

Comprehensive Annual Financial Report Fiscal Year Ended June 30, 2018



City of Pittsburg, California
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City of Pittsburg California

Comprehensive Annual Financial Report Fiscal Year Ended June 30, 2018



Prepared by the Finance Department

Laura Mendez
Division Manager, Financial Reporting

Brad Farmer
Director of Finance



CITY OF PITTSBURG
Comprehensive Annual Financial Report
June 30, 2018

City of Pittsburg
Basic Financial Statements
For the Year Ended June 30, 2018
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CITY OF PITTSBURG
Comprehensive Annual Financial Report
June 30, 2018



**City of Pittsburg
65 Civic Avenue
Pittsburg, California 94565-3814**

November 30, 2018

Honorable Mayor
Members of the City Council
And Residents of Pittsburg

We are pleased to present the City of Pittsburg (City) Comprehensive Annual Financial Report (CAFR) for the year ending June 30, 2018 (FY 2017-18). The information in this CAFR is prepared in accordance with “Generally Accepted Accounting Principles” (GAAP) and includes an unmodified opinion on the report by the City’s independent certified public accountants. Although we rely on the standards and expertise of these external authorities, the City is responsible for the accuracy and fairness of this report, inclusive of all disclosures that are necessary to enable the reader to understand the City’s operations.

For those readers interested in a more detailed review of the City’s financial statements, a narrative section called Management’s Discussion and Analysis (MDA) has been included as part of the Financial Section. The MDA reports on the financial highlights of the City and provides additional analysis on the variances and trends reported as part of the financial statements. The MDA also discloses significant items affecting the financial condition of the City and is designed to be read in conjunction with this letter of transmittal.

City Profile

The City was incorporated in 1903 and is located along the Sacramento-San Joaquin River Delta, situated on the north side of Mount Diablo. Pittsburg is located in the northeast part of Contra Costa County.

While the City is a general law City, it operates utilizing the Council-Manager form of government. The five Council members are elected at large for staggered four-year terms to govern the City. Also elected to four-year terms are the City Treasurer and City Clerk. The City Council is responsible for establishing policies, adopting an annual budget, appointing commissions and committees, and hiring the City Manager and City Attorney. The City Manager is responsible for implementing the Council’s policies, overseeing the day-to-day operations of the City and appointing the directors of the City’s departments.

The City provides a full range of municipal services, including police, water treatment and distribution, sewer collection, streets, cultural and recreational facilities, golf course, public works and parks, economic development, planning, zoning, building inspection, code enforcement, housing assistance, marina operations, energy distribution, engineering, and general administration. The Contra Costa County Fire Protection District provides fire protection services for the City.

Reporting Entities

The financial statements included in this CAFR present the City (the primary government) with all the City funds, Housing Authority, and the Pittsburg Power Company (Pittsburg Power) as component units. These three component units are separate legal entities; however, the members of the City Council also serve as members of the Housing Authority Board, the Successor Agency Board, the Southwest Pittsburg Geologic Hazard Abatement District II (“GHAD II”) Board, and the Pittsburg Power Company Board. Therefore, the financial information for the Housing Authority, Successor Agency to the former Redevelopment Agency of the City of Pittsburg (SA), GHAD II, and Pittsburg Power Company are blended with the City’s financial information.

Economic Conditions and Outlook

The City continues to see modest signs of recovery from the great recession. Pittsburg’s population has grown to approximately 72,141. Unemployment rates have continued to drop from 17.4% at the peak of the recession to 3.7% in 2018. During this past year the City continued to see increased revenues from sales, property and other taxes.

Sales taxes saw a modest two percent (2%) increase or \$243,949, while property tax revenue increased by eleven percent (11%) or \$398,449 as the assessment values of properties increases and transferred property supplemental taxes.

Both Franchise and Motor Vehicle In-Lieu fees increased. The Gas Tax revenue increase thirty percent (30%) from prior year mainly due to the new Road Maintenance and Rehabilitation Accountability Act (RMRA) of \$321,838, that imposed higher gasoline excise tax and registration fees for the purpose of funding local streets, roads and infrastructure repairs. In addition, effective in FY 2017-18 the City received the first year of the three year state general fund annual loan repayment of \$79,371 as they start repaying their borrowings from the transportation fund.

While revenues continue to improve, staff throughout the City have continued to be diligent in maintaining a low level of costs to deliver the core services to both the residents and the business community.

The City’s Economic Development department continues to offer programs and incentives to attract new businesses, assist existing businesses, and collaborate with non-profit organizations to train and enable residents to find employment. The East County One-Stop Career Center and Future Build are two non-profit entities the City works with to provide businesses and residents with employment and training opportunities locally.

General Fund Condition and Long-term Plans

To assist the City management and City Council plan, the City's General Fund budget and use of the Budget Stabilization Fund, the City developed a 7-year General Fund Forecast and Balancing Plan ("7-Year Plan"). Periodically, the 7-year Plan is updated based on current revenue and expenditure information.

While the 7-Year Plan has been a great tool for City management and City Council to achieve a balanced budget per the City's Fiscal Sustainability Ordinance, the City has also established a longer-range 20-Year forecast for the City's General Fund. This plan incorporates anticipated fluctuations of revenues and expenditures over a longer term, thus allowing the City to manage its affairs in a prudent fiscal manner, while providing services to residents and businesses necessary for a growing community.

These plans, in combination with the actual revenues and expenses, have resulted in the City fully funding the Budget Stabilization Fund as required by policy at the end of FY 2017-18. The City continues to work past the initial 7-Year Plan utilizing the continuous 20-Year plan to development future budgets to maintain fiscal stability for the City.

Fiscal Sustainability Ordinance

In June 2017, the City passed an updated Fiscal Sustainability Ordinance to ensure the City protects its revenues and to ensure proper fiscal responsibility. As part of the Ordinance, reserve levels and funding mechanics were mandated to provide for emergencies and ensure that proper fiscal reserve levels were maintained. Within the Ordinance, reserve levels were set at 30% of annual operating expenses for the City's General Fund, Internal Service Funds and Enterprise Funds. The reserve level was placed at a percentage of operating expenses rather than a static number to ensure adequate reserve levels are maintained over time. The City also established a Budget Stabilization Fund to provide a minimum of \$2 million or 5% of the City's annual General Fund operating expenses. Currently the Budget Stabilization Fund is fully funded.

Major Initiatives:

Capital Projects completed FY 2017-18:

- Power Avenue Class I Bicycle Path
- Multimodal Transfer Facility at Pittsburg Center BART Station
- BART Station Parking Strategy and Signage
- Pittsburg Library Rooftop Solar Power System
- Ray Giacomelli Park
- City Park School Age Playground
- Water Treatment Plant Intake Modifications and Capacity Improvements
- Buchanan Road Sidewalk Replacement Project Phase III
- W. 4th Street Sidewalk Gap Closure

FY 2018-19 Major Initiatives:

Capital Projects Scheduled for Construction during FY 2018-19:

- Seismic Retrofit of Bridge No. 28C-0165 (Willow Pass Road)
- San Marco Trail
- West Leland Road Pavement Management Project, including Safety Improvements
- Sewer/Water Line Replacement/ Rehabilitation Program
- Water Treatment Plant Filter Media Replacement
- Americana Park Drainage
- Marina Dredging
- Sidewalk Improvements Railroad Avenue between 3rd and 5th streets

BART Extension and Pittsburg Center Station – the new BART Pittsburg Center Station opened in May 2018 along Railroad Avenue in the heart of the City. The station is very popular with BART users, and has had a significant impact on traffic patterns, including increased pedestrian and bicycle traffic through the area, particularly during commute hours. The City has received several applications for new development within ½ mile of the station. Proposals include a 125-room hotel, higher density housing and other transit-oriented commercial development consistent with the Railroad Avenue Specific Plan adopted by the City Council.

The City has completed Preliminary Engineering Studies for the James Donlon Boulevard Extension, a new, 1.7-mile bypass designed to relieve congestion along a regional traffic corridor. The extension is supported by regional traffic impact fees, with the City of Pittsburg as the lead agency. During FY 2018-19, the City's consultant will continue the design process in preparation for advertising the project for bids. Construction is scheduled for FY 2020-21.

OTHER INFORMATION

The City is responsible for establishing and maintaining internal control structures designed to ensure that the assets be protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structures are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Single Audit and Compliance

As a recipient of federal and state financial assistance, the City is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management and the Finance staff of the City. In management's opinion, the City's internal controls adequately safeguard assets, and provide reasonable assurance of the proper recording of financial transactions. In addition, the results of the City's single audit for the fiscal year ended June 30, 2017 provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Budgetary Controls

The City maintains budgetary controls to safeguard City assets and ensures compliance with legal provisions embodied in the annual appropriated budget as approved by the City Council. Activities of the General Fund, special revenue funds, and capital projects funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level. The City also applies and maintains an encumbrance accounting system as a technique to accomplishing budgetary control. As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management. The City has received the “Government Finance Officers Association’s Distinguished Budget Presentation” award for its budget document.

Appropriations Limit

Proposition 4, the “Gann” initiative, was passed by California voters in 1978 and is intended to limit governmental General Fund appropriations. The appropriation limit is calculated each year based upon FY 1978-79 appropriations, modified by the composite consumer price index, and population changes that have occurred in subsequent years. The City’s General Fund appropriation limit for FY 2017-18 amounted to \$152,687,025. The City’s FY 2017-18 General Fund budget was \$40.5 million, which is below the appropriation limit.

Cash Management

The City holds temporarily idle cash in the Local Agency Investment Fund (LAIF) as administered by the Treasurer of the State of California. LAIF invests in obligations of the United States Treasury, Federal Agency Coupons and Discount Notes, Medium Term Notes, and Certificates of Deposit. These investments, as permitted under an investment policy adopted by the City Council, defines eligible investments and maturities of the City’s investment portfolio and requires securities to be held by the City or by a qualified custodial institution and registered in the name of the City. The quarterly return on LAIF pooled investments at June 30, 2018 was 1.90%, an increase of 0.98% compared to the same period of last fiscal year 0.92%. Total LAIF interest earnings were \$388,761 for FY 2017-18 an increase of \$268,503 from FY 2017-18.

Risk Management

The City is self-insured for the first \$25,000 of each loss and maintains excess liability insurance through the Management Pooling Authority (MPA). The City is self-insured for liability occurrences over \$29 million per occurrence. The City also maintains statutory excess workers’ compensation insurance through the Municipal Pooling Authority (MPA).

Independent Audit

Maze & Associates, Certified Public Accountants, an independent public accounting firm, has examined the financial statements of the City and its affiliated agencies. Their opinion on the City’s financial statements and supplemental information is included within this report.

Certificate of Achievement

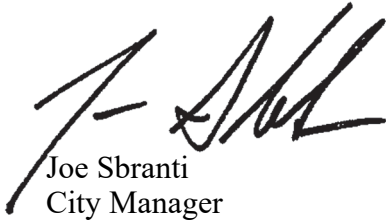
The Government Finance Officers Association of the United States and Canada (“GFOA”) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Pittsburg for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2017. In order to receive the “Certificate of Achievement” award, a government agency 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.

Acknowledgements

The preparation of this report is the result of the concerted effort and dedication of all the employees of the City of Pittsburg Finance Department. However, we would like to acknowledge Laura Mendez and the extra effort she invested in completing this year’s Audited Financial Statements.

Finally, we would like to thank the Mayor and members of the City Council for their support in planning and conducting the financial operations of the City in a responsible and transparent manner.

Respectfully submitted,

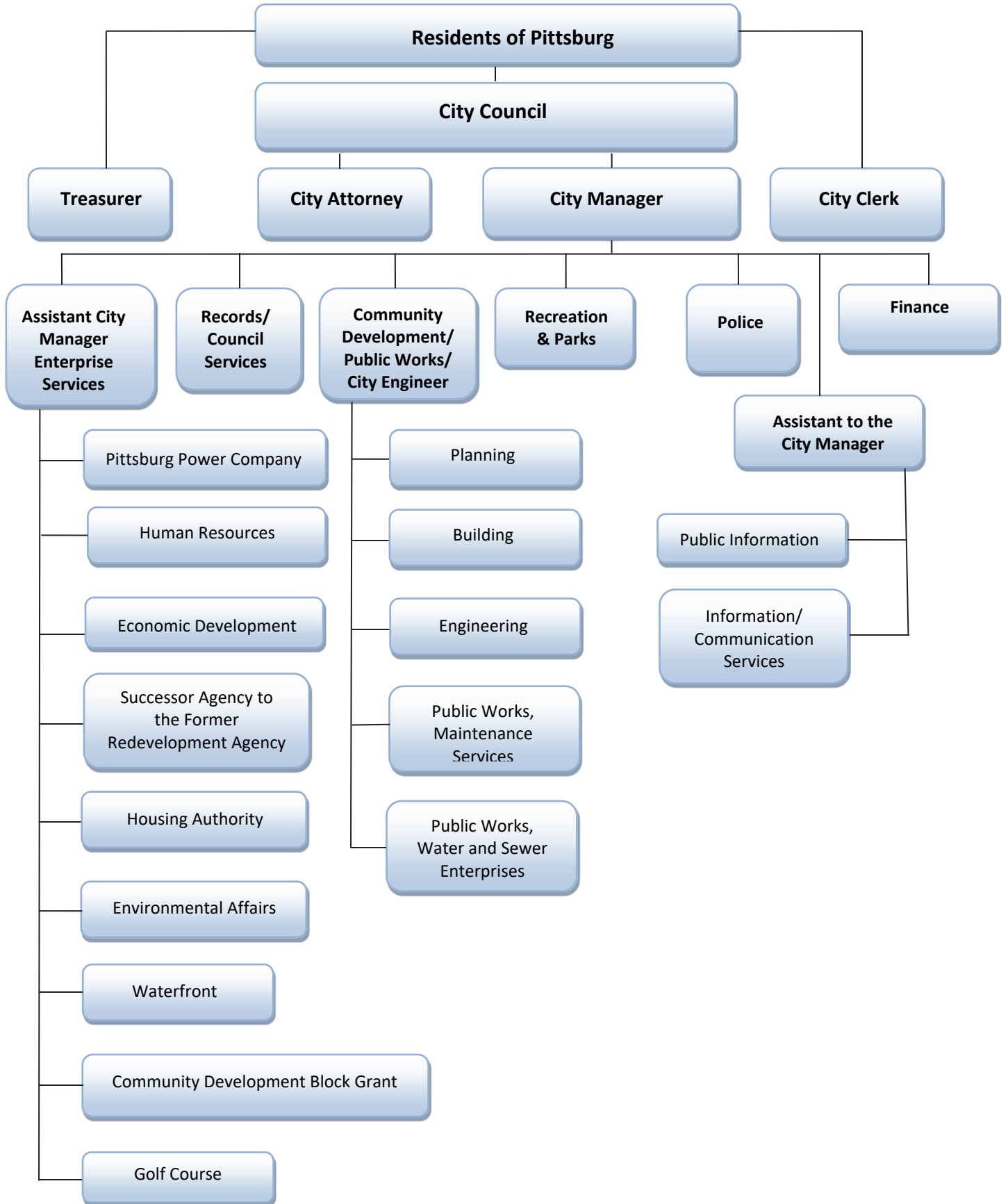


Joe Sbranti
City Manager



Brad Farmer
Director of Finance

➤ CITY GOVERNMENT ORGANIZATION



City of Pittsburg
Comprehensive Annual Financial Report
Fiscal Year Ended June 30, 2018

City Council

Pete Longmire, Mayor
Salvatore Evola, Vice Mayor
Merl Craft, Council Member
Jelani Killings, Council Member
Juan Antonio Banales, Council Member

Other Elected Officials

Nancy L. Parent, City Treasurer
Alice E. Evenson, City Clerk

City Attorney

Ruthann G. Ziegler, Esquire, City Attorney

Management Staff

Joe Sbranti, City Manager
Garrett Evans, Assistant City Manager
Fritz McKinley, Director of Public Works/City Engineer
Brad Farmer, Director of Finance
Stacey Shell, Director of Human Resources
Alice E. Evenson, Director of Records and Council Services
Brian Addington, Chief of Police
Jill Hecht, Director of Community Development
Maria Aliotti, Director of Community Services
Bruce Smargiasso, Manager of Housing Authority



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Pittsburg
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2017

Christopher P. Morill

Executive Director/CEO

INDEPENDENT AUDITOR'S REPORT

To the Honorable City Council of the
City of Pittsburg, California

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Pittsburg, California (City), as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the Table of Contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the 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 City'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 City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2018, 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.

Emphasis of a Matter

Management adopted the provisions of Governmental Accounting Standards Board Statement No. 75 - *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* during the year ended June 30, 2018 and required a prior period adjustment to the financial statements and required the restatement of net position as discussed in Note 9E and Note 12.

The emphasis of this matter does not constitute a modification to our opinions.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements as a whole. The Introductory Section, Supplementary Information, and Statistical Section listed in the Table of Contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Supplementary Information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 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 Supplementary Information is 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 November 30, 2018 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Maze & Associates

Pleasant Hill, California
November 30, 2018



CITY OF PITTSBURG
Comprehensive Annual Financial Report
June 30, 2018

City of Pittsburg
Management's Discussion and Analysis
For the year ended June 30, 2018

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Pittsburg (the City), we offer readers this discussion and analysis of the City's financial performance for the FY 2017-18. The accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures in this report, are the responsibility of the City. The report has been prepared in accordance with Generally Accepted Accounting Principles (GAAP) as promulgated by the Governmental Accounting Standard Board (GASB). We encourage readers to consider the information presented here in conjunction with additional information which can be found in the introductory section of this report and within the City's financial statements, which follow this discussion.

FINANCIAL HIGHLIGHTS

- The assets & deferred outflow of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the FY 2017-18 by \$370.2 million (M) (*net position*).

The City's total net position of \$370.2M decreased from the prior FY 2016-17 by \$5.0M. This decrease is primarily due to a one-time adjustment due to implementation of GASB 75 and other adjustments as explained below.

As of June 30, 2018, the City's governmental fund balances increased \$1.5M leaving a balance of \$42.0M compared to the prior fiscal year balance of \$40.5M. The increase was due to the following: 1.) an increase of \$1.7M from general revenues, i.e. taxes and fees, and 2.) \$3.2M decrease of capital outlay expenditures

The City's net position from business type activities (enterprise funds) increased by approximately \$3.3M from \$130.3M to \$133.6M. The increase was due to the following: 1.) an increase in net capital assets of \$4.5M; 2.) a decrease of \$1.6M due to the implementation of GASB 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions and 3.) \$0.4M increase of revenue over expenses.

- As of June 30, 2018, the fund balance (total assets minus total liabilities) for the General Fund, which includes the Budget Stabilization and Economic Development funds, was \$21.2M. Which consisted of \$2.3M designated as "Nonspendable" for items that are not in a spendable form such as deposits, interfund advances, and inventory; \$0.5M designated as "Assigned" for economic development activities and encumbrances, which is intended to be used for specific purposes designated by the City Council and \$18.4M unassigned. The unassigned balance consists of \$16.1M in General Fund operating reserve available to cover expenses in the event of an emergency and \$2.3M is in the Budget Stabilization Fund that can be used to balance future budgets, subject to the limits of the Fiscal Sustainability Ordinance.
- There are three major funds in the Governmental Funds section of the Comprehensive Annual Financial Report: 1) the General Fund, 2) Housing Authority (Section 8) and 3) Successor Agency Housing.
- There are five major enterprise funds in the Proprietary Funds section of the Comprehensive Annual Financial Report: (1) Water Utility, (2) Sewer Utility, (3) Marina, and (4) Pittsburg Power Company (including Island Energy) and (5) Waterfront Operations.

City of Pittsburgh
Management's Discussion and Analysis
For the year ended June 30, 2018

OVERVIEW OF THE FINANCIAL STATEMENTS

The Management's Discussion and Analysis is intended to serve as an introduction to the City's basic financial statements, which are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements - The Government-Wide Financial Statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. These statements consist of:

- The Statement of Net Position presents information on all the City's assets and deferred outflow of resources and liabilities, with the difference between the two 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 City is improving or deteriorating.
- The Statement of Activities presents information reflecting any change in the government's net position during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs (regardless of the timing of related cash flows). Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation and compensated leave of absence).

Both of the Government-Wide Financial Statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include legislative and legal, general government, public safety, public works, community development and recreation. The business-type activities of the City include Water, Sewer, Marina, Pittsburg Power Company (includes Island Energy operation), and Waterfront Operations.

The Government-Wide Financial Statements include not only the City but the Housing Authority and Housing Successor Agency. Financial information for these component units are blended with the financial statements of the primary government itself.

Fund Financial Statements – A "fund" is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Pittsburgh, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds can be divided into three categories: governmental funds, proprietary funds, and City's fiduciary funds.

- **Governmental Funds:** These funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Unlike the Government-Wide Financial Statements, governmental fund 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 government's near-term financing requirements. However, this information does not encompass the additional long-term focus of the government-wide statements. Reconciliations that explain the relationship (or differences) between governmental funds and governmental activities follow each of the governmental funds statements.

City of Pittsburg
Management's Discussion and Analysis
For the year ended June 30, 2018

The City maintains 45 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 three funds that are considered to be major funds. These funds consist of the General Fund, Housing Authority (Section 8), and the Successor Agency Housing Fund. Data from the other 42 governmental funds, which are combined into a single, aggregated presentation under Other Governmental Funds, are considered as non-major funds.

A budgetary comparison statement has been provided for the funds that have an adopted budget to demonstrate compliance with this budget.

Proprietary Funds: The City maintains two different types of proprietary funds; Enterprise Funds and Internal Service Funds. Enterprise Funds are used to report the same functions presented as “business-type activities” in the Government-Wide Financial Statements. The Enterprise Funds are used to account for Water, Sewer, Marina, Pittsburg Power Company (including Island Energy) operations, and Waterfront Operations.

- *Enterprise Funds* provide the same type of information as the Government-Wide Financial Statements, only in more detail. The Proprietary Fund Financial Statements provide separate information for the Water Fund, the Sewer Fund, the Marina Fund, Pittsburg Power Company (including Island Energy), and Waterfront Operations, all of which are considered to be major funds. Conversely, Internal Service Funds are combined into a single, aggregated presentation in the Proprietary Fund Financial Statements.
- *Internal Service* funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses Internal Service Funds to account for maintaining its fleet of vehicles, building maintenance, information and communication systems, risk management/insurance, and employee fringe benefits activities. Because these services predominantly benefit governmental rather than business-type functions, they have been included within “governmental activities” in the government-wide financial statements.

Fiduciary Funds: 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 Statement because the resources of those funds are not available to support the City’s own programs. The accounting used for Fiduciary Funds is much like that which is used for Proprietary Funds. The Assessment District Bonds Fund, the Environmental Impact Fee Fund and the Other Impact Fees Fund are held as Fiduciary Funds by the City. With the dissolution of Redevelopment Agency per ABX 1484, the activities of the Successor Agency to the Former Redevelopment Agency are reported as Private Purpose Trust Fund in the Fiduciary Fund section. Also, included in the Fiduciary Funds is the Miscellaneous Employee Retirement System.

Notes To The Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the Government-Wide and Fund Financial Statements. This year, the City implemented the following GASB Pronouncements:

GASB Statement 75 – Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.

For a detailed description of the all the pronouncements see Note 1R – Summary of Significant Accounting Policies.

City of Pittsburg
Management's Discussion and Analysis
For the year ended June 30, 2018

Other Information – In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City’s progress in funding its obligation to provide pension benefits to its employees.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position – As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, combined net position (government and business-type activities) totaled \$370.2M at the close of the Fiscal Year ending June 30, 2018, which is \$4,995,804 less than the Fiscal Year ending June 30, 2017

The Government-Wide Financial Statements provide long-term and short-term information about the City’s overall financial condition. This analysis addresses the financial statements of the City as a whole. The following table reflects the Summary of Net Position for the Fiscal Year ended June 30, 2018 with the comparative data for the Fiscal Year ended June 30, 2017 as restated.

City of Pittsburg
Summary of Net Position
As of June 30, 2018

	Governmental Activities		Business-Type Activities		Total	
	2017	2018	2017	2018	2017	2018
Current Assets	\$ 90,658,271	\$ 93,545,399	\$ 48,031,830	\$ 50,217,039	\$ 138,690,101	\$ 143,762,438
Capital Assets	254,497,754	250,420,599	144,743,621	147,324,571	399,241,375	397,745,170
Total Assets	345,156,025	343,965,998	192,775,451	197,541,610	537,931,476	541,507,608
Deferred Outflow of Resources	12,562,159	17,987,857	2,445,189	3,247,810	15,007,348	21,235,667
Current Liabilities	11,773,638	12,159,321	7,867,897	8,917,057	19,641,535	21,076,378
Non-Current Liabilities	95,701,588	107,438,296	56,767,449	57,653,618	152,469,037	165,091,914
Total Liabilities	107,475,226	119,597,617	64,635,346	66,570,675	172,110,572	186,168,292
Deferred Inflows of Resources	5,316,375	5,678,690	293,466	663,686	5,609,841	6,342,376
Net Investment in Capital Assets	253,993,565	249,540,604	101,088,405	105,621,313	355,081,970	355,161,917
Restricted	24,280,860	21,203,698	28,553,531	25,743,990	52,834,391	46,947,688
Unrestricted	(33,347,842)	(34,066,754)	659,892	2,189,756	(32,687,950)	(31,876,998)
Total Net Position as Restated (Note 9E)	\$ 244,926,583	\$ 236,677,548	\$ 130,301,828	\$ 133,555,059	\$ 375,228,411	\$ 370,232,607

Current assets are assets that are liquid in nature or can be converted into cash quickly. Current liabilities are outstanding liabilities that are due within one year.

The Statement of Net Position contains more detailed information on current assets, capital assets, deferred outflows of resources, current liabilities, non-current liabilities and deferred inflows of resources.

At the end of the FY 2017-18 the total assets and deferred outflows of resources exceeded total liabilities and deferred inflows of resources by \$370.2M.

City of Pittsburg
Management's Discussion and Analysis
For the year ended June 30, 2018

Changes in Net Position – In FY 2017-18, the City’s total Governmental expenditures of \$82.0M exceeded the revenues and transfers of \$78.2M by \$3.8M. The City’s expenses cover a range of services for the Governmental Activities, the largest expenses were in Public Safety \$28.2M, Community Development and Services \$25.9M, and Public Works \$14.8M. These expenses include capital outlays, which are now reflected in the City’s capital assets. Further analysis is provided within the governmental and business-type sections on the following pages. For additional information on the Capital Assets, please refer to Note 6 – Capital Assets disclosure.

Governmental Activities – Governmental Activities reflect a decrease of \$8.2M in net position, and Business Activities reflect an increase of \$3.3M in net position for the FY 2017-18. A comparison of the cost of services by function for the City’s Governmental Activities is shown below, along with the revenues used to cover the net expenses of the Governmental Activities, as well as comparative data from the FY 2016-2017.

City of Pittsburg
Management's Discussion and Analysis
For the year ended June 30, 2018

Statement of Changes in Net position
Fiscal Year Ended June 30, 2018
With comparative data for fiscal year ended June 30, 2017

	Governmental Activities		Business-Type Activities		Total	
	2017	2018	2017	2018	2017	2018
Revenue:						
<i>Program Revenues:</i>						
Charges for Services	\$ 16,441,762	\$ 17,635,524	\$ 36,333,258	\$ 38,291,043	\$ 52,775,020	\$ 55,926,567
Operating Grants and Contributions	18,154,961	17,924,456	200,127	139,465	18,355,088	18,063,921
Capital Grants and Contributions	3,705,925	1,132,855	6,026,102	-	9,732,027	1,132,855
Sub-Total	38,302,648	36,692,835	42,559,487	38,430,508	80,862,135	75,123,343
<i>General Revenues:</i>						
Property Taxes	3,573,822	3,972,711	-	-	3,573,822	3,972,711
Sales Tax	13,372,246	13,616,195	-	-	13,372,246	13,616,195
Franchise Fees	4,706,887	4,928,647	-	-	4,706,887	4,928,647
Motor Vehicle in lieu fees	4,544,316	4,825,687	-	-	4,544,316	4,825,687
Gas Taxes	1,319,101	1,720,291	-	-	1,319,101	1,720,291
Other Taxes	8,534,935	10,248,840	-	-	8,534,935	10,248,840
Investment Earnings-Unrestricted	329,042	590,186	325,437	373,857	654,479	964,043
Gain on Sale of Assets	(34,554)	15,950	96,473	56,375	61,919	72,325
Sub-Total	36,345,795	39,918,507	421,910	430,232	36,767,705	40,348,739
Total Revenues	74,648,443	76,611,342	42,981,397	38,860,740	117,629,840	115,472,082
Expenses:						
General Government	4,383,317	4,615,532	-	-	4,383,317	4,615,532
City Council	83,145	67,947	-	-	83,145	67,947
City Manager & Clerk	524,118	700,808	-	-	524,118	700,808
City Attorney	459,224	361,908	-	-	459,224	361,908
Human Resources	569,682	1,071,270	-	-	569,682	1,071,270
Finance and Services	1,933,608	2,163,865	-	-	1,933,608	2,163,865
Community Development & Services	23,263,875	25,907,831	-	-	23,263,875	25,907,831
Public Safety	25,990,472	28,241,337	-	-	25,990,472	28,241,337
Public Works	15,776,982	14,832,846	-	-	15,776,982	14,832,846
Interest on Long-Term Debt	4,378,265	4,031,806	-	-	4,378,265	4,031,806
Water Utility	-	-	25,929,659	18,728,126	25,929,659	18,728,126
Sewer Utility	-	-	3,176,015	3,027,448	3,176,015	3,027,448
Marina	-	-	2,471,440	2,369,801	2,471,440	2,369,801
Pittsburg Power	-	-	6,569,528	6,947,359	6,569,528	6,947,359
Waterfront Operations	-	-	1,512,250	1,405,996	1,512,250	1,405,996
Total Expenses	77,362,688	81,995,150	39,658,892	32,478,730	117,021,580	114,473,880
Increase(Decrease) in Net Position before Transfers	(2,714,245)	(5,383,808)	3,322,505	6,382,010	608,260	998,202
Transfers	2,774,890	1,544,688	(2,774,890)	(1,544,688)	-	-
Change in Net Position	60,645	(3,839,120)	547,615	4,837,322	608,260	998,202
Net Position-Beginning of Year (As Restated)	244,865,938	244,926,583	129,754,213	130,301,828	374,620,151	375,228,411
Prior period adjustment due to implementation of GASB 75 (Note 9E)	-	(4,409,915)	-	(1,584,091)	-	(5,994,006)
Net Position - End of Year	\$ 244,926,583	\$ 236,677,548	\$ 130,301,828	\$ 133,555,059	\$ 375,228,411	\$ 370,232,607

City of Pittsburg
Management's Discussion and Analysis
For the year ended June 30, 2018

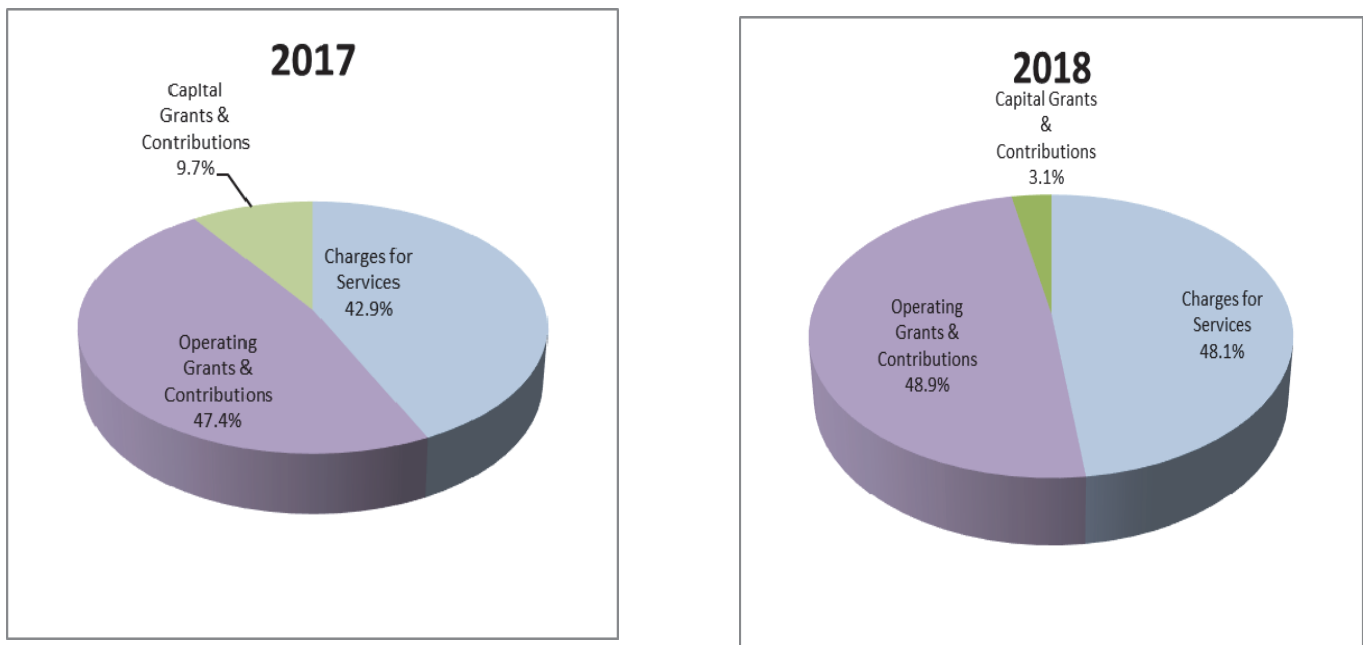
Total Program Revenues from Governmental Activities were \$38.3M in FY 2017-18. Per GASB 34, program revenues are derived directly from the program or from parties outside the reporting government’s taxpayers or citizenry. Program Revenues reduce the net cost of the program to be financed from the government’s general revenues. As reflected in the pie chart below, 48.1% of the Governmental Program Revenues came from Charges for Services (which includes licenses and permits, plan checking fees, developer fees and several other revenues), 48.9% from the Operating Grants and Contributions category (including restricted revenues such as Gas Tax, Measure J Tax, Asset Seizure fund and Federal/State Grants), and 3.1% from Capital Grants and Contributions.

The Charges for Services increased by \$1.2M primarily due to CalTrans Freeway Security Network Camera Project.

The Operating Grants and Contributions decreased by \$0.2M this is due to two factors. 1.) In the Community Development program received \$1.0M more from Housing Authority reimbursements from Housing Urban Development (HUD) and received \$1.0M from One Bay Area Grant (OBAG) for the Multi Model Transfer Station project. 2.) The Public Safety Program had a decrease of \$2.2M, of which \$1.9M was from the Park Dedication grant and \$0.3M in operating grants.

Capital Grants and Contributions decreased by \$2.6M. In prior year the City received \$1.3M in contributed real property along with \$.6M in pass-due pass thru payments from the Successor Agency to the former Redevelopment Agency of the City of Pittsburg and \$.7M in grant funding.

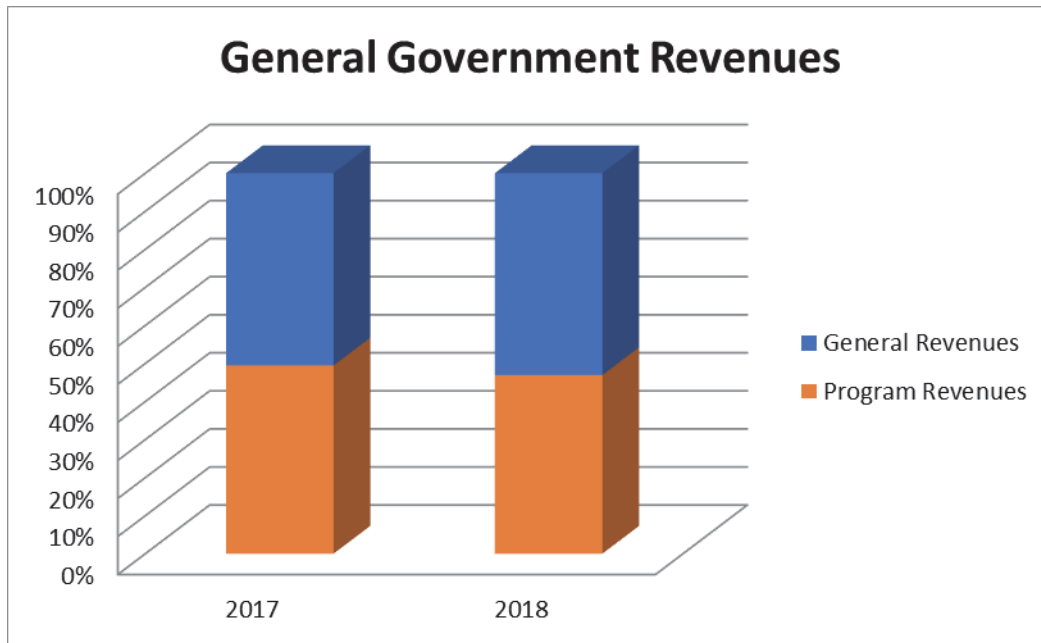
Government Revenues by Program Type



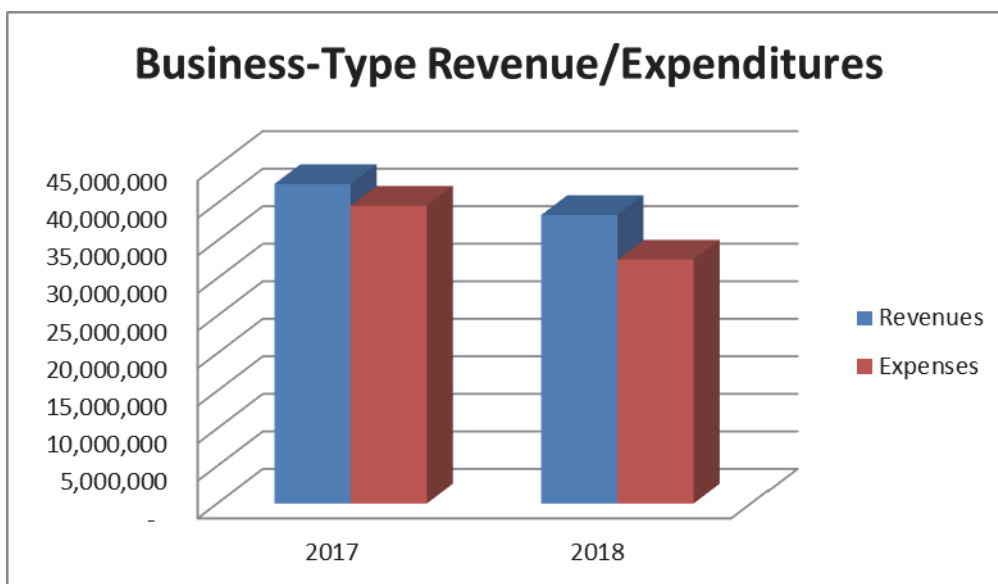
About 31% of General Government services in FY 2017-18 are funded by General Revenues. General Revenues are all other revenues not categorized as program revenues such as property taxes, sales taxes, intergovernmental and investment earnings. Interest on long-term debt is paid through general revenues.

City of Pittsburgh
Management's Discussion and Analysis
For the year ended June 30, 2018

General revenues from Governmental Activities represented \$41.5M or 53% of total City revenues, and Program revenues reflected \$36.7M or 47% of total Governmental Activities revenues. Sales Taxes comprised the largest percentage of General Revenues, \$13.6M or 32.8%, received during the fiscal year.



Business-Type Activities – Net position for Business-Type Activities were \$133.6M, a net increase of \$3.3M over the prior fiscal year. Total program revenues for Business-Type Activities were \$38.4M. Total expenses for Business-Type Activities were \$32.5M for the FY 2017-2018. The decrease is attributed to expenses in the prior year for Capital Improvement Projects (CIP) that were not in the current year.



City of Pittsburg
Management's Discussion and Analysis
For the year ended June 30, 2018

FINANCIAL ANALYSIS OF THE GOVERNMENT’S FUNDS

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

The Housing Authority (Section 8), which is reported as a Special Revenue Fund, saw an increase in fund balance of \$61k. This is due to a slight increase in program funding from HUD.

General Fund Budgetary Highlights – The final amended budget totaled \$41.9M, including \$1,435,832 for prior fiscal year budget carry forward totals and new appropriation amendments to the originally adopted budget. These amendments are briefly summarized below.

The City Council approved the of the following budget carry-forwards and amendments during the current fiscal year:

Contractual & Professional Services	Engineering	\$ 70,000	Police	\$ 18,137
Contractual & Professional Services	Building	33,000	Recreation	42,674
Contingencies	Non-Departmental	43,525	Building	(79,158)
Sister City Expenses	Economic Development	3,085	Planning	192,455
			City Attorney	(49,000)
			Human Resources	(18,528)
			City Manager	31,101
			City Council	(3,000)
			Graffiti Removal Program	(6,544)
			Public Works	(85,338)
			Engineering	(278,790)
			City Clerk	(36,497)
			Finance/Utility Billing	(93,748)
			Non-Departmental	<u>1,652,458</u>
Total Budget Carryovers		<u>\$ 149,610</u>	Total Amendments	<u>1,286,222</u>
			Grand Total	<u><u>\$ 1,435,832</u></u>

City of Pittsburg
Management's Discussion and Analysis
For the year ended June 30, 2018

At the close of the FY 2017-18, General Fund revenues exceeded the revised budget by \$2.1M. This increase is primarily attributable to higher sales tax collections due to continued economic recovery within the City.

General Fund Expenditures were \$33,547 lower than the original budget and \$823,650 lower than the revised budget. The reduced spending reflects staff's consistent efforts to maintain control over costs while awaiting the actual variable revenues to materialize such as sales and use taxes and pass-through payments. Staff has taken great care over the past several years to reduce or delay spending on non-critical items during the current fiscal year, in an effort to meet the requirements of the City's Budget Stabilization Ordinance. During the past year, the City saw savings in 1) contractual services of \$308,473 2) health insurance of \$128,541 and 3) operating expenses of \$386,636. As a result of delayed spending, the City has \$265,000 in budgetary carry forwards to FY 2018-19. These carryovers reflect the City's continued commitment to reinvest in the areas of greatest need, while exercising care in the manner in which it spends available resources.

Deferred revenue in the General Fund is \$1.0M and consists of \$797,000 for future infrastructure construction projects and \$203,000 for various projects within the City. Please see Note 4 for further explanation.

The City's Proprietary Funds provide the same type of information found in the Government-Wide Financial Statements, but with more detail. According to standardized Governmental reporting, the Water Fund, Sewer Fund, and Pittsburg Power Company are major funds. The Marina and Waterfront Operations Fund are not considered to be major funds; however, the City has elected to continue to report the Marina and Waterfront Operations Funds as major funds.

Total net position of the Business-Type Activities was \$133.6M at the end of the year; an increase of \$3.3M from the prior fiscal year.

City of Pittsburg
Management's Discussion and Analysis
For the year ended June 30, 2018

Capital Asset and Debt Administration – The City’s investment in capital assets for its Governmental and Business Type activities as of June 30, 2018, was \$397.7M (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, park facilities, roads, highways, bridges, water lines, and sewer and storm systems. The total decrease in the City’s investment in capital assets net of depreciation was \$1.5M as compared to prior year.

City of Pittsburg
Capital Assets
(Net of Depreciation)
June 30, 2018

	Governmental Activities		Business-Type Activities		Total	
	2017	2018	2017	2018	2017	2018
Non-depreciable assets:						
Land	\$ 33,763,463	\$ 34,687,011	\$ 1,646,186	\$ 1,646,186	\$ 35,409,649	\$ 36,333,197
Construction in Progress	17,750,305	15,203,098	24,915,875	28,833,255	42,666,180	44,036,353
Total	51,513,768	49,890,109	26,562,061	30,479,441	78,075,829	80,369,550
Depreciable assets (net of depreciation):						
Buildings and improvements	51,071,509	54,698,094	14,525,188	15,109,268	65,596,697	69,807,362
Machinery and Equipment	3,202,405	3,751,722	6,312,234	6,541,838	9,514,639	10,293,560
Infrastructure	148,710,072	142,080,674	97,344,138	95,194,024	246,054,210	237,274,698
Total	202,983,986	200,530,490	118,181,560	116,845,130	321,165,546	317,375,620
Total	\$ 254,497,754	\$ 250,420,599	\$ 144,743,621	\$ 147,324,571	\$ 399,241,375	\$ 397,745,170

Please see more detailed information regarding the City's capital assets in Note 6 of the Basic Financial Statements.

Debt Service Administration – At the end of the fiscal year, the City had total long-term debt outstanding of \$35.1 which consisted of; 2006 Pension Obligation Bonds in the amount of \$34.0M, a loan from California Energy Resources Conservation and Development Commission for conversion of the City's light poles to more energy efficiency LED lights in the amount of \$278,821, a telephone voice over internet protocol (VOIP) system capital lease for \$484,835, street sweeper capital lease for \$116,339 and a loan from PG&E to partially fund the replacement of the City Hall Chiller in the amount of \$209,740. As of June 30, 2018, the \$41.7M in Business-Type Activities Long Term Debt comprised of two revenue bonds in the Water and Sewer Funds, \$28.7M and \$2.3M respectively and a California Infrastructure and Economic Development Bank (I-Bank) loan for financing the modifications of Pittsburg Water Treatment Plant and other infrastructures in the amount of \$10.7M.

City of Pittsburg
Management's Discussion and Analysis
For the year ended June 30, 2018

City of Pittsburg
Long-Term Debt
June 30, 2018

	Governmental Activities		Business-Type Activities		Total	
	2017	2018	2017	2018	2017	2018
Pension Obligation Bonds	\$ 34,104,558	\$ 34,030,018	\$ -	\$ -	\$ 34,104,558	\$ 34,030,018
Energy Conservation Loan	343,493	278,821	-	-	343,493	278,821
Capital Lease - VOIP	-	484,835	-	-	-	484,835
Capital Lease - Street Sweeper	160,696	116,339	-	-	160,696	116,339
PG&E Efficient Loan	-	209,740	-	-	-	209,740
2008 A Revenue Bonds	-	-	-	-	-	-
2016 Water Revenue Refunding Bonds	-	-	29,605,000	28,650,000	29,605,000	28,650,000
2014 Waste Water Revenue Bonds	-	-	3,111,000	2,350,000	3,111,000	2,350,000
2014 I-Bank Loan	-	-	10,939,216	10,703,258	10,939,216	10,703,258
Total	\$ 34,608,747	\$ 35,119,753	\$ 43,655,216	\$ 41,703,258	\$ 78,263,963	\$ 76,823,011

PG&E Loan

On April 2018, the City obtained a ten year, interest free (0%), no fee loan from Pacific Gas and Electric (PG&E) in the amount of \$213,294, to partially fund the cost of replacing the City Hall chiller with an energy-efficient system. The loan is repayable from general funds. Principal payments are paid monthly with on-bill PG&E payments, commencing May 2018.

Please see more detailed information regarding the City's outstanding debt in Note 7 of the Basic Financial Statements.

Looking Forward

The City is proud of the results of the current years activities. Each Department Head and their Staff takes a great deal of pride providing top quality services to our residents and business community, while being fiscally conservative. This approach requires City staff to consistently monitor all of our expenses while exploring and utilizing every alternative revenue source.

Requests for Information – This financial report is designed to provide a general overview of the finances for the City of Pittsburg. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Pittsburg, Finance Department, 65 Civic Avenue, Pittsburg, California 94565.

