



**AGENDA**  
RIO DELL CITY COUNCIL  
STUDY MEETING – 5:30 P.M.  
REGULAR MEETING – 6:30 P.M.  
TUESDAY, SEPTEMBER 17, 2013  
CITY COUNCIL CHAMBERS  
675 WILDWOOD AVENUE, RIO DELL

*WELCOME . . . By your presence in the City Council Chambers, you are participating in the process of representative government. Copies of this agenda, staff reports and other material available to the City Council are available at the City Clerk's office in City Hall, 675 Wildwood Avenue. Your City Government welcomes your interest and hopes you will attend and participate in Rio Dell City Council meetings often.*

*In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the Office of the City Clerk at (707) 764-3532. Notification 48 hours prior to the meeting will enable the City to make reasonable arrangements to assure accessibility to this meeting.*

**THE TYPE OF COUNCIL BUSINESS IS IDENTIFIED IMMEDIATELY AFTER EACH TITLE IN BOLD CAPITAL LETTERS**

- A. CALL TO ORDER – 5:30 p.m.
- B. ROLL CALL
- C. PLEDGE OF ALLEGIANCE
- D. STUDY SESSIONS/SPECIAL PRESENTATIONS (5:30-6:30 p.m.)
  - 1) 2013/0917.01 – Special Presentation Regarding Live Broadcast from Rio Dell City Hall Council Chambers (Sean McLaughlin, Executive Director, Access Humboldt)
  - 2) 2013/0917.02 - Study Session Related to the Wastewater Rate Study with Bartle Wells Associates/ provide staff direction (**ACTION**)
- E. REGULAR MEETING – 6:30 p.m.
- F. PUBLIC PRESENTATIONS

*This time is for persons who wish to address the Council on any matter not on this agenda and over which the Council has jurisdiction. As such, a dialogue with the Council or staff is not intended. Items requiring Council action not listed on this agenda may be placed on the next regular agenda for consideration if the Council directs, unless a finding is made by at least 2/3rds of the Councilmembers*

*present that the item came up after the agenda was posted and is of an urgency nature requiring immediate action. Please limit comments to a maximum of 3 minutes.*

## G. CONSENT CALENDAR

*The Consent Calendar adopting the printed recommended Council action will be enacted with one vote. The Mayor will first ask the staff, the public, and the Council members if there is anyone who wishes to address any matter on the Consent Calendar. The matters removed from the Consent Calendar will be considered individually in the next section, "SPECIAL CALL ITEMS".*

- 1) 2013/0917.03 - Approve Minutes of the September 3, 2013 Regular Meeting  
**(ACTION)** 1
- 2) 2013/0917.04 - Authorize the City Manager to Execute a Contract Amendment with Kurt Hirtzer Inspection Services Extending Construction Management and Inspection Services through October 31, 2013 for the Wastewater Treatment Plant Upgrade and Disposal Project **(ACTION)** 13
- 3) 2013/0917.05 - Draft 2013 Hazard Mitigation Plan **(RECEIVE & FILE)** 14
- 4) 2013/0917.06 - Audited Financial Statements for FY 2011-2012 **(RECEIVE & FILE)** 37
- 5) 2013/0917.07 - Approve Addition to Include Stairway from Upper Parking Lot to Existing Back Door of City Hall Including Minor Concrete Work to the 2013-14 ADA Project **(ACTION)** 80

## H. SPECIAL CALL ITEMS/COMMUNITY AFFAIRS

- 1) "SPECIAL CALL ITEMS" from Consent Calendar
- 2) 2013/0917.08 - City Engineer Verbal Project Status Report - Merritt Perry
- 3) 2013/0917.09 - Declare (2) Real Properties Surplus to the City and Authorize Appraisals to Determine Values in Preparation to Sell **(ACTION)** 81
- 4) 2013/0917.10 - Approve \$15,000 Transfer from General Fund Reserve for Boundary Survey and Preparation of Prop 84 Grant Application for Drainage Improvements in the Northwestern Ave. Area and Authorize City Manager to Execute Agreement with GHD Engineering **(ACTION)** 85
- 5) 2013/0917.11 - Approve Adding Colors to City Hall Sign **(ACTION)** 86

## I. SPECIAL PRESENTATIONS

- 1) 2013/0917.12 - City Engineer Project Status Report - Merritt Perry

J. ORDINANCES/SPECIAL RESOLUTIONS/PUBLIC HEARINGS

- 1) 2013/0917.12 - Conduct Second Reading (by title only) and Adopt Ordinance No. 306-2013 Amending the Fence Regulations, Chapter 17.30.090 of the Rio Dell Municipal Code and Continue Consideration, Approval and Adoption to the September 17, 2013 Regular Meeting (ACTION) 87
  
- 2) 2013/0917.13 - Conduct Second Reading (by title only) and Adopt Ordinance No. 307-2013 Amending Ordinance No. 286-2012, Chapter 13.10.130 of the Rio Dell Municipal Code, Fees for New Sewer Connections (ACTION) 94

K. REPORTS/STAFF COMMUNICATIONS

1. City Manager
2. Chief of Police – **Monthly Police Activity Report for August 2013** 98
3. Finance Director - **Check Register for August 2013** 107
4. Community Development Director

L. COUNCIL REPORTS/COMMUNICATIONS

M. ANNOUNCEMENT OF ITEMS TO BE DISCUSSED IN CLOSED SESSION AS FOLLOWS: **No Closed Session Items Scheduled**

N. ADJOURNMENT

*The next regular meeting will be on October 1, 2013  
at 6:30 p.m. in City Hall Council Chambers*

**RIO DELL CITY COUNCIL  
SPECIAL MEETING  
REGULAR MEETING  
SEPTEMBER 3, 2013  
MINUTES**

The special meeting/regular meeting of the Rio Dell City Council was called to order at 6:00 p.m. by Mayor Thompson.

**ROLL CALL:** Present: Mayor Thompson, Councilmembers Johnson, Wilson and Woodall

Absent: Councilmember Marks (excused)

Others Present: Special Meeting: City Manager Stretch, Finance Director Beauchaine, Community Development Director Caldwell, Wastewater Superintendent Chicora and City Clerk Dunham

Regular Meeting: City Manager Stretch, Chief of Police Hill, Finance Director Beauchaine, Community Development Director Caldwell, Wastewater Superintendent Chicora and City Clerk Dunham

Absent: Water/Roadways Superintendent Jensen (excused)

**SPECIAL MEETING MATTERS**

Discussion on Possibility of Refocusing Methodology of Wastewater Rate Study/Provide Staff Direction

City Manager Stretch deferred this item to Finance Director Beauchaine and asked her to go over the original points related to the Wastewater Rate Study when staff first solicited proposals. He commented if it is the desire of the City Council to broaden the study; the scope of services with Bartle Wells Associates will probably need to be expanded.

Finance Director Beauchaine continued with review of the original RFP and said the scope of services included the design of consumption based rate models with the rate structures to be revenue neutral. She emphasized that it was not the City's intent to change the rates but to reallocate them to customers in a more equitable way based on water consumption with the main focus to create a rate schedule that minimizes the impact on low volume users by proportionately allocating the rates among the customer classes based on their estimated demand characteristics.

City Manager Stretch commented that the consultant from Bartle Wells Associates attended a Council meeting to explain and answer questions about the Wastewater Rate Study and proposed rate structure. He said the purpose of this meeting is to determine if the focus of the study should be changed or if it should keep in line with its' original intent.

Mayor Thompson asked for public comment; there were no comments from the public.

Councilmember Wilson asked about the correlation between low income users and low volume users. Finance Director Beauchaine explained that often times low income customers are also low volume users.

Councilmember Woodall commented that she would be satisfied to keep with the same rate schedule.

Councilmember Johnson stated that it seems that the approach staff is recommending is a good approach.

Councilmember Wilson said he is comfortable with the recommendations in the Wastewater Rate Study now that Bartle Wells Associates has addressed the issues.

Mayor Thompson commented that he thinks there is a good basis with the proposed rate structure but expressed concern that there will be approximately 400 users that will see a monthly increase of approximately \$20.00. He noted that the number of rate payers that use less than five units of water per month is over 400 and that rate payers using more than six units per month will see a substantial increase in their sewer bills. He said he would like to look at a way to make sure there are no severe impacts on any rate payer, suggesting perhaps a different calculation in rates for families.

Finance Director Beauchaine said one option would be to implement a tiered rate model where the rate will be less expensive at the bottom for low volume users and get progressively higher as consumption increases. She said with this method, more of the costs would be shifted to the high volume users. However, developing this type of rate structure will require going back to Bartle Wells Associates and expanding the scope of services.

Mayor Thompson asked about the possibility of basing the rates on the number of people in the household; Finance Director Beauchaine commented that verification would be a problem.

Councilmember Woodall stated that in the past the City was told that special preference or discounted rates could not be given to seniors so can't see how it can be done now.

Finance Director Beauchaine explained the idea of a tiered rate structure is to perhaps charge customers using 1-5 units the lowest rate per unit; the next tier of 6-10 units a little higher rate per unit; and each tier thereafter progressively more.

Mayor Thompson noted that according to his figures, one-third of the rate payers will realize an increase in their monthly bill and he doesn't believe that was the intended goal.

Finance Director Beauchaine reported that 24 months of customer data was provided to Bartle Wells and the bill impacts revealed in the study showed that 34% of the rate payers would see an increase and 66% a decrease.

Councilmember Wilson noted that the information he has shown that 41% of the rate payers' bills will be increased and 59% decreased.

City Manager Stretch explained Option 1 is predicated on a fixed monthly charge of \$51.15 representing 70% of the rate payers; with the other 30% based on volume. What Councilmember Wilson was looking at is Option 2 with a 50% fixed charge and 50% volume charge.

Councilmember Wilson pointed out that customers in the middle range of the scale won't have as big of an impact as the low or high use customers and said that currently the very low volume customers are paying the same sewer rate as the very high volume users. He said customers using an average of 5 units of water per month won't see a significant impact in their bill and that providing 24 months of data rather than 12 months helped to make the Rate Study more accurate.

Councilmember Johnson commented that it seems that the figures in the study don't match with what the Mayor has computed and asked staff if those customers using 2 units of water will see a decrease. Finance Director Beauchaine explained that anyone using 5 or less units per month will see a decrease under Option 1.

Councilmember Woodall asked if the idea is to make sure the new rate structure is revenue neutral, how the change in demographics will be addressed. Finance Director Beauchaine said if there is a major change in demographics, a new rate study will need to be done.

Councilmember Wilson asked staff if any of the other communities surveyed have a rate structure based on the number of people in the household. Finance Director Beauchaine stated they do not.

City Manager Stretch then summarized the comments made by the Council and said it seems there are still some technical questions that have not been answered regarding the proposed rate structure. He asked for a consensus of the Council as to whether Bartle Wells Associates should be invited back to answer final questions, or if the Council is comfortable with moving forward with the proposal.

Councilmember Wilson asked if the decision is to move forward and the Council still has questions such as to how the structure will be implemented, can those decisions be made through the public hearing process. City Manager Stretch indicated that all of those billing issues can be addressed at that time however the consultant will need to be present to answer any technical questions.

Finance Director Beauchaine said that although most of the remaining questions have to do with policy issues, her recommendation is to have Bartle Wells present since they have a tremendous amount of background and will be able to provide helpful information.

City Manager Stretch announced he will invite a consultant from Bartle Wells Associates to come back during a regularly scheduled council meeting. Council concurred.

The special meeting portion of the agenda ended at 6:30 p.m. and the Council continued on to regular meeting matters.

## CEREMONIAL MATTERS

### Presentation of Project of the Year Award on the Wastewater Treatment Plant Upgrade and Disposal Project

This item was continued to the next regular meeting with a power point presentation.

Wastewater Superintendent Chicora announced the City was notified that a second award was received on the same project by the American Society of Civil Engineers and that an awards banquet was scheduled for September 19<sup>th</sup> for presentation of that award.

It was suggested that presentation of the Project of the Year Award be postponed until after September 19<sup>th</sup> so that both awards can be presented at the same time. Council concurred.

## PUBLIC PRESENTATIONS

Nick Angeloff provided the Council with a brief update on the east-west rail project and said there was no meeting last month but will be one this month. He also reported that the Chamber of Commerce was not awarded the grant through the Humboldt Area Foundation for the business incubator; although it could still be considered without going through the grant application process again provided they jump through some hoops. He said in regard to "Save the Scotia Gym" efforts, they set up booths at the Humboldt County Fair and the Beer Festival and did fairly well with regard to donations and that they had received some pretty substantial donations in the mail.

Carol Theuriet, 553 Pacific Ave. asked the Council if they were aware of the pot garden with plants two feet above the fence located directly across the street from the Chamber office on Wildwood Ave.

Michael Chase, Edwards Dr. presented the Council with more pictures of the river bar and said he was at Ace Hardware and noticed they are selling river rock at \$.30/lb. He said he had observed a contractor's truck removing rock from the river bar which is illegal to do without a permit from California Department of Fish & Game.

Pastor Daley from the Liberty Tabernacle Church passed out flyers to the Council and said he just wanted to keep everyone informed of the upcoming revival they will be having at Fireman's Park. He expressed his appreciation to the City for being allowed to hold these type of events.

## CONSENT CALENDAR

Motion was made by Wilson/Woodall to approve the consent calendar including the approval of minutes of the August 20, 2013 regular meeting; and approval of Pay Request No. 18 to Wahlund Construction/Sequoia Specialties in the amount of \$53,366.83 for work related to the Wastewater Treatment Plant Upgrade and Disposal Project. Motion carried 4-0.

## SPECIAL CALL ITEMS/COMMUNITY AFFAIRS

### Approve Change Order No. 7 for the Wastewater Treatment Plant Upgrade and Disposal Project Contingent Upon Approval of the City's Lease Application by the State of California Lands Commission

Finance Director Beauchaine provided a staff report and said Wahlund Construction prepared a change order proposing a project modification to change the alignment and methodology of the sewer transmission pipeline where it crosses the Eel River so that it crosses underneath the river using horizontal directional drilling rather than crossing the river within the existing Caltrans Bridge as previously discussed. She said the change order represents a \$13,000 increase in project costs from the original pipeline design however; there will be no charge to the City by Wahlund Construction as agreed.

Finance Director Beauchaine said approval of the change order is contingent upon the approval of the City's application to the State Lands Commission which is scheduled for approval later in the month and the State Water Resources Control Board (SWRCB). She stated that Brett Rinehart, Engineer/Project Manager was present to answer any questions the Council may have.

Councilmember Johnson began by stating that the \$1.5 million in the bid may or not represents actual cost; noting that there have been a lot of design changes since the project began including several change orders. He asked what the other bid amounts were for the original Bid Item No. 4.

Finance Director Beauchaine reviewed the history of the project with regard to the original bid and said from the beginning, the preferred method for crossing the Eel River with the sewer transmission pipeline was to use horizontal directional drilling techniques. That method was eliminated from the original scope because there was not enough time to secure the required permits and keep within the project timeline. Wahlund Construction and the City agreed to change the alignment of the original pipeline design provided there was no additional cost to the City. She then referred to the cost breakdown for the revised alignment submitted by Wahlund Construction and said it was carefully reviewed to make sure there was not a significant savings that the City would not recognize.

Brett Rinehart addressed the Council and said the main reason this is the preferred method is because there is much less risk running the pipeline underneath the river as opposed to building a bridge crossing which is really the driving force behind the project modification. He explained

the bid item includes everything necessary to connect to the existing wastewater treatment plant. He pointed out that included in the bid is \$40,000 for geotechnical work performed by SHN Engineering and \$60,000 for environmental reports. He said although he does not have the figures with him, the original spreadsheets will show the bid amounts for the individual contractors.

Councilmember Johnson asked Mr. Rinehart what the bid amount would be for Bid Item No. 4 if the contractor were to bid it from scratch.

Mr. Rinehart said the bid amount would be very similar; noting that it took 4 companies and approximately 8 people to put this bid together.

Councilmember Johnson commented that it costs thousands of dollars per day to have all of the experts on site when working in a confined space and said one of the estimators at Wahlund Construction told him that the City could potentially save a million dollars by using the directional horizontal drilling method and said he would like to see the difference between the original bid and the revised bid.

Mr. Rinehart noted that there is not a million dollars to save and asked who the person was that made that statement.

Councilmember Johnson said the point is that one approach is extremely difficult and anytime you are working in a confined space; there are Cal-Osha concerns as opposed to the other approach which presents very little risk with the likelihood of someone being seriously injured or killed is very slim.

Mayor Thompson called for public comment on the proposed change order; there being none, he asked for further Council comment.

Councilmember Wilson said when proposed change was originally brought to the City Council, it was mentioned that there would be a significant cost savings to the City by using horizontal directional drilling techniques rather than running the pipeline through the existing bridge. Also, one of the big concerns was that if there was a problem with the pipeline in the future, workers would have to go into the bridge and work in a confined space which is dangerous. He said at the end of the day, the project modification is not costing the City any more money so suggested the change order be approved so the project can be completed.

Councilmember Woodall asked for further clarification on the comments made by Councilmember Johnson.

Councilmember Johnson explained that the point he was trying to make is that he has seen a lot of change orders on projects like this and contractors are always looking for ways to save costs.

In reality if the City looks more closely to the revised bid, there may be a cost savings for the City.

Finance Director Beauchaine said any way you look at it; \$1.5 million is still \$1.5 million and either the pipeline will go through the bridge for \$1.5 million or underneath the river for \$1.5 million. She said if it is the direction of the Council, staff could go back and re-evaluate the costs but bottom line is that the project needs to get done within the specified timeline or the City will be facing compliance issues and be in violation of several agreements and potential fines. Also going through the bridge will require additional construction management and engineering costs.

Councilmember Johnson stated one option would be to approve the change order without an amount and have Wahlund Construction come back with an estimate of what it would cost to go through the bridge as a comparison.

Mayor Thompson said the question is whether we want to go through the bridge for \$1.5 million or underneath the river for \$1.5 million. He said personally he thinks going through the bridge is not a viable option no matter what the other estimate is.

Councilmember Woodall asked if it is possible to proceed with the work as planned without a change order.

Councilmember Johnson reiterated that he would like to see an updated cost for going through the bridge to see what, if any potential savings there are by going underneath the river. He commented that if the contractor is paid more than what he should be paid, how that is protecting our citizens.

Finance Director Beauchaine pointed out that the contractor has assumed all the risk and agreed to complete the project for \$1.5 million. If he proceeds with running the pipeline through the bridge, there will be much greater risk and could be numerous change orders.

Councilmember Johnson said when the contractor proposed to change the pipeline alignment back in May he thought it was a good idea and the Council was led to believe it would save \$1 million; however, that's not the case.

Finance Director Beauchaine said the contractor has done the work and taken all the risks and recommended the change order be approved as submitted.

Billie Long asked for clarification that if the project is bid at \$1.5 million and in theory it costs \$1.93 million, the City pays the contractor the \$1.5 million with the exception that they can submit change orders that the City will be required to pay.

Finance Director Beauchaine responded that if in fact the decision is to go through the bridge, there could be several change orders; but if the decision is to go underneath the river as proposed, there will be no additional cost to the City.

Councilmember Johnson questioned the \$14,000 in the original bid for construction administration and said usually that cost is included in the overhead & profit.

Mr. Rinehart explained that construction administration includes people out in the field whereas overhead covers office staff. He noted that it is just a different way of breaking the cost down with the same end result.

Michael Chase asked if the Council is talking about 2 potential methods for crossing the river with the transmission pipeline and commented that it would be more hazardous going through the bridge and because of this area's potential for floods and earthquakes, it is a much better idea to go under the river.

Councilmember Johnson clarified that he was in favor of going under the river however he would still like to see an actual bid for going through the bridge as he believes it would be significantly more costly and the City is not recognizing any of those savings.

Motion was made by Wilson/Woodall to approve Change Order No. 7 for the Wastewater Treatment Plant Upgrade and Disposal Project contingent upon approval of the City's Lease application by the State Water Resources Control Board and State Lands Commission. Motion carried 3-1; Councilmember Johnson casted the dissenting vote.

## **ORDINANCES/SPECIAL RESOLUTIONS/PUBLIC HEARINGS**

### Introduce and Conduct First Reading (by title only) of Ordinance No. 305-2013 Amending the Parking Regulations, Chapter 17.30.180 of the Rio Dell Municipal Code

Community Development Director Caldwell provided a staff report and said Ordinance 305-2013, a proposed text amendment to the Parking Regulations; Chapter 17.30.180 of the Rio Dell Municipal Code (RDMC) includes three (3) text amendments to: 1) prohibit the storage of trailers on public streets and right-of-ways; 2) identify specific parking requirements for Low to Moderate Income (LM) Senior Housing Projects; and 3) eliminate the need for a Conditional Use Permit (CUP) for exceptions to the location and required number of parking spaces. He explained that the second amendment relates to the proposed DANCO project for 26 senior cottages. He said staff originally recommended 1.5 parking spaces per unit but after talking it over with DANCO he agreed it would be more realistic to require .75 parking spaces per unit. The reason being is that many seniors are either limited to one (1) vehicle or don't drive at all.

He said exceptions to the location requirement for parking facilities for commercial users or the number of off-street parking spaces normally requires planning commission approval. His recommendation is that exceptions may be approved by the Community Development Director

in consultation with the Director of Public Works with the ability of the applicant to appeal if they are not happy with the decision.

Councilmember Johnson asked if staff researched the parking requirements for senior housing projects of other cities such as Fortuna.

Community Development Director Caldwell said he looked at the City of Arcata's regulations which are where these numbers came from and commented that the City of Arcata encourages public transportation as much as possible.

A public hearing was opened at 7:20 p.m. to receive public input on the proposed text amendment.

Sharon Wolff, 3 Painter St. commented that the City Council packet was not available on the City's website for public review.

Community Development Director Caldwell commented that the City was experiencing problems with the server and staff was unable to upload the Council packet for this meeting however; the agenda packet was available for review at City Hall and the agenda was posted to satisfy the posting requirements.

Mayor Thompson referred to the 72 hour parking restriction for R.V.'s and trailers and asked if there is a way to eliminate the 72 hours or perhaps reduce that to 2 hours. He said he doesn't think the City wants trailers or R.V.'s parked on Wildwood Ave. for an entire weekend.

Community Development Director Caldwell noted the 72 hours applies to all streets in the City. Councilmember Wilson pointed out that if you have company with an R.V they can only stay for 2 hours. Mayor Thompson said that the 2 hours should apply to Wildwood Ave.

Carol Theuriet stated there are homes on Wildwood Ave. and a 2 hour limitation will limit their accessibility to even load or unload their trailer.

Mayor Thompson said he still thinks a 2 hour limit for Wildwood Ave. is reasonable.

City Manager Stretch pointed out that the 72 hour parking restriction is part of the ordinance that was taken to the Planning Commission; their recommendation for approval was based on the draft that was presented to them.

Community Development Director Caldwell suggested the matter be referred back to the Planning Commission for further review.

Councilmember Wilson referred to Item (d) *Recreational Vehicle/Trailer Parking* under the new proposed language and said the 72 hours would not apply to Wildwood Ave. since the language

refers to all “residential” zones.

Councilmember Johnson asked if the proposed language conflicts with the California Vehicle Code and said he would like the ordinance to address all areas of the City; not just residential.

Councilmember Woodall stated she was comfortable with the 72 hour provision.

Motion was made by Johnson/Wilson to refer the matter back to the Planning Commission for their review and recommendation along with the revised parking requirements for senior housing projects. Motion carried 3-1; Councilmember Woodall casted the dissenting vote.

Introduce and Conduct First Reading (by title only) of Ordinance No. 306-2013 Amending the Fence Regulations, Chapter 17.30.090 of the Rio Dell Municipal Code and Continue Consideration, Approval and Adoption to the September 17, 2013 Regular Meeting

Community Development Director Caldwell provided a staff report and said this involves another minor text amendment. He explained the current fence regulations limit the height of fences on the exterior sides of corner lots to four (4) feet which do not provide privacy or security to the back yard of a residence. He said based on the number of inquiries staff has had regarding this provision, staff is recommending an amendment to the existing fence regulations to allow fences up to six (6) feet in height on exterior side yards outside the required visibility triangle. He noted that the proposed text amendment was presented to the Planning Commission and the Commission unanimously approved the proposed text amendment and recommend approval by the City Council.

A public hearing was opened at 7:30 p.m. to receive public comment on the proposed text amendment.

Reverend Daley from the Liberty Tabernacle church asked for clarification on the proposed amendment and said he lives on a corner lot and is in the process of building a new fence and wants to make sure his fence height of 42 inches is in compliance with the proposed amendment. Community Development Director Caldwell said the proposed text amendment will increase the height of a fence on the exterior side yard outside the visibility triangle from four (4) feet to six (6) feet.

Motion was made by Woodall/Johnson to introduce Ordinance No. 306-2013 amending the Fence Regulations, Section 17.30.090 of the Rio Dell Municipal Code, and to continue consideration, and adoption of the proposed Ordinance to the meeting of September 17, 2013. Motion carried 4-0.

Introduce and Conduct First Reading (by title only) of Ordinance No. 307-2013 Amending Ordinance No. 286-2012, Chapter 13.10.130 of the Rio Dell Municipal Code, Fees for New Sewer Connections

Finance Director Beauchaine provided a staff report and said Bartle Wells Associates was engaged by the City to develop a new wastewater rate structure and to update the City's wastewater capacity fee. The proposed amendment increases the sewer connection fee from \$950 to \$5,220 but does not address the wastewater rate structure at this time.

Councilmember Johnson commented that with adoption of the ordinance, the sewer connection fee for a new 4-plex will be \$20,880.

City Manager Stretch said he wanted to make it clear that the increased connection fee will not affect existing customers and is related to only new development.

A public hearing was opened at 7:36 p.m. to receive public comment on the proposed ordinance. There being no public comment, the public hearing closed.

Motion was made by Johnson/Woodall to introduce and conduct the first reading (by title only) of Ordinance No. 307-2013 amending Ordinance No. 286-2012, Chapter 1310.130 of the Rio Dell Municipal Code, Fees for New Sewer Service Connections. Motion carried 4-0.

#### **REPORTS/STAFF COMMUNICATIONS**

City Manager Stretch reported on recent activities and events and stated that he completed the Annual Recycling Report today which took approximately 8 hours and submitted it to Cal-Recycle for their approval.

Chief of Police Hill stated that he had nothing to report except that he had prepared a survey which will be going out to residents regarding river bar access.

Finance Director Beauchaine reported on recent activities in the finance department and said the accounting consultant was here and they were very busy and moving along as planned with the year-end close out.

Community Development Director Caldwell reported on recent activities in the planning department and said he received the application for the Dollar General and that there were a couple of minor issues with the plans that he is addressing; Planning Commission will be having a study session on September 11<sup>th</sup> to continue discussion of the Zoning Use Matrix; said he sent out an email regarding energy consumption indicating there has been a 45% increase in electrical usage since 2005. He said the City might want to consider implementing a utility user tax similar to what the City of Arcata has done and said Karen Deamer from the Arcata Planning Department has offered to come down and do a presentation on the subject.

Council concurred and Mayor Thompson suggested the possibility of a cooperative effort with the County and other local cities to share the expense of PG&E programming and implementation.

City Manager Stretch commented that he has discussed this matter with other City Managers and the estimated cost to write the program for the City of Arcata was \$600,000. He said if this comes to fruition, he would be interested to see how much less it would be for other jurisdictions to implement the same type of utility user tax.

#### **COUNCIL REPORTS/COMMUNICATIONS**

Councilmember Johnson asked if all contracts are on schedule and within budget. City Manager Stretch said they are.

Councilmember Wilson asked Michael Chase about one of the pictures he presented to the Council of the river bar.

Mr. Chase said he wasn't sure, as he got it off the internet.

Discussion continued regarding requirements for removing rocks from the river bar. Mr. Chase commented that a permit must be obtained from the Department of Fish & Game. He said he observed a landscape company with a trailer coming off of the river bar twice now with loads of river rock and said if access to the river bar was closed, there wouldn't be a problem.

Community Development Director Caldwell noted that the river bar is in public trust and you cannot deny public access.

Mr. Chase said that you are only obligated to allow access for foot traffic which restricts even boats.

Community Development Director Caldwell added that the State Parks allows river access including boats.

#### **ADJOURNMENT**

There being no further business to discuss, the meeting adjourned at 7:46 p.m. to the September 17, 2013 regular meeting.

