

*County of Napa, California*

*Comprehensive Annual Financial Report*

*For the Fiscal Year Ended*  
*June 30, 2019*



*TRACY A. SCHULZE*  
*Auditor-Controller*



A Tradition of Stewardship  
A Commitment to Service

## **BOARD OF SUPERVISORS VISION**

“The legendary wine destination of Napa Valley will be recognized as a thriving and sustainable community within an agricultural treasure.”

## **MISSION**

“The County of Napa is dedicated to preserving agriculture and the environment and to providing leadership and services to advance the health, safety and economic well-being of current and future generations.”

## **VALUES**

“We work together in pursuit of excellence”

Integrity

Accountability

Respect

Dedication

Innovation

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In this Comprehensive Annual Financial Report we have included photographs of sculptures showcased in both Napa and Yountville Art Walks. Sculptures located from page 1 to page 84 are featured in the Napa Art Walk and sculptures located from page 85 to page 199 are featured in the Yountville Art Walk.

*County of Napa, California*

*Comprehensive Annual Financial Report*

*For the Fiscal Year Ended  
June 30, 2019*



*TRACY A. SCHULZE*  
*Auditor-Controller*



! by Jann Nunn

# COUNTY OF NAPA

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For the Year Ended June 30, 2019

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Celestial by Eino



## Introductory Section



Reconstruite By Danette Landry



A Tradition of Stewardship  
A Commitment to Service

**Tracy A. Schulze**  
Auditor-Controller

**Minh C Tran**  
County Executive Officer

December 17, 2019

To the Honorable Board of Supervisors and Citizens of the County of Napa:

California law requires that all general-purpose local governments publish, within six months of the close of each fiscal year, a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited by a firm of licensed certified public accountants in accordance with auditing standards generally accepted in the United States of America. Pursuant to that requirement, we hereby issue the Comprehensive Annual Financial Report of the County of Napa (County) for the fiscal year ended June 30, 2019.

This report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of the information contained in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the County's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. As management, we assert that, to the best of our knowledge and belief, the information contained herein is complete and reliable in all material respects.

The County's financial statements have been audited by Brown Armstrong, a firm of Certified Public Accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements for the fiscal year ended June 30, 2019 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and the significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor, based on the audit, has issued an unmodified ("clean") opinion on the County's financial statements for the year ended June 30, 2019. The independent auditor's report is located at the front of the financial section of this report.

The independent audit of the financial statements of the County is part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance involving the administration of federal awards. These reports are available in the County's separately issued Single Audit Report and are also available on the Auditor-Controller's webpage at [www.countyofnapa.org](http://www.countyofnapa.org).

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A), which immediately follows the independent auditor's report. The MD&A complements this letter of transmittal and should be read in conjunction with it.

## ***Profile of the Government***

The first California State Constitution, adopted in 1849, the year before California became a state, directed the Legislature to provide for a system of county government and for the election of a County Board of Supervisors. On February 18, 1850, the County was created as one of California's original twenty-seven counties.

County government functions as a local government body to serve the needs of its residents. As geographical and political subdivisions of the state, counties serve a dual role, providing municipal services in the unincorporated areas and acting as administrative agents for state and federal government programs and services.

The County is a general law county divided into five supervisorial districts on the basis of population. The five members of the County Board of Supervisors (the Board) are elected to four-year terms in staggered years. Also elected are the Auditor-Controller, Assessor-Recorder-County Clerk, District Attorney, Sheriff-Coroner and Treasurer-Tax Collector. A County Executive Officer, appointed by the Board, manages the day-to-day business affairs of the County.

The County provides a wide range of services, including public protection, environmental management, health and mental health services, senior citizen assistance, multiple public assistance programs, the construction and maintenance of roads and infrastructure, library services, airport services, fire protection and a variety of other general governmental services. Every resident of the County, directly or indirectly, benefits from these services. Most services performed by the County are provided for all residents, regardless of whether those residents live in the cities/town or the unincorporated areas within the county.

In accordance with the provisions of California Government Code Sections 29000 through 29144 and Section 30200, commonly known as the County Budget Act, the Board of Supervisors is required to adopt a final budget no later than October 2 of each year. This annual budget serves as the foundation for the County's financial planning and control. The budget is prepared by fund, function (e.g., public protection), and division (e.g., Sheriff). With certain limitations, department heads may transfer resources within a division as appropriate. However, transfers between divisions need approval from the Board of Supervisors.

## ***Local Economy***

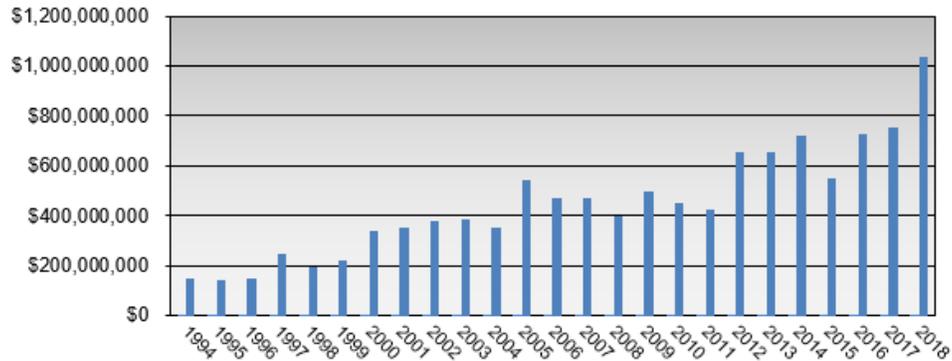
In the heart of the wine country, the County of Napa includes one of California's most beautiful valleys. The temperate year round climate provides ideal weather for the growth of world-class wine grapes. The valley's unique microclimates also allow residents and visitors the opportunity to take full advantage of numerous recreational pursuits available in the immediate area. Golfing, fishing, cycling, hiking, boating and horseback riding are readily available. Of course, Napa Valley is also synonymous with world-class restaurants, destination resorts, and some of the world's most famous wineries.

The population of 140,779 resides primarily in the five municipalities: the cities of American Canyon, Calistoga, Napa, and St. Helena, and the Town of Yountville. The vast majority of land within the County is unincorporated and devoted to vineyards, farms, ranches and forest land, providing the area with high levels of open space. The County's economy has always had a strong agricultural base and has a substantial presence in the wine industry. The Stonebridge Economic Impact Report of 2016 reported that Napa County's wine and vineyard sector directly, and indirectly through services and products, provides approximately 44,000 jobs in the County and generates nearly \$4.5 billion in taxes across federal, state, and local levels.

According to the Napa County Agricultural Commissioner's Annual Crop Report for 2018, the total value of wine grape production was a record setting \$1.0 billion. Wine grapes represent 99.6% of the value of all agricultural production in the County, a slight increase from the prior year. Total tonnage increased 29.6% compared to the prior year's yield. The average price per ton reached another record of \$5,627 per ton compared to the statewide average value of \$855 per ton. The average price per ton for 2018 represented an increase of 6.7% over 2017. Each year the value of wine grapes produced is exponentially magnified in the local economy through the production and marketing of wine, local wine industry employment, wine

related tourism and associated economic activity. The following graph demonstrates the trend of winegrape values from 1994 through 2018.

**Change in Winegrape Values  
25 Year History**



Major industries located within the County's boundaries, or in close proximity, include grape growers and wine producers and manufacturers of wine industry related products. The State of California has a significant economic presence in the County due to a major mental health facility that provides employment to 2,420 healthcare professionals and staff. Public instruction in the County is provided by two elementary school districts and three unified school districts. Higher education is available in the County via Napa Valley College and Pacific Union College. The transportation network includes publicly operated systems as well as private enterprise systems within the County and the cities. A privately-owned airporter service operates from Napa and Vallejo to San Francisco International Airport and Oakland International Airport. There is also a County-owned and operated airport that serves general aviation.

Napa County's unemployment rate has been consistently well below the State average, although it generally follows the State trend. According to California Employment Development Department data, during the past ten years the unemployment rate in Napa County gradually decreased from 9.3% (June 2010) to 2.8% as of June 2019.

**Long-term Financial Planning**

Napa County has a history of prudent fiscal and debt management. Over the past five years, the County's General Fund Unrestricted Fund Balance, including commitments and assignments, has remained fiscally stable at an average of \$50.4 million, or approximately 34% of historical General Fund expenditures. This year, the unrestricted fund balance decreased to \$40.9 million due primarily to the replenishment of the General Reserve. By Board policy, the General Fund maintains a General Reserve, which can only be appropriated for legally declared emergencies during any fiscal year, or at the time of budget adoption. Recently, the General Reserve was utilized to help mitigate the impacts of the 2014 Napa Earthquake, the 2017 Winter Storm Floods and the 2017 Napa Fire Complex. During fiscal year 2018-19 the County was able to restore the General Reserve to \$29.3 million or 100% of Board policy.

In fiscal year 2018-19, General Fund debt service, including transfers to the debt service fund, represented 2.51% of General Fund expenditures, slightly lower than fiscal year 2017-18. Over the last five fiscal years, General Fund debt service has remained relatively constant ranging between 2.51% and 2.62% of General Fund expenditures. The County has a historical practice of not issuing new General Fund supported debt until existing debt is paid in full. The County utilizes an interdisciplinary Debt Advisory Committee and periodic debt capacity analyses to project future capital needs and funding. In conjunction with the County's most recent significant debt offering, the 2014 Certificates of Participation, the County's credit rating was revised from AA to AA+ by Standard and Poor's. In addition, the general obligation credit rating for Napa County was revised from AA+ to AAA.

In May 2019, the Board accepted an update on the General Fund five-year strategic financial plan through fiscal year 2023-24. The plan recognized future fiscal challenges including:

- continuing and growing demand for services and a growing backlog of unmet needs in some areas, particularly infrastructure and capital needs;
- changes being made by California Public Employees Retirement System (CalPERS), the County's retirement plan administrator, which will significantly increase costs in the coming five years;
- limited growth in discretionary, semi-discretionary and certain other revenues;
- the possibility of a recession during the periods projected;
- increased costs of doing business, including potentially inflationary pressure;
- increased costs related to the County's Re-Entry Correctional Facility scheduled to open in fiscal year 2019-20; and
- increased construction and operating costs related to the County's proposed 304 rated-bed jail facility scheduled to open in fiscal year 2020-21.

The plan identified numerous one-time and on-going unmet needs that will need to be addressed during the period, should additional revenues be realized.

The County plans to continue to use the tools provided for in the Fiscal Contingency Plan (a plan approved by the Board in fiscal year 2008-09 designed to minimize the impacts of future economic downturns) to carefully calibrate budget actions to address any future General Fund structural imbalance, while avoiding unnecessarily disruptive expenditure reductions.

#### Capital Needs

In December 2017, the Board adopted a Five-Year Capital Improvement Plan covering fiscal years 2017-18 through 2021-22. The plan compiles a list of projects requiring an additional \$312.0 million of funding.

Major components of the plan are as follows:

- Napa County Corrections Campus consisting of the County's Re-Entry Correctional Facility, \$15.8 million, and Replacement Jail Facility, \$128.0 million.
- Napa County Airport runway and taxiway rehabilitation projects, \$22.2 million.
- Napa Hall of Justice 2014 earthquake damage repairs, \$6.5 million.
- Napa County South Campus and Administrative Building repairs, \$6.1 million
- Napa County Historic Courthouse 2014 earthquake damage repairs, \$15.8 million.
- Napa County Flood Protection and Watershed Improvement Projects, \$16.2 million.
- Road Network Projects, \$98.7 million.

#### Roads Funding

Major sources of revenues identified to offset Road Network projects mentioned above include the following:

- In April 2017, Governor Brown signed into law Senate Bill 1 which is designed to increase gas and diesel fuel tax and vehicle registration fees on certain California vehicles. The funds raised through this program has been restricted to roads and roads related activities. The County began receiving initial funding during fiscal year 2017-18 of approximately \$1 million and during fiscal year 2018-19 received just over \$3 million.
- Beginning July 1, 2018, Measure T went into effect. Measure T directs revenues from a half-cent sales tax to fund countywide road improvements (see Measure T in Major Initiatives) for 25 years. During fiscal year 2018-19, the County received approximately \$7.8 million.

### Employee Pension and Other Post Employment Benefit (OPEB) Costs

Another factor, determined by actuarial estimations, is the County's long-term financial plan for providing retirement benefits to its employees. The County has a contract with CalPERS to provide retirement benefits (pension) for qualifying County employees. CalPERS is the largest pension system in the country, providing benefits to 2.0 million public employees and retirees and holding total assets of approximately \$370 billion in its pension portfolio as of June 30, 2019. The annual cost of retirement benefits is the result of a number of factors including the actuarial cost of future benefits, the value of current plan assets, and projected investment earnings. The County's fiscal year 2018-19 actual share of pension contributions was \$25.5 million, which makes up approximately 5.3% of the overall County adopted budget (excluding special district budgeted expenditures). The General Fund portion of this cost is approximately \$15.7 million, which represents approximately 14.1% of total General Fund salaries and benefits and 10.2% of General Fund expenditures. In addition to the County's contribution, non-safety (miscellaneous) employees contribute approximately 27.8% of the overall cost of retirement benefits, while safety employees currently contribute approximately 35.3% of the overall cost of retirement benefits. The County began prepaying its pension obligation for miscellaneous members in fiscal year 2010-11 and will continue this practice in the foreseeable future to take advantage of an approximate \$575,000 annual discount.

During fiscal year 2018-19, the Board of Supervisors authorized the establishment of a Pension Rate Stabilization Program in the form of an Internal Revenue Code (IRC) 115 Trust. The Trust is an irrevocable trust, which can only be used to fund future pension costs. The trust is administered by Public Agency Retirement Services (PARS), and is protected from creditors of the County. As of June 30, 2019, the General Fund Restricted Fund Balance for future pension contributions was \$8.0 million.

In addition to pension, the County also provides OPEB benefits principally involving health care, but may also include life insurance and disability. In fiscal year 2006-07, the Board of Supervisors made the decision to fund the County's OPEB unfunded liability to ensure financial stability as retirements occur. Currently, the County is funding this liability over a 20-year closed period. As of the date of the plan's last actuarial valuation, June 30, 2017, the County's Actuarial Accrued Liability was \$93.7 million with Actuarial Value of Plan Assets of \$61.1 million representing a 65.2% funded percentage while leaving an Unfunded Actuarial Accrued Liability of \$32.6 million. The updated fair market value of plan assets as of June 30, 2019 is \$73.5 million. Funding for this purpose began in fiscal year 2007-08 and is included annually in the County budgets.

### **Relevant Financial Policies**

Health and Human Services Agency (Agency) - The Agency ended fiscal year 2018-19 with a fund balance of \$35.0 million. Of this, \$13.0 million is legally restricted to specific Agency programs and \$1.0 million is set aside to repay potential future audit disallowances. The remaining \$21.0 million is set aside for cash flow and the general purpose of the fund, of which, \$11.3 million is designated for fiscal uncertainty per Board policy.

Strategic Financial Plan - The current Strategic Financial Plan adopted in May 2019 lays out various principles and policies (including a Resource Allocation Strategy and Fiscal Contingency Strategy) designed to ensure the County's fiscal sustainability over the five-year period ending in fiscal year 2023-2024.

Budget Policies - Budget policies are adopted annually by the Board of Supervisors. These policies include pursuit of operational efficiencies and new revenues, maintain a sustainable net county cost for General Fund departments, direction on staffing decisions, and others. Through the Fiscal Contingency Plan and these policies, the Board of Supervisors has established the following reserve and contingency guidelines:

- Maintain the balance of General Reserve equivalent to 10% of General Fund and Health & Human Services Agency appropriations, excluding the appropriation for Contingency, any General Fund transfer to the Accumulated Capital Outlay division of the Capital Improvement Fund, and the General Fund Contribution to the Health & Human Services Agency. As stated earlier, General Reserves can only be appropriated for two purposes: to provide funding during legally declared emergencies or through Board approval during the annual budget adoption process.

- Maintain a designation for fiscal uncertainty in both the General Fund and the Health and Human Services Agency, equivalent to 10% of appropriations for each, with the same exclusions as for the General Reserve. These funds would be used, if necessary, in times of fiscal distress. As this is a Board policy, not a third party or legal restriction, the designation does not meet the Governmental Accounting Standards Board (GASB) Statement No. 54 requirement for an assignment. Therefore, the General Fund's Fiscal Uncertainty Reserve is reported as available fund balance.
- Place a minimum of 3% of General Fund appropriations into an appropriation for contingencies. The contingency would be utilized to cover the impact of unanticipated cost increases or revenue decreases during the fiscal year.
- Once the General Reserve and designation for fiscal uncertainty equal 20% of defined budgeted expenditures, long-term liabilities will be evaluated for funding strategy and then all remaining unappropriated discretionary resources shall be transferred to the Accumulated Capital Outlay division of the Capital Improvement Fund to address future County capital improvement needs.

### **Major Initiatives**

On December 7, 2010, the Board of Supervisors authorized the allocation of \$500,000 of the County's Affordable Housing Fund to initiate a pilot Worker Proximity Housing Assistance program. The program was launched in Spring 2011. The Board has subsequently allocated an additional \$4,233,801 for this program, bringing the total to \$4,733,801. The program provides housing assistance loans of up to 10% of the purchase price of a home in Napa County for eligible homebuyers in the program. In order to be eligible, prospective homeowners must work in Napa County, earn 120% of median income or less and purchase a home within 20 road miles of their place of employment. Since the program began through June 30, 2019, 136 loans have been issued and 32 loans fully repaid. Loan repayments have resulted in principal returns of \$1,034,018 and \$381,712 of appreciation earned.

In July 2010, the Board of Supervisors established the Napa Valley Tourism Improvement District (NVTID). The purpose of the NVTID is to promote tourism throughout Napa County, and its activities are funded by a 2% assessment on gross short-term (less than 30 days) room rentals on lodging businesses. The NVTID approves a Management District Plan and the levy of assessments. In fiscal year 2018-19, the assessment brought in approximately \$9.0 million in total revenue for marketing throughout the valley. Of the total assessment, approximately \$2.3 million was targeted for distinct marketing for each municipality while \$6.7 million was used to market the County as a whole.

In November 2012, the voters of Napa County approved Measure T which authorized a half-cent sales tax to fund maintenance, reconstruction and rehabilitation of public streets, roads and infrastructure within the public right of way. The 25-year tax began on July 1, 2018, and initial year proceeds totaled \$19.7 million countywide (all jurisdictions), with \$7.8 million allocated to the County of Napa.

In January 2019, the Board adopted a 3-year Napa County Strategic Plan identifying priorities to guide the Board of Supervisors in their decision making process. The plan was developed collaboratively over 18 months of open meetings with over 4,000 community members engaged in the process. Five pillars for success were outlined, each with its own set of goals. The five pillars are:

- Collaborative and Engaged Community;
- Healthy, Safe, and Welcoming Place to Live, Work and Visit;
- Livable Economy for All;
- Vibrant and Sustainable Environment; and
- Effective and Open Government.

### **Awards and Acknowledgements**

Napa County's Auditor-Controller's Office received its 19th "Award for Achieving Excellence in Financial Reporting" from the California State Controller's Office. This award is given to California counties that meet the criteria and timeliness for State financial transactions reporting.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Napa County for its comprehensive annual financial report for the fiscal year ended June 30, 2018. This was the 14th consecutive year that the County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The County's Human Resources benefits team received the Kaiser Permanente's Wellness Ambassador Award in Spring of 2019. The program recognizes those who have distinguished themselves in workforce health. This award is intended to acknowledge exemplary efforts that support and enhance employee wellbeing from the over 1400 agencies with CalPERS accounts who engage in various forms of worksite wellness. A limited number of agencies were nominated based on meeting significant selection criteria and then reviewed by an internal panel of workforce health experts before being selected for the Wellness Ambassador award.

In May of 2019, Napa County and all its jurisdictions were awarded the Local Campaign Champion Award, recognizing the efforts to increase Transient Occupancy Tax by 1% specifically to address affordable housing needs within the County.

The County received the "Outstanding Environmental Project Award" from the Napa County Resource Conservation District, Environmental Science Associates and riverside landowners. The Award recognized the first three phases of the Oakville to Oak Knoll Project focused on restoring and enhancing long-term Napa River and flood plain functions, improving the quality and resilience of riparian habitat, and reducing property damage and sediment impacts associated with flooding and erosion.

The preparation of this report would not have been possible without the efficient and dedicated service of the entire staff of the Auditor-Controller and County Executive Offices. We wish to express our appreciation to all of those who assisted and contributed to the preparation of this report. Credit must also be given to the Board of Supervisors for their unfailing support for maintaining the highest standards of professionalism in the management of Napa County's finances.

Respectfully submitted,



Tracy A. Schulze  
Auditor-Controller



Minh C. Tran  
County Executive Officer



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

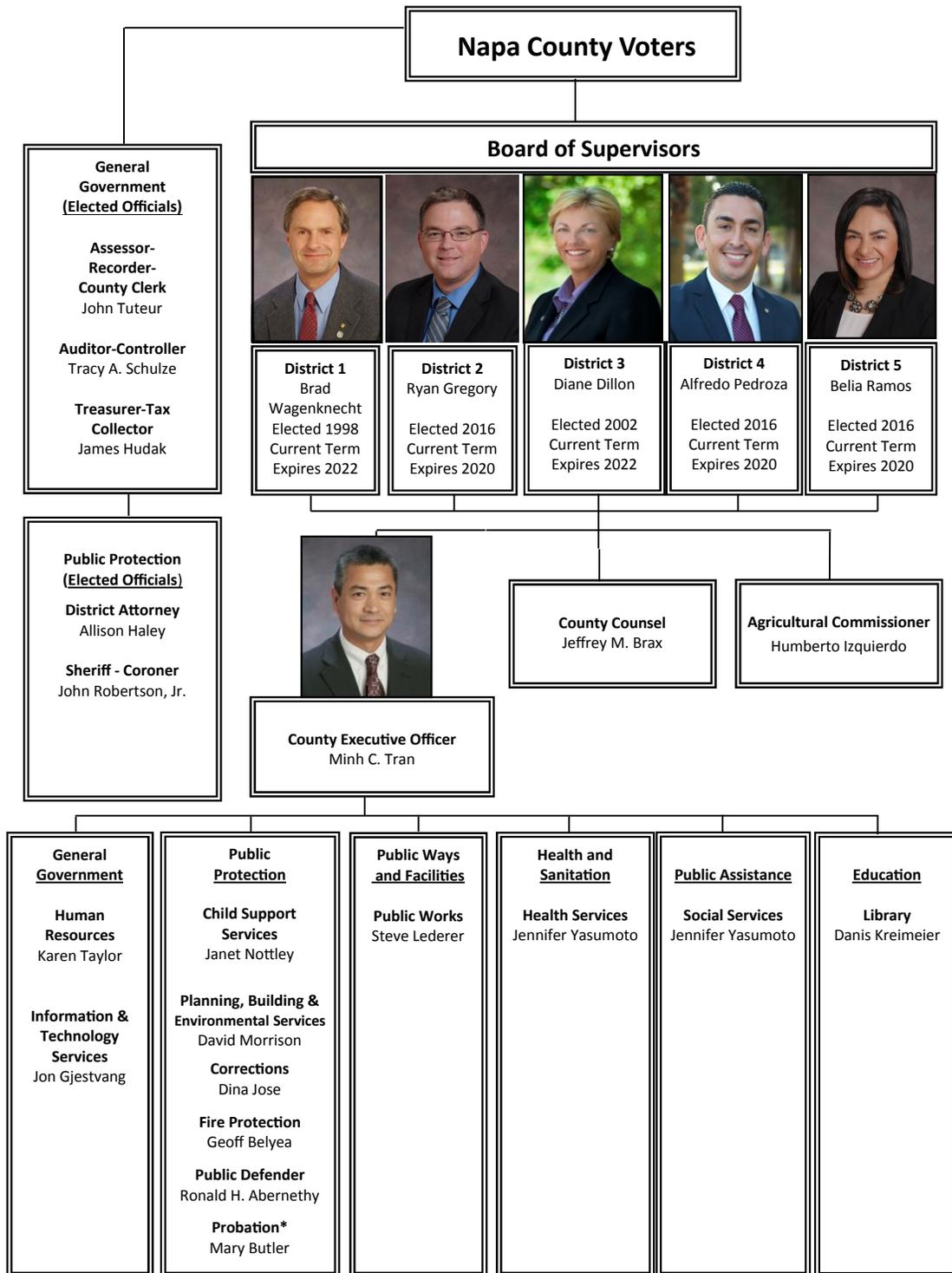
**County of Napa  
California**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2018**

*Christopher P. Morrill*

Executive Director/CEO



\* Appointed by the Napa County Superior Court

## COUNTY OF NAPA

### **ELECTED OFFICIALS**

---

**June 30, 2019**

Supervisor, District 1	Brad Wagenknecht
Supervisor, District 2	Ryan Gregory
Supervisor, District 3	Diane Dillon
Supervisor, District 4	Alfredo Pedroza
Supervisor, District 5	Belia Ramos
Assessor-Recorder-County Clerk	John Tuteur
Auditor-Controller	Tracy A. Schulze
District Attorney	Allison Haley
Sheriff-Coroner	John Robertson, Jr.
Treasurer-Tax Collector	James Hudak

### **APPOINTED OFFICIALS**

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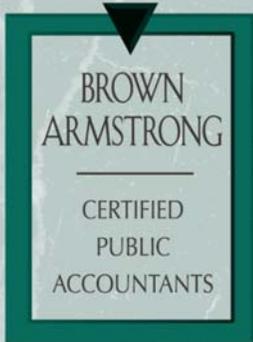
Agricultural Commissioner	Humberto Izquierdo
Child Support Services Director	Janet Nottley
Clerk of the Board	Jose Luis Valdez
Chief Probation Officer	Mary Butler
Corrections Director	Dina Jose
County Counsel	Jeffrey M. Brax
County Executive Officer	Minh C. Tran
Fire Protection	Geoff Belyea
Health & Human Services Director	Jennifer Yasumoto
Human Resources Director	Karen Taylor
Information Technology Services Director	Jon Gjestvang
Library Director	Danis Kreimeier
Planning, Building & Environmental Services Director	David Morrison
Public Defender	Ronald H. Abernethy
Public Works Director	Steve Lederer



Financial Section



Leaf Spiral by Ken McCall



# BROWN ARMSTRONG

*Certified Public Accountants*

## INDEPENDENT AUDITOR'S REPORT

To the Board of Supervisors and Grand Jury  
County of Napa  
Napa, California

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of Napa, California, (the County) as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County'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 County'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.

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## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of June 30, 2019, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the Schedule of Changes in Net Pension Liability and Related Ratios, Schedule of the County's Proportionate Share of Net Pension Liability, Schedule of the County's Pension Contributions, Schedule of Changes in the Net Other Post Employment Benefits (OPEB) Liability and Related Ratios, Schedule of the County's OPEB Contributions, and Budgetary Comparison Schedules for major governmental funds, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board (GASB), who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

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

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

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

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 17, 2019, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

BROWN ARMSTRONG  
ACCOUNTANCY CORPORATION

A handwritten signature in blue ink that reads "Brown Armstrong Accountancy Corporation". The signature is written in a cursive, flowing style.

Bakersfield, California  
December 17, 2019



Take Heart by Patricia Vader



## Management's Discussion and Analysis



Constellations II by Chris Rench

## Management's Discussion and Analysis

This section of the County of Napa's (County) annual financial report presents our discussion and analysis of the County's financial performance during the year ended June 30, 2019. Please read it in conjunction with the County's basic financial statements following this section.

### OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components: 1) Government-wide financial statements; 2) Fund financial statements; and 3) Notes to the basic financial statements. Required Supplementary Information is included in addition to the basic financial statements.

Government-wide Financial Statements are designed to provide readers with a broad overview of County finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all County assets, deferred outflows, liabilities, and deferred inflows of resources, with the difference between them reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

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

Both of these government-wide financial statements distinguish functions of the County principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions intended to recover all or a portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public protection, public ways and facilities, health and sanitation, public assistance, education, and recreation and cultural services. The business-type activities of the County include Napa County Airport, Lake Berryessa Resort Improvement District, Napa Berryessa Resort Improvement District, 5<sup>th</sup> Street Parking Garage, Napa County Housing Authority, Napa County Animal Shelter, and Calistoga Fairgrounds.

The government-wide financial statements include not only the County itself (known as the primary government), but also Napa County Children and Families Commission, which is the County's only discretely presented component unit. Blended component units are included in the County's basic financial statements and consist of legally separate entities for which the County is financially accountable and that have substantially the same board as the County or provide services entirely to the County. An example of the County's blended component unit is the Napa County Flood Protection and Watershed Improvement Authority (Flood Authority).

**The government-wide financial statements can be found on pages 27-29 of this report.**

Fund Financial Statements are groupings of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate finance-related legal compliance. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

*Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements focus on *near-term inflows* and *outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a county's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County currently maintains 30 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances for General Fund, Health and Human Services Agency Fund, Flood Authority Fund, Capital Improvement Fund and the Roads Fund. Data from the other governmental funds are combined into a single, aggregated presentation. Fund data for these nonmajor governmental funds is provided in the form of *combining statements* in the supplementary information section of this report.

**The governmental funds financial statements can be found on pages 33-36 of this report.**

*Proprietary funds* are maintained two ways. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Information is presented separately for the Napa County Airport, Lake Berryessa Resort Improvement District, and Napa Berryessa Resort Improvement District. Data from the other enterprise funds are combined into a single, aggregate presentation. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its Fleet Management, Information Technology Services, Property Management, Employee-Retiree Benefits, and Liability Insurance. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

The County's five internal service funds are combined into a single, aggregated presentation in the proprietary funds financial statements. Individual fund data for both the nonmajor enterprise and the internal service funds is provided in the supplementary information section of this report.

**The proprietary funds financial statements can be found on pages 37-40 of this report.**

*Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

**The fiduciary funds financial statements can be found on pages 41-42 of this report.**

Notes to the Basic Financial Statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

**The notes can be found on pages 43-83 of this report.**

Required Supplementary Information is presented concerning actuarial information related to the County's retirement and retiree healthcare plans as well as certain budgetary information. Budgetary comparison schedules have been provided for all major governmental funds to demonstrate compliance with the County's adopted annual appropriated budget for each fund.

The required supplementary information can be found on pages 87-98 of this report.

Combining and individual fund statements and schedules referred to earlier provide information for nonmajor governmental, enterprise, internal service and fiduciary funds and are presented immediately following the required supplementary information.

The required combining and individual fund statements and schedules can be found on pages 103-173 of this report.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

Table 1 - County's Net Position  
(in thousands)

	Governmental Activities		Business-type Activities		Total		Dollar Change	Percent Change
	2019	2018	2019	2018	2019	2018		
Current and other assets	\$ 403,123	\$ 436,575	\$ 11,925	\$ 9,210	\$ 415,048	\$ 445,785	\$ (30,737)	(6.9)%
Capital assets	200,285	192,393	55,231	51,862	255,516	244,255	11,261	4.6 %
Total assets	603,408	628,968	67,156	61,072	670,564	690,040	(19,476)	(2.8)%
Deferred outflows of resources	60,724	73,481	397	489	61,121	73,970	(12,849)	(17.4)%
Current and other liabilities	42,894	131,845	3,947	1,578	46,841	133,423	(86,582)	(64.9)%
Long-term liabilities	305,502	312,773	12,304	12,473	317,806	325,246	(7,440)	(2.3)%
Total liabilities	348,396	444,618	16,251	14,051	364,647	458,669	(94,022)	(20.5)%
Deferred inflows of resources	10,639	10,759	62	66	10,701	10,825	(124)	(1.1)%
Net Position								
Net investment in capital assets	173,030	160,871	42,232	38,560	215,262	199,431	15,831	7.9 %
Restricted net position	165,465	131,622	1,849	386	167,314	132,008	35,306	26.7 %
Unrestricted net position	(33,397)	(45,421)	7,159	8,498	(26,238)	(36,923)	10,685	28.9 %
Total net position	\$ 305,098	\$ 247,072	\$ 51,240	\$ 47,444	\$ 356,338	\$ 294,516	\$ 61,822	21.0 %

The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources by \$356.3 million. Major components of net position are as follows:

\$215.3 million represents the County's investment in capital assets, less accumulated depreciation and related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

The breakdown of the County's net investment in capital assets is as follows:

Investment in Capital Assets	550,808,922
Less:	
Depreciation	(295,292,319)
Related Debt (net of unspent proceeds)	(40,254,842)
Net Investment in Capital Assets	<u>215,261,761</u>

\$167.3 million represents the County's restricted net position, which are resources that are subject to external restrictions on how they may be used. Significant portions include the following:

\$36.3 million represents primarily Federal and State allocations restricted for providing health and human services.

\$30.4 million represents fees and grants restricted for the construction of affordable housing within the County.

\$10.5 million represents State allocations dedicated for public protection services.

\$11.8 million represents non-operating special revenue fund balances restricted to future flood protection measures within unincorporated areas of the county, SB-1 funding from the State to fix roads, freeways, bridges, and local Ordinance Measure T sales tax revenues for maintenance, reconstruction, and/or rehabilitation of streets, roads, and transportation infrastructure.

\$13.5 million represents property taxes, grants and fees dedicated to providing library services at the four library branches within the County library system.

\$9.7 million represents property taxes dedicated to fire protection services.

\$14.1 million represents aid from other governments and general fund contributions for road maintenance/repair projects.

\$(26.2) million represents a deficit in the County's unrestricted net position which, when positive, may be used to meet the County's ongoing obligations to citizens and creditors. The majority of the negative unrestricted net position is the result of the County's estimated unfunded pension and other postemployment benefit obligations.

The County's net position has increased by \$61.8 million, or 21.0% during the current fiscal year due to:

\$15.8 million, or 7.9%, increase in net position from the net investment in capital assets represents capital acquisitions and deletions, less current year depreciation, and the addition and/or retirement of related long-term debt. The major capital asset additions were as follows:

Devlin Road Segment E	\$ 1,283,205
Napa County Jail	3,377,669
Napa County Airport Runway	4,768,004
Napa County Re-Entry Correctional Facility	3,514,755
Fire Protection - Freightliners	792,142
Fire Protection - International Type II Pumpers	<u>934,378</u>
Major additions in Capital Assets	<u>\$ 14,670,153</u>

\$35.3 million, or 26.7%, increase in restricted net position represents the change in resources that are subject to external restriction on their use. A significant portion of this increase was due to the following:

\$8.0 million to establish a Pension Rate Stabilization Program in the form of an Internal Revenue Code (IRC) 115 Trust to pre-fund its CalPERS future obligation.

\$5.4 million of new reimbursements from FEMA and CalOES subject to audit for disaster-related events.

\$3.4 million added to General Fund's general reserve, fully funding the reserve per Board policy.

\$7.4 million of State and Federal funding for Health and Human Services Agency programs.

\$3.1 million in Property tax revenues for Library operations.

\$10.7 million, or 28.9%, increase in unrestricted net position represents revenues exceeding expenses during the year.

**Table 2 - County's Change in Net Position  
(in thousands)**

	Governmental Activities		Business-type Activities		Total		Dollar Change	Percent Change
	2019	2018	2019	2018	2019	2018		
<b>Revenues:</b>								
Program revenues:								
Fees, fines and charges for services	\$ 61,894	\$ 63,534	\$ 5,850	\$ 5,569	\$ 67,744	\$ 69,103	\$ (1,359)	(2.0)%
Operating grants and contributions	151,302	140,479	187	525	151,489	141,004	10,485	7.4 %
Capital grants and contributions	3,188	3,316	5,627	3,974	8,815	7,290	1,525	20.9 %
General revenues:								
Property taxes	134,161	129,635	433	413	134,594	130,048	4,546	3.5 %
Sales and use taxes	12,209	29,965	-	-	12,209	29,965	(17,756)	(59.3)%
Other taxes	15,751	14,561	-	-	15,751	14,561	1,190	8.2 %
Unrestricted interest and investment earnings	8,182	2,305	275	54	8,457	2,359	6,098	258.5 %
Gain on sale of assets	224	5,303	-	-	224	5,303	(5,079)	(95.8)%
Miscellaneous	8,718	12,989	277	38	8,995	13,027	(4,032)	(31.0)%
<b>Total revenues</b>	<b>395,629</b>	<b>402,087</b>	<b>12,649</b>	<b>10,573</b>	<b>408,278</b>	<b>412,660</b>	<b>(4,382)</b>	<b>(1.1)%</b>
<b>Expenses:</b>								
General government	48,006	53,764	-	-	48,006	53,764	(5,758)	(10.7)%
Public protection	139,880	138,257	-	-	139,880	138,257	1,623	1.2 %
Public ways and facilities	29,925	120,910	-	-	29,925	120,910	(90,985)	(75.3)%
Health and sanitation	60,199	65,997	-	-	60,199	65,997	(5,798)	(8.8)%
Public assistance	46,774	46,772	-	-	46,774	46,772	2	- %
Education	8,604	8,367	-	-	8,604	8,367	237	2.8 %
Recreation and cultural services	2,137	2,380	-	-	2,137	2,380	(243)	(10.2)%
Interest on long-term debt	576	918	-	-	576	918	(342)	(37.3)%
Debt administration and issuance costs	2	10	-	-	2	10	(8)	(80.0)%
Napa County Airport	-	-	3,326	2,930	3,326	2,930	396	13.5 %
Lake Berryessa Resort Improvement District	-	-	1,248	1,641	1,248	1,641	(393)	(23.9)%
Napa Berryessa Resort Improvement District	-	-	1,717	1,775	1,717	1,775	(58)	(3.3)%
5th Street Parking Garage	-	-	454	470	454	470	(16)	(3.4)%
Napa County Housing Authority	-	-	1,724	1,472	1,724	1,472	252	17.1 %
Napa County Animal Shelter	-	-	1,427	1,551	1,427	1,551	(124)	(8.0)%
Calistoga Fairgrounds	-	-	456	-	456	-	456	- %
<b>Total expenses</b>	<b>336,103</b>	<b>437,375</b>	<b>10,352</b>	<b>9,839</b>	<b>346,455</b>	<b>447,214</b>	<b>(100,759)</b>	<b>(22.5)%</b>
Excess (deficiency) before transfers	59,526	(35,288)	2,297	734	61,823	(34,554)	96,377	
Transfers	(1,500)	(844)	1,500	844	-	-	-	- %
<b>Change in net position</b>	<b>58,026</b>	<b>(36,132)</b>	<b>3,797</b>	<b>1,578</b>	<b>61,823</b>	<b>(34,554)</b>	<b>96,377</b>	<b>(278.9)%</b>
Net position - Beginning	247,072	312,606	47,443	45,866	294,515	358,472	(63,957)	(17.8)%
Cumulative effect of change in accounting principle	\$ -	\$ (29,402)	\$ -	\$ -	\$ -	\$ (29,402)	\$ 29,402	100.0 %
Net position - Beginning, as restated	\$ 247,072	\$ 283,204	\$ 47,443	\$ 45,866	\$ 294,515	\$ 329,070	\$ (34,555)	(10.5)%
<b>Net position - Ending</b>	<b>\$ 305,098</b>	<b>\$ 247,072</b>	<b>\$ 51,240</b>	<b>\$ 47,444</b>	<b>\$ 356,338</b>	<b>\$ 294,516</b>	<b>\$ 61,822</b>	<b>21.0 %</b>

**Governmental Activities.** Governmental activities increased the County's net position by \$58.0 million, thereby accounting for 93.8% of the total growth in the net position of the County. Governmental activities revenues exceeded expenses, before transfers, by \$59.5 million.

Total revenues for the County's Governmental activities had an overall decrease from the prior year of \$6.5 million, or 1.6%, to \$395.6 million. Significant variances in governmental activity revenues are as follows:

Operating grants and contributions increased \$10.8 million, or 7.7%, over the prior year. This increase is mainly due to SB-1 funding from the State to fix roads, freeways, and bridges; local Ordinance Measure T sales tax revenues for maintenance, reconstruction and/or rehabilitation of streets, roads, and transportation infrastructure; and State and Federal funding for the Health and Human Services Agency's public assistance programs.

Capital grants and contributions decreased by \$0.1 million, or 3.9%, from the prior year. A majority of this decrease is due to timing of the receipt of available funds.

Sales and use taxes decreased \$17.8 million, or 59.3%, from the prior year. This decrease is due to the sunset of the Flood Authority's 20-year sales tax measure in June 2018.

Unrestricted interest and investment earnings increased by \$5.9 million, or 255.0% over the prior year. This increase was attributed to changes made to the County's investment strategy and the use of investment allocation models to provide the framework to reach the County's overall portfolio objectives.

Gain on sale of assets decreased by \$5.1 million, or 95.8%, from the prior year. This decrease was mainly due to the sale of County property in the prior year.

Total expenses for the County's Governmental activities had an decrease from the prior year of \$101.3 million, or 23.2%, to \$336.1 million. Significant variances in governmental activity expenses are as follows:

General government expenses decreased by \$5.8 million, or 10.7%, from the prior year. This decrease was primarily due to costs associated with the various construction projects to maintain or renovate existing County buildings in the prior year.

Health and Sanitation expenses decreased by \$5.8 million, or 8.8%, from the prior year primarily due to decreased costs in the Health Care Enhancement program and associated client provider services.

Public Ways and Facilities expenses decreased by \$91.0 million, or 75.3%, from the prior year primarily due from the final distribution of remaining balances to the Flood Authority's jurisdictions at the sunset of the 20-year sales tax measure, June 30, 2018. The Community Facility District-Milliken-Sarco-Tulocay (MST) Phase II project was also completed in the prior year.

**Business-type activities.** Business-type activities increased the County's net position by \$3.8 million. Business-type activities operating expenses were less than operating revenues by \$2.3 million.

Total revenues for the County's Business-type activities had an overall increase of \$2.1 million, or 19.6%. Key elements of the increase in revenues for Business-type activities are as follows:

Capital grants and contributions increased by \$1.7 million. This increase was primarily due to State and Federal grants toward the airport runway rehabilitation projects.

Unrestricted interest and investment earnings increased by \$0.2 million. This increase was attributed to changes made to the County's investment strategy and the use of investment allocation models to provide the framework to reach the County's overall portfolio objectives.

Miscellaneous revenue increased by \$0.2 million. This increase was primarily due to donations received for farmworker center repairs and capital contributions from General Fund to operate the Calistoga Fairgrounds.

Total expenses for the County's Business-type activities had an overall increase of \$0.5 million. Key elements of the increase in expenses for Business-type activities are as follows:

Calistoga Fairgrounds is a new fund for fiscal year 2018-19. The County became responsible for operations in December 2018 and incurred \$0.5 million in expenses during the year.

Other business-type fluctuations are due to the timing of maintenance projects completed over the last two years.

## FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

The County uses *fund accounting* to ensure compliance with finance-related legal requirements.

**Governmental funds.** The general government functions are contained in the General, Special Revenue, Debt Service, and Capital Project Funds. Included in these funds are the non-proprietary special districts governed by the Board of Supervisors. The focus of the County's *governmental funds* is to provide information on near-term inflow and outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, total fund balance less the nonspendable portion is a useful measure of a government's resources available for spending at the end of the fiscal year.

The County's governmental funds reported combined fund balances of \$337.3 million, an increase of \$54.2 million in comparison with last year. Approximately 98.0%, or \$330.4 million, of the total fund balance is spendable and available to meet the County's current and future needs. With approval of the Board of Supervisors, a portion of fund balance can be earmarked to a particular function, project or activity, within both the current and future fiscal years. With the exception of the nonspendable portion, fund balances are available for appropriation at any time. The components of total fund balance are as follows:

*Nonspendable fund balance*, \$6.9 million, represents amounts that are not in spendable form, or are legally or contractually required to remain intact. Included in the nonspendable portion of fund balance are cash advances from the General Fund to other funds of \$6.1 million, an endowment of \$26,879, prepaid items totaling \$142,349, and construction retainage held in escrow of \$650,760.

*Restricted fund balance*, \$192.5 million, represents amounts with constraints imposed on their use by external creditors, grantors, contributors, laws, regulations or enabling legislation. The amount restricted by external creditors is \$1.9 million for payments on long term debt. The amount restricted due to State law for the General Reserve is \$29.3 million. The amount restricted due to enabling legislation includes \$33.2 million in General Fund Non-Operating Special Revenue Funds, \$34.0 million in Health and Human Services Agency Fund and \$30.4 million in the Affordable Housing Fund.

*Committed fund balance*, \$19.6 million, consists of amounts for specific purposes determined by the Board of Supervisor. Major commitments include, a reserve for potential Health and Human Services Agency audit exceptions of \$1.0 million, Building Special Revenue Fund of \$5.3 million, and total encumbrances of \$14.6 million, of which \$7.9 million pertain to ongoing capital improvement projects.

*Assigned fund balance*, \$90.8 million, represents amounts set aside by the Board of Supervisors including capital improvement funds of \$80.7 million for a new County jail facility, \$6.6 million for fiscal year 2019-20 appropriations and \$3.5 million covering various other programs including In-Home Supportive Services and Agricultural Commission programs.

Unassigned fund balance, \$27.4 million, represents the residual classification for the County's General Fund of \$27.6 million, reduced by governmental funds where expenditures exceed other available fund balance, including \$(182,374) for the In-Home Support Services Public Authority.

**Table 3 - Changes in Fund Balances - Governmental Funds**  
(in thousands)

	Major Funds				Nonmajor Funds			Total
	General Fund	Health and Human Services Agency	Flood Protection & Watershed Improvement Authority	Capital Improvement Fund	Roads	Special Revenue Funds	Debt Service Fund	
Revenues	\$ 251,177	\$ 78,836	\$ 433	\$ 5,141	\$ 7,243	\$ 46,736	\$ 75	\$ 389,641
Expenditures	154,284	103,130	-	17,662	16,150	41,596	4,485	337,307
Other financing sources (uses), net	(82,082)	31,735	-	32,310	15,344	177	4,413	1,897
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	14,811	7,441	433	19,789	6,437	5,317	3	54,231
Fund balances - Beginning	110,808	27,580	(433)	75,699	7,918	59,960	1,499	283,031
Fund balances - Ending	\$ 125,619	\$ 35,021	\$ -	\$ 95,488	\$ 14,355	\$ 65,277	\$ 1,502	\$ 337,262

**General Fund:** The General Fund is the chief operating fund of the County. The total fund balance of the General Fund was \$125.6 million. The General Fund's total fund balance increased \$14.8 million, or 13.4%, compared to the prior year. A majority of the increase is the result of the State reimbursement for the 2017 Napa Fire Complex event, SB-1 funding to repair roads, freeways, and bridges, and local Ordinance Measure T sales tax revenues for maintenance, reconstruction and/or rehabilitation of streets, roads, and transportation infrastructure.

As a measure of the General Fund's liquidity, it may be useful to compare spendable fund balance to total fund expenditures. Spendable fund balance represents 77.4% of the total fund expenditures. Of the General Fund's spendable fund balance, \$78.5 million, or 65.8%, is restricted; \$3.7 million, or 3.1%, is committed; \$9.6 million, or 8.0%, is assigned, and \$27.6 million, or 23.1%, is unassigned.

**Health and Human Services Agency:** The total fund balance of the Health and Human Services Agency was \$35.0 million, of which \$34.0 million is restricted. Total fund balance increased \$7.4 million, or 27.0%, over the prior year. A significant portion of this change was due to increased revenues from General Fund contributions and decreased expenditures in the Health Care Enhancement Program and overall salary savings due to vacancies.

**Napa County Flood Protection and Watershed Improvement Authority:** The Flood Authority is used to account for all revenues and expenditures relating to Measure A, a 1998 voter approved half-cent sales tax for countywide flood projects to be completed over approximately 20 years. At June 30, 2018, the sales tax sunset and the fund balance was accrued to be distributed to the participating jurisdictions for future approved flood projects. All remaining balances were distributed as of September 30, 2019.

**Capital Improvement Fund:** The Capital Improvement Fund is used to account for major capital improvement projects and proactively build up reserves for future capital needs. The total fund balance was \$95.5 million, of which \$80.7 million is assigned for a new jail facility. Total fund balance increased by \$19.8 million, or 26.1%, from the prior year primarily due to transfers from the General Fund, in accordance with Board policy, outpacing construction expenditures.

**Roads Fund:** The Roads Fund is used to protect, preserve, enhance and improve the existing County road network. This fund pays for the construction and maintenance of the roads in the unincorporated area. The total fund balance was \$14.4 million, all of which is restricted. Total fund balance of the Roads Fund increased by \$6.4 million, or 81.3%, due to the State SB-1 funding to repair roads, freeways, and bridges, and local Ordinance Measure T sales tax revenues for maintenance, reconstruction and/or rehabilitation of streets, roads, and transportation infrastructure. In addition, the County received federal funding for the emergency repair expenditures related to the 2017 winter storm events.