**BASIC
FINANCIAL
STATEMENTS**



CITY OF PITTSBURG
Comprehensive Annual Financial Report
June 30, 2018

**GOVERNMENT-WIDE
FINANCIAL
STATEMENTS**



CITY OF PITTSBURG
Comprehensive Annual Financial Report
June 30, 2018

City of Pittsburg
STATEMENT OF NET POSITION
June 30, 2018

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and investments (Note 2)	\$ 41,550,297	\$ 43,013,028	\$ 84,563,325
Restricted cash and investments (Note 2)	2,896,981	339,177	3,236,158
Receivables:			
Accounts	8,389,689	5,014,299	13,403,988
Interest	394,068	-	394,068
Loans/notes (Note 3)	40,605,546	-	40,605,546
Internal balances (Note 1H)	(1,324,212)	1,324,212	-
Inventory	764,017	233,661	997,678
Prepaid items and other assets	269,013	292,662	561,675
Total current assets	<u>93,545,399</u>	<u>50,217,039</u>	<u>143,762,438</u>
Noncurrent assets:			
Capital assets (Note 6):			
Land and nondepreciable assets	49,890,109	30,479,441	80,369,550
Depreciable capital assets, net of accumulated depreciation	200,530,490	116,845,130	317,375,620
Total capital assets, net	<u>250,420,599</u>	<u>147,324,571</u>	<u>397,745,170</u>
Total Assets	<u>343,965,998</u>	<u>197,541,610</u>	<u>541,507,608</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension related (Note 11)	16,500,422	2,713,449	19,213,871
OPEB related (Note 12)	1,487,435	534,361	2,021,796
Total Deferred Outflows of Resources	<u>17,987,857</u>	<u>3,247,810</u>	<u>21,235,667</u>
LIABILITIES			
Current liabilities:			
Accounts payable	2,689,049	2,142,021	4,831,070
Salaries payable	1,499,237	45,591	1,544,828
Interest payable (Note 1J)	715,680	673,924	1,389,604
Refundable deposits	1,355,495	1,611,801	2,967,296
Taxes payable	15,109	142,356	157,465
Loans payable	131,813	-	131,813
Due to other agencies	12,281	-	12,281
Unearned revenue (Note 4)	1,460,047	1,497,034	2,957,081
Claims and judgment payable-due within one year (Note 10)	127,518	-	127,518
Compensated absences - due within one year (Note 1M)	1,738,342	473,090	2,211,432
Long-term debt - due within one year (Note 7)	2,414,750	2,331,240	4,745,990
Total current liabilities	<u>12,159,321</u>	<u>8,917,057</u>	<u>21,076,378</u>
Noncurrent liabilities:			
Compensated absences - due in more than one year (Note 1M)	579,446	157,697	737,143
Net pension liability (Note 11)	47,453,687	8,532,063	55,985,750
Net OPEB liability (Note 12)	26,700,160	9,591,840	36,292,000
Long-term debt - due in more than one year (Note 7)	32,705,003	39,372,018	72,077,021
Total noncurrent liabilities	<u>107,438,296</u>	<u>57,653,618</u>	<u>165,091,914</u>
Total Liabilities	<u>119,597,617</u>	<u>66,570,675</u>	<u>186,168,292</u>
DEFERRED INFLOWS OF RESOURCES			
Pension related (Note 11)	5,616,891	641,485	6,258,376
OPEB related (Note 12)	61,799	22,201	84,000
Total Deferred Inflows of Resources	<u>5,678,690</u>	<u>663,686</u>	<u>6,342,376</u>
NET POSITION (Note 9)			
Net investment in capital assets	<u>249,540,604</u>	<u>105,621,313</u>	<u>355,161,917</u>
Restricted for:			
Capital projects	11,002,903	15,640,276	26,643,179
Debt service	2,898,098	3,976,331	6,874,429
Special purpose projects (Note 9D)	7,302,697	339,177	7,641,874
Facility fee reserve	-	5,788,206	5,788,206
Total restricted net position	<u>21,203,698</u>	<u>25,743,990</u>	<u>46,947,688</u>
Unrestricted	<u>(34,066,754)</u>	<u>2,189,756</u>	<u>(31,876,998)</u>
Total Net Position	<u>\$ 236,677,548</u>	<u>\$ 133,555,059</u>	<u>\$ 370,232,607</u>

See accompanying notes to financial statements

City of Pittsburg
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2018

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	
Governmental Activities:						
General government	\$ 4,615,532	\$ 7,786,841	\$ -	\$ 741,134	\$ 3,912,443	\$ 3,912,443
City Council	67,947	-	-	-	(67,947)	(67,947)
City Manager and City Clerk	700,808	199	-	-	(700,609)	(700,609)
City Attorney	361,908	-	-	-	(361,908)	(361,908)
Human Resources	1,071,270	5,469	-	-	(1,065,801)	(1,065,801)
Finance and services	2,163,865	142,548	-	-	(2,021,317)	(2,021,317)
Community development and services	25,907,831	5,599,140	17,420,183	23,500	(2,865,008)	(2,865,008)
Public safety	28,241,337	3,333,157	504,273	268,221	(24,135,686)	(24,135,686)
Public works	14,832,846	768,170	-	100,000	(13,964,676)	(13,964,676)
Interest on long-term debt	4,031,806	-	-	-	(4,031,806)	(4,031,806)
Total Governmental Activities	81,995,150	17,635,524	17,924,456	1,132,855	(45,302,315)	(45,302,315)
Business-type Activities:						
Water Utility	18,728,126	21,468,810	-	-	\$ 2,740,684	2,740,684
Sewer Utility	3,027,448	5,280,083	-	-	2,252,635	2,252,635
Marina	2,369,801	2,046,221	-	-	(323,580)	(323,580)
Pittsburg Power	6,947,359	8,005,118	126,903	-	1,184,662	1,184,662
Water Front Operations	1,405,996	1,490,811	12,562	-	97,377	97,377
Total Business-type Activities	32,478,730	38,291,043	139,465	-	5,951,778	5,951,778
Total	\$ 114,473,880	\$ 55,926,567	\$ 18,063,921	\$ 1,132,855	(45,302,315)	(39,350,537)
General revenues:						
Taxes:						
Property taxes					3,972,711	3,972,711
Sales taxes					13,616,195	13,616,195
Franchise taxes					4,928,647	4,928,647
Gas taxes					1,720,291	1,720,291
Other taxes					10,248,840	10,248,840
Motor Vehicle in-lieu (unrestricted)					4,825,687	4,825,687
Investment earnings-unrestricted					606,136	430,232
Transfers (Note 5C)					1,544,688	(1,544,688)
Total General Revenues and Transfers					41,463,195	(1,114,456)
Change in Net Position					(3,839,120)	4,837,322
Net Position - Beginning of Year, as restated (Note 9)					240,516,668	128,717,737
Net Position-End of Year					\$ 236,677,548	\$ 133,555,059

See accompanying notes to financial statements

FUND FINANCIAL STATEMENTS

Governmental Fund Financial Statements

Proprietary Fund Financial Statements

Fiduciary Fund Financial Statements



CITY OF PITTSBURG
Comprehensive Annual Financial Report
June 30, 2018

GOVERNMENTAL FUND FINANCIAL STATEMENTS

General Fund is used for all the general revenues of the City not specifically levied or collected for other City funds and the related expenditures. The General Fund accounts for all financial resources which are not accounted for in another fund. The General Fund includes the Budget Stabilization and Economic Development fund balances and activity.

Housing Authority (Section 8) Special Revenue Fund was established to administer grants from the Housing and Urban Development Department (HUD) to subsidize the rental costs of low-income families and homeless veterans.

Successor Agency Housing Special Revenue Fund was established to account for activities related to the assets assumed by the City as Housing Successor to the Pittsburg Redevelopment Agency for the housing activities of the former Redevelopment Agency.

City of Pittsburg
Balance Sheet
Governmental Funds
June 30, 2018

	General Fund	Housing Authority (Section 8)	Successor Agency Housing
ASSETS			
Cash and investments (Note 2)	\$ 19,270,447	\$ 281,341	\$ 1,552,163
Restricted cash and investments (Note 2)	-	-	-
Receivables:			
Accounts	4,399,871	17,596	-
Interest	394,068	-	-
Loans and notes (Note 3)	3,480,077	-	32,510,675
Due from other funds (Note 5A)	502,427	-	-
Inventory	62,624	1,374	-
Prepaid items and other assets	90,885	13,278	-
Advances to other funds (Note 5B)	67,302	-	-
Total Assets	\$ 28,267,701	\$ 313,589	\$ 34,062,838
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 1,078,455	\$ 19,077	\$ 6,105
Salaries payable	1,484,460	4,836	185
Taxes payable	15,109	-	-
Refundable deposits	1,245,877	3,786	-
Loans payable	-	-	-
Due to other agencies	-	-	-
Due to other funds (Note 5A)	-	-	-
Advances from other funds (Note 5B)	743,857	-	-
Total Liabilities	4,567,758	27,699	6,290
Deferred Inflows of Resources:			
Unavailable revenue (Note 4B)	2,444,881	134,150	32,510,676
Total Liabilities and Deferred Inflows of Resources	7,012,639	161,849	32,516,966
Fund Balances (Note 9):			
Nonspendable	2,300,328	1,374	-
Restricted	-	150,366	1,545,872
Committed	-	-	-
Assigned	528,077	-	-
Unassigned	18,426,657	-	-
Total Fund Balances	21,255,062	151,740	1,545,872
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 28,267,701	\$ 313,589	\$ 34,062,838

See accompanying notes to basic financial statements

	Other Governmental Funds	Total Governmental Funds
\$	14,624,360	\$ 35,728,311
	2,896,981	2,896,981
	3,966,862	8,384,329
	-	394,068
	4,614,794	40,605,546
	-	502,427
	239,774	303,772
	21,975	126,138
	3,330,008	3,397,310
\$	29,694,754	\$ 92,338,882
\$	1,320,168	\$ 2,423,805
	-	1,489,481
	-	15,109
	105,832	1,355,495
	131,813	131,813
	12,281	12,281
	502,427	502,427
	3,772,310	4,516,167
	5,844,831	10,446,578
	4,764,558	39,854,265
	10,609,389	50,300,843
	261,749	2,563,451
	20,281,000	21,977,238
	2,240,940	2,240,940
	42,127	570,204
	(3,740,451)	14,686,206
	19,085,365	42,038,039
\$	29,694,754	\$ 92,338,882

City of Pittsburg
Reconciliation of the
Governmental Funds Balance Sheet
with the Statement of Net Position
June 30, 2018

Total fund balances reported on the Governmental Funds Balance Sheet \$ 42,038,039

Amounts reported for Governmental Activities in the Statement of Net Position are different from those reported in the Governmental Funds above because of the following:

CAPITAL ASSETS

Capital assets used in Governmental Activities are not current assets or financial resources and therefore are not reported in the Governmental Funds. 247,881,776

LONG TERM ASSETS AND LIABILITIES

The assets and liabilities below are not due and payable in the current period and therefore are not reported in the Governmental Funds:

Long-term debt	(34,308,839)
Interest payable	(715,680)
Compensated absences	(2,245,974)
Net pension liability and related deferred inflows/outflows	(36,570,156)
Net OPEB liability and related deferred inflows/outflows	(25,274,524)

ACCRUAL OF NON-CURRENT ITEMS

The amounts below included in the Statement of Activities do not provide or (require) the use of current financial resources and therefore are not reported as assets or liabilities in the Governmental Funds:

Unavailable revenue	38,394,218
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ALLOCATION OF INTERNAL SERVICE FUND NET POSITION

Internal Service Funds are not Governmental Funds. However, they are used by management to charge the costs of certain activities, such as insurance and central services and maintenance to individual Governmental Funds. The net current assets of the Internal Service Funds are therefore included in Governmental Activities in the following line items on the Statement of Net Position.

Cash and investments	5,821,986
Accounts receivable	5,360
Inventory	460,245
Prepaid/other assets	142,875
Capital assets	2,538,823
Accounts payable	(275,000)
Compensated absences	(71,814)
Advance from other funds	(205,355)
Claims and judgments payable	(127,518)
Capital lease	(810,914)

NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ 236,677,548
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See accompanying notes to financial statements



CITY OF PITTSBURG
Comprehensive Annual Financial Report
June 30, 2018

City of Pittsburg
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the year ended June 30, 2018

	General Fund	Housing Authority (Section 8)	Successor Agency Housing
REVENUES:			
Property tax	\$ 3,972,711	\$ -	\$ -
Sales tax	13,616,195	-	-
Franchise tax	4,770,630	-	-
Other taxes	2,034,756	-	-
Intergovernmental revenues	7,429,428	15,744,876	-
Permits, licenses, and fees	821,318	-	-
Fines and forfeitures	408,758	-	-
Special assessments	-	-	-
Service fees	3,967,368	1,101,914	7,860
Use of money and property	212,860	1,803	211,807
Other revenues	2,431,946	100,058	379,351
Total Revenues	39,665,970	16,948,651	599,018
EXPENDITURES:			
Current:			
General government	3,365,010	-	-
City Council	67,947	-	-
City Manager and City Clerk	611,975	-	-
City Attorney	362,194	-	-
Human resources	947,460	-	-
Finance and services	1,481,358	-	-
Community development and services	5,843,366	16,871,020	265,309
Public safety	25,144,170	-	-
Public works - administration	89,359	-	-
Public works - streets	2,375,063	-	-
Public works - parks	140,620	-	-
Capital outlay and improvements	-	-	-
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Total Expenditures	40,428,522	16,871,020	265,309
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(762,552)	77,631	333,709
OTHER FINANCING SOURCES (USES):			
Proceeds from sale of capital assets	37,560	-	-
Transfers in (Note 5C)	3,548,700	-	-
Transfers out (Note 5C)	(1,451,403)	(16,928)	(632)
Total Other Financing Sources (uses)	2,134,857	(16,928)	(632)
NET CHANGE IN FUND BALANCES	1,372,305	60,703	333,077
FUND BALANCES:			
Beginning of year	19,882,757	91,037	1,212,795
End of year	\$ 21,255,062	\$ 151,740	\$ 1,545,872

See accompanying notes to basic financial statements

Other Governmental Funds	Total Governmental Funds
\$ -	\$ 3,972,711
-	13,616,195
158,017	4,928,647
5,054,244	7,089,000
2,679,561	25,853,865
991,030	1,812,348
24,669	433,427
3,895,706	3,895,706
4,544,257	9,621,399
163,716	590,186
1,995,572	4,906,927
<u>19,506,772</u>	<u>76,720,411</u>
26,743	3,391,753
-	67,947
-	611,975
-	362,194
-	947,460
296,765	1,778,123
2,686,898	25,666,593
2,579,033	27,723,203
544,215	633,574
4,951,493	7,326,556
-	140,620
3,428,759	3,428,759
2,154,672	2,154,672
1,999,484	1,999,484
<u>18,668,062</u>	<u>76,232,913</u>
838,710	487,498
(20,463)	17,097
3,280,804	6,829,504
(4,339,222)	(5,808,185)
<u>(1,078,881)</u>	<u>1,038,416</u>
(240,171)	1,525,914
19,325,536	40,512,125
<u>\$ 19,085,365</u>	<u>\$ 42,038,039</u>

City of Pittsburgh
Reconciliation of the
Net Change in Fund Balances-Total Governmental Funds
with the Statement of Activities
For the year ended June 30, 2018

The schedule below reconciles the Net Changes in Fund Balances reported on the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance, which measures only changes in current assets and current liabilities on the modified accrual basis, with the Change in Net Position of Governmental Activities reported in the Statement of Activities, which is prepared on the full accrual basis.

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS \$ 1,525,914

Amounts reported for Governmental Activities in the Statement of Activities are different because of the following:

CAPITAL ASSETS TRANSACTIONS

Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is capitalized and allocated over their estimated useful lives and reported as depreciation expense.

The capital additions from the following departments are therefore added back to fund balance:

Capital outlay	3,428,759
Amounts charged to Public Works department	3,464,390
Depreciation expense is deducted from the fund balance (Depreciation expense is net of Internal Service Fund depreciation \$520,058 which has already been allocated to serviced funds.)	(10,553,040)
Retirements of capital assets are deducted from the fund balance	(1,308,171)
Land Contribution is added to the fund balance	405,399

LONG TERM DEBT AND PAYMENTS

Repayment of debt principal is added back to fund balance	2,154,672
Accreted interest is deducted from fund balance	(2,015,460)

ACCRUAL OF NON-CURRENT ITEMS

The amounts below included in the Statement of Activities do not provide or (require) the use of current financial resources and therefore are not reported as revenue or expenditures in governmental funds (net change):

Interest payable	10,906
Deferred revenue	(34,333)
Compensated absences	33,125
Net pension liability, deferred inflows and deferred outflows	(834,217)
Net OPEB liability, deferred inflows and deferred outflows	(1,138,775)

ALLOCATION OF INTERNAL SERVICE FUND ACTIVITY

Internal Service Funds are used by management to charge the costs of certain activities, such as equipment acquisition, maintenance, and insurance to individual funds. The portion of the net revenue (expense) of these Internal Service Funds arising out of their transactions with governmental funds is reported with governmental activities, because they service those activities.

Change in Net Position - All Internal Service Funds	1,021,711
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CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES \$ (3,839,120)

See accompanying notes to financial statements

PROPRIETARY FUND FINANCIAL STATEMENTS

The enterprise funds account for activities that are financed and operated in a manner similar to private business enterprises. The City Council has determined that the costs of providing the following services to the public be recovered primarily through user charges.

Water Utility Fund -This fund accounts for the revenues and expenses associated with management, operation, and maintenance of water treatment and distribution system to water customers of the City of Pittsburg. It also accounts for the maintenance of water plant, distribution reservoirs, and water lines.

Sewer Utility Fund -This fund accounts for the revenues and expenses associated with the maintenance and repair of 126 miles of sewer mains, sewer lift stations and sewer laterals within the City's right-of-way.

Marina Fund -This fund accounts for the revenues received from Marina berth rentals, from sales of gasoline, and expenditures from operation and maintenance.

Pittsburg Power Fund - This fund was created by the Joint Powers Agreement between the City of Pittsburg and the Redevelopment Agency to develop revenue streams, to manage different activities for power related projects, capital improvement projects, and bond issuance process. This fund also accounts for expenditures incurred in maintenance of the facilities, in distributing gas and electricity to the industries, schools, business, and residents of Mare Island, in Vallejo, and to account for revenues collected from services to customers.

Water Front Operations Fund - This fund was created for the collection of rents and other trust revenues from the tidelands granted by the Contra Costa County Local Agency Formation Commission within Pittsburg's city limits. The City shall submit a plan indicating details of intended development, preservation, or other use of the trust lands. Any use of the trust lands shall be consistent with the plan as approved by the Commission.

City of Pittsburgh
Statement of Net Position
Proprietary Funds
June 30, 2018

	Major Enterprise Funds		
	Water Utility	Sewer Utility	Marina
ASSETS			
Current assets:			
Cash and investments (Note 2)	\$ 22,282,686	\$ 10,335,206	\$ 1,552,419
Restricted cash and investments (Note 2)	339,177	-	-
Receivables:			
Accounts	3,185,049	664,669	12,181
Inventory	128,301	24,823	9,149
Prepaid items and other assets	-	-	347
Total current assets	<u>25,935,213</u>	<u>11,024,698</u>	<u>1,574,096</u>
Noncurrent assets:			
Advance to other funds (Note 5B)	-	858,443	-
Capital assets (Note 6):			
Land and nondepreciable assets	24,691,815	3,973,929	-
Depreciable assets, net	69,072,248	26,369,498	12,502,777
Total noncurrent assets	<u>93,764,063</u>	<u>31,201,870</u>	<u>12,502,777</u>
Total Assets	<u>119,699,276</u>	<u>42,226,568</u>	<u>14,076,873</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension related (Note 11)	1,317,921	310,099	232,574
OPEB related (Note 12)	294,980	73,998	46,299
Total Deferred Outflow of Resources	<u>1,612,901</u>	<u>384,097</u>	<u>278,873</u>
LIABILITIES			
Current liabilities:			
Accounts payable	881,505	393,770	50,441
Salaries payable	26,834	5,089	4,088
Refundable deposits	1,304,682	5,000	81,051
Taxes payable	-	-	3,185
Accrued interest payable	670,889	3,035	-
Unearned revenue (Note 4)	-	-	-
Compensated absences payable - due within one year (Note 1M)	224,168	58,925	64,200
Claims and judgments payable - due within one year (Note 10C)	-	-	-
Long-term debt - due within one year (Note 7)	1,559,240	772,000	-
Total current liabilities	<u>4,667,318</u>	<u>1,237,819</u>	<u>202,965</u>
Noncurrent liabilities:			
Advance from other funds (Note 5B)	-	-	-
Compensated absences payable - due in more than one year (Note 1M)	74,723	19,642	21,400
Net pension liability (Note 11)	4,144,145	975,093	731,320
Net OPEB liability (Note 12)	5,294,927	1,328,268	831,075
Long-term debt - due in more than one year (Note 7)	37,794,018	1,578,000	-
Total noncurrent liabilities	<u>47,307,813</u>	<u>3,901,003</u>	<u>1,583,795</u>
Total Liabilities	<u>51,975,131</u>	<u>5,138,822</u>	<u>1,786,760</u>
DEFERRED INFLOWS OF RESOURCES			
Pension related (Note 11)	311,579	73,313	54,984
OPEB related (Note 12)	12,256	3,074	1,924
Total Deferred Inflows of Resources	<u>323,835</u>	<u>76,387</u>	<u>56,908</u>
NET POSITION (Note 9)			
Net investment in capital assets	54,410,805	27,993,427	12,502,777
Restricted for:			
Capital projects	3,394,324	10,268,432	-
Debt service	3,170,897	805,434	-
Special purpose	339,177	-	-
Facility fees	5,129,829	658,377	-
Unrestricted	2,568,179	(2,330,214)	9,301
Total Net Position	<u>\$ 69,013,211</u>	<u>\$ 37,395,456</u>	<u>\$ 12,512,078</u>

See accompanying notes to basic financial statements

Major Enterprise Funds		Total Enterprise Funds	Governmental Activities Internal Service Funds
Pittsburg Power	Water Front Operations		
\$ 6,975,064	\$ 1,867,653	\$ 43,013,028	\$ 5,821,986
-	-	339,177	-
1,148,146	4,254	5,014,299	5,360
71,388	-	233,661	460,245
183,473	108,842	292,662	142,875
<u>8,378,071</u>	<u>1,980,749</u>	<u>48,892,827</u>	<u>6,430,466</u>
465,769	-	1,324,212	-
1,791,625	22,072	30,479,441	501,070
8,663,054	237,553	116,845,130	2,037,753
<u>10,920,448</u>	<u>259,625</u>	<u>148,648,783</u>	<u>2,538,823</u>
<u>19,298,519</u>	<u>2,240,374</u>	<u>197,541,610</u>	<u>8,969,289</u>
697,803	155,052	2,713,449	-
<u>92,598</u>	<u>26,486</u>	<u>534,361</u>	<u>-</u>
790,401	181,538	3,247,810	-
465,919	350,386	2,142,021	265,244
8,051	1,529	45,591	-
56,950	164,118	1,611,801	9,756
139,171	-	142,356	-
-	-	673,924	-
952,825	544,209	1,497,034	-
99,841	25,956	473,090	53,860
-	-	-	127,518
-	-	2,331,240	188,123
<u>1,722,757</u>	<u>1,086,198</u>	<u>8,917,057</u>	<u>644,501</u>
-	-	-	205,355
33,280	8,652	157,697	17,954
2,193,959	487,546	8,532,063	-
1,662,151	475,419	9,591,840	-
-	-	39,372,018	622,791
<u>3,889,390</u>	<u>971,617</u>	<u>57,653,618</u>	<u>846,100</u>
<u>5,612,147</u>	<u>2,057,815</u>	<u>66,570,675</u>	<u>1,490,601</u>
164,953	36,656	641,485	-
<u>3,847</u>	<u>1,100</u>	<u>22,201</u>	<u>-</u>
168,800	37,756	663,686	-
10,454,679	259,625	105,621,313	1,937,649
1,605,945	371,575	15,640,276	-
-	-	3,976,331	-
-	-	339,177	-
-	-	5,788,206	-
<u>2,247,349</u>	<u>(304,859)</u>	<u>2,189,756</u>	<u>5,541,039</u>
<u>\$ 14,307,973</u>	<u>\$ 326,341</u>	<u>\$ 133,555,059</u>	<u>\$ 7,478,688</u>

City of Pittsburgh
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2018

	Major Enterprise Funds		
	Water Utility	Sewer Utility	Marina
OPERATING REVENUES:			
Charges for services	\$ 19,973,439	\$ 5,082,299	\$ 1,293,645
Meter fees	34,336	-	-
Other fees	313,955	-	75
Facility reserve fees	724,671	111,218	-
Rent and concessions	-	-	74,512
Gas and oil sales	-	-	663,277
Other operating revenues	422,409	86,566	14,712
Total Operating Revenues	21,468,810	5,280,083	2,046,221
OPERATING EXPENSES:			
Salaries and wages	3,245,279	837,781	438,375
Department supplies	6,468,305	43,239	512,677
Rentals	11,280	922	17,187
Utilities	778,766	10,005	146,068
Maintenance and operations	635,105	26,663	123,756
Depreciation (Note 6)	1,593,839	905,829	523,873
Insurance premiums	-	-	-
Insurance deductible	138,573	33,497	19,546
Fringe benefits	3,051,829	748,921	448,178
Other operating expenses	1,153,907	375,669	140,141
Total Operating Expenses	17,076,883	2,982,526	2,369,801
OPERATING INCOME (LOSS)	4,391,927	2,297,557	(323,580)
NONOPERATING REVENUES (EXPENSES):			
Investment earnings	132,813	64,135	8,112
Interest and fiscal charges	(1,651,243)	(44,922)	-
Gain (loss) on disposal of assets	(25,482)	(15,000)	-
Total Nonoperating Revenues (Expenses)	(1,543,912)	4,213	8,112
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	2,848,015	2,301,770	(315,468)
CONTRIBUTIONS AND TRANSFERS:			
Capital contributions	-	-	-
Transfers in (Note 5C)	682,284	-	-
Transfers out (Note 5C)	(367,907)	(718,142)	(43,707)
Total Contributions and Transfers	314,377	(718,142)	(43,707)
Change in Net Position	3,162,392	1,583,628	(359,175)
NET POSITION:			
Beginning of Year, as restated (Note 9E)	65,850,819	35,811,828	12,871,253
End of Year	\$ 69,013,211	\$ 37,395,456	\$ 12,512,078

See accompanying notes to basic financial statements

Major Enterprise Funds		Total	Governmental
Pittsburg	Water Front	Enterprise	Activities
Power	Operations	Funds	Internal
			Service Funds
\$ 6,464,888	\$ 4,317	\$ 32,818,588	\$ 10,416,223
-	-	34,336	-
894,391	-	1,208,421	-
-	-	835,889	-
235,273	1,477,293	1,787,078	-
-	-	663,277	-
537,469	21,763	1,082,919	73,006
8,132,021	1,503,373	38,430,508	10,489,229
1,432,965	347,171	6,301,571	591,384
2,088,242	997	9,113,460	788,522
27,836	1,398	58,623	38,134
46,438	-	981,277	342,727
868,628	108,856	1,763,008	1,373,630
515,654	6,647	3,545,842	520,058
124,886	-	124,886	1,177,954
27,503	14,065	233,184	87,769
1,213,473	319,205	5,781,606	5,059,723
721,193	607,657	2,998,567	(17,929)
7,066,818	1,405,996	30,902,024	9,961,972
1,065,203	97,377	7,528,484	527,257
158,556	10,241	373,857	(27,768)
119,459	-	(1,576,706)	-
96,857	-	56,375	(1,147)
374,872	10,241	(1,146,474)	(28,915)
1,440,075	107,618	6,382,010	498,342
-	-	-	-
50,000	22,072	754,356	874,845
(1,160,571)	(8,717)	(2,299,044)	(351,476)
(1,110,571)	13,355	(1,544,688)	523,369
329,504	120,973	4,837,322	1,021,711
13,978,469	205,368	128,717,737	6,456,977
\$ 14,307,973	\$ 326,341	\$ 133,555,059	\$ 7,478,688

City of Pittsburg
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2018

	Major Enterprise Funds		
	Water Utility	Sewer Utility	Marina
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from customers	\$ 20,841,272	\$ 5,233,894	\$ 2,090,862
Cash payments to suppliers of goods and services	(9,442,948)	(177,092)	(942,983)
Cash payments to or on behalf of employees for services	(5,652,703)	(1,429,509)	(776,072)
Other operating revenues	422,409	86,566	14,712
Net cash provided (used) by operating activities	6,168,030	3,713,859	386,519
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Interfund receipts	-	23,981	-
Interfund payments	-	(653,088)	-
Transfers in	682,284	-	-
Transfers out	(367,907)	(718,142)	(43,707)
Net cash provided (used) by noncapital financing activities	314,377	(1,347,249)	(43,707)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Principal paid on long-term debt	(1,190,958)	(761,000)	-
Interest and fiscal charges paid on long-term debt	(1,662,653)	(45,905)	-
Payments made on capital lease	-	-	-
Proceeds from capital lease	-	-	-
Proceeds from sale of capital assets	-	(15,000)	-
Capital contributions received	-	-	-
Acquisition of capital assets	(1,828,575)	(3,459,617)	(14,613)
Net cash provided (used) by capital and related financing activities	(4,682,186)	(4,281,522)	(14,613)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest on investments	132,813	64,135	8,112
Net cash provided (used) by investing activities	132,813	64,135	8,112
Net increase (decrease) in cash and cash equivalents	1,933,034	(1,850,777)	336,311
CASH AND CASH EQUIVALENTS:			
Beginning of Year	20,688,829	12,185,983	1,216,108
End of Year	\$ 22,621,863	\$ 10,335,206	\$ 1,552,419
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	\$ 4,391,927	\$ 2,297,557	\$ (323,580)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	1,593,839	905,829	523,873
Changes in operating assets and liabilities:			
Accounts receivable	(230,611)	25,377	59,700
Inventory	25,482	15,000	-
Prepaid items	-	-	(347)
Accounts payable	(355,294)	312,903	17,742
Salaries and wages payable	26,834	5,089	4,088
Refundable deposits	98,282	-	(1,281)
Taxes payable	-	-	(69)
Unearned revenue	-	-	-
Compensated absences	16,737	8,158	3,590
Due to retirement system	435,499	102,471	76,852
Due to OPEB system	165,335	41,475	25,951
Insurance claims payable	-	-	-
Net cash provided (used) by operating activities	\$ 6,168,030	\$ 3,713,859	\$ 386,519

See accompanying notes to basic financial statements

Major Enterprise Funds		Total Enterprise Funds	Governmental Activities
Pittsburg Power	Water Front Operations		Internal Service Funds
\$ 7,521,139	\$ 1,500,823	\$ 37,187,990	\$ 10,547,603
(3,753,685)	(424,136)	(14,740,844)	(5,629,247)
(2,330,796)	(594,508)	(10,783,588)	(4,098,575)
537,469	21,763	1,082,919	73,006
<u>1,974,127</u>	<u>503,942</u>	<u>12,746,477</u>	<u>892,787</u>
-	-	23,981	-
(90,769)	-	(743,857)	(23,981)
50,000	22,072	754,356	874,845
(1,160,571)	(8,717)	(2,299,044)	(351,476)
<u>(1,201,340)</u>	<u>13,355</u>	<u>(2,264,564)</u>	<u>499,388</u>
-	-	(1,951,958)	-
119,459	-	(1,589,099)	-
-	-	-	(44,357)
-	-	-	694,575
71,375	-	56,375	12,482
-	-	-	-
<u>(753,054)</u>	<u>(70,933)</u>	<u>(6,126,792)</u>	<u>(1,019,195)</u>
<u>(562,220)</u>	<u>(70,933)</u>	<u>(9,611,474)</u>	<u>(356,495)</u>
158,556	10,241	373,857	(27,768)
<u>158,556</u>	<u>10,241</u>	<u>373,857</u>	<u>(27,768)</u>
369,123	456,605	1,244,296	1,007,912
6,605,941	1,411,048	42,107,909	4,814,074
<u>\$ 6,975,064</u>	<u>\$ 1,867,653</u>	<u>\$ 43,352,205</u>	<u>\$ 5,821,986</u>
\$ 1,065,203	\$ 97,377	\$ 7,528,484	\$ 527,257
515,654	6,647	3,545,842	520,058
(134,063)	(3,642)	(283,239)	131,380
28,983	1,529	70,994	13,630
(1,584)	(5,332)	(7,263)	(120,475)
125,195	308,837	409,383	(71,187)
8,051	-	44,062	10,200
19,350	-	116,351	-
6,496	-	6,427	-
33,251	26,658	59,909	-
25,213	5,791	59,489	11,660
230,477	51,233	896,532	-
51,901	14,844	299,506	-
-	-	-	(129,736)
<u>\$ 1,974,127</u>	<u>\$ 503,942</u>	<u>\$ 12,746,477</u>	<u>\$ 892,787</u>



CITY OF PITTSBURG
Comprehensive Annual Financial Report
June 30, 2018

FIDUCIARY FUND FINANCIAL STATEMENTS

The fiduciary funds account for resources received and are held by the City in a fiduciary capacity. Disbursements are made in accordance with the trust agreement or applicable legislative enactment for each fund.

Successor Agency to the Redevelopment Agency Private - Purpose Trust - This fund was established to account for the activities of the Successor Agency to the former Redevelopment Agency of the City of Pittsburg.

Agency Funds -These funds were created to account for all of the Assessment District Bonds, Environmental and Other Impact Fees. Special assessments received are used to meet the debt service requirements and to pay for the administrative costs. The environment impact fees are collected and utilized for environmental improvement projects and the other impact fees are collected on behalf of other agencies and remitted to them for their improvement projects. Other agencies include Contra Costa Fire Protection District (CCFPD), Contra Costa Water District (CCWD) and the East Contra Costa Regional Fee and Finance Authority (ECCRFF).

City of Pittsburgh
Statement of Fiduciary Net Position
June 30, 2018

ASSETS	Successor Agency to the Redevelopment Agency Private-Purpose Trust	Agency Funds
Cash and investments (Note 2)	\$ 1,611,742	\$ 4,450,829
Cash and investments held by fiscal agent (Note 2)	42,724,353	2,779,939
Assessment receivable	-	2,012,666
Accounts receivable	12,662	-
Inventory	16,821	-
Prepaid	429	-
Loans receivable (Notes 14A)	9,209,617	-
Capital assets (Note 14B):		
Land and construction in progress	6,367,790	-
Depreciable capital assets, net	1,590,130	-
Total Assets	\$ 61,533,544	\$ 9,243,434
LIABILITIES		
Accounts payable	62,216	164,158
Interest payable	4,038,105	-
Refundable deposits	150	-
Deferred assessments	-	1,959,136
Due to other parties	-	43,336
Due to other governments	564,167	-
Due to bond-holders	-	7,076,804
Compensated absences payable:		
Due within one year	16,683	-
Due within more than one year	5,561	-
Long-term obligations (Note 14C):		
Due in one year	25,157,047	-
Due in more than one year	266,388,123	-
Total Liabilities	296,232,052	\$ 9,243,434
NET POSITION		
Held in Trust for Private Purpose	\$ (234,698,508)	

See accompanying notes to financial statements

City of Pittsburg
Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2018

ADDITIONS	Successor Agency to the Redevelopment Agency Private-Purpose Trust
Property tax	\$ 33,553,848
Use of money and property	459,597
Other revenues	454,212
Total Additions	<u>34,467,657</u>
DEDUCTIONS	
General administration	401,015
Pass-throughs	2,188,195
Loss on disposition of capital assets (Note 14B)	9,400,938
Transfer of land to the City (Note 14B)	405,399
Depreciation expense (Note 14B)	43,542
Interest and fiscal charges	12,126,939
Total Deductions	<u>24,566,028</u>
Change in Net Position	9,901,629
NET POSITION HELD IN TRUST	
Beginning of Year	<u>(244,600,137)</u>
End of Year	<u>\$ (234,698,508)</u>

See accompanying notes to financial statements



CITY OF PITTSBURG
Comprehensive Annual Financial Report
June 30, 2018

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of Pittsburg, California, (City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Boards (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. Reporting Entity

The City was incorporated under the General Laws of the State of California and enjoys all the rights and privileges pertaining to such "General Law" cities. The City uses the City Council/Manager form of government. The financial reporting entity consists of (a) the primary government, the City, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the primary government's exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The criteria used in determining the scope of the reporting entity are based on the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, as amended by No. 61. The City is the primary governmental unit. Component units are those entities which are financially accountable to the primary government, either because the City appoints a voting majority of the component unit's board, or because the component unit will provide a financial benefit or impose a financial burden on the City. The following entities have been accounted for as "blended" component units of the City. Despite being legally separate, these entities are so intertwined with the City that they are, in substance, part of the City's operations. Accordingly, the balances and transactions of these component units are reported within the funds of the City. Balances for these entities are reported as separate funds in the special revenue and enterprise funds. The following specific criteria are used in determining that these other entities are blended component units:

- The members of the City Council also act as the governing bodies of the entities.
- The entities are managed by employees of the City. A portion of the City's salary and overhead expenses are billed to the entities each year.
- The City and the entities are financially interdependent. The City makes loans to the entities for community development purposes and for operational purposes. General revenues of the agencies are used to repay the loans to the City.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING (Continued)

The following is a brief review of the component units included in the accompanying basic financial statements of the City:

Housing Authority

Housing Authority Section 8, in the accompanying financial statements, was established to account for Federal funds for low income housing under both certificate and voucher programs. The Housing Authority also administers the Veterans Affairs Supportive Housing (VASH), which provides rental and other clinical services to homeless veterans. The Housing Authority is reported as a blended component unit because the Board is made up of the City Council members, and the Housing Authority has a financial benefit/burden relationship with the City. The Housing Authority is reported in the special revenue fund of the City. No separate financial report is issued by the Housing Authority.

Pittsburg Infrastructure Financing Authority

The Public Infrastructure Financing Authority (PIFA) was established by a Joint Exercise of Powers Agreement dated December 5, 1994, by and among the City and the former Redevelopment Agency, and is qualified to issue bonds under the Mello-Roos Local Bond Pooling Act of 1985. The PIFA was formed to finance the acquisition of certain public improvements and to refinance prior outstanding special assessment district debt with City commitment. The PIFA is reported as a blended component unit because its governing body consists of City Council members, and the PIFA has a financial benefit/burden relationship with the City. The PIFA is currently inactive; therefore, no separate financial report is issued.

Southwest Pittsburg GHAD II

The Southwest Pittsburg GHAD II (GHAD) was established by City Council in order to provide maintenance of slope stability in the open spaces areas of Southwest Pittsburg. Funding for the GHAD is provided through assessment fees levied on the property taxes of the homes built on the hillside areas. This fund centralizes the accounting for the revenues and expenses associated with GHAD as required by law.

Pittsburg Power Company

The Pittsburg Power Company (the Company) was established by a Joint Exercise of Powers Agreement dated September 23, 2006, by and among the City and the Agency. The Company was formed to establish a municipal utility for natural gas and electric service. The Company is reported in the Pittsburg Power enterprise fund of the City. No separate financial report is issued by the Company.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING (Continued)

Pittsburg Arts and Community Foundation

The Pittsburg Arts and Community Foundation (PACF) was created as an independent non-profit corporation set up to increase, support and encourage art, literacy, education, economic development, affordable housing and other community resources and programs to benefit the City of Pittsburgh and its residents.

Since the City of Pittsburgh and PACF have the same governing board, have a financial benefit/burden relationship and the City can impose its will on PACF, it is required to be reported as a blended component unit of the City. Its financial information can be found as a special revenue fund under non-major Governmental Funds. No separate financial report is issued by PACF.

B. Basis of Accounting and Measurement Focus

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for in a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. City resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

Government-Wide Financial Statements

The Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the City accompanied by a total column.

These financial statements are presented on an “*economic resources*” measurement focus and the accrual basis of accounting. Accordingly, all of the City’s assets and deferred outflows and liabilities and deferred inflows, including capital assets, as well as infrastructure assets, and long-term liabilities and deferred inflows, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Certain types of transactions reported as program revenues for the City are reported in three categories:

- Charges for services
- Operating grants and contributions
- Capital grants and contributions

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING (Continued)

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to inter-fund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated. The following inter-fund activities have been eliminated:

- Due to/from other funds
- Advances from/to other funds
- Transfers in/out

The City applies all applicable GASB pronouncements (including all NCGA Statements and Interpretations currently in effect).

Governmental Fund Financial Statements

Governmental Fund Financial Statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in net position as presented in these statements to the net position presented in the Government-Wide financial statements. The City has presented all major funds that met the qualifications for major fund reporting. The following are descriptions of the major funds.

General Fund - This fund is used for all the general revenues of the City not specifically levied or collected for other City funds and the related expenditures. The General Fund accounts for all financial resources which are not accounted for in another fund. To comply with GASB 54, the Budget Stabilization, Economic Development and California Theatre balances are combined and reported under the General Fund. Details are as follows:

Fund	Balances
General Fund	\$ 18,846,808
Budget Stabilization	2,250,000
Economic Development	158,254
Total	<u>\$ 21,255,062</u>

Housing Authority (Section 8) Special Revenue Fund - This fund was established to administer grants from Housing and Urban Development Department (HUD) to subsidize the rental costs of low-income families and veterans.

Successor Agency Housing Fund - This fund accounts for the activities related to the housing assets assumed by the City as Housing Successor to the former Redevelopment Agency. The activities are governed by California redevelopment law and must be used to provide housing for people with low and moderate incomes.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING (Continued)

All governmental funds are accounted for on a spending or "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. The Statement of Revenues, Expenditures and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current position. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the City, are property tax, charges for services, Federal and State grants, sales taxes and earnings on investments. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Reconciliations of the Fund Financial Statements to the Government-Wide Financial Statements are provided to explain the differences created by the integrated approach.

Proprietary Fund Financial Statements

Proprietary Fund Financial Statements include a Statement of Fund Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and non-major funds aggregated.

A separate column representing internal service funds is also presented in these statements. However, internal service balances and activities have been combined with the governmental and business-type activities in the government-wide financial statements as appropriate.

Proprietary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows, liabilities and deferred inflows (whether current or noncurrent) are included on the Statement of Fund Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Operating revenues in the proprietary fund are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING (Continued)

The following are descriptions of the major enterprise funds.

Water Utility Fund - This fund accounts for the revenues and expenses associated with management, operation, and maintenance of water treatment and distribution system to water customers of the City of Pittsburg. It also accounts for the maintenance of water plant, distribution reservoirs, and water lines.

Sewer Utility Fund - This fund accounts for the revenues and expenses associated with the maintenance and repair of 126 miles of sewer mains, sewer lift stations and sewer laterals within the City's right-of-way.

Marina Fund - This fund accounts for the revenues received from Marina berth rentals, from sales of gasoline, and expenses from operation and maintenance.

Pittsburg Power Fund - This fund was created by the Joint Powers Agreement between the City of Pittsburg and the former Redevelopment Agency to develop revenue streams, to manage different activities for power related projects, capital improvement projects, and bond issuance process. This fund also accounts for expenditures incurred in maintenance of the facilities, in distributing gas and electricity to the industries, schools, business, and residents of Mare Island, in Vallejo, and to account for revenues collected from services to customers.

Water Front Operations Fund - This fund was created for the collection of rents and other trust revenues from the tidelands granted by the Contra Costa County Local Agency Formation Commission within Pittsburg's city limits. The City shall submit a plan indicating details of intended development, preservation, or other use of the trust lands. Any use of the trust lands shall be consistent with the plan as approved by the Commission.

Internal service fund balances and activities have been combined with governmental activities in the government-wide financial statements, and are comprised of the following funds:

Fleet Maintenance Fund - Used to account for the costs of operating, maintaining, and replacing automotive equipment used by other departments. Rental rates charged to the using departments include operating costs and equipment depreciation.

Building Maintenance Fund - Used to account for the cost of maintaining all City governmental buildings.

Insurance Fund - Used to account for revenues from charges to operating departments sufficient to provide adequate reserve for future claims.

Information/Communication Services Fund - Used to account for the cost of operating, maintaining and replacing a data processing system. Rental rates charged to the using departments include operating cost and equipment depreciation.

Fringe Benefits Fund - Used to allocate fringe costs to various departments.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING (Continued)

Other Post-Employment Benefits (OPEB) Fund - Used to reduce unfunded OPEB liabilities and to pay the City's portion of current year retiree medical expenses. This fund receives its funding from surplus funds beyond the maximum amount required for the Budget Stabilization reserve (25% of surplus) and from Citywide allocations based on salaries.

The City also reports fiduciary fund types.

Fiduciary Fund Financial Statements - Fiduciary fund financial statements include a Statement of Fiduciary Net Position and a Statement of Change in Fiduciary Net Position. The City's fiduciary funds represent a private purpose trust fund, a pension trust fund and agency funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

The Fiduciary funds are accounted for on the accrual basis of accounting as are the Proprietary funds explained above.

Successor Agency to the Redevelopment Agency Private Purpose Trust Fund (Successor Agency) - This fund was created to account for the accumulation of resources to be used for payments at appropriate amounts and times in the future.

Agency Funds - These funds were created to account for all of the Assessment District Bonds, Environmental and Other Impact Fees. Special assessments received are used to meet the debt service requirements and to pay for the administrative costs. The environmental impact fees are collected and utilized for environmental improvement projects and the other impact fees are collected on behalf of other agencies and remitted to them for their improvement projects. Other agencies include Contra Costa Fire Protection District (CCFPD), Contra Costa Water District (CCWD) and the East Contra Costa Regional Fee and Finance Authority (ECCRFF).

C. Use of Restricted/Unrestricted Net Position

When an expense is incurred for purposes for which both restricted and unrestricted net position are available, the City's policy is to apply restricted net position first.

D. Spending Policy

The City's policy is to spend restricted fund balances first, before spending unrestricted fund balances, for expenditures incurred for purposes for which both restricted and unrestricted fund balances are available, except for instances wherein an Agency ordinance or resolution specifies the fund balance.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING (Continued)

The Agency's policy is that committed and assigned fund balances are considered to have been spent first before unassigned fund balances have been spent, when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used, except for instances wherein an Agency ordinance specifies the fund balance.

E. Cash and Investments

The City pools its available cash for investment purposes. The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with an original maturity of three months or less from the date of acquisition. Cash and cash equivalents are combined with investments and displayed as Cash and Investments.

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, highly liquid market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value. Market value is used as fair value for those securities for which market quotations are readily available.

The City participates in an investment pool managed by the State of California, entitled Local Agency Investment Fund (LAIF), which has invested a portion of the pool funds in Structured Notes and Asset-Backed Securities. LAIF's investments are subject to credit risk with the full faith and credit of the State of California collateralizing these investments. In addition, these Structured Notes and Asset-Backed Securities are subject to market risk as to change in interest rates.

In accordance with GASB Statement No. 40, *Deposit and Investment Disclosures (Amendment of GASB No. 3)*, certain disclosure requirements for Deposits and Investment Risks were made in the following areas:

- Interest Rate Risk
- Credit Risk
- Overall Custodial Credit Risk
- Concentrations of Credit Risk

In addition, other disclosures are specified including use of certain methods to present deposits and investments, highly sensitive investments, credit quality at year-end and other disclosures.

F. Restricted Cash and Investments

Certain restricted cash and investments are held by fiscal agents for the redemption of bonded debt and for acquisition and construction of capital projects.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING (Continued)

G. Property Taxes

Under California law, property taxes are assessed and collected by the counties up to 1% of assessed value, plus other increases approved by the voters. The property taxes go into a pool, and are then allocated to the cities based on complex formulas. Accordingly, the City accrues only those taxes which are receivable from the county within sixty days after year-end.

