost premiums for the year, payroll increases of 3.25%, and an inflation assumption of 3%. The EAN cost method spreads plan costs for each participant from entry date to the expected retirement date. Under the EAN cost method the plan's normal cost is developed as a level percent of payroll over the participants' working lifetime. The actuarial value of plan assets was \$4,461,000. The plans unfunded actuarial accrued liability will be amortized using the flat dollar amount method over 10 years.

Schedule of Funding Progress

The schedule of funding progress presents trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. Trend data is data is presented in the Required Supplementary Information section of this report.

NOTE 12 POWER PURCHASE CONTRACT

All electric power generated by the Operations and Maintenance Fund is sold to the Pacific Gas and Electric Company (PG&E) under the terms of a contract dated May 13, 1966, and expires in 2016. For the power received, PG&E pays \$3,850,000 semi-annually for bond and interest and a variable amount for hydro operations. The Operation and Maintenance Fund received, from PG&E for operating expenses, a total of \$14,479,668 and \$14,646,917 for the fiscal years ended June 30, 2015 and 2014, respectively.

All electric power generated through the General Fund Hydro Fund is also sold to PG&E under the terms of two Standard Offer #4 Contracts dated May 7, 1984, and expiring in 2016 and 2019. For the power received, PG&E pays for the net energy output under the energy Payment Option 1 Forecasted Energy Prices of two megawatts for the Deadwood Power Plant, which was sold on October 21, 2014, and for the firm capacity of 130 kilowatts for the Mini-Hydro Power Plant. The General Fund Hydro Fund received payments totaling \$283,933 and \$185,111 for the fiscal years ended June 30, 2015 and 2014, respectively.

NOTE 13 ECONOMIC DEPENDENCY

The Agency received from PG&E power revenues totaling \$14,763,601 and \$14,832,028 for the fiscal years ended June 30, 2015 and 2014, respectively. These revenue amounts represent 60.63% and 59.47% of total operating revenues for the fiscal years ended June 30, 2015 and 2014, respectively.

**YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014**

NOTE 14 CONTINGENT ASSETS AND LIABILITIES

Western Water v. Yuba County Water Agency and Western Aggregates

The Agency is currently a defendant in the case *Western Water v. Yuba County Water Agency and Western Aggregates*. Western Water claims the Agency breached an agreement entered into between the parties in 1991. Generally, it is claimed that the Agency had an obligation to pay for water which was taken from an area commonly known as Yuba Goldfields. Trial in this matter began on January 23, 2012. Following the trial, the court ruled in favor of the Agency and denied all of the plaintiff's claims. As a result, the Agency was awarded over one million dollars in attorney fees. Following Judgment being entered in favor of the Agency, Western Water filed an appeal. That appeal is currently pending. Given the appeal, the awarded attorney fees have not been received or accrued as of June 30, 2015.

The Agency has filed a separate lawsuit against Western Water, asserting Western Water violated the Uniform Fraudulent Transfer Act. Western Water filed a Motion to Strike, which was denied. The ruling was appealed. Because of that, the action is stayed pending outcome of the appeal.

Cordua Irrigation District v. Yuba County Water Agency

On September 17, 2015, Cordua Irrigation District (CID) filed a lawsuit against the Agency, alleging that the Agency's actions in not agreeing to and facilitating a proposed water transfer of water to certain State Water Project (SWP) contractors breached a water-supply contract between CID and the Agency, constituted a tortious interference with a contract between CID and those SWP contractors and violated certain rights claimed by CID. CID seeks at least \$4,500,000 in damages from the Agency. The Agency denies that it breached its contract with CID, interfered with any other contract to which CID was a party or violated any of CID's rights. The Agency intends to vigorously defend CID's lawsuit. An adverse decision could result in the Agency being required to pay significant damages to CID. The potential future outcome of this lawsuit cannot be determined as of the date of these financial statements and no contingent loss provision has been recorded.

Litigation

The Agency is a party to claims and lawsuits arising in the ordinary course of business. The Agency's management and legal counsel are of the opinion that the ultimate liability, if any, arising from these claims will not have a material adverse impact on the financial position of the Agency.

