

**AUBURN AREA RECREATION AND PARK DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Note 8 JOINT VENTURE

The District is a member of the California Association for Park and Recreation Indemnity (CAPRI), a joint powers authority. The relationship between the District and CAPRI is such that CAPRI is not a component unit of the District for financial reporting purposes. CAPRI provided liability, property and workers' compensation coverage for the District. CAPRI is governed by a Board consisting of representatives from member agencies. The Board controls their operations, including selection of management and approval of operating budgets, independent of any influence by the member agencies beyond their representation on the Board. Each member agency pays a contribution commensurate with the level of coverage requested and shares surpluses and deficits proportionate to their participation in the joint powers authority. Full financial statements are available separately from the California Association for Park and Recreation Indemnity at 6341 Auburn Blvd., Suite A, Citrus Heights, California 95621. Condensed information for CAPRI is as follows:

Entity	CAPRI
Purpose	To pool member contributions and realize the advantages of self-insurance
Participants	As of June 30, 2018 – 58 member districts*
Governing Board	Seven representatives employed by members
Payments for the current year	\$ 174,678
Condensed Financial	June 30, 2018
Total assets	\$ 23,722,024
Deferred outflows of resources	\$ 212,538
Total liabilities	\$ 17,414,153
Deferred inflows of resources	\$ 49,737
Net position	\$ 6,470,672
Total revenues	\$ 9,300,872
Total expenses	\$ 8,664,499
Change in net position	\$ 636,373
Member agencies share of year-end ** assets, liabilities, or net position	

* Most current information available

** Has not been calculated

Note 10 SUBSEQUENT EVENTS

Management of the District has evaluated the events subsequent to March 31, 2019 for disclosure and has determined that as of July 5, 2019 there are no material subsequent events that should be disclosed. If events requiring disclosure have occurred between the balance sheet date and the date the financial statements were available to be issued they would be disclosed here.

REQUIRED SUPPLEMENTARY INFORMATION

**AUBURN AREA RECREATION AND PARK DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

1. BUDGETARY INFORMATION

The following is the budget comparison schedule for the District.

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Revenues:				
Program revenues	\$ 1,114,565	\$ 1,150,375	\$ 1,244,013	\$ 93,638
Rents and concessions	153,385	155,985	166,295	10,310
Grants and donations	33,765	18,330	12,640	(5,690)
Interest income	64,375	65,415	73,352	7,937
Project revenue	-	-	-	-
Mitigation fees	-	-	65,000	65,000
Tax revenue	3,144,093	3,177,026	3,275,620	98,594
Miscellaneous revenues	<u>41,321</u>	<u>54,451</u>	<u>59,081</u>	<u>4,630</u>
Total revenues	<u>4,551,504</u>	<u>\$ 4,621,582</u>	<u>4,896,001</u>	<u>274,419</u>
Expenditures:				
Program expenditures	233,650	254,253	267,081	(12,828)
Operations and supplies	404,580	397,485	340,056	57,429
Utilities	190,660	211,486	234,508	(23,022)
Legal fees	-	-	8,634	(8,634)
Professional services	54,780	53,100	37,488	15,612
Building and grounds maintenance	374,420	414,860	401,735	13,128
Property tax administration/LAFCO	57,900	57,700	93,457	(35,757)
Salaries	3,034,597	3,039,034	2,236,918	802,116
Benefits and payroll costs	-	-	810,242	(810,242)
Capital outlay	<u>805,400</u>	<u>739,105</u>	<u>827,310</u>	<u>(88,205)</u>
Total expenditures	<u>5,155,987</u>	<u>5,167,023</u>	<u>5,257,426</u>	<u>(90,403)</u>
Excess of revenues over expenditures	(604,483)	(545,441)	(361,425)	184,016
Transfers out	<u>-</u>	<u>-</u>	<u>(1,267)</u>	<u>(1,267)</u>
Net change in fund balance	<u>\$ (604,483)</u>	<u>\$ (545,441)</u>	(362,692)	<u>\$ 182,749</u>
Fund balance – beg. of year			<u>3,686,658</u>	
Fund balance – end of year			<u>\$ 3,323,966</u>	

**AUBURN AREA RECREATION AND PARK DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

1. DEFINED PENSION PLAN

Schedule of the Plan's Proportionate Share of the Net Pension Liability and Related Ratios as of the Measurement Date in Relation to PERF C

	<u>3/31/2019*</u>	<u>3/31/2018*</u>
Plan's Proportion of the Net Pension Liability/(Asset)	0.02480%	0.02452%
Plan's Proportionate Share of the Net Pension Liability/(Asset)	\$934,476	\$966,748
Plan's Covered-Employee Payroll	\$2,244,919	\$2,059,494
Plan's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered-Employee Payroll	41.63%	46.94%
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	83.05%	80.31%

Schedule of Plan Contributions

	<u>3/31/2019</u>	<u>3/31/2018</u>
Actuarially Determined Contribution	\$ 156,700	\$ 146,616
Contributions in Relation to the Actuarially Determined Contribution	<u>(156,700)</u>	<u>(146,616)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>
Covered-Employee Payroll	\$2,244,919	\$2,059,494
Contributions as a Percentage of Covered-Employee Payroll	6.98%	7.12%

* the amounts presented for each fiscal year were determined as of the June 30, 2018 measurement date.

**AUBURN AREA RECREATION AND PARK DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

The proportion (percentage) of the collective net pension liability represents the District's share of the cost-sharing plan assets offset against the actuarial determined collective pension liability.

The proportionate share (dollar amount) of the collective net pension liability represents the District's share of the cost-sharing plan assets offset against the actuarial determined collective pension liability.

The employer's covered-employee payroll represents the payroll of employees that are provided with pensions through the applicable miscellaneous or safety pension plan.

SCHEDULE OF CONTRIBUTIONS

The employer's contributions to the plans are actuarially determined or based on statutory or contractual requirements which comprise the following: (1) the agent employer's actuarially determined contribution to the pension plan (its statutorily/contractually required contribution), (2) the employer's actual contributions, the difference between the actual and actuarially determined contributions (its statutorily/contractually required contributions), and (3) a ratio of the actual contributions divided by covered-employee payroll.

SUPPLEMENTARY INFORMATION

**AUBURN AREA RECREATION AND PARK DISTRICT
COMBINING BALANCE SHEET – NON-MAJOR FUNDS
MARCH 31, 2019**

	<u>Atwood Park Fund</u>	<u>City Mitigation Fund</u>	<u>Youth Assistance Fund</u>	<u>Total Non-Major Funds</u>
Assets:				
Cash and investments	<u>\$ 1,097</u>	<u>\$ 492,654</u>	<u>\$ 20,203</u>	<u>\$ 513,954</u>
Liabilities:				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Fund balances:				
Committed	<u>1,097</u>	<u>492,654</u>	<u>20,203</u>	<u>513,954</u>
Total liabilities and fund balance	<u>\$ 1,097</u>	<u>\$ 492,654</u>	<u>\$ 20,203</u>	<u>\$ 513,954</u>

**AUBURN AREA RECREATION AND PARK DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE – NON-MAJOR FUNDS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

	<u>Atwood Park Fund</u>	<u>City Mitigation Fund</u>	<u>Youth Assistance Fund</u>	<u>Total Non-Major Funds</u>
Revenues:				
Rents and concessions	\$ -	\$ -	\$ 68	\$ 68
Grants and donations	-	-	26,607	26,607
Interest income	-	8,717	-	8,717
Mitigation fees	-	122,928	-	122,928
Tax revenue	23,216	-	-	23,216
Miscellaneous revenues	-	-	-	-
Total revenues	<u>23,216</u>	<u>131,645</u>	<u>26,675</u>	<u>181,536</u>
Expenditures:				
Operations and supplies	450	-	16,453	16,903
Utilities	4,288	-	-	4,288
Professional services	6,660	-	-	6,660
Building and grounds	1,804	-	-	1,804
Salaries	8,001	-	-	8,001
Capital outlay	-	58,800	-	58,800
Total expenditures	<u>21,203</u>	<u>58,800</u>	<u>16,453</u>	<u>96,456</u>
Excess (deficiency) of revenues over/(under) expenditures	2,013	72,845	10,222	85,080
Other financing sources (uses):				
Transfers in	<u>1,267</u>	<u>-</u>	<u>-</u>	<u>1,267</u>
Net change in fund balance	3,280	72,845	10,222	86,347
Fund balance – beg. of year	<u>(2,183)</u>	<u>419,809</u>	<u>9,981</u>	<u>427,607</u>
Fund balance – end of year	<u>\$ 1,097</u>	<u>\$ 492,654</u>	<u>\$ 20,203</u>	<u>\$ 513,954</u>

**REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT
AUDITING STANDARDS**

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Auburn Area Recreation and Parks District
Auburn, California

I have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Auburn Area Recreation and Parks District ("District"), as of and for the year ended March 31, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued my report thereon dated July 5, 2019.

Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements, I considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, I do not express an opinion on the effectiveness of the District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during my audit I did not identify any deficiencies in internal control that I consider to be material weaknesses or significant deficiencies.

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Don Cole & Company
Certified Public Accountants
Sacramento, California

July 5, 2019

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**AUBURN AREA RECREATION
AND PARK DISTRICT
FINANCIAL STATEMENTS WITH
INDEPENDENT AUDITOR'S REPORTS
FOR THE FISCAL YEAR ENDED
MARCH 31, 2019**

**AUBURN AREA RECREATION AND PARK DISTRICT
 ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED MARCH 31, 2019
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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Auburn Area Recreation and Park District
Auburn, California

Report on the Financial Statements

I have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Auburn Area Recreation and Park District as of and for the year ended March 31, 2019, and the related notes to the financial statements, which collectively comprise the Auburn Area Recreation and Park District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

My responsibility is to express opinions on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards* issued by the Comptroller General of the United States, and the State Controller's Minimum Audit Requirements for California Special Districts. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I 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. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Auburn Area Recreation and Park District as of March 31, 2019, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America, as well as compliance requirements, prescribed by the State Controller, governing special districts.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, I have also issued my report dated July 5, 2019, on my consideration of the District's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of my audit.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on page 28 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. I 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 I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Information

The audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.


Don Cole & Company
Sacramento, California

July 5, 2019

**AUBURN AREA RECREATION AND PARK DISTRICT
MANAGEMENT DISCUSSION & ANALYSIS
MARCH 31, 2019**

**AUBURN AREA RECREATION AND PARK DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

In conjunction with the financial statements that begin on page 8, our discussion and analysis of the District's financial activity provides an overview of the financial health of ARD.