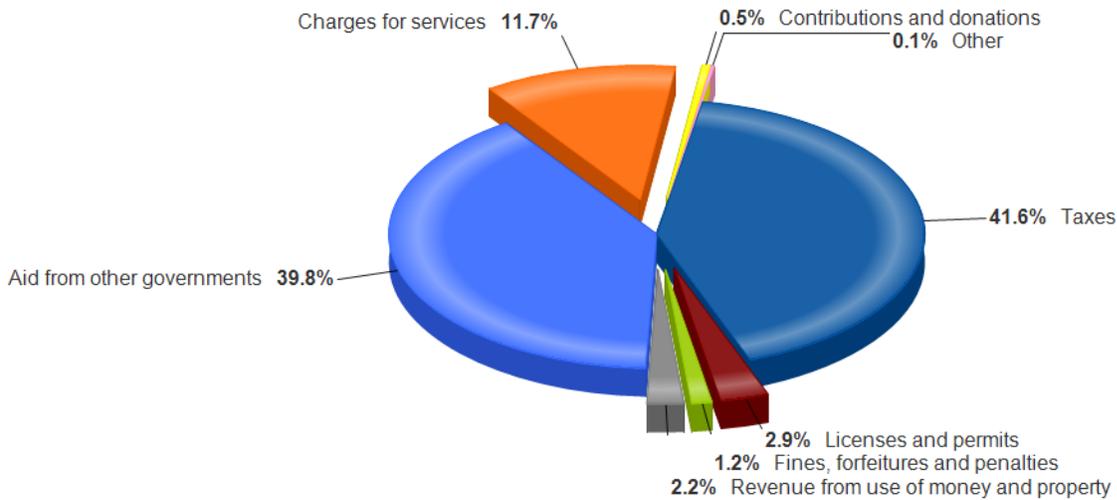
**Other Governmental Funds:** The total fund balances of the remaining governmental funds increased \$5.3 million, or 8.7%, to \$66.8 million. This is primarily due to increased assessed valuations and returns of excess Educational Revenue Augmentation Fund (ERAF) revenues, decreased fire service expenses, and decreased Library construction expenses in this fiscal year as compared to the prior year.

Table 4 provides a comparison of revenues by source for governmental funds for the current and prior years. Further details are depicted in Figure 1.

**Table 4 - Revenues Classified by Source - Governmental Funds  
(in thousands)**

Revenues by source	FY2019		FY2018		Increase/(Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Dollar Change	Percent Change
Taxes	\$ 162,121	41.6 %	\$ 174,159	44.7 %	\$ (12,038)	(6.9)%
Licenses and permits	11,111	2.9 %	12,453	3.2 %	(1,342)	(10.8)%
Fines, forfeitures and penalties	4,764	1.2 %	5,600	1.4 %	(836)	(14.9)%
Revenue from use of money and property	8,447	2.2 %	2,561	0.7 %	5,886	229.8 %
Aid from other governments	155,309	39.8 %	142,486	36.6 %	12,823	9.0 %
Charges for services	45,411	11.7 %	41,601	10.7 %	3,810	9.2 %
Contributions and donations	2,048	0.5 %	5,056	1.3 %	(3,008)	(59.5)%
Other	431	0.1 %	5,583	1.4 %	(5,152)	(92.3)%
Total	<u>\$ 389,642</u>	<u>100.0 %</u>	<u>\$ 389,499</u>	<u>100.0 %</u>	<u>\$ 143</u>	<u>0.0 %</u>

**Figure 1 - Revenues Classified by Source - Governmental Funds**



Significant variances in governmental fund revenues are as follows:

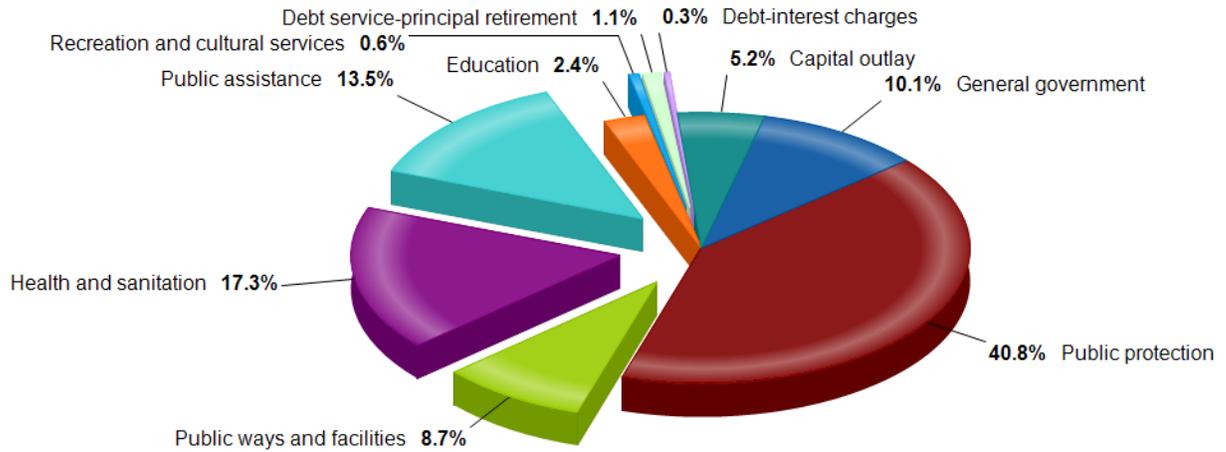
- Taxes decreased by \$12.0 million, or 6.9%, from the prior year. This decrease is primarily due to the sunset of the Flood Authority's 20-year sales tax revenue in June 2018, offset by increases in Secured Property Taxes of \$3.8 million, Sales and Use Tax of \$1.6 million, and Transient Occupancy Tax of \$1.1 million.
- Aid from other governments increased by \$12.8 million, or 9%, over the prior year. A major reason for this increase is \$7.8 million for Measure T voter approved sales tax starting July 1, 2018. Measure T sales tax is collected and distributed by the Napa Valley Transportation Authority - Tax Agency (NVTA-TA), a local transportation sales tax authority. Other significant reasons are: \$4.0 million from the State for Napa Fire Complex losses; \$1.1 million FEMA reimbursement for 2014 Earthquake losses; \$2.0 million for SB1 Tax for road maintenance signed in to law April 2017 and \$1.6 million in Federal and State grants for the Oakville-Oak Knoll Sediment Plan.
- Licenses and permits decreased by \$1.3 million, or 10.8%, from the prior year. This decrease is mainly due to a \$0.8 million decrease in the Affordable Housing Fund and a decrease of \$0.5 million in building fees that were waived on structures affected by the 2017 Napa Fire Complex.
- Revenue from use of money and property increased by \$5.9 million, or 229.8%, over the prior year due to better return on investments based on a change in investment strategies.
- Contributions and donations decreased by \$3.0 million, or 59.5%, from the prior year primarily due to a one-time \$3.2 million donation from Kaiser Foundation in fiscal year 2017-18.
- Other revenues decreased by \$5.2 million, or 92.3%, from the prior year. This decrease is attributed to the sale of property in the prior fiscal year.

Table 5 provides a comparison of expenditures by function for governmental funds for the current and prior years. Further detail is depicted in Figure 2.

**Table 5 - Expenditures by Function - Governmental Funds**  
(in thousands)

Expenditures by Function	FY2019		FY2018		Increase/(Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Dollar Change	Percent Change
General government	\$ 34,019	10.1 %	\$ 32,894	7.4 %	\$ 1,125	3.4 %
Public protection	137,207	40.8 %	133,600	30.0 %	3,607	2.7 %
Public ways and facilities	29,301	8.7 %	118,537	26.7 %	(89,236)	(75.3)%
Health and sanitation	58,424	17.3 %	63,528	14.3 %	(5,104)	(8.0)%
Public assistance	45,665	13.5 %	45,137	10.2 %	528	1.2 %
Education	8,094	2.4 %	8,547	1.9 %	(453)	(5.3)%
Recreation and cultural services	2,119	0.6 %	2,368	0.5 %	(249)	(10.5)%
Debt service-principal retirement	3,794	1.1 %	8,820	2.0 %	(5,026)	(57.0)%
Debt-interest charges	1,180	0.3 %	1,438	0.3 %	(258)	(17.9)%
Debt-administration, issuance and arbitrage	2	- %	10	- %	(8)	(80.0)%
Capital outlay	17,502	5.2 %	29,794	6.7 %	(12,292)	(41.3)%
<b>Total</b>	<b>\$ 337,307</b>	<b>100.0 %</b>	<b>\$ 444,673</b>	<b>100.0 %</b>	<b>\$ (107,366)</b>	<b>(24.1)%</b>

**Figure 2 - Expenditures by Function - Governmental**



Significant changes in the governmental funds expenditures are summarized as follows:

Public ways and facilities expenditures decreased by \$89.2 million, or 75.3%, from the prior year. This decrease is mainly due to the sunset of the 20-year Flood Authority sales tax measure in June 2018.

Health and sanitation expenditures decreased by \$5.1 million, or 8.0%, from the prior year primarily due to decreased costs in the Health Care Enhancement program and associated client provider services.

Debt Service-Principal retirement decreased by \$5.0 million, or 57.0% due to the retirement of the Flood Authority bonds during fiscal year 2017-18. This also impacted debt interest and administrative costs.

Capital Outlay decreased by \$12.3 million, or 41.3%, from the prior year. A majority of the variance is due to the timing of multiple-year construction projects. In some years, more work is completed than other years. In the prior year the historic courthouse repairs (\$6.2 million) and major construction on the Re-entry correctional facility (\$5.5 million) were completed. In the current year, construction of the new County jail began.

**Proprietary funds.** The County's proprietary funds financial statements provide the same type of information found in the government-wide financial statements, but in more detail. Table 6 details the changes in fund balances for each proprietary fund.

**Table 6 - Changes in Net Position - Proprietary Funds  
(in thousands)**

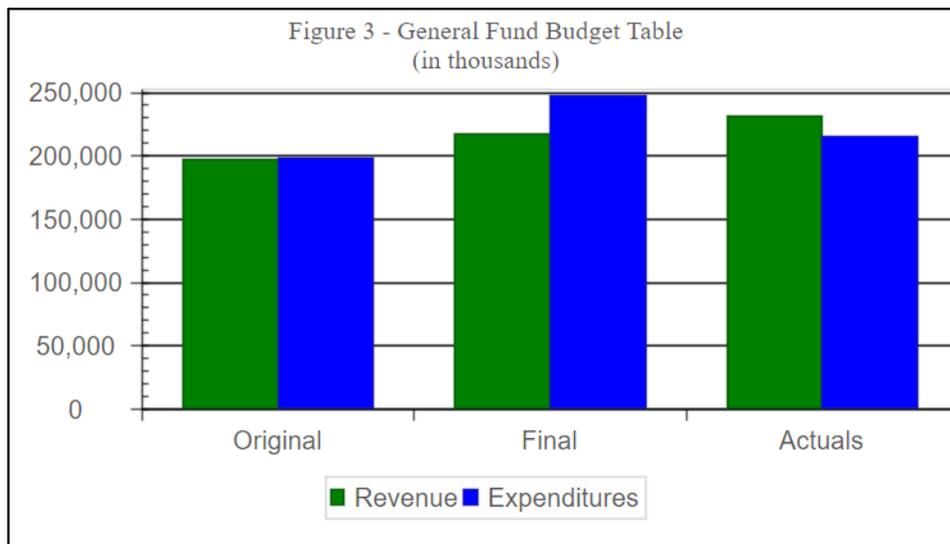
	<b>Napa County Airport</b>	<b>Lake Berryessa Resort Improvement District</b>	<b>Napa Berryessa Resort Improvement District</b>	<b>Nonmajor Enterprise Funds</b>	<b>Total</b>
Operating revenues	\$ 1,882	\$ 590	\$ 818	\$ 2,561	\$ 5,851
Operating expenses	3,317	1,115	1,347	4,058	9,837
Operating income (loss)	(1,435)	(525)	(529)	(1,497)	(3,986)
Non-operating revenues (expenses), net	124	364	(175)	343	656
Net income (loss) before contributions and transfers	(1,311)	(161)	(704)	(1,154)	(3,330)
Capital contributions	4,589	517	522	-	5,628
Transfers in (out)	-	4	-	1,495	1,499
Change in net position	3,278	360	(182)	341	3,797
Net position - Beginning	13,650	10,866	73	22,854	47,443
Net position - Ending	\$ 16,928	\$ 11,226	\$ (109)	\$ 23,195	\$ 51,240

**The Napa County Airport** (Airport) is used to fund general operations and the maintenance of Airport facilities. Total net position of the Airport increased by \$3.3 million during the current fiscal year. A significant portion of the increase is due to a \$4.4 million reimbursement from the Federal Aviation Administration for the Runway Reconstruction Project. This is partially offset by a \$0.4 million increase in pension costs. The unrestricted net position of the Airport was \$3.7 million while total net position was \$16.9 million. As a measure of the Airport's liquidity, it may be useful to compare unrestricted net position to total operating expenditures. Unrestricted net position represents 134.1% of the total operating expenditures.

**Lake Berryessa Resort Improvement District** is used to provide water and wastewater services within district boundaries. The unrestricted net position of the district was \$1.8 million while total net position was \$11.2 million. The increase of \$0.4 million in net position is primarily due to reduced construction service costs for storm-related maintenance projects incurred in the prior year.

**Napa Berryessa Resort Improvement District** is used to provide water and wastewater services within district boundaries. The unrestricted net position of the district was \$0.7 million while total net position was (\$0.1) million. The decrease of \$0.2 million in total net position is due to operating losses.

**GENERAL FUND BUDGETARY HIGHLIGHTS**



The variance between the final budget and actual expenditures resulted in \$32.4 million in unspent funds. Key variances are as follows:

\$11.4 million in Public Works Project appropriations will be carried forward to complete multi-year construction projects;

\$7.9 million in pension contribution appropriations were reclassified as Cash with Fiscal Agent in an IRC 115 Trust;

\$4.9 million in salary and benefit appropriations were unspent primarily from vacant positions; and

\$2.4 million of appropriations for contingencies were unused.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

### Capital assets

The County's investment in capital assets for its governmental and business-type activities amounted to \$255.5 million (net of accumulated depreciation), an increase of \$11.2 million, or 4.6%, over the prior year. The increase was primarily due to the addition of \$17.2 million in construction in progress and \$4.0 million of equipment purchases offset by \$10.3 million of depreciation. For more detailed capital assets information, see Notes to the Basic Financial Statements, specifically pages 61-62.

Table 7 provides a comparison of the County's capital assets for the governmental and business-type activities for the current and prior years. Figures are presented net of depreciation.

**Table 7 - County's Capital Assets  
(in thousands)**

	Governmental Activities		Business-type Activities		Total		Increase/(Decrease)	
	2019	2018	2019	2018	2019	2018	Dollar Change	Percent Change
Land and easements	\$ 13,885	\$ 13,968	\$ 5,455	\$ 5,365	\$ 19,340	\$ 19,333	\$ 7	- %
Intangible assets	626	1,141	-	-	626	1,141	(515)	(45.1)%
Construction in progress	46,668	39,423	13,402	7,609	60,070	47,032	13,038	27.7 %
Infrastructure	21,882	23,574	-	-	21,882	23,574	(1,692)	(7.2)%
Structures and improvements	104,531	103,051	36,244	38,662	140,775	141,713	(938)	(0.7)%
Equipment	12,693	11,235	130	225	12,823	11,460	1,363	11.9 %
<b>Total</b>	<b>\$ 200,285</b>	<b>\$ 192,392</b>	<b>\$ 55,231</b>	<b>\$ 51,861</b>	<b>\$ 255,516</b>	<b>\$ 244,253</b>	<b>\$ 11,263</b>	<b>4.6 %</b>

Major capital asset events during the current fiscal year included the following:

Construction in progress (the value of projects incomplete at the end of the fiscal year) increased by a net of \$13.0 million, or 27.7%, from the prior year. Total additions for the year were \$17.2 million which includes \$11.5 million in governmental activities due to construction costs incurred for the County Jail and Re-entry Correctional Facility, and \$9.5 million of Fire Protection equipment. This was offset by a \$4.2 million transfer to structures and improvements for the completion of a Library project. Business-type Activities added \$5.7 million for the Airport runway rehabilitation project.

Equipment increased by \$1.3 million, or 11.9%, due to asset additions in the Fleet Management Fund.

### Long-term debt

The County Governmental Activities total long-term debt outstanding, not including compensated absences, unpaid claims, and pension and OPEB liabilities was \$27.3 million as compared to \$31.5 million in the prior year. This amount was comprised of the following:

\$9,200,000 of 2012 Certificates of Participation;  
 \$8,540,000 of 2014 Certificates of Participation;  
 \$2,097,100 of unamortized premiums for outstanding Certificates of Participation;  
 \$1,485,398 of capital lease obligations; and  
 \$5,932,709 for loans payable.

The County Business-type Activities total long-term debt outstanding, not including compensated absences and pension, was \$10.7 million as compared to \$10.9 million in the prior year. This amount was comprised of the following:

\$7,325,364 of Napa Berryessa Resort Improvement District 2013 Series A Bonds;  
 \$2,697,157 of Napa Berryessa Resort Improvement District 2013 Series B Bonds; and  
 \$672,115 of capital lease obligations.

As of the last county-issued debt in March 2014, Standard & Poor's assigned an upgraded AA+/Stable rating to all the County's appropriation debt with an implied Issuer Credit Rating of AAA.

For more detailed long-term debt information, see the notes to the basic financial statements, specifically page 63.

## DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

Deferred outflows of resources were formerly classified as assets but are now set apart because these items do not meet the technical definition of being County assets on the date of these financial statements. When all recognition criteria are met, the deferred outflow of resources will become an expense or a decrease in net position. The most significant deferred outflows of resources reported are related to the implementation of GASB Statements Nos. 68, 71, and 75. GASB Statement No. 68 covers accounting and financial reporting for pensions. GASB Statement Nos. 71 and 75 requires that contributions made during the fiscal year to the County's retirement and OPEB plans be reported as deferred outflows of resources. Consequently, the majority of the deferred outflows of resources reported are comprised of current year contributions to the County's retirement and OPEB plans. However, there may be some deferred outflows of resources attributable to the various components that impact both pension and OPEB changes, and can include investment changes, amortization, changes due to actuarial assumptions, and the difference between expected and actual experience.

In addition to deferred outflows of resources related to the County's pension and OPEB plans, the County also reports deferred outflows of resources related to bond refundings. These deferred outflows of resources are amortized over the life of the refunding debt.

Deferred inflows of resources are not technically liabilities of the County as of the date of the financial statements. When all recognition criteria are met, the deferred inflows of resources will become revenue or an increase in net position. The County reports only deferred inflows of resources related to pensions and OPEB in Government-wide and Proprietary statements. In the Governmental Fund statements, the County only reports revenues earned but unavailable during the recognition period. Deferred inflows of resources related to pensions and OPEB represent a net amount attributable to the various components that impact pensions and OPEB changes, and can include the amortization of the effect of investment changes, changes due to actuarial assumptions, and differences between expected and actual experience.

## ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

### BUDGET POLICIES

On January 8, 2019, the Board approved the fiscal year 2019-20 Budget Policies. These policies are detailed in the Budget Policy section of the Recommended Budget book and are the foundation for the budget being presented for adoption. The policy goals are listed below:

- **Implement Strategic Plan:** In December 2018, the Board received the strategic plan effective July 1, 2019-June 30, 2022, and adopted it in January 2019. The priorities in the plan should be reflected in the annual budget, and requests for new funding should support the strategic plan priorities.
- **Pursue Operational Efficiencies:** Combine, reorganize or eliminate programs/processes to reduce expenditures and respond to changing needs or priorities. Identify lower priority programs that can be reduced or eliminated to free up resources to fund higher priority programs. Carefully review and justify all expenditure line items to identify possible cost reductions.
- **Pursue New Revenues:** Pursue new revenues and ensure fees charged for services are covering all costs incurred to provide those services. To the extent possible, any new revenues for programs receiving General Fund support shall be used to offset the cost of existing staff and programs, rather than funding new staff or programs. If new revenues are limited in duration and require additional staff, limited term positions should be used.
- **Maximize the Board's Discretion:** Except where the Board has previously made a decision to earmark revenues for a particular purpose, wherever legally possible, revenues are to be treated as discretionary resources rather than as dedicated to a particular program or service. The goal is to give the Board as much flexibility as possible in allocating resources to local priorities.

In the Budget Study Session on May 21, 2019, the Board also discussed Strategic Financial Plan Update and General Fund Five Year Forecast. Using the Resource Allocation Strategy identified in the County's Strategic Financial Plan, priority will be given to the following:

- Funding Law, Justice and Public Safety programs and corrections-related HHS programs, focusing particularly funding, above and beyond the Realignment revenue provided by the state, that may be needed to continue the 2011 Public Safety Realignment approved by the State Legislature in 2011. This funding will focus on research-tested, evidence-based, practices to control and sanction offenders and reduce recidivism in the most cost-effective way possible;
- Funding Capital Improvement Program and/or General Government – Construction of a new jail, accessibility improvements associated with the ADA transition plan, and deferred maintenance on county facilities; and
- Emergency preparedness and response.

#### SIGNIFICANT BUDGET ISSUES

Over many years, the County has continued prudent budgeting practices to maintain a balanced budget. With the Board's leadership, the County adopted and has followed Budget Policies and Strategic Financial Plans that have preserved a solid fiscal foundation and prepared the County for both positive and negative changes in revenues. However, significant pressures on the budget remain. Personnel and operating costs continue to grow, and the County needs to consider setting aside significant additional funds for retirement and other costs, such as deferred maintenance. The Strategic Financial Plan, included as part of this Recommended Budget book, identifies several one-time and on-going funding needs.

The General Fund fund balance and prudent fiscal policies have positioned the County to respond effectively to unexpected and significant downturns in the economy. However, given the issues described above, staff recommends continuing efforts to control costs and avoid major investments in new programs. Staff continues to look for other funding sources to meet these needs.

The County has continued its practice of prudent budgeting to maintain structural balance within the General Fund and a majority of special revenue funds. With the Board's leadership, the County adopted and has followed budget policies that have preserved a solid fiscal foundation and prepared the County for both positive and negative changes in revenues. However, significant pressures on operational budgets remain. Personnel and operating costs continue to grow, and the County has continued to commit funds to address the County's unfunded retirement obligation.

The General Fund available fund balance and strategic reserves combined with prudent fiscal policies have positioned the County to respond systematically to future, unforeseen financial stress. The County has been able to weather six declared national disasters within the past five years (2014 earthquake, three 2017 winter storm floods, 2017 fire, and 2019 winter storm floods) without jeopardizing the deliverance of needed County services. However, reliance upon State, Federal and insurance reimbursements is key when looking towards the future.

The General Fund Budget assumes a fiscal year 2019-20 beginning fund balance of \$76.8 million. After fully funding all reserves, commitments, and assignments set by Board Policy, an estimated \$6.6 million remains as available fund balance to be used for future budgetary needs.

The Health and Human Services Agency Budget includes a General Fund contribution of \$17,950,715, an increase of \$2.6 million from the prior year due to a new formula established by the Board Budget Policies adopted in January of 2019. The portion of the General Fund contribution that was attributable to the Homeless Services is not part of the General Fund support for the new Housing and Homeless Services division under the County Executive Office. The fund balance assignment for fiscal uncertainty is fully funded to policy level at \$11.3 million.

On May 9, 2019, the Governor released his revised proposed fiscal year 2019-20 State budget. While revenues are stronger than projected in the January 2019 budget, the Governor continues to urge caution.

## REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the County's and component unit finances for all of those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Auditor-Controller, 1195 Third Street, Suite B-10, Napa, California 94559. This entire report is also available online at [www.countyofnapa.org](http://www.countyofnapa.org).



Constellations II by Chris Rench



Basic Financial Statements  
Government-Wide Financial Statements



Cultural Pedestrians by Sue Quinlan

**COUNTY OF NAPA**

Statement of Net Position  
June 30, 2019

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Napa County Children and Families Commission
<b>Assets</b>				
Cash and investments	\$ 292,192,235	\$ 10,323,968	\$ 302,516,203	\$ 570,955
Restricted assets:				
Cash with fiscal agent	9,510,242	-	9,510,242	-
Cash held for debt service reserve	397,865	1,394,748	1,792,613	-
Cash held for endowment	26,878	-	26,878	-
Cash held for capital replacement	-	584,461	584,461	-
Imprest cash	105,762	775	106,537	500
Receivables, net				
Taxes receivable	23,632,105	29,815	23,661,920	-
Special assessments receivable	1,574,715	941,902	2,516,617	-
Accounts receivable	7,308,592	278,561	7,587,153	-
Due from other governments	34,792,188	2,429,093	37,221,281	315,853
Prepaid items	321,231	230	321,461	81
Deposits	790,186	70,037	860,223	3,900
Internal balances	4,129,000	(4,129,000)	-	-
Loans receivable, net	28,342,355	-	28,342,355	-
<b>Capital assets:</b>				
Nondepreciable	60,553,804	18,856,902	79,410,706	-
Depreciable, net	139,731,513	36,374,384	176,105,897	-
Total assets	<u>603,408,671</u>	<u>67,155,876</u>	<u>670,564,547</u>	<u>891,289</u>
<b>Deferred outflows of resources</b>				
Deferred pension	52,900,153	397,242	53,297,395	-
Deferred other postemployment benefits	7,824,000	-	7,824,000	-
Total deferred outflows of resources	<u>60,724,153</u>	<u>397,242</u>	<u>61,121,395</u>	<u>-</u>
<b>Liabilities</b>				
Accounts payable	16,686,041	3,297,414	19,983,455	84,273
Accrued salaries and benefits	6,623,326	68,309	6,691,635	10,745
Due to other government agencies	1,679	-	1,679	-
Interest payable	107,105	149,893	256,998	-
Other accrued liabilities	11,311	-	11,311	-
Deposits	289,917	136,737	426,654	-
Unearned revenue	6,900,818	13,808	6,914,626	-
Long-term liabilities:				
Portion due or payable within one year:				
Loan payable	321,897	-	321,897	-
Capital lease obligations	147,425	66,688	214,113	-
Bonds payable	-	178,000	178,000	-
Certificates of participation	3,485,000	-	3,485,000	-
Compensated absences	5,468,741	36,137	5,504,878	6,551
Liability for unpaid insurance claims	2,850,255	-	2,850,255	-
Portion due or payable after one year:				
Loan payable	5,610,812	-	5,610,812	-
Capital lease obligations	1,337,973	605,427	1,943,400	-
Bonds payable	-	9,844,521	9,844,521	-
Certificates of participation	16,352,100	-	16,352,100	-
Compensated absences	7,853,166	83,623	7,936,789	2,218
Liability for unpaid insurance claims	8,553,745	-	8,553,745	-
Net pension liability	232,697,566	1,770,830	234,468,396	-
Net OPEB liability	33,097,000	-	33,097,000	-
Total liabilities	<u>348,395,877</u>	<u>16,251,387</u>	<u>364,647,264</u>	<u>103,787</u>
<b>Deferred inflows of resources</b>				
Deferred pension	8,797,105	61,659	8,858,764	-
Deferred other postemployment benefits	1,842,000	-	1,842,000	-
Total deferred inflows of resources	<u>10,639,105</u>	<u>61,659</u>	<u>10,700,764</u>	<u>-</u>
<b>Net position</b>				
Net investment in capital assets	173,030,110	42,231,651	215,261,761	-
Restricted for:				
General government	23,506,430	-	23,506,430	-
Public protection	29,236,972	-	29,236,972	-
Public ways and facilities	29,202,627	-	29,202,627	-
Health and sanitation	28,470,173	-	28,470,173	-
Public assistance	41,140,329	-	41,140,329	-
Education	13,908,048	-	13,908,048	-
Restricted	-	1,848,701	1,848,701	-
Unrestricted	(33,396,847)	7,159,720	(26,237,127)	787,502
Total net position	<u>\$ 305,097,842</u>	<u>\$ 51,240,072</u>	<u>\$ 356,337,914</u>	<u>\$ 787,502</u>

The accompanying notes are an integral part of these financial statements.

**COUNTY OF NAPA**

Statement of Activities  
For the Year Ended June 30, 2019

<b>Functions/Programs</b>	<b>Program Revenues</b>			
	<b>Expenses</b>	<b>Fees, Fines and Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
<b>Primary government</b>				
<b>Governmental activities:</b>				
General government	\$ 48,004,531	\$ 16,285,059	\$ 7,178,379	\$ -
Public protection	139,880,184	22,118,137	44,455,650	-
Public ways and facilities	29,925,228	6,887,268	15,176,621	3,187,677
Health and sanitation	60,198,575	13,435,723	32,252,928	-
Public assistance	46,774,334	2,319,337	51,569,053	-
Education	8,604,092	95,803	669,065	-
Recreation and cultural services	2,137,480	752,232	-	-
<b>Debt service:</b>				
Interest and fiscal charges	575,800	-	-	-
Administration	1,850	-	-	-
Total governmental activities	<u>336,102,074</u>	<u>61,893,559</u>	<u>151,301,696</u>	<u>3,187,677</u>
<b>Business-type activities:</b>				
Napa County Airport	3,325,479	1,881,450	-	4,589,304
Lake Berryessa Resort Improvement District	1,248,367	590,262	108,876	516,451
Napa Berryessa Resort Improvement District	1,717,112	818,055	55,758	521,616
5th Street Parking Garage	454,142	148,848	-	-
Napa County Housing Authority	1,724,147	770,242	-	-
Napa County Animal Shelter	1,427,234	1,385,705	22,833	-
Calistoga Fairgrounds	455,779	255,143	-	-
Total business-type activities	<u>10,352,260</u>	<u>5,849,705</u>	<u>187,467</u>	<u>5,627,371</u>
Total primary government	<u>\$ 346,454,334</u>	<u>\$ 67,743,264</u>	<u>\$ 151,489,163</u>	<u>\$ 8,815,048</u>
<b>Component unit</b>				
Napa County Children and Families Commission	<u>\$ 979,720</u>	<u>\$ -</u>	<u>\$ 1,195,853</u>	<u>\$ -</u>

**General Revenues:**

**Taxes:**

Property taxes  
Sales and use taxes  
Transient occupancy taxes  
Property transfer taxes

Investment earnings  
Gain on sale of assets  
Miscellaneous

Transfers

Total general revenues and transfers

Change in net position

Net position - beginning

Net position - ending

The accompanying notes are an integral part of these financial statements.

Net (Expense) Revenue and Changes in Net Position

<u>Primary Government</u>			<u>Component Unit</u>
<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	<u>Napa County Children and Families Commission</u>
\$ (24,541,093)	\$ -	\$ (24,541,093)	
(73,306,397)	-	(73,306,397)	
(4,673,662)	-	(4,673,662)	
(14,509,924)	-	(14,509,924)	
7,114,056	-	7,114,056	
(7,839,224)	-	(7,839,224)	
(1,385,248)	-	(1,385,248)	
(575,800)	-	(575,800)	
(1,850)	-	(1,850)	
<u>(119,719,142)</u>	<u>-</u>	<u>(119,719,142)</u>	
-	3,145,275	3,145,275	
-	(32,778)	(32,778)	
-	(321,683)	(321,683)	
-	(305,294)	(305,294)	
-	(953,905)	(953,905)	
-	(18,696)	(18,696)	
-	<u>(200,636)</u>	<u>(200,636)</u>	
-	<u>1,312,283</u>	<u>1,312,283</u>	
<u>(119,719,142)</u>	<u>1,312,283</u>	<u>(118,406,859)</u>	
			\$ 216,133
134,160,768	432,733	134,593,501	-
12,209,256	-	12,209,256	-
13,891,304	-	13,891,304	-
1,859,474	-	1,859,474	-
8,181,975	274,649	8,456,624	8,277
223,760	-	223,760	-
8,718,193	277,495	8,995,688	-
<u>(1,499,529)</u>	<u>1,499,529</u>	<u>-</u>	<u>-</u>
<u>177,745,201</u>	<u>2,484,406</u>	<u>180,229,607</u>	<u>8,277</u>
58,026,059	3,796,689	61,822,748	224,410
<u>247,071,783</u>	<u>47,443,383</u>	<u>294,515,166</u>	<u>563,092</u>
<u>\$ 305,097,842</u>	<u>\$ 51,240,072</u>	<u>\$ 356,337,914</u>	<u>\$ 787,502</u>

The accompanying notes are an integral part of these financial statements.



Transcendent by Brian Hutsebout



Basic Financial Statements  
Fund Financial Statements



Bird by Riis Burwell

**COUNTY OF NAPA**

Balance Sheet  
Governmental Funds  
June 30, 2019

	General Fund	Health and Human Services Agency	Flood Protection & Watershed Improvement Authority	Capital Improvement Fund	Roads	Other Governmental Funds	Total
<b>Assets &amp; deferred outflows of resources</b>							
<b>Assets:</b>							
Cash and investments	\$ 84,112,445	\$34,638,357	\$ -	\$ 90,013,950	\$21,340,158	\$ 38,252,446	\$268,357,356
Restricted assets:							
Cash with fiscal agent	8,008,286	-	-	-	-	1,501,956	9,510,242
Cash held for debt service	-	-	-	-	-	397,865	397,865
Cash held for endowment	-	-	-	-	-	26,878	26,878
Imprest cash	49,472	19,585	-	-	-	850	69,907
Receivable, net:							
Taxes	16,579,302	-	-	-	-	1,019,060	17,598,362
Special assessments	-	-	-	-	-	1,574,715	1,574,715
Accounts	4,696,781	5,752,105	-	5,077,339	33,751	72,189	15,632,165
Due from other governments	17,700,410	11,350,784	-	-	1,902,641	1,383,994	32,337,829
Due from other funds	261,034	1,897,238	-	-	-	-	2,158,272
Prepaid items	111,863	20,798	-	-	-	9,688	142,349
Deposits	-	-	-	650,760	-	1,250	652,010
Loans receivable, net	-	-	-	-	-	28,342,355	28,342,355
Advances to other funds	6,084,000	-	-	6,654,090	-	42,195	12,780,285
Total assets	<u>137,603,593</u>	<u>53,678,867</u>	<u>-</u>	<u>102,396,139</u>	<u>23,276,550</u>	<u>72,625,441</u>	<u>389,580,590</u>
Total assets and deferred outflows of resources	<u>\$ 137,603,593</u>	<u>\$53,678,867</u>	<u>\$ -</u>	<u>\$102,396,139</u>	<u>\$23,276,550</u>	<u>\$ 72,625,441</u>	<u>\$389,580,590</u>
<b>Liabilities, deferred inflows of resources &amp; fund balances</b>							
<b>Liabilities:</b>							
Accounts payable	\$ 2,805,374	\$ 4,070,880	\$ -	\$ 1,830,188	\$ 3,425,265	\$ 2,518,923	\$ 14,650,630
Accrued salaries and benefits	3,716,387	1,705,800	-	-	110,330	397,165	5,929,682
Other accrued liabilities	11,311	-	-	-	-	-	11,311
Due to other funds	1,897,238	-	-	-	-	224,150	2,121,388
Deposits	284,917	-	-	-	-	5,000	289,917
Unearned revenue	-	6,825,818	-	-	-	75,000	6,900,818
Advances from other funds	1,224,000	42,195	-	-	5,385,090	2,000,000	8,651,285
Total liabilities	<u>9,939,227</u>	<u>12,644,693</u>	<u>-</u>	<u>1,830,188</u>	<u>8,920,685</u>	<u>5,220,238</u>	<u>38,555,031</u>
<b>Deferred inflows of resources:</b>							
Unavailable revenue	2,045,417	6,013,050	-	5,077,339	-	626,243	13,762,049
<b>Fund balances:</b>							
Nonspendable	6,195,863	20,798	-	650,760	-	37,816	6,905,237
Restricted	78,542,991	33,977,513	-	4,903,554	14,355,865	60,726,836	192,506,759
Committed	3,677,343	1,022,813	-	9,240,098	-	5,654,682	19,594,936
Assigned	9,585,682	-	-	80,694,200	-	542,000	90,821,882
Unassigned	27,617,070	-	-	-	-	(182,374)	27,434,696
Total fund balances	<u>125,618,949</u>	<u>35,021,124</u>	<u>-</u>	<u>95,488,612</u>	<u>14,355,865</u>	<u>66,778,960</u>	<u>337,263,510</u>
Total liabilities, deferred inflows of resources & fund balances	<u>\$ 137,603,593</u>	<u>\$53,678,867</u>	<u>\$ -</u>	<u>\$102,396,139</u>	<u>\$23,276,550</u>	<u>\$ 72,625,441</u>	<u>\$389,580,590</u>

The accompanying notes are an integral part of these financial statements.

**COUNTY OF NAPA**

Reconciliation of the Governmental Funds Balance Sheet  
to the Government-Wide Statement of Net Position - Governmental Activities  
June 30, 2019

Fund Balance - total governmental funds (page 33)	\$ 337,263,510
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities (excluding Internal Service Funds) are not financial resources and, therefore, are not reported in the governmental funds.	192,357,901
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds.	
Loan payable	\$ (5,932,709)
Capital lease obligations	(1,485,398)
Certificates of participation	(19,837,100)
Compensated absences	(12,210,642)
Net pension liability	<u>(217,463,594)</u>
Total long-term liabilities	(256,929,443)
Deferred outflows of resources - pension	49,764,092
Accrued interest on debt	(107,105)
Deferred inflows of resources - pension	(8,148,040)
Some of the County's intergovernmental revenues will be collected after year-end, but are not available soon enough to pay for the current period's expenditures and, therefore, are reported as unavailable revenue in the governmental funds.	13,762,049
Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included with governmental activities in the Statement of Net Position.	<u>(22,865,122)</u>
Net position of governmental activities (page 27)	\$ <u>305,097,842</u>

**COUNTY OF NAPA**

Statement of Revenues, Expenditures and  
Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2019

	General Fund	Health and Human Services Agency	Flood Protection & Watershed Improvement Authority	Capital Improvement Fund	Roads	Other Governmental Funds	Total
<b>Revenues:</b>							
Taxes	\$139,503,994	\$ -	\$ -	\$ -	\$ -	\$ 22,616,793	\$ 162,120,787
Licenses and permits	5,723,856	52,762	-	20	142,776	5,191,188	11,110,602
Fines, forfeitures and penalties	3,992,096	371,211	-	315,452	22,511	62,372	4,763,642
Use of money and property	3,779,238	849,678	433,745	1,778,903	410,431	1,195,330	8,447,325
Aid from other governments	74,128,871	65,131,314	-	3,046,980	6,603,306	6,398,937	155,309,408
Charges for services	22,475,499	11,997,637	-	-	63,664	10,874,390	45,411,190
Contributions and donations	1,405,106	426,269	-	-	-	216,545	2,047,920
Other revenue	168,016	6,724	-	-	200	255,701	430,641
Total revenues	<u>251,176,676</u>	<u>78,835,595</u>	<u>433,745</u>	<u>5,141,355</u>	<u>7,242,888</u>	<u>46,811,256</u>	<u>389,641,515</u>
<b>Expenditures:</b>							
General government	26,567,605	-	-	159,840	-	7,291,978	34,019,423
Public protection	112,058,376	-	-	-	-	25,148,746	137,207,122
Public ways and facilities	12,990,858	-	-	-	16,094,864	215,272	29,300,994
Health and sanitation	-	58,234,656	-	-	-	188,857	58,423,513
Public assistance	-	44,895,026	-	-	-	770,254	45,665,280
Education	548,877	-	-	-	-	7,544,942	8,093,819
Recreation and cultural services	2,118,600	-	-	-	-	-	2,118,600
<b>Debt service:</b>							
Principal	-	-	-	-	-	3,794,123	3,794,123
Interest expense	-	-	-	-	55,394	1,124,322	1,179,716
Administration, issuance and arbitrage fees	-	-	-	-	-	1,850	1,850
Capital outlay	-	-	-	17,501,723	-	-	17,501,723
Total expenditures	<u>154,284,316</u>	<u>103,129,682</u>	<u>-</u>	<u>17,661,563</u>	<u>16,150,258</u>	<u>46,080,344</u>	<u>337,306,163</u>
Excess (deficiency) of revenues over (under) expenditures	<u>96,892,360</u>	<u>(24,294,087)</u>	<u>433,745</u>	<u>(12,520,208)</u>	<u>(8,907,370)</u>	<u>730,912</u>	<u>52,335,352</u>
<b>Other financing sources (uses):</b>							
Proceeds from insurance	9,929	-	-	3,454,558	-	-	3,464,487
Transfers in	668,985	32,792,170	-	28,880,784	15,519,845	6,071,578	83,933,362
Transfers out	(82,760,501)	(1,057,502)	-	(25,242)	(175,474)	(1,482,436)	(85,501,155)
Total other financing sources (uses)	<u>(82,081,587)</u>	<u>31,734,668</u>	<u>-</u>	<u>32,310,100</u>	<u>15,344,371</u>	<u>4,589,142</u>	<u>1,896,694</u>
Net change in fund balances	14,810,773	7,440,581	433,745	19,789,892	6,437,001	5,320,054	54,232,046
Fund balances - beginning	<u>110,808,176</u>	<u>27,580,543</u>	<u>(433,745)</u>	<u>75,698,720</u>	<u>7,918,864</u>	<u>61,458,906</u>	<u>283,031,464</u>
Fund balances - ending	<u>\$125,618,949</u>	<u>\$ 35,021,124</u>	<u>\$ -</u>	<u>\$ 95,488,612</u>	<u>\$14,355,865</u>	<u>\$ 66,778,960</u>	<u>\$ 337,263,510</u>

The accompanying notes are an integral part of these financial statements.

**COUNTY OF NAPA**

Reconciliation of the Statement of Revenues, Expenditures and  
Changes in Fund Balances of Governmental Funds to the  
Government-Wide Statement of Activities - Governmental Activities  
For the Year Ended June 30, 2019

Net change in fund balances - total governmental funds (page 35)		\$ 54,232,046
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Expenditures for general capital assets, infrastructure, and other related capital assets adjustments	\$ 13,153,187	
Less: current year depreciation	<u>(5,873,868)</u>	7,279,319
Revenues in the Statement of Activities recognized in the current fiscal year which are reported as deferred revenues in the governmental funds.		448,969
Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.		
Principal payments	<u>3,794,123</u>	3,794,123
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Accrued interest on debt	15,534	
Amortization of debt premiums	419,420	
Change in compensated absences	(515,951)	
Difference between pension expense and funding	<u>(8,590,431)</u>	(8,671,428)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net expense of certain activities of the internal service funds is reported within governmental activities.		<u>943,030</u>
Change in net position of governmental activities (pages 28-29)		<u>\$ 58,026,059</u>

**COUNTY OF NAPA**

Statement of Fund Net Position  
Proprietary Funds  
June 30, 2019

	Business-Type Activities - Enterprise Funds				Governmental	
	Napa County Airport	Lake Berryessa Resort Improvement District	Napa Berryessa Resort Improvement District	Other Enterprise Funds	Total	Internal Service Funds
<b>Assets</b>						
<b>Current assets:</b>						
Cash and investments	\$ 5,401,517	\$ 1,510,790	\$ 756,016	\$ 2,655,645	\$ 10,323,968	\$ 23,834,879
Restricted assets:						
Cash held for debt service	-	-	1,394,748	-	1,394,748	-
Cash held for capital replacement	-	-	584,461	-	584,461	-
Imprest cash	100	-	-	675	775	35,856
Receivables, net:						
Taxes	-	13,796	16,019	-	29,815	-
Accounts	43,271	110,705	109,447	15,139	278,562	135,198
Special assessments	-	688,344	253,557	-	941,901	-
Due from other governments	2,134,502	2,786	1,279	290,526	2,429,093	29,331
Prepaid items	-	-	-	230	230	178,884
Deposits	1,250	68,787	-	-	70,037	138,176
Total current assets	<u>7,580,640</u>	<u>2,395,208</u>	<u>3,115,527</u>	<u>2,962,215</u>	<u>16,053,590</u>	<u>24,352,324</u>
<b>Noncurrent assets:</b>						
Capital assets:						
Nondepreciable:						
Land	1,886,000	205,050	237,567	3,126,224	5,454,841	-
Construction in progress	5,356,211	8,045,850	-	-	13,402,061	-
Depreciable:						
Structures and improvements	35,085,836	6,681,841	12,601,168	24,541,205	78,910,050	-
Equipment	920,006	414,423	233,611	95,799	1,663,839	17,437,272
Intangible assets	-	-	-	-	-	1,920,437
Accumulated depreciation	(30,272,205)	(3,698,646)	(4,205,520)	(6,023,134)	(44,199,505)	(11,430,293)
Total noncurrent assets	<u>12,975,848</u>	<u>11,648,518</u>	<u>8,866,826</u>	<u>21,740,094</u>	<u>55,231,286</u>	<u>7,927,416</u>
Total assets	<u>20,556,488</u>	<u>14,043,726</u>	<u>11,982,353</u>	<u>24,702,309</u>	<u>71,284,876</u>	<u>32,279,740</u>
<b>Deferred outflows of resources:</b>						
Deferred pension	233,187	-	-	164,055	397,242	3,136,061
Deferred other postemployment benefits	-	-	-	-	-	7,824,000
Total deferred outflows of resources	<u>233,187</u>	<u>-</u>	<u>-</u>	<u>164,055</u>	<u>397,242</u>	<u>10,960,061</u>
<b>Liabilities</b>						
<b>Current liabilities:</b>						
Accounts payable	2,239,080	440,631	85,038	532,665	3,297,414	2,037,110
Accrued salaries and benefits	31,929	-	-	36,380	68,309	693,628
Deposits	44,819	28,510	53,232	10,176	136,737	-
Interest payable	-	43,700	106,193	-	149,893	-
Due to other funds	-	-	-	-	-	36,884
Capital lease obligations	49,174	-	-	17,514	66,688	-
Bonds payable	-	-	178,000	-	178,000	-
Unearned revenue	-	-	-	13,808	13,808	-
Unpaid insurance claims	-	-	-	-	-	2,850,255
Compensated absences	16,448	-	-	19,689	36,137	462,414
Total current liabilities	<u>2,381,450</u>	<u>512,841</u>	<u>422,463</u>	<u>630,232</u>	<u>3,946,986</u>	<u>6,080,291</u>
<b>Noncurrent liabilities:</b>						
Advances from other funds	-	2,305,000	1,824,000	-	4,129,000	-
Capital lease obligations	446,423	-	-	159,004	605,427	-
Bonds payable	-	-	9,844,521	-	9,844,521	-
Unpaid insurance claims	-	-	-	-	-	8,553,745
Compensated absences	56,377	-	-	27,246	83,623	648,850
Net pension liability	961,621	-	-	809,209	1,770,830	15,233,972
Net OPEB liability	-	-	-	-	-	33,097,000
Total noncurrent liabilities	<u>1,464,421</u>	<u>2,305,000</u>	<u>11,668,521</u>	<u>995,459</u>	<u>16,433,401</u>	<u>57,533,567</u>
Total liabilities	<u>3,845,871</u>	<u>2,817,841</u>	<u>12,090,984</u>	<u>1,625,691</u>	<u>20,380,387</u>	<u>63,613,858</u>
<b>Deferred inflows of resources:</b>						
Deferred pension	16,201	-	-	45,458	61,659	649,065
Deferred other postemployment benefits	-	-	-	-	-	1,842,000
Total deferred inflows of resources	<u>16,201</u>	<u>-</u>	<u>-</u>	<u>45,458</u>	<u>61,659</u>	<u>2,491,065</u>
<b>Net position:</b>						
Net investment in capital assets	12,480,253	9,343,518	(1,155,696)	21,563,576	42,231,651	7,927,416
Restricted for capital replacement	708,121	45,770	339,810	255,000	1,348,701	-
Restricted for operations	-	-	-	500,000	500,000	-
Unrestricted	3,739,229	1,836,597	707,255	876,639	7,159,720	(30,792,538)
Total net position	<u>\$ 16,927,603</u>	<u>\$ 11,225,885</u>	<u>\$ (108,631)</u>	<u>\$ 23,195,215</u>	<u>\$ 51,240,072</u>	<u>\$ (22,865,122)</u>

The accompanying notes are an integral part of these financial statements.

