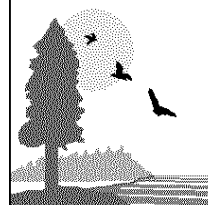


DUE DECEMBER 31

Pursuant to Public
Resources Code § 6306

Granted Public Trust Lands Standardized Reporting Form



Fiscal/Calendar Year: FY 2014/15

Grantee Name: City of Avalon
Contact Person: Robert Mescher, Finance Director
Contact Phone: 310.510.0220 x170
Mailing Address: P.O. Box 707
Avalon CA 90704

1. Funds

- a. Is a separate fund maintained for trust assets, liabilities, revenues and expenditures?

YES NO

If "No", under what fund are they accounted for? If "Yes," please list the name(s) of the fund(s)
Harbor Fund

- b. Are separate financial statements prepared for the trust?

YES NO

If "No," in which financial statements are they included? (Name of the document(s) and the applicable page number(s)) If "Yes," describe the organization of the separate financial statement.
Pages 19-25 of the City's Audited Financial Statements (see attached pages).

2. Revenue

- a. What was the gross revenue received or generated from trust land or trust assets during the past fiscal year? \$7,850,740

- b. Please list all sources of revenue and the amount of revenue generated from each source (e.g. permits, rentals, percentage of lease) See attached list.

3. Expenses

- a. What was the total expenditure of funds received or generated from trust land or assets during the past fiscal year? \$7,436,328

- b. What expenses were allocated or charged directly to the trust? Please list the source of the expenditure and the amount expended. See attached list. All expenses listed were allocated or charged directly to the trust.

- c. Have there been any capital improvements over \$250,000 within the current fiscal year? Are any capital improvements over \$250,000 expected in the next fiscal year?

No capital improvements over \$250,000 this year or next year.

- d. Describe any other disposition of trust funds or assets or any other disposition of the trust lands or trust assets themselves. Include any internal funds that were transferred to other grantees, to the management of another entity or under the management of another political subdivision of the grantee per an agreement, settlement, or Memorandum of Understanding.

No dispositions are planned.

4. Beginning and Ending Balance

Please list the beginning and ending balances for the tidelands trust fund(s) for this past fiscal year.

Beginning: \$3,693,176* Ending: \$4,107,588 *Note <\$2,044,404> prior period adjustment to implement GASB 68 (see page 66)

For all questions, please give the page number where the information can be found in your accompanying financial document. Please use additional pages as necessary.

PROPRIETARY FUND FINANCIAL STATEMENTS

Harbor – This fund was established to account for all harbor operations.

Sewer – This fund was established to receive and disburse funds collected through sewer service charge fees and sewer facilities charges. This fund is used for the operation and maintenance of sewer disposal facilities and the financing of construction for sewer outlets.

Saltwater – This fund was established to receive charges for operation of the City's saltwater pumping plants and systems.

Solidwaste – This fund was established to account for solid waste collection and disposal costs.

Internal Service Funds – These funds are used to account for the financing of goods and services provided by one or more departments to other departments of the City and to other government units, on a cost reimbursement basis.

CITY OF AVALON
Statement of Net Position
Proprietary Funds
June 30, 2015
(With comparative information for the prior year)