This annual report consists of a variety of financial statements that not only provide an understanding of the current years activities but also provide insight on the long term financial health of the District.

1. Statement of Net Position or Balance Sheet

This statement is the result of compiling the Total Assets and Deferred Outflows of the District minus its Total Liabilities and Deferred Inflows. The three components of Net Position are:

1. investment in capital assets net of related debt
2. restricted net position
3. unrestricted net position

A continuing increase in assets generally reflects a healthy condition and is a good indicator that the District is in good financial shape. Decreasing assets generally reflect the opposite condition.

2. Statement of Activities or Income Statement

This statement ultimately reports the District's net revenue from all of its activities. These revenues minus the expenses related to generating the revenues result in either a surplus or a deficit. The District's activities are all Governmental in nature and are financed primarily through property tax levies.

These two government-wide statements reflect the changes in ARD's net assets and how they have changed from previous years. They represent the best way to measure ARD's health or financial condition. In assessing ARD's "health", one must also consider the impact of changes in the property tax base as well as the condition of the District's facilities.

3. Fund Financial Statements

Fund accounts are set up because governments receive resources from a variety of sources for a variety of purposes. Governments must be able to demonstrate that they are using resources for the purposes for which they were given. These fund financial statements provide more detailed information on the individual funds or fund types that ARD uses to manage and account for its activities. The District has the following funds:

1. General Fund
2. City Mitigation Fund
3. Youth Assistance Fund
4. Atwood Park Fund

Reporting the District's Most Significant Funds

Fund financial statements begin on page 10 and provide detailed information about the most significant funds – not the district as a whole. The District's Board of Directors establishes these funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes and other monies.

**AUBURN AREA RECREATION AND PARK DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

ARD has one major fund – Governmental. Most of the District's basic services are reported as governmental funds which focus on how money flows into and out of those funds and the balances remaining at year end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. We describe the relationship between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation at the bottom of the fund financial statements.

Financial Analysis

Governmental Activities

	<u>2019</u>	<u>2018</u>
Assets		
Current assets	\$ 4,173,376	\$ 4,422,576
Capital assets (net)	<u>6,783,604</u>	<u>6,348,342</u>
Total assets	<u>\$ 10,956,977</u>	<u>\$ 10,770,918</u>
Deferred outflows of resources	<u>\$ 390,633</u>	<u>\$ 541,505</u>
Liabilities		
Current liabilities	\$ 335,456	\$ 308,311
Long term liabilities	<u>934,476</u>	<u>966,748</u>
Total liabilities	<u>\$ 1,269,932</u>	<u>\$ 1,275,059</u>
Deferred inflows of resources	<u>\$ 62,379</u>	<u>\$ 39,273</u>
Net position		
Invested in capital assets	\$ 6,783,601	\$ 6,348,342
Unrestricted	<u>3,231,698</u>	<u>3,649,749</u>
Total net position	<u>\$ 10,015,299</u>	<u>\$ 9,998,091</u>

Unrestricted Funds are composed of:

	<u>2019</u>	<u>2018</u>
City Mitigation funds	\$ 492,654	\$ 419,809
Equipment Reserve funds	822,282	868,886
Contingency Reserve funds	450,000	450,000
Future Capital Construction Reserves	672,639	915,971
Arboretum Reserve	13,276	13,276
Atwood III reserves	1,097	(2,182)
CalPERS	137,400	91,600
Shockley Maintenance Reserves	-	6,781
ADA Reserve	20,032	70,032
Unrestricted General Fund balance	<u>622,318</u>	<u>815,576</u>
Total Unrestricted Funds	<u>\$ 3,231,698</u>	<u>\$ 3,649,749</u>

**AUBURN AREA RECREATION AND PARK DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

The Net Position of the District as a whole increased by \$17,208 from 4/1/18 to 3/31/19. The District's programs for governmental activities include general government. The District had no business-type activities in 2018/19. A comparison of each programs revenues and expenses for the current year and prior year is presented below.

Governmental Activities		
	2019	2018
Revenues:		
Program revenues:		
Charges for services	\$ 1,244,013	\$ 1,166,056
Grants & contributions	39,247	37,314
Total program revenues	1,283,260	1,203,370
General Revenues:		
Property taxes	3,298,836	3,117,857
Rents & concessions	166,363	141,135
Interest income	82,069	66,452
Other general revenues	247,009	193,556
Total general revenues	3,794,277	3,519,000
Total revenues	5,077,537	4,722,370
Program expenses:		
General government	5,060,329	4,765,258
Interest on L/T debt	-	-
Total Program expenses	5,060,329	4,765,258
Change in net position	\$ 17,208	\$ (42,888)

Reconciliation of Budget

The final budget approved by the Board of Directors on April 27, 2017 reflected a projected surplus of \$40,317, inclusive of a \$50,000 Board required contribution to the Equipment Reserve and a Board required contribution of \$5,000 to the ADA reserve and a Board required contribution of \$45,800 to the CalPERS unfunded Liability reserve as well as a proposed contributions to the Future Capital Construction Reserve Fund in the amount of \$10,000 and the Equipment Reserves of an additional \$30,000. In 2018/2019, the District's base property tax revenues increased by 5.8%. The Mid-Year Budget Revision reflected a \$15,832 forecasted surplus which included no change to the contributions stated in the original budget.

The District reported an operational profit of \$17,208 (inclusive of mandatory contributions of \$100,800 to reserves) at fiscal year-end versus the projected mid-year forecast of \$15,832. Tax revenues, inclusive of RDA revenue (Redevelopment Pass Through) were forecasted to be \$3,177,026. Actual tax revenue came in at \$3,298,836.

**AUBURN AREA RECREATION AND PARK DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Capital Assets

	March 31, 2019	March 31, 2018
Capital assets, not being depreciated	<u>\$ 2,362,488</u>	<u>\$ 2,380,107</u>
Depreciable capital assets	14,379,940	13,546,130
Less: accumulated depreciation	<u>(9,958,827)</u>	<u>(9,577,895)</u>
Net depreciable capital assets	<u>4,421,113</u>	<u>3,968,235</u>
Net capital assets	<u>\$ 6,783,601</u>	<u>\$ 6,348,342</u>

The Year in Review and Our Future Outlook

ARD completed a few projects associated with its Capital Improvement Program and Asset Replacement Plan. All projects and Assets purchased in fiscal year 2018/2019 were funded through Future Capital Construction Reserves, Equipment Replacement Reserves, ADA Reserves, City and County Mitigation funds and General Funds. Some of the notable projects and assets purchases included the following:

- The Meadow Vista Restroom ADA Renovation was renovated including the new ADA ramp into the Restroom itself.
- Bocce Ball Fencing was installed along the retaining wall for safety at Recreation Park.
- The Marsha Skinner – Sierra Pool received a new Bleacher Shade Structure for the spectators at Recreation Park.
- Herschel Young Park in Old Town Auburn was updated and ARD helped fund that.
- Marsha Skinner-Sierra Pool received a major renovation this year at the Recreation Park complex.
- Regional Park on Dry Creek Road side, was updated with ADA access into the park, playground and pathway.
- New Security Cameras were installed at Regional Park on Dry Creek Road side.
- A new Kioti Tractor and Loader was purchased from N & S Tractor for Recreation Park.
- A new Toro Groundmaster Mower 4000-D T4 was purchased from Turf Star, Inc. for Meadow Vista Park area.
- A new HVAV Mini-Split Fujitsu was installed by Makii Heating and Air at the Auburn Elementary Discovery Camp modular.
- A Skid Sprayer was purchased from Ben Meadows for Regional Park.
- Meadow Vista's Irrigation Pump, VFD Pump and Rainbird Filter pump were replaced by Anderson's and Cornerstone Environmental Contractors.

**AUBURN AREA RECREATION AND PARK DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

- A new Diving Board replaced the old one at Marsha Skinner-Sierra Pool at Recreation Park.
- A second Golpher X Control Device was purchased for Recreation Park.
- A Pro-Force Blower and Trailer was purchased from Turf Star, Inc. for Regional Park.
- 6, 7' Green Picnic Tables and 2, 6' Green Park Benches were replaced around Regional Park's pond and walking path.
- Staff replaced Auburn Elementary Discovery Club Modular's flooring.
- Customer Service's Computer Room HVAC was replaced by Steffen's HVAC Services with a Fujitsu Ductless Mini Split 2 ton unit.
- Recreation Service's offices HVAC was replaced by Spoons Heating and Air with a new Bryant 3 ton unit.
- A used 2014 Ford Transit Connect Van from AutoNation Mazda.

The District's overall property tax revenues declined substantially from fiscal year 07/08 through fiscal 2012/2013 and began to recover in FY 2013/2014. The following data illustrate the trends:

2007/2008:	\$2,711,000
2008/2009:	\$2,695,000
2009/2010:	\$2,628,000
2010/2011:	\$2,443,000
2011/2012:	\$2,354,000
2012/2013:	\$2,494,000
2013/2014:	\$2,466,000
2014/2015:	\$2,604,000
2015/2016:	\$2,824,980
2016/2017:	\$2,999,467
2017/2018:	\$3,117,857
2018/2019:	\$3,298,841

The District has been able to balance its budgets each year through attrition, cost cutting, control of benefit expenses and shrewd purchasing of supplies and services. This past year has seen a return to continuing modest increases in property tax revenues as well as increases in program revenues. While we are cautiously optimistic that the economy is continuing to improve, we will continue to budget conservatively to maintain a strong balance sheet and to keep the parks in peak condition.