**COUNTY OF NAPA**

Statement of Revenues, Expenses and Changes in Fund Net Position  
Proprietary Funds  
For the Year Ended June 30, 2019

	Business-Type Activities - Enterprise Funds					Governmental
	Napa County Airport	Lake Berryessa Resort Improvement District	Napa Berryessa Resort Improvement District	Other Enterprise Funds	Total	Internal
		Service Funds				
<b>Operating revenues:</b>						
Charges for services	\$ 1,879,450	\$ 590,262	\$ 818,055	\$ 2,319,854	\$ 5,607,621	\$ 38,890,671
Use of money and property	-	-	-	220,655	220,655	-
Maintenance charges	-	-	-	-	-	4,198,622
Other revenue	2,000	-	-	19,429	21,429	52,541
Total operating revenues	<u>1,881,450</u>	<u>590,262</u>	<u>818,055</u>	<u>2,559,938</u>	<u>5,849,705</u>	<u>43,141,834</u>
<b>Operating expenses:</b>						
Salaries and employee benefits	1,041,550	-	-	871,237	1,912,787	24,105,285
Services and supplies	1,022,410	828,729	733,325	2,622,183	5,206,647	12,850,209
Insurance	12,904	11,850	15,500	46,755	87,009	-
Other charges	18,637	-	-	-	18,637	173,327
Claims expense	-	-	-	-	-	4,155,988
Depreciation	1,221,614	273,932	597,696	518,151	2,611,393	1,840,140
Total operating expenses	<u>3,317,115</u>	<u>1,114,511</u>	<u>1,346,521</u>	<u>4,058,326</u>	<u>9,836,473</u>	<u>43,124,949</u>
Operating gain (loss)	<u>(1,435,665)</u>	<u>(524,249)</u>	<u>(528,466)</u>	<u>(1,498,388)</u>	<u>(3,986,768)</u>	<u>16,885</u>
<b>Non-operating revenues (expenses):</b>						
Aid from other governments	-	108,876	55,758	-	164,634	57,500
Taxes	-	358,059	74,674	-	432,733	-
Contributions and donations	-	-	-	22,833	22,833	-
Other revenue - non-operating	-	-	-	277,495	277,495	-
Investment income	132,719	31,356	65,007	45,567	274,649	591,698
Interest expense	(8,364)	(129,312)	(350,912)	(2,976)	(491,564)	(3,185)
Administration, issuance and arbitrage fees	-	(4,544)	(19,679)	-	(24,223)	-
Gain on disposition of capital assets	-	-	-	-	-	211,868
Total non-operating revenues (expenses)	<u>124,355</u>	<u>364,435</u>	<u>(175,152)</u>	<u>342,919</u>	<u>656,557</u>	<u>857,881</u>
Net gain (loss) before contributions and transfers	<u>(1,311,310)</u>	<u>(159,814)</u>	<u>(703,618)</u>	<u>(1,155,469)</u>	<u>(3,330,211)</u>	<u>874,766</u>
Capital contributions, grants and assessments	4,589,304	516,451	521,616	-	5,627,371	-
Transfers in	-	4,281	-	1,495,248	1,499,529	68,264
Change in net position	<u>3,277,994</u>	<u>360,918</u>	<u>(182,002)</u>	<u>339,779</u>	<u>3,796,689</u>	<u>943,030</u>
Net position - beginning	<u>13,649,609</u>	<u>10,864,967</u>	<u>73,371</u>	<u>22,855,436</u>	<u>47,443,383</u>	<u>(23,808,152)</u>
Net position - ending	<u>\$ 16,927,603</u>	<u>\$ 11,225,885</u>	<u>\$ (108,631)</u>	<u>\$ 23,195,215</u>	<u>\$ 51,240,072</u>	<u>\$ (22,865,122)</u>

The accompanying notes are an integral part of these financial statements.

**COUNTY OF NAPA**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended June 30, 2019**

	Business-Type Activities - Enterprise Funds				Governmental Activities	
	Napa County Airport	Lake Berryessa Resort Improvement District	Napa Berryessa Resort Improvement District	Other Enterprise Funds	Total	Internal Service Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>						
Receipts from customers	\$ 2,084,152	\$ 1,423,650	\$ 831,069	\$ 2,536,835	\$ 6,875,706	\$ -
Receipts from interfund services provided	-	-	-	-	-	43,062,879
Other receipts	-	-	-	97,569	97,569	-
Payments to suppliers for goods and services	953,173	(939,504)	(713,979)	(2,313,516)	(3,013,826)	(13,688,983)
Payments for self-insurance claims	-	-	-	-	-	(3,804,478)
Payments to employees for services	(821,216)	-	-	(904,651)	(1,725,867)	(23,554,015)
Net cash provided (used) by operating activities	<u>2,216,109</u>	<u>484,146</u>	<u>117,090</u>	<u>(583,763)</u>	<u>2,233,582</u>	<u>2,015,403</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>						
Taxes	-	357,403	72,337	-	429,740	-
Aid from other government agencies	-	106,090	54,479	-	160,569	57,500
Contributions and donations	-	-	-	22,833	22,833	36,884
Advances from other funds	-	(65,000)	(110,000)	-	(175,000)	-
Transfers from other funds	-	4,281	-	1,495,248	1,499,529	68,264
Net cash provided by noncapital financing activities	<u>-</u>	<u>402,774</u>	<u>16,816</u>	<u>1,518,081</u>	<u>1,937,671</u>	<u>162,648</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>						
Proceeds from bond issuances	-	-	15,734	-	15,734	-
Principal payments on capital leases	(48,503)	-	-	(17,276)	(65,779)	(52,973)
Principal repayments on bonds and loans payable	-	-	(187,734)	-	(187,734)	-
Interest payments related to capital purchases	(8,364)	(129,312)	(350,912)	(2,976)	(491,564)	(3,185)
Debt administration payments	-	(4,544)	(19,679)	-	(24,223)	-
Capital grants and contributions	2,454,802	-	-	-	2,454,802	-
Special assessments	-	425,554	489,605	-	915,159	-
Payments related to the acquisition of capital assets	(4,768,814)	(1,023,571)	(8,530)	-	(5,800,915)	(2,241,378)
Net cash used by capital and related financing activities	<u>(2,370,879)</u>	<u>(731,873)</u>	<u>(61,516)</u>	<u>(20,252)</u>	<u>(3,184,520)</u>	<u>(2,297,536)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>						
Investment earnings	<u>132,719</u>	<u>31,356</u>	<u>65,007</u>	<u>45,567</u>	<u>274,649</u>	<u>591,697</u>
Net cash provided by investing activities	<u>132,719</u>	<u>31,356</u>	<u>65,007</u>	<u>45,567</u>	<u>274,649</u>	<u>591,697</u>
Net increase (decrease) in cash and cash equivalents	(22,051)	186,403	137,397	959,633	1,261,382	472,212
Cash and cash equivalents, beginning	<u>5,423,668</u>	<u>1,324,387</u>	<u>2,597,828</u>	<u>1,696,687</u>	<u>11,042,570</u>	<u>23,398,523</u>
Cash and cash equivalents, ending (includes restricted and imprest cash)	<u>\$ 5,401,617</u>	<u>\$ 1,510,790</u>	<u>\$ 2,735,225</u>	<u>\$ 2,656,320</u>	<u>\$12,303,952</u>	<u>\$ 23,870,735</u>

continued

The accompanying notes are an integral part of these financial statements.

**COUNTY OF NAPA**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended June 30, 2019**

	Business-Type Activities - Enterprise Funds				Governmental Activities	
	Napa County Airport	Lake Berryessa Resort Improvement District	Napa Berryessa Resort Improvement District	Other Enterprise Funds	Total	Internal Service Funds
<b>Reconciliation of operating gain (loss) to net cash provided (used) by operating activities:</b>						
Operating gain (loss)	\$(1,435,665)	\$ (524,249)	\$ (528,466)	\$ (1,498,388)	\$ (3,986,768)	\$ 16,885
Adjustments to reconcile operating gain (loss) to net cash provided (used) by operating activities:						
Depreciation and amortization	1,221,614	273,932	597,696	518,151	2,611,393	1,840,140
Other non-operating receipts	-	-	-	97,569	97,569	-
Changes in assets, deferred outflows of resources, liabilities and deferred inflows of resources:						
(Increase) decrease in:						
Accounts receivable	193,202	831,713	9,974	263,009	1,297,898	(49,624)
Deposits	-	(21,955)	-	10,176	(11,779)	-
Due from other government agencies	-	-	-	(290,526)	(290,526)	(29,331)
Prepaid items	-	-	-	770	770	(46,045)
Increase (decrease) in:						
Accounts payable	2,007,124	(76,970)	34,846	344,476	2,309,476	37,127
Salaries and benefits	220,334	-	-	(33,414)	186,920	(105,259)
Unearned revenue	-	-	-	4,414	4,414	-
Customer deposits	9,500	1,675	3,040	-	14,215	-
Claims liability	-	-	-	-	-	351,510
Net cash provided (used) by operating activities	<u>\$ 2,216,109</u>	<u>\$ 484,146</u>	<u>\$ 117,090</u>	<u>\$ (583,763)</u>	<u>\$ 2,233,582</u>	<u>\$ 2,015,403</u>

The accompanying notes are an integral part of these financial statements.

**COUNTY OF NAPA**

Statement of Fiduciary Net Position  
Fiduciary Funds  
June 30, 2019

	Investment <u>Trust Funds</u>	Private Purpose <u>Trust Funds</u>	<u>Agency Funds</u>
<b>Assets</b>			
Cash and investments	\$ 281,087,314	\$ 5,119,066	\$ 55,901,882
Restricted cash:			
Cash held for tax loss reserve	-	-	1,390,727
Imprest cash/Revolving fund	-	-	65,404
Taxes receivable	-	-	15,752,613
Total assets	<u>281,087,314</u>	<u>5,119,066</u>	<u>\$ 73,110,626</u>
 <b>Liabilities</b>			
Agency funds held for others	-	-	73,110,626
Total liabilities	<u>-</u>	<u>-</u>	<u>\$ 73,110,626</u>
 <b>Net position</b>			
Net position held in trust	<u>281,087,314</u>	<u>5,119,066</u>	
Total net position	<u>\$ 281,087,314</u>	<u>\$ 5,119,066</u>	

The accompanying notes are an integral part of these financial statements.

**COUNTY OF NAPA**

Statement of Changes in Fiduciary Net Position  
Fiduciary Funds  
For the Year Ended June 30, 2019

	<u>Investment Trust Funds</u>	<u>Private Purpose Trust Funds</u>
<b><u>ADDITIONS</u></b>		
<b>Contributions:</b>		
Contribution to investment pool	\$ 1,012,127,880	\$ 3,892,341
Total contributions	<u>1,012,127,880</u>	<u>3,892,341</u>
<b>Net investment income:</b>		
Investment income	<u>5,795,192</u>	<u>103,523</u>
Net investment income	<u>5,795,192</u>	<u>103,523</u>
Total additions	<u>1,017,923,072</u>	<u>3,995,864</u>
<b><u>DEDUCTIONS</u></b>		
Distributions from investment pool	<u>1,041,199,144</u>	<u>4,696,601</u>
Total deductions	<u>1,041,199,144</u>	<u>4,696,601</u>
Change in net position	(23,276,072)	(700,737)
Net position - beginning	<u>304,363,386</u>	<u>5,819,803</u>
Net position - ending	<u>\$ 281,087,314</u>	<u>\$ 5,119,066</u>

The accompanying notes are an integral part of these financial statements.

**COUNTY OF NAPA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**

The notes provided in the Financial Section of this report are considered an integral and essential part of adequate disclosure and fair presentation of this report. The notes include a Summary of Significant Accounting Policies for the County, and other necessary disclosure of pertinent matters relating to the financial position of the County. The notes express significant insight to the basic financial statements and are conjunctive to understanding the rationale for the presentation of the financial statements and information contained in this document.

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## COUNTY OF NAPA

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

### 1. Summary of Significant Accounting Policies

#### A. The Financial Reporting Entity

The County of Napa (County), which was established by an act of the State Legislature on February 18, 1850, is a legal subdivision of the State of California charged with governmental powers. The County's powers are exercised through a Board of Supervisors (Board), which is the governing body of the County. These financial statements present the government and its component units, entities for which the government is considered to be financially accountable under the criteria set by Governmental Accounting Standards Board (GASB) Statement No. 14 and amended by GASB Statements No. 39 and No. 61. The County provides various services on a countywide basis including law enforcement and legal justice, library, detention, social services, public health, mental health, fire protection, elections and records, communications, planning, zoning, and tax collection.

The governmental reporting entity consists of the County (Primary Government) and its component units. Component units are legally separate organizations for which the Board is financially accountable or other organizations whose nature and significant relationship with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and (i) either the County's ability to impose its will on the organization or (ii) there is potential for the organization to provide a financial benefit to or impose a financial burden on the County.

Reporting for component units on the County's financial statements can be blended or discretely presented. Blended component units, although legally separate entities, are in substance part of the government's operations. Blended component units are an extension of the County, so data from these units are combined with the data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize they are legally separate from the County. The County has one discretely presented component unit, Napa County Children and Families Commission. The Board appoints all commissioners and has the ability to remove and replace commissioners at any time. However, the commissioners are not substantially the same as the Board of Supervisors. Napa County Children and Families Commission funds programs that promote, support and improve the early development of children from prenatal through age five. Each component unit has a June 30<sup>th</sup> year end.

For financial reporting purposes, the County's basic financial statements include all financial activities that are controlled by or are dependent upon actions taken by the County's Board.

The reporting entity includes the following blended component units: Napa County Flood Protection and Watershed Improvement Authority (Flood Authority), County Service Area #3, County Service Area #4, In-Home Supportive Services Public Authority of Napa County (IHSS), Silverado Community Services District, Monticello Public Cemetery District, Lake Berryessa Resort Improvement District, Napa Berryessa Resort Improvement District, Napa County Housing Authority, Napa Valley Tourism Improvement District, Community Facilities District - Devlin Road, Community Facilities District - MST, Calistoga Fairgrounds and Napa County Public Improvement Corporation. The blended component units' governing bodies are substantively the same as the governing body of the primary government and County Management has operating responsibility and is financially responsible for these entities.

According to Governmental Accounting Standards Board (GASB) Statement No. 31 and GASB Statement No. 72, the Flood Authority's market value of investments in the prior fiscal year was marked down to fair market by \$433,745, ending that year with a negative fund balance. This markdown was reversed as of July 1, 2018. At October 31, 2018, all final distributions were made to the Flood Authority's members resulting in a \$0 ending cash balance and the Flood Authority was dissolved.

## COUNTY OF NAPA

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

### 1. Summary of Significant Accounting Policies (continued)

#### A. The Financial Reporting Entity (continued)

The following blended and discretely presented component units have their own audits which may be obtained at the County administrative offices:

In-Home Supportive Services Public Authority of Napa County  
Napa County Housing Authority  
Napa County Children and Families Commission

#### Excluded Joint Power Authorities

Joint Power Authorities (JPAs) are legally separate from the County and have their own governing boards. Each JPA is a jointly governed organization for which the County does not have any ongoing financial interest or responsibility and therefore is not considered a joint venture.

The following JPAs have their own audits which may be obtained at the County administrative offices:

- Napa County Flood Control and Water Conservation District: The District's goals and objectives are to provide protection from flood events to the life, property and public highways in the district by enhancing and constructing storm drainage systems and flood control and prevention projects.
- Napa-Vallejo Waste Management Authority: The authority is responsible for providing coordination of economical regional solid waste management services to the County and the Cities of Napa, American Canyon, and Vallejo.
- Upper Valley Waste Management Agency: The agency is responsible for providing coordination of economical regional solid waste management services including, but not limited to, uniform rate review and rate recommendations to the County and the cities within Service Zones 3 and 4, the northern portion of the County.
- Napa Valley Transportation Authority (NVTA): The authority is responsible for developing and adopting a Congestion Management Program meeting the requirements of Chapter 2.6 of Division 1 of Title 7 in the California Government Code. Within NVTA is a component unit, Napa Valley Transportation Authority - Tax Agency (NVTA-TA) that was created to handle/manage and allocate funding as outlined in the Measure T sales tax ordinance.

#### B. Basis of Presentation

##### *Government-Wide Financial Statements*

The Statement of Net Position and Statement of Activities display information about the primary government (the County) and its blended and discretely presented component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. However, interfund services provided by and used within the government are not eliminated in the process of consolidation. These statements distinguish between the governmental and business-type activities of the County. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties.

The Statement of Activities demonstrates the degree to which the program expenses of a given function are offset by program revenues. Program expenses include direct expenses, which are clearly identifiable with a specific function, and allocated indirect expenses. Program revenues include 1) charges paid by the recipients of goods or services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

## COUNTY OF NAPA

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

### 1. Summary of Significant Accounting Policies (continued)

#### B. Basis of Presentation (continued)

##### *Government-Wide Financial Statements (continued)*

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are services provided and used such as accounting and legal services provided to the districts.

##### *Fund Financial Statements*

The fund financial statements provide information about the County's funds, including fiduciary funds and blended component units. Separate statements for each fund category (governmental, proprietary and fiduciary) are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, displayed in separate columns. All remaining governmental and enterprise funds are separately aggregated and reported as nonmajor funds.

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

The County reports the following major governmental funds:

The General Fund accounts for all revenues and expenditures necessary to carry out basic governmental activities that are not accounted for through other funds. The General Fund includes such activities as general government, public protection, public ways and facilities, education and recreation and cultural services.

Health and Human Services Agency accounts for a variety of preventative health programs, outpatient services, mandated community health services, and a variety of public assistance and social services programs. A majority of its funding comes from State and Federal grants, charges for services and contributions from the General Fund.

The Napa County Flood Protection and Watershed Improvement Authority contracted with the Board of Equalization for collection of sales tax and established individual accounts for each jurisdiction, and disbursed revenues for projects which met the voter approved Measure A requirements. This Authority was dissolved as of April 9, 2019, and is reported as a major fund for historical purposes.

The Capital Improvement Fund is used to build up resources and account for major County capital projects. A majority of its funding comes from contributions from the General Fund.

The Roads Fund provides for the County Road Program to protect, preserve, enhance and improve the existing County road network. This fund pays for the construction and maintenance of the road system in the unincorporated area with a majority of its revenues coming from State, Federal and General Fund resources as well as proceeds from a voter-approved sales tax allocated beginning July 1, 2018 from the Napa Valley Transportation Authority - Tax Agency.

## COUNTY OF NAPA

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

### 1. Summary of Significant Accounting Policies (continued)

#### B. Basis of Presentation (continued)

##### *Fund Financial Statements (continued)*

The County reports the following major enterprise funds:

The Napa County Airport Fund accounts for general airport operations, office and administrative expenses, and the maintenance of airport facilities, including the replacement of exterior lighting fixtures, runways, taxiways, ramp lighting, and heating and air conditioning service. Major revenue sources include fuel flow fees, rents, land leases, landing fees as well as State and Federal resources.

The Lake Berryessa Resort Improvement District is used to provide water and waste water services within district boundaries. The district funds operations, maintenance and capital improvements for water delivery and treatment facilities. Major revenue sources include charges for services, annual assessments, property taxes, State resources and debt financing.

The Napa Berryessa Resort Improvement District is used to provide water and waste water services within district boundaries. The district funds operations, maintenance and capital improvements for water delivery and treatment facilities. Major revenue sources include charges for services, annual assessments, property taxes and debt financing.

The County reports the following additional fund types:

Internal Service Funds are used to provide goods or services to County departments on a cost reimbursement basis. These funds include fleet management services, information technology services, property management, employee/retiree benefits and liability insurance.

Investment Trust Funds account for assets of legally separate entities that deposit cash with the County Treasury. These entities include school and community college districts, special districts governed by local boards, regional boards and authorities. These funds represent assets (primarily cash and investments) and related liabilities of the County to disburse these monies on demand.

Private Purpose Trust Funds account for assets held by the Public Guardian and Public Administrator. These funds represent assets (primarily cash) and related liabilities of the County to disburse these monies on demand.

Agency Funds account for assets held by the County in an agency capacity for individuals or other government units. Since they are custodial in nature they do not involve measurement of results of operations, nor do they have equity accounts since all assets are due to individuals or entities at some future time. These funds include pass through funds established for the distribution of tax collections for the State, cities and towns.

## COUNTY OF NAPA

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

### 1. Summary of Significant Accounting Policies (continued)

#### C. Basis of Accounting

All of the government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, except agency funds which have no measurement focus.

With the accrual basis of accounting, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales taxes, grants, entitlements and donations. On an accrual basis of accounting, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Therefore, revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers property tax revenues to be available if they are collected within 60 days of the end of the current fiscal period. All other revenues are considered to be available if they are collected within 90 days of the end of the current fiscal period.

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

Expenditures generally are recorded when a liability is incurred, as under the accrual basis of accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and capital leases are reported as other financial sources.

#### D. Cash and Cash Equivalents

For purposes of the accompanying Statement of Cash Flows, the enterprise and internal service funds consider all highly liquid investments with a maturity of three months or less when purchased, and their equity in the County Treasurer's investment pool, to be cash equivalents. In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and External Investment Pools*, investments held by the County Treasurer are stated at fair value.

The investment pool is not registered as an investment company with the Security Exchange Commission (SEC) nor is it an SEC Rule 2a7-like pool. California Government Code statutes and the County Treasury Oversight Committee set forth the various investment policies that the County Treasurer must follow.

#### E. Restricted Assets

Certain resources set aside for the repayment of both governmental and business-type debts and to fund business-type capital projects are classified as restricted assets on the Balance Sheet because their use is limited by applicable debt covenants. In addition, the General Fund maintains a pension rate stabilization program in the form of an IRC 115 trust that can only be used to pay future pension obligations.

## COUNTY OF NAPA

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

### 1. Summary of Significant Accounting Policies (continued)

#### F. Inventory and Prepaid Items

Inventory is historically stated at cost using the first-in first-out method for governmental activities within proprietary funds. Inventory recorded by proprietary funds includes materials and supplies for maintaining County vehicles and equipment. Inventories are recorded as expenditures at the time the inventory is consumed. The County had no material inventories at June 30, 2019.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepayments are recognized as expenditures in the period benefited using the consumption method.

#### G. Property Tax Receivable and Revenue

The property taxes receivable balance is \$15.8 million. Secured taxes are levied as of July 1 and payable in two equal installments due November 1 and February 1. They become delinquent with penalties on December 10 and April 10, respectively. Property taxes attach as an enforceable lien on January 1. All general property taxes are allocated by the County Auditor-Controller's Office to the various taxing entities per the legislation implementing Proposition 13. The method of allocation used by the County is subject to review by the State of California. Unsecured property taxes are due on January 1 (lien date) and become delinquent with penalties on August 31.

#### Alternative Method of Distribution of Tax Levies

The County apportions property tax revenue according to the alternative tax treatment (Teeter Plan), whereby all current tax levied is distributed to all participating entities. The County then receives delinquent penalties and fees on the entire participating tax roll.

The County is required to create a tax loss reserve fund (an agency fund) under one of two alternative methods: (1) 1 percent of the total amount of taxes and assessments levied on the secured roll for the year or (2) 25 percent of the total delinquent secured taxes for participating entities in the County as calculated at the end of the fiscal year. For fiscal year 2018-19, the County opted to use method (2) which required a tax loss reserve of at least 25 percent of total delinquent taxes levied on the secured roll. The reserve balance is \$9.7 million as of June 30, 2019.

#### H. Capital Assets

Capital assets (including infrastructure) are recorded at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets, including works of art and historical treasures, are recorded at the estimated acquisition value at the date of donation. Capital assets include public domain (infrastructure) general capital assets consisting of certain improvements including roads, bridges, water/sewer, lighting system, drainage systems, and flood control. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Capital assets used in operations are depreciated using the straight-line method over their estimated useful lives in the government-wide statements and proprietary fund statements. Depreciation begins in the fiscal year the asset is placed in service and ends in the fiscal year that it is retired from service or is fully depreciated.

The County reports infrastructure assets on a network basis and has five networks: roads, water/sewer, lighting, drainage, and flood control. Accordingly, the amounts spent for the construction or acquisition of infrastructure assets are capitalized and reported in the government-wide financial statements regardless of their amount. In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the County chose to include all such items regardless of their acquisition date or amount. When available, historical costs were used, otherwise an appraisal was obtained.

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**1. Summary of Significant Accounting Policies (continued)**

**H. Capital Assets (continued)**

The estimated useful lives are as follows:

Infrastructure (except for the maintained pavement subsystem)	20 to 50 years
Structures and improvements	20 to 50 years
Equipment	3 to 15 years
Intangible assets	2 to 10 years

**I. Compensated Absences**

The County has adopted GASB Statement No. 16, *Accounting for Compensated Absences*. The earned benefit is payable upon termination and is reported at the current balance of the liability.

**Non-Classified, Management and Public Service Employee-Supervisory Unit**

Earned vacation may be accumulated up to a maximum of 536 hours by non-classified and management personnel. Supervisory employees may accumulate up to 416 hours vacation.

**Public Service Employees**

The chart below is utilized for unused leave benefits accrual by all other non-law enforcement personnel.

<u>Continuous County Service</u>	<u>Max. Accrual of Vacation Benefits</u>
Years 1 through 3	240 maximum hours
Years 4 through 9	300 maximum hours
Years 10 or more	400 maximum hours

**Law Enforcement Employees (hired before 10/9/2004)**

The following chart is utilized for unused vacation benefits accrual by all law enforcement personnel hired before October 9, 2004.

<u>Continuous County Service</u>	<u>Max. Accrual of Vacation Benefits</u>
Years 1 through 10	360 maximum hours
Years 11 or more	400 maximum hours

**Law Enforcement Employees (hired after 10/9/2004)**

The following chart is utilized for unused vacation benefits accrual by all law enforcement personnel hired after October 9, 2004.

<u>Continuous County Service</u>	<u>Max. Accrual of Vacation Benefits</u>
Years 1 through 3	240 maximum hours
Years 4 through 10	300 maximum hours
Years 11 or more	400 maximum hours

## COUNTY OF NAPA

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

### 1. Summary of Significant Accounting Policies (continued)

#### J. Interfund Transactions

Interfund transactions are reflected as either loans, services provided, reimbursements or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances".

As required by Governmental Accounting Standards Board Statement No. 54, advances from the General Fund, as reported in the fund financial statements, are offset by a corresponding nonspendable portion of fund balance to indicate they are not available for appropriation and are not available financial resources. Advances made from other governmental funds are offset by a corresponding restricted, committed or assigned portion of fund balance dependent upon the constraints placed on the liquidated proceeds.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

#### K. Deferred Outflows and Inflows of Resources

Pursuant to GASB Statement No. 63 and GASB Statement No. 65, the County recognizes deferred outflows and inflows of resources. A deferred outflow of resources is defined as a consumption of net position by the government that is applicable to a future reporting period.

A deferred inflow of resources is defined as an acquisition of net position by the government that is applicable to a future reporting period. In the governmental funds, the County reports revenue that was unavailable to meet current year obligations in this category.

In the Statement of Net Position, deferred inflows and outflows related to pensions and other postemployment benefits (OPEB) are discussed in more detail in the following section.

#### L. Pensions

In government-wide financial statements and proprietary fund financial statements, retirement plans are required to be recognized and disclosed using the accrual basis of accounting, regardless of the amount recognized as pension expenditures on the governmental fund statements, which use the modified accrual basis of accounting.

In general, the County recognizes a net pension liability, which represents the County's proportionate share of the excess of the total pension liability over the fiduciary net position of the pension reflected in the actuarial report provided by the California Public Employees' Retirement System (CalPERS). The net pension liability is measured as of the County's prior fiscal year-end. Changes in the net pension liability are recorded, in the period incurred, as pension expense or as deferred inflows of resources or deferred outflows of resources depending on the nature of the change. The changes in net pension liability that are recorded as deferred inflows of resources or deferred outflows of resources (that arise from changes in actuarial assumptions or other inputs and differences between expected or actual experience) are amortized over the weighted average remaining service life of all participants in the respective pension plan and are recorded as a component of pension expense beginning with the period they are incurred.

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**1. Summary of Significant Accounting Policies (continued)**

**L. Pensions (continued)**

For purposes of measuring the net pension liability and deferred outflows/inflows of resources relating to pensions and pension expense, information about the fiduciary net position of the County's pension plan with CalPERS 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.

Projected earnings on pension investments are recognized as a component of pension expense. Differences between projected and actual investment earnings are reported as deferred inflows of resources or deferred outflows of resources and amortized as a component of pension expense on a closed basis over a five-year period beginning with the period in which the difference occurred. Each subsequent year will incorporate an additional closed basis five-year period recognition.

**M. Other Postemployment Benefits (OPEB)**

For purposes of measuring the net OPEB liability, deferred outflows and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the County's plan (OPEB Plan) and additions to/deductions from the OPEB Plan's fiduciary net position have been determined using the flow of economic resources measurement focus and full accrual basis of accounting. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used:

Valuation Date	June 30, 2017
Measurement Date	June 30, 2018
Measurement Period	July 1, 2017 to June 30, 2018

**N. Estimates**

The preparation of basic financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**O. Accounting Pronouncements Adopted**

The following Governmental Accounting Standard Board (GASB) Statements have been implemented in the current financial statements:

Statement No. 83	<i>Certain Asset Retirement Obligations</i>	<i>The requirements for this statement will take effect for financial statements starting with the fiscal year that ends June 30, 2019.</i>
Statement No. 88	<i>Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements</i>	<i>The requirements of this statement are effective for reporting periods beginning after June 15, 2018.</i>

COUNTY OF NAPA

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

1. Summary of Significant Accounting Policies (continued)

P. Future Accounting Pronouncements

Governmental Accounting Standards Board (GASB) Statements Numbers 84, 87, 89, 90, and 91 listed below will be implemented in future financial statements:

Statement No. 84	<i>Fiduciary Activities</i>	The requirements of this statement are effective for reporting periods beginning after December 15, 2018.
Statement No. 87	<i>Leases</i>	The requirements of this statement are effective for reporting periods beginning after December 15, 2019.
Statement No. 89	<i>Accounting for Interest Cost Incurred Before the End of a Construction Period</i>	The requirements of this statement are effective for periods beginning after December 15, 2019.
Statement No. 90	<i>Majority Equity Interests</i>	The requirements of this statement are effective for periods beginning after December 15, 2018.
Statement No. 91	<i>Conduit Debt Obligations</i>	The requirements of this statement are effective for periods beginning after December 15, 2020.

Q. Fund Equity

In the fund financial statements, governmental funds report fund balance as nonspendable, restricted, committed, assigned or unassigned based on the extent to which the County is bound to honor various constraints.

Nonspendable fund balance – amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted fund balance – amounts with constraints placed on the use of resources that are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance – amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government’s highest level of decision making authority (Board of Supervisors) and which remain in place unless removed by taking the same type of action it employed to commit those amounts. The formal action that commits fund balance to a specific purpose must occur prior to the end of the reporting period.

Assigned fund balance – amounts that are constrained by the County's intent to be used for specific purposes. Intent is expressed by the Board of Supervisors itself or a body (budget or finance committee, for example) or official to which the governing body has delegating authority. Fund balance assignments can be made subsequent to year end. Fund balance includes any portion of existing fund balance that will be incorporated into the subsequent year's budget to "balance" appropriations (*appropriated fund balance*). The amount thus assigned cannot exceed the budgeted excess of expenditures over revenues. This is also the classification for residual funds in the County’s special revenue funds.

Unassigned fund balance – the residual classification for the General Fund that includes amounts not contained in the preceding classifications. The General Fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, the unassigned classification is used when expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

The Board of Supervisors establishes, modifies or rescinds fund balance commitments and assignments by passage of a resolution. This can be done through the adoption of the budget and subsequent budget amendments that occur throughout the year.

## COUNTY OF NAPA

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

### 1. Summary of Significant Accounting Policies (continued)

#### R. Fund Balance Policy

The County is committed to maintaining adequate reserves to protect against unanticipated events that would otherwise adversely affect the financial condition of the County and jeopardize the continuation of necessary public services. The purpose of the County's fund balance policy is to maintain sufficient levels of fund balance to:

- provide cash flow for daily financial requirements;
- provide reserves to guard against economic downturns;
- provide reserves to protect against unforeseen expenditures related to emergencies; and
- provide reserves to maintain investment grade bond ratings.

In order to accomplish this goal, the County has adopted a policy to achieve and maintain a minimum reserved fund balance in the General and Health and Human Services Agency Funds of 20% of budgeted General Fund and Health and Human Services Agency operating expenditures on an annual basis, which is slightly higher than the recommended minimum level set forth by the Government Finance Officers Association of 17%.

#### Order of Spending

The fund balance policy also sets the County's order of spending when multiple funding sources are available. When both restricted and unrestricted resources are available for use, expenditures are to be made using restricted resources first, followed in order by committed, assigned and lastly unassigned resources.

### 2. Cash and Investments

Cash and investments include the cash balances of substantially all funds, which are pooled and invested by the County Treasurer. The Pool includes both statutory and voluntary participation from external entities. The State of California statutes require certain special districts and other governmental entities maintain their cash surplus with the County Treasurer. The Napa County Treasury Pool (Pool) is not registered as an investment company with the Securities and Exchange Commission (SEC) nor is it an SEC Rule 2a7-like pool. Interest earned on pooled investments is apportioned quarterly to certain participating funds based upon each fund's average daily balance with all remaining interest deposited in the General Fund. The Statement of Net Position and the Balance Sheet include investments that reside outside of the Pool and are held with fiscal agents.

Investments made by the Treasurer are regulated by the California Government Code and by the County's investment policy. The objectives of State statutes and the County's investment policy are primarily to safeguard investment principal by mitigating exposure to risk factors, secondarily maintaining sufficient liquidity to meet cash flow needs, and lastly to attain a return on the funds. The County has established the Treasury Oversight Committee to monitor and review the management of public funds maintained in the investment pool in accordance with Article 6 Section 27131 of the California Government Code. The Treasury Oversight Committee and the Board of Supervisors review and approve the investment policy annually. The County Treasurer prepares and submits a comprehensive investment report to the members of the Treasury Oversight Committee and the investment pool participants every month. The report covers the type of investments in the pool, maturity dates, par value, actual costs and fair value.

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**2. Cash and Investments (continued)**

At June 30, 2019, total County cash and investments were as follows:

Cash:	
Cash on hand	\$ 47,716
Imprest cash	172,441
Cash in banks	34,365,313
Outstanding warrants, deposits and reconciling items	<u>(15,527,745)</u>
Total Cash	<u>19,057,725</u>
Investments:	
In Treasurer's pool	630,104,815
With fiscal agents external to the Pool	<u>9,510,242</u>
Total Investments	<u>639,615,057</u>
Total Cash and Investments	<u>\$ 658,672,782</u>

Total cash and investments at June 30, 2019 were presented in the County's financial statements as follows:

Total governmental activities	\$ 302,232,982
Total business-type activities	12,303,952
Investment trust funds	281,087,314
Private purpose trust funds	5,119,066
Agency funds	57,358,013
Component Unit - Napa County Children and Families Commission	<u>571,455</u>
Total Cash and Investments	<u>\$ 658,672,782</u>

**Custodial Credit Risk related to Deposits**

Custodial credit risk for deposits is the risk that the County will not be able to recover its deposits or collateral securities that are in the possession of an outside party. This risk is mitigated in that of the County's total bank balances, \$571,600 is insured by the Federal Depository Insurance Corporation. The remaining \$33,793,713 on deposit is collateralized with securities held by the pledging financial institution's agent. Per Government Code Section 53652, the depository is required to maintain a market value of at least 110% of the pledged collateral.

**Investments**

The following table identifies the investment types that are authorized for the Pool by the California Government Code or the County's investment policy, where more restrictive. The table also identifies certain provisions of the County's investment policy that address interest rate risk, credit risk, and concentration risk.

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Maximum Portfolio</u>	<u>Maximum Investment % in One Issuer</u>
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Obligations	5 years	None	None
State of California Obligations	5 years	None	None
Banker's Acceptances	180 days	40%	30%
California Local Agency Obligations	5 years	None	None
Commercial Paper	270 days	40%	10%
Negotiable Certificates of Deposit	5 years	30%	None
Repurchase Agreements	1 year	None	None
Medium-Term Notes	5 years	30%	None
Local Agency Investment Fund (LAIF)	N/A	\$65 million (per account)	None

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**2. Cash and Investments (continued)**

Investments (continued)

At June 30, 2019, the County had the following investments:

	Interest Rates	Maturities	Par	Cost	Fair Value	WAM (Years)*
Investments in Investment Pool						
U.S. Agency Obligations - fixed	1.15%-2.95%	7/2019-4/2024	\$ 424,754,754	\$ 424,139,863	\$ 424,921,444	1.10
U.S. Agency Obligations - discount	0.75%-2.41%	7/2019-7/2020	52,941,246	52,274,094	52,766,386	0.61
U.S. Treasury Obligations	2.57%	5/2020	1,400,000	1,400,000	1,422,260	2.87
Corporate Notes	1.70%-3.13%	5/2020-6/2024	144,766,000	144,201,355	145,780,831	2.75
Teeter Notes	2.97%-3.23%	9/2020-9/2023	2,089,503	2,089,503	2,089,503	3.37
LAIF	Various	On demand	6,000,000	6,000,000	6,000,000	0.00
Total Treasurer's Pooled Investments			631,951,503	630,104,815	632,980,424	1.43
Investments Controlled by Fiscal Agents						
U.S. Treasury Obligations			9,510,242	9,510,242	9,510,242	
Total Investments			\$ 641,461,745	\$ 639,615,057	\$ 642,490,666	

\* WAM is Weighted Average Maturity

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Pool manages its exposure to declines in fair values by limiting its long-term investments to only funds that are not needed for current cash flow purposes and holding these securities to maturity. The investment policy also limits the final maturity date of any individual security to a maximum of five years.

The fair values of the County's fixed-maturity investments fluctuate in response to changes in market interest rates. Increases in prevailing interest rates generally translate into decreases in the fair values of those instruments; conversely, decreases in prevailing interest rates generally translate into increases in the fair values of those instruments. At June 30, 2019, the investment pool fair value exceeded cost by \$2,875,609, or 0.45%. The cost and fair value of cash and investments was substantially the same at year-end, as such no fair value adjustment was required.

Credit Risk

State law and the County's Investment Policy limit investments in commercial paper to the rating of A1 by Standard & Poor's (S&P), P-1 by Moody's Investment Service (Moody's) or F-1 by Fitch. State law and the County's Investment Policy also limit investments in corporate notes to the rating of A by Standard & Poor's and Moody's Investment Service. The County's investment policy limits State of California and California Local Agency Obligations to the rating of A or better by Standard & Poor's, Moody's or Fitch, but does not have credit limits on U.S. Agency obligations.

Concentration of Credit Risk

The following is a summary of the credit quality distribution and concentration of credit risk by investment type as a percentage of the County Investment Pool's fair value at June 30, 2019.

	S & P	Moody's	% of Portfolio
U.S. Agency Obligations - fixed	N/A	N/A	67.13 %
U.S. Agency Obligations - discount	N/A	N/A	8.34 %
U.S. Treasury Obligations	N/A	N/A	0.22 %
Corporate Notes	Aa2-AA+	A2-Aaa	23.03 %
Teeter Notes	Unrated	Unrated	0.33 %
Local Agency Investment Fund (LAIF)	Unrated	Unrated	0.95 %
Total			<u>100.00 %</u>

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**2. Cash and Investments (continued)**

**Concentration of Credit Risk (continued)**

In accordance with State law and the County's Investment Policy, the County did not have 10% or more of its net investment in any one money market mutual fund. Investments in any one issuer (other than U.S. treasury securities, money market mutual funds and external investment pools) that represent 5% or more of the total Pool investments are as follows:

Federal Home Loan Bank	Government Sponsored	\$ 93,105,000	14.71 %
Federal Farm Credit Bank	Government Sponsored	197,866,000	31.26 %
Federal National Mortgage Association	Government Sponsored	21,000,000	3.32 %
Federal Home Loan Mortgage Corporation	Government Sponsored	112,725,000	17.81 %

**Local Agency Investment Fund**

The Pool's total investment in the LAIF, managed by the Treasurer for the State of California, is \$6.0 million at June 30, 2019. The total amount invested by all public agencies in LAIF at June 30, 2019 was \$24.6 billion. LAIF is available for investment of funds administered by California local governments and special districts and is not registered with the SEC as an investment company. The Local Investment Advisory Board has oversight responsibility for LAIF. The Local Investment Advisory Board consists of five members as designated by State Statute. The value of pool shares in LAIF, which may be withdrawn, is determined on an amortized cost basis, which is different than the fair value of the pooled treasury's portion in the pool. LAIF is part of the State of California Pooled Money Investment Account (PMIA), whose balance at June 30, 2019 was \$105.7 billion. The PMIA portfolio includes 1.77% invested in medium and short term structured notes and asset-backed securities and 0.28% invested in short term asset-backed commercial paper. PMIA is not registered with the Securities and Exchange Commission as an investment company, but is required to invest according to California State Code. The average maturity of PMIA investments was 173 days as of June 30, 2019.

LAIF operates and reports to participants on an amortized cost basis. The income, gains, and losses, net of administration fees, are allocated based upon the participants average daily balance. Deposits in LAIF are not insured or otherwise guaranteed by the State of California and participants share proportionately in any realized gains or losses on investments. The fair value of LAIF is approximately equal to the value of pool shares. Withdrawals from LAIF are processed for a minimum of \$5,000, in increments of a thousand dollars. Withdrawals in excess of \$10.0 million require 24 hours advance notification.

**County Investment Pool Condensed Financial Statements**

The following represents a condensed statement of net position and changes in net position for the Treasurer's investment pool as of June 30, 2019:

**Statement of Net Position**

Net Position held for pool participants	<u>\$ 630,104,815</u>
Equity of internal pool participants	\$ 295,788,971
Equity of external pool participants (both voluntary and involuntary)	<u>334,315,844</u>
Total Net Position	<u>\$ 630,104,815</u>

**Statement of Changes in Net Position**

Net position held for pool participants at July 1, 2018	\$ 679,542,369
Net change in investments by pool participants	<u>(49,437,554)</u>
Net position held for pool participants at June 30, 2019	<u>\$ 630,104,815</u>

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**2. Cash and Investments (continued)**

The Pool holds investments that are measured at fair value on a recurring basis. Investments are categorized within a fair value hierarchy established by generally accepted accounting principles. These principles recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Investments reflect prices quoted for identical assets in active markets;
- Level 2: Investments reflect prices based upon identical or similar assets that are observable either directly or indirectly; and
- Level 3: Investments reflect prices based upon unobservable sources.

The Pool has the following recurring fair value measurements as of June 30, 2019:

	Fair Value Measurements Using		
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<b><u>Investments by fair value level</u></b>			
Debt Securities			
Government agency bonds	\$424,921,444	\$ 424,921,444	\$ -
Government agency discount notes	52,766,386	52,766,386	-
U.S. Treasury obligations	1,422,260	1,422,260	-
Corporate Notes	145,780,831	-	145,780,831
Teeter Notes	2,089,503	-	2,089,503
Total investments measured at fair value	<u>\$626,980,424</u>	<u>\$ 479,110,090</u>	<u>\$ 147,870,334</u>
<b>Investments measured at amortized cost</b>			
LAIF	<u>6,000,000</u>		
Total pooled and directed investments	<u><u>\$632,980,424</u></u>		

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**3. Interfund Transactions**

Interfund Receivables/Payables

The composition of interfund balances as of June 30, 2019 are as follows:

**Due to/from other funds:**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Other Governmental Fund	\$ 224,150	In-Home Supportive Services cash advance
	Internal Service Fund	36,884	Liability Insurance cash advance
Health and Human Services Agency	General Fund	1,897,238	2011 Realignment program costs
		<u>\$ 2,158,272</u>	

The composition of advances to/from other funds as of June 30, 2019 are as follows:

**Advance to/from other funds:**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Napa Berryessa Resort Improv.	\$ 1,779,000	Operating advance
	Lake Berryessa Resort Improv.	2,305,000	Debt Service advance
	Other Governmental Funds	2,000,000	Capital advance
Capital Improvement Fund	Roads Fund	5,385,090	Capital advance
	General Fund	1,224,000	Capital advance
	Napa Berryessa Resort Improv.	45,000	Operating advance
Other Governmental Funds	Health & Human Services Agency	42,195	Capital advance
		<u>\$ 12,780,285</u>	

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**3. Interfund Transactions (continued)**

**Transfers**

Transfers are indicative of funding for capital projects, lease payments or debt service, subsidies of various County operations and re-allocations of special revenues. The following schedule briefly summarizes the County's transfer activity:

<u>Transfer from</u>	<u>Transfer to</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Health & Human Services Agency	\$ 32,675,448	HHSA Program contribution
	Capital Improvement Fund	28,880,784	Current and future capital projects
	Roads Fund	15,519,845	Roads contribution
	Lake Berryessa Resort Improvement District	4,281	Storm repair costs
	Other Governmental Funds	691,637	Affordable Housing
	Other Governmental Funds	41,724	IHSS contribution
	Other Governmental Funds	229,872	Library contribution
	Other Governmental Funds	18,510	Deferred Compensation contribution
	Other Governmental Funds	90,000	MST contribution
	Other Governmental Funds	3,865,150	Debt Service
	Other Enterprise Funds	78,250	Farmworker Centers
	Other Enterprise Funds	665,000	Calistoga Fairgrounds contribution
	Health & Human Services Agency	General Fund	496,551
Other Governmental Funds		515,745	Debt service
Internal Service Funds		45,206	Insurance premiums
Capital Improvement Fund	General Fund	2,184	Program contribution
	Internal Service Funds	23,058	Fleet contribution
Roads Fund	General Fund	170,250	Roads project delayed
	Other Governmental Funds	5,224	Debt service
Other Governmental Funds	Health & Human Services Agency	116,722	Homeless prevention
	Other Governmental Funds	122,697	Project contribution
	Other Governmental Funds	464,529	Fire protection
	Other Governmental Funds	26,490	Debt service
	Other Enterprise Funds	536,998	Farmworker centers
	Other Enterprise Funds	215,000	Community Housing
		<u>\$ 85,501,155</u>	

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**4. Capital Assets**

Capital asset activity for the year ended June 30, 2019, was as follows:

	Balance July 1, 2018	Additions	Retirements	Transfers & Adjustments	Balance June 30, 2019
<b>Governmental Activities</b>					
Capital assets, not being depreciated:					
Land	\$ 13,967,747	\$ 7,500	\$ -	\$ (89,800)	\$ 13,885,447
Intangible assets	264,558	-	-	(264,558)	-
Construction in progress	39,423,557	11,475,837	-	(4,231,037)	46,668,357
Total capital assets, not being depreciated	<u>53,655,862</u>	<u>11,483,337</u>	<u>-</u>	<u>(4,585,395)</u>	<u>60,553,804</u>
Capital assets, being depreciated:					
Infrastructure	193,575,565	-	-	-	193,575,565
Structures and improvements	146,462,955	-	-	4,002,329	150,465,284
Equipment	43,184,985	4,340,755	(2,927,260)	264,558	44,863,038
Intangible assets	1,920,438	-	-	-	1,920,438
Total capital assets being depreciated	<u>385,143,943</u>	<u>4,340,755</u>	<u>(2,927,260)</u>	<u>4,266,887</u>	<u>390,824,325</u>
Less accumulated depreciation for:					
Infrastructure	(170,002,068)	(1,691,617)	-	-	(171,693,685)
Structures and improvements	(43,411,718)	(2,661,407)	-	138,584	(45,934,541)
Equipment	(31,949,659)	(3,110,423)	2,889,529	-	(32,170,553)
Intangible assets	(1,043,472)	(250,561)	-	-	(1,294,033)
Total accumulated depreciation	<u>(246,406,917)</u>	<u>(7,714,008)</u>	<u>2,889,529</u>	<u>138,584</u>	<u>(251,092,812)</u>
Total capital assets, being depreciated, net	<u>138,737,026</u>	<u>(3,373,253)</u>	<u>(37,731)</u>	<u>4,405,471</u>	<u>139,731,513</u>
Governmental activities capital assets, net	<u>\$ 192,392,888</u>	<u>\$ 8,110,084</u>	<u>\$ (37,731)</u>	<u>\$ (179,924)</u>	<u>\$ 200,285,317</u>
<b>Business-type Activities</b>					
Capital assets, not being depreciated:					
Land	\$ 5,365,041	\$ -	\$ -	\$ 89,800	\$ 5,454,841
Construction in progress	7,609,678	5,792,383	-	-	13,402,061
Total capital assets, not being depreciated	<u>12,974,719</u>	<u>5,792,383</u>	<u>-</u>	<u>89,800</u>	<u>18,856,902</u>
Capital assets, being depreciated:					
Structures and improvements	78,696,342	-	-	213,708	78,910,050
Equipment	1,640,310	8,531	-	15,000	1,663,841
Total capital assets, being depreciated	<u>80,336,652</u>	<u>8,531</u>	<u>-</u>	<u>228,708</u>	<u>80,573,891</u>
Less accumulated depreciation for:					
Structures and improvements	(40,034,426)	(2,492,323)	-	(138,584)	(42,665,333)
Equipment	(1,415,104)	(119,070)	-	-	(1,534,174)
Total accumulated depreciation	<u>(41,449,530)</u>	<u>(2,611,393)</u>	<u>-</u>	<u>(138,584)</u>	<u>(44,199,507)</u>
Total capital assets, being depreciated, net	<u>38,887,122</u>	<u>(2,602,862)</u>	<u>-</u>	<u>90,124</u>	<u>36,374,384</u>
Business-type activities capital assets, net	<u>\$ 51,861,841</u>	<u>\$ 3,189,521</u>	<u>\$ -</u>	<u>\$ 179,924</u>	<u>\$ 55,231,286</u>

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**4. Capital Assets (continued)**

**Transfers and Adjustments**

During fiscal year 2018-19 the following completed projects (construction in progress) were transferred and reclassified:

- Library completed the remodel of the main Napa Library and transferred a total of \$4,231,037 of construction in progress to Structures and Improvements classification.
- Information Technology Services completed the Video Camera Surveillance System, transferring \$264,558 to Equipment classification.

Also during fiscal year 2018-19 the following assets were transferred:

- The General Fund transferred a net asset total of \$179,924, comprised of golf course land, clubhouse, and equipment to the Calistoga Fairgrounds Fund.

**Construction Commitments**

Major outstanding construction commitments (in excess of \$1.0 million) were as follows:

<u>Project Description</u>	<u>Outstanding Commitment</u>
Napa County Re-entry Correctional Facility	\$ 2,901,530
Napa County Jail	7,822,331
Devlin Road Segment E	5,102,340
Napa County Airport Runway 18R-36L Rehabilitation	11,693,680
Total	<u>\$ 27,519,881</u>

**Depreciation**

Depreciation expense was charged to governmental functions as follows:

General government	\$ 2,146,867
Public protection	2,525,248
Public ways and facilities	2,204,371
Health and sanitation	502,402
Public assistance	118,353
Education	215,192
Recreation and Cultural Services	1,575
Total Depreciation Expense - Governmental Functions	<u>\$ 7,714,008</u>

Depreciation of capital assets held by the County's Internal Service Funds is charged to the various functions based on their usage of the assets being depreciated.