	Business-type Activities			
	Harbor	Sewer	Saltwater	Solidwaste
Assets:				
Current Assets:				
Cash and investments	\$ 2,949,581	965,915	537,814	875,433
Receivables, net:				
Accounts	813,239	164	49	7,910
Taxes	34,037	16,451	4,081	17,987
Interest	1,931	1,067	398	477
Total current assets	<u>3,798,788</u>	<u>983,597</u>	<u>542,342</u>	<u>901,807</u>
Noncurrent assets (note 4):				
Capital assets, not being depreciated	146,137	19,000	-	-
Capital assets, net of accumulated depreciation	4,366,056	4,420,001	639,569	566,604
Total noncurrent assets	<u>4,512,193</u>	<u>4,439,001</u>	<u>639,569</u>	<u>566,604</u>
Total assets	<u>8,310,981</u>	<u>5,422,598</u>	<u>1,181,911</u>	<u>1,468,411</u>
Deferred Outflows of Resources (note 6):				
Deferred outflows - pension contributions	218,753	15,156	7,424	-
Deferred outflows - additional deferral	44,010	3,049	1,494	-
Deferred outflows - actuarial	5,091	353	173	-
Total deferred outflows of resources	<u>267,854</u>	<u>18,558</u>	<u>9,091</u>	<u>-</u>
Liabilities:				
Current liabilities:				
Accounts payable	192,679	73,006	1,872	122,930
Interest payable	25,679	7,413	-	-
Accrued liabilities	113,703	7,093	3,239	-
Unearned revenue	144,319	-	-	-
Current portion of noncurrent liabilities	270,246	67,987	3,950	-
Total current liabilities	<u>746,626</u>	<u>155,499</u>	<u>9,061</u>	<u>122,930</u>
Noncurrent liabilities (note 5):				
Compensated absences	191,997	7,666	5,074	-
Capital lease liability	-	184,987	-	-
Net pension liability (note 6)	1,863,240	129,093	63,234	-
OPEB obligation (note 7)	691,390	105,708	29,598	-
Claims payable	49,221	20,225	-	-
Loans payable	513,775	-	-	-
Total noncurrent liabilities	<u>3,309,624</u>	<u>447,678</u>	<u>97,906</u>	<u>-</u>
Total liabilities	<u>4,056,250</u>	<u>603,177</u>	<u>106,967</u>	<u>122,930</u>
Deferred Inflows of Resources (note 6):				
Deferred inflows - actuarial	414,997	28,753	14,084	-
Total deferred inflows of resources	<u>414,997</u>	<u>28,753</u>	<u>14,084</u>	<u>-</u>
Net Position:				
Net investment in capital assets	3,889,678	4,195,965	639,569	566,604
Unrestricted	217,910	613,261	430,382	778,877
Total net position	<u>\$ 4,107,588</u>	<u>4,809,226</u>	<u>1,069,951</u>	<u>1,345,481</u>

Adjustment to report the cumulative internal balance for the net effect of the activity between the internal service funds and the enterprise funds over time

Net position of business-type activities (page 7)

See accompanying notes to the financial statements

Total Enterprise Funds		Governmental Activities - Internal Service Funds	
2015	2014	2015	2014
5,328,743	4,656,249	975,855	1,117,803
821,362	892,893	29,368	107,759
72,556	38,507	-	-
3,873	1,773	716	159
<u>6,226,534</u>	<u>5,589,422</u>	<u>1,005,939</u>	<u>1,225,721</u>
165,137	165,137	-	-
<u>9,992,230</u>	<u>10,349,205</u>	<u>642,407</u>	<u>787,162</u>
<u>10,157,367</u>	<u>10,514,342</u>	<u>642,407</u>	<u>787,162</u>
<u>16,383,901</u>	<u>16,103,764</u>	<u>1,648,346</u>	<u>2,012,883</u>
241,333	-	-	-
48,553	-	-	-
5,617	-	-	-
<u>295,503</u>	<u>-</u>	<u>-</u>	<u>-</u>
390,487	498,089	139,723	342,304
33,092	29,972	-	-
124,035	98,936	55,889	95,930
144,319	136,273	-	-
342,183	267,075	30,637	40,934
<u>1,034,116</u>	<u>1,030,345</u>	<u>226,249</u>	<u>479,168</u>
204,737	189,426	-	-
184,987	-	-	-
2,055,567	-	-	-
826,696	668,870	-	-
69,446	116,776	319,498	353,950
513,775	626,999	-	-
<u>3,855,208</u>	<u>1,602,071</u>	<u>319,498</u>	<u>353,950</u>
<u>4,889,324</u>	<u>2,632,416</u>	<u>545,747</u>	<u>833,118</u>
457,834	-	-	-
<u>457,834</u>	<u>-</u>	<u>-</u>	<u>-</u>
9,291,816	9,787,766	642,407	787,162
<u>2,040,430</u>	<u>3,683,582</u>	<u>460,192</u>	<u>392,603</u>
<u>11,332,246</u>	<u>13,471,348</u>	<u>1,102,599</u>	<u>1,179,765</u>
<u>(240,722)</u>	<u>(274,253)</u>		
<u>\$ 11,091,524</u>	<u>13,197,095</u>		

See accompanying notes to the financial statements

CITY OF AVALON
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
Year ended June 30, 2015
(With comparative information for the prior year)