Grant Contingencies

Amounts received or receivable from grantor agencies are subject to audit and adjustment. Any disallowed claims, including amounts already collected, may constitute a liability of the Agency. The amount(s), if any, of expenditures that may be disallowed by the grantor agencies cannot be determined at this time, although the Agency expects such amounts, if any, to be immaterial.

NOTE 15 RISK MANAGEMENT

The Agency is exposed to property and liability claims for which commercial insurance has been purchased. There have not been any significant reductions in insurance coverage compared to the prior year. Settlements have not exceeded the insurance coverage for the past three fiscal years.

**YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014**

NOTE 16 RELICENSING

The Agency has been working on the relicensing of its Power Projects as required by the Federal Energy Regulatory Commission (FERC). In connection with the relicensing, the Agency has incurred expenses, entered into service contracts, and established cash reserves to pay for anticipated costs. Costs incurred for the relicensing are being capitalized, in accordance with GASB Statement No. 51, and will be amortized over the life of the new license once it has been issued by FERC. Total costs capitalized as of June 30, 2015 and 2014, amounted to \$26,914,495 and \$24,162,989, respectively. Total funds designated for the relicensing process, at June 30, 2015 and 2014, amounted to \$1,132,789 and \$1,358,579, respectively. The Agency did submit the final license application to FERC on April 28, 2014. The relicensing process will take several years to complete. The current FERC license expires on April 30, 2016. While the total cost of the relicensing cannot be determined, the Agency anticipates it will have sufficient resources to complete the relicensing process.

NOTE 17 CONDUIT DEBT

On July 22, 2008, the Agency entered into a Joint Exercise of Powers Agreement with the County of Yuba, California, for the creation of the Yuba Levee Financing Authority. The primary purpose of the agreement is to provide for financial assistance to facilitate improvements to the levee system in the County. On September 3, 2008, bonds totaling \$78,370,000 were issued. This issue consisted of the Series A Revenue Bonds totaling \$64,175,000, and Series B Taxable Revenue Bonds totaling \$14,195,000.

As part of this financing, the Agency did enter into an installment sale agreement whereby the Agency is required to fund 50% of the debt service payments. The Agency originally anticipated that levee fees collected would provide the necessary revenues to cover debt service. With the housing market crash there has been little real estate development in the Plumas Lake area. Beginning in 2015-16, it appears very unlikely that there will be enough fees collected to make the annual \$4 million in debt service payments and the Yuba Levee Financing Authority and the County of Yuba have requested that the Agency pay the debt service payments required to the extent not funded by fee revenue.

On October 30, 2014, the Agency entered into a debt service funding agreement, relating to the Yuba Levee Financing Authority Bonds, with the Yuba Levee Finance Authority (Authority) and the County of Yuba (County). The significant terms of the agreement are as follows:

1. To the extent fee revenues are insufficient to pay debt service payments, the Agency agrees to pay all debt service payments required to be paid by the County for the period August 15, 2015 through February 15, 2020. The Agency also agreed to pay all remaining required debt service payments during this time period.
2. Under the agreement, debt service payments made by the Agency will be reimbursed to the Agency over time from fee revenue collected over the course of the development and buildout of the Plumas Lake Specific Plan Area and other areas protected by the Project levees.
3. The terms of the agreement call for the Agency to be paid interest on funds provided for debt service payments.

**YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014**

NOTE 17 CONDUIT DEBT (Continued)

4. No later than July 1, 2019, and every five years thereafter until full payment of the debt service obligation, the parties to the agreement will meet to (a) evaluate the status of development and buildout of the Plumas Lake Specific Plan area and other areas protected by the Project levees, the amount of fee revenue collections by the County from 2014 through early 2020, the forecast for fee revenue and other County revenue and funds available for future debt service payments, and the Agency's financial situation, and (b) discuss and negotiate in good faith regarding the potential extension of the Agency temporary debt service payment obligation under this specific agreement. If the parties agree to an extension, the extension will be memorialized by an amendment to this agreement, which will require the approval of the governing board of each party to the termination of this agreement.
5. The Agency's obligation to pay debt service payments expires on February 16, 2020, unless extended under the terms noted above.