Depreciation expense was charged to business-type functions as follows:

Napa County Airport	\$ 1,221,614
Lake Berryessa Resort Improvement District	273,932
Napa Berryessa Resort Improvement District	597,696
Napa County Housing Authority	73,010
Animal Shelter	105,316
Calistoga Fairgrounds	2,998
5th Street Parking Garage	336,827
Total Depreciation Expense - Business-Type Functions	<u>\$ 2,611,393</u>

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**5. Long-Term Liabilities**

The following is a summary of long-term liabilities:

	Balance July 1, 2018	Additions	Reductions	Balance June 30, 2019	Amount Due within One Year
<b>Governmental Activities:</b>					
Certificates of participation	\$ 21,070,000	\$ -	\$ (3,330,000)	\$ 17,740,000	\$ 3,485,000
Add unamortized amounts:					
For issuance premiums	2,516,520	-	(419,420)	2,097,100	-
Capital lease obligations	1,683,784	-	(198,386)	1,485,398	147,425
Loans payable	6,251,419	-	(318,710)	5,932,709	321,897
Compensated absences	12,654,672	2,894,909	(2,227,674)	13,321,907	5,468,741
Liability for unpaid claims	11,052,490	5,218,338	(4,866,828)	11,404,000	2,850,255
Net pension liability	237,508,415	-	(4,810,849)	232,697,566	-
Net OPEB liability	32,656,000	441,000	-	33,097,000	-
<b>Total Governmental Activities</b>					
Long-term liabilities	<u>\$ 325,393,300</u>	<u>\$ 8,554,247</u>	<u>\$ (16,171,867)</u>	<u>\$ 317,775,680</u>	<u>\$ 12,273,318</u>
<b>Business-type Activities:</b>					
Bonds payable	\$ 10,194,521	\$ -	\$ (172,000)	\$ 10,022,521	\$ 178,000
Capital lease obligations	737,894	-	(65,779)	672,115	66,688
Compensated absences	93,231	37,797	(11,268)	119,760	36,137
Net pension liability	1,724,786	46,044	-	1,770,830	-
<b>Total Business-type Activities</b>					
Long-term liabilities	<u>\$ 12,750,432</u>	<u>\$ 83,841</u>	<u>\$ (249,047)</u>	<u>\$ 12,585,226</u>	<u>\$ 280,825</u>
<b>Component Unit Activities:</b>					
Compensated absences	1,113	14,897	(7,241)	8,769	6,551
<b>Total Component Unit Activities</b>	<u>\$ 1,113</u>	<u>\$ 14,897</u>	<u>\$ (7,241)</u>	<u>\$ 8,769</u>	<u>\$ 6,551</u>

Annual debt service requirements of governmental and business-type activities to maturity are as follows:

Year Ending June 30:	Governmental Activities				Business-type Activities	
	Certificates of Participation		Loans Payable		Special Assessment Bonds Payable	
	Principal	Interest	Principal	Interest	Principal	Interest
2020	\$ 3,485,000	\$ 702,100	\$ 321,897	\$ 59,327	\$ 178,000	\$ 310,423
2021	3,650,000	670,500	325,116	56,108	183,000	304,782
2022	3,805,000	457,600	328,367	52,857	189,000	298,969
2023	3,980,000	284,350	331,651	49,573	194,000	292,985
2024	2,820,000	103,000	334,968	46,257	201,000	286,813
2025-2029	-	-	1,725,758	180,364	1,105,000	1,334,160
2030-2034	-	-	1,813,789	92,333	1,291,000	1,147,378
2035-2039	-	-	751,163	11,286	1,509,000	929,003
2040-2044	-	-	-	-	1,764,000	673,863
2045-2049	-	-	-	-	2,061,000	375,566
2050-2054	-	-	-	-	1,347,521	62,369
	<u>\$ 17,740,000</u>	<u>\$ 2,217,550</u>	<u>\$ 5,932,709</u>	<u>\$ 548,105</u>	<u>\$ 10,022,521</u>	<u>\$ 6,016,311</u>

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**5. Long-Term Liabilities (continued)**

Long-term debt at June 30, 2019 consisted of the following:

	<u>Date of Issue</u>	<u>Maturity</u>	<u>Interest Rates</u>	<u>Annual Principal Installments</u>	<u>Original Issue Amount</u>	<u>Outstanding at June 30, 2019</u>
<b><u>Governmental Activities:</u></b>						
<b>Certificates of Participation (COP)</b>						
2012 issue (to refund the County's 2003 COP issue used to fund the construction of a new Sheriff's facility, the construction and renovation of the County's Juvenile Justice Center and refund the 1993 COP issue; to establish a reserve fund for the certificates; and to pay certain costs incurred in connection with the execution of the certificates.)						
Certificates of Participation	5/15/2012	2024	2.00 - 5.00%	\$980,000 - \$2,215,000	\$ 20,225,000	\$ 9,200,000
2014 issue (to finance or reimburse the County for certain costs to construct improvements on the South Napa Campus, acquire land on which to house inmate detention facilities, fund a reserve and to pay certain costs of issuance.)						
Certificates of Participation	4/1/2014	2024	3.00 - 4.00%	\$1,250,000 - \$1,840,000	<u>15,590,000</u>	<u>8,540,000</u>
Total Certificates of Participation					<u>35,815,000</u>	<u>17,740,000</u>
<b>Loans Payable</b>						
2014 State Water Resources Control Board (to finance construction of a recycled water pipeline to the Milliken-Sarco-Tulocay basin. The principal amount of the loan commitment is \$6,889,339 with \$5,820,049 issued during FY15-16 and the remaining \$1,046,277 issued during FY16-17. In FY16-17, \$23,013 of accrued interest was transferred to principal. This loan will be paid from amounts levied against property owners benefited by these improvements.)						
State Water Resources Control Board	6/27/2014	2035	1.00%	\$315,555 - \$377,450	<u>6,889,339</u>	<u>5,932,709</u>
Total Loans Payable					<u>6,889,339</u>	<u>5,932,709</u>
Total Governmental Activities					<u>\$ 42,704,339</u>	<u>\$ 23,672,709</u>
<b><u>Business-type Activities</u></b>						
<b>Special Assessment Bonds Payable</b>						
2013 Series A Bonds (to reimburse the Napa Berryessa Resort Improvement District for certain costs to acquire and/or construct wastewater system improvements. These bonds will be paid from amounts levied against property owners benefited by these improvements.)						
Bonds Payable	12/5/2012	2052	3.125%	\$110,872 - \$341,000	\$ 8,003,210	\$ 7,325,364
2013 Series B Bonds (to reimburse the Napa Berryessa Resort Improvement District for certain costs to acquire and/or construct water system improvements. These bonds will be paid from amounts levied against property owners benefited by these improvements.)						
Bonds Payable	5/8/2013	2052	3.125%	\$40,728 - \$129,000	<u>2,923,728</u>	<u>2,697,157</u>
Total Bonds Payable					<u>10,926,938</u>	<u>10,022,521</u>
Total Business-Type Activities					<u>\$10,926,938</u>	<u>\$ 10,022,521</u>

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**5. Long-Term Liabilities (continued)**

Certificates of participation retirements and related interest payments are paid from a debt service fund. Bond retirements and related interest payments are paid from the Napa Berryessa Resort Improvement District. Loans payable retirements and related interest payments are paid from the Community Facility District-MST.

Net OPEB liabilities and insurance claims and judgments are paid from the Employee/Retiree Benefits and Insurance Liability Internal Service Funds. The Internal Service Funds then charge both governmental and proprietary funds based on full-time equivalents (OPEB) and insurance claim experience. Compensated absences and net pension liabilities are paid by the fund in which the employee is accounted, and will be paid by several of the County's funds, including the General Fund, four special revenue funds, three internal service funds, and two enterprise funds.

**Bond Discounts and Bond Premiums**

In the governmental funds, bond discounts and premiums are treated as period costs in the year of issue. In the proprietary funds (and for the governmental activities in the government-wide statements) bond discounts and premiums are deferred and amortized over the term of the debt using the straight-line method. Bond discounts and premiums are presented as a reduction and increase, respectively, of the outstanding balance of bonds payable.

**Arbitrage Earnings**

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service at least every five years. During the current year, the County reviewed investment earnings on all remaining bond proceeds and does not anticipate an arbitrage liability.

**6. Leases**

**Operating Leases**

The County is committed under various operating leases for facilities, vehicles and photocopy machines. The minimum future lease commitments on these leases are as follows:

<u>June 30,</u>	<u>Payments</u>
2020	\$ 955,071
2021	880,831
2022	829,459
2023	256,048
2024	60,523
2025-2029	188,857
2030-2034	218,937
2035-2039	253,807
2040-2044	294,232
2045-2049	64,247
Total	<u>\$ 4,002,012</u>

Rent expenditures were \$1,554,360 for the year ending June 30, 2019.

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**6. Leases (continued)**

**Capital Leases**

The County has entered into certain capital lease arrangements under which the related equipment will become the property of the County when all terms of the lease agreement are fulfilled. The following is a schedule of minimum capital lease payments, payable from the General Fund, certain special revenue funds and certain enterprise funds, as of June 30, 2019:

Fiscal Year Ending June 30,	Governmental Activities	Business-type Activities
2020	\$ 170,439	\$ 77,099
2021	170,130	76,959
2022	169,816	76,817
2023	169,498	76,673
2024	169,175	76,527
2025-2029	<u>757,179</u>	<u>342,512</u>
Total minimum lease payments	1,606,237	726,587
Less: Amount representing interest	<u>(120,839)</u>	<u>(54,472)</u>
Net present value of capital lease payments	<u>\$ 1,485,398</u>	<u>\$ 672,115</u>

The following is a schedule of capital assets acquired through capital leases as of June 30, 2019:

	Governmental Activities	Business-type Activities	Total
Equipment	\$ 2,906,277	\$ 979,858	\$ 3,886,135
Less: accumulated depreciation	<u>(2,538,839)</u>	<u>(752,783)</u>	<u>(3,291,622)</u>
Total capital assets, net, under capital leases	<u>\$ 367,438</u>	<u>\$ 227,075</u>	<u>\$ 594,513</u>

Depreciation expense related to capital assets under capital leases was \$542,576 and \$77,790 for governmental and business-type activities, respectively.

**7. Deferred Inflows of Resources**

Under both the accrual and modified accrual basis of accounting, revenue may be recognized only when earned. Therefore, the government-wide Statement of Net Position as well as governmental and enterprise fund financial statements delay revenue recognition in connection with resources that have been received as of year-end, but not yet earned. Assets recognized in connection with a transaction before the earning process is complete are offset by a corresponding liability for unearned revenue.

Pursuant to GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, the County recognized deferred inflows of resources in the government-wide and governmental fund statements. These items are an acquisition of net position by the County that is applicable to a future reporting period. Previous financial reporting standards do not include guidance for reporting those financial statement elements, which are distinct from assets and liabilities.

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**7. Deferred Inflows of Resources (continued)**

Under the modified accrual basis of accounting, it is not enough that revenue has been earned if it is to be recognized in the current period. Revenue must also be available to finance expenditures of the current period. Governmental funds report revenues in connection with receivables for revenues not considered available to liquidate as deferred inflows of resources in the current period.

The various components of unearned revenue and unavailable revenues (deferred inflows of resources) are reported as follows:

	<u>Unearned</u>	<u>Unavailable</u>	<u>Total</u>
<b>Governmental Activities:</b>			
General Fund:			
SB 90 mandated costs	\$ -	\$ 1,693,707	\$ 1,693,707
State grants & reimbursements	-	241,151	241,151
Federal grants & reimbursements	-	71,779	71,779
Charges for services	-	38,780	38,780
Health and Human Services Agency:			
State grants & reimbursements	6,825,818	665,870	7,491,688
Federal grants & reimbursements	-	5,117,203	5,117,203
Charges for services	-	127,339	127,339
Other	-	102,638	102,638
Capital Improvement Fund:			
Insurance Proceeds	-	5,077,339	5,077,339
Nonmajor Governmental Funds:			
State grants & reimbursements	-	388,438	388,438
Federal	-	7,805	7,805
Charges for services	-	230,000	230,000
Other	75,000	-	75,000
Total unearned and unavailable revenue	<u>\$ 6,900,818</u>	<u>\$ 13,762,049</u>	<u>\$ 20,662,867</u>
<b>Business-type Activities:</b>			
Napa County Housing Authority	13,808	-	13,808
Total unearned and unavailable revenue	<u>\$ 13,808</u>	<u>\$ -</u>	<u>\$ 13,808</u>

On the Statement of Net Position, deferred inflows of resources are the result of pension and OPEB activities. See Footnotes 10 and 11 for more detailed information on pension and OPEB related inflows, respectively.

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**8. Restricted Component of Net Position**

The restricted component of net position includes assets that are subject to constraints either (1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislations.

The restricted component of net position at June 30, 2019 for governmental activities is as follows:

Restricted for General Government:		
General Fund		\$ 8,008,285
Non-operating special revenue funds SRF in General Fund authorized by statutory provisions to finance particular general government activities		10,190,901
Other Governmental Funds		<u>5,307,244</u>
		\$ 23,506,430
Restricted for Public Protection:		
Inmate Welfare Fund		496,692
Non-operating special revenue funds in General Fund authorized by statutory provisions to finance particular public protection activities		10,544,635
Capital Improvement Fund		7,304,850
Other Governmental Funds		<u>10,890,795</u>
		29,236,972
Restricted for Public Ways and Facilities:		
Non-operating special revenue funds in General Fund authorized by statutory provisions to finance particular public ways and facilities activities		11,836,958
Roads Fund		14,060,436
Other Governmental Funds		<u>3,305,233</u>
		29,202,627
Restricted for Health and Sanitation:		
Non-operating special revenue funds in General Fund authorized by statutory provisions to finance particular health and sanitation activities		107,931
Health & Human Services Agency Fund		17,735,442
Non-operating special revenue funds in Health and Human Services Agency Fund authorized by statutory provisions to finance particular health and sanitation activities		9,713,591
Other Governmental Funds		<u>913,209</u>
		28,470,173
Restricted for Public Assistance:		
Non-operating special revenue funds in General Fund authorized by statutory provisions to finance particular public assistance activities		634,002
Health & Human Services Agency Fund		8,168,557
Non-operating special revenue funds in Health and Human Services Agency Fund authorized by statutory provisions to finance particular public assistance activities		2,072,486
Other Governmental Funds		<u>30,265,284</u>
		41,140,329
Restricted for Education:		
Other Governmental Funds		<u>13,908,048</u>
		<u>13,908,048</u>
Total restricted component of net position - governmental activities		<u>\$ 165,464,579</u>

The restricted component of net position at June 30, 2019 for business-type activities is as follows:

Lake Berryessa Resort Improvement District restricted by a third party and funded by assessments levied on parcels within the district		\$ 45,770
Napa Berryessa Resort Improvement District restricted by ordinance and funded by voter approved property taxes on parcels within the district		339,810
Agricultural Workers Housing Grant - Capital Replacement		255,000
Agricultural Workers Housing Grant - Operations		500,000
Airport - Fuel Farm maintenance		<u>708,121</u>
		1,348,701
Total restricted component of net position - business-type activities		<u>\$ 1,348,701</u>

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**9. Fund Balances**

Classification

In accordance with the provisions of GASB Statement No. 54, governmental funds report fund balance classifications based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances for all major and nonmajor governmental funds as of June 30, 2019 were distributed as follows:

	General Fund	Health and Human Services Agency	Capital Improvement Fund	Roads	Other Governmental Funds	Total
<b>Nonspendable:</b>						
Advances to Other Funds	\$ 6,084,000	\$ -	\$ -	\$ -	\$ -	\$ 6,084,000
Endowment	-	-	-	-	26,879	26,879
Prepaid items	111,863	20,798	-	-	9,687	142,348
Deposits	-	-	650,760	-	1,250	652,010
Subtotal	<u>6,195,863</u>	<u>20,798</u>	<u>650,760</u>	<u>-</u>	<u>37,816</u>	<u>6,905,237</u>
<b>Restricted to:</b>						
Purpose of Fund	-	20,991,519	-	4,968,013	58,120,447	84,079,979
General Reserve	29,342,357	-	-	-	-	29,342,357
Declared Emergency	775,703	-	-	-	-	775,703
2014 Earthquake	3,526,387	-	-	-	-	3,526,387
2017 Napa Fire Complex	3,169,651	-	-	-	-	3,169,651
IRC 115 Pension Trust	8,008,286	-	-	-	-	8,008,286
Inmate Welfare	496,692	-	-	-	-	496,692
County Assessor Grant Program	34,632	-	-	-	-	34,632
Debt Service	-	-	-	-	1,899,821	1,899,821
1 Percent TOT Housing	178,844	-	-	-	-	178,844
2011 Realignment	11,053,717	-	-	-	-	11,053,717
Housing Rehabilitation Repayment	16,321	-	-	-	-	16,321
Property Tax Admin-AB818	189,948	-	-	-	-	189,948
Recorder Micrographics	782,821	-	-	-	-	782,821
Recorder Modernization	2,980,738	-	-	-	-	2,980,738
Vital-Health Stats Clerk	196,341	-	-	-	-	196,341
Social Security Truncation Fees	111,501	-	-	-	-	111,501
Electronic Document Recording	255,623	-	-	-	-	255,623
DA-Asset Forfeitures	82,730	-	-	-	-	82,730
DA-Prop 64 Civil Penalties	2,854,336	-	-	-	-	2,854,336
DA-Hazardous Waste Enforcement	45,799	-	-	-	-	45,799
DA-\$1 Vehicle Registration Assess	360,993	-	-	-	-	360,993
DA-Consumer Fraud	122,755	-	-	-	-	122,755
Sheriff-Civil Equipment	236,349	-	-	-	-	236,349
Sheriff-Fingerprint Identification	423,989	-	-	-	-	423,989
Sheriff-Asset Forfeitures	194,845	-	-	-	-	194,845
Sheriff-Debtor Assessment Fees	418,844	-	-	-	-	418,844
Sheriff-Municipal Court Auto Warrant	197,273	-	-	-	-	197,273
Sheriff-Community Services	15,532	-	-	-	-	15,532
Sheriff-Indigent Burial	-	45,760	-	-	-	45,760
Sheriff-Rabies Eradication & Control	14,524	-	-	-	-	14,524
Probation-Community Correction Performance Incentives	55,192	-	-	-	-	55,192
Ag-Weights and Measures	22,848	-	-	-	-	22,848
PBES-CASp Cert & Train Fund	11,430	-	-	-	-	11,430
PBES-Seismic Data Utilization	35,696	-	-	-	-	35,696
PBES-Telecommunications	115,751	-	-	-	-	115,751
PBES-Department of Public Health	365,500	-	-	-	-	365,500
Mitigation-Airport Industrial Area	22,432	-	-	-	-	22,432
PBES-Hazardous Waste Enforcement	-	428,294	-	-	-	428,294
PH-AIDS Education	-	24,305	-	-	-	24,305
PH-Emergency Medical Services	-	86,420	-	-	-	86,420
South Campus Renovations	-	-	541,124	-	-	541,124
Juvenile Justice Construction	-	-	1,695,944	-	-	1,695,944
Courthouse Construction	-	-	2,666,486	-	-	2,666,486
MH-Managed Care	-	1,624,324	-	-	-	1,624,324
MH-MHSA Planning Expenses	-	6,887,006	-	-	-	6,887,006
ADS-Alcohol Abuse Education/Prevention	-	67,827	-	-	-	67,827
ADS-Drug Fees-HS11372.7	-	53,230	-	-	-	53,230

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**9. Fund Balances (continued)**

Classification (continued)

	General Fund	Health and Human Services Agency	Capital Improvement Fund	Roads	Other Governmental Funds	Total
ADS-Tobacco Control	-	48,026	-	-	-	48,026
CWS-County Children Fund	-	22,510	-	-	-	22,510
CWS-Child Welfare Wraparound	-	990,375	-	-	-	990,375
HHS-A-Family Support	-	1,043,936	-	-	-	1,043,936
Health Care Enhancement	-	985,618	-	-	-	985,618
Whole Person Care	-	675,892	-	-	-	675,892
Measure A - Unincorporated	7,319,502	-	-	-	-	7,319,502
Measure T	2,769,167	-	-	-	-	2,769,167
SB1	1,719,915	-	-	-	-	1,719,915
Other less than \$10,000	18,027	2,471	-	-	-	20,498
Encumbrances	-	-	-	9,387,852	706,568	10,094,420
Subtotal	<u>78,542,991</u>	<u>33,977,513</u>	<u>4,903,554</u>	<u>14,355,865</u>	<u>60,726,836</u>	<u>192,506,759</u>
Committed to:						
Building and Safety Permitting	-	-	-	-	5,251,543	5,251,543
Capital Outlay	-	-	9,060,091	-	-	9,060,091
Audit Exceptions	-	1,022,813	-	-	-	1,022,813
Special Projects	35,267	-	-	-	-	35,267
Encumbrances	3,642,076	-	180,007	-	403,139	4,225,222
Subtotal	<u>3,677,343</u>	<u>1,022,813</u>	<u>9,240,098</u>	<u>-</u>	<u>5,654,682</u>	<u>19,594,936</u>
Assigned to:						
Zone-1 Garbage capital projects	-	-	-	-	542,000	542,000
Capital Improvement Projects	-	-	561,717	-	-	561,717
New County Jail Facility	-	-	72,642,540	-	-	72,642,540
Advances to Other Funds	-	-	6,654,090	-	-	6,654,090
Health Programs	1,000,000	-	-	-	-	1,000,000
Agricultural Commission projects	1,361,313	-	-	-	-	1,361,313
General Plan	582,634	-	-	-	-	582,634
FY 2019/20 budgetary resource	6,641,735	-	-	-	-	6,641,735
Encumbrances	-	-	835,853	-	-	835,853
Subtotal	<u>9,585,682</u>	<u>-</u>	<u>80,694,200</u>	<u>-</u>	<u>542,000</u>	<u>90,821,882</u>
Unassigned						
General Fund	27,617,070	-	-	-	-	27,617,070
IHSS	-	-	-	-	(182,374)	(182,374)
Subtotal	<u>27,617,070</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(182,374)</u>	<u>27,434,696</u>
Total	<u>\$125,618,949</u>	<u>\$35,021,124</u>	<u>\$ 95,488,612</u>	<u>\$ 14,355,865</u>	<u>\$ 66,778,960</u>	<u>\$ 337,263,510</u>

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**9. Fund Balances (continued)**

Encumbrances

The following is a summary of encumbrances included in fund balance as of June 30, 2019:

	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>
General Fund			
Public protection	\$ -	\$ 214,311	\$ -
Public ways and facilities	-	3,427,765	-
Total General Fund	<u>-</u>	<u>3,642,076</u>	<u>-</u>
Capital Improvement Fund			
General government	-	180,007	835,853
Total Capital Improvement Fund	<u>-</u>	<u>180,007</u>	<u>835,853</u>
Roads Fund			
Public ways and facilities	9,387,852	-	-
Total Roads Fund	<u>9,387,852</u>	<u>-</u>	<u>-</u>
Other Governmental Funds			
Public protection	706,568	282,832	-
Education	-	120,307	-
Total Other Governmental Funds	<u>706,568</u>	<u>403,139</u>	<u>-</u>
Total Governmental Fund Encumbrances	<u>\$ 10,094,420</u>	<u>\$ 4,225,222</u>	<u>\$ 835,853</u>

Deficit Fund Balance

In-Home Support Services Public Authority had a deficit unassigned fund balance of \$182,374 due to timing of Federal and State funding.

Deficit Net Position - Internal Service Funds

Information Technology Service reported a deficit unrestricted net position of \$2,064,321. The deficit was caused by the recognition of the fund's net pension obligation and will be eliminated through increased internal charges over several future years.

Property Management reported a deficit unrestricted net position of \$1,703,605. The deficit was caused by the recognition of the fund's net pension obligation and will be eliminated through increased internal charges over several future years.

Employee-Retiree Benefits reported a deficit unrestricted net position of \$24,757,951. The deficit was caused by the recognition of the County's net OPEB obligation and will be eliminated through increased internal charges over several future years.

Liability Insurance reported a deficit unrestricted net position of \$2,078,736. The deficit will be eliminated over the next two years through increased internal charges.

Fiduciary Net Position

Net Position held in trust funds represents cash held in private purpose trust funds and investment funds held for external pool participants and does not represent available spending resources.

## COUNTY OF NAPA

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

### **10. County Employees Retirement Plan (Defined Benefit Pension Plans)**

#### **A. General Information about the Pension Plans**

##### **Plan Descriptions**

All qualified permanent and probationary employees are eligible to participate in the County's Safety (sheriff and certain district attorney members) or Miscellaneous (all others) Plans. The County's Safety Plan is a cost-sharing multiple-employer defined benefit pension plan while the Miscellaneous Plan is an agent multiple-employer defined benefit pension plan. The County's Safety and Miscellaneous Plans are part of the California Public Employees Retirement System (CalPERS), a public employee retirement system which acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and other requirements are established by State statute and County resolution. The County's defined benefit pension plans provide retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and their beneficiaries. The County selects optional benefit provisions by contract with CalPERS and adopts those benefits through County ordinance. CalPERS issues a separate comprehensive annual financial report; however, separate reports for the County's Safety and Miscellaneous Plans are not available. Copies of CalPERS annual financial reports which include required supplementary information (RSI) for each plan may be obtained from CalPERS Executive Offices, Lincoln Plaza North, 400 Q Street, Sacramento, CA 95811.

During fiscal year 2018-19, the Board of Supervisors authorized the establishment of a Pension Rate Stabilization Plan in the form of an Internal Revenue Code (IRC) 115 Trust. The trust is irrevocable, and can only be used to fund future pension obligations. The fund is administered by the Public Agency Retirement Services (PARS), and is protected from creditors of the County. At June 30, 2019, the General Fund reported Restricted Fund balance for future pension contributions was \$8.0 million. The PARS financial statements and additional reports can be obtained from the PARS website at <http://www.PARS.org>.

##### **Benefits Provided**

All pension plans provide benefits upon retirement, disability or death of members. Retirement benefits are based on years of service, final average compensation, and retirement age. Employees terminating before accruing five years of retirement service credit forfeit the right to receive retirement benefits unless they establish reciprocity with another public agency within a prescribed time period. Non-vested employees who terminate service are entitled to withdraw their accumulated contributions plus accrued interest. Employees who terminate service after earning five years of retirement service credit may leave their contributions on deposit and elect to take a deferred retirement. Differences between expected and actual experience for vested and non-vested benefits may result in an increase or decrease to pension expense and net pension liability.

Service related disability benefits are provided to safety members and are based on final compensation. Non-service related disability benefits are provided to both safety and miscellaneous members. The benefit is based on final compensation, multiplied by service, which is determined as follows:

*service* is CalPERS credited service, for members with less than 10 years of service or greater than 18.518 years of service; or  
*service* is CalPERS credited service plus the additional number of years that the member would have worked until age 60, for members with at least 10 years but not more than 18.518 years of service.

Death benefits are based upon a variety of factors including whether the participant was retired or not.

Annual cost-of-living adjustments (COLAs) after retirement are provided in all plans. COLAs are granted to retired members each May based upon the Bureau of Labor Statistics Average Consumer Price Index for All Urban Consumers for the previous calendar year and is subject to a maximum of 2% per annum.

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**10. County Employees Retirement Plan (Defined Benefit Pension Plans) (continued)**

**A. General Information about the Pension Plans (continued)**

**Benefits Provided (continued)**

The plans' provisions and benefits in effect at June 30, 2019 are summarized as follows:

	Miscellaneous		
	Prior to Oct. 29, 2011	On or after Oct. 29, 2011	On or after Jan. 1, 2013
Hire Date			
Benefit formula	2.5% @55	2%@60	2%@62
Benefit vesting schedule	5 years of service	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50-55	50-63	52-67
Monthly benefits, as % of eligible compensation	2.00%-2.50%	1.09%-2.42%	1.0%-2.5%
Required employee contribution rates	8%	7%	6.25%
Required employer contribution rates	21.088%	21.088%	21.088%
Status	Closed	Open	Open

	Safety			
	Prior to Mar. 24, 1984	On or after Mar. 24, 1984	On or after May 14, 2011	On or after Jan. 1, 2013
Hire Date				
Benefit formula	3%@50	3%@50	3%@55	2.7%@57
Benefit vesting schedule	5 years of service	5 years of service	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life	monthly for life	monthly for life
Retirement age	50	50	55	52-67
Monthly benefits, as % of eligible compensation	3.00%	3.00%	3.00%	1.0%-2.5%
Required employee contribution rates	0.00%	9.00%	9.00%	11.50%
Required employer lump sum contribution	\$1,282,470	\$1,425,604	\$18,691	\$770
Required employer normal cost rates	0.00%	20.556%	18.677%	12.141%
Status	Closed	Closed	Open	Open

**Employees Covered**

At June 30, 2018 the following number of employees were covered by the benefit terms for the Miscellaneous Plan. The County's Miscellaneous Plan includes Court employees for which separate data is not available. Data related to employee coverage is not available for employees included in the Safety Plan as the plan is a cost-sharing multiple employer plan:

	Miscellaneous
Inactive employees or beneficiaries currently receiving benefits	1,382
Inactive employees entitled to but not yet receiving benefits	998
Active employees	1,335
Total	<u>3,715</u>

**Contributions**

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

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**10. County Employees Retirement Plan (Defined Benefit Pension Plans) (continued)**

**B. Net Pension Liability**

The County's net pension liability for each plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of each of the plans is measured as of June 30, 2018, using an annual actuarial valuation as of June 30, 2017 rolled forward to June 30, 2018 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is shown on the following table.

**Actuarial Assumptions**

The total pension liabilities as of the June 30, 2017 actuarial valuation date were determined using the following actuarial assumptions:

	<u>Miscellaneous</u>	<u>Safety</u>
Valuation Date	June 30, 2017	June 30, 2017
Measurement Date	June 30, 2018	June 30, 2018
Actuarial Cost Method	Entry-Age Normal	
Actuarial Assumptions:		
Discount Rate	7.15%	7.15%
Inflation	2.75%	2.75%
Payroll Growth	3.00%	3.00%
Projected Salary Increase	Varies by Entry Age and Service	
Investment Rate of Return	7.50%	7.50%
Mortality	Derived using CalPERS' Membership Data for All Funds	

The probabilities of mortality are based on the 2014 CalPERS Experience Study for the period from 1997 to 2011. Pre-retirement and Post-retirement mortality rates include 20 years of projected mortality improvement using Scale BB published by the Society of Actuaries.

**Discount Rate**

The discount rate used to measure the total pension liability was 7.15% for each plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS performed stress tests on 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 7.15% discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long-term expected discount rate of 7.15% 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.

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 investment expense and inflation) are developed for each major asset class.

The long-term expected rate of return includes both short-term and long-term market return expectations as well as the expected pension fund cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated 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.

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**10. County Employees Retirement Plan (Defined Benefit Pension Plans) (continued)**

**B. Net Pension Liability (continued)**

**Discount Rate (continued)**

The following table reflects 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 geometric rates of return are net of administrative expenses.

<b>Asset Class</b>	<b>Current Target Allocation %</b>	<b>Real Return Years 1-10 <sup>(1)</sup> %</b>	<b>Real Return Years 11+ <sup>(2)</sup> %</b>
Global Equity	50.00	4.80	5.98
Global Fixed Income	28.00	1.00	2.62
Inflation Assets	-	0.77	1.81
Private Equity	8.00	6.30	7.23
Real Assets	13.00	3.75	4.93
Liquidity	1.00	-	(0.92)

<sup>(1)</sup>An expected inflation rate of 2.0% used for this period.

<sup>(2)</sup>An expected inflation rate of 2.92% used for this period.

**C. Changes in the Net Pension Liability**

The changes in the net pension liability for the County's Miscellaneous Plan, excluding Court employees, is as follows:

	<b>Total Pension Liability</b>	<b>Total Fiduciary Net Position Increase (Decrease)</b>	<b>Net Pension Liability/(Asset)</b>
Balance at June 30, 2017	\$ 737,391,730	\$ 538,429,780	\$ 198,961,950
Changes in the year:			
Service cost	17,355,191	-	17,355,191
Interest on total pension liability	52,105,800	-	52,105,800
Changes of assumptions	(6,238,197)	-	(6,238,197)
Differences between expected and actual experience	1,637,924	-	1,637,924
Plan to plan resource movement	-	(1,339)	1,339
Change in proportion	4,002,601	3,065,903	936,698
Contributions from the employer	-	19,037,658	(19,037,658)
Contributions from employees	-	8,548,297	(8,548,297)
Projected earnings	-	45,777,908	(45,777,908)
Administrative expense	-	(843,622)	843,622
Benefit payments, including refunds of employee contributions	(33,611,259)	(33,611,259)	-
Other miscellaneous	-	(1,602,052)	1,602,052.00
Net changes	<u>35,252,060</u>	<u>40,371,494</u>	<u>(5,119,434)</u>
Balance at June 30, 2018	<u>\$ 772,643,790</u>	<u>\$ 578,801,274</u>	<u>\$ 193,842,516</u>

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**10. County Employees Retirement Plan (Defined Benefit Pension Plans) (continued)**

**C. Changes in the Net Pension Liability (continued)**

The County's net pension liability for the Safety Plan was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all plan participants, actuarially determined. The County's net pension liability and related plan proportion for the Safety Plan is as follows:

	<u>Percentage Share of Plan</u>		<u>Increase/ (Decrease)</u>
	<u>June 30, 2019</u>	<u>June 30, 2018</u>	
Measurement Date	June 30, 2018	June 30, 2017	
Percentage of Plan Net Pension Liability	0.42159 %	0.40607 %	0.015520 %

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

The following presents the net pension liability of the County for each plan, calculated using the discount rate for each plan, as well as what the County's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	<u>Miscellaneous</u>	<u>Safety</u>
1% Decrease	6.15 %	6.15 %
Net Pension Liability	\$ 300,683,454	\$ 63,267,795
Current Discount Rate	7.15 %	7.15 %
Net Pension Liability	\$ 193,842,516	\$ 40,625,880
1% Increase	8.15 %	8.15 %
Net Pension Liability	\$ 116,849,962	\$ 22,074,886

Detailed information about each pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

**D. Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions**

For the year ended June 30, 2019, the County recognized pension expense of \$28,569,967 and \$6,115,982 for the Miscellaneous and Safety Plans, respectively. Pension expense represents the change in the net pension liability during the measurement period, adjusted for actual contributions and the deferred recognition of changes in investment gain/loss, actuarial gain/loss, actuarial assumptions or method, and plan benefits. At June 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Miscellaneous</u>		<u>Safety</u>		<u>Total</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 1,195,243	\$ 2,897,808	\$ 872,913	\$ 3,311	\$ 2,068,156	\$ 2,901,119
Changes in assumptions	18,421,363	4,552,198	3,986,107	537,797	22,407,470	5,089,995
Net differences between projected and actual earnings on pension plan investments	721,527	-	275,056	-	996,583	-
Change in employer's proportion	-	-	1,395,910	-	1,395,910	-
Changes in proportion and differences between County contributions and proportionate share of contributions	-	-	-	867,650	-	867,650
County contributions subsequent to the measurement date	21,891,700	-	4,537,576	-	26,429,276	-
<b>Total</b>	<b>\$ 42,229,833</b>	<b>\$ 7,450,006</b>	<b>\$ 11,067,562</b>	<b>\$ 1,408,758</b>	<b>\$ 53,297,395</b>	<b>\$ 8,858,764</b>

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**10. County Employees Retirement Plan (Defined Benefit Pension Plans) (continued)**

**D. Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions (continued)**

The \$26,429,276 reported as deferred outflows of resources related to pensions results from County pension contributions made subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the measurement period ending June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending June 30,	Miscellaneous	Safety	Total
2020	\$ 14,679,757	\$ 3,889,131	\$ 18,568,888
2021	6,242,997	2,415,317	8,658,314
2022	(6,536,166)	(901,825)	(7,437,991)
2023	(1,498,461)	(281,395)	(1,779,856)
2024	-	-	-
Thereafter	-	-	-
Total	<u>\$ 12,888,127</u>	<u>\$ 5,121,228</u>	<u>\$ 18,009,355</u>

**11. Other Postemployment Benefits**

The County provides an agent multiple-employer postretirement healthcare benefits under the Retiree Healthcare Plan. In accordance with the Government Code, all employees electing a CalPERS retirement date within 120 days of retiring from the County are eligible to receive healthcare benefits. The County provides health and/or dental benefits on a pay-as-you-go basis to retirees in three basic categories.

1. Generally, retirees who at the time of retirement have over 120 hours of accumulated unused sick leave receive, for each 8 hours of unused sick leave, one month of single party insurance benefits paid by the County. For management and law enforcement employees, they are eligible for one month of two-party insurance benefits, paid for by the County for each 16 hours of unused sick leave.
2. Retirees with 20 or more years of continuous service at the time of retirement receive single party insurance benefits paid for by the County until age 65, regardless of the balance of accumulated sick leave at the time of retirement.
3. Non-classified (elected officials and department heads) employees, elected or appointed before January 1, 2013, with 8 or more years of service shall receive health and dental benefits as follows:
  - a. Date of election or appointment before July 1, 2007 - coverage for retiree and their dependent family
  - b. Date of election or appointment on or after July 1, 2007 and before January 1, 2013 - coverage for retiree and spouse

The County provides retiree medical benefits through the California Public Employees' Retirement System (CalPERS) Healthcare program. The County contributes the Public Employees Medical and Healthcare Act (PEMHCA) minimum required employer contribution (\$106.40 and \$115.60 per month for calendar years 2018 and 2019, respectively, using the Unequal Method) towards the retiree monthly premium for eligible retirees participating in PEMHCA.

**Employees Covered**

As of the June 30, 2018 measurement valuation, the following current and former employees were covered by the benefit terms under the Retiree Healthcare Plan:

Inactive employees or beneficiaries currently receiving benefits	558
Inactive employees entitled to, but not yet receiving benefits	370
Active employees	<u>1,382</u>
Total	<u><u>2,310</u></u>

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**11. Other Postemployment Benefits (continued)**

**Contributions**

The contribution requirements for plan members and the County are established and may be amended by the County. The County prefunds a portion of the plan through the California Employers' Retiree Benefit Trust (CERBT) and reimburses retirees for the "pay-go" portion in order to contribute 100% of the Actuarially Determined Contribution (ADC).

The County's ADC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize the unfunded actuarial accrued liability (UAAL). The plan's UAAL is being amortized as a percentage of projected payroll on a closed basis. The remaining amortization period as of June 30, 2019, was 11 years.

For fiscal year 2018-19, the County's ADC was \$7,824,000. The contributions made by the County were as follows:

Total blended premiums and administration	\$ 2,988,000
Implied subsidy	1,115,000
Prefunding contributions to the CERBT	<u>3,721,000</u>
Total Employer Contributions	<u>\$ 7,824,000</u>

**Net OPEB Liability**

The County's net OPEB liability was measured as of June 30, 2018 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated June 30, 2017. The County's most recent actuarial assumptions used in the development of the net OPEB liability calculation include:

**Actuarial Assumptions:**

Contribution Policy	County contributes full ADC
Discount Rate	6.75%
Inflation	2.75%
Salary Increases	3.00%
Investment Rate of Return	6.75%
Mortality, Retirement, Disability, Termination Rates	Derived using CalPERS' 1997-2015 Experience Study and Mortality Improvement Scale MP-2017
Mortality Improvement	Post-retirement mortality projected fully generational with Scale MP-17
Healthcare Trend Rate	Non-Medicare – 7.5% for 2019, decreasing to an ultimate rate of 4.0% in 2076 and later years Medicare – 6.5% for 2019, decreasing to an ultimate rate of 4.0% in 2076 and later years
Sick Leave Usage	50% usage based on current data
Dental and Vision Increases	2.75%

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**11. Other Postemployment Benefits (continued)**

**Investments**

The OPEB assets are invested in accordance with Board policy and are currently held in CERBT Investment Strategy 1, which is structured to achieve a long-term rate of return of 7.28%. The strategy’s targeted asset allocation as follows:

	Targeted Asset Allocation	Expected Real Rate of Return
Global Equity	59%	4.82%
Fixed Income	25%	1.47%
Treasury Inflation Protected Securities	5%	1.29%
Real Estate Investment Trusts	8%	3.76%
Commodities	3%	0.84%

**Discount Rate**

The discount rate used to measure the total OPEB liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumed that County contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB Plan’s fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries.

**OPEB Liabilities, OPEB Expense, and Deferred Inflows and Outflows of Resources related to OPEB**

Annual OPEB Expense and Net OPEB Liability

For purposes of allocating the net OPEB liability and expense within the government-wide and proprietary statements and OPEB expenditures within the governmental funds, the County used budgeted full-time equivalents employee counts as approved by the Board of Supervisors.

At June 30, 2019, the County reported \$33,097,000 as its net OPEB liability. The net OPEB liability was measured as of June 30, 2018, and the total OPEB liability used to calculate the net OPEB liability was based on an actuarial valuation as of June 30, 2017. The County’s net OPEB liability was based on the County’s covered payroll of \$123,126,000 during the measurement period.

Plan Fiduciary Net Position (plan assets) was valued as of the measurement date. As of June 30, 2019, the Plan Fiduciary Net Position was \$68,143,000. Net OPEB liability for the past two fiscal years is as follows:

	Measurement Date 6/30/18 Fiscal Year 2019	Measurement Date 6/30/17 Fiscal Year 2018
Total OPEB liability	\$ 101,240,000	\$ 93,781,000
Fiduciary net position	68,143,000	61,125,000
Net OPEB liability	<u>\$ 33,097,000</u>	<u>\$ 32,656,000</u>
Funded status	67.3%	65.2%

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**11. Other Postemployment Benefits (continued)**

For the year ended June 30, 2019, the County recognized OPEB expense of \$6,589,000. OPEB expense represents the change in the net OPEB liability during the measurement period, adjusted for service cost, interest on the total OPEB liability, and expected investment return net of investment expense. The changes in the net OPEB liability as of the June 30, 2018 measurement date, are as follows:

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability/(Asset) (a)-(b)
Balance at June 30, 2017	\$ 93,781,000	\$ 61,125,000	\$ 32,656,000
Changes recognized for the measurement period:			
Service cost	4,637,000	-	4,637,000
Interest	6,518,000	-	6,518,000
Contributions - employer	-	5,940,000	(5,940,000)
Net investment income	-	4,888,000	(4,888,000)
Benefit payments	(3,696,000)	(3,696,000)	-
Administrative expense	-	(114,000)	114,000
Net changes	<u>7,459,000</u>	<u>7,018,000</u>	<u>441,000</u>
Balance at June 30, 2018 (Measurement Date)	<u>\$ 101,240,000</u>	<u>\$ 68,143,000</u>	<u>\$ 33,097,000</u>

**Sensitivity of the Net OPEB Liability to Changes in the Discount Rate**

The following presents the net OPEB liability of the County if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate for the measurement period ended June 30, 2019:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
	Net OPEB Liability	\$ 44,354,000	\$ 33,097,000

**Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates**

The following presents the net OPEB liability of the County if it were calculated using a health care cost trend rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2018:

	1% Decrease	Current Trend Rate	1% Increase
	Net OPEB Liability	\$ 20,926,000	\$ 33,097,000

**OPEB Plan Fiduciary Net Position**

CalPERS issues a publicly available financial report that may be obtained from the CalPERS headquarters located at 400 Q Street, Sacramento, California 95811.

**Recognition of Deferred Outflows and Deferred Inflows of Resources**

Gains and losses related to changes in total OPEB liability and fiduciary net position are recognized in OPEB expense systematically over time. Amounts are first recognized in OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense.

The recognition period differs depending on the source of the gain or loss:

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**11. Other Postemployment Benefits (continued)**

<u>Source</u>	<u>Recognition Period</u>
Net difference between projected and actual earnings on OPEB plan investments	Five Years
All other amounts	Expected average remaining service lifetime (EARSL)

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

For the fiscal year ended June 30, 2019, the County recognized OPEB expense of \$6,589,000. At June 30, 2019, the County reported deferred outflows and inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
OPEB contributions subsequent to measurement date	\$ 7,824,000	\$ -
Net difference between projected and actual earnings on OPEB plan investments	-	1,842,000
Total	<u>\$ 7,824,000</u>	<u>\$ 1,842,000</u>

The \$7,824,000 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2018 measurement date will be recognized as a reduction of the net OPEB liability during the fiscal year ending June 30, 2020. Other amounts reported as deferred outflows and deferred inflows of resources related to OPEB will be recognized as expense as follows:

<u>Fiscal Year Ended June 30,</u>	<u>Deferred Outflows/ (Inflows) of Resources</u>
2020	\$ (567,000)
2021	(567,000)
2022	(565,000)
2023	(143,000)
2024	-
Total	<u>\$ (1,842,000)</u>

**12. Deferred Compensation Plan**

Napa County offers its employees an optional deferred compensation plan created in accordance with Internal Revenue Code Section 457 (Deferred Compensation Plans with Respect to Service for State and Local Governments). The plan is available to a vast majority of employees and permits participants to defer a portion of their salary until future years. The deferred compensation is not available for withdrawal by employees until termination, retirement, death, or unforeseen non-reimbursed emergency.

The County's Section 457 plan is administered through a contract plan administrator. The County is not responsible for the investing function and has no fiduciary accountability for the plan. Therefore, the assets and associated participants' liability of the plan have been excluded from the County's financial statements.

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**13. 401(a) Retirement Savings Plan**

The County established a retirement savings plan called the 401(a) Retirement Savings Plan for the purpose of providing retirement benefits for eligible employees. Eligible employees are defined as the County's management, confidential and non-classified officers, and elected officials. Once eligible, employees must elect to enter into a one-time irrevocable salary reduction within 30 days. This plan is adopted under the provisions of the Internal Revenue Code Section 401(a). The plan year is the period beginning January 1 and ending on December 31.

The 401(a) Retirement Savings Plan contains provisions which provide for an employer matching contribution to the accounts of each eligible employee who participates in, and has deferred an equivalent amount into the County's 457 deferred compensation plan. The maximum match per eligible employee is required to be established annually on or before January 1st by a duly adopted resolution. The County's policy of contributing up to \$1,000 in matching funds (per employee) was reinstated effective calendar year 2005.

All participants may allocate the balances of their account under both the 457 and 401(a) plans among the investment options provided under each plan. The plan administrator shall maintain an account for each participant to hold any employee pre-tax contributions, employer contributions, and rollover contributions, as well as any gains or losses of such funds. The County is not responsible for the investing function and has no fiduciary accountability for the plan. Therefore, the assets and associated participants' liability of the plan have been excluded from the County's financial statements.

The County reserves the right to amend the plan at any time, and continuance of this plan is not assumed as a contractual obligation. The County's actual contributions for the past three fiscal years are as follows:

<u>Fiscal Year Ended</u>	<u>Contributions</u>
6/30/2017	\$ 180,114
6/30/2018	226,687
6/30/2019	172,746

**14. Risk Management**

The County has two risk management programs (Internal Service Funds) to account for and finance its self-insured risks of loss. The County is exposed to various risks of loss related to general liability and workers' compensation. Under these programs, the Workers' Compensation fund provides coverage up to \$350,000 for each workers' compensation claim and the General Liability fund provides coverage up to \$300,000 for each general liability claim.

The County participates in pooled insurance programs with other governmental agencies through CSAC Excess Insurance Authority (EIA) for claims in excess of coverage provided by the Internal Service Funds noted in the preceding paragraph. In addition, the County participates in the EIA for its medical malpractice coverage and a comprehensive property program. Commercial insurance is obtained for all other areas of risk. Settled claims have not exceeded insurance coverage in any of the past three fiscal years.

The liability for unpaid claims is based on the results of actuarial studies and include amounts for claims incurred but not reported. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends, including frequency and amount of payouts, and other economic and social factors. It is the County's practice to obtain full actuarial studies every two years. Contributions of the workers' compensation and general liability programs included in the Employee/Retiree Benefits and Liability Insurance Internal Service Funds are generated from billings to departments based on potential exposure and loss history, in accordance with State Controller's Handbook of Cost Plan. The claim liabilities for the funds reported at June 30, 2019 are based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The County's General Liability and Workers' Compensation claim liabilities are set using confidence levels of 70% and 80%, respectively.