Lien Date	January 1
Levy Date	July 1
Due Date	Secured: November 1 and February 1 Unsecured: July 1
Collection Date	Secured: December 10 and April 10 Unsecured: August 31

Property taxes levied are recorded as revenue when received, in the fiscal year of levy, because of the adoption of the “alternate method of property tax distribution,” known as the Teeter Plan, by the City and Contra Costa County. The Teeter Plan authorizes the Auditor/Controller of Contra Costa County to allocate 100% of the secured property taxes billed, but not yet paid.

H. Interfund Balances/Internal Balances

Advances to and advances from other funds represent inter-fund loans in the fund financial statements. Advances between funds are offset by a fund balance reservation or by deferred revenue in the applicable governmental funds to indicate that they are not expendable available financial resources.

Any unpaid interest due to lack of funds in the borrowing fund increases the principal owed and is reported in the lending fund as deferred revenue.

All other outstanding balances between funds are reported as due to and due from other funds. These are generally repaid within the following fiscal year.

Any residual balances outstanding between the governmental activities and business-type activities are reported in the Government-Wide Financial Statements as “internal balances.”

I. Capital Assets

Capital assets, which include land, buildings, improvements other than buildings, machinery and equipment and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities in the Government-Wide Financial Statements. Capital assets are recorded at historical cost or estimated historical cost if actual cost is not available. Contributed capital assets are valued at their estimated acquisition value on the date contributed.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING (Continued)

City policy has set the capitalization thresholds for reporting capital assets as follows:

- General Capital Assets \$5,000
- Infrastructure Capital Assets \$25,000

Depreciation is recorded on a straight-line method over the useful lives of the assets as follows:

- Building and Improvements 30 - 45 years
- Machinery and Equipment 5 - 20 years
- Infrastructure 30 - 75 years

The GASB Statement No. 34 requires the inclusion of infrastructure capital assets in local governments' basic financial statements. In accordance with GASB Statement No. 34, the City has included the value of all infrastructure assets in its Government-Wide Financial Statements.

The City defines infrastructure as the basic physical assets that allow the City to function. The assets include:

- Street system
- Site amenities such as parking and landscaped areas used by the City in the conduct of its business.
- Water and sewer plants

Each major infrastructure system can be divided into subsystems. For example the street system can be subdivided into pavement, curb and gutters, sidewalks, medians, streetlights, traffic control devices (signs, signals and pavement markings), landscaping and land. These subsystems were not delineated in the Government-Wide Financial Statements. The appropriate operating department maintains information regarding the subsystems.

For all infrastructure systems, the City has elected to use the Basic Approach as defined by GASB Statement No. 34 for infrastructure reporting. The City conducted a valuation of its infrastructure assets as of July 1, 2002. This valuation determined the original cost using one of the following methods:

- 1) Use of historical records where available.
- 2) Standard unit costs appropriate for the construction/acquisition date of the asset.
- 3) Present replacement cost indexed by a reciprocal factor of the price increase from the construction/acquisition date to the current date.

The accumulated depreciation, defined as the total depreciation from the date of construction/acquisition to the current date was computed on a straight-line method using industry accepted life expectancies for each infrastructure subsystem. The book value was then computed by deducting the accumulated depreciation from the original cost.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING (Continued)

Interest accrued during capital assets construction, if any, is capitalized for the business-type activities and proprietary funds as part of the asset cost.

J. Interest Payable

In the government-wide financial statements, interest payable on long-term debt is recognized as the liability incurred for governmental fund types and proprietary fund types.

In the fund financial statements, propriety fund types recognize the interest payable when the liability is incurred.

K. Long-Term Debt

Government-Wide Financial Statements

Long-term debt and other financial obligations are reported as liabilities in the appropriate activities.

Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable premium or discount.

Fund Financial Statements

The Governmental Fund Financial Statements do not present long-term debt, which are shown in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position.

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

Proprietary Fund Financial Statements use the same principles as those used in the Government-Wide Financial Statements.

L. Unearned Revenue

Government-Wide Financial Statements

Unearned revenue is recognized for transactions for which revenue has not yet been earned. Typical transactions recorded as unearned revenues in the Government-Wide Financial Statements are unearned grants and prepaid charges for services.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING (Continued)

Fund Financial Statements

Unavailable revenue is recorded when transactions have not yet met the revenue recognition criteria based on the modified accrual basis of accounting. The City records unavailable revenue for transactions for which funds are not available to meet current financial obligations. Typical transactions for which unavailable revenue is recorded are grants received but not yet earned or available, interest on inter-fund advances receivable and long-term loans receivable.

M. Compensated Absences

City employees have vested interests in varying levels of vacation compensation. If vacation is not used by the employee during the term of employment, compensation is payable to the employee at the time of retirement or termination. Such compensation is calculated at the employee's then prevalent rate at the time of retirement or termination and compensated at 100% of accumulated hours. The City's liability for compensated absences is recorded in various Governmental funds or Proprietary funds as appropriate. The liability for compensated absences is determined annually. Compensated absences for governmental activities are liquidated primarily by the General Fund.

Governmental funds include only amounts expected to be paid after the end of the fiscal year for terminated employees. The long-term liabilities are recorded in the Statement of Net Position.

The change in compensated absences was as follows:

	Governmental Activities	Business-Type Activities	Total
Beginning Balance	\$ 2,339,253	\$571,298	\$ 2,910,551
Additions/(Payments), net	(21,465)	59,489	38,024
Ending Balance	<u>\$ 2,317,788</u>	<u>\$ 630,787</u>	<u>\$ 2,948,575</u>
Current Portion	<u>\$ 1,738,342</u>	<u>\$ 473,090</u>	<u>\$ 2,211,432</u>

N. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position or balance sheet reports a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The City has reported deferred outflows of resources in the Statement of Net Position and Proprietary Fund Statements for the pension and OPEB related adjustments.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING (Continued)

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

O. Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The fair value hierarchy categorizes the inputs to valuation techniques used to measure fair value into three levels based on the extent to which inputs used in measuring fair value are observable in the market.

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for an asset or liability, either directly or indirectly.

Level 3 inputs are unobservable inputs for an asset or liability.

If the fair value of an asset or liability is measured using inputs from more than one level of the fair value hierarchy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.

P. Estimates and Assumptions

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING (Continued)

Q. New and Closed Funds

During fiscal year ended June 30, 2018, the City created the Southwest Pittsburg Geologic Hazard Abatement District II Admin (GHAD II) Special Revenue Fund, Gas Tax - Road Maintenance and Rehabilitation (RMRA) Capital Projects Fund, the Regional Freeway Security Fee Capital Projects Fund. The City also created the Emergency Operations Fund, which is part of the General Fund.

R. Implementation of Governmental Accounting Standards Board (GASB) Pronouncements

The City has implemented the requirements of the following GASB Pronouncement:

GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions - The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for post-employment benefits other than pensions (other post-employment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for all post-employment benefits (pensions and OPEB) with regard to providing decision-useful information, supporting assessments of accountability and inter-period equity, and creating additional transparency.

The implementation of this pronouncement required an adjustment to beginning net position as discussed in Note 9E.

NOTE 2 - CASH AND INVESTMENTS

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

A. Policies

California Law requires banks and savings and loan institutions to pledge government securities with a market value of 110% of the City's cash on deposit, or first trust deed mortgage notes with a market value of 150% of the deposit, as collateral for these deposits. Under California Law this collateral is held in a separate investment pool by another institution in the City's name and places the City ahead of general creditors of the institution.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 2 - CASH AND INVESTMENTS (Continued)

The City invests in individual investments and in investment pools. Individual investments are evidenced by specific identifiable securities instruments, or by an electronic entry registering the owner in the records of the institution issuing the security, called the book entry system. In order to increase security, the City employs the Trust Department of a bank as the custodian of certain City managed investments, regardless of their form. Individual investments are generally made by their City's fiscal agent as required under its debt issues, or through the City's Investment Advisor, Public Financial Management (PFM).

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

B. Classification

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

	Government-Wide Statement of Net Position			Separate	Total
	Governmental	Business-Type	Total	Statement	
	Activities	Activities		Fiduciary	
				Funds	
Cash and investments	\$ 41,550,297	\$ 43,013,028	\$ 84,563,325	\$ 6,062,571	\$ 90,625,896
Restricted cash and investments	2,896,981	339,177	3,236,158	45,504,292	48,740,450
Total cash and investments	\$ 44,447,278	\$ 43,352,205	\$ 87,799,483	\$ 51,566,863	\$ 139,366,346

C. Investments Authorized by the California Government Code and the City's Investment Policy

The City's Investment Policy and the California Government Code allow the City to invest in the following investments, provided the credit ratings of the issuers are acceptable to the City, and approved percentages and maturities are not exceeded. The table below also identifies certain provisions of the California Government Code, or the City's Investment Policy where the City's Investment Policy is more restrictive.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 2 - CASH AND INVESTMENTS (Continued)

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality	Maximum in Portfolio	Maximum per Issuer
U.S. Treasury Obligations	5 years	none	none	none
Federal Agency Obligations	5 years	none	none	25%
Bankers' Acceptances	180 days	A1/P1	40%	5%
State and Local Obligations	5 years	"A-"	30%	5%
Commercial Paper	270 days	A1/P1/F1	25%	5%
Negotiable Certificates of Deposit	5 years	Aa/AA	30%	5%
Certificates of Deposits	1 year	"A"	30%	5%
Repurchase Agreements	90 days	"A"	15%	5%
Medium-Term Notes	5 years	"A"	30%	5%
Asset-Backed Securities	5 years	"AA"	20%	5%
Supranational Securities	5 years	2 highest ratings	30%	none
Money Market Funds	n/a	3 highest ratings	20%	10%
Local Agency Investment Fund (LAIF)	n/a	none	\$50 million	none
California Asset Management Program (CAMP)	n/a	n/a	none	none

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Pools*, investments were stated at fair value using the aggregate method.

The City's investments with Local Agency Investment Fund (LAIF), a State of California external investment pool, at June 30, 2018, included a portion of the pool funds invested in Structured Notes and Asset-Backed Securities. These investments may include the following:

Structured Notes – debt securities (other than asset-backed securities) whose cash-flow characteristics (coupon rate, redemption amount, or state maturity) depend upon one or more indices and/or that have embedded forwards or options.

Asset-Backed Securities – generally mortgage-backed securities which entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (such as CMO's) or credit card receivables.

As of June 30, 2018, the City had \$34,102,984 invested in LAIF, which had invested 47.60% of the pool investment funds in U.S. Treasury Obligations. The LAIF fair value factor of .998126869 was used to calculate the fair value of the investments in LAIF. The fair value of the City's position in the pool is materially equivalent to the value of the pool share. At June 30, 2018, these investments matured in an average of 193 days.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 2 - CASH AND INVESTMENTS (Continued)

D. Investments Authorized by Debt Agreements

The City and Successor Agency to the Redevelopment Agency must maintain required amounts of cash and investments with trustees or fiscal agents under the terms of certain debt issues. These funds are unexpended bond proceeds or are pledged reserves to be used if the agencies fail to meet their obligations under these debt issues. The California Government Code requires these funds to be invested in accordance with City resolutions, bond indentures or State statutes. The table below identifies the investment types that are authorized for investments held by fiscal agents. The table also identifies certain provisions of these debt agreements:

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality
U.S. Treasury Obligations	n/a	none
U.S. Agencies	n/a	AAA
Bankers' Acceptances	360 days	A-1/ A-1+/P1
Commercial Paper	270 days	A1/P1/F1
Money Market Fund	n/a	3 highest ratings
State of California Obligations	n/a	A
Municipal Obligations	n/a	AAA
Pre-refunded Municipal Obligations	n/a	AAA
Medium Term Notes	5 years	A
Certificates of Deposit	1 year	none
Guaranteed Investment Agreements	n/a	none
Repurchase Agreements	90 days	A
Local Agency Investment Fund (LAIF)	n/a	none
California Asset Management Program (CAMP)	n/a	none

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 2 - CASH AND INVESTMENTS (Continued)

E. Fair Value Hierarchy

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure fair value of the assets. Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The following is a summary of the fair value hierarchy of the fair value of investments of the City as of June 30, 2018:

	Level 1	Level 2	Total
Investments by Fair Value Level:			
U.S. Treasury	\$ 8,933,101	\$ -	\$ 8,933,101
Federal Agency Obligations	-	1,208,655	1,208,655
Commercial Paper	-	2,532,859	2,532,859
Municipal Obligations	-	523,751	523,751
Corporate Notes	-	14,123,799	14,123,799
Certificates of Deposit	-	10,037,065	10,037,065
Asset-Backed Securities	-	6,050,628	6,050,628
Supranational Securities	-	3,837,861	3,837,861
Held by Trustee:			
Federal Agency Obligations	-	877,989	877,989
Subtotal	\$ 8,933,101	\$ 39,192,607	48,125,708
Investments Measured at Cost:			
Money Market Funds			701,812
Held with Trustee:			
Money Market Funds			47,523,284
Investments Exempt from Fair Value Hierarchy:			
Local Agency Investment Fund			34,102,984
Cash in banks and on hand			8,573,388
Cash available at I-Bank			339,170
Total Cash and Investments			\$ 139,366,346

U.S. Treasury Notes classified in Level 1 of the fair value hierarchy are valued using quoted prices in active markets. Federal Agency Obligations, Commercial Paper, Municipal Obligations, Medium Term Corporate Notes, and the Asset-Backed Security classified in Level 2 of the fair value hierarchy, are valued using pricing techniques of matrix pricing or market corroborated pricing, with inputs such as yield curves or indices.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 2 - CASH AND INVESTMENTS (Continued)

These prices are obtained from various pricing sources by the City's custodian bank. The Certificates of Deposit are valued using techniques of matrix pricing and multi-dimensional relational model and/or option adjusted spread provided by the City's custodian bank. The Supranational Securities, classified in Level 2 of the fair value hierarchy, is valued based on information gathered from market sources and integrate relative credit information, observed movements, and sector news into the evaluated pricings applications and models provided by the City's custodian bank.

F. Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Normally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates.

Information about the sensitivity of the fair values of the City's investments (including investments held by bond trustees) to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity.

Investment Type	Investment Maturities (in years)		Total
	Less than 1 year	1 - 5 years	
U.S. Treasury & Federal Obligations	\$ 1,032,238	\$ 9,987,507	\$ 11,019,745
Municipal Obligations	-	523,751	523,751
Commercial Paper	2,532,859	-	2,532,859
Corporate Notes	1,287,042	12,836,757	14,123,799
Certificates of Deposit	5,481,374	4,555,691	10,037,065
Asset-Backed Securities	-	6,050,628	6,050,628
Supranational Securities	-	3,837,861	3,837,861
Local Agency Investment Fund	34,102,984	-	34,102,984
Money Market Funds	48,225,096	-	48,225,096
Total Investments	<u>\$ 92,661,593</u>	<u>\$ 37,792,195</u>	130,453,788
Cash in banks and on hand			8,573,388
Cash available at I-Bank			339,170
Total Cash and Investments			<u>\$ 139,366,346</u>

Money Market Funds are available for withdrawal on demand and at June 30, 2018 matured in an average of 26 days.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 2 - CASH AND INVESTMENTS (Continued)

G. Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the actual rating as of June 30, 2018 for each investment type as provided by Standard and Poor's investment rating system.

	Fair Value	AAA	AAAm	AA+	AA	AA- / A-1+	A+ / A / A-1	A- / A-2	BBB+ (A)	Not Rated
U.S. Treasury & Federal Obligations	\$ 11,019,745	\$ -	\$ -	\$ 11,019,745	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Commercial Paper	2,532,859	-	-	-	-	-	2,532,859	-	-	-
Corporate Notes	14,123,799	-	-	-	1,068,669	1,029,753	6,610,652	4,504,471	910,254	-
Municipal Obligations	523,751	-	-	-	-	523,751	-	-	-	-
Certificates of Deposit	10,037,065	-	-	-	-	4,223,394	5,813,671	-	-	-
Asset-Backed Securities	6,050,628	4,111,911	-	-	-	-	-	-	-	1,938,717
Supranational Securities	3,837,861	3,837,861	-	-	-	-	-	-	-	-
Local Agency Investment Fund	34,102,984	-	-	-	-	-	-	-	-	34,102,984
Money Market Funds	48,225,096	-	23,219,662	-	-	-	-	-	-	25,005,431
Total Investments	130,453,788	\$ 7,949,772	\$ 23,219,662	\$ 11,019,745	\$ 1,068,669	\$ 5,776,898	\$ 14,957,182	\$ 4,504,471	\$ 910,254	\$ 61,047,132
Cash in banks and on hand	8,573,388									
Cash available with I-Bank	339,170									
Total Cash and Investments	\$ 139,366,346									

Notes to schedule:

(A) Corporate Notes rated BBB+ are based on the Standard and Poor's investment rating system as of June 30, 2018. Moody's Rating and Fitch Rating for these investments is A as of June 30, 2018 and all investments are in compliance with the City's Investment Policy.

H. Concentration of Credit Risk

As of June 30, 2018, the City did not have any significant investments in the securities of any individual issuers, other than U. S. Treasury securities, mutual funds and external investment pools exceed 5% of the City's total investments.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 3 - LOANS AND NOTES RECEIVABLES

As of June 30, 2018, loans and notes receivable consisted of the following:

Description	Balance
<i>Governmental Funds:</i>	
CalHome Program Loans	\$ 484,626
Century Plaza Corporation	1,236,537
Domus Development LLC	7,620,550
Domus Development LLC Loan (Sienna Court)	5,383,790
Fairfield Belmont, L.P. Loan	4,387,226
HUD Community Development Block Grant	263,844
Low Income Families Loans	917,440
Mariner Walk Loan	180,000
Mercy Housing California Loan	4,601,795
Other Assistance Loan	164,024
PACF Loans	754,955
Palm Plaza Development	94,000
Palm Plaza Group, LLC	72,800
Presidio Village Senior Housing	723,142
Rehabilitation and Construction Loans	1,262,677
Residential Loans on Vidrio	2,079,516
Resources for Community Development Loan	6,929,932
Steadfast Marina Heights L.P.	1,400,000
Vista Del Mar Loans	200,000
9th Street Associates (Santa Fe Commons Housing Development)	1,848,692
Total Governmental Funds - Loans and Notes Receivable	<u>\$ 40,605,546</u>

A. CalHome Program Loans

CalHome Program funds of \$600,000 were awarded by the State of California and are used to provide first-time home buyer mortgage assistance as well as housing rehabilitation assistance for low income homeowners. Loans are payable upon sale or transfer of property, when the property ceases to be owner-occupied, or upon the CalHome loan maturity date. The outstanding balance as of June 30, 2018 was \$484,626.

B. Century Plaza Corporation Loan

During fiscal year 2013-14, the City of Pittsburg approved a loan to Century Plaza Corporation for anchor tenant retention and remodeling of the Century Plaza. The total approved loan amount was \$1,300,000 and will be disbursed in five years. Loan bears 2% annual interest and is due and payable on July 1, 2023. Century Plaza Corporation will receive a loan repayment credit effective July 1, 2019 if it is in compliance with the terms stipulated by the loan agreement. The accrued interest will be forgiven along with the loan credit. The outstanding amount as of June 30, 2018 was \$1,236,537.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 3 - LOANS AND NOTES RECEIVABLES (Continued)

C. Domus Development LLC Loan

During fiscal year 2005-2006, the former Redevelopment Agency entered into a Development and Disposition Agreement with Domus Development LLC (Developer) of up to \$8,000,000 for the development of a 28-unit residential rental dwelling and an 8,000 square feet ground floor commercial space at the northeast corner of Railroad Avenue and 10th Street. Funding was provided by the Housing-Set Aside funds in the amount of \$6,000,000 and \$2,000,000 by future tax increments. During the fiscal year 2007-2008, an amendment was filed to increase the loan up to an additional \$800,000 and \$4,845,755 of the loan was disbursed to the Developer. With the dissolution of the Agency effective February 1, 2012, this loan was assumed by the Housing Successor Agency. The outstanding balance as of June 30, 2018 was \$7,620,550.

D. Domus Development LLC (Sienna Court) Loan

During fiscal year 2007-2008, the former Redevelopment Agency Low-Moderate Income Housing II Special Revenue Fund loaned funds of \$250,000 to Domus Development LLC for the feasibility study of a senior affordable housing development (Sienna Court). The loan bears interest of 3% per annum. The Domus Development LLC loan was amended in fiscal year 2010-2011 to increase the loan by an additional \$850,000, and then further amended in fiscal year 2010-2011 bringing total loan funding to \$4,323,645. With the dissolution of the Agency effective February 1, 2012, this loan was assumed by the Housing Successor. The outstanding balance as of June 30, 2018 was \$5,383,790.

E. Fairfield Belmont, L.P. Loan

During fiscal year 2004-2005, the former Redevelopment Agency Low-Moderate Income Housing II Special Revenue Fund loaned funds of \$4,880,000 to the Fairfield Belmont, L.P. for the purchase and renovation of 224 affordable residential units located within the Redevelopment Project Area. The loan bears the lesser interest of 1% per year or the amount of the former Redevelopment Agency Receipts and provides for the Agency to receive 20% of the project's residual receipts annually. With the dissolution of the Redevelopment Agency effective February 1, 2012, the assets of the Agency, including this loan were assumed by the Housing Successor Agency. The outstanding balance as of June 30, 2018 was \$4,387,226.

F. HUD Community Development Block Grant (CDBG) Loans

The HUD CDBG Special Revenue fund had a loans receivable balance of \$263,844 as of June 30, 2018, which consisted of \$116,813 in CDBG entitlement loans and \$147,031 in First Time Homebuyer loans.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 3 - LOANS AND NOTES RECEIVABLES (Continued)

G. Low Income Families Loans

During fiscal year 2006-2007 and 2007-2008, the former Redevelopment Agency Low-Moderate Income Housing II Special Revenue Fund loaned funds to low income families to purchase homes. The loans bear no interest and are deferred until the property changes title or are refinanced for cash. With the dissolution of the Agency effective February 1, 2012, this loan was assumed by the Housing Successor Agency. The outstanding balance as of June 30, 2018 was \$917,440.

H. Mariner Walk Loan and Vista Del Mar Loans

During fiscal year 2005-2006, a Development and Disposition Agreement was entered into with Olson Urban Housing LLC (Developer) of up to \$1,000,000 and with Lyon Vista Del Mar 533, LLC (Developer) of up to \$800,000, to provide mortgage assistance for qualified moderate income households purchasing the affordable units. With the dissolution of the Agency effective February 1, 2012, the loans were assumed by the Housing Successor. The balance outstanding as of June 30, 2018 was \$180,000 and \$200,000, respectively, for the property owners.

I. Mercy Housing California Loan

During fiscal year 2005-2006, the former Redevelopment Agency Low-Moderate Income Housing II Special Revenue Fund loaned funds of \$1,052,854 to Mercy Housing California for the development of a 64-unit dwelling and child care center located within the Redevelopment Project Area. During the fiscal year 2007-2008, an amendment was filed to increase the loan for a total of \$4,952,854. The loan bears interest of 1% per year and provides for the Agency to receive 50% of the project's residual receipts annually. With the dissolution of the Agency effective February 1, 2012, this loan was assumed by the Housing Successor Agency. The outstanding balance as of June 30, 2018 was \$4,601,795.

J. Other Assistance Loan

During fiscal year 2014-15, the City of Pittsburgh approved a loan of up to \$150,000 for the properties at 444 and 446 Railroad Avenue. The loan bears interest of 3% per annum. Payment is deferred until September 1, 2018 at which point monthly payments of principal and interest will be due for a term of 3 years. The outstanding amount as of June 30, 2018 was \$164,024.

K. Pittsburgh Arts and Community Foundation (PACF) Loans

During fiscal year 2010-2011, the PACF assumed a construction loan and lease due from a Pittsburgh resident. The loan will be repaid through lease payments on 159 4th Street, with a balloon payment due on December 1, 2023. During fiscal year 2011-2012, PACF assumed an NSP Home Buyer assistance program loan that was issued to a Pittsburgh resident. Loan payments are deferred for 10 years, expiring on March 24, 2020, and will be forgiven if certain terms are met. The outstanding amounts of these loans as of June 30, 2018 were \$730,533 and \$24,422, respectively, totaling \$754,955.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 3 - LOANS AND NOTES RECEIVABLES (Continued)

L. Palm Plaza Development and Palm Plaza Group, LLC Loans

During fiscal year 2006-2007, the former Redevelopment Agency Low-Moderate Income Housing II Special Revenue Fund provided \$728,000 and \$940,000 to Palm Plaza Group, LLC and Palm Plaza Development, respectively, for the purchase and renovation of residential units located within the Redevelopment Project Area. With the dissolution of the Agency effective February 1, 2012, these loans were assumed by the Housing Successor Agency. The outstanding balance as of June 30, 2018 was \$72,800 for Palm Plaza Group, LLC and \$94,000 for Palm Plaza Development, respectively, totaling \$166,800.

M. Presidio Village Senior Housing Loans

During fiscal year 2006-2007, the former Redevelopment Agency Low-Moderate Income Housing II Special Revenue Fund loaned funds of \$566,150 to Pacific Community Services for prior construction of 104 units called the Presidio Village Senior Housing. The loan bears interest of 3% per year and provides for the Agency to receive 50% of the project's residual receipts annually. With the dissolution of the Agency effective February 1, 2012, this loan was assumed by the Housing Successor Agency. The outstanding balance and accrued interest as of June 30, 2018 was \$723,142.

N. Rehabilitation and Construction Loans

Housing and rehabilitation loans are provided to homeowners who meet low and moderate income requirements as defined by the Department of Housing and Urban Development. These residential loans are available from \$5,000 to \$25,000 per property at a loan term of 3% simple interest for 10 years. The property will be rehabilitated to be free from health and safety violations upon completion of the rehabilitation program. The outstanding balance of these loan types was \$1,262,677 as of June 30, 2018.

O. Residential Loans on Vidrio

During fiscal year 2010-2011, the City of Pittsburg financed several residential loans to the homebuyers of Vidrio Condominium. The outstanding amount as of June 30, 2018 was \$2,079,516.

P. Resources for Community Development Loan

During fiscal year 2006-2007, the former Redevelopment Agency Low-Moderate Income Housing II Special Revenue Fund loaned funds of \$6,105,848 to Resources for Community Development for the development of 71 rental dwellings and a community center. During the fiscal year 2008-2009, an amendment was filed to increase the loan up to an additional \$350,000 and \$5,710,730 of the loan was disbursed to the Developer. The loan bears interest of 1% per annum and provides for the Agency to receive 50% of the project's residual receipts annually. With the dissolution of the Agency effective February 1, 2012, this loan was assumed by the Housing Successor Agency. The outstanding balance as of June 30, 2018 was \$6,929,932.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 3 - LOANS AND NOTES RECEIVABLES (Continued)

Q. Steadfast Marina Heights L.P. Loan

During fiscal year 2004-2005, the former Redevelopment Agency Low-Moderate Income Housing II Special Revenue Fund loaned funds of \$1,400,000 to the Steadfast Marina Heights L.P. for the purchase and renovation of 200 affordable residential units located within the Redevelopment Project Area. The loan bears interest of 7% per year or the amount of Agency Receipts and provides for the Agency to receive 30% of the project's residual receipts annually. With the dissolution of the Agency effective February 1, 2012, the assets of the Agency, including this loan were assumed by the Housing Successor Agency. The outstanding balance as of June 30, 2018 was \$1,400,000.

R. 9th Street Associates (Santa Fe Commons Housing Development Loan)

This is a rehabilitation and construction loan to eliminate blight to a property owner to assist improvements and rehabilitation of properties that were vacant or underutilized.

During fiscal year 2011-2012, the City provided a property development loan of \$1,614,713 to 9th Street Associates LP to develop the units at Santa Fe Commons. The loan terms include 3% simple interest and is due in 55 years. The repayment will be made from residual receipts. The outstanding balance as of June 30, 2018 was \$1,848,692.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 4 - UNEARNED AND UNAVAILABLE REVENUE

A. Government-Wide Financial Statements

Unearned revenues in Government-Wide Financial Statements represent amounts for which revenues have not been earned. At June 30, 2018, unearned revenues in the Government-Wide Financial Statements consisted of unearned developer, donation, and grant revenues of \$1,460,047 in Governmental Activities and \$1,497,034 in Business-Type Activities.

B. Fund Financial Statements

At June 30, 2018, the following amounts were recorded in the Fund Financial Statements because either the revenues had not been earned or the funds were not available to finance expenditures of the current period:

	Governmental Funds				Total Governmental Funds
	General Fund	Housing Authority (Sec. 8)	Successor Agency Housing	Non-Major Governmental Funds	
Unearned developer/ donation revenue	\$ 3,954	\$ -	\$ -	\$ -	\$ 3,954
Unearned service revenue	1,040,366	134,150	-	281,577	1,456,093
Sub-total	1,044,320	134,150	-	281,577	1,460,047
Loans receivable	1,400,561	-	32,510,676	4,482,981	38,394,218
Total	<u>\$ 2,444,881</u>	<u>\$ 134,150</u>	<u>\$ 32,510,676</u>	<u>\$ 4,764,558</u>	<u>\$ 39,854,265</u>

	Business-Type		
	Pittsburg Power	Water Front Operations	Total
Unearned developer/ donation revenue	\$ 558,344	\$ -	\$ 558,344
Unearned service revenue	394,481	544,209	938,690
	<u>\$ 952,825</u>	<u>\$ 544,209</u>	<u>\$ 1,497,034</u>

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 5 - INTERFUND TRANSACTIONS

A. Current Interfund Balances

Current interfund balances arise in the normal course of business and are expected to be repaid shortly after the end of the fiscal year. Current inter-fund balances are as follows:

DUE FROM FUND:	DUE TO FUND:	AMOUNT
Non-Major Governmental Funds:		
<i>Special Revenue Funds:</i>		
Small Cities Grants	General Fund	\$ 4,177
Measure J Tax	General Fund	490,248
Fire District CFD 2017-01	General Fund	8,002
	Due to General Fund	<u>\$ 502,427</u>

B. Interfund Advances

At June 30, 2018, the following funds had advances that were not expected to be repaid within the next year:

FROM FUND:	TO FUND :	AMOUNT
GOVERNMENTAL FUNDS		
General Fund	Park Maintenance CFD 2007-1 Special Revenue Fund	\$ 67,302
Regional Traffic Mitigation Capital Projects Fund	Railroad Avenue Specific Area Plan Special Revenue Fund	3,330,008
ENTERPRISE FUNDS		
Sewer Utility Fund	General Fund	653,088
	Building Maintenance Internal Service Fund	205,355
Pittsburg Power Fund	General Fund	90,769
	Golf Course Special Revenue Fund	<u>375,000</u>
	TOTAL ADVANCES	<u>\$ 4,721,522</u>

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 5 - INTERFUND TRANSACTIONS (Continued)

During fiscal year 2006-2007, the General Fund advanced \$150,000 to the Park Maintenance CFD 2007-1 Special Revenue Fund to help to eliminate the deficit fund balance. Interest is accrued annually at the LAIF rate. The balance as of June 30, 2018 was \$67,302.

During fiscal year 2014-2015, the Regional Traffic Mitigation Capital Projects Fund advanced \$3,300,000 to the Railroad Avenue Specific Area Plan Special Revenue Fund to help fund the construction of the eBART Pittsburg Center Station Project. The advance is to be repaid to the Regional Traffic Mitigation Fund by June 30, 2044 and bears simple interest at the average State Local Agency Investment Fund (LAIF) interest rate. The repayment began in fiscal year 2015 with annual payments in amount up to the accrued interest due, and the current balance as of June 30, 2018 was \$3,300,008.

During fiscal year 2017-2018, the Sewer Utility Enterprise Fund advanced \$650,000 to the General Fund for the purchase of property located at the Northwest Corner of Railroad Avenue and Civic Avenue (APN 086-100-015) and associated expenses. The advance is to be repaid within five years and bears simple interest at the average LAIF rate. The current balance as of June 30, 2018 was \$653,088.

During fiscal year 2016-2017, the Sewer Utility Enterprise Fund advanced \$252,960 to the Building Maintenance Internal Service Fund to assist in financing the City Hall HVAC Chiller Replacement project. The advance is to be repaid within ten years and bears interest at 1.5% per year. The current balance as of June 30, 2018 was \$205,355.

During fiscal year 2017-2018, Pittsburg Power Fund advanced \$90,000 to the General Fund for the purchase of property located on Frontage Road (APN 087-277-001) and cover all administrative and closing costs. Interest is accrued annually at the LAIF rate. The current balance as of June 30, 2018 was \$90,769.

During fiscal year 2002-2003, the Pittsburg Power Enterprise Fund advanced \$375,000 to the Golf Course Special Revenue Fund for the replacement and improvements of golf carts. The advance is to be repaid within ten years provided the money is available in the Golf Fund. The current balance as of June 30, 2018 was \$375,000.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 5 - INTERFUND TRANSACTIONS (Continued)

C. Interfund Transfers

At June 30, 2018, the City had the following inter-fund transfers:

- A. Transfers to the General Fund were to fund General Fund operations and administrative services for which the other funds received services.
- B. Transfers to cover Citywide Lighting & Landscaping operating expenses, and Golf Course operating expenses.
- C. Transfers for road maintenance/repairs/improvements and water/sewer infrastructure repairs, and accounts for program income in CDBG.
- D. Transfers to the Water Utility Enterprise Fund to subsidize senior discount.
- E. Transfers to cover Future Build Program.
- F. Transfers to fund unfunded OPEB liability, interfund loan for Chiller Replacement.
- G. Transfer to Water Utility Enterprise Fund to allocate Utility administrative time as employees are split between Water and Sewer Funds.
- H. Transfers for Marina maintenance repairs and dredging.

FROM FUND:	TO FUND:	AMOUNT
Water Utility Enterprise Fund		\$ 270,635
Sewer Utility Enterprise Fund		54,127
Pittsburg Power Enterprise Fund		1,130,000
Non-Major Governmental Funds		2,093,938
	General Fund	<u>3,548,700</u> A
General Fund		1,097,616 B
Marina Enterprise Fund		6,349 C
Non-Major Governmental Funds		2,176,839 C
	Non-Major Governmental Funds	<u>3,280,804</u>
	<i>Sub-total: Total Governmental Funds</i>	<u>6,829,504</u>
General Fund	Water Utility Enterprise Fund	42,650 D
General Fund	Pittsburg Power Enterprise Fund	50,000 E
General Fund	Internal Service Funds	261,137 F
Housing Authority (Section 8) Special Revenue Fund	Internal Service Funds	16,928 F
Successor Agency Housing Special Revenue Fund	Internal Service Funds	632 F
Non-Major Governmental Funds	Internal Service Funds	68,445 F
Water Utility Enterprise Fund	Internal Service Funds	97,272 F
Sewer Utility Enterprise Fund	Internal Service Funds	24,381 F
Sewer Utility Enterprise Fund	Water Utility Enterprise Fund	639,634 G
Marina Enterprise Fund	Water Front Operations Enterprise Fund	22,072 H
Marina Enterprise fund	Internal Service Funds	15,286 F
Pittsburg Power Enterprise Fund	Internal Service Funds	30,571 F
Water Front Operations Enterprise Fund	Internal Service Funds	8,717 F
Internal Service Funds	Internal Service Funds	<u>351,476</u> F
	<i>Sub-total: Total Proprietary Funds</i>	<u>1,629,201</u>
	TOTAL TRANSFERS	<u>\$ 8,458,705</u>

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 6 - CAPITAL ASSETS

A. Government-Wide Financial Statements

At June 30, 2018, the City's capital assets consisted of the following:

	Governmental Activities	Business-Type Activities	Total
Non-depreciable assets:			
Land	\$ 34,687,011	\$ 1,646,186	\$ 36,333,197
Construction in progress	15,203,098	28,833,255	44,036,353
Total non-depreciable assets	<u>49,890,109</u>	<u>30,479,441</u>	<u>80,369,550</u>
Depreciable assets:			
Buildings and improvements	95,388,521	25,003,715	120,392,236
Machinery and equipment	17,296,107	10,931,398	28,227,505
Infrastructure	296,717,307	145,048,526	441,765,833
Total depreciable assets	<u>409,401,935</u>	<u>180,983,639</u>	<u>590,385,574</u>
Less accumulated depreciation:			
Buildings and improvements	(40,690,427)	(9,894,447)	(50,584,874)
Machinery and equipment	(13,544,385)	(4,389,560)	(17,933,945)
Infrastructure	(154,636,633)	(49,854,502)	(204,491,135)
Total accumulated depreciation	<u>(208,871,445)</u>	<u>(64,138,509)</u>	<u>(273,009,954)</u>
Total net depreciable assets	<u>200,530,490</u>	<u>116,845,130</u>	<u>317,375,620</u>
Total capital assets	<u>\$ 250,420,599</u>	<u>\$ 147,324,571</u>	<u>\$ 397,745,170</u>

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 6 - CAPITAL ASSETS (Continued)

The following is a summary of capital assets for governmental activities:

	Balance at July 1, 2017	Additions	Deletions	Adjustments & Reclassifications	Balance at June 30, 2018
Non-depreciable assets:					
Land	\$ 33,763,463	\$ 610,149	\$ (92,000)	\$ 405,399	\$ 34,687,011
Construction in progress	17,750,305	5,769,905	-	(8,317,112)	15,203,098
Total	51,513,768	6,380,054	(92,000)	(7,911,713)	49,890,109
Depreciable assets:					
Buildings and improvements	90,463,284	5,200	-	4,920,037	95,388,521
Machinery and equipment	15,821,582	1,477,362	(28,430)	25,593	17,296,107
Infrastructure	294,525,900	-	-	2,191,407	296,717,307
Total	400,810,766	1,482,562	(28,430)	7,137,037	409,401,935
Less accumulated depreciation:					
Buildings and improvements	(39,391,775)	(3,339,378)	-	2,040,726	(40,690,427)
Machinery and equipment	(12,619,177)	(953,638)	28,430	-	(13,544,385)
Infrastructure	(145,815,828)	(6,780,079)	-	(2,040,726)	(154,636,633)
Total	(197,826,780)	(11,073,095)	28,430	-	(208,871,445)
Total depreciable assets, net	202,983,986	(9,590,533)	-	7,137,037	200,530,490
Total capital assets, net	\$ 254,497,754	\$ (3,210,479)	\$ (92,000)	\$ (774,676)	\$ 250,420,599

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 6 - CAPITAL ASSETS (Continued)

Governmental activities depreciation expense for capital assets for the year ended June 30, 2018 is as follows:

General government	\$	1,266,360
City Manager and City Clerk		43,454
Human Resources		4,484
Finance and services		90,432
Community development and services		106,228
Public Safety		237,200
Public Works		8,804,879
Internal Service Funds		520,058
		<hr/>
Total depreciation expense	\$	<u>11,073,095</u>

The following is a summary of capital assets for business-type activities:

	Balance at July 1, 2017	Additions	Deletions	Reclassifications	Balance at June 30, 2018
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Non-depreciable assets:					
Land	\$ 1,646,186	\$ -	\$ -	\$ -	\$ 1,646,186
Construction in progress	24,915,875	4,960,179	-	(1,042,799)	28,833,255
Total	<hr/> 26,562,061	<hr/> 4,960,179	<hr/> -	<hr/> (1,042,799)	<hr/> 30,479,441
Depreciable assets:					
Buildings and improvements	23,918,284	48,858	-	1,036,573	25,003,715
Machinery and equipment	10,144,708	831,568	(44,878)	-	10,931,398
Infrastructure	144,893,442	310,092	(161,234)	6,226	145,048,526
Total	<hr/> 178,956,434	<hr/> 1,190,518	<hr/> (206,112)	<hr/> 1,042,799	<hr/> 180,983,639
Less accumulated depreciation:					
Buildings and improvements	(9,393,096)	(501,351)	-	-	(9,894,447)
Machinery and equipment	(3,832,474)	(601,962)	44,876	-	(4,389,560)
Infrastructure	(47,549,304)	(2,442,529)	137,331	-	(49,854,502)
Total	<hr/> (60,774,874)	<hr/> (3,545,842)	<hr/> 182,207	<hr/> -	<hr/> (64,138,509)
Total depreciable assets, net	<hr/> 118,181,560	<hr/> (2,355,324)	<hr/> (23,905)	<hr/> 1,042,799	<hr/> 116,845,130
Total capital assets, net	<hr/> \$ 144,743,621	<hr/> \$ 2,604,855	<hr/> \$ (23,905)	<hr/> \$ -	<hr/> \$ 147,324,571

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 6 - CAPITAL ASSETS (Continued)

Business-type activities depreciation expenses for capital assets for the year ended June 30, 2018 are as follows:

Water Utility	\$	1,593,839
Sewer Utility		905,829
Marina		523,873
Pittsburg Power		515,654
Water Front Operations		6,647
		<hr/>
Total	\$	<u>3,545,842</u>

B. Fund Financial Statements

The Governmental Fund Financial Statements do not present General Government Capital Assets. Consequently, capital assets are shown as a reconciling item in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position.

The capital assets of the enterprise funds in the Proprietary Fund Financial Statements are the same as those shown in the business-type activities of the Government-Wide Financial Statements. Internal Service Funds capital assets are combined with governmental activities.

NOTE 7 - LONG TERM DEBT

Governmental Activities

The following is a summary of long-term debt transactions of the governmental activities for the year ended June 30, 2018:

Description	Original Issue Amount	Beginning Balance July 1, 2017	Additions	Retirements	Ending Balance June 30, 2018	Amounts Due Within One Year	Amounts Due in More Than One Year
Governmental Activities:							
2006 Pension Obligation Bonds	\$ 39,566,056	\$ 34,104,558	\$ 2,015,460	\$ 2,090,000	\$ 34,030,018	\$ 2,160,000	\$ 31,870,018
CEC Energy Conservation Loan	571,097	343,493	-	64,672	278,821	66,627	212,194
Capital Lease - Street Sweeper	225,000	160,696	-	44,357	116,339	45,585	70,754
Capital Lease - VOIP System Upgrade	606,044	-	606,044	121,209	484,835	121,209	363,626
PG&E Energy Efficient Loan	213,294	-	213,294	3,554	209,740	21,329	188,411
Total Governmental Activities		<u>\$ 34,608,747</u>	<u>\$ 2,834,798</u>	<u>\$ 2,323,792</u>	<u>\$ 35,119,753</u>	<u>\$ 2,414,750</u>	<u>\$ 32,705,003</u>

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 7 - LONG TERM DEBT (Continued)

Series 2006 Pension Obligation Bonds

On June 15, 2006, the City issued \$39,566,056 of Series 2006 Taxable Pension Obligations Bonds bearing interest at 5.784-6.115% to prepay the City’s unfunded accrued actuarial liability of the Miscellaneous and Safety plans through the California Public Employees’ Retirement System. The City also prepaid the unfunded liability owed to Contra Costa County Employees Retirement Association (CCCERA) which amounted to \$12,700,000 as of June 30, 2006. The Bonds are issued as current interest bonds and capital interest bonds where the current interest is payable annually on July 1, and the capital appreciation bonds will accrete interest from the date of issuance and will be payable only upon maturity or redemption. The bonds are payable from any form of taxation. Annual principal and interest payments on the bonds are expected to require approximately 5% of city-wide revenues. The total principal and interest remaining to be paid on the bonds is \$70,613,987. For the current year, principal and interest paid were \$3,530,995 and city-wide revenues were \$76,611,342.

The Bonds unaccrued discount and the current year accretion totaled \$18,074,982 and \$2,015,460 respectively at June 30, 2018. The Bonds do not pay periodic interest. Interest on the Bonds will accrete in value at the rates between 5.85% and 6.12%. Repayment of the accreted principal commenced July 1, 2015. Final repayment will be July 1, 2036.

The annual debt service requirements to mature the Series 2006 Pension Obligation Bonds outstanding at June 30, 2018, were as follows:

Year Ending June 30,	Principal (1)	Interest	Total
2019	\$ 2,160,000	\$ 1,418,272	\$ 3,578,272
2020	2,240,000	1,392,911	3,632,911
2021	2,320,000	1,364,763	3,684,763
2022	2,405,000	1,333,684	3,738,684
2023	2,555,000	1,299,389	3,854,389
2024-2028	13,655,000	5,890,830	19,545,830
2029-2033	15,255,000	4,754,825	20,009,825
2034-2037	11,515,000	1,054,313	12,569,313
Total	<u>\$ 52,105,000</u>	<u>\$ 18,508,987</u>	<u>\$ 70,613,987</u>

(1) Includes unaccrued discount in the total amount of \$18,074,982.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 7 - LONG TERM DEBT (Continued)

CEC Energy Conservation Loan

On May 31, 2012, the City obtained a State of California Energy Resources Conservation and Development Commission loan from the California Energy Commission (CEC), in the amount of \$571,097, bearing an interest rate of 3.00% to convert all decorative lamp fixtures from High Pressure Sodium (HPS) to Light Emitted Diode (LED), including the installation of 621 LED lamps on 610 poles. The loan is repayable from general funds from savings in energy costs, and interest and principal payments are payable semiannually on June 22 and December 22, commencing December 22, 2013.

As of June 30, 2018, the outstanding principal balance on the loan was \$278,821.

The annual debt service requirements to mature the loan outstanding at June 30, 2018 were as follows:

Year Ending June 30,	Principal	Interest	Total
2019	\$ 66,627	\$ 7,870	\$ 74,497
2020	68,626	5,871	74,497
2021	70,715	3,782	74,497
2022	72,853	1,645	74,498
Total	<u>\$ 278,821</u>	<u>\$ 19,168</u>	<u>\$ 297,989</u>

Capital Lease for Governmental Activities

On November 5, 2015, the City entered into a five year lease agreement for a total principal cost of \$225,000 with Holman Capital Corporation for one street sweeper. The interest rate on the capital lease is 2.75% and principal and interest payments are due semi-annually, commencing May 5, 2015, maturing on November 5, 2020. As of June 30, 2018, the outstanding principal balance of the lease was \$116,339.

The annual debt service requirements to mature the lease outstanding at June 30, 2018, are as follows:

Year Ending June 30,	Principal	Interest	Total
2019	\$ 45,585	\$ 2,888	\$ 48,473
2020	46,847	1,626	48,473
2021	23,907	328	24,235
Total	<u>\$ 116,339</u>	<u>\$ 4,842</u>	<u>\$ 121,181</u>

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 7 - LONG TERM DEBT (Continued)

On April 2, 2018, the City entered into a five year interest free (0%), master tax-exempt lease agreement for a total principal cost of \$606,044 with Key Government Finance, Inc. to finance the upgrade of the City’s computer network equipment and internet protocol phone system. Principal payments are due annually, commencing May 3, 2018, and maturing on May 3, 2022. As of June 30, 2018, the outstanding principal balance of the lease was \$484,835.

The annual debt service requirements to mature the lease outstanding at June 30, 2018 are as follows:

Year Ending June 30,	Principal	Total
2019	\$ 121,209	\$ 121,209
2020	121,209	121,209
2021	121,209	121,209
2022	121,208	121,208
Total	<u>\$ 484,835</u>	<u>\$ 484,835</u>

On April 5, 2018, the City obtained a ten year, interest free (0%), no fee loan from Pacific Gas and Electric (PG&E) in the amount of \$213,294, to partially fund the cost of replacing the City Hall Chiller with an energy-efficient system. The loan is repayable from general funds. Principal payments are paid monthly with on-bill PG&E payments, commencing May 2018. As of June 30, 2018 the outstanding principal balance on the loan was \$209,740.

