



Town of Yountville

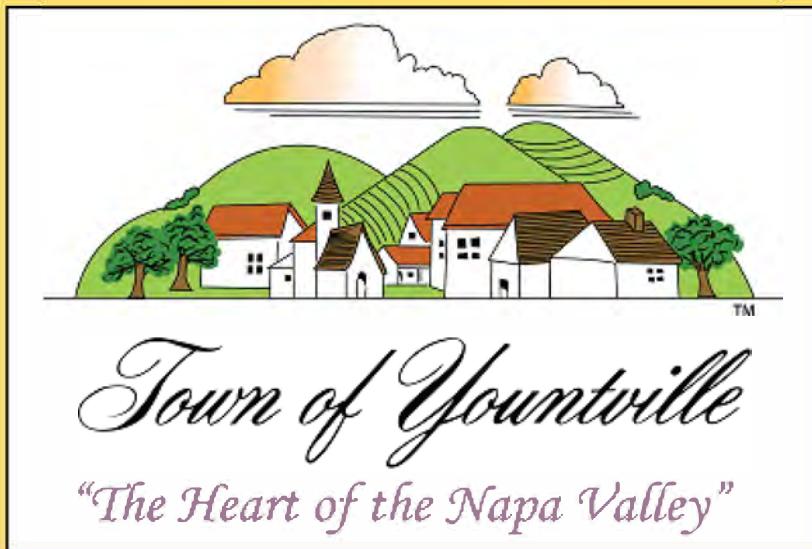
California

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2022



Town of Yountville
“The Heart of the Napa Valley”



ABOUT THE COVER

In the heart of Napa Valley sits Yountville, a renowned one of a kind town, with incredible natural surroundings, breathtaking views, wineries, fine cuisine, and most importantly a community that makes strolling around town inviting. The neighbors, workers, and businesses of Yountville have created a magical atmosphere that charms locals and visitors alike. Thanks to our community, Yountville is a beautiful place that our residents are proud to call home.

Cover Photo Credit: Bob McClenahan

Town of Yountville California

Comprehensive Annual Financial Report Fiscal Year Ended June 30, 2022



Town of Yountville
“The Heart of the Napa Valley”

Prepared by the Finance Department

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TOWN OF YOUNTVILLE
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2022
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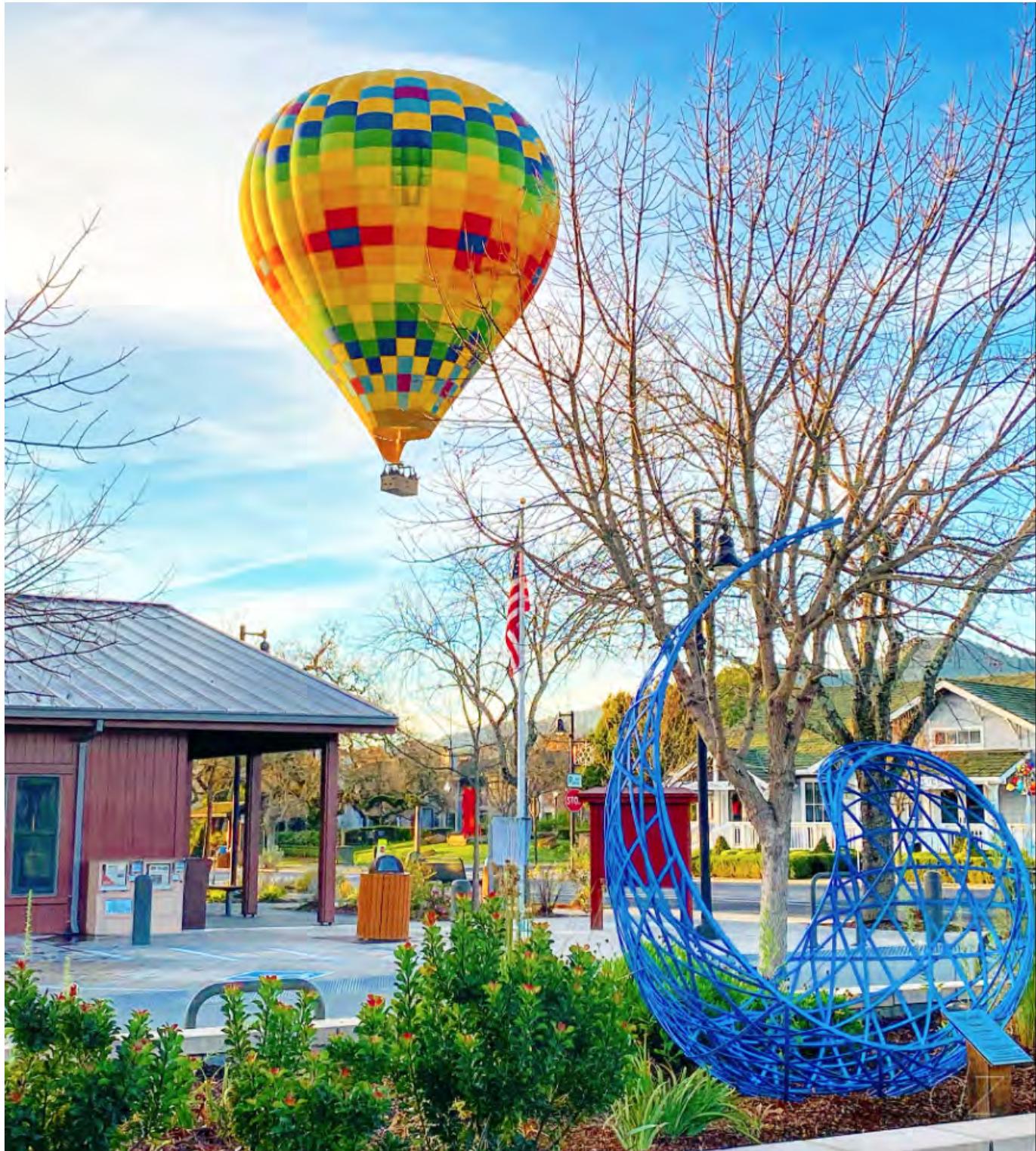
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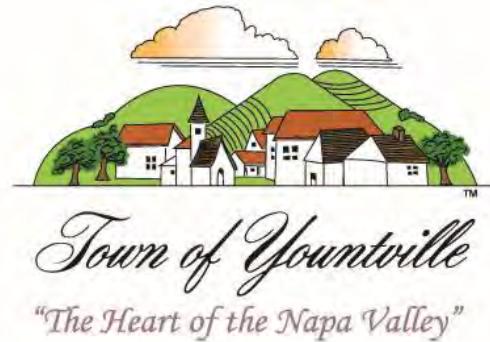
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Introductory Section



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TRANSMITTAL LETTER



November 19, 2022

Honorable Mayor, Members of the Town Council, and Citizens of the Town of Yountville

SUBJECT: Annual Comprehensive Financial Report – June 30, 2022

Town staff is pleased to present the Annual Comprehensive Financial Report (ACFR) for the Town of Yountville for the fiscal year ended June 30, 2022.

REPORT PURPOSE AND ORGANIZATION

State law requires that the accounts and fiscal affairs of all municipal entities be examined annually by an independent certified public accountant. The Town's independent auditor, Chavan and Associates, LLP has audited the Town's financial statements and issued an unmodified opinion that the financial statements for the year ended June 30, 2022, are fairly presented in conformity with Generally Accepted Accounting Principles (GAAP). This opinion, along with the basic financial statements, are hereby submitted as the ACFR for the Town of Yountville for the fiscal year ended June 30, 2022. The information included in the financial section of this report fulfills the above requirement.

The independent audit of the financial statements is also typically conducted in conjunction with the federally mandated Single Audit. The standards governing the Single Audit require the independent auditor to report on items beyond fair presentation of the financial statements, including internal controls and compliance with legal requirements involving the administration of federal awards. A single audit was not required or prepared for Fiscal Year 2021/2022 because the Town had less than \$750,000 in federal grant expenditures.

The ACFR includes a complete set of audited financial statements and notes, together with supplemental and statistical information. The Town issues the ACFR within approximately six months after the close of each fiscal year to fully disclose its financial information in a timely and transparent manner and to maintain compliance with all state and federal regulations and bond covenants. Management assumes full responsibility for completeness, accuracy of data, and fairness of presentation, including all footnotes and disclosures. Management believes the data presented are accurate in all material respects and that they are presented in a manner designed to fairly set forth the financial position and results of operations of the Town. To provide a reasonable basis for making these representations, Town management has established a comprehensive framework of internal controls designed both to protect the Town's assets from loss,

theft, or misuse; and to compile sufficiently reliable information for the preparation of the Town's financial statements in conformity with generally accepted accounting principles. Because the cost of internal controls should not exceed their benefits, the Town's internal controls have been designed to provide reasonable rather than absolute assurance that the financial statements are free of material misstatements.

Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Town's MD&A can be found in the Financial Section of this document, immediately following the report of the independent auditor.

TOWN OF YOUNTVILLE PROFILE

The Town is located in the heart of Napa Valley surrounded by the beautiful backdrop of the region's vineyards and mountains. Yountville has small town charm and unique character, making it an ideal place to live, work or visit. With a population of approximately 2,829, we are a community that cares about its citizens and businesses. We also welcome our many visitors who come from the Bay Area, and around the world, to enjoy the numerous activities and events in the area, dine at our critically acclaimed restaurants and stay at one of the fine lodging establishments the Town has to offer.

Form of Government

The Town of Yountville was incorporated February 4, 1965 and operates under a council-manager form of government. Policymaking and legislative authority are vested in the Town Council consisting of the Mayor and four other elected Council members. The Council is responsible for, among other matters, approving and modifying ordinances, adopting the Town budget, appointing committee and commission members, and hiring the Town Manager and Town Attorney. The Town Manager is responsible for assuring compliance with the ordinances, implementing the policies and direction of the Town Council, appointing department heads, hiring employees, and managing daily operations of the Town.

The Council is elected on a non-partisan basis. Council members serve four-year staggered terms, with two members elected every two years. The Mayor is elected to serve a four-year term.

Town Services

The Town provides a full range of municipal services including fire/emergency services and law enforcement through contracts with Napa County; construction and maintenance of Town streets, storm drains, bridges and similar infrastructure type assets; park maintenance; community recreation activities including seasonal camps and other recreation and leisure programs. The Town operates a modern community center facility that hosts community and recreation programs, in addition to being available for rent to groups and functions of all sizes, from small meetings and gatherings, to large events and elegant wedding receptions and banquets.

In terms of business-type activities, the Town provides water and wastewater services through operation of its utility enterprises. The Town has a partnership with the State of California, whereby the State agrees to supply water to the Town, and the Town, in turn, provides wastewater treatment for the California

Veterans Home. The costs to provide these utility services, including the cost to purchase water, compliance with increasing state regulations, and maintaining the utility infrastructure have steadily increased over the last several years. Upon review of a comprehensive rate study and business plan, Town Council conducted a public hearing and approved a five-year water/wastewater rate schedule in February 2018. The rate schedule was established to phase in the rate increases necessary to eliminate the utility enterprise operating deficits and provide funds needed for systems replacements. The fiscal year ending June 30, 2022 included revenue from rates that became effective March 1, 2018.

The ACFR includes all financial activities of the Town. Financial data for all funds through which services are provided by the Town have been included in this report based on the criteria adopted by the Governmental Accounting Standards Board (GASB), which is the authoritative body establishing U.S. Generally Accepted Accounting Principles (GAAP) for local governments.

Budgetary Policy and Control

The Town's budgetary records are maintained on a modified accrual basis. Revenues are recorded when measurable and available; and expenditures are recorded when goods or services are received, and the liability incurred. The Town produces an annual budget, which serves as the foundation for the Town of Yountville's financial planning and control. Based on the Town of Yountville Financial Policies, the Town is required to maintain a balanced operating budget; requiring current year operating expenses and transfers for debt service and capital expenditures to be fully funded by current year revenues and other designated available funding sources. In the budget development process, the Town Council and staff referenced the following strategic plan goals as a basis for budget development:

- **Exceptional Town Services:** The Town supports its talented staff who deliver high quality municipal programs and services while maintaining public infrastructure for the benefit of the community.
- **Engage Residents:** The Town embraces our residents' commitment to community as seen through volunteerism, civic engagement, and public participation that enhances the quality of life in Yountville.
- **Responsible Fiscal Policy:** The Town maintains its fiscal health through policies designed to maximize economic opportunities, manage expenses, and ensure prudent reserves.
- **Quality of Life:** The Town enhances the livability of Yountville by providing well-maintained public facilities, parks and trails, and quality programs and events.
- **Premier Destination:** The Town values its residents, rich history, natural environment, culinary excellence, arts, and distinguished businesses that make our home a place people love.
- **Visionary Leadership:** The Town's leadership maintains an open-minded, forward-thinking decision-making process. We value engagement and participation from all members of the community as we work together to create policies and plan for the future.

All departments of the Town submit requests for appropriations to the Town Manager each year; these requests serve as a starting point for developing a proposed budget. The Town Manager presents a proposed operating and capital budget to the Town Council each year. The Council holds public hearings,

generally starting in May, to review and receive input on the proposed budget before formal adoption. The budget is adopted by fund, department, and account classification. During the year, the Town Manager may authorize budget transfers within departments and funds, but only the Town Council can approve additional appropriations. Staff provides monthly financial reports to the Council during the year and may prepare a comprehensive budget review at mid-year. Council approves adjustments to the original budget during the year to reflect changing conditions that impact revenues or expenditures.

Budget to actual comparisons are provided in this report for each governmental fund for which an appropriated annual budget has been adopted. The general fund budget to actual comparison is required supplementary information and is presented in a separate section of this report immediately following the notes to the financial statements. For the Town's other governmental-type funds a budget to actual comparison schedule is presented as optional information in the section of this report containing combining financial statements and individual fund schedules.

FACTORS AFFECTING FINANCIAL CONDITION

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the environment in which the Town operates.

Local Economy

The Town is located sixty miles north of San Francisco in the Napa Valley, an area that attracts many visitors each year as they come to enjoy the scenic beauty, the local attractions and the many wineries and restaurants in the area. The Town of Yountville is a destination for tourists seeking a welcoming small-town environment while visiting the Napa Valley. The Town has been recognized in many well-known publications and continues to attract visitors from nearby urban areas, as well as other regions and countries. As a tourist destination, approximately 76% of the Town's general fund revenues for Fiscal Year 2021/2022 are from transient occupancy tax (TOT), restaurant and tasting room sales tax collections.

Given the reliance on tourism-based revenue, the Town has taken steps to ensure continued promotion as a tourist destination. The Town contracts with the Yountville Chamber of Commerce for promotional marketing and events. The Town is an active member of the Napa Valley Tourism Improvement District which assesses an additional 2% on all hotel room rents, of which 25% (one fourth) is managed by a Yountville Tourism Improvement Board to promote Yountville, sponsor events and generate business during the slow months of the tourist season.

The Town has positioned itself to maintain a healthy and vibrant local economy with highly rated hotels and inns, award winning restaurants, wine tasting, boutique retail shops and a community art program all situated in a beautiful location that attracts many visitors. Yountville is also home to the Veterans Home of California, a historic community of and for veterans, dating back to the 1880's.

The three major sources of General Fund revenue include Transient Occupancy Tax (TOT), Property Tax, and Sales Tax. An overview of these three taxes, which account for 91% of the Fiscal Year 2021/2022 General Fund revenues, are provided in the subsequent sections.

Transient Occupancy Tax

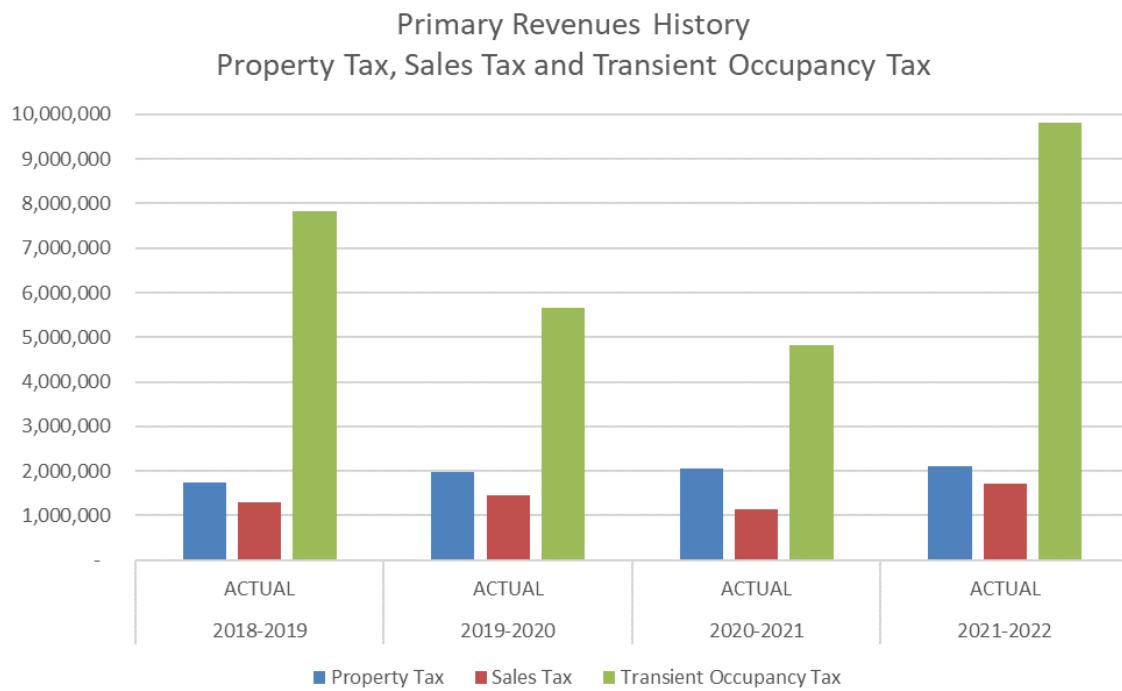
Transient Occupancy Tax is the Town's largest source of revenue, representing 65% of all General Fund revenues. In Fiscal Year 2021/2022, the Town's TOT revenues were \$9.8 million, which marks the Town's highest amount of TOT collections in its history. This is partly due to the resurgence of travel at the end of 2021, along with room rates that have surpassed prior fiscal years.

Property Tax Revenues

This revenue source is fairly stable and does not respond quickly to changes in the economy. Property taxes were 2.4% higher than the prior fiscal year. Yountville has experienced steady growth in property tax over the last three years due to the increase in property valuations. The sale of a large commercial property in December 2021 had an impact on Fiscal Year 2021/2022 Real Property Transfer Tax in the amount of about \$150,000 and will contribute to an increase to future assessed valuation.

Sales Tax Revenues

Sales and Use Tax revenues represent the third largest share of General Fund revenues. The largest share of sales tax is generated from restaurants and the remainder of the business community is comprised of hotels and inns, wine tasting rooms, small retail shops, one grocery store, and one gas station. In Fiscal Year 2021/2022, sales tax apportionments began to normalize as the economy emerged from the COVID-19 pandemic.



Long-Term Financial Planning

Town Council adopted a balanced budget for Fiscal Year 2021/2022. The Town has a practice of using moderately conservative revenue projections and reviewing and adjusting, as needed, at mid-year. The Town Council has funded an emergency reserve at 20% of general fund expenditures, a revenue

stabilization reserve at 25% of Transient Occupancy Tax Revenue estimates or higher, and fund balances for general and legal contingencies as well as a self-insurance retention. The Town Council continues an interest in increasing the reserves for Facility, Repair and Replacement Fund and Tools and Equipment Repair and Replacement Fund to better prepare for funding repairs and replacement needs of the town.

The Town has taken several steps to ensure fiscal stability over the next several years and beyond. The Town has adopted a master fee schedule to manage and monitor charges for services. The master fee schedule is comprehensively reviewed and updated each year prior to the budget cycle to provide updated information for revenue projections and cost recovery targets, where applicable.

The Town Council adopted a water and wastewater utility rate study which includes a five-year enterprise business plan to raise rates for water and wastewater services. The new rates provide the resources needed to operate and maintain the Town's utility systems and comply with new environmental and regulatory requirements.

The Town Council has established an IRC Section 115 Trust with PARS (Public Agency Retirement Services) for both OPEB (other post-employment benefits) and the CalPERS Unfunded Actuarially Accrued Liability. Contributions to the OPEB portion of the trust are directed by the Town Council and have followed the actuarially determined contribution issued by the Town's actuary. Contributions to the pension portion of the trust are at the Town Council's discretion. These steps have been taken to protect the Town against future economic uncertainty.

Major Initiatives

Managing the increase cost of purchasing water

The Town purchases water from the Rector Reservoir, per a long-term contract with the State of California Veterans Home. The cost of water is calculated each year based on the Town's proportionate share of Rector Reservoir cost of operations. In the 2018 Utility Rate Study it was estimated that the cost of water would increase approximately 7% in the next five years. However, the cost has proven to increase more than originally anticipated. When Rector Reservoir water is not available, the Town obtains water from the City of Napa, but at a much higher rate. Town staff continues to build on its working relationship with the Veterans Home and seek methods for managing these rising costs.

Managing Rising Pension Costs

The Town of Yountville, like many municipalities throughout the State, is facing rising CalPERS pension costs. This is primarily related to the changes in CalPERS actuarial assumptions which include changes to discount rate, amortization policies, mortality rates, and the implementation of risk mitigation strategies. The Town has been disciplined to set aside money for our PERS UAAL Reserve Fund, which had a balance of \$2.5 million on June 30, 2022. These dedicated reserve funds will aid the Town in meeting future pension obligations.

Pursuing Grant Funding

The Town has been successful in obtaining grants and low-cost financing for projects and will continue this practice to leverage Town resources and provide resources to complete capital projects. In 2014, the Town

obtained a \$3,465,362 State Revolving Fund Loan for the purpose of financing the Yountville Water Recycling Expansion Project. The loan is a draw down as costs are incurred type of loan. The town received \$2,725,340 in loan proceeds. In February 2019 the Town was awarded \$500,000 in a HOME Program Grant from the California Department of Housing and Community Development which provides funding for home improvement projects for low income eligible residents to bring their homes up to current building code standards.

Increasing Affordable and Workforce Housing

On November 6, 2018, Yountville voters approved Measure S which increased the Transient Occupancy Tax (TOT) by one percent (1%) to support workforce and affordable housing efforts. This special tax went into effect as of January 1, 2019. On June 30, 2022, the balance of the Measure S Fund was \$1.98 million. The Town established a Measure S Workforce and Affordable Housing Committee that will review fund activity to ensure proper use and apprise the Town Council of potential opportunities to utilize the funds to promote an increase of affordable housing within the Town.

Disaster and Emergency Preparedness Planning

Recent earthquake and fire experiences have clearly demonstrated the importance of the Town's emergency preparedness and disaster response planning community education and outreach efforts. Work towards improvement continues as we partner with other cities in the county to update the Napa County Hazard Mitigation Plan. An annual Emergency Preparedness Community workshop was initiated in 2018, and the second annual workshop occurred in October of 2019. The workshops were suspended during the COVID-19 pandemic, but resumed in September 2022.

Impact of the State Budget

In May 2018, the Associated Press indicated that the State of California has the fifth largest economy in the world. The main sources of uncertainty for California local governments are the economy and the impact from the State of California Budget that included the practice of state takeaways and unfunded mandates. New legislation has insulated local governments from takeaways, while unfunded mandates and economic downturns remain as uncontrollable factors. The most recent California Department of Finance Bulletin (October 2022) reports unemployment of 3.5% in September 2022 which is 1.3% lower than September 2021. A great concern across the state continues to be increasing costs of housing that will impact a labor shortage. This is a theme shared across the Napa Valley. In response, Measure S (Measure I in Napa County) was passed in the November 2018 election, implemented as of January 1, 2019, and allowed Yountville to increase the hotel tax rate from 12% to 13% for the benefit of workforce housing. The Town developed the 2021/2022 budget assuming there would be no state takeaways or unfunded mandates and staff will continue to review updated economic forecasts and monitor state budget conditions.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Yountville for its annual comprehensive financial report for the fiscal year ended June 30, 2021. This was the thirteenth consecutive year that the Town has achieved this prestigious award. To be awarded a Certificate of Achievement, a government

agency must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

ACKNOWLEDGEMENTS

The preparation of this report would not have been possible without the year-round dedication and efficiency of the Town staff; and the support and efforts of the Town's independent auditors.

We would also like to express thanks and appreciation to the Mayor and Members of the Town Council for their leadership and support, and commitment to fiscal sustainability and long-term financial planning.

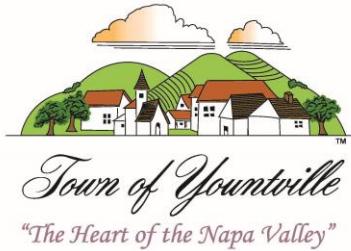
Respectfully submitted,

A blue ink signature of Steven Rogers.

Steven Rogers, Town Manager

A blue ink signature of Celia King.

Celia King, Finance Director



Principal Officials

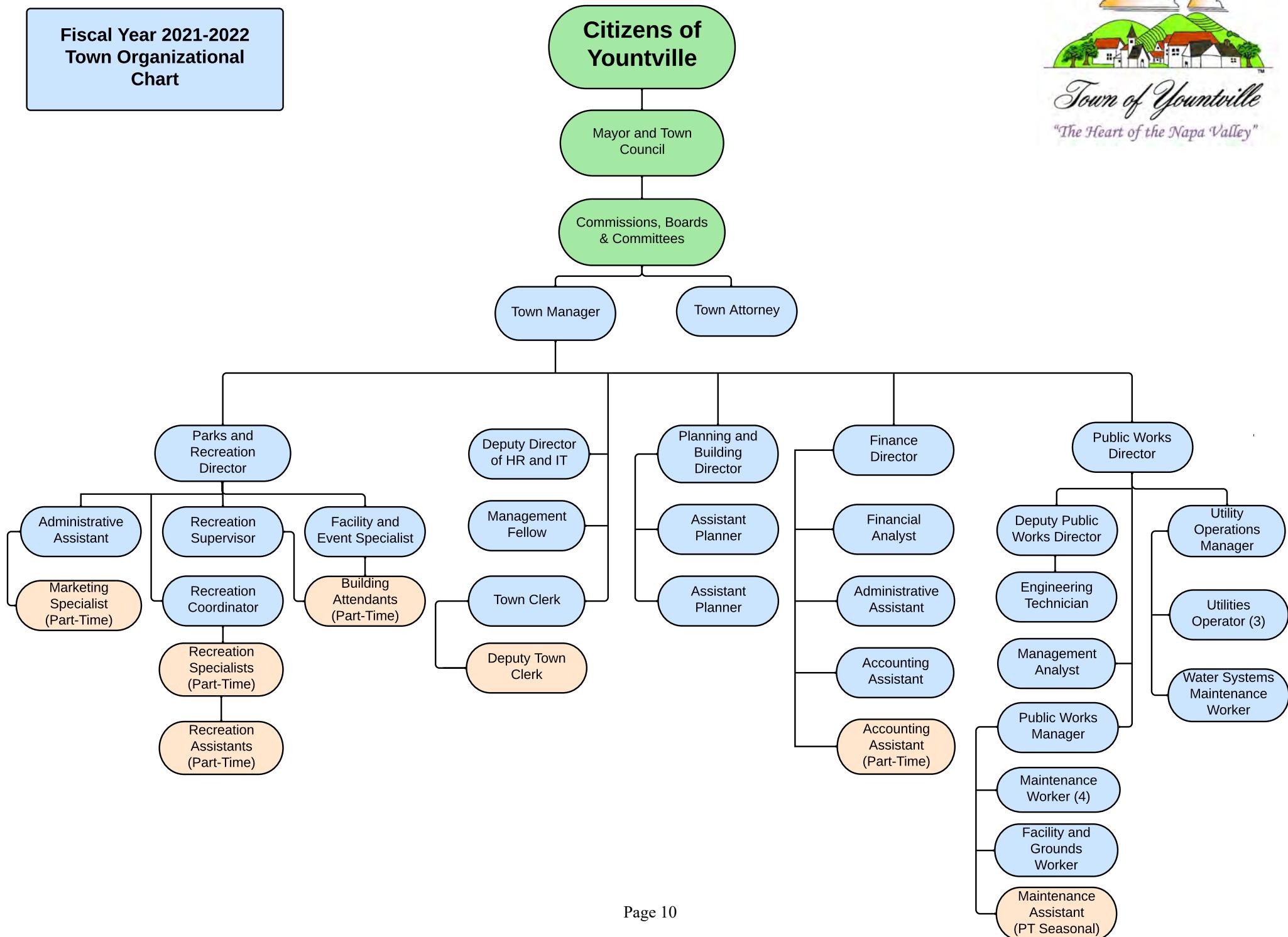
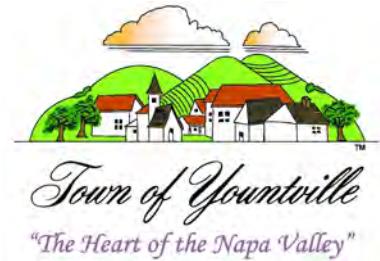
TOWN COUNCIL

John F. Dunbar, Mayor
Marita Dorenbecher, Vice Mayor
Marjorie "Margie" Mohler, Council Member
Eric Knight, Council Member
Joe Tagliaboschi, Council Member

TOWN ADMINISTRATION

Steven Rogers, Town Manager
Gary Bell, Town Attorney
Samantha Holland, Parks & Recreation Director
Celia King, Finance Director
John Ferons, Public Works Director
Kirsty Shelton, Planning & Building Director
Rosalba Ramirez, Deputy Public Works Director
Julie Baldia, Deputy Director of HR & IT
Eddy Gomez, Town Clerk
Kyle Batista, Financial Analyst
Erica Teagarden, Management Analyst
Beatriz Beccera, Management Fellow

**Fiscal Year 2021-2022
Town Organizational Chart**





Government Finance Officers Association

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

Presented to

**Town of Yountville
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Monell

Executive Director/CEO

Financial Section

Management Discussion and Analysis, Basic Financial Statements, and Notes to the Basic Financial Statements



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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the Town Council
of the Town of Yountville
Yountville, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Town of Yountville (the "Town"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Town's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the business-type activities of Town of Yountville, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of a Matter

During the year, the Town implemented GASB Statement No. 87, *Leases*. As a result, the Town recorded a lease receivable of \$906,813 and a net deferred inflows of resources of \$883,44, decreasing beginning fund balance and net position by \$3,465. See note 3 for additional information. Our opinion was not modified for this matter.

Responsibilities of Management for the Financial Statements

Town management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and GAGAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Town's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Matters

Required Supplementary Information

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



Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's financial statements as a whole. The introductory section, supplementary budgetary comparison schedules, combining individual non-major fund schedules, comparative information for enterprise funds, and statistical data, are presented for purposes of additional analysis and are not a required part of the financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 19, 2022 on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.

C & A LLP

Chavan & Associates, LLP
Certified Public Accountants
November 19, 2022
Morgan Hill, California

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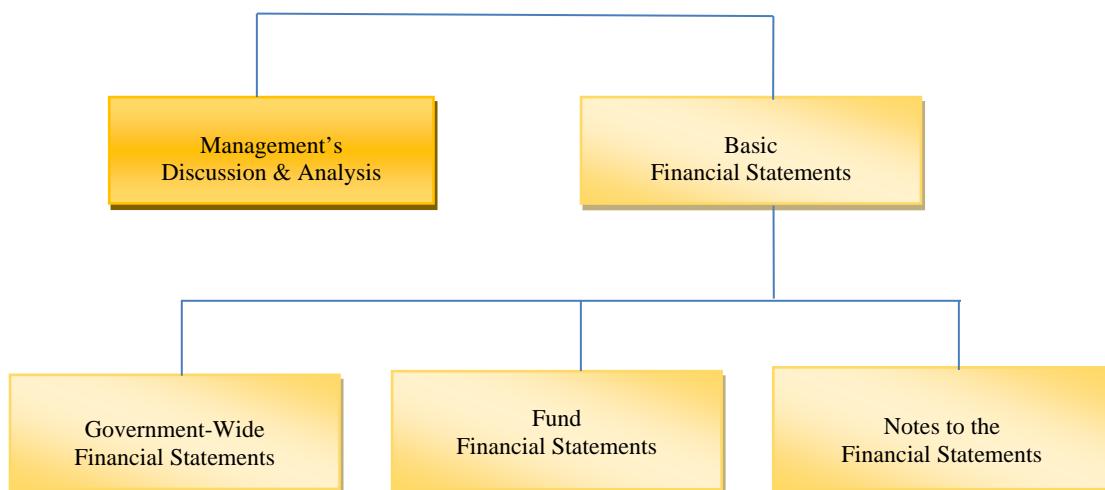
Town of Yountville
"The Heart of the Napa Valley"

MANAGEMENT'S DISCUSSION AND ANALYSIS

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INTRODUCTION

As management of the Town of Yountville, we offer readers of the Town's financial statements this narrative overview and analysis of financial activities of the Town of Yountville, for the fiscal year that ended on June 30, 2022. We encourage readers to consider the information presented here, in conjunction with additional information that we have furnished in our letter of transmittal. This information can be found on pages 1-8 of this report. The required components of the report are listed below.