**COUNTY OF NAPA**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2019

**14. Risk Management (continued)**

Changes in the funds' claim liabilities for the last three fiscal years were:

	Beginning Fiscal Year Liability	Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year End
<b>General Liability:</b>				
2016-2017	\$ 2,151,985	\$ 2,354,778	\$ (2,111,801)	\$ 2,394,962
2017-2018	2,394,962	2,744,391	(2,954,081)	2,185,272
2018-2019	2,185,272	2,214,430	(2,327,702)	2,072,000
<b>Workers' Compensation:</b>				
2016-2017	7,688,328	2,101,461	(1,786,518)	8,003,271
2017-2018	8,003,271	2,258,127	(1,394,180)	8,867,218
2018-2019	8,867,218	1,941,558	(1,476,776)	9,332,000

**15. Tax Abatement Disclosures**

The California Land Conservation Act of 1965, referred to as the Williamson Act, enables local governments to enter into property tax abatement contracts with private landowners for the purpose of restricting specific parcels of land to agricultural or related open space use. The intent of the program is to preserve agricultural land by discouraging premature and unnecessary conversion to urban uses. In return for voluntarily restricting their land, landowners receive property tax assessments which are the lower of their factored Proposition 13 base year value or the restricted value based upon farming and open space uses. To qualify for a Williamson Act Contract, a parcel must be zoned Agricultural Preserve or Agricultural Watershed, be 40 acres in size for non-prime agricultural land or 10 acres in size for prime agricultural land and contain a bona fide agricultural use. Additionally, the County offers contracts for parcels between five and ten acres provided the agricultural use demonstrates a unique commitment to sustainable farming practices and contributes to the diversity of crops raised in Napa County. The minimum contract term is for ten years and automatically renews unless a nonrenewal or cancellation process is initiated. Under the cancellation process, a 12.5 percent cancellation fee is assessed based on the unrestricted fair market value of the property. For fiscal year ended June 30, 2019, the Countywide's property tax revenues, related to Williamson Act contracts, were reduced by \$6.8 million, of which the County's share is estimated to be \$1.5 million.

**16. Contingencies**

**A. Litigation**

There are certain lawsuits pending in which the County is a party either as a plaintiff or defendant, which involve a range of issues, including among others, property tax disputes and code enforcement matters. Some of the lawsuits have been filed solely against the County, while in others the County is one of a group of defendants. County Counsel has indicated that the potential uninsured claims or liabilities against the County resulting from such litigation would not materially affect the financial statements of the County.

**B. Grants**

The County participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental entities. The County participates in other federal and state programs where County costs are recovered on a reimbursable basis. Grant expenditures and reimbursements are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with the relevant regulations, the County may be required to reimburse the appropriate government agency. As of June 30, 2019, significant amounts of grant expenditures and records relating to reimbursements have not been audited by the granting agencies, but the County believes that disallowed expenditures and reimbursements, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the County.

**17. Subsequent Event**

The County evaluated subsequent events from July 1, 2019 through the date the financial statements were available to be issued; no material subsequent event were noted.



The Throne by Nicky Falkenhayn



Required Supplementary Information



Heart of the Vine by Carolyn Gamble

**COUNTY OF NAPA**

Required Supplementary Information  
For the Year Ended June 30, 2019

**Schedule of Changes in Net Pension Liability and Related Ratios**

**Miscellaneous Plan - Agent Multiple-Employer Defined Benefit Pension Plan  
Last 10 Fiscal Years\***

	Measurement Period				
	FY 2018	FY 2017	FY 2016	FY 2015	2014
<b>Total Pension Liability</b>					
Service cost	\$ 17,355,191	\$ 17,000,161	\$ 14,829,235	\$ 14,544,348	\$ 14,945,980
Interest on total pension liability	52,105,800	49,699,225	47,783,725	45,724,099	43,681,854
Differences between expected and actual experience	1,637,924	(4,478,209)	(5,346,285)	(4,960,970)	-
Change in assumptions	(6,238,197)	41,225,027	-	(11,114,712)	-
Change in proportions	4,002,601	611,960	125,441	703,688	-
Benefit payments, including refunds of employee contributions	(33,611,259)	(31,592,976)	(29,696,250)	(27,948,033)	(26,594,622)
Net change in total pension liability	35,252,060	72,465,188	27,695,866	16,948,420	32,033,212
Total pension liability - beginning	737,391,730	664,926,542	637,230,676	620,282,256	588,249,044
Total pension liability - ending (a)	<u>772,643,790</u>	<u>737,391,730</u>	<u>664,926,542</u>	<u>637,230,676</u>	<u>620,282,256</u>
<b>Plan Fiduciary Net Position</b>					
Contributions - employer	19,037,658	17,400,331	16,134,777	14,710,306	(15,473,088)
Contributions - employee	8,548,297	7,939,824	7,434,535	7,123,794	(7,708,869)
Net investment income (loss)	45,777,908	55,366,549	2,586,639	10,994,169	(73,692,163)
Change in proportion	3,065,903	444,290	95,954	525,581	-
Plan to plan resource movement	(1,339)	(19)	2,865	12,936	-
Administrative expenses	(843,622)	(723,552)	(300,725)	(553,419)	-
Other miscellaneous	(1,602,052)	-	-	-	-
Benefit payments, including refunds of employee contributions	(33,611,259)	(31,592,976)	(29,696,250)	(27,948,033)	26,594,622
Net change in plan fiduciary net position	40,371,494	48,834,447	(3,742,205)	4,865,334	70,279,498
Plan fiduciary net position - beginning	538,429,780	489,595,333	493,337,538	488,472,204	418,192,706
Plan fiduciary net position - ending (b)	<u>578,801,274</u>	<u>538,429,780</u>	<u>489,595,333</u>	<u>493,337,538</u>	<u>488,472,204</u>
Net pension liability (a) - (b)	<u>\$ 193,842,516</u>	<u>\$ 198,961,950</u>	<u>\$ 175,331,209</u>	<u>\$ 143,893,138</u>	<u>\$ 131,810,052</u>
Plan fiduciary net position as a percentage of total pension liability	74.91 %	73.02 %	73.63 %	77.42 %	78.75 %
County's covered payroll	\$ 105,081,181	\$ 102,770,955	94,951,888	90,449,921	88,343,655
Net pension liability as a percentage of covered payroll	184.47 %	193.60 %	184.65 %	159.09 %	149.20 %

\*GASB Statement No. 68 was implemented for fiscal year 2013-14. Additional years will be presented as they become available.

**COUNTY OF NAPA**

Required Supplementary Information  
For the Year Ended June 30, 2019

**Schedule of the County's Proportionate Share of Net Pension Liability**  
**Safety Plan Cost Sharing Multiple-Employer Defined Benefit Pension Plan**

**Last 10 Fiscal Years\***

	Measurement Period				
	FY 2018	FY 2017	FY 2016	FY 2015	FY 2014
County's proportion of the net pension liability	0.42159 %	0.40607 %	0.40066 %	0.38720 %	0.03725 %
County's proportionate share of the net pension liability	40,625,880	40,271,251	34,669,513	26,577,031	23,176,370
County's covered payroll	14,734,189	14,353,105	13,021,017	11,951,126	11,951,126
County's proportionate share of the net pension liability as a percentage of its covered payroll	275.73 %	280.58 %	266.26 %	222.38 %	193.93 %
Plan fiduciary net position as a percentage of total pension liability	75.26 %	73.31 %	74.06 %	78.40 %	79.42 %

**Schedule of County's Pension Contributions**

**Miscellaneous Plan - Agent Multiple-Employer Defined Benefit Pension Plan**

**Last 10 Fiscal Years\***

	Fiscal Year				
	FY 2019	FY 2018	FY 2017	2016	2015
Actuarially determined contribution	\$ 21,891,700	\$ 19,037,658	\$ 17,261,916	\$ 16,015,384	\$ 14,710,306
Contributions in relation to the actuarially determined contribution	21,891,700	19,037,658	17,261,916	16,015,384	14,710,306
Covered payroll	108,376,079	105,081,181	102,770,955	94,951,888	90,449,921
Contribution Percentage	20.20 %	18.12 %	16.80 %	16.87 %	16.26 %

**Safety Plan - Cost Sharing Multiple-Employer Defined Benefit Pension Plan**

**Last 10 Fiscal Years\***

	Fiscal Year				
	FY 2019	FY 2018	FY 2017	2016	2015
Actuarially determined contribution	\$ 4,537,576	\$ 4,154,390	\$ 3,868,688	\$ 3,350,849	\$ 3,338,676
Contributions in relation to the actuarially determined contribution	4,537,576	4,154,390	3,868,688	3,350,849	3,338,676
Covered payroll	14,911,529	14,734,189	14,353,105	13,021,017	11,951,126
Contribution Percentage	30.43 %	28.20 %	26.95 %	25.73 %	27.94 %

\*GASB Statement No. 68 was implemented for fiscal year 2013-14. Additional years will be presented as they become available.

**COUNTY OF NAPA**

Required Supplementary Information  
For the Year Ended June 30, 2019

**Other Postemployment Benefits**

**Schedule of Changes in the Net OPEB Liability and Related Ratios**  
**Last 10 fiscal years\* (in thousands)**

	Measurement Period FY 2018	Measurement Period FY 2017
<b>Total OPEB Liability</b>		
Service cost	\$ 4,637	\$ 4,502
Interest on the total OPEB liability	6,518	6,025
Differences between expected and actual experience	-	-
Benefit payments	<u>(3,696)</u>	<u>(2,999)</u>
Net change in total OPEB liability	7,459	7,528
Total OPEB liability - beginning	<u>93,781</u>	<u>86,253</u>
Total OPEB liability - ending (a)	<u>101,240</u>	<u>93,781</u>
 <b>Plan Fiduciary Net Position</b>		
Contributions - employer	5,940	9,005
Net investment income	4,888	5,664
Benefit payments	(3,696)	(2,999)
Administrative expense	<u>(114)</u>	<u>(28)</u>
Net change in plan fiduciary net position	7,018	11,642
Plan fiduciary net position - beginning	<u>61,125</u>	<u>49,483</u>
Plan fiduciary net position - ending (b)	<u>68,143</u>	<u>61,125</u>
<b>Net OPEB liability (a)-(b)</b>	<u>\$ 33,097</u>	<u>\$ 32,656</u>
 Plan fiduciary net position as percentage of total OPEB liability	67.3 %	65.2 %
Covered payroll	\$ 123,126	119,163
Net OPEB liability as a percentage of Covered payroll	26.9 %	27.4 %

\*GASB Statement No. 75 was implemented for fiscal year 2017-18. Additional years will be presented as they become available.

**COUNTY OF NAPA**

Required Supplementary Information  
For the Year Ended June 30, 2019

**Schedule of County's OPEB Contributions - Last 10 fiscal years\* (in thousands)**

<u>Fiscal Year Ended June 30,</u>	<u>2019</u>	<u>2018</u>
Actuarially Determined Contribution (ADC)	\$ 7,824	\$ 7,577
Contributions in relation to the ADC	7,824	5,940
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ 1,637</u>
Covered payroll	\$ 127,498	\$ 123,126
Contributions as a percentage of covered payroll	6.1 %	4.8 %

\*GASB Statement No. 75 was implemented for fiscal year 2017-18. Additional years will be presented as they become available. Actuarial methods and assumptions used to set the actuarially determined contribution for fiscal year 2018-19 were from the June 30, 2017 actuarial valuation.

**Methods and assumptions used to determine contributions:**

Valuation Date	June 30, 2017
Actuarial Cost Method	Entry age normal
Amortization Method	Level percent of pay
Amortization Period	20-year fixed period for 6/30/2009 unfunded liability (11 years remaining at 6/30/2018) and plan changes. 15-year fixed period for gains/losses.
Asset Valuation Method	Investment gains and losses spread over 5-year rolling period
Inflation	3.00%
Payroll Growth	3.25%
Discount Rate	7.25%
Healthcare Cost-Trend Rates	6.5% initial, decreasing to 5.0% in 2021 and later years
Mortality	The probabilities of mortality are based on the CalPERS 1997-2015 experience study.
Mortality Improvement	Mortality projected fully generational with Scale MP-14 with 15 year convergence in 2022.

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
General Fund  
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows)</b>				
Taxes	\$ 118,167,707	\$ 118,167,707	\$ 139,325,781	\$ 21,158,074
Licenses and permits	5,129,552	5,129,552	5,701,888	572,336
Fines, forfeitures and penalties	2,908,683	2,908,683	3,248,684	340,001
Revenue from the use of money and property	612,020	1,236,403	3,181,664	1,945,261
Aid from other governments	28,326,749	35,945,206	35,969,294	24,088
Charges for services	21,559,996	21,780,996	21,929,516	148,520
Indirect cost allocation	2,433,362	2,433,362	2,433,364	2
Donations and contributions	6,000	6,000	4,963	(1,037)
Other revenue	224,981	224,981	1,568,159	1,343,178
Intrafund transfers in	228,162	3,243,319	3,184,293	(59,026)
Proceeds from insurance	-	-	9,929	9,929
Other financing sources	1,769,000	1,769,000	-	(1,769,000)
Transfers in	15,642,247	24,147,414	14,699,813	(9,447,601)
Revenues available for appropriation	<u>197,008,459</u>	<u>216,992,623</u>	<u>231,257,348</u>	<u>14,264,725</u>
<b>Charges to appropriations (outflows):</b>				
<b>General government:</b>				
Board of Supervisors	882,533	937,533	890,881	46,652
County Executive Office	3,263,421	3,263,421	3,107,126	156,295
Housing and Intergovernmental Affairs	688,781	688,781	629,763	59,018
Human Resources	2,996,780	2,996,780	2,722,945	273,835
Training and Organizational Development	348,326	348,326	298,836	49,490
General Expenditures	3,849,859	13,521,931	4,647,754	8,874,177
Central Services	3,481,622	3,481,622	3,025,982	455,640
Tobacco Settlement	1,200,000	1,200,000	1,097,559	102,441
Auditor-Controller	3,869,159	3,869,159	3,718,735	150,424
Treasurer-Tax Collector	2,221,601	2,222,976	2,086,466	136,510
Assessor	3,633,658	3,633,658	3,531,529	102,129
Elections	1,677,505	1,751,505	1,727,589	23,916
County Counsel	4,581,412	4,631,412	4,499,089	132,323
Contingencies	5,000,000	2,433,760	-	2,433,760
Total general government	<u>37,694,657</u>	<u>44,980,864</u>	<u>31,984,254</u>	<u>12,996,610</u>
<b>Public protection:</b>				
Emergency Services	959,576	1,453,628	807,066	646,562
Local Agency Formation Commission	394,899	394,899	318,417	76,482
Local Enforcement Agency	373,772	373,772	311,151	62,621
Recorder, County Clerk	1,194,778	1,194,778	1,094,020	100,758
Grand Jury	58,493	68,493	66,210	2,283
District Attorney	12,534,030	12,564,238	12,107,740	456,498
Public Defender	4,999,538	5,001,336	4,778,491	222,845
Conflict Public Defender	1,084,779	1,084,779	876,973	207,806
Sheriff	33,739,208	35,785,204	34,371,175	1,414,029
Re-entry Correctional Facility	-	1,501,003	888,685	612,318
Coroner	839,276	839,276	824,856	14,420
Animal Services	1,076,334	1,140,447	1,121,956	18,491
Napa Special Investigation Bureau	1,037,715	1,037,715	960,499	77,216
Corrections	20,827,933	18,413,070	17,818,771	594,299

continued

**COUNTY OF NAPA**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Probation	16,405,694	16,398,913	15,637,766	761,147
Probation - Juvenile Hall	6,681,696	6,681,696	6,262,198	419,498
Probation - Care of Juvenile Court Wards	229,000	229,000	45,826	183,174
Agricultural Commission	4,919,390	5,032,390	4,934,369	98,021
Planning and Resource Management	6,457,489	6,457,489	5,670,025	787,464
Environmental Management	3,497,227	3,497,227	3,280,983	216,244
<b>Total public protection</b>	<b>117,310,827</b>	<b>119,149,353</b>	<b>112,177,177</b>	<b>6,972,176</b>
<b>Public ways and facilities:</b>				
Public Works	9,423,716	10,767,006	10,262,780	504,226
Public Works Projects	3,700,000	14,118,143	2,710,540	11,407,603
Roads	30,000	30,000	26,582	3,418
<b>Total public ways and facilities</b>	<b>13,153,716</b>	<b>24,915,149</b>	<b>12,999,902</b>	<b>11,915,247</b>
<b>Education:</b>				
Agricultural Extension	567,324	567,324	548,877	18,447
<b>Recreation and cultural services:</b>				
Special Projects	1,389,026	1,389,026	1,366,069	22,957
Parks	835,424	835,424	752,531	82,893
<b>Total recreation and cultural services</b>	<b>2,224,450</b>	<b>2,224,450</b>	<b>2,118,600</b>	<b>105,850</b>
<b>Debt service:</b>				
Debt Service	25,000	-	-	-
<b>Transfers:</b>				
Transfers out	27,148,243	56,034,213	55,655,271	378,942
<b>Total charges to appropriations</b>	<b>198,124,217</b>	<b>247,871,353</b>	<b>215,484,081</b>	<b>32,387,272</b>
Net change in fund balances, budgetary basis	(1,115,758)	(30,878,730)	15,773,267	46,651,997
Budgetary fund balances - beginning	76,125,076	76,125,076	76,125,076	-
<b>Budgetary fund balances - ending</b>	<b>\$ 75,009,318</b>	<b>\$ 45,246,346</b>	<b>\$ 91,898,343</b>	<b>\$ 46,651,997</b>

**COUNTY OF NAPA**

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from the Budgetary Comparison Schedule	\$ 231,257,348
Differences - budget to GAAP:	
Reimbursements from other funds are inflows of budgetary resources but not revenues for financial reporting purposes	(2,433,364)
Revenues for funds no longer meeting the special revenue fund requirement which are presented with the General Fund for financial reporting purposes	40,246,727
Transfers from other funds are inflows of budgetary resources but not revenues for financial reporting purposes	(14,699,813)
Transfers within the fund are inflows of budgetary resources but are not revenues for financial reporting purposes	(3,184,293)
Proceeds from insurance are inflows of budgetary resources but are not revenues for financial reporting purposes	<u>(9,929)</u>
Total revenues as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u><u>\$ 251,176,676</u></u>

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule	\$ 215,484,081
Difference - budget to GAAP:	
Costs reimbursed by other funds are outflows of budgetary resources but not expenditures for financial reporting purposes	(2,433,364)
Expenditures by funds no longer meeting the special revenue fund requirement which are presented with the General Fund for financial reporting purposes	73,163
Transfers to other funds are outflows of budgetary resources but not expenditures for financial reporting purposes	(55,655,271)
Transfers within the fund are outflows of budgetary resources but are not expenditures for financial reporting purposes	<u>(3,184,293)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u><u>\$ 154,284,316</u></u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
Health and Human Services Agency  
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Licenses and permits	\$ 35,500	\$ 35,500	\$ 52,762	\$ 17,262
Fines, forfeitures and penalties	3,100	3,100	2,915	(185)
Revenue from the use of money and property	106,272	106,272	489,754	383,482
Aid from other governments	54,168,897	54,393,897	53,340,294	(1,053,603)
Charges for services	11,397,076	11,402,076	11,921,037	518,961
Donations and contributions	110,000	499,854	409,869	(89,985)
Other revenue	1,100	1,100	3,572	2,472
Transfers in	44,664,978	45,301,483	43,652,865	(1,648,618)
Intrafund transfers in	10,373,194	10,373,194	8,976,159	(1,397,035)
Revenues available for appropriation	<u>120,860,117</u>	<u>122,116,476</u>	<u>118,849,227</u>	<u>(3,267,249)</u>
<b>Charges to appropriations (outflows):</b>				
<b>Health and sanitation:</b>				
Public Health	11,951,477	11,871,477	11,009,710	861,767
Mental Health	32,780,885	32,860,885	30,100,142	2,760,743
Alcohol and Drug Treatment Services	5,844,132	5,894,132	5,193,392	700,740
Health Care Enhancements	3,796,001	3,796,001	3,190,969	605,032
Agency Administration	10,293,796	10,160,043	9,807,773	352,270
Whole Person Care	4,762,158	5,153,259	3,682,297	1,470,962
Total health and sanitation	<u>69,428,449</u>	<u>69,735,797</u>	<u>62,984,283</u>	<u>6,751,514</u>
<b>Public assistance:</b>				
Child Welfare Services	18,806,264	19,681,264	19,049,724	631,540
Comprehensive Services for Older Adults	9,985,722	10,095,722	9,945,579	150,143
Self Sufficiency Services	22,058,511	21,383,511	20,126,255	1,257,256
Total public assistance	<u>50,850,497</u>	<u>51,160,497</u>	<u>49,121,558</u>	<u>2,038,939</u>
Transfers:				
Transfers out	<u>581,171</u>	<u>581,171</u>	<u>560,962</u>	<u>20,209</u>
Total charges to appropriations	<u>120,860,117</u>	<u>121,477,465</u>	<u>112,666,803</u>	<u>8,810,662</u>
Net change in fund balances, budgetary basis	-	639,011	6,182,424	5,543,413
Budgetary fund balances - beginning	<u>17,052,616</u>	<u>17,052,616</u>	<u>17,052,616</u>	-
Budgetary fund balances - ending	<u>\$ 17,052,616</u>	<u>\$ 17,691,627</u>	<u>\$ 23,235,039</u>	<u>\$ 5,543,412</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
Health and Human Services Agency  
For the Year Ended June 30, 2019

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from the Budgetary Comparison Schedule	\$ 118,849,227
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Difference - budget to GAAP:

Revenues for funds no longer meeting the special revenue fund requirement which are presented with Health and Human Services Agency for financial reporting purposes.	12,615,392
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Transfers from other funds are inflows of budgetary resources but not revenues for financial reporting purposes.	(43,652,865)
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Transfers within the fund are inflows of budgetary resources but are not revenues for financial reporting purposes.	<u>(8,976,159)</u>
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Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 78,835,595</u>
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Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule	\$ 112,666,803
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Differences - budget to GAAP:

Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes.	(560,962)
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Transfers within the fund are outflows of budgetary resources but are not expenditures for financial reporting purposes.	<u>(8,976,159)</u>
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Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 103,129,682</u>
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**COUNTY OF NAPA**

Budgetary Comparison Schedule  
Roads  
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Licenses and permits	\$ 90,500	\$ 90,500	\$ 142,776	\$ 52,276
Fines, forfeitures and penalties	10,000	10,000	22,511	12,511
Revenue from the use of money and property	56,000	56,000	410,431	354,431
Aid from other governments	3,820,514	6,445,708	6,603,306	157,598
Charges for services	61,000	558,031	63,664	(494,367)
Other revenues	50	60,050	200	(59,850)
Transfers in	4,072,000	16,763,813	15,519,845	(1,243,968)
Intrafund transfers in	345,000	2,724,553	2,694,290	(30,263)
Revenues available for appropriation	<u>8,455,064</u>	<u>26,708,655</u>	<u>25,457,023</u>	<u>(1,251,632)</u>
<b>Charges to appropriations (outflows):</b>				
Operations	7,307,129	9,697,828	9,270,583	427,245
Capital programs	345,000	26,753,324	9,573,965	17,179,359
Transfers out	6,800	177,050	175,474	1,576
Total charges to appropriations	<u>7,658,929</u>	<u>36,628,202</u>	<u>19,020,022</u>	<u>17,608,180</u>
Net change in fund balances, budgetary basis	796,135	(9,919,547)	6,437,001	16,356,548
Budgetary fund balances - beginning	<u>7,918,864</u>	<u>7,918,864</u>	<u>7,918,864</u>	<u>-</u>
Budgetary fund balances - ending	<u>\$ 8,714,999</u>	<u>\$ (2,000,683)</u>	<u>\$ 14,355,865</u>	<u>\$ 16,356,548</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
Roads  
For the Year Ended June 30, 2019

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from Budgetary Comparison Schedule \$ 25,457,023

Difference - budget to GAAP:

Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes (15,519,845)

Transfers within the fund are inflows of budgetary resources but are not revenues for financial reporting purposes (2,694,290)

Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds \$ 7,242,888

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule \$ 19,020,022

Difference - budget to GAAP:

Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes (175,474)

Transfers within the fund are outflows of budgetary resources but are not expenditures for financial reporting purposes (2,694,290)

Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds \$ 16,150,258

## COUNTY OF NAPA

Note to Required Supplementary Information  
For the Year Ended June 30, 2019

### BUDGETARY BASIS OF ACCOUNTING

In accordance with the provisions of Sections 29000 through 29144 and 30200 of the California Government Code and other statutory provisions, commonly known as the County Budget Act, the County adopts a budget for each fiscal year on or before October 2. Budgeted expenditures are enacted into law through the passage of an Appropriation Resolution. This resolution mandates the maximum authorized expenditures for the fiscal year and cannot be exceeded except by subsequent amendments to the budget by the County's Board of Supervisors.

An operating budget is adopted each fiscal year for all Governmental Funds. Expenditures are controlled at the division level within budget units for the County. The division level within a budget unit is the level at which expenditures may not legally exceed appropriations. Any amendments or transfers of appropriations between division levels within the same budget unit or between divisions or funds are authorized by the County Executive Office and must be approved by the Board of Supervisors. Supplementary appropriations normally financed by unanticipated revenues during the year must be approved by the Board of Supervisors. Pursuant to Board Resolution No. 01-83 adopted as of June 19, 2001 and revised as per Resolution No. 02-122, effective June 18, 2002, transfers of appropriations between line items and subdivisions within the same budget unit are allowed with County Executive Officer approval required for transfers in excess of \$10,000. Budgeted amounts in the budgetary financial schedules are reported as originally adopted and amended during the fiscal year by resolutions approved by the Board of Supervisors.

The County uses an encumbrance system as an extension of normal budgetary accounting for the general, special revenue, and debt service funds and to assist in controlling expenditures of the Capital Improvement fund. Under this system, purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of applicable appropriations. Encumbrances outstanding at year-end are recorded as reservations of fund balance since they do not constitute expenditures or liabilities. Encumbrances are combined with expenditures for budgetary comparison purposes. Unencumbered appropriations lapse at year-end. Encumbered appropriations are carried forward in the ensuing year's budget.

The budget approved by the Board of Supervisors for the General Fund includes budgeted expenditures and reimbursements for amounts disbursed on behalf of other Governmental Funds. Actual reimbursements for these items have been eliminated in the accompanying budgetary financial schedules. Accordingly, the related budgets for these items have also been eliminated in order to provide a meaningful comparison of actual and budgeted results of operations.

The budgets for the governmental funds may include an object level known as "intrafund transfers." This object level is an accounting mechanism used by the County to show reimbursements between operations within the same fund.



Supplementary Information  
Combining and Individual  
Fund Statements and Schedules



Rock Mushrooms by Rich Botto



## Nonmajor Governmental Funds



The Hatch by Peter Hazel

**COUNTY OF NAPA**  
**Combining Balance Sheet**  
**Governmental Funds**  
**June 30, 2019**

	<u>Nonmajor Special Revenue Funds</u>	<u>Debt Service Fund</u>	<u>Total</u>
<b>Assets &amp; deferred outflows of resources</b>			
<b>Assets:</b>			
Cash and investments	\$ 38,252,446	\$ -	\$ 38,252,446
Restricted assets:			
Cash with fiscal agent	-	1,501,956	1,501,956
Cash held for debt service	397,865	-	397,865
Cash held for endowment	26,878	-	26,878
Imprest cash	850	-	850
Receivable (Net):			
Taxes	1,019,060	-	1,019,060
Special assessments	1,574,715	-	1,574,715
Accounts	72,189	-	72,189
Due from other governments	1,383,994	-	1,383,994
Prepaid items	9,688	-	9,688
Deposits	1,250	-	1,250
Loans receivable, net	28,342,355	-	28,342,355
Advances to other funds	42,195	-	42,195
Total assets	<u>71,123,485</u>	<u>1,501,956</u>	<u>72,625,441</u>
 Total assets and deferred outflows of resources	 <u>\$ 71,123,485</u>	 <u>\$ 1,501,956</u>	 <u>\$ 72,625,441</u>
 <b>Liabilities, deferred inflows of resources &amp; fund balances</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 2,518,923	\$ -	\$ 2,518,923
Accrued salaries and benefits	397,165	-	397,165
Due to other funds	224,150	-	224,150
Deposits	5,000	-	5,000
Unearned revenue	75,000	-	75,000
Advances from other funds	2,000,000	-	2,000,000
Total liabilities	<u>5,220,238</u>	<u>-</u>	<u>5,220,238</u>
 Deferred inflows of resources:			
Unavailable revenue	<u>626,243</u>	<u>-</u>	<u>626,243</u>
 <b>Fund balances:</b>			
Nonspendable	37,816	-	37,816
Restricted	59,224,880	1,501,956	60,726,836
Committed	5,654,682	-	5,654,682
Assigned	542,000	-	542,000
Unassigned	(182,374)	-	(182,374)
Total fund balances	<u>65,277,004</u>	<u>1,501,956</u>	<u>66,778,960</u>
 Total liabilities, deferred inflows of resources & fund balances	 <u>\$ 71,123,485</u>	 <u>\$ 1,501,956</u>	 <u>\$ 72,625,441</u>

**COUNTY OF NAPA**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2019

	Nonmajor Special Revenue Funds	Debt Service Fund	Total
<b>Revenues:</b>			
Taxes	\$ 22,616,793	\$ -	\$ 22,616,793
Licenses and permits	5,191,188	-	5,191,188
Fines, forfeitures and penalties	62,372	-	62,372
Use of money and property	1,185,915	9,415	1,195,330
Aid from other governments	6,333,077	65,860	6,398,937
Charges for services	10,874,390	-	10,874,390
Contributions and donations	216,545	-	216,545
Other revenue	255,701	-	255,701
Total revenues	<u>46,735,981</u>	<u>75,275</u>	<u>46,811,256</u>
<b>Expenditures:</b>			
<b>Current:</b>			
General government	7,291,978	-	7,291,978
Public protection	25,148,746	-	25,148,746
Public ways and facilities	215,272	-	215,272
Health and sanitation	188,857	-	188,857
Public assistance	770,254	-	770,254
Education	7,544,942	-	7,544,942
<b>Debt service:</b>			
Principal	318,710	3,475,413	3,794,123
Interest expense	116,754	1,007,568	1,124,322
Administration, issuance and arbitrage fees	-	1,850	1,850
Total expenditures	<u>41,595,513</u>	<u>4,484,831</u>	<u>46,080,344</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,140,468</u>	<u>(4,409,556)</u>	<u>730,912</u>
<b>Other financing sources (uses):</b>			
Transfers in	1,658,969	4,412,609	6,071,578
Transfers out	<u>(1,482,436)</u>	<u>-</u>	<u>(1,482,436)</u>
Total other financing sources (uses)	<u>176,533</u>	<u>4,412,609</u>	<u>4,589,142</u>
Net change in fund balances	5,317,001	3,053	5,320,054
Fund balances - beginning	<u>59,960,003</u>	<u>1,498,903</u>	<u>61,458,906</u>
Fund balances - ending	<u>\$ 65,277,004</u>	<u>\$ 1,501,956</u>	<u>\$ 66,778,960</u>

## COUNTY OF NAPA

### NONMAJOR GOVERNMENTAL FUNDS

#### NONMAJOR SPECIAL REVENUE FUNDS:

Special revenue funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

#### Fire Protection

The Fire Protection fund provides appropriations for fire protection services in the unincorporated areas of the County. The Napa County Fire Department contracts with the California Department of Forestry and Fire Protection (Cal Fire) for fire protection services under a County Fire Plan. The County contracts with the City of St. Helena, Napa State Hospital and Schell-Vista Fire Protection District for the provision of fire protection services to specified unincorporated areas adjoining these agencies. The Napa County Fire Department provides dispatching for the American Canyon Fire Protection District and Napa State Hospital Fire Department. The County contracts with the California Veterans Home and the Town of Yountville to provide fire services to those jurisdictions.

#### Affordable Housing

The Affordable Housing fund is used to provide resources to be used for the development of affordable housing units in appropriate locations within the County of Napa. This fund is supported through the collection of various building fees on residential and commercial construction.

#### Wildlife Conservation Commission

The Wildlife Conservation Commission fund is completely supported by fines from Fish and Game Code violations. This fund provides for expenditures related to the propagation and conservation of local fish and game and their habitats. The County Wildlife Conservation Commission, which is appointed by the Board of Supervisors, recommends the program expenditures for the year to the Board of Supervisors.

#### Building

The Building fund provides building inspection and building code compliance services. This fund is responsible for the review of building permit applications, including all construction documents, plans and specifications, for compliance with adopted codes. The Building fund is also responsible for code compliance activities, provides building inspection services during construction of approved projects, and issues certificates of occupancy that allow structures to begin use. In addition, it is responsible for the abatement of properties when a public nuisance is declared and provides funding to abate violations through a court order when the property owner fails or refuses to correct a code violation voluntarily.

#### In-Home Supportive Services Public Authority (IHSS)

In-Home Supportive Services Public Authority (IHSS) provides in-home care to those eligible, aged, blind and disabled individuals (including children) who are unable to remain safely in their own homes without assistance. IHSS is an alternative to out-of-home care and is a state-mandated program funded through a combination of federal, state and local funds.

## **NONMAJOR SPECIAL REVENUE FUNDS** (continued):

### Zone 1 Garbage

The Zone 1 Garbage fund receives and accounts for franchise and rate surcharge fees collected as a result of the Zone 1 unincorporated garbage franchise agreement. Money received in this fund is utilized to enhance recycling programs in the unincorporated area of Zone 1, reimburse the County's Road Fund for damages caused by collection vehicles, and reimburse County operating departments to help defray the cost of administering the franchise agreement.

### Child Support Services

The Child Support Services fund is funded with state and federal revenues. Its mission is to serve the community and enhance the lives of children through establishing paternity, establishing child support orders, and collecting support.

### County Library

The Napa County Library's mission is to enrich people's lives with books and information. It serves Napa County by providing free and equal access to public library facilities, resources, and services which enable the County's diverse population to acquire information, pursue life-long learning, explore ideas, experience recreation and cultural enrichment and enjoy the pleasure of reading. The Library endorses the tenets of the American Library Association Library Bill of Rights and Freedom to Read Statement. The Library's service area is all of Napa County, excluding the City of St. Helena. The Library's main branch is in the City of Napa, with additional branches in the City of American Canyon, City of Calistoga, and the Town of Yountville.

### Napa Valley Tourism Improvement District - Unincorporated

The Napa Valley Tourism Improvement District - Unincorporated (NVTID) is charged with increasing tourism throughout the Napa Valley through marketing efforts funded by a 2% assessment on room rentals on lodging businesses. The NVTID agreements calls for the County to receive 25% of the assessments collected within the unincorporated areas of the County to be used to increase tourism specifically within the unincorporated areas of the County.

### Public, Educational, and Governmental Access Channel

The Public, Educational, and Governmental Access Channel fund receives a fee of 1% imposed upon the gross revenues of cable companies operating in the unincorporated area of Napa County. Under the terms authorized by Public Utilities Code Section 5800 et seq, the fees collected are to be used for capital expenditures to support Public, Educational, and Governmental access channels.

### Deferred Compensation Board of Control

Napa County currently sponsors a 457 Deferred Compensation Plan, 401(a) Defined Contribution Plan, an OBRA Plan, and an Alternative Payee Retirement Plan. The Deferred Compensation Board of Control - which is made up of eight (8) representatives of County management and union employees - carries out the fiduciary duties and has sole discretionary authority over the administration of the retirement program.

## **NONMAJOR SPECIAL REVENUE FUNDS** (continued):

### **VARIOUS SPECIAL DISTRICTS UNDER THE BOARD:**

#### **County Service Area No. 3**

County Service Area No. 3 was formed in 1979 to provide street sweeping, street and highway lighting, street-side landscaping, and fire protection services to the unincorporated area surrounding the Napa County Airport. These services are funded from annual assessments on parcels located within County Service Area No. 3.

#### **County Service Area No. 4**

County Service Area No. 4 was created in 2002 to provide funding for farmworker housing in Napa County. Revenues for this fund are derived from an annual assessment on vineyard acreage located within the service area and are used to support publicly operated farmworker housing programs in Napa County.

#### **Silverado Community Services District**

The Silverado Community Services District was established in 1967. Its service area encompasses the present Silverado Country Club development area. The District provides landscape maintenance, street sweeping, street lighting, and weed abatement services for parcels located within the District. These services are funded from annual assessments on parcels located within the District.

#### **Monticello Public Cemetery District**

This fund was established for the purpose of providing maintenance and administrative services to the Monticello Public Cemetery District. Revenue for this fund comes from collected property tax.

#### **Countywide Napa Valley Tourism Improvement District**

The Napa Valley Tourism Improvement District-Countywide (NVTID) is charged with increasing tourism throughout the Napa Valley through marketing efforts funded by a 2% assessment on all transient lodgers. The NVTID agreement states that the District is to receive 74% of the assessments collected county-wide to improve tourism throughout the Napa Valley, 1% of collections is to be remitted to the tax collectors of each jurisdiction to cover collection costs with the remaining 25% distributed to jurisdictions within NVTID.

#### **Community Facilities District - Devlin Road**

The Community Facilities District - Devlin Road (CFD-Devlin) was established during fiscal year 2012-13. The CFD-Devlin Road collected taxes on parcel owners within district boundaries to construct the Devlin Road extension to allow access to district parcels. Residual funds are held to maintain the extension.

#### **Community Facilities District - Milliken-Sarco-Tulocay (MST)**

The Community Facilities District - MST (CFD-MST) was established during fiscal year 2012-13 and commenced operations during fiscal year 2013-14. The CFD-MST levies and collects taxes on parcel owners within the CFD-MST to fund the construction and related debt service payments of a recycled water pipeline from the Napa Sanitation District to the Milliken-Sarco-Tulocay basin.

**COUNTY OF NAPA**

Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2019

	<u>Fire Protection</u>	<u>Affordable Housing</u>	<u>Wildlife Conservation Commission</u>
<b>Assets &amp; deferred outflows of resources</b>			
<b>Assets:</b>			
Cash and investments	\$ 8,972,031	\$ 4,231,749	\$ 34,008
Restricted assets:			
Cash held for debt service	-	-	-
Cash held for endowment	-	-	-
Imprest cash	-	-	-
Receivable (net):			
Taxes	140,882	-	-
Special assessments	35,442	-	-
Accounts	-	-	-
Due from other governments	1,157,365	-	-
Prepaid items	-	-	-
Deposits	-	-	-
Loans receivable, net	-	28,342,355	-
Advances to other funds	-	42,195	-
Total assets	<u>10,305,720</u>	<u>32,616,299</u>	<u>34,008</u>
 Total assets & deferred outflows of resources	 <u>\$ 10,305,720</u>	 <u>\$ 32,616,299</u>	 <u>\$ 34,008</u>
 <b>Liabilities, deferred inflows of resources &amp; fund balances</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 356,020	\$ 101,884	\$ -
Accrued salaries and benefits	9,574	-	-
Due to other funds	-	-	-
Deposits	-	5,000	-
Unearned revenue	-	75,000	-
Advances from other funds	-	2,000,000	-
Total liabilities	<u>365,594</u>	<u>2,181,884</u>	<u>-</u>
 <b>Deferred inflows of resources:</b>			
Unavailable revenue	<u>613,000</u>	<u>-</u>	<u>-</u>
 <b>Fund balances:</b>			
Nonspendable	-	-	-
Restricted	9,044,294	30,434,415	34,008
Committed	282,832	-	-
Assigned	-	-	-
Unassigned	-	-	-
Total fund balances	<u>9,327,126</u>	<u>30,434,415</u>	<u>34,008</u>
 Total liabilities, deferred inflows of resources & fund balances	 <u>\$ 10,305,720</u>	 <u>\$ 32,616,299</u>	 <u>\$ 34,008</u>

continued

**COUNTY OF NAPA**

Combining Balance Sheet (continued)  
 Nonmajor Special Revenue Funds  
 June 30, 2019

	<u>Building</u>	<u>In-Home Supportive Services Public Authority</u>	<u>Zone 1 Garbage</u>
<b>Assets &amp; deferred outflows of resources</b>			
<b>Assets:</b>			
Cash and investments	\$ 5,404,487	\$ -	\$ 1,456,253
Restricted assets:			
Cash held for debt service	-	-	-
Cash held for endowment	-	-	-
Imprest cash	50	-	-
Receivable (net):			
Taxes	-	-	-
Special assessments	-	-	-
Accounts	4,107	-	-
Due from other governments	-	55,527	-
Prepaid items	1,900	-	-
Deposits	-	-	-
Loans receivable, net	-	-	-
Advances to other funds	-	-	-
Total assets	<u>5,410,544</u>	<u>55,527</u>	<u>1,456,253</u>
Total assets & deferred outflows of resources	<u>\$ 5,410,544</u>	<u>\$ 55,527</u>	<u>\$ 1,456,253</u>
<b>Liabilities, deferred inflows of resources &amp; fund balances</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 50,485	\$ 508	\$ 1,044
Accrued salaries and benefits	106,616	-	-
Due to other funds	-	224,150	-
Deposits	-	-	-
Unearned revenue	-	-	-
Advances from other funds	-	-	-
Total liabilities	<u>157,101</u>	<u>224,658</u>	<u>1,044</u>
<b>Deferred inflows of resources:</b>			
Unavailable revenue	<u>-</u>	<u>13,243</u>	<u>-</u>
<b>Fund balances:</b>			
Nonspendable	1,900	-	-
Restricted	-	-	913,209
Committed	5,251,543	-	-
Assigned	-	-	542,000
Unassigned	-	(182,374)	-
Total fund balances	<u>5,253,443</u>	<u>(182,374)</u>	<u>1,455,209</u>
Total liabilities, deferred inflows of resources & fund balances	<u>\$ 5,410,544</u>	<u>\$ 55,527</u>	<u>\$ 1,456,253</u>

continued

**COUNTY OF NAPA**

Combining Balance Sheet (continued)  
Nonmajor Special Revenue Funds  
June 30, 2019

	<u>Child Support Services</u>	<u>County Library</u>	<u>Napa Valley Tourism Improvement District- Unincorporated</u>
<b>Assets &amp; deferred outflows of resources</b>			
<b>Assets:</b>			
Cash and investments	\$ 162,467	\$ 12,784,260	\$ 211,698
Restricted assets:			
Cash held for debt service	-	-	-
Cash held for endowment	-	-	-
Imprest cash	300	500	-
Receivable (net):			
Taxes	-	868,181	-
Special assessments	-	-	-
Accounts	-	68,063	-
Due from other governments	-	170,300	-
Prepaid items	1,069	5,519	-
Deposits	-	1,250	-
Loans receivable, net	-	-	-
Advances to other funds	-	-	-
Total assets	<u>163,836</u>	<u>13,898,073</u>	<u>211,698</u>
Total assets & deferred outflows of resources	<u>\$ 163,836</u>	<u>\$ 13,898,073</u>	<u>\$ 211,698</u>
<b>Liabilities, deferred inflows of resources &amp; fund balances</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 3,783	\$ 75,387	\$ -
Accrued salaries and benefits	107,854	173,121	-
Due to other funds	-	-	-
Deposits	-	-	-
Unearned revenue	-	-	-
Advances from other funds	-	-	-
Total liabilities	<u>111,637</u>	<u>248,508</u>	<u>-</u>
<b>Deferred inflows of resources:</b>			
Unavailable revenue	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances:</b>			
Nonspendable	1,069	6,769	-
Restricted	51,130	13,522,489	211,698
Committed	-	120,307	-
Assigned	-	-	-
Unassigned	-	-	-
Total fund balances	<u>52,199</u>	<u>13,649,565</u>	<u>211,698</u>
Total liabilities, deferred inflows of resources & fund balances	<u>\$ 163,836</u>	<u>\$ 13,898,073</u>	<u>\$ 211,698</u>

**COUNTY OF NAPA**

Combining Balance Sheet (continued)  
 Nonmajor Special Revenue Funds  
 June 30, 2019

	<u>Public, Educational and Governmental Access Channel</u>	<u>Deferred Compensation Board of Control</u>	<u>Special Districts Under the Board of Supervisors</u>	<u>Total</u>
<b>Assets &amp; deferred outflows of resources</b>				
<b>Assets:</b>				
Cash and investments	\$ 364,962	\$ 17,008	\$ 4,613,523	\$ 38,252,446
Restricted assets:				
Cash held for debt service	-	-	397,865	397,865
Cash held for endowment	-	-	26,878	26,878
Imprest cash	-	-	-	850
Receivable (net):				
Taxes	-	-	9,997	1,019,060
Special assessments	-	-	1,539,273	1,574,715
Accounts	-	-	19	72,189
Due from other governments	-	-	802	1,383,994
Prepaid items	-	1,200	-	9,688
Deposits	-	-	-	1,250
Loans receivable, net	-	-	-	28,342,355
Advances to other funds	-	-	-	42,195
Total assets	<u>364,962</u>	<u>18,208</u>	<u>6,588,357</u>	<u>71,123,485</u>
Total assets & deferred outflows of resources	<u>\$ 364,962</u>	<u>\$ 18,208</u>	<u>\$ 6,588,357</u>	<u>\$ 71,123,485</u>
<b>Liabilities, deferred inflows of resources &amp; fund balances</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ -	\$ 1,929,812	\$ 2,518,923
Accrued salaries and benefits	-	-	-	397,165
Due to other funds	-	-	-	224,150
Deposits	-	-	-	5,000
Unearned revenue	-	-	-	75,000
Advances from other funds	-	-	-	2,000,000
Total liabilities	<u>-</u>	<u>-</u>	<u>1,929,812</u>	<u>5,220,238</u>
<b>Deferred inflows of resources:</b>				
Unavailable revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>626,243</u>
<b>Fund balances:</b>				
Nonspendable	-	1,200	26,878	37,816
Restricted	364,962	17,008	4,631,667	59,224,880
Committed	-	-	-	5,654,682
Assigned	-	-	-	542,000
Unassigned	-	-	-	(182,374)
Total fund balances	<u>364,962</u>	<u>18,208</u>	<u>4,658,545</u>	<u>65,277,004</u>
Total liabilities, deferred inflows of resources & fund balances	<u>\$ 364,962</u>	<u>\$ 18,208</u>	<u>\$ 6,588,357</u>	<u>\$ 71,123,485</u>

**COUNTY OF NAPA**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2019

	<u>Fire Protection</u>	<u>Affordable Housing</u>	<u>Wildlife Conservation Commission</u>
<b>Revenues:</b>			
Taxes	\$ 12,246,584	\$ -	\$ -
Licenses and permits	952,166	1,021,124	-
Fines, forfeitures and penalties	884	-	33,476
Use of money and property	290,322	246,988	1,590
Aid from other governments	1,480,277	-	-
Charges for services	862,841	2,170	-
Contributions and donations	-	-	-
Other revenue	253,464	-	-
Total revenues	<u>16,086,538</u>	<u>1,270,282</u>	<u>35,066</u>
<b>Expenditures:</b>			
<b>Current:</b>			
General government	-	-	-
Public protection	16,223,423	-	47,986
Public ways and facilities	-	-	-
Health and sanitation	-	-	-
Public assistance	-	353,386	-
Education	-	-	-
<b>Debt service:</b>			
Principal	-	-	-
Interest expense	-	54,240	-
Total expenditures	<u>16,223,423</u>	<u>407,626</u>	<u>47,986</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(136,885)</u>	<u>862,656</u>	<u>(12,920)</u>
<b>Other financing sources (uses):</b>			
Transfers in	464,529	691,637	-
Transfers out	<u>(129,753)</u>	<u>(331,722)</u>	-
Total other financing sources (uses)	<u>334,776</u>	<u>359,915</u>	-
Net change in fund balances	197,891	1,222,571	(12,920)
Fund balances - beginning	<u>9,129,235</u>	<u>29,211,844</u>	<u>46,928</u>
Fund balances - ending	<u>\$ 9,327,126</u>	<u>\$ 30,434,415</u>	<u>\$ 34,008</u>

continued

**COUNTY OF NAPA**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances (continued)  
Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2019

	<u>Building</u>	<u>In-Home Supportive Services Public Authority</u>	<u>Zone 1 Garbage</u>
<b>Revenues:</b>			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	2,625,009	-	549,322
Fines, forfeitures and penalties	26,478	-	-
Use of money and property	133,916	-	29,421
Aid from other governments	-	288,957	-
Charges for services	1,791,865	-	1,101
Contributions and donations	-	-	-
Other revenue	-	-	-
Total revenues	<u>4,577,268</u>	<u>288,957</u>	<u>579,844</u>
<b>Expenditures:</b>			
<b>Current:</b>			
General government	-	-	-
Public protection	4,748,466	-	-
Public ways and facilities	-	-	-
Health and sanitation	-	-	188,857
Public assistance	-	407,120	-
Education	-	-	-
<b>Debt service:</b>			
Principal	-	-	-
Interest expense	-	-	-
Total expenditures	<u>4,748,466</u>	<u>407,120</u>	<u>188,857</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(171,198)</u>	<u>(118,163)</u>	<u>390,987</u>
<b>Other financing sources (uses):</b>			
Transfers in	122,697	41,724	-
Transfers out	-	-	-
Total other financing sources (uses)	<u>122,697</u>	<u>41,724</u>	<u>-</u>
Net change in fund balances	(48,501)	(76,439)	390,987
Fund balances - beginning	<u>5,301,944</u>	<u>(105,935)</u>	<u>1,064,222</u>
Fund balances - ending	<u>\$ 5,253,443</u>	<u>\$ (182,374)</u>	<u>\$ 1,455,209</u>

**COUNTY OF NAPA**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances (continued)  
Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2019