	Business-type Activities			
	Harbor	Sewer	Saltwater	Solidwaste
Operating revenues:				
Charges for services	\$ 7,565,426	1,558,907	435,719	1,891,206
Claims adjustments	-	-	-	-
Other revenue	<u>4,549</u>	<u>-</u>	<u>-</u>	<u>61,250</u>
Total operating revenues	<u>7,569,975</u>	<u>1,558,907</u>	<u>435,719</u>	<u>1,952,456</u>
Operating expenses:				
Salaries and benefits	4,302,879	398,241	151,996	44,225
Contractual services	882,443	893,287	250,345	1,492,610
Office supplies	3,977	-	-	-
Utilities and rent	352,911	143,182	-	-
Repairs and maintenance	557,956	97,156	34,194	50,166
Operating supplies	54,273	2,020	643	-
Other services and charges	960,688	35,101	33,235	25,992
Depreciation	<u>262,833</u>	<u>442,597</u>	<u>83,101</u>	<u>74,069</u>
Total operating expenses	<u>7,377,960</u>	<u>2,011,584</u>	<u>553,514</u>	<u>1,687,062</u>
Operating income (loss)	<u>192,015</u>	<u>(452,677)</u>	<u>(117,795)</u>	<u>265,394</u>
Nonoperating revenues (expenses):				
Admissions taxes	178,547	-	-	-
Loss on disposal of capital assets	(29,965)	(2,448)	-	-
Grants and other revenues	96,000	-	-	10,598
Interest income	6,218	3,437	1,283	1,538
Interest expense	<u>(28,403)</u>	<u>(7,413)</u>	<u>-</u>	<u>-</u>
Total nonoperating revenues (expenses)	<u>222,397</u>	<u>(6,424)</u>	<u>1,283</u>	<u>12,136</u>
Income before capital contributions and transfers	414,412	(459,101)	(116,512)	277,530
Other financing sources (uses)				
Transfers in (note 3)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Changes in net position	414,412	(459,101)	(116,512)	277,530
Net position, beginning of year, as restated (note 12)	<u>3,693,176</u>	<u>5,268,327</u>	<u>1,186,463</u>	<u>1,067,951</u>
Net position, end of year	<u>\$ 4,107,588</u>	<u>4,809,226</u>	<u>1,069,951</u>	<u>1,345,481</u>

Adjustment for the net effect of current year activity between the internal service funds and the enterprise funds.

Change in net position of business-type activities

See accompanying notes to the financial statements

Total Enterprise Funds		Governmental Activities - Internal	
		Service Funds	
2015	2014	2015	2014
11,451,258	11,117,779	2,447,128	2,479,407
-	-	-	275,041
65,799	61,684	-	56,081
<u>11,517,057</u>	<u>11,179,463</u>	<u>2,447,128</u>	<u>2,810,529</u>
4,897,341	5,003,145	929,896	964,377
3,518,685	3,723,454	701,078	938,164
3,977	4,035	89,289	76,903
496,093	504,830	86,202	81,279
739,472	547,316	138,061	140,023
56,936	57,835	62,471	95,406
1,055,016	1,060,820	374,848	517,703
862,600	868,471	144,755	148,868
<u>11,630,120</u>	<u>11,769,906</u>	<u>2,526,600</u>	<u>2,962,723</u>
<u>(113,063)</u>	<u>(590,443)</u>	<u>(79,472)</u>	<u>(152,194)</u>
178,547	197,294	-	-
(32,413)	(6,728)	-	-
106,598	5,000	-	-
12,476	10,886	2,306	967
<u>(35,816)</u>	<u>(33,070)</u>	<u>-</u>	<u>-</u>
<u>229,392</u>	<u>173,382</u>	<u>2,306</u>	<u>967</u>
116,329	(417,061)	(77,166)	(151,227)
-	-	-	393,646
<u>-</u>	<u>-</u>	<u>-</u>	<u>393,646</u>
116,329	(417,061)	(77,166)	242,419
		<u>1,179,765</u>	<u>937,346</u>
		<u>1,102,599</u>	<u>1,179,765</u>
<u>33,531</u>	<u>(183,111)</u>		
<u>\$ 149,860</u>	<u>(600,172)</u>		

See accompanying notes to the financial statements

CITY OF AVALON
Statement of Cash Flows
Proprietary Funds
For the year ended June 30, 2015
(With comparative information for the prior year)