Should any member of the public have questions regarding this report, District management may be contacted at the following address:

The audit for Fiscal 2018/2019 may also be viewed at the Districts website, www.auburnrec.com

Auburn Area Recreation and Park District
471 Maidu Drive
Auburn, CA 95603
(530) 885-8461

**AUBURN AREA RECREATION AND PARK DISTRICT
BASIC FINANCIAL STATEMENTS
MARCH 31, 2019**

**AUBURN AREA RECREATION AND PARK DISTRICT
GOVERNMENT-WIDE STATEMENT OF NET POSITION
AS OF MARCH 31, 2019**

	<u>Governmental Activities</u>
ASSETS:	
Current assets:	
Cash and investments	\$ 4,124,341
Accounts receivable	23,881
Prepaid insurance	<u>25,154</u>
Total current assets	<u>4,173,376</u>
Noncurrent assets:	
Capital assets	16,742,428
Less: accumulated depreciation	<u>(9,958,827)</u>
Capital assets, net	<u>6,783,601</u>
Total noncurrent assets	<u>6,783,601</u>
Total assets	<u>\$ 10,956,977</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 390,633</u>
LIABILITIES:	
Current liabilities:	
Accounts payable	\$ 44,190
Accrued payroll	128,240
Compensated absences	139,470
Deposits	<u>23,556</u>
Total current liabilities	<u>335,456</u>
Noncurrent liabilities:	
Net pension liability	<u>934,476</u>
Total noncurrent liabilities	<u>934,476</u>
Total liabilities	<u>\$ 1,269,932</u>
DEFERRED INFLOWS OF RESOURCES	<u>\$ 62,379</u>
NET POSITION:	
Invested in capital assets, net of related debt	\$ 6,783,601
Unrestricted	<u>3,231,698</u>
Total net position	<u>\$ 10,015,299</u>

See accompanying notes to basic financial statements

**AUBURN AREA RECREATION AND PARK DISTRICT
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

	Program Revenues				Net (Expense) Revenue and Change in Net Position
Expenses	Charges for Services	Operating Contributions and Grants	Capital Contributions and Grants	Governmental Activities	
GOVERNMENTAL ACTIVITIES:					
Recreation	\$ 5,060,329	\$ 1,244,013	\$ 1,908	\$ 37,339	\$ (3,777,069)
Total governmental activities	<u>\$ 5,060,329</u>	<u>\$ 1,244,013</u>	<u>\$ 1,908</u>	<u>\$ 37,339</u>	<u>(3,777,069)</u>
GENERAL REVENUES:					
					3,298,836
					82,069
					166,363
					<u>247,009</u>
					<u>3,794,277</u>
					17,208
					<u>9,998,091</u>
					<u>\$ 10,015,299</u>

See accompanying notes to basic financial statements

**AUBURN AREA RECREATION AND PARK DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF MARCH 31, 2019**

	<u>General Fund</u>	<u>Non-Major Funds</u>	<u>Total Governmental Funds</u>
ASSETS:			
Cash and investments	\$ 3,610,387	\$ 513,954	\$ 4,124,341
Accounts receivable	23,881	-	23,881
Prepaid expenses	25,154	-	25,154
Due from other funds	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 3,659,422</u>	<u>\$ 513,954</u>	<u>\$ 4,173,376</u>
LIABILITIES:			
Accounts payable	\$ 44,190	\$ -	\$ 44,190
Accrued payroll	128,240	-	128,240
Compensated absences	139,470	-	139,470
Deposits	23,556	-	23,556
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES	<u>335,456</u>	<u>-</u>	<u>335,456</u>
FUND BALANCES:			
Nonspendable	25,154	-	25,154
Committed	2,116,726	492,654	2,609,380
Unassigned	<u>1,182,086</u>	<u>21,300</u>	<u>1,203,386</u>
TOTAL FUND BALANCES	<u>3,323,966</u>	<u>513,954</u>	<u>3,837,920</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 3,659,422</u>	<u>\$ 513,954</u>	<u>\$ 4,173,376</u>

See accompanying notes to basic financial statements

**AUBURN AREA RECREATION AND PARK DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Total fund balances, governmental funds	\$ 3,837,920
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds:

Total historical cost of capital assets	16,742,428
Less: accumulated depreciation	(9,958,827)

Governmental funds do not report long-term liabilities.

Net pension liability	(934,476)
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Amounts reported as deferred outflows/inflows of resources related to the District's pension plan will be allocated to future fiscal years.

Deferred outflows	390,633
Deferred inflows	<u>(62,379)</u>

Total net position – governmental funds	<u>\$ 10,015,299</u>
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**AUBURN AREA RECREATION AND PARK DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

	<u>General Fund</u>	<u>Non-Major Funds</u>	<u>Total Governmental Funds</u>
REVENUES:			
Program revenues	\$ 1,244,013	\$ -	\$ 1,244,013
Rents and concessions	166,295	68	166,363
Grants and donations	12,640	26,607	39,247
Interest income	73,352	8,717	82,069
Mitigation fees	65,000	122,928	187,928
Tax revenue	3,275,620	23,216	3,298,836
Miscellaneous revenue	<u>59,081</u>	<u>-</u>	<u>59,081</u>
TOTAL REVENUES	<u>4,896,001</u>	<u>181,536</u>	<u>5,077,537</u>
EXPENDITURES:			
Program expenditures	267,081	-	267,081
Operations and supplies	340,056	16,903	356,959
Utilities	234,508	4,288	238,796
Legal fees	8,634	-	8,634
Professional services	37,488	6,660	44,148
Building and grounds maintenance	400,952	1,804	402,756
Property tax administration/LAFCO	93,457	-	93,457
Salaries	2,236,918	8,001	2,244,919
Benefits and payroll costs	810,242	-	810,242
Capital outlay	<u>828,090</u>	<u>58,800</u>	<u>886,890</u>
TOTAL EXPENDITURES	<u>5,257,426</u>	<u>96,456</u>	<u>5,353,882</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(361,425)</u>	<u>85,080</u>	<u>(276,345)</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	1,267	1,267
Transfers out	<u>(1,267)</u>	<u>-</u>	<u>(1,267)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(1,267)</u>	<u>1,267</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(362,692)	86,347	(276,345)
FUND BALANCE, beginning of year	<u>3,686,658</u>	<u>427,607</u>	<u>4,114,265</u>
FUND BALANCE, end of year	<u>\$ 3,323,966</u>	<u>\$ 513,954</u>	<u>\$ 3,837,920</u>

See accompanying notes to basic financial statements

**AUBURN AREA RECREATION AND PARK DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Total net change in fund balance, governmental funds \$ (276,345)

Amounts reported for governmental activities in the statement of activities are different from amounts reported in government funds because:

Capital outlays are reported in government funds as expenditures. However, in the government-wide Statement of Activities and changes in net position, the cost of those assets is allocated over the estimated useful lives as depreciation expense. This is the amount of capital assets recorded in the current period.

Capital asset additions	886,890
Capital asset deletions	(11,294)

Depreciation expense on capital assets is reported in the government-wide Statement of Activities and changes in net position, but they do not require the use of current financial resources. Therefore, depreciation expense is not reported as expenditure in governmental funds.	(440,337)
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Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Net change in the deferred outflows and deferred inflows	(173,978)
Decrease (increase) in the net pension liability	<u>32,272</u>

Change in net position – governmental activities	<u>\$ 17,208</u>
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See accompanying notes to basic financial statements

**AUBURN AREA RECREATION AND PARK DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

ORGANIZATION

The financial statements of the Auburn Area Recreation and Park District are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP). The District's reporting entity applies all relevant Governmental Accounting Standards Board (GASB) pronouncements.

The Auburn Area Recreation and Park District was formed under Section 5780.15 of the California Public Resources Code. The District operates under a Board of Directors and provides the following services: maintaining recreation and park facilities, recreational services, and general administrative services.

BASIS OF PRESENTATION

A. Government-wide Financial Statements

The government-wide financial statements, comprised of the Statement of Net Position and the Statement of Activities, report aggregated information for the overall government for all the activities of the primary government.

Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other non-exchange revenues are reported separately. The Statement of Net Position presents the overall government's financial position at year-end. The Statement of Activities presents direct expenses of a given function or identifiable activity offset by program revenues for the fiscal reporting period. The resulting net expense or revenue is then totaled and offset by general revenues producing the aggregate change in net position for the period. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or activity of the government, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or activity. Taxes and other non-exchange revenues not properly included among program revenues are reported as general revenues.

B. Fund Financial Statements

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

The emphasis in fund financial statements is on the major funds in the governmental activities categories. Nonmajor funds by category are summarized into a single column. GASB No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenue or expenditures) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements.

**AUBURN AREA RECREATION AND PARK DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Fund Financial Statements (continued)

The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. The District reports the General Fund as a major fund.

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. The District maintains three special revenue funds, which are reported as non-major funds:

1. City Mitigation Fund
2. Youth Assistance Fund
3. Atwood Park Fund

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

A. Government-wide Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

B. Governmental Fund Financial Statements

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

Taxes, intergovernmental revenue, licenses and permits, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government. Revenues, expenses, gains, losses, assets, and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of Governmental Accounting Standards Board Statement No. 33, Accounting and Financial Reporting for Non-exchange Transactions. Non-exchange transactions are grouped into four classes, based on their principal characteristics. The accounting treatment for each type of transaction is as follows:

**AUBURN AREA RECREATION AND PARK DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (continued)

Imposed Non-exchange Revenue, result from assessments on non-governmental entities, other than assessments on exchange transactions. Examples include: ad valorem (property) taxes and fines, penalties, and property forfeitures. Assets from imposed nonexchange revenues are recognized in the period when an enforceable legal claim to the assets arises or when the resources are received, whichever occurs first. Property taxes are recognized in the period for which the taxes are levied. All other imposed nonexchange revenues are recognized in the same period that the assets are recognized.

Government-mandated Non-exchange Transactions, frequently established eligibility requirements before a transaction can occur. Examples include federal awards and state financial assistance. Until the requirements are met, the recipient does not have a receivable and the recognition of revenue received in advance is deferred. The providers (usually federal, state, and county governments) often offer resources on a reimbursement ("expenditure-driven") basis at the time the recipient has incurred allowable costs under the applicable program.

Voluntary Non-exchange Transactions, result from legislative or contractual agreements other than exchanges, entered into willingly by two or more parties. Examples include certain grants, entitlements, and donations by non-governmental entities. Principal characteristics of these types of transactions are (1) they are not imposed on the provider or recipient, and (2) fulfillment of eligibility requirements is essential for a transaction to occur. Assets and revenues are recognized when all applicable eligibility requirements, including time requirements, are met. Resources received in advance are reported as deferred revenue.

Derived Tax Revenue, result from assessments imposed on exchange transactions. Examples include income taxes, sales taxes, and other assessments on earnings or consumption.

CASH AND CASH EQUIVALENTS

For purposes of the statement of net position/balance sheet, the District considers all short-term highly liquid investments, including restricted assets, and amounts held with the fiscal agent to be cash and cash equivalents. Amounts held with the fiscal agent and investments are available on demand to the District.

CAPITAL ASSETS

Capital assets, which include property, facilities, and equipment are capitalized provided such cost exceeds \$1,000 and the expected useful life of the asset is more than three years. Capital assets are reported at historical cost, or estimated historical cost if constructed. Contributed assets are reported at fair market value as of the date received.

**AUBURN AREA RECREATION AND PARK DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

CAPITAL ASSETS (continued)

Depreciation is reported using the straight-line method calculated on a service-life basis to amortize the cost of the assets over their estimated economic useful lives, which are as follows:

<u>Asset</u>	<u>Years</u>
Structures	20
Equipment	10
Computer equipment	3
Vehicles	8
Furniture	10
Small tools	5

DUE FROM OTHER GOVERNMENTS

The District's receivables include amounts due from other governmental agencies and consist mostly of specific planning grants. Management has determined that the District's receivables are fully collectible. Accordingly, no allowance for doubtful accounts has been made.