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Jack Thompson, Mayor

Attest:

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Karen Dunham, City Clerk

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*675 Wildwood Avenue  
Rio Dell, CA 95562*



TO: Mayor and Members of the City Council

THROUGH: Jim Stretch, City Manager

FROM: Stephanie Beauchaine, Finance Director

DATE: September 17, 2013

SUBJECT: WWTP Project Construction Management Contract extension

**RECOMMENDATION**

Authorize the City Manager to execute a contract amendment extending construction management services through October 31, 2013.

**BUDGETARY IMPACT**

Construction Management and Inspection totals \$18,000 per month.

**BACKGROUND AND DISCUSSION**

At the September 3<sup>rd</sup> meeting the City Council voted to approve WWTP Project Change Order No. 7 re-routing the wastewater effluent pipeline under the Eel River as opposed to crossing through the northbound Caltrans bridge.

Construction of the pipeline is expected to commence October 1<sup>st</sup>, and is scheduled to be completed October 31<sup>st</sup>. At this time, the Construction Management and Inspection contract with Kurt Hirtzer Inspection Services expires September 31<sup>st</sup>.

Staff recommend that the City execute a contract amendment extending construction management and inspection services through the month of October. The terms and conditions will remain unchanged.

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*Rio Dell City hall  
675 Wildwood Avenue  
Rio Dell, CA 95562  
(707) 764-3532  
riodellcity.com*



September 17, 2013

TO: Honorable Mayor and City Council  
FROM: , City Manager  
SUBJECT: Receipt of Draft 2013 Hazard Mitigation Plan

IT IS RECOMMENDED THAT THE CITY COUNCIL:

Receive and file this report

BACKGROUND AND DISCUSSION

For several months the City Manager has been working on updating the City's 2008 Hazard Mitigation Plan (HMP). The plans must be updated every 5 years. Keeping the Plan current is important because an agency only qualifies for State and Federal emergency/disaster assistance if it has a valid in effect. And, in the case of a State declared disaster, only jurisdictions with approved plans qualify for the State forgiveness of their 25% local share of cost.

There is another compelling reason to prepare a detailed Hazard Mitigation Plan, and that is to be able to compete for Pre-Disaster Mitigation program (PDM) monies when there is a declared emergency/disaster by the Federal government somewhere in the State. Under Federal law, 15% of the total Federal dollars allocated for a disaster must be allocated for PDM, which means that any agency in California can compete for FEMA monies to mitigate a hazard they identified in their plan.

For example, we have added to the City's HMP the stabilization of the hillside along Blue Slide Road and the replacement of the buckling road. The reason that FEMA would want to fund this mitigation with PDM monies is because when there is a high water event or an earthquake happens in the Eel River Valley west of the Eel River, in particular Ferndale, Blue Slide Road is the way in and out. If Fernbridge is flooded and Blue Slide Road is closed by a slide, then the route becomes Bear River Ridge to Monument Road for exit and access, and that's a long way with its own challenges.

The draft Plan for Rio Dell has been submitted for review, and when that process is completed, the plan will be returned to the City Council for adoption by Resolution.

# CHAPTER X. CITY OF RIO DELL ANNEX

## X.1 HAZARD MITIGATION PLAN POINT OF CONTACT

### Primary Point of Contact

City Manager  
City of Rio Dell  
675 Wildwood Ave,  
Rio Dell, CA 95562  
Telephone: (707) 764-3532  
e-mail Address: cm@riodellcity.com

### Alternate Point of Contact

Community Development Director  
City of Rio Dell  
675 Wildwood Ave,  
Rio Dell, CA 95562  
Telephone: (707) 764-3532  
e-mail Address: kcaldwell@riodellcity.com

## X.2 JURISDICTION PROFILE

The following is a summary of key information about the jurisdiction and its history:

- **Date of Incorporation**— February 1965. Rio Dell was incorporated as a General Law city. The City was not granted a separate charter, but operates under the general laws of the State of California.
- **Current Population**— 3,363 as of January 1, 2013.
- **Population Growth**— Based on data available from the State of California Department of Finance, the population of Rio Dell grew by 5.9 percent between 2000 and 2013. Population growth was 0.4 percent from 2012 to 2013.
- **Location and Description**— The City of Rio Dell is located in Humboldt County, California, approximately 25 miles south of Eureka, along Highway 101 within the Eel River Valley. The city is approximately 2.4 square miles and is nestled within the redwood forests of Northern California.
- **Brief History**— In the 1870's Lorenzo Painter settled in what is now known as Rio Dell. He started a friendly farming community, which he named Eagle Prairie. Over the years three separate small community areas evolved that was popularly named Wildwood (which is now downtown Rio Dell, Belleview (now a major area and avenue northwest of the center of town) and Eagle Prairie (now the Pacific Avenue area west of the center of town). The City was incorporated in 1965 and the three areas combined into the single City of Rio Dell.

The City, like most of the region, was intertwined with the timber industry. Tough economic times fell upon the area when in the 1970s a highway bypass was built around the City. In recent years the City has been pursuing strategies to revitalize the economy and the community. Rio Dell has also recently completed updates to several elements of the general plan.

- **Climate**— Rio Dell enjoys a mild climate with average summertime temperatures of 67 degrees. During winter months temperatures tend to be in the 40s. Annual average precipitation is about 48 inches. The wettest month of the year is typically January, with an average rainfall of 8.45 inches. There tends to be less precipitation during the summer months.
- **Governing Body Format**— Rio Dell has a City Council/City Manager form of government. The City Council sets policy while the City Manager carries out the day-to-day business of

the City. The Mayor is selected by the City Council and serves as the presiding officer at city council meetings and as the official head of the City for legislative and ceremonial purposes.

- **Development Trends**— In recent year the City of Rio Dell has invested in efforts toward revitalization. One such project involved substantial new development in the historic downtown area. Approximately 96 new, single-family construction permits were applied for between 2000 and 2011. Additionally, the City has taken on several infrastructure improvement projects including significant upgrades to the water and wastewater utilities and street re-paving and landscaping.

Pursuant with California state law, the City of Rio Dell engages in long-range planning. Several updates to elements of the general plan have been made in recent years. The Conservation, Conservation and Circulation elements were updated in 2013, the Land Use element in 2008 and the Housing element in 2011. The Noise element was last updated in 2001 and the Safety Element was adopted in 1975.

### **X.3 COMMUNITY ENERGY PROFILE**

This energy profile provides a basic understanding of the sources of energy supplies and how they are consumed in the Rio Dell community as well as for specific city-owned facilities. This basic information is the starting point for guiding policies and actions the city can take to protect its key assets from extended energy disruptions.

The City of Rio Dell's energy comes from a variety of sources. Electricity and natural gas provided by the Pacific Gas & Electric Company (PG&E) are the primary energy sources, supplemented by propane, wood, solar, and liquid fuels.

The following discussion breaks down energy usage by type and by residential and non-residential sectors. The non-residential sector includes primarily industrial usages.

The data presented have been provided by PG&E and are for the calendar year 2012 and typically compare consumption during that year to the prior year (2011) as a year-over-year change. A second comparison is to PG&E's base line year, 2005. In this way, one can see both a long term (2005-2008) trend and a short term (2011) change in consumption.

Overall consumption of energy in 2012 (as measured in millions of BTUs, MBtu) was 121,544 MBtu. This figure represents an overall 22.5% increase in consumption since 2005 and a year-over-year decrease from 2011 to 2012 of 1.7%. Natural gas comprised 58% of the total Btu consumed whereas electricity was 42% during 2012.

#### ***Electricity:***

Rio Dell consumed 16,165,021 kWh of electricity in 2012 as compared to 11,137,153 kWh in 2005. This amounts to a 45.1% increase over that time span. The year-over-year change was an increase of 0.1%.

Non-Residential Sector: Sixty-five percent of electrical consumption was derived from the non-residential sector in 2012. There were six segments that comprised about 80% of this consumption: retail, hospitality, water & wastewater treatment, schools, offices, and manufacturing & transportation.

Residential Sector: Thirty-eight percent of electrical consumption was from the residential sector. The average electrical use per single-family and multi-family residential customer was 644 and 296 kWh per month respectively. Electrical usage has gone up by 56.7% since 2005.

**Natural gas:**

Rio Dell consumed 663,892 therms of natural gas in 2012 as compared to 612,531 therms in 2005, an 8.4% increase. Between 2011 and 2012, there was a 3.2% decrease in consumption.

Non Residential Sector: Thirty-five percent of non-residential energy consumption was derived from natural gas during 2012. There were six segments that comprised almost 80% of non-residential consumption led by retail, hospitality, water & wastewater treatment, schools, offices, and manufacturing & transportation. Natural gas usage has decreased by 7.4% since 2005.

Residential Sector: Sixty-two percent of residential energy consumption was derived from natural gas during 2012. The average natural gas use per single-family and multi-family residential customer was 39 and 30 therms per month respectively. Natural gas usage has increased by 8.5% since 2005.

**Wood & Propane:**

Rio Dell consumes wood and propane in the residential sector, primarily for heating and cooking. On average, there are approximately 240 households using a total of approximately 600 cords of wood per year. About ½ of that number of households use propane gas for an average total of 109,000 gallons per year.

**Solar:**

As of 2012, there were 2 kW of solar electricity being generated from 1 residential site that is connected to the PG&E grid. The City of Rio Dell is planning for a major remodel of the existing City Hall, which will likely include a PV solar system generating 40.0 kw for City Hall.

**X.3.1 Local Energy Supply**

Energy is provided as follows:

- Electricity: Rio Dell acquires its electricity from PG&E
- Natural Gas: Rio Dell acquires its natural gas from PG&E
- Propane: Propane for city operations is obtained from Sequoia Gas
- Liquid Fuel: Renner Petroleum (gas/diesel); Shell Oil (gas/diesel); Moore Fuel (gas/diesel);

Other sources in the immediate area: Humboldt Redwood- Scotia; Logging contractors with fuel supplies-diesel; Truckers with fuel supplies-diesel.

**X.3.2 Local Energy Consumption/Demand**

Although City-owned facilities and special districts consume on average less than 1-2% of total community energy usage, it is important to recognize that government services are essential to the health and safety of the community on a day-to-day basis as well as during times of emergency and/or extended energy disruption. Therefore ensuring a constant supply of energy for response and recovery operations is crucial.

**X.3.3 Agreements and Contracts**

The City of Rio Dell is in the process of developing an agreement with the owner of the Shell Oil Service Station on Wildwood Ave, Rio Dell, Ca. for first priority use of fuel at the business in the event of a power outage or natural disaster. This priority extends to the Rio Dell City Police Department, Public Works Department for vehicles and diesel generators to power the City's water and wastewater facilities, and to the Rio Dell Volunteer Fire District.

### **X.3.4 Community Key Assets Energy Profile**

The City of Rio Dell has identified the following key assets:

#### **Public**

- City Corporation Yard, 475 Hilltop Drive
- Water Infiltration Gallery, Edwards Drive
- Dinsmore Water pumps: end of Douglas Street
- City Police Dept./City Hall, 675 Wildwood Ave.
- Lift Station #2, Painter and Riverside Drive
- Lift Station #1, Fern and Eeloa
- Wastewater Irrigation Field, Metropolitan Rd. S/O Hwy 101
- Davis Street Park, Davis Street
- Memorial Park, Wildwood Ave and Elko Street
- Triangle Park, Wildwood Ave and Side Street
- Sewage treatment Plant, 475 Hilltop Drive
- Sludge Dryer, 475 Hilltop Drive
- Painter Street Water Tank, Painter Street
- Douglas Street Water Tank, Douglas Street
- Dinsmore Water Tank, Dinsmore Plateau
- Rio Dell Volunteer Fire Department District/command center
- Rio Dell School District/gymnasium shelter
- Recycle bins/City Hall
- US Post Office, Wildwood Ave

#### **Private**

- CC Market, Eeloa Ave
- E&J Liquor Store/Subway Sandwich Shop/food, Wildwood Ave
- Shell Gas station/food, Wildwood Ave
- PG&E substation and corporation yard (Eeloa Ave).
- Eel River Disposal-Fortuna
- True Value Hardware-Scotia
- Eel Valley Rural Health Clinic, Wildwood Ave
- Scotia Pharmacy/Scotia south across Eel River
- Moore Fuel-across Eel River on US-101
- Renner Fuel/Scotia south across Eel River
- Hobby's Market/Scotia south across Eel River
- Community of Scotia-water/south across Eel River

- Dollar General-food and general merchandise (under development), Wildwood Ave
- Cell phone towers, Dinsmore Plateau
- ATT land line

### **X.3.5 Key Asset Energy Consumption and Backup Generator Analysis**

Information on the energy requirements of the identified key assets is needed in order to ensure that any existing or new back-up generation is capable of meeting the required electrical load and that fuel storage for the backup generators is adequate to sustain operations of key assets for a minimum of 72 hours in the event of an energy disruption. Table X-1 shows key asset energy consumption and results of a generator/fuel backup analysis.

### **X.4 JURISDICTION-SPECIFIC NATURAL HAZARD EVENT HISTORY**

Table X-2 lists all past occurrences of natural hazards within the jurisdiction. Repetitive loss records are as follows:

- Number of FEMA Identified Repetitive Flood Loss Properties: [Insert #]
- Number of FEMA Identified Severe Repetitive Loss Properties [Insert #]
- Number of Repetitive Flood Loss/Severe Repetitive Loss Properties that have been mitigated: [Insert #]

### **X.5 HAZARD RISK RANKING**

Table X-3 presents the ranking of the hazards of concern.

### **X.6 CAPABILITY ASSESSMENT**

The assessment of the jurisdiction’s legal and regulatory capabilities is presented in Table X-4. The assessment of the jurisdiction’s administrative and technical capabilities is presented in Table X-5. The assessment of the jurisdiction’s fiscal capabilities is presented in Table X-6. Information on the community’s National Flood Insurance Program (NFIP) compliance is presented in Table X-7. Energy Resiliency Capabilities are presented in Table X-8. Classifications under various community mitigation programs are presented in Table X-9.

### **X.7 HAZARD MITIGATION ACTION PLAN AND EVALUATION OF RECOMMENDED INITIATIVES**

Table X-10 lists the initiatives that make up the jurisdiction’s hazard mitigation plan. Table X-11 identifies the priority for each initiative. Table X-12 summarizes the mitigation initiatives by hazard of concern and the six mitigation types.

### **X.8 STATUS OF PREVIOUS PLAN INITIATIVES**

Table X-13 summarizes the initiatives that were recommended in the previous version of the hazard mitigation plan and their implementation status at the time this update was prepared.

### **X.9 FUTURE NEEDS TO BETTER UNDERSTAND RISK/ VULNERABILITY**

[Insert text, if any]

**X.10 ADDITIONAL COMMENTS**

[Insert text, if any]

**TABLE X-1.  
Community Key Assets and Energy Profile**

| Essential Service   | Key Asset Energy Type | Historical Key Asset Energy Consumption | Emergency Generator and Specifications | Emergency Generator Fuel and Storage | Emergency Generator (other) |
|---|-----------------------|---|--|--------------------------------------|-----------------------------|
| <b>Key Asset #1: City Corporation Yard</b>                  |                       |   |  |                                      |                             |
| Public Works  | Electricity           | 10.6 gal/hr.                            | Diesel generator serves all corp. yard | 500 gallons                          | Run time 48 hrs.            |
| <b>Key Asset #2: Water Infiltration Gallery</b>             |                       |   |  |                                      |                             |
| —   | Electricity           | 8636 kwh<br>29kw demand                 | Diesel generator                       | —                                    | —                           |
| <b>Key Asset #3: Dinsmore Water Pumps</b>                   |                       |   |  |                                      |                             |
| Drinking Water  | Electricity           | 1782 Kwh<br>11 kW demand                | —                                      | —                                    | —                           |
| <b>Key Asset #4: City Police Department/City Hall</b>       |                       |   |  |                                      |                             |
| Emergency Services/City Management                          | Electricity           | 3704 kWh<br>14 kW demand                | —                                      | —                                    | —                           |
| <b>Key Asset #5: Water Plant</b>                            |                       |   |  |                                      |                             |
| Drinking Water  | Electricity           | 63441 kwh<br>172 kw demand              | Diesel generator serves all corp. yard | —                                    | —                           |
| <b>Key Asset #6: Wastewater Sludge Dryer</b>                |                       |   |  |                                      |                             |
| Wastewater Treatment  | Natural gas           | 1,139,404 BTU/hr.                       | Diesel generator serves all corp. yard | —                                    | Runs 24 hrs./wk             |
| <b>Key Asset #7: Lift Station #2</b>                        |                       |   |  |                                      |                             |
| —   | Electricity           | 598 kWh<br>7 kW                         | —                                      | —                                    | —                           |
| <b>Key Asset #8: Lift Station #1</b>                        |                       |   |  |                                      |                             |
| —   | Electricity           | 1077 kWh<br>9 kW                        | —                                      | —                                    | —                           |
| <b>Key Asset #9: Metropolitan Rd. S/O Hwy 101</b>           |                       |   |  |                                      |                             |
| —   | Electricity           | 108 kWh                                 | —                                      | —                                    | —                           |
| <b>Key Asset #10: City Park, Davis Street</b>               |                       |   |  |                                      |                             |
| —   | Electricity           | 303 kWh                                 | —                                      | —                                    | —                           |
| <b>Key Asset #10: Sewage treatment Plant, Hilltop Drive</b> |                       |   |  |                                      |                             |
| Wastewater Treatment  | Electricity           | 35,275 kWh<br>107 kW demand             | Diesel generator serves all corp.      | —                                    | —                           |
| <b>Key Asset #10: Water pumping station, Dinsmore</b>       |                       |   |  |                                      |                             |
| Drinking Water  | Electricity           | 56 kWh                                  | —                                      | —                                    | —                           |

**TABLE X-2.  
NATURAL HAZARD EVENTS**

| Type of Event          | FEMA Disaster # (if applicable) | Date       | Preliminary Damage Assessment        |
|------------------------|---------------------------------|------------|--------------------------------------|
| Earthquake             | N/A                             | 11/8/1980  | Not Available                        |
| Severe Weather / Flood | N/A                             | 1/18/1981  | Not Available                        |
| Severe Weather / Flood | N/A                             | 12/19/1981 | Not Available                        |
| Severe Weather / Flood | N/A                             | 3/31/1982  | Not Available                        |
| Severe Weather / Flood | DR-677                          | 01/25/1983 | \$3.82 Countywide                    |
| Severe Weather / Flood | N/A                             | 12/25/1983 | Not Available                        |
| Severe Weather / Flood | DR-758                          | 02/21/1986 | \$5 Million Countywide               |
| Earthquake             | DR-943                          | 04/04/1992 | \$10 million                         |
| Severe Weather / Flood | N/A                             | 12/31/1992 | Not Available                        |
| Severe Weather / Flood | N/A                             | 1/20/1993  | Not Available                        |
| Earthquake             | N/A                             | 12/26/1994 | Not Available                        |
| Severe Weather / Flood | DR-1044                         | 01/09/1995 | \$15 million Countywide              |
| Severe Weather / Flood | DR-1046                         | 03/12/1995 | \$1.3 Million Countywide             |
| Severe Weather / Flood | N/A                             | 12/11/1995 | Not Available                        |
| Severe Weather / Flood | N/A                             | 12/29/1995 | Not Available                        |
| Severe Weather / Flood | N/A                             | 12/8/1996  | Not Available                        |
| Severe Weather / Flood | DR-1155                         | 01/04/1997 | \$35 Million countywide              |
| Severe Weather / Flood | DR-1203                         | 02/09/1998 | Over \$6 million countywide          |
| Severe Weather / Flood | N/A                             | 11/21/1998 | Not Available                        |
| Severe Weather / Flood | N/A                             | 12/27/2002 | Not Available                        |
| Severe Weather / Flood | DR-1628                         | 12/31/2005 | \$413,000<br>\$20,208,206 for County |
| Earthquake             | N/A                             | 1/9/2010   | Not Available                        |

| Rank | Hazard Type        | Risk Rating Score (Probability x Impact) |
|------|--------------------|--|
| 1    | Earthquake         | 54                                       |
| 2    | Severe Storm       | 54                                       |
| 3    | Flood              | 42                                       |
| 4    | Drought            | 42                                       |
| 5    | Landslide          | 21                                       |
| 6    | Wildland Fire      | 18                                       |
| 7    | Dam Failure        | 14                                       |
| 8    | Volcano (Ash Fall) | 5  |
| 9    | Tsunami            | 0  |

|   | Local Authority | State or Federal Prohibitions | Other Jurisdictional Authority | State Mandated | Comments   |
|---|-----------------|-------------------------------|--------------------------------|----------------|--|
| <b>Codes, Ordinances &amp; Requirements</b> |                 |                               |                                |                |  |
| Building Code                               | Y               | N                             | Y                              | Y              | Ord. #202 Adopted Jan. 1990  |
| Zonings                                     | Y               | Y                             | Y                              | Y              | Ord. #252 Adopted Nov. 2004  |
| Subdivisions                                | Y               | Y                             | Y                              | Y              | Ord. #235 Adopted Feb. 1999  |
| Stormwater Management                       | N               | Y                             | Y                              | N              |  |
| Post Disaster Recovery                      | N               | N                             | N                              | N              |  |
| Real Estate Disclosure                      | N               | N                             | Y                              | Y              | CA State Civil Code 1102 requires full disclosure on Natural Hazard Exposure of the sale/re-sale of any and all real property. |
| Growth Management                           | Y               | N                             | N                              | N              |  |
| Site Plan Review                            | Y               | N                             | N                              | N              |  |
| Public Health and Safety                    | Y               | N                             | N                              | N              |  |
| Environmental Protection                    | N               | N                             | N                              | N              |  |
| Energy Code                                 | N               | N                             | N                              | N              |  |
| <b>Planning Documents</b>                   |                 |                               |                                |                |  |
| General or Comprehensive Plan               | Y               | Y                             | Y                              | Y              | Oct 2008   |

|  |   |   |   |   |  |
|--|---|---|---|---|--|
| Floodplain or Basin Plan   | N | N | Y | N |  |
| Storm water Plan   | N | Y | Y | N |  |
| Capital Improvement Plan   | Y | N | N | Y | Streets, water & wastewater facilities |
| Habitat Conservation Plan  | N | N | N | N |  |
| Economic Development Plan  | N | N | N | Y | Adopted 2008                           |
| Shoreline Management Plan  | N | Y | Y | N |  |
| Community Wildfire Protection Plan                               | N | N | N | N |  |
| General Plan Energy Conservation Element or Energy Specific Plan | Y | N | N | Y | Adopted 2013                           |
| Climate Action Plan or Climate Adaptation Strategy               | N | N | N | N |  |
| <b>Response/Recovery Planning</b>                                |   |   |   |   |  |
| Comprehensive Emergency Management Plan                          | N | N | N | N |  |
| Threat and Hazard Identification and Risk Assessment             | N | N | N | N |  |
| Terrorism Plan   | N | N | N | N |  |
| Post-Disaster Recovery Plan                                      | N | N | N | N |  |
| Continuity of Operations Plan                                    | N | N | N | N |  |
| Public Health Plans  | N | N | N | N |  |

**TABLE X-5.  
ADMINISTRATIVE AND TECHNICAL CAPABILITY**

| Staff/Personnel Resources   | Available? | Department/Agency/Position                  |
|---|------------|---|
| Planners or engineers with knowledge of land development and land management practices            | Y          | K. Caldwell, Community Development Director |
| Engineers or professionals trained in building or infrastructure construction practices           | Y          | Professional Consultants                    |
| Planners or engineers with an understanding of natural hazards                                    | Y          | Professional Consultants                    |
| Planners or engineers with an understanding of energy resilience or alternative energy technology | Y          | Professional Consultants                    |
| Staff with training in benefit/cost analysis  | Y          | Professional Consultants                    |
| Surveyors   | Y          | Professional Consultants                    |
| Personnel skilled or trained in GIS applications  | Y          | K. Caldwell, Community Development Director |
| Scientist familiar with natural hazards in local area   | Y          | Professional Consultants                    |
| Emergency manager   | Y          | Graham Hill, Police Chief                   |
| Grant writers   | Y          | Professional Consultants                    |

**TABLE X-6.  
FISCAL CAPABILITY**

| Financial Resources                                  | Accessible or Eligible to Use? |
|--|--------------------------------|
| Community Development Block Grants                   | Y                              |
| Capital Improvements Project Funding                 | Y                              |
| Authority to Levy Taxes for Specific Purposes        | Y                              |
| User Fees for Water, Sewer, Gas or Electric Service  | Y                              |
| Incur Debt through General Obligation Bonds          | Y                              |
| Incur Debt through Special Tax Bonds                 | Y                              |
| Incur Debt through Private Activity Bonds            | Y                              |
| Withhold Public Expenditures in Hazard-Prone Areas   | Y                              |
| State Sponsored Grant Programs                       | Y                              |
| Development Impact Fees for Homebuyers or Developers | Y                              |
| Other  | Y                              |

**TABLE X-7.  
NATIONAL FLOOD INSURANCE PROGRAM COMPLIANCE**

|  |                                  |
|--|----------------------------------|
| What department is responsible for floodplain management in your community?  | Community Development Department |
| Who is your community's floodplain administrator (department/position)?  | Karen Dunham, City Clerk         |
| Do you have any certified floodplain managers on staff in your community?  | No                               |
| What is the date of adoption of your flood damage prevention ordinance?  | 1999                             |
| When was the most recent community assistance visit or community assistance contact?   | 2009                             |
| To the best of your knowledge, does your community have any outstanding NFIP compliance violations that need to be addressed? If so, please state what they are.       | No                               |
| Do your flood hazard maps adequately address the flood risk in your community? (If no, please state why)   | Yes                              |
| Does your floodplain management staff need any assistance or training to support its floodplain management program? If so, what type of assistance/training is needed? | No                               |