Required Components of the Annual Financial Report**FISCAL YEAR 2021/2022 FINANCIAL HIGHLIGHTS**

Government-Wide Highlights

- The assets and deferred outflows of resources of the Town of Yountville exceeded the liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$66.48 million (net position). Of this amount, net position included \$38.12 million classified as net investment in capital assets; \$7.45 million as restricted; and \$20.91 million as unrestricted net position.
- The Town's net position increased by \$7.79 million, and its change in net position increased by \$5.18 million, from \$2.61 million, in FY 2021/2022. In the Governmental Activities, tax revenues increased by \$5.67 million, charges for services increased by \$0.08 million and capital grants and contributions increased by \$0.22 million.
- In the Business-Type Activities, charges for services decreased by \$0.07 million and capital grants and contributions decreased by \$0.01 million.
- Deferred outflows of resources increased by \$0.22 million while deferred inflows of resources increased by \$3.07 million mostly due to differences in expected and actual earnings, expected and actual experiences and changes in proportions. The Town's pension liability in accordance with

GASB 68 as of June 30, 2022 was \$2.26 million, while the net OPEB liability for the fiscal year ending June 30, 2022 was \$0.22 million.

- The Town's long-term debt decreased by \$0.8 million, or 7%, in Fiscal Year 2021/2022 primarily from debt service payments made during the year.
- The Town's net capital assets decreased by 0.89%, or \$0.43 million, primarily as a result of capital projects offset by depreciation.
- Capital projects expenditures totaled \$1.04 million with approximately \$0.15 million of ongoing maintenance and replacement projects. The table below shows details of significant projects.

Major Capital Projects are as follow:	Budget	Actual
Park Restroom at Yountville Community Park	\$130,000	\$139,881
Inflow & Infiltration Reduction Program	337,000	90,930
Joint Treatment Plant Building Modernization	500,000	72,021
Sewer Main Replacement Program	84,500	72,526
Water Meter Replacement Program	29,000	46,665
Annual Street Maintenance/Paving Program	525,000	528,635
Total	\$1,605,500	\$950,658

Fund Highlights

- At the close of Fiscal Year 2021/2022, the Town of Yountville's governmental funds reported combined fund balances of \$25.61 million, an increase of \$6.46 million in comparison with the prior year. Approximately 34%, or \$8.75 million, was classified as unassigned fund balance and was available for spending at the government's discretion.
- At the end of the Fiscal Year 2021/2022, the general fund's unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) was \$15.08 million, or 171% of total general fund expenditures, prior to transfers. The general fund's unassigned fund balance was \$8.75 million or 99% of total general fund expenditures, prior to transfers.
- The General Fund balance increased by \$4.62 million, with revenues of \$15.13 million and expenditures of \$8.81 million, prior to transfers out of \$1.7 million. Revenues decreased over the prior year by \$4.66 mostly due to a large increase in transient occupancy taxes, while expenses increased by \$0.62 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis are intended to serve as an introduction to the Town of Yountville's financial statements. The Town of Yountville's basic financial statements are comprised of (1) Government-wide Financial Statements (2) Fund Financial Statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the Town of Yountville's finances, in a manner similar to a private-sector business. Government-wide financial statements are prepared on the accrual basis, which means they measure the flow of all economic resources of the Town as a whole. Government-wide financial statements consist of the *Statement of Net Position* and the *Statement of Activities*.

The *Statement of Net Position* presents financial information on all of the Town of Yountville's assets, liabilities, and deferred inflows/outflows of resources, with the difference 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 Town of Yountville is improving or declining.

The *Statement of Activities* presents information showing how the Town of Yountville'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. This is consistent with a full accrual concept, which may result in the reporting of revenues and expenses in the current fiscal year, with cash flows occurring in future fiscal periods (e.g. uncollected revenues; and earned but not used vacation leave).

Both of the government-wide financial statements distinguish functions of the Town of Yountville that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). An overview of the Town's functions associated with each classification is listed below.

Governmental Activities – All of the Town's basic services are considered to be governmental activities. This includes law enforcement, fire and emergency services, planning and building, public works, parks and recreation, community center, community promotion, housing, and general administration. Transient occupancy taxes, sales taxes, property taxes, state and federal grants finance most of these activities. Charges for services, which include parks and recreation fees, are also used to help offset costs of providing certain services.

Business-Type Activities – This Town's enterprise activities include Waste and Wastewater operations. Unlike governmental services, these services are fully supported by charges paid by users based on the amount of services they use.

The government-wide financial statements can be found on pages 36-37 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Fund financial statements provide detailed information about each of the Town's most significant funds, called major funds. Major funds are presented individually, with all non-major funds summarized and presented only in a single column. Subordinate schedules present the detail of these non-major funds. Major funds present the major activities of the Town for the fiscal year, and may change from year to year as a result of changes in the pattern of the Town's activities. The Town's funds are segregated into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same function reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. This represents a modified accrual basis of accounting, with capital assets, long-lived assets, and long-term liabilities excluded from the financial statements. Such information may be useful in evaluating the Town'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 the *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between *governmental funds* and *governmental activities*.

The Town maintains multiple 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, the Capital Projects Fund, Debt Service Fund, and the Measure T Fund. These funds are considered to be major funds. Data from the other governmental funds are combined into a single aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report. A budgetary comparison statement has been provided as required supplementary information for the General Fund and Measure T fund to demonstrate compliance with this budget. The governmental fund financial statements can be found on pages 39-42 of this report.

Proprietary Funds

The Town of Yountville has the following two *enterprise funds* which are proprietary funds: *Water* and *Wastewater* Funds which are considered major funds for the Town of Yountville. *Enterprise funds* provide the same type of information as business-type activities in the government-wide statements. The basic proprietary fund financial statements can be found on pages 45-47 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the Town. Fiduciary funds are not reported in the Government-Wide financial statements because the resources of these funds are not available to support the Town of Yountville's own programs. The accounting for fiduciary funds is much like that used for business type activities. The Town did maintain two fiduciary funds during Fiscal Year 2021/2022, the Other Postemployment Benefit Trust fund and the Napa Valley Tourism Improvement District custodial fund as noted in pages 49-50.

NOTES TO THE FINANCIAL STATEMENTS

Notes to the Financial Statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes can be found immediately following the fund financial statements.

OTHER INFORMATION

In addition to the basic financial statements and accompanying notes, this report also presents *required supplementary information* concerning the Town of Yountville's funding progress for its employee pension and OPEB benefit obligations. The required supplementary information can be found on pages 90-96 of this report. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the *required supplementary information* on pensions and OPEB as supplementary information. Combining and individual fund statements and schedules can be found on pages 104-129 of this report. The Town also provides comparative statements for its Water and Wastewater enterprise funds in the supplementary information section. An un-audited statistical section provides historical and current data on financial trends, revenue and debt capacity, demographic and economic information, and operating information. This information can be found on pages 140-157 of this document.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Over time, net position may serve as an indicator of a government's financial position. In the case of the Town of Yountville, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$66.48 million at the close of the Fiscal Year 2021/2022. This represents an increase of \$7.79 million over the prior year.

The following table summarizes the Town's ending net position:

Table 1 - Net Position

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Assets						
Current and other assets	\$ 27.43	\$ 20.11	\$ 7.73	\$ 6.87	\$ 35.16	\$ 26.98
Capital assets	37.02	37.42	11.07	11.11	48.09	48.52
Total Assets	\$ 64.45	\$ 57.52	\$ 18.80	\$ 17.98	\$ 83.25	\$ 75.50
Deferred Outflows of Resources	\$ 1.28	\$ 1.12	\$ 0.36	\$ 0.31	\$ 1.64	\$ 1.42
Liabilities						
Current and other liabilities	\$ 1.44	\$ 1.32	\$ 0.67	\$ 0.65	\$ 2.11	\$ 1.97
Noncurrent liabilities	10.89	13.23	1.26	1.95	12.14	15.19
Total Liabilities	\$ 12.32	\$ 14.55	\$ 1.93	\$ 2.60	\$ 14.26	\$ 17.15
Deferred Inflows of Resources	\$ 3.33	\$ 0.79	\$ 0.82	\$ 0.29	\$ 4.15	\$ 1.08
Net Position						
Net investment in capital assets	\$ 27.80	\$ 27.57	\$ 10.32	\$ 10.20	\$ 38.12	\$ 37.77
Restricted	7.45	6.65	-	-	7.45	6.65
Unrestricted	14.83	9.07	6.08	5.20	20.91	14.28
Total Net Position	\$ 50.08	\$ 43.29	\$ 16.41	\$ 15.40	\$ 66.48	\$ 58.69

Net position of the Town's governmental activities increased \$6.79 million to \$50.08 million. Approximately 29% of net position relating to governmental activities are unrestricted, and a significant portion, or \$27.80 million, of the Town's net position reflects its investment in capital assets, (e.g., land, buildings, general government infrastructure, equipment, etc.), less accumulated depreciation and any outstanding that was debt used to acquire or construct those assets. Capital assets represent infrastructure which provide services to citizens and are not available for future spending. Although the Town's investment in capital assets is reported net of related debt, it should be noted that the resources to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate the liabilities.

Total liabilities related to governmental activities decreased by \$2.23 million due to decrease in long term debt as well as net pension and net OPEB liability. The Town's net pension liability as of June 30, 2022 is \$2.26 million. The Town's net OPEB liability for Fiscal Year 2021/2022 is \$227,296. See Note 9 and Note 10 for detailed information related to pension plans and OPEB, along with the required supplementary information section of this report. Deferred Outflows of Resources and Deferred Inflows of Resources both increased, mostly due to pension and OPEB adjustments as well as the implementation of GASB 87 regarding Leases.

Total net position of the Town's business-type activities increased 1.01 million, to \$16.41 million. A business plan to eliminate ongoing deficits and provide the funding necessary for future infrastructure improvements was adopted in February of 2018 and the final of five implementations was completed in January of 2022. No deficits were reported in 2022.

At the end of the current fiscal year, the Town of Yountville is able to report a positive balance for the government as a whole. The reasons for the overall financial changes are discussed in the following sections for governmental and business-type activities.

Governmental Activities

As shown in the following *Statement of Changes in Net Position* schedule, the net position for governmental activities increased from \$43.29 million in the prior year to \$50.08 million in the current fiscal year. This increase is mostly attributed to greater than expected Sales Tax and Transient Occupancy Tax revenue collections and reduced departmental expenditures.

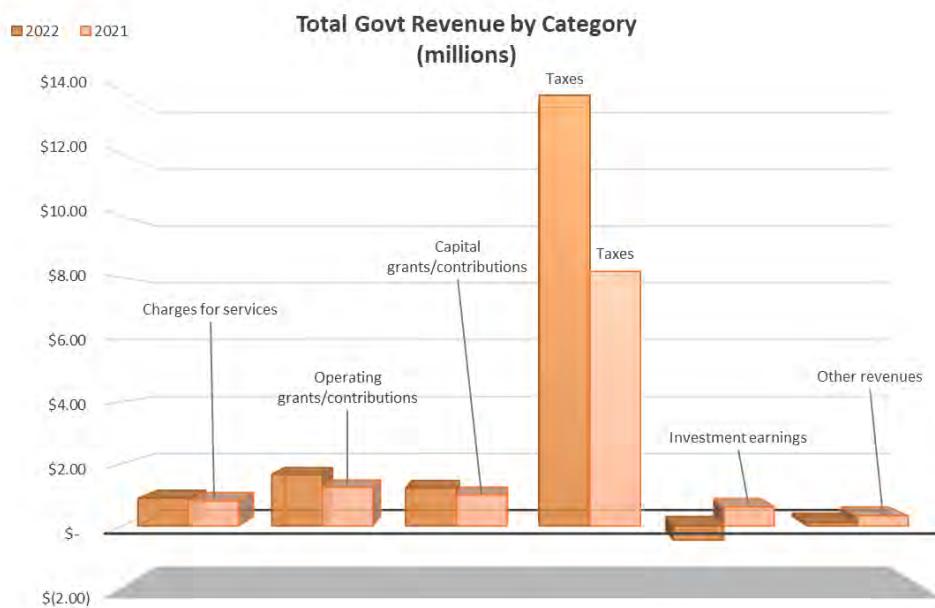
With total revenues for Fiscal Year 2021/2022 at \$17.29 million and total expenses at \$10.85 million, the change in net position for current activity yielded an increase of \$6.79 million. An analysis of the changes in revenues and expenses by type of significant events follows:

Table 2 - Statement of Changes in Net Position

Functions/Programs	Governmental Activities		Increase (Decrease)	Business-Type Activities		Increase (Decrease)
	2022	2021		2022	2021	
Program Revenues						
Charges for services	\$ 0.889	\$ 0.809	\$ 0.079	\$ 4.017	\$ 4.084	\$ (0.066)
Operating grants and contributions	1.662	1.240	0.422	-	-	-
Capital grants and contributions	1.217	0.997	0.220	0.216	0.228	(0.013)
Total Program Revenues	3.767	3.046	0.722	4.233	4.312	(0.079)
General Revenues						
Taxes	13.872	8.201	5.671	-	-	-
Investment earnings	(0.458)	0.605	(1.062)	(0.029)	0.011	(0.040)
Other revenues	0.104	0.320	(0.216)	0.010	0.001	0.009
Total Revenues	17.286	12.171	5.114	4.213	4.324	(0.111)
Expenses						
General Government	3.519	3.226	0.294	-	-	-
Housing	0.452	0.166	0.286	-	-	-
Public Safety	1.644	1.706	(0.062)	-	-	-
Public Works	2.904	3.082	(0.178)	-	-	-
Community Promotion	0.361	0.383	(0.022)	-	-	-
Parks and Recreation	1.688	1.673	0.015	-	-	-
Interest on fiscal charges	0.286	0.304	(0.018)	-	-	-
Water Services	-	-	-	1.434	1.647	(0.212)
Wastewater Services	-	-	-	1.748	1.828	(0.080)
Total Expenses	10.853	10.539	0.314	3.182	3.474	(0.292)
Excess of Revenues Over Expenses	6.432	1.632	4.800	1.031	0.849	0.181
Special items	0.341	-	0.341	-	-	-
Transfers	0.021	0.027	(0.006)	(0.021)	(0.027)	0.006
Increase / (Decrease) in Net Position	6.795	1.659	5.135	1.009	0.822	0.187
Prior Period Adjustments	(0.003)	0.138	(0.141)	-	-	-
Net Position, Beginning of Year	43.290	41.496	1.794	15.400	14.579	0.821
Net Position, End of Year	\$ 50.081	\$ 43.294	\$ 6.788	\$ 16.410	\$ 15.401	\$ 1.009

Governmental Revenues

The following chart summarizes the changes in revenues by category during Fiscal Year 2021/2022:

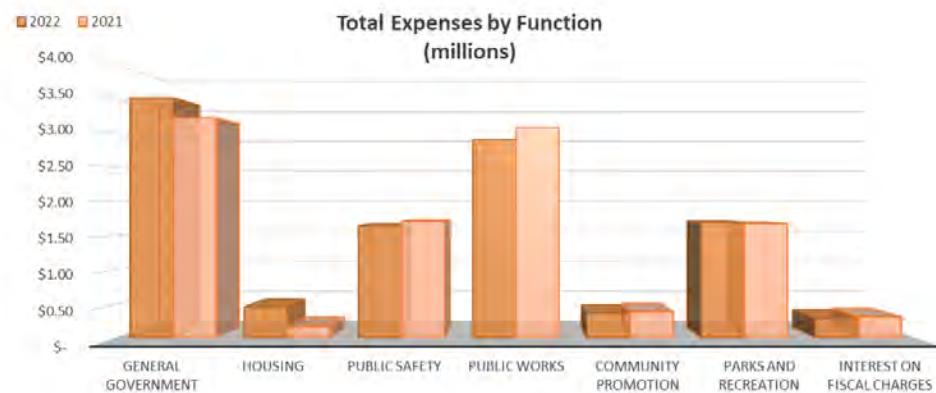


Significant changes in governmental revenues consisted of the following:

- Charges for Services revenue increased by approximately \$0.08 million or 9%. As the negative effects of the COVID-19 pandemic began to diminish, regular business operations began to resume.
- Tax revenue increased by approximately \$5.67 million or 69%, with changes primarily related to the following categories:
 - Property tax revenue increased by \$191,817 or 9.1%, due to continuing increases in property values and the sale of a large commercial property in December 2021.
 - Transient Occupancy Tax revenue increased by \$4.98 million or 103%. Tourism levels began to rebound in July 2021 and although hotels saw lower occupancy rates, very high room rates translated into unprecedentedly high Transient Occupancy Tax collections in Fiscal Year 2021/2022.
 - Sales Tax revenues increased by \$575,899 or approximately 50%. Also due to less COVID-19 related restrictions, restaurants and retail also began to rebound back to pre-pandemic levels.
- Operating grants and contributions increased by approximately \$0.42 million or 33%. Federal and State assistance are included in this revenue source and constitute the large increase.
- Capital grants and contributions increased by approximately \$0.22 million or 22%. This is largely attributed to the \$204,948 grant received from the California Department of Transportation.

Governmental Expenses

The Fiscal Year 2021/2022 expenses for Governmental Activities increased by \$0.31 million, or 3%, as illustrated in the chart below:



Significant changes in governmental expenses primarily consisted of the following:

- General Government increased by \$0.29 million, primarily due to the approval of a discretionary contribution to the Other Post-Employment Benefits (OPEB) Trust.
- Housing also increased by \$0.29 million or 170%, mostly due to the Town Council approved purchase of 6631 Oak Leaf Court which was then sold to Napa Valley Community Housing as a Deed Restricted Low Income Housing Unit.
- Public Safety decreased by \$0.06 million primarily because the costs for Fire and Emergency Medical Services were lower than originally anticipated.
- Public Works decreased by \$0.18 million or 5%, primarily due to lower amount spent on capital projects.

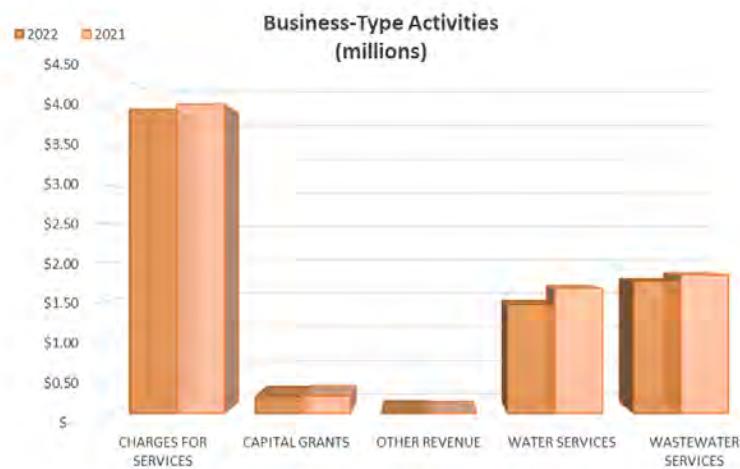
Business-Type Activities

The Town's business type activities represent the water and wastewater utility enterprise operation. The Town purchases water from the state Veterans Home for resale to approximately 834 customers. The sewer collection system operated by the Town serves about 766 customers. The Town also operates the wastewater treatment plant and has a cost sharing agreement with the Veterans Home to provide services.

Total Program Revenue for business-type activities was \$4.24 million comprised of \$4.02 in charges for services and \$0.22 million in capital grants. Total operating revenue from the prior year was \$4.31 million.

Total expenses for business type activities were \$3.18 million, which was a decrease of approximately \$0.29 million when compared to the prior year.

The following chart is a summary of the changes in revenues and expenses for the Town's business-type activities from Fiscal Year 2020/2021 to 2021/2022:



Business-Type activities should generate enough revenue to cover the cost of operations and capital infrastructure. The Town's enterprises had struggled after many years of increasing expenses and no rate increases. Major cost increases included the cost to purchase water for resale, general cost increases for operating supplies and services, and expenses related to projects required to maintain compliance with state regulations and replace aging infrastructure.

Town Council approved a five-year water/wastewater rate schedule on February 20, 2018 to ensure the fiscal sustainability of the utility enterprises. The rate schedule was established to phase in the rate increases necessary to eliminate the utility enterprise operating deficits. The first annual rate increase was effective March 1, 2018 and continued each January 1, through 2022.

FINANCIAL ANALYSIS OF THE TOWN'S GOVERNMENTAL FUNDS

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

The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, the unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the Town itself, or a group or individual that has been delegated authority to assign resources for particular purposes by the Town of Yountville's Council.

The following table summarizes the changes in fund balance of the Major Funds and Other Nonmajor Governmental Funds:

Table 3 - Summary of Changes in Fund Balance - Governmental Funds

	Major Funds					Nonmajor Governmental Funds	Total
	General Fund	Capital Projects Fund	Debt Service Fund	Measure T Fund			
Total Revenues	\$ 15.13	\$ 0.41	\$ 0.00	\$ 0.67	\$ 1.17	\$ 17.38	
Total Expenditures	8.81	0.43	0.89	0.53	0.61		11.28
Revenues Over (Under) Expenditures	6.32	(0.03)	(0.89)	0.14	0.57		6.10
Other Financing Sources	-	-	-	-	0.34		0.34
Transfers In	-	0.50	0.93	-	0.30		1.73
Transfers Out	(1.70)	-	-	-	(0.00)		(1.70)
Net Change in Fund Balances	4.62	0.48	0.03	0.14	1.20		6.47
Beginning Fund Balances	13.03	0.52	0.03	0.06	5.51		19.14
Prior Period Adjustment	(0.00)	-	-	-	-		(0.00)
Ending Fund Balances	\$ 17.64	\$ 1.00	\$ 0.07	\$ 0.20	\$ 6.71		\$ 25.61

General fund revenues exceeded expenditures by \$6.32 million. In fiscal year 2020/2021, general fund revenues exceeded expenses by \$2.29 million. As presented earlier in connection with governmental activities, TOT collections, which are the Town's primary source of general fund revenue, were significantly impacted by COVID-19 related hotel closures between July 2020 and February 2021 resulting in a substantial decrease in revenues in prior fiscal years. The Town experienced a significant rebound in TOT collections during FY 2021/2022 as TOT revenue increased by \$4.98 million. The total general fund expenditures, prior to transfers was \$8.81 million. Savings on Napa County Fire services, along with some salary savings within general fund departments because of staff turnover account for the reduction of estimated expenses by approximately 13%.

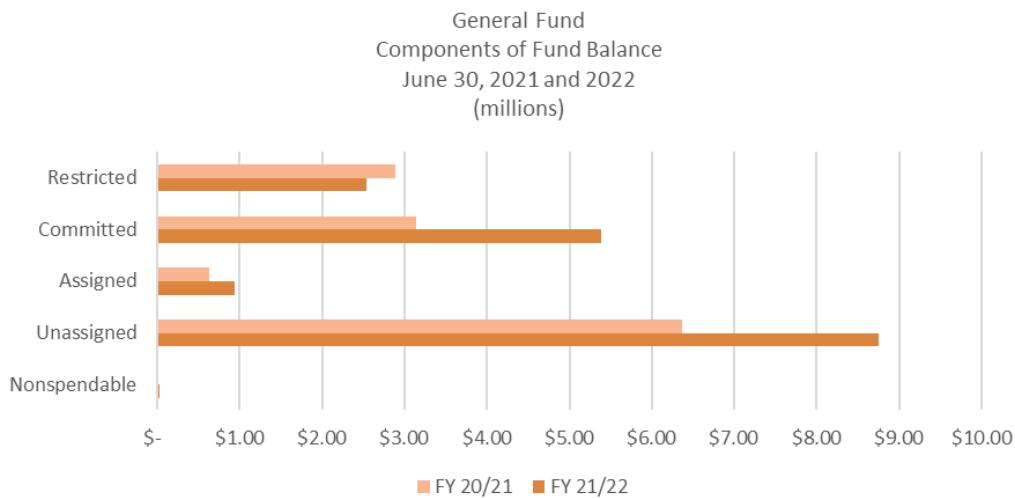
Other nonmajor governmental funds reflected an aggregate increase to total fund balance. The Capital Projects fund had an increase in fund balance of \$0.48 million as the Town received grant funding for two eligible projects.

Required debt service payments were covered by General Fund Transfers, and the Debt Service Funds ended Fiscal Year 2021/2022 with an increase to fund balance of \$0.04 million. Measure T Fund ended the fiscal year with an increase to total fund balance of \$0.14 million.

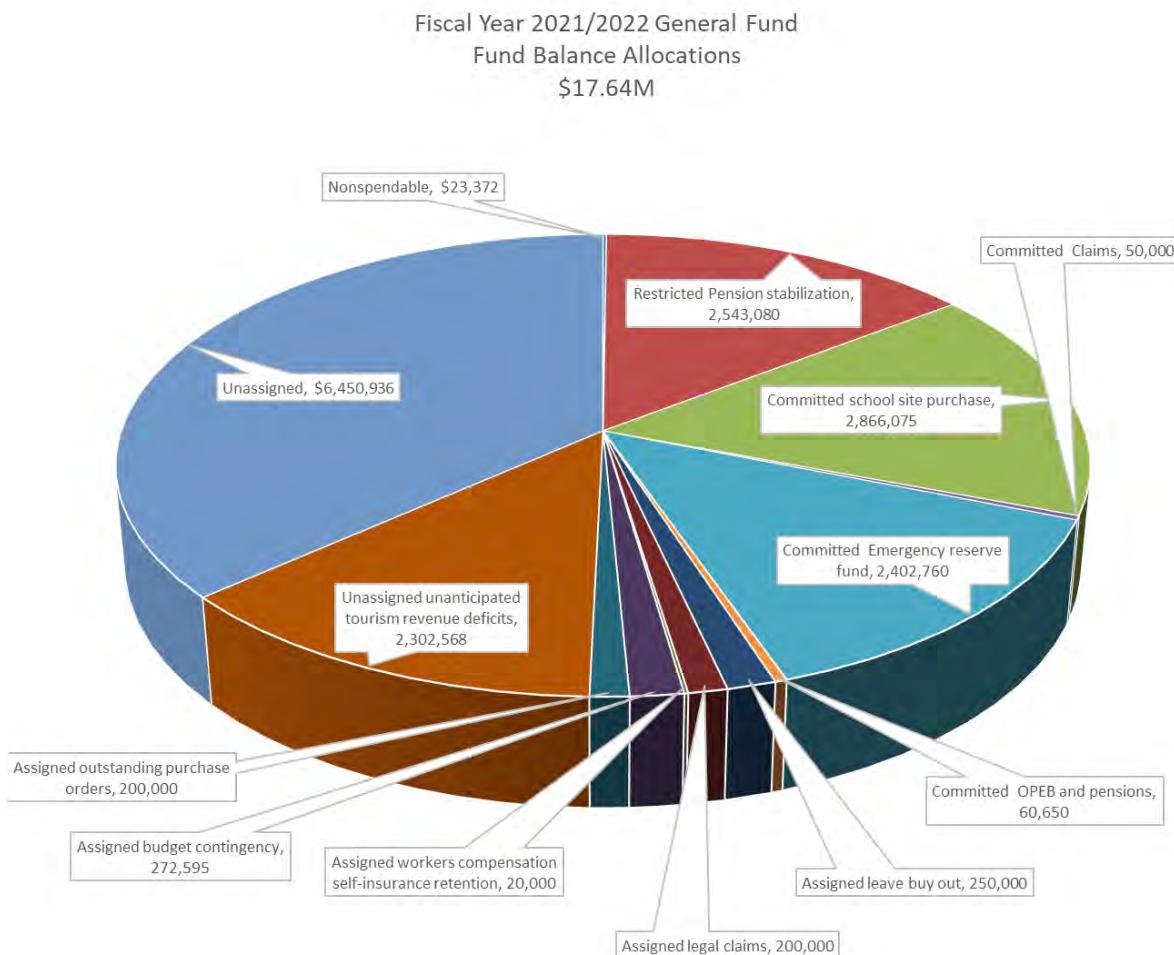
General Fund – Components of Fund Balance

The general fund is the chief operating fund of the Town of Yountville. At the end of the current fiscal year, the unassigned fund balance of the general fund was \$8.75 million and the total fund balance increased to \$17.64 million. This is an increase to total fund balance of \$4.62 million, or 35%, from the prior year.

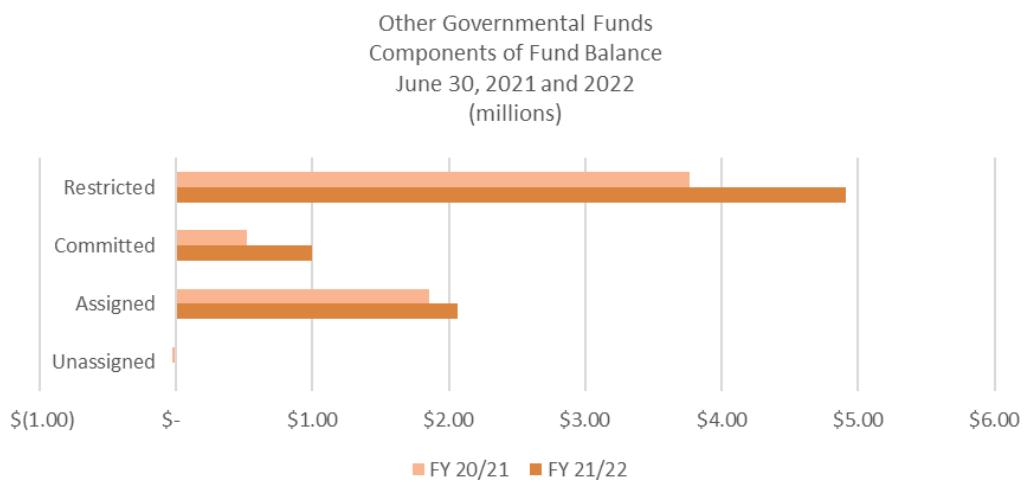
The major components of the fund balance are shown below:



The following pie chart displays the fund balance allocations of the General Fund as of June 30, 2022:



The following chart displays the components of fund balance for governmental funds other than the General Fund:



CAPITAL ASSETS

The Town of Yountville's investment in capital assets for its governmental and business-type activities as of June 30, 2022 amounts to \$48.09 million (net of accumulated depreciation). This includes net capital assets from governmental activities of \$37.02 million and net capital assets from business type activities at \$11.07 million. The total decrease in the Town of Yountville's capital assets during the current fiscal year was approximately \$0.43 million. This includes a net decrease of \$0.4 million related to Governmental Activities and a net decrease of \$0.03 million related to Business-type Activities.

The following table summarizes the Town's capital assets at the end of the year:

Table 4 - Capital Assets at Year End - Net

	Governmental Activities		Business-type Activities		Total		% Change
	2022	2021	2022	2021	2022	2021	
Land	\$ 1.73	\$ 1.44	\$ 0.01	\$ 0.01	\$ 1.73	\$ 1.45	19.64%
Construction-in-Progress	0.07	0.95	0.11	1.04	0.18	1.99	-90.77%
Buildings	13.77	14.20	0.01	0.01	13.78	14.22	-3.09%
Improvements other than building	2.66	2.77	-	-	2.66	2.77	-4.15%
Infrastructure	18.13	17.30	10.76	9.84	28.89	27.14	6.47%
Machinery and equipment	0.67	0.75	0.18	0.21	0.85	0.95	-11.21%
Total Capital Assets, Net	\$ 37.02	\$ 37.42	\$ 11.07	\$ 11.11	\$ 48.09	\$ 48.52	-0.89%

Additional detail and information on capital asset activity is described in the notes to the financial statements, Note 6.

DEBT ADMINISTRATION

During the year, Long-Term Debt from governmental activities decreased by \$0.64 million primarily due to debt service payments, while Long-Term Debt attributable to business type activities decreased by \$0.16 million. The reductions resulted from debt service payments.

The following table summarizes the Town's debt at the end of the year:

Table 5 - Outstanding Long-Term Debt at Year End

	Governmental Activities		
	2022	2021	% Change
2017 Lease Revenue Refunding Bonds	\$ 7.44	\$ 7.73	-3.69%
Unamortized Premiums	0.35	0.37	-5.26%
2020 Financing Lease - Direct Borrowing	1.68	1.99	-15.87%
CEC Loan - Direct Borrowing	0.01	0.03	-66.17%
Total outstanding long-term debt	\$ 9.48	\$ 10.12	-6.33%

	Business-type Activities		
	2022	2021	% Change
PG&E Loan	\$ -	\$ 0.01	-100.00%
State Revolving Loan	0.75	0.90	-16.76%
Total outstanding long-term debt	\$ 0.75	\$ 0.91	-17.91%

Additional detail and information on long-term debt activity is described in the notes to the financial statements, Note 7.

GENERAL FUND BUDGETARY HIGHLIGHTS

Changes from the Town's General Fund original budget to the final budget are detailed in the *Required Supplementary Information* section along with a comparison to actual activity for the year ended. In Fiscal Year 2021/2022, the Town originally estimated the general fund would have a deficit of \$97,159 and would need to drawdown from fund balance to maintain normal operations. However, due to increased performance in revenues, the Town ended the year with a positive fund balance without the use of reserves, which was an increase in fund balance of \$4.62 million.

Revenues

The General Fund adopted and final revenue budgets were \$10.21 and \$10.25 million. A review of the 2021/2022 budget shows actual revenues recorded were \$15.13 million or 48% more than the Town's original budget. This increase in revenues was mainly contributed to receiving slightly 103% more in TOT collections than the amended budget anticipated.