	Harbor	Sewer	Saltwater	Solidwaste
Cash Flows from Operating Activities:				
Cash received from customers	\$ 7,557,212	1,576,129	444,315	1,980,964
Cash received from interfund services provided	-	-	-	-
Cash payments to suppliers for goods and services	(2,810,878)	(1,261,469)	(341,602)	(1,585,246)
Cash payments to employees for services	(4,155,511)	(392,270)	(158,689)	(44,225)
Net cash provided by operating activities	<u>590,823</u>	<u>(77,610)</u>	<u>(55,976)</u>	<u>351,493</u>
Cash Flows from Noncapital Financing Activities:				
Cash received from admissions taxes	178,547	-	-	-
Cash received from other funds	-	-	-	-
Net cash provided by noncapital financing activities	<u>178,547</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash Flows from Capital and Related Financing Activities:				
Cash received for capital grants	96,000	-	-	10,598
Cash payments to acquire capital and other assets	(146,772)	(55,270)	(27,500)	-
Principal paid on capital-related debt	(104,059)	(65,461)	-	-
Interest paid on capital-related debt	(32,696)	-	-	-
Net cash provided by capital and related financing activities	<u>(187,527)</u>	<u>(120,731)</u>	<u>(27,500)</u>	<u>10,598</u>
Cash Flows from Investing Activities:				
Interest received on investments	5,120	2,932	1,114	1,211
Net increase (decrease) in cash and cash equivalents	586,963	(195,409)	(82,362)	363,302
Cash and cash equivalents - beginning	2,362,618	1,161,324	620,176	512,131
Cash and cash equivalents - ending	<u>2,949,581</u>	<u>965,915</u>	<u>537,814</u>	<u>875,433</u>
Reconciliation of Operating Income (loss) to Net Cash Provided by Operating Activities				
Operating income (loss)	192,015	(452,677)	(117,795)	265,394
Adjustments to reconcile operating income (loss) to net cash provided by operating activities				
Depreciation	262,833	442,597	83,101	74,069
Changes in operating assets and liabilities:				
(Increase) decrease in accounts receivable	(17,233)	33,673	8,596	46,495
(Increase) decrease in taxes receivable	4,470	(16,451)	(4,081)	(17,987)
(Increase) decrease in deferred outflows	(50,616)	(3,507)	(1,719)	-
Increase (decrease) in accounts payable	(4,550)	(66,695)	(19,880)	(16,478)
Increase (decrease) in accrued liabilities	30,760	1,609	776	-
Increase (decrease) in compensated absences	23,404	2,119	830	-
Increase (decrease) in OPEB obligation	157,985	6,209	(6,368)	-
Increase (decrease) in net pension liability	(398,402)	(27,603)	(13,520)	-
Increase (decrease) in deferred inflows	414,997	28,753	14,084	-
Increase (decrease) in claims payable	(24,840)	(25,637)	-	-
Net Cash Provided by Operating Activities	<u>\$ 590,823</u>	<u>(77,610)</u>	<u>(55,976)</u>	<u>351,493</u>
Noncash capital, financing, and investing activities:				
Capital lease agreement	\$ -	308,497	-	-

See accompanying notes to the financial statements

Total Enterprise Funds		Governmental Activities - Internal Service Funds	
2015	2014	2015	2014
11,558,620	10,748,973	-	-
-	-	2,447,128	2,535,488
(5,999,195)	(6,068,610)	(1,660,929)	(1,702,263)
<u>(4,750,695)</u>	<u>(4,752,470)</u>	<u>(929,896)</u>	<u>(964,377)</u>
808,730	(72,107)	(143,697)	(131,152)
178,547	197,294	-	-
-	-	-	393,646
<u>178,547</u>	<u>197,294</u>	<u>-</u>	<u>393,646</u>
106,598	5,000	-	-
(229,542)	(495,133)	-	(145,192)
(169,520)	(99,578)	-	-
<u>(32,696)</u>	<u>(37,177)</u>	<u>-</u>	<u>-</u>
<u>(325,160)</u>	<u>(626,888)</u>	<u>-</u>	<u>(145,192)</u>
10,377	11,571	1,749	1,234
672,494	(490,130)	(141,948)	118,536
<u>4,656,249</u>	<u>5,146,379</u>	<u>1,117,803</u>	<u>999,267</u>
<u>5,328,743</u>	<u>4,656,249</u>	<u>975,855</u>	<u>1,117,803</u>
(113,063)	(590,443)	(79,472)	(152,194)
862,600	868,471	144,755	148,868
71,531	(328,879)	78,391	(107,408)
(34,049)	(12,654)	-	-
(55,842)	-	-	-
(107,603)	(77,601)	(202,581)	187,645
33,145	72,337	(40,041)	89,902
26,353	(13,875)	-	-
157,826	264,551	-	-
(439,525)	-	-	-
457,834	-	-	-
<u>(50,477)</u>	<u>(254,014)</u>	<u>(44,749)</u>	<u>(297,965)</u>
808,730	(72,107)	(143,697)	(131,152)
308,497	-	-	-