VACATION, SICK LEAVE, AND OTHER COMPENSATED ABSENCES

District employees are entitled to certain compensated absences based on the length of their employment, which will be paid to them upon separation from the District. Compensated absences accumulate and are accrued when they are earned. The balance at March 31, 2019 was \$139,470.

NET POSITION

The government-wide financial statements utilize a net position presentation. Net position comprises the various net earnings from operating income, non-operating revenues and expenses and capital contributions. Net position is classified in the following three components:

Invested in capital assets net of related debt consist of capital assets less accumulated depreciation and net of outstanding balances of any debts used to finance those assets, such as loans.

Restricted may be used only to finance specific types of transactions. These restrictions may be established by debt covenants, grantors, or laws or regulations of other governments. Restricted net position represents the balance of restricted assets less the outstanding balances of any liabilities that will be settled using restricted assets.

Unrestricted net position are those that do not meet the definition of either net position invested in capital assets net of related debt or restricted net position.

**AUBURN AREA RECREATION AND PARK DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

FUND BALANCE

In accordance with Government Accounting Standards Board (GASB) No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, the District classifies governmental fund balances as follows:

Nonspendable – includes amounts that are not in a spendable form or are required to be maintained intact.

Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors of amounts constrained due to constitutional provisions or enabling legislation.

Committed – includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. Commitments may be changed or lifted only by the government taking the same formal action that imposed the constraint originally.

Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund balance maybe assigned by the District Manager or Board of Directors.

Unassigned – includes positive fund balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

USE OF ESTIMATES

Management uses estimates and assumptions in preparing financial statements in accordance with generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenue and expenses. Actual results could vary from the estimates assumed in preparing the financial statements.

FAIR VALUE MEASUREMENT

The District uses a framework for defining and measuring fair value in accordance with generally accepted accounting principles, which maximizes the use of observable inputs and minimizes the use of unobservable inputs. There are three levels of inputs that may be used to measure fair value;

Level 1 uses quoted prices and active markets for identical assets or liabilities when determining fair market value;

Level 2 uses non active quoted prices for similar assets and liabilities that can be corroborated with market data;

Level 3 uses unobservable information with little or no market data.

The District reports assets and liabilities using level 1 inputs.

**AUBURN AREA RECREATION AND PARK DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which the District carries insurance as described in Note 9.

GASB 63 – FINANCIAL REPORTING OF DEFERRED OUTFLOWS OF RESOURCES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION

The District adopted the provisions of GASB Statement No. 63 (GASB 63), Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position during the fiscal year ended March 31, 2014. GASB 63 provides financial reporting guidance for deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position and related disclosures. It also identifies net position as a residual of all other elements presented in a statement of financial position, or the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources. As implied above, GASB 63 changes the previous classification of net assets to net position, and consequently, the statement of net assets to the statement of net position.

Note 2 CASH AND INVESTMENTS

The District maintains commercial bank accounts and accounts with the Placer County Treasurer.

The District's cash balances at March 31, 2019 are:

	<u>General Fund</u>	<u>Atwood Park Fund</u>	<u>City Mitigation Fund</u>	<u>Youth Assistance Fund</u>	<u>Government- wide</u>
Imprest Fund (Petty Cash)	\$ 580	\$ -	\$ -	\$ -	\$ 580
First Foundation Bank	165,146	-	-	-	165,146
Placer County Treasurer – General	3,411,353	-	-	-	3,411,353
ADA Reserve Account	20,032	-	-	-	20,032
Placer County Treasurer – City Trust	-	-	492,654	-	492,654
Youth Assistance Fund – In District	-	-	-	20,203	20,203
Atwood III Fund	-	93	-	-	93
Atwood III – Equipment Replacement Fund	-	1,004	-	-	1,004
Arboretum Grant Fund	13,276	-	-	-	13,276
Shockley Maintenance Fund	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Cash and Cash Equivalents	<u>\$ 3,610,387</u>	<u>\$ 1,097</u>	<u>\$ 492,654</u>	<u>\$ 20,203</u>	<u>\$ 4,124,341</u>

**AUBURN AREA RECREATION AND PARK DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Note 2 CASH AND INVESTMENTS (continued)

POOLED FUNDS

The District maintains substantially all of its cash in the Placer County Treasury. The County pools and invests the cash. These pooled funds are carried at cost which approximates fair value. Interest earned is deposited quarterly into participating funds. Any investment losses are proportionately shared by all funds in the pool.

Because the deposits are maintained in a recognized pooled investment fund under the care of a third party and the share of the pool does not consist of specific, identifiable investment securities owned by the District, no disclosure of the individual deposits and investments or related custodial risk classification is required.

In accordance with applicable State laws, the Placer County Treasurer may invest in derivative securities. However, at March 31, 2019 the Placer County Treasurer has represented that the Treasurer's pooled investment fund contained no derivatives or other investments with similar risk profiles.

DEPOSITS – CUSTODIAL CREDIT RISK

The carrying amount of the District's accounts was \$4,124,341 and the custodial balance was \$4,238,054 (\$3,958,615 with Placer County Treasurer and \$279,439 with the bank) at March 31, 2019. Deposits held in banks and in the revolving fund are insured up to \$250,000 by the Federal depository Insurance Corporation.

INTEREST RATE RISK

The District does not have a formal investment policy that limits cash and investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

CREDIT RISK

The District does not have a formal investment policy that limits its investment choices other than the limitation of State law.

CONCENTRATION OF CREDIT RISK

The District does not place limits on the amount it may invest in any one issuer. At March 31, 2019 the District had no concentration of credit risk.

**AUBURN AREA RECREATION AND PARK DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Note 3 CAPITAL ASSETS

Government-wide financial statements report capital assets whereas fund financial statements do not present general government capital assets but are shown in the Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position.

At March 31, 2019, the District's capital assets consisted of the following:

	<u>April 1, 2018</u>	<u>Additions</u>	<u>Deletions</u>	<u>Reclass- ifications</u>	<u>March 31, 2019</u>
Capital assets, not being depreciated:					
Land	\$ 1,970,546	\$ -	\$ -	\$ -	\$ 1,970,546
Construction in progress	<u>409,561</u>	<u>621,947</u>	<u>-</u>	<u>(639,566)</u>	<u>391,942</u>
Total capital assets, not being depreciated	<u>2,380,107</u>	<u>621,947</u>	<u>-</u>	<u>(639,566)</u>	<u>2,362,488</u>
Depreciable capital assets:					
Buildings & improvements	12,168,109	42,943	-	639,566	12,850,618
Equipment & furniture	1,130,690	204,050	(70,699)	-	1,264,041
Vehicles	<u>247,331</u>	<u>17,950</u>	<u>-</u>	<u>-</u>	<u>265,281</u>
Total depreciable capital assets	<u>13,546,130</u>	<u>264,943</u>	<u>(70,699)</u>	<u>639,566</u>	<u>14,379,940</u>
Less: accumulated depreciation					
Buildings & improvements	(8,736,378)	(351,462)	-	-	(9,087,840)
Equipment & furniture	(670,105)	(74,947)	59,405	-	(685,647)
Vehicles	<u>(171,412)</u>	<u>(13,928)</u>	<u>-</u>	<u>-</u>	<u>(185,340)</u>
Total accumulated depreciation	<u>(9,577,895)</u>	<u>(440,337)</u>	<u>59,405</u>	<u>-</u>	<u>(9,958,827)</u>
Net depreciable capital assets	<u>3,968,235</u>	<u>(175,394)</u>	<u>(11,294)</u>	<u>639,566</u>	<u>4,421,113</u>
Net capital assets	<u>\$ 6,348,342</u>	<u>\$ 446,553</u>	<u>\$ (11,294)</u>	<u>\$ -</u>	<u>\$ 6,783,601</u>

Depreciation expense was charged to government functions as follows:

Recreation	\$440,337
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Note 4 PROPERTY TAXES

Assessments attach as an enforceable lien on property as of January 1. Taxes are levied on March 1 and are payable in two installments, April 15 and November 15. The County of Placer bills and collects assessments and apportions collections to the District.

Note 5 CONTINGENCIES

As of March 31, 2019 the District did not have any pending litigation or potential non-disclosed liabilities that management believes would have a material effect on the financial statements.

**AUBURN AREA RECREATION AND PARK DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Note 6 EMPLOYEE RETIREMENT PLAN

A. General Information About the Plan

Plan Description: The District's defined benefit pension plan, the Miscellaneous Plan of Auburn Area Recreation and Park District, provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. The Miscellaneous Plan of Auburn Area Recreation and Park District is part of the California Public Employees' Retirement System (CalPERS), an agent multiple-employer plan administered by CalPERS, which acts as a common investment and administrative agent for participating public employers within the State of California. A menu of benefit provisions as well as other requirements are established by State statutes within the Public Employees' Retirement Law. CalPERS issues a separate comprehensive annual financial report. Copies of the CalPERS annual financial report may be obtained from CalPERS Executive Office, 400 P Street, Sacramento, California 95814.

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 50-55 with statutorily reduced benefits. Death benefits are the pre-retirement Optional Settlement 2W Death Benefit, and the post-retirement death benefit lump sum. The cost of living adjustments for each plan are applied as specified by the Public Employees Retirement Law.

Funding Policy: The District makes contributions required as the employer. The contribution requirements of the plan are established and may be amended by CalPERS. Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for the 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 District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

B. Actuarial Assumptions

The total pension liability for this plan in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	June 30, 2014
Measurement Date	June 30, 2018
Actuarial Cost Method	Entry-Age Normal in accordance with the requirements of GASB Statement No. 68
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.75%
Projected Salary Increase	Varies by Entry Age and Service
Investment Rate of Return	7.50% ¹

¹ Net of pension plan investment expenses, including inflation

**AUBURN AREA RECREATION AND PARK DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Note 6 EMPLOYEE RETIREMENT PLAN (continued)

E. Discount Rate

The discount rate used to measure the total pension liability was 7.15% for the Safety Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.15 percent discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long-term expected discount rate of 7.15 percent will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

Changes of Assumptions: The discount rate was changed from 7.65 percent (net of administrative expense) to 7.15 percent to correct for an adjustment to exclude administrative expense. According to Paragraph 30 of GASB 68, the long-term discount rate should be determined without reduction for pension plan administrative expense. The 7.15 percent investment return assumption used in this accounting valuation is net of administrative expenses.

