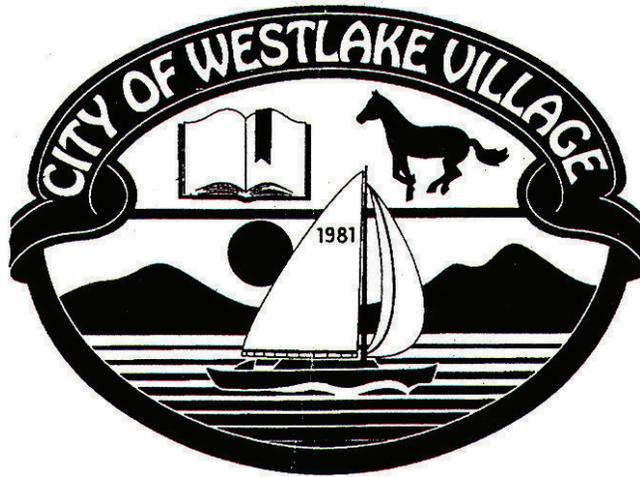


CITY OF WESTLAKE VILLAGE

California

Comprehensive Annual Financial Report

For The Fiscal Year Ended June 30, 2017



CITY OF WESTLAKE VILLAGE

California

Comprehensive Annual Financial Report

For The Fiscal Year Ended June 30, 2017

Prepared by:
Daniel R. Jordan
Director of Finance

CITY OF WESTLAKE VILLAGE
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2017
(With Independent Auditor's Report Thereon)

CITY OF WESTLAKE VILLAGE
 Comprehensive Annual Financial Report
 June 30, 2017

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MARK RUTHERFORD
Mayor

NED E DAVIS
Mayor Pro Tem

KELLY HONIG
Councilmember

SUSAN McSWEENEY
Councilmember

BRAD HALPERN
Councilmember

December 20, 2017

The Citizens
City of Westlake Village:

The Comprehensive Annual Financial Report (CAFR) of the City of Westlake Village (the City) for the fiscal year ended June 30, 2017, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. All material, statements and disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

City Management has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatements.

This report has been prepared according to the Government Accounting Standards Board (GASB) Statement No. 34 – *Basic Financial Statement and Management's Discussion and Analysis for Standard Local Governments*. This letter of transmittal is designed to complement the Management's Discussion and Analysis (MD&A) and should be read in conjunction with it.

This report includes all funds of the City. The City provides a full range of services. These services include police protection; public services; the construction and maintenance of highways, streets, and infrastructure; recreational facilities and activities; and cultural events.

The Reporting Entity and its Services

The City is a general law municipality operating on a contract basis in which day to day services of local government are provided through contracts with Los Angeles County and private organizations. The City's elected officials have a continuing financial accountability over its component entity, the Westlake Village Library Financing Corporation, a nonprofit benefit corporation. The City Council appoints the governing board of the Corporation, and as such has a continuing financial accountability over the Corporation. Accordingly, the Corporation's activities are included in the City's reporting entity.

The residents of Westlake Village elect a five-member City Council to oversee the City's operations and to guide the future development of the community. Council members are elected at large for overlapping four-year terms. Each year the Council selects two of its members to serve as Mayor and Mayor Pro Tem. The Council appoints a City Manager to supervise daily City operations and contract services. The Council also acts as the Planning Commission.

The City Manager initiates the preparation of the annual budget in March. Council workshops are held to discuss priorities, programs and projects for staff direction. The budget is adopted by Council in June prior to the beginning of the fiscal year July 1st. City Council approves appropriations at the department and fund level and may amend the budget at any time during the fiscal year by motion. The level of budgetary control is at the overall fund level. The City Manager and selected management staff are responsible for maintaining expenses within category levels approved by City Council.

Economic Condition and Outlook

The City of Westlake Village is located in the northwestern part of Los Angeles County, thirty-eight miles northwest of downtown Los Angeles. Incorporated on December 11, 1981, the City has a population of approximately 8,370 with a total land area of 5.4 square miles. As an indication of the economic vitality of Westlake Village, incomes throughout the City are substantially higher than county-wide, with an estimated median household income of \$113,884 compared to the county-wide figure of \$56,196. The City's population has a very high concentration of college graduates, with more than 64 percent of the population 25 years and over has a high degree of educational attainment (Bachelors and over), which is a potential draw for technical/professional industries seeking a skilled labor force.

Westlake Village has a strong tax base and a large, diversified business community. The City's property tax base totals \$3.32 billion in 2017 and the estimated median single family residential value is \$837,000. The tax base is also diverse, with the 10 leading taxpayers accounting for 16.0% of total assessed value (AV). The City's sales tax base remains strong as well, with total sales tax collections of \$4.83 million in 2017, compared to \$4.76 million in 2016. Professional, Scientific, Technical, Finance and Insurance forms the largest sectors in the City. The area's industrial base is classified as "high tech." Within a 15-mile radius of Westlake Village are a host of high-tech manufacturers, R&D firms, corporate headquarters, including Dole Food Company, Guitar Center and Bank of America to name just a few businesses.

The employment picture in Westlake Village is stable. While county unemployment figures are 5.2%, the unemployment rate among Westlake Village residents is 4.8%. The highly educated work force can conveniently travel to such areas as the Los Angeles Civic Center, the Wilshire financial district, the South Bay, and the San Fernando Valley. Shopping centers are conveniently located and contain a wide variety of items. Thus the prospects of relatively stable employment opportunities remain for our residents.

Population growth is essentially limited to in-fill only as the City is primarily built out with few remaining undeveloped parcels of land available for housing development. The population of the City is expected to expand to approximately 8,500. Since the City has an excellent balance between houses and jobs, economic stability is expected to be maintained even with a limited population growth.

Westlake Village's financial performance has been very strong. For 2017, general fund revenues exceeded expenditures by \$3.3 million. Included in fund balance are committed funds of \$2.2 million, assigned funds of \$16.9 million and unassigned funds of \$6.1 million available for contingencies. The outlook reflects the expectation of continued strong financial performance with high general fund balances. The City's financial policies have had a significant positive impact on the current period's financial statement, especially the operating and capital reserve policies.

Major Initiatives

Since incorporation, the City Council has been able to set aside funding for capital improvement projects. Although incorporated in 1981, the development of the community began in the late 1960's. The City Council realized that the streets and sidewalks would need major improvements and maintenance; hence, an on-going three to five-year plan was devised. Since these programs were anticipated, the money was already established in a special fund for the improvements. A review of the capital outlay category reflects how these expenditures were made. These improvements allow the City to maintain the quality of streets and sidewalk infrastructure.

Although largely built out, the City has identified a handful of potential new capital projects as a result of a strategic and capital planning initiative. A community park facility, and some major road improvements estimated to more than \$30 million in total, are proceeding and nearing completion. These projects are funded from a variety of sources, including existing reserves, future surpluses, grants and a bond financing debt issue.

Debt levels are manageable, with overall net overlapping debt per capita levels at \$6,587, and overall debt representing 1.66% of the City's 2017 assessed valuation.

The City is a contract city, which contracts with various public and private entities for services as needed. Therefore, it can expand to meet its needs through contracts. The City has a staff of eleven full-time employees to handle most of the day-to-day needs.

Police programs remained constant during the year; however, the increased programs implemented over the last several years through the Sheriff's Department continued to have a positive influence in this community. The City also continued its responsibilities for the administration of the Landscaping and Lighting Districts. The special assessments and the portion of the property taxes recorded for these programs are received by the City and defray the costs for the provision of services associated with these two special districts.

In 2002, the City completed construction on a permanent City Hall and Library totaling approximately 26,000 square feet at the southeast corner of Agoura Road and Oak Crest Drive. Financing for the new buildings included a combination of bonds (Certificates of Participation) and a contribution from the City's General Fund reserves.

Other Information

Independent Audit

The City Council requires an annual audit by independent certified public accountants. The accounting firm of Moss, Levy & Hartzheim, LLP was selected by the City Council. Their report is included in the financial section of this report.

Awards

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the fiscal year ended June 30, 2016. This was the twenty-ninth consecutive year that the City has received this prestigious award. To receive a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both accounting principles generally accepted and applicable legal requirements.

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

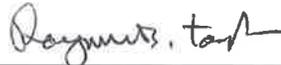
Acknowledgments

In closing, we would like to note that without the leadership and support of the City Council and the City Manager, the cooperation of the various departments and our auditors, Moss, Levy & Hartzheim, LLP, preparation of this report would not have been possible. Also, special thanks to Bob Biery, City Treasurer, Cindy Borchard, Deputy Finance Officer, and Mike Ogden, Deputy Finance Officer, for their extensive work in the preparation of this report.

Respectfully submitted,



Daniel R. Jordan, Finance Director



Raymond B. Taylor, City Manager

CITY OF WESTLAKE VILLAGE

City Officials

City Council

MARK RUTHERFORD
NED DAVIS
BRAD HALPERN
KELLY HONIG
SUSAN MCSWEENY

MAYOR
MAYOR PRO TEM
COUNCIL MEMBER
COUNCIL MEMBER
COUNCIL MEMBER

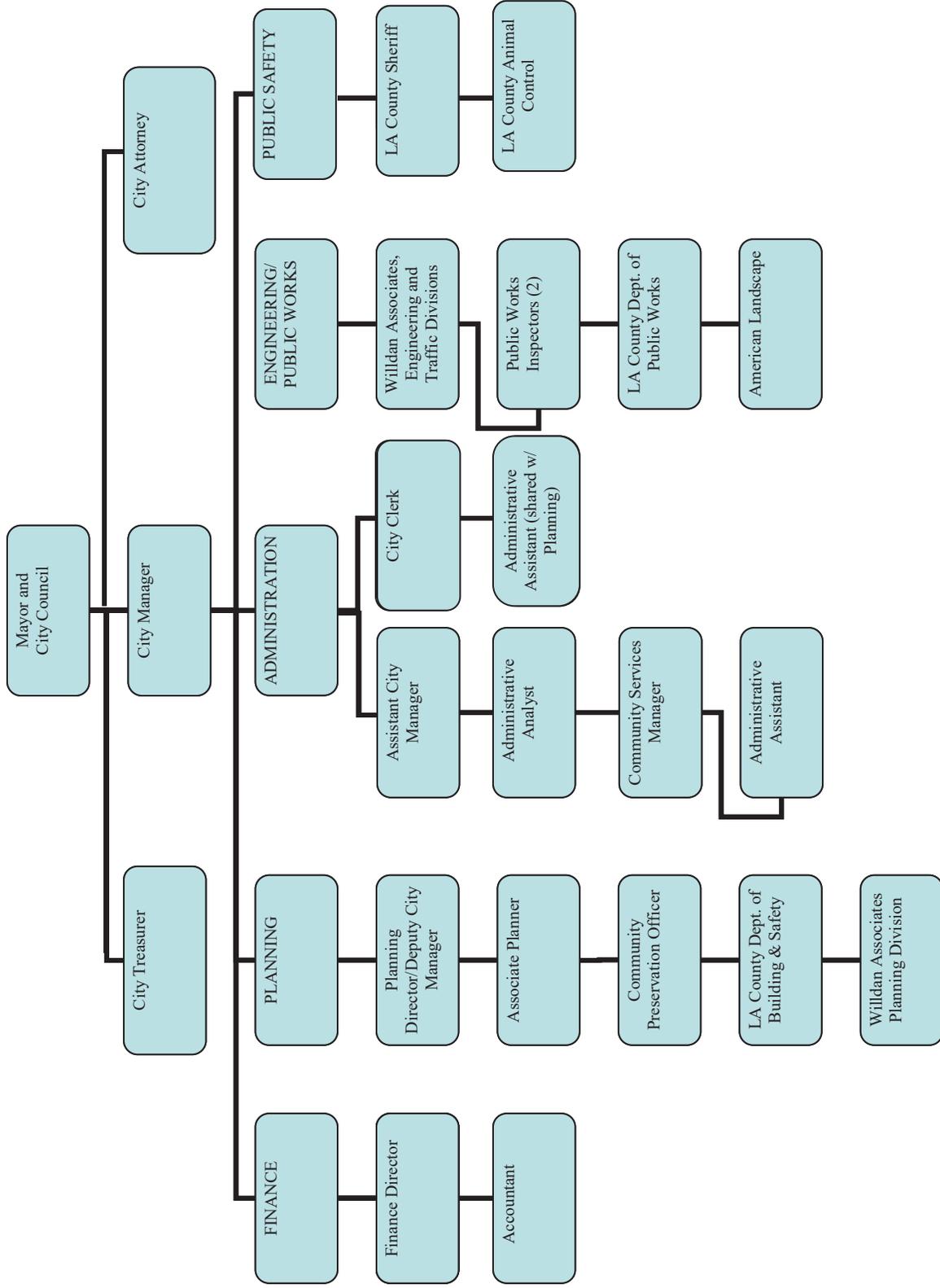
Administrative Officials

RAYMOND B. TAYLOR
ROBERT S. BIERY
TERENCE BOGA

CITY MANAGER
CITY TREASURER
CITY ATTORNEY

CITY OF WESTLAKE VILLAGE

Organizational Chart



CITY OF WESTLAKE VILLAGE

Certificate of Achievement for Excellence in Financial Reporting



Government Finance Officers Association

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

Presented to

**City of Westlake Village
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2016

A handwritten signature in black ink, reading "Jeffrey R. Emer". The signature is written in a cursive, flowing style.

Executive Director/CEO

FINANCIAL SECTION



MOSS, LEVY & HARTZHEIM LLP

CERTIFIED PUBLIC ACCOUNTANTS

PARTNERS

RONALD A LEVY, CPA
CRAIG A HARTZHEIM, CPA
HADLEY Y HUI, CPA
ALEXANDER C HOM, CPA
ADAM V GUISE, CPA
TRAVIS J HOLE, CPA

COMMERCIAL ACCOUNTING & TAX SERVICES

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GOVERNMENTAL AUDIT SERVICES

5800 HANNUM AVE., SUITE E
CULVER CITY, CA 90230
TEL: 310.670.2745
FAX: 310.670.1689
www.mlhcpas.com

Independent Auditor's Report

To the Honorable Mayor and Members
of the City Council of the City of Westlake Village
Westlake Village, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Westlake Village, California (City) as of and for the fiscal year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2017, and the respective changes in financial position for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 12, the budgetary comparison schedules for the General Fund, Schedule of the City's Proportionate Share of the Net Pension Liability, Schedule of Contributions, and Schedule of Funding Progress – Other Post - Retirement Health Care Benefits Plan on pages 47 through 50 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The Introductory Section, Combining and Individual Funds Financial Statements and Budgetary Comparison Schedules of the Non-major Governmental Funds, and the Statistical Section listed in the table of contents are presented for purposes of additional analysis and are not required parts of the basic financial statements.

The Combining and Individual Funds Financial Statements and Budgetary Comparison Schedules of the Non-major Governmental Funds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining Financial Statements and Budgetary Comparison Schedules of the Non-major Governmental Funds are fairly stated, in all material respects in relation to the basic financial statements taken as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2017, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on 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* in considering the City's internal control over financial reporting and compliance.

Moss, Levy & Hartzheim

Moss, Levy & Hartzheim, LLP
Culver City, California
December 20, 2017

CITY OF WESTLAKE VILLAGE
Management's Discussion and Analysis
June 30, 2017

Introduction

This section of the City's Annual Financial Report provides a narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2017. We encourage readers to consider the information presented here in conjunction with their reading of the City's financial statements beginning on page 13.

Financial Highlights

The City's net position, which is the amount by which assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources, was \$42,818,387 at the close of the fiscal year. Of this amount, \$26,122,399, or 61.0% of the total, consists of net investment in capital assets; \$2,433,240, 5.7%, is restricted for programs and projects; and \$14,262,748, 33.3%, is unrestricted and available to meet ongoing obligations.

- On a government-wide basis, the City's total net position decreased by \$1,165,297, 2.6%, with total expenses of \$17,077,132 exceeding total revenues of \$15,911,835.
- The City's governmental funds had combined ending fund balances of \$26,365,472, a decrease of \$1,235,465, 4.5%, from the previous fiscal year.
- The fund balance in the City's General Fund totaled \$25,291,647, an increase from the previous fiscal year of \$2,204,422, 9.5%. The unassigned portion of fund balance was \$6,134,585, which was 24.3% of the total and 62.1% of the City's FY 2016-17 General Fund expenditures.

Overview of the Financial Statements

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

Government-Wide Financial Statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances in a manner similar to a private-sector business.

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

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*). The *governmental activities* of the City include

CITY OF WESTLAKE VILLAGE

Management's Discussion and Analysis

June 30, 2017

general government, public safety, public services, parks and recreation, and interest on long-term debt. While some governmental agencies have governmental and business-type activities, the City of Westlake Village records all activities under governmental activities.

The government-wide financial statements can be found on pages 13 and 14 of this report.

Fund Financial Statements. A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City are governmental 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 fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of this fiscal year. Such information may be useful in evaluating the City's near-term financing requirements.

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

The City maintains two (2) major governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, and the Westlake Village Community Park Fund. Data from the other nonmajor governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements in the nonmajor governmental funds section* of this report.

The City adopts an annual appropriated budget for the General, Special Revenue, and Debt Service funds. A budgetary comparison is provided for all funds with an annually adopted budget. The budgetary comparison statement for the General Fund and Westlake Village Community Park Fund are located in the basic financial statements on pages 46 and 51, respectively. The nonmajor governmental fund budgetary comparisons are located in the *Nonmajor Governmental Funds* section of the report. The basic governmental fund financial statements can be found on pages 15 through 18 of this report.

Proprietary Funds. The City maintains no proprietary funds.

Fiduciary Funds. The City maintains no fiduciary funds.

Notes to the Basic Financial Statements. The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 19 through 45 of this report.

CITY OF WESTLAKE VILLAGE
Management's Discussion and Analysis
June 30, 2017

Other Information. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to basic financial statements. Combining and individual fund statements and schedules can be found on pages 52 through 81 of this report.

Government-Wide Financial Analysis

Statement of Net Position

As noted earlier, net position, the amount by which assets and deferred outflows exceed liabilities and deferred inflows, may serve as a good indicator of the City's financial position. As of June 30, 2017, the net position of the City was \$42.8 million. The table below, "Summary of Net Position", summarizes the major categories of the City's assets, liabilities, and components of net positions, and compares those major categories to the previous fiscal year. In most categories, there was relatively little change in FY 2016-17 compared to FY 2015-16 – it is notable that while total net position decreased slightly, the unrestricted portion of net position, which consists of resources that can be used to meet future obligations, actually increased by \$341,630, 2.5%.