See accompanying notes to the financial statements

City of Avalon
Trial balance - *Revenues*
Year End: June 30, 2015
 TL1 12/23/2015

Fund	Dept	Acct	Description	Rep
114	25	8504	FUEL DOCK-LUBES/OIL	(4,012)
103	25	8505	FRANCHISE FEES	(49,796)
114	25	8506	FUEL DOCK-STORE	(23,881)
114	25	8507	FUEL DOCK-FUEL CHARGES	(1,145,153)
103	25	8525	HARBOR USE FEES	(333,138)
103	25	8530	WHARFAGE FEES-CRS CHANNEL	(2,403,731)
104	25	8530	WHARFAGE FEES-CRS CHANNEL	(800,177)
103	25	8531	WHARFAGE FEES-CRUISE SHIP	(396,068)
103	25	8535	MOORING PERMITS-ANNUAL	(268,823)
103	25	8540	HARBOR TRANSFER FEES	(233,925)
103	25	8545	HARBOR SVC CHGS-GENERAL	(1,386,205)
103	25	8548	MOLE HOIST USAGE FEES	(1,670)
103	25	8550	MOORING WAIT LIST CHGS	(3,304)
103	25	8552	HARBOR TOWS	(1,020)
103	25	8555	PIER & TIDELANDS RENTALS	(506,279)
103	25	9506	WATER METER REVENUE	(8,244)
			Charges for Services	(7,565,426)
103	25	9026	ADMISSION TAX PENL & INT	(451)
103	25	9034	PIER & TIDELANDS PEN/INT	(31)
103	25	9050	HBR USE FEE PEN & INT	(2,809)
103	25	9503	CASH OVER/SHORT	51
114	25	9503	CASH OVER/SHORT	(1,309)
103	25	9605	MISCELLANEOUS	-
			Other Revenue	(4,549)
			Total Operating Revenue	(7,569,975)
103	25	7025	ADMISSION TAX	(178,547)
104	25	8050	Construction Grant - Mole Reve	(96,000)
103	25	9501	INTEREST INCOME	-
104	25	9501	INTEREST INCOME	(5,725)
114	25	9501	INTEREST INCOME	(493)
			Nonoperating Revenue	(280,765)
			Gross Revenue	(7,850,740)

City of Avalon
Trial balance - *Expenses*
Year End: June 30, 2015
 TL1 12/23/2015

Fund	Dept	Acct	Description	Rep
103	50	3010	SALARIES REGULAR	273,486
103	70	3010	SALARIES REGULAR	249,852
114	70	3010	SALARIES REGULAR	18,850
103	71	3010	SALARIES REGULAR	1,227,987
103	50	3012	SALARIES PART TIME	12,699
103	71	3012	SALARIES PART TIME	132,390
114	70	3016	SALARIES FUEL DOCK PT	47,529
103	50	3030	OVERTIME REGULAR	7,732
103	70	3030	OVERTIME REGULAR	1,386
114	70	3030	OVERTIME REGULAR	2,921
103	71	3030	OVERTIME REGULAR	41,135
103	25	3039	Pension Expense - Harbor	(34,021)
103	50	3040	FICA RETIREMENT	62,430
103	70	3040	FICA RETIREMENT	96,492
114	70	3040	FICA RETIREMENT	15,808
103	71	3040	FICA RETIREMENT	454,423
103	25	3042	OPEB EXPENDITURES	157,985
103	50	3045	HEALTH/LIFE INSURANCE	54,944
103	70	3045	HEALTH/LIFE INSURANCE	38,833
114	70	3045	HEALTH/LIFE INSURANCE	20,166
103	71	3045	HEALTH/LIFE INSURANCE	228,027
103	50	3046	GENERAL INSURANCE	45,314
103	70	3046	GENERAL INSURANCE	11,593
114	70	3046	GENERAL INSURANCE	24,851
103	71	3046	GENERAL INSURANCE	77,997
103	50	3047	ADMIN OVERHEAD	236,947
103	70	3047	ADMIN OVERHEAD	60,619
114	70	3047	ADMIN OVERHEAD	129,946
103	71	3047	ADMIN OVERHEAD	407,847
103	50	3050	WORKERS COMP	18,277
103	70	3050	WORKERS COMP	10,943
114	70	3050	WORKERS COMP	4,745
103	71	3050	WORKERS COMP	97,002
103	50	3051	UNEMPLOYMENT INS	1,452
103	70	3051	UNEMPLOYMENT INS	869
114	70	3051	UNEMPLOYMENT INS	366
103	71	3051	UNEMPLOYMENT INS	5,879
103	50	3070	OTHER PERSONNEL SRVCS	57,178
103	50	3575	TRASH BAGS	13,598
103	50	3615	CLOTHING ALLOWANCE	250
103	70	3615	CLOTHING ALLOWANCE	1,726