	Child Support Services	County Library	Napa Valley Tourism Improvement District- Unincorporated
<b>Revenues:</b>			
Taxes	\$ -	\$ 9,545,787	\$ -
Licenses and permits	-	-	-
Fines, forfeitures and penalties	-	-	-
Use of money and property	3,574	269,897	5,161
Aid from other governments	4,108,654	452,521	-
Charges for services	-	92,078	409,685
Contributions and donations	-	216,545	-
Other revenue	-	2,237	-
Total revenues	<u>4,112,228</u>	<u>10,579,065</u>	<u>414,846</u>
<b>Expenditures:</b>			
<b>Current:</b>			
General government	-	-	528,422
Public protection	4,099,170	-	-
Public ways and facilities	-	-	-
Health and sanitation	-	-	-
Public assistance	-	-	-
Education	-	7,544,942	-
<b>Debt service:</b>			
Principal	-	-	-
Interest expense	-	-	-
Total expenditures	<u>4,099,170</u>	<u>7,544,942</u>	<u>528,422</u>
Excess (deficiency) of revenues over (under) expenditures	<u>13,058</u>	<u>3,034,123</u>	<u>(113,576)</u>
<b>Other financing sources (uses):</b>			
Transfers in	-	229,872	-
Transfers out	-	(19,434)	-
Total other financing sources (uses)	<u>-</u>	<u>210,438</u>	<u>-</u>
Net change in fund balances	13,058	3,244,561	(113,576)
Fund balances - beginning	<u>39,141</u>	<u>10,405,004</u>	<u>325,274</u>
Fund balances - ending	<u>\$ 52,199</u>	<u>\$ 13,649,565</u>	<u>\$ 211,698</u>

**COUNTY OF NAPA**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances (continued)  
Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2019

	Public, Educational and Governmental Access Channel	Deferred Compensation Board of Control	Special Districts Under the Board of Supervisors	Total
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ 824,422	\$ 22,616,793
Licenses and permits	43,567	-	-	5,191,188
Fines, forfeitures and penalties	-	-	1,534	62,372
Use of money and property	8,121	78,244	118,681	1,185,915
Aid from other governments	-	-	2,668	6,333,077
Charges for services	-	-	7,714,650	10,874,390
Contributions and donations	-	-	-	216,545
Other revenue	-	-	-	255,701
Total revenues	<u>51,688</u>	<u>78,244</u>	<u>8,661,955</u>	<u>46,735,981</u>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	-	78,546	6,685,010	7,291,978
Public protection	-	-	29,701	25,148,746
Public ways and facilities	-	-	215,272	215,272
Health and sanitation	-	-	-	188,857
Public assistance	-	-	9,748	770,254
Education	-	-	-	7,544,942
<b>Debt service:</b>				
Principal	-	-	318,710	318,710
Interest expense	-	-	62,514	116,754
Total expenditures	<u>-</u>	<u>78,546</u>	<u>7,320,955</u>	<u>41,595,513</u>
Excess (deficiency) of revenues over (under) expenditures	<u>51,688</u>	<u>(302)</u>	<u>1,341,000</u>	<u>5,140,468</u>
<b>Other financing sources (uses):</b>				
Transfers in	-	18,510	90,000	1,658,969
Transfers out	-	-	(1,001,527)	(1,482,436)
Total other financing sources (uses)	<u>-</u>	<u>18,510</u>	<u>(911,527)</u>	<u>176,533</u>
Net change in fund balances	51,688	18,208	429,473	5,317,001
Fund balances - beginning	<u>313,274</u>	<u>-</u>	<u>4,229,072</u>	<u>59,960,003</u>
Fund balances - ending	<u>\$ 364,962</u>	<u>\$ 18,208</u>	<u>\$ 4,658,545</u>	<u>\$ 65,277,004</u>

**COUNTY OF NAPA**  
Combining Balance Sheet  
Special Districts Under the Board of Supervisors  
June 30, 2019

	<u>County Service Area No 3</u>	<u>County Service Area No 4</u>	<u>Silverado Community Services District</u>	<u>Monticello Public Cemetery District</u>
<b>Assets &amp; deferred outflows of resources</b>				
<b>Assets:</b>				
Cash and investments	\$ 562,166	\$ 554,653	\$ 135,485	\$ 196,258
Restricted assets:				
Cash held for debt service	-	-	-	-
Cash held for endowment	-	-	-	26,878
Receivable (net):				
Taxes	-	-	-	9,997
Special assessments	6,572	3,363	2,289	-
Accounts	-	-	19	-
Due from other governments	-	-	-	802
Total assets	<u>568,738</u>	<u>558,016</u>	<u>137,793</u>	<u>233,935</u>
Total assets and deferred outflows of resources	<u>\$ 568,738</u>	<u>\$ 558,016</u>	<u>\$ 137,793</u>	<u>\$ 233,935</u>
<b>Liabilities, deferred inflows of resources &amp; fund balances</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 5,629	\$ -	\$ 4,373	\$ 1,748
Total liabilities	<u>5,629</u>	<u>-</u>	<u>4,373</u>	<u>1,748</u>
<b>Fund balances:</b>				
Nonspendable	-	-	-	26,878
Restricted	<u>563,109</u>	<u>558,016</u>	<u>133,420</u>	<u>205,309</u>
Total fund balances	<u>563,109</u>	<u>558,016</u>	<u>133,420</u>	<u>232,187</u>
Total liabilities, deferred inflows of resources & fund balances	<u>\$ 568,738</u>	<u>\$ 558,016</u>	<u>\$ 137,793</u>	<u>\$ 233,935</u>

**COUNTY OF NAPA**

Combining Balance Sheet (continued)  
Special Districts Under the Board of Supervisors  
June 30, 2019

	<u>Countywide Napa Valley Tourism Improvement District</u>	<u>Community Facilities District- Devlin Road</u>	<u>Community Facilities District-MST</u>	<u>Total</u>
<b>Assets &amp; deferred outflows of resources</b>				
<b>Assets:</b>				
Cash and investments	\$ 391,013	\$ 41,911	\$ 2,732,037	\$ 4,613,523
Restricted assets:				
Cash held for debt service	-	-	397,865	397,865
Cash held for endowment	-	-	-	26,878
Receivable (net):				
Taxes	-	-	-	9,997
Special assessments	1,527,049	-	-	1,539,273
Accounts	-	-	-	19
Due from other governments	-	-	-	802
Total assets	<u>1,918,062</u>	<u>41,911</u>	<u>3,129,902</u>	<u>6,588,357</u>
Total assets and deferred outflows of resources	<u>\$ 1,918,062</u>	<u>\$ 41,911</u>	<u>\$ 3,129,902</u>	<u>\$ 6,588,357</u>
<b>Liabilities, deferred inflows of resources &amp; fund balances</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 1,918,062	\$ -	\$ -	\$ 1,929,812
Total liabilities	<u>1,918,062</u>	<u>-</u>	<u>-</u>	<u>1,929,812</u>
<b>Fund balances:</b>				
Nonspendable	-	-	-	26,878
Restricted	-	41,911	3,129,902	4,631,667
Total fund balances	<u>-</u>	<u>41,911</u>	<u>3,129,902</u>	<u>4,658,545</u>
Total liabilities, deferred inflows of resources & fund balances	<u>\$ 1,918,062</u>	<u>\$ 41,911</u>	<u>\$ 3,129,902</u>	<u>\$ 6,588,357</u>

**COUNTY OF NAPA**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances  
Special Districts Under the Board of Supervisors  
For the Year Ended June 30, 2019

	<u>County Service Area No 3</u>	<u>County Service Area No 4</u>	<u>Silverado Community Services District</u>	<u>Monticello Public Cemetery District</u>
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ 178,153	\$ 42,349
Fines, forfeitures and penalties	79	650	121	-
Use of money and property	14,655	18,439	2,994	5,175
Aid from other governments	-	-	-	2,668
Charges for services	<u>541,302</u>	<u>489,814</u>	<u>-</u>	<u>3,696</u>
Total revenues	<u>556,036</u>	<u>508,903</u>	<u>181,268</u>	<u>53,888</u>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	-	-	-	-
Public protection	425	-	-	29,276
Public ways and facilities	50,288	-	160,215	-
Public assistance	-	9,748	-	-
<b>Debt service:</b>				
Principal	-	-	-	-
Interest expense	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>50,713</u>	<u>9,748</u>	<u>160,215</u>	<u>29,276</u>
Excess (deficiency) of revenues over (under) expenditures	<u>505,323</u>	<u>499,155</u>	<u>21,053</u>	<u>24,612</u>
<b>Other financing sources (uses):</b>				
Transfers in	-	-	-	-
Transfers out	<u>(464,529)</u>	<u>(536,998)</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(464,529)</u>	<u>(536,998)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	40,794	(37,843)	21,053	24,612
Fund balances - beginning	<u>522,315</u>	<u>595,859</u>	<u>112,367</u>	<u>207,575</u>
Fund balances - ending	<u>\$ 563,109</u>	<u>\$ 558,016</u>	<u>\$ 133,420</u>	<u>\$ 232,187</u>

**COUNTY OF NAPA**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances (continued)  
Special Districts Under the Board of Supervisors  
For the Year Ended June 30, 2019

	Countywide Napa Valley Tourism Improvement District	Community Facilities District- Devlin Road	Community Facilities District- MST	Total
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ 603,920	\$ 824,422
Fines, forfeitures and penalties	-	-	684	1,534
Use of money and property	7,080	1,002	69,336	118,681
Aid from other governments	-	-	-	2,668
Charges for services	6,679,838	-	-	7,714,650
Total revenues	<u>6,686,918</u>	<u>1,002</u>	<u>673,940</u>	<u>8,661,955</u>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	6,685,010	-	-	6,685,010
Public protection	-	-	-	29,701
Public ways and facilities	-	-	4,769	215,272
Public assistance	-	-	-	9,748
<b>Debt service:</b>				
Principal	-	-	318,710	318,710
Interest expense	-	-	62,514	62,514
Total expenditures	<u>6,685,010</u>	<u>-</u>	<u>385,993</u>	<u>7,320,955</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,908</u>	<u>1,002</u>	<u>287,947</u>	<u>1,341,000</u>
<b>Other financing sources (uses):</b>				
Transfers in	-	-	90,000	90,000
Transfers out	-	-	-	(1,001,527)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>90,000</u>	<u>(911,527)</u>
Net change in fund balances	1,908	1,002	377,947	429,473
Fund balances - beginning	<u>(1,908)</u>	<u>40,909</u>	<u>2,751,955</u>	<u>4,229,072</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 41,911</u>	<u>\$ 3,129,902</u>	<u>\$ 4,658,545</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
Fire Protection  
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Taxes	\$ 10,925,851	\$ 10,925,851	\$ 12,246,584	\$ 1,320,733
Licenses and permits	500,000	500,000	952,166	452,166
Fines, forfeitures and penalties	-	-	884	884
Revenue from the use of money and property	52,000	52,000	290,322	238,322
Aid from other governments	322,305	322,305	1,480,277	1,157,972
Charges for services	1,535,500	1,535,500	862,841	(672,659)
Other revenue	5,000	20,000	253,464	233,464
Transfers in	465,017	465,017	464,529	(488)
Revenues available for appropriation	<u>13,805,673</u>	<u>13,820,673</u>	<u>16,551,067</u>	<u>2,730,394</u>
<b>Charges to appropriations (outflows):</b>				
Operations	19,245,502	19,418,075	16,223,423	3,194,652
Transfers out	122,697	131,697	129,752	1,945
Total charges to appropriations	<u>19,368,199</u>	<u>19,549,772</u>	<u>16,353,175</u>	<u>3,196,597</u>
Net change in fund balances, budgetary basis	(5,562,526)	(5,729,099)	197,892	5,926,991
Budgetary fund balances - beginning	<u>9,129,235</u>	<u>9,129,235</u>	<u>9,129,235</u>	<u>-</u>
Budgetary fund balances - ending	<u>\$ 3,566,709</u>	<u>\$ 3,400,136</u>	<u>\$ 9,327,127</u>	<u>\$ 5,926,991</u>

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from Budgetary Comparison Schedule	\$ 16,551,067
Difference - budget to GAAP: Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes.	(464,529)
Total revenues as reported on the Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	<u>\$ 16,086,538</u>

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule	\$ 16,353,175
Difference - budget to GAAP: Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes.	(129,752)
Total expenditures as reported on the Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	<u>\$ 16,223,423</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
Affordable Housing  
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Licenses and permits	\$ 2,000,000	\$ 2,000,000	\$ 1,021,124	\$ (978,876)
Revenue from the use of money and property	75,000	129,800	246,988	117,188
Charges for services	1,000	1,000	2,170	1,170
Transfers in	444,781	691,636	691,636	-
Intrafund transfers in	500,000	2,043,281	2,043,281	-
Revenues available for appropriation	3,020,781	4,865,717	4,005,199	(860,518)
<b>Charges to appropriations (outflows):</b>				
Public assistance	1,914,652	7,611,029	407,626	7,203,403
Transfers out	354,000	354,000	331,722	22,278
Intrafund transfers out	500,000	2,043,280	2,043,280	-
Total charges to appropriations	2,768,652	10,008,309	2,782,628	7,225,681
Net change in fund balances, budgetary basis	252,129	(5,142,592)	1,222,571	6,365,163
Budgetary fund balances - beginning	29,211,844	29,211,844	29,211,844	-
Budgetary fund balances - ending	\$ 29,463,973	\$ 24,069,252	\$ 30,434,415	\$ 6,365,163

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from Budgetary Comparison Schedule	\$ 4,005,199
Difference - budget to GAAP:	
Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes.	(691,636)
Transfers within the fund are inflows of budgetary resources but are not revenues for financial reporting purposes.	(2,043,281)
Total revenues as reported on the combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Special Revenue Funds	1,270,282

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule	\$ 2,782,628
Difference - budget to GAAP:	
Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes.	(331,722)
Transfers within the fund are outflows of budgetary resources but are not expenditures for financial reporting purposes.	(2,043,280)
Total expenditures as reported on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Special Revenue Funds	\$ 407,626

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
Wildlife Conservation Commission  
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Fines, forfeitures and penalties	\$ 7,600	\$ 7,600	\$ 33,476	\$ 25,876
Revenue from the use of money and property	600	600	1,590	990
Transfers in	12,000	12,000	-	(12,000)
Revenues available for appropriation	<u>20,200</u>	<u>20,200</u>	<u>35,066</u>	<u>14,866</u>
<b>Charges to appropriations (outflows):</b>				
Public protection	50,000	50,000	47,986	2,014
Total charges to appropriations	<u>50,000</u>	<u>50,000</u>	<u>47,986</u>	<u>2,014</u>
Net change in fund balances, budgetary basis	(29,800)	(29,800)	(12,920)	16,880
Budgetary fund balances - beginning	46,928	46,928	46,928	-
Budgetary fund balances - ending	<u>\$ 17,128</u>	<u>\$ 17,128</u>	<u>\$ 34,008</u>	<u>\$ 16,880</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
Building  
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Licenses and permits	\$ 2,300,000	\$ 2,300,000	\$ 2,625,009	\$ 325,009
Fines, forfeitures and penalties	15,000	15,000	26,478	11,478
Revenue from the use of money and property	37,000	37,000	133,916	96,916
Aid from other governments	-	-	-	-
Charges for services	1,330,000	1,330,000	1,791,865	461,865
Other revenue	-	-	-	-
Transfers in	122,697	122,697	122,697	-
Revenues available for appropriation	3,804,697	3,804,697	4,699,965	895,268
<b>Charges to appropriations (outflows):</b>				
Public protection	5,113,944	5,113,944	4,748,466	365,478
Total charges to appropriations	5,113,944	5,113,944	4,748,466	365,478
Net change in fund balances, budgetary basis	(1,309,247)	(1,309,247)	(48,501)	1,260,746
Budgetary fund balances - beginning	5,301,944	5,301,944	5,301,944	-
Budgetary fund balances - ending	\$ 3,992,697	\$ 3,992,697	\$ 5,253,443	\$ 1,260,746
Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:				
<u>Sources/inflows of resources</u>				
Actual amounts (budgetary basis) "available for appropriation" from Budgetary Comparison Schedule			\$	4,699,965
Difference - budget to GAAP:				
Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes.				(122,697)
Total revenues as reported on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Special Revenue Funds			\$	4,577,268

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
In-Home Supportive Services Public Authority  
For the Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Resources (inflows):</b>				
Aid from other governments	\$ 374,632	\$ 374,632	\$ 288,957	\$ (85,675)
Transfers in	83,144	83,144	41,723	(41,421)
Revenues available for appropriation	<u>457,776</u>	<u>457,776</u>	<u>330,680</u>	<u>(127,096)</u>
<b>Charges to appropriations (outflows):</b>				
Public assistance	457,776	457,776	407,120	50,656
Total charges to appropriations	<u>457,776</u>	<u>457,776</u>	<u>407,120</u>	<u>50,656</u>
Net change in fund balances, budgetary basis	-	-	(76,440)	(76,440)
Budgetary fund balances - beginning	<u>(105,935)</u>	<u>(105,935)</u>	<u>(105,935)</u>	<u>-</u>
Budgetary fund balances - ending	<u><u>\$ (105,935)</u></u>	<u><u>\$ (105,935)</u></u>	<u><u>\$ (182,375)</u></u>	<u><u>\$ (76,440)</u></u>

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from Budgetary Comparison Schedule			\$ 330,680	
Difference - budget to GAAP:				
Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes				<u>(41,723)</u>
Total revenues as reported on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Special Revenue Funds			<u>\$ 288,957</u>	

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
 Zone 1 Garbage  
 For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Licenses and permits	\$ 446,000	\$ 446,000	\$ 549,322	\$ 103,322
Charges for services	-	-	1,101	1,101
Revenue from the use of money and property	6,000	6,000	29,421	23,421
Revenues available for appropriation	<u>452,000</u>	<u>452,000</u>	<u>579,844</u>	<u>127,844</u>
<b>Charges to appropriations (outflows):</b>				
Health and sanitation	339,339	339,339	188,857	150,482
Total charges to appropriations	<u>339,339</u>	<u>339,339</u>	<u>188,857</u>	<u>150,482</u>
Net change in fund balances, budgetary basis	112,661	112,661	390,987	278,326
Budgetary fund balances - beginning	<u>1,064,222</u>	<u>1,064,222</u>	<u>1,064,222</u>	<u>-</u>
Budgetary fund balances - ending	<u>\$ 1,176,883</u>	<u>\$ 1,176,883</u>	<u>\$ 1,455,209</u>	<u>\$ 278,326</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
 Child Support Services  
 For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Revenue from the use of money and property	\$ 1,000	\$ 1,000	\$ 3,574	\$ 2,574
Aid from other governments	4,194,255	4,237,255	4,108,654	(128,601)
Revenues available for appropriation	<u>4,195,255</u>	<u>4,238,255</u>	<u>4,112,228</u>	<u>(126,027)</u>
<b>Charges to appropriations (outflows):</b>				
Public protection	4,195,255	4,238,255	4,099,170	139,085
Total charges to appropriations	<u>4,195,255</u>	<u>4,238,255</u>	<u>4,099,170</u>	<u>139,085</u>
Net change in fund balances, budgetary basis	-	-	13,058	13,058
Budgetary fund balances - beginning	<u>39,141</u>	<u>39,141</u>	<u>39,141</u>	<u>-</u>
Budgetary fund balances - ending	<u>\$ 39,141</u>	<u>\$ 39,141</u>	<u>\$ 52,199</u>	<u>\$ 13,058</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
County Library  
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Taxes	\$ 7,948,050	\$ 7,948,050	\$ 9,545,787	\$ 1,597,737
Revenue from the use of money and property	77,000	77,000	269,897	192,897
Aid from other governments	65,000	65,000	452,521	387,521
Charges for services	146,256	146,256	92,078	(54,178)
Donations and contributions	114,800	114,800	216,545	101,745
Other revenue	-	-	2,237	2,237
Transfers in	229,872	229,872	229,872	-
Intrafund transfers in	10,821,011	24,689,663	27,994,250	3,304,587
Revenues available for appropriation	<u>19,401,989</u>	<u>33,270,641</u>	<u>38,803,187</u>	<u>5,532,546</u>
<b>Charges to appropriations (outflows):</b>				
Library operations	8,305,376	8,312,503	7,544,942	767,561
Transfers out	19,920	19,920	19,434	486
Intrafund transfers out	10,821,011	24,689,663	27,994,250	(3,304,587)
Total charges to appropriations	<u>19,146,307</u>	<u>33,022,086</u>	<u>35,558,626</u>	<u>(2,536,540)</u>
Net change in fund balances, budgetary basis	255,682	248,555	3,244,561	2,996,006
Budgetary fund balances - beginning	<u>10,405,004</u>	<u>10,405,004</u>	<u>10,405,004</u>	<u>-</u>
Budgetary fund balances - ending	<u>\$ 10,660,686</u>	<u>\$ 10,653,559</u>	<u>\$ 13,649,565</u>	<u>\$ 2,996,006</u>

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from Budgetary Comparison Schedule \$ 38,803,187

Difference - budget to GAAP:

Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes (229,872)

Transfers within the fund are inflows of budgetary resources but are not revenues for financial reporting purposes (27,994,250)

Total revenues as reported on the Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds \$ 10,579,065

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule \$ 35,558,626

Difference - budget to GAAP:

Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes (19,434)

Transfers within the fund are outflows of budgetary resources but are not expenditures for financial reporting purposes (27,994,250)

Total expenditures as reported on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Special Revenue Funds \$ 7,544,942

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
 Napa Valley Tourism Improvement District-Unincorporated  
 For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Revenue from the use of money and property	\$ 2,000	\$ 2,000	\$ 5,161	\$ 3,161
Charges for services	600,000	600,000	409,685	(190,315)
Revenues available for appropriation	<u>602,000</u>	<u>602,000</u>	<u>414,846</u>	<u>(187,154)</u>
<b>Charges to appropriations (outflows):</b>				
General government	552,000	552,000	528,422	23,578
Total charges to appropriations	<u>552,000</u>	<u>552,000</u>	<u>528,422</u>	<u>23,578</u>
Net change in fund balances, budgetary basis	50,000	50,000	(113,576)	(163,576)
Budgetary fund balances - beginning	<u>325,274</u>	<u>325,274</u>	<u>325,274</u>	<u>-</u>
Budgetary fund balances - ending	<u>\$ 375,274</u>	<u>\$ 375,274</u>	<u>\$ 211,698</u>	<u>\$ (163,576)</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
Public, Educational and Governmental Access Channel  
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Licenses and permits	\$ 48,000	\$ 48,000	\$ 43,567	\$ (4,433)
Revenue from the use of money and property	2,500	2,500	8,121	5,621
Revenues available for appropriation	<u>50,500</u>	<u>50,500</u>	<u>51,688</u>	<u>1,188</u>
<b>Charges to appropriations (outflows):</b>				
General government	-	-	-	-
Total charges to appropriations	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances, budgetary basis	50,500	50,500	51,688	1,188
Budgetary fund balances - beginning	-	-	313,274	313,274
Budgetary fund balances - ending	<u>\$ 50,500</u>	<u>\$ 50,500</u>	<u>\$ 364,962</u>	<u>\$ 314,462</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
Deferred Compensation Board of Control  
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Resources (inflows):				
Revenue from use of money and property	\$ 104,100	\$ 104,100	\$ 78,244	\$ (25,856)
Transfers in	-	-	18,510	18,510
Amounts available for appropriation	<u>104,100</u>	<u>104,100</u>	<u>96,754</u>	<u>(7,346)</u>
Charges to appropriations (outflows):				
Deferred Compensation Board	69,100	104,100	78,546	25,554
Intrafund Transfers Out	35,000	-	-	-
Total Charges to appropriations	<u>104,100</u>	<u>104,100</u>	<u>78,546</u>	<u>25,554</u>
Net change in fund balances, budgetary basis	-	-	18,208	18,208
Budgetary fund balances - beginning	-	-	-	-
Budgetary fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,208</u>	<u>\$ 18,208</u>

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from Budgetary Comparison Schedule	\$ 96,754
Difference - budget to GAAP: Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes.	<u>(18,510)</u>
Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	<u>\$ 78,244</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
County Service Area No 3  
For the Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Resources (inflows):</b>				
Fines, forfeitures and penalties	\$ 140	\$ 140	\$ 79	\$ (61)
Revenue from use of money and property	5,099	5,099	14,655	9,556
Charges for services	<u>541,074</u>	<u>541,074</u>	<u>541,302</u>	<u>228</u>
Revenues available for appropriation	<u>546,313</u>	<u>546,313</u>	<u>556,036</u>	<u>9,723</u>
<b>Charges to appropriations (outflows):</b>				
Public protection	122	122	425	(303)
Public ways and facilities	75,795	75,795	50,288	25,507
Transfers out	<u>470,396</u>	<u>470,396</u>	<u>464,529</u>	<u>5,867</u>
Total charges to appropriations	<u>546,313</u>	<u>546,313</u>	<u>515,242</u>	<u>31,071</u>
Net change in fund balances, budgetary basis	-	-	40,794	40,794
Budgetary fund balances - beginning	<u>522,315</u>	<u>522,315</u>	<u>522,315</u>	-
Budgetary fund balances - ending	<u>\$ 522,315</u>	<u>\$ 522,315</u>	<u>\$ 563,109</u>	<u>\$ 40,794</u>

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule	\$ 515,242
Difference - budget to GAAP: Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes	<u>(464,529)</u>
Total expenditures as reported on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Special Districts Under the Board of Supervisors	<u>\$ 50,713</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
County Service Area No 4  
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
<b>Resources (inflows):</b>				
Fines, forfeitures and penalties	\$ -	\$ -	\$ 650	\$ 650
Revenue from use of money and property	2,000	2,000	18,439	16,439
Charges for services	492,800	492,800	489,814	(2,986)
Revenues available for appropriation	494,800	494,800	508,903	14,103
<b>Charges to appropriations (outflows):</b>				
Public assistance	20,400	20,400	9,748	10,652
Transfers out	420,715	498,965	536,998	(38,033)
Total charges to appropriations	441,115	519,365	546,746	(27,381)
Net change in fund balances, budgetary basis	53,685	(24,565)	(37,843)	(13,278)
Budgetary fund balances - beginning	595,859	595,859	595,859	-
Budgetary fund balances - ending	\$ 649,544	\$ 571,294	\$ 558,016	\$ (13,278)

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule	\$ 546,746
Difference - budget to GAAP: Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes	(536,998)
Total expenditures as reported on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Special Districts under the Board of Supervisors	\$ 9,748

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
Silverado Community Services District  
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Taxes	\$ 178,155	\$ 178,155	\$ 178,153	\$ (2)
Fines, forfeitures and penalties	900	900	121	(779)
Revenue from the use of money and property	400	400	2,994	2,594
Revenues available for appropriation	<u>179,455</u>	<u>179,455</u>	<u>181,268</u>	<u>1,813</u>
<b>Charges to appropriations (outflows):</b>				
Public ways and facilities	196,143	196,143	160,215	35,928
Total charges to appropriations	<u>196,143</u>	<u>196,143</u>	<u>160,215</u>	<u>35,928</u>
Net change in fund balances, budgetary basis	(16,688)	(16,688)	21,053	37,741
Budgetary fund balances - beginning	<u>112,367</u>	<u>112,367</u>	<u>112,367</u>	-
Budgetary fund balances - ending	<u>\$ 95,679</u>	<u>\$ 95,679</u>	<u>\$ 133,420</u>	<u>\$ 37,741</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
 Monticello Public Cemetery District  
 For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Taxes	\$ 26,250	\$ 26,250	\$ 42,349	\$ 16,099
Revenue from the use of money and property	1,200	1,200	5,175	3,975
Aid from other governments	1,017	1,017	2,668	1,651
Charges for services	2,200	2,200	3,696	1,496
Intrafund transfers in	12,000	12,000	-	(12,000)
Revenues available for appropriation	<u>42,667</u>	<u>42,667</u>	<u>53,888</u>	<u>11,221</u>
<b>Charges to appropriations (outflows):</b>				
Public protection	41,176	41,176	29,276	11,900
Intrafund transfers out	12,000	12,000	-	12,000
Total charges to appropriations	<u>53,176</u>	<u>53,176</u>	<u>29,276</u>	<u>23,900</u>
Net change in fund balances, budgetary basis	(10,509)	(10,509)	24,612	35,121
Budgetary fund balances - beginning	<u>207,575</u>	<u>207,575</u>	<u>207,575</u>	<u>-</u>
Budgetary fund balances - ending	<u>\$ 197,066</u>	<u>\$ 197,066</u>	<u>\$ 232,187</u>	<u>\$ 35,121</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
 Countywide Napa Valley Tourism Improvement District  
 For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Revenue from the use of money and property	\$ 2,000	\$ 2,000	\$ 7,080	\$ 5,080
Charges for services	6,450,000	6,700,000	6,679,838	(20,162)
Revenues available for appropriation	<u>6,452,000</u>	<u>6,702,000</u>	<u>6,686,918</u>	<u>(15,082)</u>
<b>Charges to appropriations (outflows):</b>				
General government	6,452,000	6,702,000	6,685,010	16,990
Total charges to appropriations	<u>6,452,000</u>	<u>6,702,000</u>	<u>6,685,010</u>	<u>16,990</u>
Net change in fund balances, budgetary basis	-	-	1,908	1,908
Budgetary fund balances - beginning	<u>(1,908)</u>	<u>(1,908)</u>	<u>(1,908)</u>	<u>-</u>
Budgetary fund balances - ending	<u>\$ (1,908)</u>	<u>\$ (1,908)</u>	<u>\$ -</u>	<u>\$ 1,908</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
Community Facilities District-Devlin Road  
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Revenue from the use of money and property	\$ -	\$ -	\$ 1,002	\$ 1,002
Revenues available for appropriation	<u>-</u>	<u>-</u>	<u>1,002</u>	<u>1,002</u>
<b>Charges to appropriations (outflows):</b>				
Net change in fund balances, budgetary basis	-	-	1,002	1,002
Budgetary fund balances - beginning	<u>40,909</u>	<u>40,909</u>	<u>40,909</u>	<u>-</u>
Budgetary fund balances - ending	<u>\$ 40,909</u>	<u>\$ 40,909</u>	<u>\$ 41,911</u>	<u>\$ 1,002</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
Community Facilities District-MST  
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Taxes	\$ 680,000	\$ 680,000	\$ 604,604	\$ (75,396)
Revenue from the use of money and property	15,000	15,000	69,336	54,336
Transfers in	-	90,000	90,000	-
Revenues available for appropriation	<u>695,000</u>	<u>785,000</u>	<u>763,940</u>	<u>(21,060)</u>
<b>Charges to appropriations (outflows):</b>				
Public ways and facilities	14,500	14,500	4,769	9,731
Debt service	381,226	381,226	381,224	2
Total charges to appropriations	<u>395,726</u>	<u>395,726</u>	<u>385,993</u>	<u>9,733</u>
Net change in fund balances, budgetary basis	299,274	389,274	377,947	(11,327)
Budgetary fund balances - beginning	<u>2,751,955</u>	<u>2,751,955</u>	<u>2,751,955</u>	<u>-</u>
Budgetary fund balances - ending	<u>\$ 3,051,229</u>	<u>\$ 3,141,229</u>	<u>\$ 3,129,902</u>	<u>\$ (11,327)</u>

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from Budgetary Comparison Schedule	\$ 763,940
Difference - budget to GAAP: Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes.	<u>(90,000)</u>
Total revenues as reported on the Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Special Districts under the Board of Supervisors	<u>\$ 673,940</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
 Non-Operating Special Revenue Fund - Inmate Welfare  
 For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Revenue from the use of money and property	\$ 3,000	\$ 3,000	\$ 10,400	\$ 7,400
Other revenue	-	-	-	-
Charges for services	135,500	135,500	165,750	30,250
Transfers in	188,200	188,200	-	(188,200)
Revenues available for appropriation	<u>326,700</u>	<u>326,700</u>	<u>176,150</u>	<u>(150,550)</u>
<b>Charges to appropriations (outflows):</b>				
Public protection	298,900	298,900	73,163	225,737
Total charges to appropriations	<u>298,900</u>	<u>298,900</u>	<u>73,163</u>	<u>225,737</u>
Net change in fund balances, budgetary basis	27,800	27,800	102,987	75,187
Budgetary fund balances - beginning	<u>393,707</u>	<u>393,707</u>	<u>393,707</u>	<u>-</u>
Budgetary fund balances - ending	<u>\$ 421,507</u>	<u>\$ 421,507</u>	<u>\$ 496,694</u>	<u>\$ 75,187</u>

Note: These activities are included in the presentation of the General Fund Statement of Revenues, Expenditures, and Changes in Fund Balances

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
 Non-Operating Special Revenue Fund - General Government  
 For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Revenue from the use of money and property	\$ 1,900	\$ 1,900	\$ 53,935	\$ 52,035
Taxes	-	-	178,213	178,213
Aid from other governments	-	50,000	50,000	-
Revenues available for appropriation	<u>1,900</u>	<u>51,900</u>	<u>282,148</u>	<u>230,248</u>
<b>Charges to appropriations (outflows):</b>				
<b>Housing Rehabilitation Repayment</b>				
Transfers out	100,000	178,250	178,250	-
Subtotal	<u>100,000</u>	<u>178,250</u>	<u>178,250</u>	<u>-</u>
<b>St-Cnty Prop Tax Admin-AB818</b>				
Transfers out	31,500	15,457	10,994	4,463
Subtotal	<u>31,500</u>	<u>15,457</u>	<u>10,994</u>	<u>4,463</u>
<b>County Assessor Grant Program</b>				
Transfers out	-	16,043	16,043	-
Subtotal	<u>-</u>	<u>16,043</u>	<u>16,043</u>	<u>-</u>
Total charges to appropriations	<u>131,500</u>	<u>209,750</u>	<u>205,287</u>	<u>4,463</u>
Net change in fund balances, budgetary basis	(129,600)	(157,850)	76,861	234,711
Budgetary fund balances - beginning	<u>342,883</u>	<u>342,883</u>	<u>342,883</u>	<u>-</u>
Budgetary fund balances - ending	<u>\$ 213,283</u>	<u>\$ 185,033</u>	<u>\$ 419,744</u>	<u>\$ 234,711</u>

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule	\$ 205,287
Difference - budget to GAAP: Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes	<u>(205,287)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - General Fund	<u>\$ -</u>

Note: These activities are included in the presentation of the General Fund on the Statement of Revenues, Expenditures, and Changes in Fund Balances.

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
 Non-Operating Special Revenue Fund - Public Protection  
 For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Licenses and permits	\$ 10,400	\$ 10,400	\$ 10,115	\$ (285)
Fines, forfeitures and penalties	523,800	523,800	752,886	229,086
Revenue from the use of money and property	63,880	63,880	265,843	201,963
Aid from other governments	782,150	782,150	770,189	(11,961)
Charges for services	401,500	401,500	370,759	(30,741)
Transfers in	-	125	123	(2)
Revenue available for appropriation	<u>1,781,730</u>	<u>1,781,855</u>	<u>2,169,915</u>	<u>388,060</u>
<b>Charges to appropriations (outflows):</b>				
<b>District Attorney-Asset Forfeitures</b>				
Transfers out	10,000	10,000	6,002	3,998
Subtotal	<u>10,000</u>	<u>10,000</u>	<u>6,002</u>	<u>3,998</u>
<b>District Attorney-Prop 64 Civil Penalties</b>				
Transfers out	900,000	900,000	900,000	-
Subtotal	<u>900,000</u>	<u>900,000</u>	<u>900,000</u>	<u>-</u>
<b>District Attorney-Hazardous Waste Enforce</b>				
Transfers out	10,000	10,000	10,000	-
Subtotal	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>
<b>District Attorney-\$1 Vehicle Reg Assessment</b>				
Transfers out	280,000	280,000	280,000	-
Subtotal	<u>280,000</u>	<u>280,000</u>	<u>280,000</u>	<u>-</u>
<b>District Attorney-Consumer Fraud</b>				
Transfers out	50,000	50,000	50,000	-
Subtotal	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
<b>Sheriff-Fingerprint ID</b>				
Transfers out	762,518	762,518	754,398	8,120
Subtotal	<u>762,518</u>	<u>762,518</u>	<u>754,398</u>	<u>8,120</u>
<b>Sheriff-Debtor Assessment Fees</b>				
Transfers out	10,000	10,000	8,697	1,303
Subtotal	<u>10,000</u>	<u>10,000</u>	<u>8,697</u>	<u>1,303</u>
<b>Sheriff-Community Services</b>				
Transfers out	3,000	3,000	3,000	-
Subtotal	<u>3,000</u>	<u>3,000</u>	<u>3,000</u>	<u>-</u>
<b>Sheriff-Civil Equipment</b>				
Transfers out	18,000	18,000	7,794	10,206
Subtotal	<u>18,000</u>	<u>18,000</u>	<u>7,794</u>	<u>10,206</u>
<b>Sheriff-Drug Enforcement Agency</b>				
Transfers out	35,000	35,000	17,027	17,973
Subtotal	<u>35,000</u>	<u>35,000</u>	<u>17,027</u>	<u>17,973</u>
<b>Corrections-Standards and Training</b>				
Transfers out	107,000	107,000	97,456	(9,544)
Subtotal	<u>107,000</u>	<u>107,000</u>	<u>97,456</u>	<u>(9,544)</u>

continued

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
 Non-Operating Special Revenue Fund - Public Protection  
 For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Probation-Asset Forfeitures</b>				
Transfers out	6,500	6,865	6,864	1
Subtotal	<u>6,500</u>	<u>6,865</u>	<u>6,864</u>	<u>1</u>
<b>Probation-Post Release Comm Supervision</b>				
Transfers out	72,000	72,000	72,000	-
Subtotal	<u>72,000</u>	<u>72,000</u>	<u>72,000</u>	<u>-</u>
<b>Probation-Chamberlain High</b>				
Transfers out	2,500	2,500	-	2,500
Subtotal	<u>2,500</u>	<u>2,500</u>	<u>-</u>	<u>2,500</u>
<b>Probation-Community Correction Performance Incentive</b>				
Transfers out	436,600	436,600	414,345	22,255
Subtotal	<u>436,600</u>	<u>436,600</u>	<u>414,345</u>	<u>22,255</u>
<b>Agricultural Commissioner-Weights and Measures</b>				
Transfers out	30,000	30,000	29,931	69
Subtotal	<u>30,000</u>	<u>30,000</u>	<u>29,931</u>	<u>69</u>
<b>Recorder-Micrographics</b>				
Transfers out	3,000	3,000	2,119	881
Subtotal	<u>3,000</u>	<u>3,000</u>	<u>2,119</u>	<u>881</u>
<b>Recorder-Modernization</b>				
Transfers out	262,878	262,878	226,537	36,341
Subtotal	<u>262,878</u>	<u>262,878</u>	<u>226,537</u>	<u>36,341</u>
<b>Recorder-Vital-Health Statistics Clerk</b>				
Transfers out	3,000	3,000	2,790	210
Subtotal	<u>3,000</u>	<u>3,000</u>	<u>2,790</u>	<u>210</u>
<b>Recorder-SS Truncation Fees</b>				
Transfers out	8,700	8,700	6,305	2,395
Subtotal	<u>8,700</u>	<u>8,700</u>	<u>6,305</u>	<u>2,395</u>
<b>Recorder-Electronic Doc Recording</b>				
Transfers out	16,200	16,200	14,144	2,056
Subtotal	<u>16,200</u>	<u>16,200</u>	<u>14,144</u>	<u>2,056</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
 Non-Operating Special Revenue Fund - Public Protection  
 For the Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>PBES-Dept of Public Health</b>				
Transfers out	124,350	124,350	-	124,350
Subtotal	<u>124,350</u>	<u>124,350</u>	<u>-</u>	<u>124,350</u>
 Total charges to appropriations	<u>3,151,246</u>	<u>3,151,611</u>	<u>2,909,409</u>	<u>223,114</u>
 Net change in fund balances, budgetary basis	(1,369,516)	(1,369,756)	(739,494)	164,946
 Budgetary fund balances - beginning	<u>10,652,985</u>	<u>10,652,985</u>	<u>10,652,985</u>	<u>-</u>
 Budgetary fund balances - ending	<u>\$ 9,283,469</u>	<u>\$ 9,283,229</u>	<u>\$ 9,913,491</u>	<u>\$ 164,946</u>

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from the Budgetary Comparison Schedule \$ 2,169,915

Difference - budget to GAAP:

Transfers from other funds are inflows of budgetary resources but not revenues for financial reporting purposes. (123)

Total revenues as reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - General Fund \$ 2,169,792

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule \$ 2,909,409

Difference - budget to GAAP:

Transfers to other funds are outflows of budgetary resources but not expenditures for financial reporting purposes. (2,909,409)

Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - General Fund \$ -

Note: These activities are included in the presentation of the General Fund on the Statement of Revenues, Expenditures, and Changes in Fund Balances.

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
 Non-Operating Special Revenue Fund - Public Ways & Facilities  
 For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Licenses and permits	\$ 412,000	\$ 412,000	\$ 11,853	\$ (400,147)
Revenue from the use of money and property	10,010	10,010	267,396	257,386
Aid from other governments	10,395,737	10,395,737	10,787,291	391,554
Other financing sources	-	1,224,000	-	(1,224,000)
Transfers In	-	860,168	860,168	-
Revenues available for appropriation	<u>10,817,747</u>	<u>12,901,915</u>	<u>11,926,708</u>	<u>(975,207)</u>
<b>Charges to appropriations (outflows):</b>				
<b>Mitigation - Airport Industrial</b>				
Transfers out	10,000	5,441,160	4,211,278	1,229,882
Subtotal	<u>10,000</u>	<u>5,441,160</u>	<u>4,211,278</u>	<u>1,229,882</u>
<b>Mitigation - American Canyon</b>				
Transfers out	10,000	859,554	849,554	(10,000)
Subtotal	<u>10,000</u>	<u>859,554</u>	<u>849,554</u>	<u>(10,000)</u>
<b>SB - 1</b>				
Transfers out	340,000	2,125,204	2,125,202	2
Subtotal	<u>340,000</u>	<u>2,125,204</u>	<u>2,125,202</u>	<u>2</u>
<b>Measure A</b>				
Transfers out	-	8,306,926	1,310,161	(6,996,765)
Subtotal	<u>-</u>	<u>8,306,926</u>	<u>1,310,161</u>	<u>(6,996,765)</u>
<b>Measure T</b>				
Transfers out	-	5,023,449	5,023,449	-
Subtotal	<u>-</u>	<u>5,023,449</u>	<u>5,023,449</u>	<u>-</u>
Total charges to appropriations	<u>360,000</u>	<u>21,756,293</u>	<u>13,519,644</u>	<u>8,236,649</u>
Net change in fund balances, budgetary basis	10,457,747	(8,854,378)	(1,592,936)	7,261,442
Budgetary fund balances - beginning	<u>13,429,895</u>	<u>13,429,895</u>	<u>13,429,895</u>	<u>-</u>
Budgetary fund balances - ending	<u>\$ 23,887,642</u>	<u>\$ 4,575,517</u>	<u>\$ 11,836,959</u>	<u>\$ 7,261,442</u>

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from Budgetary Comparison Schedule \$ 11,926,708

Difference - budget to GAAP:

Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes. (860,168)

Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - General Fund \$ 11,066,540

Note: These activities are included in the presentation of the General Fund on the Statement of Revenues, Expenditures, and Changes in Fund Balances.

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
 Non-Operating Special Revenue Fund - Health & Sanitation  
 For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Fines, forfeitures and penalties	\$ 351,700	\$ 351,700	\$ 368,297	\$ 16,597
Revenue from the use of money and property	89,895	89,895	315,598	225,703
Aid from other governments	9,009,559	9,009,559	8,913,305	(96,254)
Charges for services	16,500	16,500	14,795	(1,705)
Other revenue	5,000	5,000	3,152	(1,848)
Revenues available for appropriation	<u>9,472,654</u>	<u>9,472,654</u>	<u>9,615,147</u>	<u>142,493</u>
<b>Charges to appropriations (outflows):</b>				
<b>PBES-Hazardous Waste Enforcement</b>				
Transfers out	50,000	50,000	44,313	5,687
Subtotal	<u>50,000</u>	<u>50,000</u>	<u>44,313</u>	<u>5,687</u>
<b>PH-AIDS Education-HS11350</b>				
Transfers out	4,200	4,200	-	4,200
Subtotal	<u>4,200</u>	<u>4,200</u>	<u>-</u>	<u>4,200</u>
<b>PH-Local Bioterrorism</b>				
Transfers out	210,000	210,000	200,997	9,003
Subtotal	<u>210,000</u>	<u>210,000</u>	<u>200,997</u>	<u>9,003</u>
<b>PH-Emergency Medical Svs</b>				
Transfers out	336,200	405,000	401,358	3,642
Subtotal	<u>336,200</u>	<u>405,000</u>	<u>401,358</u>	<u>3,642</u>
<b>PH-Vital and Health Statistics</b>				
Transfers out	24,000	24,000	22,914	1,086
Subtotal	<u>24,000</u>	<u>24,000</u>	<u>22,914</u>	<u>1,086</u>
<b>PH-Health Resources and Services</b>				
Transfers out	172,000	172,000	165,309	6,691
Subtotal	<u>172,000</u>	<u>172,000</u>	<u>165,309</u>	<u>6,691</u>
<b>PH-Tobacco Control Prop 56</b>				
Transfers out	168,370	168,370	152,415	15,955
Subtotal	<u>168,370</u>	<u>168,370</u>	<u>152,415</u>	<u>15,955</u>
<b>PH-Tobacco Control Prop 99</b>				
Transfers out	195,000	195,000	195,000	-
Subtotal	<u>195,000</u>	<u>195,000</u>	<u>195,000</u>	<u>-</u>
<b>WPC-Whole Person Care</b>				
Transfers out	2,310,189	2,310,189	2,219,712	90,477
Subtotal	<u>2,310,189</u>	<u>2,310,189</u>	<u>2,219,712</u>	<u>90,477</u>
<b>MH-MHSA Planning Expenses</b>				
Transfers out	6,888,221	6,888,221	5,861,542	1,026,679
Subtotal	<u>6,888,221</u>	<u>6,888,221</u>	<u>5,861,542</u>	<u>1,026,679</u>
<b>ADS-Alcohol Abuse Education Prevention</b>				
Transfers out	60,000	60,000	-	60,000
Subtotal	<u>60,000</u>	<u>60,000</u>	<u>-</u>	<u>60,000</u>
<b>ADS-Drug Fees-HS11372.7</b>				
Transfers out	20,000	20,000	-	20,000
Subtotal	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>20,000</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
 Non-Operating Special Revenue Fund - Health & Sanitation  
 For the Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Total charges to appropriations	10,438,180	10,506,980	9,263,560	1,243,420
Net change in fund balances, budgetary basis	(965,526)	(1,034,326)	351,587	1,385,913
Budgetary fund balances - beginning	9,362,002	9,362,002	9,362,002	-
Budgetary fund balances - ending	<u>\$ 8,396,476</u>	<u>\$ 8,327,676</u>	<u>\$ 9,713,589</u>	<u>\$ 1,385,913</u>

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule	\$ 9,263,560
Difference - budget to GAAP: Transfers to other funds are outflows of budgetary resources but not expenditures for financial reporting purposes	<u>(9,263,560)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Health and Human Services Agency	<u>\$ -</u>

Note: These activities are included in the presentation of the Health and Human Services Agency on the Statement of Revenues, Expenditures, and Changes in Fund Balances.

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
 Non-Operating Special Revenue Fund - Public Assistance  
 For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Revenue from the use of money and property	\$ 7,630	\$ 7,630	\$ 44,326	\$ 36,696
Aid from other governments	2,553,500	2,553,500	2,877,714	324,214
Charges for services	80,000	80,000	61,805	(18,195)
Donations and contributions	22,000	22,000	16,400	(5,600)
Revenues available for appropriation	<u>2,663,130</u>	<u>2,663,130</u>	<u>3,000,245</u>	<u>337,115</u>
<b>Charges to appropriations (outflows):</b>				
<b>Probation- Title IV E</b>				
Transfers out	351,100	351,100	319,126	31,974
Subtotal	<u>351,100</u>	<u>351,100</u>	<u>319,126</u>	<u>31,974</u>
<b>CWS-County Children Fund</b>				
Transfers out	50,058	50,985	40,320	10,665
Subtotal	<u>50,058</u>	<u>50,985</u>	<u>40,320</u>	<u>10,665</u>
<b>CWS-SB163 Wraparound</b>				
Transfers out	473,623	473,623	358,601	115,022
Subtotal	<u>473,623</u>	<u>473,623</u>	<u>358,601</u>	<u>115,022</u>
<b>SS-Clerk Domestic Violence</b>				
Transfers out	40,080	41,640	34,090	7,550
Subtotal	<u>40,080</u>	<u>41,640</u>	<u>34,090</u>	<u>7,550</u>
<b>Family Support</b>				
Transfers out	839,000	1,346,977	1,341,548	5,429
Subtotal	<u>839,000</u>	<u>1,346,977</u>	<u>1,341,548</u>	<u>5,429</u>
<b>Indigent Burial</b>				
Transfers out	15,000	15,000	-	15,000
Subtotal	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>15,000</u>
Total charges to appropriations	<u>1,768,861</u>	<u>2,279,325</u>	<u>2,093,685</u>	<u>180,211</u>
Net change in fund balances, budgetary basis	894,269	383,805	906,560	517,326
Budgetary fund balances - beginning	<u>1,165,923</u>	<u>1,165,923</u>	<u>1,165,923</u>	<u>-</u>
Budgetary fund balances - ending	<u>\$ 2,060,192</u>	<u>\$ 1,549,728</u>	<u>\$ 2,072,483</u>	<u>\$ 517,326</u>

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule	\$ 2,093,685
Difference - budget to GAAP: Transfers to other funds are outflows of budgetary resources but not expenditures for financial reporting purposes.	<u>(2,093,685)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Health and Human Services Agency	<u>\$ -</u>

Note: These activities are included in the presentation of the Health and Human Services Agency on the Statement of Revenues, Expenditures, and Changes in Fund Balances.