The annual debt service requirements to mature the lease outstanding at June 30, 2018, are as follows:

Year Ending June 30,	Principal	Total
2019	\$ 21,329	\$ 21,329
2020	21,329	21,329
2021	21,329	21,329
2022	21,329	21,329
2023	21,329	21,329
2024-2028	103,095	103,095
Total	<u>\$ 209,740</u>	<u>\$ 209,740</u>

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 7 - LONG TERM DEBT (Continued)

Business-Type Activities

The following is a summary of long-term debt transactions of the business-type activities for the year ended June 30, 2018:

Description	Original Issue Amount	Beginning Balance July 1, 2017	Retirements	Ending Balance June 30, 2018	Amounts Due Within One Year	Amounts Due in More Than One Year
2014 Waste Water Revenue Refunding Bonds	\$ 5,342,000	\$ 3,111,000	\$ 761,000	\$ 2,350,000	\$ 772,000	\$ 1,578,000
2016 Water Revenue Refunding Bonds	30,850,000	29,605,000	955,000	28,650,000	1,315,000	27,335,000
2014 California Infrastructure and Economic Development Bank Loan	11,387,398	10,939,216	235,958	10,703,258	244,240	10,459,018
		<u>\$ 43,655,216</u>	<u>\$ 1,951,958</u>	<u>\$ 41,703,258</u>	<u>\$ 2,331,240</u>	<u>\$ 39,372,018</u>

2014 Waste Water Revenue Refunding Bonds (Bank of the West Private Placement)

The City of Pittsburg Financing Authority previously issued \$11,950,000 of Wastewater Revenue Refunding Bonds, Series 2004 pursuant to a Trust Agreement, a Master Installment Sale Agreement and a First Supplemental Installment Sale Agreement; all dated March 1, 2004. The bonds bore interest rates from 2.00%-4.25%.

To refinance the 2004 Bonds, the Financing Authority, with the City, entered into an installment sale agreement to provide funds in an aggregate principal amount of \$5,342,000. The financing was placed privately with Bank of the West. A portion of the proceeds of the Financing was deposited into an irrevocable escrow for full redemption of the 2004 Bonds. The installment sales payments bear an interest rate of 1.55% per annum with interest payments made semi-annually on June 1 and December 1 commencing December 1, 2014 through June 1, 2021. The installments are payable solely from Net Wastewater Revenues. Annual principal and interest payments are expected to require less than 15% percent of net revenues. The total principal and interest remaining to be paid is \$2,414,116. For the current year, principal and interest paid were \$806,268 and wastewater net revenues were \$2,343,245.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 7 - LONG TERM DEBT (Continued)

The annual debt service requirements to mature the loan outstanding at June 30, 2018 were as follows:

Year Ending June 30,	Principal	Interest	Total
2019	\$ 772,000	\$ 33,434	\$ 805,434
2020	782,000	21,429	803,429
2021	796,000	9,253	805,253
Total	<u>\$ 2,350,000</u>	<u>\$ 64,116</u>	<u>\$ 2,414,116</u>

2016 Water Revenue Refunding Bonds

On November 15, 2016, the City issued 2016A Water Revenue Refunding Bonds in the amount of \$30,070,000 Series 2016A Tax Exempt and \$780,000 Series 2016-Taxable Bonds for a combined total of \$30,850,000. The proceeds from the Bonds were used to retire the 2008 Water Refunding Bond and to pay a Swap Termination Fee. The Tax-Exempt Bonds bear interest ranging from 2%-5% and the Taxable bonds bear interest of 0.87%. Interest on Tax-Exempt bonds is payable semi-annually each February 1st and August 1st. The Tax-Exempt bonds will mature on August 1, 2034.

The annual debt service requirements to mature the loan outstanding at June 30, 2018 were as follows:

Year Ending June 30,	Principal	Interest	Total
2019	\$ 1,315,000	\$ 1,208,150	\$ 2,523,150
2020	1,360,000	1,154,650	2,514,650
2021	1,405,000	1,099,350	2,504,350
2022	1,450,000	1,042,250	2,492,250
2023	1,500,000	975,750	2,475,750
Thereafter	21,620,000	5,242,825	26,862,825
Total	<u>\$ 28,650,000</u>	<u>\$ 10,722,975</u>	<u>\$ 39,372,975</u>

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 7 - LONG TERM DEBT (Continued)

2014 California Infrastructure and Economic Development Bank Installment Sale Agreement

On November 17, 2014, the City of Pittsburg entered into an installment sale agreement (agreement) with the California Infrastructure and Economic Development Bank for financing the costs of modifications to the Pittsburg Water Treatment Plant and installation of approximately 9,100 feet of transmission line and other related costs. The principal amount provided under the agreement is \$11,387,398 payable over a term of 30 years. Principal payments are made annually on August 1, commencing August 1, 2015 through August 1, 2044. The installment sales payments bear an interest rate of 3.51% per annum with interest payments made semi-annually on February 1 and August 1, commencing February 1, 2015 through August 1, 2044. The installments are payable from Water Charge Revenues. During fiscal year ended June 30, 2018, principal and interest paid was \$648,601 and water charge revenues were \$21,468,810.

The annual debt service requirements to mature the outstanding balance at June 30, 2018, were as follows:

Year Ending June 30,	Principal	Interest	Annual Fee
2019	\$ 244,240	\$ 371,398	\$ 32,110
2020	252,812	362,675	31,377
2021	261,686	353,645	30,619
2022	270,871	344,299	29,834
2023	280,379	334,624	29,021
2024-2028	1,556,607	1,515,696	131,880
2029-2033	1,849,654	1,217,504	106,836
2034-2038	2,197,870	863,177	77,072
2039-2043	2,611,641	442,143	41,707
2044-2045	1,177,498	41,687	5,330
Total	<u>\$ 10,703,258</u>	<u>\$ 5,846,848</u>	<u>\$ 515,786</u>

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 8 - SPECIAL ASSESSMENT DISTRICT DEBT WITHOUT CITY COMMITMENT

The City has sponsored special assessment debt issues under which it has no legal or moral liability with respect to repayment of the debt and therefore does not include this debt in the City's Governmental Activities. The activity for those issues for the year ended June 30, 2018, was as follows:

	Balance June 30, 2017	Retirements	Balance June 30, 2018
2001-03 Century Plaza A.D. Bonds	\$ 3,195,000	\$ 125,000	\$ 3,070,000
2011 Pittsburg IFA Bonds	12,755,000	1,100,000	11,655,000
2015 Vista Del Mar A.D. Refunding Bonds	9,360,000	360,000	9,000,000
Total	<u>\$ 25,310,000</u>	<u>\$ 1,585,000</u>	<u>\$ 23,725,000</u>

2001-03 Century Plaza Assessment District Bonds - The Century Plaza Bonds bear interest rates between 2.40% and 5.88% with interest payments made semi-annually on March 2 and September 2. The Century Plaza Bonds are to be paid from annual assessment installments. Proceeds from the Century Plaza Bonds were used to finance the construction and acquisition of certain public improvements within the City's Assessment District No. 2001-03. The outstanding balance at June 30, 2018 amounted to \$3,070,000.

2011 Pittsburg Infrastructure Financing Authority Bonds - In August 2011, the City refinanced the 1998 Marina Walk Assessment District Bonds, 1998 Pittsburg Infrastructure Financing Authority Bonds, 2001-01 San Marco Assessment District Bonds and 2001-02 Oak Hills South Assessment District Bonds. These Districts were consolidated into one Reassessment District No. 2011-1. The true interest cost of the refunded bonds is 4.5%. The outstanding balance at June 30, 2018 amounted to \$11,655,000.

2015 Vista Del Mar Assessment District Special Tax Refunding Bonds - In June 2015, the City refunded and defeased the 2005 Vista Del Mar Assessment District Bonds. The 2015 Vista Del Mar Bonds bear interest rates between 2.00% and 5.00% with interest payments made semi-annually on March 1 and September 1. The Vista Del Mar Bonds are to be paid from special taxes which are levied by the City on taxable real property within the boundaries of the District. The outstanding balance at June 30, 2018 amounted to \$9,000,000.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 9 - NET POSITION AND FUND BALANCES

Net Position is measured on the full accrual basis while Fund Balance is measured on the modified accrual basis.

A. Net Position

Net Position is the excess of all the City's assets and deferred outflows of resources over all its liabilities and deferred inflows of resources, regardless of fund. Net Position is divided into three captions. These captions apply only to Net Position, which is determined only at the Government-wide level, and are described below:

In the Government-Wide Financial Statements, net positions are classified in the following categories.

Net Investment in Capital Assets, describes the portion of Net Position which is represented by the current net book value of the City's capital assets, less the outstanding balance of any debt issued to finance these assets.

Restricted describes the portion of Net Position which is restricted as to use by the terms and conditions of agreements with outside parties, governmental regulations, laws, or other restrictions which the City cannot unilaterally alter. These principally include developer fees received for use on capital projects, debt service requirements, and redevelopment funds restricted to low and moderate income purposes.

Unrestricted describes the portion of Net Position which is not restricted to use.

B. Fund Balances

Governmental fund balances represent the net current assets of each fund. Net current assets generally represent a fund's cash and receivables, less its liabilities.

The City's fund balances are classified in accordance with Governmental Accounting Standards Board Statement Number 54 (GASB 54), *Fund Balance Reporting and Governmental Fund Type Definitions*, which requires the City to classify its fund balances based on spending constraints imposed on the use of resources. For programs with multiple funding sources, the City prioritizes and expends funds in the following order: Restricted, Committed, Assigned, and Unassigned. Each category in the following hierarchy is ranked according to the degree of spending constraint:

Nonspendables represents balances set aside to indicate items do not represent available, spendable resources even though they are a component of assets. Fund balances required to be maintained intact, such as Permanent Funds, and assets not expected to be converted to cash, such as prepaids, notes receivable, and land held for redevelopment are included. However, if proceeds realized from the sale or collection of nonspendable assets are restricted, committed or assigned, then Nonspendable amounts are required to be presented as a component of the applicable category.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 9 - NET POSITION AND FUND BALANCES (Continued)

Restricted fund balances have external restrictions imposed by creditors, grantors, contributors, laws, regulations, or enabling legislation which requires the resources to be used only for a specific purpose.

Committed fund balances have constraints imposed by formal action of the City Council through City Resolution, which may be altered only by formal action (Resolution) of the City Council. Encumbrances and nonspendable amounts subject to council commitments are included along with spendable resources.

Assigned fund balances are amounts constrained by the City’s intent to be used for a specific purpose, but are neither restricted nor committed. Intent is expressed through City Resolution, Ordinance, or through language in the adopted budget, by the City Council or its designee (City Manager for items from \$75,000 to \$150,000 and Senior Executive Team members for items below \$75,000) and may be changed at the discretion of the City Council or its designee.

Unassigned fund balance represents residual amounts that have not been restricted, committed, or assigned. This includes the residual general fund balance and residual fund deficits, if any, of other governmental funds.

To comply with GASB 54 requirements, the Budget Stabilization, Economic Development and California Theatre activities are consolidated within the General Fund. The following table provides details of the General Fund’s fund balance at June 30, 2018:

Fund/Activity	Nonspendable	Assigned	Unassigned	Total
General	\$ 2,300,328	\$ 369,823	\$ 16,176,657	\$ 18,846,808
Budget stabilization	-	-	2,250,000	2,250,000
Economic development	-	158,254	-	158,254
Total	<u>\$ 2,300,328</u>	<u>\$ 528,077</u>	<u>\$ 18,426,657</u>	<u>\$ 21,255,062</u>

Budget Stabilization Arrangement

City Council adopted a Resolution establishing a Budget Stabilization Fund for the City’s General Fund and requires the City to deposit year-end surpluses into it. The funds can only be used to help balance future budgets. As of June 30, 2018, the Budget Stabilization, which is reported within the unassigned fund balance of the General Fund, had a balance of \$2,250,000.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 9 - NET POSITION AND FUND BALANCES (Continued)

Detailed classifications of the City's Fund Balances, as of June 30, 2018, are listed below:

Fund Balance Classifications	General Fund	Special Revenue		Other Governmental Funds	Total
		Housing Authority Section 8	Successor Agency Housing		
Nonspendables:					
Items not in spendable form:					
Prepaid Items & Other Assets	\$ 90,885	\$ -	\$ -	\$ 21,975	\$ 112,860
Interfund Advances	67,302	-	-	-	67,302
Loans and Notes Receivable	2,079,517	-	-	-	2,079,517
Inventory	62,624	1,374	-	239,774	303,772
Total Nonspendable Fund Balances	2,300,328	1,374	-	261,749	2,563,451
Restricted for:					
Special Revenue	-	-	-	6,666,152	6,666,152
Debt Service	-	-	-	2,898,098	2,898,098
Low Income Housing	-	150,366	1,545,872	675,119	2,371,357
Capital Projects	-	-	-	10,041,631	10,041,631
Total Restricted Fund Balances	-	150,366	1,545,872	20,281,000	21,977,238
Committed to:					
Capital Improvement	-	-	-	1,100,062	1,100,062
Field Replacement	-	-	-	576,380	576,380
Public Education	-	-	-	564,498	564,498
Total Committed Fund Balances	-	-	-	2,240,940	2,240,940
Assigned to:					
Reserved for Operations, Carryover Budget	265,742	-	-	-	265,742
Reserved for Police Buys	1,220	-	-	-	1,220
Reserved for Leisure Service	6,656	-	-	-	6,656
Reserved for Inventory	62,624	-	-	-	62,624
Payroll Imprest Fund Balance	33,581	-	-	-	33,581
For Economic Development	158,254	-	-	-	158,254
Public Safety	-	-	-	42,127	42,127
Total Assigned Fund Balances	528,077	-	-	42,127	570,204
Unassigned:					
General fund	16,176,657	-	-	-	16,176,657
Stabilization Arrangements	2,250,000	-	-	-	2,250,000
Other governmental funds	-	-	-	(3,740,451)	(3,740,451)
Total Unassigned Fund Balances	18,426,657	-	-	(3,740,451)	14,686,206
Total Fund Balances	\$ 21,255,062	\$ 151,740	\$ 1,545,872	\$ 19,085,365	\$ 42,038,039

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 9 - NET POSITION AND FUND BALANCES (Continued)

C. Deficit Fund Balance/Net Position

At June 30, 2018, the following funds had deficit fund balances:

Fund	Amount
<i>Special Revenue Funds:</i>	
Small Cities Grants	\$ 4,177 (a)
Park Maintenance CFD 2007-1	22,116 (b)
Railroad Avenue Specific Area Plan	3,330,008 (c)
Fire District CFD 2017-01	8,002 (d)
Golf Course	374,957 (e)

- (a) The deficit will be reduced with future years' grant revenues.
- (b) The deficit will be reduced with future years' assessment revenues.
- (c) The deficit is caused by the completion of the eBart project and will be reduced by future assessment revenues.
- (d) The deficit is caused by the administration fees for the fire district and will be reduced by future special taxes.
- (e) The deficit is caused by the recategorization of the Golf Course from an Enterprise Fund to a Special Revenue fund, as capital assets are no longer recorded within the fund, and will be reduced with future revenues.

D. Restricted Net Position for Special Projects and Programs

At June 30, 2018, the City has the following restricted net position for special projects and programs approved by Resolution 18-13542:

Measure C Fund	\$ 607,575
Gas Tax Fund	1,674,726
NPDES Fund	23,761
Local Traffic Mitigation Fund	1,601,568
Park Dedication Fund	28,959
City Capital Improvement Project Fund	1,776,191
Kirker Creek Drainage Fund	13,356
Community Capital Improvement Fund	1,005,446
Regional Traffic Mitigation Fund	571,115
	\$ 7,302,697

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 9 - NET POSITION AND FUND BALANCES (Continued)

E. Prior Period Adjustment Due to Implementation of GASB Pronouncements

For the fiscal year ended June 30, 2018, the City implemented the provision of GASB No. 75 - *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Accordingly, beginning net positions were reduced by the amounts shown in the following table:

Entity-wide:	
Governmental Activities	\$ (4,409,915)
Business-type Activities	(1,584,091)
Fund Level Enterprise Funds:	
Water Utility	(874,836)
Sewer Utility	(220,282)
Marina	(136,573)
Pittsburg Power	(273,146)
Water Front	(79,254)
Total Restatement	<u>\$ (5,994,006)</u>

The reductions reflect the recording of the net OPEB liability, and corresponding deferred inflows of resources and deferred outflows of resources as required under the new GASB.

NOTE 10 - RISK MANAGEMENT

A. General Liability Insurance

The City is self-insured for the first \$25,000 of each loss and maintains excess liability insurance through Municipal Pooling Authority (MPA). The City is not insured for liability occurrences over \$29,000,000 per occurrence.

B. Workers' Compensation

The City maintains statutory excess workers' compensation insurance through MPA, and is insured for an individual accident resulting in claims up to statutory limits. The City is not self-insured for any initial portion of a claim but is self-insured for claims exceeding statutory limits.

C. Estimated Reserves for Claims

Municipalities are required to record their liability for uninsured claims and to reflect the current portion of this liability as expenditure in their financial statements. As discussed below, the City has coverage for such claims, but it has retained the risk for the deductible or uninsured portion, of these claims.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 10 - RISK MANAGEMENT (Continued)

The City reports all claims as a current liability based on historical results. The City's liability for uninsured claims, based on claims history, was computed as follows and is recorded in the Insurance Internal Service Fund:

For the Years Ended June 30,	Claims Payable at July 1	Fiscal Year Claims and Changes in Estimates	Claims Payments	Claims Payable at June 30,
2010	\$ 208,770	\$ (95,076)	\$ (29,519)	\$ 84,175
2011	84,175	69,494		153,669
2012	153,669	(27,629)	(8,327)	117,713
2013	117,713	47,199	(36,027)	128,885
2014	128,885	88,503	(22,323)	195,065
2015	195,065	202,195	(148,208)	249,052
2016	249,052	90,846	(189,401)	150,497
2017	150,497	506,110	(399,353)	257,254
2018	257,254	(65,124)	(64,612)	127,518

D. Purchased Insurance

MPA provides additional coverage for the following risks incurred by the City:

Coverage Type	Deductible	Coverage Limits
All Risk Fire and Property	\$ 25,000	\$ 1,000,000,000
Flood	100,000	25,000,000
Boiler and Machinery	5,000	100,000,000
All Vehicles (Physical Damage)	2,000	250,000
Police Vehicles (Physical Damage)	3,000	250,000
Workers' Compensation	None	Statutory Limits
Liability	25,000	29,000,000
Employment Liability	50,000	2,000,000
Cyber Liability	50,000	2,000,000
Public Entity Pollution Liability	100,000	1,000,000
Government Crime Coverage	2,500	1,000,000

MPA is governed by a Board consisting of representatives from member municipalities.

The Board controls the operations of MPA, including selection of management and approval of operating budgets, independent of any influence by member municipalities beyond their representation on the Board.

The City's deposits with MPA are in accordance with formulas established by MPA. Actual surpluses or losses are shared according to a formula developed from overall loss costs and spread to member entities on a percentage basis after a retrospective rating.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 10 - RISK MANAGEMENT (Continued)

Audited financial statements can be obtained from Municipal Pooling Authority at 1911 San Miguel Drive #200, Walnut Creek, CA 94596-5332.

E. Adequacy of Protection

During the past three fiscal (claims) years none of the above programs of protection have had settlements or judgments that exceeded pooled or insured coverage. There have been no significant reductions in pooled or insured liability coverage from coverage in the prior year.

NOTE 11 - DEFINED BENEFIT PENSION PLANS

A. Plan Descriptions and Summary of Balances by Plan

The City has three defined benefit pension plans, a Miscellaneous Plan, Safety Plan, and the Miscellaneous Employees' Retirement System of 1962 of the City of Pittsburg, California (MERS). The Miscellaneous Plan is an Agent-Multiple Employer Plan and the Safety Plan is a Cost-Sharing Employer Plan administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plans are established by State statute and City Ordinance.

All qualified permanent and probationary employees are eligible to participate in the separate Safety Plan, cost-sharing multiple employer defined benefit pension plan and Miscellaneous (all other) Plan, an agent multiple-employer defined benefit pension plan, administered by the California Public Employees' Retirement System (CalPERS), which acts as a common investment and administrative agent for its participating member employers. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position have been determined on the same basis as they are reported by the CalPERS Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLANS

Below is a summary of the deferred outflows of resources, net pension liabilities and deferred inflows of resources by Plan:

Plan	Deferred Outflows of Resources	Net Pension Liability/ Proportionate Share of Net Pension	Deferred Inflows of Resources	Pension Expense
CalPERS Plans:				
Miscellaneous	\$ 7,752,476	\$ 24,377,323	\$ 1,832,815	\$ 4,814,967
Safety	11,461,395	25,094,362	4,425,561	2,444,646
CCCERA Closed Plan	-	6,514,065	-	296,765
Total	\$ 19,213,871	\$ 55,985,750	\$ 6,258,376	\$ 7,556,378

Each Plan is discussed in detail below.

B. CalPERS Miscellaneous Plan

Benefits Provided - CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law. The Pension Reform Act of 2013 (PEPRA), Assembly Bill 340, is applicable to employees new to CalPERS and hired after December 31, 2012.

The Plans' provisions and benefits in effect at June 30, 2018, are summarized as follows:

	Miscellaneous		
	Prior to July 10, 2011	On or after July 10, 2011	On or after January 1, 2013
Hire date			
Benefit formula	2.0% @ 55	2.0% @ 60	2.0% @ 62
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50	62	62
Monthly benefits, as a % of eligible compensation	1.426% to 2.418%	1.092% to 2.418%	1.000% to 2.500%
Required employee contribution rates	7%	7%	6.25%
Required employer contribution rates	15.354%	15.354%	15.354%

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLAN (Continued)

Employees Covered - As of the June 30, 2016 actuarial valuation date, the following employees were covered by the benefit terms for the Plan:

	Miscellaneous
Inactive employees or beneficiaries currently receiving benefits	120
Inactive employees entitled to but not yet receiving benefits	156
Active employees	176
Total	452

As of June 30, 2018, the City had 169 active employees in the Miscellaneous Plan.

Contributions - Section 20814(c) of the California Public Employees’ Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for 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 City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

Net Pension Liability - The City’s net pension liability for the Miscellaneous Plan is measured as the total pension liability, less the pension plan’s fiduciary net position. The net pension liability of the Plan is measured as of June 30, 2017, using an annual actuarial valuation as of June 30, 2016 rolled forward to June 30, 2017 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLAN (Continued)

Changes in Net Pension Liability - The changes in the Net Pension Liability for the Miscellaneous Plan follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2016	\$ 83,234,650	\$ 61,162,394	\$ 22,072,256
Changes in the year:			
Service cost	2,185,281	-	2,185,281
Interest on the total pension liability	6,187,235	-	6,187,235
Differences between actual and expected experience	(1,930,694)	-	(1,930,694)
Changes in assumptions	5,646,863	-	5,646,863
Changes in benefit terms	-	-	-
Contribution - employer	-	2,156,429	(2,156,429)
Contribution - employee (paid by employer)	-	-	-
Contribution - employee	-	931,204	(931,204)
Net investment income	-	6,786,287	(6,786,287)
Administrative expenses	-	(90,302)	90,302
Benefit payments, including refunds of employee contributions	(3,017,394)	(3,017,394)	-
Net changes	<u>9,071,291</u>	<u>6,766,224</u>	<u>2,305,067</u>
Balance at June 30, 2017	<u>\$ 92,305,941</u>	<u>\$ 67,928,618</u>	<u>\$ 24,377,323</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following presents the net pension liability of the City for the Plan, calculated using the discount rate for the Plan, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	Miscellaneous
1% Decrease	6.15%
Net Pension Liability	\$ 38,366,415
Current Discount Rate	7.15%
Net Pension Liability	\$ 24,377,323
1% Increase	8.15%
Net Pension Liability	\$ 12,953,938

Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions - Gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLAN (Continued)

The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense.

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

Difference between projected and actual earnings on investments - 5 year straight-line amortization

All other amounts - Straight-line amortization over the average expected remaining services lives of all members that are provided with benefits (active, inactive, and retired) as of the beginning of the measurement period

The expected average remaining service lifetime (EARSL) is calculated by dividing the total future service years by the total number of plan participants (active, inactive, and retired). Note that inactive employees and retirees have remaining service lifetimes equal to 0. Also note that total future service is based on the members' probability of decrementing due to an event other than receiving a cash refund.

For the year ended June 30, 2018, the City recognized pension expense of \$4,814,967. At June 30, 2018, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 2,253,288	\$ -
Differences between actual and expected experience	339,515	(1,488,043)
Changes in assumptions	4,198,949	(344,772)
Net differences between projected and actual earnings on plan investments	960,724	-
Total	<u>\$ 7,752,476</u>	<u>\$ (1,832,815)</u>

\$2,253,288 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30	Annual Amortization
2019	\$ 751,662
2020	2,153,004
2021	1,246,591
2022	(484,884)

Actuarial assumptions and information regarding the discount rate are discussed in Note 11D below.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLAN (Continued)

C. CalPERS Safety Plan

Benefits Provided - CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The Plans' provisions and benefits in effect at June 30, 2018, are summarized as follows:

	Safety		
	Prior to July 10, 2011	On or after July 10, 2011	On or after January 1, 2013
Hire date			
Benefit formula	3.0% @ 50	3.0% @ 55	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50	50	50
Monthly benefits, as a % of eligible compensation	3%	2.7%	2.7%
Required employee contribution rates	9%	9%	11.5%
Required employer contribution rates	21.815%	16.842%	11.990%

Contributions - Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers are 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 City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the year ended June 30, 2018, the contributions recognized as part of pension expense for each Plan were as follows:

	Safety
Contributions - employer	\$ 2,674,332

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLAN (Continued)

Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions - As of June 30, 2018, the City reported net pension liabilities for its proportionate shares of the net pension liability of the Plan as follows:

	Proportionate Share of Net Pension Liability
Total Safety Net Pension Liability	<u>\$25,094,362</u>

The City's net pension liability for each Plan is measured as the proportionate share of the net pension liability. The net pension liability of each of the Plans is measured as of June 30, 2017, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016 rolled forward to June 30, 2017 using standard update procedures. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The City's proportionate share of the net pension liability for the Plan as of June 30, 2017 and 2018 was as follows:

	Safety
	<u>All Tiers</u>
Proportion - June 30, 2017	0.46609%
Proportion - June 30, 2018	<u>0.48116%</u>
Change - Increase (Decrease)	<u>0.01507%</u>

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLAN (Continued)

For the year ended June 30, 2018, the City recognized pension expense of \$2,444,646. At June 30, 2018, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Safety	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 2,674,332	\$ -
Differences between actual and expected experience	286,445	(74,684)
Changes in assumptions	4,154,177	(318,720)
Change in employer's proportion and differences between the employer's contributions and the employer's proportionate share of contributions	399,159	-
Change in proportion	3,041,509	(4,032,157)
Net differences between projected and actual earnings on plan investments	905,773	-
Total	<u>\$ 11,461,395</u>	<u>\$ (4,425,561)</u>

\$2,674,332 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30	Annual Amortization
2019	\$ 771,470
2020	2,411,250
2021	1,708,782
2022	(530,000)

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLAN (Continued)

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate -
The following presents the City's proportionate share of the net pension liability for each Plan, calculated using the discount rate for each Plan, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	<u>Total</u>
1% Decrease	6.15%
Net Pension Liability	\$ 38,818,042
Current Discount Rate	7.15%
Net Pension Liability	\$ 25,094,362
1% Increase	8.15%
Net Pension Liability	\$ 13,875,938

Actuarial assumptions and information regarding the discount rate are discussed in Note 11D below.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLAN (Continued)

D. Information Common to the Miscellaneous and Safety Plans

Actuarial Assumptions – The total pension liabilities in the June 30, 2016 actuarial valuations were determined using the following actuarial assumptions:

	<u>Miscellaneous and Safety (1)</u>
Valuation Date	June 30, 2016
Measurement Date	June 30, 2017
Actuarial Cost Method	Entry-Age Normal Cost Method
Amortization Method	Level Percent of Payroll
Actuarial Assumptions:	
Discount Rate	7.15% (Miscellaneous and Safety)
Inflation	2.75%
Payroll Growth	3.0%
Projected Salary Increase	3.2% - 20% (2)
Investment Rate of Return	7.375% (3)
Mortality	Derived using CalPers Membership Data for all Funds (4)

- (1) Actuarial assumptions are the same for all benefit tiers (Tier I-Classic, Tier II, and Tier III-PEPRA)
- (2) Depending on age, service and type of employment
- (3) Net of pension plan investment expenses, includes inflation
- (4) The mortality table used was developed based on CalPERS' specific data. The table includes 20 years of mortality improvements using Society of Actuaries Scale BB. For more details on this table, please refer to the CalPERS 2014 experience study report available on CalPERS' website.

GASB 68, paragraph 68, states that the long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense. The discount rate of 7.15% used for the June 30, 2017 measurement date was net of administrative expenses.

Discount Rate – The discount rate used to measure the total pension liability was 7.15% for the Miscellaneous and Safety Plans. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing of the plans, the tests revealed the assets would not run out. Therefore, the current discount rates are appropriate and the use of the municipal bond rate calculation is not deemed necessary. The long-term expected discount rate of 7.15% is applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report called “GASB Crossover Testing Report” that can be obtained from the CalPERS’ website under the GASB 68 section.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLAN (Continued)

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund (PERF) 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.

The table below reflects the long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. The target allocation shown was adopted by the Board effective on July 1, 2016.

Asset Class	New Strategic Allocation	Real Return Years 1 - 10 (a)	Real Return Years 11+(b)
Global Equity	50.0%	5.25%	5.71%
Global Fixed Income	28.0%	0.99%	2.43%
Private Equity	8.0%	6.83%	6.95%
Real Estate	13.0%	4.50%	5.13%
Liquidity	1.0%	(0.55%)	(1.05%)
Total	100%		

- (a) An expected inflation of 2.5% used for this period.
(b) An expected inflation of 3.0% used for this period.

Pension Plan Fiduciary Net Position - Detailed information about each pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLAN (Continued)

E. Contra Costa County Employees' Retirement Association

Between July 1, 1973 and June 30, 2001, the City provided retirement benefits to its employee groups by contracting with the Contra Costa County Employees' Retirement Association (CCCERA). The City of Pittsburg converted to the CalPERS retirement system effective July 1, 2001 and entered into a Termination Withdrawal Agreement with CCCERA that resulted in the following consequences: CCCERA retained the obligation to provide future benefits to the City's past retirees and vested members that had left the City's employment prior to July 1, 2001.

The City would provide CalPERS retirement benefits for its then current and future employees. The Termination Withdrawal Agreement stated that as of June 30, 2001, the City accrued liability and allocated assets was determined at \$31,483,218. The Termination Withdrawal Agreement also stated that due to market fluctuation and the uncertainty with other actuarial assumptions, the unfunded accrued liability will be recomputed every three years as CCCERA's triennial experience studies are completed. In addition, CCCERA is required to annually submit to the City a cash accounting update of the City of Pittsburg Bookkeeping Asset Account. If the ratio of the balance of the City's Bookkeeping Asset Account to its triennial updated termination unfunded liability is below 95% or exceeds 105%, the resulting obligation (if not paid in full) or surplus, will be amortized as a level amount over 15 years at a 7.75% annual interest rate.

In January 2006, the City received correspondence from CCCERA indicating that the City had an updated unfunded liability of \$11,902,898 that had been re-determined as of December 31, 2003. In June 2006, the City issued Pension Obligation bonds for a total amount of \$39,566,055; upon completion of this transaction the City utilized these bond proceeds to prepay the unfunded liability owed to CCCERA which amounted to \$12,700,000 as of June 30, 2006. The balance of bond funds in the amount of \$25,977,758 was used to prepay the City's unfunded accrued liability for both the miscellaneous and safety plans to the Public Employees Retirement System (PERS).

Almost a year later the City received a letter from CCCERA dated August 23, 2007, providing the December 31, 2006 withdrawal liability update. In summary, the update reported the funding ratio of the present value of benefits (\$47.9 million) to allocated market assets (\$45.4 million) as 94.8%. The August 23, 2007 letter stated that since this ratio is below 95% this triggers a lump sum payment as of December 31, 2006 for \$2,505,433 plus interest at the rate of 7.8% to date of payment or an annual payment of \$289,144 to be amortized over 15 years starting with the first payment due on December 31, 2007.

In December of 2010, CCCERA sent a letter to the City regarding the triennial update of the City of Pittsburg's withdrawal liability as of December 31, 2009. The City of Pittsburg's unfunded termination liability of \$15,877,533 was calculated by The Segal Company, which would result in an annual payment of \$1,826,746 or approximately \$1.5 million more than CCCERA's previous 2006 calculated annual payment of \$289,144. In response to CCCERA's December 2010 calculated triennial update of the City's withdrawal liability, the City worked with CCCERA to amend the City's Termination Agreement to (1) allow the calculation be prepared on an Actuarial rather than Market value of assets basis, and (2) create an 18-month lag between the valuation date and the date the contribution is due which lowered the December 31, 2009 unfunded obligation from \$15.9 million to \$9.9 million.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 11 - DEFINED BENEFIT PENSION PLAN (Continued)

In addition, the City borrowed \$3.8 million from the City's Water Fund balance at the LAIF annual interest rate to repay a portion of the City's CCCERA unfunded liability and used \$1,980,096 of various fund balances to help reduce the City's CCCERA unfunded liability. Thus, through FY 2013-14, the City reduced its CCCERA unfunded liability by \$5,780,096 leaving \$4.1 million to be repaid over 15 years at the 7.75% annual interest rate.

In December of 2013, CCCERA sent a triennial update of the City Of Pittsburg's pension liability with CCCERA. The liability increased to \$11,312,353 resulting in 14 annual payments of \$1,306,656 at an interest rate of 7.25% per annum.

In December of 2015, CCCERA sent a triennial update of the City Of Pittsburg's pension liability with CCCERA. The liability decreased to \$6,810,830 resulting in 15 annual payments of \$773,523 at an interest rate of 7% per annum.

During fiscal year 2017-2018, the City made a payment of \$296,765 resulting in a decrease in the liability of \$6,514,065.

NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS

Plan Description. The City of Pittsburg Retiree Healthcare Plan (Plan) is a single-employer defined benefit healthcare plan administered by the City. The plan provides healthcare benefits to eligible retirees and their dependents. Benefit provisions are established and may be amended through agreements and memorandums of understanding between the City, its management employees, and unions representing City employees.

The City allows eligible retirees to continue in the City medical plans, currently Kaiser and Health Net. The City contributes up to a percentage of the single or dual Kaiser Retiree premium based on years of City service. No dental, vision, or life insurance benefits are provided.

On December 24, 2013, the City established an agreement with the California Public Employees' Retirement System (CalPERS) to set aside funds and deposit into the California Employer's Retiree Benefit Trust (CERBT) fund to accumulate, and distribute assets for the exclusive benefit of retirees and their beneficiaries. Plan assets are irrevocable and may not be used for any purpose other than funding post-retirement health care. The CERBT fund is an agent multiple employer plan and in order to ensure that the CERBT fund remains compliant with all reporting requirements, the CalPERS is responsible for publishing aggregate GASB 43 compliance Financial Statements, Notes, and Required Supplementary Information (RSI). The information may be found on CalPERS website at www.calpers.ca.gov.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

Funding Policy. There is no statutory requirement for the City to prefund its OPEB obligation. The City has currently chosen to prefund OPEB. There are no employee contributions.

For fiscal year 2017-2018, the City contributed \$2,021,796 in healthcare plan benefits, including \$1,116,619 in premium payments for retirees, \$122,000 for implied subsidies and \$484,845 for contributions to the CERBT fund.

For fiscal year 2017-2018, the City received no reimbursements from the CERBT fund for premium payments for retirees.

The City allows retirees to participate in the same City medical plans (Kaiser and Health Net) as active employees. For the Kaiser medical plan, retiree premium rates are the same as the active employees. Because this premium rate is a “blended” rate, retiree premiums payments are lower than what they would pay if the retirees were in a standalone medical plan, resulting in an implied subsidy for retirees under GASB Statement 75.

Employees Covered by Benefit Terms. Membership in the plan consisted of the following at the measurement date of June 30, 2017:

Active employees	150
Inactive employees or beneficiaries currently receiving benefit payments	-
Inactive employees entitled to but not yet receiving benefit payments	149
Total	299

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used are consistent with the long-term perspective of the calculations.

In the June 30, 2017 actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 4.35% investment rate of return (net of administrative expenses), and a 2.75% general inflation assumption. Premiums were assumed to increase with a Non-Medicare medical cost increase rate of 7.5% for 2019 and grading down to 4.0% for 2076 and thereafter. The Medicare premiums were assumed to increase at a rate of 6.5% and grading down to 4.0% for 2076 and thereafter. The initial UAAL was amortized as a level percentage of projected payrolls over a fixed 27-year period from June 30, 2013 and will be amortized as a level dollar amortization over a 23 year period from June 30, 2017.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

Net OPEB Liability. The City’s net OPEB liability was measured as of June 30, 2017 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated June 30, 2017, based on the actuarial methods and assumptions shown on the previous page.

The underlying mortality assumptions were based on the CalPERS 1997-2015 Experience Study and all other actuarial assumptions used in the June 30, 2017 valuation were based on the results of a June 30, 2017 actuarial experience study for the period July 1, 2016 through June 30, 2017.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	57%	4.82%
Fixed Income	27%	1.47%
TIPS	5%	1.29%
Commodities	3%	0.84%
REITs	8%	3.76%
Total	100%	

Discount Rate - The discount rate used to measure the total OPEB liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that City 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. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

Changes in Net OPEB Liability. The changes in the net OPEB liability is shown in the following table:

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability/(Asset)
	(a)	(b)	(a) - (b)
Balance at June 30, 2016	\$ 37,912,000	\$ 2,585,000	\$ 35,327,000
Changes Recognized for the Measurement Period:			
Service Cost	807,000		807,000
Interest on the total OPEB liability	2,558,000		2,558,000
Changes in benefit terms			
Differences between expected and actual experience			
Changes of assumptions			
Contributions from the employer		2,106,000	(2,106,000)
Net investment income		295,000	(295,000)
Administrative expenses		(1,000)	1,000
Benefit payments	(1,625,000)	(1,625,000)	0
Net changes	1,740,000	775,000	965,000
Balance at June 30, 2017 (Measurement Date)	\$ 39,652,000	\$ 3,360,000	\$ 36,292,000

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued plan financial report that may be obtained from CalPERS. The benefit payments and refunds include implied subsidy benefit payments in the amount of \$222,000.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate and Healthcare Cost Trend Rates.

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current discount rate:

Net OPEB Liability/(Asset)		
Discount Rate -1%	Discount Rate	Discount Rate +1%
(5.75 %)	(6.75%)	(7.75%)
\$41,667,000	\$36,292,000	\$31,870,000

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

Net OPEB Liability/(Asset)		
Healthcare Cost		
1% Decrease (6.5%/5.5% decreasing to 3%)	Trend Rates (7.5%/6.5% decreasing to 4%)	1% Increase (8.5%/7.5% decreasing to 5%)
\$31,415,000	\$36,292,000	\$42,291,000

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB. For the year ended June 30, 2018, the City recognized OPEB expense of \$3,155,000. At June 30, 2018, the City reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Employer contributions made subsequent to the measurement date	\$ 2,021,796	-
Net differences between projected and actual earnings on plan investments	-	\$ 84,000
Total	\$ 2,021,796	\$ 84,000

\$2,021,796 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as part of OPEB expense as follows:

Year Ended June 30	Annual Amortization
2019	\$ (21,000)
2020	(21,000)
2021	(21,000)
2022	(21,000)

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 13 - COMMITMENTS AND CONTINGENCIES

A. Grants from Other Governments

The City participates in a number of Federal, State, and County programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grantor program regulations, the City may be required to reimburse the grantor government. As of June 30, 2018, some amounts of grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any individual governmental funds or the overall financial condition of the City.

B. Litigation

The City is a defendant in a number of lawsuits which have arisen in the normal course of business. While substantial damages are alleged in some of these actions, their outcome cannot be predicted with certainty.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 13 - COMMITMENTS AND CONTINGENCIES (Continued)

C. Construction Commitments

As of June 30, 2018, the City has construction commitments to various capital projects as shown in the table below:

Project	Amount
2010/11 Sewer Replacement Program	\$ 6,480,351
2014/15 CCTV/Inspection/Sewer Replacement	3,298,094
Main W Leland (WTP to SW Hills)	2,550,000
James Donlon Extension Project	1,970,733
Total of Construction Commitments < \$100,000	1,344,253
Stoneman Avenue Intersection Improvements	869,911
Seismic Retrofit Bridge	620,931
W. Leland High Friction	571,497
West Leland Street Lighting	543,657
All Star Ford Incentive	450,000
W. Leland Pavement Marker/Speed Sign	361,276
Citywide Storm Drain Improvements (2009-01)	354,711
IE Facility Relocation Project	350,000
Multimodal Transit Station Access Impr 2013-19	294,382
Brownfield EPA Grant Project	287,438
Mare Island Residential Units - Gas Electric Meters	286,578
San Marco Blvd Class I Trail	255,552
16/17 Sludge Removal	250,000
W. Leland Delineation/Crosswalk	248,123
2017/18 Citywide Pavement Management	211,852
Downtown Sidewalk Repair	210,401
Water Treatment Plant Sludge Handling Facility	203,348
Capital Reinvestment Projects	197,373
2013/14 WTP Capital Repairs & Improvements	182,954
Sewer Master Plan Update	175,000
2017/18 Cable Replacement	154,470
Mare Island Residential Units	143,289
California Theatre - Phase I	140,449
Highway 4 Trunk Line Relief (2007-09)	133,113
Pavement Repair Project 2016-08	123,861
Railroad Avenue (3rd-8th St) Improvements	114,308
Mare Island Residential Units - Development Refund	106,356
Sewer Line Replacement East of Loveridge	100,000
Total Construction Commitments	<u>\$ 23,584,261</u>

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 13 - COMMITMENTS AND CONTINGENCIES (Continued)

D. Sales Tax Participation Agreements

The City negotiates sales tax participation agreements on an individual basis. The City has sales tax participation agreements with three entities as of June 30, 2018:

Entity	Tax Abated	Gross Dollar Amount of Abatement in Fiscal Year 2018	Commitments made
Contra Costa County	i) 50% of Sales Tax Revenue from annexation area; ii) 100% PG&E Franchise Fee to City in the Annexation Area	\$4,073	Upon annexation of the northwest inclusion Mirant Power Plant, the City would receive an increased share of the County's property tax revenue of 50% of all sales and use tax revenues from the Annexation Area.
Private Company (Confidential)*	25% of Sales Tax Revenue of the parcel not to exceed \$1,850,000 over 10 years from 10/15/2012 through 10/14/2022	99,329	Relocation of business
Contra Costa County	\$150,000 to County if Sales Tax Revenues that the City receives from the annexation area is greater than \$250,000/year. If Sales Tax Revenue is less than \$250,000, then the amount to be transferred to the County shall be reduced by the amount the sales revenue that fell short of \$250,000.	150,000	None

*Pursuant to the Sales and Use Tax law (chapter 8 - Article 1 - section 7056), in order to protect the confidential information of sales taxes collected and abatements provided to each of the specific agencies, the City has presented the aggregate amount abated during the current fiscal year for this entity.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 14 - SUCCESSOR AGENCY ACTIVITIES

The activities of the Successor Agency are reported in the Successor Agency to the Redevelopment Agency Private-Purpose Trust Fund as the activities are under the control of the Oversight Board. The City provides administrative services to the Successor Agency to wind down the affairs of the former Redevelopment Agency. Activities of the Successor Agency are as follows:

A. Notes and Loans Receivable

The various rehabilitation and construction loans including deferred and accrued interest balance is \$9,209,617 as of June 30, 2018. These loans have been made to individual homeowners, businesses and developers within the Redevelopment Project Area. The terms of these loans are specific to the borrower and interest rates, as well as usage and repayment requirements, vary according to the loan type. The following are descriptions of the various loans:

- Housing and rehabilitation loans are provided to homeowners who meet low and moderate income requirements as defined by the Department of Housing and Urban Development. These residential loans are available from \$5,000 to \$25,000 per property at a loan term of 3% simple interest for 10 years. The property will be rehabilitated to be free from health and safety violations upon completion of the rehabilitation program. The outstanding balance of these loan types as of June 30, 2018 was \$314,126.
- In 2005, a long agreement was entered into with the Mt. Diablo Unified School District (District) in the amount of \$6,178,936 for capital improvements. The funding was provided with the 2003A Bond proceeds. The District will repay the loan from school impact fees collected until the Agency is fully reimbursed or 35 years, whichever occurs first. The balance outstanding as of June 30, 2018 was \$4,148,543.
- The remaining loans receivable of \$4,746,948 as of June 30, 2018 represent a number of small business and property owner rehabilitation and construction loans to eliminate blight by assisting improvements and rehabilitation of properties that were vacant or underutilized.

B. Capital Assets

Capital assets are valued at historical cost or estimated historical cost if historical cost is not available. Donated capital assets are valued at their estimated fair market value on the date donated. The Agency's policy has set the capitalization threshold for general capital assets at \$5,000 and infrastructure capital assets at \$25,000 for reporting purposes. The Successor Agency has recorded all its public domain (infrastructure) capital assets, which include landscape, storm, street, and traffic systems.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 14 - SUCCESSOR AGENCY ACTIVITIES (Continued)

All capital assets with limited useful lives are depreciated over their estimated useful lives. The purpose of depreciation is to spread the cost of capital assets equitably among all users over the life of these assets. The amount charged to depreciation expense each year represents that year's pro rata share of the cost of capital assets.

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

Depreciation is provided using the straight line method, which means the cost of the asset is divided by its expected useful life in years and the result is charged to expense each year until the asset is fully depreciated. The Successor Agency has assigned the useful lives and capitalization thresholds listed below to capital assets.

Depreciation is recorded on a straight-line method over the useful lives of the assets as follows:

- Building and Improvements 30 - 45 years
- Machinery and Equipment 5 - 20 years
- Infrastructure 30 - 75 years

Capital Asset Additions, Retirements and Balances

	Balance at June 30, 2017	Additions	Deletions	Transfers to City	Balance at June 30, 2018
Capital assets not being depreciated:					
Land	\$ 17,709,886	\$ -	\$ (10,936,697)	\$ (405,399)	\$ 6,367,790
Total capital assets not being depreciated	<u>17,709,886</u>	<u>-</u>	<u>(10,936,697)</u>	<u>(405,399)</u>	<u>6,367,790</u>
Capital assets being depreciated:					
Buildings and Improvements	1,919,494	-	-	-	1,919,494
Total capital assets being depreciated	<u>1,919,494</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,919,494</u>
Less accumulated depreciation for:					
Buildings and Improvements	(285,822)	(43,542)	-	-	(329,364)
Net capital assets being depreciated	<u>1,633,672</u>	<u>(43,542)</u>	<u>-</u>	<u>-</u>	<u>1,590,130</u>
Total capital assets, net	<u>\$ 19,343,558</u>	<u>\$ (43,542)</u>	<u>\$ (10,936,697)</u>	<u>\$ (405,399)</u>	<u>\$ 7,957,920</u>

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

During fiscal year 2017-2018, the Successor Agency transferred land valued at \$405,399 to the City's Governmental Activities. The Successor Agency also sold 42 parcels of land valued at \$10,936,697 for a total amount of \$1,535,759, incurring a loss of \$9,400,938 during the fiscal year.