CalPERS is scheduled to review all actuarial assumptions as part of its regular Asset Liability Management (ALM) review cycle that is scheduled to be completed in February 2019. Any changes to the discount rate will require Board action and proper stakeholder outreach. For these reasons, CalPERS expects to continue using a discount rate net of administrative expenses for GASB 67 and 68 calculations through at least the 2019-19 fiscal year. CalPERS will continue to check the materiality of the difference in calculation until such time as they have changed their methodology.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

**AUBURN AREA RECREATION AND PARK DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Note 6 EMPLOYEE RETIREMENT PLAN (continued)

E. Discount Rate (continued)

The table below reflects the long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These rates of return are net of administrative expenses.

<u>Asset Class</u>	<u>New Strategic Allocation</u>	<u>Real Return Years 1–10¹</u>	<u>Real Return Years 11+ ²</u>
Global Equity	47.0%	5.25%	5.71%
Global Fixed Income	19.0	0.99	2.43
Inflation Sensitive	6.0	0.45	3.36
Private Equity	12.0	6.83	6.95
Real Estate	11.0	4.50	5.13
Infrastructure and Forestland	3.0	4.50	5.09
Liquidity	2.0	(0.55)	(1.05)

¹ An expected inflation of 2.5% used for this period

² An expected inflation of 3.0% used for this period

E. Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the net pension liability for each Plan, calculated using the discount rate for each Plan, as well as what the District'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>Discount Rate – 1% (6.15%)</u>	<u>Current Discount Rate (7.15%)</u>	<u>Discount Rate + 1% (8.15%)</u>
Plan's Net Pension Liability	\$1,680,035	\$934,476	\$319,030

F. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

As of March 31, 2019, the District reported net pension liabilities of \$934,476.

The District's net pension liability for its Plan with CalPERS is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2018, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2013 rolled forward to June 30, 2014 using standard update procedures.

**AUBURN AREA RECREATION AND PARK DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Note 6 EMPLOYEE RETIREMENT PLAN (continued)

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

The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

The District's proportionate share of the net pension liability as of June 30, 2018 was as follows:

Miscellaneous Plan 0.02480%

For the fiscal year ended March 31, 2019 the District recognized pension expense of \$206,526 in its Government-wide financial statements. Pension expense represents the change in the net pension liability during the measurement period adjusted for actual contribution, the deferred recognition of changes in investment gain/loss, actuarial gain/loss, actuarial assumptions or method, changes in the District's proportion of the pool, and plan benefits.

At March 31, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to this pension plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes of assumptions	\$ 106,533	\$ 26,109
Differences between expected and actual experience	35,854	12,201
Net difference between projected and actual earnings on pension plan investments	4,620	-
Differences between District's contributions and proportionate share of contributions	74	24,069
Change in District's proportion	123,370	-
Pension contributions subsequent to the measurement date	<u>120,181</u>	<u>-</u>
Totals	<u>\$ 390,633</u>	<u>\$ 62,379</u>

**AUBURN AREA RECREATION AND PARK DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Note 6 EMPLOYEE RETIREMENT PLAN (continued)

E. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions (continued)

\$120,181 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 March 31, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to this pension plan will be recognized as pension expense as follows:

Year Ended March 31,	
2020	137,920
2021	93,051
2022	(14,493)
2023	(8,405)
Thereafter	-

Note 7 FUND BALANCE

The District reports fund balances in accordance with Governmental Accounting Standards Board Statement No. 54 Fund Balance Reporting and Governmental Fund Type Definitions. All fund balance categories are reported in the aggregate on the face of the balance sheet. All components of those fund balances and specific purposes are identified as follows:

	General Fund	Non-Major Funds	Totals
Nonspendable:			
Prepaid expenses	\$ 25,154	\$ -	\$ 25,154
Committed:			
Annual contingency	450,000	-	450,000
Future capital construction	672,639	-	672,639
Annual equipment replacement	822,282	-	822,282
City mitigation fund	-	492,654	492,654
CalPERS unfunded liability	137,400	-	137,400
Shockley maintenance fund	-	-	-
Arboretum grant fund	13,276	-	13,276
Atwood III reserves	1,097	-	1,097
ADA reserve	<u>20,032</u>	<u>-</u>	<u>20,032</u>
Total Committed	2,116,726	492,654	2,609,380
Unassigned	<u>1,182,086</u>	<u>21,300</u>	<u>1,203,386</u>
Total Fund Balances	<u>\$ 3,323,966</u>	<u>\$ 513,954</u>	<u>\$ 3,837,920</u>

**AUBURN AREA RECREATION AND PARK DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

Note 8 JOINT VENTURE

The District is a member of the California Association for Park and Recreation Indemnity (CAPRI), a joint powers authority. The relationship between the District and CAPRI is such that CAPRI is not a component unit of the District for financial reporting purposes. CAPRI provided liability, property and workers' compensation coverage for the District. CAPRI is governed by a Board consisting of representatives from member agencies. The Board controls their operations, including selection of management and approval of operating budgets, independent of any influence by the member agencies beyond their representation on the Board. Each member agency pays a contribution commensurate with the level of coverage requested and shares surpluses and deficits proportionate to their participation in the joint powers authority. Full financial statements are available separately from the California Association for Park and Recreation Indemnity at 6341 Auburn Blvd., Suite A, Citrus Heights, California 95621. Condensed information for CAPRI is as follows:

Entity	CAPRI
Purpose	To pool member contributions and realize the advantages of self-insurance
Participants	As of June 30, 2018 – 58 member districts*
Governing Board	Seven representatives employed by members
Payments for the current year	\$ 174,678
Condensed Financial	June 30, 2018
Total assets	\$ 23,722,024
Deferred outflows of resources	\$ 212,538
Total liabilities	\$ 17,414,153
Deferred inflows of resources	\$ 49,737
Net position	\$ 6,470,672
Total revenues	\$ 9,300,872
Total expenses	\$ 8,664,499
Change in net position	\$ 636,373
Member agencies share of year-end assets, liabilities, or net position	**

* Most current information available

** Has not been calculated

Note 10 SUBSEQUENT EVENTS

Management of the District has evaluated the events subsequent to March 31, 2019 for disclosure and has determined that as of July 5, 2019 there are no material subsequent events that should be disclosed. If events requiring disclosure have occurred between the balance sheet date and the date the financial statements were available to be issued they would be disclosed here.

REQUIRED SUPPLEMENTARY INFORMATION

**AUBURN AREA RECREATION AND PARK DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

1. BUDGETARY INFORMATION

The following is the budget comparison schedule for the District.

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
Program revenues	\$ 1,114,565	\$ 1,150,375	\$ 1,244,013	\$ 93,638
Rents and concessions	153,385	155,985	166,295	10,310
Grants and donations	33,765	18,330	12,640	(5,690)
Interest income	64,375	65,415	73,352	7,937
Project revenue	-	-	-	-
Mitigation fees	-	-	65,000	65,000
Tax revenue	3,144,093	3,177,026	3,275,620	98,594
Miscellaneous revenues	<u>41,321</u>	<u>54,451</u>	<u>59,081</u>	<u>4,630</u>
Total revenues	<u>4,551,504</u>	<u>\$ 4,621,582</u>	<u>4,896,001</u>	<u>274,419</u>
Expenditures:				
Program expenditures	233,650	254,253	267,081	(12,828)
Operations and supplies	404,580	397,485	340,056	57,429
Utilities	190,660	211,486	234,508	(23,022)
Legal fees	-	-	8,634	(8,634)
Professional services	54,780	53,100	37,488	15,612
Building and grounds maintenance	374,420	414,860	401,735	13,128
Property tax administration/LAFCO	57,900	57,700	93,457	(35,757)
Salaries	3,034,597	3,039,034	2,236,918	802,116
Benefits and payroll costs	-	-	810,242	(810,242)
Capital outlay	<u>805,400</u>	<u>739,105</u>	<u>827,310</u>	<u>(88,205)</u>
Total expenditures	<u>5,155,987</u>	<u>5,167,023</u>	<u>5,257,426</u>	<u>(90,403)</u>
Excess of revenues over expenditures	(604,483)	(545,441)	(361,425)	184,016
Transfers out	<u>-</u>	<u>-</u>	<u>(1,267)</u>	<u>(1,267)</u>
Net change in fund balance	<u>\$ (604,483)</u>	<u>\$ (545,441)</u>	(362,692)	<u>\$ 182,749</u>
Fund balance – beg. of year			<u>3,686,658</u>	
Fund balance – end of year			<u>\$ 3,323,966</u>	

**AUBURN AREA RECREATION AND PARK DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

1. DEFINED PENSION PLAN

Schedule of the Plan's Proportionate Share of the Net Pension Liability and Related Ratios as of the Measurement Date in Relation to PERF C

	<u>3/31/2019*</u>	<u>3/31/2018*</u>
Plan's Proportion of the Net Pension Liability/(Asset)	0.02480%	0.02452%
Plan's Proportionate Share of the Net Pension Liability/(Asset)	\$934,476	\$966,748
Plan's Covered-Employee Payroll	\$2,244,919	\$2,059,494
Plan's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered-Employee Payroll	41.63%	46.94%
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	83.05%	80.31%

Schedule of Plan Contributions

	<u>3/31/2019</u>	<u>3/31/2018</u>
Actuarially Determined Contribution	\$ 156,700	\$ 146,616
Contributions in Relation to the Actuarially Determined Contribution	<u>(156,700)</u>	<u>(146,616)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>
Covered-Employee Payroll	\$2,244,919	\$2,059,494
Contributions as a Percentage of Covered-Employee Payroll	6.98%	7.12%

* the amounts presented for each fiscal year were determined as of the June 30, 2018 measurement date.

**AUBURN AREA RECREATION AND PARK DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

The proportion (percentage) of the collective net pension liability represents the District's share of the cost-sharing plan assets offset against the actuarial determined collective pension liability.

The proportionate share (dollar amount) of the collective net pension liability represents the District's share of the cost-sharing plan assets offset against the actuarial determined collective pension liability.

The employer's covered-employee payroll represents the payroll of employees that are provided with pensions through the applicable miscellaneous or safety pension plan.

SCHEDULE OF CONTRIBUTIONS

The employer's contributions to the plans are actuarially determined or based on statutory or contractual requirements which comprise the following: (1) the agent employer's actuarially determined contribution to the pension plan (its statutorily/contractually required contribution), (2) the employer's actual contributions, the difference between the actual and actuarially determined contributions (its statutorily/contractually required contributions), and (3) a ratio of the actual contributions divided by covered-employee payroll.

