

on an annual basis (“Gann limit”). Gann limits vary amongst agencies and are either based on the amount of tax revenue that was authorized to be spent in Fiscal Year 1978-79 or, in the case of the City of Laguna Woods and other local governments that incorporated after Fiscal Year 1978-79, on an amount established by voters. Gann limits are modified, annually, according to the calculation methods established by California’s Proposition 111 (1990).

In the event that the City’s receipt of tax proceeds were to exceed a Gann limit, Article XIIB of the California State Constitution would allow the City to “carry those excess funds into the subsequent year.” At the conclusion of the subsequent year, the City would be required to either return remaining excess funds to taxpayers or gain voter approval to “override” the Gann limit.

The City’s Gann limit is adopted by the City Council by resolution each year (see Resolution No. 17-XX included with this budget as Appendix D). The Gann limit for Fiscal Year 2017-18 is \$6,130,215 and was calculated as shown below.

[Gann Limit Calculation – Fiscal Year 2017-18]

Fiscal Year 2016-17 Gann Limit	\$9,546,698
Population Change (County of Orange) ⁷	x 1.0069
Cost of Living Change (Per Capita Personal Income) ⁷	x 1.0369
Fiscal Year 2017-18 Gann Limit	\$9,967,274
Fiscal Year 2017-18 Appropriations Subject to the Gann Limit	<u>\$3,837,059</u>
Fiscal Year 2017-18 Gann Limit over Appropriations	<u>\$6,130,215</u>

The Gann limit for Fiscal Year 2018-19 is expected to be adopted by the City Council in June 2018, once the necessary information on population and cost of living changes in Fiscal Year 2017-18 becomes available.

As in prior fiscal years, the City does not anticipate receiving or appropriating tax proceeds in excess of the Gann limit during fiscal years 2017-18 or 2018-19. As such, the Gann limit is not expected to impact the City’s operations.

⁷ State of California, Department of Finance, *Price and Population Information*. May 2017. Factors are rounded to four decimal places for presentation purposes.

DEBT SERVICE OBLIGATIONS

In the California Department of Finance's *Finance Glossary of Accounting and Budgeting Terms* (2017), "debt service" is defined as:

"The amount of money required to pay interest on outstanding bonds and the principal of maturing bonds."

The City has never issued bonds and is not currently engaged in any financing arrangements other than those previously described for retirement and other post-employment benefits. Accordingly, this budget and work plan does not include any budgeted debt service obligations.

6.0. CITY BUDGET DETAIL, **ALL FUND SUMMARIES**

This chapter is intended to summarize revenues and expenditures for the programs, projects, and services included in this budget.

INTRODUCTION

This budget accounts for financial activity using the governmental funds listed below. Additional information on fund types and individual funds, including revenue and expenditure detail, is included in chapters 7.0 and 8.0.

[Fund Structure – Fiscal Years 2017-19]

General Fund

Special Revenue Funds

- *Transportation Funds*
 - Fuel Tax
 - Road Maintenance & Rehabilitation Program
 - Measure M2
 - Coastal Area Road Improvement and Traffic Signals (CARITS)
- *Public Safety Funds*
 - Supplemental Law Enforcement Services
- *Environmental Funds*
 - Mobile Source Reduction
 - Beverage Container Recycling
 - Used Oil/Oil Payment Program
- *Community Services Funds*
 - PEG/Cable Television
 - Senior Mobility
 - Community Development Block Grant (CDBG)

Capital Projects Fund

NATIONAL, STATE, AND REGIONAL ECONOMIC OUTLOOK

The City uses information from sources including the California Department of Finance (“DOF”), the California Legislative Analyst’s Office (“LAO”), California State University, Fullerton, and Chapman University, to provide national, state, and regional economic context for budget and work plan development.

This budget was developed assuming that the local economy will remain fairly stable over the next two fiscal years. This is consistent with the approach taken in the State of California’s budget for Fiscal Year 2017-18.

In May 2017, the LAO issued a *Multiyear State Budget Outlook*, which assumed that the State’s economy will continue to grow and that both federal and state policymaking will remain relatively comparable to current conditions. Nevertheless, in November 2016, and again in May 2017, the LAO cautioned that federal policy changes and consumer reaction could have a negative or recessionary impact on the state and local economies.

The DOF, in conjunction with the release of the “May Revise” of the State’s budget for Fiscal Year 2017-18, cautioned that economic recovery from the 2008 recession has extended three years longer than the average recovery, and that a future recession is inevitable. For the purpose of this budget, it was assumed that economic recovery will continue, but at a slower pace than has occurred over the last several fiscal years.

In June 2017, Chapman University’s A. Gary Anderson Center for Economic Research’s California Composite Index of Consumer Sentiment found that a majority of consumers have become pessimistic, but that spending on “big-ticket items” is likely to remain relatively stable for the next six months. One year prior, another report from the A. Gary Anderson Center for Economic Research titled, “The Recovery Continues... But Barely,” was equally guarded.

California State University, Fullerton’s Woods Center for Economic Analysis and Forecasting’s spring 2017 update to its *Economic Outlook and Forecasts* stated that “one positive indicator for the [Orange County] economy is local business leaders’ expectations of growth [which]... tends to trend with local economic conditions... [and] was at its highest level ever in the first quarter of 2017.” At the same time, local business leaders cited concerns regarding the impact of future political and economic reforms, as well as interest rate increases.

The City’s conservative approach to budgeting and financial management has historically positioned the City well to weather mild recessionary periods.

OVERALL BUDGET SUMMARY

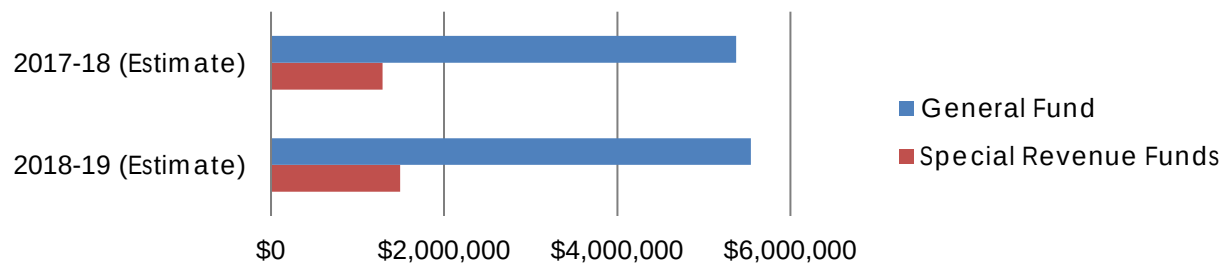
[Change in General Fund Balances – Fiscal Years 2017-19]

Description	General Fund	Special Revenue Funds	Capital Projects Fund
Anticipated Beginning Fund Balance at July 1, 2017	\$8,679,572	\$1,173,840	\$72,902
Revenues	\$5,373,600	\$1,287,700	\$365,426
Expenditures	\$5,724,476	\$1,267,904	\$365,426
Ending Fund Balance at June 30, 2018	\$8,418,696	\$1,193,636	\$72,902
Revenues	\$5,541,600	\$1,490,700	\$165,000
Expenditures	\$5,621,246	\$1,241,291	\$165,000
Ending Fund Balance at June 30, 2019	\$8,339,050	\$1,443,045	\$72,902

Note: Expenditures exceed revenue as a result of limited-term non-operating and capital improvement project expenditures, as well as expenditures for projects that utilize revenues received in prior fiscal years.

BUDGET SUMMARY – ALL REVENUES

[Total Revenue Estimates by Fund Type – Fiscal Years 2017-19]

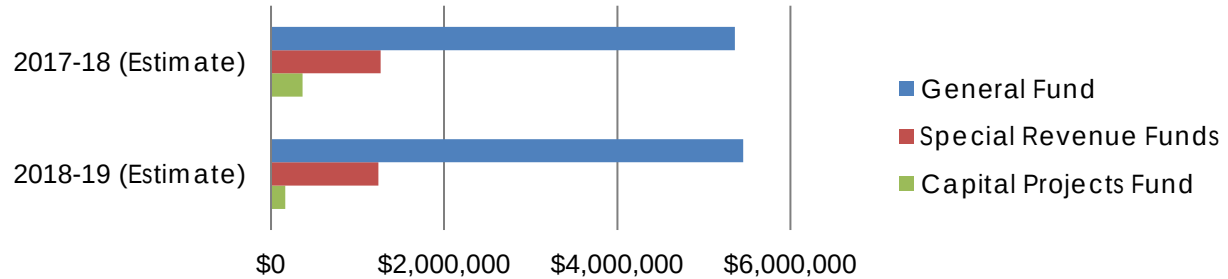


Fiscal Year	General Fund Revenue	Special Revenue Funds
2017-18 (Estimate)	\$5,373,600	\$1,287,700
2018-19 (Estimate)	\$5,541,600	\$1,490,700

Note: This chart/table excludes inter-fund transfers. The Capital Projects Fund is not shown separately, as all revenue is transferred from the General Fund.

BUDGET SUMMARY – ALL EXPENDITURES

[Total Expenditure Estimates by Fund Type – Fiscal Years 2017-19]

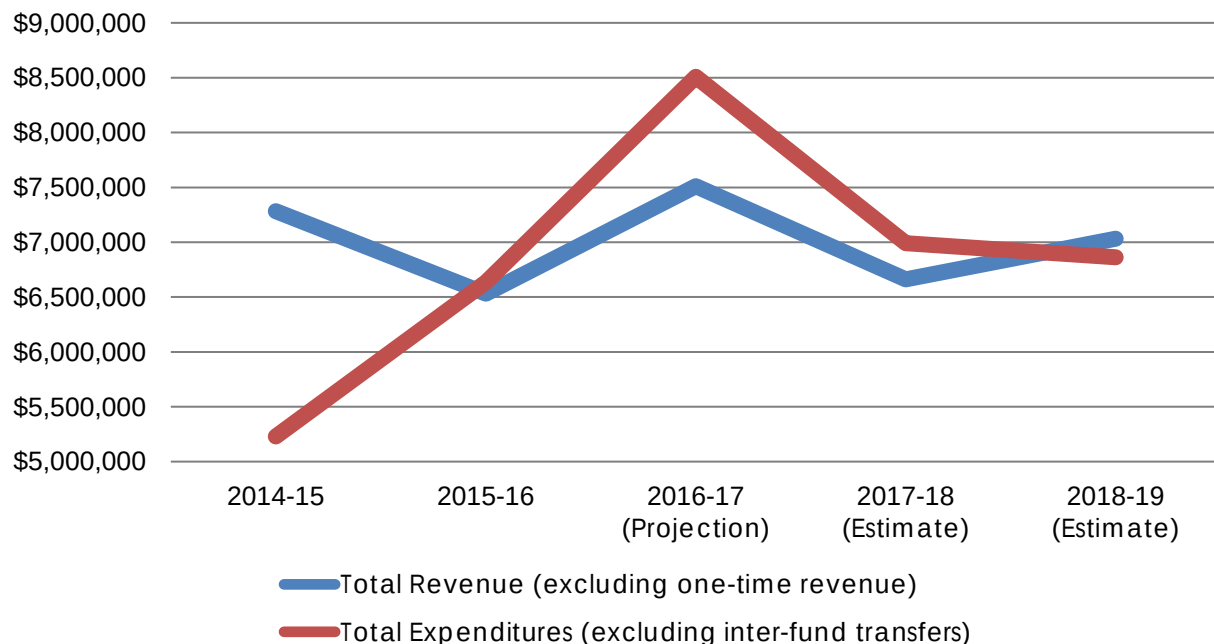


Fiscal Year	General Fund Expenditures	Special Revenue Funds	Capital Projects Fund
2017-18 (Estimate)	\$5,359,050	\$1,267,904	\$365,426
2018-19 (Estimate)	\$5,456,246	\$1,241,292	\$165,000

Note: This chart/table excludes inter-fund transfers.

HISTORICAL COMPARISONS

[Historical “All Funds” Revenue and Expenditure Comparison – Fiscal Years 2014-15 through 2018-19]

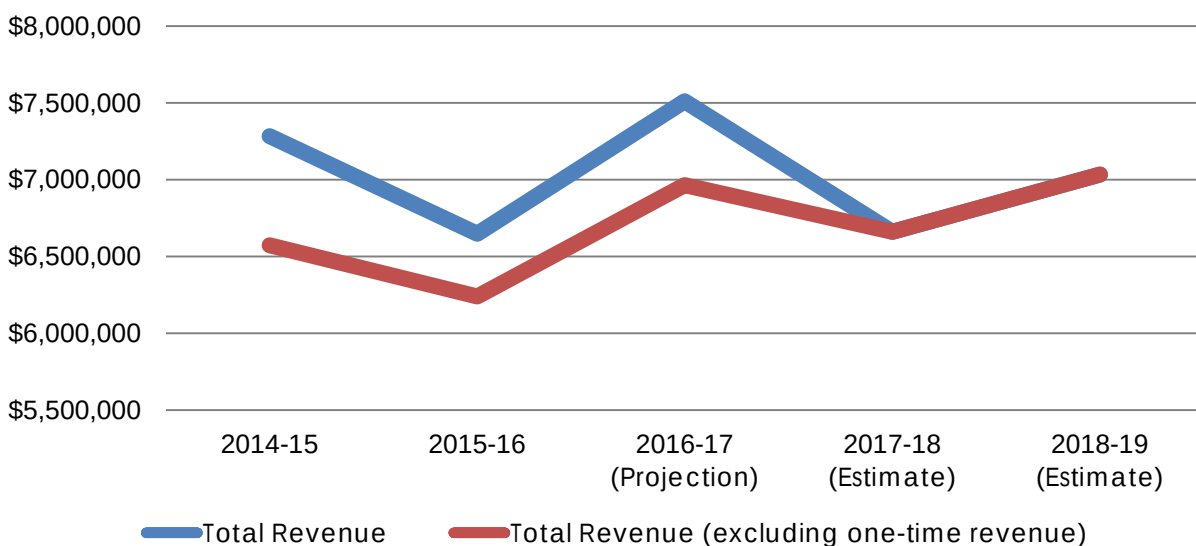


Fiscal Year	Total Revenue (excluding one-time revenue)	Total Expenditures (excluding inter-fund transfers)
2014-15	\$7,283,251	\$5,229,144
2015-16	\$6,531,254	\$6,636,291
2016-17 (Projection)	\$7,510,841	\$8,508,415
2017-18 (Estimate)	\$6,661,300	\$6,992,380
2018-19 (Estimate)	\$7,032,300	\$6,862,538

Note: This chart/table excludes one-time revenue and inter-fund transfers.

Note: Expenditures exceed revenue as a result of limited-term non-operating and capital improvement project expenditures, as well as expenditures for projects that utilize revenues received in prior fiscal years.