Expenditures

The General Fund adopted expenditure budget was \$9.24 million and the final budget was \$10.05 million. Actual expenditures totaled \$8.81 million, which is 5% less than the Town's original budget. The bulk of general fund savings was generated by a lower cost for Napa County Fire services, salary savings from staff turnover, less conference and travel expenditures, and programs and projects that remained suspended because of COVID-19.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Town Council adopted a balanced budget for 2022/2023 on June 21, 2022. Key items include:

- General Fund revenues are estimated to be \$12.63 million.
- General Fund expenditures of \$10.42 million are within available revenue stream.
- Proposed budget is largely status quo and maintains existing levels of service.
- Employee count increased from 31 to 33 full-time employees due to the addition of a Code Compliance Office and Information Systems Administrator at the request of the Town Council.
- Implements the first year of a five year labor agreement with the employee groups and includes a 7% Cost of Living Adjustment (COLA) as of July 1, 2022.
- Maintained and/or increased fund balances: PARSAAC Claims Reserve Fund \$50,000; Legal Contingency Reserve \$200,000; Budget Contingency \$521,120; Revenue Stabilization Reserve Fund \$2,304,749; Emergency Reserve Fund \$2,404,749; Water Enterprise Drought Emergency Reserve Fund \$1,977,247; Leave Buy Out \$250,000; Workers Comp Self Insured Retention \$20,000; Purchase of Yountville Elementary School \$2,866,075; Purchase Orders \$200,000.

Key infrastructure projects include: Forrester Park/Three Wiers Park ADA Improvements, Replace Roofs on Bus Shelters, Annual Street Maintenance and Paving Program, Wastewater Treatment Plant Basin Assessment Maintenance and Repair, and Joint Treatment Plant Office Modernization.

REQUEST FOR FINANCIAL INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Town's finances and to demonstrate the Town's accountability for the money it receives and spends. If you have questions about this report or need additional financial information, contact the Finance Director, Town of Yountville, 6550 Yount Street, Yountville, CA 94599 or visit the Town's website at: www.townofyountville.com.



Town of Yountville

"The Heart of the Napa Valley"

BASIC FINANCIAL STATEMENTS

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Town of Yountville
Statement of Net Position
June 30, 2022

	Business-		
	Governmental Activities	Type Activities	Total
ASSETS			
Current Assets:			
Cash and investments	\$ 18,778,591	\$ 7,235,152	\$ 26,013,743
Restricted cash and investments with fiscal agents	2,543,108	-	2,543,108
Receivables:			
Taxes receivable	2,380,884	-	2,380,884
Accounts receivable	230,226	481,642	711,868
Interest receivable	28,575	10,755	39,330
Lease receivable, current	71,065	-	71,065
Due from other governments	720,971	-	720,971
Total Current Assets	24,753,420	7,727,549	32,480,969
Noncurrent Assets:			
Leases receivable	835,748	-	835,748
Loans receivable	1,843,024	-	1,843,024
Capital Assets:			
Nondepreciable	1,796,197	118,162	1,914,359
Depreciable, net of accumulated depreciation	35,222,597	10,954,172	46,176,769
Total Capital Assets, Net	37,018,794	11,072,334	48,091,128
Total Noncurrent Assets	39,697,566	11,072,334	50,769,900
Total Assets	\$ 64,450,986	\$ 18,799,883	\$ 83,250,869
DEFERRED OUTFLOWS OF RESOURCES			
Pension Adjustments	\$ 734,711	\$ 268,910	\$ 1,003,621
OPEB Adjustments	289,808	93,537	383,345
Deferred Loss on Refunding	252,806	-	252,806
Total Deferred Outflows of Resources	\$ 1,277,325	\$ 362,447	\$ 1,639,772
LIABILITIES			
Current Liabilities:			
Accounts payable	\$ 584,498	\$ 496,769	\$ 1,081,267
Other current liabilities	141,198	-	141,198
Interest payable	23,000	8,878	31,878
Compensated absences, due within one year	54,501	18,568	73,069
Long-term debt, due within one year	634,181	150,448	784,629
Total Current Liabilities	1,437,378	674,663	2,112,041
Noncurrent Liabilities:			
Net pension liability	1,712,933	550,413	2,263,346
Net OPEB liability	168,056	54,241	222,297
Compensated absences, due in more than one year	163,502	55,703	219,205
Long-term debt - due in more than one year	8,841,115	597,595	9,438,710
Total Noncurrent Liabilities	10,885,606	1,257,952	12,143,558
Total Liabilities	\$ 12,322,984	\$ 1,932,615	\$ 14,255,599
DEFERRED INFLOWS OF RESOURCES			
Leases	\$ 883,441	\$ -	\$ 883,441
Pension Adjustments	1,483,594	511,339	1,994,933
OPEB Adjustments	961,874	310,446	1,272,320
Total Deferred Inflows of Resources	\$ 3,328,909	\$ 821,785	\$ 4,150,694
NET POSITION			
Net investment in capital assets	\$ 27,796,304	\$ 10,324,291	\$ 38,120,595
Restricted for:			
Streets	1,035,489	-	1,035,489
Housing	3,555,809	-	3,555,809
Cultural programs	227,250	-	227,250
Other	21,703	-	21,703
Pension stabilization	2,543,080	-	2,543,080
Debt service	65,499	-	65,499
Total Restricted	7,448,830	-	7,448,830
Unrestricted	14,831,284	6,083,639	20,914,923
Total Net Position	\$ 50,076,418	\$ 16,407,930	\$ 66,484,348

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

Town of Yountville
Statement of Activities
For the Year Ended June 30, 2022

Functions/Programs	Program Revenues													
	Expenses	Charges for Services	Operating	Capital	Total	Governmental Activities	Business-Type Activities	Total						
			Grants and Contributions	Grants and Contributions										
Primary Government:														
Governmental Activities:														
General Government	\$ 3,519,400	\$ 488,574	\$ 403,818	\$ -	\$ 892,392	\$ (2,627,008)		\$ (2,627,008)						
Housing	451,858	-	939,139	-	939,139	487,281		487,281						
Public Safety	1,643,587	548	166,279	-	166,827	(1,476,760)		(1,476,760)						
Public Works	2,904,024	23,344	11,672	1,216,598	1,251,614	(1,652,410)		(1,652,410)						
Community Promotion	360,919	10,182	56,607	-	66,789	(294,130)		(294,130)						
Parks and Recreation	1,687,705	366,195	84,497	-	450,692	(1,237,013)		(1,237,013)						
Interest and fiscal charges	285,899	-	-	-	-	(285,899)		(285,899)						
Total Governmental Activities	\$ 10,853,392	\$ 888,843	\$ 1,662,012	\$ 1,216,598	\$ 3,767,453	(7,085,939)		(7,085,939)						
Business-Type Activities:														
Water Services	\$ 1,434,292	\$ 1,722,437	\$ -	\$ 11,599	\$ 1,734,036		\$ 299,744	299,744						
Wastewater Services	1,747,987	2,294,801	-	203,907	2,498,708		750,721	750,721						
Total Business-Type Activities	\$ 3,182,279	\$ 4,017,238	\$ -	\$ 215,506	\$ 4,232,744		1,050,465	1,050,465						
General Revenues:														
Taxes:														
Property taxes					2,294,483	-	2,294,483							
Sales and use taxes					1,717,674	-	1,717,674							
Transient occupancy taxes					9,696,334	-	9,696,334							
Franchise taxes					163,712	-	163,712							
Total taxes					13,872,203	-	13,872,203							
Investment earnings (loss)					(457,708)	(29,289)	(486,997)							
Other revenues					93,664	9,600	103,264							
Total General Revenues					13,508,159	(19,689)	13,488,470							
Special item - gain on sale of capital assets					341,000	-	341,000							
Transfers					23,130	(23,130)	-							
Total General Revenues and Transfers					13,872,289	(42,819)	13,829,470							
Change in Net Position					6,786,350	1,007,646	7,793,996							
Net Position - Beginning of Year					43,293,533	15,400,284	58,693,817							
Prior Period Adjustments					(3,465)	-	(3,465)							
Net Position - Beginning of Year, As Adjusted					43,290,068	15,400,284	58,690,352							
Net Position - End of Year					\$ 50,076,418	\$ 16,407,930	\$ 66,484,348							

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

GOVERNMENTAL FUND FINANCIAL STATEMENTS

General Fund is the Town's primary operating fund. It accounts for all financial resources of general government, except those required to be accounted for in another fund.

Capital Projects Fund accounts for the resources accumulated for the acquisition of fixed assets or construction of major capital projects not being financed by proprietary funds. Significant maintenance projects and major purchases of equipment are also accounted for in the capital projects fund.

Debt Service Fund is used to accumulate resources for repayment of the revenue bonds and capital lease arrangements.

Measure T Fund is used to account for revenue received from the Measure T Ordinance (Napa Countywide Road Maintenance Act) that collects a half cent sales tax going toward projects that improve streets, sidewalks, and related street infrastructure improvements.

Town of Yountville
Balance Sheet
Governmental Funds
June 30, 2022

	Major Funds					Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	Capital Projects Fund	Debt Service Fund	Measure T Fund			
ASSETS							
Cash and investments	\$ 12,967,915	\$ 827,358	\$ 65,190	\$ 67,602	\$ 4,850,526	\$ 18,778,591	
Cash with fiscal agent	2,543,080	-	28	-	-	2,543,108	
Taxes receivable	2,225,649	-	-	-	155,235	2,380,884	
Accounts receivable	52,040	177,942	-	-	244	230,226	
Interest receivable	19,946	1,270	281	101	6,977	28,575	
Due from other governments	420,036	-	-	294,126	6,809	720,971	
Due from other funds	164,218	-	-	-	33,335	197,553	
Leases receivable	906,813	-	-	-	-	906,813	
Loans receivable	-	-	-	-	1,843,024	1,843,024	
Total assets	\$ 19,299,697	\$ 1,006,570	\$ 65,499	\$ 361,829	\$ 6,896,150	\$ 27,629,745	
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 539,626	\$ 11,284	\$ -	\$ 1,341	\$ 32,247	\$ 584,498	
Other liabilities	135,988	-	-	-	5,210	141,198	
Due to other funds	33,335	-	-	164,218	-	197,553	
Total liabilities	\$ 708,949	\$ 11,284	\$ -	\$ 165,559	\$ 37,457	\$ 923,249	
Deferred Inflows of Resources:							
Leases	\$ 883,441	\$ -	\$ -	\$ -	\$ -	\$ 883,441	
Unavailable revenues	65,271	-	-	-	151,320	216,591	
Total deferred inflows of resources	\$ 948,712	\$ -	\$ -	\$ -	\$ 151,320	\$ 1,100,032	
Fund Balances:							
Nonspendable							
Leases	23,372	-	-	-	-	23,372	
Restricted:							
Streets	-	-	-	196,270	839,219	1,035,489	
Housing	-	-	-	-	3,555,809	3,555,809	
Cultural programs	-	-	-	-	227,250	227,250	
Other	-	-	-	-	21,703	21,703	
Pension stabilization	2,543,080	-	-	-	-	2,543,080	
Debt service	-	-	65,499	-	-	65,499	
Total restricted	2,543,080	-	65,499	196,270	4,643,981	7,448,830	
Committed:							
School site purchase	2,866,075	-	-	-	-	2,866,075	
Claims	50,000	-	-	-	-	50,000	
Capital projects	-	995,286	-	-	-	995,286	
Emergency reserve fund	2,402,760	-	-	-	-	2,402,760	
OPEB and pensions	60,650	-	-	-	-	60,650	
Total committed	5,379,485	995,286	-	-	-	6,374,771	
Assigned:							
Leave buy out	250,000	-	-	-	-	250,000	
Legal claims	200,000	-	-	-	-	200,000	
Workers compensation self-insurance retention	20,000	-	-	-	-	20,000	
Capital projects	-	-	-	-	2,063,392	2,063,392	
Budget contingency	272,595	-	-	-	-	272,595	
Outstanding purchase orders	200,000	-	-	-	-	200,000	
Total assigned	942,595	-	-	-	2,063,392	3,005,987	
Unassigned							
Unanticipated tourism revenue deficits	2,302,568	-	-	-	-	2,302,568	
Unassigned	6,450,936	-	-	-	-	6,450,936	
Total unassigned	8,753,504	-	-	-	-	8,753,504	
Total fund balances	\$ 17,642,036	\$ 995,286	\$ 65,499	\$ 196,270	\$ 6,707,373	\$ 25,606,464	
Total liabilities, deferred inflows of resources and fund balances	\$ 19,299,697	\$ 1,006,570	\$ 65,499	\$ 361,829	\$ 6,896,150	\$ 27,629,745	

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

Town of Yountville

Reconciliation of the Government Funds Balance Sheet

to the Government-Wide Statement of Net Position

June 30, 2022

Total Fund Balances - Total Governmental Funds	\$ 25,606,464
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Amounts reported for governmental activities in the statement of net position were different because:

Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the Governmental Funds Balance Sheet. The capital assets were adjusted as follows:

Capital assets	52,384,624
Less: accumulated depreciation	(15,365,830)
Total Capital Assets	<u>37,018,794</u>

Interest payable on long-term debt did not require current financial resources. Therefore, interest payable was not reported as a liability in Governmental Funds Balance Sheet. (23,000)

The differences from benefit plan assumptions and estimates versus actuals are not included in the plan's actuarial study until the next fiscal year and are reported as deferred inflows or deferred outflows of resources in the statement of net position. (1,420,949)

The difference between the carrying value of refunded debt and the reacquisition price is deferred and amortized over the shorter of the remaining life of the refunded debt or the refunding debt. 252,806

Liabilities were reported for certain revenues that were not available to pay current period expenditures and were reported as unearned in the fund statements. 216,591

Long-term obligations were not due and payable in the current period. Therefore, they were not reported in the Governmental Funds Balance Sheet. The long-term liabilities were adjusted as follows:

Long-term debt	(9,475,296)
Compensated absences	(218,003)
Net pension liability	(1,712,933)
Net OPEB liability	(168,056)
Total Long-Term Obligations	<u>(11,574,288)</u>

Net Position of Governmental Activities \$ 50,076,418

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

Town of Yountville

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

Governmental Funds

For the Year Ended June 30, 2022

	Major Funds					Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	Capital Projects Fund	Debt Service Fund	Measure T Fund			
REVENUES							
Property taxes	\$ 2,294,483	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,294,483
Sales taxes	1,717,674	-	-	-	-	-	1,717,674
Transient occupancy tax	9,804,456	-	-	-	-	-	9,804,456
Other taxes	143,467	-	-	-	-	851,464	994,931
Licenses and permits	188,765	-	-	-	-	10,052	198,817
Fines and forfeitures	29,627	-	-	-	-	-	29,627
Intergovernmental	533,135	382,891	-	668,273	249,425	1,833,724	
Interest	(464,556)	(8,612)	933	326	14,201	(457,708)	
Rent and concessions	339,062	-	-	-	-	339,062	
Charges for Services	319,285	28,913	-	-	6,414	354,612	
Other Revenue	227,919	4,700	-	-	41,438	274,057	
Total Revenues	15,133,317	407,892	933	668,599	1,172,994	17,383,735	
EXPENDITURES							
Current:							
General Government	3,449,695	-	-	-	18,873	3,468,568	
Housing	-	-	-	-	454,274	454,274	
Public Safety	1,652,378	-	-	-	-	1,652,378	
Public Works	1,963,414	-	-	-	28,030	1,991,444	
Community Promotion	330,469	-	-	-	32,381	362,850	
Parks and Recreation	1,397,458	-	-	-	-	1,397,458	
Capital outlay	-	433,377	-	532,705	73,988	1,040,070	
Debt service							
Principal	19,914	-	601,000	-	-	620,914	
Interest and fiscal charges	755	-	292,388	-	-	293,143	
Total Expenditures	8,814,083	433,377	893,388	532,705	607,546	11,281,099	
Excess (Deficiency) of Revenues over Expenditures	6,319,234	(25,485)	(892,455)	135,894	565,448	6,102,636	
OTHER FINANCING SOURCES (USES)							
Sale of capital assets	-	-	-	-	341,001	341,001	
Transfers in	-	501,997	927,090	-	296,336	1,725,423	
Transfers out	(1,700,296)	-	-	-	(1,997)	(1,702,293)	
Total Other Financing Sources (Uses)	(1,700,296)	501,997	927,090	-	635,340	364,131	
Net Change in Fund Balances	4,618,938	476,512	34,635	135,894	1,200,788	6,466,767	
Fund Balances Beginning	13,026,563	518,774	30,864	60,376	5,506,585	19,143,162	
Prior Period Adjustments - GASB 87, Leases	(3,465)	-	-	-	-	(3,465)	
Fund Balances Beginning, as Adjusted	13,023,098	518,774	30,864	60,376	5,506,585	19,139,697	
Fund Balances Ending	\$ 17,642,036	\$ 995,286	\$ 65,499	\$ 196,270	\$ 6,707,373	\$ 25,606,464	

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

Town of Yountville

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Government-Wide Statement of Activities For the Year Ended June 30, 2022

Net Change in Fund Balances - Total Governmental Funds	\$ 6,466,767
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Amounts reported for governmental activities in the Statement of Activities and Changes in net position were different because:

Governmental Funds report capital outlay as expenditures. However, in the Government-Wide Statement of Activities and Changes in net position, the cost of those assets was allocated over their estimated useful lives as depreciation expense.

Capital outlay	893,604
Depreciation expense	(1,290,141)

Compensated absences not required to be paid with current financial resources are not reported in the governmental funds, but are accrued as noncurrent liabilities in the Government Wide Statement Net Position. The change from prior year accrued compensated absences is reported in the applicable program expense.

4,357

Certain revenues were not recorded or recorded as unearned revenue in the governmental funds because they did not meet the revenue recognition criteria of availability. However, they were included as revenue in the Government-Wide Statement of Activities under the full accrual basis.

(108,122)

The difference between the carrying value of refunded debt and the reacquisition price is deferred and amortized over the shorter of the remaining life of the refunded debt or the refunding debt.

(14,045)

In governmental funds, actual contributions to benefit plans are reported as expenditures in the year incurred. However, in the government-wide statement of activities, only the current year benefit expense as noted in the plans' valuation reports is reported as an expense, as adjusted for deferred inflows and outflows of resources.

26,015

Repayment of long-term debt was an expenditure in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Position.

620,914

Premiums from the issuance of long-term debt are amortized over the life of the bonds in the Statement of Activities and reported as proceeds when issued in governmental funds.

19,451

Certain expenses reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in the fund statements as follows:

Other postemployment benefits	165,712
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Interest expense on long-term debt was reported in the Government-Wide Statement of Activities and Changes in net position, but it did not require the use of current financial resources. Therefore, interest expense was not reported as expenditures in governmental funds. The following amount represented the net change in accrued interest from from prior year.

1,838

Change in Net Position of Governmental Activities	\$ 6,786,350
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The accompanying notes are an integral part of these financial statements.

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PROPRIETARY FUND FINANCIAL STATEMENTS

Water Service Fund accounts for the activities associated with providing water services.

Wastewater Fund accounts for the wastewater treatment plant and wastewater pumping stations and collection systems.

Town of Yountville
Statement of Net Position
Proprietary Funds
June 30, 2022

	Business-Type Activities				
	Enterprise Funds				
	Water Fund	Wastewater Funds	Total		
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 2,013,808	\$ 5,221,344	\$ 7,235,152		
Accounts receivable	153,646	327,996	481,642		
Interest receivable	2,656	8,099	10,755		
Total current assets	2,170,110	5,557,439	7,727,549		
Noncurrent assets:					
Capital assets:					
Non-depreciable	-	118,162	118,162		
Depreciable, net	2,988,527	7,965,645	10,954,172		
Total capital assets, net	2,988,527	8,083,807	11,072,334		
Total noncurrent assets	2,988,527	8,083,807	11,072,334		
Total assets	\$ 5,158,637	\$ 13,641,246	\$ 18,799,883		
DEFERRED OUTFLOWS OF RESOURCES					
Pension adjustments	\$ 78,423	\$ 190,487	\$ 268,910		
OPEB adjustments	27,218	66,319	93,537		
Total deferred outflows of resources	\$ 105,641	\$ 256,806	\$ 362,447		
LIABILITIES					
Current liabilities:					
Accounts payable	\$ 360,716	\$ 136,053	\$ 496,769		
Interest payable	-	8,878	8,878		
Compensated absences, due within one year	6,153	12,415	18,568		
Loans payable, due within one year	-	150,448	150,448		
Total current liabilities	366,869	307,794	674,663		
Noncurrent liabilities:					
Net OPEB liability	15,784	38,457	54,241		
Net pension liability	160,604	389,809	550,413		
Compensated absences, due in more than one year	18,460	37,243	55,703		
Loans payable, due in more than one year	-	597,595	597,595		
Total noncurrent liabilities	194,848	1,063,104	1,257,952		
Total liabilities	\$ 561,717	\$ 1,370,898	\$ 1,932,615		
DEFERRED INFLOWS OF RESOURCES					
Pension adjustments	\$ 148,833	\$ 362,506	\$ 511,339		
OPEB adjustments	90,334	220,112	310,446		
Total deferred inflows of resources	\$ 239,167	\$ 582,618	\$ 821,785		
NET POSITION					
Net Investment in capital assets	\$ 2,988,527	\$ 7,335,764	\$ 10,324,291		
Unrestricted	1,474,867	4,608,772	6,083,639		
Total net position	\$ 4,463,394	\$ 11,944,536	\$ 16,407,930		

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

Town of Yountville
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2022

	Business-Type Activities		
	Enterprise Funds		
	Water Fund	Wastewater Funds	Total
OPERATING REVENUES			
Charges for services	\$ 1,722,437	\$ 2,294,801	\$ 4,017,238
Other	9,600	-	9,600
Total operating revenues	1,732,037	2,294,801	4,026,838
OPERATING EXPENSES			
Personnel services	420,107	689,915	1,110,022
Utilities	10,783	175,358	186,141
Purchased water	731,020	-	731,020
Supplies and materials	158,927	487,169	646,096
Insurance and claims	32,604	69,125	101,729
Depreciation	69,851	311,154	381,005
Total operating expenses	1,423,292	1,732,721	3,156,013
Operating income (loss)	308,745	562,080	870,825
NONOPERATING REVENUES(EXPENSES)			
Interest expense	(11,000)	(15,266)	(26,266)
Investment earnings	(12,333)	(16,956)	(29,289)
Total nonoperating revenues(expenses)	(23,333)	(32,222)	(55,555)
Income (loss) before operating transfers	285,412	529,858	815,270
Capital contributions	11,599	203,907	215,506
Transfers in	5,375	1,250	6,625
Transfers out	-	(29,755)	(29,755)
Net contributions and transfers	16,974	175,402	192,376
Change in net position	302,386	705,260	1,007,646
Total net position - beginning	4,161,008	11,239,276	15,400,284
Total net position - ending	\$ 4,463,394	\$ 11,944,536	\$ 16,407,930

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

Town of Yountville
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2022

Business-Type Activities			
Enterprise Funds			
Water Fund	Wastewater Funds	Total	
Cash flows from operating activities:			
Receipts from customers	\$ 1,752,602	\$ 2,241,297	\$ 3,993,899
Payments to suppliers	(981,091)	(643,979)	(1,625,070)
Payments to employees	(440,146)	(736,900)	(1,177,046)
Net cash provided (used) by operating activities	<u>331,365</u>	<u>860,418</u>	<u>1,191,783</u>
Cash flows from noncapital financing activities:			
Interfund transactions	<u>5,375</u>	<u>(28,505)</u>	<u>(23,130)</u>
Net cash provided (used) by noncapital financing activities	<u>5,375</u>	<u>(28,505)</u>	<u>(23,130)</u>
Cash flows from capital financing activities:			
Acquisition of capital assets	(108,625)	(237,319)	(345,944)
Proceeds from capital contributions	11,599	203,907	215,506
Principal payments on long-term debt	-	(160,168)	(160,168)
Interest paid on long-term debt	(11,000)	(17,018)	(28,018)
Net cash provided (used) by capital financing activities	<u>(108,026)</u>	<u>(210,598)</u>	<u>(318,624)</u>
Cash flows from investing activities:			
Investment income (loss)	<u>(13,931)</u>	<u>(21,317)</u>	<u>(35,248)</u>
Net cash provided (used) by investing activities	<u>(13,931)</u>	<u>(21,317)</u>	<u>(35,248)</u>
Net increase (decrease) in cash and cash equivalents	214,783	599,998	814,781
Cash and cash equivalents - beginning	1,799,025	4,621,346	6,420,371
Cash and cash equivalents - ending	<u>\$ 2,013,808</u>	<u>\$ 5,221,344</u>	<u>\$ 7,235,152</u>
Reconciliation of operating income to net cash provided (used) by operating activities:			
Operating income (loss)	\$ 308,745	\$ 562,080	\$ 870,825
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	69,851	311,154	381,005
Change in operating assets and liabilities:			
Accounts receivables	20,565	(53,504)	(32,939)
Deferred outflows of resources	(16,315)	(39,752)	(56,067)
Accounts payable	(47,757)	87,673	39,916
Compensated absences	(2,033)	(3,111)	(5,144)
Net OPEB liability	(6,042)	(14,723)	(20,765)
Net pension liability	(150,948)	(367,803)	(518,751)
Deferred inflows of resources	155,299	378,404	533,703
Net cash provided (used) by operating activities	<u>\$ 331,365</u>	<u>\$ 860,418</u>	<u>\$ 1,191,783</u>

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

FIDUCIARY FUND FINANCIAL STATEMENTS

OPEB Trust Funds

Other Postemployment Benefit Trust Fund accounts for contributions made to the Town's established IRC section 115 irrevocable trust fund with PARS (Public Agency Retirement Services) created as part of the Town's OPEB (other postemployment benefits) funding policy.

Custodial Funds

Custodial Funds accounts for assets collected on behalf of the Napa Valley Tourism Improvement District.

Town of Yountville
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2022

	Other Postemployment Benefit Trust	Napa Valley Tourism Improvement District Custodial Fund
ASSETS		
Cash and investments	\$ -	\$ 391,176
Assessments receivable	-	310,469
Interest receivable	-	534
Investments at fair value:		
PARS Mutual Fund	5,184,645	-
Total assets	\$ 5,184,645	\$ 702,179
LIABILITIES		
Accounts payable	\$ -	\$ 243,532
Total liabilities	\$ -	\$ 243,532
NET POSITION		
Restricted for Napa Valley Tourism Imp. District	\$ -	\$ 458,647
Restricted for other postemployment benefits	5,184,645	-
Total Net Position	\$ 5,184,645	\$ 458,647

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

Town of Yountville
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2022

	Other Postemployment Benefit Trust	Napa Valley Tourism Improvement District Custodial Fund
ADDITIONS		
Assessments	\$ 225,000	\$ 1,634,085
Investment income:		
Net increase (decrease) in fair value and investment earnings	(682,028)	1,038
Investment fees	(31,517)	-
Net investment earnings (losses)	(713,545)	1,038
Total additions	(488,545)	1,635,123
DEDUCTIONS		
Payment to Town to reimburse benefits paid	-	-
Payments of assessments to other governments	-	1,488,062
Other deductions	-	16,341
Total deductions	-	1,504,403
Change in net position	(488,545)	130,720
Total net position - beginning	5,673,190	327,927
Total net position - ending	\$ 5,184,645	\$ 458,647

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

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Town of Yountville

"The Heart of the Napa Valley"

**NOTES TO THE BASIC
FINANCIAL STATEMENTS**

Town of Yountville
Notes to the Basic Financial Statements
June 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Financial Reporting Entity

The Town of Yountville is a municipal corporation governed by an elected mayor and four-member council. The Town provides customary municipal services including general governmental activities, law enforcement, fire and emergency services, streets, maintenance, parks and recreation activities, water and wastewater utility services. Public safety police and fire services are provided to the Town through contractual arrangements with the County of Napa. Accordingly, the Town does not employ resident public safety personnel. The Town and State of California, Department of Veterans Affairs, have an agreement, which provides for the operation of a joint wastewater treatment facility. Under the agreement, the Town purchased the State's then existing treatment plant and land for a price equal to 50 percent of its wastewater treatment plant and facility. Under the agreement, the Town's plant is to provide capacity in the treatment facility for a maximum daily flow capacity not to exceed one million gallons per day originating from the Veterans Home of California. Under the agreement, the State of California is to pay an annual service charge to the Town for a pro rata share of the cost of operating and maintaining the Town's treatment facility. The State of California is also to pay annually to the Town capital replacement charges, which are to be matched in an equal amount by the Town.

The Town and Veterans Home of California also have a water purchase agreement whereby the Town purchases water from the Veterans Home Rector Reservoir for use in the Town's municipal water enterprise. The Town's obligations to pay for purchased water are allowed to be offset against the obligations of the State of California to the Town for wastewater treatment services purchased by the State.

As required by GAAP, these basic financial statements present the Town and its component units, entities for which the Town is considered to be financially accountable. The Town Council acts as the governing board. In addition, the Town staff performs all administrative and accounting functions for these entities and these entities provide their services entirely to the Town. Blended component units, although legally separate entities are, in substance, part of the Town's operations and data from these units are combined with data of the Town. Discretely presented component units, on the other hand, are reported in a separate column in the government-wide financial statements to emphasize their legal separateness from the Town. Each blended component unit has a June 30 year-end. The following entities are reported as blended component units:

Yountville Financing Authority

The Yountville Financing Authority was established solely to assist the Town in the issuance of certain revenue bonds. It is controlled by and financially dependent on the Town; its financial activities were accounted for in the Debt Service Fund. The Town Council members serve as the Board of the Yountville Financing Authority.

Town of Yountville
Notes to the Basic Financial Statements
June 30, 2022

Yountville Housing Authority

The Yountville Housing Authority was established to promote and assist in the development of affordable housing. It is controlled by and financially dependent on the Town; its financial activities were accounted for in the Housing Opportunity Fund. The Town Council members serve as the Board of the Yountville Housing Authority.

The Town of Yountville annually contracts with the City of Napa for Affordable Housing services. The Town's Housing Programs, which are required with the Town's General Plan Housing Element by the State of California, require subsidy from the General Fund to support mandatory and necessary operations.

Yountville Parking Authority

The Yountville Parking Authority was formed as a joint exercise powers agency (JPA) organized under the laws of the State of California. The Parking Authority is authorized to own, hold, and improve real or personal property and to purchase, lease, obtain an option upon, acquire by gift, grant, bequest, devise, or otherwise, any real or personal property or any interest in property and sell, lease, exchange, transfer, assign, pledge, or dispose of any real or personal property or any interest or right for the purpose of providing and maintaining parking facilities pursuant to the provisions of the California Streets and Highways Code. The Town Council serves as the Board of the Parking Authority. It is controlled by and financially dependent on the Town; its financial activities were accounted for in the Debt Service Fund.

Town of Yountville Community Foundation

The Town of Yountville Community Foundation was formed by reorganization of the Yountville School Foundation (Community Foundation). The Community Foundation provides cultural arts programs, music, visual, and performing arts programs, and other services to the Town of Yountville. The Town provides accounting services to the Foundation. The Town controls the appointment of members of the Community Foundation's Board. The Community Foundation provides services entirely for the benefit of the Town.

Separate financial statements are not issued by the Town for these component units.

The Town applies all applicable GASB pronouncements for certain accounting and financial reporting guidance. In December of 2010, GASB issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. GASB 62 incorporates pronouncements issued on or before November 30, 1989 into GASB authoritative literature. In June of 2015, GASB issued Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. GASB 76 supersedes Statement No. 55, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. GASB 76 also amends GASB 62 and AICPA Pronouncements paragraphs 64, 74, and 82. The GAAP hierarchy sets forth what constitutes GAAP for all state and local governmental entities. It establishes the order of priority of pronouncements and other sources of accounting and financial reporting guidance that a governmental entity should apply. The sources of authoritative GAAP are categorized in descending order of authority as follows:

- a. Officially established accounting principles—Governmental Accounting Standards Board (GASB) Statements (Category A)
- b. GASB Technical Bulletins; GASB Implementation Guides; and literature of the AICPA cleared by the GASB (Category B).

Town of Yountville
Notes to the Basic Financial Statements
June 30, 2022

If the accounting treatment for a transaction or other event is not specified by a pronouncement in Category A, a governmental entity should consider whether the accounting treatment is specified by a source in Category B.

Basis of Accounting and Measurement Focus

The accounts of the Town are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures or expenses, as appropriate. These funds are established for the purpose of carrying out specific activities or certain objectives in accordance with specific regulations, restrictions, or limitations. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Government-Wide Financial Statements

The Town's government-wide financial statements include a *Statement of Net Position* and a *Statement of Activities and Changes in Net Position*. These statements present summaries of governmental and business-type activities for the Town. Fiduciary activities of the Town are not included in these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the Town's assets, deferred outflows of resources, liabilities, deferred inflows of resources, are included in the accompanying *Statement of Net Position*. The *Statement of Activities* presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those clearly identifiable with a specific function or segment. Certain types of transactions are reported as program revenues for the Town in three categories:

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in-regards-to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal fund transactions have been eliminated; however, those

Town of Yountville
Notes to the Basic Financial Statements
June 30, 2022

transactions between governmental and business-type activities have not been eliminated. The following interfund activities have been eliminated:

- Transfers in/Transfers out

The Town applies all applicable GASB Pronouncements including all Interpretations currently in effect.