**TABLE X-8.  
ENERGY RESILIENCE CAPABILITIES**

|   |                           |
|---|---------------------------|
| Does your community have an Energy Assurance Plan coordinator? If so, who (department/position)?                          | Jim Stretch, City Manager |
| Have you performed an energy assurance gap analysis for your community?   | No                        |
| Have you completed a vulnerability assessment of power sources to each key asset?   | No                        |
| Do you have a contingency plan for providing energy to your community's key assets during an energy disruption?           | No                        |
| Are emergency backup generators tested on a regular basis?  | Yes                       |
| Are multiple persons trained in the operation and maintenance of emergency backup generators?                             | Yes                       |
| Have you established a working relationship with your community's energy service providers?                               | Yes                       |
| Have you explored alternative energy technologies (wind, solar, micro-grid, etc.) to support community energy resiliency? | Yes                       |
| Have you conducted an energy efficiency analysis of jurisdiction owned buildings?   | Yes                       |

| TABLE X-9.<br>COMMUNITY CLASSIFICATIONS      |                |                |                 |
|--|----------------|----------------|-----------------|
|  | Participating? | Classification | Date Classified |
| Community Rating System                      |                |                |                 |
| Building Code Effectiveness Grading Schedule |                |                |                 |
| Public Protection                            |                |                |                 |
| Storm Ready                                  |                |                |                 |
| Firewise                                     |                |                |                 |
| Tsunami Ready (if applicable)                |                |                |                 |

| TABLE X-10.<br>HAZARD MITIGATION ACTION PLAN MATRIX  |                                 |                         |              |                |                                 |           |                            |
|--|---------------------------------|-------------------------|--------------|----------------|---------------------------------|-----------|----------------------------|
| Applies to new or existing assets  | Hazards Mitigated               | Objectives Met          | Lead Agency  | Estimated Cost | Sources of Funding              | Timeline  | Included in Previous Plan? |
| <b>Initiative #RD-1— Improve Wastewater Collection System Mains, Laterals, and Manholes.</b> |                                 |                         |              |                |                                 |           |                            |
| New & Existing   | Earthquake, Flood, Severe Storm | O-1, O-2                | Public Works | High           | General Fund, PDM Grants        | Long Term | Y                          |
| <b>Initiative #RD-2— Maintain and Upgrade Wastewater Lift Stations.</b>                      |                                 |                         |              |                |                                 |           |                            |
| New & Existing   | Earthquake, Flood, Severe Storm | O-1, O-2                | Public Works | Medium         | General Fund, PDM Grants        | Long Term | Y                          |
| <b>Initiative #RD-3— Painter Street to Highway 101 Drainage Ditch Repair.</b>                |                                 |                         |              |                |                                 |           |                            |
| New & Existing   | Flood, Severe Storm             | O-1, O-2, O-3           | Public Works | Medium         | General Fund, PDM Grants        | Long Term | Y                          |
| <b>Initiative #RD-4— Center Street to Painter Street Culvert Improvements.</b>               |                                 |                         |              |                |                                 |           |                            |
| New & Existing   | Flood, Severe Storm             | O-1, O-2, O-3           | Public Works | Medium         | General Fund, PDM Grants        | Long Term | Y                          |
| <b>Initiative #RD-5— City Hall Seismic Retrofit.</b>   |                                 |                         |              |                |                                 |           |                            |
| New & Existing   | Earthquake                      | O-1, O-2, O-3, O-4, O-5 | Public Works | High           | General Fund, PDM & HMGP Grants | Long Term | Y                          |
| <b>Initiative #RD-6— Fireman’s Hall Seismic Retrofit.</b>                                    |                                 |                         |              |                |                                 |           |                            |
| New & Existing   | Earthquake                      | O-1, O-2, O-3, O-4, O-5 | Public Works | High           | General Fund, PDM & HMGP Grants | Long Term | Y                          |
| <b>Initiative #RD-7— City Standby Power Generation Capabilities.</b>                         |                                 |                         |              |                |                                 |           |                            |
| New & Existing   | All Hazards                     | O-1, O-2, O-4           | Public Works | High           | General Fund                    | Long Term | Y                          |

|   |                                     |  |              |        |                                       |            |   |
|---|-------------------------------------|--|--------------|--------|---------------------------------------|------------|---|
| <b>Initiative #RD-8</b> — Fire Sprinkler Installation at City Hall and Fireman’s Hall.  |                                     |  |              |        |                                       |            |   |
| New & Existing  | Earthquake, Wildland Fire           | O-1, O-2, O-3, O-4, O-5                | Public Works | Medium | General Fund, PDM & HMGP Grants       | Long Term  | Y |
| <b>Initiative #RD-9</b> — Construct Retaining Wall on Road to Dinsmore.   |                                     |  |              |        |                                       |            |   |
| New & Existing  | Earthquake, Severe Storm, Landslide | O-1, O-2, O-3, O-4, O-5, O-9           | Public Works | Medium | General Fund, Street Fund, PDM Grants | Long Term  | Y |
| <b>Initiative #RD-10</b> — Designate, prepare and announce Emergency Assembly Points throughout the City.   |                                     |  |              |        |                                       |            |   |
| New & Existing  | All Hazards                         | O-5, O-6, O-7                          | Public Works | Medium | General Fund                          | Short Term | Y |
| <b>Initiative #RD-11</b> — Adopt a Long-term Capital Improvement Plan.  |                                     |  |              |        |                                       |            |   |
| New & Existing  | All Hazards                         | O-1, O-2, O-3, O-4, O-5, O-6, O-7, O-9 | Public Works | Low    | General Fund                          | Short Term | Y |
| <b>Initiative #RD-12</b> — Improve hillside stability in landslide-prone areas.   |                                     |  |              |        |                                       |            |   |
| New & Existing  | Earthquake, Severe Storm, Landslide | O-1, O-2, O-3, O-4, O-5, O-9           | Public Works | Medium | General Fund, PDM Grants              | Long Term  | Y |
| <b>Initiative #RD-13</b> — Prepare a Post Disaster Recovery Plan.   |                                     |  |              |        |                                       |            |   |
| New & Existing  | All Hazards                         | O-1, O-4, O-5, O-6, O-12               | Public Works | Low    | General Fund                          | Short Term | Y |
| <b>Initiative #RD-14</b> — Install Emergency water interties with Scotia.   |                                     |  |              |        |                                       |            |   |
| New & Existing  | Earthquake, Severe Storm, Drought   | O-1, O-2, O-3, O-12                    | Public Works | High   | General Fund, Water Fund, PDM Grants  | Long Term  | Y |
| <b>Initiative #RD-15</b> — Work with the National Oceanic and Atmospheric Association to attain the certifications of Storm Ready and Tsunami Ready.  |                                     |  |              |        |                                       |            |   |
| New & Existing  | Tsunami, Severe Storm               | O-3, O-4, O-5, O-6, O-7, O-8           | Public Works | Medium | General Fund                          | Short Term | Y |
| <b>Initiative #RD-16</b> — Improve alternative communication capabilities throughout the City, including acquisition of and licensing for HAM radios, satellite telephones, mobile backup dispatch devices and other communication devices. |                                     |  |              |        |                                       |            |   |
| New & Existing  | All Hazards                         | O-1, O-4, O-5, O-12                    | Public Works | Medium | General Fund                          | Short Term | Y |
| <b>Initiative #RD-17</b> — Adopt an updated Emergency Response Plan.  |                                     |  |              |        |                                       |            |   |
| New & Existing  | All Hazards                         | O-1, O-2, O-4, O-5                     | Public Works | Low    | General Fund                          | Short Term | Y |
| <b>Initiative #RD-18</b> — Update City land use code for seismic setbacks/structural requirements and hillside development standards.   |                                     |  |              |        |                                       |            |   |

|  |                       |                      |              |        |   |            |   |
|--|-----------------------|----------------------|--------------|--------|---|------------|---|
| New & Existing   | Earthquake, Landslide | O-2, O-3, O-10, O-11 | Public Works | Low    | General Fund                              | Short Term | Y |
| <b>Initiative #RD-19</b> — Promote the formation of Community Emergency Response Teams (CERTs) and Neighborhood and Business Emergency Services Teams (NESTS and BESTs) throughout Rio Dell.   |                       |                      |              |        |   |            |   |
| New & Existing   | All Hazards           | O-4, O-5, O-6, O-8   | Public Works | Medium | General Fund                              | Short Term | Y |
| <b>Initiative #RD-20</b> — Update floodplain mapping throughout the City and continue to maintain compliance and good standing under the National Flood Insurance Program. This will be accomplished through the implementation of floodplain management programs that, at a minimum, will meet the minimum requirements of the NFIP, which include the following: |                       |                      |              |        |   |            |   |
| <ul style="list-style-type: none"> <li>• Enforcement of the adopted flood damage prevention ordinance,</li> <li>• Participating in floodplain identification and mapping updates, and</li> <li>• Providing public assistance/information on floodplain requirements and impacts</li> </ul>   |                       |                      |              |        |   |            |   |
| New & Existing   | Flood, Severe Storm   | O-2, O-3, O-8, O-9   | Public Works | Low    | General Fund                              | Short term | Y |
| <b>Initiative #RD-21</b> — Maintain National Incident Management System, State Emergency Management System, and Incident Command System training for City staff.   |                       |                      |              |        |   |            |   |
| New & Existing   | All Hazards           | O-4, O-5             | Public Works | Low    | General Fund                              | Short Term | Y |
| <b>Initiative #RD-22</b> — Support and participate in the Redwood Coast Tsunami Work Group and other hazard mitigation groups in the region.   |                       |                      |              |        |   |            |   |
| New & Existing   | All Hazards           | O-6, O-7, O-8        | Public Works | Low    | General Fund                              | Short Term | Y |
| <b>Initiative #RD-23</b> — Develop Focused Storm Drainage Facility Plan.   |                       |                      |              |        |   |            |   |
| New & Existing   | Severe Storm, Flood   | O-2, O-3, O-6, O-9   | Public Works | Medium | General Fund, CDBG                        | Short Term | Y |
| <b>Initiative #RD-24</b> — Increase fuel storage capacity and supply within the City, including at Wastewater Treatment and Water Facilities.  |                       |                      |              |        |   |            |   |
| New & Existing   | All Hazards           | O-1, O-2, O-4        | Public Works | Medium | General Fund, Water Fund, Wastewater Fund | Short Term | N |
| <b>Initiative #RD-25</b> — Consider obtaining formal agreement with Shell to give the City and Fire District priority fueling. Coordinate with the Fire District to determine the station's operational capacity in event of an energy disruption.   |                       |                      |              |        |   |            |   |
| New & Existing   | All Hazards           | O-1, O-4             | Public Works | Low    | General Fund                              | Short Term | N |
| <b>Initiative #RD-26</b> — Determine whether any agreements exist with Scotia for the sharing of fuel and water in the event of an emergency.  |                       |                      |              |        |   |            |   |
| New & Existing   | All Hazards           | O-12                 | Public Works | Low    | General Fund                              | Short Term | N |

|  |             |                     |                                |        |                          |            |   |
|--|-------------|---------------------|--------------------------------|--------|--------------------------|------------|---|
| <b>Initiative #RD-27</b> — Maintain and update the City’s Energy Assurance Plan and implement Energy Assurance Plan actions and projects, including requesting information (energy use, backup generator make/model/size, fuel storage) from key assets, determining energy assurance gaps, and evaluating Key Asset requirements to function in a longer-term (2 week) energy disruption. |             |                     |                                |        |                          |            |   |
| New & Existing   | All Hazards | O-1, O-2, O-4       | Public Works                   | Medium | General Fund             | Long Term  | N |
| <b>Initiative #RD-28</b> — Determine City water supply in event of long-term energy disruption. Set priority list for water distribution.  |             |                     |                                |        |                          |            |   |
| New & Existing   | All Hazards | O-1, O-2, O-3       | Public Works                   | Medium | General Fund, Water Fund | Long Term  | N |
| <b>Initiative #RD-29</b> — Determine refrigeration capacity of local markets and evaluate requirements to maintain functionality in event of energy disruption.  |             |                     |                                |        |                          |            |   |
| New & Existing   | All Hazards | O-3                 | Public Works                   | Medium | General Fund             | Long Term  | N |
| <b>Initiative #RD-30</b> — Determine fuel tank size and operational costs of new infiltration gallery backup generator.  |             |                     |                                |        |                          |            |   |
| New & Existing   | All Hazards | O-1, O-2            | Public Works                   | Low    | General Fund, Water Fund | Short Term | N |
| <b>Initiative #RD-31</b> —Coordinate with the Fire District to determine backup fuel supply adequacy and obtain increased storage if necessary.  |             |                     |                                |        |                          |            |   |
| New & Existing   | All Hazards | O-2, O-4, O-8       | Public Works                   | Medium | General Fund             | Short Term | N |
| <b>Initiative #RD-32</b> — Determine and obtain a properly sized backup power supply to power Police Department communications system.   |             |                     |                                |        |                          |            |   |
| New & Existing   | All Hazards | O-2, O-4            | Public Works                   | Medium | General Fund             | Short Term | N |
| <b>Initiative #RD-33</b> — Coordinate with the County and Ferndale to stabilize Blue Slide Road hillside and road surface from Ferndale to Rio Dell.   |             |                     |                                |        |                          |            |   |
| New & Existing   | Landslide   | O-3, O-8, O-9, O-12 | County, Ferndale, Public Works | High   | General Fund, PDM Grants | Short term | N |
| <b>Initiative #RD-34</b> — Coordinate with County to stabilize land slide into Eel River upstream of City’s fresh water infiltration gallery.  |             |                     |                                |        |                          |            |   |
| New & Existing   | Landslide   | O-3, O-8, O-9, O-12 | County, Ferndale, Public Works | High   | General Fund, PDM Grants | Short term | N |

**TABLE X-11.  
MITIGATION STRATEGY PRIORITY SCHEDULE**

| Initiative # | # of Objectives Met | Benefits | Costs  | Do Benefits Equal or Exceed Costs? | Is Project Grant-Eligible? | Can Project Be Funded Under Existing Programs/ Budgets? | Priority <sup>a</sup> |
|--------------|---------------------|----------|--------|------------------------------------|----------------------------|---|-----------------------|
| RD-1         | 2                   | High     | High   | Yes                                | Yes                        | No  | High                  |
| RD-2         | 2                   | Medium   | Medium | Yes                                | Yes                        | No  | High                  |
| RD-3         | 3                   | High     | Medium | Yes                                | Yes                        | No  | High                  |
| RD-4         | 3                   | High     | Medium | Yes                                | Yes                        | No  | High                  |
| RD-5         | 5                   | High     | High   | Yes                                | Yes                        | No  | High                  |
| RD-6         | 5                   | High     | High   | Yes                                | Yes                        | No  | High                  |
| RD-7         | 3                   | High     | High   | Yes                                | No                         | No  | Low                   |
| RD-8         | 5                   | High     | Medium | Yes                                | Yes                        | No  | High                  |
| RD-9         | 6                   | High     | Medium | Yes                                | Yes                        | No  | High                  |
| RD-10        | 3                   | High     | Medium | Yes                                | No                         | No  | Medium                |
| RD-11        | 8                   | Medium   | Low    | Yes                                | No                         | Yes   | High                  |
| RD-12        | 6                   | High     | Medium | Yes                                | Yes                        | No  | High                  |
| RD-13        | 5                   | Medium   | Low    | Yes                                | No                         | Yes   | High                  |
| RD-14        | 4                   | High     | High   | Yes                                | Yes                        | No  | High                  |
| RD-15        | 6                   | Medium   | Medium | Yes                                | No                         | No  | Medium                |
| RD-16        | 4                   | High     | Medium | Yes                                | No                         | No  | Medium                |
| RD-17        | 4                   | Medium   | Low    | Yes                                | No                         | Yes   | High                  |
| RD-18        | 5                   | Medium   | Low    | Yes                                | No                         | Yes   | High                  |
| RD-19        | 4                   | Medium   | Medium | Yes                                | No                         | No  | Medium                |
| RD-20        | 4                   | Medium   | Low    | Yes                                | No                         | No  | High                  |
| RD-21        | 2                   | High     | Low    | Yes                                | No                         | Yes   | High                  |
| RD-22        | 3                   | Medium   | Low    | Yes                                | No                         | Yes   | High                  |
| RD-23        | 4                   | Medium   | Medium | Yes                                | Yes                        | No  | High                  |
| RD-24        | 3                   | High     | Medium | Yes                                | No                         | No  | Medium                |
| RD-25        | 2                   | Medium   | Low    | Yes                                | No                         | Yes   | High                  |
| RD-26        | 1                   | Low      | Low    | Yes                                | No                         | Yes   | High                  |
| RD-27        | 3                   | Medium   | Medium | Yes                                | No                         | No  | Low                   |
| RD-28        | 3                   | Medium   | Medium | Yes                                | No                         | No  | Low                   |
| RD-29        | 1                   | Medium   | Medium | Yes                                | No                         | No  | Low                   |
| RD-30        | 2                   | Medium   | Low    | Yes                                | No                         | Yes   | High                  |
| RD-31        | 3                   | High     | Medium | Yes                                | No                         | No  | Medium                |
| RD-32        | 2                   | High     | Medium | Yes                                | No                         | No  | Medium                |
| RD-33        | 4                   | High     | High   | Yes                                | Yes                        | No  | High                  |
| RD-34        | 4                   | High     | High   | Yes                                | Yes                        | No  | High                  |

a. See Chapter 1 for definitions of high, medium and low priorities.

**TABLE X-12.  
ANALYSIS OF MITIGATION INITIATIVES**

| Hazard Type    | Initiative Addressing Hazard, by Mitigation Type <sup>a</sup> |  |                                   |                                |   |                                  |
|----------------|---|--|-----------------------------------|--------------------------------|---|----------------------------------|
|                | 1. Prevention   | 2. Property Protection                   | 3. Public Education and Awareness | 4. Natural Resource Protection | 5. Emergency Services   | 6. Structural Projects           |
| Dam Failure    | RD-11, RD-13  |  | RD-10, RD-19                      | RD-28                          | RD-7, RD-16, RD-17, RD-19, RD-21, RD-24, RD-25, RD-26, RD-27, RD-28, RD-29, RD-30, RD-31, RD-32   | RD-14                            |
| Drought        | RD-10, RD-11, RD-13   |  | RD-10, RD-19                      | RD-28                          | RD-14   | RD-14                            |
| Earthquake     | RD-10, RD-11, RD-13, RD-18                                    | RD-1, RD-2, RD-3, RD-4, RD-5, RD-6, RD-8 | RD-10, RD-19                      | RD-9, RD-12, RD-33, RD-34      | RD-1, RD-2, RD-3, RD-4, RD-5, RD-6, RD-7, RD-8, RD-16, RD-17, RD-19, RD-21, RD-24, RD-25, RD-26, RD-27, RD-28, RD-29, RD-30, RD-31, RD-32 | RD-9, RD-12, RD-14, RD-33, RD-34 |
| Flood          | RD-10, RD-11, RD-13, RD-20, RD-23                             | RD-1, RD-2, RD-3, RD-4                   | RD-10, RD-19, RD-20               | RD-9, RD-12, RD-33, RD-34      | RD-1, RD-2, RD-3, RD-4, RD-5, RD-6, RD-7, RD-16, RD-17, RD-19, RD-21, RD-24, RD-25, RD-26, RD-27, RD-28, RD-29, RD-30, RD-31, RD-32       | RD-9, RD-12, RD-14, RD-33, RD-34 |
| Landslide      | RD-10, RD-11, RD-13, RD-18                                    |  | RD-10, RD-19                      | RD-9, RD-12, RD-33, RD-34      | RD-7, RD-16, RD-17, RD-19, RD-21, RD-24, RD-25, RD-26, RD-27, RD-28, RD-29, RD-30, RD-31, RD-32   | RD-9, RD-12, RD-14, RD-33, RD-34 |
| Severe Weather | RD-10, RD-11, RD-13, RD-15, RD-18, RD-23                      | RD-1, RD-2, RD-3, RD-4                   | RD-10, RD-19                      | RD-9, RD-12, RD-33, RD-34      | RD-1, RD-2, RD-3, RD-4, RD-5, RD-6, RD-7, RD-16, RD-17, RD-19, RD-21, RD-24, RD-25, RD-26, RD-27, RD-28, RD-29, RD-30, RD-31, RD-32       | RD-9, RD-12, RD-14, RD-33, RD-34 |
| Tsunami        | RD-10, RD-11, RD-13, RD-15, RD-22                             |  | RD-10, RD-19, RD-22               |                                | RD-7, RD-16, RD-17, RD-19, RD-21, RD-24, RD-25, RD-26, RD-27, RD-28, RD-29, RD-30, RD-31, RD-32   | RD-14                            |

**TABLE X-12.  
ANALYSIS OF MITIGATION INITIATIVES**

| Hazard Type              | Initiative Addressing Hazard, by Mitigation Type <sup>a</sup> |                        |                                   |                                |   |                        |
|--------------------------|---|------------------------|-----------------------------------|--------------------------------|---|------------------------|
|                          | 1. Prevention   | 2. Property Protection | 3. Public Education and Awareness | 4. Natural Resource Protection | 5. Emergency Services   | 6. Structural Projects |
| Wild Fire                | RD-10, RD-11, RD-13   | RD-8                   | RD-10, RD-19                      |                                | RD-7, RD-8, RD-16, RD-17, RD-19, RD-21, RD-24, RD-25, RD-26, RD-27, RD-28, RD-29, RD-30, RD-31, RD-32 | RD-14                  |
| Other Hazards of Concern | RD-10, RD-11, RD-13   | RD-8                   | RD-10, RD-19                      |                                | RD-7, RD-8, RD-16, RD-17, RD-19, RD-21, RD-24, RD-25, RD-26, RD-27, RD-28, RD-29, RD-30, RD-31, RD-32 | RD-14                  |

a. See Chapter 1 for description of mitigation types.

**TABLE X-13.  
PREVIOUS ACTION PLAN IMPLEMENTATION STATUS**

| Action # | Action Status |                           |                             | Comments   |
|----------|---------------|---------------------------|-----------------------------|--|
|          | Completed     | Carry Over to Plan Update | Removed; No Longer Feasible |  |
| RD-1     | X             |                           |                             | Chlorine Generation Equipment Replacement and Seismic Retrofit   |
| RD-2     | X             |                           |                             | Upgrade Pumps at Headworks   |
| RD-3     |               | X                         |                             | Improvements to Wastewater Collection System Mains, Laterals, and Manholes   |
| RD-4     |               | X                         |                             | Wastewater Lift Stations Maintenance and Upgrades  |
| RD-5     | X             |                           |                             | Install Stormproof Fuel Storage Tanks  |
| RD-6     | X             |                           |                             | Bellevue Creek Crossing Repair   |
| RD-7     |               | X                         |                             | Painter Street to Highway 101 Drainage Ditch Repair  |
| RD-8     |               | X                         |                             | Center Street to Painter Street Culvert Improvements   |
| RD-9     |               | X                         |                             | City Hall Seismic Retrofit   |
| RD-10    |               | X                         |                             | Fireman's Hall Seismic Retrofit  |
| RD-11    |               | X                         |                             | City Standby Power Generation Capabilities   |
| RD-12    |               | X                         |                             | Fire Sprinkler Installation at City Hall and Fireman's Hall  |
| RD-13    |               | X                         |                             | Construct Retaining Wall on Road to Dinsmore   |
| RD-14    | X             |                           |                             | Elevating Wastewater Plant   |
| RD-15    |               | X                         |                             | Designate, prepare and announce Emergency Assembly Points throughout the City.   |
| RD-16    |               | X                         |                             | Adopt a Long-term Capital Improvement Plan   |
| RD-17    |               | X                         |                             | Improve hillside stability in landslide-prone areas  |
| RD-18    |               | X                         |                             | Prepare a Post Disaster Recovery Plan  |
| RD-19    |               | X                         |                             | Install Emergency water interties between neighboring jurisdictions  |
| RD-20    |               | X                         |                             | Work with the National Oceanic and Atmospheric Association to attain the certifications of Storm Ready and Tsunami Ready.  |
| RD-21    | X             |                           |                             | Adopt International Building Code on January 1st, 2008   |
| RD-22    |               | X                         |                             | Improve alternative communication capabilities throughout the City, including acquisition of and licensing for HAM radios, satellite telephones, mobile backup dispatch devices and other communication devices. |
| RD-23    |               | X                         |                             | Adopt an updated Emergency Response Plan   |
| RD-24    |               | X                         |                             | Update City land use code for seismic setbacks/structural requirements and hillside development standards  |

| <b>TABLE X-13.<br/>PREVIOUS ACTION PLAN IMPLEMENTATION STATUS</b> |               |                           |                             |  |
|---|---------------|---------------------------|-----------------------------|--|
| Action #  | Action Status |                           |                             | Comments   |
|   | Completed     | Carry Over to Plan Update | Removed; No Longer Feasible |  |
| RD-25   |               | X                         |                             | Promote the formation of Community Emergency Response Teams (CERTs) and Neighborhood and Business Emergency Services Teams (NESTS and BESTs) throughout Rio Dell |
| RD-26   |               | X                         |                             | Update floodplain mapping throughout the City, including continued participation with the National Flood Insurance Program.                                      |
| RD-27   |               | X                         |                             | Maintain National Incident Management System, State Emergency Management System, and Incident Command System training for City staff.                            |
| RD-28   |               | X                         |                             | Support and participate in the Redwood Coast Tsunami Work Group and other hazard mitigation groups in the region.  |
| RD-29   |               | X                         |                             | Develop Focused Storm Drainage Facility Plan   |

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*675 Wildwood Avenue  
Rio Dell, CA 95562*



TO: Mayor and Members of the City Council

THROUGH: Jim Stretch, City Manager

FROM: Stephanie Beauchaine, Finance Director

DATE: September 17, 2013

SUBJECT: Audited Financial Statements for the year ending June 30, 2012

**RECOMMENDATION**

Receive and File

**BUDGETARY IMPACT**

None.

**BACKGROUND AND DISCUSSION**

Please find attached a copy of the updated Audited Financial Statements for the period ending June 30, 2012. Page 7 has been updated to correctly reflect Community Development and Recycling expenses, and changes have been made to both Operating/Capital Grants and Contributions revenue. Business-type revenue has been corrected on page 8, Proprietary Fund analyses on page 9 has been corrected, and Recycling expenses on page 13 has also been adjusted.

Staff have reviewed the adjustments and are satisfied with the corrections.

**CITY OF RIO DELL  
RIO DELL, CALIFORNIA**

**BASIC FINANCIAL STATEMENTS**

**JUNE 30, 2012**

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INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and  
Members of the City Council  
City of Rio Dell  
Rio Dell, California

We have audited the basic financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Rio Dell as of and for the year ended June 30, 2012, which collectively comprise the City of Rio Dell's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Rio Dell's management; our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards for financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of City of Rio Dell's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Rio Dell, California as of June 30, 2012, and the respective changes in the financial position and cash flow for the year then ended, in conformity with U.S. generally accepted accounting principles.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages 3-11) and the required supplemental information (pages 39-40), as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

To the Honorable Mayor and  
Members of the City Council - Page 2

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2013 on our consideration of City of Rio Dell's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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 our audit.

*R. J. Ricciardi, Inc.*

R. J. Ricciardi, Inc.  
Certified Public Accountants

San Rafael, California  
March 29, 2013

City of Rio Dell  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2012

**This discussion and analysis of City of Rio Dell's financial activities and performance provides an overview for the fiscal year ended June 30, 2012. Please read this in conjunction with City of Rio Dell's financial statements, which follow this discussion and analysis.**

### FINANCIAL HIGHLIGHTS

#### Government-wide Financial Statements

The Government-wide Statement of Net Assets appearing as the first statement of the Basic Financial Statements and summarized in the Management's Discussion and Analysis shows City of Rio Dell's (the City's) total assets to be \$24,814,317, total liabilities to be \$4,252,568 and total net assets to be \$20,561,749.

The City's net capital assets, net of related debt, totaled \$15,941,638 at June 30, 2012. This amount represents capital assets net of the related debt to acquire the capital assets. As a "small" City under the definition of Governmental Accounting Standards Board Statement No. 34 (GASB No. 34), the City is not required to report, and has not reported, infrastructure (i.e. streets, streetlights, sidewalks, etc.) assets acquired prior to June 30, 2003 in accounting for capital assets. Beginning in fiscal year 2003-04, the City began to capitalize the cost of its capital projects on a go-forward basis.

The City's long-term debt (including current portion) totaled \$3,241,996 as of June 30, 2012. This amount includes the DHS Infiltration Gallery Loan and other items reported in previous years in the General Long-Term Debt column, , as well as debt related to business-type activities (see Note 5 of the financial statements).

#### Governmental Funds Financial Statements

At June 30, 2012, Governmental Fund balances totaled \$1,857,662, an increase of \$176,241 from June 30, 2011. This increase is primarily due to the reduction of capital outlay costs. The detailed components of revenues and expenditures can be found in the accompanying Statement of Revenues, Expenditures and Changes in Fund Balances.

The core operations of the City are accounted for in the General Fund, and the General Fund balance is a key measure of the financial health of the City. As of June 30, 2012, the General Fund balance was \$1,159,676, an increase of \$100,643 from the July 1, 2011 balance.

### OVERVIEW OF THE FINANCIAL STATEMENTS

The City's Basic Financial Statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

#### **Government-wide Financial Statements**

The government-wide financial statements consist of a Statement of Net Assets and a Statement of Activities. These statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. They provide information about the activities of the City as a whole and present a longer-term view of the City's finances.

The Statement of Net Assets presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or diminishing.

City of Rio Dell  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2012

The Statement of Activities presents information that shows how the City's net assets changed during the fiscal year. All changes in net assets are reported when the underlying event causing the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses may be reported in this statement for some items that will result in cash flows in future fiscal periods, such as property taxes assessed but not collected by June 30 and interest expenses accrued but not paid.

### **Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other government entities, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Funds of government entities can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

#### Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements focus on short-term inflows and outflows of spendable resources and balances of these resources available for spending. This information may be useful in evaluating a government's short-term financing requirements. Governmental Fund Financial Statements are prepared on the modified accrual basis, which means they measure only current financial resources and uses. Capital assets and other long-lived assets, along with long-term liabilities, are not presented in the Governmental Funds Financial Statements.

The City maintains numerous individual governmental funds, which for financial reporting, are grouped according to their type (general fund, special revenue, capital projects, and debt service). Funds whose expenditures exceed 10% of the total expenditures for all governmental funds, or meet other specific criteria for determining their importance to the financial statement user, are designated Major Funds and are reported separately in the governmental funds statements. All other funds are grouped together as Non-Major Funds for reporting purposes. The City's Major governmental funds are:

- General Fund
- Community Development Block Grant Fund

All of the City's Enterprise Funds are reported as Major Funds.

#### Proprietary Funds

Proprietary funds generally account for services for which customer fees are intended to finance the costs of operations and can include enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Proprietary Funds Financial Statements are prepared on the full accrual basis, as in the past, and include all of their assets and liabilities, current and long-term.

The City does not have any internal service funds.

#### Fiduciary Funds

Fiduciary statements are used to account for resources held for the benefit of parties outside of the reporting government for which the City acts solely as agent. These statements are separate from, and their balances are excluded from, the City's financial statements.

City of Rio Dell  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
 June 30, 2012

**FINANCIAL ACTIVITIES OF THE CITY AS A WHOLE**

Tables 1, 2 and 3 focus on the City's Governmental Statement of Net Assets and Statement of Activities, while Tables 4 and 5 focus on the City's Business-type Statement of Net Assets and Statement of Activities.