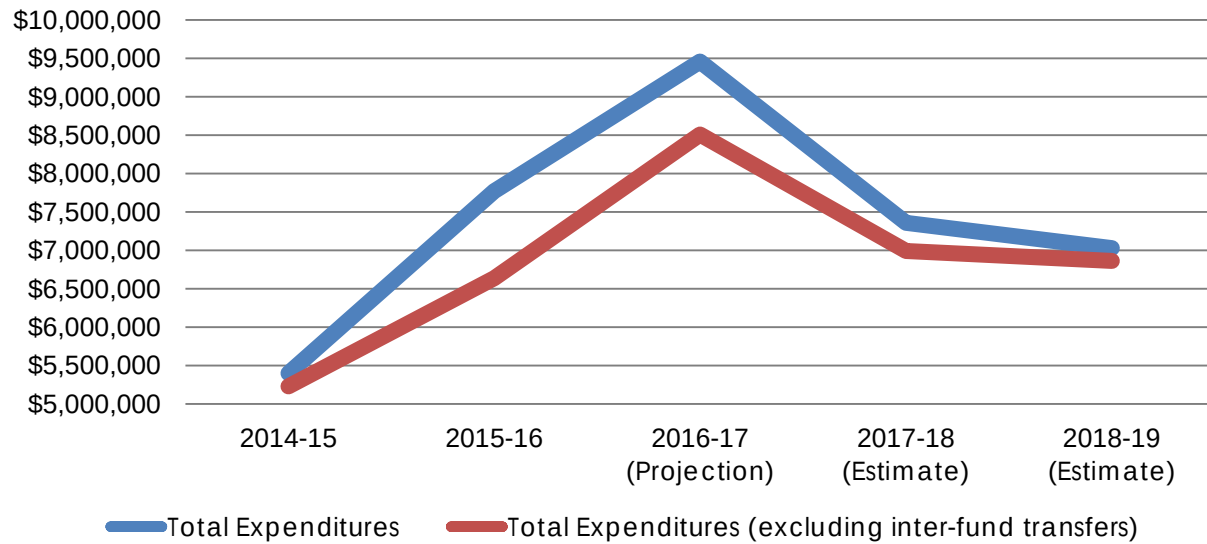
[Historical Revenue Comparison – Fiscal Years 2014-15 through 2018-19]



Fiscal Year	Total Revenue	Total Revenue (excluding one-time revenue)
2014-15	\$7,283,251	\$7,283,251
2015-16	\$6,648,508	\$6,531,254
2016-17 (Projection)	\$7,510,274	\$7,510,841
2017-18 (Estimate)	\$6,661,300	\$6,661,300
2018-19 (Estimate)	\$7,032,300	\$7,032,300

Note: This chart/table excludes one-time revenue and inter-fund transfers.

[Historical Expenditures Comparison – Fiscal Years 2014-15 through 2018-19]



Fiscal Year	Total Expenditures	Total Expenditures (excluding inter-fund transfers)
2014-15	\$5,400,264	\$5,229,144
2015-16	\$7,769,608	\$6,636,291
2016-17 (Projection)	\$9,456,287	\$8,508,415
2017-18 (Estimate)	\$7,357,806	\$6,992,380
2018-19 (Estimate)	\$7,027,538	\$6,862,538

Note: This chart/table excludes inter-fund transfers.

CITY OF LAGUNA WOODS
Fiscal Years 2017-19 Revenue Summary - All Funds

	2014-15	2015-16	2016-17		2017-18		2018-19	
	Actual For Year	Actual For Year	Amended Budget	Current Projection for Year	Budget	% Change From 2016-17 Projection	Budget	% Change From 2017-18 Budget
<u>GENERAL FUND</u>								
<u>General Fund</u>								
Property Tax	2,019,911	2,182,789	2,272,000	2,282,612	2,448,200	7.3%	2,543,000	3.9%
Property Transfer Tax	88,357	94,807	90,000	158,422	95,900	-39.5%	99,600	3.9%
Sales Tax:								
Regular	908,621	853,903	932,000	774,522	803,200	3.7%	832,100	3.6%
One-Time	-	117,254	-	-	-	0.0%	-	0.0%
Franchise Fees	604,739	539,107	591,000	652,440	623,800	-4.4%	628,100	0.7%
Transient Occupancy Tax	452,293	475,926	467,000	454,736	461,800	1.6%	468,900	1.5%
Development Processing Fees	699,984	730,204	671,000	700,372	707,300	1.0%	723,900	2.3%
Interest	21,785	40,421	48,000	50,700	51,200	1.0%	51,700	1.0%
Miscellaneous	176,625	198,803	190,000	191,103	182,200	-4.7%	194,300	6.6%
Total General Fund	4,972,313	5,233,214	5,261,000	5,264,907	5,373,600	2.1%	5,541,600	3.1%
Less: One-Time Sales Tax	-	117,254	-	-	-	0.0%	-	0.0%
Total General Fund (ongoing revenues)	4,972,313	5,350,468	5,261,000	5,264,907	5,373,600	2.1%	5,541,600	3.1%
Plus: INTER-FUND TRANSFERS	20,628	1,043,009	467,451	467,451	-	-100.0%	-	0.0%
TOTAL GENERAL FUND (including inter-fund transfers and one-time revenues)	4,992,941	6,276,223	5,728,451	5,732,358	5,373,600	-6.3%	5,541,600	3.1%

CITY OF LAGUNA WOODS Fiscal Years 2017-19 Revenue Summary - All Funds
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	2014-15	2015-16	2016-17		2017-18		2018-19	
	Actual For Year	Actual For Year	Amended Budget	Current Projection for Year	Budget	% Change From 2016-17 Projection	Budget	% Change From 2017-18 Budget
<u>Capital Projects Fund</u>								
Capital Projects	91,320	62,780	137,240	137,240	365,426	166.3%	165,000	-54.8%
TOTAL CAPITAL PROJECTS FUND	91,320	62,780	137,240	137,240	365,426	166.3%	165,000	-54.8%
TOTAL GENERAL FUNDS	5,084,261	6,339,003	5,865,691	5,869,598	5,739,026	-2.2%	5,706,600	-0.6%
<u>SPECIAL FUNDS:</u>								
<u>Transportation Funds</u>								
Fuel Tax	537,418	372,739	449,360	432,160	366,500	-15.2%	373,000	1.8%
Road Maintenance & Rehabilitation Program	-	-	-	-	93,800	100.0%	279,500	198.0%
Measure M1	235,774	4,075	184,001	184,001	-	0.0%	-	0.0%
Measure M2	177,604	205,261	1,312,154	1,248,554	211,200	-83.1%	218,400	3.4%
Prop 1B -- State-Local Partnership Program (SLPP)	-	293,000	-	-	-	0.0%	-	0.0%
Traffic Mitigation Fees - Moulton Parkway Project	709,529	1,900	-	2,160	-	0.0%	-	0.0%
Coastal Area Road Improvement and Traffic Signals (CARITS)	349	-	-	-	-	0.0%	-	0.0%
Total Transportation Funds	1,660,675	876,975	1,945,515	1,866,875	671,500	-64.0%	870,900	29.7%

CITY OF LAGUNA WOODS Fiscal Years 2017-19 Revenue Summary - All Funds
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	2014-15	2015-16	2016-17		2017-18		2018-19	
	Actual For Year	Actual For Year	Amended Budget	Current Projection for Year	Budget	% Change From 2016-17 Projection	Budget	% Change From 2017-18 Budget
<u>Public Safety Funds</u>								
Service Authority for Abandoned Vehicles	82	-	-	-	-	0.0%	-	0.0%
Supplemental Law Enforcement Services	103,064	114,687	108,000	115,700	119,300	3.1%	123,500	3.5%
Disaster Recovery Initiative (DRI) Grant	93,036	-	-	-	-	0.0%	-	0.0%
Total Public Safety Funds	196,181	114,687	108,000	115,700	119,300	3.1%	123,500	3.5%
<u>Environmental Funds</u>								
Mobile Source Reduction	20,753	21,473	21,000	25,900	21,200	-18.1%	21,500	1.4%
Proposition 84 Grant	-	-	15,733	15,733	-	-100.0%	-	0.0%
Beverage Container Recycling	53	5,038	5,000	5,000	-	-100.0%	-	0.0%
Used Oil/Oil Payment Program	5,035	5,071	5,000	5,000	-	-100.0%	-	0.0%
Energy Efficiency Conservation Grant	-	-	-	-	-	0.0%	-	0.0%
CalRecycle Grant	46,000	149	-	-	-	0.0%	-	0.0%
Total Environmental Funds	71,840	31,731	46,733	51,633	21,200	-58.9%	21,500	1.4%

CITY OF LAGUNA WOODS Fiscal Years 2017-19 Revenue Summary - All Funds
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	2014-15	2015-16	2016-17		2017-18		2018-19	
	Actual For Year	Actual For Year	Amended Budget	Current Projection for Year	Budget	% Change From 2016-17 Projection	Budget	% Change From 2017-18 Budget
<u>Community Services Funds</u>								
PEG/Cable Television	13,349	13,605	13,700	12,100	12,300	1.7%	12,400	0.8%
Senior Mobility	229,454	271,715	315,000	379,300	317,700	-16.2%	316,700	-0.3%
Community Development Block Grant (CDBG)	136,815	106,581	163,507	163,507	145,700	-10.9%	145,700	0.0%
Total Community Services Funds	379,618	391,901	492,207	554,907	475,700	-14.3%	474,800	-0.2%
TOTAL SPECIAL FUNDS	2,308,315	1,415,294	2,592,455	2,589,115	1,287,700	-50.3%	1,490,700	15.8%
TOTAL REVENUE - ALL FUNDS	7,392,576	7,754,297	8,458,146	8,458,713	7,026,726	-16.9%	7,197,300	2.4%
Less: INTER-FUND TRANSFERS	109,325	1,105,789	947,872	947,872	365,426	-61.4%	165,000	-54.8%
TOTAL NET REVENUE	7,283,251	6,648,508	7,510,274	7,510,841	6,661,300	-11.3%	7,032,300	5.6%
Less: One-Time Sales Tax	-	(117,254)	-	-	-	0.0%	-	0.0%
TOTAL NET ONGOING REVENUE	7,283,251	6,531,254	7,510,274	7,510,841	6,661,300	-11.3%	7,032,300	5.6%

CITY OF LAGUNA WOODS Fiscal Years 2017-19 Expenditures Summary - All Funds

	2014-15	2015-16	2016-17		2017-18		2018-19	
	Actual For Year	Actual For Year	Amended Budget	Current Projection for Year	Budget	% Change From 2016-17 Projection	Budget	% Change From 2017-18% Budget
<u>GENERAL FUND</u>								
City Council	24,684	19,545	28,152	19,373	72,317	273.3%	50,119	-30.7%
General Government	656,784	839,960	1,394,891	1,275,330	670,037	-47.5%	698,348	4.2%
Administrative Services	577,873	668,305	791,164	738,755	672,235	-9.0%	673,214	0.1%
Community Services	119,988	92,222	12,868	8,426	788	-90.6%	788	0.0%
Engineering and Infrastructure Services	356,135	306,186	274,881	258,972	253,169	-2.2%	242,696	-4.1%
Planning and Environmental Services	925,167	995,058	1,162,067	1,082,251	1,021,334	-5.6%	986,563	-3.4%
Public Safety Services	1,502,870	2,521,018	2,644,690	2,609,808	2,669,170	2.3%	2,804,518	5.1%
Subtotal General Fund (including one-time costs)	4,163,499	5,442,294	6,308,713	5,992,915	5,359,050	-10.6%	5,456,246	1.8%

CITY OF LAGUNA WOODS Fiscal Years 2017-19 Expenditures Summary - All Funds

	2014-15	2015-16	2016-17		2017-18	2018-19	
	Actual For Year	Actual For Year	Amended Budget	Current Projection for Year	Budget	% Change From 2016-17 Projection	% Change From 2017-18% Budget
Transfer to Capital Projects	88,697	62,780	90,300	90,300	365,426	304.7%	-54.8%
Transfer to Special Funds	82,423	27,528	390,121	390,121	-	-100.0%	0.0%
TOTAL GENERAL FUND (including inter-fund transfers and one-time expenditures)	4,334,619	5,532,602	6,789,134	6,473,336	5,724,476	-11.6%	-1.8%
<u>CAPITAL PROJECTS FUND</u>							
Capital Projects	24,089	1,152,934	161,989	161,989	365,426	125.6%	-54.8%
TOTAL CAPITAL PROJECTS FUND (including inter-fund transfers)	24,089	1,152,934	161,989	161,989	365,426	125.6%	-54.8%
TOTAL GENERAL FUNDS	4,358,707	6,685,536	6,951,123	6,635,325	6,089,902	-8.2%	-5.0%

CITY OF LAGUNA WOODS Fiscal Years 2017-19 Expenditures Summary - All Funds

	2014-15	2015-16	2016-17		2017-18		2018-19	
	Actual For Year	Actual For Year	Amended Budget	Current Projection for Year	Budget	% Change From 2016-17 Projection	Budget	% Change From 2017-18% Budget
<u>SPECIAL FUNDS</u>								
<u>Transportation Funds</u>								
Fuel Tax	266,925	192,889	774,115	499,246	437,274	-12.4%	300,102	-31.4%
Road Maintenance & Rehabilitation Program	-	-	-	-	-	0.0%	110,250	100.0%
Measure M1	-	-	4,200	4,076	-	-100.0%	-	0.0%
Measure M2	181,849	346,436	1,264,755	1,030,892	242,044	-76.5%	242,992	0.4%
Prop 1B - State-Local Partnership Program (SLPP)	-	-	-	-	-	0.0%	-	0.0%
Traffic Mitigation Fees - Moulton Parkway Project	80,809	45,750	436,556	436,556	-	-100.0%	-	0.0%

CITY OF LAGUNA WOODS Fiscal Years 2017-19 Expenditures Summary - All Funds

	2014-15	2015-16	2016-17		2017-18		2018-19	
	Actual For Year	Actual For Year	Amended Budget	Current Projection for Year	Budget	% Change From 2016-17 Projection	Budget	% Change From 2017-18% Budget
Coastal Area Road Improvement and Traffic Signals (CARITS)	-	-	148,700	148,700	-	-100.0%	-	0.0%
Total Transportation Funds	529,582	585,075	2,628,326	2,119,470	679,318	-67.9%	653,344	-3.8%
<u>Public Safety Funds</u>								
Service Authority for Abandoned Vehicles	-	-	-	-	-	0.0%	-	0.0%
Supplemental Law Enforcement Services	112,226	100,000	108,000	108,000	141,707	31.2%	123,500	-12.8%
Disaster Recovery Initiative (DRI) Grant	22,811	-	-	-	-	0.0%	-	0.0%
Total Public Safety Funds	135,037	100,000	108,000	108,000	141,707	31.2%	123,500	-12.8%

CITY OF LAGUNA WOODS Fiscal Years 2017-19 Expenditures Summary - All Funds

	2014-15	2015-16	2016-17		2017-18		2018-19	
	Actual For Year	Actual For Year	Amended Budget	Current Projection for Year	Budget	% Change From 2016-17 Projection	Budget	% Change From 2017-18% Budget
<u>Environmental Funds</u>								
Mobile Source Reduction	-	-	-	-	-	0.0%	-	0.0%
Beverage Container Recycling	298	1,360	6,500	6,500	5,000	-23.1%	-	0.0%
Used Oil/Oil Payment Program	2,195	808	5,310	-	-	0.0%	-	0.0%
CalRecycle / Energy Efficiency Conservation Grants	13,714	-	30,895	30,746	-	-100.0%	-	0.0%
Total Environmental Funds	16,206	2,168	42,705	37,246	5,000	-86.6%	-	0.0%
<u>Community Services Funds</u>								
PEG/Cable Television	2,455	-	12,000	-	2,000	100.0%	2,047	2.4%
Senior Mobility	221,460	280,639	420,088	405,982	294,179	-27.5%	316,700	7.7%