The Bond documents and the Official Statement related to this financing state that the obligation of the Agency to make installment payments does not constitute a debt of the Agency. As a result, none of the financial activity associated with this financing is reported in the accompanying financial statements of the Agency at this time. The County of Yuba is currently administering this debt obligation, and activity relating to the Yuba Levee Financing Authority is included in the annual financial report for the County.

NOTE 18 GRANT AND PROJECT FUNDING PROVIDED TO THE COUNTY OF YUBA

Each year, the Agency provides significant grant and project funding to the County of Yuba. The following is a summary of funds provided for the fiscal years ended June 30, 2015 and 2014:

	2015	2014
Grants:		
Fish & Game	\$ 4,500	\$ 4,500
Yuba County Fire Safe Program	18,000	18,000
Yuba County OES	75,000	75,000
Watershed Protection Plan	2,785	52,193
Total Grant Funding	100,285	149,693
Projects:		
Yuba County Public Works Department	180,988	205,000
Yuba County Flood Operations	27,579	38,492
Yuba County Public Works Construction	179,255	375,000
Marysville Road Improvement Project		1,200,000
Total Project Funding	387,822	1,818,492
Total Grant and Project Funding Provided	\$ 488,107	\$ 1,968,185

**YUBA COUNTY WATER AGENCY
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2015 and 2014**

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NOTE 19 SUBSEQUENT EVENT

The Agency's current power purchase agreement with PG&E expires on April 30, 2016. On September 22, 2015, the Agency Board of Directors approve approved two (2) power purchase agreements with Shell Energy of North America for sales of Colgate and Narrows 2 electric energy and related products. These agreements will take the place of the PG&E agreement upon expiration.

REQUIRED SUPPLEMENTARY INFORMATION

Schedule I

YUBA COUNTY WATER AGENCY
Schedule of Proportionate Share of the Net Pension Liability
As of June 30, 2015
Last 10 Years*

Proportion of the collective net pension liability	0.04728%
Proportionate share of the net pension liability	\$ 2,942,238
Covered-employee payroll	\$ 3,763,577
Proportionate share of the net pension liability as a percentage of covered-employee payroll	78.18%
Plan's fiduciary net position	\$ 8,647,935
Plan's fiduciary net position as a percentage of the total pension liability	82.75%
Valuation date	06/30/2013

Notes to Schedule:

Benefit Changes. The above amounts do not include any liability impact that may have resulted from plan changes which occurred after June 30, 2013, as they have a minimal cost impact.

Changes in assumptions. None

* Fiscal year 2015 is the first year of implementation, therefore only one year is shown.

Schedule II

YUBA COUNTY WATER AGENCY
Schedule of Pension Contributions
As of June 30, 2015
Last 10 Years*

Contractually required contributions (actuarially determined)	\$ 476,718
Contributions in relation to the actuarially determined contributions	<u>(550,718)</u>
Contribution deficiency (excess)	<u>\$ (74,000)</u>
Covered-employee payroll	\$ 3,763,577
Contributions as a percentage of covered-employee payroll	14.63%

* Fiscal year 2015 is the first year of implementation, therefore only one year is shown.

Schedule III

**YUBA COUNTY WATER AGENCY
Schedule of Funding Progress for
Other Post-Employment Benefits (OPEB)**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Projected Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a) / (c))
1/1/2009	\$ -	\$ 2,722,000	\$ 2,722,000	-	\$ 2,605,000	104.49%
1/1/2011	2,268,000	3,766,000	1,498,000	60.22%	3,324,000	45.07%
6/30/2011	3,422,000	4,048,000	626,000	84.54%	3,544,000	17.66%
6/30/2013	4,461,000	4,463,000	2,000	99.96%	3,813,000	0.05%

Note:

1. The above schedule is updated at the time each actuarial valuation is performed.

SUPPLEMENTARY INFORMATION

YUBA COUNTY WATER AGENCY
COMBINING SCHEDULE OF NET POSITION BY UNIT
JUNE 30, 2015
WITH COMPARATIVE TOTALS AS OF JUNE 30, 2014