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
 Non-Operating Special Revenue Fund - 2011 Realignment Revenues  
 For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Aid from other governments	\$ 26,165,281	\$ 26,222,521	\$ 26,552,097	\$ 329,576
Revenues available for appropriation	<u>26,165,281</u>	<u>26,222,521</u>	<u>26,552,097</u>	<u>329,576</u>
<b>Charges to appropriations (outflows):</b>				
Transfers out	<u>27,992,927</u>	<u>28,045,017</u>	<u>25,362,010</u>	<u>2,683,007</u>
Subtotal	<u>27,992,927</u>	<u>28,045,017</u>	<u>25,362,010</u>	<u>2,683,007</u>
Total charges to appropriations	<u>27,992,927</u>	<u>28,045,017</u>	<u>25,362,010</u>	<u>2,683,007</u>
Net change in fund balances, budgetary basis	(1,827,646)	(1,822,496)	1,190,087	3,012,583
Budgetary fund balances - beginning	<u>9,863,632</u>	<u>9,863,632</u>	<u>9,863,632</u>	<u>-</u>
Budgetary fund balances - ending	<u>\$ 8,035,986</u>	<u>\$ 8,041,136</u>	<u>\$ 11,053,719</u>	<u>\$ 3,012,583</u>

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule	\$ 25,362,010
Difference - budget to GAAP: Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes	<u>(25,362,010)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - General Fund	<u>\$ -</u>

Note: These activities are included in the presentation of the General Fund on the Statement of Revenues, Expenditures, and Changes in Fund Balances.



Hi Ho Silver by Giuseppe Palumbo

## MAJOR GOVERNMENTAL FUNDS

### **CAPITAL PROJECTS FUND:**

Capital projects funds are used to account for financial resources to be used for the acquisition of major capital facilities (other than those financed by proprietary funds).

#### **Capital Improvement Fund**

This Capital Improvement Fund accounts for the following:

- Financing of various improvements including the renovation, acquisition, and construction of major capital projects.
- Provides for the appropriation of State authorized surcharges on parking fines and other criminal cases, which are statutorily designated for the renovation and/or construction of courtroom facilities.
- Provides for the appropriation of certain fine and forfeiture revenues, restricted by Government Code Section 76101 for the support of construction, reconstruction, expansion, improvement, operation or maintenance of County criminal justice and court facilities, and for improvement of criminal justice automated information systems.
- Provides for the accumulation of assigned reserves by the Board of Supervisors for future capital needs.



The Future of the World is in Our Hands by Don Moore

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
Capital Improvement Fund  
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Fines, forfeitures and penalties	\$ 290,200	\$ 290,200	\$ 315,452	\$ 25,252
Revenue from the use of money and property	266,800	266,800	1,778,903	1,512,103
Aid from other governments	500,000	4,817,724	3,046,980	(1,770,744)
Other revenues	-	-	20	20
Proceeds from insurance	-	8,427,013	3,454,558	(4,972,455)
Other revenue	-	874,910	-	(874,910)
Transfers in	1,500,000	28,880,784	28,880,784	-
Intrafund transfers in	111,256	12,353,200	12,353,194	(6)
Revenues available for appropriation	<u>2,668,256</u>	<u>55,910,631</u>	<u>49,829,891</u>	<u>(6,080,740)</u>
<b>Charges to appropriations (Outflows):</b>				
<b>Accumulated Capital Outlay</b>				
Capital expenditures	-	1,284,000	-	1,284,000
Intrafund transfers out	111,250	12,353,195	12,353,195	-
Subtotal	<u>111,250</u>	<u>13,637,195</u>	<u>12,353,195</u>	<u>1,284,000</u>
<b>Capital Improvement Projects</b>				
Capital expenditures	611,256	32,905,358	17,654,130	15,251,228
Transfers out	-	25,242	25,242	-
Subtotal	<u>611,256</u>	<u>32,930,600</u>	<u>17,679,372</u>	<u>15,251,228</u>
<b>Courthouse Construction</b>				
Capital expenditures	85,000	85,000	7,433	77,567
Subtotal	<u>85,000</u>	<u>85,000</u>	<u>7,433</u>	<u>77,567</u>
Total charges to appropriations	<u>807,506</u>	<u>46,652,795</u>	<u>30,040,000</u>	<u>16,612,795</u>
Net change in fund balances, budgetary basis	1,860,750	9,257,836	19,789,891	10,532,055
Budgetary fund balances - beginning	<u>75,698,720</u>	<u>75,698,720</u>	<u>75,698,720</u>	<u>-</u>
Budgetary fund balances - ending	<u>\$ 77,559,470</u>	<u>\$ 84,956,556</u>	<u>\$ 95,488,611</u>	<u>\$ 10,532,055</u>

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
Capital Improvement Fund  
For the Year Ended June 30, 2019

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from the Budgetary Comparison Schedule	\$ 49,829,891
Difference - budget to GAAP:	
Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes.	(28,880,784)
Proceeds from insurance are inflows of budgetary resources but are not revenues for financial reporting purposes.	(3,454,558)
Transfers within the fund are inflows of budgetary resources but are not revenues for financial reporting purposes.	<u>(12,353,194)</u>
Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds	<u>\$ 5,141,355</u>

Uses/outflows of resources

Actual amounts (budgetary basis) "total charges to appropriations" from the Budgetary Comparison Schedule	\$ 30,040,000
Difference - budget to GAAP:	
Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes.	(25,242)
Transfers within the fund are outflows of budgetary resources but are not expenditures for financial reporting purposes.	<u>(12,353,195)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 17,661,563</u>

## NONMAJOR GOVERNMENTAL FUNDS

### DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources for and the payment of general long-term debt principal, interest and related costs.



Who Rescued Who by Lori Alcott

**COUNTY OF NAPA**

Budgetary Comparison Schedule  
Debt Service Fund  
For the Year Ended June 30, 2019

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>Resources (inflows):</b>				
Revenue from the use of money and property	\$ -	\$ -	\$ 9,415	\$ 9,415
Aid from other governments	64,596	64,596	65,860	1,264
Transfers in	4,520,505	4,520,505	4,412,609	(107,896)
Amounts available for appropriation	<u>4,585,101</u>	<u>4,585,101</u>	<u>4,487,884</u>	<u>(97,217)</u>
<b>Charges to appropriations (outflows):</b>				
Debt service	4,585,101	4,585,101	4,484,831	100,270
Total charges to appropriations	<u>4,585,101</u>	<u>4,585,101</u>	<u>4,484,831</u>	<u>100,270</u>
Net change in fund balances, budgetary basis	-	-	3,053	3,053
Budgetary fund balances - beginning	<u>1,498,903</u>	<u>1,498,903</u>	<u>1,498,903</u>	-
Budgetary fund balances - ending	<u>\$ 1,498,903</u>	<u>\$ 1,498,903</u>	<u>\$ 1,501,956</u>	<u>\$ 3,053</u>

Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

Sources/inflows of resources

Actual amounts (budgetary basis) "available for appropriation" from Budgetary Comparison Schedule \$ 4,487,884

Difference - budget to GAAP:

Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes (4,412,609)

Total revenues as reported on the Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds \$ 75,275



Raven by Bruce Gueswel

## NONMAJOR ENTERPRISE FUNDS

### ENTERPRISE FUNDS

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

#### 5th Street Parking Garage

5<sup>th</sup> Street Parking Garage is used to provide parking for up to 485 vehicles in downtown City of Napa. The major sources of revenues come from contributions made by the City and County of Napa and three private participants to fund operations, maintenance, and capital improvements to the parking structure.

#### Napa County Housing Authority

The Napa County Housing Authority is used to provide safe and sanitary dwelling conditions for low income people. The Authority funds operations, maintenance and capital improvements for Napa County's farm worker housing system which currently includes three (3) centers - one near Yountville, one near St. Helena and one near Calistoga - with a collective capacity of 180 beds. The purpose of these centers is to house and feed farm workers that are not permanent local residents. The Authority is partially funded through a special, self-imposed assessment on producing vineyard land. Additional funding is received through the collection of fees from the lodgers at each of the centers.

#### Napa County Animal Shelter

The Napa County Animal Shelter is used to protect the health of domestic animals and the public through various programs which have their basis in State or local legislation. Its responsibilities include: receiving, housing, and caring for stray and unwanted animals; conducting/encouraging adoption and spay and neuter programs; and issuing dog licenses and kennel permits. Major revenue sources include municipal contributions and charges for the services provided.

#### Calistoga Fairgrounds

Calistoga Fairgrounds is a new fund in fiscal year 2018-19. The County became responsible for operations in December 2018.



Sidewalk Judge by J. Seward Johnson Jr.

**COUNTY OF NAPA**

Combining Statement of Fund Net Position  
Nonmajor Enterprise Funds  
June 30, 2019

	5th Street Parking Garage	Napa County Housing Authority	Napa County Animal Shelter	Calistoga Fairgrounds	Total
<b>Assets</b>					
<b>Current assets:</b>					
Cash and investments	\$ 396,427	\$ 1,599,306	\$ 141,397	\$ 518,515	\$ 2,655,645
Imprest cash	-	-	175	500	675
Accounts receivable	-	12,724	2,415	-	15,139
Due from other governments	-	-	290,526	-	290,526
Prepaid items	-	180	50	-	230
Total current assets	<u>396,427</u>	<u>1,612,210</u>	<u>434,563</u>	<u>519,015</u>	<u>2,962,215</u>
<b>Noncurrent assets:</b>					
<b>Capital assets:</b>					
<b>Nondepreciable:</b>					
Land	-	2,700,000	336,422	89,802	3,126,224
<b>Depreciable:</b>					
Structures and improvements	16,841,341	2,220,368	5,265,788	213,708	24,541,205
Equipment	-	80,799	-	15,000	95,799
Accumulated depreciation	<u>(3,536,682)</u>	<u>(739,295)</u>	<u>(1,605,575)</u>	<u>(141,582)</u>	<u>(6,023,134)</u>
Total noncurrent assets	<u>13,304,659</u>	<u>4,261,872</u>	<u>3,996,635</u>	<u>176,928</u>	<u>21,740,094</u>
Total assets	<u>13,701,086</u>	<u>5,874,082</u>	<u>4,431,198</u>	<u>695,943</u>	<u>24,702,309</u>
<b>Deferred outflows of resources:</b>					
Deferred pension	-	-	164,055	-	164,055
<b>Liabilities</b>					
<b>Current liabilities:</b>					
Accounts payable	450	475,995	31,435	24,785	532,665
Accrued salaries and benefits	-	-	24,753	11,627	36,380
Customer Deposits	-	-	-	10,176	10,176
Capital lease obligations	-	-	17,514	-	17,514
Unearned revenue	-	13,808	-	-	13,808
Compensated absences	-	-	19,689	-	19,689
Total current liabilities	<u>450</u>	<u>489,803</u>	<u>93,391</u>	<u>46,588</u>	<u>630,232</u>
<b>Noncurrent liabilities:</b>					
Capital lease obligations	-	-	159,004	-	159,004
Compensated absences	-	-	27,246	-	27,246
Net pension liability	-	-	809,209	-	809,209
Total noncurrent liabilities	-	-	<u>995,459</u>	-	<u>995,459</u>
Total liabilities	<u>450</u>	<u>489,803</u>	<u>1,088,850</u>	<u>46,588</u>	<u>1,625,691</u>
<b>Deferred inflows of resources:</b>					
Deferred pension	-	-	45,458	-	45,458
<b>Net position:</b>					
Net investment in capital assets	13,304,659	4,261,872	3,820,117	176,928	21,563,576
Restricted	-	755,000	-	-	755,000
Unrestricted	<u>395,977</u>	<u>367,407</u>	<u>(359,172)</u>	<u>472,427</u>	<u>876,639</u>
Total net position	<u>\$ 13,700,636</u>	<u>\$ 5,384,279</u>	<u>\$ 3,460,945</u>	<u>\$ 649,355</u>	<u>\$ 23,195,215</u>

**COUNTY OF NAPA**

Combining Statement of Revenues, Expenses and Changes in Fund Net Position  
Nonmajor Enterprise Funds  
For the Year Ended June 30, 2019

	5th Street Parking Garage	Napa County Housing Authority	Napa County Animal Shelter	Calistoga Fairgrounds	Total
<b>Operating revenues:</b>					
Charges for services	\$ 136,421	\$ 770,242	\$ 1,378,703	\$ 34,488	\$ 2,319,854
Use of money and property	-	-	-	220,655	220,655
Other revenue	12,427	-	7,002	-	19,429
	<u>148,848</u>	<u>770,242</u>	<u>1,385,705</u>	<u>255,143</u>	<u>2,559,938</u>
<b>Operating expenses:</b>					
Salaries and employee benefits	-	-	717,675	153,562	871,237
Services and supplies	71,185	1,651,136	600,643	299,219	2,622,183
Insurance	46,130	-	625	-	46,755
Depreciation	336,827	73,010	105,316	2,998	518,151
	<u>454,142</u>	<u>1,724,146</u>	<u>1,424,259</u>	<u>455,779</u>	<u>4,058,326</u>
Operating loss	<u>(305,294)</u>	<u>(953,904)</u>	<u>(38,554)</u>	<u>(200,636)</u>	<u>(1,498,388)</u>
<b>Non-operating revenues (expenses):</b>					
Contributions and donations	-	-	22,833	-	22,833
Other revenue - non-operating	-	97,569	-	179,926	277,495
Investment income	8,577	27,193	4,732	5,065	45,567
Interest expense	-	-	(2,976)	-	(2,976)
	<u>8,577</u>	<u>124,762</u>	<u>24,589</u>	<u>184,991</u>	<u>342,919</u>
Net (loss) before transfers	(296,717)	(829,142)	(13,965)	(15,645)	(1,155,469)
Transfers in	-	830,248	-	665,000	1,495,248
Change in net position	<u>(296,717)</u>	<u>1,106</u>	<u>(13,965)</u>	<u>649,355</u>	<u>339,779</u>
Net position - beginning	<u>13,997,353</u>	<u>5,383,173</u>	<u>3,474,910</u>	<u>-</u>	<u>22,855,436</u>
Net position - ending	<u>\$ 13,700,636</u>	<u>\$ 5,384,279</u>	<u>\$ 3,460,945</u>	<u>\$ 649,355</u>	<u>\$ 23,195,215</u>

**COUNTY OF NAPA**

Combining Statement of Cash Flows  
Nonmajor Enterprise Funds  
For the Year Ended June 30, 2019

	5th Street Parking Garage	Napa County Housing Authority	Napa County Animal Shelter	Calistoga Fairgrounds	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>					
Receipts from customers	\$ 148,848	\$ 779,900	\$ 1,352,944	\$ 255,143	\$ 2,536,835
Other receipts	-	97,569	-	-	97,569
Payments to suppliers for goods and services	(117,561)	(1,320,370)	(611,327)	(264,258)	(2,313,516)
Payments to employees for services	-	-	(762,716)	(141,935)	(904,651)
	<u>31,287</u>	<u>(442,901)</u>	<u>(21,099)</u>	<u>(151,050)</u>	<u>(583,763)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>					
Contributions and donations	-	-	22,833	-	22,833
Transfers from other funds	-	830,248	-	665,000	1,495,248
Net cash provided by noncapital financing activities	<u>-</u>	<u>830,248</u>	<u>22,833</u>	<u>665,000</u>	<u>1,518,081</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>					
Principal repayments on capital leases	-	-	(17,276)	-	(17,276)
Interest payments related to capital purchases	-	-	(2,976)	-	(2,976)
Net cash used by capital and related financing activities	<u>-</u>	<u>-</u>	<u>(20,252)</u>	<u>-</u>	<u>(20,252)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Investment earnings	<u>8,577</u>	<u>27,193</u>	<u>4,732</u>	<u>5,065</u>	<u>45,567</u>
Net cash provided by investing activities	<u>8,577</u>	<u>27,193</u>	<u>4,732</u>	<u>5,065</u>	<u>45,567</u>
Net increase (decrease) in cash and cash equivalents	39,864	414,540	(13,786)	519,015	959,633
Cash and cash equivalents, beginning	<u>356,563</u>	<u>1,184,766</u>	<u>155,358</u>	<u>-</u>	<u>1,696,687</u>
Cash and cash equivalents, ending (includes imprest cash)	<u>\$ 396,427</u>	<u>\$ 1,599,306</u>	<u>\$ 141,572</u>	<u>\$ 519,015</u>	<u>\$ 2,656,320</u>
<b>Reconciliation of operating (loss) to net cash provided (used) by operating activities:</b>					
Operating (loss)	\$ (305,294)	\$ (953,904)	\$ (38,554)	\$ (200,636)	\$ (1,498,388)
Adjustments to reconcile operating (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization	336,827	73,010	105,316	2,998	518,151
Other non-operating receipts	-	97,569	-	-	97,569
Changes in assets, deferred outflows of resources, liabilities and deferred inflows of resources:					
(Increase) decrease in					
Accounts receivable	-	5,244	257,765	-	263,009
Due from other government agencies	-	-	(290,526)	-	(290,526)
Prepaid items	-	(180)	950	-	770
Deposits	-	-	-	10,176	10,176
Increase (decrease) in:					
Accounts payable	(246)	330,946	(11,009)	24,785	344,476
Salaries and benefits	-	-	(45,041)	11,627	(33,414)
Unearned revenue	-	4,414	-	-	4,414
<b>Net cash provided (used) by operating activities</b>	<u>\$ 31,287</u>	<u>\$ (442,901)</u>	<u>\$ (21,099)</u>	<u>\$ (151,050)</u>	<u>\$ (583,763)</u>



Nautilus by Jessica Kay Bodner

## INTERNAL SERVICE FUNDS

### INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments on a cost-reimbursement basis. Internal Service Funds used at the County are listed below:

#### Fleet Management

This is a working capital fund for the acquisition, operation and maintenance of the County-owned vehicle fleet and road maintenance equipment. Vehicles purchased are assigned to the operating departments. The departments are then charged mileage for the use of the vehicles. The revenue offsets the cost of the program.

#### Information Technology Services

Information Technology Services is responsible for the development, operation and maintenance of all County information technology systems (computer network and voice communications). Appropriations are offset by revenue derived from charges for services to all departments and outside agencies that use the County's information technology systems.

#### Property Management

Property Management provides ongoing custodial, maintenance and rehabilitation work on County facilities. It provides for the repair and maintenance of the County's facilities, mechanical equipment, and other machinery. Appropriations are offset by revenue derived from charges for services to all departments and outside agencies that use the County's property management services.

#### Employee/Retiree Benefits

Employee/Retiree Benefits Fund tracks annual other postemployment benefit costs required for postretirement healthcare benefits under the Retiree Healthcare Plan. The County provides retiree medical benefits through the California Public Employees' Retirement System (CalPERS) Healthcare program. Additionally, a self-insured Workers' Compensation Program was established in 1978 to partially self-insure against work-related losses. The current self-insured level is \$350,000 per claim occurrence. Coverage in excess of this limit, up to the statutory limit, is provided through participation in the California State Association of Counties Excess Insurance Authority (CSAC EIA). Annual charges for services for each department are based on a formula calculated from past claims experience and an assigned risk exposure for each employee/job classification within the department.

#### Liability Insurance

The self-insured Liability program provides liability coverage for an initial portion of all losses resulting from tort or inverse condemnation. The current self-insured level is \$300,000 per claim occurrence. Excess liability coverage is provided through participation in the California State Association of Counties Excess Insurance Authority (CSAC EIA). Annual charges for services for each department are based on a formula calculated from past claims experience and an assigned risk exposure for each department.



Glassinator by Andrew Carson

**COUNTY OF NAPA**

Combining Statement of Fund Net Position  
Internal Service Funds  
June 30, 2019

	Fleet Management	Information Technology Services	Property Management	Employee- Retiree Benefits	Liability Insurance	Total
<b>Assets</b>						
<b>Current assets:</b>						
Cash and investments	\$ 2,655,390	\$ 5,661,569	\$ 2,584,241	\$ 12,933,679	\$ -	\$ 23,834,879
Imprest cash	-	-	-	-	35,856	35,856
Accounts receivable	79,962	-	28,400	26,836	-	135,198
Due from other governments	-	4,322	9,042	15,967	-	29,331
Prepaid items	-	178,884	-	-	-	178,884
Deposits	-	-	-	138,176	-	138,176
Total current assets	<u>2,735,352</u>	<u>5,844,775</u>	<u>2,621,683</u>	<u>13,114,658</u>	<u>35,856</u>	<u>24,352,324</u>
<b>Noncurrent assets:</b>						
Capital assets						
Depreciable:						
Equipment	14,198,366	3,158,502	80,404	-	-	17,437,272
Intangible assets	-	1,920,437	-	-	-	1,920,437
Accumulated depreciation	<u>(8,622,972)</u>	<u>(2,780,118)</u>	<u>(27,203)</u>	<u>-</u>	<u>-</u>	<u>(11,430,293)</u>
Total noncurrent assets	<u>5,575,394</u>	<u>2,298,821</u>	<u>53,201</u>	<u>-</u>	<u>-</u>	<u>7,927,416</u>
Total assets	<u>8,310,746</u>	<u>8,143,596</u>	<u>2,674,884</u>	<u>13,114,658</u>	<u>35,856</u>	<u>32,279,740</u>
<b>Deferred outflows of resources:</b>						
Deferred pension	119,155	2,132,913	883,993	-	-	3,136,061
Deferred other postemployment benefits	-	-	-	7,824,000	-	7,824,000
Total deferred outflows of resources	<u>119,155</u>	<u>2,132,913</u>	<u>883,993</u>	<u>7,824,000</u>	<u>-</u>	<u>10,960,061</u>
<b>Liabilities</b>						
<b>Current liabilities:</b>						
Accounts payable	58,250	591,973	230,946	1,150,233	5,708	2,037,110
Accrued salaries and benefits	14,201	289,369	114,682	275,376	-	693,628
Due to other funds	-	-	-	-	36,884	36,884
Unpaid insurance claims	-	-	-	2,117,048	733,207	2,850,255
Compensated absences	18,969	322,781	120,664	-	-	462,414
Total current liabilities	<u>91,420</u>	<u>1,204,123</u>	<u>466,292</u>	<u>3,542,657</u>	<u>775,799</u>	<u>6,080,291</u>
<b>Noncurrent liabilities:</b>						
Unpaid insurance claims	-	-	-	7,214,952	1,338,793	8,553,745
Compensated absences	25,386	439,753	183,711	-	-	648,850
Net pension liability	552,424	10,236,323	4,445,225	-	-	15,233,972
Net OPEB liability	-	-	-	33,097,000	-	33,097,000
Total noncurrent liabilities	<u>577,810</u>	<u>10,676,076</u>	<u>4,628,936</u>	<u>40,311,952</u>	<u>1,338,793</u>	<u>57,533,567</u>
Total liabilities	<u>669,230</u>	<u>11,880,199</u>	<u>5,095,228</u>	<u>43,854,609</u>	<u>2,114,592</u>	<u>63,613,858</u>
<b>Deferred inflows of resources:</b>						
Deferred pension	21,180	460,631	167,254	-	-	649,065
Deferred other postemployment benefits	-	-	-	1,842,000	-	1,842,000
Total deferred inflows of resources	<u>21,180</u>	<u>460,631</u>	<u>167,254</u>	<u>1,842,000</u>	<u>-</u>	<u>2,491,065</u>
<b>Net position:</b>						
Net investment in capital assets	5,575,394	2,298,821	53,201	-	-	7,927,416
Unrestricted	<u>2,164,097</u>	<u>(4,363,142)</u>	<u>(1,756,806)</u>	<u>(24,757,951)</u>	<u>(2,078,736)</u>	<u>(30,792,538)</u>
Total net position	<u>\$ 7,739,491</u>	<u>\$ (2,064,321)</u>	<u>\$ (1,703,605)</u>	<u>\$ (24,757,951)</u>	<u>\$ (2,078,736)</u>	<u>\$ (22,865,122)</u>

**COUNTY OF NAPA**

Combining Statement of Revenues, Expenses  
and Changes in Fund Net Position  
Internal Service Funds  
For the Year Ended June 30, 2019

	Fleet Management	Information Technology Services	Property Management	Employee- Retiree Benefits	Liability Insurance	Total
<b>Operating revenues:</b>						
Charges for services	\$ -	\$ 13,746,167	\$ 9,633,689	\$ 14,739,825	\$ 770,990	\$ 38,890,671
Maintenance charges:						
Equipment	947,109	-	-	-	-	947,109
Vehicle	1,145,849	-	-	-	-	1,145,849
Replacement charges	2,105,664	-	-	-	-	2,105,664
Other revenue	2,057	-	50,484	-	-	52,541
Total operating revenues	<u>4,200,679</u>	<u>13,746,167</u>	<u>9,684,173</u>	<u>14,739,825</u>	<u>770,990</u>	<u>43,141,834</u>
<b>Operating expenses:</b>						
Salaries and employee benefits	499,400	9,002,948	4,199,551	10,403,386	-	24,105,285
Services and supplies	1,455,255	5,859,967	5,142,778	269	391,940	12,850,209
Other charges	-	-	173,327	-	-	173,327
Claims expense	-	-	-	1,941,558	2,214,430	4,155,988
Depreciation	1,145,013	680,429	14,698	-	-	1,840,140
Total operating expenses	<u>3,099,668</u>	<u>15,543,344</u>	<u>9,530,354</u>	<u>12,345,213</u>	<u>2,606,370</u>	<u>43,124,949</u>
Operating income (loss)	<u>1,101,011</u>	<u>(1,797,177)</u>	<u>153,819</u>	<u>2,394,612</u>	<u>(1,835,380)</u>	<u>16,885</u>
<b>Non-operating revenues (expenses):</b>						
Aid from other governments	-	57,500	-	-	-	57,500
Investment income	57,229	191,606	70,340	254,010	18,513	591,698
Interest expense	-	(3,185)	-	-	-	(3,185)
Gain on disposition of capital assets	211,868	-	-	-	-	211,868
Total non-operating revenues (expenses)	<u>269,097</u>	<u>245,921</u>	<u>70,340</u>	<u>254,010</u>	<u>18,513</u>	<u>857,881</u>
Net income (loss) before transfers	<u>1,370,108</u>	<u>(1,551,256)</u>	<u>224,159</u>	<u>2,648,622</u>	<u>(1,816,867)</u>	<u>874,766</u>
Transfers in	<u>23,057</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>45,207</u>	<u>68,264</u>
Change in net position	<u>1,393,165</u>	<u>(1,551,256)</u>	<u>224,159</u>	<u>2,648,622</u>	<u>(1,771,660)</u>	<u>943,030</u>
Net position - beginning	<u>6,346,326</u>	<u>(513,065)</u>	<u>(1,927,764)</u>	<u>(27,406,573)</u>	<u>(307,076)</u>	<u>(23,808,152)</u>
Net position - beginning, as restated	<u>6,346,326</u>	<u>(513,065)</u>	<u>(1,927,764)</u>	<u>(27,406,573)</u>	<u>(307,076)</u>	<u>(23,808,152)</u>
Net position - ending	<u>\$ 7,739,491</u>	<u>\$ (2,064,321)</u>	<u>\$ (1,703,605)</u>	<u>\$ (24,757,951)</u>	<u>\$ (2,078,736)</u>	<u>\$ (22,865,122)</u>

**COUNTY OF NAPA**

Combining Statement of Cash Flows  
Internal Service Funds  
For the Year Ended June 30, 2019

	Fleet Management	Information Technology Services	Property Management	Employee- Retiree Benefits	Liability Insurance	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>						
Receipts from interfund services provided	\$ 4,142,281	\$ 13,750,010	\$ 9,691,824	\$ 14,705,124	\$ 773,640	\$ 43,062,879
Payments to suppliers for goods and services	(1,502,394)	(5,747,411)	(5,316,105)	(269)	(1,122,804)	(13,688,983)
Payments for self-insurance claims	-	-	-	(1,476,776)	(2,327,702)	(3,804,478)
Payments to employees for services	(436,207)	(8,292,635)	(3,866,091)	(10,959,082)	-	(23,554,015)
Net cash provided by operating activities	<u>2,203,680</u>	<u>(290,036)</u>	<u>509,628</u>	<u>2,268,997</u>	<u>(2,676,866)</u>	<u>2,015,403</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>						
Due to other funds	-	-	-	-	36,884	36,884
Aid from other government agencies	-	57,500	-	-	-	57,500
Transfers from other funds	23,057	-	-	-	45,207	68,264
Net cash provided (used) by noncapital financing activities	<u>23,057</u>	<u>57,500</u>	<u>-</u>	<u>-</u>	<u>82,091</u>	<u>162,648</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>						
Principal payments on capital leases	-	(52,973)	-	-	-	(52,973)
Interest payments related to capital purposes	-	(3,185)	-	-	-	(3,185)
Payments related to the acquisition of capital assets	(1,614,244)	(613,305)	(13,829)	-	-	(2,241,378)
Net cash (used) by capital and related financing activities	<u>(1,614,244)</u>	<u>(669,463)</u>	<u>(13,829)</u>	<u>-</u>	<u>-</u>	<u>(2,297,536)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>						
Investment earnings	57,229	191,606	70,340	254,011	18,511	591,697
Net cash provided by investing activities	<u>57,229</u>	<u>191,606</u>	<u>70,340</u>	<u>254,011</u>	<u>18,511</u>	<u>591,697</u>
Net increase (decrease) in cash and cash equivalents	669,722	(710,393)	566,139	2,523,008	(2,576,264)	472,212
Cash and cash equivalents, beginning	<u>1,985,668</u>	<u>6,371,962</u>	<u>2,018,102</u>	<u>10,410,671</u>	<u>2,612,120</u>	<u>23,398,523</u>
Cash and cash equivalents, ending (includes imprest cash)	<u>\$ 2,655,390</u>	<u>\$ 5,661,569</u>	<u>\$ 2,584,241</u>	<u>\$ 12,933,679</u>	<u>\$ 35,856</u>	<u>\$ 23,870,735</u>

continued

**COUNTY OF NAPA**

Combining Statement of Cash Flows  
Internal Service Funds  
For the Year Ended June 30, 2019

	Fleet Management	Information Technology Services	Property Management	Employee- Retiree Benefits	Liability Insurance	Total
Reconciliation of operating income (loss) to net cash provided (used) by						
Operating activities:						
Operating income (loss)	\$ 1,101,011	\$ (1,797,177)	\$ 153,819	\$ 2,394,612	\$ (1,835,380)	\$ 16,885
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation and amortization	1,145,013	680,429	14,698	-	-	1,840,140
Changes in assets, deferred outflows of resources, liabilities and deferred inflows of resources:						
(Increase) decrease in:						
Accounts receivable	(58,398)	8,165	16,693	(18,734)	2,650	(49,624)
Due from other government agencies	-	(4,322)	(9,042)	(15,967)	-	(29,331)
Prepaid items	-	(50,750)	4,705	-	-	(46,045)
Increase (decrease) in:						
Accounts payable	(47,139)	163,306	(72,306)	724,130	(730,864)	37,127
Salaries and benefits	63,193	710,313	401,061	(1,279,826)	-	(105,259)
Claims liability	-	-	-	464,782	(113,272)	351,510
Net cash provided (used) by operating activities	<u>\$ 2,203,680</u>	<u>\$ (290,036)</u>	<u>\$ 509,628</u>	<u>\$ 2,268,997</u>	<u>\$ (2,676,866)</u>	<u>\$ 2,015,403</u>

## **FIDUCIARY FUNDS**

### **INVESTMENT TRUST FUNDS**

These funds are used by the County to account for the assets of legally separate entities who deposit cash with the County Treasurer. These include school and community college districts; other special districts governed by local boards, regional boards and authorities; courts and pass-through funds for tax collections for cities. These funds represent value of the assets, primarily cash and investments, and the related liability of the County to disburse these monies on demand.

#### **School Districts**

School districts are legally separate primary governmental units. The financial reporting for these governmental entities, which are independent of the County of Napa, is limited to the total amount of cash and investments and the related fiduciary responsibilities of the County for disbursement of these assets. Activities of the school districts are administered by boards which are separately elected and which are independent of the County Board of Supervisors and have been excluded from the County's basic financial statements.

#### **Independent Special Districts**

Independent Special Districts are legally separate primary governmental units. The financial reporting for these governmental entities is limited to the total amount of cash and investments and the related fiduciary responsibilities of the County for disbursement of these assets. Activities of the local board-governed districts are administered by boards which are separately elected and independent of the County Board of Supervisors and, therefore, have been excluded from the County's basic financial statements.

### **AGENCY FUNDS**

Agency funds, which includes private purpose trust funds, are custodial in nature and do not involve the measurement of results of operations. Such funds have no equity accounts since all assets are due to local governments and individuals at some future time.



Balancing Act by James Moore

**COUNTY OF NAPA**

Combining Statement of Fiduciary Net Position  
Investment Trust Funds  
June 30, 2019

	<u>School Districts</u>	<u>Independent Special Districts</u>	<u>Total</u>
<b>Assets</b>			
Cash and investments	<u>\$ 149,145,421</u>	<u>\$ 131,941,893</u>	<u>\$ 281,087,314</u>
Total assets	<u>149,145,421</u>	<u>131,941,893</u>	<u>281,087,314</u>
<b>Net position</b>			
Net assets held in trust for investment pool participants	<u>149,145,421</u>	<u>131,941,893</u>	<u>281,087,314</u>
Total net position	<u>\$ 149,145,421</u>	<u>\$ 131,941,893</u>	<u>\$ 281,087,314</u>

**COUNTY OF NAPA**

Combining Statement of Changes in Fiduciary Net Position  
Investment Trust Funds  
For the Year Ended June 30, 2019

	<u>School Districts</u>	<u>Independent Special Districts</u>	<u>Total</u>
<b><u>ADDITIONS</u></b>			
<b>Contributions:</b>			
Contribution to investment pool	\$ 669,194,878	\$ 342,933,002	\$ 1,012,127,880
Total contributions	<u>669,194,878</u>	<u>342,933,002</u>	<u>1,012,127,880</u>
<b>Net investment income:</b>			
Investment income	<u>3,692,872</u>	<u>2,102,320</u>	<u>5,795,192</u>
Net investment income	<u>3,692,872</u>	<u>2,102,320</u>	<u>5,795,192</u>
Total additions	<u>672,887,750</u>	<u>345,035,322</u>	<u>1,017,923,072</u>
<b><u>DEDUCTIONS</u></b>			
Distributions from investment pool	<u>758,547,870</u>	<u>282,651,274</u>	<u>1,041,199,144</u>
Total deductions	<u>758,547,870</u>	<u>282,651,274</u>	<u>1,041,199,144</u>
Change in net position	(85,660,120)	62,384,048	(23,276,072)
Net position - beginning	<u>234,805,541</u>	<u>69,557,845</u>	<u>304,363,386</u>
Net position - ending	<u>\$ 149,145,421</u>	<u>\$ 131,941,893</u>	<u>\$ 281,087,314</u>

**COUNTY OF NAPA**

Combining Statement of Changes in Fiduciary Assets and Liabilities  
Agency Funds  
For the Year Ended June 30, 2019

	<u>June 30, 2018</u>	<u>Additions</u>	<u>Deductions</u>	<u>June 30, 2019</u>
<b>Assets</b>				
Cash and investments	\$ 50,120,683	\$ 795,315,811	\$ 789,534,612	\$ 55,901,882
Restricted Cash:				
Cash held for tax loss reserve	1,238,459	152,268	-	1,390,727
Imprest cash/Revolving fund	65,404	-	-	65,404
Taxes receivable	<u>14,270,922</u>	<u>1,481,691</u>	<u>-</u>	<u>15,752,613</u>
Total current assets	<u>\$ 65,695,468</u>	<u>\$ 796,949,770</u>	<u>\$ 789,534,612</u>	<u>\$ 73,110,626</u>
<b>Liabilities</b>				
Agency funds held for others	<u>\$ 65,695,468</u>	<u>\$ 796,949,770</u>	<u>\$ 789,534,612</u>	<u>\$ 73,110,626</u>
Total liabilities	<u>\$ 65,695,468</u>	<u>\$ 796,949,770</u>	<u>\$ 789,534,612</u>	<u>\$ 73,110,626</u>



Rigadoon by Stan Huncilman



Statistical Section



Le Monde by Vincent Connors

## COUNTY OF NAPA

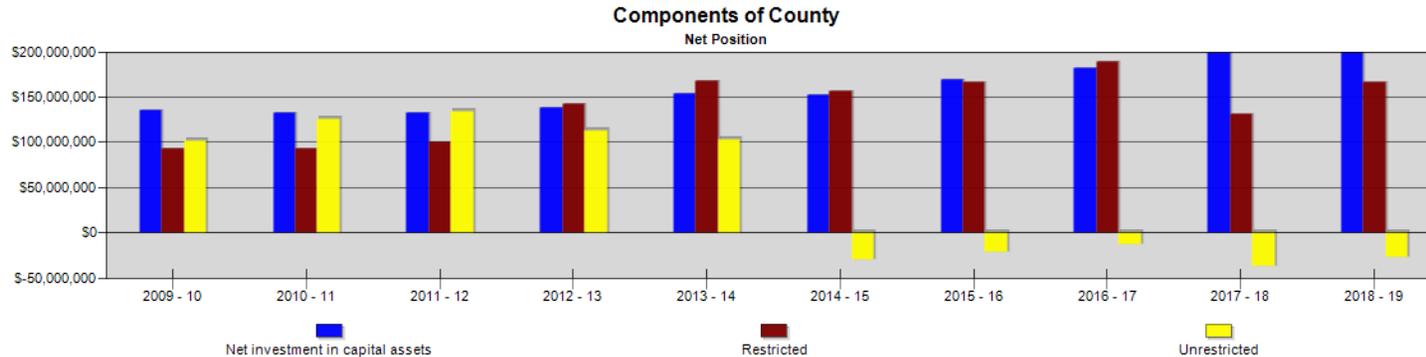
This part of the County of Napa's comprehensive annual financial report presents detailed information as a context for understanding this year's financial statements, note disclosures, and required supplementary information.

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## COUNTY OF NAPA

### Government-wide Net Position by Component Last Ten Fiscal Years (accrual basis of accounting)

	Fiscal Year									
	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
Governmental activities										
Net investment in capital assets	\$ 90,854,959	\$ 89,334,032	\$ 87,909,143	\$ 93,821,749	\$ 112,855,468	\$ 107,540,521	\$ 130,057,510	\$ 143,762,773	\$ 160,871,165	\$ 173,030,110
Restricted	93,346,896	93,328,683	99,747,182	142,245,692	168,453,737	157,098,779	166,553,778	189,112,238	131,622,366	165,464,579
Unrestricted	99,555,367	123,253,612	132,197,809	112,826,612	98,010,041	(31,525,654)	(26,592,507)	(20,269,210)	(45,421,748)	(33,396,847)
Total governmental activities net position	<u>\$ 283,757,222</u>	<u>\$ 305,916,327</u>	<u>\$ 319,854,134</u>	<u>\$ 348,894,053</u>	<u>\$ 379,319,246</u>	<u>\$ 233,113,646</u>	<u>\$ 270,018,781</u>	<u>\$ 312,605,801</u>	<u>\$ 247,071,783</u>	<u>\$ 305,097,842</u>
Business-type activities										
Net investment in capital assets	\$ 45,096,401	\$ 44,264,844	\$ 45,007,945	\$ 44,915,048	\$ 41,157,817	\$ 44,649,397	\$ 40,219,364	\$ 38,348,871	\$ 38,559,997	\$ 42,231,651
Restricted	293,479	328,155	325,929	-	-	-	-	270,579	385,580	1,848,701
Unrestricted	1,605,575	2,157,444	1,862,729	776,798	5,171,560	2,189,595	5,897,290	7,246,390	8,497,807	7,159,720
Total business-type activities net position	<u>\$ 46,995,455</u>	<u>\$ 46,750,443</u>	<u>\$ 47,196,603</u>	<u>\$ 45,691,846</u>	<u>\$ 46,329,377</u>	<u>\$ 46,838,992</u>	<u>\$ 46,116,654</u>	<u>\$ 45,865,840</u>	<u>\$ 47,443,384</u>	<u>\$ 51,240,072</u>
Primary government										
Net investment in capital assets	\$ 135,951,360	\$ 133,598,876	\$ 132,917,088	\$ 138,736,797	\$ 154,013,285	\$ 152,189,918	\$ 170,276,874	\$ 182,111,644	\$ 199,431,162	\$ 215,261,761
Restricted	93,640,375	93,656,838	100,073,111	142,245,692	168,453,737	157,098,779	166,553,778	189,382,817	132,007,946	167,313,280
Unrestricted <sup>2</sup>	101,160,942	125,411,056	134,060,538	113,603,410	103,181,601	(29,336,059)	(20,695,217)	(13,022,820)	(36,923,941)	(26,237,127)
Total primary government net position <sup>1</sup>	<u>\$ 330,752,677</u>	<u>\$ 352,666,770</u>	<u>\$ 367,050,737</u>	<u>\$ 394,585,899</u>	<u>\$ 425,648,623</u>	<u>\$ 279,952,638</u>	<u>\$ 316,135,435</u>	<u>\$ 358,471,641</u>	<u>\$ 294,515,167</u>	<u>\$ 356,337,914</u>
Percent of increase (decrease) in primary government net position	4.88%	6.63%	4.08%	7.50%	7.87%	(34.23)%	12.92%	13.39%	(17.84)%	20.99%



**Notes:**

<sup>1</sup> Accounting standards require that net position be reported in three components in the financial statements: net investment in capital assets; restricted; and unrestricted. Net position is considered restricted only when an external party, such as the state or federal government, places a restriction on how the resources may be used, or through enabling legislation enacted by the County.

<sup>2</sup> The County adopted GASB Statement No. 68 during the fiscal year ended June 30, 2015. In accordance with the provisions of the statement, the County reported its net pension liability on the statement of net position with a commensurate decrease in net position. The decrease in net position resulted in the County reporting negative unrestricted net position for fiscal year ending June 30, 2015 and all subsequent fiscal years to date.

Capital assets include land, easements, construction in progress, structures and improvements, and equipment.

Source: Basic Financial Statements and Comprehensive Annual Financial Reports - County of Napa

## COUNTY OF NAPA

Changes in Net Position, Last Ten Fiscal Years  
(accrual basis of accounting)

	Fiscal Year									
	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
<b>Expenses</b>										
<b>Governmental activities:</b>										
General government	\$ 32,201,273	\$ 37,039,022	\$ 40,649,466	\$ 34,111,801	\$ 30,890,442	\$ 32,077,488	\$ 34,985,879	\$ 42,467,475	\$ 53,764,110	\$ 48,004,531
Public protection	92,847,859	100,258,399	99,879,755	99,504,956	106,241,422	104,861,383	108,885,288	121,881,217	138,257,678	139,880,184
Public ways and facilities	23,542,661	23,825,672	25,605,034	30,772,914	32,533,108	32,567,428	39,776,960	31,597,142	120,910,048	29,925,228
Health and sanitation	39,642,405	40,838,624	38,684,095	42,910,252	41,016,116	41,169,416	42,890,611	54,806,658	65,996,852	60,198,575
Public assistance	34,553,156	37,018,759	40,218,330	43,305,879	45,703,486	46,761,473	48,056,607	43,818,306	46,772,061	46,774,334
Education	7,207,944	7,541,241	7,198,100	7,452,168	7,856,347	7,665,300	8,130,615	7,942,957	8,366,898	8,604,092
Recreation and cultural services	1,222,282	1,264,678	615,265	1,291,241	1,154,578	1,391,310	1,342,312	1,550,142	2,379,619	2,137,480
<b>Debt service:</b>										
Interest and fiscal charges	3,141,097	2,916,514	3,164,637	2,100,643	1,817,300	1,892,762	1,607,420	1,269,932	917,695	575,800
Administration and arbitrage fees	36,684	15,745	560,067	94,904	426,561	9,675	7,197	6,032	9,570	1,850
<b>Total governmental activities expenses</b>	<b>234,395,361</b>	<b>250,718,654</b>	<b>256,574,749</b>	<b>261,544,758</b>	<b>267,639,360</b>	<b>268,396,235</b>	<b>285,682,889</b>	<b>305,339,861</b>	<b>437,374,531</b>	<b>336,102,074</b>
<b>Business-type activities:</b>										
Airport	2,800,254	2,678,008	3,052,810	2,727,509	3,151,600	3,001,833	2,887,075	3,183,011	2,929,851	3,325,479
Lake Berryessa Resort Improvement District	1,132,055	1,177,938	1,175,728	1,611,862	1,259,463	1,098,381	1,218,687	1,203,541	1,641,047	1,248,367
Napa Berryessa Resort Improvement District	765,839	949,895	889,276	1,029,072	1,215,339	1,349,282	1,671,176	1,698,493	1,774,976	1,717,112
5th Street Parking Garage	436,478	454,693	475,932	464,416	467,120	469,745	486,299	482,310	469,919	454,142
Napa County Housing Authority	1,164,243	1,249,285	1,258,235	1,229,762	1,415,271	1,377,947	1,395,994	1,581,735	1,472,250	1,724,147
Napa County Animal Shelter	965,424	1,088,049	1,166,207	1,201,934	1,125,164	1,148,914	1,245,884	1,226,507	1,550,807	1,427,234
Calistoga Fairgrounds <sup>1</sup>	-	-	-	-	-	-	-	-	-	455,779
<b>Total business-type activities expenses</b>	<b>7,264,293</b>	<b>7,597,868</b>	<b>8,018,188</b>	<b>8,264,555</b>	<b>8,633,957</b>	<b>8,446,102</b>	<b>8,905,115</b>	<b>9,375,597</b>	<b>9,838,850</b>	<b>10,352,260</b>
<b>Total primary government expenses</b>	<b>\$ 241,659,654</b>	<b>\$ 258,316,522</b>	<b>\$ 264,592,937</b>	<b>\$ 269,809,313</b>	<b>\$ 276,273,317</b>	<b>\$ 276,842,337</b>	<b>\$ 294,588,004</b>	<b>\$ 314,715,458</b>	<b>\$ 447,213,381</b>	<b>\$ 346,454,334</b>
<b>Program Revenues</b>										
<b>Governmental activities:</b>										
<b>Fees, fines &amp; charges for services</b>										
General government	\$ 7,740,846	\$ 10,993,039	\$ 11,519,193	\$ 14,000,963	\$ 14,453,084	\$ 14,513,957	\$ 15,803,972	\$ 14,993,343	\$ 15,807,568	\$ 16,285,059
Public protection	20,256,916	20,750,613	21,754,326	21,032,037	21,453,559	23,204,267	23,258,711	20,586,040	23,648,348	22,118,137
Other activities	14,453,216	14,316,131	14,322,003	14,855,654	16,467,249	17,603,239	19,484,995	21,264,554	24,078,232	23,490,363
Operating grants and contributions	87,069,423	96,231,883	97,658,233	105,550,422	109,302,149	106,342,396	107,465,099	126,939,568	140,479,452	151,301,696
Capital grants and contributions	1,911,433	1,237,179	1,180,867	5,437,538	936,533	2,828,771	8,068,616	7,108,170	3,316,322	3,187,677
<b>Total governmental activities program revenues</b>	<b>131,431,834</b>	<b>143,528,845</b>	<b>146,434,622</b>	<b>160,876,614</b>	<b>162,612,574</b>	<b>164,492,630</b>	<b>174,081,393</b>	<b>190,891,675</b>	<b>207,329,922</b>	<b>216,382,932</b>
<b>Business-type activities:</b>										
<b>Fees, fines &amp; charges for services</b>										
Airport	1,913,565	2,059,834	1,789,025	1,829,210	1,570,261	1,588,052	2,204,256	2,441,919	1,871,948	1,881,450
Lake Berryessa Resort Improvement District	566,054	508,481	591,915	342,638	562,641	549,257	591,816	604,726	597,939	590,262
Napa Berryessa Resort Improvement District	519,467	671,659	819,750	824,798	814,147	828,443	820,774	923,277	845,811	818,055
5th Street Parking Garage	111,205	128,774	82,245	160,190	152,469	176,115	172,618	181,485	191,021	148,848
Napa County Housing Authority	484,904	558,671	539,460	633,530	711,336	721,462	720,756	736,456	769,896	770,242
Napa County Animal Shelter	878,181	977,607	631,633	1,015,767	1,237,763	854,473	1,172,286	1,116,513	1,292,282	1,385,705
Calistoga Fairgrounds <sup>1</sup>	-	-	-	-	-	-	-	-	-	255,143
Operating grants and contributions	246,408	153,902	177,780	149,828	177,725	61,092	130,429	283,013	524,535	187,467
Capital grants and contributions	1,065,762	1,611,169	2,681,208	1,185,189	1,896,142	4,696,198	1,353,925	1,541,722	3,974,378	5,627,371
<b>Total business-type activities program revenues</b>	<b>5,785,546</b>	<b>6,670,097</b>	<b>7,313,016</b>	<b>6,141,150</b>	<b>7,122,484</b>	<b>9,475,092</b>	<b>7,166,860</b>	<b>7,829,111</b>	<b>10,067,810</b>	<b>11,664,543</b>
<b>Total primary government program revenues</b>	<b>\$ 137,217,380</b>	<b>\$ 150,198,942</b>	<b>\$ 153,747,638</b>	<b>\$ 167,017,764</b>	<b>\$ 169,735,058</b>	<b>\$ 173,967,722</b>	<b>\$ 181,248,253</b>	<b>\$ 198,720,786</b>	<b>\$ 217,397,732</b>	<b>\$ 228,047,475</b>
<b>Net (Expense)/Revenue<sup>2</sup></b>										
Governmental activities	\$ (102,963,527)	\$ (107,189,809)	\$ (110,140,127)	\$ (100,668,144)	\$ (105,026,786)	\$ (103,903,605)	\$ (111,601,496)	\$ (114,448,186)	\$ (230,044,609)	\$ (119,719,142)
Business-type activities	(1,478,747)	(927,771)	(705,172)	(2,123,405)	(1,511,473)	1,028,990	(1,738,255)	(1,546,486)	228,960	1,312,283
<b>Total primary government net expense</b>	<b>\$ (104,442,274)</b>	<b>\$ (108,117,580)</b>	<b>\$ (110,845,299)</b>	<b>\$ (102,791,549)</b>	<b>\$ (106,538,259)</b>	<b>\$ (102,874,615)</b>	<b>\$ (113,339,751)</b>	<b>\$ (115,994,672)</b>	<b>\$ (229,815,649)</b>	<b>\$ (118,406,859)</b>

continued

## COUNTY OF NAPA

Changes in Net Position, Last Ten Fiscal Years  
(accrual basis of accounting)

	Fiscal Year									
	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes:										
Property Taxes	\$ 91,575,354	\$ 99,139,621	\$ 92,482,789	\$ 98,363,416	\$ 99,062,736	\$ 101,850,875	\$ 107,830,077	\$ 106,491,427	\$ 129,634,795	\$ 134,160,768
Sales and use taxes	16,794,850	18,009,925	20,015,566	20,915,704	23,306,821	24,318,593	27,028,928	29,098,837	29,965,281	12,209,256
Transient occupancy taxes	7,557,503	8,299,325	9,226,611	9,673,355	10,543,464	11,988,512	12,617,489	13,703,499	12,620,682	13,891,304
Property transfer taxes	743,267	1,233,273	1,429,927	1,213,949	1,566,961	1,806,598	2,004,493	2,440,702	1,938,501	1,859,474
Unrestricted interest and investment earnings	2,534,248	1,849,337	1,621,798	(307,935)	2,391,888	2,299,352	1,922,900	2,479,774	2,305,049	8,181,975
Miscellaneous	423,790	1,314,079	350,270	376,432	295,999	2,098,661	572,309	553,355	18,291,899	8,941,953
Extraordinary item - 2014 South Napa Earthquake	-	-	-	-	-	(5,201,279)	(2,878,403)	2,935,214	-	-
Transfers	(5,346,980)	(496,646)	(1,049,027)	(526,858)	(1,715,890)	(698,059)	(591,162)	(667,602)	(843,616)	(1,499,529)
Total governmental activities	<u>114,282,032</u>	<u>129,348,914</u>	<u>124,077,934</u>	<u>129,708,063</u>	<u>135,451,979</u>	<u>138,463,253</u>	<u>148,506,631</u>	<u>157,035,206</u>	<u>193,912,591</u>	<u>177,745,201</u>
Business-type activities:										
Taxes	116,564	124,640	98,999	360,700	341,015	354,984	369,284	373,106	413,051	432,733
Investment earnings	76,093	59,244	46,920	(23,248)	80,183	51,051	48,032	62,945	53,569	274,649
Miscellaneous	12,307	2,229	(43,614)	-	11,916	8,621	7,439	192,019	38,348	277,495
Transfers	5,346,980	496,646	1,049,027	526,858	1,715,890	698,059	591,162	667,602	843,616	1,499,529
Total business-type activities	<u>5,551,944</u>	<u>682,759</u>	<u>1,151,332</u>	<u>864,310</u>	<u>2,149,004</u>	<u>1,112,715</u>	<u>1,015,917</u>	<u>1,295,672</u>	<u>1,348,584</u>	<u>2,484,406</u>
Total primary government	<u>\$ 119,833,976</u>	<u>\$ 130,031,673</u>	<u>\$ 125,229,266</u>	<u>\$ 130,572,373</u>	<u>\$ 137,600,983</u>	<u>\$ 139,575,968</u>	<u>\$ 149,522,548</u>	<u>\$ 158,330,878</u>	<u>\$ 195,261,175</u>	<u>\$ 180,229,607</u>
Change in Net Position										
Governmental activities	\$ 11,318,505	\$ 22,159,105	\$ 13,937,807	\$ 29,039,919	\$ 30,425,193	\$ 34,559,648	\$ 36,905,135	\$ 42,587,020	\$ (36,132,018)	\$ 58,026,059
Business-type activities	4,073,197	(245,012)	446,160	(1,259,095)	637,531	2,141,705	(722,338)	(250,814)	1,577,544	3,796,689
Total primary government change in net position	<u>\$ 15,391,702</u>	<u>\$ 21,914,093</u>	<u>\$ 14,383,967</u>	<u>\$ 27,780,824</u>	<u>\$ 31,062,724</u>	<u>\$ 36,701,353</u>	<u>\$ 36,182,797</u>	<u>\$ 42,336,206</u>	<u>\$ (34,554,474)</u>	<u>\$ 61,822,748</u>

Notes:

<sup>1</sup> Calistoga Fairgrounds is a new fund for fiscal year 2018-19. The County became responsible for operations in December 2018.