*Governmental Activities*

Table 1  
Governmental Net Assets at June 30

|   | Governmental<br>Activities<br>2012 | Governmental<br>Activities<br>2011 |
|---|------------------------------------|------------------------------------|
| Current and other assets                        | \$ 3,223,936                       | \$ 3,208,338                       |
| Capital assets, net of accumulated depreciation | 3,803,460                          | 3,826,240                          |
| Total assets                                    | 7,027,396                          | 7,034,578                          |
| <br>  |                                    |                                    |
| Other liabilities                               | 93,817                             | 204,185                            |
| Total liabilities                               | 93,817                             | 204,185                            |
| <br>  |                                    |                                    |
| Net assets:                                     |                                    |                                    |
| Invested in capital assets, net of related debt | 3,803,460                          | 3,826,240                          |
| Restricted                                      | 697,986                            | 623,805                            |
| Unrestricted                                    | 2,432,133                          | 2,380,348                          |
| Total net assets                                | \$ 6,933,579                       | \$ 6,830,393                       |

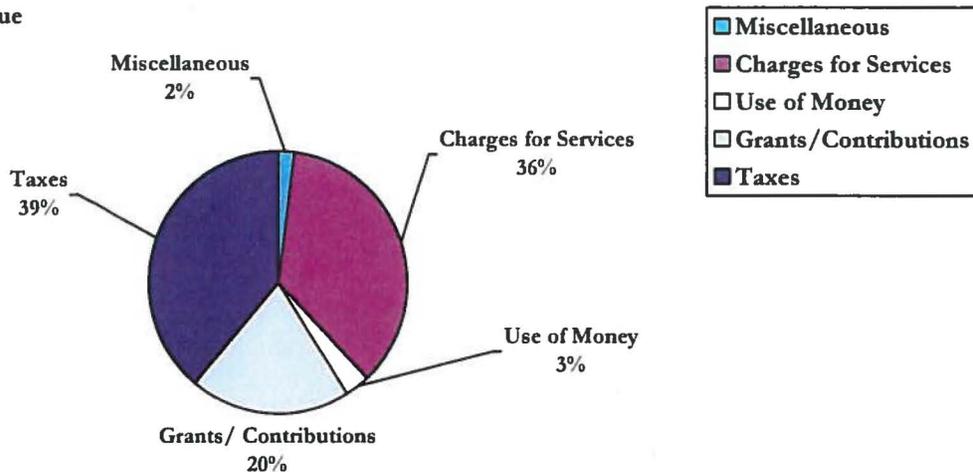
The City's governmental net assets amounted to \$6,933,579 as of June 30, 2012, an increase of \$103,186 from 2011. This change is the Change in Net Assets in the Governmental Activities column of the Statement of Activities shown in Table 2. The City's net assets as of June 30, 2012 comprised the following:

- Cash and investments were comprised of \$708,297 in the City treasury. Substantially all of these amounts were held in short-term investments in government securities, as detailed in Note 2 to the basic financial statements.
- Receivables were comprised of the following: \$89,566 of current receivables, \$65,016 of grants receivable, and \$1,292,923 in loans receivable that are due over longer periods of time.
- Capital assets were \$3,803,460 net of depreciation charges, which includes all the City's capital assets used in governmental activities.
- Current liabilities, including accounts payable, claims, accrued liabilities, and other amounts currently due, totaled \$93,817.
- Net assets invested in capital assets, net of related debt, were \$3,803,460, representing the City's investment in capital assets used in Governmental Activities, net of amounts borrowed to finance that investment.
- Restricted net assets totaling \$697,986, which may be used only to construct specified capital projects, for debt service, or for community development projects. The restrictions on these funds were placed there by outsiders and cannot be changed by the City.

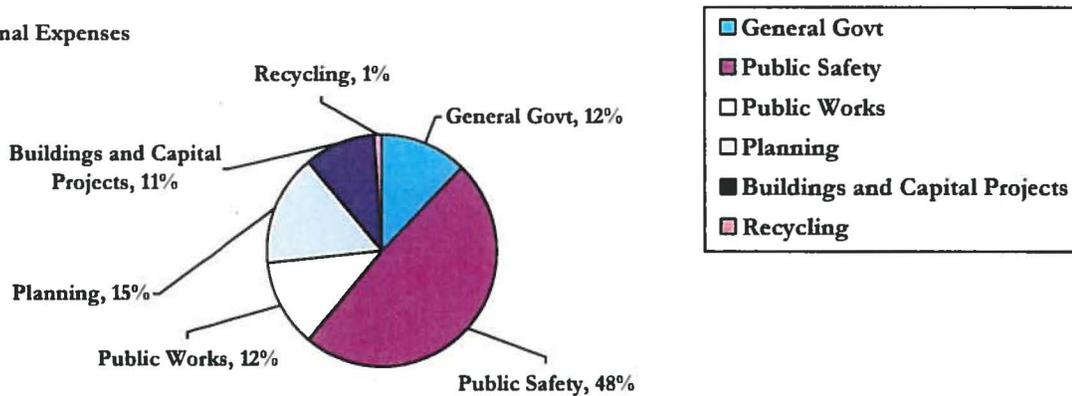
City of Rio Dell  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
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- Unrestricted net assets, the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants or other legal requirements or restrictions. The City had \$2,432,133 of unrestricted net assets as of June 30, 2012.

**Sources of Revenue**



**Functional Expenses**



As the Sources of Revenue Chart above shows, \$509,323 or 39%, of the City's fiscal year 2012 governmental activities revenue came from taxes, while \$264,905, or 20%, came from grants and contributions, \$472,530, or 36%, came from charges for services, and the remainder came from a variety of sources, as shown above.

The Functional Expenses Chart above includes only current year expenses; it does not include capital outlays, which are now added to the City's capital assets. As the Chart shows, general government expenses are \$149,542, or 12%, of total government expenses, public safety is \$572,480 or 48%, public works is \$146,155, or 12%, planning is \$178,187, or 15%, and other governmental programs and functions are the remaining 12%.

The Statement of Activities presents program revenues and expenses and general revenues in detail. All of these are elements in the Changes in Governmental Net Assets summarized below.

City of Rio Dell  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
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Table 2  
Changes in Governmental Net Assets

|                                    | <u>Governmental<br/>Activities<br/>2012</u> | <u>Governmental<br/>Activities<br/>2011</u> |
|------------------------------------|---|---|
| <u>Expenses</u>                    |   |   |
| General government                 | \$ 149,542                                  | \$ 330,646                                  |
| Public safety                      | 572,481                                     | 650,547                                     |
| Public works                       | 146,155                                     | 173,073                                     |
| Planning                           | 178,187                                     | 21,727                                      |
| Recycling                          | 16,571                                      | 12,099                                      |
| Community Development              | -   | 507,287                                     |
| Capital Projects                   | 96,368                                      | -   |
| Building                           | <u>39,307</u>                               | <u>-</u>                                    |
| Total expenses                     | <u>1,198,611</u>                            | <u>1,695,379</u>                            |
| <br><u>Revenues</u>                |   |   |
| Program revenues:                  |   |   |
| Charges for services               | 472,530                                     | 159,225                                     |
| Operating grants and contributions | 52,265                                      | 852,265                                     |
| Capital grants and contributions   | <u>212,640</u>                              | <u>377,506</u>                              |
| Total program revenues             | <u>737,435</u>                              | <u>1,388,996</u>                            |
| General revenues:                  |   |   |
| Taxes                              | 509,323                                     | 808,601                                     |
| Interest and use of property       | 45,179                                      | 19,988                                      |
| Miscellaneous                      | <u>9,860</u>                                | <u>2,702</u>                                |
| Total general revenues             | <u>564,362</u>                              | <u>831,291</u>                              |
| Total revenues                     | <u>1,301,797</u>                            | <u>2,220,287</u>                            |
| <br>Change in net assets           | <br><u>\$ 103,186</u>                       | <br><u>\$ 524,908</u>                       |

As the Sources of Revenue Chart and Table 2 above show, \$737,435, or 56%, of the City's fiscal year 2012 governmental revenue, came from program revenues and \$564,362, or 43%, came from general revenues such as taxes and interest and transfers.

Program revenues were composed of charges for services of \$472,530, which includes permit revenues, fees and charges used to fund expenses incurred in providing services; and grants and contributions of \$264,905, that consist mainly of street project grants and developer impact fees restricted to capital outlay.

General revenues are not allocable to programs. General revenues are used to pay for the net cost of governmental programs.

*Business-type Activities*

The Statement of Net Assets and Statement of Activities present a summary of the City's business-type activities that are composed of the City's enterprise funds.

City of Rio Dell  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
 June 30, 2012

Table 3  
Business-Type Net Assets at June 30

|   | <u>Business-Type<br/>2012</u> | <u>Business-Type<br/>2011</u> |
|---|-------------------------------|-------------------------------|
| Current and other assets                        | \$ 2,406,747                  | \$ (170,312)                  |
| Capital assets, net of accumulated depreciation | <u>15,380,174</u>             | <u>13,363,878</u>             |
| Total assets                                    | <u>17,786,921</u>             | <u>13,193,266</u>             |
| <br>  |                               |                               |
| Long-term debt                                  | 3,241,996                     | 2,901,175                     |
| Other liabilities                               | <u>916,755</u>                | <u>127,904</u>                |
| Total liabilities                               | <u>4,158,751</u>              | <u>3,029,079</u>              |
| <br>  |                               |                               |
| Net assets:                                     |                               |                               |
| Invested in capital assets, net of related debt | 12,138,178                    | 10,462,703                    |
| Unrestricted                                    | <u>1,489,992</u>              | <u>(298,216)</u>              |
| Total net assets                                | <u>\$ 13,628,170</u>          | <u>\$ 10,164,487</u>          |

Table 4  
Changes in Business-Type Net Assets

|                                  | <u>Business-Type<br/>Activities<br/>2012</u> | <u>Business-Type<br/>Activities<br/>2011</u> |
|----------------------------------|--|--|
| <u>Expenses</u>                  |  |  |
| Water                            | \$ 878,401                                   | \$ 688,819                                   |
| Sewer                            | <u>3,206,134</u>                             | <u>998,146</u>                               |
| Total expenses                   | <u>4,084,535</u>                             | <u>1,686,965</u>                             |
| <br>                             |  |  |
| <u>Revenues</u>                  |  |  |
| Program revenues:                |  |  |
| Charges for services             | 1,229,724                                    | 1,519,934                                    |
| Capital grants and contributions | <u>6,242,766</u>                             | <u>664,214</u>                               |
| Total program revenues           | <u>7,472,490</u>                             | <u>2,184,148</u>                             |
| General revenues:                |  |  |
| Interest and use of property     | 62   | 236  |
| Miscellaneous                    | <u>75,666</u>                                | <u>201,652</u>                               |
| Total general revenues           | <u>75,728</u>                                | <u>201,888</u>                               |
| Total revenues                   | <u>7,548,218</u>                             | <u>2,386,036</u>                             |
| <br>                             |  |  |
| Change in net assets             | <u>\$ 3,463,683</u>                          | <u>\$ 699,071</u>                            |

City of Rio Dell  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2012

*Analyses of Major Funds*

*Governmental Funds*

General Fund

General Fund revenues increased \$10,726 this fiscal year due primarily to increases in property taxes and interest. Actual revenues were under budgeted amounts by \$4,278. Charges for services decreased \$8,082.

General Fund expenditures were \$778,012, a decrease of \$56,895 from the prior year. Expenditures were \$141,278 less than budgeted.

As of June 30, 2012, the General Fund's fund balance totaled \$1,159,676.

Community Development Block Grant Fund

This fund is used to account for capital expenditures, maintenance, rehabilitation, reconstruction and construction related to the City's low income housing programs. The fund's fiscal year end fund balance was \$5,012.

Other Governmental Funds

These funds are not presented separately in the basic financial statements.

*Proprietary Funds*

Sewer Fund

The change in net assets of the Sewer Fund resulted in an increase of \$3,501,648 in fiscal year 2012. Operating revenues decreased \$241,289 due to reallocating replacement and debt service revenue to non-operating revenue. Operating expenses increased \$2,208,552 due to Waste Water treatment facility construction.

As of June 30, 2012, the fund's net assets were \$6,728,022.

Water Fund

Operating revenues decreased \$121,833 as revenue was permanently shifted to debt service for payment on the Water Infiltration Gallery Project. Expenses increased \$188,837 due to an increase in maintenance and construction costs.

As a result the fund's net assets decreased \$37,965, to a new total of \$6,900,148.

**CAPITAL ASSETS**

GASB No. 34 requires the City to record all its capital assets including infrastructure, which was not recorded in prior years. Infrastructure includes roads, bridges, signals and similar assets used by the entire population.

In fiscal year 2012, the City reported the cost of all its infrastructure assets and computed the amount of accumulated depreciation for these assets based on their original acquisition dates. At the end of fiscal year 2012 the cost of infrastructure and other capital assets recorded on the City's financial statements was as shown in Table 5 below:

City of Rio Dell  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
 June 30, 2012

Table 5  
Capital Assets at Year-end

|  | <u>Balance at<br/>June 30, 2012</u> | <u>Balance at<br/>June 30, 2011</u> |
|--|-------------------------------------|-------------------------------------|
| <u>Governmental Activities</u>             |                                     |                                     |
| Land (not depreciated)                     | \$ 627,945                          | \$ 613,051                          |
| Construction in progress (not depreciated) | 24,265                              | 970                                 |
| Buildings and improvements                 | 27,513                              | 1,882                               |
| Equipment and vehicles                     | 674,390                             | 662,763                             |
| Infrastructure                             | 3,395,645                           | 3,395,645                           |
| Less: accumulated depreciation             | <u>(946,298)</u>                    | <u>(848,071)</u>                    |
| Governmental activity capital assets, net  | <u>\$ 3,803,460</u>                 | <u>\$ 3,826,240</u>                 |
| <u>Business-type Activities</u>            |                                     |                                     |
| Land (not depreciated)                     | \$ 507,859                          | \$ 493,274                          |
| Buildings and improvements                 | 142,830                             | 142,830                             |
| Equipment and vehicles                     | 986,250                             | 980,703                             |
| Construction in progress (not depreciated) | 3,291,939                           | 956,642                             |
| Infrastructure                             | 12,246,096                          | 12,246,096                          |
| Less: accumulated depreciation             | <u>(1,794,800)</u>                  | <u>(1,455,667)</u>                  |
| Business-type activity capital assets, net | <u>\$ 15,380,174</u>                | <u>\$ 13,363,878</u>                |

Detail on capital assets, current year additions and construction in progress can be found in Note 4.

The City depreciates all its capital assets over their estimated useful lives, as required by GASB No. 34. The purpose of depreciation is to spread the cost of a capital asset over the years of its useful life so that an allocable portion of the cost of the asset is borne by all users. Additional information on depreciable lives may be found in Note 4 to the basic financial statements.

### DEBT ADMINISTRATION

The City's debt issues are discussed in detail in Note 5 to the financial statements. As of June 30, 2012, the City's debt was comprised of the following:

Table 6  
Outstanding Debt

|                                       | <u>2012</u>         | <u>2011</u>         |
|---------------------------------------|---------------------|---------------------|
| <u>Business-Type Activity Debt:</u>   |                     |                     |
| DHS Infiltration Gallery Loan         | \$ 2,312,000        | \$ 2,448,000        |
| FMHA Special Assessment Bonds         | 160,000             | 180,000             |
| RCAC Sewer Planning and Design        | 157,795             | 214,879             |
| Sewer Planning and Design Credit Line | 569,008             | -                   |
| Capital leases                        | 43,193              | 58,296              |
| Compensated absences                  | <u>15,971</u>       | <u>16,051</u>       |
| Total Business-Type Activity Debt     | <u>\$ 3,257,967</u> | <u>\$ 2,917,226</u> |

City of Rio Dell  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2012

**ECONOMIC CONDITION, OUTLOOK AND ACTIVITY**

Overall, the City appears to be in a positive position to continue to provide services to the community.

**Next Year's Budget**

- There are limited investment opportunities for idle cash reserves.

This was taken into consideration during the preparation of the City's budget for the fiscal year 2012 -13.

**CONTACTING THE CITY'S FINANCIAL MANAGEMENT**

This Annual Financial Report is intended to provide citizens, taxpayers, and creditors with a general overview of the City's finances. Questions about this report should be directed to the City of Rio Dell, at 675 Wildwood Avenue, Rio Dell, CA 95562.

City of Rio Dell  
STATEMENT OF NET ASSETS  
 June 30, 2012

| <u>ASSETS</u>                                   | <u>Governmental</u><br><u>Activities</u> | <u>Business-Type</u><br><u>Activities</u> | <u>Totals</u>        |
|---|--|---|----------------------|
| Current assets:                                 |  |   |                      |
| Cash and investments                            | \$ 708,297                               | \$ -                                      | \$ 708,297           |
| Accounts receivable                             | 89,566                                   | 247,014                                   | 336,580              |
| Grants receivable                               | 65,016                                   | 3,046,713                                 | 3,111,729            |
| Notes receivable                                | 1,292,923                                | -   | 1,292,923            |
| Assessments receivable                          | -  | 160,000                                   | 160,000              |
| Prepaid items                                   | 11,553                                   | 9,601                                     | 21,154               |
| Internal balances                               | 1,056,581                                | (1,056,581)                               | -                    |
| Capital assets:                                 |  |   |                      |
| Non-depreciable                                 | 652,210                                  | 3,799,797                                 | 4,452,007            |
| Depreciable, net of accumulated depreciation    | <u>3,151,250</u>                         | <u>11,580,377</u>                         | <u>14,731,627</u>    |
| Total assets                                    | <u>7,027,396</u>                         | <u>17,786,921</u>                         | <u>24,814,317</u>    |
| <u>LIABILITIES</u>                              |  |   |                      |
| Current liabilities:                            |  |   |                      |
| Accounts payable and accrued expenses           | 78,362                                   | 872,623                                   | 950,985              |
| Customer Deposits                               | -  | 28,161                                    | 28,161               |
| Accrued bond and lease interest payable         | -  | -   | -                    |
| Compensated absences                            | 15,455                                   | 15,971                                    | 31,426               |
| Long-term debt:                                 |  |   |                      |
| Due within one year                             | -  | 336,390                                   | 336,390              |
| Due in more than one year                       | <u>-</u>                                 | <u>2,905,606</u>                          | <u>2,905,606</u>     |
| Total liabilities                               | <u>93,817</u>                            | <u>4,158,751</u>                          | <u>4,252,568</u>     |
| <u>NET ASSETS</u>                               |  |   |                      |
| Invested in capital assets, net of related debt | 3,803,460                                | 12,138,178                                | 15,941,638           |
| Restricted                                      | 697,986                                  | -   | 697,986              |
| Unrestricted                                    | <u>2,432,133</u>                         | <u>1,489,992</u>                          | <u>3,922,125</u>     |
| Total net assets                                | <u>\$ 6,933,579</u>                      | <u>\$ 13,628,170</u>                      | <u>\$ 20,561,749</u> |

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

City of Rio Dell  
STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2012

| Functions/Programs                       | Program Revenues    |                         |  |  | Net (Expense) and Revenue<br>Changes in Net Assets |                             | Total                |
|--|---------------------|-------------------------|--|--|--|-----------------------------|----------------------|
|  | Expenses            | Charges for<br>Services | Operating<br>Grants and<br>Contributions | Capital<br>Grants and<br>Contributions | City Government                                    |                             |                      |
|  |                     |                         |  |  | Governmental<br>Activities                         | Business-type<br>Activities |                      |
| <u>City Government</u>                   |                     |                         |  |  |  |                             |                      |
| Governmental activities:                 |                     |                         |  |  |  |                             |                      |
| General government                       | \$ 149,542          | \$ -                    | \$ -                                     | \$ -                                   | \$ (149,542)                                       |                             | \$ (149,542)         |
| Public safety - Police                   | 572,480             | -                       | -  | -                                      | (572,480)  |                             | (572,480)            |
| Public works                             | 146,155             | 472,530                 | 52,265                                   | 212,640                                | 591,280  |                             | 591,280              |
| Planning                                 | 178,187             | -                       | -  | -                                      | (178,187)  |                             | (178,187)            |
| Recycling                                | 16,571              | -                       | -  | -                                      | (16,571)   |                             | (16,571)             |
| Capital projects                         | 96,368              | -                       | -  | -                                      | (96,368)   |                             | (96,368)             |
| Building                                 | 39,307              | -                       | -  | -                                      | (39,307)   |                             | (39,307)             |
| Total governmental activities            | <u>1,198,610</u>    | <u>472,530</u>          | <u>52,265</u>                            | <u>212,640</u>                         | <u>(461,175)</u>                                   |                             | <u>(461,175)</u>     |
| Business-type activities                 |                     |                         |  |  |  |                             |                      |
| Sewer                                    | 3,206,134           | 702,329                 | 571,352                                  | 5,391,629                              |  | \$ 3,459,176                | 3,459,176            |
| Water                                    | 878,401             | 527,395                 | 269,112                                  | 10,673                                 |  | (71,221)                    | (71,221)             |
| Total business-type activities           | <u>4,084,535</u>    | <u>1,229,724</u>        | <u>840,464</u>                           | <u>5,402,302</u>                       | <u>-</u>   | <u>3,387,955</u>            | <u>3,387,955</u>     |
| Total                                    | <u>\$ 1,198,610</u> | <u>\$ 1,702,254</u>     | <u>\$ 892,729</u>                        | <u>\$ 5,614,942</u>                    | <u>\$ (461,175)</u>                                | <u>\$ 3,387,955</u>         | <u>\$ (461,175)</u>  |
| General revenues:                        |                     |                         |  |  |  |                             |                      |
| Taxes:                                   |                     |                         |  |  |  |                             |                      |
| Property taxes                           |                     |                         |  |  | 107,092  | -                           | 107,092              |
| Sales taxes                              |                     |                         |  |  | 188,042  | -                           | 188,042              |
| Occupancy                                |                     |                         |  |  | 11,287   | -                           | 11,287               |
| Gas                                      |                     |                         |  |  | 202,901  | -                           | 202,901              |
| Interest income                          |                     |                         |  |  | 45,179   | 62                          | 45,241               |
| Miscellaneous                            |                     |                         |  |  | 9,860  | 75,666                      | 85,526               |
| Total general revenues and special items |                     |                         |  |  | <u>564,361</u>                                     | <u>75,728</u>               | <u>640,089</u>       |
| Change in net assets                     |                     |                         |  |  | 103,186  | 3,463,683                   | 3,566,869            |
| Net assets beginning of period           |                     |                         |  |  | <u>6,830,393</u>                                   | <u>10,164,487</u>           | <u>16,994,880</u>    |
| Net assets ending of period              |                     |                         |  |  | <u>\$ 6,933,579</u>                                | <u>\$ 13,628,170</u>        | <u>\$ 20,561,749</u> |

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

City of Rio Dell  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
 June 30, 2012

|                                     | General<br>Fund     | CDBG                | Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|-------------------------------------|---------------------|---------------------|--------------------------------|--------------------------------|
| <u>ASSETS</u>                       |                     |                     |                                |                                |
| Cash and investments                | \$ 42,213           | \$ 1                | \$ 666,083                     | \$ 708,297                     |
| Accounts receivable                 | 78,805              | -                   | 10,761                         | 89,566                         |
| Grants receivable                   | 37,751              | -                   | 27,265                         | 65,016                         |
| Due from other funds                | 1,056,581           | -                   | -                              | 1,056,581                      |
| Notes receivable                    | -                   | 1,292,923           | -                              | 1,292,923                      |
| Prepaid items                       | 8,055               | -                   | 3,498                          | 11,553                         |
| Total Assets                        | <u>\$ 1,223,405</u> | <u>\$ 1,292,924</u> | <u>\$ 707,607</u>              | <u>\$ 3,223,936</u>            |
| <u>LIABILITIES</u>                  |                     |                     |                                |                                |
| Accounts payable                    | \$ 15,444           | \$ -                | \$ 14,633                      | \$ 30,077                      |
| Accrued expenditures                | 48,285              | -                   | -                              | 48,285                         |
| Due to other funds                  | -                   | -                   | -                              | -                              |
| Deferred revenue                    | -                   | 1,287,912           | -                              | 1,287,912                      |
| Notes payable                       | -                   | -                   | -                              | -                              |
| Total Liabilities                   | <u>63,729</u>       | <u>1,287,912</u>    | <u>14,633</u>                  | <u>1,366,274</u>               |
| <u>FUND BALANCES</u>                |                     |                     |                                |                                |
| Nonspendable                        | 1,064,636           | -                   | -                              | 1,064,636                      |
| Restricted                          | -                   | 5,012               | 692,974                        | 697,986                        |
| Assigned                            | 37,751              | -                   | -                              | 37,751                         |
| Unassigned                          | 57,289              | -                   | -                              | 57,289                         |
| Total Fund Balances                 | <u>1,159,676</u>    | <u>5,012</u>        | <u>692,974</u>                 | <u>1,857,662</u>               |
| Total Liabilities and Fund Balances | <u>\$ 1,223,405</u> | <u>\$ 1,292,924</u> | <u>\$ 707,607</u>              | <u>\$ 3,223,936</u>            |

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

City of Rio Dell  
 Reconciliation of the  
GOVERNMENTAL FUNDS - BALANCE SHEET  
with the Governmental Activities  
 STATEMENT OF NET ASSETS  
 For the year ended June 30, 2012

|  |                     |
|--|---------------------|
| TOTAL FUND BALANCES - TOTAL GOVERNMENTAL FUNDS   | \$ 1,857,662        |
| <p>Amounts reported for Governmental Activities in the Statement of Net Assets are different from those reported in the Governmental Funds above because of the following:</p>                         |                     |
| <p><b>CAPITAL ASSETS</b><br/>         Capital Assets used in Governmental Activities are not current assets or financial resources and therefore are not reported in the Governmental Funds.</p>       |                     |
|  | 3,803,460           |
| <p><b>REVENUES</b><br/>         Revenues which are deferred on the Governmental Funds Balance Sheet because they are not available currently are taken into revenue in the Statement of Activities</p> |                     |
|  | 1,287,912           |
| <p><b>LONG-TERM ASSETS AND LIABILITIES</b><br/>         The assets and liabilities below are not due and payable in the current period and therefore are not reported in the Funds:</p>                |                     |
| Non-current portion of compensated absences  | <u>(15,455)</u>     |
| <b>NET ASSETS OF GOVERNMENTAL ACTIVITIES</b>   | <u>\$ 6,933,579</u> |

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

City of Rio Dell  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2012

|  | General<br>Fund     | CDBG            | Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--|---------------------|-----------------|--------------------------------|--------------------------------|
| <u>REVENUES</u>                                      |                     |                 |                                |                                |
| Property taxes                                       | \$ 107,092          | \$ -            | \$ -                           | \$ 107,092                     |
| Sales taxes  | 188,042             | -               | -                              | 188,042                        |
| Occupancy taxes                                      | 11,287              | -               | -                              | 11,287                         |
| Gas taxes  | -                   | -               | 202,901                        | 202,901                        |
| Intergovernmental                                    | 76,332              | -               | 188,573                        | 264,905                        |
| Licenses, permits, and franchise fees                | 456,037             | -               | 16,492                         | 472,529                        |
| Interest and use of property                         | 38,570              | -               | 6,609                          | 45,179                         |
| Miscellaneous  | <u>1,295</u>        | <u>170</u>      | <u>8,395</u>                   | <u>9,860</u>                   |
| Total revenues                                       | <u>878,655</u>      | <u>170</u>      | <u>422,970</u>                 | <u>1,301,795</u>               |
| <u>EXPENDITURES</u>                                  |                     |                 |                                |                                |
| Current operations:                                  |                     |                 |                                |                                |
| General government                                   | 126,508             | -               | 22,911                         | 149,419                        |
| Public safety - Police                               | 425,689             | -               | 124,011                        | 549,700                        |
| Public works   | 11,704              | -               | 134,451                        | 146,155                        |
| Planning   | 128,032             | -               | 2                              | 128,034                        |
| Recycling  | 102                 | -               | 16,469                         | 16,571                         |
| Capital projects                                     | 46,670              | -               | 49,698                         | 96,368                         |
| Building   | <u>39,307</u>       | <u>-</u>        | <u>-</u>                       | <u>39,307</u>                  |
| Total expenditures                                   | <u>778,012</u>      | <u>-</u>        | <u>347,542</u>                 | <u>1,125,554</u>               |
| Excess (deficiency) of<br>revenues over expenditures | <u>100,643</u>      | <u>170</u>      | <u>75,428</u>                  | <u>176,241</u>                 |
| Fund balances, beginning of period                   | <u>1,059,033</u>    | <u>4,842</u>    | <u>617,546</u>                 | <u>1,681,421</u>               |
| Fund balances, end of period                         | <u>\$ 1,159,676</u> | <u>\$ 5,012</u> | <u>\$ 692,974</u>              | <u>\$ 1,857,662</u>            |