City of Avalon
Trial balance - Expenses
Year End: June 30, 2015
 TL1 12/23/2015

Fund	Dept	Acct	Description	Rep
114	70	3615	CLOTHING ALLOWANCE	351
103	71	3615	CLOTHING ALLOWANCE	19,070
103	71	3616	FOUL WEATHER GEAR	2,407
103	71	3620	SMALL TOOLS	3,072
103	50	3625	SPECIAL DEPT EXPENSE	1,547
103	70	3625	SPECIAL DEPT EXPENSE	4,966
114	70	3625	SPECIAL DEPT EXPENSE	107
103	71	3625	SPECIAL DEPT EXPENSE	11,063
114	70	3628	MERCHANDISE	12,449
103	70	4005	OFFICE SUPPLIES	1,924
114	70	4005	OFFICE SUPPLIES	140
103	50	4010	COMMUNICATIONS	6
114	70	4010	COMMUNICATIONS	1,763
103	71	4010	COMMUNICATIONS	4,605
103	70	4015	ADVERTISING	150
114	70	4505	UTILITIES-GENERAL	5,675
103	71	4515	UTILITIES-ELECTRICITY	34,995
103	71	4520	UTILITIES-SALT WATER	48,241
103	71	4525	UTILITIES-SEWER	109,518
103	71	4530	UTILITIES-GAS, WTR & DUMP	43,735
103	70	4600	RENT-GENERAL	10,307
103	70	4601	RENT-SCI CO. CAR PARKING	1,290
114	70	4635	RENT-CASINO FUEL TANKS	24,732
103	50	4637	RENT-CASINO DOCK RESTRMS	145
114	70	4641	RENT - FIBER LINE - IT	3,477
103	71	4641	RENT - FIBER LINE - IT	2,442
103	70	5011	MO. MAINT HBR COMPUTERS	24,737
103	50	5012	WATERFRONT TRASH CONTRACT	115,175
103	70	5030	CITY ATTORNEY RETAINER	40,764
103	50	5060	COUNTY BEACHES CONTRACT	708,459
104	70	5065	ENGINEERING SERVICES	17,900
104	70	5121	PESTICIDE SPRAYING-HBR	3,358
104	70	5140	PLUMBING & ELECTRICAL	30,056
103	50	5155	BEACH MAINTENANCE	37,117
103	50	5157	PRESSURE WASHING SRVCS	3,925
103	50	5160	RESTROOM MAINTENANCE	110,873
103	50	5161	SHOWER FACILITY CONTRACT	23,407
104	70	5165	SHOWER/RESTROOM MAINT	41,069
114	70	5501	INSURANCE	26,133
103	70	5505	MEMBERSHIP & DUES	300
103	70	5510	TRAINING & TRAVEL	3,526