Governmental Fund Financial Statements

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

All governmental funds are accounted for on a spending or "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets, deferred outflows of resources, current liabilities, and deferred inflows of resources are included on the balance sheets. The *Statement of Revenues, Expenditures and Changes in Fund Balances* present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets.

Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (up to 90 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the Town, are property taxes, taxpayer-assessed tax revenues (sales taxes, transient occupancy taxes, etc.), licenses, grant revenues and earnings on investments. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Unearned revenues arise when potential revenues do not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues also arise when the government receives resources before it has a legal claim to them, as when grant monies are received prior to incurring qualifying expenditures. In subsequent periods when both revenue recognition criteria are met or when the government has a legal claim to the resources, the unearned revenue is removed from the combined balance sheet and revenue is recognized.

The Town reports the following funds as major funds:

General Fund

The General Fund is the general operating fund of the Town. It is used for all financial resources except those required to be accounted for in another fund.

Capital Projects Fund

The Capital Projects Fund accounts for the resources accumulated for the acquisition of fixed assets or construction of major capital projects not being financed by proprietary funds. Significant maintenance projects and major purchases of equipment are also accounted for in the capital projects fund.

Town of Yountville
Notes to the Basic Financial Statements
June 30, 2022

Debt Service Fund

The Debt Service Fund is used to accumulate resources for repayment of the revenue bonds and capital lease arrangements.

Measure T Fund

The Measure T Fund is used to account for revenue received from the Measure T Ordinance (Napa Countywide Road Maintenance Act) that collects a half cent sales tax going toward projects that improve streets, sidewalks, and related street infrastructure improvements.

Additionally, the Town reports the following nonmajor fund types of governmental funds:

Special Revenue Funds

Special revenue funds account for and report the proceeds of specific revenue sources that are restricted, committed or assigned to specific purposes other than debt service or capital projects.

Capital Project Funds

Capital project funds account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets in governmental funds.

Proprietary Funds

In the fund financial statements, proprietary funds are presented using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when the related goods or services are delivered. In the fund financial statements, proprietary funds are presented using the "economic resources measurement focus". This means all assets, deferred outflows of resources, liabilities (whether current or noncurrent) and deferred inflows of resources associated with their activities are included on their balance sheets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net position.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal value. Non-operating revenues, such as subsidies, taxes, and investment earnings result from nonexchange transactions or ancillary activities. Amounts paid to acquire capital assets are capitalized as assets in the proprietary fund financial statements.

The Town has the following enterprise funds that have been reported as major:

Water Fund

The Water Fund accounts for the activities associated with providing water services.

Wastewater Fund

The Wastewater Service Fund accounts for the wastewater treatment plant and wastewater pumping stations and collection systems.

Fiduciary Fund Financial Statements

Fiduciary fund financial statements consist of a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position. OPEB Trust Funds are used to report resources that are required to be

Town of Yountville
Notes to the Basic Financial Statements
June 30, 2022

held in trust by the Town for the members and beneficiaries of defined benefit OPEB plans and defined contribution OPEB plans. Custodial funds are used by the Town to report activity relating to amounts collected and distributed by the Town for outside parties based on agreements. Fiduciary funds are accounted for using the accrual basis of accounting.

The Town reports the following fiduciary funds:

Other Postemployment Benefit Trust Fund

The Other Postemployment Benefit Trust Fund accounts for assets held in trust for employee health benefits.

Tourism Improvement District Custodial Fund

The Tourism Improvement District Agency Fund accounts for assets held by the Town on behalf of the Napa Valley Tourism Improvement District.

B. Cash, Cash Equivalents and Investments

The Town pools cash resources from all funds in order to facilitate the management of cash. The balance in the pooled cash account is available to meet current operating requirements. Cash in excess of current requirements is invested in various interest-bearing accounts and other investments for varying terms.

The Town's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturity of three months or less from the date of acquisition. Cash and cash equivalents are combined with investments and displayed as Cash and Investments. For the purpose of the statement of cash flows, the Town considers all pooled cash and investments (consisting of cash and investments and restricted cash and investments) held by the Town as cash and cash equivalents because the pool is used essentially as a demand deposit account from the standpoint of the funds. The Town also considers all non-pooled cash and investments (consisting of cash with fiscal agent and restricted cash and investments held by fiscal agent) as cash and cash equivalents because investments meet the criteria for cash equivalents defined above.

Deposit and Investment Risk Disclosures - In accordance with GASB Statement No. 40, *Deposit and Investment Disclosures* (Amendment of GASB Statement No. 3), certain disclosure requirements, if applicable, for Deposits and Investment Risks in the following areas: Interest Rate Risk, Overall Credit Risk, Custodial Credit Risk, Concentrations of Credit Risk, and Foreign Currency Risk.

Other disclosures are specified including use of certain methods to present deposits and investments, highly sensitive investments, credit quality at year-end and other disclosures. The Town participates in an investment pool managed by the State of California titled Local Agency Investment Fund (LAIF), which has invested a portion of the pool funds in Structured Notes and Asset Backed Securities. LAIF's investments are subject to credit risk with the full faith and credit of the State of California collateralizing these investments. In addition, these Structured Notes and Asset-Backed Securities are subject to market risk as to change in interest rates.

Investments are recorded at fair value in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

Town of Yountville
Notes to the Basic Financial Statements
June 30, 2022

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction. In determining this amount, three valuation techniques are available:

- Market approach - This approach uses prices generated for identical or similar assets or liabilities. The most common example is an investment in a public security traded in an active exchange such as the NYSE.
- Cost approach - This technique determines the amount required to replace the current asset. This approach may be ideal for valuing donations of capital assets or historical treasures.
- Income approach - This approach converts future amounts (such as cash flows) into a current discounted amount.

Each of these valuation techniques requires inputs to calculate a fair value. Observable inputs have been maximized in fair value measures, and unobservable inputs have been minimized.

C. Restricted Cash and Investments

Certain restricted cash and investments are held by fiscal agents for the redemption of bonded debt, for acquisition and construction of capital projects, and to meet bond indenture debt reserve requirements. Cash and investments are also restricted for deposits held for others within the enterprise funds. Amounts held in Trust for pension stabilization are also reported as restricted cash and investments.

D. Interfund Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable government funds to indicate that they are not available for appropriation and are not expendable available financial resources. The Town considers all trade and property tax receivables to be fully collectible and therefore no allowance for uncollectible accounts is considered necessary.

E. Receivables

Billed, but unpaid, services provided to individuals or non-governmental entities are recorded as accounts receivable. Revenues earned but not collected by year-end are accrued. No allowance for uncollectible accounts receivable has been provided as management has determined that uncollectible accounts have historically been immaterial and the direct write-off method does not result in a material difference from the allowance method.

F. Loans Receivable

Under the Town’s housing opportunity program, loans are made to qualified individuals and businesses within prescribed project areas for the purpose of housing acquisition, housing rehabilitation and/or economic development. Repayments of the outstanding loans are classified as a revenue source in the applicable funds. The portion of loans receivable deemed to be unavailable have been offset by

Town of Yountville
Notes to the Basic Financial Statements
June 30, 2022

Unavailable Revenues in the accompanying financial statements, which is a part of deferred inflows of resources.

G. Leases Receivable

The Town's lease receivable is measured at the present value of lease payments expected to be received during the lease term. A deferred inflow of resources is recorded for the lease. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable plus incentive payments received. The deferred inflow of resources is amortized on a straight-line basis over the term of the lease.

H. Capital Assets

Capital assets used in governmental fund operations, including infrastructure assets (i.e. roads, curbs, gutters, bridges, sidewalks, drainage systems, lighting systems, and other assets) are reflected in the government-wide financial statements, along with related depreciation. Capital assets are defined by the Town as assets with an initial individual cost of more than \$10,000 (\$25,000 for infrastructure type assets) and an estimated life in excess of 1 year. Purchased capital assets are valued at historical cost or estimated historical cost. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are valued at acquisition value on the date donated. Capital assets acquired under lease or purchase agreements are capitalized when the Town accumulates an ownership equity in the assets acquired.

The purpose of depreciation is to spread the cost of capital assets equitably among all users over the life of these assets. The amount charged to depreciation expense each year represents that year's pro rata share of the cost of capital assets.

Depreciation is provided using the straight-line method whereby the cost of the asset is divided by its expected useful life in years and the result is charged to expense each year until the asset is fully depreciated.

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

Buildings	30 Years
Building improvements	15-20 Years
Public domain infrastructure	50 Years
System infrastructure	20-100 Years
Vehicles	7 Years
Office equipment	3-7 Years
Automobiles and Trucks	3-5 Years

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

I. Deferred Outflows/Deferred Inflows

In addition to assets, the statement of financial position or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of*

Town of Yountville
Notes to the Basic Financial Statements
June 30, 2022

resources, represents a consumption of net position or fund balance that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position or fund balance that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time.

J. Interest Payable

In the government-wide and proprietary fund financial statements, interest payable of long-term debt is recognized as an incurred liability for governmental fund types. The Town has not allocated the interest on long-term debt to departments. In the fund financial statements, governmental fund types do not recognize the interest payable when the liability is incurred. Interest on long-term debt is recorded in the fund statements when payment is made.

K. Compensated Absences

It is the Town's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the Town does not have a policy to pay any amounts when employees separate from service with the Town. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. 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 or the Town believes it will have to use current resources to liquidate such obligations. Compensated absences in the governmental activities are liquidated primarily by using general fund resources.

L. Long-Term Obligations

In the government-wide financial statements and proprietary fund statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental or business-type activities. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Debt issuance costs are expensed in year incurred. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financial sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuance reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

M. Benefit Plans

Pension Expense

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Town's California Public Employees' Retirement System (CalPERS) plans (the Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Town of Yountville
Notes to the Basic Financial Statements
June 30, 2022

Other Postemployment Benefit (OPEB) Expense

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense information about the fiduciary net position of the Town's Retiree Benefits Plan (the OPEB Plan) and additions to/deductions from the OPEB Plan's fiduciary net position have been determined on the same basis as they are reported by the OPEB Plan. For this purpose, the OPEB Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value. Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used:

Valuation Date	January 1, 2021
Measurement Date	June 30, 2022
Measurement Period	June 30, 2021 to June 30, 2022

N. Fund Balances

In accordance with Government Accounting Standards Board 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the Town classifies governmental fund balances as follows:

Nonspendable

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

Restricted

Restricted fund balances have external restrictions imposed by creditors, grantors, contributors, laws, regulations, or enabling legislation which requires the resources to be used only for specific purpose. Encumbrances and nonspendable amounts subject to restrictions are included along with spendable resources.

Committed

The Town Council, as the Town's highest level of decision making authority, may commit fund balance for specific purposes pursuant to the constraints imposed by formal actions taken, such as an ordinance or resolution. These committed amounts cannot be used for any other purpose unless the Town Council removes or changes the specified use through the same type of formal action taken to establish the commitment. Town Council action to commit fund balance needs to occur within the fiscal reporting period; however the specific amounts can be determined subsequently. Encumbrances and nonspendable amounts subject to Council commitments are included along with spendable resources.

- Emergency Reserve Fund

The Town's General Fund balance committed for emergency reserves is established at a minimum of 20% of General Fund operating expenditures. The calculation and review of the 20% minimum will be part of the proposed budget each fiscal year. Use of the General Fund

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Emergency Reserve would be appropriate if the Town declared a state or federal emergency or declaration of a local emergency as defined in the Yountville Municipal Code Section 2.52.020:

2.52.020 Emergency defined:

As used in this chapter, “emergency” means the actual or threatened existence of conditions of disaster or of extreme peril to the safety of persons and property within the Town caused by such conditions as air pollution, fire, flood, storm, epidemic, riot or earthquake, or other conditions, including conditions resulting from a labor controversy, which conditions are or are likely to be beyond the control of the services, personnel, equipment and facilities of the Town, requiring the combined forces of other political subdivisions to combat. (Ord. 225, 1991; Ord. 294-99).

Assigned

Assigned fund balances are amounts constrained by the Town’s intent to be used for a specific purpose, but are neither restricted nor committed. Intent is expressed by the Town Council or its designee and may be changed at the discretion of the Town Council or its designee. This category includes encumbrances; nonspendable amounts, when it is the Town’s intent to use proceeds or collections for a specific purpose, and residual fund balances, if any, of Special Revenue, Capital Projects, and Debt Service Funds, which have not been restricted or committed. The Town Council has not delegated the authority to make assignments of fund balance, and assign fund balance by majority vote.

Unassigned

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

Flow Assumption / Spending Order Policy

When expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available, the Town considers restricted funds to be spent first. When expenditures are incurred for which committed, assigned, or unassigned fund balances are available, the Town considers amounts to be spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Town Council has directed otherwise.

O. Net Position

In the government-wide financial statements, net position is classified in the following categories:

Net Investment in Capital Assets

This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that are attributed to the acquisition, construction, or improvement of the assets. In addition, deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also are included in the net investment in capital assets component of net position

Restricted Net Position

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

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Unrestricted Net Position

This amount is all net position that does not meet the definition of "net investment in capital assets" or "restricted net position." The detail of amounts reported for each of the above defined net position categories is reported in the government-wide Statement of Net Position.

Use of Restricted/Unrestricted Net Position

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

P. Interfund Transactions

Interfund services provided and used are accounted for as revenue, expenditures or expenses, as appropriate. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursed fund. All other interfund transactions, except for interfund services provided and used and reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as transfers.

Q. Property Taxes and Special Assessments

Property taxes are levied as of January 1 on property values assessed as of the same date. State statutes provide that the property tax rate be limited generally to one percent of market value, be levied by only the County, and be shared by applicable jurisdictions. The County of Napa collects the taxes and distributes them to taxing jurisdictions on the basis of assessed valuations subject to voter-approved debt. Property taxes are due on November 1 and March 1, and become delinquent on December 10 and April 10. The Town receives property taxes pursuant to an arrangement with the County known as the "Teeter Plan". Under the plan, the County assumes responsibility for the collection of delinquent taxes and pays the full allocation to the Town. The Town recognizes property tax revenues in the fiscal year in which they are due to the Town.

R. Budgetary Information

The Town adopts a budget annually for all governmental fund types. This budget is effective July 1 for the ensuing fiscal year. From the effective date of the budget, which is adopted at the fund level, the amounts stated therein as proposed expenditures become appropriations to the various Town departments. The legal level of budgetary control is the fund level. The Town Council may amend the budget by resolution during the fiscal year. The Town Manager has the authority to make adjustments to the operating budget between departments within the same fund. Transfers of operating budgets between funds, use of unappropriated fund balances, and significant changes in capital improvement project budgets require the approval of the Town Council. The Town's basis of budgeting is the same as GAAP.

S. Encumbrances

Under encumbrance accounting, purchase orders, contract and other commitments for expenditures are recorded in order to commit that portion of the applicable appropriation. Encumbrance accounting is employed as an extension of formal budgetary integration in all funds. All appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the executory contract is expected in the next year) are re-appropriated and become part of the subsequent year's budget pursuant to state regulations.

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T. *Unearned Revenue*

Unearned revenue arises when assets are received before revenue recognition criteria have been satisfied. Grants and entitlements received before eligibility requirements are met are recorded as deferred inflows from unearned revenue. In the governmental fund financial statements, receivables associated with non-exchange transactions that will not be collected within the availability period have been recorded as deferred inflows from unavailable revenue.

U. *Use of Estimates*

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

V. *Implementation of New Accounting Pronouncements*

GASB Statement No. 87, *Leases*

The objective of this statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. As of June 30, 2022, the Town recognized one contract as a lease and implemented the applicable accounting and reporting requirements of a lessor under GASB 87. As a result, the Town recorded a lease receivable of \$906,813 and a net deferred inflows of resources of \$883,44, decreasing beginning fund balance and net position by \$3,465. See Note 3 for additional information.

GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*

The statement (1) requires that a Section 457 plan be classified as either a pension plan or another employee benefit plan depending on whether the plan meets the definition of a pension plan and (2) clarifies that Statement 84, as amended, should be applied to all arrangements organized under IRC Section 457 to determine whether those arrangements should be reported as fiduciary activities. Management does not believe this statement will have a significant impact on the Town's financial statements. The requirements of this Statement are effective as follows:

- The requirements in (1) paragraph 4 of this Statement as it applies to defined contribution pension plans, defined contribution OPEB plans and other employee benefit plans and (2) paragraph 5 of this Statement are effective immediately
- The requirements in paragraphs 6–9 of this Statement are effective for fiscal years beginning after June 15, 2021
- All other requirements of this Statement are effective for reporting periods beginning after June 15, 2021

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The Town did not report any significant accounting changes from the implementation of this Statement during the year ended June 30, 2022.

Upcoming New Accounting Pronouncements

The Town is currently analyzing its accounting practices to determine the potential impact on the financial statements of the following recent GASB Statements:

GASB Statement No. 91, *Conduit Debt Obligations*

The objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement also clarifies the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitment and voluntary commitments extended by issuers and arrangements associated with the debt obligations; and improving required note disclosures. The requirements of this Statement were initially to be effective for financial statements for periods beginning after December 15, 2020 but have been delayed to periods beginning after December 15, 2021, pursuant to GASB Statement No. 95. Earlier application is encouraged.

GASB Statement No. 94, *Public-Private Partnerships and Public-Public Partnerships and Availability Payment Arrangements*

The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. Some PPPs meet the definition of a service concession arrangement (SCA), which the Board defines in this Statement as a PPP in which (1) the operator collects and is compensated by fees from third parties; (2) the transferor determines or has the ability to modify or approve which services the operator is required to provide, to whom the operator is required to provide the services, and the prices or rates that can be charged for the services; and (3) the transferor is entitled to significant residual interest in the service utility of the underlying PPP asset at the end of the arrangement. This Statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). As defined in this Statement, an APA is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction. The requirements of this Statement are to be effective for financial statements for periods beginning after June 15, 2022. Earlier application is encouraged.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*

GASB 96 provides guidance on accounting for Subscription-Based Information Technology Arrangements (SBITA) where the government contracts for the right to use another party's software. The standards for SBITAs are based on the standards established in GASB Statement No. 87, *Leases*. *GASB 96 is effective for fiscal years beginning after June 15, 2022.*

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GASB Statement No. 99, *Omnibus 2022*

Omnibus statements are issued by GASB to address practice issues identified after other standards have been approved for implementation. Omnibus statements “clear up the loose ends” for recent prior statements GASB has issued. This Omnibus addresses recent pronouncements, including GASB 87 – Leases, GASB 94 – *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, and GASB 96 – *Subscription-Based Information Technology Arrangements*.

Effective Date: The requirements of this Statement are effective as follows:

- The requirements related to extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of certain provisions in Statement 34, as amended, and terminology updates related to Statement 53 and Statement 63 are effective upon issuance
- The requirements related to leases, PPPs, and SBITAs are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter.
- The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter.

Earlier application is encouraged and is permitted by topic.

GASB Statement No. 100, *Accounting Changes and Error Corrections—an amendment of GASB Statement No. 62*

This Statement defines *accounting changes* as changes in accounting principles, changes in accounting estimates, and changes to or within the financial reporting entity and describes the transactions or other events that constitute those changes. This Statement also prescribes the accounting and financial reporting for (1) each type of accounting change and (2) error corrections in previously issued financial statements. The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

GASB Statement No. 101, *Compensated Absences*

This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. Leave is attributable to services already rendered when an employee has performed the services required to earn the leave. Leave that accumulates is carried forward from the reporting period in which it is earned to a future reporting period during which it may be used for time off or otherwise paid or settled. In estimating the leave that is more likely than not to be used or otherwise paid or settled, a government should consider relevant factors such as employment policies related to compensated absences and historical information about the use or payment of compensated absences. However, leave that is more likely than not to be settled through conversion to defined benefit postemployment benefits should not be included in a liability for compensated absences.

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This Statement requires that a liability for certain types of compensated absences—including parental leave, military leave, and jury duty leave—not be recognized until the leave commences. This Statement also requires that a liability for specific types of compensated absences not be recognized until the leave is used.

This Statement also establishes guidance for measuring a liability for leave that has not been used, generally using an employee's pay rate as of the date of the financial statements. A liability for leave that has been used but not yet paid or settled should be measured at the amount of the cash payment or noncash settlement to be made. Certain salary-related payments that are directly and incrementally associated with payments for leave also should be included in the measurement of the liabilities.

With respect to financial statements prepared using the current financial resources measurement focus, this Statement requires that expenditures be recognized for the amount that normally would be liquidated with expendable available financial resources. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter.

NOTE 2 - CASH AND INVESTMENTS

As of June 30, 2022, cash and investments were reported in the financial statements as follows:

	Government Wide Statement of Net Position		Fiduciary Funds Statement of Net Position	Total
	Governmental Activities	Business-Type Activities		
Cash and investments	\$ 18,778,591	\$ 7,235,152	\$ 391,176	\$ 26,404,919
Restricted cash and investments	2,543,108	-	-	2,543,108
PARS Pooled Investment funds	-	-	5,184,645	5,184,645
Total cash and investments	\$ 21,321,699	\$ 7,235,152	\$ 5,575,821	\$ 34,132,672

Cash and investments consisted of the following as of June 30, 2022:

Deposits:	
Cash on hand	\$ 425
Deposits with financial institutions	5,403,143
Total Deposits	5,403,568
Investments:	
Local Agency Investment Fund	21,001,351
Total City Treasury	26,404,919
Restricted cash and investments:	
Cash with fiscal agent	2,543,108
PARS Pooled Investment funds	5,184,645
Total cash and investments	\$ 34,132,672

A. Cash Deposits

The California Government Code requires California banks and savings and loan associations to secure the Town's cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest, and places the Town ahead of general creditors of the institution.

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The fair value of pledged securities must equal at least 110 percent of the Town's cash deposits. California law also allows institutions to secure Town deposits by pledging first trust deed mortgage notes that have a value of 150 percent of the Town's total cash deposits. The Town has waived the collateral requirements for cash deposits which are fully insured to \$250,000 by the Federal Deposit Insurance Corporation (FDIC).

The bank balances before reconciling items totaled \$5,587,181 at June 30, 2022 and were different from carrying amounts due to deposits in transit and outstanding checks. The amount uninsured was \$5,337,181, which was collateralized by securities held by pledging financial institutions. The Town follows the practice of pooling cash and investments of all funds, except for funds required to be held by fiscal agents under the provisions of bond indentures. Interest income earned on pooled cash and investments is allocated to the various funds based on the period-end cash and investment balances. Interest income from cash and investments with fiscal agents is credited directly to the related fund.

B. Fair Value Measurements

GASB 72 established a hierarchy of inputs to the valuation techniques with three levels:

- Level 1 inputs are quoted prices in active markets for identical assets or liabilities.
- Level 2 inputs are quoted market prices for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in markets that are not active, or other than quoted prices that are not observable
- Level 3 inputs are unobservable inputs, such as a property valuation or an appraisal.

The Town's investments were not subject to levelling.

C. Investment Policies

Town Investment Policy

Under the provisions of the Town's investment policy, and in accordance with California Government Code, the following investments are authorized:

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Securities issued by the U.S. Treasury	n/a	No limit	No limit
U.S. Agency Securities and Instrumentalities	n/a	No limit	No limit
Local Agency Investment Fund	n/a	No limit	No limit
Insured Savings Accounts	n/a	No limit	No limit
California Asset Management Program (CAM)	n/a	No limit	No limit
Banker's acceptances	180 Days	40%	5% of portfolio
Time Deposits	n/a	25%	5% of portfolio
Money Market/Mutual Funds	n/a	15%	5% of portfolio
Prime Commercial Paper	270 Days	25%	5% of portfolio
Medium-term Corporate Notes	5 Years	30%	5% of portfolio
Negotiable Certificates of Deposit	n/a	30%	5% of portfolio

Investment income in all funds included investment losses of \$1,167,988.

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The Town's portfolio value fluctuates in an inverse relationship to any change in interest rate. Accordingly, if interest rates rise, the portfolio value will decline. If interest rates fall, the portfolio value will rise. The portfolio for year-end reporting purposes is treated as if it were all sold. Therefore, fund balance must reflect the portfolio's change in value. These portfolio value changes are unrealized unless sold. Generally the Town's practice is to buy and hold investments until maturity dates. Consequently, the Town's investments are carried at fair value.

D. External Investment Pool

The Town's investments with LAIF at June 30, 2022, include a portion of the pool funds invested in Structured Notes and Asset-Backed Securities. These investments include the following:

Structured Notes

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

Asset-Backed Securities

The bulk of asset-backed securities are mortgage-backed securities, entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (such as CMO's) or credit card receivables.

LAIF is overseen by the Local Agency Investment Advisory Board, which consists of five members, in accordance with State statute. The approved investments policy is listed on the LAIF website, located at <http://www.treasurer.ca.gov/pmia-laif/>.

E. Risk Disclosures

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 term of an investment's maturity, the greater the sensitivity to changes in market interest rates. It is the Town's practice to mitigate interest rate risk by limiting the average maturity of the Town's portfolio to not to exceed three years.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of an investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. With the exception of U.S. Treasury securities and authorized pools, no more than 50% of the Town's total investment portfolio will be invested in a single security type or with a single financial institution to reduce the Town's exposure to credit risks. As of June 30, 2022, the Town's investments were in compliance with the ratings required by the Town's investment policy and Government Code.

Concentrations of Credit Risk

The investment policy of the Town contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. As of June 30, 2022, the Town had no investments in any one issuer (other than U.S. Treasury securities, mutual funds and external investment pools) that represented 5% or more of the total Town investments.

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Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The California Government Code and the Town's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for investments. With respect to investments, custodial credit risk generally applies only to direct investments in marketable securities. Custodial credit risk does not apply to a local government's indirect investment in securities through the use of mutual funds or government investment pools (such as LAIF).

As of June 30, 2022, the Town's investments had the following maturities:

Investment Type	12 Months or Less	Fair Value
Local Agency Investment Funds	\$ 21,001,351	\$ 21,001,351
Total Investments	<u>\$ 21,001,351</u>	<u>\$ 21,001,351</u>

F. Investments Held in Trust for Other Postemployment Benefits

The Town established an irrevocable Section 115 OPEB Trust with Public Agency Retirement Services (PARS). As of June 30, 2022, the trust had a balance of \$5,184,645. PARS' policy for allocation of invested assets was as follows:

Asset Class	Percentage of Portfolio
Fixed Income	35.00%
Public Equity	60.00%
Liquidity	5.00%
Total	100.00%

At June 30, 2022, PARS held no investments in any one organization that represented 5% or more of fiduciary net position.

Rate of return

For the year ended June 30, 2022, the annual money-weighted rate of return on investments, net of investment expenses, was 5%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

NOTE 3 - LEASES RECEIVABLE

In May of 2020, the Town entered into a lease with Restoration Hardware (the Company). Under the lease, the Company pays the Town \$66,986 per year, plus annual CPI adjustments, for fifteen years to rent land for a parking lot. After cumulative CPI adjustments, the payment in the final year of the lease may be as much as \$101,322. The lease receivable is measured as the present value of the future minimum rent payments expected to be received during the lease term at a discount rate of 3%, which is the stated rate in the agreement.

In fiscal year 2022, the Town recognized \$67,957 of lease revenue and \$27,876 of interest revenue under the lease. The net present value of the lease receivable as of June 30, 2022 was \$906,813 which was offset by a deferred outflow of resources of \$883,441, net of amortization totaling \$67,957.

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NOTE 4 - LOANS RECEIVABLE

The \$1,843,024 in loans receivable held by the Town as of June 30, 2022, consists primarily of a \$1,100,000 note related to an affordable housing project developed within the Town. The note bears no interest and matures in 2066. The note is secured by a deed of trust and assignment of rents, and is subordinate to a first and second deed of trust from other parties having provided financing for the project. Housing notes totaling \$402,620 consists of three notes with a principal balance of \$203,500 plus earned interest of \$151,320, all deferred and payable at maturity or upon transfer or sale of the underlying property, and one note with a principal balance of \$47,800 due July 1, 2042, which is payable in monthly installments with zero interest. The remaining notes totaling \$340,404, consists of two Measure S affordable housing loans with original principal issuances of \$340,635. One of the Measure S loans bears interest at 2% per annum and the other bears no interest.

NOTE 5 - INTERFUND TRANSACTIONS

Inter-fund Receivables and Payables

Amounts due to or due from other funds reflect inter-fund balances for services rendered or short-term loans expected to be repaid in the next fiscal year. Advances to or from other funds are long-term loans between funds that are to be repaid in their entirety over several years. As of June 30, 2022, inter-fund receivables and payables consisted of the following:

Fund	Due from		Due to	
	Other Funds		Other Funds	
General Fund	\$ 164,218		\$ 33,335	
Measure T Fund		-		164,218
Nonmajor Funds		33,335		-
Total Due from/to	\$ 197,553		\$ 197,553	

During the year ended June 30, 2021, the Town loaned \$1.1 million from the Drought Water Reserve Fund to the Water Capital Improvement Fund at 1% interest. Since these funds are consolidated and reported in the Town's Water Fund, the interfund receivable and payable are netted for reporting purposes. The following is a summary of the future loan repayments:

Fiscal Year Ending	Principal	Interest	Total
2022	\$ 106,192	\$ 9,949	\$ 116,141
2023	107,254	8,887	116,141
2024	108,326	7,814	116,140
2025	109,409	6,731	116,140
2026	110,503	5,637	116,140
2027-2030	453,175	11,386	464,561
Total	\$ 994,859	\$ 50,404	\$ 1,045,263

Transfers In/Out

With Council approval resources may be transferred from one fund to another. Transfers from the General Fund to the Debt Service Fund were to regular debt service activity of the Town. Transfers from the General Fund to other governmental funds were to provide funding to repair and replacement funds and to provide funding for Town programs. Transfers made from the Wastewater Enterprise Fund to the Debt Service Funds were to provide for debt service requirements.

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The following summarizes transfers between funds during the fiscal year ended June 30, 2022:

Fund	Transfer in	Transfer out
General Fund	\$ -	\$ 1,700,296
Capital Projects Fund	501,997	-
Debt Service Fund	927,090	-
Nonmajor Funds	296,336	1,997
Water Fund	5,375	-
Wastewater Fund	1,250	29,755
Total transfers	<u>\$ 1,732,048</u>	<u>\$ 1,732,048</u>

NOTE 6 - CAPITAL ASSETS

Capital assets for governmental activities consisted of the following as of June 30, 2022:

Governmental Activities	Balance July 1, 2021	Additions	Deletions	Balance June 30, 2022
Non-depreciable:				
Land	\$ 1,441,112	\$ 284,040	\$ -	\$ 1,725,152
Construction in progress	952,115	936,994	(1,818,064)	71,045
Total non-depreciable	<u>2,393,227</u>	<u>1,221,034</u>	<u>(1,818,064)</u>	<u>1,796,197</u>
Depreciable:				
Buildings	19,827,271	-	-	19,827,271
Improvements other than building	4,439,620	-	-	4,439,620
Infrastructure	23,085,605	1,463,174	-	24,548,779
Machinery and equipment	1,745,296	27,461	-	1,772,757
Total depreciable	<u>49,097,792</u>	<u>1,490,635</u>	-	<u>50,588,427</u>
Less accumulated depreciation for:				
Buildings	(5,623,385)	(437,413)	-	(6,060,798)
Improvements other than building	(1,667,377)	(115,018)	-	(1,782,395)
Infrastructure	(5,786,049)	(631,616)	-	(6,417,665)
Machinery and equipment	(998,878)	(106,094)	-	(1,104,972)
Total accumulated depreciation	<u>(14,075,689)</u>	<u>(1,290,141)</u>	-	<u>(15,365,830)</u>
Total depreciable capital assets, net	<u>35,022,103</u>	<u>200,494</u>	-	<u>35,222,597</u>
Total governmental capital assets	<u>\$ 37,415,330</u>	<u>\$ 1,421,528</u>	<u>\$ (1,818,064)</u>	<u>\$ 37,018,794</u>

Depreciation expense for governmental activities was charged to the following programs during the year:

General Government	\$ 69,284
Public Works	923,175
Parks and Recreation	<u>297,682</u>
Total depreciation expense	<u>\$ 1,290,141</u>

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Capital assets for business-type activities consisted of the following as of June 30, 2022:

Business Type Activities	Balance July 1, 2021	Additions	Deletions	Balance June 30, 2022
Non Depreciable				
Land	\$ 5,091	\$ -	\$ -	\$ 5,091
Construction in progress	1,042,485	135,823	(1,065,237)	113,071
Total Non-Depreciable	1,047,576	135,823	(1,065,237)	118,162
Depreciable:				
Buildings	40,001	-	-	40,001
Systems	17,191,679	1,275,358	-	18,467,037
Machinery and rquipment	1,051,036	-	-	1,051,036
Total Depreciable	18,282,716	1,275,358	-	19,558,074
Less Accumulated Depreciation				
Buildings	(26,676)	(1,334)	-	(28,010)
Systems	(7,352,455)	(351,396)	-	(7,703,851)
Machinery and equipment	(843,766)	(28,275)	-	(872,041)
Total accumulated depreciation	(8,222,897)	(381,005)	-	(8,603,902)
Total depreciable capital assets, net	10,059,819	894,353	-	10,954,172
Total business type capital assets	\$ 11,107,395	\$ 1,030,176	\$ (1,065,237)	\$ 11,072,334

NOTE 7 - NONCURRENT LIABILITIES

The Town's noncurrent liabilities consisted of the following as of June 30, 2022:

Description	Balance July 01, 2021	Additions	Deletions	Balance June 30, 2022	Due Within One Year
Lease Revenue Bonds:					
2017 Lease Revenue Refunding Bonds	\$ 7,725,000	\$ -	\$ 285,000	\$ 7,440,000	\$ 300,000
Unamortized Premiums	369,566	-	19,451	350,115	-
Subtotal Lease Revenue Bonds	8,094,566	-	304,451	7,790,115	300,000
2020 Financing Lease - Direct Borrowing	1,991,000	-	316,000	1,675,000	324,000
CEC Loan - Direct Borrowing	30,095	-	19,914	10,181	10,181
Net Pension Liability	3,320,211	1,481,277	3,088,555	1,712,933	-
Net OPEB Liability	232,394	1,213,031	1,277,369	168,056	-
Compensated Absences	222,360	309,571	313,928	218,003	54,501
Total Noncurrent Liabilities	\$ 13,890,626	\$ 3,003,879	\$ 5,320,217	\$ 11,574,288	\$ 688,682

Business-Type Activities	Balance July 01, 2021	Additions	Deletions	Balance June 30, 2022	Due Within One Year
Direct Borrowings:					
PG&E Loan	\$ 12,525	\$ -	\$ 12,525	\$ -	\$ -
State Revolving Loan	895,686	-	147,643	748,043	150,448
Net Pension Liability	1,069,164	476,924	995,675	550,413	-
Net OPEB Liability	75,006	391,511	412,276	54,241	-
Compensated Absences	79,415	105,393	110,537	74,271	18,568
Total Noncurrent Liabilities	\$ 2,131,796	\$ 973,828	\$ 1,678,656	\$ 1,426,968	\$ 169,016

2017 Lease Revenue Refunding Bonds

The Yountville Finance Authority issued \$8,500,000 of 2017 Lease Revenue Refunding Bonds, entered into a Site Lease with the Town, and a Facilities Lease with the Town wherein the Town essentially

Town of Yountville
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agreed to make all principal and interest payments. The lease obligation payable and lease receivable between the Town and the Authority have been eliminated in the accompanying financial statements.