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

City of Rio Dell  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2012

Net Change in Fund Balances- Total Governmental Funds \$ 176,241

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

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

|                      |          |
|----------------------|----------|
| Capital outlays      | 75,447   |
| Depreciation expense | (98,227) |

Revenues in the Statement of Activities that do not provide current financial resources are not reported as expenditures in governmental funds.

|                            |          |
|----------------------------|----------|
| Change in deferred revenue | (50,153) |
|----------------------------|----------|

Some expenses in the statement of activities for concurrent liabilities such as long-term compensated absences, assessments receivable, deferred revenue and claims do not require the use of or provide current financial resources and are therefore not reported as expenditures or revenues in the governmental funds.

|                      |       |
|----------------------|-------|
| Compensated absences | (122) |
|----------------------|-------|

|                |          |
|----------------|----------|
| Net difference | (73,055) |
|----------------|----------|

|   |            |
|---|------------|
| Change in Net Assets of Governmental Activities | \$ 103,186 |
|---|------------|

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

City of Rio Dell  
STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS  
June 30, 2012

|   | Sewer Fund          | Water Fund          | Totals               |
|---|---------------------|---------------------|----------------------|
| <b>ASSETS</b>                                   |                     |                     |                      |
| Current assets:                                 |                     |                     |                      |
| Accounts receivable                             | \$ 157,444          | \$ 89,570           | \$ 247,014           |
| Grants receivable                               | 3,046,713           | -                   | 3,046,713            |
| Assessments receivable, current portion         | 25,000              | -                   | 25,000               |
| Due from other funds                            | -                   | 183,570             | 183,570              |
| Prepaid items                                   | <u>5,444</u>        | <u>4,157</u>        | <u>9,601</u>         |
| Total current assets                            | <u>3,234,601</u>    | <u>277,297</u>      | <u>3,511,898</u>     |
| Long-term assets:                               |                     |                     |                      |
| Assessment receivable, net of current portion   | 135,000             | -                   | 135,000              |
| Capital assets:                                 |                     |                     |                      |
| Construction in Progress                        | 3,291,938           | -                   | 3,291,938            |
| Land  | 502,543             | 5,316               | 507,859              |
| Buildings & improvements                        | 8,310               | 134,520             | 142,830              |
| Infrastructure                                  | 2,750,571           | 9,495,525           | 12,246,096           |
| Machinery, vehicles, & equipment                | 284,548             | 701,702             | 986,250              |
| Less: accumulated depreciation                  | <u>(457,571)</u>    | <u>(1,337,228)</u>  | <u>(1,794,799)</u>   |
| Capital assets, net                             | <u>6,380,339</u>    | <u>8,999,835</u>    | <u>15,380,174</u>    |
| Total long-term assets                          | <u>6,515,339</u>    | <u>8,999,835</u>    | <u>15,515,174</u>    |
| Total assets                                    | <u>9,749,940</u>    | <u>9,277,132</u>    | <u>19,027,072</u>    |
| <b>LIABILITIES</b>                              |                     |                     |                      |
| Current liabilities:                            |                     |                     |                      |
| Accounts payable                                | 851,481             | 21,108              | 872,589              |
| Accrued interest                                | 17                  | 17                  | 34                   |
| Due to other funds                              | 1,240,151           | -                   | 1,240,151            |
| Customer Deposits                               | 12,973              | 15,188              | 28,161               |
| Accrued compensated absences                    | 8,896               | 7,075               | 15,971               |
| Current portion of long-term liabilities        | <u>191,593</u>      | <u>144,797</u>      | <u>336,390</u>       |
| Total current liabilities                       | <u>2,305,111</u>    | <u>188,185</u>      | <u>2,493,296</u>     |
| Long-term liabilities:                          |                     |                     |                      |
| Notes and bonds payable                         | <u>716,807</u>      | <u>2,188,799</u>    | <u>2,905,606</u>     |
| Total liabilities                               | <u>3,021,918</u>    | <u>2,376,984</u>    | <u>5,398,902</u>     |
| <b>NET ASSETS</b>                               |                     |                     |                      |
| Invested in capital assets, net of related debt | 5,471,939           | 6,666,239           | 12,138,178           |
| Unrestricted                                    | <u>1,256,083</u>    | <u>233,909</u>      | <u>1,489,992</u>     |
| Total net assets                                | <u>6,728,022</u>    | <u>6,900,148</u>    | <u>13,628,170</u>    |
| Total liabilities and net assets                | <u>\$ 9,749,940</u> | <u>\$ 9,277,132</u> | <u>\$ 19,027,072</u> |

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

City of Rio Dell  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN NET ASSETS  
PROPRIETARY FUNDS  
For the Year Ended June 30, 2012

|  | Sewer Fund          | Water fund          | Total                |
|--|---------------------|---------------------|----------------------|
| <b>OPERATING REVENUES</b>                |                     |                     |                      |
| Charges for services                     | \$ 679,704          | \$ 498,950          | \$ 1,178,654         |
| Connection fees                          | 4,964               | 10,764              | 15,728               |
| Late fees                                | 17,661              | 17,681              | 35,342               |
| Total operating revenues                 | <u>702,329</u>      | <u>527,395</u>      | <u>1,229,724</u>     |
| <b>OPERATING EXPENSES</b>                |                     |                     |                      |
| Current operations:                      |                     |                     |                      |
| General government                       | 233,176             | 197,826             | 431,002              |
| Public works                             | 411,957             | 313,273             | 725,230              |
| Capital projects                         | 2,414,372           | 150,186             | 2,564,558            |
| Depreciation                             | 123,638             | 215,495             | 339,133              |
| Total operating expenses                 | <u>3,183,143</u>    | <u>876,780</u>      | <u>4,059,923</u>     |
| Operating income/(loss)                  | <u>(2,480,814)</u>  | <u>(349,385)</u>    | <u>(2,830,199)</u>   |
| <b>NON-OPERATING REVENUES (EXPENSES)</b> |                     |                     |                      |
| Miscellaneous                            | 42,410              | 33,256              | 75,666               |
| Intergovernmental                        | 3,046,873           | -                   | 3,046,873            |
| Replacement reserve                      | 173,976             | -                   | 173,976              |
| Debt service                             | 401,042             | 272,201             | 673,243              |
| Bad debt recovery (expense)              | (3,666)             | (3,089)             | (6,755)              |
| Interest income                          | 62                  | -                   | 62                   |
| Interest expense                         | (22,991)            | (1,621)             | (24,612)             |
| Total non-operating revenues (expenses)  | <u>3,637,706</u>    | <u>300,747</u>      | <u>3,938,453</u>     |
| Income (loss) before transfers           | <u>1,156,892</u>    | <u>(48,638)</u>     | <u>1,108,254</u>     |
| Capital contributions                    | <u>2,344,756</u>    | <u>10,673</u>       | <u>2,355,429</u>     |
| Change in net assets                     | <u>3,501,648</u>    | <u>(37,965)</u>     | <u>3,463,683</u>     |
| Net assets, beginning of period          | <u>3,226,374</u>    | <u>6,938,113</u>    | <u>10,164,487</u>    |
| Net assets, end of period                | <u>\$ 6,728,022</u> | <u>\$ 6,900,148</u> | <u>\$ 13,628,170</u> |

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

City of Rio Dell  
 PROPRIETARY FUNDS  
 STATEMENT OF CASH FLOWS  
 For the year ended June 30, 2012

|  | Business-type Activities |                     | Total                 |
|--|--------------------------|---------------------|-----------------------|
|  | Enterprise Funds         |                     |                       |
|  | Sewer                    | Water               |                       |
| <u>Cash flows from operating activities:</u>   |                          |                     |                       |
| Receipts from customers  | \$ 682,487               | \$ 501,659          | \$ 1,184,146          |
| Payments to suppliers  | (1,697,046)              | (566,870)           | (2,263,916)           |
| Payments to employees  | (384,662)                | (280,952)           | (665,614)             |
| Net cash provided (used) by operating activities   | <u>(1,399,221)</u>       | <u>(346,163)</u>    | <u>(1,745,384)</u>    |
| <u>Cash flows from non-capital financing activities:</u>                                       |                          |                     |                       |
| Miscellaneous  | 42,410                   | 33,256              | 75,666                |
| Replacement Reserve  | 173,976                  | -                   | 173,976               |
| Debt service   | 401,042                  | 272,200             | 673,242               |
| Bad debt recovery (expense)  | (3,666)                  | (3,089)             | (6,755)               |
| Net cash provided (used) by capital and related  | <u>613,762</u>           | <u>302,367</u>      | <u>916,129</u>        |
| <u>Cash flows from capital and related financing activities:</u>                               |                          |                     |                       |
| Acquisition of fixed assets  | (2,344,755)              | -                   | (2,344,755)           |
| Capital grants and contributions   | 2,545,480                | -                   | 2,545,480             |
| Proceeds from debt issuance  | 569,008                  | -                   | 569,008               |
| Principal payments on capital debt   | (84,635)                 | (143,552)           | (228,187)             |
| Interest paid on capital debt  | (22,991)                 | (1,621)             | (24,612)              |
| Net cash provided (used) by capital and related financing activities                           | <u>662,107</u>           | <u>(145,173)</u>    | <u>516,934</u>        |
| <u>Cash flows from investing activities:</u>   |                          |                     |                       |
| Interest earned  | <u>62</u>                | <u>-</u>            | <u>62</u>             |
| Net cash provided by investing activities  | <u>62</u>                | <u>-</u>            | <u>62</u>             |
| Net increase (decrease) in cash and cash equivalents   | (123,290)                | (188,969)           | (312,259)             |
| Cash and cash equivalents - beginning of period  | <u>123,290</u>           | <u>188,969</u>      | <u>312,259</u>        |
| Cash and cash equivalents - end of period  | <u>\$ -</u>              | <u>\$ -</u>         | <u>\$ -</u>           |
| Reconciliation of operating income (loss) to net cash provided (used in) operating activities: |                          |                     |                       |
| Operating income (loss)  | <u>\$ (2,480,814)</u>    | <u>\$ (349,385)</u> | <u>\$ (2,830,199)</u> |
| Adjustments to reconcile operating income (loss) to net cash provided by operating activities: |                          |                     |                       |
| Depreciation   | 123,638                  | 215,495             | 339,133               |
| Changes in certain assets and liabilities:   |                          |                     |                       |
| Accounts receivable  | (39,842)                 | (25,736)            | (65,578)              |
| Assessments receivable   | 20,000                   | -                   | 20,000                |
| Due from other funds   | -                        | (183,570)           | (183,570)             |
| Prepaid items  | (5,444)                  | (4,157)             | (9,601)               |
| Accounts payable and accrued expenses  | 982,840                  | (297)               | 982,543               |
| Deposits payable   | 632                      | 1,336               | 1,968                 |
| Compensated absences   | (231)                    | 151                 | (80)                  |
| Total adjustments  | <u>1,081,593</u>         | <u>3,222</u>        | <u>1,084,815</u>      |
| Net cash provided (used) by operating activities   | <u>\$ (1,399,221)</u>    | <u>\$ (346,163)</u> | <u>\$ (1,745,384)</u> |

City of Rio Dell  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
June 30, 2012

| <u>ASSETS</u>                     | <u>Agency Fund</u> |
|-----------------------------------|--------------------|
| Cash and investments              | \$ 4,475           |
| Total assets                      | <u>4,475</u>       |
| <br><u>LIABILITIES</u>            |                    |
| Deposits in trust - due to others | 4,475              |
| Total liabilities                 | <u>\$ 4,475</u>    |

City of Rio Dell  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
June 30, 2012

| <u>ASSETS</u>                     | <u>Agency Fund</u> |
|-----------------------------------|--------------------|
| Cash and investments              | \$ 4,475           |
| Total assets                      | <u>4,475</u>       |
| <br><u>LIABILITIES</u>            |                    |
| Deposits in trust - due to others | <u>4,475</u>       |
| Total liabilities                 | <u>\$ 4,475</u>    |

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

City of Rio Dell  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Description of Financial Reporting Entity

The City is a general law City incorporated in the State of California on February 26, 1965. The City is governed by an elected, five-member City Council. The following services are provided by the City to its citizens: public safety (police); highways and streets; drinking water; wastewater collection, treatment and disposal; public improvements; parks and recreation; planning and zoning; and general administrative services.

B. Description of Joint Powers Agreements

The City participates in several joint power agreements (JPAs) as described in Note 8. The financial activities of the JPAs are not included in the accompanying basic financial statements because JPAs are administered by governing boards that are separate from and independent of the City.

C. Description of Funds

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

D. Government-wide Financial Statements

The City's government-wide financial statements include a Statement of Net Assets and a Statement of Activities. These statements present summaries of governmental activities and business-type activities for the City, accompanied by a total column. These financial statements include the financial activities of the overall City government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities.

Governmental activities are financed generally through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed generally through user fees.

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and therefore are clearly identifiable to a particular function. Program revenues include three categories: (1) charges for services, (2) operating grants and contributions and (3) capital grants and contributions. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Certain eliminations have been made as prescribed by GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, in regards to inter-fund activities, payables and receivables.

City of Rio Dell  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Governmental Fund Financial Statements

The fund financial statements provide information about the City's funds, including fiduciary funds and blended component units. Separate statements for each fund category – *governmental* and *proprietary* – are presented. The emphasis of fund financial statements is on major individual governmental and enterprise funds, each of which is displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as non-major funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in net assets as presented in these statements to the net assets presented in the government-wide financial statements.

GASB No. 34 defines major funds and requires that the City's major governmental funds be identified and presented separately in the fund financial statements. All other governmental funds, called non-major funds, are combined and reported in a single column, regardless of their fund-type.

Major funds are defined as governmental funds that have either assets, liabilities, revenues or expenditures equal to ten percent of their fund-type total or five percent of the grand total. The general fund is always a major fund. The City may select other governmental funds it believes should be presented as major funds, although no such funds were selected in fiscal year 2012.

The major governmental funds of the City are:

General Fund:

The General Fund is used to account for the resources to carry out basic governmental activities of the City such as general government, public safety, public works, and parks and recreation, which are not required to be accounted for in another fund.

Community Development Block Grant Fund:

This fund is used to account for transactions related to the Block Grant funding agreement.

The City reported all its enterprise funds as major funds in the accompanying financial statements:

Water Fund:

This fund accounts for all financial transactions relating to the City's water service. Services are on a user charge basis to residents and business owners located in Rio Dell.

Sewer Fund:

This fund accounts for all financial transactions relating to the City's wastewater collection and treatment. Services are on a user charge basis to residents.

City of Rio Dell  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Governmental Fund Financial Statements (concluded)

Fiduciary Funds (not included in government-wide statements):

Agency Fund - Agency Funds are clearing type funds for the collection of taxes or deposits held in trust, on behalf of individuals, private organizations and other governments. The funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

F. Basis of Accounting

The government-wide, proprietary and fiduciary funds financial statements required by GASB No. 34 are reported using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all of the City’s assets and liabilities, including capital assets and long-term liabilities, are included in the accompanying Statement of Net Assets. The Statement of Activities presents changes in net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, while expenses are recognized in the period in which the liability is incurred.

The governmental fund financial statements are accounted for on a spending or “current financial resources” measurement focus, and the modified accrual basis of accounting. Accordingly, only current assets and liabilities (except for long-term advances from the City) are included in the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period.

Revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after fiscal year end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the City, are property taxes, sales taxes, intergovernmental revenues, other taxes and investment earnings. Fines, licenses and permits, and charges for services are not susceptible to accrual because they are not measurable until received in cash. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Grant revenues are recognized in the fiscal year in which all eligibility requirements are met. Under the terms of grant agreements, the City may fund certain programs with a combination of cost-reimbursement grants, categorical block grants and general revenues. Thus, both restricted and unrestricted net assets may be available to finance program expenditures. The City’s policy is to first apply restricted grant resources to such programs, followed by general revenues if necessary.

Non-exchange transactions, in which the City gives or receives value without directly receiving or giving value in exchange, include taxes, grants, entitlements and donations. On the accrual basis, revenue from taxes is recognized in the fiscal year for which the taxes are levied or assessed. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The City follows Statements and Interpretations of the Financial Accounting Standards Board and its predecessors that were issued on or before November 30, 1989, in accounting for its business-type activities, unless they conflict with GASB pronouncements. The reconciliations of the fund financial statements to the government-wide financial statements are provided to explain the differences created by the integrated approach of GASB No. 34.

City of Rio Dell  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Budgetary Policies

Each year, all departments of the City submit a request for appropriation to the City Manager so a budget may be prepared. The budget is prepared by fund, function and activity, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year.

Before June 30, the proposed budget is presented to the City Council for review. The City Council holds public hearings and may add to, subtract from or change appropriations, but may not change the form of the budget. Any changes in the budget must be within the revenues and reserves estimated as available by the City Manager or the revenue estimates must be changed by an affirmative vote of a majority of the City Council.

Expenditures may not legally exceed budgeted appropriations at the activity level.

H. Deposits and Investments

The City pools cash from all sources and all funds, except certain specific investments within funds and cash with fiscal agents, so that it can be invested at the maximum yield, consistent with safety and liquidity, while individual funds can make expenditures at any time.

The City's investment policy and section 53601 of the California Government Code allow the following investments:

- a) Certificates of Deposit;
- b) Obligations of the State of California.

The City does not enter into reverse repurchase agreements.

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

The City places certain funds with the State of California's Local Agency Investment Fund (LAIF). The City is a voluntary participant in LAIF, which is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California and the Pooled Money Investment Board. The State Treasurer's office pools these funds with those of other governmental agencies in the state and invests the cash. The fair value of the City's investment in this pool is reported in the accompanying financial statements based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio).

The monies held in the pooled investment funds are not subject to categorization by risk category. The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on the amortized cost basis. Funds are accessible and transferable to the master account with twenty-four hours' notice. Included in LAIF's investments are collateralized mortgage obligations, mortgage backed securities, other asset-backed securities, loans to certain state funds, and floating rate securities issued by federal agencies, government-sponsored enterprises, and corporations. Financial statements for LAIF can be obtained from the California State Treasurer's Office: State Treasurer's Office, 915 Capitol Mall, Suite 110, Sacramento, CA 95814.

City of Rio Dell  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

H. Deposits and Investments (concluded)

Cash and Cash Equivalents:

Cash and investments are used in preparing proprietary fund statements of cash flows because these assets are highly liquid and are expended to liquidate liabilities arising during the year.

I. Inventories

The City does not record and maintain inventory records of unused materials and supplies for the various funds. Inventories are considered immaterial and materials and supplies are currently expensed.

J. Restricted Assets

Certain proceeds of enterprise fund loans (as well as certain resources set aside for their repayment) and resources set aside for repayment of capital leases are classified as restricted assets on the balance sheet because their use is limited by applicable loan or other covenants.

K. Capital Assets

The City's assets are capitalized at historical cost or estimated historical cost. City policy has set the capitalization threshold for reporting capital assets at \$5,000. Gifts or contributions of capital assets are recorded at fair market value on the date donated. Depreciation of capital assets is charged as an expense each year, and the total amount of accumulated depreciation taken over the years is reported on the Statement of Net Assets as a reduction in the book value of capital assets.

L. Compensated Absences

Full time employees accumulate earned vacation, holiday and compensated leave of varying amounts dependent upon length of service with the City. These amounts are deemed fully vested with the employee when earned. The City also provides full time employees with sick leave that generally must be used for sickness and injury-related leave time.

The City does not currently provide post-employment benefits.

M. Deposits

The City collects refundable deposits on behalf of the enterprise funds for general purposes that are primarily accounted for in enterprise funds.

N. Use of Estimates

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

City of Rio Dell  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

O. Net Assets

Government-wide net assets consist of the following:

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

Unrestricted Net Assets – This amount is all net assets that do not meet the definition of “invested in capital assets, net of related debt” or “restricted net assets”.

Invested in Capital Assets, Net of Related Debt – This category groups all capital assets into one component of net assets. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.

Governmental fund balance consists of the following:

Fund Equity

The accompanying financial statements reflect certain changes that have been made with respect to the reporting components of fund balances for governmental funds. In previous years, fund balances for governmental funds were reported in accordance with previous standards that included components for reserved fund balance, unreserved fund balance, designated fund balance, and undesignated fund balance. Due to the implementation of GASB Statement No. 54, the components of the fund balances of governmental *funds* now reflect the component classifications described below. In the fund financial statements, governmental fund balances are reported in the following classifications:

**Nonspendable** fund balance includes amounts that are not in a spendable form, such as prepaid items or supplies inventories, or that are legally or contractually required to remain intact, such as principal endowments.

**Restricted** fund balance includes amounts that are subject to externally enforceable legal restrictions imposed by outside parties (i.e., creditors, grantors, contributors) or that are imposed by law through constitutional provisions or enabling legislation.

**Committed** fund balance includes amounts whose use is constrained by specific limitations that the government imposes upon itself, as determined by a formal action of the highest level decision-making authority. The City Council serves as the City’s highest level decision-making authority and has the authority to establish, modify or rescind a fund balance commitment via minute’s action.

**Assigned** fund balance includes amounts intended to be used by the City for specific purposes, subject to change, as established either directly by the City Council or by management officials to whom the assignment authority has been delegated by the City Council.

**Unassigned** fund balance is the residual classification that includes the spendable amounts in the General Fund that are available for any purpose.

City of Rio Dell  
NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

O. Net Assets (concluded)

When expenditures are incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) fund balances are available, the City's policy specifies that restricted revenues will be applied first. When expenditures are incurred for the purposes for which committed, assigned, or unassigned fund balances are available, the City's policy is to apply committed fund balances first, then apply assigned fund balances, and finally unassigned fund balances.

P. Property Tax

The County of Humboldt assesses properties, bills for, collects, and distributes property taxes for the City per the following schedule:

|                  | <u>Secured</u>                         | <u>Unsecured</u> |
|------------------|--|------------------|
| Valuation dates  | March 1                                | March 1          |
| Lien/levy dates  | July 1                                 | July 1           |
| Due dates        | 50% on November 1<br>50% on February 1 | July 1           |
| Delinquent as of | December 10, April 10                  | August 31        |

The term "unsecured" refers to taxes on personal property other than real estate, land and buildings. These taxes are secured by liens on the property being taxed. Property tax revenues are recognized by the City in the fiscal year they are assessed provided they become available as defined above.

Since the passage of California Proposition 13, beginning with fiscal year 1978-79, taxes are based either on a 1% rate applied to the 1975-76 assessed value of the property, or on 1% of the sales price of the property on sales transactions and construction which occur after the 1975-76 assessment. Assessed values on properties (exclusive of increases related to sales transactions and improvements) can rise at a maximum of 2% per year. The amount collected by the County is distributed in accordance with State law to the various public agencies. Therefore, the City does not levy a specific tax rate but receives a share of the property tax revenue based on a State formula. The City's tax rate is \$1.00/\$100 of assessed value, the maximum allowable under Proposition 13.

During fiscal year 1993-94, the State passed legislation which permanently shifted an additional amount of property taxes from cities to schools. This amount was partially offset by one-time payments by the State to cities from the State "Transportation Planning and Development" amount. Also during 1993-94, an alternate method of property tax allocation (the "Teeter Plan") was adopted. Under this plan, the City receives 100 percent of the secured property tax levied to which it is entitled, whether or not collected.

Unsecured delinquent taxes are considered fully collectible and no allowance for uncollectible taxes is provided. Property tax revenues are recognized when they become available. "Available" means due, or past due, and receivable within the current period and collected or expected to be collected soon enough thereafter to be used to pay liabilities for the current period. This period is 60 days from the end of the fiscal year.

City of Rio Dell  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2012

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (concluded)

Q. Inter-fund Transactions

A description of the two basic types of the City's inter-fund transactions during the fiscal year and the related accounting policies are set forth as follows:

- a) Transactions related directly to services rendered, or facilities provided, are recorded as revenues in the fund providing the service or facility and as expenditures (or expenses) in the fund receiving them.
- b) Transactions to allocate resources from one fund to another, not contingent on the occurrence of specific expenditures in the receiving fund, are recorded appropriately as transfers in and transfers out in the respective funds.

R. Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bond using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

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

S. Revenue Recognition for Water and Sewer Funds

Revenues are recognized based on cycle billings rendered to customers. All residential and commercial utility customers are billed once per month. There is one billing cycle per month that includes all types of customers, based on their location within the City. Revenues for services provided but not billed at the end of a fiscal year are accrued. Contributions of cash or assets to proprietary funds from state and federal agencies, developers and others are recorded as revenue.

NOTE 2 - CASH AND INVESTMENTS

Pooled Cash and Investments

The City pools cash from all sources and funds, except certain specific investments within funds and cash with fiscal agents, so that it can be invested at the maximum yield, consistent with safety and liquidity, while individual funds can make expenditures at any time.

Categorization of Credit Risk of Securities Instruments

The City and its fiscal agents invest in individual investments and in investment pools. Individual investments are evidenced by specific identifiable pieces of paper called *securities instruments*, or by an electronic entry registering the owner in the records of the institution issuing the security, called the *book entry* system. Individual investments are generally made by the City's fiscal agents as required under its debt issues. In order to maximize security, the City employs the Trust Department of a bank as custodian of all City managed investments, regardless of their form.

City of Rio Dell  
NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2012

NOTE 2 - CASH AND INVESTMENTS (concluded)

Investments are carried at fair value and are categorized as follows at June 30, 2012:

|  |                   |
|--|-------------------|
| State of California Local Agency Investment Fund | \$ 4,751          |
| Cash deposits with banks                         | 708,021           |
| Total City cash and investments                  | <u>\$ 712,772</u> |

The City's total cash and investments consist of:

|   |                   |
|---|-------------------|
| Cash and investments in City Treasury                   | \$ 708,297        |
| Cash and investments in City Treasury – Fiduciary Funds | 4,475             |
| Total City cash and investments                         | <u>\$ 712,772</u> |

Custodial Credit Risk - Deposits

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party.

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

Custodial Credit Risk – Investments

Custodial credit risk for investments is the risk that in the event of the failure of a counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. All investments in LAIF and the fiscal agent money market funds are not evidenced by specific securities and, therefore, are not subject to custodial credit risk.

Authorized Investments

The City's investments are carried at fair value instead of cost, as required by U.S. generally accepted accounting principles.

NOTE 3 - LOANS RECEIVABLE

The City engages in programs designed to encourage business enterprises, construction or improvement in low-to-moderate income housing, or other projects. Under these programs, grants or loans are provided with favorable terms to businesses, homeowners or developers who agree to spend these funds in accordance with the City's terms.

These loans receivable were comprised of the following at June 30, 2012:

|   |                     |
|---|---------------------|
| Housing Rehabilitation and Affordable Housing Notes | \$ 1,205,827        |
| Full Assistance Loans                               | 87,096              |
|   | <u>\$ 1,292,923</u> |

Housing Rehabilitation, Business Enterprise and Affordable Housing

The City has provided loans to various homeowners and businesses for rehabilitation. The maximum loan amount is \$100,000, carrying various interest rates and payment dates. Although these notes are expected to be repaid in full, their balance has been offset by deferred revenue. Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period.

City of Rio Dell  
NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2012

NOTE 3 - LOANS RECEIVABLE (concluded)

Full Assurance Loans bear interest from 1 to 5 percent, are generally amortized over 15 years, and require the borrowers to make monthly payments. As of June 30, 2012, there was \$87,096 in outstanding FAL loans.

NOTE 4 - CAPITAL ASSETS

All capital assets are valued at historical cost or estimated cost if actual historical cost is not available. Contributed capital assets are valued at their estimated fair value on the date contributed.

With the implementation of GASB No. 34, the City has begun recording costs and depreciation of current infrastructure assets. The City does not record depreciation in the year of acquisition and records a full year of depreciation in the year of disposition for capital assets related to governmental activities.

GASB No. 34 requires that all capital assets with limited useful lives be depreciated over their estimated useful lives. The purpose of the depreciation is to spread the cost of the capital assets equitably among all users over the life of these assets. The amount charged to depreciation expense each year represents that year's pro-rata share of the cost of the capital assets. Depreciation is provided using the straight-line method over its expected useful life. Capital assets with a value of \$10,000 or more are capitalized.

The City has assigned the following useful lives to capital assets: Buildings and Improvements (10-75 years); Vehicles and Equipment (3-40 years); Infrastructure (10-50 years); and Utility Plant (10-50 years).