CITY OF WESTLAKE VILLAGE
Management's Discussion and Analysis
June 30, 2017

Summary of Net Position
June 30, 2016 and June 30, 2017

	Governmental activities	
	<u>6/30/16</u>	<u>6/30/17</u>
Assets:		
Current and other assets	\$ 32,220,598	\$ 34,496,064
Capital assets	<u>34,812,407</u>	<u>34,382,257</u>
Total assets	<u>67,033,005</u>	<u>68,878,321</u>
Deferred Outflows	817,840	1,175,081
Liabilities:		
Current and other liabilities	3,383,724	7,501,403
Long-term liabilities	<u>20,286,485</u>	<u>19,609,445</u>
Total liabilities	<u>23,670,209</u>	<u>27,110,848</u>
Deferred Inflows - Pension	196,952	124,167
Net position:		
Net investment in capital assets	28,275,821	26,122,399
Restricted for:		
Parks and recreation	330,046	931,310
Public services	157,093	195,688
Streets and roads	597,724	638,455
Lighting and landscaping	701,882	667,787
Unrestricted	<u>13,921,118</u>	<u>14,262,748</u>
Total net position	<u>\$ 43,983,684</u>	<u>\$ 42,818,387</u>

CITY OF WESTLAKE VILLAGE
Management's Discussion and Analysis
June 30, 2017

Summary of Changes in Net Position

Fiscal Years Ended June 30, 2016 and June 30, 2017

	Governmental activities	
	6/30/16	6/30/17
Revenues:		
Program revenues:		
Charges for services	\$ 2,482,478	\$ 2,304,875
Operating grants and contributions	2,540,135	1,434,211
General revenues		
Property taxes	2,228,016	2,315,843
Sales taxes	4,764,110	4,825,633
Utility franchise fees	418,537	386,345
Transient occupancy taxes	3,618,799	3,599,817
Motor vehicle in-lieu of taxes	813,196	849,110
Investment earnings	115,487	164,742
Other	43,227	31,259
Total revenues	17,023,985	15,911,835
Expenses:		
General government	2,579,904	2,530,393
Public safety	2,365,883	2,547,404
Public services	6,610,300	6,918,265
Parks and recreation	948,586	4,403,700
Interest on long-term debt	493,909	677,370
Total expenses	12,998,582	17,077,132
Increase (decrease) in net position	4,025,403	(1,165,297)
Net position, beginning of fiscal year	41,376,040	45,401,443
Prior period adjustment	—	(1,417,759)
Net position, beginning of fiscal year - restated	41,376,040	43,983,684
Net position, end of fiscal year	\$ 45,401,443	\$ 42,818,387

With respect to net position, it should be noted that portion of it, \$26,122,399, or 61.0% of total net position, reflects its investment in capital assets (e.g., land, buildings, infrastructure, office furniture, and equipment, and the like), less depreciation and less any related debt used to acquire those assets that are still outstanding. The City

CITY OF WESTLAKE VILLAGE

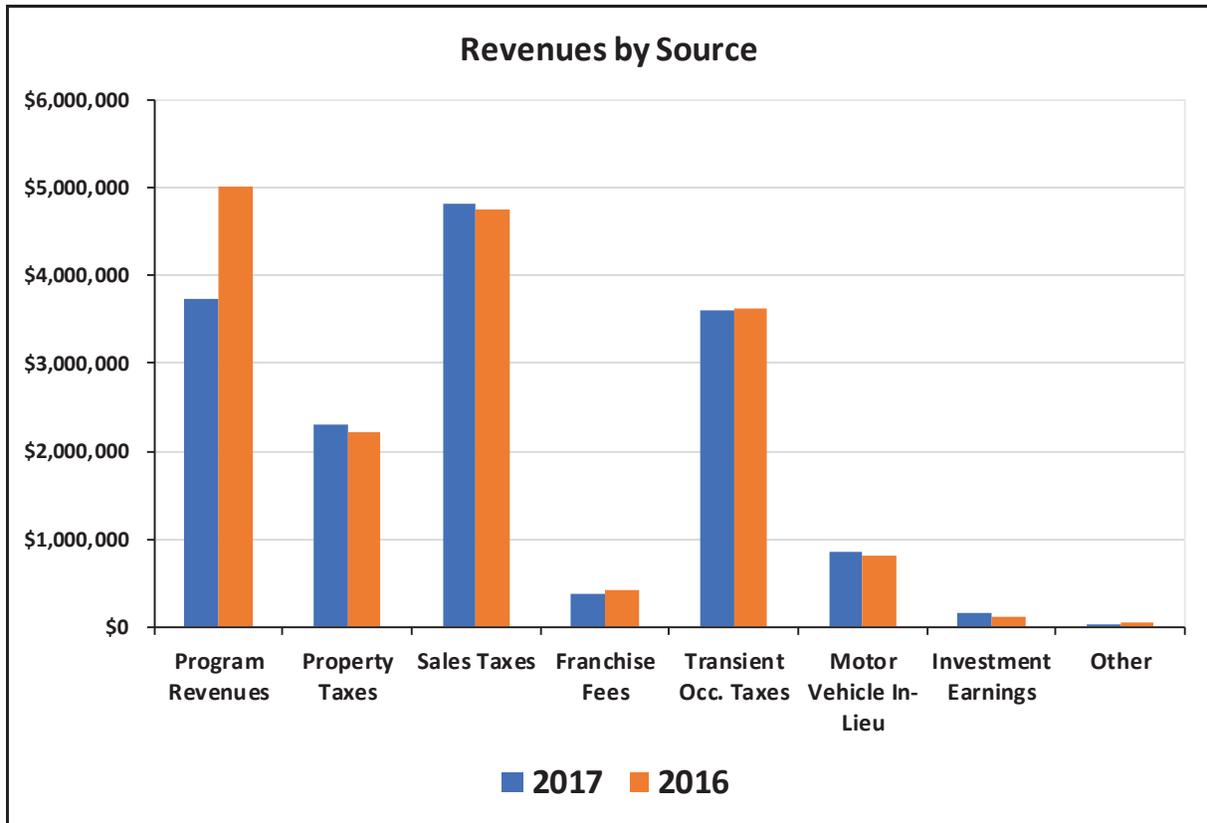
Management’s Discussion and Analysis

June 30, 2017

uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves are not normally used to liquidate these liabilities.

As reflected on the government-wide Statement of Activities and shown in the “Summary of Changes in Net Position” table above, the City’s net position decreased \$1,165,297, 2.6%, from the previous fiscal year, not including a prior period adjustment that reduced beginning net position by \$1,417,759.¹

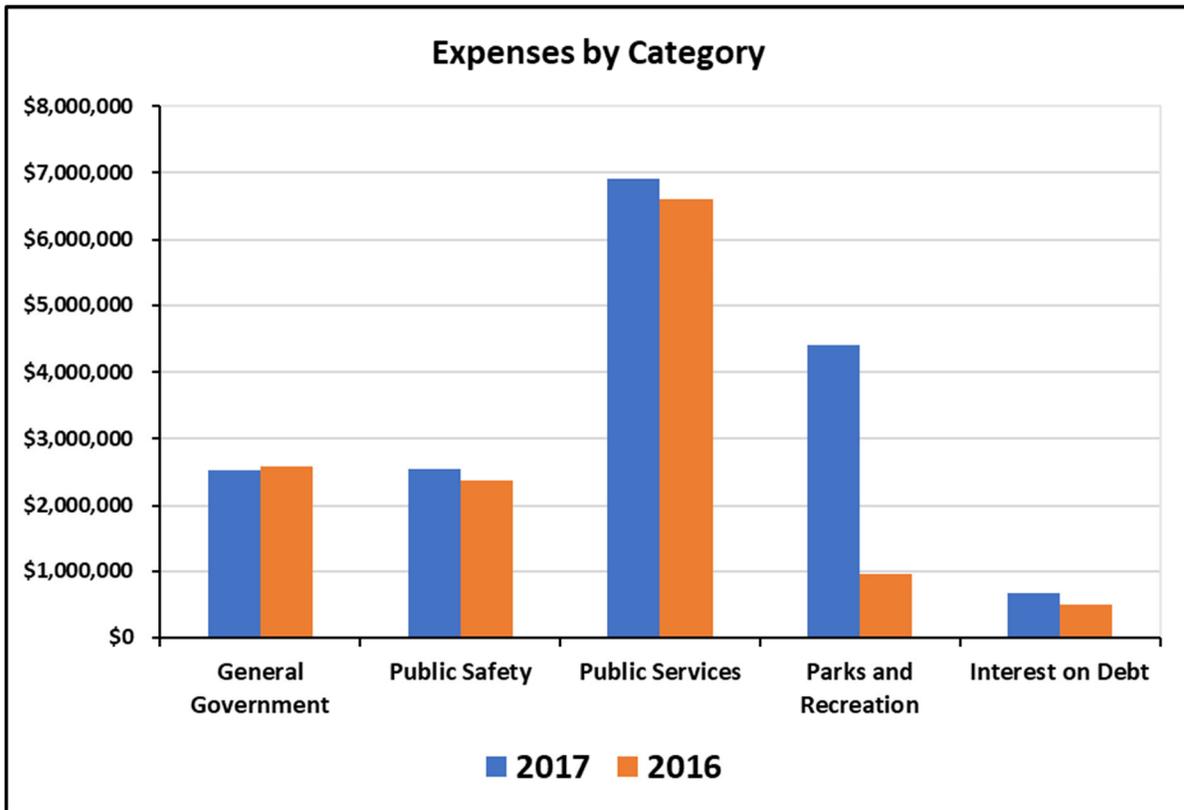
On the revenue side, total revenue was \$15,911,835, a decrease of \$1,112,700, 6.54%, from the previous year. That year-over-year reduction in revenue was concentrated in the “Program Revenues” category, as the City’s receipts from operating grants decreased by \$1,105,924, or 43.5%. Among the City’s “General Revenues” category, the City’s revenue actually increased by \$171,377, 1.4%, compared to FY 2015-16, due to modest increases in several individual revenue sources, including property taxes, sales taxes, and investment earnings. The figure below compares City revenues by source in the current fiscal year to last year.



¹ The prior period adjustment consisted of a \$1,417,759 reduction in the City’s capital assets. During FY 2015-16, the City mistakenly capitalized assets related to the Westlake Community Park that the City did not own.

CITY OF WESTLAKE VILLAGE
 Management’s Discussion and Analysis
 June 30, 2017

With respect to expenses, total expenses were \$17,077,132, an increase of \$4,078,550, 31.4%, over the previous fiscal year. This considerable year-over-year increase was due large to increased expenses in the “Parks and Recreation category”, and specifically for higher expenses related to the Westlake Village Community Park, which remains under construction.¹



Financial Analysis of the City’s Funds

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

¹ Because the City does not yet own the assets being constructed at the Westlake Village Community Park, the expenses related to those assets are not being capitalized and thus appear on the Statement of Activities.

CITY OF WESTLAKE VILLAGE

Management's Discussion and Analysis

June 30, 2017

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

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$26,365,472, a decrease of \$1,235,465 in comparison with the prior fiscal year. The decrease in fund balance across the governmental funds as a whole resulted from a combination of a \$2.2 million increase in fund balance in the General Fund being offset by a roughly \$3.4 million reduction in fund balance across all other funds. Of the \$26.4 million in fund balances at fiscal year-end 2016-17, \$2.0 million is Restricted to indicate that it is not available for appropriation because it had already been restricted for a variety of purposes; \$2.2 million and 16.9 million are Committed and Assigned, respectively, for capital projects and building replacement; and the remaining \$5.2 million is Unassigned, indicating that it is available for spending at the government's discretion for any valid purpose.

General Fund Budgetary Highlights

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the total fund balance was \$25,291,647, with \$2,214,720 Committed, \$16,942,342 Assigned, and the remaining \$6,134,585 Unassigned. As a measure of General Fund liquidity, it may be useful to compare fund balance to total fund expenditures. At June 30, 2017, as a percentage total fund balance in the General Fund was 230.0% of total General Fund expenditures and transfers out of \$10,994,144.

The General Fund budget to actual report can be found on page 47. For FY 2016-17, actual General Fund revenues totaled \$13,198,566, and exceeded the budget by \$1,297,171. Actual revenues from sales taxes, property taxes, franchise taxes, and licenses and permits all exceeded their respective budgets.

General Fund expenditures and transfers out of \$10,994,144, which was approximately \$5.4 million less than the final annual budget, which totaled \$16.4 million. Most of the difference – roughly \$5.0 the total – was due to actual expenditures for capital outlay being lower than budgeted expectations.

Capital Asset and Debt Administration

Capital Assets. The City's net investment in capital assets for its governmental activities amounts to \$34,382,257 (net of accumulated depreciation of \$34,481,105) as of June 30, 2017. This net investment in capital assets includes land, buildings and structures, infrastructure, furniture and equipment, and land improvements.

CITY OF WESTLAKE VILLAGE

Management's Discussion and Analysis

June 30, 2017

**Capital Assets
(Net of Accumulated Depreciation)**

As of June 30, 2016 and June 30, 2017

	Governmental activities	
	<u>6/30/16</u>	<u>6/30/17</u>
Land	\$ 5,017,999	\$ 5,017,999
Buildings and improvements	6,091,640	5,894,785
Equipment	55,427	37,544
Office furniture	11,231	12,039
Parks	2,465,260	2,384,385
Infrastructure:		
Sewers	254,593	230,599
Streets	13,668,349	13,831,772
Storm Drains	401,424	361,180
Curbs/Gutters/Sidewalks	1,661,824	1,664,888
Bridges	490,000	461,640
Traffic signals	410,579	382,453
Medians	4,284,081	4,102,973
Total	<u>\$ 34,812,407</u>	<u>\$ 34,382,257</u>

Additional information on the City's capital assets can be found in notes to the basic financial statements on page 28 of this report.

Debt Administration. At the end of the current fiscal year, the City had total long-term debt outstanding of \$16,425,000 which represents certificates of participation issued for the purchase of land, and the construction of the City hall and library complex on the land and the development of a park site. During the previous fiscal year (2015-16), the City refunded the 2009 Certificates of Participation with the new 2015 Certificates of Participation, totaling \$17,405,000.

Outstanding Debt

As of June 30, 2016 and June 30, 2017

	Governmental activities	
	<u>6/30/16</u>	<u>6/30/17</u>
Long term indebtedness:		
Certificates of participation	\$ 16,880,000	\$ 16,425,000
	<u>\$ 16,880,000</u>	<u>\$ 16,425,000</u>

CITY OF WESTLAKE VILLAGE
Management's Discussion and Analysis
June 30, 2017

Additional information on the City of Westlake Village's long-term debt can be found in note 5 (page 30) of this report.

Next Year's Budget

The General fund operating expenditure budget for fiscal year 2017-2018 is \$9,082,820, an increase of 6.22% from the previous year, while the General Fund revenue budget, at \$12,485,320, was increased 6.76%. A large capital project is anticipated to be completed. It is anticipated that the City will remain in good financial condition throughout the fiscal year and beyond.

Request for Information

This financial report is designed to provide a general overview of the City's finances for readers of the financial statements. Questions concerning any of the information in this report or request for additional financial information should be addressed to the Director of Finance, 31200 Oak Crest Drive, Westlake Village, CA 91361. This report is also available online at the City's website at www.wlv.org

BASIC FINANCIAL STATEMENTS

CITY OF WESTLAKE VILLAGE

Statement of Net Position

June 30, 2017

	Governmental activities
Assets	
Cash and investments (note 2)	\$ 24,399,772
Restricted cash and investments held with fiscal agent (note 2)	4,007,051
Due from other governmental units	2,529,490
Accounts and interest receivable	3,559,751
Capital assets (note 4):	
Nondepreciable	5,017,999
Depreciable, net	29,364,258
Total assets	68,878,321
Deferred Outflows of Resources	
Pension related	589,516
Deferred loss on debt refunding	585,565
Total deferred outflows of resources	1,175,081
Liabilities	
Accounts payable and accrued liabilities	6,820,431
Accrued interest payable	53,322
Noncurrent liabilities (note 5):	
Due within one year	627,650
Due in more than one year	19,609,445
Total liabilities	27,110,848
Deferred Inflows of Resources	
Pension related	124,167
Total deferred inflows of resources	124,167
Net Position	
Net investment in capital assets	26,122,399
Restricted for:	
Park and recreation	931,310
Public services	195,688
Streets and roads	638,455
Lighting and landscaping	667,787
Unrestricted	14,262,748
Total net position	\$ 42,818,387

The notes to the financial statements are an integral part of this statement.

CITY OF WESTLAKE VILLAGE

Statement of Activities

Fiscal Year Ended June 30, 2017

		<u>Program revenues</u>		<u>Net (expense) revenue and changes in net position</u>
	<u>Expenses</u>	<u>Charges for services</u>	<u>Operating grants and contributions</u>	<u>Governmental activities</u>
Function/program activities:				
Governmental activities:				
General government	\$ 2,530,393	\$ 10,300	\$ —	\$ (2,520,093)
Public safety	2,547,404	16,009	129,324	(2,402,071)
Public services	6,918,265	2,154,587	780,118	(3,983,560)
Parks and recreation	4,403,700	123,979	524,769	(3,754,952)
Interest on long-term debt	677,370	—	—	(677,370)
Total governmental activities	<u>\$ 17,077,132</u>	<u>\$ 2,304,875</u>	<u>\$ 1,434,211</u>	<u>(13,338,046)</u>
General revenues-unrestricted:				
Taxes:				
Property taxes				2,315,843
Sales taxes				4,825,633
Utility franchise fees				386,345
Transient occupancy taxes				3,599,817
Motor vehicle in-lieu of taxes, for general purpose				849,110
Other revenue				31,259
Investment earnings				164,742
Total general revenues				<u>12,172,749</u>
Change in net position				<u>(1,165,297)</u>
Net position, beginning of fiscal year				45,401,443
Prior period adjustments (note 14)				<u>(1,417,759)</u>
Net position, beginning of fiscal year - restated				<u>43,983,684</u>
Net position, end of fiscal year				<u>\$ 42,818,387</u>

The notes to the financial statements are an integral part of this statement.

CITY OF WESTLAKE VILLAGE

Balance Sheet

Governmental Funds

June 30, 2017

Assets	General Fund	Westlake Community Park Fund	Non-major Governmental Funds	Total Governmental Funds
Cash and investments (note 2)	\$ 23,050,903	\$ —	\$ 1,348,869	\$ 24,399,772
Restricted cash held with fiscal agent (note 2)	—	4,006,977	74	4,007,051
Due from other governmental units	1,104,310	—	1,425,180	2,529,490
Due from other funds (note 3)	1,018,483	—	—	1,018,483
Accounts and interest receivable	3,517,493	—	42,258	3,559,751
Total assets	\$ 28,691,189	\$ 4,006,977	\$ 2,816,381	\$ 35,514,547
Liabilities, Deferred Inflow of Resources, and Fund Balances				
Liabilities:				
Accounts payable and accrued liabilities	\$ 3,399,542	\$ 3,075,667	\$ 345,222	\$ 6,820,431
Due to other funds (note 3)	—	—	1,018,483	1,018,483
Total liabilities	3,399,542	3,075,667	1,363,705	7,838,914
Deferred inflow of resources:				
Deferred revenue - unavailable revenues	—	—	1,310,161	1,310,161
Total deferred inflow of resources	—	—	1,310,161	1,310,161
Fund balances:				
Restricted	—	931,310	1,103,160	2,034,470
Committed	2,214,720	—	—	2,214,720
Assigned	16,942,342	—	—	16,942,342
Unassigned	6,134,585	—	(960,645)	5,173,940
Total fund balances	25,291,647	931,310	142,515	26,365,472
Total liabilities, deferred inflow of resources, and fund balances	\$ 28,691,189	\$ 4,006,977	\$ 2,816,381	\$ 35,514,547

The notes to the financial statements are an integral part of this statement.