SUPPLEMENTARY INFORMATION

**AUBURN AREA RECREATION AND PARK DISTRICT
COMBINING BALANCE SHEET – NON-MAJOR FUNDS
MARCH 31, 2019**

	<u>Atwood Park Fund</u>	<u>City Mitigation Fund</u>	<u>Youth Assistance Fund</u>	<u>Total Non-Major Funds</u>
Assets:				
Cash and investments	<u>\$ 1,097</u>	<u>\$ 492,654</u>	<u>\$ 20,203</u>	<u>\$ 513,954</u>
Liabilities:				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Fund balances:				
Committed	<u>1,097</u>	<u>492,654</u>	<u>20,203</u>	<u>513,954</u>
Total liabilities and fund balance	<u>\$ 1,097</u>	<u>\$ 492,654</u>	<u>\$ 20,203</u>	<u>\$ 513,954</u>

**AUBURN AREA RECREATION AND PARK DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE – NON-MAJOR FUNDS
FOR THE FISCAL YEAR ENDED MARCH 31, 2019**

	<u>Atwood Park Fund</u>	<u>City Mitigation Fund</u>	<u>Youth Assistance Fund</u>	<u>Total Non-Major Funds</u>
Revenues:				
Rents and concessions	\$ -	\$ -	\$ 68	\$ 68
Grants and donations	-	-	26,607	26,607
Interest income	-	8,717	-	8,717
Mitigation fees	-	122,928	-	122,928
Tax revenue	23,216	-	-	23,216
Miscellaneous revenues	-	-	-	-
Total revenues	<u>23,216</u>	<u>131,645</u>	<u>26,675</u>	<u>181,536</u>
Expenditures:				
Operations and supplies	450	-	16,453	16,903
Utilities	4,288	-	-	4,288
Professional services	6,660	-	-	6,660
Building and grounds	1,804	-	-	1,804
Salaries	8,001	-	-	8,001
Capital outlay	-	58,800	-	58,800
Total expenditures	<u>21,203</u>	<u>58,800</u>	<u>16,453</u>	<u>96,456</u>
Excess (deficiency) of revenues over/(under) expenditures	2,013	72,845	10,222	85,080
Other financing sources (uses):				
Transfers in	<u>1,267</u>	<u>-</u>	<u>-</u>	<u>1,267</u>
Net change in fund balance	3,280	72,845	10,222	86,347
Fund balance – beg. of year	<u>(2,183)</u>	<u>419,809</u>	<u>9,981</u>	<u>427,607</u>
Fund balance – end of year	<u>\$ 1,097</u>	<u>\$ 492,654</u>	<u>\$ 20,203</u>	<u>\$ 513,954</u>

The District's property tax revenue increased by 5.8% this year over last year 2017/2018. The District is showing an increase in our overall Net Position of \$17,200.

The State of California, through GASB 68, mandates that all State agencies must recognize unfunded pension liabilities on their balance sheets. The District's portion of unfunded pension liability totaled \$980,600 in 2018/2019 and was reduced by a special payment of \$46,100, making the net pension liability \$934,500. This assumes that every employee currently with the District works to full retirement age and accumulates 30 years of work history. While that is highly unlikely, GASB 68 requires such recognition of the liability. Because pension liability is long term, it does not fully affect the income statements of the District. CalPERS has adopted a "smoothing" method of amortizing the expense, so that the unfunded portion of the liability will be paid through increasing the percentage of payroll dollars paid into the system each year. So effectively, the District will pay an increased "premium" each year until the unfunded liability is extinguished. This will, of course, be expensed through the income statement. Additionally, because CalPERS uses an assumed rate of return on investment of 7% and the actual rate is less than the assumed rate, it creates a funding gap that must be made up by each government entity.

Staff, at the Board's direction, has created a reserve account to facilitate erasing the full amount of the District's unfunded portion of the liability. As of March 31, 2019, the reserve account had been funded by approximately \$137,400.

Recommendation: Staff recommends that the Committee forward the annual audit to the Board with a positive recommendation.

Attachment:

- 1) Letter Dated January 22, 2019 to Veona Galbraith
- 2) Final Audit from Don Cole and Company
- 3) Report on Internal Controls
- 4) Letter to the Board of Directors dated July 5, 2019

July 5, 2019

Board of Directors
Auburn Area Recreation and Parks District
Auburn, California

COMMUNICATION TO THOSE CHARGED WITH GOVERNANCE

I have audited the financial statements of the Auburn Area Recreation and Parks District (District) as of and for the year ended March 31, 2019 and have issued my report thereon dated July 5, 2019. Professional standards require that I provide you with information about my responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of my audit. I have communicated such information in my engagement letter to you dated May 20, 2019. Professional standards also require that I communicate to you the following information related to my audit.

Significant Accounting Policies

Management has the responsibility for selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, I will advise management about the appropriateness of accounting policies and their application. The significant accounting policies used by the District are described in Note 1 to the financial statements. I noted no transactions entered into by the District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as financial accounting, reporting or auditing matter, whether or not resolved to my satisfaction, which could be significant to the financial statements or the auditor's report. I am pleased to report that no such disagreements arose during the course of my audit and management facilitated the audit process in every way requested.

Difficulties Encountered in Performing the Audit

I encountered no significant difficulties in dealing with management in performing and completing my audit.

Corrected and Uncorrected Misstatements

Professional standards require me to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole.

Management Representations

I have requested certain representations from management that are included in the management representation letter dated July 5, 2019.

Management Consultation with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the District's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with me to determine that the consultant has all the relevant facts. To my knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

I generally discuss a variety of matter, including the application of accounting principles and auditing standards, with management each year prior to retention as the District's auditors. However, these discussions occurred in the normal course of our professional relationship and my responses were not a condition to my retention.

Other Matters

With respect to the additional information accompanying the financial statements, I made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with U.S. generally accepted accounting principles, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to my audit of the financial statements. I compared and reconciled the additional information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restrictions on Use

This information is intended solely for the use of the Board of Directors and management of the Auburn Area Recreation and Parks District and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,


Don Cole & Company
Certified Public Accountants
Sacramento, California

Item 7.2 Cover sheet – Lifeguard Training Reimbursement

Auburn Recreation District Finance Committee Meeting July, 2019; Board of Directors meeting July, 2019

The Issue

Shall the Auburn Area Recreation and Park District (ARD) offer reimbursements to lifeguards for the cost of their training classes? Director Lynch requested that this item be considered.

Background

The competition for lifeguards in the greater Auburn/south Placer area can make it difficult to find qualified employees. The 2019 hiring season for lifeguards was one of the most competitive ever. In an effort to help recruit and retain more lifeguards, specifically lifeguards that are available to work a certain amount of hours, staff has created a reimbursement plan per a suggestion from Director Lynch.

The costs for a Lifeguard Training class with Title 22 First Aid, offered at ARD, was \$240 in 2019. Books from the American Red Cross must also be purchased.

The cost for a Lifeguard Recertification class at ARD, available for current lifeguards whose certification expires in the coming year, was \$85.

The proposal from staff is as follows:

- 1) Reimburse ARD lifeguards who finish the season in good-standing and work a minimum of 180 hours for the season (February 1st – Labor Day):
 - First year lifeguards: \$40 (only 180 hours required for first year)
 - Second year lifeguards: Up to \$75 or the cost of recertification
 - Third year and above lifeguards: Up to \$100 or the cost of recertification

Recommendation for the Board of Directors

The Finance Committee sent this to the Board with a positive recommendation.

Fiscal Impact

Based on numbers from the 2018 season, ten lifeguards worked close to or more than 180 hours as a lifeguard.

Assuming that all would receive the \$100 reimbursement (worst case scenario), the cost to ARD last year would have been \$1,000.

Attachments

N/A

Item 8.1 Cover sheet – Process for Selecting ARD Friend of Recreation

Auburn Area Recreation and Park District (ARD) Policy Committee meeting May, 2019; Board of Directors meeting May, 2019; Policy Committee June, 2019; Board of Directors meeting June, 2019; Policy Committee July, 2019; Board of Directors meeting July, 2019

The Issue

Shall the Auburn Area Recreation and Park District (ARD) create a policy and more defined process on how the Friend of Recreation Award winner is chosen? Director Ferris asked that this item be considered.

Background

Every year, ARD awards the “ARD Friend of Recreation Award” at the annual State of Community Dinner. Information on the Friend of Recreation Award is as follows:

The Auburn Area Recreation and Park District Friend of Recreation award is given to the person, organization or group that has made a significant contribution to parks, recreation and active leisure in the Auburn area. This award is presented annually at the State of the Community Dinner.

Specific criteria for nominees/winners are as follows:

- The person’s, organization’s or group’s contribution should include the last 5 years
- Volunteers, ARD employees and contract employees are eligible for the award
- Nominees from entities outside of ARD can be considered (Tevis Cup, Placer High, local youth sports organizations, etc.)

Typically, the ARD Board is polled for nominations, and then voting takes place based on those nominations. This process is not formalized anywhere.

At the July, 2019 ARD Board meeting, the Board requested that this item be sent back to the Policy Committee to formalize the policy. A formal policy is attached.

Recommendation for the Board of Directors

The Policy Committee has recommended some changes to the policies and procedures for selecting the ARD Friend of Recreation. Those policies and procedures are attached.

Fiscal Impact

N/A

Attachments

Proposed policy: ARD Friend of Recreation Award

Proposed ARD Friend of Recreation Policy and Procedures

For inclusion in the District Policies and Procedures Manual

XL. ARD Friend of Recreation

Each year, the District is asked to select the “ARD Friend of Recreation”. The person(s) selected is presented the award at the annual Auburn State of the Community Dinner. The ARD Friend of Recreation award is given to the person, organization or group that has made a significant contribution to parks, recreation and active leisure in the Auburn area.

Specific criteria for nominees/winners are as follows:

- A. The person’s, organization’s or group’s contribution should include the last 5 years
- B. Volunteers, ARD employees and contract employees are eligible for the award
- C. Nominees from entities outside of ARD can be considered (Tevis Cup, Placer High, local youth sports organizations, etc.)

The ARD Friend of Recreation will be selected in the following manner:

- D. Staff will put an item on the January Board of Directors meeting, asking for nominations. Board members should send a brief description as to why their nominee should be selected. Nominations will be due by the February Board meeting.
- E. Staff will announce all nominations at the February Board meeting and request that each Board member select a first and second choice. If a nominee received three first place votes, they will be selected as the next ARD Friend of Recreation. If there is no nominee with three first place votes, the process will be as follows:
 - 1. All first place votes will be counted as two points
 - 2. All second place votes will be counted as one point
 - 3. The nominee with the highest point total will be selected as the next Friend of Recreation
 - 4. If after this process there is a tie, the top two nominees will be voted on. The nominee with three votes will be declared the next ARD Friend of Recreation
- F. The ARD Friend of Recreation will be announced at the March Board meeting.