The following is a summary of capital assets activity for governmental activities as of June 30, 2012:

|  | Balance<br>7/1/11   | Additions       | Retirements | Balance<br>6/30/12  |
|--|---------------------|-----------------|-------------|---------------------|
| Capital assets (not depreciated):        |                     |                 |             |                     |
| Land                                     | \$ 613,051          | \$ 14,894       | \$ -        | \$ 627,945          |
| Construction in progress                 | <u>970</u>          | <u>24,265</u>   | <u>970</u>  | <u>24,265</u>       |
| Total capital assets (not depreciated)   | <u>614,021</u>      | <u>39,159</u>   | <u>970</u>  | <u>652,210</u>      |
| Capital assets (being depreciated):      |                     |                 |             |                     |
| Buildings and improvements               | 1,882               | 25,631          | -           | 27,513              |
| Equipment                                | 501,921             | -               | -           | 501,921             |
| Vehicles                                 | 160,842             | 11,627          | -           | 172,469             |
| Streets and roads                        | 1,053,442           | -               | -           | 1,053,442           |
| Infrastructure                           | <u>2,342,203</u>    | <u>-</u>        | <u>-</u>    | <u>2,342,203</u>    |
| Total capital assets (being depreciated) | <u>4,060,290</u>    | <u>37,258</u>   | <u>-</u>    | <u>4,097,548</u>    |
| Less accumulated depreciation:           |                     |                 |             |                     |
| Buildings and improvements               | (538)               | (3,930)         | -           | (4,468)             |
| Equipment                                | (475,505)           | (10,436)        | -           | (485,941)           |
| Vehicles                                 | (140,139)           | (15,948)        | -           | (156,087)           |
| Streets and roads                        | (100,191)           | (21,069)        | -           | (121,260)           |
| Infrastructure                           | <u>(131,698)</u>    | <u>(46,844)</u> | <u>-</u>    | <u>(178,542)</u>    |
| Total accumulated depreciation           | <u>(848,071)</u>    | <u>(98,227)</u> | <u>-</u>    | <u>(946,298)</u>    |
| Capital assets, net                      | <u>\$ 3,826,240</u> |                 |             | <u>\$ 3,803,460</u> |

City of Rio Dell  
NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2012

NOTE 4 - CAPITAL ASSETS (concluded)

The changes in proprietary fund types fixed assets for the fiscal year are:

|  | Balance<br>7/1/11    | Additions        | Retirements | Balance<br>6/30/12   |
|--|----------------------|------------------|-------------|----------------------|
| Capital assets (not depreciated):        |                      |                  |             |                      |
| Land                                     | \$ 493,274           | \$ 14,585        | \$ -        | \$ 507,859           |
| Construction in progress                 | <u>956,642</u>       | <u>2,335,297</u> | -           | <u>3,291,939</u>     |
| Total capital assets (not depreciated)   | <u>1,449,916</u>     | <u>2,349,882</u> | -           | <u>3,799,798</u>     |
| Capital assets (being depreciated):      |                      |                  |             |                      |
| Buildings and improvements               | 142,830              | -                | -           | 142,830              |
| Equipment                                | 922,261              | 5,547            | -           | 927,808              |
| Vehicles                                 | 58,442               | -                | -           | 58,442               |
| Infrastructure                           | <u>12,246,096</u>    | -                | -           | <u>12,246,096</u>    |
| Total capital assets (being depreciated) | <u>13,369,629</u>    | <u>5,547</u>     | -           | <u>13,375,176</u>    |
| Less accumulated depreciation:           |                      |                  |             |                      |
| Buildings and improvements               | (101,178)            | (6,265)          | -           | (107,443)            |
| Equipment                                | (874,778)            | (38,927)         | -           | (913,705)            |
| Vehicles                                 | (35,427)             | (7,011)          | -           | (42,438)             |
| Infrastructure                           | <u>(444,284)</u>     | <u>(286,930)</u> | -           | <u>(731,214)</u>     |
| Total accumulated depreciation           | <u>(1,455,667)</u>   | <u>(339,133)</u> | -           | <u>(1,794,800)</u>   |
| Capital assets, net                      | <u>\$ 13,363,878</u> |                  |             | <u>\$ 15,380,174</u> |

Depreciation Allocation

Depreciation expense is charged to functions and programs based on their usage of the related assets. The amounts allocated to each function or program are as follows:

Governmental Activities

|                               |                  |
|-------------------------------|------------------|
| Public safety                 | \$ 98,227        |
| Total Governmental Activities | <u>\$ 98,227</u> |

Business-type Activities

|                                |                   |
|--------------------------------|-------------------|
| Water                          | \$ 215,495        |
| Sewer                          | <u>123,638</u>    |
| Total Business-type Activities | <u>\$ 339,133</u> |

City of Rio Dell  
NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2012

NOTE 5 - LONG-TERM OBLIGATIONS

Changes in long-term obligations and debt for the fiscal year ended June 30, 2012 are as follows:

|  | Original<br>Issue<br>Amount | Balance<br>June 30,<br>2011 | Additions         | Retirements       | Balance<br>June 30,<br>2012 | Current<br>Portion |
|--|-----------------------------|-----------------------------|-------------------|-------------------|-----------------------------|--------------------|
| <b>Governmental Activity Debt:</b>       |                             |                             |                   |                   |                             |                    |
| Compensated absences                     | \$ -                        | \$ 15,334                   | \$ 121            | \$ -              | \$ 15,455                   | \$ -               |
| <b>Total Governmental Activity Debt</b>  | <b>\$ -</b>                 | <b>\$ 15,334</b>            | <b>\$ 121</b>     | <b>\$ -</b>       | <b>\$ 15,455</b>            | <b>\$ -</b>        |
| <b>Business-type Activity Debt:</b>      |                             |                             |                   |                   |                             |                    |
| DHS Infiltration Gallery Loan            | \$ 2,720,000                | \$ 2,448,000                | \$ -              | \$ 136,000        | \$ 2,312,000                | \$ 136,000         |
| FMHA Special Assessment Bonds            | 535,800                     | 180,000                     | -                 | 20,000            | 160,000                     | 25,000             |
| RCAC - Sewer Planning and Design         | 400,000                     | 214,879                     | -                 | 57,084            | 157,795                     | 157,795            |
| Rural Communities Assistance Corp        | 1,700,000                   | -                           | 569,008           | -                 | 569,008                     | -                  |
| Capital leases                           | 66,638                      | 58,296                      | -                 | 15,103            | 43,193                      | 17,595             |
| Compensated absences                     | -                           | 16,051                      | -                 | 80                | 15,971                      | -                  |
| <b>Total Business-type Activity Debt</b> | <b>\$ 5,422,438</b>         | <b>\$ 2,917,226</b>         | <b>\$ 569,008</b> | <b>\$ 228,267</b> | <b>\$ 3,257,967</b>         | <b>\$ 336,390</b>  |

Bonds and Notes Payable

Long-term debt at June 30, 2012 consists of the following:

DHS Infiltration Gallery Loan

In August 2005, the City entered into a loan agreement with the California Department of Health Services, Drinking Water and Environmental Services Division, for a loan in an amount up to \$2,720,000. The proceeds from the loan were used to assist in financing construction of a project which will enable the City to meet safe drinking water standards established under the Health and Safety Code and California Code of Regulations. The non-interest bearing loan calls for 50 equal semiannual payments due in July and January of each year, beginning in July 2009. At June 30, 2012 the balance of the note was \$2,312,000.

City of Rio Dell  
NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2012

NOTE 5 - LONG-TERM OBLIGATIONS (continued)

Based on the maximum balance of the loan the annual requirements to amortize the note are as follows:

| <u>Year ending June 30</u> |    |                  |
|----------------------------|----|------------------|
| 2013                       | \$ | 136,000          |
| 2014                       |    | 136,000          |
| 2015                       |    | 136,000          |
| 2016                       |    | 136,000          |
| 2017                       |    | 136,000          |
| 2018                       |    | 136,000          |
| 2019                       |    | 136,000          |
| 2020                       |    | 136,000          |
| 2021                       |    | 136,000          |
| 2022                       |    | 136,000          |
| 2023                       |    | 136,000          |
| 2024                       |    | 136,000          |
| 2025                       |    | 136,000          |
| 2026                       |    | 136,000          |
| 2027                       |    | 136,000          |
| 2028                       |    | 136,000          |
| 2029                       |    | <u>136,000</u>   |
| Total                      | \$ | <u>2,312,000</u> |

Assessment Bonds

In November 1978, the City borrowed \$535,800 through the issuance of bonds to finance improvements to the City's sewage collection system. The terms of an agreement with FMHA require semiannual payments of interest at 5 percent and annual payments of principal that increase from \$10,000 in the early years of the agreement to \$30,000 in the later years. Currently, the principal payments are \$20,000. The bonds mature in 2018.

The annual requirements to amortize the note are as follows:

| <u>Year Ending June 30</u> | <u>Principal</u>  | <u>Interest</u>  | <u>Total</u>      |
|----------------------------|-------------------|------------------|-------------------|
| 2013                       | \$ 25,000         | \$ 8,000         | \$ 33,000         |
| 2014                       | 25,000            | 6,750            | 31,750            |
| 2015                       | 25,000            | 5,500            | 30,500            |
| 2016                       | 25,000            | 4,250            | 29,250            |
| 2017                       | 30,000            | 3,000            | 33,000            |
| 2018                       | <u>30,000</u>     | <u>1,500</u>     | <u>31,500</u>     |
| Total                      | <u>\$ 160,000</u> | <u>\$ 29,000</u> | <u>\$ 189,000</u> |

RCAC Sewer Planning and Design

In September 2011, the City borrowed \$400,000 through execution of a promissory note and loan agreement to finance the improvements to the City's wastewater treatment and disposal system. The terms of an agreement with RCAC require monthly payments of principal and interest at 5.5 percent. Currently, the principal payments are \$6,076. The loan was modified in December 2011, increasing the amount by \$700,000. The loan matures in October 2012 at which time all principal and accrued and unpaid interest is due and payable. The balance outstanding at June 30, 2012 was \$157,795.

City of Rio Dell  
NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2012

NOTE 5 - LONG-TERM OBLIGATIONS (concluded)

Rural Communities Assistance Corporation

The City obtained an interest only eighteen month credit line in May 2012 for the Waste Water Treatment Plant Construction Project. The interest rate is 5.5% and payments are made monthly. The balance of the credit line at June 30, 2012 was \$569,008.

Capital Leases

The City has entered into certain capital lease agreements under which the related equipment will become the property of the City when all terms of the lease agreements are met. Amortization of leased assets is included with depreciation expense.

The following schedule presents future minimum lease payments as of June 30, 2012.

| <u>Year Ending June 30</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u>     |
|----------------------------|------------------|-----------------|------------------|
| 2013                       | \$ 17,595        | \$ 1,694        | \$ 19,289        |
| 2014                       | 14,396           | 1,036           | 15,432           |
| 2015                       | <u>11,202</u>    | <u>333</u>      | <u>11,535</u>    |
| Total                      | <u>\$ 43,193</u> | <u>\$ 3,063</u> | <u>\$ 46,256</u> |

Compensated Absences Payable

There is no fixed payment schedule to pay the liability of \$31,426 for compensated absences through June 30, 2012.

The net changes of the compensated absences are allocated to the public safety department on the Statement of Activities.

NOTE 6 - INTERFUND BALANCES

Current interfund balances arise in the normal course of business; resources may be transferred from one City fund to another. The purpose of the majority of the balances is to reimburse a fund that has made an expenditure on behalf of another fund. At June 30, 2012, interfund balances were comprised of the following:

| <u>Receivable</u>   | <u>Payable</u> | <u>Amount</u> |
|---------------------|----------------|---------------|
| Governmental Funds: |                |               |
| General Fund        | Sewer          | \$ 1,056,581  |
| Water               | Sewer          | \$ 183,570    |

NOTE 7 - CONTINGENCIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

There are pending lawsuits in which the City is involved. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the City Attorney that the resolution of these matters will not have a material adverse effect on the financial condition of the City.

City of Rio Dell  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2012

NOTE 8 - JOINT POWERS AGREEMENTS

The City is a member of various joint powers authorities, which provide goods or services to the City and other authority members. Under the criteria established by GASB No. 14, the City does not have sufficient authority, influence or accountability over these entities to incorporate them in this annual report. Additionally, the City has determined that it has no ongoing financial interest in or responsibility for any of these organizations as defined by GASB No. 14. The names and general functions of these joint powers are as follows:

Humboldt Transit Authority

Humboldt Transit Authority (HTA) was created as a separate legal entity by a joint powers agreement between Humboldt County and the Cities of Fortuna, Eureka, Arcata, Trinidad, and Rio Dell. The governing board consists of a city council member and an alternate member appointed from each participating city, as well as two board members and up to two alternate members appointed by the Humboldt County Board of Supervisors. HTA is responsible for adopting its own budget and has the power to incur debts, liabilities, or other obligations. On commencement of operations of HTA, the County contributed 50 percent of the initial equity, and the participating cities jointly contributed 50 percent based upon population data. The participants do not have an ongoing equity interest in HTA. However, the participants do share operating costs of HTA, and the current share of the City of Rio Dell is 2.8 percent. During the year ended June 30, 2012, the City paid HTA \$30,229. At termination of the agreement, all surplus monies will be returned to the participants in proportion to the amounts received and property shall be divided in a manner agreed upon by the parties. Complete financial statements for Humboldt Transit Authority may be obtained at the offices of the Authority at 133 V Street, Eureka, California 95501.

Hazardous Materials Response Authority

Hazardous Materials Response Authority (HMRA) was created as a separate legal entity by a joint powers agreement between the County of Humboldt, the County of Del Norte, and Cities of Eureka, Crescent City, Arcata, Blue Lake, Fortuna, Trinidad, and Rio Dell. (The City of Ferndale withdrew from the agreement during 1994-1995). The purpose of this joint venture is to pool resources of the participants to provide a united, coordinated, orderly, positive, and more effective means of aiding and assisting in the formulation, administration, implementation and maintenance of an area-wide hazardous materials response team.

HMRA is governed by a board of directors comprised of one member and an alternate appointed by each participant. It adopts its own budget and has the powers to incur debts, liabilities, or obligations. The City of Eureka is responsible for directing the operations of Hazardous Materials Response Teams and for the accounting of HMRA, and in return HMRA reimburses the City of Eureka for the costs of operation and accounting services.

Upon commencement of HMRA, the participants agreed to contribute a proportionate share of the cost of operations based on population. The participants do not have an ongoing equity interest in HMRA. However, the participants do share the operating costs on HMRA, and the current share of the City of Rio Dell is 1.9 percent, based on population. During the year ended June 30, 2012, the City paid HMRA \$1,298. At termination of the agreement, all surplus monies will be returned to the participants in proportion of the amounts received by HMRA; property shall be divided in a manner agreed upon by the participants. Complete financial statements of HMRA are on file at the offices of the City of Eureka at 531 K Street, Eureka, California 95501.

City of Rio Dell  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2012

NOTE 8 - JOINT POWERS AGREEMENTS (concluded)

Redwood Region Economic Development Commission

Redwood Region Economic Development Commission (RREDC) was established on November 1, 1977, under a Joint Exercise of Powers Agreement among the nineteen public agencies within Humboldt County, including the City of Rio Dell. RREDC is a separate public entity created to aid, assist, and coordinate the formulation, administration, and the implementation of the Economic Development Action Plan and Strategy for Humboldt County, and to assist in the implementation of economic development projects and programs to improve the quality of life in the area. RREDC is governed by one member and an alternate appointed by each participant. Complete financial statements for RREDC are on file at the offices of RREDC at 520 E Street, Eureka, CA 95001.

NOTE 9 - DEFERRED COMPENSATION PLAN

The City offers its employees deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans, available to all City employees, permit employees to defer a portion of their salary until future years. Participation in the plans is optional. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. As explained previously, the City has adopted the provisions of GASB No. 32 and, therefore, assets and liabilities of these plans have been excluded from the accompanying financial statements. For the fiscal year ended June 30, 2012, the City made contributions totaling \$135,662 to the plan.

NOTE 10 - RISK MANAGEMENT

The City 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. The City is a member of the Small Cities Organized Risk Effort Joint Powers Authority (SCORE). SCORE provides insurance coverage for general liability, property, and workers' compensation claims under the terms of a joint-powers agreement with the City and several other governmental municipalities.

SCORE is insured up to \$500,000 per general liability and \$1,000,000 per property claim and has purchased excess of loss insurance policies providing coverage above the self-insurance limit to a maximum of \$25,000,000. The City has a \$2,500 - \$50,000 deductible per claim for general liability, property and workers' compensation cases. When the deductible is met, the SCORE becomes responsible for payment of the excess claim.

Payments for insurance claims are recorded as expenditures in the funds in which the liabilities were incurred. In accordance with GASB No. 10, if the third party administrator, SCORE, does not insure the loss occurrence then the City shall accrue a loss, if probable and reasonably estimable. As of June 30, 2012, the City has no uninsured occurrences. The City has not used an actuary in determining the liability reserve if needed. Because the actual claim liabilities depend on such complex factors and inflation and changes in legal doctrines and damage awards, the process used in computing claim liabilities does not necessarily result in an exact amount. Claims are evaluated periodically to take into account recently settled claims, the frequency of claims and other economic and social factors.

City of Rio Dell  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND  
For the Year Ended June 30, 2012  
(UNAUDITED)

|  | <u>Budgeted<br/>Amounts</u> |                    | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|--|-----------------------------|--------------------|---------------------------|---------------------------------------|
|  | <u>Original</u>             | <u>Final</u>       |                           |                                       |
| <u>REVENUES</u>                                      |                             |                    |                           |                                       |
| Property taxes                                       | \$ 108,627                  | \$ 108,627         | \$ 107,092                | \$ (1,535)                            |
| Sales  | 161,081                     | 161,081            | 188,042                   | 26,961                                |
| Occupancy  | 11,500                      | 11,500             | 11,287                    | (213)                                 |
| Intergovernmental                                    | 52,265                      | 75,149             | 76,332                    | 1,183                                 |
| Licenses, permits, and franchise fees                | 464,140                     | 464,140            | 456,037                   | (8,103)                               |
| Interest and use of property                         | 53,680                      | 53,680             | 38,570                    | (15,110)                              |
| Miscellaneous  | 200                         | 200                | 1,295                     | 1,095                                 |
| Total revenues                                       | <u>851,493</u>              | <u>874,377</u>     | <u>878,655</u>            | <u>4,278</u>                          |
| <u>EXPENDITURES</u>                                  |                             |                    |                           |                                       |
| Current operations:                                  |                             |                    |                           |                                       |
| General government                                   | 135,044                     | 135,044            | 126,508                   | 8,536                                 |
| Public safety  | 545,349                     | 545,349            | 425,689                   | 119,660                               |
| Public works   | -                           | -                  | 11,704                    | (11,704)                              |
| Planning   | 136,834                     | 136,834            | 128,032                   | 8,802                                 |
| Recycling  | -                           | -                  | 102                       | (102)                                 |
| Building   | 55,394                      | 55,394             | 39,307                    | 16,087                                |
| Capital outlays                                      | -                           | 46,669             | 46,670                    | (1)                                   |
| Total expenditures                                   | <u>872,621</u>              | <u>919,290</u>     | <u>778,012</u>            | <u>141,278</u>                        |
| Excess (deficiency) of<br>revenues over expenditures | <u>\$ (21,128)</u>          | <u>\$ (44,913)</u> | <u>100,643</u>            | <u>\$ 145,556</u>                     |
| Fund balance, beginning of period                    |                             |                    | <u>1,059,033</u>          |                                       |
| Fund balance, end of period                          |                             |                    | <u>\$ 1,159,676</u>       |                                       |

City of Rio Dell  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE - CDBG FUND  
For the Year Ended June 30, 2012  
(UNAUDITED)

|  | <u>Budgeted Amounts</u> |               | Actual<br>Amounts | Variance with<br>Final Budget |
|--|-------------------------|---------------|-------------------|-------------------------------|
|  | <u>Original</u>         | <u>Final</u>  |                   |                               |
| <u>REVENUES</u>                                      |                         |               |                   |                               |
| Miscellaneous  | \$ -                    | \$ 170        | \$ 170            | \$ -                          |
| Total revenues                                       | <u>-</u>                | <u>170</u>    | <u>170</u>        | <u>-</u>                      |
| <u>EXPENDITURES</u>                                  |                         |               |                   |                               |
| Current operations:                                  |                         |               |                   |                               |
| Capital outlays                                      | -                       | -             | -                 | -                             |
| Total expenditures                                   | <u>-</u>                | <u>-</u>      | <u>-</u>          | <u>-</u>                      |
| Excess (deficiency) of<br>revenues over expenditures | <u>\$ -</u>             | <u>\$ 170</u> | <u>170</u>        | <u>\$ -</u>                   |
| Fund balance, beginning of period                    |                         |               | <u>4,842</u>      |                               |
| Fund balance, end of period                          |                         |               | <u>\$ 5,012</u>   |                               |



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*Rio Dell City hall  
675 Wildwood Avenue  
Rio Dell, CA 95562  
(707) 764-3532  
riodellcity.com*

September 17, 2013

TO: Honorable Mayor and City Council  
FROM: Jim Stretch, City Manager  
SUBJECT: Construction of stairs from City Hall to upper parking lot

IT IS RECOMMENDED THAT THE CITY COUNCIL:

Add to the present ADA project a stairway from to the upper parking lot down to the existing back to the rear door of City Hall, including some minor concrete work.

BACKGROUND AND DISCUSSION

On June 4, 2013 the Council approved a project for the current fiscal year to replace the ADA ramp on the front of City Hall, replace broken windows, replace (2) public entries to the building with ADA approved doorways, and modify the public parking lot to accommodate the new ADA improvements. On July 16, 2013 the City Council approved a contract with Matson & Vallerga Architects, Inc. for the design, with the understanding that City Engineer GHD would be involved.

At that same meeting, the Council directed that the City Manager and Architect pursue a second project; a site analysis and preliminary plans for a new Police Department (PD) building and plans for remodeling City Hall once the PD moves out. That scope of work included the construction of a new rear entry to the building and stairs leading down from the upper parking lot to the rear entry. It is that part of the plan concerning the stairway that we are asking the Council to add to the ADA work this year.

City employees no longer park in the front lot at City Hall. They park along side of the building on Davis Street and the upper parking lot, walking around the building to enter the front door. When winter arrives it is going to be a long walk in the rain and darkness for employees to come and go, and it presents issues related to safety and personal convenience. All employees would park in the upper lot if there was better access to the building.

Therefore, it is recommended that the Council approve adding to the approved 2013-14 ADA improvement project a stairway from the back parking lot to the existing back door, including some minor concrete work.

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September 17, 2013

TO: Honorable Mayor and City Council  
FROM: Jim ~~Stretch~~, City Manager  
SUBJECT: Declare (2) Real Properties Surplus to the City and Authorize Appraisals to Determine Values in Preparation to Sell

IT IS RECOMMENDED THAT THE CITY COUNCIL:

1. Declare real estate parcels identified by Assessor's parcel Numbers 052-061-057 and 205-041-014 as surplus to City use and available for sale after values are determined, and
2. Authorize the City Manager to order appraisals for the properties at Monument Springs and on Belleview Avenue in anticipation of public sale, and
3. Authorize the City Manager, if necessary, to enter into real estate agent sales agreements with one or more Real Estate Brokers and negotiate commissions for the sale of the (2) properties, and
4. Let it be known to the public that the City Council retains the authority unto itself to accept or reject any offer for the purchase of surplus City property.

BACKGROUND AND DISCUSSION

When the City acquired the water system in 1969 the acquisition included a 1.2 acre parcel on Belleview Avenue (APN#052-061-057), which was an old well site, and a 5.5 acre parcel off of Monument Road commonly referred to as Monument Springs. The springs at one time were the primary water source to the community of Rio Dell. Both parcels are assets of the City of Rio Dell Water Fund and both are surplus to the system.

Rio Dell Municipal Code section 3.40.040 (e) sets forth the policy of the City regarding surplus real estate property. "All activity involving the declaration and sale of surplus real estate shall require authorization by the City Council regardless of the actual or estimated value." And, Code Section 3.40.040 (2) provides in part that the proceeds from the sale of property shall be deposited into the appropriate fund; the Water Fund in this case.

Code section 3.40.040 (1) (c) (ii) provides that surplus property may be offered for sale for the highest estimated market value and sold by public auction, electronic auction or sealed bid. In this case the City Manager is recommending that authority be delegated so that the services of a Real Property Broker can be retained, if necessary, and that the Council delegate the authority to

the City Manager to negotiate commissions as appropriate and sign the real estate agent sales agreements

The City Manager has determined that other City departments have no use for the properties, and therefore recommends that the Council declare them surplus and offer them for sale to the public at the highest price.

With regard to the Monument Springs property, it has a long history. In 2008 the City Council authorized an appraisal to determine its market value in anticipation of a public sale. The appraisal was completed, but issues surrounding access to the Property complicated the appraisal and it is now substantially out of date. Relevant issues related to the property have recently been studied further, so we can move forward now if the Council agrees.

Through the offices of the City Attorney Russ Gans a review of the recorded deeds related to the parcel have been made with the assistance of Mike O'Hern of Kelly-O'Hern Associates, an expert in the field of surveys and chain of title research. Through their work, it has been determined that demonstrable record evidence supports the City of Rio Dell's access rights along the general alignment of Old Ranch Road ("ORR") and that no record evidence has been identified to date establishing that neighboring property owners have rights to water from Monument Springs when their parcels were created. Those two important questions have now been answered to staff's satisfaction and we believe that the sale of the surplus property can now proceed.

Although we believe that the City has legal access on ORR to the parcel, that access is also critical for Public Works Department in order to maintain the waterline from Monument Road to a holding tank that supplies water to the area. As a practical matter, the City's vehicular access for transporting staff and materials along the waterline terminates on the east side of a slide that removed a portion of ORR. Staff intends to pursue access from the west side of the property to the other side of the slide in order to maintain the waterline on both sides of the slide.

The City Manager is prepared to answer any question that the Council may have on this topic.



**City Parcel**  
APN 052-061-057  
County GIS Acres 1.2



**Monument Springs Parcel**  
APN 205-041-014; GIS Acres 5.53  
Source: Humboldt County GIS



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*Rio Dell City hall  
675 Wildwood Avenue  
Rio Dell, CA 95562  
(707) 764-3532  
riodellcity.com*

September 17, 2013

TO: Honorable Mayor and City Council

FROM: Jim Stretch, City Manager

SUBJECT: Approve \$15,000 Transfer from General Fund Contingency for Survey and Grant Application

IT IS RECOMMENDED THAT THE CITY COUNCIL:

1. Approve a transfer of \$15,000 from the General Fund Reserve to the Capital Improvement Budget Unit for a survey of city boundaries, road right-of-ways and drainage courses in the Northwestern Ave area, and for the preparation of a Proposition 84 grant application for Drainage Improvements in the area,
2. Authorize the City Manager to execute agreements with a Land Surveyor and GHD Engineering to accomplish the work.

BACKGROUND AND DISCUSSION

When the City annexed the property commonly referred to as the Eel River Sawmill site in 2009, it inherited the drainage problem in the area caused by the unusual amount of sediment flowing from the hills to the north into the drainage courses along the railroad right of way, private property and ditches along the newly assumed city streets and the City Public Works Department responds to clean-out ditches and culverts. When these ditches and culverts fill with sediment, flooding occurs which impacts residents in the area.

Since the natural flow of water is across the sawmill property which has been declared by EPA as site contaminated with industrial waste, flooding water cross the site, entering into Caltrans' drainage that passes under US Highway 101 and ultimately into the Eel River. And therein lies the reason to be stated in a grant application to a State agency to fund the project.

Unfortunately, though we have a legal description of the City boundaries at the time of annexation, a survey of the boundaries does not exist, thus it is not possible to know whether the responsibility for various culverts and ditches is that of the City, County of Humboldt, the North Coast Railroad Authority or neighboring property owners. And furthermore, without a survey of the area, a scope of work for the grant application cannot be determined.

The cost of the survey should be less than \$10,000 and the cost of GHD for their assistance and application preparation is estimated at less than \$5,000, for a total transfer amount of \$15,000.