CITY OF WESTLAKE VILLAGE

Reconciliation of the Governmental Funds Balance Sheet to the
Statement of Net Position

June 30, 2017

Fund balances – total governmental funds (page 15):		\$	26,365,472
Amounts reported for governmental activities in the statement of net position are different because:			
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the governmental funds.			34,382,257
In governmental funds, loss on debt refunding is recognized as expenditures in the period they are incurred. In the government-wide statements, loss on debt refunding is amortized over the life of the debt			585,565
Unearned revenue is defined in the governmental funds because it is not collected (within 60 days) soon enough after the end of the fiscal year to pay current expenditures (modified accrual), but in the government-wide statements it is recorded as revenue under the full accrual method.			1,310,161
Deferred outflows and inflows of resources relating to pensions: In governmental funds, deferred outflows and inflows of resources relating to pensions are not reported because they are applicable to future periods. In the statement of net position, deferred outflows and inflows of resources relating to pensions are reported.			
Deferred outflow of resources			589,516
Deferred inflow of resources			(124,167)
Accrued interest payable from the current portion of interest due on long-term debt has not been reported in the governmental funds.			(53,322)
Long-term liabilities, including certificates of participation, are not due and payable in the current period.			
Certificates of participation	\$		(16,425,000)
Unamortized premium			(680,282)
Compensated absences			(317,758)
Net OPEB obligation			(959,372)
Net pension liability			(1,854,683)
Net position of governmental activities (page 13)			\$ 42,818,387

The notes to the financial statements are an integral part of this statement.

CITY OF WESTLAKE VILLAGE

Statement of Revenues, Expenditures, and Changes in Fund Balances

Governmental Funds

Fiscal Year Ended June 30, 2017

	<u>General Fund</u>	<u>Westlake Community Park Fund</u>	<u>Non-major Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:				
Sales taxes	\$ 4,825,633	\$ —	\$ 292,637	\$ 5,118,270
Property taxes	2,315,843	—	—	2,315,843
Transient occupancy taxes	3,599,817	—	—	3,599,817
Motor vehicle license fees	849,110	—	—	849,110
Utility franchise fees	386,345	—	—	386,345
Licenses and permits	835,422	—	—	835,422
Fines and forfeitures	3,406	—	17,134	20,540
Charges for current services	185,806	—	1,274,355	1,460,161
Intergovernmental	5,553	—	1,093,995	1,099,548
Interest	159,505	5,139	9,806	174,450
Other revenue	32,126	—	—	32,126
Total revenues	<u>13,198,566</u>	<u>5,139</u>	<u>2,687,927</u>	<u>15,891,632</u>
Expenditures:				
Current:				
General government	2,353,445	—	—	2,353,445
Public safety	2,373,359	—	129,324	2,502,683
Public services	2,002,095	—	1,816,179	3,818,274
Parks and recreation	744,349	—	24,597	768,946
Capital outlay	2,398,365	3,075,667	1,072,941	6,546,973
Debt service:				
Principal	—	—	455,000	455,000
Interest	—	—	681,776	681,776
Total expenditures	<u>9,871,613</u>	<u>3,075,667</u>	<u>4,179,817</u>	<u>17,127,097</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,326,953</u>	<u>(3,070,528)</u>	<u>(1,491,890)</u>	<u>(1,235,465)</u>
Other financing sources (uses):				
Transfers in	—	—	1,122,531	1,122,531
Transfers out	<u>(1,122,531)</u>	<u>—</u>	<u>—</u>	<u>(1,122,531)</u>
Total other financing sources (uses)	<u>(1,122,531)</u>	<u>—</u>	<u>1,122,531</u>	<u>—</u>
Net change in fund balances	2,204,422	(3,070,528)	(369,359)	(1,235,465)
Fund balances, beginning of fiscal year	<u>23,087,225</u>	<u>4,001,838</u>	<u>511,874</u>	<u>27,600,937</u>
Fund balances, end of fiscal year	<u>\$ 25,291,647</u>	<u>\$ 931,310</u>	<u>\$ 142,515</u>	<u>\$ 26,365,472</u>

The notes to the financial statements are an integral part of this statement.

CITY OF WESTLAKE VILLAGE

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to

Statement of Activities

Fiscal Year Ended June 30, 2017

Net change in fund balances – total governmental funds (page 17)		\$ (1,235,465)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlay and other capital projects as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:		
Expenditures for capital assets	\$ 1,396,333	
Less current fiscal year depreciation	<u>(1,826,483)</u>	(430,150)
Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position:		
Principal payments		455,000
In governmental funds, premium and loss on debt refunding are recongized as expenditures in the period they are incurred. In the government-wide statements, premium and loss on debt refunding costs are amortized over the life of the debt. Premium and loss on debt refunding net of amortization for the period was:		3,707
Certain revenues are offset by deferred revenue in the governmental funds because they are not available to pay for current period expenditures. This amount represents the amount by which current fiscal year deferred revenue exceeded prior fiscal year.		20,203
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:		
Change in accrued interest	\$ 699	
Change in long-term compensated absences	<u>5,735</u>	6,434
In governmental funds, pension costs are recognized when employer contributions are made. In the statement of activities, pension costs are recognized on the accrual basis. This year, the difference between accrual-basis pension costs and actual employer contributions was:		(13,806)
Post-employment benefits are considered long-term liabilities and are not due and payable in the current period and therefore, are not reported in the funds.		<u>28,780</u>
Change in net position of governmental activities (page 14)		<u>\$ (1,165,297)</u>

The notes to the financial statements are an integral part of this statement.

**NOTES TO BASIC
FINANCIAL STATEMENTS**

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

(1) Summary of Significant Accounting Policies

The accompanying basic financial statements of the City of Westlake Village, California (City) have been prepared in conformity with accounting principles generally accepted in the United States of America (US GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

The significant accounting policies of the City of Westlake Village are described below.

(a) Reporting Entity

The accompanying basic financial statements of the City of Westlake Village, California (as the primary government) include the financial activities of the City and its component units. The component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationship with the City. The financial statements of these component units have been blended into the financial reporting entity as depicted in the accompanying basic financial statements.

The City's criteria for inclusion of a component unit entity in its basic financial statements is based upon the City's financial accountability over the organization and its functions and activities. Financial accountability is defined as the existence of financial interdependency and/or the ability to appoint governing boards, to designate management, to significantly influence operations, to approve operating budgets, or control day-to-day activities. The accompanying basic financial statements include all activities and reporting entities over which the City exercises financial accountability.

The basic financial statements of the City include the financial activities of the City and the Westlake Village Library Financing Corporation (the Corporation), a nonprofit benefit corporation. Although this organization is a separate legal entity, the City's elected officials have continuing financial and administrative accountability for its operations.

The City has outstanding certificates of participation in the principal amount of \$16,425,000 on June 30, 2017. Each certificate represents a proportionate undivided interest in certain base rental payments to be made by the City as rent for a parcel of land upon which a City Hall and library facility has been constructed and two park sites with improvements. These certificates were issued in October 2015, in the par amount of \$17,405,000. The properties and building are leased to the City by the Corporation pursuant to sublease agreements between the City and the Corporation. For financial reporting purposes, such lease transactions are eliminated. The financing obligations and related capital assets are carried at cost in the accompanying basic financial statements.

(b) Basis of Accounting and Nature of Funds

Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the City. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. All interfund services provided and used are not eliminated in the process of consolidation. *Governmental activities,*

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Major individual governmental funds are reported in separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. The Agency Fiduciary Funds have no measurement focus because they only report assets and liabilities. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met.

Net position is reported as restricted when constraints placed on their use are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or imposed by law through local enabling legislation. When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

Major Funds

The City reports the following major governmental funds:

- *General Fund* – This fund is used to account for all assets, liabilities, revenues, and expenditures, which are not accounted for in other funds. As a governmental fund type, the General Fund is controlled by the formal program budget adopted by the City Council. The City Manager is not authorized to transfer appropriations within the adopted budget. Subsequent to the adoption of the formal budget, the City Council may approve supplemental appropriations for nonbudgeted items.
- *Westlake Village Community Park Fund* – This fund accounts for the portion of the proceeds from the City's 2015 Certificates of Participation (COPs) allocated for construction and improvements related to the Westlake Village Community Park project.

(c) *Interfund Transactions*

In the course of normal operations, transactions occur among various City funds. Transfers (recurring) are recorded by the receiving fund as transfers in and as an addition to fund balance. Such transfers are recorded by the disbursing fund as transfers out and a reduction of fund balance.

(d) *Property Taxes*

The duties of assessing and collecting property taxes are performed by the Los Angeles County Assessor and Tax Collector. The City receives an allocation of property taxes collected by the County with respect to property located within the City limits. Tax levies cover the period from July 1 to June 30 of each year. All tax liens attach annually on the first day in January preceding the fiscal year for which the taxes are levied. Taxes are levied on both real and personal property as it exists on that date.

Secured property taxes are levied against real property and are due and payable in two equal installments. The first installment is due on November 1 and becomes delinquent if not paid by December 10. The second installment is due on February 1 and becomes delinquent if not paid by April 10. Unsecured personal property taxes are due on July 1 each year. These taxes become delinquent if not paid by August 31.

The City considers property taxes as available and records revenues if they are collected within 60 days after fiscal year-end.

Property tax receivables are included in due from other governments.

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

(e) Capital Assets

Capital assets, which include land, land improvements, infrastructure assets (i.e. roads, bridges, sidewalks, and similar items), building, structures, equipment, and furniture, are reported in the applicable governmental activities columns in the accompanying government-wide financial statements. Capital assets are defined using guidelines established by the City. Such guidelines assert that assets with an initial individual cost of more than \$500 and an estimated useful life in excess of one year are to be considered capital assets. Such capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement should be reported at acquisition value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Depreciation on capital assets within the City is computed on a straight-line method using these estimated useful lives:

Building and improvements	45 years
Equipment	5 years
Office furniture	7 years
Parks	50 years
Infrastructure:	
Sewers	50 years
Streets	30 to 40 years
Storm drains	50 years
Overlay	20 years
Curbs/gutters/sidewalks	40 years
Bridges	50 years
Traffic signals	30 years
Medians	40 years

(f) Deferred outflows and inflows of Resources

The City reports deferred outflows and inflows of resources. A deferred outflow of resources is a consumption of net position that is applicable to a future reporting period. A deferred inflow of resources represents an acquisition of net position that is applicable to a future period.

Under the modified accrual basis of accounting, it is not enough that revenue has been earned if it is to be recognized as revenue of the current period. Revenue must also be susceptible to accrual; it must be both measurable and available to finance expenditures of the current fiscal period. If assets are recognized in connection with a transaction, but those assets are not yet available to finance expenditures of the current fiscal period, then the assets must be offset by a corresponding deferred inflow of resources. This type of deferred inflow is unique to governmental funds, since it is tied to the modified accrual basis of accounting, which is used only in connection with governmental funds.

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

(g) *Compensated Absences*

All vacation and sick pay is accrued when incurred in the government-wide financial statement. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

(h) *Appropriations and Budgetary Information*

Budgetary control is an essential element in governmental financial reporting. The City is a general law city in the State of California and does not legally require a budget. However, the City Council annually reviews and adopts a budget for the General, Special Revenues, Capital Projects and Debt Service Funds. Budget information for the General Fund and Westlake Community Park Capital Projects Fund are included in the accompanying basic financial statements to facilitate a greater understanding of the City's operations. In addition, Non-major Special Revenue Funds budget schedules are included as supplementary information. A detailed budget document is published as a matter of public record. Each year, the City Manager submits the proposed budget to the City Council. The City Council holds public hearings and the levying of taxes are set by the City Council within State limitations. The budgetary basis of accounting is consistent with accounting principles generally accepted in the United States of America applicable to the City's basic financial statements.

The City Council adopted budget requires that expenditures not exceed appropriations in total for each fund. The City Manager is not authorized to transfer appropriations within the budget or to amend the budget without seeking the approval of the City Council, which has the sole authority to make appropriation adjustments to the budget during the year as deemed necessary. Such adjustments are included in the budget amounts in the accompanying basic financial statements.

Appropriations lapse at fiscal year-end and are made at the fund level. Expenditures in excess of appropriations for the fiscal year 2016-17 were as follows:

Special revenue funds:		
Roadway and Traffic	\$	1,245
TDA Article 3		595
Surface Transportation		990
COPS		29,324
Landscaping		139,824
Street Lighting		4,240

(i) *Use of Estimates*

The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities to the date of the financial statements and the reported amounts of revenue and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

(j) Future Accounting Pronouncements

GASB Statements listed below will be implemented in future financial statements

Statement No. 75	"Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions"	The provisions of this statement are effective for fiscal years beginning after June 15, 2017.
Statement No. 81	"Irrevocable Split-Interest Agreements"	The provisions of this statement are effective for fiscal years beginning after December 15, 2016.
Statement No. 82	"Pension Issues-in amendment of GASB Statements No. 67, No. 68, and No. 73"	The provisions of this statement are effective for fiscal years beginning after June 15, 2017.
Statement No. 83	"Certain Asset Retirement Obligations"	The provisions of this statement are effective for fiscal years beginning after June 15, 2018.
Statement No. 84	"Fiduciary Activities"	The provisions of this statement are effective for fiscal years beginning after December 15, 2018.
Statement No. 85	"Omnibus 2017"	The provisions of this statement are effective for fiscal years beginning after June 15, 2017.
Statement No. 86	"Certain Debt Extinguishment Issues"	The provisions of this statement are effective for fiscal years beginning after June 15, 2017.
Statement No. 87	"Leases"	The provisions of this statement are effective for fiscal years beginning after December 15, 2019.

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

(2) Cash and Investments

Cash and investments as of June 30, 2017 are classified in the accompanying financial statements as follows:

Statement of Net Position:	
Cash and investments	\$ 24,399,772
Restricted cash held with fiscal agent	<u>4,007,051</u>
Total Cash and Investments	<u>\$ 28,406,823</u>
Cash on hand	\$ 210
Deposits with financial institutions	792,556
Investments	
Local Agency Investment Fund (LAIF)	23,607,006
Cash and investments with fiscal agent	<u>4,007,051</u>
Total Cash and Investments	<u>\$ 28,406,823</u>

The City of Westlake Village's Statement of Investment Policy is reviewed and adopted by the City Council each year. The investment policy is more conservative and restrictive than the investment vehicles authorized by Section 53601 of the California Government Code. Investment vehicles not specifically mentioned in the City's investment policy are not authorized unless the policy is amended by the City Council or are approved as part of the provisions of the bond indentures. Any investment for a term longer than two years, and up to five years, shall require City Council approval on a case-by-case basis. Investment of debt proceeds held by bond trustees are governed by provisions of the debt agreements. The agreement specifies that any moneys held by the trustee will be invested, upon written request of the City, only in permitted investments. Permitted investments means to the extent then permitted by the general laws of the State of California applicable to investments by cities. The City has only directed the trustee to invest in authorized mutual funds.

The City's investment policy does not contain any specific provisions intended to limit the City's exposure to interest rate risk, credit risk, and concentration of credit risk.

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The City manages its exposure to interest rate risk by limiting the investment options to LAIF, Certificates of Deposits, and Money Market Funds all with maturities of one year or less.

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. LAIF does not have a rating provided by a nationally recognized statistical rating organization. The fiscal agent funds held in money market funds were rated AAA at June 30, 2017.

Concentration of Credit Risk

The investment activities of the City are very limiting of credit risk by only allowing investing in LAIF and Certificates of Deposit.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The fair value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

The City's deposits with financial institutions in excess of federal depository insurance limits are legally required by the California Government Code, to collateralize the City's deposits as noted above.

Investment in State Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts 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 balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

(3) Interfund Receivables, Payables, and Transfers

(a) Due From and To Other Funds

Interfund receivables/payables balances as of June 30, 2017 are as follows:

<u>Fund type</u>	<u>Due from</u>	<u>Due to</u>
Major fund:		
General fund	\$ 1,018,483	\$ —
Nonmajor governmental funds:		
TDA Article 3	—	5,595
Park Maintenance Fund	—	48,489
CDBG Fund	—	7,499
Arterial System Fund	—	658,898
Measure R-Hwy Fund	—	298,002
	<u>\$ 1,018,483</u>	<u>\$ 1,018,483</u>

The amount loaned by the general fund to other governmental funds is to provide short-term loans to fund operations of those funds.

(b) Transfers In and Out

Transfers in and out balances for the fiscal year ended June 30, 2017 are as follows:

	<u>Transfers in</u>	<u>Transfers out</u>
Major fund:		
General fund	\$ —	\$ 1,122,531
Nonmajor governmental fund:		
Debt service fund	1,122,531	—
	<u>\$ 1,122,531</u>	<u>\$ 1,122,531</u>

The amount transferred out of the General Fund to other governmental funds is to provide resources for repayment of certificates of participation.