CITY OF LAGUNA WOODS Fiscal Years 2017-19 Expenditures Summary - All Funds

	2014-15	2015-16	2016-17		2017-18	2018-19	
	Actual For Year	Actual For Year	Amended Budget	Current Projection for Year	Budget	% Change From 2016-17 Projection	% Change From 2017-18% Budget
Community Development Block Grant (CDBG)	136,815	116,190	153,884	150,264	145,700	-3.0%	0.0%
Total Community Services Funds	360,730	396,829	585,972	556,246	441,879	-20.6%	5.1%
TOTAL SPECIAL FUNDS	1,041,556	1,084,072	3,365,003	2,820,962	1,267,904	-55.1%	-2.1%
TOTAL EXPENDITURES - ALL FUNDS	5,400,264	7,769,608	10,316,126	9,456,287	7,357,806	-22.2%	-4.5%
Less: INTER-FUND TRANSFERS	171,120	1,133,317	947,872	947,872	365,426	-61.4%	-54.8%
TOTAL NET EXPENDITURES	5,229,144	6,636,291	9,368,254	8,508,415	6,992,380	-17.8%	-1.9%

CITY OF LAGUNA WOODS Fiscal Year 2017-19 Summary of Inter-Fund Transfers

Fiscal Year	Transfers In		Transfers Out		Notes
	Fund	Amount	Fund	Amount	
FY 2015-16 Actual					
	General Fund	1,043,009	Capital Projects	1,043,009	Close Out City Hall LID Retrofit Project
	Capital Projects	10,530	General Fund	10,530	Santa Maria Avenue Bioswale Project
	Capital Projects	52,250	General Fund	52,250	Moulton Water Efficient Median Improvement Project (Design)
	Senor Mobility	27,528	General Fund	27,528	Offset Unanticipated Expenditures
Total FY 2015-16 Actual		1,133,317		1,133,317	
FY 2016-17 Final Budget and Forecast					
	General Fund	436,556	Traffic Mitigation Fees	436,556	Fund 130 Final Reconciliation and Close Fund
	General Fund	30,895	Energy Efficiency/CalRecycle	30,895	Fund 325 Final Reconciliation and Close Fund
	Capital Projects	28,540	General Fund	28,540	El Toro Road Traffic Signal Synchronization Project
	Capital Projects	24,260	General Fund	24,260	Moulton Parkway Traffic Signal Synchronization Project
	Capital Projects	30,000	General Fund	30,000	City Hall Restroom Repair and Improvement Project (Design)
	Capital Projects	7,500	General Fund	7,500	Pavement Management Plan Project (Eastbound El Toro Road between Avenida Sevilla and Paseo de Valencia)
	Fuel Tax	99,360	General Fund	99,360	Fund 100 Reconciliation
	Measure M1	184,001	General Fund	184,001	Fund 110 Final Reconciliation and Close Fund
	Measure M2	29	General Fund	29	Fund 111 FY 2015-16 Audit Adjustment
	Measure M2	425	General Fund	425	Fund 111 Reconciliation
	Proposition 84 Grant	15,733	General Fund	15,733	Fund 305 Final Reconciliation and Close Fund
	Senior Mobility	90,000	General Fund	90,000	Offset Unanticipated Expenditures
	Community Development Block Grant (CDBG)	573		573	Fund 420 Reconciliation
FY 2016-17 Final Budget and Forecast		947,872		947,872	
FY 2017-18 Projected					
	Capital Projects	365,426	General Fund	365,426	
FY 2017-18 Projected		365,426		365,426	
FY 2018-19 Projected					
	Capital Projects	165,000	General Fund	165,000	
FY 2018-19 Projected		165,000		165,000	

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CITY OF LAGUNA WOODS Fiscal Year 2017-18 Budget Summary By Fund
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Fund	7/1/2017 Estimated Opening Fund Balance	Budgeted Revenues	Budgeted Expenditures	Changes to Reserves	Net Change in Fund Balance	6/30/2018 Projected Ending Fund Balance
<u>General Fund:</u>						
<i>General Fund</i>						
General Fund - Unassigned	6,137,271	5,373,600	5,724,476	(54,499)	(405,375)	5,731,896
Nonspendable:						
Prepays	-	-	-	-	-	-
Assigned for:						
Paid Leave Contingency Fund	81,609	-	-	-	-	81,609
Self Insurance Contingency Fund	50,000	-	-	-	-	50,000
General Fund Contingency Fund	2,500,692	-	-	54,499	54,499	2,555,191
TOTAL	8,769,572	5,373,600	5,724,476	-	(350,876)	8,418,696
<u>Capital Projects Fund</u>						
Capital Projects	72,902	365,426	365,426	-	-	72,902
TOTAL	72,902	365,426	365,426	-	-	72,902
<u>Special Funds:</u>						
<i>Transportation Funds:</i>						
Fuel Tax	801,624	366,500	437,274	-	(70,774)	730,850
Road Maintenance & Rehabilitation Program	-	93,800	-	-	93,800	93,800
Measure M1	-	-	-	-	-	-
Measure M2	72,115	211,200	242,044	-	(30,844)	41,271
Prop 1B - State-Local Partnership Program	-	-	-	-	-	-
Traffic Mitigation Fees	(2,160)	-	-	-	-	(2,160)
CARITS	1,518	-	-	-	-	1,518
TOTAL	873,097	671,500	679,318	-	(7,818)	865,279
<i>Public Safety Funds:</i>						
Srv. Authority for Abandoned Vehicles	35,125	-	-	-	-	35,125
Supplemental Law Enforcement Services	22,407	119,300	141,707	-	(22,407)	-
Disaster Recovery Initiative	-	-	-	-	-	-
TOTAL	57,532	119,300	141,707	-	(22,407)	35,125
<i>Environmental Funds:</i>						
Mobile Source Reduction	140,423	21,200	-	-	21,200	161,623
Proposition 84 Grant	-	-	-	-	-	-
Beverage Container Recycling	24,466	-	5,000	-	(5,000)	19,466
Used Oil/Oil Payment Program	26,105	-	-	-	-	26,105
CalRecycle & Energy Efficiency Grants	-	-	-	-	-	-
TOTAL	190,994	21,200	5,000	-	16,200	207,194

CITY OF LAGUNA WOODS Fiscal Year 2017-18 Budget Summary By Fund
--

Fund	7/1/2017 Estimated Opening Fund Balance	Budgeted Revenues	Budgeted Expenditures	Changes to Reserves	Net Change in Fund Balance	6/30/2018 Projected Ending Fund Balance
<i>Community Services Funds:</i>						
PEG/Cable Television	68,899	12,300	2,000	-	10,300	79,199
Senior Mobility	(16,682)	317,700	294,179	-	23,521	6,839
Community Development Block Grant	-	145,700	145,700	-	-	-
TOTAL	52,217	475,700	441,879	-	33,821	86,038
CUMULATIVE TOTAL	\$ 10,016,314	\$ 7,026,726	\$ 7,357,806	\$ -	\$ (331,080)	\$ 9,685,234

CITY OF LAGUNA WOODS Fiscal Year 2018-19 Budget Summary By Fund
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Fund	7/1/2018 Estimated Opening Fund Balance	Budgeted Revenues	Budgeted Expenditures	Changes to Reserves	Net Change in Fund Balance	6/30/2019 Projected Ending Fund Balance
<u>General Fund:</u>						
<i>General Fund</i>						
General Fund - Unassigned	5,731,896	5,541,600	5,621,246	(84,000)	(163,646)	\$ 5,568,250
Nonspendable:						
Prepays	-	-	-	-	-	\$ -
Assigned for:						
Paid Leave Contingency Fund	81,609	-	-	-	-	81,609
Self Insurance Contingency Fund	50,000	-	-	-	-	50,000
General Fund Contingency Fund	2,555,191	-	-	84,000	84,000	2,639,191
TOTAL	8,418,696	5,541,600	5,621,246	-	(79,646)	8,339,050
<u>Capital Projects Fund</u>						
Capital Projects	72,902	165,000	165,000	-	-	72,902
TOTAL	72,902	165,000	165,000	-	-	72,902
<u>Special Funds:</u>						
<i>Transportation Funds:</i>						
Fuel Tax	730,850	373,000	300,102	-	72,898	803,748
Road Maintenance & Rehabilitation Program	93,800	279,500	110,250	-	169,250	263,050
Measure M1	-	-	-	-	-	-
Measure M2	41,271	218,400	242,992	-	(24,592)	16,679
Prop 1B - State-Local Partnership Program	-	-	-	-	-	-
Traffic Mitigation Fees	(2,160)	-	-	-	-	(2,160)
CARITS	1,518	-	-	-	-	1,518
TOTAL	865,279	870,900	653,344	-	217,556	1,082,835
<i>Public Safety Funds:</i>						
Srv. Authority for Abandoned Vehicles	35,125	-	-	-	-	35,125
Supplemental Law Enforcement Services	-	123,500	123,500	-	-	-
Disaster Recovery Initiative	-	-	-	-	-	-
TOTAL	35,125	123,500	123,500	-	-	35,125
<i>Environmental Funds:</i>						
Mobile Source Reduction	161,623	21,500	-	-	21,500	183,123
Proposition 84 Grant	-	-	-	-	-	-
Beverage Container Recycling	19,466	-	-	-	-	19,466
Used Oil/Oil Payment Program	26,105	-	-	-	-	26,105
CalRecycle & Energy Efficiency Grants	-	-	-	-	-	-
TOTAL	207,194	21,500	-	-	21,500	228,694

CITY OF LAGUNA WOODS Fiscal Year 2018-19 Budget Summary By Fund
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Fund	7/1/2018 Estimated Opening Fund Balance	Budgeted Revenues	Budgeted Expenditures	Changes to Reserves	Net Change in Fund Balance	6/30/2019 Projected Ending Fund Balance
<i>Community Services Funds:</i>						
PEG/Cable Television	79,199	12,400	2,047	-	10,353	89,552
Senior Mobility	6,839	316,700	316,700	-	-	6,839
Community Development Block Grant	-	145,700	145,700	-	-	-
TOTAL	86,038	474,800	464,447	-	10,353	96,391
CUMULATIVE TOTAL	\$ 9,685,234	\$ 7,197,300	\$ 7,027,538	\$ -	\$ 169,763	\$ 9,854,997

7.0. CITY BUDGET DETAIL, GENERAL AND CAPITAL FUNDS

This chapter is intended to present revenue and expenditure detail for the programs, projects, and services included in this budget.

“AT-A-GLANCE” GENERAL FUND SUMMARY

[General Fund Revenue over/(under) Operating Expenditures Estimate]

	Fiscal Year 2017-18	Fiscal Year 2018-19
Total General Fund Revenue Estimate	\$5,373,600	\$5,541,600
Non-Operating Revenue Estimate	\$0	\$0
Operating Expenditures	(\$5,286,288)	(\$5,451,429)
Total General Fund Operating Revenue over/(under) Operating Expenditures	\$87,312	\$90,171

[Total General Fund Non-Operating Expenditures and Transfers]

	Fiscal Year 2017-18	Fiscal Year 2018-19
Non-Operating Expenditures	\$72,762	\$4,817
Transfers to Capital Projects Fund	\$365,426	\$165,000
Total	\$438,188	\$169,817

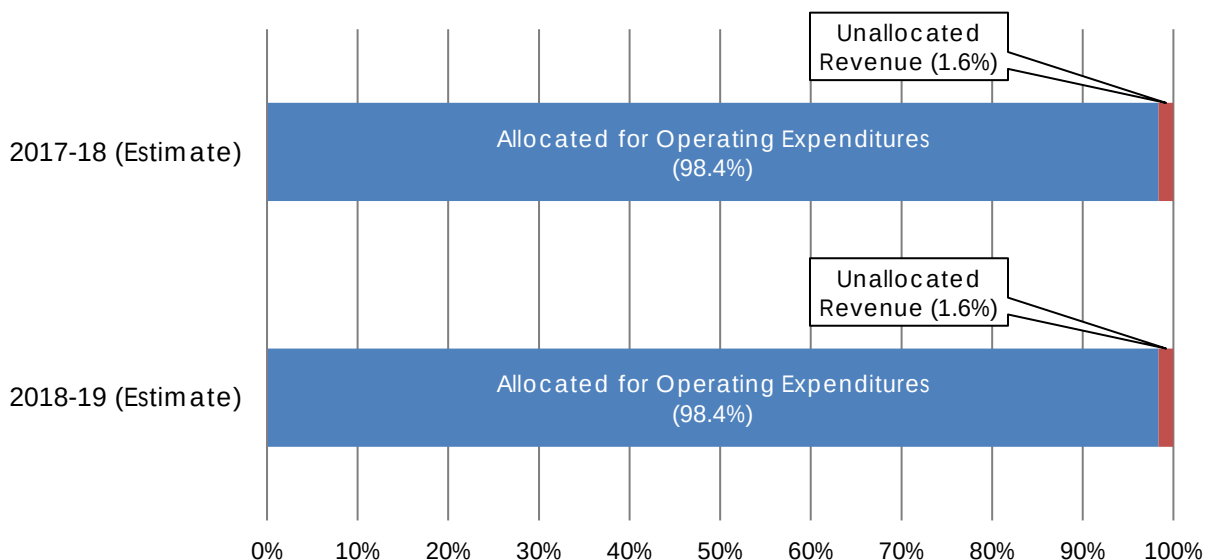
[Total General Fund Expenditures]

	Fiscal Year 2017-18	Fiscal Year 2018-19
Total General Fund Operating Expenditures	\$5,286,290	\$5,451,428
Total General Fund Non-Operating Expenditures and Transfers	\$438,188	\$169,817
Total	\$5,724,476	\$5,621,246

The General Fund operating budget for Fiscal Year 2017-18 is balanced and totals \$5,724,476. At year-end, it is projected that the unassigned General Fund balance will total \$5,731,896, or 100%, of the Fiscal Year 2017-18 operating budget. That unassigned fund balance would be in addition to assigned and committed reserves totaling \$2,686,800. An additional \$438,188 is budgeted for non-operating expenditures and transfers to the Capital Projects Fund.

The General Fund operating budget for Fiscal Year 2018-19 is balanced and totals \$5,621,246. At year-end, it is projected that the unassigned General Fund balance will total \$5,568,250, or 99% of the Fiscal Year 2018-19 operating budget. That unassigned fund balance would be in addition to assigned and committed reserves totaling \$2,770,800. An additional \$169,817 is budgeted for non-operating expenditures and transfers to the Capital Projects Fund.