Item 8.2 Cover sheet – Resolution #2019-23 Supporting ARD Fee Schedule, ARD Fee Waiver Policy; Amendments to Fee Waivers Policy

Auburn Area Recreation and Park District Policy Committee March, 2018; June, 2019; July, 2019; Board of Directors meeting July, 2019

The Issue

Shall the Auburn Recreation District (ARD) adopt Resolution #2019-23, a resolution supporting the established fee schedule and fee waiver policy of the District, and shall ARD approve minor changes to the Fee Waiver Policy?

Background

The ARD Fee Waiver Policy was previously reviewed at the March, 2018 Policy Committee meeting. The Policy Committee decided at that point to not make any changes.

At the May 31st, 2019 Board Meeting, the ARD Board of Directors requested that the policy be reviewed again.

The Policy Committee reviewed the policy and asked that a copy of the current fee schedule/structure (including how fee groups are constituted) and a copy of the Fee Waiver application be sent back to the July meeting for review.

The existing policy on Fee Waivers at ARD with changes as proposed by the Policy Committee and staff is attached.

The following is a review of how much was waived over the past several years:

FY 09/10: \$15,689
FY 10/11: \$16,676
FY 11/12: \$16,298
FY 12/13: \$19,263
FY 13/14: \$9,627
FY 14/15: \$11,678
FY 15/16: \$13,341
FY 16/17: \$19,515
8 year average: \$15,261

Other related policies

ARD has a policy regarding charitable donations:

- ARD District Policy, Section XIII
 - C. Policy on Charitable Donations from ARD to Outside Organizations

ARD may, from time to time, consider making donations to charitable entities or outside agencies. These donations must fall within ARD's specifically enumerated powers (Parks and Recreation) and must meet one of the following three criteria:

1. The charity/agency must provide a service that complements or enhances services provided by ARD.
2. There is an identifiable secondary benefit to ARD.
3. The charity/agency provides a service that ARD could provide but chooses not to.

Should a donation request meet one of the criteria listed above, staff will forward the request to the ARD Policy Committee for consideration and recommendation. If the Policy Committee recommends approval of the donation request, it will be sent to the ARD Board of Directors for approval as a consent calendar item.

Recommendation for the Board of Directors

The Policy Committee recommends the following:

- 1) Making the two edits to the Fee Waiver Policy as proposed in the attached policy
- 2) Adopting Resolution #2019-23, a resolution supporting the established fee schedule and fee waiver policy of the Auburn Area Recreation and Park District

Fiscal Impact

N/A

Attachments

Resolution #2019-23
Fee Waiver Policy with proposed changes
Facility and Fields Fee Schedule/Structure
ARD Fee Waiver Application and Request

RESOLUTION NUMBER 2019-23

A RESOLUTION OF THE GOVERNING BOARD OF DIRECTORS OF THE
AUBURN AREA RECREATION AND PARK DISTRICT SUPPORTING THE
ESTABLISHED FEE SCHEDULE AND FEE WAIVER POLICY OF THE DISTRICT

WHEREAS the Auburn Area Recreation and Park District (ARD) has established a fee schedule/structure in accordance with District policy, Prop 26 and related government codes, and

WHEREAS ARD has established a Fee Waiver policy that provides District facilities at reduced rental rates, greatly benefitting community non-profits and charitable organizations, and

WHEREAS the ARD Board of Directors wishes to reaffirm their desire to abide by the established fee schedule/structure and the policies related to fee waivers, therefore

The Auburn Area Recreation and Park District Board of Directors, does hereby resolve the following:

That the established fee schedule/structure and the Fee Waiver Policy are to be adhered in all situations, and that the fee schedule/structure were fairly considered before being enacted.

APPROVED, PASSED, AND ADOPTED ON July 25, 2019 by the following roll call vote:

Ayes:

Noes:

Absent:

Abstain:

James Ferris
Chairman of the Governing Board

ATTEST:

Clerk to the Governing Board

Proposed changes to ARD's Fee Waiver Policy (new language in red)

XXIX. Policy & Procedures for Fee Waivers

Fee waivers may be granted to non-profit organizations, schools, other public agencies and ARD co-sponsored events for once per year, annual events or rentals. The following rules will apply to Fee Waivers:

- A. A 10% processing fee will be charged for all fee waivers. This fee does not apply to peak usage rentals paying 50%
- B. A **minimum** 20% fee will be applied to all groups that charge admission or do not meet at least one of the following criteria:
 1. The non-profit charity/agency must provide a service that complements or enhances services provided by ARD.
 2. There is an identifiable secondary benefit to ARD.
 3. The charity/agency provides a service that ARD could provide but chooses not to.

This fee does not apply to peak usage rentals paying 50%.

- C. During peak usage times, fee waivers will normally not exceed 50% of the current fees. Custodial and alcohol fees will normally not be waived during these peak periods.

Peak usage times for facilities are as follows:

Picnic Units: April – October

Gymnasiums: December – March

Baseball fields: February – July

Soccer fields: July – November

Swimming pools: May – July.

- D. ARD staff can approve fee waivers up to a dollar amount of ~~\$1,500~~ **\$2,000**. Fee waivers over this amount will be sent to the Finance Committee and finally to the Consent Calendar. Denied fee waivers can be appealed to the ARD Board of Directors. Appeals should be made in writing and sent to the Customer Service/Marketing Manager at least 7 days before the next ARD Board of Director's meeting.
- E. The person or organization making the fee waiver request should be responsible for the following:
 1. Paying applicable custodial, set up/take down fee.
 2. Paying the alcohol fee, if applicable.
 2. Special Events – paying the current rate per hour/person for staffing the event (one maintenance worker per 500 attendees).
 3. Special Events – events over 250 attendees require a dumpster.
 4. Special Events – events with 400 + attendees will require one portable toilet. Add 1 portable toilet for every 200 additional attendees.
 5. Special Events – in most cases the person/organization requesting the fee waiver will take care of trash, bathrooms, etc.

Facility Rental Fee Structure

Group A/B: Activities sponsored or conducted by volunteers, the majority of which are 17 years of age or under who have adult leaders or chaperones/Meetings or smaller activities of resident, civic or service organizations; non-profit groups where no fee is charged for participation.

Group C/D: Private citizens' parties/receptions where the primary function is social/activities sponsored by a business, corporation, or other firm where their interest is profit-making.

Rooms	Group A/B	Group C/D	Capacity	
	Per Hour	Per Hour	Dining	Seating
Sierra Room	\$49.50	\$77.00	140	200
Foothills Room	\$44.00	\$71.50	100	150
Lakeside Room	\$44.00	\$71.50	75	90
Canyon View Room	\$38.50	\$60.50	50	75
Board Room	\$44.00	\$55.00	0	90
Sunset Room	\$33.00	\$49.50	0	40
CVCC Kitchen	\$27.50	\$44.00	N/A	N/A
Broadwell Room-MVCC	\$40.00	\$80.00	80	100
Regional Kitchen	\$16.50	\$27.50	N/A	N/A

MINIMUM 2 HOURS

Rental hours	
Sunday - Thursday:	8:00am - 10:00pm (music must be off by 9:00pm)
Friday and Saturday:	8:00am - 11:00pm (music must be off by 10:00pm)

Additional Fees (all groups)	
Rental Deposit Fee	\$400.00 (refundable)
Out-Of-District Fee	\$50.00
Alcohol Permit Fee	\$40.00
Custodial Fee	\$40.00
Set Up/Take Down	\$100.00

Note: \$80.00 custodial fee for groups over 100.

Group A/B COMBINED
Regional & Rec Gym
Hourly
\$43.00
Custodial Fee: \$40 per day

All other groups with sports-related events:	\$60 per hour
Gym rental for non sport related events:	\$90.00 per hour, minimum of 2 hours

Outdoor Facilities	Res half	Res. full	NR half day	NR full day
Picnic Units (per unit)	\$50.00	\$75.00	\$60.00	\$85.00
Gazebos	Res full day	NR full day	Picnic units hold Approx. 50 people. \$40 custodial fee will be applied per unit.	
Front Gazebo	\$40.00	\$60.00		
Back Gazebo	\$90.00	\$100.00		

Pool	Group A/B	Group C/D
Marsha Skinner Pool (2hrs, max 75 people)	\$230.00	\$345.00
Splash Pool (2hrs, max 30 people)	\$180.00	\$290.00
Meadow Vista Pool (2hrs, max 75 people)	\$180.00	\$290.00

GROUP A: Activities sponsored or conducted by a volunteer organization, the majority of which are 17 years of age and under who have adult leaders or chaperones (i.e. Boy Scouts, Girl Scouts, Little League, etc)

GROUP B: Meetings or similar activities of resident, civic, or service organization; Non profit groups, such as Red Cross, schools, or other resident adult organizations where there is no fee charged for participation.

GROUP C: Private Citizens' parties/receptions where the primary function is social.

GROUP D: Activities sponsored by a business, corporation, or other firm where their interest is in profit making.

Fields	Group A	Group B	Group C	Group D
	Hourly	Hourly	Hourly	Hourly
Recreation Field	\$4.80	\$9.61	\$13.39	\$17.67
Beggs Field	\$10.66	\$24.52	\$31.97	\$40.53
James Field	\$18.25	\$25.40	\$33.50	\$41.60
Regional A Softball	\$18.11	\$23.47	\$30.92	\$39.45
Regional B Softball	\$8.53	\$10.65	\$14.91	\$18.67
Regional C Softball	\$17.06	\$21.31	\$29.82	\$37.33
Regional Soccer Field	\$12.81	\$21.31	\$29.82	\$37.33
MV Soccer A/B	\$13.20	\$23.35	\$30.45	\$38.60
MV Pee Wee Soccer	\$8.15	\$15.25	\$23.35	\$30.45
MV Softball	\$16.25	\$18.30	\$25.50	\$33.50
Railhead A Field	\$12.20	\$23.35	\$30.45	\$38.60
Railhead B Field	\$12.20	\$23.35	\$30.45	\$38.60
Christian Valley Field	\$9.61	\$16.01	\$24.52	\$31.97
Winchester Field	\$17.06	\$21.31	\$29.82	\$37.33
Placer Hills Field	\$7.51	\$16.01	\$24.82	\$31.97

Out of District fees: \$75 per hour for James field, \$60 per hour for all other fields.