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

(4) Capital Assets

A summary of changes in the capital assets for the fiscal year ended June 30, 2017 follows:

	<u>Balance July 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Prior Period Adjustment</u>	<u>Balance June 30, 2017</u>
Capital assets, not being depreciated:					
Land	\$ 5,017,999	\$ —	\$ —	\$ —	\$ 5,017,999
Capital assets, being depreciated:					
Buildings and improvements	8,838,975	—	—	—	8,838,975
Equipment	2,241,679	5,013	—	—	2,246,692
Office furniture	227,764	—	—	—	227,764
Parks	5,600,623	—	—	(1,417,759)	4,182,864
Infrastructure					
Sewers	1,351,788	—	—	—	1,351,788
Streets	28,249,477	1,252,989	—	—	29,502,466
Storm drains	2,012,211	—	—	—	2,012,211
Curbs/gutters/sidewalks	5,375,954	102,710	—	—	5,478,664
Bridges	1,418,010	—	—	—	1,418,010
Traffic signals	1,815,684	—	—	—	1,815,684
Medians	6,734,624	35,621	—	—	6,770,245
Total capital assets, being depreciated	<u>63,866,789</u>	<u>1,396,333</u>	<u>—</u>	<u>(1,417,759)</u>	<u>63,845,363</u>
Total capital assets	<u>68,884,788</u>	<u>1,396,333</u>	<u>—</u>	<u>(1,417,759)</u>	<u>68,863,362</u>

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

	<u>Balance</u> <u>July 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Prior Period</u> <u>Adjustment</u>	<u>Balance</u> <u>June 30, 2017</u>
Less accumulated depreciation for:					
Buildings and improvements	\$ (2,747,335)	\$ (196,855)	\$ —	\$ —	\$ (2,944,190)
Equipment	(2,186,252)	(17,883)	—	—	(2,204,135)
Office Furniture	(216,533)	(4,205)	—	—	(220,738)
Parks	(1,717,604)	(80,875)	—	—	(1,798,479)
Infrastructure					
Sewers	(1,097,195)	(23,994)	—	—	(1,121,189)
Streets	(14,581,128)	(1,089,566)	—	—	(15,670,694)
Storm Drains	(1,610,787)	(40,244)	—	—	(1,651,031)
Curbs/Gutters/Sidewalks	(3,714,130)	(99,646)	—	—	(3,813,776)
Bridges	(928,010)	(28,360)	—	—	(956,370)
Traffic signals	(1,405,105)	(28,126)	—	—	(1,433,231)
Medians	(2,450,543)	(216,729)	—	—	(2,667,272)
	<u>(32,654,622)</u>	<u>(1,826,483)</u>	<u>—</u>	<u>—</u>	<u>(34,481,105)</u>
Total accumulated depreciation					
Total capital assets, being depreciated, net	<u>31,212,167</u>	<u>(430,150)</u>	<u>—</u>	<u>(1,417,759)</u>	<u>29,364,258</u>
Governmental activities capital assets, net	<u>\$ 36,230,166</u>	<u>\$ (430,150)</u>	<u>\$ —</u>	<u>\$ (1,417,759)</u>	<u>\$ 34,382,257</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

General government	\$ 205,845
Public safety	42,374
Public services	1,487,305
Parks and recreation	<u>90,959</u>
Total depreciation expense	<u>\$ 1,826,483</u>

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

(5) Long-Term Debt

The following is a summary of changes in the long-term debt for the fiscal year ended June 30, 2017:

<u>Governmental activities</u>	<u>Balance July 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2017</u>	<u>Amount due within one year</u>
Debt long-term liabilities:					
Certificates of participation:					
2015A Certificates of Participation	\$ 16,245,000	\$ —	\$ (360,000)	\$ 15,885,000	\$ 370,000
2015B Certificates of Participation	635,000	—	(95,000)	540,000	95,000
Premium on 2015 COPs	706,902	—	(26,620)	680,282	31,892
Other long-term liabilities:					
Compensated absences	323,493	150,321	(156,056)	317,758	130,758
Net pension liability	1,387,938	793,363	(326,618)	1,854,683	—
Net OPEB obligation	988,152	150,820	(179,600)	959,372	—
 Total governmental activities – long-term liabilities	 <u>\$ 20,286,485</u>	 <u>\$ 1,094,504</u>	 <u>\$ (1,143,894)</u>	 <u>\$ 20,237,095</u>	 <u>\$ 627,650</u>

2015 Certificates of Participation

Series A

On October 1, 2015, the City issued \$16,675,000 of Series 2015 A Certificates of Participation. The proceeds along with an original issue premium and remaining funds from the 2009 Certificates of Participation were used to pay costs of issuance, fund a project account, and fund an escrow account for the refunding of the 2009 Certificates. The Certificates consist of \$12,525,000 of Serial Certificates due June 1 each year beginning in 2016 and maturing on June 1, 2035. These Serial Certificates carry interest rates from 2.00% to 5.00%. The 2015 A Certificates also consist of \$4,150,000 of Term Certificates due on June 1, 2039 at 3.75%. The outstanding balance as of June 30, 2017 is \$15,885,000.

Series B

On October 1, 2015, the City issued \$730,000 of Series B Taxable Certificates of Participation to pay issuance costs and refund the 2009 Certificates of Participation. The Series B Certificates consist of Serial Certificates maturing each June 1 beginning in 2016 and ending in 2022. These Certificates carry interest rates ranging from 1.1% to 3.25%. The outstanding balance as of June 30, 2017 is \$540,000.

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

(5) Long-Term Debt (Continued)

Future minimum debt service requirements for the 2015 A and 2015 B Certificates are as follows:

Fiscal Year Ending June 30,	2015 A		2015 B	
	Principal	Interest	Principal	Interest
2018	\$ 370,000	\$ 657,656	\$ 95,000	\$ 15,306
2019	375,000	646,556	100,000	13,262
2020	390,000	631,556	105,000	10,662
2021	400,000	615,956	115,000	7,512
2022	410,000	595,956	125,000	4,062
2023-2027	3,100,000	2,852,280	—	—
2028-2032	3,940,000	1,740,806	—	—
2033-2037	4,750,000	936,154	—	—
2038-2039	2,150,000	121,687	—	—
	<u>\$ 15,885,000</u>	<u>\$ 8,798,607</u>	<u>\$ 540,000</u>	<u>\$ 50,804</u>

At June 30, 2017, the City's management believes it is in compliance with bond covenants related to the 2015 COP's. Continuing disclosure documents are provided to the Bond Trustee in compliance with the bond sublease agreements, which include an annual audited financial statement.

Compensated absences are recorded in accordance with US GAAP. General fund resources have been used to liquidate the liability for compensated absences and other post-employment benefit obligation.

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

(6) Retirement Plan

General Information about the Pension Plan

Plan Description

All qualified employees are eligible to participate in the City’s Miscellaneous Employee Pension Plan, cost-sharing multiple employer defined benefit pension plan administered by the California Public Employees Retirement System (CalPERS). Benefit provisions under the Plan are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Benefits Provided

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

The Plans’ provisions and benefits in effect at June 30, 2017, are summarized as follows:

	Prior to January 1, 2013	On or after January 1, 2013
Hire date	3.0% @ 60	2.0% @ 62
Benefit formula	5 years service	5 years service
Benefit vesting schedule	monthly for life	monthly for life
Benefit payments	50-60	52-67
Retirement age	2.0% to 3.0%	1.0% to 2.5%
Monthly benefits, as a % of eligible compensation	8%	6.25%
Required employee contribution rates	15.084%	6.25%
Required employer contribution rates		

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

Contributions

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

For the fiscal year ended June 30, 2017, the contributions recognized as part of pension expense for the Plan were as follows:

Contributions - employer \$ 193,599

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

The City has used the General Fund to liquidate pension liabilities. As of June 30, 2017, the City reported net pension liabilities for its proportionate share of the net position liability of the Plan as follows:

Proportionate Share
of Net Pension
Liability

\$ 1,854,683

The City's net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2016, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2015 rolled forward to June 30, 2016 using standard update procedures. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The City's proportionate share of the net pension liability for the Plan as of June 30, 2015 and 2016 was as follows:

Proportion - June 30, 2016	0.05732%
Proportion - June 30, 2015	0.05059%
Change - Increase (Decrease)	-0.00673%

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

For the fiscal year ended June 30, 2017, the City recognized pension expense of \$219,863. At June 30, 2017, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 6,918	\$ (1,585)
Changes in assumptions	-	(65,450)
Net differences between projected and actual earnings on pension plan investments	340,643	-
Change in employer's proportion	35,898	(3,253)
Differences between the employer's contributions and the employer's proportionate share	-	(53,879)
Pension contribution subsequent to the measurement date	206,057	-
Total	<u>\$ 589,516</u>	<u>\$ (124,167)</u>

\$206,057 reported as deferred outflows of resources related to contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and will be recognized as pension expense as follows:

Fiscal Year Ended June 30,	Amount
2018	\$ 3,075
2019	14,860
2020	153,127
2021	88,230
Total	<u>\$ 259,292</u>

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

Actuarial Assumptions

The total pension liabilities in the June 30, 2015 actuarial valuations were determined using the following actuarial assumptions:

Valuation Date	June 30, 2015
Measurement Date	June 30, 2016
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.65%
Inflation	2.75%
Payroll Growth	3.00%
Projected Salary Increase	3.30%-14.20% (1)
Investment Rate of Return	7.50% (2)
Mortality	Derived using CalPERS' Membership Data for all Funds (3)

- (1) Depending on age, service, and type of employment
- (2) Net of pension investment expenses, including inflation
- (3) The mortality table used was developed based on CalPERS' specific data. The table includes 20 years of mortality improvements using Society of Actuaries Scale BB. For more details on this table, please refer to the 2014 experiences study report

All other actuarial assumptions used in the June 30, 2016 valuation were based on the results of an actuarial experience study for the fiscal years 1997 to 2011, including updates to salary increase, mortality, and retirement rates. The experience study report can be obtained at CalPERS' website under Forms and Publications.

Discount Rate

The discount rate used to measure the total pension liability was 7.65%. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.65% discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.65% is applied to all plans in the Public Employees Retirement Fund. The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained at CalPERS' website under the GASB 68 section.

CalPERS is scheduled to review all actuarial assumptions as part of its regular Asset Liability Management review cycle that is scheduled to be completed in February 2018. Any changes to the discount rate will require Board action and proper stakeholder outreach. For these reasons, CalPERS expects to continue using a discount rate net of administrative expenses for GASB 67 and 68 calculations through at least the 2017-18 fiscal year. CalPERS will continue to check the materiality of the difference in calculation until such time as we have changed our methodology.

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

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

In determining the long-term expected rate of return, staff took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

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

Asset Class	New Strategic Allocation	Real Return Years 1 - 10 ¹	Real Return Years 11+ ²
Global Equity	51.0%	5.25%	5.71%
Global Fixed Income	20.0	0.99	2.43
Inflation Sensitive	6.0	0.45	3.36
Private Equity	10.0	6.83	6.95
Real Estate	10.0	4.50	5.13
Infrastructure and Forestland	2.0	4.50	5.09
Liquidity	1.0	(0.55)	(1.05)

¹An expected inflation of 2.5% used for this period

²An expected inflation of 3.0% used for this period

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

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

The following presents the net pension liability/(asset) of the Plan as of the measurement date, calculated using the discount rate of 7.65 percent, as well as what the net pension liability/(asset) would be if it were calculated using a discount rate that is 1 percentage-point lower (6.65 percent) or 1 percentage-point higher (8.65 percent) than the current rate:

	Discount Rate - 1% (6.65%)	Current Discount Rate (7.65%)	Discount Rate + 1% (8.65%)
Plan's Net Pension Liability/(Asset)	\$2,965,735	\$1,854,683	\$936,454

Pension Plan Fiduciary Net Position

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

(7) Other Post-Retirement Benefits

Effective July 1, 2009, the City implemented GASB Statement No. 45, *Accounting and Financial Reporting for Post-employment Benefits Other than Pensions by State and Local Governmental Employers*.

Plan Description

In addition to the pension benefits defined in Note (6), the City provides post-retirement health care benefits to all full time employees in accordance with the City's contract with the Public Employees' Retirement System (PERS) for participation in the State of California Public Employees' Medical and Hospital Care Act.

To qualify for post-retirement health insurance benefits, the employee must retire from the City, have five years of service immediately preceding retirement and be at least 50 years old. The City provides a supplemental medical retiree benefit amounting up to \$750 per month for pre-Medicare period and \$600 per month for post-Medicare period, inclusive of the PEMHCA minimum for current and future eligible retirees. These benefits will be financed through a combination of a pre-funded irrevocable trust and pay as you go contributions. As of June 30, 2017, there were six retired employees.

Funding Policy

The City's adopted policy is to contribute an amount sufficient to pay the current year's premium. For fiscal year 2016-17, the City contributed \$24,600 which consisted of current premiums for retiree participants. The City Council approved establishment of an irrevocable trust and approved the policy that the current OPEB liability shall be prefunded over a five-year period beginning 2014-15. During fiscal year 2016-17, the City contributed \$147,000 to the irrevocable trust.

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

Annual OPEB and Net Obligation

The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), and an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the City's annual OPEB cost for the fiscal year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation.

Annual required contribution	\$ 147,000
Interest on net OPEB Obligation	71,641
Adjustment to annual required contribution	<u>(67,821)</u>
Annual OPEB cost (expense)	150,820
Contributions made	(171,600)
Implicit subsidy credit	<u>(8,000)</u>
Decrease in net OPEB obligation	(28,780)
Net OPEB obligation - beginning of fiscal year	<u>988,152</u>
Net OPEB obligation - end of fiscal year	<u><u>\$ 959,372</u></u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2017 and the two preceding fiscal years was as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation (Assets)</u>
6/30/2015	\$ 190,000	113.84%	\$ 1,054,652
6/30/2016	154,000	143.18%	988,152
6/30/2017	150,820	119.08%	959,372

Funded Status and Funding Progress

As of July 1, 2015, the plan was 18.2% funded. The actuarial accrued liability for benefits was \$1,105,000, and the actuarial value of assets was \$201,000, resulting in an unfunded actuarial accrued liability (UAAL) of \$904,000. The covered payroll (annual payroll of active employees covered by the plan) was \$1,119,000. The ratio of the UAAL to the covered payroll was 80.8%.

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revisions as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the June 30, 2015 actuarial valuation, the entry age normal cost method was used. The actuarial assumptions included a 4.25 percent investment rate of return, which is the expected long-term investment returns on plan assets, an annual PPO healthcare cost trend factor of 8.00%, an annual 3.25 percent aggregate payroll increase, and an annual 3.00 percent general inflation increase. The actuarial value of assets is not applicable (no assets as of the initial valuation date). The UAAL is being amortized under the level percentage of payroll amortization method over covered payroll on a closed basis. The remaining amortization period at June 30, 2015 was twenty four years.

(8) Commitments and Contingencies

(a) Commitments

The City has contracted with the County of Los Angeles for various services, principally law enforcement. The contract is cancelable upon 60-days notice as of the first day of July of any year and includes a 5-year option to renew. This contract was renewed for 5 years through June 30, 2019. Expenditures under the contract for the fiscal year ended June 30, 2017 were \$2,316,651, and estimated expenditures under the new contract for the fiscal year ending June 30, 2018 are \$2,415,265.

The City contracts for animal control services through Fiscal Year 2017/2018 with the County of Los Angeles. The contract is cancelable with 30-days written notice and includes a 5-year option to renew. Rates are adjusted annually and are billed as incurred.

The City also contracts for landscaping with current contracts that began March 1, 2004 with the term ending June 30, 2018. The contractual commitments total \$622,052 for the fiscal year ending June 30, 2018.

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

(b) Contingencies

The claims for damages alleged against the City are referred to a claims adjuster through the California Joint Powers Insurance Authority (CJPIA). Management believes that there is minimal exposure to the City related to these matters and that no case exceeds existing liability coverage.

There are certain legal actions pending against the City which have arisen in the normal course of operations. The ultimate resolution of pending legal actions is not expected to have a material impact, if any, on the general purpose financial statements or results of operations of the City.

(9) Risk Management

Description of Self-Insurance Pool Pursuant to Joint Powers Agreement:

The City of Westlake Village is a member of the California Joint Powers Insurance Authority (Authority). The Authority is composed of 118 California public entities and is organized under a joint powers agreement pursuant to California Government Code §6500 et seq. The purpose of the Authority is to arrange and administer programs for the pooling of self-insured losses, to purchase excess insurance or reinsurance, and to arrange for group-purchased insurance for property and other lines of coverage. The California JPIA began covering claims of its members in 1978. Each member government has an elected official as its representative on the Board of Directors. The Authority's Board operates through a nine-member Executive Committee.

Self-Insurance Programs of the Authority:

Each member pays an annual contribution at the beginning of the coverage period. A retrospective adjustment is then conducted annually thereafter, for coverage years 2012-13 and prior. Retrospective adjustments are scheduled to continue indefinitely on coverage years 2012-13 and prior, until all claims incurred during those coverage years are closed, on a pool-wide basis. This subsequent cost re-allocation among members, based on actual claim development, can result in adjustments of either refunds or additional deposits required. Coverage years 2013-14 and forward are not subject to routine annual retrospective adjustment.

The total funding requirement for self-insurance programs is estimated using actuarial models and pre-funded through the annual contribution. Costs are allocated to individual agencies based on exposure (payroll) and experience (claims) relative to other members of the risk-sharing pool. Additional information regarding the cost allocation methodology is provided below.

Liability In the liability program claims are pooled separately between police and general government exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to \$30,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from \$30,000 to \$750,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs from \$750,000 to \$50 million, are distributed based on the outcome of cost allocation within the first and second layers.

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

For 2016-17 the Authority's pooled retention is \$2 million per occurrence, with reinsurance to \$20 million, and excess insurance to \$50 million. The Authority's reinsurance contracts are subject to the following additional pooled retentions. (a) 50% of the \$2.5 million annual aggregate deductible in the \$3 million x/s \$2 million layer, (b) 50% quota share of the \$3 million x/s \$2 million layer, and (c) \$3 million annual aggregate deductible in the \$5 million x/s \$10 million layer.

The overall coverage limit for each member including, all layers of coverage, is \$50 million per occurrence. Costs of covered claims for subsidence losses have a sub-limit of \$30 million per occurrence.

Workers Compensation In the workers' compensation program claims are pooled separately between public safety (police and fire) and general government exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to \$50,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from \$50,000 to \$100,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs in excess from \$100,000 to statutory limits are distributed based on the outcome of cost allocation within the first and second loss layers.

For 2016-17 the Authority's pooled retention is \$2 million per occurrence, the reinsurance to statutory limits under California Workers' Compensation Law.

Employer's Liability losses are pooled among members to \$2 million. Coverage from \$2 million to \$5 million is purchased as part of a reinsurance policy, and Employer's Liability losses from \$5 million to \$10 million are pooled among members.

Pollution Legal Liability Insurance The City of Westlake Village participates in the pollution legal liability insurance program which is available through the Authority. The policy covers sudden and gradual pollution of scheduled property, streets, and storm drains owned by the City. Coverage is on a claims-made basis. There is a \$50,000 deductible. The Authority has a limit of \$50 million for the 3-year period from July 1, 2014 through July 1, 2017. Each member of the Authority has a \$10 million sub-limit during the 3-year term of the policy.

Property Insurance The City of Westlake Village participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. The City of Westlake Village's property is currently insured according to a schedule of covered property submitted by the City of Westlake Village to the Authority. The City of Westlake Village's property currently has all-risk property insurance protection in the amount of \$18,094,451. There is a \$5,000 deductible per occurrence except for non-emergency vehicle insurance which has a \$1,000 deductible. Premiums for the coverage are paid annually and are not subject to retroactive adjustments.

Crime Insurance The City of Westlake Village purchases crime insurance coverage in the amount of \$1,000,000 with a \$2,500 deductible. The fidelity coverage is provided through the Authority. Premiums are paid annually and are not subject to retrospective adjustments.

Special Event Tenant User Liability Insurance The City of Westlake Village further protects against liability damages by requiring tenant users of certain property to purchase low-cost tenant user liability insurance for

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

certain activities on agency property. The insurance premium is paid by the tenant user and is paid to the City of Westlake Village according to a schedule. The City of Westlake Village then pays for the insurance. The insurance is arranged by the Authority.