The bonds consist of \$8,500,000 in serial bonds and bear interest at 2 to 5 percent that is payable June 1st and December 1st through 2039. The bonds are subject to optional early redemption without premium at the option of the Town. The Town has not pledged any specific revenues for repayment of the bonds. The Town has agreed to include the lease payments due to the Authority (and assigned by the Authority to the bond trustee) in its annual budgets and to make annual appropriations. The bond refunding resulted in an accounting deferred loss on refunding of \$308,986, and an economic gain of \$2,100,000 through final maturity in 2039.

The Town accounts for the bonds in its governmental activities and uses general fund resources to fund the principal and interest payments. Future debt service payments are as follows:

Fiscal Year	Pricipal	Interest	Debt Service
2023	\$ 300,000	\$ 243,019	\$ 543,019
2024	315,000	227,644	542,644
2025	330,000	211,519	541,519
2026	350,000	194,519	544,519
2027	360,000	182,169	542,169
2028-2032	1,955,000	744,528	2,699,528
2033-2037	2,285,000	419,559	2,704,559
2038-2041	1,545,000	73,359	1,618,359
Total	\$ 7,440,000	\$ 2,296,316	\$ 9,736,316

2020 Financing Lease

On June 1, 2020 the Town entered into a \$2,303,000 lease agreement with the Yountville Finance Authority which was assigned to Westamerica Bank. The applicable interest rate is 1.66% per annum. The agreement is a Site Lease and a Facilities Lease wherein the Town essentially agreed to make all principal and interest payments. The lease obligation payable and lease receivable between the Town and the Authority have been eliminated in the accompanying financial statements. The proceeds of the lease were used to defease the 2013 Lease Revenue Bonds resulting a deferred loss on refunding of \$1,219 and an economic gain of \$50,517 through the final maturity in 2027.

The Town accounts for the lease in its governmental activities and uses general fund resources to fund the principal and interest payments. Future debt service payments are as follows:

Fiscal Year	Pricipal	Interest	Debt Service
2023	\$ 324,000	\$ 27,805	\$ 351,805
2024	330,000	22,427	352,427
2025	336,000	16,949	352,949
2026	337,000	11,371	348,371
2027	348,000	5,776	353,776
Total	\$ 1,675,000	\$ 84,328	\$ 1,759,328

CEC Loan

In fiscal year 2011, the Town entered into a loan arrangement with the California Energy Commission (CEC) for the purpose of obtaining financing for energy conservation improvements to Town facilities.

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The original loan amount was \$200,000, bears interest at 3 percent per annum, and matures December 22, 2022. The loan is payable in semi-annual installments of \$10,334 due each June 22 and December 22. Future debt service payments are as follows:

Fiscal Year	Pricipal	Interest	Debt Service
2023	\$ 10,181	\$ 153	\$ 10,334

PG&E Loan

The Town obtained a no interest \$115,856 loan from PG&E for the purpose of financing a wastewater methane capture project. The loan is payable in monthly installments of \$1,044 or \$12,525 annually through June 2022. The loan is accounted for in the Town's wastewater enterprise fund. This loan was completely repaid during the fiscal year.

Clean Water State Revolving Fund Loan

In fiscal 2014, the Town obtained a \$3,465,362 State Revolving Fund Loan for the purpose of financing the Yountville Water Recycling Expansion Project. The proceeds are drawn down as costs are incurred and the Town has received \$2,725,340 in loan proceeds. The loan and projects are accounted for in the Town's wastewater enterprise fund. The loan has a term of 20 years, is repayable in annual installments, and bears interest at 1.9 percent. In November of 2019, the Town prepaid \$1,091,109, reducing the loan terms and saving interest of \$259,000. The loan matures in November 2026.

The annual debt service requirements are as follows:

Fiscal Year	Pricipal	Interest	Debt Service
2023	\$ 150,448	\$ 14,213	\$ 164,661
2024	153,307	11,354	164,661
2025	156,219	8,442	164,661
2026	159,188	5,473	164,661
2027	128,882	2,449	131,331
Total	\$ 748,044	\$ 41,931	\$ 789,975

Compensated Absences

Compensated absences comprise of unpaid vacation and are accrued as earned. The Town's liability for compensated absences is recorded in various governmental funds only if they have matured. The liability for compensated absences is determined annually. The long-term portion of governmental activities compensated absences is liquidated primarily by the general fund.

Net Pension Liability and Net OPEB Liability

See Note 9 for pensions and Note 10 for other postemployment benefits.

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NOTE 8 - RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the Town obtains insurance coverages.

The Town is a member of the Public Agency Risk Sharing Authority of California, a joint powers authority, which provides joint protection programs for public entities covering automobile, general liability, errors and omission losses, workers compensation, and property claims. Under the program, the Town has a \$10,000 retention limit similar to a deductible with the Authority being responsible for losses in excess of the Town's self-insured retention. The Authority carries excess commercial liability policy of \$34 million in excess of its \$1 million retention limit to cover losses up to \$34 million through affiliated risk management authorities. The Authority also provides one billion dollars aggregate per occurrence property coverage to its members with such coverage provided by purchased insurance. The Authority covers workers compensation claims up to its self-insurance limit of \$500,000. The Local Agency Workers Compensation Excess Pool provides excess coverage for an additional \$4.5 million.

The Authority purchases commercial coverage for an additional \$45 million. The Town pays an annual premium to the Authority; the Town may share in any surplus revenues or may be required to pay additional assessments based upon the Authority's operating results. The Town has a \$10,000 deductible for workers compensation insurance coverage, all other losses are paid by the Authority on a first-dollar basis. The Town paid no material uninsured losses during the 2021-2022 fiscal year. Financial statements of the Risk Sharing Authority may be obtained from their administrative offices located at 1525 Response Road, Suite One, Sacramento, California 95815.

Liabilities of the Town are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate. Settlements have not exceeded coverages for each of the past three fiscal years.

There were no material unpaid and uninsured claims outstanding at the beginning or end of the last two fiscal years.

NOTE 9 - RETIREMENT PLANS

General Information about the Pension Plans

Plan Description

All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (Plan) administered by the California Public Employees' Retirement System (CalPERS). The Plan consists of individual rate plans (benefit tiers) within a safety risk pool (police and fire) and a miscellaneous risk pool (all other.) Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous risk pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under GASB Statement No. 68.

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Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The Town sponsors three miscellaneous rate plans. Benefit provisions under the Plan are established by State statute and Town resolution. CalPERS issues publicly available reports that include a full description of the pension plan 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 55 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employee's Retirement Law. The general fund typically is used to liquidate pension liabilities for governmental funds.

The Plans' provisions and benefits in effect at June 30, 2022, are summarized as follows:

	Miscellaneous		
	Tier 1	Tier 1	PEPRA
Benefit formula	2.7% @ 55	2% @ 55	2% @ 62
Benefit vesting schedule	5 Years	5 Years	5 Years
Benefit payments	Monthly for Life	Monthly for Life	Monthly for Life
Retirement age	55	55	62
Monthly benefits as a			
% of eligible compensation	2.7%	2.0%	2.0%
Required employee contribution rates	8.0%	7.0%	6.75%
Required employer contribution rates	14.02%	10.88%	7.59%

Employees Covered

At June 30, 2022, the following employees were covered by the benefit terms for the Plans:

	Miscellaneous
Active	33
Transferred	9
Separated	10
Retired	39
Total	91

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for the Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rates are 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 Town is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. For the year ended June 30, 2022, the Town's contributions were \$673,383.

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

As of June 30, 2022, the Town reported a net pension liability for its proportionate share of the net pension liability of the Plan of \$2,263,347.

The Town's net pension liability for the Plans is measured as the proportionate share of the net pension liability. The net pension liability of the Plans are measured as of June 30, 2021, and the total pension liability for the Plans used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2020 rolled forward to June 30, 2021 using standard update procedures. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The Town's proportionate share of the net pension liability for the Plans as of June 30, 2021 and 2022 was as follows:

Proportion - June 30, 2021	0.04034%
Proportion - June 30, 2022	0.04185%
Change - Increase/(Decrease)	<u>0.00151%</u>

For the year ended June 30, 2022, the Town recognized pension expense of \$638,971.

At June 30, 2022, the Town 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
Changes of Assumptions	\$ -	\$ -
Differences between Expected and Actual Experience	253,810	-
Differences between Projected and Actual Investment Earnings	-	1,975,782
Differences between Employer's Contributions and Proportionate Share of Contributions	50,298	14,478
Change in Employer's Proportion	26,129	4,673
Pension Contributions Made Subsequent to Measurement Date	673,383	-
Total	\$ 1,003,620	\$ 1,994,933

The Town reported \$673,383 as deferred outflows of resources related to contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the year ended June 30, 2023.

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Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Fiscal Year Ending June 30:	Deferred Outflows/ (Inflows) of Resources
2023	\$ (312,680)
2024	(364,805)
2025	(441,206)
2026	(546,004)
2027	-
Thereafter	-
Total	<u>\$ (1,664,695)</u>

Actuarial Assumptions

The total pension liabilities in the June 30, 2020 actuarial valuations were determined using the following actuarial assumptions:

Valuation Date	June 30, 2020
Measurement Date	June 30, 2021
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.00%
Inflation	2.50%
Payroll Growth	2.75%
Projected Salary Increase	(1)
Investment Rate of Return	7.00% (2)
Mortality	(3)

(1) Varies by entry age and service

(2) Net of pension plan investment expenses, including inflation

(3) Derived using CalPERS' membership data for all funds

Discount Rate

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

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

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

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent. The table below reflects the long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These rates of return are net of administrative expenses.

Asset Class (a)	Assumed		
	Asset Allocation	Real Return Years 1 - 10 (b)	Real Return Years 11+ (c)
Global Equity	50.00%	4.80%	5.98%
Fixed Income	28.00%	1.00%	2.62%
Inflation Sensitive	0.00%	0.77%	1.81%
Private Equity	8.00%	6.30%	7.23%
Real Estate	13.00%	3.75%	4.93%
Liquidity	1.00%	0.00%	-0.92%
Total	<u>100.00%</u>		

- (a) In the System's ACFR, Fixed Income is included in Global Debt Securities; Liquidity is included in Short-term Investments; Inflation Assets are included in both Global Equity Securities and Global Debt Securities.
- (b) An expected inflation of 2.0% used for this period.
- (c) An expected inflation of 2.92% used for this period.

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

The following presents the Town's proportionate share of the net pension liability for the Plans, calculated using the discount rate for the Plans, as well as what the Town's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

<u>Miscellaneous</u>		
1% Decrease		6.15%
Net Pension Liability	\$	4,815,994
Current		7.15%
Net Pension Liability	\$	2,263,347
1% Increase		8.15%
Net Pension Liability	\$	153,109

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Pension Plan Fiduciary Net Position

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

PARS Section 115 Trust

During fiscal year 2017-18, the Town established a Section 115 Trust Fund for Pension Costs with Public Agency Retirement Services (PARS). The amount in this trust is not included as part of the Town's net pension liability calculation.

NOTE 10 - OTHER POSTEMPLOYMENT BENEFITS PLAN

Plan Description

The Town of Yountville administers the Town's retired employees health care plan, a single employer defined benefit health care plan. The plan provides medical benefits to eligible retired Town employees and their beneficiaries. The Town's plan is affiliated with the State of California PERS (CalPERS) in so far as the Town's health insurance premium payments are paid to the CalPERS. CalPERS through an aggregation of single-employer plans pools administrative functions in regard to purchases of commercial health care policies and coverage. Town regulations and resolutions assign authority to establish and amend plan provisions to the Town. A separate OPEB Trust has been established by the Town.

Employees Covered by Benefit Terms

At June 30, 2022 (the measurement date), the benefit terms covered the following employees:

Active employees	32
Inactive employees	22
Total employees	54

Contributions

The contribution requirements of Plan members and the Town are established and may be amended by the Town. The required contribution is based on projected pay-as-you-go financing requirements, with additional amounts to prefund benefits as determined annually by the Town Council. For the fiscal year ended June 30, 2022, the Town contributed \$417,323. Plan members receiving benefits contributed no amounts of the total premiums.

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Actuarial Assumptions

The following summarized the actuarial assumptions for the OPEB plan included in this fiscal year:

Valuation Date:	January 1, 2022
Measurement Date:	June 30, 2022
Actuarial Cost Method:	Entry-Age Normal
Amortization Period:	20 years
Asset Valuation Method:	Level percentage of payroll, closed
Actuarial Assumptions:	
Discount Rate	5.72%
Inflation	2.50%
Salary Increases	3.00%
Healthcare Trend Rate	3.9% to 5.6%
Investment Rate of Return	5.72%, Net of OPEB plan investment expenses, including inflation
Mortality	MW Scale 2022
Retirement	Rx PA Misc 2.7% @ 55
	Rx PA Misc 2% @ 62

Discount Rate

The discount rate used to measure the total OPEB liability was 5.72 percent. The projection of cash flows used to determine the discount rate assumed that Town contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Net OPEB Liability

The Town's net OPEB liability was measured as of June 30, 2022 (measurement date) and was determined by an actuarial valuation as of January 1, 2022 (valuation date) for the fiscal year ended June 30, 2022 (reporting date).

Changes in the Net OPEB Liability

The following summarizes the changes in the net OPEB liability during the year ended June 30, 2022:

Fiscal Year Ended June 30, 2022 (Measurement Date June 30, 2022)	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability (Asset)
Balance at June 30, 2021	\$ 5,980,589	\$ 5,673,190	\$ 307,399
Service cost	345,419	-	345,419
Interest in Total OPEB Liability	373,791	-	373,791
Employer contributions	-	417,323	(417,323)
Balance of diff between actual and exp experience	(966,476)	-	(966,476)
Balance of changes in assumptions	(134,059)	-	(134,059)
Actual investment income	-	(713,545)	713,545
Benefit payments	(192,323)	(192,323)	-
Net changes	(573,648)	(488,545)	(85,103)
Balance at June 30, 2022	\$ 5,406,941	\$ 5,184,645	\$ 222,296

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Deferred Inflows and Outflows of Resources

At June 30, 2022, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between actual and expected experience	\$ -	\$ 1,080,986
Difference between actual and expected earnings	383,345	-
Change in assumptions	-	191,334
Totals	\$ 383,345	\$ 1,272,320

Of the total amount reported as deferred outflows of resources related to OPEB, none were the result of Town contributions subsequent to the measurement date and before the end of the fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended June 30,	
2023	\$ (169,858)
2024	(163,011)
2025	(181,229)
2026	(16,298)
2027	(165,079)
Thereafter	(193,500)
Total	\$ (888,975)

Rate of Return

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

Asset Class	Percentage of Portfolio	Long-Term Expected Rate of Return
		of Return
Fixed Income	35.00%	3.8% - 6.0%
Public Equity	60.00%	5.7% - 9.7%
Liquidity	5.00%	2.1%
Total	100.00%	

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OPEB Expense

The following summarizes the OPEB expense by source during the year ended June 30, 2022:

Service cost	\$ 345,419
Interest in TOL	373,791
Expected investment income	(347,141)
Difference between actual and expected experience	(191,913)
Difference between actual and expected earnings	54,494
Change in assumptions	(36,521)
OPEB Expense	\$ 198,129

The following summarizes changes in the net OPEB liability as reconciled to OPEB expense during the year ended June 30, 2022:

Net OPEB liability ending	\$ 222,296
Net OPEB liability beginning	(307,399)
Change in net OPEB liability	(85,103)
Changes in deferred outflows	(383,345)
Changes in deferred inflows	249,254
Employer contributions and implicit subsidy	417,323
OPEB Expense	\$ 198,129

Sensitivity to Changes in the Discount Rate

The net OPEB liability of the Town, as well as what the Town's net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher, is as follows:

	Discount Rate		
	(1% Decrease)	5.72%	(1% Increase)
Net OPEB Liability (Asset)	\$ 982,144	\$ 222,296	\$ (402,131)

Sensitivity to Changes in the Healthcare Cost Trend Rates

The net OPEB liability of the Town, as well as what the Town's net OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower or one percentage point higher than current healthcare cost trend rates, is as follows:

	Trend Rate		
	(1% Decrease)	3.9% to 5.6%	(1% Increase)
Net OPEB Liability (Asset)	\$ (479,136)	\$ 222,296	\$ 1,094,297

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NOTE 11 - COMMITMENTS AND CONTINGENCIES

Joint Wastewater Treatment Plant

Under its agreement with the State of California, the Town is obligated to provide capacity in its treatment facility for a maximum daily flow capacity not to exceed one million gallons per day originating from the Veterans Home of California. The annual operations and maintenance budget of the Town's wastewater enterprise is subject to approval by the State. The State is also required to approve any expansion of the treatment facility.

The State shall annually pay to the Town an amount equal to the State's share of the capital recovery cost of the joint wastewater treatment facility. The Town is obligated to contribute an annual capital recovery amount equal to the States share of the capital recovery cost of the joint wastewater treatment facility. The State's contributions and related investment earnings are restricted for use only upon those portions of the treatment facilities that benefit the State.

The Town's obligations to maintain, operate, and provide for replacement of the treatment facility are continuous subject to a three-year advance notice termination clause.

Contractor Commitments

As of June 30, 2022, the Town had outstanding commitments to contractors totaling \$736,420, with an original contract amount of \$939,721.

Lawsuits

The Town is subject to certain matters of litigation that may arise in the normal course of conducting Town business. Town management believes, based upon consultation with legal counsel, that these cases, in the aggregate, are not expected to result in a material adverse financial impact on the Town. Additionally, Town management believes that the Town's insurance programs are sufficient to cover any potential losses should an unfavorable outcome materialize.

Federal and State Grant Programs

The Town participates in Federal and State grant programs. These programs are audited by the Town's independent accountants if required by and in accordance with the provisions of the Uniform Guidance and applicable State requirements. For Federal programs, the Town did not reach the level of qualifying expenditures during the current fiscal year that would require a single audit. Expenditures which may be disallowed, if any, by the granting agencies, cannot be determined at this time. The Town expects such amounts, if any, to be immaterial.

COVID-19

The Town of Yountville is highly dependent on tourism-based revenues, such as Transient Occupancy Tax (TOT) and Sales Tax generated by restaurants. In the beginning of Fiscal Year 2021/2022, it was quite unknown how the pandemic would continue to affect Town revenue collections and TOT and Sales Tax revenue budgets were very conservative. Yountville began experiencing a return to tourism activities in the summer of 2021, and though the hotels were reporting lower occupancy rates, very high average daily room rates were producing substantially high TOT revenue. This trend continued throughout the rest of the fiscal year, and both TOT and Sales Tax revenue collections were considerably higher than budget expectations.

This level of tourism-based revenue generation resulted in an unprecedented amount of General Fund Unassigned Fund Balance at the end of Fiscal Year 2021/2022.

Town of Yountville
Notes to the Basic Financial Statements
June 30, 2022

NOTE 12 - JOINTLY FORMED ORGANIZATIONS

Jointly governed organizations are regional government or other multi-government arrangements that are jointly governed by representatives from each of the governments that create the organizations, but that are not joint ventures because the participants do not retain an ongoing financial interest or responsibility. The Town is a participant in the following jointly governed organizations:

California Intergovernmental Risk Authority (CIRA)

The Town of Yountville is a member of California Intergovernmental Risk Authority. The Authority, under the terms of a Joint Powers Agreement with the Town of Yountville and several other cities and governmental agencies, provides insurance coverage for general liability, automobile liability, and workers compensation claims. Under the arrangement, the Authority purchases liability, automobile liability, and workers compensation insurance and charges participating cities and governmental agencies in amounts planned to match expenses of insurance premiums, estimated payments resulting from self-insurance programs, and operating expenses. The Town's obligations are limited to contributions to pay for related insurance premiums.

Napa Valley Housing Authority

The Town is a member of the Napa Valley Housing Authority created to provide subsidized public housing and related assistance. The Authority was created pursuant to a Joint Powers Agreement, and the Town's obligations are limited to providing funds for a pro rata share of the Authority's operating costs.

Upper Valley Waste Management Agency

The Town is a member of the Agency along with the City of Calistoga, City of St. Helena, and County of Napa. The Agency was formed to provide for economical regional waste management services including uniform rate reviews. Funding for operations is provided from a surcharge placed on landfill dumping fees.

Napa Valley Transportation Authority

The Town is a member of this Joint Powers Agency formed for the purpose of developing transportation planning throughout the County. The Town's obligation is limited to serving on the Agency's committees.

Transit Services Arrangement

The Town is party to an agreement with the City of Calistoga, City of Napa, County of Napa, and the Volunteer Center of Napa County (a private nonprofit organization) for the purpose of providing transit related services within the County. The Town's funding requirement is met by assignment of its TDA transit fund allocation to the County of Napa.

Flood Protection Sales Tax Joint Powers Agreement

The Town is a member of the Joint Powers Agency for the purpose of establishing a plan for the use and equitable distribution of the 1/2% Flood Protection Sales Tax which was passed by voters in March 1998. As a member the Town will receive allocations of the sales tax to be used for projects outlined in the agreement.

Required Supplementary Information (Unaudited)



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Town of Yountville

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual (GAAP Basis)

General Fund

For the Year Ended June 30, 2022

	Budgeted Amounts			Variance with Final Budget	
	Original	Final	Actual Amounts	Positive (Negative)	
REVENUES					
Property taxes	\$ 2,136,000	\$ 2,136,000	\$ 2,294,483	\$ 158,483	
Sales taxes	1,270,000	1,270,000	1,717,674	447,674	
Transient occupancy tax	5,250,000	5,250,000	9,804,456	4,554,456	
Other taxes	145,000	145,000	143,467	(1,533)	
Licenses and permits	168,900	168,900	188,765	19,865	
Fines and forfeitures	3,500	3,500	29,627	26,127	
Intergovernmental	469,642	504,642	533,135	28,493	
Interest	55,500	55,500	(464,556)	(520,056)	
Rent and concessions	281,225	281,225	339,062	57,837	
Charges for Services	286,800	286,800	319,285	32,485	
Other Revenue	143,250	143,250	227,919	84,669	
Total Revenues	10,209,817	10,244,817	15,133,317	4,888,500	
EXPENDITURES					
Current:					
General Government	3,483,774	4,251,283	3,449,695	801,588	
Public Safety	1,800,349	1,800,349	1,652,378	147,971	
Public Works	2,126,113	2,159,083	1,963,414	195,669	
Community Promotion	411,258	407,133	330,469	76,664	
Parks and Recreation	1,394,078	1,414,376	1,397,458	16,918	
Debt service					
Principal retirement	19,914	19,914	19,914	-	
Interest and fiscal charges	755	755	755	-	
Total Expenditures	9,236,241	10,052,893	8,814,083	1,238,810	
Excess (Deficiency) of Revenues over Expenditures	973,576	191,924	6,319,234	6,127,310	
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	
Transfers out	(1,070,735)	(1,309,860)	(1,700,296)	(390,436)	
Total Other Financing Sources (Uses)	(1,070,735)	(1,309,860)	(1,700,296)	(390,436)	
Net Change in Fund Balance	(97,159)	(1,117,936)	4,618,938	5,736,874	
Fund Balance Beginning	13,026,563	13,026,563	13,026,563	-	
Prior Period Adjustments	(3,465)	(3,465)	(3,465)	-	
Fund Balance Beginning, as Adjusted	13,023,098	13,023,098	13,023,098	-	
Fund Balance Ending	\$ 12,925,939	\$ 11,905,162	\$ 17,642,036	\$ 5,736,874	

Town of Yountville

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual (GAAP Basis)

Measure T Fund

For the Year Ended June 30, 2022

	Budgeted Amounts			Variance with Final Budget	
	Original	Final	Actual Amounts	Positive (Negative)	
REVENUES					
Intergovernmental Interest	\$ 525,000	\$ 525,000	\$ 668,273	\$ 143,273	
	-	-	326	326	
Total Revenues	525,000	525,000	668,599	143,599	
EXPENDITURES					
Capital outlay	525,000	531,364	532,705	(1,341)	
Total Expenditures	525,000	531,364	532,705	(1,341)	
Excess (Deficiency) of Revenues over Expenditures	-	(6,364)	135,894	142,258	
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	
Transfers out	-	-	-	-	
Total Other Financing Sources (Uses)	-	-	-	-	
Net Change in Fund Balance	-	(6,364)	135,894	142,258	
Fund Balance Beginning	60,376	60,376	60,376	-	
Fund Balance Ending	\$ 60,376	\$ 54,012	\$ 196,270	\$ 142,258	

Town of Yountville
Schedule of Pension Contributions
June 30, 2022
(Last Ten Years)

Miscellaneous Plan

Fiscal Year Ended	2015	2016	2017	2018	2019	2020	2021	2022
Contractually Required Contributions	\$ 387,070	\$ 428,289	\$ 474,799	\$ 524,489	\$ 596,324	\$ 691,306	\$ 651,564	\$ 673,383
Contributions in Relation to Contractually Required Contributions	<u>387,070</u>	<u>428,289</u>	<u>474,799</u>	<u>524,489</u>	<u>596,324</u>	<u>691,306</u>	<u>651,564</u>	<u>673,383</u>
Contribution Deficiency (Excess)	\$ -							
Covered Payroll	\$ 2,116,105	\$ 2,310,300	\$ 2,531,110	\$ 2,791,647	\$ 3,083,079	\$ 3,374,258	\$ 3,336,879	\$ 3,308,259
Contributions as a % of Covered Payroll	18.29%	18.54%	18.76%	18.79%	19.34%	20.49%	19.53%	20.35%

Notes to Schedule:

Valuation Date: June 30, 2020
Assumptions Used: Entry Age Method used for Actuarial Cost Method
Level Percentage of Payroll and Direct Rate Smoothing
3.8 Years Remaining Amortization Period
Inflation Assumed at 2.50%
Investment Rate of Returns set at 7.00%
CalPERS mortality table based on CalPERS' experience and include 15 years of projected ongoing mortality improvement using 90 percent of Scale MP 2016 published by the Society of Actuaries.

Fiscal year 2015 was the first year of implementation, therefore only eight years are shown.
The CalPERS discount rate was increased from 7.50% to 7.65% in fiscal year 2016, then to 7.15% in 2018.
The CalPERS mortality assumptions was adjusted in fiscal year 2019.

Town of Yountville
Schedule of Proportionate Share of Net Pension Liability
June 30, 2022
(Last Ten Years)

Miscellaneous Plan	Fiscal Year Ended	2015	2016	2017	2018	2019	2020	2021	2022
Proportion of Net Pension Liability (Safety and Misc)		0.03937%	0.04292%	0.04077%	0.04043%	0.03997%	0.04018%	0.04034%	0.04185%
Proportion of Net Pension Liability (Misc Plan Only)		0.09911%	0.10739%	0.10155%	0.10171%	0.10219%	0.10283%	0.10406%	0.11920%
Proportionate Share of Net Pension Liability		\$ 2,449,513	\$ 2,946,171	\$ 3,527,582	\$ 4,009,560	\$ 3,851,205	\$ 4,117,728	\$ 4,389,375	\$ 2,263,347
Covered Payroll		\$ 2,023,677	\$ 2,116,105	\$ 2,310,300	\$ 2,531,110	\$ 2,791,647	\$ 3,083,079	\$ 3,374,258	\$ 3,336,879
Proportionate Share of NPL as a % of Covered Payroll		121.04%	139.23%	152.69%	158.41%	137.95%	133.56%	130.08%	67.83%
Plan's Fiduciary Net Position as a % of the TPL		81.15%	76.29%	71.85%	72.01%	75.04%	75.67%	75.80%	88.29%

Fiscal year 2015 was the first year of implementation, therefore only eight years are shown.
The CalPERS discount rate was increased from 7.50% to 7.65% in fiscal year 2016, then to 7.15% in 2018.
The CalPERS mortality assumptions was adjusted in fiscal year 2019.

Town of Yountville
Schedule of OPEB Contributions
June 30, 2022
(Last Ten Years)

Fiscal Year Ended	2018	2019	2020	2021	2022
Actuarially determined contribution (ADC)	\$ 359,315	\$ 466,440	\$ 480,409	\$ 414,051	\$ 414,051
Less: actual contribution in relation to ADC	(574,451)	(1,102,044)	(405,199)	(46,833)	(417,323)
Contribution deficiency (excess)	<u>\$ (215,136)</u>	<u>\$ (635,604)</u>	<u>\$ 75,210</u>	<u>\$ 367,218</u>	<u>\$ (3,272)</u>
Covered employee payroll	\$ 3,313,486	\$ 3,083,079	\$ 3,331,741	\$ 3,594,064	\$ 3,555,195
Contrib. as a % of covered employee payroll	17.34%	35.74%	12.16%	1.30%	11.74%

Notes to Schedule:

Assumptions and Methods

Valuation Date:	January 1, 2022
Measurement Date:	June 30, 2022
Actuarial Cost Method:	Entry-Age Normal Cost
Amortization Period:	20 years
Asset Valuation Method:	Level percentage of payroll, closed
Actuarial Assumptions:	
Discount Rate	5.72%
Inflation	2.50%
Salary Increases	3.00%
Healthcare Trend Rate	3.9% to 5.6%
Investment Rate of Return	5.72%, Net of OPEB plan investment expenses, including inflation
Mortality	MW Scale 2022
Retirement	Rx PA Misc 2.7% @ 55 Rx PA Misc 2% @ 62

Other Notes

GASB 75 requires a schedule of contributions for the last ten fiscal years, or for as many years as are available if less than ten years are available. GASB 75 was adopted as of June 30, 2018.

There were no changes in benefit terms.

Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported.

From FY2019 to FY2022, the discount rate increased from 5.65% to 5.72%, the inflation rate decreased from 2.75% to 2.5%, the salary increase rate decreased from 3.25% to 3%, and the rate of return increased from 5.65% to 5.72%.

Town of Yountville
Schedule of Changes in Net OPEB Liability
June 30, 2022
(Last Ten Years)

Fiscal Year Ended	2018	2019	2020	2021	2022
Total OPEB liability					
Service cost	\$ 313,121	\$ 323,297	\$ 333,804	\$ 335,358	\$ 345,419
Interest	274,234	299,254	326,187	343,104	373,791
Differences between expected and actual experience	-	-	(424,734)	-	(966,476)
Changes of assumptions	-	-	(130,013)	-	(134,059)
Benefit payments	(158,101)	(151,304)	(161,410)	(161,833)	(192,323)
Net change in Total OPEB Liability	429,254	471,247	(56,166)	516,629	(573,648)
Total OPEB Liability - beginning	4,619,625	5,048,879	5,520,126	5,463,960	5,980,589
Total OPEB Liability - ending	<u>\$ 5,048,879</u>	<u>\$ 5,520,126</u>	<u>\$ 5,463,960</u>	<u>\$ 5,980,589</u>	<u>\$ 5,406,941</u>
Plan fiduciary net position					
Employer contributions	\$ 574,451	\$ 1,102,044	\$ 543,199	\$ 46,833	\$ 417,323
Net investment income	174,585	236,316	181,024	1,102,353	(713,545)
Benefit payments	(158,101)	(151,304)	(161,410)	(161,833)	(192,323)
Adjustments	-	-	-	(138,000)	-
Administrative expense	(11,973)	(8,263)	(23,169)	-	-
Net change in plan fiduciary net position	578,962	1,178,793	539,644	849,353	(488,545)
Plan fiduciary net position - beginning	2,526,438	3,105,400	4,284,193	4,823,837	5,673,190
Plan fiduciary net position - ending	<u>\$ 3,105,400</u>	<u>\$ 4,284,193</u>	<u>\$ 4,823,837</u>	<u>\$ 5,673,190</u>	<u>\$ 5,184,645</u>
Net OPEB liability (asset)	\$ 1,943,479	1,235,933	640,123	307,399	222,296
Plan fiduciary net position as a percentage of the total OPEB liability	61.51%	77.61%	88.28%	94.86%	95.89%
Covered Employee Payroll	\$ 3,313,486	\$ 3,083,079	\$ 3,331,741	\$ 3,594,064	\$ 3,555,195
Net OPEB liability as a % of covered emp. payroll	58.65%	40.09%	19.21%	8.55%	6.25%
Total OPEB liability as a % of covered emp. payroll	152.37%	179.05%	164.00%	166.40%	152.09%
<i>Other Notes</i>					
GASB 75 requires a schedule of contributions for the last ten fiscal years, or for as many years as are available if less than ten years are available. GASB 75 was adopted as of June 30, 2018.					
There were no changes in benefit terms.					
From FY2019 to FY2022, the discount rate increased from 5.65% to 5.72%, the inflation rate decreased from 2.75% to 2.5%, the salary increase rate decreased from 3.25% to 3%, and the rate of return increased from 5.65% to 5.72%.					