Bocce Ball Courts(3 hour blocks)		\$20 per Court
Rental Times: 8am-11am, 11am-2pm, 2pm-5pm, and 5pm-8pm		

Tournament Packages

Tournament Location	All Groups	
	1/2 Day 9a-3p, or 3p-9p 6 hours	All day 9am-9pm, 12 hours
Recreation Fields	\$110.00	\$220.00
Regional Fields	\$110.00	\$220.00
Fairgrounds Fields	\$110.00	\$220.00
Regional Soccer Field	\$110.00	\$220.00
Railhead Soccer Fields	\$110.00	\$220.00
Bocce Ball Courts (all 4)	\$110.00	\$220.00

Lights	\$30.00 per hour
Field Lining-Softball Fields only	\$40.00
Custodial Fee over 100 people	\$80.00
Alcohol Permit Fee	\$40.00
Field Lining-Soccer Fields only	\$255.00



FEE WAIVER REQUEST AND APPLICATION

In order to be considered for a fee waiver request, you must complete this questionnaire and submit necessary documents as indicated below. A letter on the requesting organization's letterhead must accompany this application. The letter should include the reason for requesting a fee waiver and how this event benefits our community. Requests must be submitted 60 days prior to the event. Applicants must complete and submit Indoor or Outdoor Reservation Applications with this request. Incomplete applications will not be processed.

1) Is this a non-profit organization? _____

Must provide supporting documentation for non-profit status before being considered for a fee waiver request.
Example: A letter from IRS stating your non-profit status

2) Can you provide financial documents for the organization? _____

Example: Bank statements or tax returns. If unable to provide these documents, please attach an explanation letter.

3) Is this the first time that your organization is asking for a fee waiver from ARD? _____

4) Is this a fundraiser? _____

5) How much money do you anticipate generating from this event? _____

6) Is there a fee or a charge for people to attend or participate in your event? _____

7) How does a fee waiver affect your event? Can you hold your event in a different location if ARD can not consider a fee waiver at this time? Please explain.

8) Have you asked for a fee waiver from other agencies in the community? _____

Please indicate which agency: _____

9) Are there any other agencies in the community that are working with you on this project? _____

Please provide a list of these agencies and contact information.

10) If a full fee waiver is not granted, can your organization pay a percentage of the rental fees?

If no, please explain:

11) Will you consider paying for staffing and utility fees if we waive the rental fees? _____

\$25.00 per hour plus applicable custodial fees

12) If you are unable to meet one of the offers (Items 10 or 11 above), are you able to provide a hardship statement with supporting documentations, such as bank statements or tax returns? _____

Please indicate what is being provided with this request:

FEE WAIVER REQUEST

PERSON MAKING REQUEST _____

NAME OF THE ORGANIZATION _____

IRS/NON PROFIT TAX ID NUMBER _____

ADDRESS AND PHONE NUMBER _____

Signature

Date

OFFICE USE ONLY

APPLICABLE FEES

FEES WAIVED

Rental Fees \$ _____

\$ _____

Custodial Fees \$ _____

\$ _____

Alcohol Permit Fees \$ _____

\$ _____

Setup/Takedown \$ _____

\$ _____

Staffing Fees \$ _____

\$ _____

Miscellaneous Fees \$ _____

\$ _____

TOTAL FEES DUE \$ _____

REQUEST APPROVED? Yes No

COMMENTS: _____

Approved by:

Date

SECTION: 9.0 ITEMS FOR DISCUSSION AND INFORMATIONAL ITEMS

1. County Mitigation Fund, current balance \$487,738 – no attachment.



GUS THOMSON • AUBURN JOURNAL

Party in the Park 2019.

Serenade to summer

Auburn Party in the Park a celebration of the season

BY GUS THOMSON
OF THE AUBURN JOURNAL

Some danced.
Some just listened.

Most smiled.
North Auburn's Regional Park
filled Friday with celebrants.
Maybe for the start of summer.
Maybe for the music by bands

One Grass Two Grass and Dead
Winter Carpenters, who kept the
dancers boogieing and the toes
a-tapping.

• SEE PARTY PAGE A8

Auburn Journal
6-27-19

PARTY: continued from A1

Or maybe just to bask in a warm Auburn day among a chill crowd.

As it has been since the first Party in the Park in 2001, the grassy hillside was filled with all ages and the music played from the evening into the night for an appreciative crowd.

The free fun for all ages was hosted by the Auburn Recreation District.

People all all ages and walks of life dance at last Friday's Party in the Park.

PHOTOS BY GUS THOMSON •
AUBURN JOURNAL



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The Ain't Necessarily Dead Fest will be July 20 at Regional Park.



TOP STORIES

1 dead in single-motorcycle crash

Auburn's Maidu Burial Site falls on hard times

Placer Sheriff launches crime-fighting drone

They're on the clock

Highway 49 fixture La Bau closes

Little League All-Star champions crowned

Desirable. But unaffordable? Placer housing ranked 22nd in nation

Air show clear for take off

Music in the park, Grateful Dead style

Ain't Necessarily Dead Festival at Regional Park



Julie Miller Jul 09, 2019 12:00 PM

Calling all Dead heads.

Annually, Auburn plays host for an outdoor festival for Grateful Dead tribute bands, as well as reggae and funk music. This year's will be July 20 in North Auburn's Regional Park. The event is hosted by Auburn Recreation District.

The Ain't Necessarily Dead Festival started in 2015 and tie-dye has been a common sight ever since. This year's entertainment features some 12-plus performances. Headliners Stu Allen and Mars Hotel will play a Grateful Dead show and Doobie Decibel Trio plan a combination of rock, Americana and jam. Other bands include: The Grateful Bluegrass Boys doing a tribute to the music of Jerry Garcia; The Soul Shakedown bringing a set of music featuring Reggae legend Bob Marley, with a bit of Peter Tosh thrown in; Red Dirt Ruckus, who blends funk, zydeco, reggae and rock; Aardvark with more Jerry/Dead fun; Brooker D and The Mellow Fellows Rockin' with soul-infused jam; the Band Beyond Description will play jam, Grateful Dead-, Bob Dylan-like rhythms; the Tattered and Tied who are local favorites, will perform classic rock with an acoustic jam twist; and Chris Heckmann, a troubadour singer songwriter.

Besides the music, the event features a beer garden, craft faire, food court and "giant" kid zone. Regional Park has other activities including walking paths, disc golf course, tennis courts, pickle ball courts, playgrounds and lots of grassy areas.

Four of the region's premier craft brewers will be a part of the beer garden: Auburn Ale House, Berryessa Brewing, Crooked Lane Brewing and Knee Deep. Beers will be served by the Auburn Association of University Women. There is also a collection of other treats, from food trucks, popcorn and snow cones.



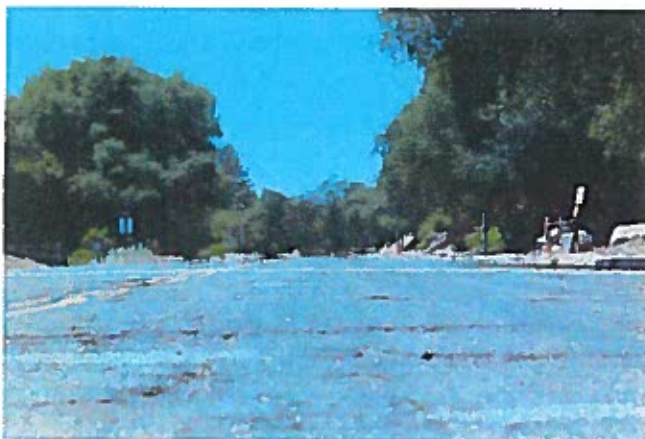
News 1 dead in single-motorcycle crash



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Arguably Auburn's worst road is deckmarked with potholes and awaiting repairs.



TOP STORIES

Teen girl injured in American River bridge jump

Film makes some noise on quiet Auburn street

Placer deputies arrest armed and dangerous fugitive

Pioneering Placer K9: The rest of the story

Who should fix Auburn's worst road? Not Auburn

Roseville wells refilled in preparation for future droughts

'Sandlot' showing under the stars

Lincoln High junior Molly McGuire attends American Legion Auxiliary California Girls State

Who should fix Auburn's worst road? Not Auburn

Bureau of Reclamation's road subject of many complaints



Gus Thomson Jul 16, 2019 9:00 AM

Arguably Auburn's worst road, a pothole-plagued uphill stretch of Maidu Drive is awaiting potential funding for a do-over.

The roadway - leading to the Auburn Recreation District's Canyon View Community Center - was the object of some frustration at a recent meeting of the Auburn City Council.

Councilman Bill Kirby told fellow councilmembers that he gets plenty of complaints about the road. The Placer County Water Agency recently paid to repave the section of Maidu Drive in front of its works yard but after that - following a left-hand turn leading to the community center - things get rocky.

"It's important for residents to know that it's not the city's right of way," Kirby said. "The road from the Canyon View Community Center is not the city's responsibility. I want everybody to know that."

The road was built during Auburn dam construction and has remained in federal hands - overseen by the U.S. Bureau of Reclamation.

The Auburn Recreation District has reached out to the U.S. Bureau of Reclamation to repair the road, even offering to chip in \$25,000. Administrator Kahl Muscott said.

But while the district is estimating a repair job in the \$100,000 range, the bureau is looking at a more extensive fix for about \$600,000, he said.



Auburn Journal
Teen girl injured in American River bridge jump

Pool is the place

Summertime staple goes from dawn to dusk

BY GUS THOMSON
OF THE AUBURN JOURNAL

Going to The Pool in Auburn for a summertime cool-off has been a traditional trek for many in the direction of Recreation Park since 1953.

And with the temperatures again returning to the torrid 90s, Auburn is ready to take the plunge from morning to night.

"From about 5:45 a.m. till after 9 p.m. it's packed solid," Auburn Recreation District Administrator Kahl Muscott said.

That's especially true in June and July, when it's not uncommon for the heat to top off in late afternoon at 100 degrees or more.

The Sierra Pool — co-named the Marsha Skinner pool in honor of the late Auburn Mermaids synchronized swim team coach — offers Auburn-area residents and visitors a public pool with public swims.

The Sierra Pool's public swim hours are from 11 a.m. to 3:30 p.m. Mondays to Friday through Aug. 9 and from 1 to 5 p.m. weekends



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• SEE POOL PAGE A9 The Sierra Pool diving board holds the promise of scenes of derring-do.

Auburn Journal July 17, 2019



The tot area at the Sierra Pool provides plenty of ways to chill out.

GUS THOMSON • AUBURN JOURNAL

POOL:
continued from A1

and holidays through Sept. 2. There is no public swim July 21.

There's plenty of free

parking at the Recreation Drive park and public swim foci are kept low — \$4 for 7 and older to enter

and \$3 for 6 and under. And when the public swim isn't taking place, a host of other activities

keeps the water rippling — from lap swims for adults to swim team training to swim lessons.