Adequacy of Protection During the past three fiscal years, none of the above programs of protection have experienced settlements or judgments that exceeded pooled or insured coverage. There were also no significant reductions in pooled or insured liability coverage in 2016-17.

(10) Net Position and Fund Balances

(a) Net Position

GASB Statement No. 63 requires that the differences between assets added to the deferred outflows of resources and liabilities added to the deferred inflows of resources be reported as net position. Net position is classified as either net investment in capital assets, restricted, or unrestricted.

In the government-wide financial statements, net position is reported in three categories: net investment in capital assets, restricted and unrestricted. Net position that is net investment in capital assets consists of capital assets, net of accumulated depreciation, and reduced by the outstanding principal of related debt. Restricted net position represents the portion of net position that has external constraints placed on it by parties outside of the City, such as creditors, grantors, contributors, or laws and regulations of other governments, or through constitutional provisions or enabling legislation. Unrestricted net position consists of net position that does not meet the definition of net investment in capital assets or restricted net position.

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

Restricted net position describes the portion of net position which is restricted as to use by the terms and conditions of agreements with outside parties, governmental regulations, laws, or other restrictions which the City cannot unilaterally alter. These principally include developer fees received for use on capital projects, debt service requirements, and gas tax funds for street construction.

Unrestricted net position describes the portion of net position which is not restricted as to use.

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

(b) Fund Balances

As of June 30, 2017, fund balances of the governmental funds are classified as follows:

Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted – amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed – amounts that can be used only for specific purposes determined by a formal action of the governing board is the highest level of decision-making authority for the City. Commitments may be established, modified, or rescinded only through resolutions approved by the governing board. These committed amounts cannot be used for any other purpose unless the City Council removes or changes the specified use through the same type of formal action taken to establish the commitment.

Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the City's adopted policy, only the governing board or director may assign amounts for specific purposes.

Unassigned – This amount is for any portion of the fund balances that do not fall into one of the above categories. The General Fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than the General Fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balance are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the governing board has provided otherwise in its commitment or assignment actions.

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

(11) Restricted Net Position

Restricted net position is subject to constraints either (1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislation. Restricted net positions at June 30, 2017 are as follows:

	<u>Governmental</u>
Park and recreation	\$ 931,310
Public services	
Air quality management	84,599
Solid waste	<u>111,089</u>
	<u>195,688</u>
Streets and roads	
Construction and maintenance	<u>638,455</u>
Special districts	
Lighting	492,218
Landscaping	<u>175,569</u>
	<u>667,787</u>
Total restricted net position	<u>\$ 2,433,240</u>

CITY OF WESTLAKE VILLAGE

Notes to Basic Financial Statements

June 30, 2017

(12) Fund Balances

Fund balances are presented in the following categories: nonspendable, restricted, committed, assigned, and unassigned. (see Note 10 for a description of these categories). A detailed schedule of fund balances at June 30, 2017 is as follows:

	General Fund	Westlake Community Park Fund	Other Governmental Funds	Total Governmental Funds
Restricted for:				
Park projects	\$ —	\$ 931,310	\$ —	\$ 931,310
Debt service	—	—	74	74
Streets and roads	—	—	239,611	239,611
Public services	—	—	195,688	195,688
Street lighting	—	—	492,218	492,218
Landscaping	—	—	175,569	175,569
Total restricted fund balances	<u>—</u>	<u>931,310</u>	<u>1,103,160</u>	<u>2,034,470</u>
Committed for:				
Building replacement	539,700	—	—	539,700
Capital projects	1,675,020	—	—	1,675,020
Total committed fund balances	<u>2,214,720</u>	<u>—</u>	<u>—</u>	<u>2,214,720</u>
Assigned for:				
Capital improvements	16,942,342	—	—	16,942,342
Total assigned fund balances	<u>16,942,342</u>	<u>—</u>	<u>—</u>	<u>16,942,342</u>
Unassigned				
Unassigned	6,134,585	—	(960,645)	5,173,940
Total unassigned	<u>6,134,585</u>	<u>—</u>	<u>(960,645)</u>	<u>5,173,940</u>
Total fund balances	<u>\$ 25,291,647</u>	<u>\$ 931,310</u>	<u>\$ 142,515</u>	<u>\$ 26,365,472</u>

(13) Fund Balance Deficits

The Arterial Systems fund has a deficit fund balance of \$662,643. The City plans on using future revenues to alleviate the deficit.

The Measure R-Highway fund has a deficit fund balance of \$298,002. The City plans on using future revenues to alleviate the deficit.

(14) Prior Period Adjustment

There is a prior period adjustment for the fiscal year ended June 30, 2017 in the amount of \$1,417,759. In the prior year, the City capitalized assets related to the Westlake Community Park that the City did not own.

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REQUIRED SUPPLEMENTARY INFORMATION

CITY OF WESTLAKE VILLAGE

Budgetary Comparison Schedule

General Fund

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Sales taxes	\$ 4,296,190	\$ 4,296,190	\$ 4,825,633	\$ 529,443
Property taxes	2,112,080	2,112,080	2,315,843	203,763
Transient occupancy taxes	3,391,875	3,391,875	3,599,817	207,942
Motor vehicle license fees	766,000	766,000	849,110	83,110
Utility franchise fees	421,000	421,000	386,345	(34,655)
Licenses and permits	479,500	479,500	835,422	355,922
Fines and forfeitures	3,500	3,500	3,406	(94)
Charges for current services	143,050	143,050	185,806	42,756
Intergovernmental	206,200	206,200	5,553	(200,647)
Interest	47,000	47,000	159,505	112,505
Other revenue	35,000	35,000	32,126	(2,874)
Total revenues	11,901,395	11,901,395	13,198,566	1,297,171
Expenditures:				
Current:				
General government	2,535,000	2,597,775	2,353,445	244,330
Public safety	2,386,015	2,387,105	2,373,359	13,746
Public services	2,008,205	2,043,965	2,002,095	41,870
Parks and recreation	766,300	798,220	744,349	53,871
Capital outlay	6,930,050	7,428,190	2,398,365	5,029,825
Total expenditures	14,625,570	15,255,255	9,871,613	5,383,642
Excess (deficiency) of revenues over (under) expenditures	(2,724,175)	(3,353,860)	3,326,953	6,680,813
Other financing sources (uses):				
Transfers out	(1,136,800)	(1,136,800)	(1,122,531)	14,269
Total other financing sources (uses)	(1,136,800)	(1,136,800)	(1,122,531)	14,269
Net change in fund balance	(3,860,975)	(4,490,660)	2,204,422	6,695,082
Fund balance, beginning of fiscal year	23,087,225	23,087,225	23,087,225	—
Fund balance, end of fiscal year	\$ 19,226,250	\$ 18,596,565	\$ 25,291,647	\$ 6,695,082

CITY OF WESTLAKE VILLAGE, CALIFORNIA
A Cost Sharing Multiple Employer Defined Benefit Pension Plan

As of June 30, 2017

Schedule of the City's Proportionate Share of the Net Pension Liability – Last 10 Fiscal Years*

	<u>Miscellaneous Plan 2017</u>	<u>Miscellaneous Plan 2016</u>	<u>Miscellaneous Plan 2015</u>
Proportion of the net pension liability	0.02143%	0.02022%	0.01995%
Proportionate share of the net pension liability	\$ 1,854,683	\$ 1,387,938	\$ 1,241,236
Covered employee payroll	\$ 1,114,843	\$ 1,200,289	\$ 1,048,335
Proportionate Share of the net pension liability as percentage of covered employee payroll	166.36%	115.63%	118.40%
Plan's fiduciary net position	\$ 6,397,880	\$ 6,269,688	\$ 6,072,521
Plan's total pension liability	\$ 8,252,563	\$ 7,657,626	\$ 7,313,757
Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	74.06%	78.40%	83.03%

¹ Historical information is required only for measurement periods for which GASB 68 is applicable.

Notes to Schedule

Change in Benefit Terms: The figures above do not include any liability impact that may have resulted from plan changes which occurred after June 30, 2013 as they have minimal cost impact. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a Golden Handshakes).

Change in Assumptions: None

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

CITY OF WESTLAKE VILLAGE, CALIFORNIA
A Cost Sharing Multiple Employer Defined Benefit Pension Plan

As of June 30, 2017

Schedule of Contribution – Last 10 Fiscal Years*

	Miscellaneous Plan Fiscal Year 2016-17	Miscellaneous Plan Fiscal Year 2015-16	Miscellaneous Plan Fiscal Year 2014-15
Actuarially Determined Contribution	\$ 206,057	\$ 193,599	\$ 171,920
Contributions in Relation to the Actuarially Determined Contribution	(206,057)	(193,599)	(171,920)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
Covered-Employee Payroll	\$ 1,252,492	\$ 1,114,843	\$ 1,200,289
Contributions as a Percentage of Covered-Employee Payroll	16.45%	17.37%	14.32%

¹ Historical information is required only for measurement periods for which GASB 68 is applicable.

Notes to Schedule:

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2015-16 were from the June 30, 2014 public agency valuations.

Actuarial Cost Method	Entry Age Normal
Amortization Method/Period	For detail, see June 30, 2014 Funding Valuation Report
Assets Valuation Method	Actuarial Value of Assets. For details, see June 30, 2014 Funding Valuation Report.
Inflation	2.75%
Salary Increases	Varies by Entry Age and Service
Payroll Growth	3.00%
Investment Rate of Return	7.65%
Retirement Age	The probabilities of Retirement are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007.
Mortality	The probabilities of mortality are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007. Pre-retirement and Post-retirement mortality rates included 5 years of projected mortality improvement using Scale AA published by the Society of Actuaries.
Change in assumption	2015 Discount Rate changed to 7.65% from 7.5%

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

CITY OF WESTLAKE VILLAGE, CALIFORNIA

Schedule of Funding Progress – Other Post-Retirement Health Care Benefits Plan

June 30, 2017

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL</u>	<u>Funded Status</u>	<u>Annual Covered Payroll</u>	<u>UAAL as a % of Covered Payroll</u>
6/30/10	\$ —	\$ 1,267,000	\$ 1,267,000	0%	\$ 1,039,000	121.9%
6/30/13	—	1,096,000	1,096,000	0%	1,057,000	103.7%
6/30/15	201,000	1,105,000	904,000	18.2%	1,119,000	80.8%

SUPPLEMENTARY INFORMATION

CITY OF WESTLAKE VILLAGE

Budgetary Comparison Schedule

Westlake Village Community Park- Capital Projects Fund

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Interest	\$ —	\$ —	\$ 5,139	5,139
Total revenues	—	—	5,139	5,139
Expenditures:				
Capital outlay	4,000,000	4,000,000	3,075,667	924,333
Total expenditures	4,000,000	4,000,000	3,075,667	924,333
Net change in fund balance	(4,000,000)	(4,000,000)	(3,070,528)	929,472
Fund balance, beginning of fiscal year	4,001,838	4,001,838	4,001,838	—
Fund balance, end of fiscal year	\$ 1,838	\$ 1,838	\$ 931,310	\$ 929,472

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**COMBINING AND INDIVIDUAL FUND FINANCIAL
STATEMENTS AND SCHEDULES**

CITY OF WESTLAKE VILLAGE

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2017

Assets	Special Revenue Funds	Capital Project Funds	Debt Service Fund	Total Nonmajor Governmental Funds
Cash and investments	\$ 1,348,869	\$ —	\$ —	\$ 1,348,869
Restricted cash held with fiscal agent	—	—	74	74
Due from other governmental units	115,019	1,310,161	—	1,425,180
Accounts receivable	42,258	—	—	42,258
Total assets	<u>\$ 1,506,146</u>	<u>\$ 1,310,161</u>	<u>\$ 74</u>	<u>\$ 2,816,381</u>
 Liabilities Deferred Inflows and Fund Balances				
Liabilities:				
Accounts payable and accrued liabilities	\$ 341,477	\$ 3,745	\$ —	\$ 345,222
Due to other funds	61,583	956,900	—	1,018,483
Total liabilities	<u>403,060</u>	<u>960,645</u>	<u>—</u>	<u>1,363,705</u>
Deferred inflow of resources				
Deferred revenue- unavailable revenue	—	1,310,161	—	1,310,161
Total deferred inflow of resources	<u>—</u>	<u>1,310,161</u>	<u>—</u>	<u>1,310,161</u>
Fund balances:				
Restricted	1,103,086	—	74	1,103,160
Unassigned	—	(960,645)	—	(960,645)
Total fund balances	<u>1,103,086</u>	<u>(960,645)</u>	<u>74</u>	<u>142,515</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,506,146</u>	<u>\$ 1,310,161</u>	<u>\$ 74</u>	<u>\$ 2,816,381</u>

CITY OF WESTLAKE VILLAGE

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Governmental Funds

Fiscal Year Ended June 30, 2017

	Special Revenue Funds	Capital Project Funds	Debt Service Fund	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Revenues:				
Sales taxes	\$ 292,637	\$ —	\$ —	\$ 292,637
Fines and forfeitures	17,134	—	—	17,134
Charges for current services	1,274,355	—	—	1,274,355
Intergovernmental	474,600	619,395	—	1,093,995
Interest	8,811	897	98	9,806
	<u>2,067,537</u>	<u>620,292</u>	<u>98</u>	<u>2,687,927</u>
Total revenues				
Expenditures:				
Current:				
Public safety	129,324	—	—	129,324
Public services	1,816,179	—	—	1,816,179
Parks and recreation	24,597	—	—	24,597
Capital outlay	123,532	949,409	—	1,072,941
Debt service:				
Principal	—	—	455,000	455,000
Interest	—	—	681,776	681,776
	<u>2,093,632</u>	<u>949,409</u>	<u>1,136,776</u>	<u>4,179,817</u>
Total expenditures				
Excess (Deficiency) of revenues over (under) expenditures	<u>(26,095)</u>	<u>(329,117)</u>	<u>(1,136,678)</u>	<u>(1,491,890)</u>
Other financing sources (uses):				
Transfers in	—	—	1,122,531	1,122,531
Total other financing sources and (uses)	<u>—</u>	<u>—</u>	<u>1,122,531</u>	<u>1,122,531</u>
Net change in fund balances	(26,095)	(329,117)	(14,147)	(369,359)
Fund balances, beginning of fiscal year	1,129,181	(631,528)	14,221	511,874
Fund balances, end of fiscal year	<u>\$ 1,103,086</u>	<u>\$ (960,645)</u>	<u>\$ 74</u>	<u>\$ 142,515</u>

**NON-MAJOR SPECIAL REVENUE
AND CAPITAL PROJECT FUNDS**

CITY OF WESTLAKE VILLAGE
Special Revenue and Capital Project Funds
June 30, 2017

SPECIAL REVENUE FUNDS

State Gas Tax Fund and Roadway and Traffic Fund

These funds are used to account for gas tax revenues and their restricted uses as specified by the California Streets and Highways Code.

Roadway and Traffic Fund

This fund accounts for revenue generated by a half-cent Los Angeles County sales tax (approved by voters in 1990) allocated for projects that improve transit service and operations, reduce traffic congestion, improve air quality, and improve the condition of streets and freeway utilized by transit.

Traffic Safety Fund

This fund accounts for revenues received from the Los Angeles County Municipal Courts. Such revenues represent the City's share of vehicle code violations distributed from the County's Traffic Safety Fund and are to be used for traffic safety purposes.

Proposition A Local Transit Assistance Fund

The County electorate approved a 1½% sales tax to be used for local transit purposes. This fund accounts for the City's portion of receipts from this tax and the related restricted uses.

Traffic Signalization Fund

This fund accounts for assessments collected from developers to be used for the construction of new traffic signals in the City.

Air Quality Management Fund

This fund is used to account for revenues received from the South Coast Air Quality Management District to reduce air pollution from mobile sources and may only be used to reduce trip miles.

Solid Waste Fund

This fund accounts for fees collected by refuse haulers and remitted to the City to offset costs for the provision of integrated waste management consultant services designed to develop a Source Reduction and Recycling Element (pursuant to the State by requirements of Assembly Bill 939).

Transportation Development Act (TDA) Article 3 Fund

This fund accounts for monies received under Article 3 of the TDA. The fund can be expended only for transportation purposes (including streets and sidewalks).

Community Development Block Grant Fund

This fund accounts for revenue and expenditures for federal Housing and Community Development Act funds received through the County of Los Angeles Community Development Commission.

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CITY OF WESTLAKE VILLAGE
Special Revenue and Capital Project Funds
June 30, 2017

Citizens Options for Public Safety (COPS) Fund

This fund is established under Assembly Bill 3229 to account for law enforcement-related expenditures funded under the Citizens Options for Public Safety (COPS) grant

Street Lighting Fund

This fund accounts for assessments collected from homeowners to be used for the electricity and maintenance costs to operate street lights in certain sections of the City. This fund also accounts for revenue and expenditures for the Energy Commission loan from the State of California.

Landscaping Fund

This fund accounts for assessments collected from homeowners to be used to maintain landscaping in the City.

Park Maintenance Fund

This fund accounts for assessments collected and administered by Los Angeles County Regional Park and Open Space District to fund incurred maintenance costs associated with proposition fund projects. The full title is Los Angeles County Proposition A – Park Maintenance and Service Fund.

Measure R Local Return Fund

This fund accounts for revenue generated by a half-cent Los Angeles County sales tax (approved by voters in 2008) allocated for a wide array of transit, road, and other transportation-related projects.

CAPITAL PROJECT FUNDS

Surface Transportation Program Fund

This fund accounts for revenue derived from the Surface Transportation Program (Local) grant, and monies are allocated to improving streets and roads.

County Grants Fund

This fund accounts for various grants received from County or regional government agencies. The grants are used for various park and other capital improvement projects within the City.

Arterial Financing Fund

This fund accounts for fees collected from developers, as well as governmental grants, used for certain road and highway improvements.

Measure R Highway Fund

This fund accounts for certain grants from the Los Angeles County Metropolitan Transportation Authority (“Metro”) used for improvements to the City’s road and transportation system.