[Allocation of General Fund Operating Revenue – Fiscal Years 2017-19]



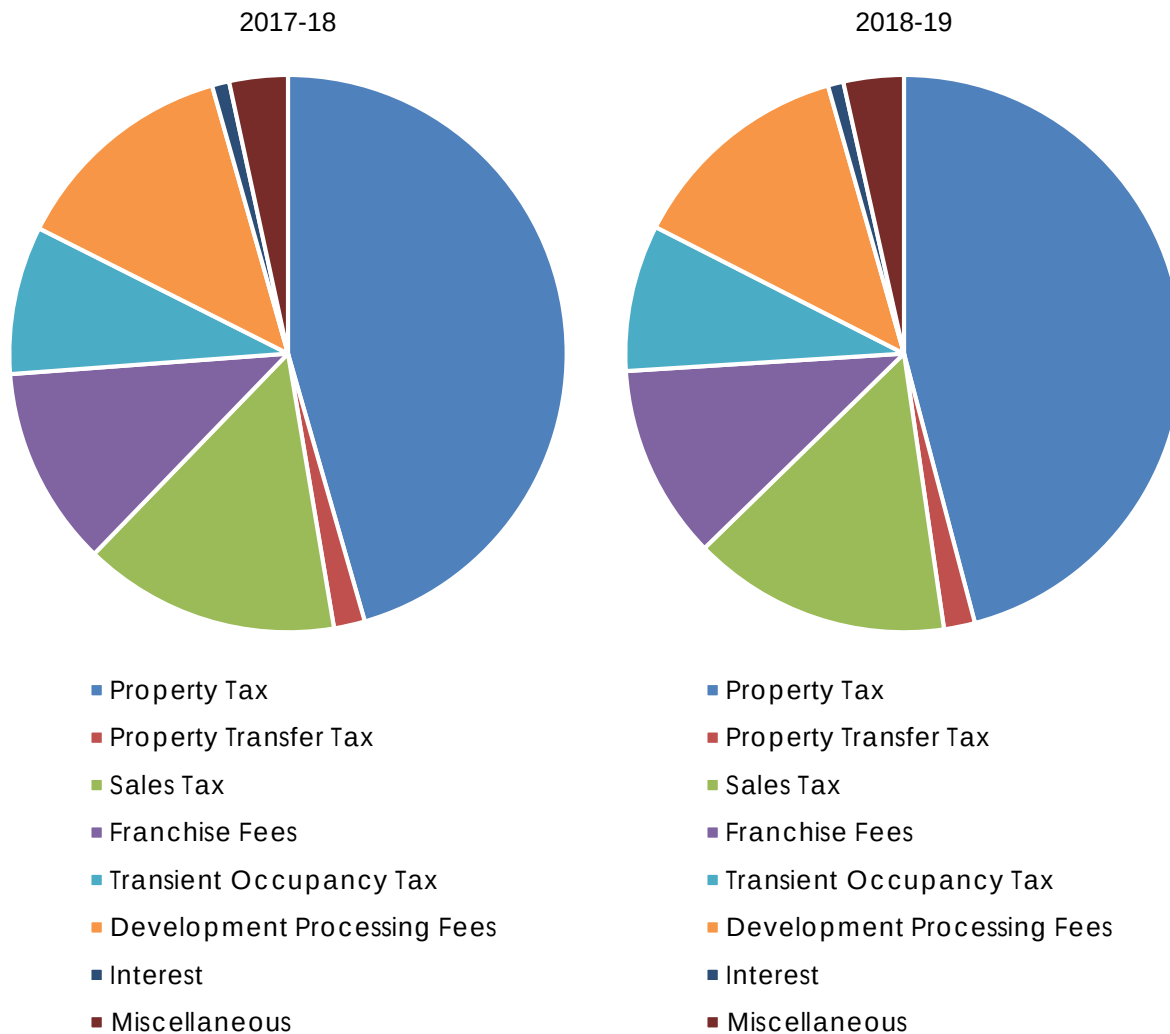
GENERAL FUND REVENUE SUMMARY

General Fund revenue for Fiscal Year 2017-18 is estimated to be \$5,373,600, or 2.1% more than year-end estimates for Fiscal Year 2016-17. In Fiscal Year 2018-19, General Fund revenue is estimated to be \$5,541,600, which reflects growth of \$168,000, or 3.1%, over the Fiscal Year 2017-18 estimate.

The differences in estimated revenue for both fiscal years can be attributed to a variety of contributing factors including minimal to modest increases in the City's three largest sources of operating revenue – property tax, sales tax, and

development processing fees. Collectively, those three sources account for approximately 75.5% of total estimated operating revenue. All other sources are anticipated to remain relatively flat and proportional.

[General Fund Revenue Estimates by Source – Fiscal Years 2017-19]



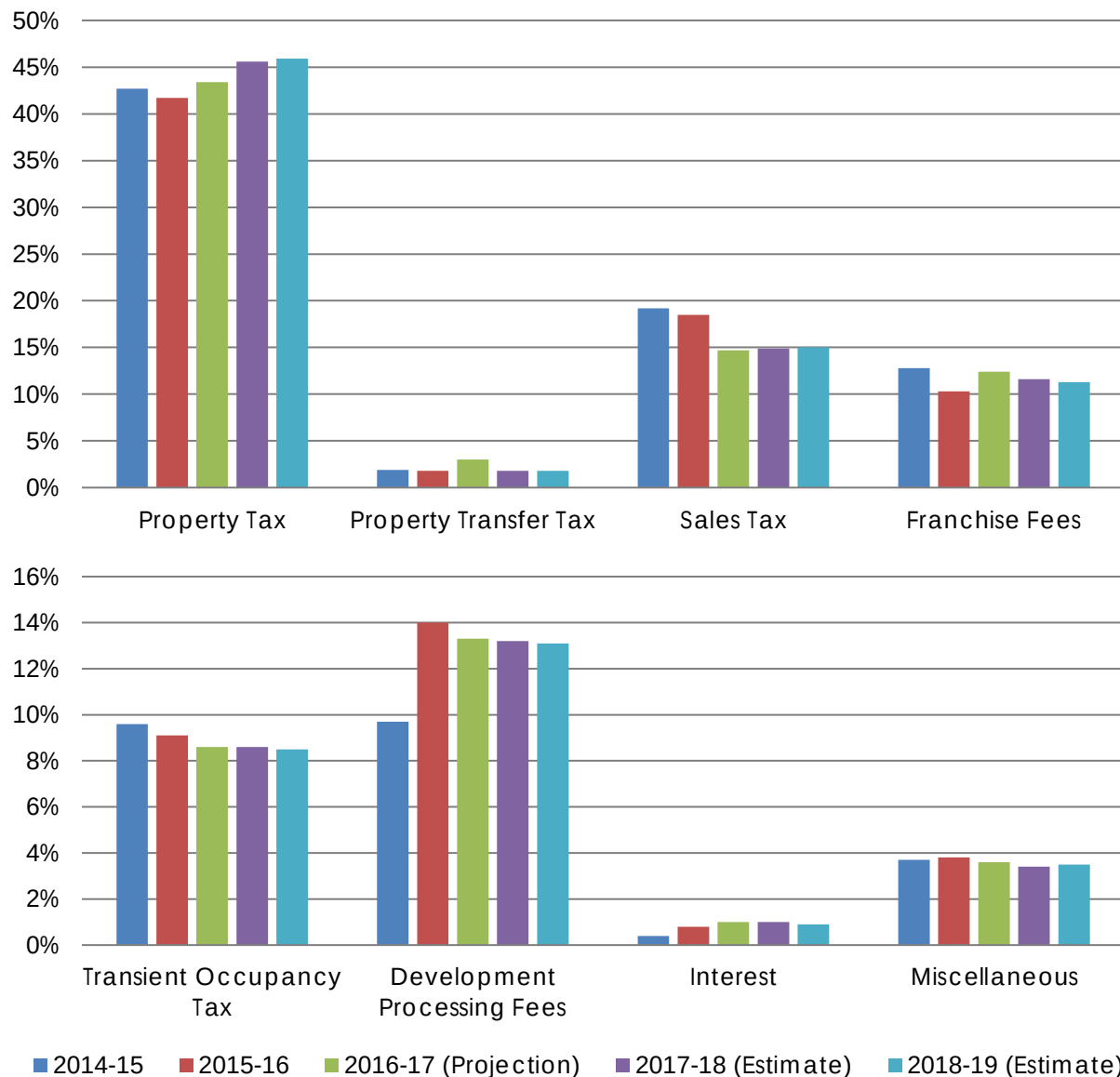
General Fund Revenue Source	Percent of Adopted Budget Estimate (Fiscal Year 2017-18)	Percent of Adopted Budget Estimate (Fiscal Year 2018-19)
Property Tax	45.5%	45.9%
Property Transfer Tax	1.8%	1.8%
Sales Tax	14.9%	15.0%
Franchise Fees	11.6%	11.3%
Transient Occupancy Tax	8.6%	8.5%

Development Processing Fees	13.2%	13.1%
Interest	1.0%	0.9%
Miscellaneous	3.4%	3.5%

Note: This budget accounts for property tax in lieu of vehicle license fees as part of general property tax revenue; property tax in lieu of sales tax as part of sales tax revenue; and, property transfer tax separately.

Historical Comparison

*[Historical General Fund Revenue by Source
– Fiscal Years 2014-15 through 2018-19]*



General Fund Revenue Source	Percent of Actual Year-End Receipts (Fiscal Year 2014-15)	Percent of Actual Year-End Receipts (Fiscal Year 2015-16)	Percent of Projected Year-End Receipts (Fiscal Year 2016-17)
Property Tax	42.7%	41.7%	43.4%
Property Transfer Tax	1.9%	1.8%	3.0%
Sales Tax	19.2%	18.5%	14.7%
Franchise Fees	12.8%	10.3%	12.4%
Transient Occupancy Tax	9.6%	9.1%	8.6%
Development Processing Fees	9.7%	14.0%	13.3%
Interest	0.4%	0.8%	1.0%
Miscellaneous	3.7%	3.8%	3.6%

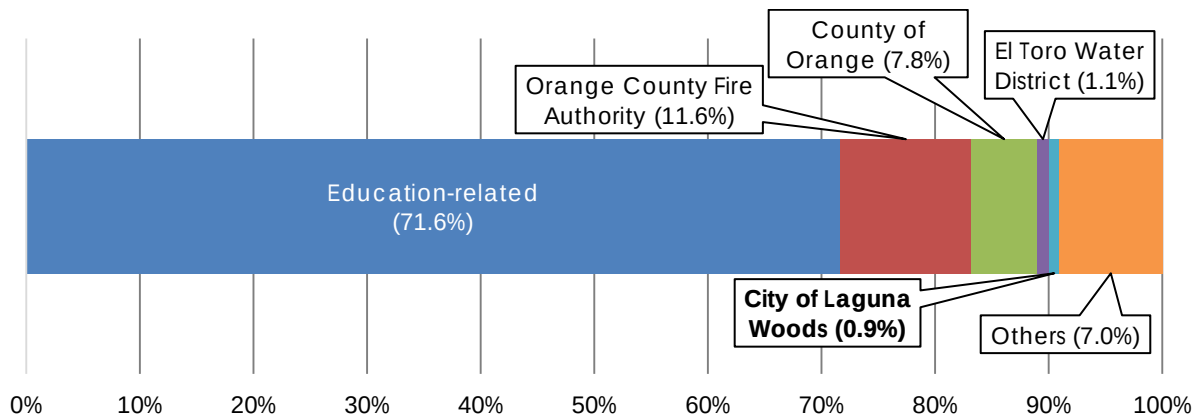
General Fund Revenue Source	Percent of Adopted Budget Estimate (Fiscal Year 2017-18)	Percent of Adopted Budget Estimate (Fiscal Year 2018-19)
Property Tax	45.5%	45.9%
Property Transfer Tax	1.8%	1.8%
Sales Tax	14.9%	15.0%
Franchise Fees	11.6%	11.3%
Transient Occupancy Tax	8.6%	8.5%
Development Processing Fees	13.2%	13.1%
Interest	1.0%	0.9%
Miscellaneous	3.4%	3.5%

Property Tax Revenue

Property tax is a tax on certain types of personal property. Property tax rates are established by State law, including Proposition 13 (1978), which limits the maximum property tax rate to 1% of assessed value and the maximum annual increase to an inflationary index not to exceed 2%. The County of Orange is responsible for collecting property tax from property owners and distributing the proceeds to the various entities to whom taxes are owed.

For every dollar of property tax paid, the City receives an average of only \$0.0088. Over 70% of every property tax dollar funds education.

[Average Property Tax Allocation – Tax Rate Area 32010]



The Orange County Assessor's *Local Assessment Roll of Values for Fiscal Year 2016-17* reflects a tax rate increase of 1.525% for Laguna Woods, down from the prior year's increase of 1.998%. The total value of the local assessment roll increased by \$151,089,217, or 5.77%, to \$2,771,863,664, in Fiscal Year 2016-17, below the prior year's increase of 8.01%.

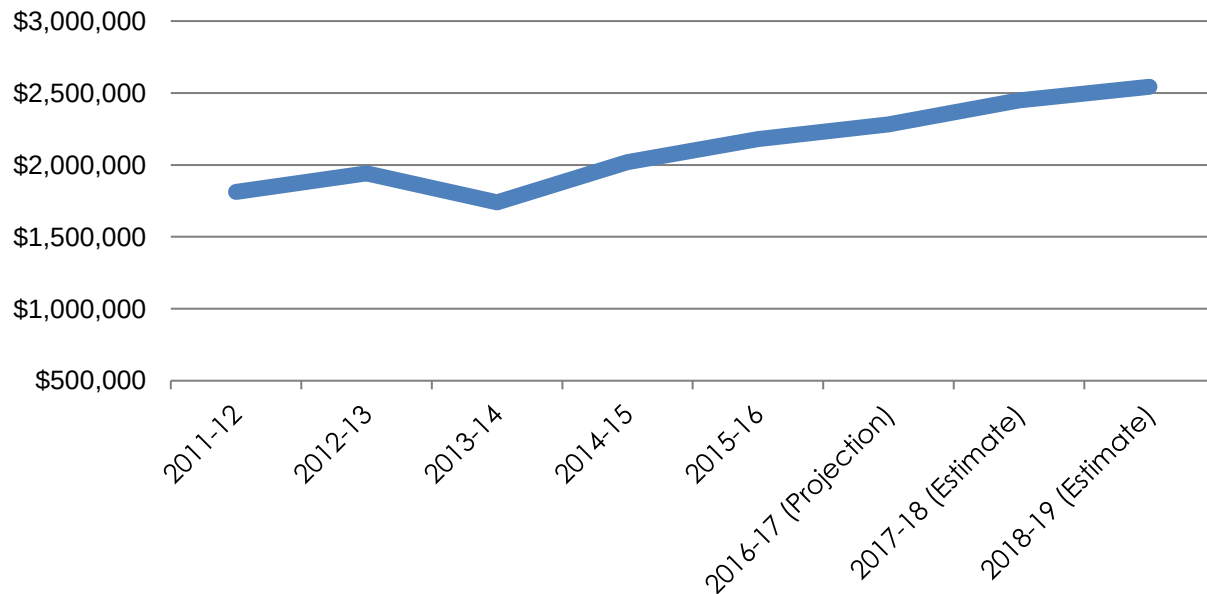
[Surrounding Cities Local Assessment Rolls – Fiscal Year 2016-17]

City	Total Local Assessment Roll Value	Percent Change of Local Assessment Roll Value from Fiscal Year 2015-16
Laguna Woods	\$2,771,863,664	5.77%
Aliso Viejo	\$9,264,938,894	5.72%
Irvine	\$65,853,286,217	8.10%
Laguna Beach	\$13,615,745,196	6.92%
Laguna Hills	\$6,515,836,256	4.15%

In Fiscal Year 2016-17, Laguna Woods had the fifth lowest local assessment roll value in Orange County, ranking above the cities of La Palma, Los Alamitos, Stanton, and Villa Park.

In Fiscal Year 2016-17, Laguna Woods had the ninth largest percent change of local assessment roll value from Fiscal Year 2015-16, ranking below the cities of Brea, Dana Point, Garden Grove, Irvine, Laguna Beach, Lake Forest, and Newport Beach, as well as the County of Orange's unincorporated area.