ASSETS	General Fund	Operation and Maintenance Fund	General Fund Hydro Fund	Hydroelectric Utility Fund	General Fund Power Systems Fund	Health RA Fund	Totals	
							2015	2014
CURRENT ASSETS:								
Cash and cash equivalents	\$ 50,883,303	\$ 3,608,364	\$ 1,425,255		\$ 221,883	\$ 20,000	\$ 56,158,805	\$ 39,193,760
Receivables:								
Accounts receivable	559,144		12,179				571,323	241,053
Taxes and interest receivable	89,060		2,393				91,453	150,865
Due from other units	5,050,546	252,407	41,557				5,344,510	1,176,876
Due from other governments	931,887						931,887	983,238
Prepaid expenses and other current assets	130,340	518,248					648,588	930,483
TOTAL CURRENT ASSETS	57,644,280	4,379,019	1,481,384	\$ -	221,883	20,000	63,746,566	42,676,275
CAPITAL ASSETS, at cost:								
Non-depreciable capital assets:								
Land and water rights	1,449			2,927,826			2,929,275	2,929,275
Canal acquisitions	4,605,454						4,605,454	4,605,454
Construction-in-progress	27,022,350			3,370,409	3,992,073		34,384,832	28,979,982
Depreciable capital assets, net:								
Utility plant and equipment			396,117	236,955,839	33,272		237,385,228	235,357,830
Non-utility property	23,523,166						23,523,166	22,968,865
Less: accumulated depreciation	(4,537,068)		(379,114)	(109,671,614)	(11,090)		(114,598,886)	(111,562,383)
CAPITAL ASSETS, NET	50,615,351	-	17,003	133,582,460	4,014,255	-	188,229,069	183,279,023
OTHER ASSETS:								
Loans receivable from other governmental entities	5,419,995						5,419,995	5,406,857
TOTAL OTHER ASSETS	5,419,995	-	-	-	-	-	5,419,995	5,406,857
TOTAL ASSETS	113,679,626	4,379,019	1,498,387	133,582,460	4,236,138	20,000	257,395,630	231,362,155
DEFERRED OUTFLOWS OF RESOURCES:								
CalPERS pension contributions	175,506	313,507	6,831		52,966		548,810	
TOTAL DEFERRED OUTFLOWS OF RESOURCES	175,506	313,507	6,831	-	52,966	-	548,810	-
CURRENT LIABILITIES:								
Accounts payable and accrued liabilities	1,461,991	1,423,371	36		1,075,610		3,961,008	2,943,126
Wages payable		170,141					170,141	124,915
Accrued compensated absences	376,124	322,496			35,938		734,558	675,723
Due to other units	182,830	12,635	15,236		5,113,809	20,000	5,344,510	1,176,876
Due to other governments	348,362						348,362	
Deposit - Wheatland Water District	534,967						534,967	
TOTAL CURRENT LIABILITIES	2,904,274	1,928,643	15,272	-	6,225,357	20,000	11,093,546	4,920,640
LONG-TERM LIABILITIES:								
Net pension liability - CalPERS	998,882	1,640,892	39,132		263,332		2,942,238	
TOTAL LONG-TERM LIABILITIES	998,882	1,640,892	39,132	-	263,332	-	2,942,238	-
TOTAL LIABILITIES	3,903,155	3,569,535	54,404	-	6,488,689	20,000	14,035,784	4,920,640
DEFERRED INFLOWS OF RESOURCES:								
Deferred income	27,725,000	2,450,376					30,175,376	12,395,079
CalPERS pension expense	338,439	556,323	13,258		89,317		997,337	
TOTAL DEFERRED INFLOWS OF RESOURCES	28,063,439	3,006,699	13,258	-	89,317	-	31,172,713	12,395,079
NET POSITION:								
Net investment in capital assets	50,615,351		17,003	133,582,460	4,014,255		188,229,069	183,279,023
Unrestricted	31,273,186	(1,883,708)	1,420,553		(6,303,157)		24,506,874	30,767,413
TOTAL NET POSITION	\$ 81,888,537	\$ (1,883,708)	\$ 1,437,556	\$ 133,582,460	\$ (2,288,902)	\$ -	\$ 212,735,943	\$ 214,046,436