CITY OF WESTLAKE VILLAGE

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2017

Special Revenue Funds

	State Gas Tax Fund	Roadway and Traffic Fund	Traffic Safety Fund	Proposition A Local Transit Assistance Fund	Traffic Signalization Fund	Air Quality Management Fund
Assets:						
Cash and investments	\$ 192,218	\$ 21,250	\$ 21,040	\$ 13,648	\$ 107,145	\$ 81,877
Due from other governmental units	—	—	2,480	—	—	2,722
Accounts receivable	3,280	—	—	—	—	—
Total assets	\$ 195,498	\$ 21,250	\$ 23,520	\$ 13,648	\$ 107,145	\$ 84,599
Liabilities and fund balances:						
Liabilities:						
Accounts payable	\$ 63,032	\$ 21,250	\$ 23,520	\$ 13,648	\$ —	\$ —
Due to other funds	—	—	—	—	—	—
Total liabilities	63,032	21,250	23,520	13,648	—	—
Deferred inflow of resources						
Deferred revenue- unavailable revenue	—	—	—	—	—	—
Total deferred inflow of resources	—	—	—	—	—	—
Fund balances:						
Restricted	132,466	—	—	—	107,145	84,599
Unassigned	—	—	—	—	—	—
Total fund balances	132,466	—	—	—	107,145	84,599
Total liabilities, deferred inflow of resources and fund balances	\$ 195,498	\$ 21,250	\$ 23,520	\$ 13,648	\$ 107,145	\$ 84,599

Special Revenue Funds (Continued)

Solid Waste Fund	TDA Article 3 Fund	CDBG Fund	COPS Fund	Street Lighting Fund	Landscaping Fund	Park Maintenance Fund	Measure R Local Fund
\$ 76,806	\$ —	\$ —	\$ 73,094	\$ 503,896	\$ 257,895	\$ —	\$ —
5,000	5,595	12,499	—	12,272	23,284	51,167	—
38,978	—	—	—	—	—	—	—
<u>\$ 120,784</u>	<u>\$ 5,595</u>	<u>\$ 12,499</u>	<u>\$ 73,094</u>	<u>\$ 516,168</u>	<u>\$ 281,179</u>	<u>\$ 51,167</u>	<u>\$ —</u>
\$ 9,695	\$ —	\$ 5,000	\$ 73,094	\$ 23,950	\$ 105,610	\$ 2,678	\$ —
—	5,595	7,499	—	—	—	48,489	—
9,695	5,595	12,499	73,094	23,950	105,610	51,167	—
—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—
111,089	—	—	—	492,218	175,569	—	—
—	—	—	—	—	—	—	—
111,089	—	—	—	492,218	175,569	—	—
<u>\$ 120,784</u>	<u>\$ 5,595</u>	<u>\$ 12,499</u>	<u>\$ 73,094</u>	<u>\$ 516,168</u>	<u>\$ 281,179</u>	<u>\$ 51,167</u>	<u>\$ —</u>

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CITY OF WESTLAKE VILLAGE

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2017

(Continued)

Capital Project Funds

	Surface Transportation Fund	County Grants Fund	Arterial System Fund	Measure R Hwy Fund	Total
Assets:					
Cash and investments	\$ —	\$ —	\$ —	\$ —	\$ 1,348,869
Due from other governmental units	—	—	1,061,487	248,674	1,425,180
Accounts receivable	—	—	—	—	42,258
Total assets	\$ —	\$ —	\$ 1,061,487	\$ 248,674	\$ 2,816,307
Liabilities and fund balances:					
Liabilities:					
Accounts payable	\$ —	\$ —	\$ 3,745	\$ —	\$ 345,222
Due to other funds	—	—	658,898	298,002	1,018,483
Total liabilities	—	—	662,643	298,002	1,363,705
Defered inflow of resources					
Deferred revenue- unavailable revenue	—	—	1,061,487	248,674	1,310,161
Total deferred inflow of resources	—	—	1,061,487	248,674	1,310,161
Fund balances:					
Restricted	—	—	—	—	1,103,086
Unassigned	—	—	(662,643)	(298,002)	(960,645)
Total fund balances	—	—	(662,643)	(298,002)	142,441
 Total liabilities, deferred inflow of resources and fund balances	 \$ —	 \$ —	 \$ 1,061,487	 \$ 248,674	 \$ 2,816,307

CITY OF WESTLAKE VILLAGE

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Governmental Funds

Fiscal Year Ended June 30, 2017

Special Revenue Funds

	State Gas Tax Fund	Roadway and Traffic Fund	Traffic Safety Fund	Proposition A Local Transit Assistance Fund	Traffic Signalization Fund	Air Quality Management Fund
Revenues:						
Sales taxes	\$ —	\$ 138,940	\$ —	\$ 153,697	\$ —	\$ —
Fines and forfeitures	—	—	17,134	—	—	—
Charges for current services	—	—	—	39,862	—	—
Intergovernmental	163,488	—	—	—	—	10,707
Interest	1,176	305	5	144	772	523
Total revenues	<u>164,664</u>	<u>139,245</u>	<u>17,139</u>	<u>193,703</u>	<u>772</u>	<u>11,230</u>
Expenditures:						
Current:						
Public safety	—	—	—	—	—	—
Public services	196,031	139,245	17,139	193,703	—	(2,827)
Parks and recreation	—	—	—	—	—	—
Capital outlay	—	—	—	—	—	—
Total expenditures	<u>196,031</u>	<u>139,245</u>	<u>17,139</u>	<u>193,703</u>	<u>—</u>	<u>(2,827)</u>
Net change in fund balances	(31,367)	—	—	—	772	14,057
Fund balances, beginning of fiscal year	163,833	—	—	—	106,373	70,542
Fund balances, end of fiscal year	<u>\$ 132,466</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 107,145</u>	<u>\$ 84,599</u>

Special Revenue Funds (Continued)

Solid Waste Fund	TDA Article 3 Fund	CDBG Fund	COPS Fund	Street Lighting Fund	Landscaping Fund	Park Maintenance Fund	Measure R Local Fund
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
—	—	—	—	—	—	—	—
169,144	—	—	—	336,768	728,581	—	—
—	5,595	18,680	129,324	—	—	51,167	95,639
701	—	—	—	3,437	1,748	—	—
<u>169,845</u>	<u>5,595</u>	<u>18,680</u>	<u>129,324</u>	<u>340,205</u>	<u>730,329</u>	<u>51,167</u>	<u>95,639</u>
—	—	—	129,324	—	—	—	—
145,307	5,595	18,680	—	296,440	806,866	—	—
—	—	—	—	—	—	24,597	—
—	—	—	—	—	1,323	26,570	95,639
<u>145,307</u>	<u>5,595</u>	<u>18,680</u>	<u>129,324</u>	<u>296,440</u>	<u>808,189</u>	<u>51,167</u>	<u>95,639</u>
24,538	—	—	—	43,765	(77,860)	—	—
86,551	—	—	—	448,453	253,429	—	—
<u>\$ 111,089</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 492,218</u>	<u>\$ 175,569</u>	<u>\$ —</u>	<u>\$ —</u>

(Continued)

CITY OF WESTLAKE VILLAGE
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Fiscal Year Ended June 30, 2017
(Continued)

Capital Project Funds

	Surface Transportation Fund	County Grants Fund	Arterial System Fund	Measure R Hwy Fund	Total
Revenues:					
Sales taxes	\$ —	\$ —	\$ —	\$ —	\$ 292,637
Fines and forfeitures	—	—	—	—	17,134
Charges for current services	—	—	—	—	1,274,355
Intergovernmental	145,693	441,558	100	32,044	1,093,995
Interest	897	—	—	—	9,708
Total revenues	<u>146,590</u>	<u>441,558</u>	<u>100</u>	<u>32,044</u>	<u>2,687,829</u>
Expenditures:					
Current:					
Public safety	—	—	—	—	129,324
Public services	—	—	—	—	1,816,179
Parks and recreation	—	—	—	—	24,597
Capital Outlay	146,590	441,558	361,261	—	1,072,941
Total expenditures	<u>146,590</u>	<u>441,558</u>	<u>361,261</u>	<u>—</u>	<u>3,043,041</u>
Net change in fund balances	—	—	(361,161)	32,044	(355,212)
Fund balances, beginning of fiscal year	—	—	(301,482)	(330,046)	497,653
Fund balances, end of fiscal year	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (662,643)</u>	<u>\$ (298,002)</u>	<u>\$ 142,441</u>

CITY OF WESTLAKE VILLAGE

State Gas Tax Fund – Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 222,660	\$ 222,660	\$ 163,488	\$ (59,172)
Interest	—	—	1,176	1,176
Total revenues	<u>222,660</u>	<u>222,660</u>	<u>164,664</u>	<u>(57,996)</u>
Expenditures:				
Current:				
Public services	<u>206,800</u>	<u>210,540</u>	<u>196,031</u>	<u>14,509</u>
Total expenditures	<u>206,800</u>	<u>210,540</u>	<u>196,031</u>	<u>14,509</u>
Net change in fund balance	15,860	12,120	(31,367)	(43,487)
Fund balance, beginning of fiscal year	<u>163,833</u>	<u>163,833</u>	<u>163,833</u>	<u>—</u>
Fund balance, end of fiscal year	<u><u>\$ 179,693</u></u>	<u><u>\$ 175,953</u></u>	<u><u>\$ 132,466</u></u>	<u><u>\$ (43,487)</u></u>

CITY OF WESTLAKE VILLAGE

Roadway and Traffic Fund – Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Sales taxes	\$ 138,000	\$ 138,000	\$ 138,940	\$ 940
Interest	—	—	305	305
Total revenues	<u>138,000</u>	<u>138,000</u>	<u>139,245</u>	<u>1,245</u>
Expenditures:				
Current:				
Public services	<u>138,000</u>	<u>138,000</u>	<u>139,245</u>	<u>(1,245)</u>
Total expenditures	<u>138,000</u>	<u>138,000</u>	<u>139,245</u>	<u>(1,245)</u>
Net change in fund balance	—	—	—	—
Fund balance, beginning of fiscal year	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Fund balance, end of fiscal year	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>

CITY OF WESTLAKE VILLAGE

Traffic Safety Fund – Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Fines and forfeitures	\$ 30,000	\$ 30,000	\$ 17,134	\$ (12,866)
Interest	—	—	5	5
Total revenues	<u>30,000</u>	<u>30,000</u>	<u>17,139</u>	<u>(12,861)</u>
Expenditures:				
Current:				
Public services	<u>30,000</u>	<u>30,000</u>	<u>17,139</u>	<u>12,861</u>
Total expenditures	<u>30,000</u>	<u>30,000</u>	<u>17,139</u>	<u>12,861</u>
Net change in fund balance	—	—	—	—
Fund balance, beginning of fiscal year	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Fund balance, end of fiscal year	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>

CITY OF WESTLAKE VILLAGE

Proposition A Local Transit Assistance Fund – Special Revenue Fund
 Schedule of Revenues, Expenditures, and Changes in Fund Balance –
 Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Sales taxes	\$ 154,300	\$ 154,300	\$ 153,697	\$ (603)
Charges for current services	47,000	47,000	39,862	(7,138)
Interest	—	—	144	144
Total revenues	<u>201,300</u>	<u>201,300</u>	<u>193,703</u>	<u>(7,597)</u>
Expenditures:				
Current:				
Public services	<u>201,300</u>	<u>201,300</u>	<u>193,703</u>	<u>7,597</u>
Total expenditures	<u>201,300</u>	<u>201,300</u>	<u>193,703</u>	<u>7,597</u>
Net change in fund balance	—	—	—	—
Fund balance, beginning of fiscal year	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Fund balance, end of fiscal year	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>

CITY OF WESTLAKE VILLAGE

Traffic Signalization Fund – Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Interest	\$ —	\$ —	\$ 772	\$ 772
Total revenues	—	—	772	772
Expenditures:				
Current:				
Public services	—	—	—	—
Total expenditures	—	—	—	—
Net change in fund balance	—	—	772	772
Fund balance, beginning of fiscal year	106,373	106,373	106,373	—
Fund balance, end of fiscal year	\$ 106,373	\$ 106,373	\$ 107,145	\$ 772

CITY OF WESTLAKE VILLAGE

Air Quality Management Fund – Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 10,000	\$ 10,000	\$ 10,707	\$ 707
Interest	—	—	523	523
Total revenues	<u>10,000</u>	<u>10,000</u>	<u>11,230</u>	<u>1,230</u>
Expenditures:				
Current:				
Public services	<u>6,400</u>	<u>6,400</u>	<u>(2,827)</u>	<u>9,227</u>
Total expenditures	<u>6,400</u>	<u>6,400</u>	<u>(2,827)</u>	<u>9,227</u>
Net change in fund balance	3,600	3,600	14,057	10,457
Fund balance, beginning of fiscal year	<u>70,542</u>	<u>70,542</u>	<u>70,542</u>	<u>—</u>
Fund balance, end of fiscal year	<u><u>\$ 74,142</u></u>	<u><u>\$ 74,142</u></u>	<u><u>\$ 84,599</u></u>	<u><u>\$ 10,457</u></u>

CITY OF WESTLAKE VILLAGE

Solid Waste Fund – Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Charges for current services	\$ 160,000	\$ 160,000	\$ 169,144	\$ 9,144
Interest	—	—	701	701
Total revenues	<u>160,000</u>	<u>160,000</u>	<u>169,845</u>	<u>9,845</u>
Expenditures:				
Current:				
Public services	<u>145,680</u>	<u>145,680</u>	<u>145,307</u>	<u>373</u>
Total expenditures	<u>145,680</u>	<u>145,680</u>	<u>145,307</u>	<u>373</u>
Net change in fund balance	14,320	14,320	24,538	10,218
Fund balance, beginning of fiscal year	<u>86,551</u>	<u>86,551</u>	<u>86,551</u>	<u>—</u>
Fund balance, end of fiscal year	<u>\$ 100,871</u>	<u>\$ 100,871</u>	<u>\$ 111,089</u>	<u>\$ 10,218</u>

CITY OF WESTLAKE VILLAGE

TDA Article 3 Fund – Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 5,000	\$ 5,000	\$ 5,595	\$ 595
Total revenues	<u>5,000</u>	<u>5,000</u>	<u>5,595</u>	<u>595</u>
Expenditures:				
Current:				
Public services	<u>5,000</u>	<u>5,000</u>	<u>5,595</u>	<u>(595)</u>
Total expenditures	<u>5,000</u>	<u>5,000</u>	<u>5,595</u>	<u>(595)</u>
Net change in fund balance	—	—	—	—
Fund balance, beginning of fiscal year	—	—	—	—
Fund balance, end of fiscal year	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>

CITY OF WESTLAKE VILLAGE

CDBG Fund– Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 24,065	\$ 24,065	\$ 18,680	\$ (5,385)
Total revenues	<u>24,065</u>	<u>24,065</u>	<u>18,680</u>	<u>(5,385)</u>
Expenditures:				
Current:				
Public services	<u>24,065</u>	<u>24,065</u>	<u>18,680</u>	<u>5,385</u>
Total expenditures	<u>24,065</u>	<u>24,065</u>	<u>18,680</u>	<u>5,385</u>
Net change in fund balance	—	—	—	—
Fund balance, beginning of fiscal year	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Fund balance, end of fiscal year	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>

CITY OF WESTLAKE VILLAGE

COPS Fund– Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 100,000	\$ 100,000	\$ 129,324	\$ 29,324
Total revenues	<u>100,000</u>	<u>100,000</u>	<u>129,324</u>	<u>29,324</u>
Expenditures:				
Current:				
Public safety	<u>100,000</u>	<u>100,000</u>	<u>129,324</u>	<u>(29,324)</u>
Total expenditures	<u>100,000</u>	<u>100,000</u>	<u>129,324</u>	<u>(29,324)</u>
Net change in fund balance	—	—	—	—
Fund balance, beginning of fiscal year	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Fund balance, end of fiscal year	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>

CITY OF WESTLAKE VILLAGE

Street Lighting Fund – Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Charges for current services	\$ 316,410	\$ 316,410	\$ 336,768	\$ 20,358
Interest	—	—	3,437	3,437
Total revenues	<u>316,410</u>	<u>316,410</u>	<u>340,205</u>	<u>23,795</u>
Expenditures:				
Current:				
Public services	<u>292,200</u>	<u>292,200</u>	<u>296,440</u>	<u>(4,240)</u>
Total expenditures	<u>292,200</u>	<u>292,200</u>	<u>296,440</u>	<u>(4,240)</u>
Net change in fund balance	24,210	24,210	43,765	19,555
Fund balance, beginning of fiscal year	<u>448,453</u>	<u>448,453</u>	<u>448,453</u>	<u>—</u>
Fund balance, end of fiscal year	<u>\$ 472,663</u>	<u>\$ 472,663</u>	<u>\$ 492,218</u>	<u>\$ 19,555</u>

CITY OF WESTLAKE VILLAGE

Landscaping Fund – Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Charges for current services	\$ 674,350	\$ 674,350	\$ 728,581	\$ 54,231
Interest	—	—	1,748	1,748
Total revenues	<u>674,350</u>	<u>674,350</u>	<u>730,329</u>	<u>55,979</u>
Expenditures:				
Current:				
Public services	630,250	668,365	806,866	(138,501)
Capital outlay	—	—	1,323	(1,323)
Total expenditures	<u>630,250</u>	<u>668,365</u>	<u>808,189</u>	<u>(139,824)</u>
Net change in fund balance	44,100	5,985	(77,860)	(83,845)
Fund balance, beginning of fiscal year	<u>253,429</u>	<u>253,429</u>	<u>253,429</u>	<u>—</u>
Fund balance, end of fiscal year	<u>\$ 297,529</u>	<u>\$ 259,414</u>	<u>\$ 175,569</u>	<u>\$ (83,845)</u>

CITY OF WESTLAKE VILLAGE

Park Maintenance Fund – Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 47,800	\$ 47,800	\$ 51,167	\$ 3,367
Total revenues	<u>47,800</u>	<u>47,800</u>	<u>51,167</u>	<u>3,367</u>
Expenditures:				
Current:				
Parks and recreation	31,800	31,800	24,597	7,203
Capital outlay	<u>16,000</u>	<u>31,725</u>	<u>26,570</u>	<u>5,155</u>
Total expenditures	<u>47,800</u>	<u>63,525</u>	<u>51,167</u>	<u>12,358</u>
Net change in fund balance	—	(15,725)	—	15,725
Fund balance, beginning of fiscal year	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Fund balance, end of fiscal year	<u>\$ —</u>	<u>\$ (15,725)</u>	<u>\$ —</u>	<u>\$ 15,725</u>

CITY OF WESTLAKE VILLAGE

Measure R Local Fund – Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 96,000	\$ 96,000	\$ 95,639	\$ (361)
Total revenues	<u>96,000</u>	<u>96,000</u>	<u>95,639</u>	<u>(361)</u>
Expenditures:				
Capital outlay	<u>96,000</u>	<u>96,000</u>	<u>95,639</u>	<u>361</u>
Total expenditures	<u>96,000</u>	<u>96,000</u>	<u>95,639</u>	<u>361</u>
Net change in fund balance	—	—	—	—
Fund balance, beginning of fiscal year	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Fund balance, end of fiscal year	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>

CITY OF WESTLAKE VILLAGE

Surface Transportation Fund – Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 145,600	\$ 145,600	\$ 145,693	\$ 93
Interest	—	—	897	897
Total revenues	<u>145,600</u>	<u>145,600</u>	<u>146,590</u>	<u>990</u>
Expenditures:				
Capital outlay	<u>145,600</u>	<u>145,600</u>	<u>146,590</u>	<u>(990)</u>
Total expenditures	<u>145,600</u>	<u>145,600</u>	<u>146,590</u>	<u>(990)</u>
Net change in fund balance	—	—	—	—
Fund balance, beginning of fiscal year	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Fund balance, end of fiscal year	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>

CITY OF WESTLAKE VILLAGE

County Grants Fund – Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 450,000	\$ 450,000	\$ 441,558	\$ (8,442)
Total revenues	<u>450,000</u>	<u>450,000</u>	<u>441,558</u>	<u>(8,442)</u>
Expenditures:				
Current:				
Parks and recreation	106,200	106,200	—	106,200
Capital outlay	<u>450,000</u>	<u>450,000</u>	<u>441,558</u>	<u>8,442</u>
Total expenditures	<u>556,200</u>	<u>556,200</u>	<u>441,558</u>	<u>114,642</u>
Net change in fund balance	(106,200)	(106,200)	—	106,200
Fund balance, beginning of fiscal year	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Fund balance, end of fiscal year	<u>\$ (106,200)</u>	<u>\$ (106,200)</u>	<u>\$ —</u>	<u>\$ 106,200</u>

CITY OF WESTLAKE VILLAGE

Arterial Systems Fund – Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ —	\$ —	\$ 100	\$ 100
Total revenues	—	—	100	100
Expenditures:				
Capital outlay	50,000	464,650	361,261	103,389
Total expenditures	50,000	464,650	361,261	103,389
Net change in fund balance	(50,000)	(464,650)	(361,161)	103,489
Fund balance (deficit), beginning of fiscal year	(301,482)	(301,482)	(301,482)	—
Fund balance (deficit), end of fiscal year	<u>\$ (351,482)</u>	<u>\$ (766,132)</u>	<u>\$ (662,643)</u>	<u>\$ 103,489</u>

CITY OF WESTLAKE VILLAGE

Measure R-Hwy Fund – Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual

Fiscal Year Ended June 30, 2017

	Budgeted amounts		Actual amounts	Variance with final budget - positive (negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 199,300	\$ 199,300	\$ 32,044	\$ (167,256)
Total revenues	199,300	199,300	32,044	(167,256)
Expenditures:				
Current:				
Parks and recreation	—	—	—	—
Total expenditures	—	—	—	—
Net change in fund balance	199,300	199,300	32,044	(167,256)
Fund balance (deficit), beginning of fiscal year	(330,046)	(330,046)	(330,046)	—
Fund balance (deficit), end of fiscal year	\$ (130,746)	\$ (130,746)	\$ (298,002)	\$ (167,256)

STATISTICAL SECTION

Statistical Section

This part of the City of Westlake Village's Comprehensive Annual Financial Report provides detailed to better understand the data presented within the financial statements, note disclosures, and required supplementary information.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	84
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue sources, the sales tax and property tax.	92
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	97
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place and to help make comparisons over time with other governments.	102
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	105

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented Statement 34 in 2004; schedules presenting government-wide information include information beginning in that year.