[Property Tax Revenue – Fiscal Years 2011-12 through 2018-19]



Budget Estimate (Fiscal Year 2017-18)	Percent Change from Projected Year-End Receipts (Fiscal Year 2016-17)	Budget Estimate (Fiscal Year 2018-19)	Percent Change from Projected Year-End Receipts (Fiscal Year 2017-18)
\$2,448,200	7.3%	\$2,543,000	3.9%

Summary of Significant Trends and Observations

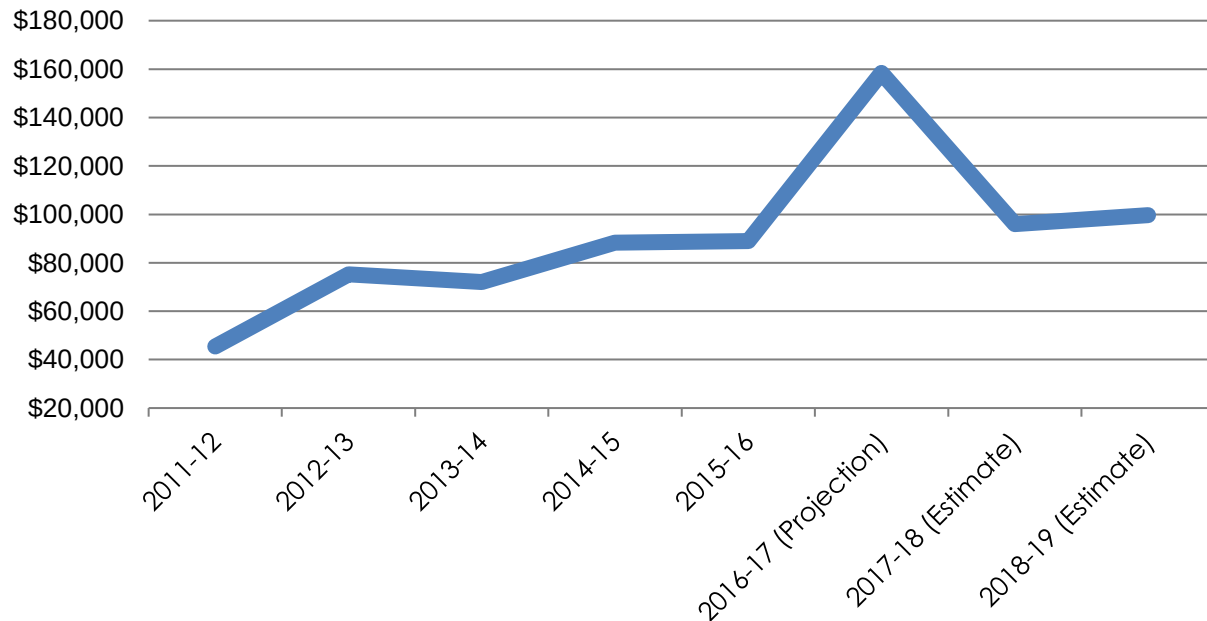
- Increases in estimated property tax revenue are due, in part, to growth in home sale prices, continued recapture of assessed property valuations that had been temporarily reduced pursuant to Proposition 8's (1978) tax relief program, and an anticipated increase in the Consumer Price Index used to calculate assessed property valuations in Fiscal Year 2018-19.
- Property tax revenue has realized slow and steady growth since 2010. A "leveling off" or slowing of economic growth, could have a potentially significant, negative impact on future revenue.

Property Transfer Tax Revenue

Property transfer tax is a tax on the recordation of documents transferring ownership of land or real property. Property transfer tax is established by cities and counties and is collected by the County of Orange at a rate of \$1.10 per

\$1,000 of the assessed value of the real estate being transferred. The City and the County each receive 50% of the property transfer taxes collected.

[Property Transfer Tax Revenue – Fiscal Years 2011-12 through 2018-19]



Budget Estimate (Fiscal Year 2017-18)	Percent Change from Projected Year-End Receipts (Fiscal Year 2016-17)	Budget Estimate (Fiscal Year 2018-19)	Percent Change from Projected Year-End Receipts (Fiscal Year 2017-18)
\$95,900	-39.5%	\$99,600	3.9%

Summary of Significant Trends and Observations

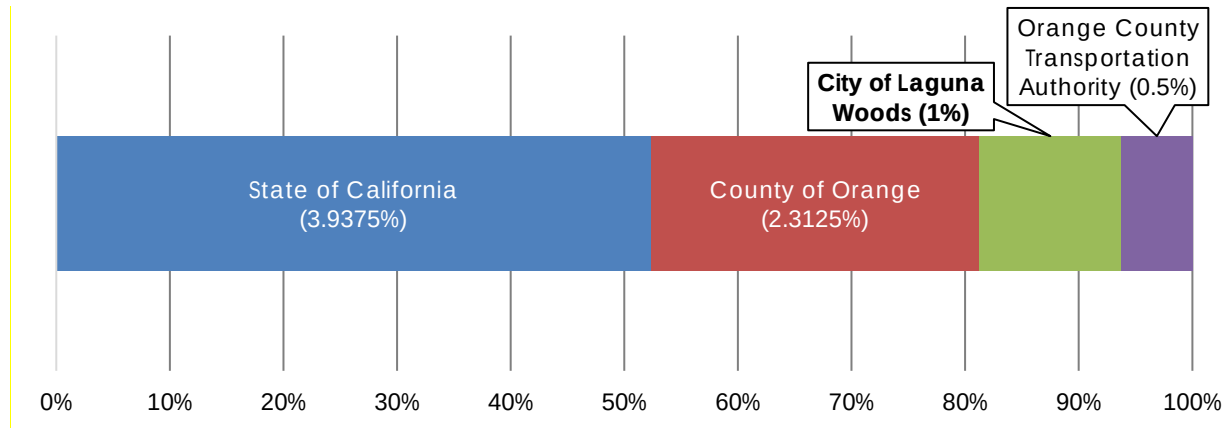
- Property transfer tax revenue is projected to remain relatively consistent with prior years. Revenue in Fiscal Year 2016-17 was higher than typical as a result of ownership transfers of two assisted living facilities. Staff does not believe that those transfers are indicative of future trends.

Sales Tax Revenue

Of the 7.75% local sales tax rate, the City receives only 1% of tax proceeds. The majority of sales tax revenue is paid to the State of California and the County of Orange. The City receives a portion of the half-cent sales tax collected by

the Orange County Transportation Authority pursuant to Measure M2, which is accounted for in the Special Revenue Funds section of this budget.

[Sales Tax Allocation]



[Surrounding Cities Local Assessment Rolls – Fiscal Year 2016-17]

City	Per Capita Sales Tax Revenue for Calendar 2016
Laguna Woods	\$56
Aliso Viejo	\$116
Irvine	\$243
Laguna Beach	\$232
Laguna Hills	\$192

On a per capita basis, sales tax revenue for Laguna Woods was the second lowest in Orange County in 2016, ranking above only the city of Villa Park.

[Top 25 Sales Tax Producers – 2016 Calendar Year⁸]

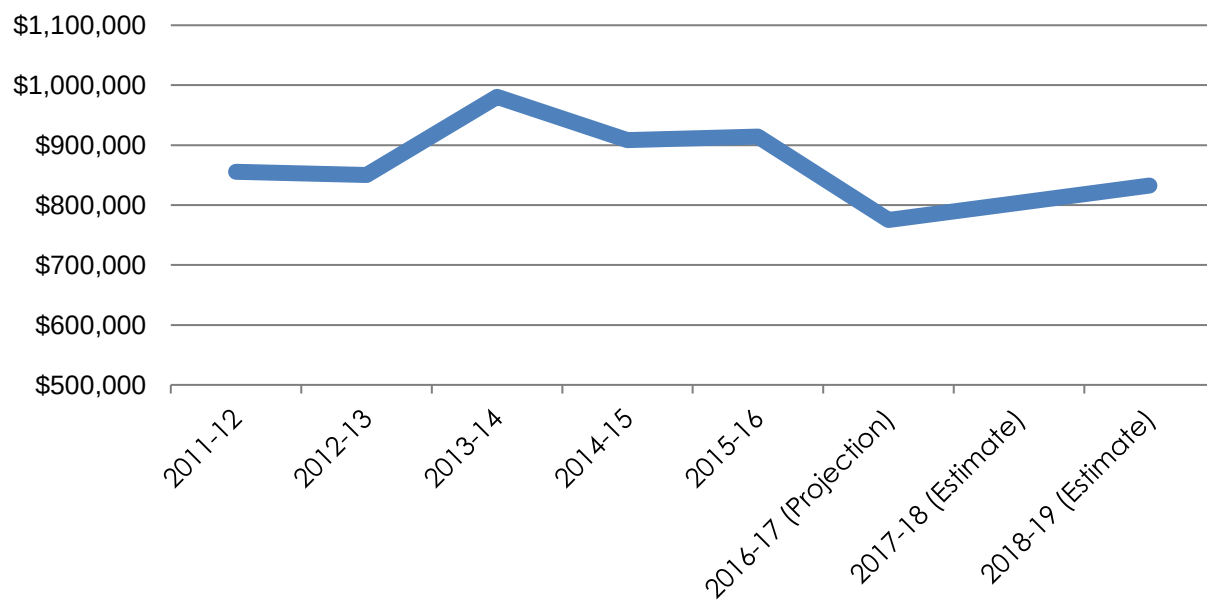
19 Restaurant & Lounge	OfficeMax
Adapt 2 It	Olive Garden
Carl's Jr.	Papa John's Pizza
CVS Pharmacy	Pristine Wellness
Firehouse Subs	Rite Aid
Golden Rain Foundation	Saddleback Golf Cars

⁸ Sales Tax Allocations Adjusted for Economic Data, January 2016 through December 2016, Hinderliter, de Llamas & Associates. Based on information from the State Board of Equalization. Sales tax producers are presented in alphabetical order in accordance with State law.

Home Depot	Stage 21 Bikes
Jack in the Box	Stanley Okon Dental Lab
Laguna Hills Animal Hospital	Starbucks
Leisure World Mobil	Stater Bros.
McCormick & Son	Tomo Sushi
Mother's Market	Valvoline Instant Oil Change
Moulton Arco AM/PM	

Note: OfficeMax and Valvoline Instant Oil Change closed in 2017.

[Sales Tax Revenue – Fiscal Years 2011-12 through 2018-19]



Budget Estimate (Fiscal Year 2017-18)	Percent Change from Projected Year-End Receipts (Fiscal Year 2016-17)	Budget Estimate (Fiscal Year 2018-19)	Percent Change from Projected Year-End Receipts (Fiscal Year 2017-18)
\$803,200	3.7%	\$832,100	3.6%

Summary of Significant Trends and Observations

- Increases in estimated sales tax revenue are due, in part, to anticipated growth in consumer spending, aided by the opening of new businesses. ALDI Food Market and Dollar Tree have plans to open stores by the end of the 2017 calendar year. Even with the addition of sales tax producing businesses, total revenue is still expected to trail prior years due, in part,

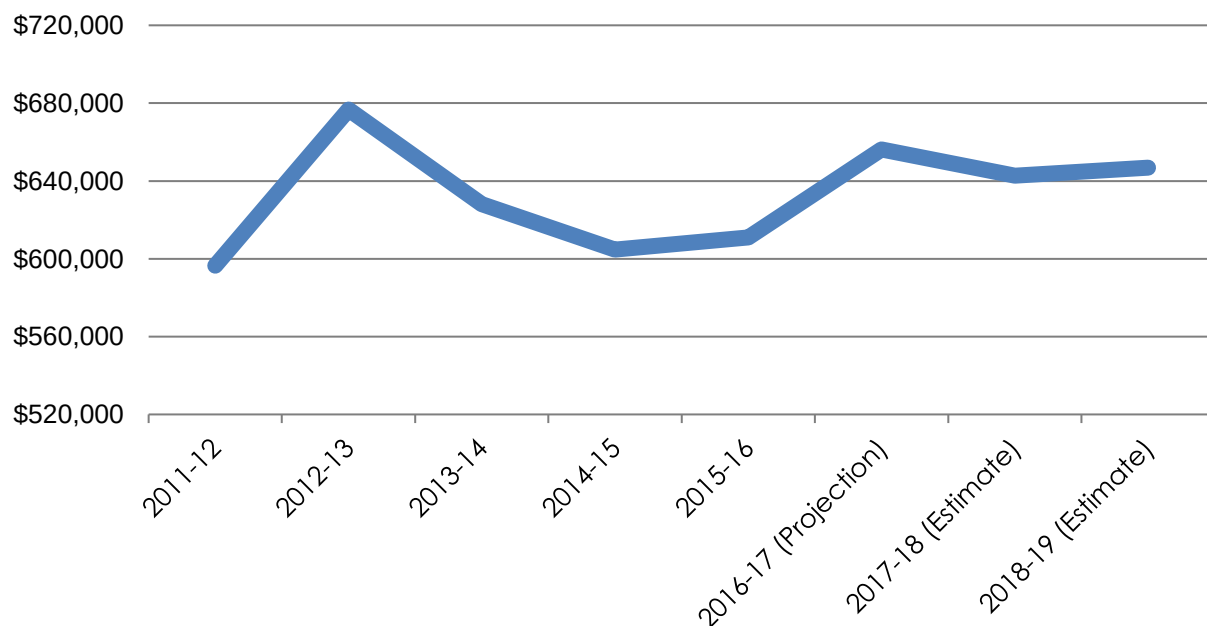
to commercial vacancy rates and the closure of several former, top sales tax producing businesses (Hometown Buffet, OfficeMax, Thaitanium, Valvoline Instant Oil Change, and Vons) in recent years.

- While the Willow Tree Center is currently undergoing a renovation that is intended to revitalize the shopping center and increase occupancy, this budget assumes no additional sales tax revenue other than from ALDI Food Market and Dollar Tree, due to a lack of confirmed information.
- The City's sales tax base continues to be limited in size and lacking in diversity with the top 25 sales tax producing businesses accounting for approximately 97% of total sales tax revenue in the 2016 calendar year. This over-reliance on a narrow subset of sales tax producers means that the City is particularly vulnerable to significant revenue fluctuations.
- Sales tax fluctuates with changes in the economy, as well as consumer confidence. A "leveling off" or slowing of economic growth, could have a potentially significant, negative impact on future revenue.

Franchise Fees Revenue

Franchise fees are collected by the City in accordance with agreements with various advertising, cable television, solid waste, and utility providers.

[Franchise Fees Revenue – Fiscal Years 2011-12 through 2018-19]



Budget Estimate (Fiscal Year 2017-18)	Percent Change from Projected Year-End Receipts (Fiscal Year 2016-17)	Budget Estimate (Fiscal Year 2018-19)	Percent Change from Projected Year-End Receipts (Fiscal Year 2017-18)
\$623,800	-4.4%	\$628,100	0.7%

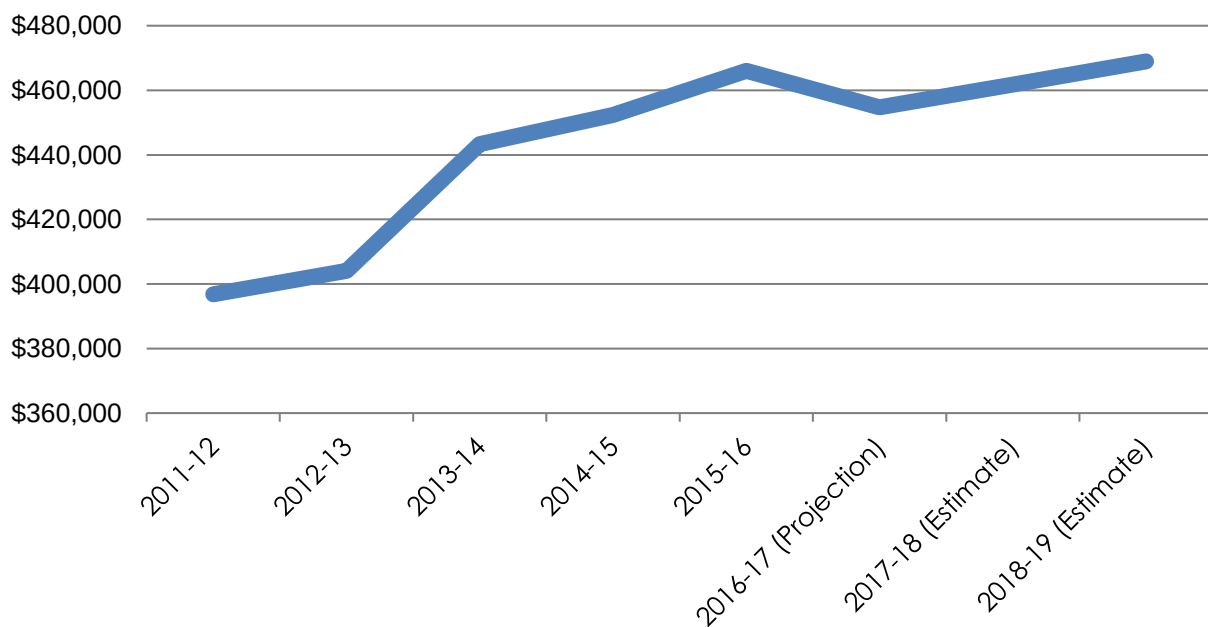
Summary of Significant Trends and Observations

- Franchise fees revenue is projected to remain relatively consistent with Fiscal Year 2016-17. No new franchise agreements or material changes to existing franchise agreements are anticipated.
- Bus shelter franchise fee revenue was estimated to decrease by \$20,000, or 50.0%, in Fiscal Year 2016-17 due to the expiration of the then-current franchise agreement. In 2016, the City successfully negotiated a 10-year extension of the franchise agreement without any loss of revenue.