YUBA COUNTY WATER AGENCY
COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION BY UNIT
FOR THE FISCAL YEAR ENDED JUNE 30, 2015
WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	General Fund	Operation and Maintenance Fund	General Fund Hydro Fund	Hydroelectric Utility Fund	General Fund Power Systems Fund	Health RA Fund	Totals	
							2015	2014
OPERATING REVENUES:								
Sale of electrical energy		\$ 14,479,668	\$ 283,933				\$ 14,763,601	\$ 14,832,028
Water sales	\$ 9,588,078						9,588,078	10,107,474
TOTAL OPERATING REVENUES	9,588,078	14,479,668	283,933	\$ -	\$ -	\$ -	24,351,679	24,939,502
OPERATING EXPENSES:								
Hydropower generation		2,658,305	55,457				2,713,762	3,047,163
Administration and general	509,107	4,526,985	79,903		1,468,946		6,584,941	5,799,624
Maintenance		3,584,228	40,974				3,625,202	2,255,456
Depreciation and amortization	960,154		39,892	3,864,163	11,090		4,875,299	4,485,971
TOTAL OPERATING EXPENSES	1,469,261	10,769,518	216,226	3,864,163	1,480,036		17,799,204	15,588,214
NET INCOME/(LOSS) FROM OPERATIONS	8,118,817	3,710,150	67,707	(3,864,163)	(1,480,036)	-	6,552,475	9,351,288
NON-OPERATING REVENUES (EXPENSES):								
Gain (loss) on disposition of assets			(269,501)				(269,501)	12,408
Property taxes	430,326						430,326	400,668
Interest income	449,561		8,332		104		457,997	750,992
Rental income	24,000						24,000	24,000
Grants and reimbursements	1,113,077						1,113,077	1,405,413
Miscellaneous income (expense)	8,763						8,763	5,000
Recreation and camping fees	262,649						262,649	280,409
General administration	(3,795,033)						(3,795,033)	(3,790,874)
Recreation and irrigation	(1,428,697)						(1,428,697)	(1,534,037)
Special projects expense	(1,314,028)						(1,314,028)	(3,205,110)
TOTAL NON-OPERATING REVENUES (EXPENSES)	(4,249,382)	-	(261,169)	-	104	-	(4,510,447)	(5,651,131)
INCOME (LOSS) BEFORE TRANSFERS AND CAPITAL CONTRIBUTION	3,869,435	3,710,150	(193,462)	(3,864,163)	(1,479,932)	-	2,042,028	3,700,157
TRANSFERS:								
Transfers in	247,665						247,665	175,000
Transfers out		(247,665)					(247,665)	(175,000)
Transfer of fixed assets		(3,348,066)		3,348,066				
TOTAL OPERATING TRANSFERS	247,665	(3,595,731)	-	3,348,066	-	-	-	-
CAPITAL CONTRIBUTION:								
Capital contribution - stream gauges	230,265						230,265	-
TOTAL CAPITAL CONTRIBUTION	230,265	-	-	-	-	-	230,265	-
CHANGE IN NET POSITION	4,347,365	114,419	(193,462)	(516,097)	(1,479,932)	-	2,272,293	3,700,157
NET POSITION, July 1	78,757,517	-	1,678,670	134,098,557	(488,308)	-	214,046,436	210,346,279
Effect of change in accounting principle	(1,216,345)	(1,998,127)	(47,652)		(320,662)		(3,582,786)	-
NET POSITION, July 1 - As Restated	77,541,172	(1,998,127)	1,631,018	134,098,557	(808,970)	-	210,463,650	210,346,279
NET POSITION, June 30	\$ 81,888,537	\$ (1,883,708)	\$ 1,437,556	\$ 133,582,460	\$ (2,288,902)	\$ -	\$ 212,735,943	\$ 214,046,436

OTHER INDEPENDENT AUDITORS' REPORTS

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

Chairman of the Board, General Manager,
and Members of the Board of Directors
Yuba County Water Agency
Marysville, California

We have audited, 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, the financial statements of the Yuba County Water Agency (the Agency) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Agency's basic financial statements, and have issued our report thereon dated December 22, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Agency's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Agency's internal control. Accordingly, we do not express an opinion on the effectiveness of the Agency's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Agency's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Agency's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Agency's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Davis Hammon & Co.