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 14 - SUCCESSOR AGENCY ACTIVITIES (Continued)

C. Long-Term Debt

The Successor Agency' long term debt activities for fiscal year ended June 30, 2018 are as follows:

Description	Original Issue Amount	Balance June 30, 2017	Additions	Retirements	Balance June 30, 2018	Amounts Due Within One Year	Amounts Due in More Than One Year
Tax Allocation Bonds:							
1999 RDA Bonds	\$ 30,106,357	\$ 37,595,071	\$ 3,631,173	\$ -	\$ 41,226,244	\$ -	\$ 41,226,244
2006A RDA Housing Set-Aside Bonds	11,020,000	8,860,000	-	255,000	8,605,000	265,000	8,340,000
2014 RDA Tax Allocation Refunding Bonds	67,445,000	56,840,000	-	9,145,000	47,695,000	8,735,000	38,960,000
2016A RDA Housing Set-Aside Bonds	13,845,000	13,180,000	-	845,000	12,335,000	860,000	11,475,000
2016A RDA Subordinated Refunding Bonds	120,085,000	120,085,000	-	-	120,085,000	-	120,085,000
2016B RDA Subordinated Refunding Bonds	26,690,000	15,305,000	-	11,065,000	4,240,000	4,240,000	-
2016C RDA Subordinated Refunding Bonds	37,755,000	37,755,000	-	-	37,755,000	8,250,000	29,505,000
Sub-total		289,620,071	3,631,173	21,310,000	271,941,244	22,350,000	249,591,244
Unamortized premium on 2016A RDA		22,410,973	-	2,807,047	19,603,926	2,807,047	16,796,879
Total Successor Agency Debt		\$ 312,031,044	\$ 3,631,173	\$ 24,117,047	\$ 291,545,170	\$ 25,157,047	\$ 266,388,123

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 14 - SUCCESSOR AGENCY ACTIVITIES (Continued)

1999 Redevelopment Agency Tax Allocation Bonds

1999 Redevelopment Agency Tax Allocation Bonds (1999 RDA Bonds) outstanding at June 30, 2018 amounted to \$95,795,000. The bonds bear interest at rates between 4.1 % and 6.2% with interest payments made semi-annually on February 1 and August 1. The bonds mature on August 1 of each year. The proceeds of the bonds were used to provide money for certain public capital improvements located within the Agency's Project Area, to fund a reserve account, and to pay cost of issuance incurred in connection with the issuance. Annual principal and interest payments secured by the RDA property tax increment revenues are expected to require less than 20% from these revenues. The total principal and interest remaining to be paid on the bonds is \$95,795,000. For FY 2017-18, there were no principal and interest payments. With the dissolution of the Redevelopment Agency discussed above, Tax Increment is no longer distributed, and instead the Successor Agency receives payments from the County's Redevelopment Property Tax Trust Fund (RPTTF) that are to be used to fund debt service on the Bonds, with no distinction between housing and non-housing revenues.

In June 2014, the City issued the 2014 Successor Agency to the Redevelopment Agency of the City of Pittsburg Bonds which partially refunded \$6,110,000 of currently outstanding Current Interest Bonds of the 1999 bonds.

The Bonds unaccreted discount and the current year accretion totaled \$54,568,756 and \$3,631,173, respectively at June 30, 2018. The Bonds do not pay periodic interest. Interest on the Bonds will accrete in value at the rates between 6.10% and 6.20%. Repayment of the accreted principal will commence August 1, 2019. Final repayment will be August 1, 2030.

The annual debt service requirements to mature the Capital Appreciation Bond portion of the 1999 RDA Bonds outstanding at June 30, 2018, were as follows:

Year Ending June 30,	Principal (1)	Totals
2019	\$ -	\$ -
2020	5,150,000	5,150,000
2021	5,150,000	5,150,000
2022	5,150,000	5,150,000
2023	8,755,000	8,755,000
2024-2028	44,155,000	44,155,000
2028-2031	27,435,000	27,435,000
Totals	<u>\$ 95,795,000</u>	<u>\$ 95,795,000</u>

(1) Includes unaccreted discount in the total amount of \$54,568,756

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 14 - SUCCESSOR AGENCY ACTIVITIES (Continued)

2006 Series A Housing Set Aside Redevelopment Agency Tax Allocation Bonds

2006 Series A Housing Set Aside Tax Allocation Bonds (2006A HSA RDA Bonds) outstanding at June 30, 2018 amounted to \$8,605,000. On November 30, 2006, the Agency issued \$11,020,000 of Series 2006A Bonds bearing interest at 5.12-5.31% to fund low and moderate income housing of benefit to the Agency's Los Medanos Redevelopment Project, to fund a reserve account, and to pay costs of issuance incurred in connection with issuance, sale and delivery of the Series 2006A RDA bonds. The bonds with interest payments made semi-annually on February 1 and August 1 each year commencing August 1, 2007 through August 1, 2036. Annual principal and interest payments on the bonds are expected to require less than 22% from these revenues. The total principal and interest remaining to be paid on the bonds is \$13,746,281. For FY 2017-18, principal and interest paid were \$717,855. With the dissolution of the Redevelopment Agency discussed above, Tax Increment is no longer distributed, and instead the Successor Agency receives payments from the County's Redevelopment Property Tax Trust Fund (RPTTF) that are to be used to fund debt service on the Bonds, with no distinction between housing and non-housing revenues.

The annual debt service requirements to mature the Series 2006A Bonds outstanding at June 30, 2018, were as follows:

Year Ending June 30,	Principal	Interest	Total
2019	\$ 265,000	\$ 449,296	\$ 714,296
2020	280,000	435,085	715,085
2021	295,000	420,092	715,092
2022	310,000	404,168	714,168
2023	330,000	387,173	717,173
2024-2028	1,910,000	1,649,066	3,559,066
2029-2033	2,485,000	1,068,178	3,553,178
2034-2037	2,730,000	328,223	3,058,223
Total	<u>\$ 8,605,000</u>	<u>\$ 5,141,281</u>	<u>\$ 13,746,281</u>

City of Pittsburg
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 14 - SUCCESSOR AGENCY ACTIVITIES (Continued)

2014 Redevelopment Agency Tax Allocation Refunding Bonds

2014 Series Successor Agency to the Redevelopment Agency Subordinate Tax Allocation Refunding Bonds (2014 STAB Bonds) outstanding at June 30, 2018 amounted to \$47,695,000. The 2014 STAB Bonds bear interest at rates between 4.00% and 5.00% with interest payments made semi-annually on February 1 and August 1. The 2014 STAB Bonds mature annually from 2016 to 2030 on August 1 in amounts ranging from \$2,645,000 to \$6,335,000. Proceeds from the 2014 STAB Bonds were used to refund \$74,049,000 of the Agency's 2003A RDA Bonds, partially refund the 1999 RDA Bonds, and to pay costs of issuance incurred in connection with the issuance, sales and delivery of 2014 STAB Bonds. Annual principal and interest payments secured by the RDA property tax increment revenues are expected to require less than 14% from these revenues. The total principal and interest remaining to be paid on the bonds is \$58,486,875. With the dissolution of the Redevelopment Agency discussed above, Tax Increment is no longer distributed, and instead the Successor Agency receives payments from the County's Redevelopment Property Tax Trust Fund (RPTTF) that are to be used to fund debt service on the Bond.

The annual debt service requirements to mature the Series 2014 Bonds outstanding at June 30, 2018 were as follows:

Year Ending June 30,	Principal	Interest	Total
2019	\$ 8,735,000	\$ 2,156,375	\$ 10,891,375
2020	5,755,000	1,794,125	7,549,125
2021	6,040,000	1,504,250	7,544,250
2022	6,335,000	1,199,875	7,534,875
2023	3,045,000	965,375	4,010,375
2024-2028	12,515,000	2,905,125	15,420,125
2029-2030	5,270,000	266,750	5,536,750
Total	<u>\$ 47,695,000</u>	<u>\$ 10,791,875</u>	<u>\$ 58,486,875</u>

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 14 - SUCCESSOR AGENCY ACTIVITIES (Continued)

2016 Series A Housing Set Aside Successor Agency Tax Allocation Refunding Bonds

In February 2016, the Successor Agency issued 2016 Series A Set Aside Tax Allocation Refunding Bonds (2016A HSA Bonds) in the original principal amount of \$13,845,000 and \$26,690,000, respectively. The proceeds of the bonds were used to refund and defease all of the outstanding 2004 Series A Housing Set-Aside Redevelopment Agency Tax Allocation Bonds. The 2016 Series A Bonds bear interest rates between 1.323% and 3.984% with interest payments made semi-annually on February 1 and August 1 each year commencing August 1, 2016 through August 1, 2029. The Bonds are secured by an irrevocable pledge of the Pledged Tax Revenues to be derived from Los Medanos II and Los Medanos III subareas and an irrevocable pledge of certain moneys in the Redevelopment Property Tax Trust Fund.

The annual debt service requirements to mature the Series 2016A HSA Bonds outstanding at June 30, 2018, were as follows:

Year Ending June 30,	Principal	Interest	Total
2019	\$ 860,000	\$ 449,419	\$ 1,309,419
2020	880,000	427,344	1,307,344
2021	905,000	402,490	1,307,490
2022	930,000	375,005	1,305,005
2023	955,000	344,324	1,299,324
2024-2028	5,345,000	1,151,397	6,496,397
2029-2030	2,460,000	116,631	2,576,631
Total	<u>\$ 12,335,000</u>	<u>\$ 3,266,610</u>	<u>\$ 15,601,610</u>

2016 Series A and B Subordinate Tax Allocation Refunding Bonds

In February 2016, the Successor Agency issued 2016 Series A and B Subordinate Tax Allocation Refunding Bonds in the original principal amount of \$120,085,000 and \$26,690,000, respectively. The Bonds bear an interest rate of 5% with interest payments made semi-annually on March 1 and September 1 each year commencing September 1, 2016 through September 1, 2029.

The 2016 Series A Bond proceeds were used to refund the outstanding balance of the 2004 Series A Redevelopment Agency Subordinate Tax Allocation Bonds in the amount of \$101,195,000. The issuance of the Bond terminated the swap agreement in connection with the 2004 Series A Bond. The 2016 Series A Bond proceeds were also used to refund and defease a portion of the outstanding 2008 Series A Redevelopment Agency Subordinate Tax Allocation Refunding Bonds.

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 14 - SUCCESSOR AGENCY ACTIVITIES (Continued)

The annual debt service payments on the 2016 Series A Subordinate Tax Allocation Refunding Bonds outstanding at June 30, 2018, are as follows:

Year Ending June 30,	Principal	Interest	Total
2019	\$ -	\$ 6,004,250	\$ 6,004,250
2020	-	6,004,250	6,004,250
2021	-	6,004,250	6,004,250
2022	6,175,000	5,849,875	12,024,875
2023	11,165,000	5,416,375	16,581,375
2024-2028	69,630,000	17,331,500	86,961,500
2029-2030	33,115,000	1,676,625	34,791,625
Total	<u>\$ 120,085,000</u>	<u>\$ 48,287,125</u>	<u>\$ 168,372,125</u>

With the dissolution of the Redevelopment Agency discussed above, Tax Increment is no longer distributed, and instead the Successor Agency receives payments from the County's Redevelopment Property Tax Trust Fund (RPTTF) that are to be used to fund debt service on the Bonds, with no distinction between housing and non-housing revenues.

The 2016 Series B Bond proceeds were used to refund the outstanding balance of the 2006 Series B Redevelopment Agency Subordinate Tax Allocation Bonds in the amount of \$22,470,000 and also used to refund and defease a portion of the outstanding 2008 Series A Redevelopment Agency Subordinate Tax Allocation Refunding Bonds.

The annual debt service payments on the 2016 Series B Subordinate Tax Allocation Refunding Bonds outstanding at June 30, 2018, are as follows:

Year Ending June 30,	Principal	Interest	Total
2019	<u>\$ 4,240,000</u>	<u>\$ 54,548</u>	<u>\$ 4,294,548</u>

City of Pittsburgh
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2018

NOTE 14 - SUCCESSOR AGENCY ACTIVITIES (Continued)

2016 Series C Successor Agency Subordinate Tax Allocation Refunding Bonds

In June 2016, the Successor Agency issued 2016 Series C Tax Allocation Refunding Bonds in the original principal amount of \$37,755,000. The proceeds of the bonds were used to refund all the outstanding balance of the 2006 Series C Redevelopment Agency Subordinate Tax Allocation Refunding Bonds. The 2016 Series C Bonds bear an interest rate of 5% with interest payments made semi-annually on March 1 and September 1 each year commencing on September 1, 2016 through September 1, 2021. The Bonds are secured by an irrevocable pledge of the Subordinate Pledged Tax Revenues to be derived from the Project Area and an irrevocable pledge of all the moneys in the Redevelopment Property Tax Trust Fund.

The annual debt service requirements on the 2016 Series C Successor Agency Subordinate Tax Allocation Refunding Bonds outstanding as of June 30, 2018 are as follows:

Year Ending June 30,	Principal	Interest	Total
2019	\$ 8,250,000	\$ 1,681,500	\$ 9,931,500
2020	11,300,000	1,192,750	12,492,750
2021	11,880,000	613,250	12,493,250
2020	6,325,000	158,125	6,483,125
Total	<u>\$ 37,755,000</u>	<u>\$ 3,645,625</u>	<u>\$ 41,400,625</u>

With the dissolution of the Redevelopment Agency discussed above, Tax Increment is no longer distributed, and instead the Successor Agency receives payments from the County's Redevelopment Property Tax Trust Fund (RPTTF) that are to be used to fund debt service on the Bonds, with no distinction between housing and non-housing revenues.

D. Commitments and Contingencies

The activities of the former Redevelopment Agency and the Successor Agency are subject to further examination by the State of California and the amounts, if any, of transfers or expenditures may be disallowed. The State Controller's Office conducted a review of propriety of asset transfers between the former Redevelopment Agency or the Successor agency and any public agency that occurred on or after January 1, 2011.



CITY OF PITTSBURG
Comprehensive Annual Financial Report
June 30, 2018

**REQUIRED
SUPPLEMENTARY
INFORMATION**



CITY OF PITTSBURG
Comprehensive Annual Financial Report
June 30, 2018

City of Pittsburg
Required Supplementary Information
For the Year Ended June 30, 2018

1. BUDGETS AND BUDGETARY ACCOUNTING

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

1. Public hearings are conducted at the City to obtain public comments. The City Council annually adopts the budget for the ensuing fiscal year prior to July 1st.
2. Budgets for the General Fund, Special Revenue Funds, Capital Projects Funds and Debt Service Funds are adopted on a basis consistent with GAAP.
3. Under Article XIII B of the California Constitution (the Gann Spending Limitation Initiative), the City is restricted as to the amount of annual appropriations from the proceeds of taxes, and if proceeds of taxes exceed allowed appropriations, the excess must either be refunded to the State Controller, returned to the taxpayers through revised tax rates or revised fees schedules, or an excess in one year may be offset against a deficit in the following year. For the fiscal year ended June 30, 2018, based on the calculations by City Management, proceeds of taxes did not exceed the appropriations limit.
4. Budgeted revenue amounts represent the original budget modified by adjustments authorized during the year. Budgeted expenditure amounts represent original appropriations adjusted for supplemental appropriations during the year which were contingent upon new or additional revenue sources and re-appropriated amounts for prior year encumbrances. The City Manager must approve adjustments to departmental budgets; however, management may amend the budgeted amounts within departmental expenditure classifications.
5. Appropriations lapse at the end of the fiscal year and then are re-budgeted for the coming year. Beginning with the FY 2014-2015 budget, capital project appropriations continue appropriations until the project is completed.

City of Pittsburgh
Required Supplementary Information
For the Year Ended June 30, 2018

1. BUDGETS AND BUDGETARY ACCOUNTING (Continued)

Under encumbrance accounting, purchase orders, contracts, and other commitments for expenditures are recorded to reserve that portion of the applicable appropriation. Encumbrance accounting is employed as an extension of formal budgetary accounting. Since encumbrances do not yet constitute expenditures or liabilities, encumbrances outstanding at year-end are reported as reservations of fund balances.

The following funds had expenditures in excess of appropriation:

Housing Authority (Section 8) Special Revenue Fund	\$	522,239	(a)
Assets Seizure Special Revenue Fund		11,939	(b)
Storm Water Utility NPDES Special Revenue Fund		9,164	(c)
Railroad Avenue Specific Area Plan Special Revenue Fund		47,717	(d)

- (a) The excess was due to unexpected tenant repairs, maintenance and additional staff time to covercommunity events.
- (b) Asset seizure expenses were not budgeted due to the uncertainty of available funds released by the Department of Justice.
- (c) The excess was due to increased fringe benefits expenses, including additional CalPERS contributions passed through to the pension plan (by employee).
- (d) The excess was due to the interest accrual on the interfund loan from the Regional Transportation Mitigation Fund to fund the Bart Pittsburgh Center Station construction. One-time special tax revenues from CFD 2014-1 over several years will pay back the interfund loan.

City of Pittsburg

General Fund

Schedule of Revenues and Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended June 30, 2018

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES:				
Property tax	\$ 3,707,495	\$ 3,668,495	\$ 3,972,711	\$ 304,216
Sales tax	12,291,467	13,001,129	13,616,195	615,066
Franchise tax	3,990,870	4,670,273	4,770,630	100,357
Other taxes	6,756,881	1,664,100	2,034,756	370,656
Intergovernmental revenues	1,659,676	7,054,826	7,429,428	374,602
Permits, licenses, and fees	1,830,040	1,015,075	821,318	(193,757)
Fines and forfeitures	516,500	318,000	408,758	90,758
Service fees	2,173,787	3,744,317	3,967,368	223,051
Use of money and property	563,120	266,200	212,860	(53,340)
Other revenues	2,493,549	2,196,560	2,431,946	235,386
Total revenues	35,983,385	37,598,975	39,665,970	2,066,995
EXPENDITURES:				
Current:				
General government	1,673,782	3,854,016	3,365,010	489,006
City Council	79,048	76,048	67,947	8,101
City Manager and City Clerk	658,922	653,526	611,975	41,551
City Attorney	480,313	431,313	362,194	69,119
Human resources	999,393	980,865	947,460	33,405
Finance and services	3,101,916	1,578,183	1,481,358	96,825
Community development and services	4,301,359	5,994,458	5,843,366	151,092
Public safety	25,106,625	25,124,762	25,144,170	(19,408)
Public works - administration	98,702	98,702	89,359	9,343
Public works - streets	2,550,358	2,310,179	2,375,063	(64,884)
Public works - parks	1,411,651	150,120	140,620	9,500
Total expenditures	40,462,069	41,252,172	40,428,522	823,650
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	-	-	37,560	(37,560)
Transfers in	7,631,441	8,928,068	3,548,700	5,379,368
Transfers (out)	1,535,266	(6,084,789)	(1,451,403)	(4,633,386)
Total other financing sources (uses)	9,166,707	2,843,279	2,134,857	708,422
NET CHANGE IN FUND BALANCE	\$ 4,688,023	\$ (809,918)	1,372,305	\$ 2,182,223
FUND BALANCE:				
Beginning of year			19,882,757	
End of year			\$ 21,255,062	

City of Pittsburgh

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Housing Authority (Section 8) - Special Revenue Fund

For the Year Ended June 30, 2018

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental revenues	\$ 14,994,692	\$ 14,994,692	\$ 15,744,876	\$ 750,184
Service fee	1,261,326	1,261,326	1,101,914	(159,412)
Use of money and property	-	-	1,803	1,803
Other revenues	115,796	115,796	100,058	(15,738)
Total revenues	16,371,814	16,371,814	16,948,651	576,837
EXPENDITURES:				
Community development and services	15,409,709	16,318,781	16,871,020	(552,239)
Total expenditures	15,409,709	16,318,781	16,871,020	(552,239)
OTHER FINANCING SOURCES (USES)				
Transfers (out)	(17,560)	(16,928)	(16,928)	-
Total other financing sources (uses)	(17,560)	(16,928)	(16,928)	-
NET CHANGE IN FUND BALANCE	\$ 944,545	\$ 36,105	60,703	\$ 24,598
FUND BALANCE:				
Beginning of year			91,037	
End of year			\$ 151,740	

City of Pittsburgh

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Successor Agency Housing

For the Year Ended June 30, 2018

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Service fees	\$ 7,500	\$ 7,500	\$ 7,860	\$ 360
Use of money and property	-	-	211,807	211,807
Other revenues	257,736	257,736	379,351	121,615
Total revenues	265,236	265,236	599,018	333,782
EXPENDITURES:				
Community development and services	278,217	277,585	265,309	12,276
Total expenditures	278,217	277,585	265,309	12,276
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers (out)	-	-	(632)	(632)
Total other financing sources (uses)	-	-	(632)	(632)
NET CHANGE IN FUND BALANCE	\$ (12,981)	\$ (12,349)	333,077	\$ 345,426
FUND BALANCE:				
Beginning of year			1,212,795	
End of year			\$ 1,545,872	

CITY OF PITTSBURG, AGENT MULTIPLE EMPLOYER PENSION PLAN
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
As of fiscal year ending June 30, 2018
Last 10 Years*

Measurement Date	Miscellaneous Plan			
	2014	2015	2016	2017
Total Pension Liability				
Service Cost	\$ 1,857,954	\$ 1,843,426	\$ 1,885,618	\$ 2,185,281
Interest on total pension liability	5,258,464	5,559,084	5,954,324	6,187,235
Differences between expected and actual experience	-	(227,056)	696,901	(1,930,694)
Changes in assumptions	-	(1,494,012)	-	5,646,863
Changes in benefits	-	-	-	-
Benefit payments, including refunds of employee contributions	(2,752,016)	(2,914,360)	(2,993,564)	(3,017,394)
Net change in total pension liability	4,364,402	2,767,082	5,543,279	9,071,291
Total pension liability - beginning	70,559,887	74,924,289	77,691,371	83,234,650
Total pension liability - ending (a)	\$ 74,924,289	\$ 77,691,371	\$ 83,234,650	\$ 92,305,941
Plan fiduciary net position				
Contributions - employer	\$ 1,519,402	\$ 1,631,437	\$ 1,875,971	\$ 2,156,429
Contributions - employee	873,360	1,036,916	902,130	931,204
Net investment income	8,949,231	1,323,594	284,705	6,786,287
Administrative expense	-	(68,782)	(37,256)	(90,302)
Benefit payments, including refunds of employee contributions	(2,752,016)	(2,914,360)	(2,993,564)	(3,017,394)
Net change in plan fiduciary net position	8,589,977	1,008,805	31,986	6,766,224
Plan fiduciary net position - beginning	51,531,626	60,121,603	61,130,408	61,162,394
Plan fiduciary net position - ending (b)	\$ 60,121,603	\$ 61,130,408	\$ 61,162,394	\$ 67,928,618
Net pension liability - ending (a)-(b)	\$ 14,802,686	\$ 16,560,963	\$ 22,072,256	\$ 24,377,323
Plan fiduciary net position as a percentage of the total pension liability	80.24%	78.68%	73.48%	73.59%
Covered payroll	\$ 11,526,481	\$ 11,958,650	\$ 12,684,949	\$ 13,415,686
Net pension liability as percentage of covered-employee payroll	128.42%	138.49%	174.00%	181.71%

Notes to Schedule:

Benefit changes: The figures above do not include any liability impact that may have resulted from plan changes which occurred after the June 30, 2014 valuation date. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (aka. Golden Handshakes).

Changes in assumptions: The discount rate was changed from 7.5% (net of administrative expense) to 7.15%.

* Fiscal year 2015 was the 1st year of implementation, therefore only four years are shown.

CITY OF PITTSBURG, AGENT MULTIPLE EMPLOYER PENSION PLAN
SCHEDULE OF CONTRIBUTIONS
As of fiscal year ending June 30, 2018
Last 10 Years*

Fiscal Year	Miscellaneous Plan			
	2015	2016	2017	2018
Actuarially determined contribution	\$ 2,464,100	\$ 2,745,066	\$ 3,094,191	\$ 2,253,288
Contributions in relation to the actuarially determined contributions	(2,464,100)	(2,745,066)	(3,094,191)	(2,253,288)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	<u>\$ 11,958,650</u>	<u>\$ 12,684,949</u>	<u>\$ 13,415,686</u>	<u>\$ 9,739,534</u>
Contributions as a percentage of covered-employee payroll	20.61%	21.64%	23.06%	23.14%

Notes to Schedule

Valuation date: June 30, 2016

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	For details, see June 30, 2017 Funding Valuation Report.
Asset valuation method	Actuarial Value of Assets. For details, see June 30, 2017 Funding Valuation Report
Inflation	2.75%
Salary increases	Varies by Entry Age and Service
Payroll Growth	3.00%
Investment rate of return	7.50% Net of Pension Plan Investment and Administrative Expenses; includes Inflation.
Retirement age	The probabilities of Retirement are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007.
Mortality	The probabilities of mortality are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007. Pre-retirement and Post-retirement mortality rates include 5 years of projected mortality improvement using Scale AA published by the Society of Actuaries.

* Fiscal year 2015 was the 1st year of implementation, therefore only four years are shown.

CITY OF PITTSBURG, A COST-SHARING DEFINED PENSION PLAN
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS

Last 10 Years*

As of fiscal year ending June 30, 2018

Measurement Date	Safety Plan			
	6/30/2014	6/30/2015	6/30/2016	6/30/2017
Plan's Proportion of the Net Pension Liability/ Asset	0.37777%	0.39815%	0.46609%	0.48116%
Plan's Proportionate Share of the Net Pension Liability/(Asset)	\$ 14,169,983	\$ 16,405,587	\$ 21,519,369	\$ 25,094,362
Plan's Covered Payroll	\$ 12,627,215	\$ 13,134,628	\$ 14,209,375	\$ 10,647,118
Plan's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of it's Covered-Employee Payroll	112.22%	124.90%	151.44%	235.69%
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	81.42%	79.38%	74.91%	74.42%
Plan's Proportionate Share of Aggregate Employer Contributions	\$ 1,757,817	\$ 2,148,293	\$ 2,219,565	\$ 2,518,889

* Fiscal year 2015 was the 1st year of implementation, therefore only four years are shown.

CITY OF PITTSBURG, A COST-SHARING DEFINED PENSION PLAN
SCHEDULE OF CONTRIBUTIONS
As of fiscal year ending June 30, 2018
Last 10 Years*

Fiscal Year Ended June 30	Safety Plan			
	2015	2016	2017	2018
Actuarially determined contribution	\$ 2,924,602	\$ 2,449,689	\$ 2,573,034	\$ 2,674,332
Contributions in relation to the actuarially determined contributions	(2,924,602)	(2,449,689)	(2,573,034)	(2,674,332)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 13,134,628	\$ 14,209,375	\$ 10,647,118	\$ 10,804,084
Contributions as a percentage of covered payroll	22.27%	17.24%	24.17%	24.75%

Notes to Schedule

Valuation date:	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016
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Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age
Amortization method	Level percentage of payroll, closed
Remaining amortization period	30 years
Asset valuation method	5-year smoothed market
Inflation	2.75%
Salary increases	Varies by Entry Age and Service
Investment rate of return	7.5% for 2015 and 7.65% for 2016 & 2017, net of pension plan investment and administrative expenses, including inflation
Retirement age	55 yrs. Tier I, 55 yrs. Tier II, 62 yrs. Tier III
Mortality	The probabilities of mortality are derived from CalPERS' Membership Data for all Funds based on CalPERS' specific data from a 2014 CalPERS Experience Study. The table includes 20 years of mortality improvements using the Society of Actuaries Scale BB.

* Fiscal year 2015 was the 1st year of implementation, therefore only four years are shown.

CITY OF PITTSBURG, AGENT MULTIPLE EMPLOYER OPEB PLAN
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
As of fiscal year ending June 30, 2018
Last 10 Years*

Measurement Date	2017
Total OPEB Liability	
Service Cost	\$ 807,000
Interest	2,558,000
Changes in benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions	-
Benefit payments	(1,625,000)
Net change in total OPEB liability	1,740,000
Total OPEB liability - beginning	37,912,000
Total OPEB liability - ending (a)	\$ 39,652,000
 Plan fiduciary net position	
Contributions - employer	\$ 2,106,000
Contributions - employee	-
Net investment income	295,000
Administrative expense	(1,000)
Benefit payments	(1,625,000)
Net change in plan fiduciary net position	775,000
Plan fiduciary net position - beginning	2,585,000
Plan fiduciary net position - ending (b)	\$ 3,360,000
 Net OPEB liability - ending (a)-(b)	 \$ 36,292,000
 Plan fiduciary net position as a percentage of the total OPEB liability	 8.47%
 Covered-employee payroll	 \$ 15,921,000
 Net OPEB liability as a percentage of covered-employee payroll	 227.95%

* Fiscal year 2018 was the first year of implementation.

CITY OF PITTSBURG, AGENT MULTIPLE EMPLOYER PENSION PLAN
SCHEDULE OF CONTRIBUTIONS
As of fiscal year ending June 30, 2018*

Fiscal Year Ended June 30,	<u>2018</u>
Actuarially determined contribution	\$ 3,938,000
Contributions in relation to the actuarially determined contribution	<u>(2,021,796)</u>
Contribution deficiency (excess)	<u>\$ 1,916,204</u>
Covered-employee payroll	<u>\$ 16,568,668</u>
Contributions as a percentage of covered-employee payroll	23.77%

Notes to Schedule

Valuation date: June 30, 2017

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percent of payroll
	23 years remaining as of June 30, 2017
Asset valuation method	Investment gains and losses spread over 5-year rolling period
Inflation	3.00%
Salary increases	Varies by Entry Age and Service
Payroll Growth	3.00%
Discount rate	6.75%
Retirement age	The probabilities of Retirement are based on CalPERS Experience Study for the period from 1997 to 2015.
Mortality	Projected fully generational with Society of Actuaries mortality improvement Scale MP-17.

* Fiscal year 2018 was the first year of implementation.



CITY OF PITTSBURG
Comprehensive Annual Financial Report
June 30, 2018

**SUPPLEMENTARY
INFORMATION**



CITY OF PITTSBURG
Comprehensive Annual Financial Report
June 30, 2018

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS:

Small Cities Grants Fund - This fund was established to account for direct grants received for housing and rental rehabilitation programs, which are program income and used to supplement housing rehabilitation costs.

Gas Tax Fund - This fund represents the Highway Users Tax apportionments from the State of California for street and road purposes under the provisions of Streets and Highways Code Maintenance.

Measure J Tax Fund - This fund receives 18% of the collected half-cent sales tax, which is based on the population and road mileage, to fund regional transportation and transit related projects.

Lighting & Landscape Fund - Receipts of the assessments from residential and commercial properties are used by this fund to provide maintenance of street lighting, street trees, landscape, curbs, gutters and sidewalks within the City.

Lighting & Landscape Oak Hills Fund - Receipts of the special assessments from residential and commercial properties, in the Oak Hill area, are used by this fund to provide maintenance of street lighting, street trees, landscape, curbs, gutters and sidewalks.

Miscellaneous Grants Fund - This fund receives various small grants to administer the police, recreation, and public services.

Assets Seizure Fund - This fund was established to administer the seized assets from criminal activities.

Marina Vista Field Replacement Fund - This fund accounts for the collection of rents (maximum of \$60,000 annually) from the Athletic Fields rentals of the Marina Vista School fields as set forth in the Construction and Use Agreement for the contingent turf replacement of the fields.

Local Law Enforcement Block Grant Fund - This fund accounts for the funds provided by Department of Justice to supplement local crime prevention and public safety efforts.

Southwest Pittsburg GHAD II Fund - Southwest Pittsburg Geological Hazard Abatement fund was created to account for the maintenance district of which responsibilities are restricted to mitigation/abatement of geologic landslide and erosion hazards. The fund receives revenues from assessments levied on the properties located on the hillside areas for its operation costs.

Southwest Pittsburg GHAD II Administrative Fund - This fund was created to facilitate the administration (salaries and fringe benefits) for the Southwest Pittsburg GHAD II Fund.

NON-MAJOR GOVERNMENTAL FUNDS, Continued

SPECIAL REVENUE FUNDS, Continued:

Storm Water Utility (NPDES) Fund - This fund accounts for property assessments collected by the County of Contra Costa on behalf of the City to provide funding for National Pollutant Discharge Elimination System (NPDES) and general drainage maintenance activities within the Pittsburg Storm Water Utility Area to reduce pollutants.

HUD Community Development Block Grant Fund - Receives annual entitlement from Department of HUD to finance public services, housing activities, economic development projects, public facility projects, program planning and administration.

NSP Neighborhood Stabilization Program Fund - This fund accounts for the funding by the California Department of Housing and Community Development for purchases and redevelopment of foreclosed homes, the purchase and rehabilitation of abandoned or foreclosed homes, the demolition of blighted structures, and the redevelopment of demolished or vacant property within the City.

CalHome Program Fund - This fund was established to account for the funding from the California Department of Housing and Community Development for mortgage assistance and owner-occupied housing rehabilitation loans.

California Energy Conservation Program - This fund is funded by the Energy Efficiency and Conservation Block Grant to enable the City to pursue the City's LED streetlight retrofit, to develop and implement projects to improve energy efficiency and reduce energy use and fossil fuel emissions within the City.

San Marco CFD 2004-01 Fund - The receipts of this fund provide funding for the increased demand of police services in the San Marco subdivision of the Community Facilities District.

Solid Waste Fund - This fund has been established to finance City activities associated with AB 939 compliance such as the annual reporting of recycling programs, hazardous waste collection and the coordination of public education programs. In addition this fund finances the City's solid waste facility Local Enforcement Program (LEA) for permitting, inspection and enforcement of State regulations governing operational, closed and illegal landfills and refuse processing facilities. These revenues will also provide for litter abatement and other similar services to mitigate the impact on the City of Pittsburg associated with hosting the Material Recovery and Transfer Station (MRTS) which services the entire region. The Solid Waste Fund revenues are generated by a \$1.50 surcharge on each ton of solid waste received at the Material Recovery and Transfer Station.

Vista Del Mar CFD 2005-2 Fund - The receipts of the fund provided funding for financing increasing demands for police services in and for the Vista Del Mar CFD 2005-2.

Public Safety Services CFD 2005-1 Fund - The receipts of this fund provide funding for financing increasing demands for public safety services within this Community Facilities District.

NON-MAJOR GOVERNMENTAL FUNDS, Continued

SPECIAL REVENUE FUNDS, Continued:

Park Maintenance CFD 2007-1 Fund - The receipts of this fund provide funding for financing increasing demands for park maintenance services within this Community Facilities District.

Cops Hiring Recovery Fund - This fund was established to account for Grants received from law enforcement agencies to create and preserve jobs and to increase their community policing capacity and crime-prevention efforts.

Pittsburg Arts & Community Foundation - This fund was created for an independent non-profit corporation set up to increase, support and encourage art, literacy, education, economic development, affordable housing, and other community resources and programs to benefit the City of Pittsburg and its residents.

Hillview Jr. High Athletic Field - This fund was established to account for Grants received from Measure WW for financing, construction and joint use of an athletic field at Hillview Junior High School with Pittsburg Unified School District.

Public, Education and Government Fees (PEG) - The City is given authority from California Public Utilities Code to levy State Franchise Holder. The revenue of this fund supports Public Education and Government (PEG) channel facilities.

Railroad Avenue Specific Area Plan - This fund was created to account for the funding and financing of facilities according to the Railroad Avenue Specific Plan.

Project Amenities Management Fund - This fund was created to account for continuous maintenance and management of various project amenities for Greystone Place such as stormwater treatment facilities, sanitary sewer lift stations, emergency vehicle access and gates.

Golf Course Fund - This fund was established to account for revenues and expenditures associated with providing golfing facilities and services to our community.

Fire District CFD 2017-01 Fund - The funds will be used solely for supplemental services and facilities of the Fire District that benefited City of Pittsburg.

DEBT SERVICE FUND:

Pension Obligations Fund accounts for the accumulation of resources for payment of principal, interest and related costs of the Pension Obligation Bonds long-term debt and for payments to the Contra Costa County Employees' Retirement Association for unfunded accrued pension obligations.

NON-MAJOR GOVERNMENTAL FUNDS, Continued

CAPITAL PROJECTS FUNDS:

Inclusionary Housing Fund - This fund was established to account for fees paid by developers in the form of "in-lieu" fees that would be used for the construction of affordable housing.

Traffic Impact Fair Share Fund - This fund was established to account for developer fees as a condition of development to mitigate future traffic impacts.

Kirker Creek Drainage Fees Fund - This fund was established to account for the drainage fees collected from developers to finance drainage improvement projects.

Traffic Mitigation Fund - Fees collected from developers are used by this fund to finance the capital improvement projects that mitigate the traffic impact.

Capital Improvement Fund - This fund accounts for most capital improvement projects in the City that have various funding sources. Revenues received from various sources are used for related project costs.

Park Dedication Fund - This fund was established to account for the fees collected from developers and used for design, development, construction of new park projects and the rehabilitation of existing parks.

Regional Traffic Mitigation Fund - This fund was established to account for the fees collected from new development in the City to support the regional transportation improvement projects through the Pittsburg Regional Transportation Development Impact Mitigation Fee ("PRTDIM") program.

Infrastructure Repair & Replacement - This fund was established to fund repair and capital improvement projects related to the City's infrastructure including streets, roads, parking lots and storm drains.

Community Capital Improvement - This fund was established to administer the Cooperative and Repayment Agreement between the Redevelopment Agency of the City of Pittsburg and the City of Pittsburg. The goal of this agreement is to utilize the City personnel and facilities more effectively to control the Agency's planning and administrative costs for redevelopment activities in the established redevelopment project areas.

Bailey Road Maintenance - This fund was created to account for surcharges collected from Keller Canyon Landfill Company to fund repair and maintenance of Bailey Road from Highway 4 to the Landfill entrance.

Gas Tax - Road Maintenance and Rehabilitation - This fund was created to account for SB1 Transportation funding.

NON-MAJOR GOVERNMENTAL FUNDS, Continued

CAPITAL PROJECTS FUNDS, Continued:

Regional Freeway Security Fee - This fund was created for the new Freeway Security Network and provide staff support (City Engineering, Public Works, and the Police Department) to implement the process.

City of Pittsburgh
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2018

	Special Revenue			
	Small Cities Grants	Gas Tax	Measure J Tax Fund	Lighting & Landscape
ASSETS				
Cash and investments	\$ -	\$ 688,862	\$ -	\$ 342,700
Restricted cash and investments	-	-	-	-
Receivables:				
Accounts	-	118,243	1,107,320	700
Loans/notes	1,262,677	-	-	-
Inventory	-	-	-	37,158
Prepaid items	-	-	-	-
Advance to other funds	-	-	-	-
Total Assets	\$ 1,262,677	\$ 807,105	\$ 1,107,320	\$ 380,558
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ 13,981	\$ 274,594	\$ 161,720
Refundable deposits	-	-	-	-
Loans payable - current	15,000	-	-	-
Due to other agencies	-	-	-	-
Due to other funds	4,177	-	490,248	-
Advance from other funds	-	-	-	-
Total Liabilities	19,177	13,981	764,842	161,720
Deferred inflows of resources:				
Unearned revenue	1,247,677	-	-	-
Total Deferred Inflows of Resources	1,247,677	-	-	-
Fund Balances:				
Nonspendable	-	-	-	37,158
Restricted	-	793,124	342,478	181,680
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	(4,177)	-	-	-
Total Fund Balances (deficit)	(4,177)	793,124	342,478	218,838
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 1,262,677	\$ 807,105	\$ 1,107,320	\$ 380,558

Special Revenue							Southwest
Lighting & Landscape Oak Hills	Miscellaneous Grants	Assets Seizure	Marina Vista Field Replacement	Local Law Enforcement Block Grant	Southwest Pittsburg GHAD II	Southwest Pittsburg GHAD II Admin	
\$ 36,339	\$ 217,026	\$ 64,691	\$ 279,574	\$ 29,571	\$ 3,651,807	\$ 910	
-	-	-	-	-	-	-	
-	80,574	-	-	-	105,382	-	
-	-	-	-	-	-	-	
-	61,807	15,874	-	26,453	-	-	
-	1,190	-	-	-	-	-	
-	-	-	-	-	-	-	
<u>\$ 36,339</u>	<u>\$ 360,597</u>	<u>\$ 80,565</u>	<u>\$ 279,574</u>	<u>\$ 56,024</u>	<u>\$ 3,757,189</u>	<u>\$ 910</u>	
\$ 1,398	\$ 96,752	\$ 6,876	\$ -	\$ 4,816	\$ 2,179	\$ 910	
-	-	15,688	-	-	1,220	-	
-	-	-	-	-	-	-	
-	12,281	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
<u>1,398</u>	<u>109,033</u>	<u>22,564</u>	<u>-</u>	<u>4,816</u>	<u>3,399</u>	<u>910</u>	
-	189,757	-	-	24,756	-	-	
-	189,757	-	-	24,756	-	-	
-	62,997	15,874	-	26,453	-	-	
34,941	-	-	-	-	3,753,790	-	
-	-	-	279,574	-	-	-	
-	-	42,127	-	-	-	-	
-	(1,190)	-	-	(1)	-	-	
<u>34,941</u>	<u>61,807</u>	<u>58,001</u>	<u>279,574</u>	<u>26,452</u>	<u>3,753,790</u>	<u>-</u>	
<u>\$ 36,339</u>	<u>\$ 360,597</u>	<u>\$ 80,565</u>	<u>\$ 279,574</u>	<u>\$ 56,024</u>	<u>\$ 3,757,189</u>	<u>\$ 910</u>	

(Continued)

City of Pittsburgh
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2018

	Special Revenue			
	Storm Water Utility (NPDES)	HUD Community Development Block Grant	NSP Neighborhood Stabilization Program	CalHome Program
ASSETS				
Cash and investments	\$ 114,689	\$ 77,374	\$ 44,415	\$ 119,203
Restricted cash and investments	-	-	-	-
Receivables:				
Accounts	488,092	99,761	-	-
Loans/notes	-	263,844	1,848,692	484,626
Inventory	1,829	-	-	-
Prepaid items	-	-	-	-
Advance to other funds	-	-	-	-
Total Assets	\$ 604,610	\$ 440,979	\$ 1,893,107	\$ 603,829
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 22,991	\$ 56,890	\$ -	\$ -
Refundable deposits	-	-	-	-
Loans payable - current	-	116,813	-	-
Due to other agencies	-	-	-	-
Due to other funds	-	-	-	-
Advance from other funds	-	-	-	-
Total liabilities	22,991	173,703	-	-
Deferred inflows of resources:				
Unearned revenue	-	147,031	1,848,692	484,626
Total Deferred Inflows of Resources	-	147,031	1,848,692	484,626
Fund Balances:				
Nonspendable	1,829	-	-	-
Restricted	579,790	120,245	44,415	119,203
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total fund balances (deficit)	581,619	120,245	44,415	119,203
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 604,610	\$ 440,979	\$ 1,893,107	\$ 603,829

Special Revenue

California Energy Conservation Program	San Marco CFD 2004-01	Solid Waste	Vista Del Mar CFD 2005-2	Public Safety Services CFD 2005-1	Park Maintenance CFD 2007-1	Cops Hiring Recovery
\$ 4	\$ 207,334	\$ 139,090	\$ 131,344	\$ 212,774	\$ 11,251	\$ -
-	-	-	-	-	-	-
-	-	179,979	-	-	34,333	-
-	-	-	-	-	-	-
-	-	534	-	-	-	-
-	-	1,500	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 4</u>	<u>\$ 207,334</u>	<u>\$ 321,103</u>	<u>\$ 131,344</u>	<u>\$ 212,774</u>	<u>\$ 45,584</u>	<u>\$ -</u>
\$ -	\$ -	\$ 32,266	\$ -	\$ -	\$ 398	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	67,302	-
-	-	32,266	-	-	67,700	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	2,034	-	-	-	-
4	207,334	286,803	131,344	212,774	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	(22,116)	-
<u>4</u>	<u>207,334</u>	<u>288,837</u>	<u>131,344</u>	<u>212,774</u>	<u>(22,116)</u>	<u>-</u>
<u>\$ 4</u>	<u>\$ 207,334</u>	<u>\$ 321,103</u>	<u>\$ 131,344</u>	<u>\$ 212,774</u>	<u>\$ 45,584</u>	<u>\$ -</u>

(Continued)

City of Pittsburg
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2018

	Special Revenue			
	Pittsburg Arts & Community Foundation	Hillview Jr. High Athletic Field	Public, Education and Government Fees (PEG)	Railroad Avenue Specific Area Plan
ASSETS				
Cash and investments	\$ 185,067	\$ 293,283	\$ 610,188	\$ -
Restricted cash and investments	-	-	-	-
Receivables:				
Accounts	5,417	3,523	37,985	-
Loans/notes	754,955	-	-	-
Inventory	95,233	-	-	-
Prepaid items	14,285	-	-	-
Advance to other funds	-	-	-	-
Total Assets	\$ 1,054,957	\$ 296,806	\$ 648,173	\$ -
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 14,172	\$ -	\$ 83,675	\$ -
Refundable deposits	24,700	-	-	-
Loans payable - current	-	-	-	-
Due to other agencies	-	-	-	-
Due to other funds	-	-	-	-
Advance from other funds	-	-	-	3,330,008
Total Liabilities	38,872	-	83,675	3,330,008
Deferred inflows of resources:				
Unearned revenue	791,104	-	-	-
Total Deferred Inflows of Resources	791,104	-	-	-
Fund Balances:				
Nonspendable	109,518	-	-	-
Restricted	115,463	-	-	-
Committed	-	296,806	564,498	-
Assigned	-	-	-	-
Unassigned	-	-	-	(3,330,008)
Total Fund Balances (deficit)	224,981	296,806	564,498	(3,330,008)
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 1,054,957	\$ 296,806	\$ 648,173	\$ -

Special Revenue		Debt Service		Capital Projects		
Project Amenities Management	Fire District CFD 2017-01	Golf Course	Pension Obligations	Inclusionary Housing	Traffic Impact Fair Share	Kirker Creek Drainage Fees
\$ 37,646	\$ -	\$ 958	\$ 1,113	\$ 391,255	\$ 489,830	\$ 391,638
-	-	-	2,896,981	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 37,646</u>	<u>\$ -</u>	<u>\$ 958</u>	<u>\$ 2,898,094</u>	<u>\$ 391,255</u>	<u>\$ 489,830</u>	<u>\$ 391,638</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
11,015	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	8,002	-	-	-	-	-
-	-	375,000	-	-	-	-
<u>11,015</u>	<u>8,002</u>	<u>375,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	915	-	-	-	-
-	-	915	-	-	-	-
-	-	-	-	-	-	-
26,631	-	-	2,898,094	391,255	489,830	391,638
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	(8,002)	(374,957)	-	-	-	-
<u>26,631</u>	<u>(8,002)</u>	<u>(374,957)</u>	<u>2,898,094</u>	<u>391,255</u>	<u>489,830</u>	<u>391,638</u>
<u>\$ 37,646</u>	<u>\$ -</u>	<u>\$ 958</u>	<u>\$ 2,898,094</u>	<u>\$ 391,255</u>	<u>\$ 489,830</u>	<u>\$ 391,638</u>

(Continued)

City of Pittsburgh
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2018

	Capital Projects			
	Traffic Mitigation	Capital Improvement	Park Dedication	Regional Traffic Mitigation
ASSETS				
Cash and investments	\$ 2,350,614	\$ 195,887	\$ 161,462	\$ 692,578
Restricted cash and investments	-	-	-	-
Receivables:				
Accounts	-	29,391	1,127,177	-
Loans/notes	-	-	-	-
Inventory	-	-	886	-
Prepaid items	5,000	-	-	-
Advance to other funds	-	-	-	3,330,008
Total assets	\$ 2,355,614	\$ 225,278	\$ 1,289,525	\$ 4,022,586
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 175,912	\$ -	\$ 3,783	\$ -
Refundable deposits	5,000	48,209	-	-
Loans payable - current	-	-	-	-
Due to other agencies	-	-	-	-
Due to other funds	-	-	-	-
Advance from other funds	-	-	-	-
Total Liabilities	180,912	48,209	3,783	-
Deferred inflows of resources:				
Unearned revenue	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable	5,000	-	886	-
Restricted	2,169,702	-	1,284,856	4,022,586
Committed	-	177,069	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances (deficit)	2,174,702	177,069	1,285,742	4,022,586
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 2,355,614	\$ 225,278	\$ 1,289,525	\$ 4,022,586