CITY OF WESTLAKE VILLAGE

NET POSITION BY COMPONENT

Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year			
	2008	2009	2010	2011
Governmental activities:				
Net investment in capital assets	\$ 28,159,353	\$ 26,508,843	\$ 21,594,707	\$ 29,449,353
Restricted	1,562,219	10,544,951	2,231,720	2,226,418
Unrestricted	20,313,477	10,355,009	17,241,543	8,019,598
Total governmental activities net position	<u>\$ 50,035,049</u>	<u>\$ 47,408,803</u>	<u>\$ 41,067,970</u>	<u>\$ 39,695,369</u>
Primary government:				
Net investment in capital assets	\$ 28,159,353	\$ 26,508,843	\$ 21,594,707	\$ 29,449,353
Restricted	1,562,219	10,544,951	2,231,720	2,226,418
Unrestricted	20,313,477	10,355,009	17,241,543	8,019,598
Total primary government net position	<u>\$ 50,035,049</u>	<u>\$ 47,408,803</u>	<u>\$ 41,067,970</u>	<u>\$ 39,695,369</u>

Source: City of Westlake Village

Fiscal Year					
2012	2013	2014	2015	2016	2017
\$ 30,133,189	\$ 28,867,144	\$ 27,375,538	\$ 28,043,116	\$ 29,693,580	\$ 26,122,399
2,156,528	3,412,048	3,663,757	2,433,113	1,786,745	2,433,240
7,521,993	7,608,464	9,281,670	10,899,811	13,921,118	14,262,748
<u>\$ 39,811,710</u>	<u>\$ 39,887,656</u>	<u>\$ 40,320,965</u>	<u>\$ 41,376,040</u>	<u>\$ 45,401,443</u>	<u>\$ 42,818,387</u>
\$ 30,133,189	\$ 28,867,144	\$ 27,375,538	\$ 28,043,116	\$ 29,693,580	\$ 26,122,399
2,156,528	3,412,048	3,663,757	2,433,113	1,786,745	2,433,240
7,521,993	7,608,464	9,281,670	10,899,811	13,921,118	14,262,748
<u>\$ 39,811,710</u>	<u>\$ 39,887,656</u>	<u>\$ 40,320,965</u>	<u>\$ 41,376,040</u>	<u>\$ 45,401,443</u>	<u>\$ 42,818,387</u>

CITY OF WESTLAKE VILLAGE

CHANGES IN NET POSITION

Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year			
	2008	2009	2010	2011
Expenses:				
Governmental activities:				
General government	\$ 2,180,910	\$ 2,115,081	\$ 2,688,543	\$ 2,939,139
Public safety	1,923,971	2,026,364	2,038,568	2,099,779
Public services	4,368,840	9,943,934	7,019,167	7,171,470
Parks and recreation	1,197,261	555,694	8,687,592	2,855,987
Interest on long-term debt	379,761	422,319	706,253	722,810
Total governmental activities expenses	<u>\$ 10,050,743</u>	<u>\$ 15,063,392</u>	<u>\$ 21,140,123</u>	<u>\$ 15,789,185</u>
Program revenues:				
Governmental activities:				
Charges for services:				
General government	100,733	97,288	144,137	15,256
Public safety	25,429	32,456	32,394	22,698
Public services	1,961,569	1,895,459	2,595,191	1,627,279
Parks and recreation	29,643	23,760	32,900	33,489
Operating grants and contributions	805,212	841,881	3,951,484	4,361,555
Total governmental activities program revenues	<u>\$ 2,922,586</u>	<u>\$ 2,890,844</u>	<u>\$ 6,756,106</u>	<u>\$ 6,060,277</u>
Net (Expense) Revenue:				
Governmental activities				
Total net (expense) revenue	<u>\$ (7,128,157)</u>	<u>\$ (12,172,548)</u>	<u>\$ (14,384,017)</u>	<u>\$ (9,728,908)</u>
General revenues and other changes in net position:				
Governmental activities:				
Taxes:				
Property taxes	1,853,865	1,990,082	1,655,567	1,876,474
Sales taxes	3,744,533	3,215,815	2,903,915	2,871,035
Transient occupancy taxes	2,549,744	2,293,232	2,220,481	2,394,427
Utility franchise fees	341,298	426,307	365,511	377,499
Motor vehicle in-lieu of taxes	740,061	790,490	778,112	771,911
Other revenue	—	—	—	—
Investment earnings	939,611	465,207	119,598	64,961
Total governmental activities	<u>\$ 10,169,112</u>	<u>\$ 9,181,133</u>	<u>\$ 8,043,184</u>	<u>\$ 8,356,307</u>
Change in net position				
Governmental activities	<u>\$ 3,040,955</u>	<u>\$ (2,991,415)</u>	<u>\$ (6,340,833)</u>	<u>\$ (1,372,601)</u>

Source: City of Westlake Village

Fiscal Year						
2012	2013	2014	2015	2016	2017	
\$ 2,862,096	\$ 2,770,018	\$ 2,599,286	\$ 2,458,457	\$ 2,579,904	\$ 2,530,393	
2,071,972	2,161,829	2,227,897	2,280,273	2,365,883	2,547,404	
9,356,797	6,201,329	10,823,448	8,455,963	6,610,300	6,918,265	
1,156,770	2,338,716	6,417,146	5,859,443	948,586	4,403,700	
719,439	711,764	687,729	677,187	493,909	677,370	
<u>\$ 16,167,074</u>	<u>\$ 14,183,656</u>	<u>\$ 22,755,506</u>	<u>\$ 19,731,323</u>	<u>\$ 12,998,582</u>	<u>\$ 17,077,132</u>	
22,161	12,055	7,450	6,200	12,850	10,300	
20,607	17,140	16,402	16,191	15,538	16,009	
1,627,116	2,113,519	2,803,783	2,609,779	2,362,347	2,154,587	
29,872	27,373	41,171	18,988	91,743	123,979	
5,691,977	2,505,241	10,842,213	7,018,045	2,540,135	1,434,211	
<u>\$ 7,391,733</u>	<u>\$ 4,675,328</u>	<u>\$ 13,711,019</u>	<u>\$ 9,669,203</u>	<u>\$ 5,022,613</u>	<u>\$ 3,739,086</u>	
<u>\$ (8,775,341)</u>	<u>\$ (9,508,328)</u>	<u>\$ (9,044,487)</u>	<u>\$ (10,062,120)</u>	<u>\$ (7,975,969)</u>	<u>\$ (13,338,046)</u>	
1,872,718	2,199,796	2,101,915	2,111,147	2,228,016	2,315,843	
3,235,291	3,601,641	3,704,143	4,358,689	4,764,110	4,825,633	
2,613,480	2,623,291	2,906,969	3,223,154	3,618,799	3,599,817	
388,064	388,266	400,701	421,737	418,537	386,345	
734,362	715,125	738,298	767,152	813,196	849,110	
—	—	16,281	1,725,603	43,227	31,259	
47,767	56,155	38,214	41,477	115,487	164,742	
<u>\$ 8,891,682</u>	<u>\$ 9,584,274</u>	<u>\$ 9,906,521</u>	<u>\$ 12,648,959</u>	<u>\$ 12,001,372</u>	<u>\$ 12,172,749</u>	
<u>\$ 116,341</u>	<u>\$ 75,946</u>	<u>\$ 862,034</u>	<u>\$ 2,586,839</u>	<u>\$ 4,025,403</u>	<u>\$ (1,165,297)</u>	

CITY OF WESTLAKE VILLAGE
FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year			
	2008	2009	2010	2011
General fund:				
Reserved	\$ 1,162,430	\$ 8,000,249	\$ 1,445,372	\$ —
Unreserved	15,999,731	16,316,232	14,863,029	—
Nonspendable	—	—	—	2,100
Restricted	—	—	—	1,095,831
Committed	—	—	—	5,569,730
Assigned	—	—	—	—
Unassigned	—	—	—	8,761,505
Total general fund	<u>\$ 17,162,161</u>	<u>\$ 24,316,481</u>	<u>\$ 16,308,401</u>	<u>\$ 15,429,166</u>
All other governmental funds:				
Reserved				
Debt service funds	\$ 430,789	\$ 1,062,131	\$ 1,023,450	\$ —
Arterial system fund	—	1,731,543	—	—
Restricted	—	—	—	2,054,434
Committed	—	—	—	458,158
Unreserved, reported in:				
Special revenue funds	4,519,135	1,562,303	1,267,408	—
Unassigned	—	—	—	(14,920)
Total all other governmental funds	<u>\$ 4,949,924</u>	<u>\$ 4,355,977</u>	<u>\$ 2,290,858</u>	<u>\$ 2,497,672</u>
Total governmental funds	<u>\$ 22,112,085</u>	<u>\$ 28,672,458</u>	<u>\$ 18,599,259</u>	<u>\$ 17,926,838</u>

Source: City of Westlake Village

Fiscal Year					
2012	2013	2014	2015	2016	2017
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
—	—	—	—	—	—
—	—	8,000	—	8,225	—
1,095,831	1,020,831	1,020,977	5	4,001,838	—
1,666,330	1,811,336	5,230,754	2,091,815	6,019,763	2,214,720
—	—	—	—	—	16,942,342
<u>12,525,377</u>	<u>14,048,911</u>	<u>12,730,151</u>	<u>18,800,632</u>	<u>17,059,237</u>	<u>6,134,585</u>
<u><u>\$ 15,287,538</u></u>	<u><u>\$ 16,881,078</u></u>	<u><u>\$ 18,989,882</u></u>	<u><u>\$ 20,892,452</u></u>	<u><u>\$ 27,089,063</u></u>	<u><u>\$ 25,291,647</u></u>
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
—	—	—	—	—	—
2,156,545	2,436,380	2,227,783	2,499,770	1,143,403	2,034,470
—	—	—	—	—	—
—	—	—	—	—	—
<u>(1,172,064)</u>	<u>(112,651)</u>	<u>(644,767)</u>	<u>(378,997)</u>	<u>(631,527)</u>	<u>(960,645)</u>
<u>\$ 984,481</u>	<u>\$ 2,323,729</u>	<u>\$ 1,583,016</u>	<u>\$ 2,120,773</u>	<u>\$ 511,876</u>	<u>\$ 1,073,825</u>
<u><u>\$ 16,272,019</u></u>	<u><u>\$ 19,204,807</u></u>	<u><u>\$ 20,572,898</u></u>	<u><u>\$ 23,013,225</u></u>	<u><u>\$ 27,600,939</u></u>	<u><u>\$ 26,365,472</u></u>

CITY OF WESTLAKE VILLAGE

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year			
	2008	2009	2010	2011
Revenues:				
Sales taxes	\$ 3,744,533	\$ 3,198,339	\$ 2,868,591	\$ 3,054,967
Property taxes	1,853,865	1,990,082	1,655,567	1,876,474
Transient occupancy taxes	2,549,744	2,293,232	2,220,481	2,394,427
Motor vehicle license fees	740,061	790,490	778,112	771,911
Utility franchise fees	341,298	426,307	365,511	377,499
Licenses and permits	777,820	665,719	546,610	391,098
Fines and forfeitures	75,322	79,422	83,175	67,381
Charges for current services	1,153,841	1,651,081	4,304,126	1,281,184
Intergovernmental	771,636	376,263	582,887	3,982,407
Interest	939,611	465,207	119,598	71,305
Other revenue	143,967	118,359	321,088	231,700
Total revenues	<u>13,091,698</u>	<u>12,054,501</u>	<u>13,845,746</u>	<u>14,500,353</u>
Expenditures:				
Current:				
General government	1,547,764	1,685,669	1,961,507	2,308,424
Public safety	1,912,578	1,989,297	2,001,385	2,057,719
Public services	4,248,633	5,298,521	8,774,473	6,242,985
Parks and recreation	460,267	475,933	448,328	926,826
Capital outlay	3,133,577	4,423,837	9,689,709	2,617,170
Debt service:				
Principal retirement	185,000	7,310,127	297,846	310,000
Interest and fiscal charges	380,466	372,964	745,697	709,650
Cost of issuance	—	230,456	—	—
Total expenditures	<u>11,868,285</u>	<u>21,786,804</u>	<u>23,918,945</u>	<u>15,172,774</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,223,413</u>	<u>(9,732,303)</u>	<u>(10,073,199)</u>	<u>(672,421)</u>
Other financing sources (uses):				
Bond premiums	—	—	—	—
Payment to refunded debt escrow	—	—	—	—
Transfers in	548,515	746,816	1,215,225	1,141,469
Transfers out	(548,515)	(746,816)	(1,215,225)	(1,141,469)
Proceeds from issuance of debt	—	16,225,000	—	—
Original issue discount	—	(266,333)	—	—
Total other financing sources (uses)	<u>—</u>	<u>15,958,667</u>	<u>—</u>	<u>—</u>
Net change in fund balances	<u>\$ 1,223,413</u>	<u>\$ 6,226,364</u>	<u>\$ (10,073,199)</u>	<u>\$ (672,421)</u>
Debt service as a percentage of noncapital expenditures	6.5%	36.7%	5.3%	7.2%

Source: City of Westlake Village

		Fiscal Year									
		2012	2013	2014	2015	2016	2017				
\$	3,419,208	\$	3,906,672	\$	3,970,679	\$	4,638,462	\$	5,051,470	\$	5,118,270
	1,872,718		2,199,796		2,101,915		2,111,147		2,228,016		2,315,843
	2,613,480		2,623,291		2,906,969		3,223,154		3,618,799		3,599,817
	734,362		715,125		738,298		767,152		813,196		849,110
	388,064		388,266		400,701		421,737		418,537		386,345
	387,092		837,117		1,570,703		1,365,652		1,069,391		835,422
	84,897		71,121		36,005		38,734		26,600		20,540
	1,299,469		1,326,092		1,303,944		1,279,761		1,405,618		1,460,161
	3,989,234		3,466,445		8,157,906		6,229,019		1,285,952		1,099,548
	51,930		63,182		40,973		44,599		121,016		174,450
	333,268		129,153		1,835,480		2,937,816		71,775		32,126
	<u>15,173,722</u>		<u>15,726,260</u>		<u>23,063,573</u>		<u>23,057,233</u>		<u>16,110,370</u>		<u>15,891,632</u>
	2,230,648		2,120,363		2,194,976		2,302,074		2,515,048		2,353,445
	2,032,860		2,122,130		2,185,356		2,246,964		2,345,323		2,502,683
	7,757,793		4,603,173		3,879,552		3,663,645		3,897,193		3,818,274
	1,077,009		1,239,415		551,374		607,236		648,371		768,946
	2,706,781		1,687,141		11,861,099		10,773,912		4,085,959		6,546,973
	320,000		325,000		335,000		345,000		525,000		455,000
	703,450		696,250		688,125		678,075		496,434		681,776
	—		—		—		—		211,459		—
	<u>16,828,541</u>		<u>12,793,472</u>		<u>21,695,482</u>		<u>20,616,906</u>		<u>14,724,787</u>		<u>17,127,097</u>
	(1,654,819)		2,932,788		1,368,091		2,440,327		1,385,583		(1,235,465)
	—		—		—		—		733,522		—
	—		—		—		—		(14,936,391)		—
	1,073,451		1,071,250		1,048,147		1,023,334		1,019,566		1,122,531
	(1,073,451)		(1,071,250)		(1,048,147)		(1,023,334)		(1,019,566)		(1,122,531)
	—		—		—		—		17,405,000		—
	—		—		—		—		—		—
	—		—		—		—		3,202,131		—
\$	<u>(1,654,819)</u>	\$	<u>2,932,788</u>	\$	<u>1,368,091</u>	\$	<u>2,440,327</u>	\$	<u>4,587,714</u>	\$	<u>(1,235,465)</u>
	7.1%		8.3%		4.8%		5.6%		8.6%		7.2%

CITY OF WESTLAKE VILLAGE
 ASSESSED VALUE AND ESTIMATED ACTUAL
 VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years

Fiscal Year Ended June 30	Secured	Unsecured	Less Exemptions	Taxable Assessed Value	Total Direct Tax Rate
2008	\$ 2,558,882,493	\$ 211,708,883	\$ (16,342,200)	\$ 2,754,249,176	0.0865%
2009	2,803,839,874	201,323,159	(16,461,200)	2,988,701,833	0.0867%
2010	2,769,071,294	203,721,984	(16,462,600)	2,956,330,678	0.0866%
2011	2,704,975,886	168,406,558	(16,338,000)	2,857,044,444	0.0867%
2012	2,687,683,771	197,542,654	(16,156,000)	2,869,070,425	0.0871%
2013	2,687,341,784	139,911,124	(15,859,200)	2,811,393,708	0.0871%
2014	2,780,154,705	123,049,017	(15,561,000)	2,887,642,722	0.0873%
2015	2,910,461,412	106,430,729	(15,304,800)	3,001,587,341	0.0874%
2016	3,086,270,085	112,318,491	(15,001,000)	3,183,587,576	0.0874%
2017	3,217,922,619	120,054,494	(14,602,000)	3,323,375,113	0.0874%

Note: In 1978 the voters of the State of California passed Proposition 13 which limited property taxes to a total maximum rate of 1% based upon the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an "inflation factor" (limited to a maximum increase of 2%). With few exceptions, property is only reassessed at a time that it is sold to a new owner. At that point, the new assessed value is reassessed at the purchase price of the property sold. The assessed valuation data shown represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above. The County does not provide breakout of residential, commercial and industrial assessed values to the cities.