Transient Occupancy Tax Revenue

Transient occupancy tax is levied at a rate of 10% of the rent charged for most hotel stays and short-term rentals. Transient occupancy tax is collected by the operators of hotels and short-term rentals, and then paid to the City.

[Transient Occupancy Tax Revenue – Fiscal Years 2011-12 through 2018-19]



Budget Estimate (Fiscal Year 2017-18)	Percent Change from Projected Year-End Receipts (Fiscal Year 2016-17)	Budget Estimate (Fiscal Year 2018-19)	Percent Change from Projected Year-End Receipts (Fiscal Year 2017-18)
\$461,800	1.6%	\$468,900	1.5%

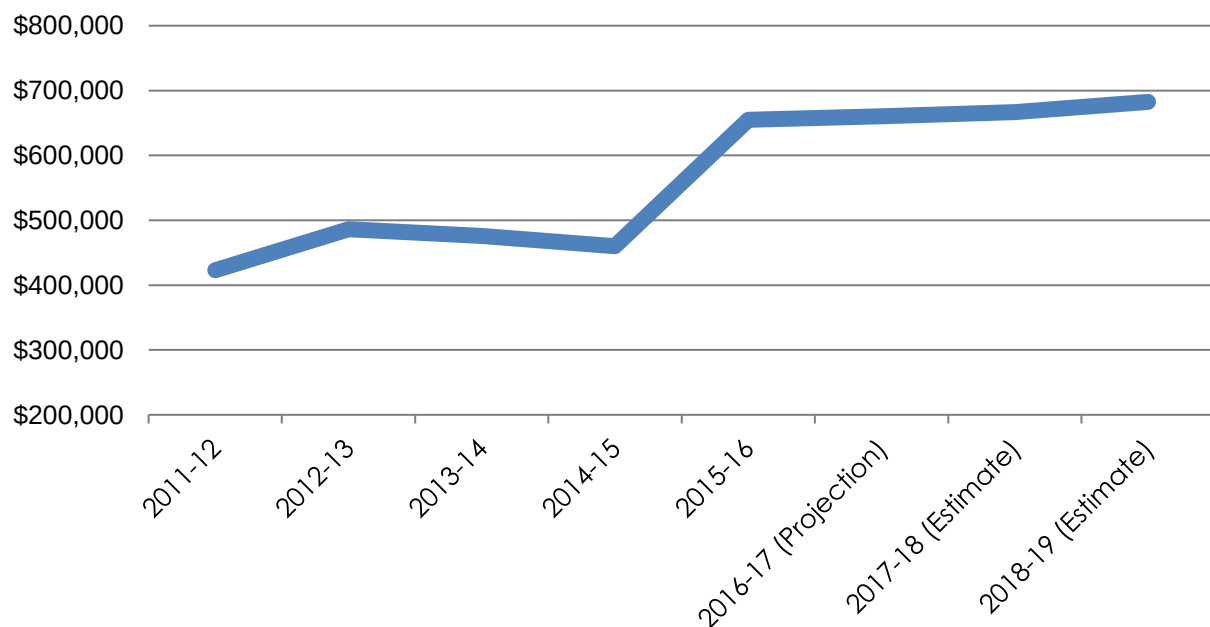
Summary of Significant Trends and Observations

- Transient occupancy tax revenue has realized slow and steady growth since 2011. Fiscal Year 2016-17 receipts are estimated to decrease as a result of disruptions caused by inclement weather and hotel remodeling. Revenue is estimated to resume typical growth in Fiscal Year 2017-18.
- The City's transient occupancy tax base continues to be limited in size. This over-reliance on a single transient occupancy tax producer means that the City is particularly vulnerable to significant revenue fluctuations.

Development Processing Fees Revenue

Development processing fees are collected by the City in order to recover the City's reasonable costs of providing building, planning, and related services.

*[Development Processing Fees Revenue
– Fiscal Years 2011-12 through 2018-19]*



Budget Estimate (Fiscal Year 2017-18)	Percent Change from Projected Year-End Receipts (Fiscal Year 2016-17)	Budget Estimate (Fiscal Year 2018-19)	Percent Change from Projected Year-End Receipts (Fiscal Year 2017-18)
\$707,300	1.0%	\$723,900	2.3%

Summary of Significant Trends and Observations

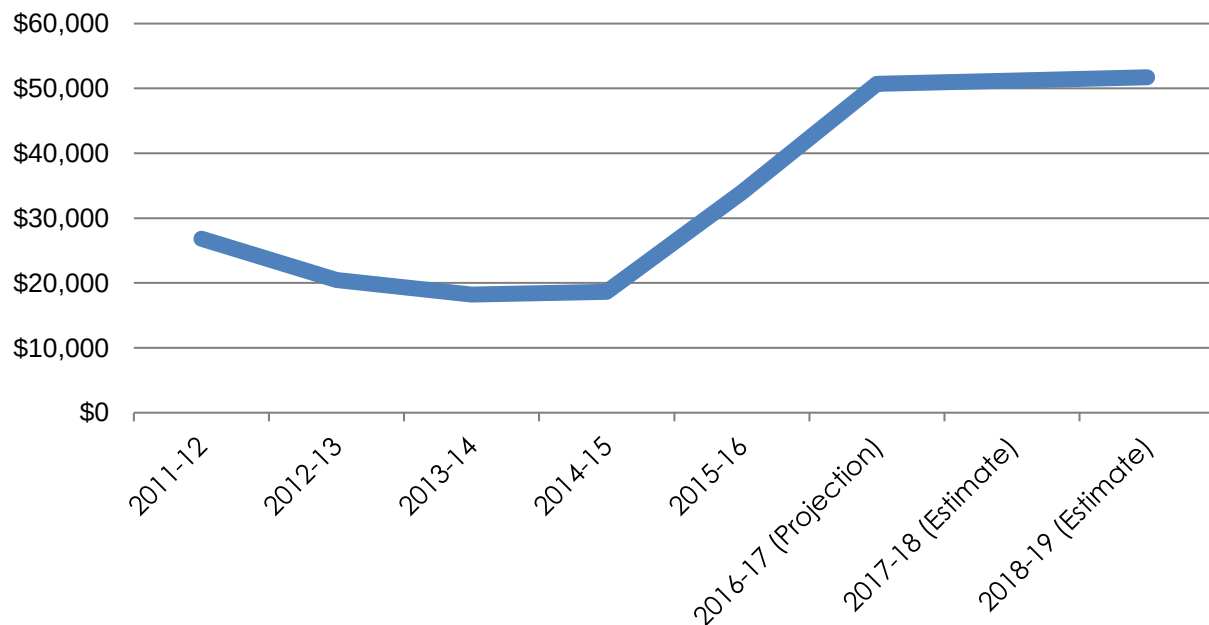
- Development processing fees revenue will continue to cover the City's reasonable costs of providing services. Since Fiscal Year 2014-15, the City has conducted an annual evaluation of the adequacy and rationality of its fees, including its reasonable costs of providing services.

Interest Revenue

Interest revenue is comprised of earnings from financial investments made in accordance with the City's Investment of Financial Assets Policy.

The Investment of Financial Assets Policy is intended to assist the City with the investment of financial assets in a manner that ensures adequate safety and liquidity, while maximizing yield (return) and complying with the requirements of California Government Code sections 5921 and 53600 *et seq.*

[Interest Revenue – Fiscal Years 2011-12 through 2018-19]



Budget Estimate (Fiscal Year 2017-18)	Percent Change from Projected Year-End Receipts (Fiscal Year 2016-17)	Budget Estimate (Fiscal Year 2018-19)	Percent Change from Projected Year-End Receipts (Fiscal Year 2017-18)
\$51,200	1.0%	\$51,700	1.0%

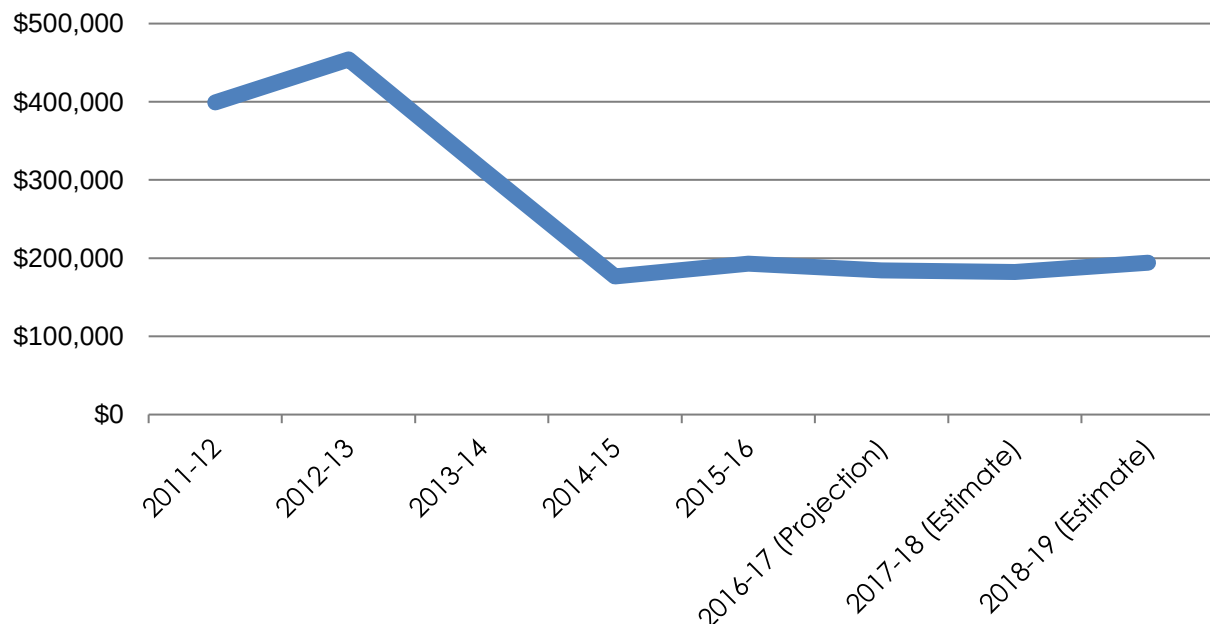
Summary of Significant Trends and Observations

- The City adopted significant modifications to its Investment of Financial Assets Policy in Fiscal Year 2015-16. As the City continues to implement the policy, it is anticipated that interest revenue will continue to increase; however, growth will be moderated by capital and other non-operating expenditures that reduce the total funds available for investment.
- Increases in interest revenue since Fiscal Year 2014-15 are attributable to investments in certificates of deposit and growth of interest rates. Those conditions are expected to continue and be complemented by more recent investments in the Orange County Investment Pool.

Miscellaneous Revenue

Miscellaneous revenue is collected by the City as a result of agreements not accounted for in other revenue categories, reimbursements, and fines.

[Miscellaneous Revenue – Fiscal Years 2011-12 through 2018-19]



Budget Estimate (Fiscal Year 2017-18)	Percent Change from Projected Year-End Receipts (Fiscal Year 2016-17)	Budget Estimate (Fiscal Year 2018-19)	Percent Change from Projected Year-End Receipts (Fiscal Year 2017-18)
\$182,200	-4.7%	\$194,300	6.6%

Summary of Significant Trends and Observations

- Miscellaneous revenue is projected to remain relatively consistent with Fiscal Year 2016-17. Miscellaneous revenue may vary from year-to-year, based on variables beyond the City's direct control.
- In Fiscal Year 2016-17, the City received its first annual payment as part of the newly amended waste disposal agreement with the County of Orange. Revenue is expected to gradually increase from \$22,274 in Fiscal Year 2016-17 to approximately \$37,000 in Fiscal Year 2018-19.

GENERAL FUND EXPENDITURES SUMMARY

General Fund operating expenditures for Fiscal Year 2017-18 are projected to be \$5,286,290, or 7.3% more than year-end projections for Fiscal Year 2016-17. In Fiscal Year 2018-19, General Fund operating expenditures are projected to be \$5,451,428, which reflects growth of \$165,138, or 3.1%, over the Fiscal Year 2017-18 estimate.

An additional \$438,188 for Fiscal Year 2017-18 and \$169,817 for Fiscal Year 2018-19 is budgeted to support the following non-operating expenditures and transfers to the Capital Projects Funds:

Fiscal Year 2017-18

- City Hall Restroom Repair and Improvement Project (Construction)
- City Hall Refurbishment and Safety Project: Phase 1 (Design)
- Drainage Improvement Project (Moulton Parkway at Santa Maria Avenue)
- Complete Streets Assessment
- Permitting Software
- 800 MHz Countywide Coordinated Communications System Upgrades (required by the Orange County Remote Access Network Board)
- Automated Fingerprint Identification System Reserve Contribution (required by the Orange County Chiefs' of Police and Sheriff's Association)

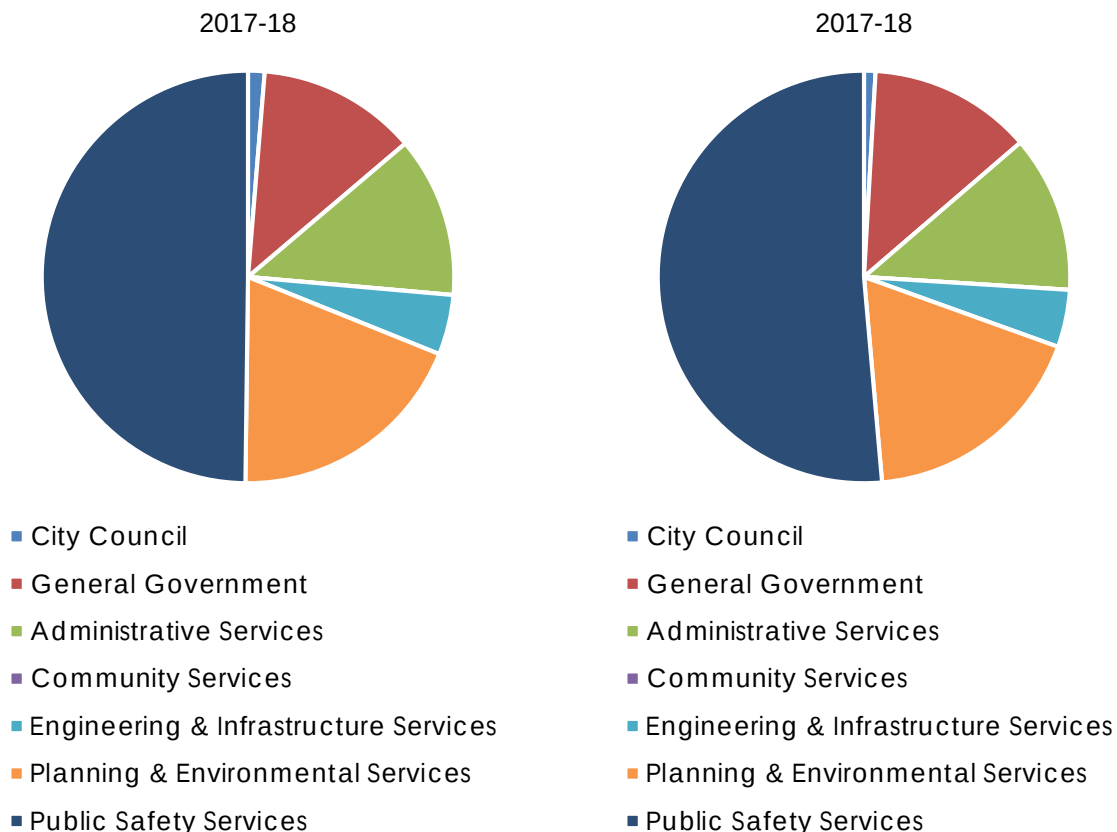
Fiscal Year 2018-19

- City Hall Refurbishment and Safety Project: Phase 1 (Construction)
- Automated Fingerprint Identification System Reserve Contribution (required by the Orange County Remote Access Network Board)
- 800 MHz Countywide Coordinated Communications System Upgrades (required by the Orange County Remote Access Network Board)

The primary causes of General Fund operating expenditure increases for both fiscal years are modest, inflationary-type increases for most line items and more significant increases for law enforcement services. The departments with the largest General Fund operating expenditures are projected to be public safety services; planning and environmental services; and, general government. All departments are projected to maintain relative proportionality.