Capital Projects					
Infrastructure Repair & Replacement	Community Capital Improvement	Bailey Road Maintenance	Gas Tax Road Maintenance & Rehabilitation	Regional Freeway Security Fee	Non-Major Governmental Funds
\$ 498,463	\$ 410,744	\$ 1,080,218	\$ 193,157	\$ 271,301	\$ 14,624,360
-	-	-	-	-	2,896,981
-	53,518	67,755	60,712	367,000	3,966,862
-	-	-	-	-	4,614,794
-	-	-	-	-	239,774
-	-	-	-	-	21,975
-	-	-	-	-	3,330,008
<u>\$ 498,463</u>	<u>\$ 464,262</u>	<u>\$ 1,147,973</u>	<u>\$ 253,869</u>	<u>\$ 638,301</u>	<u>\$ 29,694,754</u>
\$ -	\$ 9,732	\$ -	\$ 14,250	\$ 342,873	\$ 1,320,168
-	-	-	-	-	105,832
-	-	-	-	-	131,813
-	-	-	-	-	12,281
-	-	-	-	-	502,427
-	-	-	-	-	3,772,310
-	9,732	-	14,250	342,873	5,844,831
-	30,000	-	-	-	4,764,558
-	30,000	-	-	-	4,764,558
-	-	-	-	-	261,749
-	-	1,147,973	239,619	295,428	20,281,000
498,463	424,530	-	-	-	2,240,940
-	-	-	-	-	42,127
-	-	-	-	-	(3,740,451)
<u>498,463</u>	<u>424,530</u>	<u>1,147,973</u>	<u>239,619</u>	<u>295,428</u>	<u>19,085,365</u>
<u>\$ 498,463</u>	<u>\$ 464,262</u>	<u>\$ 1,147,973</u>	<u>\$ 253,869</u>	<u>\$ 638,301</u>	<u>\$ 29,694,754</u>

City of Pittsburg
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the year ended June 30, 2018

	Special Revenue			
	Small Cities Grants	Gas Tax	Measure J Tax Fund	Lighting & Landscape
REVENUES:				
Franchise tax	\$ -	\$ -	\$ -	\$ -
Other taxes	-	1,477,826	808,486	-
Intergovernmental revenues	-	100,000	1,005,618	-
Licenses, permits, and fees	-	-	-	-
Fines and forfeitures	-	-	-	-
Special assessments	-	-	-	2,891,696
Service fees	-	-	-	-
Use of money and property	12	2,434	1	1,170
Other revenues	51,896	5,096	55,000	5,463
Total Revenues	51,908	1,585,356	1,869,105	2,898,329
EXPENDITURES:				
Current:				
General government	-	-	-	26,743
City Manager and City Clerk	-	-	-	-
Human resources	-	-	-	-
Finance and services	-	-	-	-
Community services	25,138	-	214,488	-
Public safety	-	-	-	-
Public works - administration	-	-	-	-
Public works - streets	-	527,100	-	3,836,419
Capital outlay and improvements	-	-	2,638,960	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	25,138	527,100	2,853,448	3,863,162
REVENUES OVER (UNDER)				
EXPENDITURES	26,770	1,058,256	(984,343)	(964,833)
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	-	-	-	(6,253)
Transfers in	24,450	131,823	1,379,001	1,202,616
Transfers out	(58,575)	(1,116,985)	(672,409)	(109,591)
Total other financing sources (uses)	(34,125)	(985,162)	706,592	1,086,772
Net change in fund balances	(7,355)	73,094	(277,751)	121,939
FUND BALANCES (DEFICITS):				
Beginning of Year	3,178	720,030	620,229	96,899
End of Year	\$ (4,177)	\$ 793,124	\$ 342,478	\$ 218,838

Special Revenue						
Lighting & Landscape Oak Hills	Miscellaneous Grants	Assets Seizure	Marina Vista Field Replacement	Local Law Enforcement Block Grant	Southwest Pittsburg GHAD II	Southwest Pittsburg GHAD II Admin
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	868,930	-
-	249,725	-	-	58,498	-	-
-	-	-	-	-	-	-
-	-	24,409	-	-	-	-
33,959	-	-	-	-	-	-
-	-	-	22,988	-	-	-
126	909	308	1,461	245	18,000	260
-	-	-	-	-	16,168	-
34,085	250,634	24,717	24,449	58,743	903,098	260
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	56,967	-	-	38,471	148,769	335,998
-	123,024	11,939	-	20,273	-	-
-	-	-	-	-	-	-
15,176	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
15,176	179,991	11,939	-	58,744	148,769	335,998
18,909	70,643	12,778	24,449	(1)	754,329	(335,738)
-	(7,901)	-	-	(5,395)	-	-
-	-	-	-	-	-	340,412
-	(70,644)	-	-	-	(340,412)	(4,674)
-	(78,545)	-	-	(5,395)	(340,412)	335,738
18,909	(7,902)	12,778	24,449	(5,396)	413,917	-
16,032	69,709	45,223	255,125	31,848	3,339,873	-
\$ 34,941	\$ 61,807	\$ 58,001	\$ 279,574	\$ 26,452	\$ 3,753,790	\$ -

(Continued)

City of Pittsburg
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the year ended June 30, 2018

	Special Revenue			
	Storm Water Utility (NPDES)	HUD	NSP	CalHome Program
		Community Development Block Grant	Neighborhood Stabilization Program	
REVENUES:				
Franchise tax	\$ -	\$ -	\$ -	\$ -
Other taxes	1,160,859	-	-	-
Intergovernmental revenues	-	617,181	-	-
Licenses, permits, and fees	-	-	-	-
Fines and forfeitures	-	-	-	-
Special assessments	-	-	-	-
Service fees	-	-	-	-
Use of money and property	432	392	241	649
Other revenues	3,580	3,757	-	-
Total Revenues	1,164,871	621,330	241	649
EXPENDITURES:				
Current:				
General government	-	-	-	-
City Manager and City Clerk	-	-	-	-
Human resources	-	-	-	-
Finance and services	-	-	-	-
Community services	-	490,487	-	1,115
Public safety	-	-	-	-
Public works - administration	544,215	-	-	-
Public works - streets	452,042	-	-	-
Capital outlay and improvements	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	996,257	490,487	-	1,115
REVENUES OVER (UNDER) EXPENDITURES	168,614	130,843	241	(466)
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	-	-	-	-
Transfers in	100,000	58,575	-	-
Transfers out	(58,737)	(175,587)	-	-
Total other financing sources (uses)	41,263	(117,012)	-	-
Net change in fund balances	209,877	13,831	241	(466)
FUND BALANCES (DEFICITS):				
Beginning of Year	371,742	106,414	44,174	119,669
End of Year	\$ 581,619	\$ 120,245	\$ 44,415	\$ 119,203

Special Revenue

California Energy Conservation Program	San Marco CFD 2004-01	Solid Waste	Vista Del Mar CFD 2005-2	Public Safety Services CFD 2005-1	Park Maintenance CFD 2007-1	Cops Hiring Recovery
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	317,451	420,692	-	-
-	-	-	-	-	34,333	120,374
-	-	604,007	-	-	-	-
-	-	-	-	-	-	-
-	868,394	-	-	-	74,131	-
-	-	1,617	-	-	-	-
-	715	641	343	575	108	-
-	-	36	-	-	-	-
-	869,109	606,301	317,794	421,267	108,572	120,374
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	236,295	-	-	-	-
-	656,420	208,853	252,342	306,980	-	-
-	-	-	-	-	-	-
-	-	-	-	-	61,086	-
-	-	-	-	-	-	-
64,672	-	-	-	-	-	-
9,825	5,235	-	-	5,853	6,671	-
74,497	661,655	445,148	252,342	312,833	67,757	-
(74,497)	207,454	161,153	65,452	108,434	40,815	120,374
-	-	(914)	-	-	-	-
74,497	-	-	-	-	-	-
-	(7,403)	(103,790)	(4,320)	(3,259)	(910)	(120,374)
74,497	(7,403)	(104,704)	(4,320)	(3,259)	(910)	(120,374)
-	200,051	56,449	61,132	105,175	39,905	-
4	7,283	232,388	70,212	107,599	(62,021)	-
\$ 4	\$ 207,334	\$ 288,837	\$ 131,344	\$ 212,774	\$ (22,116)	\$ -

(Continued)

City of Pittsburg
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the year ended June 30, 2018

	Special Revenue			
	Pittsburg Arts & Community Foundation	Hillview Jr. High Athletic Field	Public, Education and Government Fees (PEG)	Railroad Avenue Specific Area Plan
REVENUES:				
Franchise tax	\$ -	\$ -	\$ 158,017	\$ -
Other taxes	-	-	-	-
Intergovernmental revenues	-	-	-	-
Licenses, permits, and fees	-	-	-	-
Fines and forfeitures	260	-	-	-
Special assessments	-	-	-	27,526
Service fees	64,172	60,859	-	-
Use of money and property	20,456	1,455	3,028	51
Other revenues	524,059	-	-	-
Total Revenues	608,947	62,314	161,045	27,577
EXPENDITURES:				
Current:				
General government	-	-	-	-
City Manager and City Clerk	-	-	-	-
Human resources	-	-	-	-
Finance and services	-	-	-	-
Community services	712,918	-	125,860	-
Public safety	-	-	-	-
Public works - administration	-	-	-	-
Public works - streets	-	-	-	-
Capital outlay and improvements	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	47,717
Total Expenditures	712,918	-	125,860	47,717
REVENUES OVER (UNDER)				
EXPENDITURES	(103,971)	62,314	35,185	(20,140)
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(103,971)	62,314	35,185	(20,140)
FUND BALANCES (DEFICITS):				
Beginning of Year	328,952	234,492	529,313	(3,309,868)
End of Year	\$ 224,981	\$ 296,806	\$ 564,498	\$ (3,330,008)

Project Amenities Management	Special Revenue		Debt Service	Capital Projects		
	Fire District CFD 2017-01	Golf Course	Pension Obligations	Inclusionary Housing	Traffic Impact Fair Share	Kirker Creek Drainage Fees
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	2,219	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
24,604	-	-	4,370,017	-	-	-
142	-	26	20,185	2,122	2,656	2,164
-	-	-	-	-	-	-
<u>24,746</u>	<u>2,219</u>	<u>26</u>	<u>4,390,202</u>	<u>2,122</u>	<u>2,656</u>	<u>2,164</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	296,765	-	-	-
3,459	2,025	9,936	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	11,564
-	-	-	2,090,000	-	-	-
-	-	-	1,924,183	-	-	-
<u>3,459</u>	<u>2,025</u>	<u>9,936</u>	<u>4,310,948</u>	<u>-</u>	<u>-</u>	<u>11,564</u>
<u>21,287</u>	<u>194</u>	<u>(9,910)</u>	<u>79,254</u>	<u>2,122</u>	<u>2,656</u>	<u>(9,400)</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	9,911
-	-	-	-	-	-	(17,647)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(7,736)</u>
<u>21,287</u>	<u>194</u>	<u>(9,910)</u>	<u>79,254</u>	<u>2,122</u>	<u>2,656</u>	<u>(17,136)</u>
<u>5,344</u>	<u>(8,196)</u>	<u>(365,047)</u>	<u>2,818,840</u>	<u>389,133</u>	<u>487,174</u>	<u>408,774</u>
<u>\$ 26,631</u>	<u>\$ (8,002)</u>	<u>\$ (374,957)</u>	<u>\$ 2,898,094</u>	<u>\$ 391,255</u>	<u>\$ 489,830</u>	<u>\$ 391,638</u>

(Continued)

City of Pittsburg
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the year ended June 30, 2018

	Capital Projects			
	Traffic Mitigation	Capital Improvement	Park Dedication	Regional Traffic Mitigation
REVENUES:				
Franchise tax	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-
Intergovernmental revenues	-	-	153,957	-
Licenses, permits, and fees	198,647	-	19,531	-
Fines and forfeitures	-	-	-	-
Special assessments	-	-	-	-
Service fees	-	-	-	-
Use of money and property	13,003	1,119	1,216	54,139
Other revenues	-	36,272	-	-
Total Revenues	211,650	37,391	174,704	54,139
EXPENDITURES:				
Current:				
General government	-	-	-	-
City Manager and City Clerk	-	-	-	-
Human resources	-	-	-	-
Finance and services	-	-	-	-
Community services	-	-	-	-
Public safety	-	-	-	-
Public works - administration	-	-	-	-
Public works - streets	-	-	-	-
Capital outlay and improvements	454,638	44,118	230,648	48,831
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	454,638	44,118	230,648	48,831
REVENUES OVER (UNDER)				
EXPENDITURES	(242,988)	(6,727)	(55,944)	5,308
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	-	-	-	-
Transfers in	-	-	(40,481)	-
Transfers out	(73,276)	-	(8,335)	(999,001)
Total other financing sources (uses)	(73,276)	-	(48,816)	(999,001)
Net change in fund balances	(316,264)	(6,727)	(104,760)	(993,693)
FUND BALANCES (DEFICITS):				
Beginning of Year	2,490,966	183,796	1,390,502	5,016,279
End of Year	\$ 2,174,702	\$ 177,069	\$ 1,285,742	\$ 4,022,586

Capital Projects					
Infrastructure Repair & Replacement	Community Capital Improvement	Bailey Road Maintenance	Gas Tax Road Maintenance & Rehabilitation	Regional Freeway Security Fee	Total Non-Major Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 158,017
-	-	-	-	-	5,054,244
-	18,039	-	321,836	-	2,679,561
-	-	166,626	-	-	991,030
-	-	-	-	-	24,669
-	-	-	-	-	3,895,706
-	-	-	-	-	4,544,257
3,571	2,679	5,627	625	430	\$163,716
-	45	-	-	1,294,200	1,995,572
<u>3,571</u>	<u>20,763</u>	<u>172,253</u>	<u>322,461</u>	<u>1,294,630</u>	<u>19,506,772</u>
-	-	-	-	-	26,743
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	296,765
60,518	224,454	-	-	-	2,686,898
-	-	-	-	999,202	2,579,033
-	-	-	-	-	544,215
-	-	-	59,670	-	4,951,493
-	-	-	-	-	3,428,759
-	-	-	-	-	2,154,672
-	-	-	-	-	1,999,484
<u>60,518</u>	<u>224,454</u>	<u>-</u>	<u>59,670</u>	<u>999,202</u>	<u>18,668,062</u>
<u>(56,947)</u>	<u>(203,691)</u>	<u>172,253</u>	<u>262,791</u>	<u>295,428</u>	<u>838,710</u>
-	-	-	-	-	(20,463)
-	-	-	-	-	3,280,804
<u>(350,982)</u>	<u>(19,139)</u>	<u>-</u>	<u>(23,172)</u>	<u>-</u>	<u>(4,339,222)</u>
<u>(350,982)</u>	<u>(19,139)</u>	<u>-</u>	<u>(23,172)</u>	<u>-</u>	<u>(1,078,881)</u>
<u>(407,929)</u>	<u>(222,830)</u>	<u>172,253</u>	<u>239,619</u>	<u>295,428</u>	<u>(240,171)</u>
<u>906,392</u>	<u>647,360</u>	<u>975,720</u>	<u>-</u>	<u>-</u>	<u>19,325,536</u>
<u>\$ 498,463</u>	<u>\$ 424,530</u>	<u>\$ 1,147,973</u>	<u>\$ 239,619</u>	<u>\$ 295,428</u>	<u>\$ 19,085,365</u>

City of Pittsburgh
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual
Non-Major Governmental Funds
For the year ended June 30, 2018

	SPECIAL REVENUE					
	SMALL CITIES GRANTS			GAS TAX		
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
REVENUES:						
Franchise tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	1,502,865	1,477,826	(25,039)
Intergovernmental revenues	-	-	-	-	100,000	100,000
Licenses, permits, and fees	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Service fees	-	-	-	-	-	-
Use of money and property	-	12	12	600	2,434	1,834
Other revenues	-	51,896	51,896	547,616	5,096	(542,520)
Total revenues	-	51,908	51,908	2,051,081	1,585,356	(465,725)
EXPENDITURES:						
Current:						
General government	-	-	-	-	-	-
City Manager and City Clerk	-	-	-	-	-	-
Human resources	-	-	-	-	-	-
Finance	-	-	-	-	-	-
Community services	36,857	25,138	11,719	-	-	-
Public safety	-	-	-	-	-	-
Public works - administration	-	-	-	-	-	-
Public works - streets	-	-	-	1,947,395	527,100	1,420,295
Capital outlay and improvements	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	36,857	25,138	11,719	1,947,395	527,100	1,420,295
REVENUES OVER (UNDER)						
EXPENDITURES	(36,857)	26,770	63,627	103,686	1,058,256	954,570
OTHER FINANCING SOURCES (USES):						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	36,857	24,450	(12,407)	207,639	131,823	(75,816)
Transfers out	-	(58,575)	(58,575)	(1,166,985)	(1,116,985)	50,000
Total other financing sources (uses)	36,857	(34,125)	(70,982)	(959,346)	(985,162)	(25,816)
Net change in fund balances	\$ -	(7,355)	\$ (7,355)	\$ (855,660)	73,094	\$ 928,754
FUND BALANCES (DEFICITS):						
Beginning of year		3,178			720,030	
End of year		<u>\$ (4,177)</u>			<u>\$ 793,124</u>	

SPECIAL REVENUE

MEASURE J TAX			LIGHTING AND LANDSCAPE			LIGHTING AND LANDSCAPING OAK HILL		
Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
746,750	808,486	61,736	-	-	-	-	-	-
1,432,500	1,005,618	(426,882)	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	2,880,000	2,891,696	11,696	33,959	33,959	-
-	-	-	1,000	-	(1,000)	-	-	-
50	1	(49)	520	1,170	650	-	126	126
55,000	55,000	-	15,000	5,463	(9,537)	-	-	-
<u>2,234,300</u>	<u>1,869,105</u>	<u>(365,195)</u>	<u>2,896,520</u>	<u>2,898,329</u>	<u>1,809</u>	<u>33,959</u>	<u>34,085</u>	<u>126</u>
-	-	-	38,213	26,743	11,470	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
339,550	214,488	125,062	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	3,946,572	3,836,419	110,153	32,406	15,176	17,230
3,154,565	2,638,960	515,605	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>3,494,115</u>	<u>2,853,448</u>	<u>640,667</u>	<u>3,984,785</u>	<u>3,863,162</u>	<u>121,623</u>	<u>32,406</u>	<u>15,176</u>	<u>17,230</u>
(1,259,815)	(984,343)	275,472	(1,088,265)	(964,833)	123,432	1,553	18,909	17,356
-	-	-	-	(6,253)	(6,253)	-	-	-
1,379,001	1,379,001	-	1,202,616	1,202,616	-	-	-	-
(676,909)	(672,409)	4,500	(109,594)	(109,591)	3	-	-	-
<u>702,092</u>	<u>706,592</u>	<u>4,500</u>	<u>1,093,022</u>	<u>1,086,772</u>	<u>3</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ (557,723)</u>	<u>(277,751)</u>	<u>\$ 279,972</u>	<u>\$ 4,757</u>	<u>121,939</u>	<u>\$ 123,435</u>	<u>\$ 1,553</u>	<u>18,909</u>	<u>\$ 17,356</u>
	<u>620,229</u>			<u>96,899</u>			<u>16,032</u>	
	<u>\$ 342,478</u>			<u>\$ 218,838</u>			<u>\$ 34,941</u>	

(Continued)

City of Pittsburgh
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual
Non-Major Governmental Funds
For the year ended June 30, 2018

	SPECIAL REVENUE					
	MISCELLANEOUS GRANTS			ASSETS SEIZURE		
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
REVENUES:						
Franchise tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-
Intergovernmental revenues	653,976	249,725	(404,251)	-	-	-
Licenses, permits, and fees	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	24,409	24,409
Special assessments	-	-	-	-	-	-
Service fees	-	-	-	-	-	-
Use of money and property	517	909	392	-	308	308
Other revenues	-	-	-	-	-	-
Total revenues	654,493	250,634	(403,859)	-	24,717	24,717
EXPENDITURES:						
Current:						
General government	-	-	-	-	-	-
City Manager and City Clerk	-	-	-	-	-	-
Human resources	-	-	-	-	-	-
Finance	-	-	-	-	-	-
Community services	329,745	56,967	272,778	-	-	-
Public safety	366,953	123,024	243,929	-	11,939	(11,939)
Public works - administration	-	-	-	-	-	-
Public works - streets	-	-	-	-	-	-
Capital outlay and improvements	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	696,698	179,991	516,707	-	11,939	(11,939)
REVENUES OVER (UNDER)						
EXPENDITURES	(42,205)	70,643	112,848	-	12,778	12,778
OTHER FINANCING SOURCES (USES):						
Proceeds from sale of capital assets	-	(7,901)	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	(72,000)	(70,644)	1,356	-	-	-
Total other financing sources (uses)	(72,000)	(78,545)	1,356	-	-	-
Net change in fund balances	\$ (114,205)	(7,902)	\$ 114,204	\$ -	12,778	\$ 12,778
FUND BALANCES (DEFICITS):						
Beginning of year		69,709			45,223	
End of year		<u>\$ 61,807</u>			<u>\$ 58,001</u>	

SPECIAL REVENUE								
MARINA VISTA FIELD REPLACEMENT			LOCAL LAW ENFORCEMENT BLOCK GRANT			SOUTHWEST PITTSBURG GHAD II		
Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	831,000	868,930	37,930
-	-	-	48,127	58,498	10,371	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
28,000	22,988	(5,012)	-	-	-	-	-	-
-	1,461	1,461	26	245	219	1,980	18,000	16,020
-	-	-	-	-	-	20,000	16,168	(3,832)
28,000	24,449	(3,551)	48,153	58,743	10,590	852,980	903,098	50,118
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	44,196	38,471	5,725	199,243	148,769	50,474
-	-	-	35,251	20,273	14,978	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	79,447	58,744	20,703	199,243	148,769	50,474
28,000	24,449	(3,551)	(31,294)	(1)	31,293	653,737	754,329	100,592
-	-	-	-	(5,395)	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	(446,478)	(340,412)	106,066
-	-	-	-	(5,395)	-	(446,478)	(340,412)	106,066
\$ 28,000	24,449	\$ (3,551)	\$ (31,294)	(5,396)	\$ 31,293	\$ 207,259	413,917	\$ 206,658
	255,125			31,848			3,339,873	
	\$ 279,574			\$ 26,452			\$ 3,753,790	

(Continued)

City of Pittsburgh
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual
Non-Major Governmental Funds
For the year ended June 30, 2018

	SPECIAL REVENUE					
	SOUTHWEST PITTSBURG GHAD II ADMIN			STORM WATER UTILITY NPDES		
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
REVENUES:						
Franchise tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	930,345	1,160,859	230,514
Intergovernmental revenues	-	-	-	-	-	-
Licenses, permits, and fees	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Service fees	-	-	-	-	-	-
Use of money and property	-	260	260	1,050	432	(618)
Other revenues	-	-	-	-	3,580	3,580
Total revenues	-	260	260	931,395	1,164,871	233,476
EXPENDITURES:						
Current:						
General government	-	-	-	45,143	15,778	29,365
City Manager and City Clerk	-	-	-	-	-	-
Human resources	-	-	-	-	-	-
Finance	-	-	-	-	-	-
Community services	441,804	335,998	105,806	-	-	-
Public safety	-	-	-	-	-	-
Public works - administration	-	-	-	402,746	528,437	(125,691)
Public works - streets	-	-	-	539,204	452,042	87,162
Capital outlay and improvements	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	441,804	335,998	105,806	987,093	996,257	(9,164)
REVENUES OVER (UNDER) EXPENDITURES	(441,804)	(335,738)	106,066	(55,698)	168,614	224,312
OTHER FINANCING SOURCES (USES):						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	446,478	340,412	(106,066)	100,000	100,000	-
Transfers out	(4,674)	(4,674)	-	(58,737)	(58,737)	-
Total other financing sources (uses)	441,804	335,738	(106,066)	41,263	41,263	-
Net change in fund balances	\$ -	-	\$ -	\$ (14,435)	209,877	\$ 224,312
FUND BALANCES (DEFICITS):						
Beginning of year		-			371,742	
End of year		\$ -			\$ 581,619	

SPECIAL REVENUE								
HUD COMMUNITY DEVELOPMENT BLOCK GRANT			NSP NEIGHBORHOOD STABILIZATION PROGRAM			CALHOME PROGRAM		
Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
688,477	617,181	(71,296)	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	392	392	-	241	241	-	649	649
-	3,757	3,757	-	-	-	-	-	-
688,477	621,330	(67,147)	-	241	241	-	649	649
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
514,120	490,487	23,633	-	-	-	1,115	1,115	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
514,120	490,487	23,633	-	-	-	1,115	1,115	-
174,357	130,843	(43,514)	-	241	241	(1,115)	(466)	649
-	-	-	-	-	-	-	-	-
12,500	58,575	46,075	-	-	-	-	-	-
(187,994)	(175,587)	12,407	-	-	-	-	-	-
(175,494)	(117,012)	58,482	-	-	-	-	-	-
\$ (1,137)	13,831	\$ 14,968	\$ -	241	\$ 241	\$ (1,115)	(466)	\$ 649
	106,414			44,174			119,669	
	\$ 120,245			\$ 44,415			\$ 119,203	

(Continued)

City of Pittsburg
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual
Non-Major Governmental Funds
For the year ended June 30, 2018

	SPECIAL REVENUE					
	CALIFORNIA ENERGY CONSERVATION PROGRAM			SAN MARCO CFD 2004-1		
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
REVENUES:						
Franchise tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-
Intergovernmental revenues	-	-	-	-	-	-
Licenses, permits, and fees	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Special assessments	-	-	-	842,655	868,394	25,739
Service fees	-	-	-	-	-	-
Use of money and property	-	-	-	20	715	695
Other revenues	-	-	-	-	-	-
Total revenues	-	-	-	842,675	869,109	26,434
EXPENDITURES:						
Current:						
General government	-	-	-	-	-	-
City Manager and City Clerk	-	-	-	-	-	-
Human resources	-	-	-	-	-	-
Finance	-	-	-	-	-	-
Community services	-	-	-	-	-	-
Public safety	-	-	-	724,814	656,420	68,394
Public works - administration	-	-	-	-	-	-
Public works - streets	-	-	-	-	-	-
Capital outlay and improvements	-	-	-	-	-	-
Debt service:						
Principal retirement	64,673	64,672	1	-	-	-
Interest and fiscal charges	9,825	9,825	-	8,250	5,235	3,015
Total expenditures	74,498	74,497	1	733,064	661,655	71,409
REVENUES OVER (UNDER)						
EXPENDITURES	(74,498)	(74,497)	1	109,611	207,454	97,843
OTHER FINANCING SOURCES (USES):						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	74,500	74,497	(3)	-	-	-
Transfers out	-	-	-	(7,403)	(7,403)	-
Total other financing sources (uses)	74,500	74,497	(3)	(7,403)	(7,403)	-
Net change in fund balances	\$ 2	-	\$ (2)	\$ 102,208	200,051	\$ 97,843
FUND BALANCES (DEFICITS):						
Beginning of year		4			7,283	
End of year		<u>\$ 4</u>			<u>\$ 207,334</u>	

SPECIAL REVENUE

SOLID WASTE			VISTA DEL MAR CFD 2005-2			PUBLIC SAFETY CFD 2005-1		
Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	311,936	317,451	5,515	414,564	420,692	6,128
-	-	-	-	-	-	-	-	-
525,000	604,007	79,007	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
350	1,617	1,267	-	-	-	-	-	-
1,600	641	(959)	30	343	313	25	575	550
-	36	36	-	-	-	-	-	-
526,950	606,301	79,351	311,966	317,794	5,828	414,589	421,267	6,678
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
316,322	236,295	80,027	-	-	-	-	-	-
226,645	208,853	17,792	304,789	252,342	52,447	356,993	306,980	50,013
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	8,500	5,853	2,647
542,967	445,148	97,819	304,789	252,342	52,447	365,493	312,833	52,660
(16,017)	161,153	177,170	7,177	65,452	58,275	49,096	108,434	59,338
-	(914)	(914)	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
(103,790)	(103,790)	-	(4,320)	(4,320)	-	(3,259)	(3,259)	-
(103,790)	(104,704)	(914)	(4,320)	(4,320)	-	(3,259)	(3,259)	-
\$ (119,807)	56,449	\$ 176,256	\$ 2,857	61,132	\$ 58,275	\$ 45,837	105,175	\$ 59,338
	232,388			70,212			107,599	
	\$ 288,837			\$ 131,344			\$ 212,774	

(Continued)

City of Pittsburgh
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual
Non-Major Governmental Funds
For the year ended June 30, 2018

	SPECIAL REVENUE					
	PARK MAINTENANCE CFD 2007-1			COPS HIRING RECOVERY		
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
REVENUES:						
Franchise tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-
Intergovernmental revenues	29,000	34,333	5,333	125,000	120,374	(4,626)
Licenses, permits, and fees	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Special assessments	69,915	74,131	4,216	-	-	-
Service fees	-	-	-	-	-	-
Use of money and property	50	108	58	-	-	-
Other revenues	-	-	-	-	-	-
Total revenues	98,965	108,572	9,607	125,000	120,374	(4,626)
EXPENDITURES:						
Current:						
General government	-	-	-	-	-	-
City Manager and City Clerk	-	-	-	-	-	-
Human resources	-	-	-	-	-	-
Finance	-	-	-	-	-	-
Community services	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public works - administration	-	-	-	-	-	-
Public works - streets	77,218	61,086	16,132	-	-	-
Capital outlay and improvements	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	6,200	6,671	(471)	-	-	-
Total expenditures	83,418	67,757	15,661	-	-	-
REVENUES OVER (UNDER)						
EXPENDITURES	15,547	40,815	25,268	125,000	120,374	(4,626)
OTHER FINANCING SOURCES (USES):						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	(910)	(910)	-	(125,000)	(120,374)	4,626
Total other financing sources (uses)	(910)	(910)	-	(125,000)	(120,374)	4,626
Net change in fund balances	\$ 14,637	39,905	\$ 25,268	\$ -	-	\$ -
FUND BALANCES (DEFICITS):						
Beginning of year		(62,021)			-	
End of year		<u>\$ (22,116)</u>			<u>\$ -</u>	

SPECIAL REVENUE								
PITTSBURG ARTS & COMMUNITY FOUNDATION			HILLVIEW JR. HIGH ATHLETIC FIELD			PUBLIC, EDUCATION, AND GOVERNMENT FEES (PEG)		
Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 160,000	\$ 158,017	\$ (1,983)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	260	260	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
67,000	64,172	(2,828)	50,000	60,859	10,859	-	-	-
22,000	20,456	(1,544)	-	1,455	1,455	2,500	3,028	528
496,576	524,059	27,483	-	-	-	-	-	-
585,576	608,947	23,371	50,000	62,314	12,314	162,500	161,045	(1,455)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
724,874	712,918	11,956	-	-	-	191,000	125,860	65,140
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
724,874	712,918	11,956	-	-	-	191,000	125,860	65,140
(139,298)	(103,971)	35,327	50,000	62,314	12,314	(28,500)	35,185	63,685
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
\$ (139,298)	(103,971)	\$ 35,327	\$ 50,000	62,314	\$ 12,314	\$ (28,500)	35,185	\$ 63,685
	328,952			234,492			529,313	
	\$ 224,981			\$ 296,806			\$ 564,498	

(Continued)

City of Pittsburg
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual
Non-Major Governmental Funds
For the year ended June 30, 2018

	SPECIAL REVENUE					
	RAILROAD AVENUE SPECIFIC AREA PLAN			PROJECT AMENITIES MANAGEMENT		
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
REVENUES:						
Franchise tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-
Intergovernmental revenues	-	-	-	-	-	-
Licenses, permits, and fees	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Special assessments	124,306	27,526	(96,780)	8,788	24,604	15,816
Service fees	-	-	-	-	-	-
Use of money and property	-	51	51	-	142	142
Other revenues	-	-	-	-	-	-
Total revenues	124,306	27,577	(96,729)	8,788	24,746	15,958
EXPENDITURES:						
Current:						
General government	-	-	-	-	-	-
City Manager and City Clerk	-	-	-	-	-	-
Human resources	-	-	-	-	-	-
Finance	-	-	-	-	-	-
Community services	-	-	-	5,400	3,459	1,941
Public safety	-	-	-	-	-	-
Public works - administration	-	-	-	-	-	-
Public works - streets	-	-	-	-	-	-
Capital outlay and improvements	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	47,717	(47,717)	-	-	-
Total expenditures	-	47,717	(47,717)	5,400	3,459	1,941
REVENUES OVER (UNDER)						
EXPENDITURES	124,306	(20,140)	(144,446)	3,388	21,287	17,899
OTHER FINANCING SOURCES (USES):						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	\$ 124,306	(20,140)	\$ (144,446)	\$ 3,388	21,287	\$ 17,899
FUND BALANCES (DEFICITS):						
Beginning of year		(3,309,868)			5,344	
End of year		<u>\$ (3,330,008)</u>			<u>\$ 26,631</u>	

SPECIAL REVENUE			DEBT SERVICE FUND			CAPITAL PROJECTS		
GOLF COURSE			PENSION OBLIGATION			INCLUSIONARY HOUSING		
Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	4,370,267	4,370,017	(250)	-	-	-
-	26	26	-	20,185	20,185	-	2,122	2,122
3,000	-	(3,000)	-	-	-	-	-	-
3,000	26	(2,974)	4,370,267	4,390,202	19,935	-	2,122	2,122
-	-	-	-	-	-	-	-	-
-	-	-	4,370,018	-	4,370,018	-	-	-
-	-	-	-	296,765	(296,765)	-	-	-
-	-	-	-	-	-	-	-	-
32,776	9,936	22,840	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	2,090,000	(2,090,000)	-	-	-
-	-	-	-	1,924,183	(1,924,183)	-	-	-
32,776	9,936	22,840	4,370,018	4,310,948	59,070	-	-	-
(29,776)	(9,910)	19,866	249	79,254	79,005	-	2,122	2,122
-	-	-	-	-	-	-	-	-
22,664	-	(22,664)	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
22,664	-	(22,664)	-	-	-	-	-	-
\$ (7,112)	(9,910)	\$ (2,798)	\$ 249	79,254	\$ 79,005	\$ -	2,122	\$ 2,122
	(365,047)			2,818,840			389,133	
	\$ (374,957)			\$ 2,898,094			\$ 391,255	

(Continued)

City of Pittsburgh
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual
Non-Major Governmental Funds
For the year ended June 30, 2018

	CAPITAL PROJECTS					
	TRAFFIC IMPACT FAIR SHARE			KIRKER CREEK DRAINAGE FEES		
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
REVENUES:						
Franchise tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-
Intergovernmental revenues	-	-	-	-	-	-
Licenses, permits, and fees	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Service fees	-	-	-	-	-	-
Use of money and property	-	2,656	2,656	-	2,164	2,164
Other revenues	-	-	-	-	-	-
Total revenues	-	2,656	2,656	-	2,164	2,164
EXPENDITURES:						
Current:						
General government	-	-	-	-	-	-
City Manager and City Clerk	-	-	-	-	-	-
Human resources	-	-	-	-	-	-
Finance	-	-	-	-	-	-
Community services	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public works - administration	-	-	-	-	-	-
Public works - streets	-	-	-	-	-	-
Capital outlay and improvements	-	-	-	25,063	11,564	13,499
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	-	-	-	25,063	11,564	13,499
REVENUES OVER (UNDER)						
EXPENDITURES	-	2,656	2,656	(25,063)	(9,400)	15,663
OTHER FINANCING SOURCES (USES):						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	9,911	9,911
Transfers out	-	-	-	(17,647)	(17,647)	-
Total other financing sources (uses)	-	-	-	(17,647)	(7,736)	9,911
Net change in fund balances	\$ -	2,656	\$ 2,656	\$ (42,710)	(17,136)	\$ 25,574
FUND BALANCES (DEFICITS):						
Beginning of year		487,174			408,774	
End of year		<u>\$ 489,830</u>			<u>\$ 391,638</u>	

CAPITAL PROJECTS

TRAFFIC MITIGATION			CAPITAL IMPROVEMENT			PARK DEDICATION		
Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
-	198,647	198,647	-	-	-	-	153,957	153,957
-	-	-	-	-	-	-	19,531	19,531
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	13,003	13,003	-	1,119	1,119	-	1,216	1,216
-	-	-	-	36,272	36,272	-	-	-
-	211,650	211,650	-	37,391	37,391	-	174,704	174,704
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
2,135,876	454,638	1,681,238	1,828,459	44,118	1,784,341	258,188	230,648	27,540
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
2,135,876	454,638	1,681,238	1,828,459	44,118	1,784,341	258,188	230,648	27,540
(2,135,876)	(242,988)	1,892,888	(1,828,459)	(6,727)	1,821,732	(258,188)	(55,944)	202,244
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	(40,481)	(40,481)
(81,426)	(73,276)	8,150	-	-	-	(31,000)	(8,335)	22,665
(81,426)	(73,276)	8,150	-	-	-	(31,000)	(48,816)	(17,816)
\$ (2,217,302)	(316,264)	\$ 1,901,038	\$ (1,828,459)	(6,727)	\$ 1,821,732	\$ (289,188)	(104,760)	\$ 184,428
	2,490,966			183,796			1,390,502	
	\$ 2,174,702			\$ 177,069			\$ 1,285,742	

(Continued)

City of Pittsburgh
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual
Non-Major Governmental Funds
For the year ended June 30, 2018

	CAPITAL PROJECTS					
	REGIONAL TRAFFIC MITIGATION			INFRASTRUCTURE REPAIR & REPLACEMENT		
	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
REVENUES:						
Franchise tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-
Intergovernmental revenues	-	-	-	-	-	-
Licenses, permits, and fees	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Service fees	-	-	-	-	-	-
Use of money and property	-	54,139	54,139	-	3,571	3,571
Other revenues	-	-	-	-	-	-
Total revenues	-	54,139	54,139	-	3,571	3,571
EXPENDITURES:						
Current:						
General government	-	-	-	-	-	-
City Manager and City Clerk	-	-	-	-	-	-
Human resources	-	-	-	-	-	-
Finance	-	-	-	-	-	-
Community services	-	-	-	522,295	60,518	461,777
Public safety	-	-	-	-	-	-
Public works - administration	-	-	-	-	-	-
Public works - streets	-	-	-	-	-	-
Capital outlay and improvements	619,944	48,831	571,113	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	619,944	48,831	571,113	522,295	60,518	461,777
REVENUES OVER (UNDER)						
EXPENDITURES	(619,944)	5,308	625,252	(522,295)	(56,947)	465,348
OTHER FINANCING SOURCES (USES):						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	(999,001)	(999,001)	-	(380,000)	(350,982)	29,018
Total other financing sources (uses)	(999,001)	(999,001)	-	(380,000)	(350,982)	29,018
Net change in fund balances	\$ (1,618,945)	(993,693)	\$ 625,252	\$ (902,295)	(407,929)	\$ 494,366
FUND BALANCES (DEFICITS):						
Beginning of year		5,016,279			906,392	
End of year		<u>\$ 4,022,586</u>			<u>\$ 498,463</u>	

CAPITAL PROJECTS								
COMMUNITY CAPITAL IMPROVEMENT			BAILEY ROAD MAINTENANCE			GAS TAX ROAD MAINTENANCE AND REHABILITATION		
Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)	Final Budget	Actual	Variance Positive (Negative)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-
-	18,039	18,039	-	-	-	391,082	321,836	(69,246)
-	-	-	120,000	166,626	46,626	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	2,679	2,679	-	5,627	5,627	-	625	625
-	45	45	-	-	-	-	-	-
-	20,763	20,763	120,000	172,253	52,253	391,082	322,461	(68,621)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
1,227,491	224,454	1,003,037	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	360,000	59,670	300,330
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
1,227,491	224,454	1,003,037	-	-	-	360,000	59,670	300,330
(1,227,491)	(203,691)	1,023,800	120,000	172,253	52,253	31,082	262,791	231,709
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
(19,139)	(19,139)	-	-	-	-	(23,172)	(23,172)	-
(19,139)	(19,139)	-	-	-	-	(23,172)	(23,172)	-
\$ (1,246,630)	(222,830)	\$ 1,023,800	\$ 120,000	172,253	\$ 52,253	\$ 7,910	239,619	\$ 231,709
	647,360			975,720			-	
	\$ 424,530			\$ 1,147,973			\$ 239,619	

(Continued)

City of Pittsburgh
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -
Budget and Actual
Non-Major Governmental Funds
For the year ended June 30, 2018

	CAPITAL PROJECTS		
	REGIONAL FREEWAY SECURITY FEE		
	Final Budget	Actual	Variance Positive (Negative)
REVENUES:			
Franchise tax	\$ -	\$ -	\$ -
Other taxes	-	-	-
Intergovernmental revenues	-	-	-
Licenses, permits, and fees	-	-	-
Fines and forfeitures	-	-	-
Special assessments	-	-	-
Service fees	-	-	-
Use of money and property	-	430	430
Other revenues	3,500,000	1,294,200	(2,205,800)
Total revenues	3,500,000	1,294,630	(2,205,370)
EXPENDITURES:			
Current:			
General government	-	-	-
City Manager and City Clerk	-	-	-
Human resources	-	-	-
Finance	-	-	-
Community services	-	-	-
Public safety	3,500,000	999,202	2,500,798
Public works - administration	-	-	-
Public works - streets	-	-	-
Capital outlay and improvements	-	-	-
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	3,500,000	999,202	2,500,798
REVENUES OVER (UNDER)			
EXPENDITURES	-	295,428	295,428
OTHER FINANCING SOURCES (USES):			
Proceeds from sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	\$ -	295,428	\$ 295,428
FUND BALANCES (DEFICITS):			
Beginning of year		-	
End of year		<u>\$ 295,428</u>	

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a reimbursement basis. There are five funds as follows:

Fleet Maintenance Fund - Used to account for the costs of operating, maintaining, and replacing automotive equipment used by other departments. Rental rates charged to the using departments include operating costs and equipment depreciation.

Building Maintenance Fund - Used to account for the cost of maintaining all City governmental buildings.

Insurance Fund - Used to account for revenues from charges to operating departments sufficient to provide adequate reserve for future claims.

Information/Communication Services Fund - Used to account for the cost of operating, maintaining and replacing a data processing system. Rental rates charged to the using departments include operating cost and equipment depreciation.

Fringe Benefits Fund - Used to allocate fringe costs to various departments.

Other Post-Employment Benefits (OPEB) Fund - Used to reduce unfunded OPEB liabilities and to pay the City's portion of current year retiree medical expenses.