Town of Yountville
Schedule of PARS OPEB Trust Investment Returns
June 30, 2022
(Last Ten Years)

Fiscal Year	Annual Money-weighted Rate of Return, Net of Investment Expenses
2017	9.38%
2018	7.16%
2019	5.36%
2020	5.61%
2021	10.16%
2022	5.29%

Note: Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

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Supplementary Information



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Town of Yountville

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual (GAAP Basis)

Capital Projects Fund

For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget		
	Original	Final		Positive (Negative)		
REVENUES						
Intergovernmental	\$ 181,000	\$ 181,000	\$ 382,891	\$ 201,891		
Interest	5,000	5,000	(8,612)	(13,612)		
Charges for Services	-	-	28,913	28,913		
Other Revenue	-	-	4,700	4,700		
Total Revenues	186,000	186,000	407,892	221,892		
EXPENDITURES						
Capital outlay	430,500	847,924	433,377	414,547		
Total Expenditures	430,500	847,924	433,377	414,547		
Excess (Deficiency) of Revenues over Expenditures	(244,500)	(661,924)	(25,485)	636,439		
OTHER FINANCING SOURCES (USES)						
Transfers in	101,700	501,700	501,997	297		
Transfers out	-	-	-	-		
Total Other Financing Sources (Uses)	101,700	501,700	501,997	297		
Net Change in Fund Balance	(142,800)	(160,224)	476,512	636,736		
Fund Balance Beginning	518,774	518,774	518,774	-		
Fund Balance Ending	\$ 375,974	\$ 358,550	\$ 995,286	\$ 636,736		

Town of Yountville

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual (GAAP Basis)

Debt Service Fund

For the Year Ended June 30, 2022

	Budgeted Amounts		Variance with Final Budget Positive (Negative)	
	Original	Final		
REVENUES				
Interest	\$ 3,000	\$ 3,000	\$ 933	\$ (2,067)
Total Revenues	3,000	3,000	933	(2,067)
EXPENDITURES				
Debt service				
Principal retirement	601,000	601,000	601,000	-
Interest and fiscal charges	293,395	293,395	292,388	1,007
Total Expenditures	894,395	894,395	893,388	1,007
Excess (Deficiency) of Revenues over Expenditures	(891,395)	(891,395)	(892,455)	(1,060)
OTHER FINANCING SOURCES (USES)				
Transfers in	927,090	927,090	927,090	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	927,090	927,090	927,090	-
Net Change in Fund Balance	35,695	35,695	34,635	(1,060)
Fund Balance Beginning	30,864	30,864	30,864	-
Fund Balance Ending	\$ 66,559	\$ 66,559	\$ 65,499	\$ (1,060)

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Gas Tax Fund accounts for funds received from the State of California to use for street and highway related projects.

Public Education and Government Television Fund is used to account for public education and government fees.

Public Art Program Fund is used to account for certain monies paid by commercial applicants applying for building permits restricted for the acquisition, installation, improvement, and maintenance of physical artwork to be displayed in the Town for public view.

Housing Grants Program Fund is used to account for grant funds received for the CalHome Program from the California Department of Housing and Community Development that is restricted for the Owner-Occupied Rehabilitation Program to fund necessary home improvement projects for low income eligible residents to bring their home up to current building code standards.

SB1 2017 Road Repair Act Fund is used to account for SB 1 2017 Road Repair Act monies. **Disability Access Fee SB1167 Fund** is used to account for Disability Access fees.

Measure T Equivalent Fund is used to account for 6.67% of other monies to be spent for class 1 bicycle improvements, per the Measure T Ordinance (Napa Countywide Road Maintenance Act).

Fire Services Fund accounts for financial activities relating to the Fire Emergency Services Impact Fee that are restricted to be used to offset additional costs of personnel, facilities, and equipment required to meet demand on fire and medical services generated by new development.

Disability Access Fee SB1167 Fund is used to account for Disability Access fees.

Utility Underground Impact Fee Fund was established to pay for the undergrounding of existing overhead utilities along primary streets. Proceeds of each fee collected are to be allocated to the fund that finances approved utility undergrounding projects.

Housing Opportunity Fund is used to account for monies restricted for the development of affordable housing units.

Measure S Fund is used to account for revenue received from voter approved Measure S which increased transient occupancy tax by 1%. This special tax is for funding programs related to workforce and affordable housing.

Upper Valley Disposal Service Franchise Fees Fund is used to account for franchise fees collected for waste disposal services.

Town of Yountville Community Foundation Fund is used to account for the activities of the Town of Yountville Community Foundation.

Tallent Lane Drainage Fund accounts for the activities of the Tallent Lane Benefit District that was established to provide safer and improved access to properties fronting Tallent Lane.

Mesa Court Drainage Fund accounts for activities of the Mesa Court Drainage Benefit District that was established to correct drainage problems within the area of Mesa Court.

NONMAJOR GOVERNMENTAL FUNDS

Capital Projects Funds

Measure A Maintenance Fund is used to account for Measure A maintenance capital projects.

Facility Repair and Replacement Fund is used to accumulate resources for repair and replacement capital projects.

Fleet, Tools, and Equipment Repair and Replacement Fund is used to accumulate resources for repair and replacement capital projects.

Town of Yountville
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2022

Special Revenue Funds

	Gas Tax Fund	Public Education and Gov't Fund	Public Art Program Fund	Housing Grants Program Fund	SB1 2017 Road Repair Act Fund
ASSETS					
Cash and investments	\$ 63,214	\$ 74,560	\$ 45,388	\$ 62,236	\$ 78,688
Taxes receivable	-	-	-	-	-
Accounts receivable	-	-	44	-	-
Interest receivable	88	108	65	100	121
Due from other governments	5,771	-	-	-	-
Due from other funds	-	-	-	-	-
Loans receivable	-	-	-	-	-
Total assets	\$ 69,073	\$ 74,668	\$ 45,497	\$ 62,336	\$ 78,809
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ 18,873	\$ 16	\$ 13,202	0
Other liabilities	-	-	5,210	-	-
Total liabilities	-	18,873	5,226	13,202	-
Deferred Inflows of Resources:					
Unavailable revenues	-	-	-	-	-
Fund Balances:					
Restricted:					
Streets	69,073	-	-	-	78,809
Housing	-	-	-	49,134	-
Cultural programs	-	55,795	40,271	-	-
Other	-	-	-	-	-
Assigned:					
Capital projects	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	69,073	55,795	40,271	49,134	78,809
Total liabilities, deferred inflows of resources and fund balances					
	\$ 69,073	\$ 74,668	\$ 45,497	\$ 62,336	\$ 78,809

Cont'd

Town of Yountville
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2022

Special Revenue Funds

	Measure T Equivalent Fund	Fire Services Fund	Disability Access Fee SB 1186 Fund	Utility Underground Impact Fee Fund	Housing Opportunity Fund
ASSETS					
Cash and investments	\$ 37,134	\$ 31	\$ 1,565	\$ 111,267	\$ 170,184
Taxes receivable	-	-	-	-	-
Accounts receivable	-	-	-	-	200
Interest receivable	55	-	1	166	254
Due from other governments	-	-	-	-	-
Due from other funds	-	-	-	-	-
Loans receivable	-	-	-	-	1,502,620
Total assets	\$ 37,189	\$ 31	\$ 1,566	\$ 111,433	\$ 1,673,258
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ 156	\$ -	\$ -
Other liabilities	-	-	-	-	-
Total liabilities	-	-	156	-	-
Deferred Inflows of Resources:					
Unavailable revenues	-	-	-	-	151,320
Fund Balances:					
Restricted:					
Streets	37,189	-	-	111,433	-
Housing	-	-	-	-	1,521,938
Cultural programs	-	-	-	-	-
Other	-	31	1,410	-	-
Assigned:					
Capital projects	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	37,189	31	1,410	111,433	1,521,938
Total liabilities, deferred inflows of resources and fund balances	\$ 37,189	\$ 31	\$ 1,566	\$ 111,433	\$ 1,673,258

Cont'd

Town of Yountville

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2022

Special Revenue Funds

	Measure S Fund	Upper Valley Disposal Service Fund	Town of Yountville Community Foundation Fund	Tallent Lane Drainage Fund	Mesa Court Drainage Fund
ASSETS					
Cash and investments	\$ 1,486,979	\$ 20,245	\$ 97,849	\$ 17,958	\$ 50,078
Taxes receivable	155,235	-	-	-	-
Accounts receivable	-	-	-	-	-
Interest receivable	2,119	17	-	27	75
Due from other governments	-	-	-	-	-
Due from other funds	-	-	33,335	-	-
Loans receivable	340,404	-	-	-	-
Total assets	\$ 1,984,737	\$ 20,262	\$ 131,184	\$ 17,985	\$ 50,153
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Other liabilities	-	-	-	-	-
Total liabilities	-	-	-	-	-
Deferred Inflows of Resources:					
Unavailable revenues	-	-	-	-	-
Fund Balances:					
Restricted:					
Streets	-	-	-	17,985	50,153
Housing	1,984,737	-	-	-	-
Cultural programs	-	-	131,184	-	-
Other	-	20,262	-	-	-
Assigned:					
Capital projects	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	1,984,737	20,262	131,184	17,985	50,153
Total liabilities, deferred inflows of resources and fund balances	\$ 1,984,737	\$ 20,262	\$ 131,184	\$ 17,985	\$ 50,153

Cont'd

Town of Yountville
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2022

Capital Projects Funds

	Measure A Maintenance Fund	Facility Repair and Replacement Fund	Fleet, Tools and Equipment Repair and Replacement Fund	Total Nonmajor Governmental Funds
ASSETS				
Cash and investments	\$ 472,833	\$ 1,047,455	\$ 1,012,862	\$ 4,850,526
Taxes receivable	-	-	-	155,235
Accounts receivable	-	-	-	244
Interest receivable	706	1,563	1,512	6,977
Due from other governments	1,038	-	-	6,809
Due from other funds	-	-	-	33,335
Loans receivable	-	-	-	1,843,024
Total assets	\$ 474,577	\$ 1,049,018	\$ 1,014,374	\$ 6,896,150
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 32,247
Other liabilities	-	-	-	5,210
Total liabilities	-	-	-	37,457
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	151,320
Fund Balances:				
Restricted:				
Streets	474,577	-	-	839,219
Housing	-	-	-	3,555,809
Cultural programs	-	-	-	227,250
Other	-	-	-	21,703
Assigned:				
Capital projects	-	1,049,018	1,014,374	2,063,392
Unassigned	-	-	-	-
Total fund balances	474,577	1,049,018	1,014,374	6,707,373
Total liabilities, deferred inflows of resources and fund balances	\$ 474,577	\$ 1,049,018	\$ 1,014,374	\$ 6,896,150

Concluded

Town of Yountville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds For the Year Ended June 30, 2022

Special Revenue Funds					
	Gas Tax Fund	Public Education and Gov't Fund	Public Art Program Fund	Housing Grants Program Fund	SB1 2017 Road Repair Act Fund
REVENUES					
Other taxes	\$ -	\$ 14,176	\$ -	\$ -	\$ -
Licenses and permits	- -	- -	10,052 -	- -	- -
Intergovernmental	72,269 -	- -	- -	121,434 -	53,577 -
Interest	189 -	215 -	152 -	172 -	224 -
Charges for Services	- -	- -	- -	- -	- -
Other Revenue	- -	- -	- -	- -	- -
Total Revenues	72,458	14,391	10,204	121,606	53,801
EXPENDITURES					
Current:					
General Government	- -	18,873 -	- -	- -	- -
Housing	- -	- -	- -	46,797 -	- -
Public Works	- -	- -	28,030 -	- -	- -
Community Promotion	- -	- -	- -	- -	- -
Capital outlay	56,172 -	- -	- -	- -	17,816 -
Total Expenditures	56,172	18,873	28,030	46,797	17,816
Excess (Deficiency) of Revenues over Expenditures	16,286	(4,482)	(17,826)	74,809	35,985
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	- -	- -	- -	- -	- -
Transfers in	- -	- -	- -	- -	- -
Transfers out	- -	- -	- -	- -	- -
Total Other Financing Sources (Uses)	- -	- -	- -	- -	- -
Net Change in Fund Balances	16,286	(4,482)	(17,826)	74,809	35,985
Fund Balances Beginning	52,787	60,277	58,097	(25,675)	42,824
Fund Balances Ending	\$ 69,073	\$ 55,795	\$ 40,271	\$ 49,134	\$ 78,809

Cont'd

Town of Yountville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds For the Year Ended June 30, 2022

	Special Revenue Funds				
	Measure T Equivalent Fund	Fire Services Fund	Disability Access Fee SB 1186 Fund	Utility Underground Impact Fee Fund	Housing Opportunity Fund
REVENUES					
Other taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Interest	115	-	4	339	496
Charges for Services	-	-	1,922	3,830	662
Other Revenue	-	-	-	-	-
Total Revenues	115	-	1,926	4,169	1,158
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Housing	-	-	-	-	63,000
Public Works	-	-	-	-	-
Community Promotion	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	-	-	-	-	63,000
Excess (Deficiency) of Revenues over Expenditures	115	-	1,926	4,169	(61,842)
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	-	-	-	-	-
Transfers in	-	-	-	-	63,000
Transfers out	-	-	(1,997)	-	-
Total Other Financing Sources (Uses)	-	-	(1,997)	-	63,000
Net Change in Fund Balances	115	-	(71)	4,169	1,158
Fund Balances Beginning	37,074	31	1,481	107,264	1,520,780
Fund Balances Ending	\$ 37,189	\$ 31	\$ 1,410	\$ 111,433	\$ 1,521,938

Cont'd

Town of Yountville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds For the Year Ended June 30, 2022

	Special Revenue Funds				
	Measure S Fund	Upper Valley Disposal Service Franchise Fees Fund	Town of Yountville Community Foundation Fund	Tallent Lane Drainage Fund	Mesa Court Drainage Fund
REVENUES					
Other taxes	\$ 817,043	\$ 20,245	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Interest	4,465	17	-	56	155
Charges for Services	-	-	-	-	0
Other Revenue	-	-	41,438	-	-
Total Revenues	821,508	20,262	41,438	56	155
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Housing	344,477	-	-	-	-
Public Works	-	-	-	-	-
Community Promotion	-	-	32,381	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	344,477	-	32,381	-	-
Excess (Deficiency) of Revenues over Expenditures	477,031	20,262	9,057	56	155
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	341,001	-	-	-	-
Transfers in	-	-	33,336	-	-
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	341,001	-	33,336	-	-
Net Change in Fund Balances	818,032	20,262	42,393	56	155
Fund Balances Beginning	1,166,705	-	88,791	17,929	49,998
Fund Balances Ending	\$ 1,984,737	\$ 20,262	\$ 131,184	\$ 17,985	\$ 50,153

Cont'd

Town of Yountville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds For the Year Ended June 30, 2022

	Capital Projects Funds				Total Nonmajor Governmental Funds
	Measure A Maintenance Fund	Facility Repair and Replacement Fund	Fleet, Tools and Equipment Repair and Replacement Fund		
REVENUES					
Other taxes	\$ -	\$ -	\$ -	\$ -	\$ 851,464
Licenses and permits	-	-	-	-	10,052
Intergovernmental	2,145	-	-	-	249,425
Interest	1,462	3,005	3,135	-	14,201
Charges for Services	-	-	-	-	6,414
Other Revenue	-	-	-	-	41,438
Total Revenues	3,607	3,005	3,135		1,172,994
EXPENDITURES					
Current:					
General Government	-	-	-	-	18,873
Housing	-	-	-	-	454,274
Public Works	-	-	-	-	28,030
Community Promotion	-	-	-	-	32,381
Capital outlay	-	-	-	-	73,988
Total Expenditures	-	-	-		607,546
Excess (Deficiency) of Revenues over Expenditures	3,607	3,005	3,135		565,448
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	-	-	-	-	341,001
Transfers in	-	200,000	-	-	296,336
Transfers out	-	-	-	-	(1,997)
Total Other Financing Sources (Uses)	-	200,000	-		635,340
Net Change in Fund Balances	3,607	203,005	3,135		1,200,788
Fund Balances Beginning	470,970	846,013	1,011,239		5,506,585
Fund Balances Ending	\$ 474,577	\$ 1,049,018	\$ 1,014,374		\$ 6,707,373
					Concluded

Town of Yountville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Gas Tax Fund

	Budgeted Amounts				Variance with Final Budget Positive (Negative)
	Original	Final	Actual Amounts		
REVENUES					
Other taxes	\$ -	\$ -	\$ -	\$ -	
Licenses and permits	-	-	-	-	
Intergovernmental	66,278	66,278	72,269	5,991	
Interest	500	500	189	(311)	
Rent and concessions	-	-	-	-	
Charges for Services	-	-	-	-	
Other Revenue	-	-	-	-	
Total Revenues	66,778	66,778	72,458	5,680	
EXPENDITURES					
Current:					
General Government	-	-	-	-	
Housing	-	-	-	-	
Public Works	-	-	-	-	
Community Promotion	-	-	-	-	
Parks and Recreation	-	-	-	-	
Capital outlay	70,000	70,000	56,172	13,828	
Total Expenditures	70,000	70,000	56,172	13,828	
Excess (Deficiency) of Revenues over Expenditures	(3,222)	(3,222)	16,286	19,508	
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	-	-	-	-	
Transfers in	-	-	-	-	
Transfers out	-	-	-	-	
Total Other Financing Sources (Uses)	-	-	-	-	
Net Change in Fund Balances	(3,222)	(3,222)	16,286	19,508	
Fund Balances Beginning	52,787	52,787	52,787	-	
Fund Balances Ending	\$ 49,565	\$ 49,565	\$ 69,073	\$ 19,508	

Cont'd

Town of Yountville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Public Education and Gov't Fund

						Variance with Final Budget Positive (Negative)	
	Budgeted Amounts		Actual Amounts				
	Original	Final					
REVENUES							
Other taxes	\$ 13,500	\$ 13,500	\$ 14,176	\$ 14,176	\$ 676		
Licenses and permits	-	-	-	-	-		
Intergovernmental	-	-	-	-	-		
Interest	400	400	215	215	(185)		
Rent and concessions	-	-	-	-	-		
Charges for Services	-	-	-	-	-		
Other Revenue	-	-	-	-	-		
Total Revenues	13,900	13,900	14,391	14,391	491		
EXPENDITURES							
Current:							
General Government	5,000	18,890	18,873	18,873	17		
Housing	-	-	-	-	-		
Public Works	-	-	-	-	-		
Community Promotion	-	-	-	-	-		
Parks and Recreation	-	-	-	-	-		
Capital outlay	-	-	-	-	-		
Total Expenditures	5,000	18,890	18,873	18,873	17		
Excess (Deficiency) of Revenues over Expenditures	8,900	(4,990)	(4,482)	(4,482)	508		
OTHER FINANCING SOURCES (USES)							
Sale of capital assets	-	-	-	-	-		
Transfers in	-	-	-	-	-		
Transfers out	-	-	-	-	-		
Total Other Financing Sources (Uses)	-	-	-	-	-		
Net Change in Fund Balances	8,900	(4,990)	(4,482)	(4,482)	508		
Fund Balances Beginning	60,277	60,277	60,277	60,277	-		
Fund Balances Ending	\$ 69,177	\$ 55,287	\$ 55,795	\$ 55,795	\$ 508		

Cont'd

Town of Yountville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Public Art Program Fund

	<u>Budgeted Amounts</u>		<u>Actual</u> Amounts	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Other taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	8,500	8,500	10,052	1,552
Intergovernmental	-	-	-	-
Interest	750	750	152	(598)
Rent and concessions	-	-	-	-
Charges for Services	-	-	-	-
Other Revenue	-	-	-	-
Total Revenues	9,250	9,250	10,204	954
EXPENDITURES				
Current:				
General Government	-	-	-	-
Housing	-	-	-	-
Public Works	19,500	19,500	28,030	(8,530)
Community Promotion	-	-	-	-
Parks and Recreation	1,500	1,500	-	1,500
Capital outlay	-	-	-	-
Total Expenditures	21,000	21,000	28,030	(7,030)
Excess (Deficiency) of Revenues over Expenditures	(11,750)	(11,750)	(17,826)	(6,076)
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(11,750)	(11,750)	(17,826)	(6,076)
Fund Balances Beginning	58,097	58,097	58,097	-
Fund Balances Ending	\$ 46,347	\$ 46,347	\$ 40,271	\$ (6,076)

Cont'd

Town of Yountville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Housing Grants Program Fund

	<u>Budgeted Amounts</u>		Variance with	
	Original	Final	Actual	Final Budget
		Amounts	Positive	(Negative)
REVENUES				
Other taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	520,000	520,000	121,434	(398,566)
Interest	400	400	172	(228)
Rent and concessions	-	-	-	-
Charges for Services	-	-	-	-
Other Revenue	-	-	-	-
Total Revenues	520,400	520,400	121,606	(398,794)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Housing	520,000	520,000	46,797	473,203
Public Works	-	-	-	-
Community Promotion	-	-	-	-
Parks and Recreation	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	520,000	520,000	46,797	473,203
Excess (Deficiency) of Revenues over Expenditures	400	400	74,809	74,409
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	400	400	74,809	74,409
Fund Balances Beginning	(25,675)	(25,675)	(25,675)	-
Fund Balances Ending	\$ (25,275)	\$ (25,275)	\$ 49,134	\$ 74,409

Cont'd

Town of Yountville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

SB1 2017 Road Repair Act Fund

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
REVENUES				
Other taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	57,325	57,325	53,577	(3,748)
Interest	250	250	224	(26)
Rent and concessions	-	-	-	-
Charges for Services	-	-	-	-
Other Revenue	-	-	-	-
Total Revenues	57,575	57,575	53,801	(3,774)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Housing	-	-	-	-
Public Works	-	-	-	-
Community Promotion	-	-	-	-
Parks and Recreation	-	-	-	-
Capital outlay	50,000	50,000	17,816	32,184
Total Expenditures	50,000	50,000	17,816	32,184
Excess (Deficiency) of Revenues over Expenditures	7,575	7,575	35,985	28,410
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	7,575	7,575	35,985	28,410
Fund Balances Beginning	42,824	42,824	42,824	-
Fund Balances Ending	\$ 50,399	\$ 50,399	\$ 78,809	\$ 28,410

Cont'd

Town of Yountville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Measure T Equivalent Fund

					Variance with Final Budget Positive (Negative)	
	Budgeted Amounts		Actual Amounts			
	Original	Final				
REVENUES						
Other taxes	\$ -	\$ -	\$ -	\$ -	-	
Licenses and permits	-	-	-	-	-	
Intergovernmental	-	-	-	-	-	
Interest	200	200	115	(85)		
Rent and concessions	-	-	-	-		
Charges for Services	-	-	-	-		
Other Revenue	-	-	-	-		
Total Revenues	200	200	115	(85)		
EXPENDITURES						
Current:						
General Government	-	-	-	-	-	
Housing	-	-	-	-	-	
Public Works	-	-	-	-	-	
Community Promotion	-	-	-	-	-	
Parks and Recreation	-	-	-	-	-	
Capital outlay	-	-	-	-	-	
Total Expenditures	-	-	-	-		
Excess (Deficiency) of Revenues over Expenditures	200	200	115	(85)		
OTHER FINANCING SOURCES (USES)						
Sale of capital assets	-	-	-	-	-	
Transfers in	-	-	-	-	-	
Transfers out	-	-	-	-	-	
Total Other Financing Sources (Uses)	-	-	-	-		
Net Change in Fund Balances	200	200	115	(85)		
Fund Balances Beginning	37,074	37,074	37,074	-		
Fund Balances Ending	\$ 37,274	\$ 37,274	\$ 37,189	\$ (85)		

Cont'd

Town of Yountville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Fire Services Fund

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u> <u>Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Other taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Interest	-	-	-	-
Rent and concessions	-	-	-	-
Charges for Services	-	-	-	-
Other Revenue	-	-	-	-
Total Revenues	-	-	-	-
EXPENDITURES				
Current:				
General Government	-	-	-	-
Housing	-	-	-	-
Public Works	-	-	-	-
Community Promotion	-	-	-	-
Parks and Recreation	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balances Beginning		31	31	31
Fund Balances Ending	\$ 31	\$ 31	\$ 31	\$ -

Cont'd

Town of Yountville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Disability Access Fee SB 1186 Fund

					Variance with Final Budget Positive (Negative)	
	Budgeted Amounts		Actual Amounts			
	Original	Final				
REVENUES						
Other taxes	\$ -	\$ -	\$ -	\$ -	-	
Licenses and permits	-	-	-	-	-	
Intergovernmental	-	-	-	-	-	
Interest	10	10	4	(6)		
Rent and concessions	-	-	-	-		
Charges for Services	1,700	1,700	1,922	222		
Other Revenue	-	-	-	-		
Total Revenues	1,710	1,710	1,926	216		
EXPENDITURES						
Current:						
General Government	-	-	-	-	-	
Housing	-	-	-	-	-	
Public Works	-	-	-	-	-	
Community Promotion	-	-	-	-	-	
Parks and Recreation	-	-	-	-	-	
Capital outlay	-	-	-	-	-	
Total Expenditures	-	-	-	-		
Excess (Deficiency) of Revenues over Expenditures	1,710	1,710	1,926	216		
OTHER FINANCING SOURCES (USES)						
Sale of capital assets	-	-	-	-	-	
Transfers in	-	-	-	-	-	
Transfers out	(1,700)	(1,700)	(1,997)	(297)		
Total Other Financing Sources (Uses)	(1,700)	(1,700)	(1,997)	(297)		
Net Change in Fund Balances	10	10	(71)	(81)		
Fund Balances Beginning	1,481	1,481	1,481	-		
Fund Balances Ending	\$ 1,491	\$ 1,491	\$ 1,410	\$ (81)		

Cont'd

Town of Yountville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Utility Underground Impact Fee Fund

	Budgeted Amounts			Variance with Final Budget Positive (Negative)	
	Original	Final	Actual Amounts		
REVENUES					
Other taxes	\$ -	\$ -	\$ -	\$ -	-
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Interest	-	-	339	339	339
Rent and concessions	-	-	-	-	-
Charges for Services	-	-	3,830	3,830	3,830
Other Revenue	-	-	-	-	-
Total Revenues	-	-	4,169	4,169	4,169
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Housing	-	-	-	-	-
Public Works	-	-	-	-	-
Community Promotion	-	-	-	-	-
Parks and Recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	-	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	4,169	4,169	4,169
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balances	-	-	4,169	4,169	4,169
Fund Balances Beginning	107,264	107,264	107,264	107,264	-
Fund Balances Ending	\$ 107,264	\$ 107,264	\$ 111,433	\$ 4,169	

Cont'd

Town of Yountville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Housing Opportunity Fund

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u> <u>Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Other taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Interest	2,000	2,000	496	(1,504)
Rent and concessions	-	-	-	-
Charges for Services	-	-	662	662
Other Revenue	-	-	-	-
Total Revenues	2,000	2,000	1,158	(842)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Housing	70,400	70,400	63,000	7,400
Public Works	-	-	-	-
Community Promotion	-	-	-	-
Parks and Recreation	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	70,400	70,400	63,000	7,400
Excess (Deficiency) of Revenues over Expenditures	(68,400)	(68,400)	(61,842)	6,558
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	-	-
Transfers in	70,400	70,400	63,000	(7,400)
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	70,400	70,400	63,000	(7,400)
Net Change in Fund Balances	2,000	2,000	1,158	(842)
Fund Balances Beginning	1,520,780	1,520,780	1,520,780	-
Fund Balances Ending	\$ 1,522,780	\$ 1,522,780	\$ 1,521,938	\$ (842)

Cont'd

Town of Yountville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Measure S Fund						
	Budgeted Amounts			Variance with Final Budget		
	Original	Final	Actual Amounts	Positive (Negative)		
REVENUES						
Other taxes	\$ 437,500	\$ 437,500	\$ 817,043	\$ 379,543		
Licenses and permits	-	-	-	-		
Intergovernmental	-	-	-	-		
Interest	5,000	5,000	4,465	(535)		
Rent and concessions	-	-	-	-		
Charges for Services	-	-	-	-		
Other Revenue	-	-	-	-		
Total Revenues	442,500	442,500	821,508	379,008		
EXPENDITURES						
Current:						
General Government	-	-	-	-		
Housing	436,241	436,241	344,477	91,764		
Public Works	-	-	-	-		
Community Promotion	-	-	-	-		
Parks and Recreation	-	-	-	-		
Capital outlay	-	-	-	-		
Total Expenditures	436,241	436,241	344,477	91,764		
Excess (Deficiency) of Revenues over Expenditures	6,259	6,259	477,031	470,772		
OTHER FINANCING SOURCES (USES)						
Sale of capital assets	-	-	341,001	341,001		
Transfers in	-	-	-	-		
Transfers out	-	-	-	-		
Total Other Financing Sources (Uses)	-	-	341,001	341,001		
Net Change in Fund Balances	6,259	6,259	818,032	811,773		
Fund Balances Beginning	1,166,705	1,166,705	1,166,705	-		
Fund Balances Ending	\$ 1,172,964	\$ 1,172,964	\$ 1,984,737	\$ 811,773		

Cont'd

Town of Yountville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Upper Valley Disposal Service Franchise Fees Fund

	Budgeted Amounts			Variance with Final Budget	
	Original	Final	Actual Amounts	Positive (Negative)	
REVENUES					
Other taxes	\$ -	\$ -	\$ 20,245	\$ 20,245	
Licenses and permits	-	-	-	-	
Intergovernmental	-	-	-	-	
Interest	-	-	17	17	
Rent and concessions	-	-	-	-	
Charges for Services	-	-	-	-	
Other Revenue	-	-	-	-	
Total Revenues	-	-	20,262	20,262	
EXPENDITURES					
Current:					
General Government	-	-	-	-	
Housing	-	-	-	-	
Public Works	-	-	-	-	
Community Promotion	-	-	-	-	
Parks and Recreation	-	-	-	-	
Capital outlay	-	-	-	-	
Total Expenditures	-	-	-	-	
Excess (Deficiency) of Revenues over Expenditures	-	-	20,262	20,262	
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	-	-	-	-	
Transfers in	-	-	-	-	
Transfers out	-	-	-	-	
Total Other Financing Sources (Uses)	-	-	-	-	
Net Change in Fund Balances	-	-	20,262	20,262	
Fund Balances Beginning	-	-	-	-	
Fund Balances Ending	\$ -	\$ -	\$ 20,262	\$ 20,262	

Cont'd

Town of Yountville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Town of Yountville Community Foundation Fund

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>	
	<u>Original</u>	<u>Final</u>		<u>Positive (Negative)</u>	<u>(Negative)</u>
REVENUES					
Other taxes	\$ -	\$ -	\$ -	\$ -	-
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Interest	-	-	-	-	-
Rent and concessions	-	-	-	-	-
Charges for Services	-	-	-	-	-
Other Revenue	-	-	41,438	41,438	
Total Revenues	-	-	41,438	41,438	
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Housing	-	-	-	-	-
Public Works	-	-	-	-	-
Community Promotion	-	-	32,381	(32,381)	
Parks and Recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	-	-	32,381	(32,381)	
Excess (Deficiency) of Revenues over Expenditures	-	-	9,057	9,057	
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	-	-	-	-	-
Transfers in	-	-	33,336	33,336	
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	33,336	33,336	
Net Change in Fund Balances	-	-	42,393	42,393	
Fund Balances Beginning	88,791	88,791	88,791	-	
Fund Balances Ending	\$ 88,791	\$ 88,791	\$ 131,184	\$ 42,393	

Cont'd

Town of Yountville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Tallent Lane Drainage Fund