Note: Non-operating expenditures and transfers to the Capital Projects Fund are excluded from the “operating expenditures” calculations in this budget.

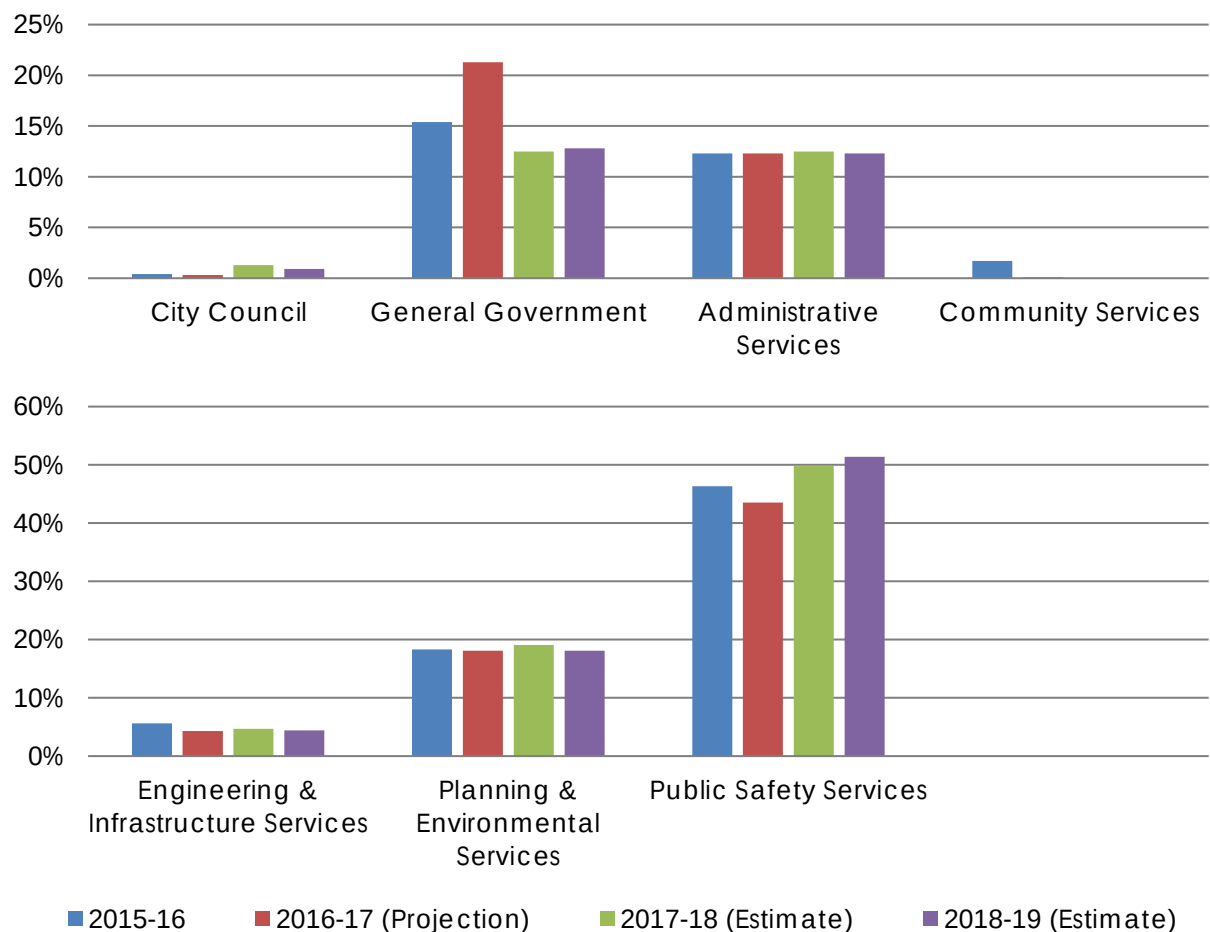
*[General Fund Operating Expenditure Projections by Department
– Fiscal Years 2017-19]*



General Fund Department	Percent of Adopted Budget Estimate (Fiscal Year 2017-18)	Percent of Adopted Budget Estimate (Fiscal Year 2018-19)
City Council	1.3%	0.9%
General Government	12.5%	12.8%
Administrative Services	12.6%	12.3%
Community Services	0.0%	0.0%
Engineering & Infrastructure Services	4.7%	4.5%
Planning & Environmental Services	19.1%	18.1%
Public Safety Services	49.8%	51.4%

Historical Comparison

*[Historical General Operating Expenditures by Department
– Fiscal Years 2014-15 through 2018-19]*



General Fund Department	Percent of Actual Year-End (Fiscal Year 2015-16)	Percent of Projected Year-End (Fiscal Year 2016-17)
City Council	0.4%	0.3%
General Government	15.4%	21.3%
Administrative Services	12.3%	12.3%
Community Services	1.7%	0.1%
Engineering & Infrastructure Services	5.6%	4.3%
Planning & Environmental Services	18.3%	18.1%
Public Safety Services	46.3%	43.6%

General Fund Department	Percent of Adopted Budget Estimate (Fiscal Year 2017-18)	Percent of Adopted Budget Estimate (Fiscal Year 2018-19)
City Council	1.3%	0.9%
General Government	12.5%	12.8%
Administrative Services	12.6%	12.3%
Community Services	0.0%	0.0%
Engineering & Infrastructure Services	4.7%	4.5%
Planning & Environmental Services	19.1%	18.1%
Public Safety Services	49.8%	51.4%

Employee Salaries, Taxes, and Benefits

While employee salaries, taxes, and benefits relate to multiple departments within the General Fund, discussion is consolidated in this section for ease of reference. Additional organizational information is included in Chapter 2.0.

Salaries and Benefits

Compensation schedules and benefits are approved by the City Council at duly noticed public meetings. In addition to base salaries, full-time employees generally receive a monthly benefit allowance (which, irrespective of the cost to employees, limits the City's contributions toward medical, dental, and vision coverage), paid time off, paid holidays, and retirement benefits. Long-term disability insurance was provided from 2004 until its elimination at the end of Fiscal Year 2016-17. The City has also reformed its paid time off accrual policies

to reduce the prospective cost of employee compensation for accumulated balances, beginning on January 1, 2018.

The City's annual base salary ranges, most recent employee compensation and benefits resolutions, and the City Manager's employment agreement are available at City Hall and on the City's website (www.cityoflagunawoods.org > click on "Transparency & Public Records").

This budget does not envision any changes to the compensation schedule or benefits for non-contract employees, nor to the terms of the City Manager's employment agreement. It does not include any new positions and allows for only minimal ability for movement by employees within existing salary ranges.

California Public Employees' Retirement System

The City maintains defined benefit pension plans that are administered by the California Public Employees' Retirement System ("CalPERS"). The plans provide benefits to qualified employees based on their number of years of service, age at retirement, and final compensation (average salary for a defined period of employment). Qualified employees hired prior to January 1, 2013, or otherwise eligible in accordance with the Public Employees' Pension Reform Act of 2013 ("PEPRA"), are considered "classic" members and are enrolled in a "2% at age 55" plan. Classic members contribute 7% of their annual covered salary. Qualified employees hired on or after January 1, 2013, and not considered "classic" members ("new/PEPRA members"), are enrolled in a "2% at age 62" plan and contribute a variable percentage of their annual covered salary, in accordance with PEPRA. The new/PEPRA employee contribution rate is 6.75% for Fiscal Year 2017-18 and expected to increase for Fiscal Year 2018-19.

CalPERS produces an annual valuation report for each city's pension plans based on information available as of June 30 of the preceding year. The City's expenditure appropriations for employer contributions to CalPERS are based on the information contained in the most current valuation reports. Current and prior valuation reports are available at City Hall and on CalPERS' website (www.calpers.ca.gov > search "Public Agency Actuarial Valuation Reports" > search "Laguna Woods City" in the "Name" field).

The City makes annual required contributions to CalPERS that are based on a variety of assumptions including, but not limited to, rates of return on pooled investments managed by CalPERS. The difference between the sum of the City's annual required contributions and the total projected cost of earned pension benefits is referred to as "unfunded accrued liability ("UAL")."

The City's most current valuation reports are based on information as of June 30, 2015. The City's total UAL was calculated at \$486,899. In May 2017, the City paid off the entirety of its then-calculated UAL. That action is expected to save the City upwards of \$500,000 over the next 30 years, including \$24,275 in Fiscal Year 2017-18 and at least \$33,102 in Fiscal Year 2018-19.

On December 21, 2016, the CalPERS Board of Administration voted to lower CalPERS' assumed rate of return on pooled investments from 7.5 to 7%, over a three-year period, beginning in Fiscal Year 2017-18. CalPERS advised that cities should anticipate increases of up to 3% in annual required contributions over that three-year period, as well as increases of up to 40% in unfunded accrued liability. It has also been suggested that the assumed rate of return may be further reduced, resulting in even greater increases. The City's May 2017 UAL pay-off will significantly mitigate the associated fiscal impacts. The City's budget policies also call for consideration of additional UAL payments at least as often as each two-year budget development process.

*[CalPERS Employer Normal Costs and Unfunded Liability Payments
– Classic Members – Fiscal Years 2014-15 through 2018-19]*

	Fiscal Year 2014-15 (Valuation as of June 30, 2012)	Fiscal Year 2015-16 (Valuation as of June 30, 2013)	Fiscal Year 2016-17 (Valuation as of June 30, 2014)	Fiscal Year 2017-18 (Valuation as of June 30, 2015)	Fiscal Year 2018-19 (Valuation as of June 30, 2015)
<i>Classic Members</i>					
Employer Normal Cost Rate (% of Each Salary)	9.154%	9.344%	9.476%	9.517%	9.5% (Projected)
Annual Required Employer Payment of UAL	3.208%	\$15,072	\$18,622	\$0	\$0 (Projected)
Elective Lump Sum Employer Payment of UAL	-	-	\$483,069	-	-

*[CalPERS Employer Normal Costs and Unfunded Liability Payments
– New/PEPRA Members – Fiscal Years 2014-15 through 2018-19]*

	Fiscal Year 2014-15 (Valuation as of June 30, 2012)	Fiscal Year 2015-16 (Valuation as of June 30, 2013)	Fiscal Year 2016-17 (Valuation as of June 30, 2014)	Fiscal Year 2017-18 (Valuation as of June 30, 2015)	Fiscal Year 2018-19 (Valuation as of June 30, 2015)
<i>New/PEPRA Members</i>					
Employer Normal Cost Rate (% of Each Salary)	6.550%	6.570%	6.649%	6.628%	6.6% (Projected)
Annual Required Employer Payment of UAL	-	-	-	\$0	\$0 (Projected)
Elective Lump Sum Employer Payment of UAL	-	-	\$149	-	-

[Total CalPERS Employer Contributions – Fiscal Years 2014-15 through 2018-19]

	Fiscal Year 2015-16 Actual	Fiscal Year 2016-17 Projected	Fiscal Year 2017-18 Projected	Fiscal Year 2018-19 Projected
<i>All Members</i>				
Total Employer Contributions	\$64,900	\$78,288	\$65,471	\$69,298
Percent of General Fund Operating Budget	1.237%	1.498%	1.238%	1.271%
Elective Lump Sum Employer Payment of UAL	-	\$483,218	-	-

Payroll Taxes (Social Security, Medicare, and State Unemployment Insurance)

The City participates in Social Security and Medicare programs, which provide retirement and health benefits to qualified employees beginning as early as

age 62. All employees pay the full employee contribution and the City pays an equivalent employer contribution, which for calendar year 2017 is 6.2% on the first \$127,200 of earnings for Social Security and 1.45% on all earnings for Medicare. Social Security contributions account for approximately 97% of total payroll taxes paid by the City. Total costs for Social Security are projected to be \$57,678 for Fiscal Year 2017-18 and \$57,853 for Fiscal Year 2018-19.

The City also participates in the State of California's Unemployment Insurance program, which provides temporary financial assistance to qualified persons who have separated from employment. The City pays a rate established by the State, which is currently 2.5% on the first \$7,000 of earnings.

Other-Post Employment Benefits (Retiree Medical)

As a member of the CalPERS health insurance program, the City is statutorily required to offset a portion of the cost of CalPERS health insurance premiums for qualified, retired employees at a minimum rate, adjusted annually. Rates are established by State law with the monthly cost for the 2017 calendar year set at \$112 per qualified, retired employee. The City's costs are projected to increase to \$113 per month, per qualified retiree for Fiscal Year 2017-18 and \$126 per month, per qualified retiree in Fiscal Year 2018-19.

An actuarial study completed in April 2016 calculated the City's unfunded liability for retiree medical other post-employment benefits ("OPEB") at \$75,638 as of July 1, 2016. In Fiscal Year 2015-16, the City established an irrevocable OPEB trust with an initial funding level of 80% of the unfunded liability (\$60,511). While many employers use a "pay-as-you-go" formula to minimally fund OPEB liabilities, the establishment of an interest-bearing OPEB trust allows the City to proactively manage future costs and reduce unfunded liabilities.

This budget and work plan does not include any new contributions to the OPEB trust. The next actuarial study will be completed for Fiscal Year 2017-18, after which additional contributions may be necessary to maintain a funding level of at least 80% of the recalculated unfunded liability.

Law Enforcement Retirement and Post-Employment Benefits

Agreements for law enforcement services with the County of Orange include certain employee retirement and OPEB-related expenses. While the City is not responsible for the County of Orange's long-term retirement or OPEB liabilities, changes in the County of Orange's contribution rates and actuarial valuations for the Orange County Employees Retirement System ("OCERS") create a year-to-year budgetary risk exposure for the City. While retirement and OPEB-related expenses have a material and generally upward impact on the City's

costs, the City does not have a role in either the County of Orange's or OCERS' decision-making. The City's ability to project future law enforcement costs is further limited as the County of Orange does not provide long-term projections that separately identify pension costs with amortized unfunded liabilities.