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*Rio Dell City hall  
675 Wildwood Avenue  
Rio Dell, CA 95562  
(707) 764-3532  
riodellcity.com*

September 17, 2013

TO: Honorable Mayor and City Council  
FROM: Jim Stretch, City Manager  
SUBJECT: Adding color to City Hall sign

IT IS RECOMMENDED THAT THE CITY COUNCIL:

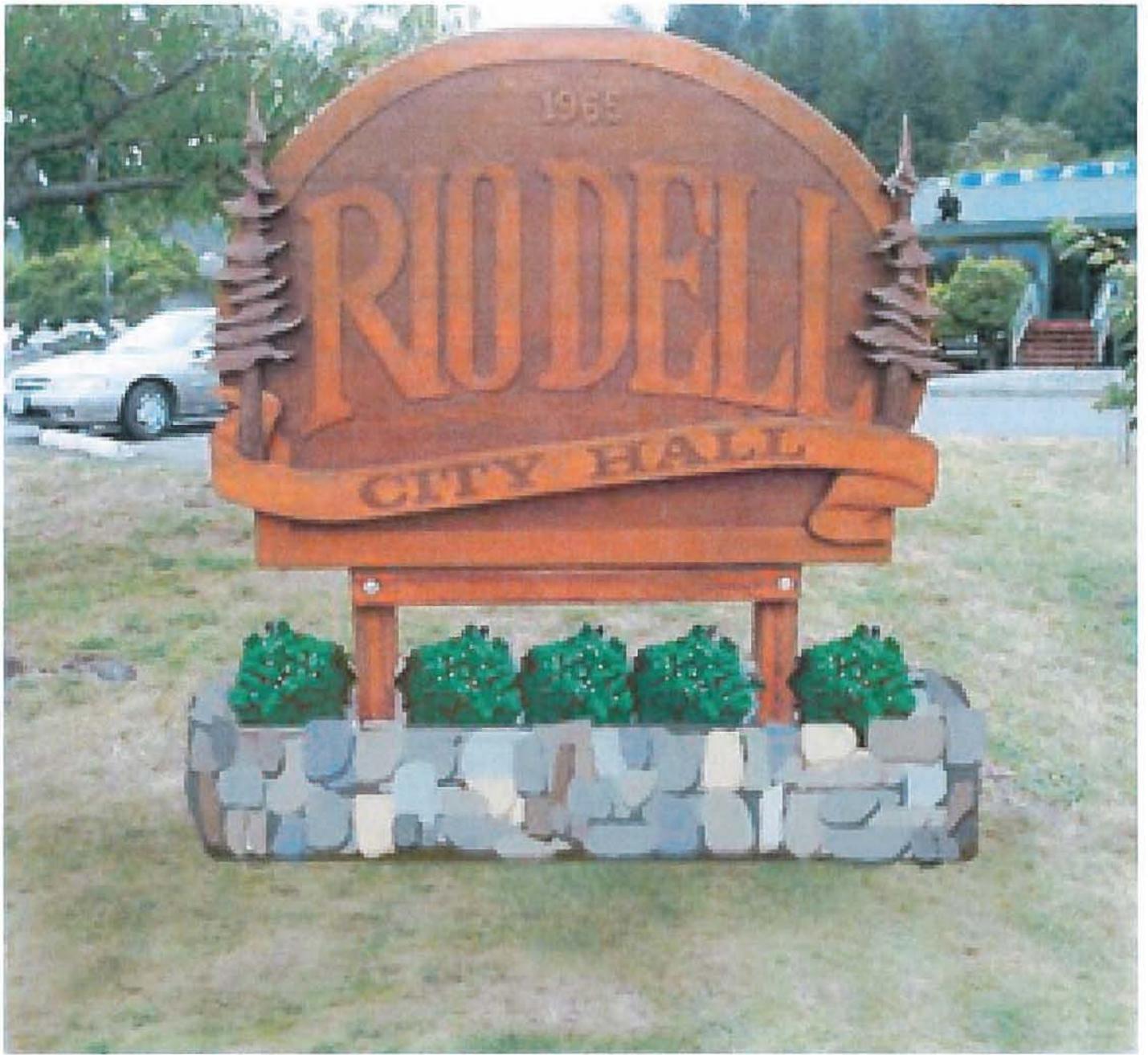
Approve adding colors to City Hall sign.

BACKGROUND AND DISCUSSION

In the fall of 2008 the redwood sign in front of City Hall was designed by Tom Jarvis and manufactured by the Conservation Camp crew at High Rock. It is a beautiful sign that, in the eye of some, is beginning to lack contrast and definition as it ages. The idea has been mentioned, "why not add some color to bring out its features. It was further observed that the concrete base for the sign legs might be best hidden in a rock planter, with the same stone materials as the Wildwood Avenue entrance sign.

Designer Marian Brady, who designed the Wildwood Avenue sign, was asked to prepare a few different versions for coloring the sign and 2 of those ideas favored by the City Hall staff are attached for the Council's review, as well as the sign with no color. Staff members felt that any version of the sign looked best with a native stone planter at the base. The Council is asked to weigh in on their preference, or delegate the decision to the right brain members of the staff.

Please advise.







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675 Wildwood Avenue  
Rio Dell, CA 95562  
(707) 764-3532



For Meeting of: September 17, 2013

To: City Council

From: Kevin Caldwell, Community Development Director 

Through:  Jim Stretch, City Manager

Date: September 13, 2013

Subject: Section 17.30.090 Fence Regulations Text Amendment

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**Recommendation:**

That the City Council:

1. Receive staff's report regarding the proposed text amendments;
2. Continue the public hearing, receive public input and close the public hearing;
3. Adopt Ordinance No. 306-2013 amending the Fence Regulations, Section 17.30.090 of the Rio Dell Municipal Code;
4. Direct the City Clerk, within 15 days after adoption of the Ordinance, to post an adoption summary of the Ordinance with the names of those City Council members voting for or against, or otherwise voting in at least three (3) public places and to post in the office of the City Clerk a certified copy of the full text of the adopted Ordinance pursuant to Section 36933(a) of the California Government Code.

**Background/Summary**

At your meeting of September 3<sup>rd</sup> staff introduced (first reading) Ordinance No. 306-2013 amending the current fence regulations, Section 17.30.090 of the Rio Dell Municipal Code (RDMC).

As discussed at the meeting of September 3<sup>rd</sup>, the current regulations limit the height of fences on the exterior sides of corner lots to four (4) feet. As evidenced by public testimony at the September 3<sup>rd</sup> meeting, fences four (4) feet in height do not provide privacy or security to the back yard of a residence. As such staff is recommending that fences up to six (6) feet be allowed on the exterior sides of corner lots. Fences on corner lots will still be subject to the visibility triangle regulations which restrict fences within thirty (30) feet of the street intersection to no more than three (3) feet in height. Below is a copy of the current regulations and staff's recommended revision:

**17.30.090 (2) Height Regulations.**

Any fence or wall used as a fence shall not exceed a height of six (6) feet within the required front, side, or rear yard of any lot; provided, however, that in any residential district, a fence or wall used as a fence shall not exceed a height of four (4) feet within a required front yard ~~or a side yard on the street side of a corner lot~~, nor six (6) feet within any required rear yard or side yard, except where otherwise permitted by these regulations.

**Zone Reclassification Required Finding:**

**1. The proposed amendment is consistent and compatible with the General Plan and any implementation programs that may be affected.**

There are no polices in the General Plan which preclude the recommended minor revision.

**2. The proposed amendments have been processed in accordance with the California Environmental Quality Act (CEQA).**

The primary purpose of the California Environmental Quality Act (CEQA) is to inform the decision makers and the public of potential environmental effects of a proposed project.

Based on the nature of the project, staff has determined that the project is Statutorily Exempt pursuant to Section 15061(b) (3) of the CEQA Guidelines, Title 14, Chapter 3 of the California Code of Regulations. Pursuant to Section 15061(b) (3) of the CEQA Guidelines this exemption is covered by the general rule that CEQA applies only to projects which have the potential for causing a *significant* effect on the environment. Where it can be seen with certainty that there is no possibility that the project in question may have a significant effect on the environment, the project is not subject to CEQA. Based on the nature of the proposed amendment, staff believes there is no evidence to suggest that the amendments will have a significant effect on the environment.

## **Financial Impact**

The City is responsible for the costs associated with the proposed amendment. The cost is insignificant and will not result in additional budget expenditures or revisions.

## **Attachments:**

1. Ordinance No. 306-2013 amending Section 17.30.090 of the Rio Dell Municipal Code.
2. Post Adoption Summary.

**ORDINANCE NO. 306 – 2013**



**AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF RIO DELL  
AMENDING THE FENCE REGULATIONS, SECTION 17.30.090 OF THE RIO DELL  
MUNICIPAL CODE:**

**THE CITY COUNCIL OF THE CITY OF RIO DELL ORDAINS AS FOLLOWS:**

**WHEREAS** staff is often contacted by residents owning corner lots who want to build or rebuild their fence on the exterior side of their corner lot; and

**WHEREAS** the current regulations limit the height of fences on the exterior sides of corner lots to four (4) feet; and

**WHEREAS** fences four (4) feet in height do not provide privacy or security to the back yard of a residence; and

**WHEREAS** based on the number of inquiries, staff is recommending an amendment to the existing fence regulations to allow fences up to six (6) feet in height on exterior side yards outside the required visibility triangle; and

**WHEREAS** the City has reviewed and processed the proposed amendments in conformance with Sections 65350 – 65362 of the California Government Code; and

**WHEREAS** the City has reviewed and processed the proposed amendments in conformance with Section 17.30.010 of the City of Rio Dell Municipal Code; and

**WHEREAS** the City finds that based on evidence on file and presented in the staff report that the proposed amendment is consistent and compatible with the General Plan and any implementation programs that may be affected; and

**WHEREAS** the proposed amendment has been processed in accordance with the applicable provisions of the California Government Code and the California Environmental Quality Act (CEQA); and

**NOW, THEREFORE, BE IT RESOLVED** that the City Council of the City of Rio Dell finds that:

1. The proposed amendments are consistent with the General Plan and any applicable specific plan; and
2. The City has determined that the proposed amendments are Statutorily Exempt pursuant to Section 15061(b) (3) of the CEQA Guidelines, Title 14, Chapter 3 of the California Code of Regulations.

**NOW, THEREFORE, BE IT FURTHER RESOLVED** that the City Council of the City of Rio Dell does hereby ordain as follows:

**Section 1.** The Fence Regulations, Section 17.30.090(2) of the Rio Dell Municipal Code is hereby amended as follows:

**17.30.090 (2) Height Regulations.**

Any fence or wall used as a fence shall not exceed a height of six (6) feet within the required front, side, or rear yard of any lot; provided, however, that in any residential district, a fence or wall used as a fence shall not exceed a height of four (4) feet within a required front yard ~~or a side yard on the street side of a corner lot~~, nor six (6) feet within any required rear yard or side yard, except where otherwise permitted by these regulations.

**Section 2. Severability**

If any provision of the ordinance is invalidated by any court of competent jurisdiction, the remaining provisions shall not be affected and shall continue in full force and effect.

**Section 3. Limitation of Actions**

Any action to challenge the validity or legality of any provision of this ordinance on any grounds shall be brought by court action commenced within ninety (90) days of the date of adoption of this ordinance.

**Section 4. CEQA Compliance**

The City Council has determined that the adoption of this ordinance is exempt from review under the California Environmental Quality Act (CEQA), pursuant to Section 15061(b)(3) of the CEQA Guidelines. Due to the nature of the proposed code revisions, there is no evidence that any impact to the environment would occur as a result of adoption of the Ordinance.

**Section 5. Effective Date**

This ordinance becomes effective thirty (30) days after the date of its approval and adoption.

**I HEREBY CERTIFY** that the forgoing Ordinance was duly introduced at a regular meeting of the City Council of the City of Rio Dell on September 3, 2013 and furthermore the forgoing Ordinance was passed, approved and adopted at a regular meeting of the City Council of the City of Rio Dell, held on the 17<sup>th</sup> of September 2013 by the following vote:

**AYES:**

**NOES:**

**ABSENT:**

**ABSTAIN:**

---

Jack Thompson, Mayor

**ATTEST:**

I, Karen Dunham, City Clerk for the City of Rio Dell, State of California, hereby certify the above and foregoing to be a full, true and correct copy of Ordinance No. 306-2013 adopted by the City Council of the City of Rio Dell on September 17, 2013.

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Karen Dunham, City Clerk, City of Rio Dell



# Public Notice

## City of Rio Dell City Council

### SUMMARY FOR POSTING AFTER ADOPTION OF ORDINANCE

(The summary shall be published or posted within 15 calendar days after the adoption of the ordinance)

## Summary

On **Tuesday, September 17, 2013 at 6:30 p.m.**, the Rio Dell City Council held a public hearing in the City Council Chamber at City Hall to consider the matter listed below and adopted Ordinance No. 305-2013 amending Sections 8.05.020 and 8.05.070 of the Rio Dell Municipal Code (RDMC).

### **ORDINANCE NO. 306-2013**

Amending the Fence Regulations, Section 17.30.090 of the Rio Dell Municipal Code (RDMC) to remove the current height limit of fences on the exterior sides of corner lots to four (4) feet and allow fences up to six (6) feet on the exterior sides of corner lots. Fences on corner lots will still be subject to the visibility triangle regulations which restrict fences within thirty (30) feet of the street intersection to no more than three (3) feet in height.

A certified copy of the full text of the Ordinance is posted in the office of the City Clerk. General questions regarding the Ordinance, the planning process, submission of materials and information not specific to this project may be obtained from the City, 675 Wildwood Avenue, Rio Dell, CA. 95562; telephone (707) 764-3532.

POSTED: September 18, 2013

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675 Wildwood Avenue  
Rio Dell, Ca 95562  
(707) 764-3532



**CITY OF RIO DELL  
STAFF REPORT  
CITY COUNCIL AGENDA  
September 17, 2013**

TO: Mayor and Members of the City Council

THROUGH: Jim Stretch, City Manager

FROM: Stephanie Beauchaine, Finance Director

DATE: September 12, 2013

SUBJECT: **Ordinance No. 307-2013 Amending Ordinance 286-2012 Chapter 13.10.130 of the Rio Dell Municipal Code (RDMC), Fees for New Service Connections**

**RECOMMENDATIONS**

1. Conduct second reading (by title only) of Ordinance No. 307-2013 An Ordinance of the City Council of the City of Rio Dell Amending Ordinance No. 286-2012, Chapter 12.10.130 of the Rio Dell Municipal Code (RDMC) - Fees for New Sewer Service Connections;
2. Receive staff's report;
3. Continue the public hearing, receive public input and close the public hearing;
4. Adopt Ordinance No. 307-2013 amending the Fees for New Sewer Connections, Chapter 13.10.130 of the Rio Dell Municipal Code (RDMC); and
5. Direct the City Clerk, within 10 days after adoption of the Ordinance, to post an adoption summary of the Ordinance with the names of those City Councilmembers voting for or against, or otherwise voting in at least three (3) public places and to post in the office of the City Clerk a certified copy of the full text of the adopted Ordinance pursuant to Section 36933(a) of the California Government Code.

**BUDGETARY IMPACT**

The proposed connection fee will increase from \$950 to \$5,220. The increase in revenue will be applied to the sewer capital fund to address currently unfunded capital improvements and repairs to the system in the future. It will have no impact on the current operating budget.

## **BACKGROUND AND DISCUSSION**

Bartle Wells Associates (BWA) was engaged by the City to develop a new wastewater rate structure and to update the City's wastewater capacity fee. After several discussions the Council has directed staff to proceed with adoption of the recommended wastewater connection fee which will be increased from \$950 to \$5,220.

BWA calculated the proposed connection fee using the System Buy in Method which is calculated based on the replacement cost of wastewater assets less depreciation.

Residential projects would be charged \$5,220 for each "individual dwelling, residence, building, or separate service to any multiple use consumer on any parcel or parcels under the same ownership". Non-residential projects would be charged \$5,220 for each new service per Equivalent Dwelling Unit count as determined by the City Engineer based on flow and strength. The increased connection fee will not change the monthly service fee for existing residence or business.

The City Council conducted the first reading at the September 3<sup>rd</sup> meeting. The Ordinance will become effective 30 days after adoption.

**ORDINANCE NO. 307 – 2013**



AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF RIO DELL  
AMENDING ORDINANCE NO. 286-2012  
CHAPTER 13.10.130  
FEES FOR NEW SERVICE CONNECTIONS

**WHEREAS**, the City Council of the City of Rio Dell hired Bartle Wells to evaluate the City's Wastewater Connection Fee; and

**WHEREAS**, Bartle Wells has evaluated the Wastewater connection fee on the Buy-in method based on the replacement cost of wastewater assets less depreciation, and determined the new connection fee to be \$5,220.00; and

**NOW THEREFORE**, the City Council of the City of Rio Dell does hereby ordain as follows:

**Section 1.** The Sewer Connection Fees Regulations, Section 13.10.130 of the Rio Dell Municipal Code is hereby amended as follows:

**ARTICLE II. CONNECTIONS – INSTALLATION OF SERVICE**

**13.10.130 FEES FOR NEW SERVICE**

~~(1)(1) There shall be a new service connection fee of \$950.00 required for each individual dwelling, residence, building, or separate service to any multiple use consumer on any parcel or parcels under the same ownership. This fee is levied in addition to any actual costs by the City to provide the new service and shall be received into the sewer fund for the purposes of operational expenditures. The sewer connection fee shall be set by ordinance in accordance with California Health and Safety Code Section 5474, as amended.~~

~~(2)(2) New service connection fees for multi-use motels or hotels that provide non-housekeeping sleeping rooms with no more than one bathroom facility per unit and no kitchen or other wastewater plumbing shall be required to pay a per unit fee of \$190.00, which is levied in addition to any and all actual costs by the City in physically providing the new services. Further, the quantity of these unit connections to one or more private property side sewers and the number of City-owned laterals connecting to the collection main shall be at the determination of the City Manager or designee, whose decision is final. There shall be a new service connection fee of \$5,220 required for each individual dwelling, residence, building, or separate service to any multiple use consumer on any parcel or parcels under the same ownership. This fee shall be levied in addition to any~~

actual costs by the City to provide the new service and shall be received into the sewer capital fund for the purpose of capital expenditures.

(3) The connection fee for non-residential customers shall be based upon the number of Equivalent Dwelling Unit (EDU) as determined by the City Engineer.

4) This fee shall be levied in addition to any actual costs by the City to provide or install service.

## **Section 2. Severability**

If any provision of the ordinance is invalidated by any court of competent jurisdiction, the remaining provisions shall not be affected and shall continue in full force and effect.

## **Section 3. Limitation of Actions**

Any action to challenge the validity or legality of any provision of this ordinance on any grounds shall be brought by court action commenced within ninety (90) days of the date of adoption of this ordinance.

## **Section 4. Effective Date**

This ordinance becomes effective thirty (30) days after the date of its approval and adoption.

**I HEREBY CERTIFY** that the forgoing Ordinance was duly introduced at a regular meeting of the City Council of the City of Rio Dell on September 3, 2013 and furthermore the forgoing Ordinance was passed, approved and adopted at a regular meeting of the City Council of the City of Rio Dell, held on the 17<sup>th</sup> of September 2013 by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

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Jack Thompson, Mayor

ATTEST:

I, Karen Dunham, City Clerk for the City of Rio Dell, State of California, hereby certify the above and foregoing to be a full, true and correct copy of Ordinance No. 307-2013 adopted by the City Council of the City of Rio Dell on September 17, 2013.

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Karen Dunham, City Clerk, City of Rio Dell

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675 Wildwood Avenue  
Rio Dell, CA 95562  
(707) 764-3532



To: Honorable Rio Dell City Council  
From: Graham Hill, Chief of Police  
Through: Jim Stretch, City Manager  
Date: September 17, 2013  
Subject: Police Activity Report through August 31, 2013

**Council Action**

- Receive and File

**Summary**

This is a general summary of activity concerning Personnel, Training, Nuisance Abatement, Animal Control, and Incident/Arrest data.

**Personnel**

We are currently one officer down due to a non-work related injury.

**Training**

No significant training during this reporting period.

**Code Enforcement**

Working with the Community Development Director we have been successful in getting voluntary compliance for several code enforcement issues, including a vector issue on 4<sup>th</sup> Avenue, several weed abatements, and several Proposition 215 marijuana grows that were out of compliance pursuant to local ordinance.

**Equipment**

I received a telephone call from Kurt Mederios of Harper Motors and he informed me we should receive our two new vehicles within two weeks. I have scheduled the installation of the emergency equipment for the end of the month. Each vehicle should take about two weeks. We have received the vehicle graphics and those will be installed by the same company that is doing the equipment installation.

I am still waiting to hear back from the county regarding the equipment ordered through the Homeland Security Grant. The equipment is ordered through the OES division and I know they are very busy right now, but I suspect we'll be getting the equipment in the next couple months.

### **Special Projects**

As a result of the AB 109 legislation (the realignment of state prisoners) the municipal police chief's received a sum of money to assist municipal agencies with dealing with the additional enforcement issues that resulted. The police chief's have met a couple times and have created a data sharing project that will allow area agencies to share crime information through a computer database. The project is still being finalized and we hope to get all of the Humboldt agencies on board as well as some of our neighboring counties. The information will updated automatically into the data base at pre-determined intervals allowing very quick access to departments. The proposal allocates funding for each participating municipal agency for a three year period.

After the data sharing project is completed there will be a sum of money left to be used for law enforcement purposes at the discretion of the police chief's. During a recent meeting it was decided a fixed amount of money would be distributed equally amongst the five municipal agencies and the remaining amount would be divided based on population. While the amount is not yet determined it is likely we will receive in excess of \$20,000.00. I am working with the members of my department and the City Manager to determine the best way to utilize those funds

### **Statistics**

Total Calls For Service for the month of July: **224**

*See attached (all of our calls are documented as Calls for Service and if the call is determined to be criminal or otherwise warrants additional documentation it is documented more thoroughly as an Incident. If, as a result of the investigation associated with the Incident an arrest is made that information is documented in the Arrest Module. I have attached information regarding Incidents and Arrests, but elected to exclude calls for service as the information is somewhat cumbersome. It should be noted that when viewing the arrest information our system only produces the "primary" offense in the statistical report. In many cases one person can be charged with multiple crimes).*

### **Attachments**

- Incident Offense Total Month to Month Comparison
- Arrest Total by Violation
- Calls for Service totals by violation

**CITY OF RIO DELL  
POLICE DEPARTMENT**

675 WILDWOOD AVENUE  
RIO DELL CA, 95562

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**Incident Offense Totals Month to Month Comparison**

01/01/2013 to 08/31/2013

| Offense Code                                   | JAN | FEB | MAR | APR | MAY | JUN | JUL | AUG | SEP | OCT | NOV | DEC | TOTAL |
|--|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-------|
| B&P 4060 - Possess Controlled Drug w/out...    |     |     |     | 1   | 1   |     |     |     |     |     |     |     | 2     |
| B/W - F - RDPD Bench Warrant - Felony          |     |     |     |     | 1   |     |     |     |     |     |     |     | 1     |
| B/W - M - RDPD Bench Warrant - ...             |     | 1   |     | 2   |     |     |     |     |     |     |     |     | 3     |
| CVC 10851 - Stolen Vehicle                     |     |     | 1   |     |     |     |     | 1   |     |     |     |     | 2     |
| CVC 10852 - Break or Remove Vehicle Parts      |     |     |     |     | 1   |     |     |     |     |     |     |     | 1     |
| CVC 12500 - No Drivers License                 | 1   | 1   | 3   |     |     |     |     | 3   |     |     |     |     | 8     |
| CVC 14601 - Driving w/ Suspended or...         | 2   | 3   | 2   | 3   | 2   | 1   | 1   |     |     |     |     |     | 14    |
| CVC 16028(a) - No Vehicle Insurance            | 1   |     |     |     |     |     |     | 1   |     |     |     |     | 2     |
| CVC 21460 - Driving Over DoubleLine            |     |     |     |     |     |     |     | 2   |     |     |     |     | 2     |
| CVC 22350 - Basic Speed                        |     |     | 1   |     |     |     |     |     |     |     |     |     | 1     |
| CVC 22450 - Stop Sign Violation                | 1   |     |     |     |     |     | 1   |     |     |     |     |     | 2     |
| CVC 22651(o) - Vehicle Storage Authority -...  |     |     |     | 1   |     |     |     |     |     |     |     |     | 1     |
| CVC 23152(a) - DUI - Impaired Alcohol or...    |     | 2   | 1   | 2   | 1   | 2   |     | 5   |     |     |     |     | 13    |
| CVC 23152(b) - DUI - .08 BAC                   |     |     | 1   | 1   | 2   | 1   | 1   | 4   |     |     |     |     | 10    |
| CVC 23222(a) - Open Container While Driving    |     | 1   |     |     |     |     |     |     |     |     |     |     | 1     |
| CVC 24252(a) - Must Maintain Required...       |     | 1   |     |     |     |     |     |     |     |     |     |     | 1     |
| CVC 4000(a) - Vehicle on Highway,...           | 1   |     |     |     |     |     |     |     |     |     |     |     | 1     |
| CVC 4462(b) - Improper Plates                  |     |     |     |     |     | 1   |     |     |     |     |     |     | 1     |
| CVC 4462.5 - Display False Reg. Tabs           |     | 1   |     |     |     |     |     |     |     |     |     |     | 1     |
| Death Investigation - - Coroner's Case/Non-... |     |     |     |     |     | 1   | 1   |     |     |     |     |     | 2     |
| Dog Bite - - Animal vs. human/Animal vs....    |     |     |     | 1   |     |     |     |     |     |     |     |     | 1     |
| H&S 11350 - Possession of Cocaine/Heroin       |     |     |     |     |     | 3   |     | 1   |     |     |     |     | 4     |

**CITY OF RIO DELL  
POLICE DEPARTMENT**

675 WILDWOOD AVENUE  
RIO DELL CA, 95562

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**Incident Offense Totals Month to Month Comparison**

01/01/2013 to 08/31/2013

| Offense Code                                    | JAN | FEB | MAR | APR | MAY | JUN | JUL | AUG | SEP | OCT | NOV | DEC | TOTAL |
|---|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-------|
| H&S 11351 - Possession for Sale                 |     |     |     |     |     | 1   |     |     |     |     |     |     | 1     |
| H&S 11352 - Transportation, Sale or to Give...  |     |     |     |     |     | 1   |     |     |     |     |     |     | 1     |
| H&S 11364(a) - Possession of Drug...            |     | 1   | 1   | 1   |     | 1   |     | 3   |     |     |     |     | 7     |
| H&S 11377 - Possession of Controlled...         |     | 1   |     |     | 1   | 2   | 1   | 2   |     |     |     |     | 7     |
| H&S 11379 - Transportation of a Controlled...   |     | 1   |     |     |     | 2   |     |     |     |     |     |     | 3     |
| H&S 11550 - Under The Influence Contr'l'd...    |     |     | 2   | 1   |     |     |     |     |     |     |     |     | 3     |
| Investigation - Criminal/Non-Criminal/Civil...  |     |     |     |     |     |     |     | 1   |     |     |     |     | 1     |
| Missing Person -- Adult or Juvenile             |     |     |     |     |     |     |     | 1   |     |     |     |     | 1     |
| O/W - F - Outside Agency Arrest/Bench...        |     | 3   |     |     | 1   | 1   |     | 1   |     |     |     |     | 6     |
| O/W - I - Outside Agency Arrest/Bench...        |     | 1   |     |     |     |     | 1   | 1   |     |     |     |     | 3     |
| O/W - M - Outside Agency Arrest/Bench...        | 5   | 4   | 2   | 4   | 2   | 3   | 4   | 2   |     |     |     |     | 26    |
| PC 11418.5 - Threats To Use WMD                 | 1   |     |     |     |     |     |     |     |     |     |     |     | 1     |
| PC 1203.2 - Misdemeanor Violation of...         | 3   | 1   | 2   | 3   | 2   | 8   | 3   | 3   |     |     |     |     | 25    |
| PC 1203.3 - Felony Violation of Probation       |     |     |     |     |     |     | 1   |     |     |     |     |     | 1     |
| PC 136.1 - Dissuading or Preventing Witness...  |     | 1   |     |     |     |     | 1   |     |     |     |     |     | 2     |
| PC 13700 - Domestic Violence Incident           |     | 1   | 1   |     |     |     |     |     |     |     |     |     | 2     |
| PC 148(a)(1) - Resist , delay, obstruct officer | 1   | 2   |     | 3   |     | 2   |     | 2   |     |     |     |     | 10    |
| PC 148.9(a) - False ID to Police Officer        |     | 1   |     | 1   |     |     |     |     |     |     |     |     | 2     |
| PC 166(a)(4) - Disobey Court Order              | 1   | 1   |     |     |     |     | 1   | 1   |     |     |     |     | 4     |
| PC 192 - Manslaughter                           |     |     |     | 1   |     |     |     |     |     |     |     |     | 1     |
| PC 22810(a) - Unlawful Tear Gas Possession      |     |     |     |     |     |     |     | 1   |     |     |     |     | 1     |
| PC 240 - Assault                                |     | 1   | 1   |     | 1   | 1   |     |     |     |     |     |     | 4     |