City of Avalon
Trial balance - Expenses
Year End: June 30, 2015
 TL1 12/23/2015

Fund	Dept	Acct	Description	Rep
114	70	5510	TRAINING & TRAVEL	-
103	71	5510	TRAINING & TRAVEL	10,257
114	70	5512	FUEL DOCK TESTING	7,270
114	70	5513	FUEL DOCK PERMITS	7,241
103	70	5515	RESERVE FOR CLAIMS	(24,840)
114	70	5520	CREDIT CRD SRVC FEES	17,028
103	71	5520	CREDIT CRD SRVC FEES	13,746
114	70	5600	GAS, DIESEL AND OIL	741,158
103	71	5600	GAS, DIESEL AND OIL	63,894
103	71	5605	EQUIPMENT LEASE CHARGES	73,087
104	70	5700	MAIN & REPAIR OF BLDG GDS	4,777
114	70	5700	MAIN & REPAIR OF BLDG GDS	7,937
104	70	5701	STORM DAMAGE	19,594
114	70	5701	STORM DAMAGE	7,719
104	70	5702	FLOAT STORAGE	11,120
114	70	5702	FLOAT STORAGE	23,389
104	70	5710	AVALON COMPLEX	24,260
104	70	6502	R&M - MOORINGS	26,743
114	70	6503	FUEL DOCK PUMP MAINT	501
104	70	6504	R&M - FLOATS/WHARFS	96,421
114	70	6504	R&M - FLOATS/WHARFS	408
104	70	6589	SECURITY CAMERA MAINT	1,065
104	70	6657	PIER GENERATOR INSTL CSTS	11,051
104	70	6671	HARBOR MOLE IMPROVEMNT	120,000
103	99	6820	DEPRECIATION - BUILDINGS	72,597
104	99	6820	DEPRECIATION - BUILDINGS	15,184
103	99	6830	DEPRECIATION-IMP OT BLDGS	34,933
104	99	6830	DEPRECIATION-IMP OT BLDGS	87,743
114	99	6830	DEPRECIATION-IMP OT BLDGS	4,778
103	99	6840	DEPRECIATION-MACH & EQUIP	25,689
104	99	6840	DEPRECIATION-MACH & EQUIP	21,909
103	25	9605	MISCELLANEOUS	(2,128)
			Total Operatng Expenses	<u>7,377,960</u>
103	50	6870	LOSS ON DISPOSAL OF ASSET	12,382
104	70	6870	LOSS ON DISPOSAL OF ASSET	17,583
103	50	6015	STATE DBAW LOAN INTEREST	28,403
			Nonoperating expenses	<u>58,368</u>
			Gross expenses	<u>7,436,328</u>

CITY OF AVALON

Notes to the Financial Statements

June 30, 2015

(12) Prior Period Adjustment

The accompanying financial statements reflect certain prior period adjustments, as set forth below:

	<u>Governmental</u>				<u>Government</u>
	<u>Activities</u>	<u>Harbor</u>	<u>Sewer</u>	<u>Saltwater</u>	<u>Wide</u>
					<u>Activities</u>
As previously reported	\$ 13,980,371	5,737,580	5,409,972	1,255,845	27,177,466
Implementation of GASB 68	<u>(5,870,272)</u>	<u>(2,044,404)</u>	<u>(141,645)</u>	<u>(69,382)</u>	<u>(8,125,703)</u>
As restated	<u>\$ 8,110,099</u>	<u>3,693,176</u>	<u>5,268,327</u>	<u>1,186,463</u>	<u>19,051,763</u>

During the fiscal year ended June 30, 2015 the City implemented GASB No. 68. As part of the implementation of this accounting standard, net position as of June 30, 2014 was restated. It is not practical to restate the 2014 partial comparative financial information due to the unavailability of information.

	<u>Discrete</u>
	<u>Component Unit</u>
	<u>Avalon Medical</u>
	<u>Development</u>
	<u>Corporation</u>
As previously reported	\$ 5,455,511
Settlement agreement	<u>(1,629,390)</u>
As restated	<u>\$ 3,826,121</u>

During the fiscal year ended June 30, 2015, it was determined that the Hospital was paid certain amounts under various State of California Department of Health Care Services (DHCS) programs that the Hospital did not meet eligibility requirements in prior years. The Hospital entered into a settlement agreement with DHCS and the corresponding liability has been recorded as a prior period adjustment. Accordingly, net position as of June 30, 2014 was restated.

(13) Successor Agency Trust for the Assets of the Former Redevelopment Agency

On December 29, 2011, the California Supreme Court upheld Assembly Bill IX 26 ("the Bill") that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the City of Avalon that previously had reported a redevelopment agency, the Avalon Community Improvement Agency (ACIA), within the reporting entity of the City as a blended component unit.

In accordance with the timeline set forth in the Bill (as modified by the California Supreme Court on December 29, 2011) all redevelopment agencies in the State of California were dissolved and ceased to operate as a legal entity as of February 1, 2012. The Bill provides that upon dissolution of a redevelopment agency, either the city or another unit of local government will agree to serve as the "successor agency" to hold the assets until they are