	Amounts			Variance with Final Budget	
	Original	Final	Actual Amounts	Positive (Negative)	
REVENUES					
Other taxes	\$ -	\$ -	\$ -	\$ -	-
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Interest	150	150	56	(94)	
Rent and concessions	-	-	-	-	-
Charges for Services	-	-	-	-	-
Other Revenue	-	-	-	-	-
Total Revenues	150	150	56	(94)	
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Housing	-	-	-	-	-
Public Works	-	-	-	-	-
Community Promotion	-	-	-	-	-
Parks and Recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	-	-	-	-	
Excess (Deficiency) of Revenues over Expenditures	150	150	56	(94)	
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	
Net Change in Fund Balances	150	150	56	(94)	
Fund Balances Beginning	17,929	17,929	17,929	-	
Fund Balances Ending	\$ 18,079	\$ 18,079	\$ 17,985	\$ (94)	

Cont'd

Town of Yountville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Mesa Court Drainage Fund

	Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual Amounts	
REVENUES				
Other taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Interest	400	400	155	(245)
Rent and concessions	-	-	-	-
Charges for Services	-	-	-	-
Other Revenue	-	-	-	-
Total Revenues	400	400	155	(245)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Housing	-	-	-	-
Public Works	-	-	-	-
Community Promotion	-	-	-	-
Parks and Recreation	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	400	400	155	(245)
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	400	400	155	(245)
Fund Balances Beginning	49,998	49,998	49,998	-
Fund Balances Ending	\$ 50,398	\$ 50,398	\$ 50,153	\$ (245)

Cont'd

Town of Yountville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Measure A Maintenance Fund

	Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual Amounts	
REVENUES				
Other taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	2,145	2,145
Interest	3,000	3,000	1,462	(1,538)
Rent and concessions	-	-	-	-
Charges for Services	-	-	-	-
Other Revenue	-	-	-	-
Total Revenues	3,000	3,000	3,607	607
EXPENDITURES				
Current:				
General Government	-	-	-	-
Housing	-	-	-	-
Public Works	20,000	20,000	-	20,000
Community Promotion	-	-	-	-
Parks and Recreation	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	20,000	20,000	-	20,000
Excess (Deficiency) of Revenues over Expenditures	(17,000)	(17,000)	3,607	20,607
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(17,000)	(17,000)	3,607	20,607
Fund Balances Beginning	470,970	470,970	470,970	-
Fund Balances Ending	\$ 453,970	\$ 453,970	\$ 474,577	\$ 20,607

Cont'd

Town of Yountville

Schedule of Revenues, Expenditures, and

Changes in Fund Balances

Budget and Actual (GAAP Basis)

Nonmajor Governmental Funds

For the Year Ended June 30, 2022

Facility Repair and Replacement Fund

	Amounts		Variance with Final Budget Positive (Negative)	
	Original	Final		
REVENUES				
Other taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Interest	7,500	7,500	3,005	(4,495)
Rent and concessions	-	-	-	-
Charges for Services	-	-	-	-
Other Revenue	-	-	-	-
Total Revenues	7,500	7,500	3,005	(4,495)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Housing	-	-	-	-
Public Works	-	-	-	-
Community Promotion	-	-	-	-
Parks and Recreation	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	7,500	7,500	3,005	(4,495)
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	-	-
Transfers in	200,000	200,000	200,000	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	200,000	200,000	200,000	-
Net Change in Fund Balances	207,500	207,500	203,005	(4,495)
Fund Balances Beginning	846,013	846,013	846,013	-
Fund Balances Ending	\$ 1,053,513	\$ 1,053,513	\$ 1,049,018	\$ (4,495)

Cont'd

Town of Yountville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Fleet, Tools and Equipment Repair and Replacement Fund

	Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Other taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Interest	7,500	7,500	3,135	(4,365)
Rent and concessions	-	-	-	-
Charges for Services	-	-	-	-
Other Revenue	-	-	-	-
Total Revenues	7,500	7,500	3,135	(4,365)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Housing	-	-	-	-
Public Works	-	-	-	-
Community Promotion	-	-	-	-
Parks and Recreation	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	7,500	7,500	3,135	(4,365)
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	7,500	7,500	3,135	(4,365)
Fund Balances Beginning	1,011,239	1,011,239	1,011,239	-
Fund Balances Ending	\$ 1,018,739	\$ 1,018,739	\$ 1,014,374	\$ (4,365)

Concluded



Town of Yountville
"The Heart of the Napa Valley"

**COMPARATIVE
ENTERPRISE FUND
FINANCIAL STATEMENTS**

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Town of Yountville
Comparative Statement of Net Position
Water Fund

	For the fiscal Year Ended June 30,	
	2022	2021
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 2,013,808	\$ 1,799,025
Accounts receivable	153,646	174,211
Interest receivable	2,656	1,058
Total current assets	<u>2,170,110</u>	<u>1,974,294</u>
Noncurrent assets:		
Capital assets:		
Non-depreciable	-	1,003,278
Depreciable, net	2,988,527	1,946,476
Total capital assets, net	<u>2,988,527</u>	<u>2,949,754</u>
Total noncurrent assets	<u>2,988,527</u>	<u>2,949,754</u>
Total assets	<u>\$ 5,158,637</u>	<u>\$ 4,924,048</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension adjustments	\$ 78,423	\$ 89,326
OPEB adjustments	<u>27,218</u>	-
Total deferred outflows of resources	<u>\$ 105,641</u>	<u>\$ 89,326</u>
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 360,716	\$ 408,474
Compensated absences, due within one year	6,153	6,662
Total current liabilities	<u>366,869</u>	<u>415,136</u>
Noncurrent liabilities:		
Net OPEB liability	15,784	21,826
Net pension liability	160,604	311,552
Compensated absences, due in more than one year	18,460	19,984
Total noncurrent liabilities	<u>194,848</u>	<u>353,362</u>
Total liabilities	<u>\$ 561,717</u>	<u>\$ 768,498</u>
DEFERRED INFLOWS OF RESOURCES		
Pension adjustments	\$ 148,833	\$ 11,231
OPEB adjustments	<u>90,334</u>	<u>72,637</u>
Total deferred inflows of resources	<u>\$ 239,167</u>	<u>\$ 83,868</u>
NET POSITION		
Net investment in capital assets	\$ 2,988,527	\$ 2,949,754
Unrestricted	1,474,867	1,211,254
Total net position	<u>\$ 4,463,394</u>	<u>\$ 4,161,008</u>

Town of Yountville

Comparative Statement of Revenues, Expenses and Changes in Fund Net Position Water Fund

	For the fiscal Year Ended June 30,	
	2022	2021
OPERATING REVENUES		
Charges for services	\$ 1,722,437	\$ 1,719,700
Other	9,600	661
Total operating revenues	<u>1,732,037</u>	<u>1,720,361</u>
OPERATING EXPENSES		
Personnel services	420,107	455,256
Utilities	10,783	-
Purchased water	731,020	1,019,123
Supplies and materials	158,927	80,933
Insurance and claims	32,604	31,088
Depreciation	69,851	60,222
Total operating expenses	<u>1,423,292</u>	<u>1,646,622</u>
Operating income (loss)	<u>308,745</u>	<u>73,739</u>
NONOPERATING REVENUES (EXPENSES)		
Interest expense	(11,000)	-
Investment earnings	(12,333)	(512)
Total nonoperating revenues (expenses)	<u>(23,333)</u>	<u>(512)</u>
Income (loss) before contributions and transfers	<u>285,412</u>	<u>73,227</u>
Capital contributions	11,599	71,935
Transfers in	5,375	1,350
Net contributions and transfers	<u>16,974</u>	<u>73,285</u>
Change in net position	<u>302,386</u>	<u>146,512</u>
Total net position - beginning	<u>4,161,008</u>	<u>4,014,496</u>
Total net position - ending	<u>\$ 4,463,394</u>	<u>\$ 4,161,008</u>

Town of Yountville
Comparative Statement of Net Position
Wastewater Fund

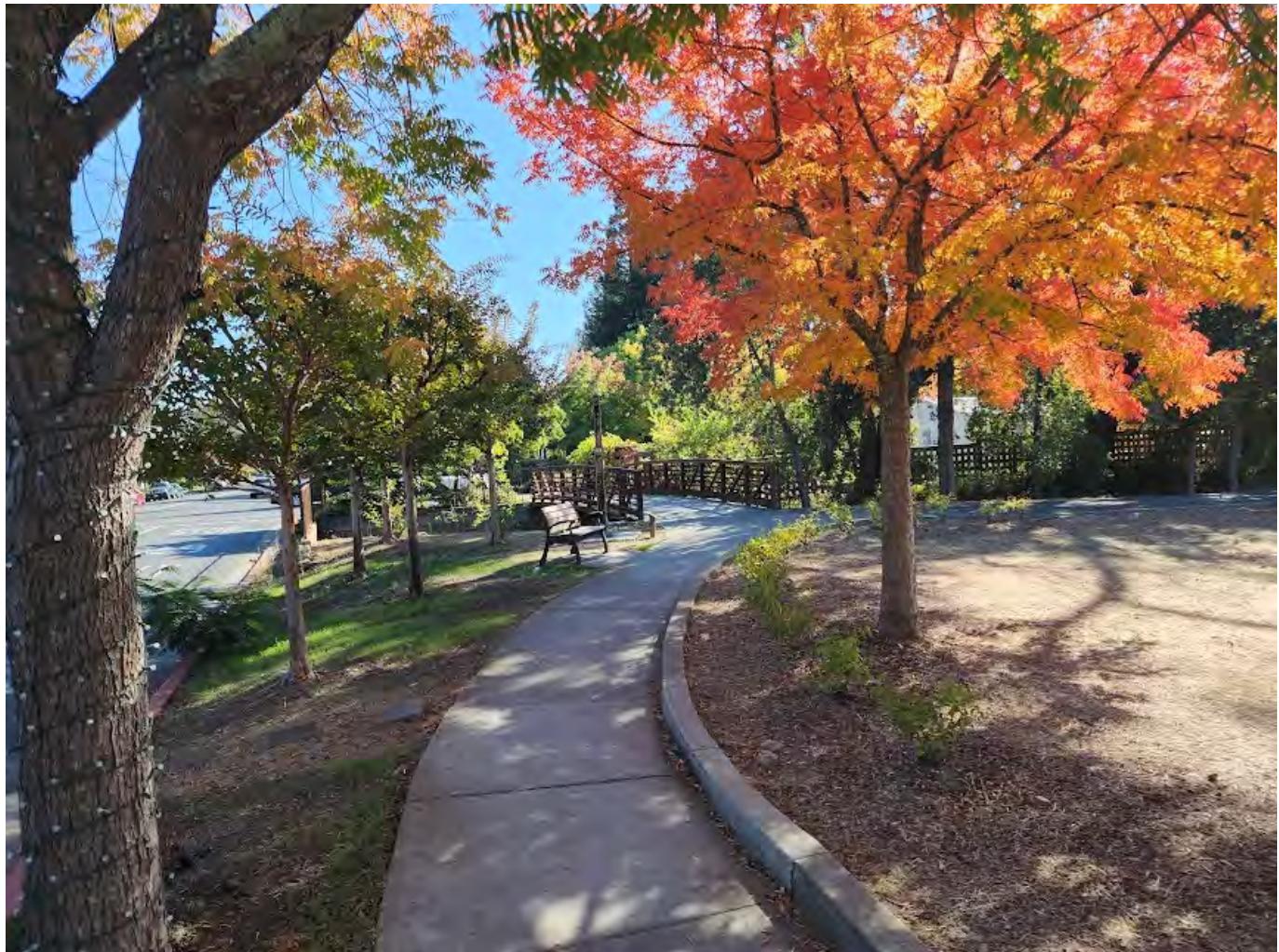
	For the fiscal Year Ended June 30,	
	2022	2021
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 5,221,344	\$ 4,621,346
Accounts receivable	327,996	274,492
Interest receivable	8,099	3,738
Total current assets	<u>5,557,439</u>	<u>4,899,576</u>
Noncurrent assets:		
Capital assets:		
Non-depreciable	118,162	44,298
Depreciable, net	7,965,645	8,113,343
Total capital assets, net	<u>8,083,807</u>	<u>8,157,641</u>
Total noncurrent assets	<u>8,083,807</u>	<u>8,157,641</u>
Total assets	<u><u>\$ 13,641,246</u></u>	<u><u>\$ 13,057,217</u></u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension adjustments	\$ 190,487	\$ 217,054
OPEB adjustments	<u>66,319</u>	-
Total deferred outflows of resources	<u><u>\$ 256,806</u></u>	<u><u>\$ 217,054</u></u>
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 136,053	\$ 48,379
Interest payable	8,878	10,630
Compensated absences, due within one year	12,415	13,192
Loans payable, due within one year	<u>150,448</u>	<u>160,168</u>
Total current liabilities	<u>307,794</u>	<u>232,369</u>
Noncurrent liabilities:		
Net OPEB liability	38,457	53,180
Net pension liability	389,809	757,612
Compensated absences, due in more than one year	37,243	39,577
Loans payable, due in more than one year	<u>597,595</u>	<u>748,043</u>
Total noncurrent liabilities	<u>1,063,104</u>	<u>1,598,412</u>
Total liabilities	<u><u>\$ 1,370,898</u></u>	<u><u>\$ 1,830,781</u></u>
DEFERRED INFLOWS OF RESOURCES		
Pension adjustments	\$ 362,506	\$ 27,223
OPEB adjustments	<u>220,112</u>	<u>176,991</u>
Total deferred inflows of resources	<u><u>\$ 582,618</u></u>	<u><u>\$ 204,214</u></u>
NET POSITION		
Net investment in capital assets	\$ 7,335,764	\$ 7,249,430
Unrestricted	<u>4,608,772</u>	<u>3,989,846</u>
Total net position	<u><u>\$ 11,944,536</u></u>	<u><u>\$ 11,239,276</u></u>

Town of Yountville

Comparative Statement of Revenues, Expenses and Changes in Fund Net Position Wastewater Fund

	For the fiscal Year Ended June 30,	
	2022	2021
OPERATING REVENUES		
Charges for services	\$ 2,294,801	\$ 2,363,870
Total operating revenues	<u>2,294,801</u>	<u>2,363,870</u>
OPERATING EXPENSES		
Personnel services	689,915	948,662
Utilities	175,358	161,523
Supplies and materials	487,169	364,634
Insurance and claims	69,125	66,426
Depreciation	311,154	268,330
Total operating expenses	<u>1,732,721</u>	<u>1,809,575</u>
Operating income (loss)	<u>562,080</u>	<u>554,295</u>
NONOPERATING REVENUES(EXPENSES)		
Interest expense	(15,266)	(18,051)
Investment earnings	(16,956)	10,700
Total nonoperating revenues(expenses)	<u>(32,222)</u>	<u>(7,351)</u>
Income (loss) before contributions and transfers	<u>529,858</u>	<u>546,943</u>
Capital contributions	203,907	156,533
Transfers in	1,250	1,350
Transfers out	(29,755)	(29,838)
Net contributions and transfers	<u>175,402</u>	<u>128,045</u>
Change in net position	705,260	674,988
Total net position - beginning	11,239,276	10,564,288
Total net position - ending	<u>\$ 11,944,536</u>	<u>\$ 11,239,276</u>

Statistical Section



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STATISTICAL SECTION

This part of the Town's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statement, note disclosure, and required supplementary information says about the Town's overall financial health.

Contents:

Financial Trends Information

These schedules contain trend information to help the reader understand how the Town's financial performance and well-being have changed over time.

Revenue Capacity Information

These schedules contain trend information to help the reader understand the Town's most significant local revenue source, transient occupancy tax.

Debt Capacity Information

These schedules present information to help the reader assess the affordability of the Town's current level of outstanding debt and the Town's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the Town's financial report relates to the services the Town provides and activities it performs.

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Schedule 1**Town of Yountville****Net Position by Component (Accrual Basis of Accounting)****Last Ten Fiscal Years**

As of June 30	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental Activities										
Net Investment in Capital Assets	\$ 17,058,616	\$ 17,708,530	\$ 19,291,210	\$ 24,944,699	\$ 25,585,149	\$ 26,126,737	\$ 26,832,668	\$ 26,987,011	\$ 27,566,520	\$ 27,796,304
Restricted	2,695,144	2,719,421	3,121,984	3,063,795	3,118,617	2,376,909	4,691,546	5,959,613	6,652,233	7,448,830
Unrestricted	5,216,059	7,832,467	6,212,977	6,445,667	8,658,576	7,514,541	9,263,317	8,549,721	9,074,780	14,831,284
Total governmental activities	\$ 24,969,819	\$ 28,260,418	\$ 28,626,171	\$ 34,454,161	\$ 37,362,342	\$ 36,018,187	\$ 40,787,531	\$ 41,496,345	\$ 43,293,533	\$ 50,076,418
Business-type Activities										
Net Investment in Capital Assets	\$ 8,482,356	\$ 8,813,919	\$ 8,755,655	\$ 8,715,300	\$ 8,582,392	\$ 8,374,610	\$ 8,226,076	\$ 9,327,836	\$ 10,199,184	\$ 10,324,291
Restricted	219,517	1,856,598	221,279	-	-	-	-	-	-	-
Unrestricted	2,864,740	3,226,306	5,047,020	6,009,945	6,492,506	6,689,868	6,399,836	5,250,948	5,201,100	6,083,639
Total business-type activities	\$ 11,566,613	\$ 13,896,823	\$ 14,023,954	\$ 14,725,245	\$ 15,074,898	\$ 15,064,478	\$ 14,625,912	\$ 14,578,784	\$ 15,400,284	\$ 16,407,930
Combined Totals										
Net Investment in Capital Assets	\$ 25,540,972	\$ 26,522,449	\$ 28,046,865	\$ 33,659,999	\$ 34,167,541	\$ 34,501,347	\$ 35,058,744	\$ 36,314,847	\$ 37,765,704	\$ 38,120,595
Restricted	2,914,661	4,576,019	3,343,263	3,063,795	3,118,617	2,376,909	4,691,546	5,959,613	6,652,233	7,448,830
Unrestricted	8,080,799	11,058,773	11,259,997	12,455,612	15,151,082	14,204,409	15,663,153	13,800,669	14,275,880	20,914,923
Total combined net position	\$ 36,536,432	\$ 42,157,241	\$ 42,650,125	\$ 49,179,406	\$ 52,437,240	\$ 51,082,665	\$ 55,413,443	\$ 56,075,129	\$ 58,693,817	\$ 66,484,348

Schedule 2

Town of Yountville

Changes in Net Position (Accrual Basis of Accounting)

Last Ten Fiscal Years

For Fiscal Year Ended June 30	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental Activities										
Expenses										
General Government	\$ 3,181,511	\$ 4,454,622	\$ 2,802,120	\$ 2,467,485	\$ 3,215,460	\$ 5,351,625	\$ 4,142,908	\$ 3,242,226	\$ 3,225,894	\$ 3,519,400
Public Safety	1,220,977	1,295,845	1,317,668	1,374,885	1,413,904	1,497,823	1,535,756	1,626,661	1,705,529	451,858
Parks and Recreation	1,611,586	1,653,330	1,719,272	1,856,394	1,867,588	2,060,032	2,117,811	2,203,024	1,672,840	1,643,587
Housing	36,790	31,790	44,624	49,812	600,080	328,504	77,235	87,931	166,206	2,904,024
Public Works	1,346,587	1,437,007	2,168,798	2,426,255	2,919,403	2,730,071	2,797,528	3,275,960	3,082,481	360,919
Community Promotion	335,383	438,066	473,577	460,866	438,566	429,909	354,456	406,620	382,518	1,687,705
Interest on Long-Term Debt	557,325	592,599	578,701	552,626	547,050	369,086	365,799	394,555	303,935	285,899
Total governmental activities expenses	\$ 8,290,159	\$ 9,903,259	\$ 9,104,760	\$ 9,188,323	\$ 11,002,051	\$ 12,767,050	\$ 11,391,493	\$ 11,236,977	\$ 10,539,403	\$ 10,853,392
Program Revenues										
Charges for Services by Function:										
General Government	\$ 439,370	\$ 605,724	\$ 454,644	\$ 500,090	\$ 866,029	\$ 1,155,605	\$ 1,309,761	\$ 521,593	\$ 595,162	\$ 488,574
Housing	28,307	78,063	26,966	499	496,998	186,635	-	-	-	-
Public Safety	13,698	14,469	5,631	12,012	5,790	4,856	4,210	948	423	548
Public Works	52,315	235,520	221,836	182,512	18,532	30,801	24,438	8,009	25,004	23,344
Community Promotion	-	-	-	882	5,000	32,635	133,590	42,619	32,600	10,182
Parks and Recreation	328,997	515,128	461,667	499,082	515,544	476,059	488,808	331,935	156,181	366,195
Interest on Long-Term Debt	2,697	-	-	-	-	-	-	-	-	-
Operating Grants and Contributions	648,828	682,471	980,662	621,541	812,034	1,511,119	630,237	805,006	1,239,684	1,662,012
Capital Grants and Contributions	800,000	378,168	161,647	3,452,791	1,115,979	531,619	915,463	844,035	996,665	1,216,598
Total governmental program revenues	\$ 2,314,212	\$ 2,509,543	\$ 2,313,053	\$ 5,269,409	\$ 3,835,906	\$ 3,929,329	\$ 3,506,507	\$ 2,554,145	\$ 3,045,719	\$ 3,767,453
Subtotal net revenue (expense)	\$ (5,975,947)	\$ (7,393,716)	\$ (6,791,707)	\$ (3,918,914)	\$ (7,166,145)	\$ (8,837,721)	\$ (7,884,986)	\$ (8,682,832)	\$ (7,493,684)	\$ (7,085,939)
General Revenues										
Property Taxes	\$ 1,046,639	\$ 1,086,164	\$ 1,164,773	\$ 1,282,355	\$ 1,394,045	\$ 1,675,804	\$ 1,749,648	\$ 2,047,539	\$ 2,102,666	\$ 2,294,483
Sales Taxes	1,087,284	1,260,279	1,317,685	1,431,153	1,335,150	1,269,655	1,491,912	1,448,291	1,141,775	1,717,674
Transient Occupancy Taxes	5,678,023	6,262,880	6,582,041	6,808,527	7,154,474	6,337,525	7,536,887	5,358,618	4,841,120	9,696,334
Vehicle In-Lieu Taxes	-	-	-	-	-	-	-	-	-	-
Other Taxes	151,937	162,970	141,476	147,519	138,436	116,130	146,796	132,955	115,593	163,712
Interest and Investment Earnings	243,144	163,211	23,507	60,697	49,372	67,913	420,678	364,369	604,757	(457,708)
Other General Revenues	7,400	1,748,811	10,219	16,653	2,849	465	9,972	14,018	319,823	93,664
Special Item: Sale of Capital Assets	150,000	-	-	-	-	-	-	-	-	341,000
Transfers	-	-	-	-	-	29,343	26,485	25,854	27,138	23,130
Total general revenues and transfers	\$ 8,364,427	\$ 10,684,315	\$ 9,239,701	\$ 9,746,904	\$ 10,074,326	\$ 9,496,835	\$ 11,382,378	\$ 9,391,644	\$ 9,152,872	\$ 13,872,289
Change in net position, government activities	\$ 2,388,480	\$ 3,290,599	\$ 2,447,994	\$ 5,827,990	\$ 2,908,181	\$ 659,114	\$ 3,497,392	\$ 708,812	\$ 1,659,188	\$ 6,786,350
Net position, beginning	\$ 22,581,339	\$ 24,969,819	\$ 26,178,177	\$ 28,626,171	\$ 34,454,161	\$ 35,359,073	\$ 37,290,139	\$ 40,787,533	\$ 41,634,345	\$ 43,293,533
Prior period adjustments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (3,465)
Net position, ending	\$ 24,969,819	\$ 28,260,418	\$ 28,626,171	\$ 34,454,161	\$ 37,362,342	\$ 36,018,187	\$ 40,787,531	\$ 41,496,345	\$ 43,293,533	\$ 50,076,418

Continued

Schedule 2**Town of Yountville****Changes in Net Position (Accrual Basis of Accounting)****Last Ten Fiscal Years**

For Fiscal Year Ended June 30	2013	2014	2015	2016	2017	2018	2019	2020	2021	2021
<u>Business-Type Activities</u>										
<u>Expenses</u>										
Water	\$ 787,658	\$ 898,516	\$ 985,238	\$ 1,120,451	\$ 1,612,688	\$ 1,367,470	\$ 2,367,096	\$ 1,913,614	\$ 1,646,622	\$ 1,434,292
Wastewater	1,153,008	1,268,709	1,320,491	1,546,670	1,637,806	1,821,073	2,002,780	2,331,411	1,827,626	1,747,987
Total business-type expenses	\$ 1,940,666	\$ 2,167,225	\$ 2,305,729	\$ 2,667,121	\$ 3,250,494	\$ 3,188,543	\$ 4,369,876	\$ 4,245,025	\$ 3,474,248	\$ 3,182,279
<u>Program Revenues</u>										
Charges for Services										
Water	\$ 1,023,322	\$ 1,213,803	\$ 1,303,497	\$ 1,434,529	\$ 1,350,259	\$ 1,380,728	\$ 1,383,741	\$ 1,569,612	\$ 1,719,700	\$ 1,722,437
Wastewater	1,612,386	1,590,422	1,686,528	1,847,970	1,876,094	2,057,905	2,298,025	2,262,488	2,363,870	2,294,801
Capital Grants and Contributions	92,981	1,693,210	107,943	71,328	354,497	226,484	131,450	270,257	228,468	215,506
Total business-type program revenues	\$ 2,728,689	\$ 4,497,435	\$ 3,097,968	\$ 3,353,827	\$ 3,580,850	\$ 3,665,117	\$ 3,813,216	\$ 4,102,357	\$ 4,312,038	\$ 4,232,744
Subtotal net revenue (expense)	\$ 788,023	\$ 2,330,210	\$ 792,239	\$ 686,706	\$ 330,356	\$ 476,574	\$ (556,660)	\$ (142,668)	\$ 837,790	\$ 1,050,465
Transfers In/Out)										
Interest and Investment Earnings	-	-	-	-	-	(29,343)	(26,485)	(25,854)	(27,138)	(23,130)
Other revenues	-	-	5,196	14,585	19,297	53,086	144,579	120,944	10,187	(29,289)
Change in net position, business activities	\$ 788,023	\$ 2,330,210	\$ 797,435	\$ 701,291	\$ 349,653	\$ 500,317	\$ (438,566)	\$ (47,128)	\$ 821,500	\$ 1,007,646
Net position, beginning	\$ 10,778,590	\$ 11,566,613	\$ 13,226,519	\$ 14,023,954	\$ 14,725,245	\$ 14,564,161	\$ 15,064,478	\$ 14,625,912	\$ 14,578,784	\$ 15,400,284
Net position, ending	<u>\$ 11,566,613</u>	<u>\$ 13,896,823</u>	<u>\$ 14,023,954</u>	<u>\$ 14,725,245</u>	<u>\$ 15,074,898</u>	<u>\$ 15,064,478</u>	<u>\$ 14,625,912</u>	<u>\$ 14,578,784</u>	<u>\$ 15,400,284</u>	<u>\$ 16,407,930</u>
<u>Total Net Position</u>										
Net position, beginning	\$ 33,359,929	\$ 36,536,432	\$ 39,404,696	\$ 42,650,125	\$ 49,179,406	\$ 49,923,234	\$ 52,354,617	\$ 55,413,445	\$ 56,213,129	\$ 58,690,352
Net position, ending	<u>\$ 36,536,432</u>	<u>\$ 42,157,241</u>	<u>\$ 42,650,125</u>	<u>\$ 49,179,406</u>	<u>\$ 52,437,240</u>	<u>\$ 51,082,665</u>	<u>\$ 55,413,443</u>	<u>\$ 56,075,129</u>	<u>\$ 58,693,817</u>	<u>\$ 66,484,348</u>
<u>Primary Government Totals</u>										
Total primary government expenses	\$ 10,230,825	\$ 12,070,484	\$ 11,410,489	\$ 11,855,444	\$ 14,252,545	\$ 15,955,593	\$ 15,761,369	\$ 15,482,002	\$ 14,013,651	\$ 14,035,671
Total primary government program revenues	5,042,901	7,006,978	5,411,021	8,623,236	7,416,756	7,594,446	7,319,723	6,656,502	7,357,757	8,000,197
Subtotal primary government net revenue (expense)	(5,187,924)	(5,063,506)	(5,999,468)	(3,232,208)	(6,835,789)	(8,361,147)	(8,441,646)	(8,825,500)	(6,655,894)	(6,035,474)
Total primary government general revenues & transfers	8,364,427	10,684,315	9,244,897	9,761,489	10,093,623	9,520,578	11,500,472	9,487,184	9,136,582	13,829,470
Change in net position, primary government	<u>\$ 3,176,503</u>	<u>\$ 5,620,809</u>	<u>\$ 3,245,429</u>	<u>\$ 6,529,281</u>	<u>\$ 3,257,834</u>	<u>\$ 1,159,431</u>	<u>\$ 3,058,826</u>	<u>\$ 661,684</u>	<u>\$ 2,480,688</u>	<u>\$ 7,793,996</u>

Concluded

Schedule 3**Town of Yountville****Fund Balances - All Governmental Funds****Last Ten Fiscal Years**

For Fiscal Year Ended June 30	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 23,372
Restricted	9,559	14,723	1,461,104	1,454,999	1,418,190	1,493,905	2,160,819	2,577,802	2,885,985	2,543,080
Committed	1,417,384	1,507,749	1,670,000	1,670,000	1,898,177	2,077,057	2,148,319	3,017,343	3,138,097	5,379,485
Assigned	972,426	2,566,788	3,874,284	3,022,425	2,645,273	3,183,082	3,498,613	741,786	633,567	942,595
Unassigned	1,168,589	19,965	6,867	1,523,696	3,357,172	2,688,112	2,709,631	5,242,648	6,368,914	8,753,504
Total General Fund	3,567,958	4,109,225	7,012,255	7,671,120	9,318,812	9,442,156	10,517,382	11,579,579	13,026,563	17,642,036
All other governmental funds										
Nonspendable	721,309	513,737	-	-	-	-	-	-	-	-
Restricted	5,315,330	1,939,068	1,660,880	1,608,796	1,700,427	883,004	2,719,443	3,381,811	3,766,248	4,905,750
Committed	992,599	2,627,311	2,751,989	2,056,647	2,205,643	2,255,116	1,435,726	678,384	518,774	995,286
Assigned	-	-	-	-	87,964	745,336	1,960,928	1,924,271	1,857,252	2,063,392
Unassigned	-	-	-	(3,118)	(75,798)	-	(25,942)	(26,221)	(25,675)	-
Total all other governmental funds	7,029,238	5,080,116	4,412,869	3,662,325	3,918,236	3,883,456	6,090,155	5,958,245	6,116,599	7,964,428
Total governmental fund balances	\$ 10,597,196	\$ 9,189,341	\$ 11,425,124	\$ 11,333,445	\$ 13,237,048	\$ 13,325,612	\$ 16,607,537	\$ 17,537,824	\$ 19,143,162	\$ 25,606,464

Schedule 4

Town of Yountville

Revenues, Expenditures & Changes in Fund Balances and Debt Service Ratio - Governmental Funds

(Thousands of Dollars)

Last Ten Fiscal Years

For Fiscal Year Ended June 30	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues										
Property Taxes	\$ 1,047	\$ 1,086	\$ 1,139	\$ 1,145	\$ 1,325	\$ 1,652	\$ 1,731	\$ 2,048	\$ 2,103	\$ 2,294
Sales Taxes	1,087	1,260	1,337	1,453	1,293	1,369	1,289	1,448	1,142	1,718
Transient Occupancy Taxes	5,678	6,263	6,582	6,809	7,154	6,338	7,537	5,669	4,821	9,804
Other Taxes	145	160	167	284	222	151	459	619	527	995
Licenses & permits	74	140	86	75	130	163	273	196	160	199
Fines & forfeits	9	3	9	5	8	15	57	46	64	30
Intergovernmental	613	970	873	3,810	1,484	845	1,013	901	1,383	1,834
Interest and rents	247	266	275	307	334	342	657	582	897	(119)
Charges for services	721	1,188	835	857	1,377	1,640	1,420	554	294	355
Miscellaneous	101	1,852	248	246	258	705	52	167	581	274
Total revenues	9,722	13,188	11,551	14,991	13,585	13,220	14,488	12,230	11,972	17,384
Expenditures										
General Government	2,978	4,313	2,668	2,566	3,070	4,797	4,400	3,032	2,948	3,469
Public Safety	1,221	32	1,318	1,375	1,475	328	77	1,573	1,593	454
Public Works	1,006	1,296	1,555	1,683	1,719	1,498	1,536	1,990	2,030	1,652
Community Promotion	335	1,071	474	461	500	1,781	1,917	393	357	1,991
Housing	-	438	45	33	661	430	355	85	155	363
Parks and recreation	1,210	1,252	1,349	1,481	1,633	1,689	1,833	1,735	1,288	1,398
Debt Service:										
Principal	527	706	724	746	763	790	548	569	601	621
Interest & other	557	601	578	558	539	488	374	416	311	293
Costs of issuance	173	-	-	-	-	227	-	-	-	-
Capital Outlay	1,569	4,887	2,011	6,180	1,617	686	1,464	1,596	1,249	1,040
Other	-	-	-	-	-	675	-	-	-	-
Total expenditures	9,576	14,596	10,722	15,083	11,977	13,389	12,504	11,389	10,532	11,281
Excess (deficiency) of revenues over expenditures	146	(1,408)	829	(92)	1,608	(169)	1,984	841	1,440	6,103
Other financing sources (uses)										
Sale of capital assets	-	-	-	-	296	-	-	-	-	341
Debt issuance	-	-	-	-	-	8,947	-	2,303	-	-
Payment to escrow agent	-	-	-	-	-	(8,719)	-	(2,240)	-	-
Transfers-in	2,523	3,218	1,856	3,002	1,898	1,940	4,046	3,489	1,055	1,725
Transfers-out	(2,523)	(3,218)	(1,856)	(3,002)	(1,898)	(1,911)	(4,019)	(3,463)	(1,028)	(1,702)
Sale of Parking Lot	150	-	-	-	-	-	-	-	-	-
Proceeds from borrowing	4,272	-	-	-	-	-	-	-	-	-
Total financing sources (uses)	4,422	-	-	-	296	257	27	89	27	364
Net Change in Fund Balance	\$ 4,568	\$ (1,408)	\$ 829	\$ (92)	\$ 1,904	\$ 88	\$ 2,011	\$ 930	\$ 1,467	\$ 6,467
Total expenditures	\$ 9,576	\$ 14,596	\$ 10,722	\$ 15,083	\$ 11,977	\$ 13,389	\$ 12,504	\$ 11,389	\$ 10,532	\$ 11,281
Capitalized capital outlay	-	3,992	1,853	5,934	948	561	1,108	1,371	1,066	894
Non-Capital Outlay expenditures	7,160	8,090	8,869	9,149	11,029	12,828	11,396	10,018	9,466	10,387
Debt Service expenditures	1,084	1,307	1,302	1,304	1,302	1,278	922	985	912	914
Debt Service as % of non-capital expenses	15.14%	16.16%	14.68%	14.25%	11.81%	9.96%	8.09%	9.83%	9.63%	8.80%