City of Pittsburg
Combining Statement of Net Position
Internal Service Funds
June 30, 2018

	Fleet Maintenance	Building Maintenance	Insurance
ASSETS			
Current assets:			
Cash and investments	\$ 1,454,121	\$ 1,406,186	\$ 509,390
Receivables:			
Accounts	873	3,633	-
Inventory	38,558	15,725	-
Prepaid items	-	-	-
Total current assets	<u>1,493,552</u>	<u>1,425,544</u>	<u>509,390</u>
Noncurrent assets:			
Capital assets:			
Land and nondepreciable assets	-	-	-
Depreciable assets, net	1,359,215	607,419	-
Total noncurrent assets	<u>1,359,215</u>	<u>607,419</u>	<u>-</u>
Total Assets	<u><u>2,852,767</u></u>	<u><u>2,032,963</u></u>	<u><u>509,390</u></u>
LIABILITIES			
Current liabilities:			
Accounts payable	67,628	110,009	3,553
Salaries payable	2,670	2,820	-
Claims and judgments payable - due within one year	-	-	127,518
Compensated absences - due within one year	23,312	30,548	-
Long-term-debt - due within one year	45,585	21,329	-
Advance from other funds	-	205,355	-
Total current liabilities	<u>139,195</u>	<u>370,061</u>	<u>131,071</u>
Noncurrent liabilities:			
Compensated absences - due in more than one year	7,771	10,183	-
Long-term-debt - due in more than one year	70,754	188,411	-
Total noncurrent liabilities	<u>78,525</u>	<u>198,594</u>	<u>-</u>
Total Liabilities	<u><u>217,720</u></u>	<u><u>568,655</u></u>	<u><u>131,071</u></u>
NET POSITION			
Net investment in capital assets	1,242,876	607,419	-
Unrestricted	1,392,171	856,889	378,319
Total Net Position	<u><u>\$ 2,635,047</u></u>	<u><u>\$ 1,464,308</u></u>	<u><u>\$ 378,319</u></u>

Information / Communication Services	Fringe Benefits	Other Post Employment Benefits	Total
\$ 1,446,337	\$ 797,982	\$ 207,970	\$ 5,821,986
-	127	727	5,360
405,962	-	-	460,245
114,604	3,577	24,694	142,875
<u>1,966,903</u>	<u>801,686</u>	<u>233,391</u>	<u>6,430,466</u>
501,070	-	-	501,070
71,119	-	-	2,037,753
<u>572,189</u>	<u>-</u>	<u>-</u>	<u>2,538,823</u>
<u>2,539,092</u>	<u>801,686</u>	<u>233,391</u>	<u>8,969,289</u>
32,262	45,267	6,525	265,244
-	(118)	4,384	9,756
-	-	-	127,518
-	-	-	53,860
121,209	-	-	188,123
-	-	-	205,355
<u>153,471</u>	<u>45,149</u>	<u>10,909</u>	<u>849,856</u>
-	-	-	17,954
<u>363,626</u>	<u>-</u>	<u>-</u>	<u>622,791</u>
<u>363,626</u>	<u>-</u>	<u>-</u>	<u>640,745</u>
<u>517,097</u>	<u>45,149</u>	<u>10,909</u>	<u>1,490,601</u>
87,354	-	-	1,937,649
1,934,641	756,537	222,482	5,541,039
<u>\$ 2,021,995</u>	<u>\$ 756,537</u>	<u>\$ 222,482</u>	<u>\$ 7,478,688</u>

City of Pittsburgh
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended June 30, 2018

	Fleet Maintenance	Building Maintenance	Insurance
OPERATING REVENUES:			
Charges for services	\$ 2,256,514	\$ 1,634,590	\$ 1,192,798
Other operating revenues	30,949	(8,415)	-
Total operating revenues	2,287,463	1,626,175	1,192,798
OPERATING EXPENSES:			
Salaries and wages	276,676	314,708	-
Department supplies	672,940	89,848	-
Rentals	36,439	1,695	-
Utilities	8,976	333,751	-
Maintenance and operations	132,079	353,064	-
Depreciation and amortization	414,271	58,193	-
Insurance premiums	23,677	157,404	996,873
Insurance deductible	10,969	12,188	64,612
Fringe benefits	221,004	245,302	-
Other operating expenses	(30,987)	9,806	-
Total operating expenses	1,766,044	1,575,959	1,061,485
OPERATING INCOME (LOSS)	521,419	50,216	131,313
NONOPERATING REVENUES (EXPENSES):			
Gain (loss) on sale of assets	12,482	-	-
Investment income	(48,473)	20,706	-
Total nonoperating revenues	(35,991)	20,706	-
INCOME (LOSS) BEFORE TRANSFERS	485,428	70,922	131,313
TRANSFERS:			
Transfers in	-	60,000	-
Transfers out	(9,096)	(10,864)	-
Transfers in (out)	(9,096)	49,136	-
Change in net position	476,332	120,058	131,313
NET POSITION:			
Beginning of year	2,158,715	1,344,250	247,006
End of year	\$ 2,635,047	\$ 1,464,308	\$ 378,319

Information / Communication Services	Fringe Benefits	Other Post Employment Benefits	Total
\$ 1,190,839	\$ 2,304,682	\$ 1,836,800	\$ 10,416,223
19,254	12,356	18,862	73,006
<u>1,210,093</u>	<u>2,317,038</u>	<u>1,855,662</u>	<u>10,489,229</u>
-	-	-	591,384
25,734	-	-	788,522
-	-	-	38,134
-	-	-	342,727
847,367	23,091	18,029	1,373,630
47,594	-	-	520,058
-	-	-	1,177,954
-	-	-	87,769
-	2,513,921	2,079,496	5,059,723
3,252	-	-	(17,929)
<u>923,947</u>	<u>2,537,012</u>	<u>2,097,525</u>	<u>9,961,972</u>
<u>286,146</u>	<u>(219,974)</u>	<u>(241,863)</u>	<u>527,257</u>
(13,629)	-	-	(1,147)
-	(1)	-	(27,768)
<u>(13,629)</u>	<u>(1)</u>	<u>-</u>	<u>(28,915)</u>
<u>272,517</u>	<u>(219,975)</u>	<u>(241,863)</u>	<u>498,342</u>
-	330,000	484,845	874,845
(1,516)	-	(330,000)	(351,476)
<u>(1,516)</u>	<u>330,000</u>	<u>154,845</u>	<u>523,369</u>
<u>271,001</u>	<u>110,025</u>	<u>(87,018)</u>	<u>1,021,711</u>
<u>1,750,994</u>	<u>646,512</u>	<u>309,500</u>	<u>6,456,977</u>
<u>\$ 2,021,995</u>	<u>\$ 756,537</u>	<u>\$ 222,482</u>	<u>\$ 7,478,688</u>

City of Pittsburg
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2018

	Fleet Maintenance	Building Maintenance	Insurance
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from customers/other funds	\$ 2,262,148	\$ 1,754,134	\$ 1,199,005
Cash payments to suppliers for goods and services	(834,412)	(1,053,729)	(1,203,575)
Cash payments to employees for services	(488,508)	(552,032)	-
Other operating revenues (expenses)	30,949	(8,415)	-
Net cash provided (used) by operating activities	970,177	139,958	(4,570)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Interfund payments	-	(23,981)	-
Transfers in	-	60,000	-
Transfers (out)	(9,096)	(10,864)	-
Net cash provided (used) by noncapital financing activities	(9,096)	25,155	-
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:			
Payments made on capital lease	(44,357)	-	-
Proceeds from capital lease	-	209,740	-
Proceeds from sale of capital assets	12,482	-	-
Net changes in capital assets	(298,911)	(189,901)	-
Net cash provided (used) by capital financing activities	(330,786)	19,839	-
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest revenue	(48,473)	20,706	-
Net cash provided (used) by investing activities	(48,473)	20,706	-
Net increase (decrease) in cash and cash equivalents	581,822	205,658	(4,570)
CASH AND CASH EQUIVALENTS:			
Beginning of year	872,299	1,200,528	513,960
End of year	<u>\$ 1,454,121</u>	<u>\$ 1,406,186</u>	<u>\$ 509,390</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	\$ 521,419	\$ 50,216	\$ 131,313
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	414,271	58,193	-
Changes in operating assets and liabilities:			
Accounts receivable	5,634	119,544	6,207
Inventory	-	-	-
Prepays	-	-	-
Accounts payable	19,681	(95,973)	(12,354)
Salaries and wages payable	2,670	2,820	-
Compensated absences	6,502	5,158	-
Insurance claims payable	-	-	(129,736)
Net cash provided (used) by operating activities	\$ 970,177	\$ 139,958	\$ (4,570)

Information / Communication Services	Fringe Benefits	Other Post Employment Benefits	Total
\$ 1,191,301	\$ 2,304,555	\$ 1,836,460	\$ 10,547,603
(950,906)	(625)	(55,328)	(4,098,575)
-	(2,513,976)	(2,074,731)	(5,629,247)
19,254	12,356	18,862	73,006
259,649	(197,690)	(274,737)	892,787
-	-	-	(23,981)
-	330,000	484,845	874,845
(1,516)	-	(330,000)	(351,476)
(1,516)	330,000	154,845	499,388
-	-	-	(44,357)
484,835	-	-	694,575
-	-	-	12,482
(530,383)	-	-	(1,019,195)
(45,548)	-	-	(356,495)
-	(1)	-	(27,768)
-	(1)	-	(27,768)
212,585	132,309	(119,892)	1,007,912
1,233,752	665,673	327,862	4,814,074
\$ 1,446,337	\$ 797,982	\$ 207,970	\$ 5,821,986
\$ 286,146	\$ (219,974)	\$ (241,863)	\$ 527,257
47,594	-	-	520,058
462	(127)	(340)	131,380
13,630	-	-	13,630
(114,604)	18,823	(24,694)	(120,475)
26,421	3,643	(12,605)	(71,187)
-	(55)	4,765	10,200
-	-	-	11,660
-	-	-	(129,736)
\$ 259,649	\$ (197,690)	\$ (274,737)	\$ 892,787



CITY OF PITTSBURG
Comprehensive Annual Financial Report
June 30, 2018

FIDUCIARY FUND FINANCIAL STATEMENTS

Agency Funds:

Assessment Districts Agency Fund accounts for the collection of property taxes and the payments to bondholders.

Other Impact Fees Agency Fund accounts for the collection of developer fees on behalf of the Contra Costa Fire Protection District (CCFPD), Contra Costa Water District (CCWD) and the East Contra Costa Regional Fee and Finance Authority (ECCRFF).

Vista Del Mar & San Marco CFD's accounts for funds used to construct and acquire certain public improvements, consisting of roadway, water and other infrastructure improvements necessary for the development of property within the district, as well as park improvements.

City of Pittsburg
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended June 30, 2018

	Beginning Balance July 1, 2017	Additions	Deletions	Ending Balance June 30, 2018
<u>Assessment Districts Fund</u>				
Assets:				
Cash and investments	\$ 3,114,781	\$ 2,116,042	\$ 2,058,899	\$ 3,171,924
Cash and investments held by fiscal agent	2,043,039	3,606,367	3,598,140	2,051,266
Assessment receivable	2,095,330		82,664	2,012,666
Total assets	\$ 7,253,150	\$ 5,722,409	\$ 5,739,703	\$ 7,235,856
Liabilities:				
Accounts payable	\$ 25,989	\$ 46,944	\$ 48,944	\$ 23,989
Deferred assessment	2,041,799		82,663	1,959,136
Due to bondholders	5,185,362	3,503,856	3,436,487	5,252,731
Total liabilities	\$ 7,253,150	\$ 3,550,800	\$ 3,568,094	\$ 7,235,856
<u>Other Impact Fees Fund</u>				
Assets:				
Cash and investments	\$ 440,311	\$ 2,109,331	\$ 2,358,528	\$ 191,114
Total assets	\$ 440,311	\$ 2,109,331	\$ 2,358,528	\$ 191,114
Liabilities:				
Accounts payable	\$ 393,488	\$ 2,103,530	\$ 2,356,849	\$ 140,169
Due to other parties	40,285	2,106,657	2,103,606	43,336
Due to bondholders	6,538	3,679	2,608	7,609
Total liabilities	\$ 440,311	\$ 4,213,866	\$ 4,463,063	\$ 191,114
<u>Vista Del Mar & San Marco CFD's</u>				
Assets:				
Cash and investments	\$ 2,307,204	\$ 1,747,990	\$ 2,967,403	\$ 1,087,791
Cash and investments held by fiscal agent	725,866	722,652	719,845	728,673
Total assets	\$ 3,033,070	\$ 2,470,642	\$ 3,687,248	\$ 1,816,464
Liabilities:				
Accounts payable	\$ -	\$ 2,247,026	\$ 2,247,026	\$ -
Due to bondholders	3,033,070	8,843,932	10,060,538	1,816,464
Total liabilities	\$ 3,033,070	\$ 11,090,958	\$ 12,307,564	\$ 1,816,464

City of Pittsburg
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended June 30, 2018

<u>Total Agency Funds</u>	Beginning Balance July 1, 2017	Additions	Deletions	Ending Balance June 30, 2018
Assets:				
Cash and investments	\$ 5,862,296	\$ 5,973,363	\$ 7,384,830	\$ 4,450,829
Cash and investments held by fiscal agent	2,768,905	4,329,019	4,317,985	2,779,939
Assessment receivable	2,095,330	-	82,664	2,012,666
Total assets	\$ 10,726,531	\$ 10,302,382	\$ 11,785,479	\$ 9,243,434
Liabilities:				
Accounts payable	\$ 419,477	\$ 4,397,500	\$ 4,652,819	\$ 164,158
Deferred assessment	2,041,799	-	82,663	1,959,136
Due to other parties	40,285	2,106,657	2,103,606	43,336
Due to bondholders	8,224,970	12,351,467	13,499,633	7,076,804
Total liabilities	\$ 10,726,531	\$ 18,855,624	\$ 20,338,721	\$ 9,243,434



CITY OF PITTSBURG
Comprehensive Annual Financial Report
June 30, 2018

STATISTICAL SECTION

This part of the City of Pittsburg's comprehensive annual financial report presents detailed information in a statistical format as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information is conveying about the City of Pittsburg's overall financial status.

The major points of emphasis are:

Financial Trends

These schedules contain trend information to help the CAFR reader understand how the City of Pittsburg's financial performance and economic status have changed over time.

Revenue Capacity

These schedules contain information to help the CAFR reader evaluate factors affecting the City of Pittsburg's ability to generate its property and sales taxes and other major revenues.

Debt Capacity

These schedules present information to help the CAFR reader assess the affordability of the City of Pittsburg's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indications to help the CAFR reader understand the environment within which the City of Pittsburg's financial activities occur.

Operating Information

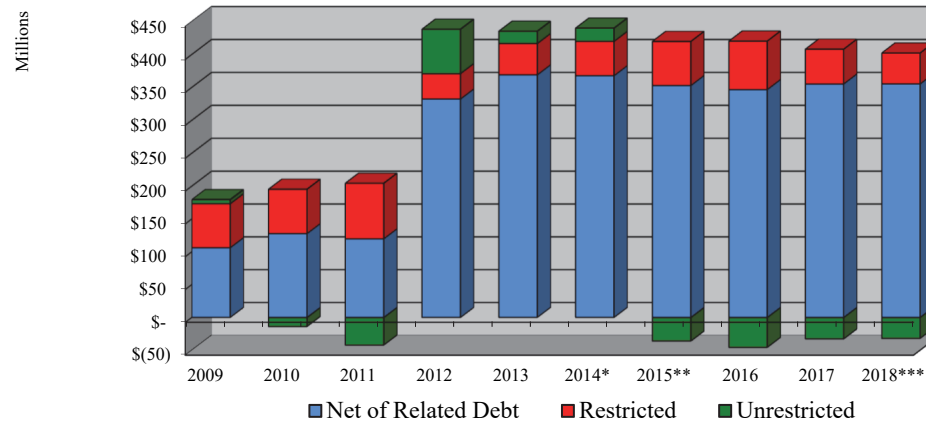
These schedules contain information about the City of Pittsburg's operations and resources to help the CAFR reader understand how the City's financial information relates to the services the City provides and the activities it performs.

*Due to the State of California's adoption of ABx1 26 on June 28, 2011, and amended by AB1484 on June 27, 2012, which suspended all new redevelopment activities except for limited specified activities as of that date and dissolves redevelopment agencies as of January 31, 2012, there will be large variances between the fiscal years 2010-2011 and fiscal year 2011-2012 for some of the statistical references. The City of Pittsburg has assumed the responsibilities as the Successor Agency to administer all post activities for the former Pittsburg Redevelopment Agency.



CITY OF PITTSBURG
Comprehensive Annual Financial Report
June 30, 2018

CITY OF PITTSBURG
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)



Fiscal Year Ended June 30,

	2009	2010	2011	2012	2013	2014*	2015**	2016	2017	2018***
Governmental activities										
Net Investment in										
Capital Assets	\$ 32,357,570	\$ 59,908,182	\$ 46,442,103	\$ 252,487,708	\$ 281,680,787	\$ 275,604,919	\$ 268,580,073	\$ 255,982,568	\$ 253,993,565	\$ 249,540,604
Restricted	46,826,571	51,627,971	63,967,311	14,746,589	25,904,321	31,094,899	27,662,593	27,990,550	24,280,860	21,203,698
Unrestricted	(5,009,852)	(38,861,513)	(62,825,341)	58,656,185	6,994,639	8,632,467	(37,752,882)	(39,107,180)	(33,347,842)	(34,066,754)
Total governmental activities net position	<u>\$ 74,174,289</u>	<u>\$ 72,674,640</u>	<u>\$ 47,584,073</u>	<u>\$ 325,890,482</u>	<u>\$ 314,579,747</u>	<u>\$ 315,332,285</u>	<u>\$ 258,489,784</u>	<u>\$ 244,865,938</u>	<u>\$ 244,926,583</u>	<u>\$ 236,677,548</u>
Business-type activities										
Net Investment in										
Capital Assets	\$ 73,704,658	\$ 67,603,197	\$ 73,188,754	\$ 79,796,698	\$ 87,252,264	\$ 92,058,482	\$ 84,084,664	\$ 90,569,824	\$ 101,088,405	\$ 105,621,313
Restricted	20,189,744	16,057,202	20,709,344	23,822,298	21,659,904	21,038,895	39,342,518	45,659,407	28,553,531	25,743,990
Unrestricted	11,345,116	25,075,506	20,765,153	8,802,052	11,726,531	11,513,401	1,768,289	(6,475,018)	659,892	2,189,756
Total business-type activities net position	<u>\$ 105,239,518</u>	<u>\$ 108,735,905</u>	<u>\$ 114,663,251</u>	<u>\$ 112,421,048</u>	<u>\$ 120,638,699</u>	<u>\$ 124,610,778</u>	<u>\$ 125,195,471</u>	<u>\$ 129,754,213</u>	<u>\$ 130,301,828</u>	<u>\$ 133,555,059</u>
Primary government										
Net Investment in										
Capital Assets	\$ 106,062,228	\$ 127,511,379	\$ 119,630,857	\$ 332,284,406	\$ 368,933,051	\$ 367,663,401	\$ 352,664,737	\$ 346,552,392	\$ 355,081,970	\$ 355,161,917
Restricted	67,016,315	67,685,173	84,676,655	38,568,887	47,564,225	52,133,794	67,005,111	73,649,957	52,834,391	46,947,688
Unrestricted	6,335,264	(13,786,007)	(42,060,188)	67,458,237	18,721,170	20,145,868	(35,984,593)	(45,582,198)	(32,687,950)	(31,876,998)
Total primary government net position	<u>\$ 179,413,807</u>	<u>\$ 181,410,545</u>	<u>\$ 162,247,324</u>	<u>\$ 438,311,530</u>	<u>\$ 435,218,446</u>	<u>\$ 439,943,063</u>	<u>\$ 383,685,255</u>	<u>\$ 374,620,151</u>	<u>\$ 375,228,411</u>	<u>\$ 370,232,607</u>

* FY 2013-2014 Fund balances had been restated as a result of reclass of Golf Course Fund from Enterprise Fund to Special Revenue Fund. See FY 2014-15 Note 9E for details

** FY 2014-15, The City adopted GASB 68 and 71. See FY 2014-15 Note 11 for details.

*** FY 2017-18, The City adopted GASB 75. See FY 2017-18 Note 12 for details.

CITY OF PITTSBURG
Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)

Fiscal Year Ended June 30,

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Expenses										
Governmental Activities:										
General Government	\$ 11,842,142	\$ 18,568,935	\$ 14,788,317	\$ 7,933,936	\$ 6,684,607	\$ 7,027,878	\$ 10,232,271	\$ 8,089,040	\$ 6,933,634	\$ 7,743,300
Public Safety	37,075,329	20,844,081	20,111,317	22,929,002	20,955,624	22,683,125	24,833,843	26,746,601	25,990,472	28,241,337
Public Works	15,020,101	13,685,011	19,975,441	16,741,235	19,679,890	16,305,801	18,213,277	19,237,901	15,776,982	14,832,846
Community Development	37,032,108	22,565,100	25,958,714	26,418,644	23,214,430	18,705,444	21,998,387	23,752,847	23,263,875	25,907,831
Culture and Recreation	1,741,484	733,417	476,739	595,285	699,730	806,965	862,068	1,012,670	1,019,460	1,238,030
Interest on Long Term Debt	35,950,401	19,671,322	23,519,241	13,717,168	1,026,639	1,574,056	4,074,415	4,476,644	4,378,265	4,031,806
Total Governmental Activities Expenses	138,661,565	96,067,866	104,829,769	88,335,270	72,260,920	67,103,269	80,214,261	83,315,703	77,362,688	81,995,150
Business-Type Activities:										
Water	14,013,116	13,614,034	14,449,902	14,884,762	15,518,027	16,513,159	17,477,524	18,552,726	25,929,659	18,728,126
Wastewater	2,218,519	2,407,534	2,317,726	2,442,521	2,212,309	2,490,191	2,264,022	2,583,101	3,176,015	3,027,448
Marina	2,320,709	2,139,241	2,168,789	2,405,288	2,448,483	2,230,133	2,352,274	2,424,083	2,471,440	2,369,801
Pittsburg Power*	-	-	-	-	-	5,659,707	6,670,282	6,597,065	6,569,528	6,947,359
Other-Non-Major Enterprise Funds	7,607,155	7,563,600	5,552,384	5,147,173	4,984,797	821,344	750,765	972,469	1,512,250	1,405,996
Total Business-Type Activities Expenses	26,159,499	25,724,409	24,488,801	24,879,744	25,163,616	27,714,534	29,514,867	31,129,444	39,658,892	32,478,730
Total Primary Government Expenses	\$ 164,821,064	\$ 121,792,275	\$ 129,318,570	\$ 113,215,014	\$ 97,424,536	\$ 94,817,803	\$ 109,729,128	\$ 114,445,147	\$ 117,021,580	\$ 114,473,880
Program Revenues										
Governmental Activities:										
Charges for Services:										
General Government	\$ 2,165,995	\$ 6,451,351	\$ 5,614,500	\$ 6,852,057	\$ 5,190,861	\$ 4,736,292	\$ 7,595,331	\$ 7,331,129	\$ 7,079,265	\$ 6,944,075
Public Safety	1,054,367	1,287,433	987,348	1,044,743	842,598	1,072,098	1,206,225	1,472,062	1,793,282	3,333,157
Public Works	1,186,331	5,733,983	2,755,943	3,596,128	4,356,858	905,135	524,555	772,724	668,273	768,170
Community Development	8,392,107	5,914,983	6,498,599	19,229,249	8,189,144	7,054,779	4,685,299	7,203,571	5,989,087	5,599,140
Culture and Recreation	198,873	212,184	257,627	420,047	685,418	762,357	733,235	834,970	911,855	990,982
Operating Grants and Contributions	15,252,456	14,022,072	16,926,790	12,661,954	12,104,023	13,133,883	12,699,542	13,641,846	18,154,961	17,924,456
Capital Grants and Contributions	2,193,823	1,119,989	929,465	3,997,403	314,203	979,706	48,709	545,127	3,705,925	1,132,855
Total Government Activities Program Revenues	30,443,952	34,741,995	33,970,272	47,801,581	31,683,105	28,644,250	27,492,896	31,801,429	38,302,648	36,692,835

CITY OF PITTSBURG
Changes in Net Position
(continued)
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Business-Type Activities:										
Charges for Services:										
Water	15,121,036	16,695,089	16,880,039	17,276,044	19,605,199	19,640,140	18,979,002	19,559,288	20,352,786	21,468,810
Wastewater	3,846,151	4,471,813	4,373,309	4,566,645	5,049,987	4,918,873	5,123,475	5,264,897	5,241,131	5,280,083
Marina	1,829,397	1,681,500	1,850,375	1,942,681	1,914,502	2,020,396	2,071,214	1,931,707	2,011,270	2,046,221
Pittsburg Power Co.*	-	-	-	-	-	5,913,071	6,919,807	7,162,170	7,269,448	8,005,118
WaterFront Operations**	-	-	-	-	-	-	863,297	1,408,172	1,458,623	1,490,811
Other-Non-Major Enterprise Funds***	7,965,358	6,915,483	10,513,007	5,966,340	6,204,779	519,498	-	-	-	-
Operating Grants and Contributions	-	-	-	-	-	40,000	-	270,931	200,127	139,465
Capital Grants and Contributions	18,110,472	591,456	309,021	205,675	2,019,849	748,904	2,145,271	1,780,581	6,026,102	-
Total Business-Type Activities Program Revenue	<u>46,872,414</u>	<u>30,355,341</u>	<u>33,925,751</u>	<u>29,957,385</u>	<u>34,794,316</u>	<u>33,800,882</u>	<u>36,102,066</u>	<u>37,377,746</u>	<u>42,559,487</u>	<u>38,430,508</u>
Total Primary Government Program Revenues	<u>\$ 77,316,366</u>	<u>\$ 65,097,336</u>	<u>\$ 67,896,023</u>	<u>\$ 77,758,966</u>	<u>\$ 66,477,421</u>	<u>\$ 62,445,132</u>	<u>\$ 63,594,962</u>	<u>\$ 69,179,175</u>	<u>\$ 80,862,135</u>	<u>\$ 75,123,343</u>
Net (Expense)/Revenue										
Governmental Activities	\$ (108,217,613)	\$ (61,325,871)	\$ (70,859,497)	\$ (40,533,689)	\$ (40,577,815)	\$ (38,459,019)	\$ (52,721,365)	\$ (51,514,274)	\$ (39,060,040)	\$ (45,302,315)
Business-Type Activities	20,712,915	4,630,932	9,436,950	5,077,641	9,630,700	6,086,348	6,587,199	6,248,302	2,900,595	5,951,778
Total Primary Government Net Expense	<u>\$ (87,504,698)</u>	<u>\$ (56,694,939)</u>	<u>\$ (61,422,547)</u>	<u>\$ (35,456,048)</u>	<u>\$ (30,947,115)</u>	<u>\$ (32,372,671)</u>	<u>\$ (46,134,166)</u>	<u>\$ (45,265,972)</u>	<u>\$ (36,159,445)</u>	<u>\$ (39,350,537)</u>

*Pittsburg Power Co. was reported as Non-Major Enterprise Funds prior to FY 2014.

**Waterfront Operation was reported as Non-Major Enterprise Funds prior to FY 2015.

***Golf Course was reported as Non-Major Enterprise Funds prior to FY 2014 and had been reclassified to Special Revenue Fund in FY 2015.

Continued

CITY OF PITTSBURG
Changes in Net Position
(continued)
Last Ten Fiscal Years
(Accrual Basis of Accounting)

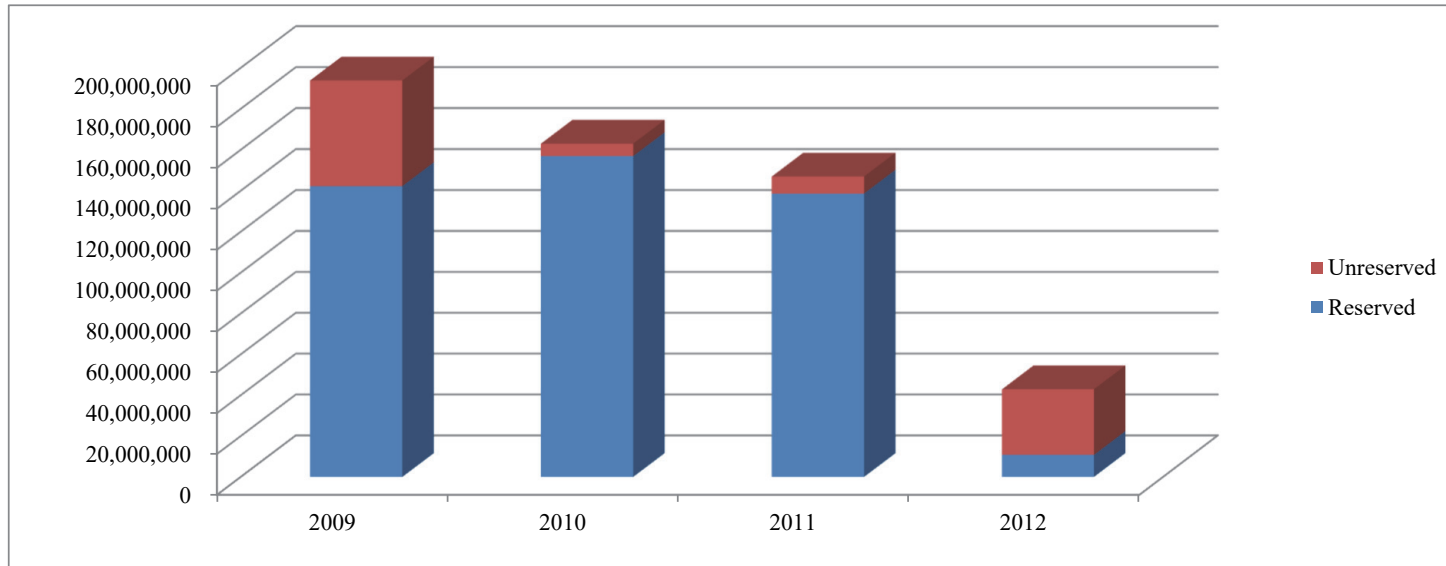
	Fiscal Year Ended June 30,									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes:										
Property Taxes	\$ 49,448,715	\$ 39,995,052	\$ 40,456,473	\$ 23,507,704	\$ 2,176,998	\$ 2,613,321	\$ 3,204,965	\$ 3,300,776	\$ 3,573,822	\$ 3,972,711
Sales Taxes	7,167,394	5,998,652	5,438,354	6,168,690	11,232,622	12,563,378	11,745,524	13,112,880	13,372,246	13,616,195
Motor Vehicle In-Lieu	4,714,411	4,019,459	3,936,649	4,470,104	3,727,494	3,795,560	4,169,031	4,422,099	4,544,316	4,825,687
Transient Occupancy Tax	185,120	256,226	279,852	361,238	447,537	503,265	645,115	710,501	758,814	831,743
Nonregulatory Franchise and Business	3,025,968	2,378,602	2,660,883	3,103,823	3,890,567	4,063,561	4,327,160	4,638,074	4,706,887	4,928,647
Interest Earnings	10,602,828	2,414,528	2,314,878	1,583,156	74,095	600,555	539,473	743,082	329,042	590,186
Other	1,166,245	3,309,593	7,375,344	6,822,671	8,252,592	13,172,704	8,556,333	8,608,044	9,095,222	11,137,388
Transfers	6,242,560	1,454,110	3,957,110	273,042,911	1,681,364	2,342,747	2,677,386	2,354,972	2,774,890	1,544,688
Gain (loss) on sale of assets	-	-	(18,539,878)	-	-	-	-	-	(34,554)	15,950
Total Government Activities	82,553,241	59,826,222	47,879,665	319,060,297	31,483,269	39,655,091	35,864,987	37,890,428	39,120,685	41,463,195
Business-Type Activities:										
Interest Earnings	1,093,600	321,967	447,506	400,199	268,315	129,786	440,462	665,412	325,437	373,857
Transfers	(6,242,560)	(1,454,110)	(3,957,110)	(7,720,043)	(1,681,364)	(2,342,747)	(2,677,386)	(2,354,972)	(2,774,890)	(1,544,688)
Gain (loss) on sale of assets	-	-	-	-	-	98,692	63,754	-	96,473	56,375
Total Business-Type Activities	(5,148,960)	(1,132,143)	(3,509,604)	(7,319,844)	(1,413,049)	(2,114,269)	(2,173,170)	(1,689,560)	(2,352,980)	(1,114,456)
Total Primary Government	\$ 77,404,281	\$ 58,694,079	\$ 44,370,061	\$ 311,740,453	\$ 30,070,220	\$ 37,540,822	\$ 33,691,817	\$ 36,200,868	\$ 36,767,705	\$ 40,348,739
Change in Net Position										
Governmental Activities	\$ (25,664,372.00)	\$ (1,499,649.00)	\$ (22,979,831.61)	\$ 278,126,409.00	\$ (9,094,546.00)	\$ 1,196,072.00	\$ (16,856,378.00)	\$ (13,623,846.00)	\$ 60,645.00	\$ (3,839,120.00)
Business-Type Activities	15,563,955	3,498,789	5,927,346	(2,242,203)	8,217,651	3,972,079	4,414,029	4,558,742	547,615	4,837,322
Total Primary Government	(10,100,417)	1,999,140	(17,052,486)	275,884,206	(876,895)	5,168,151	(12,442,349)	(9,065,104)	608,260	998,202
Prior Period Adjustment (See Note 9F)	-	-	-	-	-	-	(44,258,992)	-	-	-
Total Primary Government after adjustment	\$ (10,100,417)	\$ 1,999,140	\$ (17,052,486)	\$ 275,884,206	\$ (876,895)	\$ 5,168,151	\$ (56,701,341)	\$ (9,065,104)	\$ 608,260	\$ 998,202

Due to the dissolution of Redevelopment Agency in Jan. 2012, trend information might be shrewd due to this one time event.

In FY 2014-15, implementation of GASB 68 & 71 resulted in prior period adjustments.

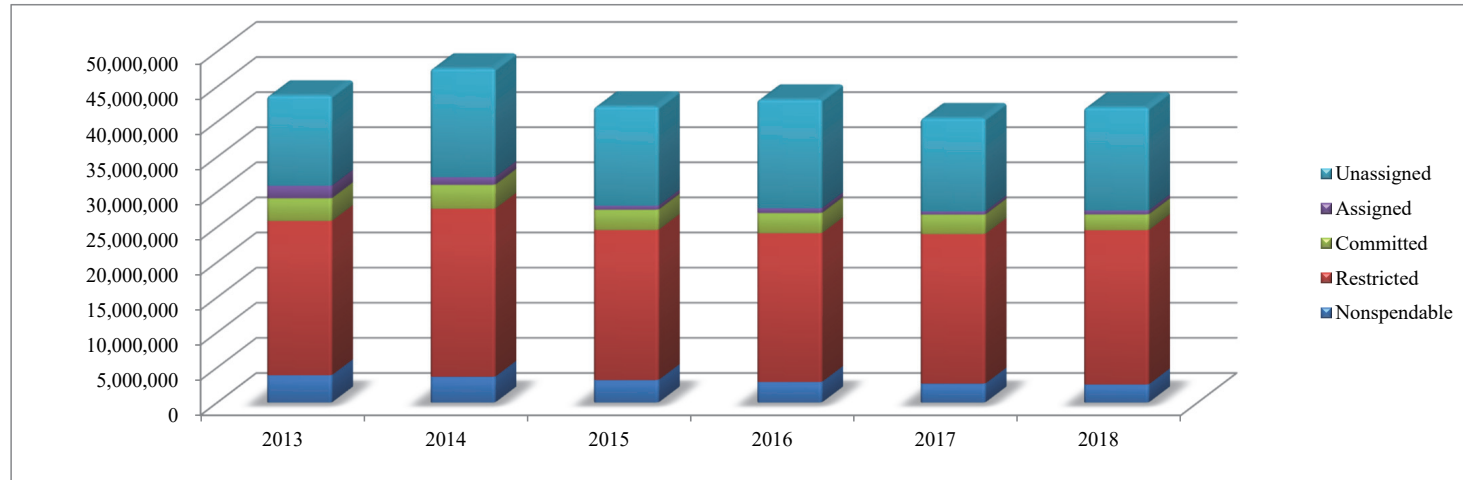
In FY 2017-18, implementation of GASB 75 resulted in prior period adjustments.

CITY OF PITTSBURG
Fund Balances of Governmental Funds
First Four Fiscal Years
(Modified Accrual Basis of Accounting)
(Pre GASB 54 Implementation)



	Fiscal Year Ended June 30,			
	2009	2010	2011	2012
General Fund				
Reserved	\$ 202,586	\$ 215,249	\$ 2,339,015	\$ 2,560,294
Unreserved	6,428,850	6,798,062	16,456,660	16,513,473
Total General Fund	<u>6,631,436</u>	<u>7,013,311</u>	<u>18,795,675</u>	<u>19,073,767</u>
All Other Governmental Funds				
Reserved	142,074,124	156,737,984	136,320,414	8,226,458
Unreserved, designated	45,107,266	(777,130)	(8,180,337)	15,609,271
Total all other governmental funds	<u>187,181,390</u>	<u>155,960,854</u>	<u>128,140,077</u>	<u>23,835,729</u>
Total Government Funds				
Reserved	142,276,710	156,953,233	138,659,429	10,786,752
Unreserved	51,536,116	6,020,932	8,276,323	32,122,744
Total Government Funds	<u>\$ 193,812,826</u>	<u>\$ 162,974,165</u>	<u>\$ 146,935,752</u>	<u>\$ 42,909,496</u>

CITY OF PITTSBURG
Fund Balances of Governmental Funds
Last Six Fiscal Years
(Post GASB 54 FY2011 Implementation)



	Fiscal Year Ended June 30,					
	2013	2014	2015	2016	2017	2018
General Fund						
Nonspendable	\$ 3,054,208	\$ 3,370,929	\$ 2,904,078	\$ 2,642,564	\$ 2,410,696	\$ 2,300,328
Assigned	1,574,732	1,057,673	538,194	666,486	434,778	528,077
Unassigned	13,544,751	16,185,068	14,613,983	15,957,212	17,037,283	18,426,657
Total General Fund	<u>18,173,691</u>	<u>20,613,670</u>	<u>18,056,255</u>	<u>19,266,262</u>	<u>19,882,757</u>	<u>21,255,062</u>
All Other Governmental Funds						
Nonspendable	823,003	294,491	291,360	272,138	272,243	263,123
Restricted	21,970,943	23,930,077	21,381,490	21,194,534	21,316,430	21,977,238
Committed	3,228,348	3,399,608	2,875,776	2,877,225	2,756,478	2,240,940
Assigned	220,995	56,642	47,972	14,354	29,349	42,127
Unassigned	(677,255)	(706,698)	(486,548)	(455,164)	(3,745,132)	(3,740,451)
Total all other governmental funds	<u>25,566,034</u>	<u>26,974,120</u>	<u>24,110,050</u>	<u>23,903,087</u>	<u>20,629,368</u>	<u>20,782,977</u>
Total Government Funds						
Nonspendable	3,877,211	3,665,420	3,195,438	2,914,702	2,682,939	2,563,451
Restricted	21,970,943	23,930,077	21,381,490	21,194,534	21,316,430	21,977,238
Committed	3,228,348	3,399,608	2,875,776	2,877,225	2,756,478	2,240,940
Assigned	1,795,727	1,114,315	586,166	680,840	464,127	570,204
Unassigned	12,867,496	15,478,370	14,127,435	15,502,048	13,292,151	14,686,206
Total Fund Balances	<u>\$ 43,739,725</u>	<u>\$ 47,587,790</u>	<u>\$ 42,166,305</u>	<u>\$ 43,169,349</u>	<u>\$ 40,512,125</u>	<u>\$ 42,038,039</u>

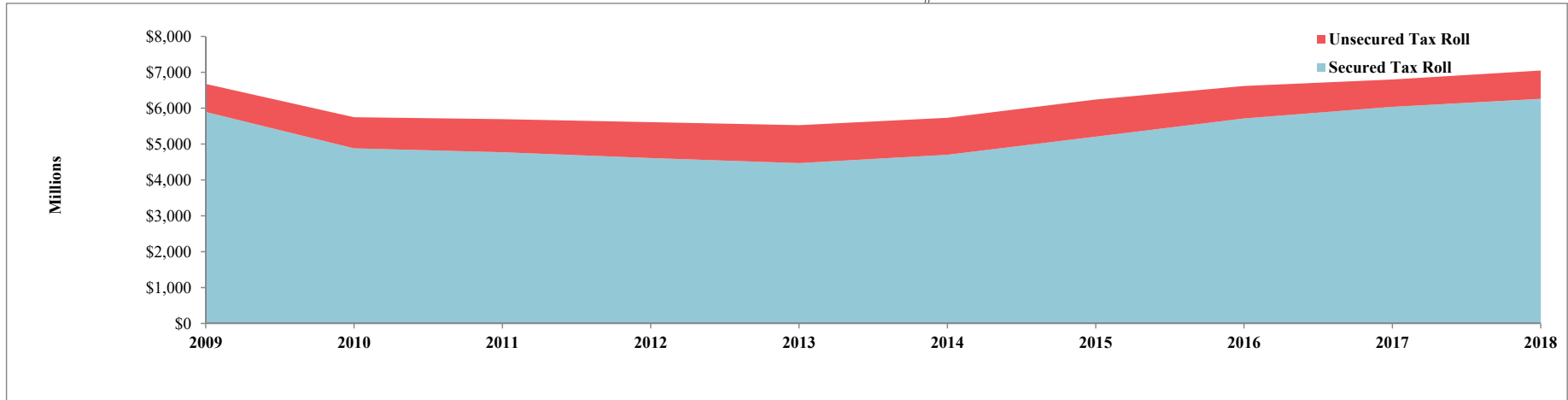
* See Note on Statistics Introduction Tab which explains the Jan 2012 RDA Dissolution by State of California
For additional Detail on Fund Classifications, see Note 9 of Notes to Basic Financial Statements

CITY OF PITTSBURG
Changes in Fund Balance of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)
(in thousands)

	Fiscal Year Ended June 30,									
	2009	2010	2011	2012 *	2013	2014	2015	2016	2017	2018
Revenues										
Taxes	\$ 62,819	\$ 54,174	\$ 56,023	\$ 40,582	\$ 29,727	\$ 31,968	\$ 32,648	\$ 34,792	\$ 31,624	\$ 33,503
Licenses, permits and fees	599	1,145	2,120	2,794	3,633	1,888	1,635	2,566	3,532	1,812
Fines and forfeitures	670	185	175	187	168	187	172	325	308	433
Use of money and property	10,602	2,780	2,764	1,689	61	615	542	743	329	590
Intergovernmental revenues	23,692	21,089	23,118	27,584	17,627	16,060	14,135	15,455	24,098	25,854
Charges for services	5,705	4,879	6,205	4,071	7,333	7,400	9,984	10,126	9,894	9,621
Other	2,641	7,470	3,738	7,557	3,484	3,432	3,027	4,019	3,957	4,907
Total Revenues	106,728	91,722	94,143	84,464	62,033	61,550	62,143	68,026	73,742	76,720
Expenditures										
Current:										
General government	18,473	16,766	13,528	12,496	3,869	5,454	8,217	6,740	7,321	6,141
Public safety	18,819	19,334	19,253	19,536	19,580	20,842	23,149	24,797	25,895	27,721
Public works	8,295	8,394	11,947	6,609	5,849	7,371	8,469	7,107	7,859	8,102
Community development	33,465	23,809	38,541	29,535	27,909	22,388	22,286	22,393	25,440	25,667
Culture and recreation	1,741	733	476	595	1,855	733	700	862	1,019	1,019
Capital outlay	29,245	24,467	10,262	4,901	1,446	813	3,474	2,738	6,600	3,429
Debt service:										
Principal repayment	9,311	8,269	9,667	11,485	375	450	589	2,016	2,083	2,155
Interest and fiscal charges	32,089	23,205	23,121	13,598	1,609	1,588	2,890	2,315	2,264	1,999
Total Expenditures	151,438	124,977	126,795	98,755	62,492	59,639	69,774	68,968	78,481	76,233
Excess (deficiency) of revenues over (under) expenditures	(44,710)	(33,255)	(32,652)	(14,291)	(459)	1,911	(7,631)	(942)	(4,739)	487
Other Financing Sources (Uses)										
Transfers in	87,911	111,605	68,170	45,327	7,235	5,084	6,547	6,814	6,875	6,830
Transfers (out)	(82,193)	(110,316)	(63,633)	(37,343)	(5,950)	(3,169)	(4,499)	(4,869)	(4,793)	(5,808)
Refunding tax allocation bonds	(79,665)	-	-	-	-	-	-	-	-	-
Tax allocation bonds issued	61,661	-	-	-	-	-	-	-	-	-
Sale of capital assets	2,680	1,127	(18,553)	2,211	4	22	4	-	-	17
Total other financing sources (uses)	(9,606)	2,416	(14,016)	10,195	1,289	1,937	2,052	1,945	2,082	1,039
Net Change in fund balances before	\$ (54,316)	\$ (30,839)	\$ (46,668)	\$ (4,096)	\$ 830	\$ 3,848	\$ (5,579)	\$ 1,003	\$ (2,657)	\$ 1,526
<i>Extraordinary Items (Note 4)</i>										
Assets Transferred to Housing Successor				\$ (2,002)						
Liabilities Assumed by Successor Agency				(97,928)						
Net Change in Fund Balances				\$ (104,026)						
Debt service as a percentage of noncapital expenditures	29.2%	32.7%	31.9%	25.9%	3.3%	3.5%	5.2%	6.5%	6.0%	5.7%

* Intergovernmental Revenues Re-classified to Program Income & Other Taxes
RDA no longer classified as Government fund due to dissolution in FY 2011-2012.

CITY OF PITTSBURG
Assessed and Estimated Actual
Value of Taxable Property
Last Ten Fiscal Years



Fiscal Year	Secured Tax Roll			Unsecured Tax Roll	GROSS Tax Roll	LESS: Exemptions		NET Assessed Valuation ***	Total Direct Tax Rate ***
	Land	Improvements	Personal Property			HOPTR *	Others		
2009	\$ 1,886,619,969	\$ 3,977,346,545	\$ 29,871,943	\$ 782,213,672	\$ 6,676,052,129	\$ 66,141,210	\$ 138,181,611	\$ 6,471,729,308	0.74057
2010	1,355,858,246	3,488,509,274	35,030,993	868,770,588	5,748,169,101	65,495,515	148,448,271	5,534,225,315	0.73534
2011	1,271,652,002	3,468,075,002	32,556,725	921,168,099	5,693,451,828	64,704,851	174,568,314	5,454,178,663	0.73265
2012	1,199,342,285	3,380,327,868	29,398,082	1,000,793,072	5,609,861,307	62,930,462	163,259,839	5,383,671,006	0.73307
2013	1,154,280,061	3,284,318,842	29,454,784	1,058,290,739	5,526,344,426	61,050,228	167,858,949	5,297,435,249	0.72809
2014	1,244,373,590	3,426,800,074	29,431,527	1,030,705,786	5,731,310,977	58,985,158	184,163,403	5,488,162,416	0.17411
2015	1,431,988,767	3,744,776,351	29,751,906	1,033,971,545	6,240,488,569	57,725,918	187,268,875	5,995,493,776	0.14854 **
2016	1,596,856,457	4,088,152,986	28,100,163	905,755,131	6,618,864,737	57,212,685	195,920,004	6,365,732,048	0.15020
2017	1,734,578,352	4,271,018,852	31,382,377	763,128,074	6,800,107,655	56,350,900	203,066,563	6,540,690,192	0.15142
2018	1,912,263,271	4,316,648,943	30,152,799	789,812,811	7,048,877,824	55,968,158	206,618,682	6,786,290,984	0.15305

* Homeowners' Property Tax Relief

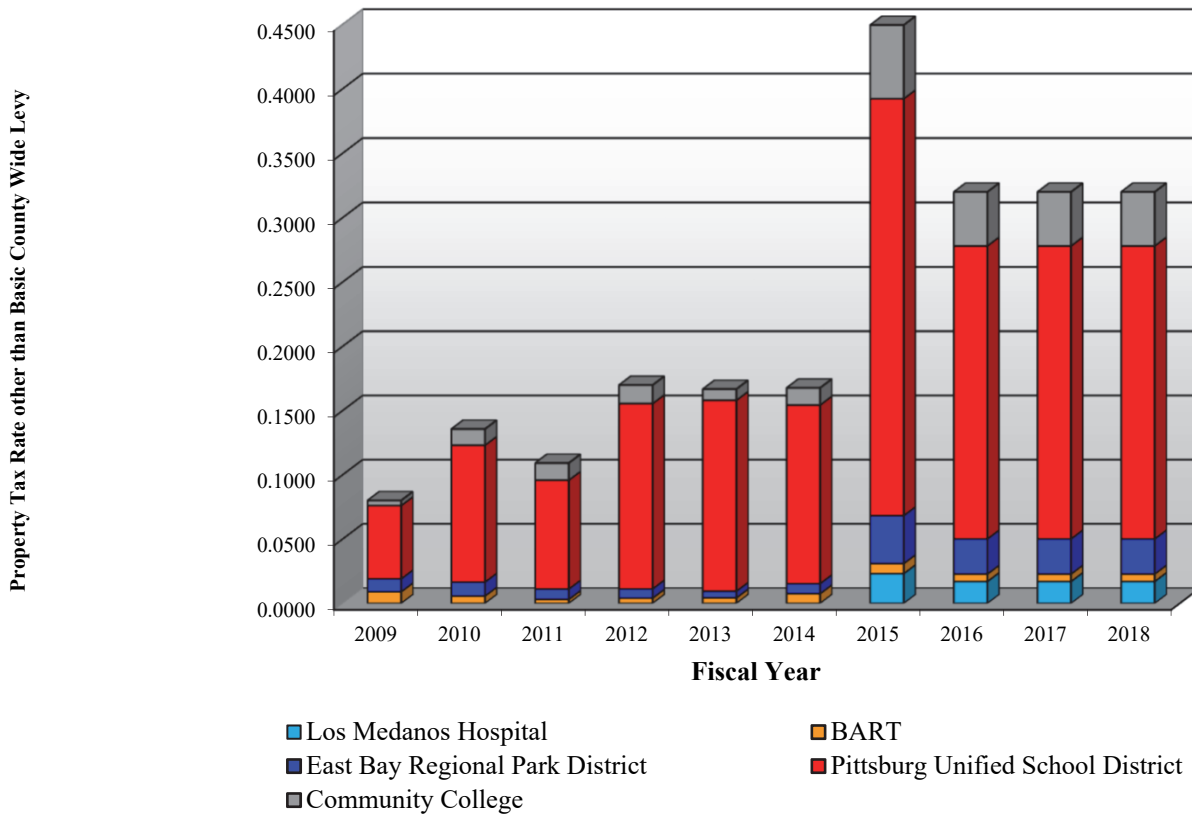
* Direct Tax Rate for FY 14-15 has been updated to reflect the AB8 adjustment for the first time on 2014-15 tax roll after CAFR was issued.

** The State Constitution requires property to be assessed at one hundred percent of the most recent purchase price, plus an increment of no more than two percent annually, plus any local over-rides. These values are considered to be full market values.

*** California cities do not set their own direct tax rate. The state constitution establishes the rate at 1% and allocates a portion of that amount, by an annual calculation, to all the taxing entities within a tax rate area. Beginning in 2013/14 the total Direct Rate no longer includes revenue generated from the former redevelopment tax rate areas. Challenges to recognized enforceable obligations are assumed to have been resolved during 2012/13. For the purposes of this report, residual revenue is assumed to be distributed to the City in the same proportions as general fund revenue.