<sup>2</sup>Net (expense)/revenue is the difference between the expenses and program revenues of the function or program. It indicates the degree to which a function or program supports itself with its own fees and grants versus its reliance upon funding from taxes and other general revenues. Numbers in parentheses are net expenses, indicating that expenses were greater than program revenues and therefore general revenues were needed to finance that function or program. Numbers without parentheses are net revenues, indicating program revenues were greater than expenses.

Source: Basic Financial Statements and Comprehensive Annual Financial Reports - County of Napa

**COUNTY OF NAPA**

Governmental Activities Tax Revenue by Source  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

<u>Fiscal Year Ending June 30,</u>	<u>Property Tax<sup>1</sup></u>	<u>Sales &amp; Use Tax<sup>2</sup></u>	<u>Transient Occupancy Tax<sup>3</sup></u>	<u>Property Transfer Tax<sup>4</sup></u>	<u>Total</u>
2010	\$ 91,575,354	\$ 16,794,850	\$ 7,557,503	\$ 743,267	\$ 116,670,974
2011	99,139,621	18,009,925	8,299,325	1,233,273	126,682,144
2012	92,482,789	20,015,566	9,226,611	1,429,927	123,154,893
2013	98,363,416	20,915,704	9,673,355	1,213,949	130,166,424
2014	99,062,735	23,306,821	10,543,464	1,566,961	134,479,981
2015	101,850,875	24,318,593	11,988,512	1,806,598	139,964,578
2016	107,830,077	27,028,928	12,617,489	2,004,493	149,480,987
2017	106,491,428	29,098,837	13,703,499	2,440,702	151,734,466
2018	129,634,795	29,965,281	12,620,682	1,938,501	174,159,259
2019	134,160,768	12,209,256	13,891,304	1,859,474	162,120,802
Change 2010-2019	46.5%	(27.3)%	83.8%	150.2%	39.0%

Notes:

- <sup>1</sup> Property tax revenues increased 46.5% over the last 10 fiscal years due to additional assessed values added by the Assessor's Office based on reappraisals of real property due to changes in ownership or completion of new construction.
- <sup>2</sup> Sales and use tax revenues decreased 27.3% over the last ten years due to a fiscal year 2011-12 reclassification of Proposition 172 Sales Tax Augmentation Revenues from Sales & Use Tax to Operating Grants and Contributions and the Measure A sales tax sunset on June 30, 2018.
- <sup>3</sup> Transient Occupancy Tax increased 83.8% in the last ten years due to an increase in tourism.
- <sup>4</sup> Property transfer tax revenues increased 150.2% in the last 10 years due to an increase in real estate sales.

Source: Auditor-Controller's Office - County of Napa

**COUNTY OF NAPA**

Fund Balances, Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)  
(in thousands)

	Fiscal Year									
	2009-10	2010-11 <sup>1</sup>	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
General Fund										
Reserved	\$ 10,511	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	50,863	-	-	-	-	-	-	-	-	-
Nonspendable	-	1,590	2,210	4,989	3,713	3,734	2,830	2,281	7,273	6,196
Restricted	-	28,631	42,509	36,378	38,554	31,571	34,277	45,200	62,715	78,543
Committed	-	1,009	1,357	1,162	1,170	8,275	240	1,076	3,139	3,677
Assigned	-	34,081	35,946	36,901	14,876	12,226	26,710	15,789	12,989	9,586
Unassigned	-	23,137	13,767	13,249	38,010	39,653	34,403	31,768	24,692	27,617
Total General Fund	\$ 61,374	\$ 88,448	\$ 95,789	\$ 92,679	\$ 96,323	\$ 95,459	\$ 98,460	\$ 96,114	\$ 110,808	\$ 125,619
All Other Governmental Funds										
Reserved	\$ 16,735	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue funds	110,556	-	-	-	-	-	-	-	-	-
Capital projects funds	20,602	-	-	-	-	-	-	-	-	-
Debt service funds	1,502	-	-	-	-	-	-	-	-	-
Nonspendable	-	570	866	324	44	62	-	76	472	709
Restricted	-	107,011	107,180	125,124	145,790	166,890	161,381	171,025	95,869	113,964
Committed	-	-	-	2,654	4,126	15,673	7,864	24,885	18,818	15,918
Assigned	-	35,304	35,671	40,793	20,821	23,099	40,351	34,343	57,604	81,236
Unassigned	-	(265)	(176)	(2,933)	(2,024)	(1,668)	(1,536)	(379)	(540)	(182)
Total all other governmental funds	\$ 149,395	\$ 142,620	\$ 143,541	\$ 165,962	\$ 168,757	\$ 204,056	\$ 208,060	\$ 229,950	\$ 172,223	\$ 211,645

Notes:

<sup>1</sup> Beginning in Fiscal Year 2010 - 11, fund balances are presented in accordance with the Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

**COUNTY OF NAPA**

Changes in Fund Balance, Governmental Funds  
Last Ten Fiscal Years  
(accrual basis of accounting)  
(in thousands)

	Fiscal Year									
	2009-10	2010-11 <sup>1</sup>	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
Revenues:										
Taxes	\$ 116,671	\$ 126,682	\$ 123,155	\$ 130,166	\$ 134,480	\$ 139,965	\$ 149,481	\$ 151,734	\$ 174,159	\$ 162,121
Licenses, fees and permits	4,566	4,400	6,626	8,215	9,712	9,816	10,591	10,938	12,453	11,111
Fines, forfeitures and penalties	3,665	3,777	3,923	5,253	5,716	6,843	4,563	4,436	5,600	4,764
Use of money and property	2,471	1,961	1,630	(126)	2,371	2,636	2,139	2,417	2,561	8,447
Aid from other governments	89,189	99,079	96,937	105,815	109,952	115,157	121,331	129,215	142,486	155,309
Charges for services	32,596	35,960	34,135	38,908	36,795	39,461	44,345	42,305	41,601	45,411
Contributions and donations	896	717	769	875	314	254	245	372	5,056	2,048
Other	420	1,293	344	346	252	682	479	1,632	5,583	431
<b>Total Revenues</b>	<b>250,474</b>	<b>273,869</b>	<b>267,519</b>	<b>289,452</b>	<b>299,592</b>	<b>314,814</b>	<b>333,174</b>	<b>343,049</b>	<b>389,499</b>	<b>389,642</b>
Expenditures:										
Current:										
General government	30,282	35,071	38,337	33,411	28,960	30,848	32,239	33,252	32,894	34,019
Public protection	91,329	98,958	97,817	99,186	103,716	118,640	122,490	124,132	133,600	137,207
Public ways and facilities	18,380	19,780	21,530	27,367	29,184	30,244	42,979	30,143	118,537	29,301
Health and sanitation	39,647	40,911	38,651	42,764	40,592	42,479	46,903	55,076	63,528	58,424
Public assistance	34,273	36,811	39,775	43,528	45,601	47,240	49,393	44,024	45,137	45,665
Education	7,148	7,456	7,051	7,418	7,692	7,705	9,590	11,213	8,547	8,094
Recreational and cultural services	1,222	1,265	615	1,291	1,155	1,391	1,342	1,507	2,368	2,119
Capital Outlay	3,367	3,415	4,629	8,681	37,806	4,222	15,696	16,511	29,794	17,502
Debt Service:										
Principal	6,234	6,455	6,682	6,749	10,651	7,602	7,937	8,516	8,820	3,794
Interest expense	3,162	2,936	2,747	2,413	2,215	2,343	2,010	1,765	1,438	1,180
Administration and arbitrage fees	37	15	560	95	427	10	7	6	10	2
<b>Total Expenditures</b>	<b>235,081</b>	<b>253,073</b>	<b>258,394</b>	<b>272,903</b>	<b>307,999</b>	<b>292,724</b>	<b>330,586</b>	<b>326,145</b>	<b>444,673</b>	<b>337,307</b>
Excess (Deficiency) of revenues over (under) expenditures	15,393	20,796	9,125	16,549	(8,407)	22,090	2,588	16,904	(55,174)	52,335
Other Financing Sources (Uses):										
Proceeds from long-term debt	-	-	1,624	2,313	16,876	3,197	29	1,046	-	-
Proceeds from insurance	-	-	-	-	-	7,307	5,277	2,293	12,765	3,464
Transfers in	19,719	20,687	9,878	64,910	53,258	64,193	58,693	66,055	96,738	83,933
Transfers out	(20,244)	(21,184)	(12,364)	(65,462)	(55,289)	(62,353)	(59,581)	(66,758)	(97,362)	(85,501)
Total other financing sources (uses)	(525)	(497)	(862)	1,761	14,845	12,344	4,418	2,636	12,141	1,896
<b>Net change in fund balances</b>	<b>\$ 14,868</b>	<b>\$ 20,299</b>	<b>\$ 8,263</b>	<b>\$ 18,310</b>	<b>\$ 6,438</b>	<b>\$ 34,434</b>	<b>\$ 7,006</b>	<b>\$ 19,540</b>	<b>\$ (43,033)</b>	<b>\$ 54,231</b>
Debt service as a percentage of non-capital expenditures <sup>2</sup>	4.05 %	3.76 %	3.72 %	3.47 %	4.76 %	3.75 %	3.24 %	3.31 %	2.41 %	1.54 %

Notes:

<sup>1</sup> Beginning in Fiscal Year 2010-11, certain funds previously shown as special revenue funds are reported under the General Fund in accordance with the Governmental Accounting Standards Board Statement Number 54.

<sup>2</sup> This calculation is using capital outlay from Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds.

Source: Basic Financial Statements and Comprehensive Annual Financial Reports - County of Napa

**COUNTY OF NAPA**

Assessed Value and Actual Value of Taxable Property  
Last Ten Fiscal Years  
(in thousands of dollars)

Fiscal Year Ending June 30,	Real Property	Personal Property	Less: Tax- Exempt Property	Total Taxable Assessed Value <sup>1</sup>	Total Direct Tax Rate	Net Increase	
						Amount	Percentage
2010	\$ 26,820,705	\$ 1,297,812	\$ 914,739	\$ 27,203,778	1.0%	223,396	0.83 %
2011	26,905,706	1,266,041	956,256	27,215,491	1.0%	11,713	0.04 %
2012	27,239,488	1,220,297	946,505	27,513,280	1.0%	297,789	1.09 %
2013	27,797,953	1,286,858	994,259	28,090,552	1.0%	577,272	2.10 %
2014	29,358,164	1,311,038	1,079,312	29,589,890	1.0%	1,499,338	5.34 %
2015	30,715,291	1,301,212	1,134,967	30,881,536	1.0%	1,291,646	4.37 %
2016	32,688,488	1,336,776	1,155,668	32,869,596	1.0%	1,988,060	6.44 %
2017	34,992,287	1,395,695	1,196,830	35,191,152	1.0%	2,321,556	7.06 %
2018	37,411,002	1,437,034	1,217,972	37,630,064	1.0%	2,438,912	6.93 %
2019	39,579,678	1,517,775	1,582,037	39,515,416	1.0%	1,885,352	5.01 %

Notes:

<sup>1</sup> Article XIII A, added to California Constitution by Proposition 13 in 1978, fixed the base for valuation of property subject to taxes at the full cash value which appeared on the Assessor's 1975-76 assessment roll. Thereafter, full cash value can be increased:

- a. To reflect annual inflation up to two percent,
- b. To reflect current market value at time of ownership change, and
- c. To reflect market value for new construction.

Source: Assessor's Office - County of Napa

Megabyte Report: ASR70-4885-100

**COUNTY OF NAPA**

Direct and Overlapping Property Tax Rates<sup>1</sup>  
 Last Ten Fiscal Years  
 (rate per \$100 of assessed value)

<u>Fiscal Year Ending June 30,</u>	<u>County Direct Rate</u>	<u>Overlapping Rates<sup>2</sup></u>			<u>Total Direct and Overlapping<sup>2</sup></u>
		<u>Local Special Districts</u>	<u>Schools</u>	<u>Cities</u>	
2010	1.00	0.28	0.21	0.02	1.51
2011	1.00	0.28	0.19	0.02	1.49
2012	1.00	0.28	0.24	0.03	1.55
2013	1.00	0.28	0.23	0.03	1.54
2014	1.00	0.28	0.26	0.03	1.57
2015	1.00	0.28	0.26	0.02	1.56
2016	1.00	0.28	0.23	0.02	1.53
2017	1.00	0.28	0.36	0.02	1.66
2018	1.00	0.28	0.34	0.02	1.64
2019	1.00	0.28	0.36	0.02	1.66

Notes:

<sup>1</sup> California voters, on June 6, 1978, approved a constitutional amendment to Article XIII A of the California Constitution, commonly known as Proposition 13, which limits the taxing power of California public agencies. Legislation enacted by the California Legislature to implement Article XIII A (Statutes of 1978, Chapter 292, as amended) provides that notwithstanding any other law, local agencies may not levy property tax except to pay debt service on indebtedness approved by voters prior to July 1, 1978, and that each county will levy the maximum tax permitted by Article XIII A of \$1 per \$100 of full cash value. Assessed value is equal to full cash value, pursuant to Senate Bill 1656, Statutes of 1978. The rates shown above are percentages of assessed valuation.

<sup>2</sup> These rates represent the maximum rate charged to taxpayers if all rates applied to them. In reality, the rates applicable to tax rate areas will vary at amounts lower than these totals.

Source: Auditor- Controller's Office - County of Napa, California

**COUNTY OF NAPA**

Principal Property Tax Payers  
Current Year and Nine Years Ago

<u>Taxpayer</u>	<u>2018/2019</u>			<u>2009/2010</u>		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total County Taxable Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total County Taxable Assessed Value</u>
Realty Income Properties 2 LLC	360,712,752	1	0.92%			
Treasury Wine Estates/Diageo	312,190,078	2	0.80%	210,194,677	1	0.77%
E & J Gallo Winery	310,539,005	3	0.79%			
Pacific Gas & Electric Company	300,656,127	4	0.77%	165,489,103	2	0.61%
Robert Mondavi Properties Inc. (Constellation)	284,686,148	5	0.73%	90,048,197	6	0.33%
Sutter Home Winery Inc.	180,302,755	6	0.46%	55,397,588	10	0.20%
Bardessono Brothers LLC/Ashford Yountville II LP	175,411,862	7	0.45%			
BSREP II Vintage Estate LLC	174,253,832	8	0.45%			
Laird Kenneth E & Gail S TR	164,710,621	9	0.42%			
Global Ag Properties/SSP Napa Vineyards	147,549,791	10	0.38%			
Foster Wine Estates American (Treasury)				101,039,271	4	0.37%
Dey Laboratories LP				93,112,017	5	0.34%
Lighthouse Privet Napa LLC				63,561,780	7	0.23%
AmCan Beverages				61,102,590	9	0.22%
Kaiser Foundation Hospital				154,803,681	3	0.57%
COPIA				63,341,290	8	0.23%
<b>Total</b>	<u>2,411,012,971</u>		<u>6.17%</u>	<u>1,058,090,194</u>		<u>3.87%</u>
<b>Total Assessed Value</b>			<u>\$ 39,126,328,044</u>			<u>\$ 27,203,777,543</u>

Source: Auditor-Controller's Office - County of Napa, California.

Megabyte reports - AUD70-3570-170 and AUD70-2360-030

**COUNTY OF NAPA**

Property Taxes Levies and Collections  
Last Ten Fiscal Years

	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date		Total Cumulative Uncollected Taxes	
		Amount	Percentage of Levy		Amount	Percentage of Levy	Amount	Percentage of Levy
2010	\$ 321,484,624	\$ 312,972,756	97.35%	\$ 8,244,895	\$ 321,217,651	99.92%	\$ 266,973	0.08%
2011	317,195,661	310,620,179	97.93%	6,236,507	316,856,686	99.89%	338,975	0.11%
2012	327,160,447	319,454,138	97.64%	7,333,857	326,787,995	99.89%	372,452	0.11%
2013	335,020,627	329,194,485	98.26%	5,414,449	334,608,934	99.88%	411,693	0.12%
2014	354,360,824	348,756,143	98.42%	5,097,024	353,853,167	99.86%	507,657	0.14%
2015	371,570,942	366,650,201	98.68%	4,362,546	371,012,747	99.85%	558,195	0.15%
2016	394,238,287	387,859,802	98.38%	5,700,459	393,560,261	99.83%	678,026	0.17%
2017	430,628,922	424,002,899	98.46%	5,692,523	429,695,422	99.78%	933,500	0.22%
2018	455,954,055	448,910,617	98.46%	5,765,939	454,676,556	99.72%	1,277,499	0.28%
2019	489,799,162	481,806,109	98.37%	-	481,806,109	98.37%	7,993,053	1.63%

**COUNTY OF NAPA**

Direct and Overlapping Sales Tax Rates  
Last Ten Fiscal Years

Fiscal Year Ending June 30,	State					Direct Government		Overlapping Government		Total	Cities St. Helena Sales & Use Tax
	General Fund	Local Revenue Fund	Local Public Safety Fund	Education Protection Account	Fiscal Recovery Fund	County Operations	County Transportation	NVTA-TA Transaction & Use Tax	Flood Authority		
2010	6.00%	0.50%	0.50%	-	0.25%	0.75%	0.25%	-	0.50%	8.75%	-
2011	6.00%	0.50%	0.50%	-	0.25%	0.75%	0.25%	-	0.50%	8.75%	-
2012	3.94%	1.56%	0.50%	-	0.25%	0.75%	0.25%	-	0.50%	7.75%	-
2013	3.94%	1.56%	0.50%	0.25%	0.25%	0.75%	0.25%	-	0.50%	8.00%	-
2014	3.94%	1.56%	0.50%	0.25%	0.25%	0.75%	0.25%	-	0.50%	8.00%	-
2015	3.94%	1.56%	0.50%	0.25%	0.25%	0.75%	0.25%	-	0.50%	8.00%	-
2016	3.94%	1.56%	0.50%	0.25%	0.25%	0.75%	0.25%	-	0.50%	8.00%	-
2017	3.94%	1.56%	0.50%	-	-	1.00%	0.25%	-	0.50%	7.75%	0.50%
2018	3.94%	1.56%	0.50%	-	-	1.00%	0.25%	-	0.50%	7.75%	0.50%
2019	3.94%	1.56%	0.50%	-	-	1.00%	0.25%	0.50%	-	7.75%	0.50%

Source: California State Board of Equalization

**COUNTY OF NAPA**

Ratios of Total Debt Outstanding by Type  
Last Ten Fiscal Years  
(dollars in thousands, except per capita)

Fiscal Year Ending June 30,	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income <sup>1</sup>	Per Capita <sup>1</sup>
	Sales Tax Revenue Bonds	Certificates of Participation	Capital Leases	Term Loan Payable	Total	Improvement Bonds	Capital Leases	Term Loan Payable			
2010	\$ 35,865	\$ 33,135	-	\$ 1,278	\$ 70,278	\$ 4,570	-	\$ 302	75,150	1.02%	\$ 549
2011	32,000	30,590	-	1,255	63,845	4,495	-	269	68,609	0.90%	498
2012	28,000	26,330	-	1,208	55,538	4,405	-	233	60,176	0.75%	436
2013	23,825	23,805	2,313	159	50,102	8,998	1,047	196	60,343	0.74%	434
2014	19,560	32,980	2,193	108	54,841	14,631	992	157	70,621	0.83%	503
2015	15,402	34,010	2,296	5,846	57,554	14,826	930	116	73,426	0.71%	448
2016	10,451	30,660	2,137	5,820	49,068	13,090	867	73	63,098	0.68%	446
2017	5,326	27,186	1,938	6,567	41,017	12,832	803	73	54,725	0.59%	387
2018	-	23,587	1,684	6,251	31,522	10,195	738	-	42,455	0.45%	299
2019	-	19,837	1,485	5,933	27,255	10,023	672	-	37,950	0.40%	270

Notes:

<sup>1</sup> See the Demographic and Economic Statistics Schedule for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

Details regarding the County's outstanding debt can be found in the Notes to the Financial Statements.

Source: Auditor-Controller's Office - County of Napa

**COUNTY OF NAPA**

Ratios of General Bonded Debt Outstanding  
Last Ten Fiscal Years

<u>Fiscal Year Ending June 30,</u>	<u>General Obligations Bonds</u>	<u>Less: Amounts available in Debt Service Fund</u>	<u>Total</u>	<u>Percentage of Estimated Actual Taxable Value of Property</u>	<u>Per Capita</u>
2010	n/a	n/a	\$ -	n/a	n/a
2011	n/a	n/a	-	n/a	n/a
2012	n/a	n/a	-	n/a	n/a
2013	n/a	n/a	-	n/a	n/a
2014	n/a	n/a	-	n/a	n/a
2015	n/a	n/a	-	n/a	n/a
2016	n/a	n/a	-	n/a	n/a
2017	n/a	n/a	-	n/a	n/a
2018	n/a	n/a	-	n/a	n/a
2019	n/a	n/a	-	n/a	n/a

Notes: The County of Napa does not have any general obligation bonds.

**COUNTY OF NAPA**

Direct and Overlapping Debt  
As of June 30, 2019

<b>Assessed Valuation (including unitary utility valuation)</b>	\$ 39,667,188,374		
	<u>\$ 39,667,188,374</u>		
	<u>Total Debt</u>	<u>Percentage</u>	<u>2019 Debt</u>
	6/30/2019	Applicable <sup>1</sup>	
<b>OVERLAPPING TAX AND ASSESSMENT DEBT:</b>			
<i>School Districts</i>			
Napa Valley Community College District	98,889,699	99.138 %	\$ 98,037,270
Calistoga Joint Unified School District	22,224,514	88.152 %	19,591,354
Fairfield -Suisun Unified School District	209,335,000	0.729 %	1,526,052
Napa Valley Unified School District	398,089,855	100.000 %	398,089,855
St. Helena Unified School District	56,661,232	100.000 %	56,661,232
Howell Mountain School District	1,747,842	100.000 %	1,747,842
Pope Valley Union School District	3,730,000	100.000 %	3,730,000
<i>Cities</i>			
City of Napa Community Facilities District No. 2017-1	19,950,000	100.000 %	19,950,000
City of American Canyon 1915 Act Bonds	16,103,300	100.000 %	16,103,300
<i>Unincorporated Areas</i>			
Lake Berryessa Resort Improvement Assessment District No. 2006-1	2,305,000	100.000 %	2,305,000
Napa Berryessa Resort Improvement Assessment District No. 2012-1	10,076,000	100.000 %	10,076,000
California Statewide Community Development Authority Napa Pipe Community Facilities District 2016-1	20,830,000	100.000 %	20,830,000
California Statewide Community Development Authority Assessment Districts	1,982,433	100.000 %	1,982,433
<b>Total Overlapping Tax and Assessment Debt</b>	<u>861,924,875</u>		<u>650,630,338</u>
<b>DIRECT AND OVERLAPPING GENERAL FUND DEBT</b>			
Napa County Certificates of Participation (including issuance premiums)	19,837,100	100.000 %	19,837,100
Napa County Capital Leases	1,485,398	100.000 %	1,485,398
Napa County Loans Payable	5,932,708	100.000 %	5,932,708
<b>Total Direct Debt</b>	<u>27,255,206</u>		<u>27,255,206</u>
<i>School Districts</i>			
Napa County Board of Education Certificates of Participation	2,320,000	100.000 %	2,320,000
Calistoga Joint Unified School District Certificates of Participation	345,000	88.152 %	304,124
Fairfield -Suisun Unified School District Certificates of Participation	958,949	0.729 %	6,991
<i>Cities</i>			
City of American Canyon General Fund Obligations	551,000	100.000 %	551,000
City of Calistoga General Fund Obligations	3,080,000	100.000 %	3,080,000
Town of Yountville General Fund Obligations	10,785,000	100.000 %	10,785,000
<b>Total Overlapping Debt</b>	<u>18,039,949</u>		<u>17,047,115</u>
<b>Total Direct and Overlapping General Fund Debt</b>	<u>45,295,155</u>		<u>44,302,321</u>
<b>OVERLAPPING TAX INCREMENT DEBT:</b>	<u>2,175,000</u>	100.000 %	<u>2,175,000</u>
<b>COMBINED TOTAL DEBT</b>	<u>\$ 909,395,030</u>		<u>\$ 697,107,659</u> <sup>2</sup>
<u>Ratio to 2018-19 Assessed Valuation:</u>			
Total Overlapping Tax and Assessment Debt.....			1.64%
Total Direct Debt (\$27,255,206).....			0.07%
Combined Total Debt.....			1.76%
<u>Ratios to Redevelopment Incremental Valuation (\$1,100,380,919):</u>			
Total Overlapping Tax Increment Debt.....			0.20%

Notes:

- <sup>1</sup> The percentage of overlapping debt applicable to the County is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the County divided by the district's total taxable assessed value.
- <sup>2</sup> Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bonded capital lease obligations.

Source: California Municipal Statistics. Inc.

**COUNTY OF NAPA**

Legal Debt Margin Information  
Last Ten Fiscal Years  
(dollars in thousands)

Fiscal Year	Assessed Value of Property <sup>1</sup>	Debt Limit, 5% of Assessed Value <sup>2</sup>	Debt Applicable to the Limit <sup>3</sup>	Legal Debt Margin <sup>4</sup>	Total net debt applicable to the limit as a percentage of debt limit
2010	\$ 27,203,778	\$ 1,360,189	\$ 98,990	\$ 1,261,199	7.28 %
2011	27,215,491	1,360,775	90,035	1,270,740	6.62 %
2012	27,513,280	1,375,664	75,439	1,300,225	5.48 %
2013	30,079,070	1,503,954	66,268	1,437,686	4.41 %
2014	31,748,514	1,587,426	82,819	1,504,607	5.22 %
2015	30,881,536	1,544,077	72,884	1,471,193	4.72 %
2016	32,869,596	1,643,480	69,265	1,574,215	4.21 %
2017	35,191,152	1,759,558	56,214	1,703,344	3.19 %
2018	37,630,064	1,881,503	44,109	1,837,394	2.34 %
2019	39,515,416	1,975,771	36,670	1,939,101	1.86 %

Notes:

- (1) Assessed property value data can be found in Schedule "Assessed Value and Actual Value of Taxable Property".
- (2) California Government Code, Section 29909, states the total amount of bonded indebtedness shall not at any time exceed 5 percent of the taxable property of the county as shown by the last equalized assessment roll.
- (3) Bonded debt financed with general governmental resources.
- (4) The legal debt margin is the County's available borrowing authority under state finance statutes and is calculated by subtracting the debt applicable to the legal debt limit from the legal debt limit.

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

**COUNTY OF NAPA**

Pledged Revenue Bond Coverage  
Last Ten Fiscal Years  
(dollars in thousands)

Fiscal Year Ending June 30,	Revenue Bonds - Measure A						Improvement Bonds				
	Sales Tax Revenue	Less: Administrative Cost	Net Available Revenue	Debt Service		Coverage	Property Tax Collection and Special Assessments <sup>1</sup>	Debt Service		Coverage	
				Principal	Interest			Principal	Interest		
2010	\$ 12,416	\$ 153	\$ 12,263	\$ 3,720	\$ 1,739	2.25	\$ 333	\$ 85	\$ 253	0.99	
2011	13,015	147	12,868	3,865	1,574	2.37	326	75	249	1.01	
2012	14,516	135	14,381	4,000	1,434	2.65	364	80	245	1.12	
2013	15,330	156	15,174	4,175	1,259	2.79	894	85	240	2.75	
2014	16,769	187	16,582	4,065	975	3.29	876	90	236	2.69	
2015	17,554	206	17,348	4,640	734	3.23	885	90	231	2.76	
2016	18,084	221	17,863	4,790	590	3.32	762	95	226	2.37	
2017	18,816	216	18,600	4,965	413	3.46	772	100	221	2.40	
2018	19,488	154	19,334	5,165	211	3.60	748	105	215	2.34	
2019	-	-	-	-	-	-	727	110	210	2.27	

Notes:

<sup>1</sup> Property tax collections are adjusted annually to cover debt requirements. This is accomplished through the establishment of a tax rate applied to the secured and unsecured tax rolls. There are fund balances and reserves that ensure payment of the improvement bonds. The reserve accounts are liquidated in the final year of payment.

Special Assessments are levied on real property located within the Lake Berryessa Resort Improvement District Assessment District 2006-1. Upon receipt, these annual assessment installations are to be paid into the redemption fund to be held by the fiscal agent and used to pay debt service on the bonds as they become due.

Details regarding the County's debt can be found in the Notes to the Financial Statements.

Source: Auditor-Controller's Office - County of Napa

**COUNTY OF NAPA**  
Demographic and Economic Statistics  
Last Ten Fiscal Years

<b>Fiscal Year Ending June 30,</b>	<b>Population<sup>1</sup></b>	<b>Personal Income</b>	<b>Per Capita Personal Income<sup>2</sup></b>	<b>School Enrollment<sup>3</sup></b>	<b>Unemployment Rate<sup>4</sup></b>
2010	136,798	\$ 7,201,867,508	\$ 52,646	20,515	9.3%
2011	137,631	7,428,908,487	53,977	20,584	9.0%
2012	138,032	7,787,765,440	56,420	20,593	7.7%
2013	139,099	8,201,833,436	58,964	20,725	6.1%
2014	139,983	8,441,394,849	60,303	20,868	4.7%
2015	140,984	8,947,408,576	63,464	21,002	4.1%
2016	141,633	9,223,990,758	65,126	20,289	4.3%
2017	142,235	9,357,782,885	65,791	20,019	3.6%
2018	142,808	9,496,589,192	66,499	20,402	3.1%
2019	140,779	9,558,471,763	67,897	20,215	2.8%

Sources:

<sup>1</sup> <http://www.dof.ca.gov/research/demographic/reports/estimates/e-1/view.php>

<sup>2</sup> <https://www.cityofnapa.org/DocumentCenter/View/148/Napa-County---Economic-Forecast-2014-2019-PDF>

<sup>3</sup> <https://dq.cde.ca.gov/dataquest/dqcensus/EnrEthGrd.aspx?cds=28&agglevel=County&year=2018-19>

<sup>4</sup> Employment Development Department, Labor Market Information - [www.labormarketinfo.edd.ca.gov](http://www.labormarketinfo.edd.ca.gov).

**COUNTY OF NAPA**

Principal Employers  
(Current Fiscal Year and Nine Years Prior)

2019			2010		
Employer	Employees	Percentage of Total County Employment <sup>1</sup>	Employer	Employees	Percentage of Total County Employment <sup>2</sup>
Napa State Hospital	2,420	3.22%	Napa State Hospital	2,388	1.90%
Napa Valley Unified School District	1,731	2.30%	Napa Valley Unified School District	1,773	1.41%
County of Napa	1,503	2.00%	Queen of the Valley Hospital	1,549	1.23%
Adventist Health St. Helena <sup>3</sup>	1,300	1.73%	County of Napa	1,295	1.03%
St. Joseph Health Queen of the Valley <sup>3</sup>	1,162	1.55%	St. Helena Hospital	1,045	0.83%
Trincherio Family Estates	1,160	1.54%	Veterans' Home of California	877	0.70%
Veterans' Home of California <sup>3</sup>	781	1.04%	Trincherio Family Estates	695	0.55%
Wal-Mart	592	0.79%	Fosters Wine Estates	650	0.52%
City of Napa	583	0.78%	Silverado Resort	550	0.44%
Treasury Wine Estates	507	0.68%	Comcast	500	0.40%
<b>Total</b>	<b>11,739</b>	<b>15.63%</b>	<b>Total</b>	<b>11,322</b>	<b>9.01%</b>

Notes:

<sup>1</sup> Total Napa County Employment 2018-2019: 75,100

<sup>2</sup> Total Napa County Employment 2009-2010: 125,998

<sup>3</sup> Employee staff level not available at time of report

St Helena Hospital changed its name to Adventist Health St Helena in March 2017

Queen of the Valley Hospital changed its name to St. Joseph Health Queen of the Valley in July 2016

Fosters Wine Estates changed its name to Treasury Wine Estates in July 2010

Sources: Napa Chamber of Commerce

State of California Employment Development Department: <http://www.calmis.ca.gov/htmlfile/county/napa.htm>

Direct phone survey Napa County Auditor-Controller's Office

Employment data is intended for use as a general guide only. The County of Napa does not warrant the accuracy of this data.

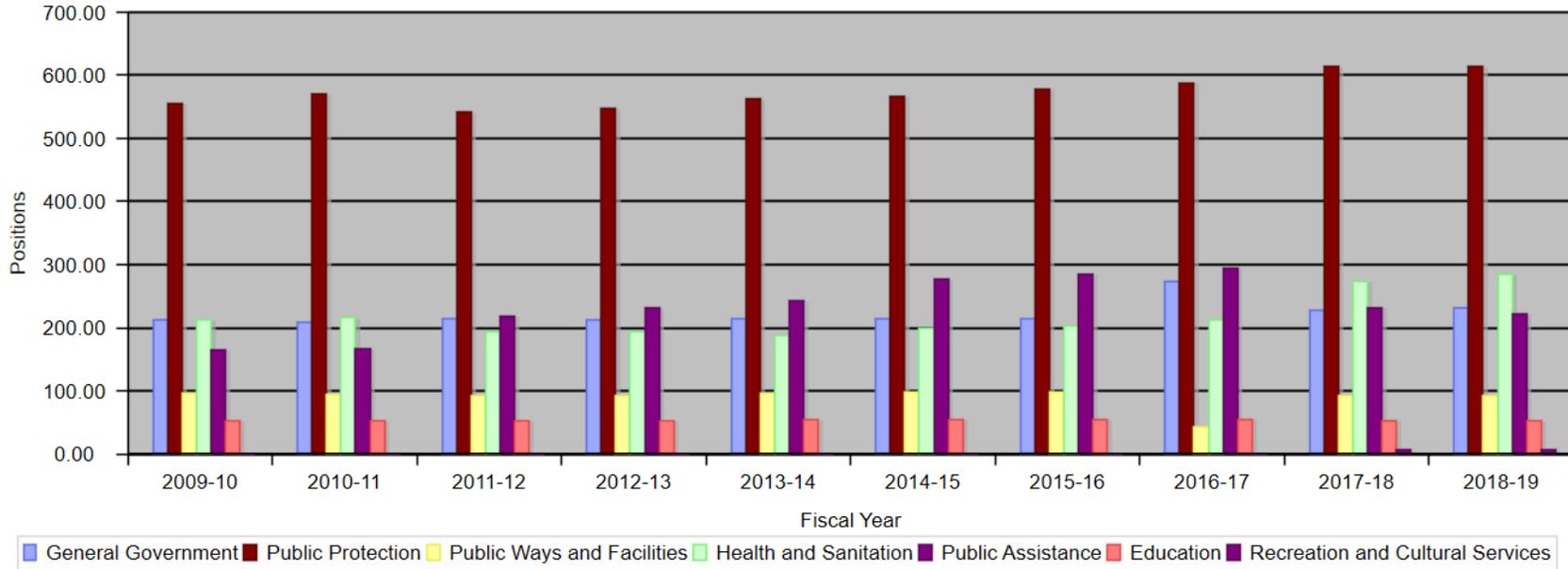
Inquiries should be directed to the respective employer.

## COUNTY OF NAPA

### Full-time Equivalent County Government Employees by Function Last Ten Fiscal Years

<b>Function/Program</b>	<b>2009-10</b>	<b>2010-11</b>	<b>2011-12</b>	<b>2012-13</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>
General Government	213.1	209.1	214.4	212.8	213.8	214.8	214.8	272.6	227.3	231.8
Public Protection	555.4	569.6	542.1	546.6	562.0	566.7	577.7	588.4	613.4	613.9
Public Ways and Facilities	96.8	94.8	92.8	92.8	95.8	97.8	97.8	42.8	92.8	92.8
Health and Sanitation	212.0	215.6	193.9	193.4	187.4	199.0	203.8	211.9	273.9	283.9
Public Assistance	165.3	166.5	218.5	231.5	243.0	276.5	284.0	295.0	232.0	222.0
Education	52.1	52.1	53.1	53.1	54.1	55.3	55.3	55.3	53.3	53.3
Recreation and Cultural Services	-	-	-	-	-	-	-	-	6.0	6.0
<b>Total full-time equivalent employees</b>	<b>1,294.7</b>	<b>1,307.7</b>	<b>1,314.8</b>	<b>1,330.2</b>	<b>1,356.1</b>	<b>1,410.1</b>	<b>1,433.4</b>	<b>1,466.0</b>	<b>1,498.7</b>	<b>1,503.7</b>

**FTE By Function**



Source: Auditor - Controller's Office - County of Napa

**COUNTY OF NAPA**

Operating Indicators by Function  
Last Ten Fiscal Years

Function	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
<b>Airport</b>										
Annual Arrivals and Departures	87,412	50,283	56,281	43,045	44,667	46,547	47,533	46,278	52,335	46,555
Aviation Easements issued	3	2	-	-	1	4	2	3	3	1
Hanger leases	171	163	153	149	151	158	151	151	151	151
<b>Education</b>										
Library branches located in the County	4	4	4	4	4	4	4	4	4	4
Items checked out	988,549	1,022,969	1,092,028	1,058,318	1,006,019	939,057	891,031	915,494	832,185	1,020,740
Library cards issued	49,609	50,992	48,616	47,041	51,541	49,253	52,038	54,669	52,528	46,437
Number of computers provided for public use	71	85	85	84	90	90	90	90	90	111
<b>Fire</b>										
Number of calls answered	3,444	3,091	3,471	3,844	3,530	5,438	4,552	4,642	4,723	4,876
Inspections	2,272	2,156	2,216	1,740	1,325	1,791	1,750	2,170	1,794	2,006
<b>Health &amp; Human Services Agency</b>										
Public Guardian total clients (conservatees + additional referrals)	67	80	90	88	90	96	98	95	107	111
Veterans Service Officer number of benefit claims filed	616	512	432	338	417	413	440	437	486	773
<b>Public Health</b>										
Women, Infants, and Children (WIC) visits	25,898	24,052	23,876	22,117	21,678	19,262	17,664	15,641	13,132	10,884
Public Health home visiting program visits	4,238	3,317	3,115	2,812	2,622	3,063	2,220	2,324	1,524	1,179
Immunizations <sup>1</sup>	17,821	15,083	8,884	7,149	7,778	5,640	5,095	4,118	3,497	2,657
<b>Mental Health</b>										
Emergency response clients	841	792	944	869	877	905	908	859	780	780
Adult Medication Clinic clients	469	467	467	489	476	467	630	571	482	513
Children's Medication Support clients	236	235	194	157	160	160	176	177	184	213
Total mental health clients served	2,411	2,590	2,615	2,827	2,915	2,931	2,955	2,835	2,899	2,910
<b>Alcohol and Drug Services - Division Restructured 9/2007</b>										
Adult Outpatient Treatment and Recovery Services Program clients	573	375	319	344	414	409	415	462	552	588
Prevention groups (school-based youth)	534	814	802	1,773	998	2,083	1,873	2,716	850	1,227
PC 1210 STOP (formerly Proposition 36) clients <sup>2</sup>	154	359	95	79	111	95	52	29	20	-
Total Alcohol and Drug Services clients served	1,261	1,548	1,216	2,196	1,523	2,587	2,340	3,207	1,422	1,815
<b>Social Services</b>										
Adult protective Services total clients served	389	381	437	387	481	484	483	613	617	721
CalWORKs average caseload	791	902	801	654	593	592	546	475	381	337
Child Welfare Services total child abuse referrals received	1,028	1,065	1,235	1,279	1,407	1,323	1,377	1,352	1,619	1,620
Child Welfare Services percent timely investigations:										
% Timely immediate investigations	100	100	99	98	99	99	96	98	94	100
% Timely ten day investigations	100	100	99	99	98	99	96	92	93	94
County Medical Services Program average number of continuing cases/eligibles	1,082	1,209	1,109	1,101	705	18	3	22	22	16
Food Stamps average caseload	2,009	3,081	3,429	3,476	3,425	3,622	3,696	3,436	3,129	2,808
Foster care average number of cases	124	143	120	107	124	146	119	119	121	80

Notes:

<sup>1</sup> Immunizations in FY2009-10 include H1N1 immunization campaign.

<sup>2</sup> PC 1210 STOP client count is combined with Adult Outpatient Treatment and Recovery Services Program effective 07/01/2018.

Source: County Departments

**COUNTY OF NAPA**

Operating Indicators by Function  
Last Ten Fiscal Years

Function	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
In-Home Supportive Services Public Authority total clients served	838	852	917	990	1,053	1,094	1,131	1,185	1,206	1,228
Medi-Cal average number of eligible recipients	14,445	15,766	17,055	13,537	14,967	22,310	26,269	27,377	27,073	26,419
Workforce Investment Act total number enrolled	307	237	163	246	292	292	279	222	211	182
Highways and streets										
Street resurfacing (miles)	6	35	6	25	-	8	18	7	2	1
Potholes repaired	1,470	1,900	2,300	2,475	1,975	2,015	2,200	1,500	1,955	2,055
Sheriff										
Physical arrests	1,570	1,431	1,531	1,729	1,844	1,737	1,842	2,291	2,471	2,237
Parking violations	1,478	1,405	1,238	1,179	1,361	2,106	2,232	1,798	1,958	2,537
Traffic violations	2,585	3,127	3,139	2,310	1,795	1,521	1,200	1,201	1,709	1,478
Water										
New connections	-	-	-	-	-	-	1	1	-	1
Water main breaks	-	1	3	2	2	1	2	1	2	1
Average daily consumption (in thousands of gallons)	151	139	121	146	136	110	99	98	116	110
Wastewater										
Average daily sewage treatment (in thousands of gallons)	57	72	62	66	62	65	58	76	51	64

Notes:

<sup>1</sup> Immunizations in FY2009-10 include H1N1 immunization campaign.

<sup>2</sup> PC 1210 STOP client count is combined with Adult Outpatient Treatment and Recovery Services Program effective 07/01/2018.

Source: County Departments

**COUNTY OF NAPA**

Capital Asset Statistics by Function  
Last Ten Fiscal Years

Function	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
<b>Public Safety</b>										
<b>Sheriff:</b>										
Stations (Headquarters and 4 substations)	5	5	5	5	5	5	5	5	5	5
Patrol units	29	29	29	29	29	29	30	30	32	32
<b>Fire stations:</b>										
Stations	13	13	13	13	13	13	13	15	15	15
Fire Engines	31	31	31	31	31	34	35	35	35	35
Fire Trucks	2	2	2	2	2	2	2	2	2	2
<b>Recreational and Cultural Services</b>										
Parks acreage	61	61	61	61	61	61	61	61	61	61
Parks	2	2	2	2	2	2	2	2	2	2
<b>Education</b>										
Library branches	4	4	4	4	4	4	4	4	4	4
Library books and materials	200,260	168,617	240,869	175,189	170,811	161,102	192,017	179,668	217,339	176,332
<b>Public Ways &amp; Facilities</b>										
<b>Airport</b>										
Runway Miles	3	3	3	3	3	3	3	3	3	3
Taxiway miles	4	4	4	4	4	4	4	4	4	4
<b>Highways and streets</b>										
Streets (miles)	446	446	446	446	446	446	446	446	446	446
Street lights (approximate number)	70	32	32	32	32	142	142	142	142	142
Traffic signals	-	-	6	6	6	4	4	4	4	4
<b>Water</b>										
Water mains (miles)	13	13	13	13	13	13	13	13	13	13
Fire hydrants	109	109	109	109	109	109	109	109	109	109
Maximum daily capacity (thousands of gallons)	536	536	536	536	638	638	638	638	638	638
<b>Wastewater</b>										
Sanitary sewers (miles)	14	14	14	14	14	14	14	14	14	14
Maximum daily treatment capacity (thousand of gallons)	210	210	210	210	310	310	310	310	310	310

Source: County Departments