December 22, 2015

The County of Yuba

Community Development & Services Agency

Kevin Mallen, Director

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Marysville, California 95901

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(059-0216) Consi... - 1 of 4

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FINANCE AND ADMINISTRATION
749-5430 • Fax 749-5434

February 23, 2016

TO: YUBA COUNTY LAND USE & PUBLIC WORKS COMMITTEE
FROM: MICHAEL LEE, DIRECTOR OF PUBLIC WORKS 
SUBJ: ADOPT RESOLUTION APPROVING CLOSURE OF McGANNEY LANE AT SR 20

RECOMMENDATION:

Consider adopting the attached resolution authorizing the closure of McGanney Lane at State Route 20 (North side).

BACKGROUND:

McGanney Lane is a single lane, weathered pavement and chip seal road that cuts between State Route 20 and Smartsville Road, approximately $\frac{3}{4}$ mile west of the SR 20/Smartsville Road intersection. It is classified as a local road.

The road is of a narrow width, in poor condition, and does not promote safe through traffic. Caltrans has indicated that the McGanney Lane connection to SR 20 does not meet current standards and they do not object to eliminating direct access to SR 20 at this location. Eliminating this access will force all traffic to use the SR 20/Smartsville Road intersection which has turn lanes and is located on a straight section of the highway allowing for greater sight distance.

There are only a few homes along this portion of McGanney Lane and the closure is supported by its residents.

DISCUSSION:

Streets and Highways Code Section 942.5 allows the Board of Supervisor to close a County highway for protection of the public. Access to through traffic on McGanney Lane is not needed and it is preferred that motorists use Smartsville Road to access SR 20 due to safety concerns. Public Works is proposing to install barriers across McGanney Lane at SR 20. Warning signage of the impending closure will be installed prior to taking action to provide adequate notice to motorists. The barriers will be in place until Caltrans realigns SR 20 in this area, at which time permanent removal of the connection will occur. The anticipated schedule for the SR 20 widening/realignment at this location is 2019. McGanney Lane will continue to operate as a cul-de-sac, entered from Smartsville Road.

FISCAL IMPACT:

Minimal cost to the Road Fund to install the barriers and warning signage.

**BEFORE THE BOARD OF SUPERVISORS
OF THE COUNTY OF YUBA**

**APPROVE THE CLOSURE)
OF MCGANNEY LANE)
AT STATE ROUTE 20)**

RESOLUTION NO. _____

WHEREAS, McGanney Lane between SR 20 and Smartsville Road is a County-maintained road; and

WHEREAS, McGanney Lane is a single-lane, weathered pavement and chip seal road, not safe for high speed through traffic; and

WHEREAS, the McGanney Lane intersection with SR 20 does not meet current design standards; and

WHEREAS, the intersection of Smartsville Road with SR 20 provides for a safer intersection due to the presence of a turn lane/wide shoulder and greater sight distance; and

WHEREAS, McGanney Lane is not needed for through vehicular traffic; and

WHEREAS, it is in the public interest to close the direct access to McGanney Lane from SR 20 by installing barriers to SR 20; and

WHEREAS, Streets and Highways Code Section 942.5 provides that the Board of Supervisors may restrict the use of, or close, any county highway for the protection of the public;

WHEREAS, Yuba County will be solely responsible for procuring, installing, and maintaining such barriers until such time as Caltrans completes its SR 20 widening project at which time the connection will be obliterated and permanently removed; and

WHEREAS, this entire segment of McGanney Lane will still be accessible from Smartsville Road.

NOW THEREFORE BE IT RESOLVED as follows:

1. That the foregoing recitals are true and correct.

2. The Board of Supervisors authorizes installation of barriers on McGanney Lane at SR 20.

PASSED AND ADOPTED this _____ day of _____ 2016, by the
Board of Supervisors of the County of Yuba, by the following vote:

AYES:

NOES:

ABSENT:

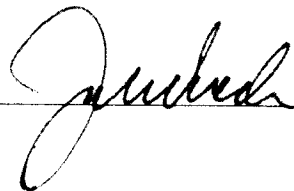
ABSTAIN:

Chair

ATTEST:

Donna Stottlemeyer, Clerk of the Board

APPROVED AS TO FORM:
ANGIL MORRIS-JONES
COUNTY COUNSEL



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