Source: Contra Costa County Auditor Controller Office Certificate of Assessed Valuations

CITY OF PITTSBURG
Property Tax Rates
All Overlapping Governments
Last Ten Fiscal Years



Fiscal Year	Basic County Wide Levy	Pittsburg Direct Rate*	Los Medanos Hospital	Bay Area Rapid Transit	East Bay Regional Park District	Pittsburg Unified School District	Community College	Total
2009	1.0000	0.74057	0.0000	0.0090	0.0100	0.0571	0.0040	1.8117
2010	1.0000	0.73534	0.0000	0.0057	0.0108	0.1066	0.0126	1.8653
2011	1.0000	0.73265	0.0000	0.0031	0.0080	0.0848	0.0133	1.8388
2012	1.0000	0.73307	0.0000	0.0041	0.0071	0.1443	0.0144	1.8989
2013	1.0000	0.72809	0.0000	0.0043	0.0051	0.1487	0.0087	1.8906
2014	1.0000	0.17411	0.0000	0.0075	0.0078	0.1391	0.0133	1.3343
2015	1.0000	0.14854	0.0231	0.0079	0.0373	0.3241	0.0572	1.5902
2016	1.0000	0.15020	0.0170	0.0058	0.0273	0.2280	0.0419	1.4644
2017	1.0000	0.15142	0.0170	0.0058	0.0273	0.2280	0.0419	1.4656
2018	1.0000	0.15142	0.0170	0.0058	0.0273	0.2280	0.0419	1.4656

* Pittsburg Direct Rate = the weighted average of City's Share of 1% levy & Redevelopment Rate

Source: Contra Costa County Assessors Office & HdL Coren & Cone

CITY OF PITTSBURG
Principal Property Tax Payers
Current Year and Nine Years Ago

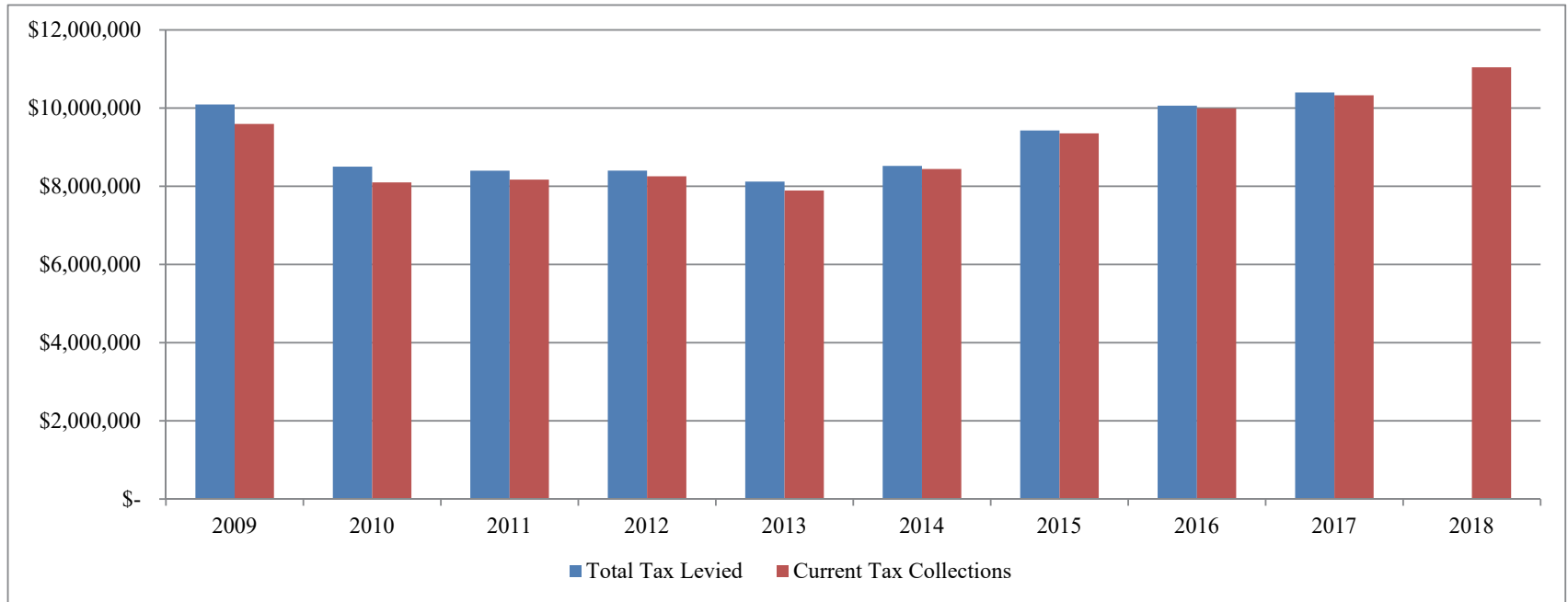
Taxpayer	2017-18			2008-09		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Dow Agrosiences LLC	\$ 300,682,295	1	4.30%	\$ -	-	0.00%
USS - Posco Industries	247,804,157	2	3.54%	406,816,764	1	6.29%
Calpine Corporation	211,039,100	3	3.02%	-	-	0.00%
Delta Energy Center	169,500,000	4	2.42%	-	-	0.00%
K2 Pure Solution	129,108,511	5	1.84%	-	-	-
Sierra Pacific Properties	115,906,602	6	1.66%	57,245,963	3	0.88%
KW Kirker Creek LLC	102,130,467	7	1.46%	30,000,000	7	0.46%
San Marco Properties LLC	79,198,012	8	1.13%	-	-	0.00%
Century Plaza Corporation	70,609,469	9	1.01%	40,278,162	4	0.62%
Douglas Products	58,458,042	10	0.84%	-	-	-
Dow Chemical Company	-	-	-	243,978,330	2	3.77%
GWF Power Systems LP	-	-	-	28,970,208	8	0.45%
Koch Carbon LLC	-	-	-	-	-	0.00%
West Coast Home Builders	-	-	-	30,265,656	5	0.47%
National Energy Constructors	-	-	-	30,234,985	6	0.47%
Ora Vineyard 162 LLC	-	-	-	25,249,000	9	0.39%
Tele-Yue Systems Inc.	-	-	-	23,367,231	10	0.36%
Subtotal	<u>\$ 1,484,436,655</u>		<u>21.21%</u>	<u>\$ 916,406,299</u>		<u>12.47%</u>

Total Net Assessed Valuation:

Fiscal Year 2017-18	\$6,998,950,294
Fiscal Year 2008-09	\$6,471,729,308

Source: HdL Coren & Cone

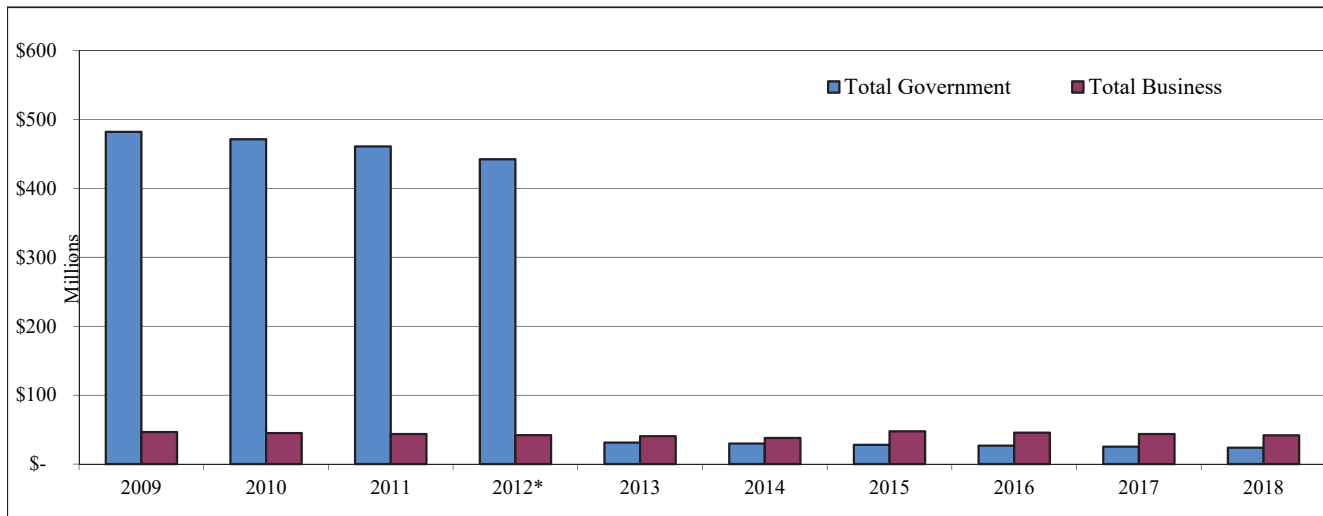
CITY OF PITTSBURG
Property Tax Levies and Collections June 30
Last Ten Fiscal Years



Fiscal Year	Total Tax Levied	Current Tax Collections	Percent of Levy County Collected *	Total Tax Collections	Percent of Total Tax Collections To Tax Levy	Amount Delinquent	Percent % Delinquent
2009	\$ 10,091,171	\$ 9,594,691	95.08%	\$ 9,594,691	95.08%	\$ 496,480	4.92%
2010	8,502,712	8,099,570	95.26%	8,099,570	95.26%	403,142	4.74%
2011	8,398,671	8,171,082	97.29%	8,171,082	97.29%	227,589	2.71%
2012	8,399,298	8,255,063	98.28%	8,255,063	98.28%	144,235	1.72%
2013	8,119,308	7,891,110	97.19%	7,891,110	97.19%	228,198	2.81%
2014	8,520,700	8,441,966	99.08%	8,441,966	99.08%	78,734	0.92%
2015	9,425,580	9,353,530	99.24%	9,353,530	99.24%	72,050	0.76%
2016	10,060,215	9,991,126	99.31%	9,991,126	99.31%	72,008	0.72%
2017	10,398,911	10,327,316	99.31%	10,327,316	99.31%	71,496	0.69%
2018	11,112,284	11,044,802	99.39%	11,044,802	99.39%	67,482	0.61%

* The County provides the City 100% of its tax levy under the "Teeter Plan", an agreement which allows the County to keep all interest and delinquency charges collected.

CITY OF PITTSBURG
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years



Fiscal Year	Governmental Activities			
	Tax Allocation Bonds	Pass Through Obligations	Special Assessment Debt	Special Assessment Debt
2009	\$ 438,152,213	\$ 8,050,000	\$ 35,675,000	\$ 481,877,213
2010	430,167,213	6,488,051	34,650,000	471,305,264
2011	420,857,213	6,342,224	33,580,000	460,779,437
2012*	409,672,213	-	32,490,000	442,162,213
2013	-	-	31,175,000	31,175,000
2014	-	-	29,815,000	29,815,000
2015	-	-	27,975,000	27,975,000
2016	-	-	26,805,000	26,805,000
2017	-	-	25,310,000	25,310,000
2018	-	-	23,725,000	23,725,000

Fiscal Year	Business-Type Activities				Total Primary Government	Percentage of Personal Income ***	Per Capita ***
	Water Revenue Bonds	Sewer Revenue Bonds **	I-Bank Loan	Total			
2009	\$ 37,260,000	\$ 9,185,000	\$ -	\$ 46,445,000	\$ 528,322,213	0.00%	8,178
2010	36,425,000	8,615,000	-	45,040,000	516,345,264	0.00%	7,948
2011	35,515,000	8,025,000	-	43,540,000	504,319,437	0.00%	8,021
2012	34,580,000	7,420,000	-	42,000,000	484,162,213	0.00%	7,488
2013	33,620,000	6,800,000	-	40,420,000	71,595,000	0.00%	1,090
2014	32,610,000	5,342,000	-	37,952,000	67,767,000	0.00%	1,016
2015	31,575,000	4,601,000	11,387,398	47,563,398	75,538,398	0.00%	1,109
2016	30,485,000	3,864,000	11,167,171	45,516,171	72,321,171	0.00%	1,042
2017	29,605,000	3,111,000	10,939,216	43,655,216	68,965,216	0.00%	976
2018	28,650,000	2,350,000	10,703,258	41,703,258	65,428,258	0.00%	907

Note : Debt amounts exclude any premiums, discounts, or other amortization amounts.

*With the dissolution of RDA in January 2012, the debts related to Former RDA moved to Successor Agency

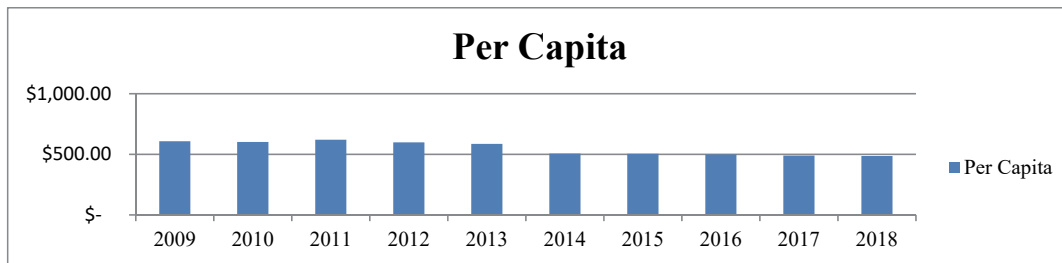
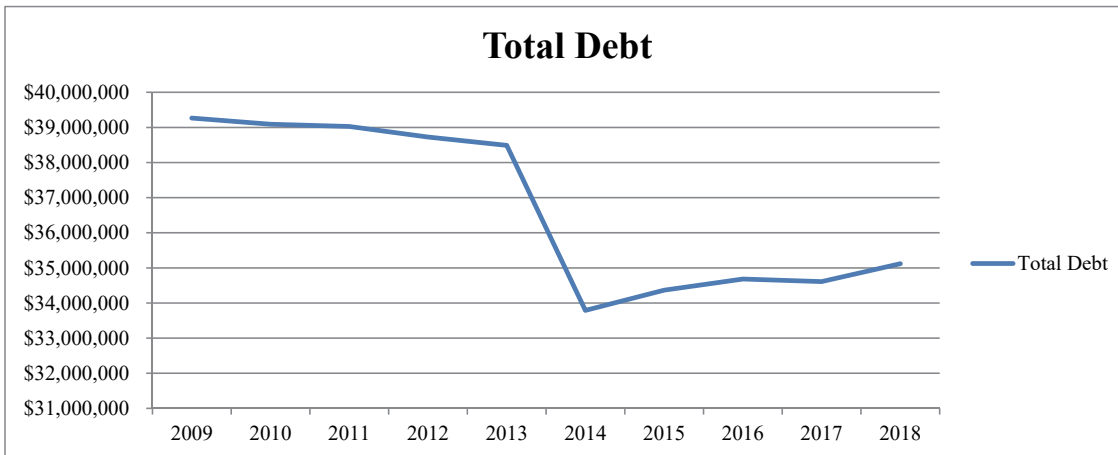
**Sewer Revenue Bond was fully defeased as of June 30, 2014. It has been replaced with a private placement debt.

*** See Schedule of Demographic and Economic Statistics for personal income and population data.

Please refer to Note 7 for further information.

Sources: City of Pittsburgh
State of California, Department of Finance (population)
U.S. Department of commerce, Bureau of the Census (income)

**CITY OF PITTSBURG
Ratio of Debt Outstanding
Last Ten Fiscal Years***



General Government Debt Outstanding

Fiscal Year	POB Bonds *	Capital Lease Street Sweeper	CEC Energy	PG&E Energy Efficient Retrofit	Capital Lease VOIP System	Total Debt	Percentage of		
							Total Gross Revenue	Per Capita	Debt Per Assessed Value
2009	\$ 39,266,056	\$ -	\$ -	\$ -	\$ -	\$ 39,266,056	36.79%	\$ 607.83	0.61%
2010	39,091,056	-	-	-	-	39,091,056	42.62%	601.71	0.71%
2011	39,026,056	-	-	-	-	39,026,056	41.45%	620.67	0.72%
2012	38,726,056	-	-	-	-	38,726,056	45.85%	598.92	0.72%
2013	38,351,056	139,171	-	-	-	38,490,227	62.05%	586.17	0.73%
2014	33,157,051	105,815	526,313	-	-	33,789,179	54.90%	506.62	0.62%
2015	33,826,975	71,520	467,166	-	-	34,365,661	55.30%	504.34	0.57%
2016	34,036,850	240,114	406,268	-	-	34,683,232	50.99%	499.59	0.54%
2017	34,104,558	160,696	343,493	-	-	34,608,747	50.88%	489.66	0.53%
2018	34,030,018	116,339	278,821	209,740	484,835	35,119,753	51.63%	486.82	0.52%

* The 2006 Pension Oligigation Bonds (POB) includes the accreted amount of Capital Appreciation Bonds.

CITY OF PITTSBURG
Computation of Direct and Overlapping Debt
June 30, 2018

2017-18 Assessed Valuation (2)

\$2,408,663,345

	Total Debt Outstanding 6/30/2018	Percentage Applicable To City of Pittsburg (1)	Amount Applicable To City of Pittsburg
Direct Debt			
<u>2006 PENSION OBLIGATION BONDS</u>	\$ 34,030,018	100.000%	\$ 34,030,018
CAPITAL LEASES-STREET SWEEPER/VOIP	601,174	100.000%	601,174
ENERGY EFFICIENT LOANS	488,561	100.000%	488,561
Sub-total Direct Debt			<u>35,119,753</u>
Overlapping Debt			
<u>PITTSBURG UNIFIED 2006 BOND</u>	153,205,000	98.159%	150,383,790
PITTSBURG UNIFIED 2010 BOND	96,448,211	98.159%	94,672,155
PITTSBURG UNIFIED 2004 BOND	59,105,000	98.159%	58,016,604
PITTSBURG UNIFIED 2014 BOND	46,100,000	98.159%	45,251,086
COUNTY GENERAL	505,238,250	3.626%	18,320,411
PITTSBURG UNIFIED 1995 BOND	15,375,000	98.159%	15,091,875
MT DIABLO 2010 BOND	307,162,203	3.877%	11,907,712
MT DIABLO 2002 BOND	294,240,000	3.877%	11,406,759
CONTRA COSTA COMMUNITY COLLEGE 2006 BOND	286,815,000	3.639%	10,437,627
CONTRA COSTA COMMUNITY COLLEGE 2002 BOND	167,410,000	3.639%	6,092,300
CONTRA COSTA FIRE	65,250,000	7.904%	5,157,194
BART 2015 GO BONDS AA	114,264,583	3.626%	4,143,340
BART 2017 GO BONDS RR	112,542,876	3.626%	4,080,910
BART 2013 GO BONDS AA	85,248,328	3.626%	3,091,184
CONTRA COSTA COMMUNITY COLLEGE 2014 BOND	84,440,000	3.639%	3,072,898
ANTIOCH USD SFID 1	61,043,114	3.342%	2,040,208
ANTIOCH USD SFID 1 2012	53,375,000	3.342%	1,783,921
BART 2017 GO BONDS AA	35,111,637	3.626%	1,273,181
2017A-1 MEASURE WW BONDS	21,604,591	3.626%	783,403
2017A-2 MEASURE QQ BONDS	12,962,754	3.626%	470,042
2013A MEASURE WW BONDS	11,748,576	3.626%	426,014
2017B-1 REFUNDING BONDS	10,588,410	3.626%	383,946
2012 PROMISSORY NOTE	8,810,352	3.626%	319,472
2017B-2 REFUNDING BONDS	8,661,280	3.626%	314,066
EAST BAY PARKS 2009A MEASURE WW BONDS	5,867,807	3.626%	212,772
EAST BAY REGIONAL PARK 2008 BOND REFUNDING	903,072	3.626%	32,746
Sub-Total Overlapping Debt			<u>449,165,616</u>
Total Direct and Overlapping Debt			<u>\$ 484,285,369</u>

DEBT TO ASSESSED VALUATION RATIOS

Direct Debt	5.20%
Overlapping Debt	18.65%
Total Debt	23.84%

(1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. The percentage of overlapping debt applicable is estimated by using taxable assessed values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the city's boundaries and dividing it by each unit's total taxable assessed value.

(2) Net of \$4,590,286,949 Redevelopment Incremental Valuation

Source: HdL Coren & Cone, Contra Costa County Assessor and Auditor combined 2017/18 Lien Date Tax Rolls

CITY OF PITTSBURG
Computation of Legal Bonded Debt Margin
June 30, 2018

ASSESSED VALUATION:

All property assessed value, net of
exempt real property \$ 2,408,663,345 (1)

BONDED DEBT LIMIT (3.75% OF ASSESSED VALUE) (a) \$ 90,324,875

AMOUNT OF DEBT SUBJECT TO LIMIT:

Total Bonded Debt	\$	-	
Less Tax Allocation Bonds and Sales Tax Revenue Bonds, Certificate of Participation not subject to limit		-	
Amount of debt subject to limit			<u>-</u>

LEGAL BONDED DEBT MARGIN \$ 90,324,875

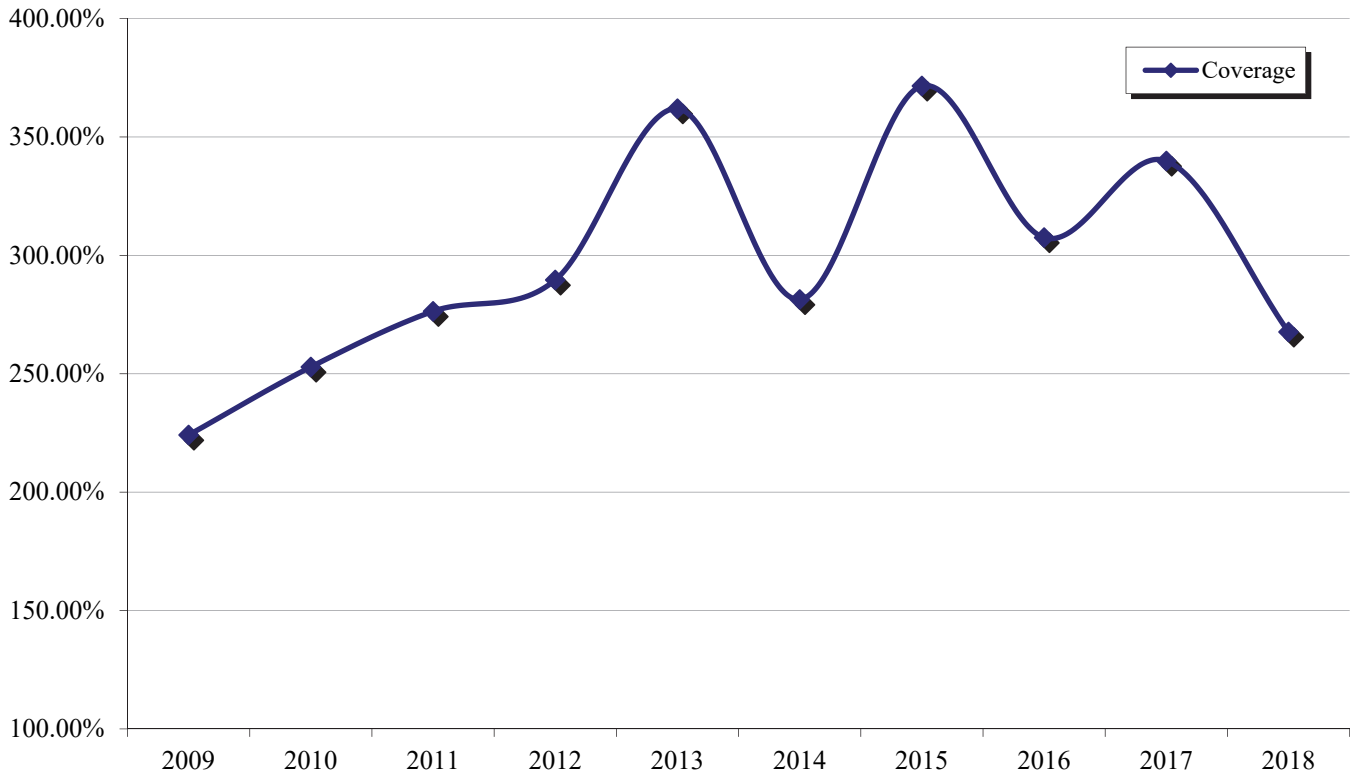
Fiscal Year	Debt Limit	Total Net Debt Applicable to Limit	Legal Debt Margin	Total net debt applicable to the limit as a percentage of debt limit
2009	\$ 79,517,400	\$ -	\$ 79,517,400	0.00%
2010	69,553,156	-	69,553,156	0.00%
2011	68,710,034	-	68,710,034	0.00%
2012	67,444,590	-	67,444,590	0.00%
2013	66,188,501	-	66,188,501	0.00%
2014	72,867,133	-	72,867,133	0.00%
2015	80,190,642	-	80,190,642	0.00%
2016	83,934,464	-	83,934,464	0.00%
2017	85,177,883	-	85,177,883	0.00%
2018	90,324,875	-	90,324,875	0.00%

NOTE:

(1) Net of \$4,590,286,949 Redevelopment Incremental Valuation

(a) California Government Code, Section 43605 sets the debt limit at 15%. The Code section was enacted prior to the change in basing assessed value to full market value when it was previously 25% of market value. Thus, the limit shown as 3.75% is one-fourth the limit to account for the adjustment of showing assessed valuation at full cash value.

CITY OF PITTSBURG
Revenue Bond Coverage
Wastewater Revenue Bonds

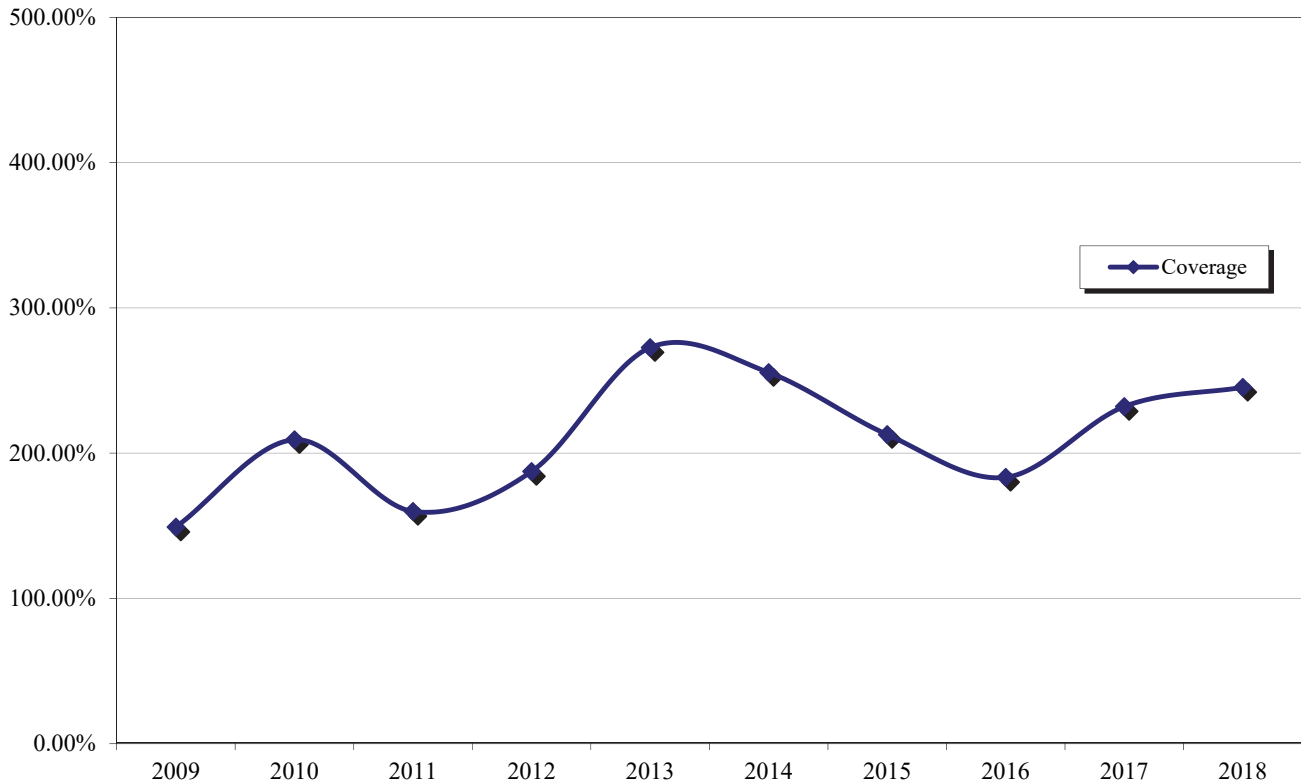


Fiscal Year	Gross Revenue	Operating Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest *	Total	
2009	\$ 3,951,296	\$ 1,887,607	\$ 2,063,689	\$ 555,000	\$ 365,802	\$ 920,802	2.24
2010	4,431,558	2,032,469	2,399,089	570,000	378,784	948,784	2.53
2011	4,407,092	1,846,762	2,560,330	590,000	336,436	926,436	2.76
2012	4,651,016	1,971,734	2,679,282	605,000	320,198	925,198	2.90
2013	5,111,678	1,799,354	3,312,324	620,000	295,207	915,207	3.62
2014	4,917,728	1,992,182	2,925,546	640,000	399,786	1,039,786	2.81
2015	5,022,745	1,965,165	3,057,580	741,000	81,986	822,986	3.72
2016	5,024,185	2,547,410	2,476,775	737,000	68,464	805,464	3.07
2017	5,107,869	2,355,218	2,752,651	753,000	56,986	809,986	3.40
2018	5,168,294	3,011,303	2,156,991	761,000	44,922	805,922	2.68

* Interest is lowered due to the refunding of the 2004 Wastewater Bond (per Resolution 14-0270 dated 6/6/14). The City executed a private Installment Sale Agreement with Bank of the West for a lower interest rate of 1.55% per annum.

Source: City of Pittsburgh Annual Financial Statements as analyzed by Finance Division Revenue Manager

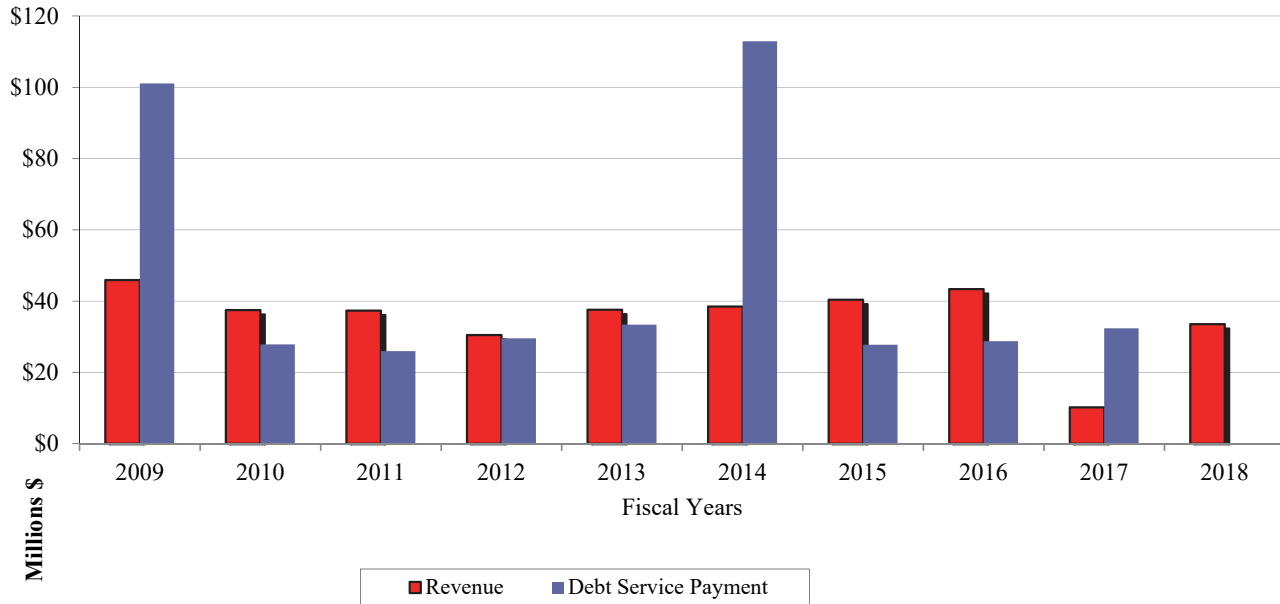
CITY OF PITTSBURG
Revenue Bond Coverage
2016 (Refunded 1997, 2005, and 2008) Water Revenue Bonds



Fiscal Year	Gross Revenue	Operating Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2009	\$ 15,261,927	\$ 11,776,223	\$ 3,485,704	\$ 450,000	\$ 1,887,100	\$ 2,337,100	1.49
2010	16,489,040	11,380,669	5,108,371	685,000	1,756,422	2,441,422	2.09
2011	16,622,010	11,087,014	5,534,996	835,000	2,626,509	3,461,509	1.60
2012	17,149,663	12,120,679	5,028,984	910,000	1,773,709	2,683,709	1.87
2013	19,205,915	12,279,325	6,926,590	960,000	1,580,278	2,540,278	2.73
2014	18,991,247	12,777,146	6,214,101	1,010,000	1,421,992	2,431,992	2.56
2015	18,272,979	12,379,283	5,893,696	1,035,000	1,734,374	2,769,374	2.13
2016	18,592,332	13,088,660	5,503,672	1,310,226	1,691,311	3,001,537	1.83
2017	19,331,187	12,933,557	6,397,630	1,472,956	1,283,708	2,756,664	2.32
2018	21,519,127	14,547,037	6,972,090	1,190,958	1,651,243	2,842,201	2.45

Note: This schedule has been modified to reconcile to the Revenue Manger's analysis for annual Bond Disclosures,
Source: City of Pittsburg Annual Financial Statements as Analyzed by the Finance Division Revenue Manager

CITY OF PITTSBURG
Successor Agency Bonded Debt Pledged Revenue Coverage
Tax Allocation Bonds
Last Ten Fiscal Years



Fiscal Year	Tax Increment		Debt Service Requirements			Coverage
	Revenue		Principal	Interest ³	Total	
2009	\$ 45,913,508		\$ 84,335,000	* \$ 16,727,258	\$ 101,062,259	0.45
2010	37,493,101		7,985,000	19,873,150	27,858,150	1.35
2011	37,342,837		9,310,000	16,683,580	25,993,580	1.44
2012	30,497,707		11,185,000	18,391,950	29,576,950	1.03
2013	37,580,423		15,595,000	17,812,924	33,407,924	1.12
2014	38,486,428		93,635,000	** 19,250,447	112,885,447	0.34
2015	40,387,530		13,355,000	*** 14,415,839	27,770,839	1.45
2016	43,371,250		16,655,000	12,113,046	28,768,046	1.51
2017	10,218,501		20,250,000	12,125,192	32,375,192	0.32
2018	33,553,848		21,310,000	11,652,527	32,962,527	1.02

* The 2006 Series A Redevelopment Agency Tax Allocation Refunding Bonds were totally defeased.

** The 2014 Tax Allocation Refunding Bond was issued to refunded in full 2003A Bonds and partly refunded the 1999 CIP portion.

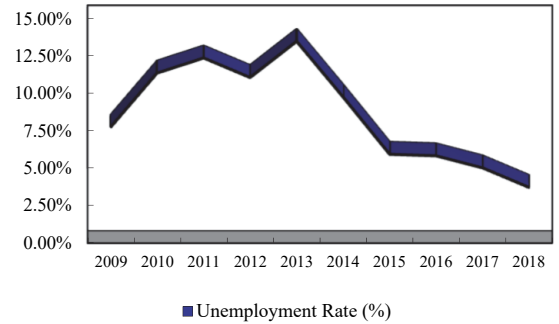
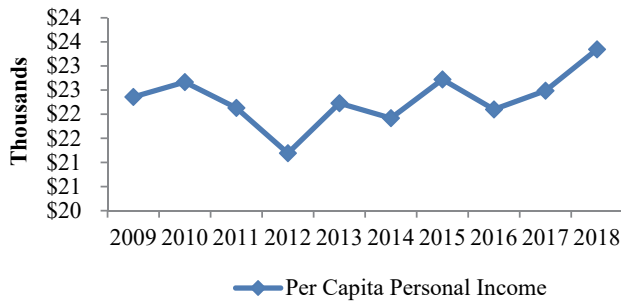
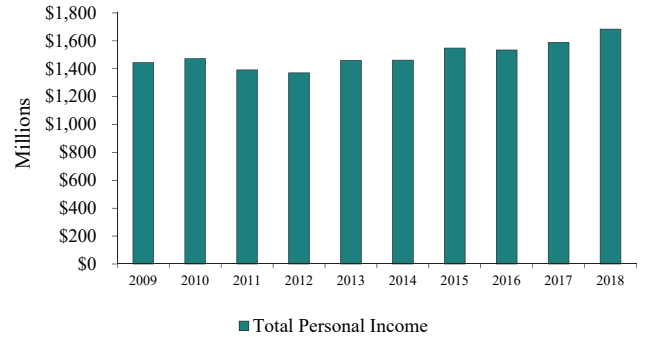
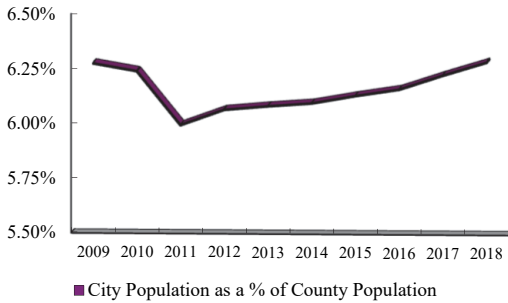
Refer to Note 14 for additional information on refunding.

The 2016 Refunding Bond was excluded for trending purpose

*** The interest amount excludes the Letter of Credit fees and costs associated with 2016 bond refunding

Source: City of Pittsburgh Annual Financial Statements

CITY OF PITTSBURG
Demographic and Economic Statistics
Last Ten Fiscal Years



Fiscal Year	City * Population	Total ** Personal Income	Per Capita Personal Income	Unemployment*** Rate (%)	Contra Costa * County Population	Pittsburg Population % of County
2009	64,600	\$ 1,444,296,000	22,358	7.7%	\$ 1,029,703	6.27%
2010	64,967	1,472,579,000	22,667	11.3%	1,041,274	6.24%
2011	62,877	1,391,528,000	22,131	12.3%	1,049,025	5.99%
2012	64,660	1,370,214,000	21,191	11.0%	1,066,096	6.07%
2013	65,664	1,459,608,000	22,228	13.4%	1,079,597	6.08%
2014	66,695	1,461,822,000	21,918	9.7%	1,094,000	6.10%
2015	68,140	1,548,229,000	22,721	5.9%	1,111,339	6.13%
2016	69,424	1,534,225,000	22,099	5.8%	1,126,745	6.16%
2017	70,679	1,589,374,000	22,487	5.0%	1,135,127	6.23%
2018	72,141	1,684,104,000	23,345	3.7%	1,147,439	6.29%

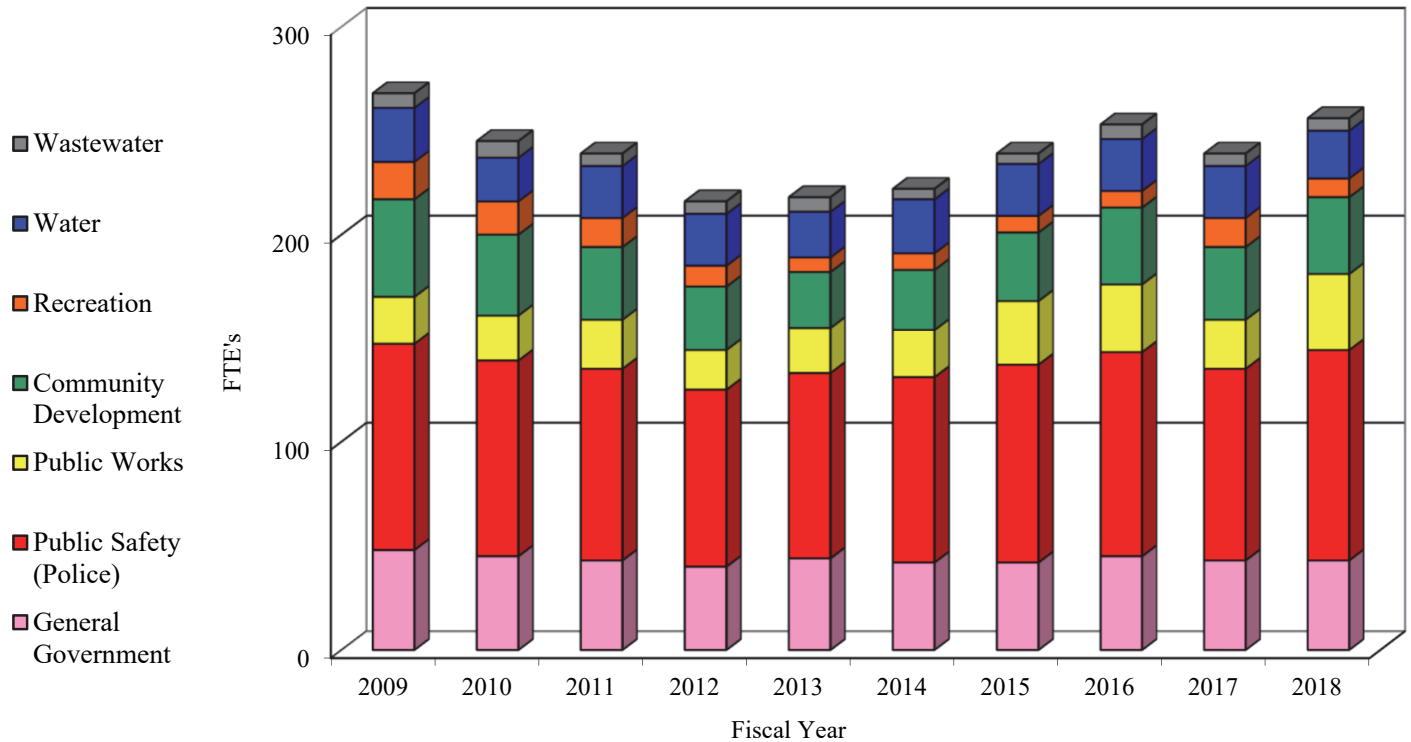
Source: * www.americanfactfinder.com
 ** from HdL Coren Report
 *** www.homefacts.com

CITY OF PITTSBURG
Principal Employers
Current Year and Nine Years Ago

<u>Employer</u>	<u>2017-18 *</u>			<u>2008-09 **</u>	
	<u>Number of Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>	<u>Number of Employees</u>	<u>Rank</u>
Pittsburg Unified School District	1,226	1	3.6%	965	1
Los Medanos Community College	584	2	1.7%	640	3
USS - Posco Industries	621	3	1.8%	900	2
Dow Chemical Company	350	4	1.0%	400	4
City of Pittsburg	276	5	0.8%	268	5
Walmart	300	6	0.9%	220	7
Ramar Foods	363	7	1.1%	220	7
Angelica Corporation (Laundry)	222	8	0.6%	220	7
Target	100	9	0.3%		
WinCo Foods	151	10	0.4%	200	8
Mi Pueblo Market	-		-	250	6
Subtotal	<u>4,193</u>		<u>12.2%</u>	<u>4,283</u>	
Employees in the City of Pittsburg	<u>34,426</u>	***			

Source: * Telephone Survey by Finance Staff
**2008-09 data from CAFR
*** www.americanfactfinder.com

CITY OF PITTSBURG
Full-Time Equivalent City Government Employees by Function
Last Ten Fiscal Years



Actual as June 30, 2018

Function	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Government	48	45	43	40	44	42	42	45	45	43
Public Safety (Police)	99	94	92	85	89	89	95	98	96	101
Public Works	23	22	24	19	22	23	31	33	35	37
Community Development	47	39	35	31	27	29	33	37	37	37
Recreation	18	16	14	10	7	8	8	8	9	9
Water	26	21	25	25	22	26	25	25	24	23
Wastewater	7	8	6	6	7	5	5	7	6	6
Total	268	245	239	216	218	222	239	253	252	256

Source: City of Pittsburgh

CITY OF PITTSBURG
Operating Indicators by Function/Program
Last Ten Fiscal Years

	2009	2010	2011	2012
Function/Program				
Public safety:				
Police:				
Police calls for Service	74,487	69,078	70,623	67,779
Law violations:				
Part I and Part II crimes	8,545	7,568	8,084	8,044
Physical arrests (adult and juvenile)	4,406	3,512	4,708	4,558
Traffic violations (VC14601 & VC12500)	1,613	1,502	1,986	1,950
(Fire Protection is Contra Costa County)				
Public works				
Street Re-surfacing (Miles)				
Streets Repaired (square feet)	86,553	71,809	84,420	84,001
Leisure Services:				
Community Services:				
Swim Participants	*	*	*	264
Softball Participants	*	*	*	2,300
Small World Park Gate Attendance	*	15,833	*	19,783
Senior Center Nutrition/Exercise Class Participants	*	16,777	18,186	13,786
Water				
Number of Meters Served	16,718	17,097	17,254	17,444
Water Main Breaks	65	74	45	60
Average Daily Consumption (millions of gallons)	8.9	8.5	7.9	8.5
Wastewater				
Miles of Sewer Line (Excluding line operated by Delta Diablo District 7-A)	159	171	172	172
Solid Waste				
Refuse Landfilled (tons per year)	77,817	49,978	45,106	46,892
Recyclables Processed (tons per year)	25,750	33,948	35,868	37,784

*Leisure Services Data not Available due to City Reorganization and Early Retirement.

** FY 2013 & FY 2014 Number corrected. Prior CAFR reported number of classes, updated to reflect number of Participants.

*** FY 2016 Numbers corrected.

Source: City of Pittsburg Divisions & Prior Year CAFR's

2013	2014	2015	2016	2017	2018
64,573	73,915	77,947	72,918	75,603	80,566
7,412	7,477	8,168	7,575 * * *	7,333	7,466
3,401	3,227	3,204	2,825 * * *	2,935	2,940
1,007	935	735	932 * * *	873	1,002
14.26	13.41	1.55	0.80	0	0.97
82,314	24,404	46,905	52,503	44,795	48,305
1,980	2,320	3,100	1,600 * * *	2,379	2,301
580	850	731	590	650	616
24,732	25,780	28,420	27,666	25,050	22,839
14,980 **	19,339 **	22,423	20,014	11,305	16,000
17,664	17,880	18,094	18,359	18,574	18,759
50	59	71	80	46	32
9.1	8.2	7.8	7.3	8.6	8.0
175	177	171	176	178	179
52,722	53,753	51,564	63,500	59,559	70,982
42,213	44,213	39,313	48,500	48,500	42,811

CITY OF PITTSBURG
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	2009	2010	2011	2012
Public safety:				
Police stations	1	1	1	1
Police patrol units (Includes Unmarked)	52	52	52	52
Public works				
Miles of streets (Center Line)	156.80	157.00	157.00	165.35
Street lights (Total)	4,107	4,194	4,278	2,041
Traffic Signals	60	61	61	61
Culture and recreation:				
Community services:				
City Parks	21	21	21	23 *
City parks acreage	145	145	145	145
Roadway landscaping acreage	17	19	19	19
Regional park acreage	56	56	56	56
Regional park facilities:				
Golf courses (18 holes)	1	1	1	1
Marina Fuel Station	1	1	1	1
Community Civic Center	1	1	1	1
Senior centers	1	1	1	1
Swimming pools	1	1	1	1
Tennis courts	1	3	3	3
Water				
Storage capacity (millions of gallons)	16.3	19.3	19.3	19.3
Miles of Water Mains	221	222	222	224
Wastewater				
Miles of Storm Drains	91	92	93	94

Note: n/a denotes information is not available.

*FY 2012 # OF City Parks Corrected. 2-School Soccer Fields not included in City parks number.

** In 2016, the City remeasured all water lines using the new GIS System

Source: City of Pittsburgh Staff & Prior Year CAFR's

Fiscal Year

2013	2014	2015	2016	2017	2018
1	1	1	1	1	1
55	63	64	67	69	69
165.35	165.35	163.79	164.63	169.90	169.90
2,122	4,331	4,358	4,287	4,287	4,287
60	61	61	63	63	63
23	23	24	24	24	26
145	145	147	147	147	322
19	20	22	22	22	22
56	56	56	56	56	56
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
3	3	3	3	3	3
19.3	19.3	19.3	19.3	19.3	19.3
225	227	229	224	** 227	227
95	95	101	101	103	104



CITY OF PITTSBURG
Comprehensive Annual Financial Report
June 30, 2018