Schedule 5**Town of Yountville****Transient Occupancy Tax Revenue Base Statistics****Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Estimated Population</u>	<u>Number of Lodging Rooms Town-Wide</u>	<u>Transient Occupancy Tax Revenue</u>	<u>Transient Occupancy Tax Per Capita</u>	<u>Transient Occupancy Tax Per Room</u>
2013	2,999	456	\$ 5,678,023	\$ 1,893	\$ 12,452
2014	2,999	450	\$ 6,262,880	\$ 2,088	\$ 13,918
2015	2,999	451	\$ 6,582,041	\$ 2,195	\$ 14,594
2016 ⁽¹⁾	2,987	452	\$ 6,808,527	\$ 2,279	\$ 15,063
2017 ⁽²⁾	2,935	452	\$ 7,154,474	\$ 2,438	\$ 15,828
2018 ⁽³⁾	2,874	451	\$ 6,337,514	\$ 2,205	\$ 14,052
2019 ⁽⁴⁾	2,916	452	\$ 7,536,887	\$ 2,585	\$ 16,675
2020 ⁽⁵⁾	2,685	455	\$ 5,668,824	\$ 2,111	\$ 12,459
2021 ⁽⁶⁾	2,642	455	\$ 4,807,007	\$ 1,819	\$ 10,565
2022 ⁽⁷⁾	2,829	455	\$ 9,804,456	\$ 3,466	\$ 21,548

Notes:

(1) Source: Muniservices LLC

(2) Source: Department of Finance Price Factor and Population Information as of January 1, 2017

(3) Source: Department of Finance Price Factor and Population Information as of January 1, 2018

(4) Source : Department of Finance letter, Price Factor and Population Information, dated May 2019

(5) Source : Department of Finance letter, Price Factor and Population Information, dated May 2020

(6) Source : Department of Finance letter, Price Factor and Population Information, dated May 2021

(7) Source : Department of Finance letter, Price Factor and Population Information, dated May 2022

Schedule 6**Town of Yountville****Transient Occupancy Tax - Principal Payers & Other Statistical Data****Last Ten Fiscal Years**

Fiscal <u>Year</u>	Occupancy <u>Rate</u>	Average Daily Room Rate	Transient Occupancy Tax Revenue					
			By Concentration of Hotel Size					
			Total Revenue		Hotels with <u>50+ Rooms</u>		Hotels with <u>1 - 49 Rooms</u>	
2013	76.1%	\$ 376.00	\$ 5,678,023	11	\$ 5,111,603	5	\$ 566,420	6
2014	78.8%	\$ 402.00	\$ 6,262,880	11	\$ 5,686,138	5	\$ 576,742	6
2015	75.0%	\$ 442.00	\$ 6,582,041	11	\$ 5,975,233	5	\$ 606,808	6
2016	76.0%	\$ 452.00	\$ 6,808,527	11	\$ 6,198,631	5	\$ 609,896	6
2017	75.7%	\$ 477.00	\$ 7,154,474	11	\$ 6,516,184	5	\$ 638,290	6
2018	63.4%	\$ 506.00	\$ 6,337,514	11	\$ 5,738,747	5	\$ 598,767	6
2019	71.9%	\$ 532.00	\$ 7,536,887	11	\$ 6,851,259	5	\$ 685,628	6
2020	25.2%	\$ 485.00	\$ 5,668,824	11	\$ 5,151,989	5	\$ 516,835	6
2021	74.8%	\$ 734.00	\$ 4,807,007	11	\$ 4,281,642	5	\$ 525,365	6
2022	55.7%	\$ 934.00	\$ 9,804,456	11	\$ 8,815,493	5	\$ 988,963	6

Notes:

Source: Town Transient Occupancy Tax Data

Schedule 7**Town of Yountville****Principal Transient Occupancy Taxpayers - Top Ten****Last Ten Fiscal Years****(in alphabetical order)**

Fiscal Years ended June 30

2022	2021	2020	2019
Bardessono Inn & Spa	Bardessono Inn & Spa	Bardessono Inn & Spa	Bardessono Inn & Spa
Hotel Villagio at the Estate Yountville	Hotel Villagio	Hotel Yountville	Hotel Yountville
Hotel Yountville	Hotel Yountville	Lavender Inn	Lavender Inn
Lavender Inn	Lavender Inn	Maison Fleurie	Maison Fleurie
Maison Fleurie	Maison Fleurie	Napa Valley Lodge	Napa Valley Lodge
Napa Valley Lodge	Napa Valley Lodge	Napa Valley Railway Inn	Napa Valley Railway Inn
Napa Valley Railway Inn	Napa Valley Railway Inn	North Block Hotel	North Block Hotel
North Block Hotel	North Block Hotel	Petit Logis	Petit Logis
Petit Logis	Petit Logis	Villagio Inn & Spa	Villagio Inn & Spa
Vintage House at the Estate Yountville	Vintage House	Vintage House	Vintage House
2018	2017	2016	2015
Bardessono Inn & Spa	Bardessono Inn & Spa	Bardessono Inn & Spa	Bardessono Inn & Spa
Hotel Yountville	Hotel Yountville	Hotel Yountville	Hotel Yountville
Lavender Inn	Lavender Inn	Lavender Inn	Lavender Inn
Maison Fleurie	Maison Fleurie	Maison Fleurie	Maison Fleurie
Napa Valley Lodge	Napa Valley Lodge	Napa Valley Lodge	Napa Valley Lodge
Napa Valley Railway Inn	Napa Valley Railway Inn	Napa Valley Railway Inn	Napa Valley Railway Inn
North Block Hotel	North Block Hotel	North Block Hotel	North Block Hotel
Petit Logis	Petit Logis	Petit Logis	Petit Logis
Villagio Inn & Spa	Villagio Inn & Spa	Villagio Inn & Spa	Villagio Inn & Spa
Vintage House	Vintage House	Vintage Inn	Vintage Inn
2014	2013		
Bardessono Inn & Spa	Bardessono Inn & Spa		
Hotel Yountville	Bordeaux House		
Lavender Inn	Hotel Yountville		
Maison Fleurie	Lavender Inn		
Napa Valley Lodge	Maison Fleurie		
Napa Valley Railway Inn	Napa Valley Lodge		
North Block Hotel	Napa Valley Railway Inn		
Petit Logis	North Block Hotel		
Villagio Inn & Spa	Villagio Inn & Spa		
Vintage Inn	Vintage Inn		

Schedule 8

Town of Yountville

Ratio of Outstanding Debt by Type
Per Capita & Per Capita Income Data
Last Ten Fiscal Years

Fiscal Year	Estimated Population	Countywide Per Capita Income	Estimated Yountville Personal Income	Governmental Debt				Business-Type				Bonded Debt as a % of Personal Income	
				Bonded Debt:		Other Debt:		Other Debt:		Total Outstanding Debt			
				Lease Purchase	Revenue Bonds & Capital Lease	California Energy Commission Loan	Total Outstanding Governmental Debt	Pacific Gas & Electric Energy Loan	State Revolving Fund Loan	Business-Type			
2013 (5)	2,999	\$ 54,807	\$ 164,366,193	\$ 15,546,871 (6)	\$ 169,739	\$ 15,716,610	\$ 112,725	\$ -	\$ 112,725	\$ 5,184	\$ 5,184	9.46%	
2014 (5)	2,999	\$ 54,807	\$ 164,366,193	\$ 14,856,655	\$ 154,046	\$ 15,010,701	\$ 100,200	\$ 658,577	\$ 758,777	\$ 4,954	\$ 4,954	9.04%	
2015 (7)	2,999	\$ 56,634	\$ 169,845,366	\$ 14,148,361	\$ 137,878	\$ 14,286,239	\$ 87,675	\$ 2,725,340	\$ 2,813,015	\$ 4,718	\$ 4,718	8.33%	
2016 (8)	2,987	\$ 52,576	\$ 157,044,512	\$ 13,418,766	\$ 121,233	\$ 13,539,999	\$ 75,150	\$ 2,605,598	\$ 2,680,748	\$ 4,492	\$ 4,492	8.54%	
2017 (9)	2,935	\$ 61,483	\$ 180,452,605	\$ 12,681,459	\$ 104,074	\$ 12,785,533	\$ 62,625	\$ 2,490,444	\$ 2,553,069	\$ 4,321	\$ 4,321	7.03%	
2018 (10)	2,874	\$ 65,805	\$ 189,123,570	\$ 12,681,459	\$ 86,396	\$ 12,767,855	\$ 50,100	\$ 2,373,101	\$ 2,423,201	\$ 4,412	\$ 4,412	6.71%	
2019 (11)	2,916	\$ 74,984	\$ 218,653,344	\$ 11,750,800	\$ 68,184	\$ 11,818,984	\$ 37,575	\$ 2,253,529	\$ 2,291,104	\$ 4,030	\$ 4,030	5.37%	
2020 (12)	2,685	\$ 77,781	\$ 208,841,985	\$ 10,687,017	\$ 49,426	\$ 10,736,443	\$ 25,050	\$ 1,040,576	\$ 1,065,626	\$ 3,980	\$ 3,980	5.12%	
2021 (13)	2,642	\$ 78,913	\$ 208,488,573	\$ 9,716,000	\$ 30,096	\$ 9,746,096	\$ 12,525	\$ 895,686	\$ 908,211	\$ 3,678	\$ 3,678	4.66%	
2022 (14)	2,829	\$ 83,405	\$ 235,951,518	\$ 9,465,115	\$ 10,181	\$ 9,475,296	\$ -	\$ 748,044	\$ 748,044	\$ 3,346	\$ 3,346	4.01%	

Notes to Table:

- (4) Source: Bureau of Economic Analysis for 2009 (most recent)
- (5) Source: Bureau of Economic Analysis for 2014 (most recent)
- (6) Includes 2017 & 2020 Lease Revenue Bonds
- (7) Source: Employment Development Department Monthly Labor Force Data for Counties Report 400 C, June
- (8) Source: Muniservices LLC Demographic and Economic Statistics
- (9) Source: Department of Finance Price Factor and Population Information as of January 1, 2017
- (10) Source: Department of Finance Price Factor and Population Information as of January 1, 2018 and Bureau of Economic Analysis (most recent data, 2016)
- (11) Source : Department of Finance letter, Price Factor and Population Information, dated May 2019
- (12) Source : Department of Finance letter, Price Factor and Population Information, dated May 2020
- (13) Source : Department of Finance letter, Price Factor and Population Information, dated May 2021
- (14) Source : Department of Finance letter, Price Factor and Population Information, dated May 2022

Schedule 9**Town of Yountville****Computation of Direct and Overlapping Bonded Debt****June 30, 2022**

Jurisdiction	Percentage Applicable to Town	Amount Applicable to Town
Overlapping tax and assessment debt:		
Town of Yountville	100.0000%	-
Napa Joint Community College District	1.936%	\$ 1,446,933
Napa Valley Unified School District	2.905%	\$ 13,830,556
Total overlapping tax and assessment debt		\$ 15,277,489
Direct and overlapping General Fund Debt:		
Napa County Certificates of Participation	1.953%	\$ 132,804
Napa County Board of Education General Fund Obligations	1.953%	227,036
Town of Yountville General Fund Obligations *	100.0000%	9,475,296
Total direct and overlapping general fund obligation debt		\$ 9,835,136
Subtotal direct debt		-
Subtotal overlapping debt		\$ 25,112,625
Total combined debt		<u>\$ 25,112,625</u>
Ratio to 2021-22 assessed valuation		
Town of Yountville total assessed valuation		\$ 1,084,341,227
Direct debt (Town)	0.0000%	
Overlapping debt	2.3159%	
Combined total debt	2.3159%	

Notes:

California Municipal Statistics, Inc. provided percentages applicable to Town which are applied to the total outstanding debt amount as reported by the County of Napa. Assessed valuation total is provided by the County of Napa.

* Includes: Lease Revenue Bonds Series 2017 and 2020 Direct Financing Loan and California Energy Commission Loan.

Schedule 10
Town of Yountville
Legal Debt Margin Information
Last Ten Fiscal Years

Fiscal Year	Assessed Valuation	Ratio Applied as % of Assessed Value	Legal Debt Limit Margin	Total Debt Subject to Limit	Debt Subject to Limit as % of Debt Limit
2013	\$ 546,477,582	3.75%	\$ 20,492,909	\$ 14,494,739	70.73%
2014	\$ 566,095,263	3.75%	\$ 21,228,572	\$ 14,019,046	66.04%
2015	\$ 610,851,007	3.75%	\$ 22,906,913	\$ 13,532,878	59.08%
2016	\$ 640,795,068	3.75%	\$ 24,029,815	\$ 13,031,232	54.23%
2017	\$ 715,618,300	3.75%	\$ 26,835,686	\$ 12,519,073	46.65%
2018	\$ 863,668,130	3.75%	\$ 32,387,555	\$ 11,401,396	35.20%
2019	\$ 974,263,880	3.75%	\$ 36,534,896	\$ 10,853,183	29.71%
2020	\$ 1,038,985,513	3.75%	\$ 38,961,957	\$ 10,284,971	26.40%
2021	\$ 1,071,584,115	3.75%	\$ 40,184,404	\$ 9,746,095	24.25%
2022	\$ 1,084,341,227	3.75%	\$ 40,662,796	\$ 9,125,181	22.44%

Legal Debt Limit Margin Calculation for 2021-22:

Assessed value	<u>\$ 1,084,341,227</u>
Debt limit is 3.75% of assessed value	\$ 40,662,796
Less: Debt applicable to limitation	<u>\$ 9,125,181</u>
Legal debt margin	<u><u>\$ 31,537,615</u></u>

In accordance with state law the town may not incur general obligation bonded indebtedness in excess of 3.75% of total assessed valuation, with such debt being payable from the proceeds of taxes levied upon taxable properties in the town.

Schedule 11
Town of Yountville
Pledged Revenue Coverage
Last Ten Fiscal Years

Flood Wall Lease Purchase Agreement						2008 Lease Revenue Bonds						
Fiscal Year	Measure A					Pledged Transient Occupancy Tax	Debt Service					
	Sales Tax		Debt Service		Coverage		Principal		Interest		Coverage	
	Allocations		Principal									
2013	\$ 265,958		\$ 222,044		\$ 42,164	1.01	\$ 668,640		\$ 190,000		\$ 476,649	1.00
2014	\$ 256,077		\$ 230,216		\$ 33,992	0.97	\$ 670,050		\$ 200,000		\$ 468,849	1.00
2015	\$ 259,977		\$ 238,294		\$ 18,183	1.01	\$ 666,980		\$ 205,000		\$ 459,724	1.00
2016	\$ 259,951		\$ 244,595		\$ 13,506	1.01	\$ 667,550		\$ 215,000		\$ 450,298	1.00
2017	\$ 259,768		\$ 251,063		\$ 8,705	1.00	\$ 669,099		\$ 225,000		\$ 441,499	1.00
2018	\$ 261,443		\$ 257,702		\$ 3,777	1.00	\$ 455,250		\$ 235,000		\$ 431,124	0.68
2019	\$ -		\$ -		\$ -	-	\$ -		\$ -		\$ -	-
2020	\$ -		\$ -		\$ -	-	\$ -		\$ -		\$ -	-
2021	\$ -		\$ -		\$ -	-	\$ -		\$ -		\$ -	-
2022	\$ -		\$ -		\$ -	-	\$ -		\$ -		\$ -	-
2013 Lease Revenue Bonds						2017 Lease Revenue Bonds						
Fiscal Year	Pledged Revenue	Debt Service					Pledged Revenue	Debt Service				
		Principal		Interest		Coverage		Principal		Interest		Coverage
		\$	100,000	\$	33,225	1.00	\$	\$	-	\$	-	-
2013	\$ 133,225		\$ 100,000		\$ 33,225	1.00	\$ -	\$ -	\$ -	\$ -	\$ -	-
2014	\$ 361,113		\$ 260,000		\$ 101,113	1.00	\$ -	\$ -	\$ -	\$ -	\$ -	-
2015	\$ 360,913		\$ 265,000		\$ 95,913	1.00	\$ -	\$ -	\$ -	\$ -	\$ -	-
2016	\$ 360,613		\$ 270,000		\$ 90,613	1.00	\$ -	\$ -	\$ -	\$ -	\$ -	-
2017	\$ 355,213		\$ 270,000		\$ 85,213	1.00	\$ -	\$ -	\$ -	\$ -	\$ -	-
2018	\$ 359,813		\$ 280,000		\$ 79,813	1.00	\$ 183,000		\$ -		\$ 182,954	1.00
2019	\$ 359,213		\$ 285,000		\$ 74,213	1.00	\$ 542,394		\$ 245,000		\$ 297,394	1.00
2020	\$ 358,513		\$ 290,000		\$ 68,513	1.00	\$ 544,769		\$ 260,000		\$ 284,769	1.00
2021	\$ -		\$ -		\$ -	-	\$ 541,519		\$ 270,000		\$ 271,519	1.00
2022	\$ -		\$ -		\$ -	-	\$ 542,644		\$ 285,000		\$ 257,644	1.00
2020 Lease Revenue Bonds												
Fiscal Year	Pledged Revenue	Debt Service						Debt Service				
		Principal		Interest		Coverage		Principal		Interest		Coverage
		\$	-	\$	-	-		\$	-	\$	-	-
2013	\$ -		\$ -		\$ -	-						-
2014	\$ -		\$ -		\$ -	-						-
2015	\$ -		\$ -		\$ -	-						-
2016	\$ -		\$ -		\$ -	-						-
2017	\$ -		\$ -		\$ -	-						-
2018	\$ -		\$ -		\$ -	-						-
2019	\$ -		\$ -		\$ -	-						-
2020	\$ -		\$ -		\$ -	-						-
2021	\$ 350,017		\$ 312,000		\$ 38,017	1.00						-
2022	\$ 349,051		\$ 316,000		\$ 33,051	1.00						-

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

The lease purchase agreement is backed by a county-wide special flood tax imposed on retail sales and allocated by Napa County per agreement with the Town. The 2008 Lease Revenue Bonds are backed by a specific pledge of one-sixth (or 2% of the 12% tax collected) of the transient occupancy tax collected by the Town each fiscal year up to a maximum amount of the debt service on the bonds for each fiscal year.

These bonds were refunded in October 2017 by the 2017 Lease Revenue Bonds.

The 2013 Lease Revenue Bonds are backed by a pledge of General Fund revenue collected by the Town each fiscal year up to a maximum amount of the debt service on the bonds for each fiscal year.

The Town has pledged no specific revenues for repayment of the 2017 and 2020 Lease Revenue Bonds.

The Town has agreed to include the lease payments due to its Authority (and assigned by the Authority to the bond trustee) in its annual budgets and to make annual appropriations therefore.

Schedule 12**Town of Yountville****Lease Revenue Bonds - Continuing Disclosures****Last Ten Calendar Years**

Calendar Year	Principal Balance December 31	2008 Lease Revenue Bonds				Debt Service Reserve Fund Balance	Principal Balance December 31	Principal Balance December 31	Principal Balance December 31				
		Debt Service Reserve Requirement equals the lesser of the three following:											
		Maximum Annual Debt Service	125% of Average Annual Debt Service	10% of Original Par									
2013	\$ 9,965,000	\$ 668,999	\$ 833,188	\$ 1,071,000		\$ 672,902	\$ 4,160,000	\$ -	\$ -				
2014	\$ 9,760,000	\$ 668,849	\$ 833,188	\$ 1,071,000		\$ 672,902	\$ 3,900,000	\$ -	\$ -				
2015	\$ 9,545,000	\$ 669,599	\$ 833,188	\$ 1,071,000		\$ 672,902	\$ 3,635,000	\$ -	\$ -				
2016	\$ 9,320,000	\$ 670,999	\$ 838,749	\$ 1,071,000		\$ 672,933	\$ 3,365,000	\$ -	\$ -				
2017	\$ 9,085,000	\$ 671,999	\$ 839,998	\$ 1,071,000		\$ 673,637	\$ 3,095,000	\$ -	\$ -				
2018	\$ -	\$ -	\$ -	\$ -		\$ -	\$ 2,815,000	\$ 8,255,000	\$ -				
2019	\$ -	\$ -	\$ -	\$ -		\$ -	\$ 2,530,000	\$ 7,995,000	\$ -				
2020	\$ -	\$ -	\$ -	\$ -		\$ -	\$ 2,240,000	\$ 7,725,000	\$ 2,303,000				
2021	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -	\$ 7,440,000	\$ 1,991,000				
2022	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -	\$ 7,140,000	\$ 1,675,000				

Schedule 13**Town of Yountville****Demographic & Economic Statistics****Last Ten Fiscal Years**

Fiscal Year	Estimated Population	Countywide Per Capita Income	Estimated Yountville Income	Assessed Yountville Valuation	Unemployment Rate
2013 ⁽⁵⁾	2,999	\$ 54,807	\$ 164,366,193	\$ 546,477,582	5.80%
2014	2,999	\$ 54,807	\$ 164,366,193	\$ 566,095,263	4.80%
2015 ⁽⁵⁾	2,999	\$ 56,634	\$ 169,845,366	\$ 610,851,007	4.10%
2016 ⁽⁴⁾	2,987	\$ 52,576	\$ 157,044,512	\$ 640,795,068	4.60%
2017 ⁽⁶⁾	2,935	\$ 61,483	\$ 180,452,605	\$ 715,618,300	3.60%
2018 ⁽⁷⁾	2,874	\$ 65,805	\$ 189,123,570	\$ 863,668,130	3.10%
2019 ⁽⁸⁾	2,916	\$ 74,984 ⁽⁹⁾	\$ 218,653,344	\$ 974,263,880	2.80%
2020 ⁽¹⁰⁾	2,685	\$ 77,781 ⁽¹¹⁾	\$ 208,841,985	\$ 1,038,985,513	10.00% ⁽¹²⁾
2021 ⁽¹³⁾	2,642	\$ 78,913 ⁽¹³⁾	\$ 208,488,573	\$ 1,071,594,115 ⁽¹⁴⁾	1.89% ⁽¹⁵⁾
2022 ⁽¹⁶⁾	2,829	\$ 83,405 ⁽¹⁶⁾	\$ 235,951,518	\$ 1,084,341,227 ⁽¹⁷⁾	2.90% ⁽¹⁸⁾

Notes to Table:

(4) Source: 2009-10 MuniServices LLC Demographic & Economic Statistics

(5) Source: Employment Development Department Monthly Labor Force Data for Counties Report 400 C, June

(6) Source: Department of Finance Price Factor and Population Information as of January 1, 2017

(7) Source: Department of Finance Price Factor and Population Information as of January 1, 2018 and Bureau of Economic Analysis (most recent data, 2016)

(8) Source : Department of Finance letter, Price Factor and Population Information, dated May 2019

(9) Source: Bureau of Economic Analysis website, <https://www.bea.gov/system/files/2019-11/lapi1119.pdf>

(10) Source : Department of Finance letter, Price Factor and Population Information, dated May 2020

(11) Source: Bureau of Economic Analysis website (<https://www.bea.gov/system/files/2019-11/lapi1119.pdf>) growth factor in the DOF price factor and population information as of January 1st, 2020

(12) Source: Employment Development Department Monthly Labor Force Data for Cities and Census Designated Places, August 2020

(13) Source: Department of Finance letter, Price Factor and Population Information, dated May 2021

(14) Source: Napa County Assessor's Office - used in GANN Limit calculation (<https://www.countyofnapa.org/256/Property-Tax>)(15) Source: Employment Development Department Monthly Labor Force Data for Cities and Census Designated Places, August 2021 (<https://www.labormarketinfo.edd.ca.gov/data/monthly-data-release.html> - Current Month Data > City and Places by County)

(16) Source: Department of Finance letter, Price Factor and Population Information, dated May 2022

(17) Source: Napa County Assessor's Office - used in GANN Limit calculation (<https://www.countyofnapa.org/256/Property-Tax>)(18) Source: Employment Development Department Monthly Labor Force Data for Cities and Census Designated Places, September 2022 (<https://www.labormarketinfo.edd.ca.gov/data/monthly-data-release.html> - Current Month Data > City and Places by County > Unemployment Rate %)

Schedule 14
Town of Yountville
Principal Employers
Last Ten Fiscal Years

Fiscal Year Ended June 30				Fiscal Year Ended June 30			
	Employer	Number Employees	Rank to Town		Employer	Number Employees	Rank to Town
2013	Veterans Home of California State of California	500 - 999	1	2018	Veterans Home of California State of California	500 - 999	1
	Villagio Inn & Spa Operations for Vintage, Villagio, and related support services	350 - 499	2		Vintage Estate for Vintage, Villagio, and related support services	250 - 499	2
	The Keller Group for restaurant operations	250 - 350	3		Domaine Chandon Winery for winery and food service operations	250 - 499	3
	Domaine Chandon Winery for winery and food service operations	200 - 250	4		Veterans Home of California State of California	500 - 999	1
	Veterans Home of California State of California	500 - 999	1		Vintage Estate for Vintage, Villagio, and related support services	250 - 499	2
2014	Villagio Inn & Spa Operations for Vintage, Villagio, and related support services	350 - 499	2		Domaine Chandon Winery for winery and food service operations	250 - 499	3
	The Keller Group for restaurant operations	250 - 350	3	2019	Veterans Home of California State of California	500 - 999	1
	Domaine Chandon Winery for winery and food service operations	200 - 250	4		Vintage Estate for Vintage, Villagio, and related support services	250 - 499	2
	Veterans Home of California State of California	500 - 999	1		Domaine Chandon Winery for winery and food service operations	250 - 499	3
	Veterans Home of California State of California	500 - 999	1		Veterans Home of California State of California	500 - 999	1
2015	Villagio Inn & Spa Operations for Vintage, Villagio, and related support services	350 - 499	2	2020	Vintage Estate for Vintage, Villagio, and related support services	250 - 499	2
	The Keller Group for restaurant operations	250 - 350	3		Domaine Chandon Winery for winery and food service operations	250 - 499	3
	Domaine Chandon Winery for winery and food service operations	200 - 250	4		Veterans Home of California State of California	500 - 999	1
	Veterans Home of California State of California	500 - 999	1		Vintage Estate for Vintage, Villagio, and related support services	250 - 499	2
	Veterans Home of California State of California	500 - 999	1		Domaine Chandon Winery for winery and food service operations	250 - 499	3
2016	Villagio Inn & Spa Operations for Vintage, Villagio, and related support services	350 - 499	2	2021	Veterans Home of California State of California	500 - 999	1
	The Keller Group for restaurant operations	250 - 350	3		Vintage Estate for Vintage, Villagio, and related support services	250 - 499	2
	Villagio Inn & Spa Operations (Vintage Estates) for Vintage, Villagio, and related support services	250 - 299	3		Domaine Chandon Winery for winery and food service operations	250 - 499	3
	Domaine Chandon Winery for winery and food service operations	200 - 250	4		Veterans Home of California State of California	500 - 999	1
	Veterans Home of California State of California	500 - 999	1		Vintage Estate for Vintage, Villagio, and related support services	250 - 499	2
2017	The Keller Group for restaurant operations	250 - 350	2	2022	Domaine Chandon Winery for winery and food service operations	250 - 499	3
	Villagio Inn & Spa Operations (Vintage Estates) for Vintage, Villagio, and related support services	250 - 299	3		Veterans Home of California State of California	500 - 999	1
	Domaine Chandon Winery for winery and food service operations	200 - 250	4		Vintage Estate for Vintage, Villagio, and related support services	250 - 499	2
	Veterans Home of California State of California	500 - 999	1		Domaine Chandon Winery for winery and food service operations	250 - 499	3
	The Keller Group for restaurant operations	250 - 350	2		Veterans Home of California State of California	500 - 999	1

Schedule 15**Town of Yountville****Full-Time Equivalent Town Government Employees by Function****Last Ten Years**

Function	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Administration	6.00	6.00	7.00	7.00	7.00	7.35	5.08	5.18	5.08	6.08
Town management										
Town municipal clerk										
Finance										
Planning & Building	2.00	2.00	1.73	1.73	2.50	3.00	3.50	3.50	3.50	3.50
Public Works	7.00	7.00	9.73	9.73	8.50	9.35	10.30	11.17	11.37	11.37
Engineering										
Street maintenance										
Park maintenance										
Government buildings										
Water operations										
Wastewater	4.00	4.00	4.00	4.00	5.00	5.30	5.28	5.77	5.77	5.77
Collection and treatment										
Parks & Recreation	5.00	5.00	5.00	5.00	5.00	5.00	5.84	6.38	5.28	5.28
Recreation programs										
Pool & Aquatics										
Community Center										
Totals	24.00	24.00	27.46	27.46	28.00	30.00	30.00	32.00	31.00	32.00

Schedule 16
Town of Yountville
Operating Indicators
Last Ten Fiscal Years

Function	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Police										
Felony crimes	39	29	25	87	6	4	33	52	13	15
Traffic violations/citations	157	686	826	651	243	271	277	142	228	216
Water system										
Annual Consumption (AF)	571.61	612.93	537.60	473.97	427.43	479.45	357.54	544.49	564.21	526.31
Daily average consumption in MGD	0.510	0.547	0.480	0.423	0.382	0.428	0.319	0.486	0.504	0.470
Wastewater system										
Daily average treatment in MGD	0.451	0.381	0.372	0.371	0.338	0.365	0.440	0.301	0.281	0.339
Maximum daily capacity of treatment plant, in MGD	0.630	0.630	0.630	0.550	0.550	0.550	0.550	0.550	0.550	0.550
Streets										
Expenditures for streets in thousands of dollars	\$ 832	\$ 1,499	\$ 569	\$ 483	\$ 712	\$ 364	\$ 735	\$ 1,338	\$ 1,113	\$ 1,051

Schedule 17
Town of Yountville
Capital Asset Statistics
Last Ten Fiscal Years

Function	Fiscal Years ended June 30									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Area in Square Miles	1.56	1.56	1.56	1.56	1.56	1.56	1.56	1.56	1.56	1.56
Fire protection (State/County)										
Number of stations	1	1	1	1	1	1	1	1	1	1
Number of personnel	16.8	16.8	16.8	16.8	16.8	16.8	16.8	16.8	11	12
Parks and recreation:										
Community hall	1	1	1	1	1	1	1	1	1	1
Community center	1	1	1	1	1	1	1	1	1	1
Parks & open space areas	10	10	10	10	10	10	10	10	10	10
Park acreage	15	15	15	15	15	15	15	15	15	15
Tennis courts	2	2	2	2	2	2	2	2	2	2
Police protection (County)										
Number of substations	1	1	1	1	1	1	1	1	1	1
Contract police officers	4	4	4	4	4	4	4	4	4	4
Public library (County)										
Number of branches	1	1	1	1	1	1	1	1	1	1
Square footage	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800
Number of items	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Streets										
Miles of streets	8.45	8.45	8.45	8.45	8.45	8.45	8.45	8.45	8.45	8.45
Water system										
Service connections	793	800	815	814	813	822	827	832	833	834
Miles of water mains	8.9	8.9	8.9	8.9	8.9	8.9	8.9	8.9	8.9	8.9
Wastewater system										
Number of treatment plants	1	1	1	1	1	1	1	1	1	1
Number of service connections	735	743	754	753	750	759	761	765	765	766
Miles of sanitary sewers	9.4	9.4	9.4	9.4	9.4	9.4	9.4	9.4	9.4	9.4



Town of Yountville
"The Heart of the Napa Valley"

OTHER INDEPENDENT AUDITOR'S REPORTS

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

To the Honorable Mayor and Members of the Town Council
of the Town of Yountville
Yountville, California

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Town of Yountville (the "Town") as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements, and have issued our report thereon dated November 19, 2022.

Internal Control over Financial Reporting

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

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not



express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

C & A LLP

Chavan & Associates, LLP
Certified Public Accountants
November 19, 2022
Morgan Hill, California