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INC-020

**CITY OF RIO DELL  
POLICE DEPARTMENT**

675 WILDWOOD AVENUE  
RIO DELL CA, 95562

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**Incident Offense Totals Month to Month Comparison**

01/01/2013 to 08/31/2013

| Offense Code                                 | JAN | FEB | MAR | APR | MAY | JUN | JUL | AUG | SEP | OCT | NOV | DEC | TOTAL |
|--|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-------|
| PC 242 - Battery                             |     | 2   | 1   | 4   | 1   | 1   |     |     |     |     |     |     | 9     |
| PC 243(b) - Battery; Police Officer          | 1   |     |     |     |     |     |     | 1   |     |     |     |     | 2     |
| PC 243(d) - Battery; Serious Bodily Injurt   | 1   |     |     |     | 1   |     |     |     |     |     |     |     | 2     |
| PC 243(e)(1) - Battery on a Cohabitant       | 2   |     | 1   | 4   | 1   | 3   |     | 2   |     |     |     |     | 13    |
| PC 243.4 - Sexual Battery                    |     |     |     | 1   |     |     |     |     |     |     |     |     | 1     |
| PC 245(a)(1) - Assault with Deadly Weapon... | 2   | 1   |     | 1   | 1   |     |     |     |     |     |     |     | 5     |
| PC 273.5 - Domestic Violence                 |     |     | 1   |     | 2   |     | 1   |     |     |     |     |     | 4     |
| PC 273.6 - Violation of Domestic Violence... |     |     |     |     |     | 2   |     |     |     |     |     |     | 2     |
| PC 273a(b) - Cruelty to Child; other than... | 2   |     |     |     |     |     |     |     |     |     |     |     | 2     |
| PC 290(g)(2) - Failure to register - Felony  |     |     |     | 1   |     |     |     |     |     |     |     |     | 1     |
| PC 3056 - Legal Custody of Parolees          | 1   |     |     | 1   |     | 1   |     |     |     |     |     |     | 3     |
| PC 368 - Abuse of Elder or Dependent Adult   |     |     |     |     | 1   |     |     |     |     |     |     |     | 1     |
| PC 415(1) - Fighting in a Public place       |     | 1   |     |     |     |     |     |     |     |     |     |     | 1     |
| PC 459 - Burglary                            | 1   | 5   |     | 2   | 2   | 4   | 1   |     |     |     |     |     | 15    |
| PC 466 - Possession of Burglary Tools        |     |     |     |     |     | 1   |     |     |     |     |     |     | 1     |
| PC 484e - Unauthorized Access Cards          |     | 1   |     |     |     |     |     |     |     |     |     |     | 1     |
| PC 487 - Grand Theft                         |     | 1   |     |     | 1   |     |     |     |     |     |     |     | 2     |
| PC 488 - Petty Theft                         | 3   | 1   |     | 3   | 2   | 1   |     | 1   |     |     |     |     | 11    |
| PC 496 - Possession of Stolen Property       |     |     |     |     | 2   |     |     | 3   |     |     |     |     | 5     |
| PC 503 - Embezzlement                        |     |     | 1   |     |     |     |     |     |     |     |     |     | 1     |
| PC 537 - Defrauding Innkeepers               |     |     |     |     |     |     |     | 1   |     |     |     |     | 1     |
| PC 594 - Vandalism                           | 4   | 2   |     | 2   | 1   | 3   | 2   | 5   |     |     |     |     | 19    |

**CITY OF RIO DELL  
POLICE DEPARTMENT**

675 WILDWOOD AVENUE  
RIO DELL CA, 95562

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**Incident Offense Totals Month to Month Comparison**

01/01/2013 to 08/31/2013

| Offense Code                                 | JAN          | FEB          | MAR         | APR          | MAY          | JUN          | JUL         | AUG          | SEP | OCT | NOV | DEC | TOTAL      |
|--|--------------|--------------|-------------|--------------|--------------|--------------|-------------|--------------|-----|-----|-----|-----|------------|
| PC 602 - Trespass Circumstances              |              |              | 1           |              |              |              |             | 1            |     |     |     |     | 2          |
| PC 646.9(a) - Stalking                       |              |              |             |              | 1            |              | 1           |              |     |     |     |     | 2          |
| PC 647(f) - Public Intoxication              | 2            | 3            | 1           | 5            | 2            | 4            | 2           | 11           |     |     |     |     | 30         |
| PC 653x - Misuse of 911 Emergency Line       | 1            |              |             |              |              |              |             |              |     |     |     |     | 1          |
| PC 666 - Petty Theft with a Prior Theft...   |              | 1            |             |              |              |              |             |              |     |     |     |     | 1          |
| PC 69 - Resisting Executive Officer          | 1            |              |             |              |              |              |             | 1            |     |     |     |     | 2          |
| RDCO 9.05.010 - Discharge firearm in city... |              |              |             |              |              | 1            |             |              |     |     |     |     | 1          |
| W&I 5150 - Mental Disorder                   |              | 2            | 1           |              | 3            |              | 1           | 1            |     |     |     |     | 8          |
| W&I 601(a) - Uncontrolable Juvenile          |              |              |             |              | 1            |              | 1           |              |     |     |     |     | 2          |
| <b>Total</b>                                 | <b>38</b>    | <b>49</b>    | <b>25</b>   | <b>49</b>    | <b>37</b>    | <b>52</b>    | <b>25</b>   | <b>62</b>    |     |     |     |     | <b>337</b> |
| <b>Percentage</b>                            | <b>11.27</b> | <b>14.54</b> | <b>7.41</b> | <b>14.54</b> | <b>10.97</b> | <b>15.43</b> | <b>7.41</b> | <b>18.39</b> |     |     |     |     |            |

**CITY OF RIO DELL  
POLICE DEPARTMENT**

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RIO DELL CA, 95562

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**Arrest Totals By Violation**

08/01/2013 TO 08/31/2013

| <b>Violation</b>   |  | <b>Total</b> |
|--------------------|--|--------------|
| CVC 12500          | No Drivers License                       | 3            |
| CVC 23152(a)       | DUI - Impaired Alcohol or Drugs          | 1            |
| CVC 23152(b)       | DUI - .08 BAC                            | 4            |
| H&S 11350          | Possession of Cocaine/Heroin             | 1            |
| H&S 11364(a)       | Possession of Drug Paraphernalia         | 3            |
| H&S 11377          | Possession of Controlled Substance       | 1            |
| O/W - F            | Outside Agency Arrest/Bench Warrant -... | 1            |
| O/W - I            | Outside Agency Arrest/Bench Warrant -... | 1            |
| O/W - M            | Outside Agency Arrest/Bench Bench...     | 1            |
| PC 22810(a)        | Unlawful Tear Gas Possession             | 1            |
| PC 243(e)(1)       | Battery on a Cohabitant                  | 1            |
| PC 496             | Possession of Stolen Property            | 3            |
| PC 647(f)          | Public Intoxication                      | 8            |
| <b>Grand Total</b> |  | <b>29</b>    |



**CITY OF RIO DELL  
POLICE DEPARTMENT**

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**Calls For Service Totals By Call Type**

08/01/2013 to 08/31/2013

| Call Type                                | Totals |
|--|--------|
| 1033 Alarm                               | 3      |
| 415 Disturbance                          | 20     |
| 459 Burglary                             | 1      |
| 5150 Mental Illness Incident             | 1      |
| 594 Vandalism                            | 6      |
| 911 911 Hang-up, Disconnect, Etc.        | 1      |
| A/C Animal Control                       | 14     |
| AA CHP Agency Assist CHP                 | 3      |
| AA HCSO Agency Assist HCSO               | 7      |
| AA OTHER Agency Assist All Other         | 1      |
| AVA Abandoned Vehicle                    | 1      |
| BD Barking Dog                           | 1      |
| CM Civil Matter                          | 2      |
| CT ORDER Disobey Court Order             | 1      |
| CUST Custody Dispute                     | 3      |
| DIS Disorderly Conduct                   | 3      |
| DOCUM Documentation Only                 | 14     |
| DOGLIC Dog License                       | 2      |
| DVC Domestic Violence Call               | 4      |
| F/I Field Interview                      | 9      |
| F/U Follow-up Investigation              | 8      |
| FIRE Fire Call                           | 1      |
| FOOT Foot Patrol                         | 1      |
| FP Found Property                        | 3      |
| INVEST Investigation                     | 4      |
| L/U Lock or Unlock Door/Gate             | 19     |
| MEDICAL Medical Aid                      | 6      |
| PCK Patrol Check                         | 2      |
| PS Reported Gun Shots Heard, Fired, Etc. | 2      |
| SS Subpoena Service                      | 1      |
| SUSCIRC Suspicious Circumstances         | 4      |
| T/C Traffic Collision                    | 1      |
| THEFT RT Theft Report                    | 2      |
| TRAFFIC Traffic Stop                     | 30     |
| TRAFPOST Traffic Post                    | 13     |
| UNSUB Unwanted Subject                   | 2      |
| V INVEST Vehicle Investigation           | 8      |
| WC Welfare Check                         | 2      |

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# CITY OF RIO DELL CHECK REGISTER

## General Checking - US Bank of California

| <u>Check</u> | <u>Date</u> | <u>Vendor</u>                                      | <u>Description</u>  | <u>Check / Payment</u> |
|--------------|-------------|--|---|------------------------|
| 0001834      | 8/01/2013   | [5308] BARTLE WELLS ASSOCIATES                     | PROFESSIONAL SERVICES FOR JUNE 2013   | 3,390.15               |
| 0001835      | 8/01/2013   | [2102] JOHN D. BEAUCHAINE                          | ANTHEM BLUE CROSS REBATE  | 12.33                  |
| 0001836      | 8/01/2013   | [2103] JOHN R. CHICORA, JR.                        | ANTHEM BLUE CROSS REBATE  | 19.29                  |
| 0001837      | 8/01/2013   | [2356] DOWNEY BRAND LLP                            | PROFESSIONAL SERVICES RENDERED THROUGH<br>JUNE 2  | 712.50                 |
| 0001838      | 8/01/2013   | [2105] KAREN L. DUNHAM                             | ANTHEM BLUE CROSS REBATE  | 22.32                  |
| 0001839      | 8/01/2013   | [1303] KEVIN HARRALSON                             | ANTHEM BLUE CROSS REBATE  | 9.26                   |
| 0001840      | 8/01/2013   | [2110] GRAHAM G. HILL                              | ANTHEM BLUE CROSS REBATE  | 19.29                  |
| 0001841      | 8/01/2013   | [4724] DAVID G. LUNGI, JR                          | ANTHEM BLUE CROSS REBATE  | 18.09                  |
| 0001842      | 8/01/2013   | [2659] RIO DELL PETTY CASH                         | PETTY CASH PURCHASES FOR JUNE 2013 -<br>MILEAGE   | 62.06                  |
| 0001843      | 8/01/2013   | [5310] JOHN WHITTENBROCK                           | CUSTOMER DEPOSIT  | 28.28                  |
| 0001844      | 8/02/2013   | [5401] CDFW LICENSE AND REVENUE                    | FILING FEE FOR EMERGENCY WORK ON<br>INFILTRATION  | 784.25                 |
| 0001845      | 8/02/2013   | [2366] EEL RIVER DISPOSAL                          | GARBAGE BAGS FOR JULY 2013  | 901.35                 |
| 0001846      | 8/02/2013   | [2502] KEMP INSPECTION SERVICE                     | KEMP INSPECTION SERVICES FOR JULY 2013  | 868.43                 |
| 0001852      | 8/12/2013   | [2705] CA DEPT. OF JUSTICE                         | BLOOD ALCOHOL ANALYSIS FOR APRIL 2013   | 35.00                  |
| 0001853      | 8/12/2013   | [5330] CAPITAL ONE COMMERCIAL                      | LATE CHARGE   | 14.47                  |
| 0001854      | 8/12/2013   | [4885] HDR ENGINEERING, INC.                       | ENGINEERING SERVICES THROUGH JUNE 2013  | 11,540.48              |
| 0001855      | 8/12/2013   | [2513] LACO ASSOCIATES CONSULTING ENGINEERS        | PROFESSIONAL SERVICES FOR JUNE 2013   | 112.25                 |
| 0001856      | 8/12/2013   | [4393] NYLEX.NET                                   | SET UP VPN CLIENT FOR AQUA SIERRA FOR<br>INVOICE  | 48.00                  |
| 0001857      | 8/12/2013   | [0576] 101 AUTO PARTS                              | SEWER HOSE REPAIR<br>AIR BRAKE TUBING, ADAPTER<br>T-WAX CAR WASH<br>PAINT<br>FUUSE TO REPAIR LAWN MOWER<br>HEADLIGHT BULB | 263.90                 |
| 0001858      | 8/12/2013   | [3975] AT&T - 5709                                 | PHONE EXPENSES FOR JULY 2013  | 577.73                 |
| 0001859      | 8/12/2013   | [2240] BAY WEST SUPPLY, INC.                       | PAPER TOWELS  | 167.51                 |
| 0001860      | 8/12/2013   | [3604] STEPHANIE N. BEAUCHAINE                     | PER DIEM FOR APWA AWARD IN SACRAMENTO<br>AUGUST   | 45.00                  |
| 0001861      | 8/12/2013   | [2261] CALIFORNIA STATE DISB UNIT                  | GARNISHMENT FOR CASE #200000001183524 FOR<br>PPE  | 102.11                 |
| 0001862      | 8/12/2013   | [2103] JOHN R. CHICORA, JR.                        | PER DIEM FOR APWA AWARD IN SACRAMENTO<br>AUGUST   | 45.00                  |
| 0001863      | 8/12/2013   | [2293] CITY OF FORTUNA                             | POLICE DISPATCH SERVICES FOR AUGUST 2013  | 1,542.00               |
| 0001864      | 8/12/2013   | [2302] CLYDE'S TOWING, INC.                        | VEHICLE ABATEMENT TOWING  | 80.00                  |
| 0001865      | 8/12/2013   | [2303] COAST CENTRAL CREDIT UNION                  | POA DUES FOR PPE 7/26/2013  | 120.00                 |
| 0001866      | 8/12/2013   | [5127] DELTA DENTAL                                | DENTAL INSURANCE PREMIUM FOR SEPTEMBER<br>2013  | 1,899.39               |
| 0001867      | 8/12/2013   | [2396] FERNBRIDGE TRACTOR & EQUIPMENT CO.,<br>INC. | REPAIR LAWN MOWER DECK  | 651.70                 |

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| 0001868      | 8/12/2013   | [5241] GE CAPITAL                          | XEROX COPIER RENTAL PAYMENT FOR AUGUST 2013   | 475.49                 |
| 0001869      | 8/12/2013   | [2501] HAJOCA CORPORATION                  | WATER MAINTENANCE - SPRING STREET HYDRANT JOB<br>WATER INVENTORY<br>(3) PVC FEMALE ADAPTERS<br>WATER INVENTORY<br>WATER INVENTORY   | 1,611.38               |
| 0001870      | 8/12/2013   | [2465] HUMBOLDT TRANSIT AUTHORITY          | TDA MEMBER ASSESSMENT FY 2013-2014  | 39,849.00              |
| 0001871      | 8/12/2013   | [2471] HUMBOLDT WASTE MANAGEMENT AUTHORITY | AT&T RECYCLING GUIDE  | 221.96                 |
| 0001872      | 8/12/2013   | [4908] MITCHELL BRISSO DELANEY & VRIEZE    | PROFESSIONAL SERVICES FOR JULY 2013<br>PROFESSIONAL SERVICES FOR JULY 2013<br>PROFESSIONAL SERVICES FOR JULY 2013<br>PROFESSIONAL SERVICES FOR JULY 2013<br>PROFESSIONAL SERVICES FOR JULY 2013 | 1,543.00               |
| 0001873      | 8/12/2013   | [2410] NORTH COAST CLEANING SERVICES, INC. | MONTHLY CLEANING SERVICE FOR JULY 2013  | 471.00                 |
| 0001874      | 8/12/2013   | [4338] QUILL CORPORATION                   | LEGAL FILE FOLDERS  | 137.56                 |
| 0001875      | 8/12/2013   | [2659] RIO DELL PETTY CASH                 | POSTAGE SHORTAGE, PROPANE, REPAIR - COUNCIL C   | 28.34                  |
| 0001876      | 8/12/2013   | [2664] ROGERS MACHINERY INC                | REPAIRS TO PUMP   | 546.96                 |
| 0001877      | 8/12/2013   | [2742] SCOTIA TRUE VALUE HARDWARE          | FLAT WASHER<br>RH COUPLING<br>VINYL STRETCH TIE<br>MAINTENANCE SUPPLIES<br>WELDED GDN HOE<br>ZINK QUICK LINK, REPAIR LAP LINK   | 39.83                  |
| 0001878      | 8/12/2013   | [4525] SHERLOCK RECORDS MGMT               | STORAGE FOR AUGUST 2013   | 73.20                  |
| 0001879      | 8/12/2013   | [2710] STARPAGE                            | PAGER SERVICES FOR AUGUST 2013  | 12.95                  |
| 0001880      | 8/12/2013   | [2319] SUDDENLINK COMMUNICATIONS           | MONTHLY BROADBAND SERVICES FOR AUGUST 2013  | 243.16                 |
| 0001881      | 8/12/2013   | [4450] TERMINIX                            | PEST CONTROL - 475 HILLTOP DR   | 47.00                  |
| 0001882      | 8/12/2013   | [1134] JACK THOMPSON                       | PER DIEM & MILEAGE FOR APWA AWARD IN SACRAME  | 343.43                 |
| 0001883      | 8/12/2013   | [2481] VANTAGEPOINT TRANSFER AGENTS-304361 | RETIREMENT PAYMENT FOR PPE 7/26/2013  | 3,885.76               |
| 0001884      | 8/12/2013   | [2779] WILDWOOD SAW                        | WWTP TOOLS - STIHL FS130R TRIMMER   | 396.57                 |
| 0001885      | 8/14/2013   | [2247] ANTHEM BLUE CROSS                   | HEALTH INSURANCE FOR SEPTEMBER 2013   | 16,364.00              |
| 0001886      | 8/14/2013   | [5308] BARTLE WELLS ASSOCIATES             | FOR PROFESSIONAL SERVICES RENDERED FROM JULY  | 1,330.00               |
| 0001887      | 8/14/2013   | [2240] BAY WEST SUPPLY, INC.               | ANTIBACTERIAL HAND SOAP   | 69.45                  |
| 0001888      | 8/14/2013   | [2261] CALIFORNIA STATE DISB UNIT          | GARNISHMENT PAYMENT CASE #200000001183524 FO  | 102.11                 |
| 0001889      | 8/14/2013   | [2303] COAST CENTRAL CREDIT UNION          | POA DUES PPE 8/9/2013   | 120.00                 |

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| 0001890      | 8/14/2013   | [2304] COLLEGE OF THE REDWOODS                   | 2012-2013 FIREARMS RANGE USE FEE<br>2013-2014 FIREARMS RANGE USE FEE  | 400.00                 |
| 0001891      | 8/14/2013   | [2383] EUREKA OXYGEN CO.                         | CYLINDER RENTAL   | 27.94                  |
| 0001892      | 8/14/2013   | [5352] JOANNE E. FARLEY                          | REIMBURSEMENT FOR NOTARY TRAINING AT HSU<br>ON J  | 270.14                 |
| 0001893      | 8/14/2013   | [2405] FORTUNA ACE HARDWARE                      | SPRINKLER POP-UP  | 10.73                  |
| 0001894      | 8/14/2013   | [5052] GHD                                       | RIO DELL SAFE ROUTES TO SCHOOL DESIGN<br>SMITHER FINAL MAP - PLAN REVIEW<br>RIO DELL WATER INFILTRATION GALLERY<br>ENGINEERING & PROFESSIONAL ..SERVICES FOR<br>JUL | 10,177.29              |
| 0001895      | 8/14/2013   | [4885] HDR ENGINEERING, INC.                     | INSPECTION / CONSTRUCTION MANAGEMENT<br>SERVICES  | 13,053.32              |
| 0001896      | 8/14/2013   | [5158] KURT HIRTZER INSPECTION SERVICES          | INSPECTION / CONSTRUCTION MANAGEMENT<br>SERVICES  | 36,000.00              |
| 0001897      | 8/14/2013   | [4908] MITCHELL BRISSO DELANEY & VRIEZE          | PROFESSIONAL SERVICES FOR JULY 2013   | 551.38                 |
| 0001898      | 8/14/2013   | [4360] MODERN MARKETING, INC                     | EVIDENCE STICKERS   | 341.64                 |
| 0001899      | 8/14/2013   | [3484] NATIONAL METER & AUTOMATION, INC          | SUNGUARD II FIBERGLASS ROD  | 1,174.85               |
| 0001900      | 8/14/2013   | [2569] NORTH COAST LABORATORIES, INC.            | TESTING AMMONIA WITHOUT DISTILLATION,<br>NITROGE  | 110.00                 |
| 0001901      | 8/14/2013   | [5101] NORTH VALLEY LABOR COMPLIANCE<br>SERVICES | LABOR COMPLIANCE SERVICES FOR JULY 2013   | 1,575.40               |
| 0001902      | 8/14/2013   | [4629] OLKIN & JONES, DRS                        | DMV PE FOR PUBLIC WORKS   | 85.00                  |
| 0001903      | 8/14/2013   | [2603] PG&E                                      | UTILITY EXPENSE FOR JULY AND AUGUST 2013  | 17,502.39              |
| 0001904      | 8/14/2013   | [3029] REDWOOD COFFEE SERVICE                    | COFFEE SERVICES   | 60.00                  |
| 0001905      | 8/14/2013   | [4215] ROCHA'S AUTOMOTIVE                        | VEHICLE REPAIR ON F-250   | 141.98                 |
| 0001906      | 8/14/2013   | [2742] SCOTIA TRUE VALUE HARDWARE                | NEW SPRINKLER FOR CITY HALL<br>REPLACE FLUORESCENT TUBE AT CITY HALL  | 14.18                  |
| 0001907      | 8/14/2013   | [2694] SHELL OIL CO.                             | PW FUEL EXPENSES FOR JULY 2013<br>PW FUEL EXPENSES FOR AUGUST 2013<br>PD FUEL EXPENSES FOR JULY 2013<br>PD FUEL EXPENSES FOR AUGUST 2013                            | 3,720.59               |
| 0001908      | 8/14/2013   | [2481] VANTAGEPOINT TRANSFER AGENTS-304361       | RETIREMENT FOR PPE 8/9/2013   | 4,470.92               |
| 0001909      | 8/20/2013   | [4903] MARIA KNAPEK                              | PER DIEM FOR MARIA KNAPEK PER CONTRACT<br>WITH L  | 630.00                 |
| 0001910      | 8/20/2013   | [5434] PG&E CFM/PPC DEPARTMENT                   | ELECTRIC DISTRIBUTION AND SERVICE EXTENSION<br>F  | 2,615.25               |
| 0001911      | 8/22/2013   | [2237] BANK OF AMERICA BUSINESS CARD             | MIXER FOR CITY COUNCIL CHAMBERS<br>REGISTRATION FOR GRANT FUNDING &<br>INFRASTRUCTU<br>LEAGUE OF CALIFORNIA CITIES- 2013 ANNUAL<br>CONF                             | 2,583.53               |
| 0001912      | 8/22/2013   | [5316] DAVE BROOKSHER                            | LEAGUE OF CALIFORNIA CITIES 2013 ANNUAL<br>WATER DEPOSIT REFUND   | 22.86                  |

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| 0001913      | 8/22/2013   | [4892] KEVIN CALDWELL                                  | MILEAGE REIMBURSEMENT   | 84.75                  |
| 0001914      | 8/22/2013   | [5330] CAPITAL ONE COMMERCIAL                          | CUPS  | 10.81                  |
| 0001915      | 8/22/2013   | [5435] CH2MHILL  | PROFESSIONAL SERVICES RELATED TO THE CITY<br>INF  | 10,492.01              |
| 0001916      | 8/22/2013   | [2340] DEPARTMENT OF JUSTICE ACCOUNTING<br>OFFICE      | H & S ANALYSIS FOR JULY 2013  | 55.00                  |
| 0001917      | 8/22/2013   | [2487] DEPT OF THE TREASURY INTERNAL REVENUE<br>SERVIC | PENALTIES FOR AMENDED FIRST QTR FICA TAXES -  | 283.95                 |
| 0001918      | 8/22/2013   | [2383] EUREKA OXYGEN CO.                               | NEW WELDER  | 3,238.29               |
| 0001919      | 8/22/2013   | [3603] JAMES LEE GOFF                                  | PW CLOTHING ALLOWANCE REIMBURSEMENT FOR<br>BOOTS  | 161.58                 |
| 0001920      | 8/22/2013   | [3940] INTERSTATE ALL BATTERY CENTER                   | BATTERIES FOR POLICE DEPARTMENT   | 192.10                 |
| 0001921      | 8/22/2013   | [3484] NATIONAL METER & AUTOMATION, INC                | 18 METERS   | 1,322.91               |
| 0001922      | 8/22/2013   | [5386] POLI, KELLI PEARL                               | CUSTOMER WATER AND SEWER DEPOSIT REFUND   | 130.00                 |
| 0001923      | 8/22/2013   | [2742] SCOTIA TRUE VALUE HARDWARE                      | SHUT OFF CONNECTOR, SUPER GLUE, CAR WASH,<br>SPR<br>BLACK & WHITE DUCT TAPE   | 43.85                  |
| 0001924      | 8/22/2013   | [2770] WATER ENVIRONMENT FEDERATION                    | WATER ENVIRONMENT FEDERATION MEMBERSHIP   | 278.00                 |
| 0001925      | 8/27/2013   | [5235] ADVANTAGE FINANCIAL SERVICES                    | MONTHLY PAYMENT FOR DOCSTAR 3.12 SOFTWARE<br>PAC  | 148.35                 |
| 0001926      | 8/27/2013   | [4382] DOCUSTATION                                     | MONTHLY MAINTENANCE AND COPY CHARGES FOR<br>AUGU  | 634.46                 |
| 0001927      | 8/27/2013   | [2411] FORT DEARBORN LIFE INSURANCE CO.                | LIFE INSURANCE FOR SEPTEMBER 2013   | 252.80                 |
| 0001928      | 8/27/2013   | [2474] HUMMEL TIRE & WHEEL, INC                        | FLAT TIRE REPAIR ON #1 SERVICE TRUCK  | 79.50                  |
| 0001929      | 8/27/2013   | [4393] NYLEX.NET                                       | CALL APC AND TEST BATTERY BACKUP, FILE<br>SERVER<br>INSTALL SCANNER ON BACK OFFICE,<br>TROUBLESHOOT   | 1,152.00               |
| 0001930      | 8/27/2013   | [3030] REDWOOD EMPIRE ROOFING                          | REMOVED EXISTING ROOF AND INSTALLED<br>CERTAINT   | 26,150.00              |
| 0001931      | 8/27/2013   | [2664] ROGERS MACHINERY INC                            | REPAIR INGERSOLL RAND COMPRESSOR  | 1,756.00               |
| 0001932      | 8/27/2013   | [2742] SCOTIA TRUE VALUE HARDWARE                      | TWINE TO MARK STREETS FOR WATER & POWER<br>LINES<br>100PK SGL EDGE BLADE<br>3PK FRESHENER, COPY OF KEY FOR PW TRUCK<br>V-PLATE COMPACTOR ROPE STARTER | 20.38                  |
| 0001933      | 8/27/2013   | [5294] DANIEL SMITH                                    | PW CLOTHING ALLOWANCE REIMBURSEMENT FOR<br>BOOTS  | 113.94                 |
| 0001934      | 8/27/2013   | [2709] STAPLES DEPT. 00-04079109                       | INK PEN, MEDIUM BINDER CLIPS, 3 HOLE PUNCH, 2<br>FLOOR CABLE CONCEALER  | 204.41                 |
| 0001935      | 8/27/2013   | [5166] VSP-VISION SERVICE PLAN                         | VISION INSURANCE FOR SEPTEMBER 2013   | 354.64                 |
| 0001936      | 8/30/2013   | [4393] NYLEX.NET                                       | UNIFIED WIRELESS ACCESS POINT   | 106.09                 |

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| 0001937      | 8/30/2013   | [2757] US POSTMASTER | POSTAGE FOR AUGUST 2013 UTILITY BILLING | 341.40                 |
|              |             |                      | <i>Total Checks/Deposits</i>            | <u>235,150.90</u>      |