Source: HdL Coren & Cone, Los Angeles County Assessor, 2007/08 - 2016/17 Combined Tax Rolls

CITY OF WESTLAKE VILLAGE

DIRECT AND OVERLAPPING PROPERTY TAX RATES
(Rate per \$100 of assessed value)

Last Ten Fiscal Years

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
City Direct Rate:	<u>0.0865</u>	<u>0.0867</u>	<u>0.0866</u>	<u>0.0867</u>	<u>0.0871</u>	<u>0.0871</u>	<u>0.0873</u>	<u>0.0874</u>	<u>0.0874</u>	<u>0.0874</u>
Overlapping Rates:										
Las Virgenes Unified School District	0.0490	0.0499	0.0544	0.0611	0.0696	0.0714	0.0689	0.0689	0.0692	0.0719
Los Angeles Community College District	0.0088	0.0221	0.0231	0.040	0.0353	0.0488	0.0445	0.040	0.036	0.036
Metropolitan Water District	0.0045	0.0043	0.0043	0.0037	0.0037	0.0035	0.0035	0.0035	0.0035	0.0035
Santa Monica Community College District & Malibu Unified	0.1026	0.0941	0.0977	0.0000	0.0000	0.1285	0.0000	0.0000	0.1308	0.1289
General	<u>1.0000</u>									
Total Direct Rate	<u>1.1649</u>	<u>1.1704</u>	<u>1.1795</u>	<u>1.1051</u>	<u>1.1086</u>	<u>1.2521</u>	<u>1.1170</u>	<u>1.1126</u>	<u>1.2395</u>	<u>1.2403</u>

Note: In 1978, California voters passed Proposition 13 which sets the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of school and water district bonds.

Because basic and debt rates vary by tax rate area individual rates cannot be summed. The Total Direct Rate is the weighted average of all individual direct rates applied by the City.

Source: HdL Coren & Cone, Los Angeles County Auditor-Controller "Taxpayers' Guide 2016-17"

CITY OF WESTLAKE VILLAGE
 PRINCIPAL PROPERTY TAXPAYERS
 CURRENT AND NINE YEARS AGO

Taxpayer	2017		2008	
	Taxable Assessed Value	Percent of Total City Taxable Assessed Value ¹	Taxable Assessed Value	Percent of Total City Taxable Assessed Value ²
Dole Food Company Inc	\$ 177,257,164	5.33%		
Lindero Headquarters Company Inc	57,656,842	1.73%		
Russell Ranch Road II LLC	48,660,000	1.46%		
BRE California Office Owner LLC	47,495,500	1.43%		
GPT Westlake Owner LP	43,655,750	1.31%		
Teachers Insurance and Annuity Associates	42,900,000	1.29%		
CH Realty IV North Ranch LP	38,129,468	1.15%		
Westlake HHG Hotel Development LP	26,385,466	0.79%		
Target Corporation	25,612,678	0.77%		
Guitar Center Inc	24,128,436	0.73%		
Westlake Wellbeing Properties LLC			\$ 80,876,567	2.94%
Dole Food Company Inc			70,310,640	2.55%
Lindero Headquarters Company INC			57,105,413	2.07%
Arden Realty LP			52,734,000	1.91%
Teachers Insurance & Annuity Associates			52,529,794	1.91%
Russell Ranch Road LLC			45,109,407	1.64%
CH Realty IV North Ranch LP			33,690,000	1.22%
Guitar Center Inc			28,199,546	1.02%
Countrywide Home Loans Inc			22,860,870	0.83%
Realty Associates Fund VII			22,186,530	0.81%
	<u>\$ 531,881,304</u>	<u>16.00%</u>	<u>\$ 465,602,767</u>	<u>16.90%</u>

(1) 2016/17 Local Taxable Assessed Valuation: \$ 3,323,375,113

(2) 2007/08 Local Taxable Assessed Valuation: \$ 2,754,249,176

Source: HdL Coren & Cone, Los Angeles County Assessor, 2016/17 Combined Tax Rolls

CITY OF WESTLAKE VILLAGE
PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Fiscal Years

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percent of Levy		Amount	Percent of Levy
2008	\$ 1,743,808	\$ 1,587,313	91.03%	\$ 72,898	\$ 1,660,210	95.21%
2009	1,894,820	1,732,279	91.42%	69,052	1,801,331	95.07%
2010	1,876,126	1,727,965	92.10%	77,113	1,805,078	96.21%
2011	1,815,118	1,692,153	93.23%	74,220	1,766,373	97.31%
2012	1,824,859	1,662,752	91.12%	121,819	1,784,571	97.79%
2013	1,791,190	1,728,298	96.49%	47,862	1,776,161	99.16%
2014	1,846,307	1,794,385	97.19%	48,489	1,842,874	99.81%
2015	1,930,201	1,869,356	96.85%	48,345	1,917,701	99.35%
2016	2,051,182	1,981,188	96.59%	47,900	2,029,088	98.92%
2017	2,135,589	2,047,411	95.87%	78,241	2,125,653	99.53%

Source: Los Angeles County Auditor-Controller

CITY OF WESTLAKE VILLAGE
SALES TAX COLLECTIONS BY CATEGORY

Last Ten Fiscal Years

Fiscal Year	Economic Category						Totals
	Business to Business	Construction	Food Products	General Retail	Miscellaneous	Transportation	
2008	\$ 395,394	\$ 273,744	\$ 569,959	\$ 1,511,439	\$ 64,297	\$ 213,535	\$ 3,028,368
2009	343,667	229,692	536,035	1,352,932	25,966	160,317	2,648,609
2010	256,403	181,206	528,601	1,281,202	25,414	160,031	2,432,857
2011	288,558	192,547	567,863	1,306,589	26,594	183,191	2,565,342
2012	393,924	191,298	592,869	1,701,071	37,115	184,333	3,100,610
2013	293,628	212,819	651,510	1,745,181	28,534	190,162	3,121,834
2014	343,374	240,612	769,327	1,691,176	42,609	198,621	3,285,719
2015	383,638	283,868	954,554	2,109,940	33,806	196,270	3,962,076
2016	331,486	302,122	960,736	2,180,546	52,875	193,616	4,021,381
2017	447,247	350,248	1,012,203	2,164,844	58,216	198,369	4,231,127

Notes: Sales shown reflect Benchmark Year Ending Second Quarter (Collected Third Quarter) for each fiscal year. Sales tax collections by category are not available on a fiscal year basis.

The local sales tax rate for the City is 1% and does not apply to general food grocery items.

It is not possible to identify the principal sales tax payers.

Source: MBIA MuniServices Company

CITY OF WESTLAKE VILLAGE
RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended June 30	Governmental Activities			Total Governmental Activities	Percentage of Personal Income (1)	Debt per Capita
	Certificates of Participation	Loans	Operating Lease			
2008	\$ 7,285,000	\$ 57,072	\$ -	\$ 7,342,072	1.42%	\$ 834
2009	16,225,000	31,945	-	16,256,945	3.12%	1,847
2010	15,940,000	-	-	15,940,000	3.12%	1,806
2011	15,630,000	-	-	15,630,000	2.60%	1,762
2012	15,310,000	-	-	15,310,000	2.93%	1,845
2013	14,985,000	-	-	14,985,000	2.73%	1,797
2014	14,650,000	-	-	14,650,000	2.76%	1,747
2015	14,305,000	-	-	14,305,000	2.78%	1,705
2016	17,586,902	-	-	17,586,902	3.36%	2,098
2017	17,105,282	-	-	17,105,282	3.08%	2,044

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(1) See Demographic and Economic Statistic Schedule for personal income and population data.

Source: City of Westlake Village

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CITY OF WESTLAKE VILLAGE

COMPUTATION OF DIRECT AND OVERLAPPING DEBT

June 30, 2017

<u>Jurisdiction</u>	<u>Gross debt outstanding</u>	<u>Percentage applicable to City of Westlake Village (2)</u>	<u>Debt June 30, 2017</u>
<u>Overlapping tax and assessment debt:</u>			
Los Angeles County Flood Control District	\$ 10,060,000	0.252 %	\$ 25,351
Metropolitan Water District	74,905,000	0.129	96,627
Los Angeles Community College District	3,847,880,000	0.445	17,123,066
Santa Monica Community College District	474,764,922	0.001	4,748
Las Virgenes Joint Unified School District	132,851,686	15.491	20,580,055
Santa Monica-Malibu Unified School District	383,670,710	0.001	3,837
Los Angeles County Regional Park and Open Space Assessment District	<u>38,895,000</u>	0.247	<u>96,071</u>
Total overlapping tax and assessment debt	<u>4,963,027,318</u>		<u>37,929,755</u>
<u>Overlapping general fund obligation debt:</u>			
Los Angeles County General Fund Obligations	1,996,576,065	0.247	4,931,543
Los Angeles County Superintendent of Schools Certificates of Participation	7,204,988	0.247	17,796
Santa Monica Community College District Certificates of Participation	13,310,000	0.001	133
Las Virgenes Joint Unified School District Certificates of Participation	10,575,000	15.491	1,638,173
Santa Monica-Malibu Unified School District Certificates of Participation	<u>8,066,501</u>	0.001	<u>81</u>
Total overlapping general fund obligation debt	<u>2,035,732,554</u>		<u>6,587,726</u>
Subtotal, overlapping debt	6,998,759,872		44,517,481
<u>City direct debt:</u>			
City of Westlake Village Certificates of Participation	<u>17,105,282</u>	100.000	<u>17,105,282</u>
Gross combined total debt (1)			<u>\$ 61,622,763</u>

(1) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bonded capital lease obligations.

(2) The percentage of overlapping debt applicable to the city is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the city divided by the district's total taxable assessed value.

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

CITY OF WESTLAKE VILLAGE
LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years

	Fiscal Year			
	2008	2009	2010	2011
Assessed valuation	\$ 2,754,249,176	\$ 2,988,701,833	\$ 2,956,330,678	\$ 2,857,044,444
Conversion percentage	25%	25%	25%	25%
Adjusted assessed valuation	\$ 688,562,294	\$ 747,175,458	\$ 739,082,670	\$ 714,261,111
Debt limit percentage	15%	15%	15%	15%
Debt limit	\$ 103,284,344	\$ 112,076,319	\$ 110,862,400	\$ 107,139,167
Total net debt applicable to the limit: Certificates of participation	<u>\$ 7,285,000</u>	<u>\$ 16,225,000</u>	<u>\$ 15,940,000</u>	<u>\$ 15,630,000</u>
Legal debt margin	<u>\$ 95,999,344</u>	<u>\$ 95,851,319</u>	<u>\$ 94,922,400</u>	<u>\$ 91,509,167</u>
Total debt applicable to the limit as a percentage of debt limit	7.1%	14.5%	14.4%	14.6%

The Government Code of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 25% of market value. Effective with the 1981-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel). The computations shown above reflect a conversion of assessed valuation data for each fiscal year from the current full valuation perspective to the 25% level that was in effect at the time that the legal debt margin was enacted by the State of California for local governments located within the state.

Source: City Finance Department

Fiscal Year						
2012	2013	2014	2015	2016	2017	
\$ 2,869,070,425	\$ 2,811,393,708	\$ 2,887,642,722	\$ 3,001,587,341	\$ 3,183,587,576	\$ 3,323,375,113	
25%	25%	25%	25%	25%	25%	
\$ 717,267,606	\$ 702,848,427	\$ 721,910,681	\$ 750,396,835	\$ 795,896,894	\$ 830,843,778	
15%	15%	15%	15%	15%	15%	
\$ 107,590,141	\$ 105,427,264	\$ 108,286,602	\$ 112,559,525	\$ 119,384,534	\$ 124,626,567	
\$ 15,310,000	\$ 14,985,000	\$ 14,650,000	\$ 14,305,000	\$ 16,880,000	\$ 16,425,000	
\$ 92,280,141	\$ 90,442,264	\$ 93,636,602	\$ 98,254,525	\$ 102,504,534	\$ 108,201,567	
14.2%	14.2%	13.5%	12.7%	14.1%	13.2%	

CITY OF WESTLAKE VILLAGE
DEMOGRAPHIC AND ECONOMIC STATISTICS

Last Ten Fiscal Years

Fiscal Year	Population (1)	Personal Income (In Thousands) (1)	Per Capita Personal Income (1)	School Enrollment (Elementary Only) (2)	Unemployment Rate (3)
2008	8,807	\$ 518,039	\$ 58,821	521	2.7%
2009	8,800	521,373	59,247	514	4.0%
2010	8,825	511,079	57,913	502	6.3%
2011	8,872	600,146	67,645	495	7.0%
2012	8,300	522,958	63,007	435	6.7%
2013	8,341	549,764	65,911	425	5.0%
2014	8,386	530,347	63,242	436	4.1%
2015	8,389	513,885	61,257	443	7.5%
2016	8,384	523,673	62,460	455	6.1%
2017	8,370	555,226	66,335	434	4.8%

Sources:

- (1) (3) HdL, Coren & Cone
- (2) Las Virgenes Unified School District

CITY OF WESTLAKE VILLAGE

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

2017		2008	
Employer	Number of Employees	Employer	Number of Employees
Bank of America	650	Countrywide	630
Move, Inc.	600	Homestore, Inc.	450
Four Seasons Hotel	500	State Farm Insurance	350
Farmers Insurance	535	Dole Food Co., Inc.	300
Conversant LLC	500	Farmers Insurance	300
Dole Food Co., Inc.	404	Costco Wholesale Corp.	300
Keller Williams Realty	350	K-Swiss, Inc.	275
Costco Wholesale Corp.	290	Securitas Security Service	250
Oaks Christian School	265	Guitar Center Management	230
Securitas Security Services USA, Inc.	250	Westlake Village Inn	220
Total	<u>4,344</u>		<u>3,305</u>

Source: Infogroup and Finance Department

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CITY OF WESTLAKE VILLAGE
 FULL-TIME AND PART-TIME CITY EMPLOYEES
 BY FUNCTION

Last Ten Fiscal Years

<u>Function</u>	<u>Full-Time and Part-Time Employees as of June 30</u>									
	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
General government	7	9	9	9	9	9	9	10	10	10
Public services	4	4	4	4	4	4	5	5	5	6
Parks and recreation	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>
Total	<u>12</u>	<u>14</u>	<u>14</u>	<u>14</u>	<u>14</u>	<u>14</u>	<u>15</u>	<u>16</u>	<u>16</u>	<u>17</u>

Note: General Government includes 3 part-time positions and Public Services includes 4 part-time positions.

Source: City of Westlake Village Budget

CITY OF WESTLAKE VILLAGE

OPERATING INDICATORS
BY FUNCTION

Last Ten Fiscal Years

<u>Function</u>	<u>Fiscal Year 2008</u>	<u>Fiscal Year 2009</u>	<u>Fiscal Year 2010</u>	<u>Fiscal Year 2011</u>
Police:				
Arrests				
Adult	86	82	75	94
Juvenile	11	5	7	4
Traffic citations issued	2,027	1,889	2,037	1,538
Part I Crimes	164	143	153	164
Fire:				
Number of fire service calls	302	270	271	256
Number of emergency medical calls	483	448	495	522
Public services:				
Building				
Total Permits	201	185	162	172
Valuation	6,229,160	7,074,148	8,001,935	5,864,703
Street				
Overlay	7.6 lane miles	7.7 lane miles	6.9 lane miles	0.0 lane miles
Slurry	2.1 lane miles	10.7 lane miles	3.9 lane miles	0.0 lane miles
Library:				
Volumes in collection	41,510	42,112	43,804	44,656
Total volumes borrowed	152,012	150,882	159,489	165,704
Transit:				
Bus passes sold	399	354	314	290
Dial-a-ride	2,970	2,658	2,781	2,911
Airport shuttle	511	315	260	231

Note: Airport Shuttle program was discontinued in Sept. 2014

Source: City of Westlake Village

Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017
128	119	171	152	145	124
2	11	8	4	6	2
1,198	981	1,226	809	858	801
172	165	163	197	201	245
274	274	257	272	281	306
541	532	547	621	555	605
156	214	283	327	332	286
5,972,877	18,441,975	32,530,989	20,420,385	21,276,271	7,121,164
6.4 lane miles 5.4 lane miles	0.0 lane miles 7.1 lane miles	1.9 lane miles 3.1 lane miles	1.8 lane miles 10.6 lane miles	0.9 lane miles 6.0 lane miles	3.5 lane miles 2.5 lane miles
46,454	51,521	50,425	54,515	49,914	50,124
164,647	160,628	156,378	155,065	161,283	150,762
304	252	222	183	186	185
1,936	2,245	2,539	3,122	3,283	3,486
224	203	173	31	0	0

CITY OF WESTLAKE VILLAGE

CAPITAL ASSET STATISTICS
BY FUNCTION

Last Ten Fiscal Years

	Fiscal Year				
	2008	2009	2010	2011	2012
Public safety:					
Police stations ¹					
Fire stations ²					
Public works:					
Streets (miles)	29.5	29.5	29.5	29.50	29.50
Streetlights	1193	1193	1193	1,193	1,193
Traffic signals	15	15	15	15	15
Parks and recreation:					
Parks	5	5	5	5	5
Acreage	19.33	19.33	19.33	19.33	19.33
Libraries ³					

- Notes: 1 Contract for Police Services with County of Los Angeles. Services provided from facilities outside the City.
- 2 Fire Services provided by County of Los Angeles Fire District. Services provided from facilities in and out of City.
- 3 Library Services provided by County of Los Angeles Library System. Services provided in a City-owned facility.

Source: City of Westlake Village

Fiscal Year				
2013	2014	2015	2016	2017
29.50	29.50	29.50	29.50	29.50
1,193	1,193	1,193	1,193	1,193
15	15	15	15	15
5	5	5	5	5
19.33	19.33	19.33	19.33	19.33