GENERAL FUND EXPENDITURES BY DEPARTMENT

For additional information on the role, responsibilities, and staffing for each City department, please refer to Chapter 2.0.

City Council Department

Notable Changes from Prior Years

- The City Council Contingency line item has an appropriation of \$50,000 for Fiscal Year 2017-18 and \$25,000 for Fiscal Year 2018-19. In Fiscal Year 2018-19, \$25,000 has been reallocated to fund municipal election costs. There is no municipal election scheduled for Fiscal Year 2017-18.
- As a cost control measure, no budget is provided for City Council travel, meetings, or conferences that require air travel.

General Government Department

Notable Changes from Prior Years

- Funds are included for the City's dues for the League of California Cities, the Southern California Association of Governments ("SCAG"), the Orange County Council of Governments ("OCCOG"), and the Orange County Local Agency Formation Commission ("OCLAFCO").
- Funds are included for various City staff memberships in professional organizations, including the City Clerk's Association of California, the California Society of CPAs, and the American Institute of CPAs. As a cost control measure, the City Manager has waived his membership in the International City/County Management Association.
- As a cost control measure, no budget is provided for City staff travel, meetings, or conferences that require air travel, or for attendance at League of California Cities conferences, regardless of location.
- \$25,000 has been allocated from the City Council Contingency to fund municipal election costs in Fiscal Year 2018-19.
- Cost savings associated with the City's May 2017 CalPERS UAL pay-off are reflected in this department. For additional discussion of CalPERS-related expenditures, please refer to page 114.

- Maintenance costs for City Hall continue to increase, with most of the increase attributable to deterioration of the facility over time. Several capital improvement projects are included in the capital improvement program with the intention of making necessary repairs and ensuring that City Hall remains safe, accessible, and well-maintained. As a cost control measure, routine pest control service at City Hall was eliminated in Fiscal Year 2016-17 and has not been reinstated in this budget. Pest control is now contracted for on an as-needed basis.
- As cost control measures, City Hall's Internet speed has been reduced and telephone service has been converted to a new fiber plan.
- Landscaping costs for the City's parks continue to increase, with most of the increase attributable to "A Place for Paws" Dog Park. As a cost control measure, park landscape inspection services were eliminated in Fiscal Year 2016-17 and have not been reinstated in this budget. Park landscape inspection is now being regularly handled by City staff.

Administrative Services Department

Notable Changes from Prior Years

- Information technology costs have increased by more than 25% due to operational, software, and computer server changes. One contributing factor is the installation and maintenance of a new computer server to support new financial and permitting software, as well as conversion of an existing computer server to function as an emergency back-up.
- As a result of reorganization and the implementation of new accounting processes and procedures, costs for financial consulting services have been reduced by more than by 20%.
- As a cost control measure, the City held the part-time Customer Service Representative position vacant in Fiscal Year 2016-17. The position has not been reinstated in this budget.

Community Services Department

Notable Changes from Prior Years

- The Fiscal Year 2016-17 budget included a \$5,000 contribution to establish the Laguna Woods Civic Support Fund. No additional contributions to the Laguna Woods Civic Support Fund are included in this budget.
- Beginning in Fiscal Year 2016-17, the City enhanced the events offered at City Hall by entering into partnerships that allow for participation in new events and programming. As a result of increased weekday offerings, the

City has been able to reduce overtime and other costs associated with events and programming formerly held on weekends.

Engineering & Infrastructure Services Department

Notable Changes from Prior Years

- As a cost control measure, right-of-way landscape inspection services were eliminated in Fiscal Year 2016-17 and have not been reinstated in this budget. Right-of-way landscape inspection is now being regularly handled by City staff.
- The City's required Maintenance of Effort expenditures to remain eligible to receive Measure M2 funds will increase from \$84,173 in Fiscal Year 2016-17 to \$92,255 in Fiscal Year 2017-18 and \$93,008 in Fiscal Year 2018-19. Maintenance of Effort requirements will be satisfied with expenditures including direct administration, public street sweeping services, right-of-way tree pruning services, and right-of-way irrigation.
- Non-Operating Expenditure: The Fiscal Year 2017-18 budget includes \$12,500 to perform a Complete Streets Assessment. For more information, please refer to Significant Work Plan Item #4 on page 21.

Planning & Environmental Services Department

Notable Changes from Prior Years

- Contract staffing for building permitting and inspection continues to be enhanced to meet demand. Information on contract staffing levels and costs is available in the *Building and Planning Services Fee Study*.
- As a cost control measure, the Sharps Waste Mail Back Collection Program has been discontinued. The City continues to accept home-generated sharps waste from residents, at City Hall, at no charge.
- Non-Operating Expenditure: The Fiscal Year 2017-18 budget includes \$37,500 to implement permitting software. For more information, please refer to Significant Work Plan Item #10 on page 23.

Public Safety Services Department

Notable Changes from Prior Years

- The Fiscal Year 2016-17 budget included a transfer of \$20,700 from the City Council Contingency to the Public Safety Services Department to support the analysis of potential strategies and actions to address increasing law enforcement costs. No additional transfers are included

in this budget; however, it is possible that a need may arise based on the outcomes of the analysis that is currently underway.

- **Non-Operating Expenditure:** All cities that contract with the Orange County Sheriff's Department participate in the 800 MHz Countywide Coordinated Communications System ("CCCS"). In Fiscal Year 2016-17, the Orange County Chiefs' of Police and Sheriff's Association approved new encryption standards with one-time equipment modification costs estimated to total \$8,979 in Fiscal Year 2017-18. An additional \$20,852 in Fiscal Year 2017-18 and \$2,907 in Fiscal Year 2018-19 will also be required to fund one-time CCCS "Next Generation" upgrade costs.
- All cities that contract with the Orange County Sheriff's Department participate in the Automated Fingerprint Identification System ("AFIS"), which is governed by the Orange County Remote Access Network Board. Beginning in Fiscal Year 2017-18, monthly AFIS cost-share charges will increase by 23.1%, from \$456 to \$597.
 - **Non-Operating Expenditure:** In addition to monthly AFIS cost-share charges, the City will also be required to contribute \$1,910 to a new AFIS reserve in both fiscal years 2017-18 and 2018-19.
- Law enforcement services represent the single largest expenditure in the General Fund operating budget, at 50.5% or \$2,642,047 in Fiscal Year 2016-17, 49.3% or 2,603,724 in Fiscal Year 2017-18, and 51.0% or 2,777,974 in Fiscal Year 2018-19, based on gross contract value.
 - On September 6, 2016, the Orange County Board of Supervisors approved a new, multi-year memorandum of understanding with the Association of Orange County Deputy Sheriffs. The result was a \$49,927 increase in costs for Fiscal Year 2016-17 and increases in base costs that will affect future contracts. The City had no role in reviewing or approving the memorandum of understanding.
 - While the City was able to moderate costs in Fiscal Year 2017-18 through a reduction of one-half of a formerly full-time investigator position, future costs are expected to continue to increase at an unsustainable rate, significantly in excess of inflation. Without the staffing reduction, the City's costs for maintaining the existing level of service would have increased approximately 4.5%, or \$119,000. Costs for Fiscal Year 2018-19 are projected to increase by 6.69%, or \$174,250, in addition to CCCS and AFIS charges, as well as future salary, benefit, and operational increases that the Orange County Board of Supervisors may approve.

- The budget assumes a funding offset from the Supplemental Law Enforcement Services Account (“SLESA”), distributed by the State of California of \$119,300 in Fiscal Year 2017-18 and \$123,500 in Fiscal Year 2018-19. SLESA funds are accounted for in the Special Revenue Funds section of the budget (see Chapter 8.0).
- The budget assumes a cost savings of \$6,509 in Fiscal Year 2017-18 and \$6,945 in Fiscal Year 2018-19, due to early payment discounts.

CAPITAL PROJECTS FUND REVENUE

The Capital Projects Fund is used to account for transfers from the General Fund that are reserved for either current- or future-year capital improvement purposes. All Capital Projects Fund revenue is transferred from the unassigned General Fund balance.

Additional funding for capital improvement purposes is also budgeted in Special Revenue Funds and discussed separately in Chapter 8.0.

CAPITAL PROJECTS FUND EXPENDITURES

Capital Projects Fund expenditures are considered to be non-operating and projected to be \$365,426 for Fiscal Year 2017-18 and \$165,000 for Fiscal Year 2018-19. All expenditures relate to the implementation of the City’s Capital Improvement Program (“CIP”), specifically, the capital improvement projects listed below. For additional information on the CIP, please refer to Chapter 4.0.

Fiscal Year 2017-18

- City Hall Restroom Repair and Improvement Project (Construction)
- City Hall Refurbishment and Safety Project: Phase 1 (Design)
- Drainage Improvement Project (Moulton Parkway at Santa Maria Avenue)

Fiscal Year 2018-19

- City Hall Refurbishment and Safety Project: Phase 1 (Construction)

CITY OF LAGUNA WOODS Fiscal Years 2017-19 Revenue Summary - General Fund

Line Item	Fiscal Year 2016-17 Adopted	Fiscal Year 2016-17 Amended	Fiscal Year 2017-18 Budget	Fiscal Year 2018-19 Budget
<u>GENERAL FUND</u>				
Property Tax	2,272,000	2,272,000	2,448,200	2,543,000
Property Transfer Tax	90,000	90,000	95,900	99,600
Sales Tax:				
Regular	932,000	932,000	803,200	832,100
One-Time	-	-	-	-
Franchise Fees	591,000	591,000	623,800	628,100
Transient Occupancy Tax	467,000	467,000	461,800	468,900
Development Processing Fees	671,000	671,000	707,300	723,900
Interest	48,000	48,000	51,200	51,700
Miscellaneous	190,000	190,000	182,200	194,300
Total General Fund	5,261,000	5,261,000	5,373,600	5,541,600
Less: One-Time Sales Tax	-	-	-	-
Total General Fund (ongoing revenues)	5,261,000	5,261,000	5,373,600	5,541,600
Plus: INTER-FUND TRANSFERS	-	467,451	-	-
TOTAL GENERAL FUND (including inter-fund transfers and one-time revenues)	5,261,000	5,728,451	5,373,600	5,541,600

CITY OF LAGUNA WOODS Fiscal Years 2017-19 Revenue Summary - General Fund

Line Item	Fiscal Year 2016-17 Adopted	Fiscal Year 2016-17 Amended	Fiscal Year 2017-18 Budget	Fiscal Year 2018-19 Budget
<u>CAPITAL PROJECTS FUND:</u>				
Capital Projects	137,240	137,240	365,426	165,000
TOTAL CAPITAL PROJECTS FUND	137,240	137,240	365,426	165,000
TOTAL REVENUE - GENERAL FUNDS	5,398,240	5,865,691	5,739,026	5,706,600
Less: INTER-FUND TRANSFERS	90,300	557,751	365,426	165,000
TOTAL NET ONGOING REVENUE	5,307,940	5,307,940	5,373,600	5,541,600

CITY OF LAGUNA WOODS Fiscal Years 2017-19 Expenditures Detail - General Fund

Line Item	Fiscal Year 2016-17 Adopted	Fiscal Year 2016-17 Amended	Fiscal Year 2017-18 Budget	Fiscal Year 2018-19 Budget
<u>GENERAL FUND</u>				
City Council				
<u>General Expenses</u>				
Mileage and Parking	500	500	500	500
Travel, Conferences, and Meetings	5,952	5,952	4,203	5,067
<u>City Council Contingency</u>				
City Council Contingency	50,000	7,300	50,000	25,000
<u>Compensation</u>				
Monthly Compensation	14,400	14,400	16,200	18,000
Payroll Taxes	-	-	1,414	1,552
Total City Council	70,852	28,152	72,317	50,119
General Government				
<u>General Expenses</u>				
Community Outreach	2,500	2,500	2,500	2,559
Insurance	82,710	82,710	89,746	91,951
Legal Services	153,900	153,900	153,900	153,900
Meeting Accessibility Services	5,508	5,508	5,508	5,508
Memberships and Dues	15,339	15,339	17,609	17,887
Mileage and Parking	1,000	1,000	1,000	1,000
Office Equipment & Maintenance	12,456	34,456	13,807	13,960
Non-Operating	-	45,000	-	-
Office Supplies & Activities	9,750	9,750	9,750	9,865
Postage	3,500	3,500	3,500	3,500
Printing	1,000	1,000	1,012	1,036
Public Notices	6,500	6,500	5,614	5,680
Travel, Conferences, and Meetings	7,775	7,775	4,434	900
Other Projects and Services	8,600	8,600	2,500	2,500
Non-Operating	-	483,218	-	-
<u>Election Expenses</u>				
City Council Election	25,000	25,000	-	25,000

CITY OF LAGUNA WOODS Fiscal Years 2017-19 Expenditures Detail - General Fund

Line Item	Fiscal Year 2016-17 Adopted	Fiscal Year 2016-17 Amended	Fiscal Year 2017-18 Budget	Fiscal Year 2018-19 Budget
<u>City Hall Expenses</u>				
Janitorial Services, City Hall	10,590	10,590	10,814	11,464
Maintenance, City Hall	33,124	33,124	44,570	42,780
Non-Operating	-	89,494	-	-
Telephones, City Hall	16,794	16,794	17,596	18,009
Utilities, Electric, City Hall	20,342	20,342	17,307	17,714
Utilities, Gas, City Hall	501	501	783	801
Utilities, Water, City Hall	1,539	1,539	1,876	1,920
<u>Compensation & Benefits</u>				
Salaries, Full-time	181,681	181,681	174,208	176,821
Salaries, Part-time	39,886	39,886	39,886	39,886
Fringe Benefits	12,000	12,000	12,000	12,000
Supplemental Allowances	2,754	2,754	3,708	3,708
Payroll Taxes	13,498	13,498	13,801	13,839
Non-Operating	60,000	60,000	-	-
Retirement (Employer Contribution)	20,940	20,940	16,579	17,682
Benefit Administration	1,858	1,858	1,889	1,942
Long-term Disability	351	351	-	-
Retiree Medical (Employer Contribution)	3,783	3,783	4,140	4,536
Total General Government	755,179	1,394,891	670,037	698,348
Administrative Services				
<u>General Expenses</u>				
Audit Services	20,700	20,700	21,320	21,960
Information Technology Services	17,739	17,739	26,527	24,927
Finance and Payroll Services	95,693	95,693	74,967	74,967
Non-Operating	-	82,329	-	-
Records Management Services	11,660	11,660	11,660	11,660
Website Services	2,900	2,900	3,600	3,600
Other Projects & Services	3,500	3,500	3,500	3,500
<u>Compensation & Benefits</u>				
Salaries, Full-time	402,104	402,104	403,714	403,714
Salaries, Part-time	15,912	15,912	-	-
Fringe Benefits	60,000	60,000	60,000	60,000
Payroll Taxes	30,817	30,817	31,451	31,451

CITY OF LAGUNA WOODS
Fiscal Years 2017-19 Expenditures Detail - General Fund

Line Item	Fiscal Year 2016-17 Adopted	Fiscal Year 2016-17 Amended	Fiscal Year 2017-18 Budget	Fiscal Year 2018-19 Budget
Retirement (Employer Contribution)	44,103	44,103	35,496	37,435
Long-term Disability	3,707	3,707	-	-
Total Administrative Services	708,835	791,164	672,235	673,214
Community Services				
<u>General Expenses</u>				
Channel 31 Programming	3,057	3,057	-	-
Community Recreation Events	950	950	250	250
<u>Civic Support Fund</u>				
Civic Support Fund Establishment	5,000	5,000	-	-
<u>Compensation & Benefits</u>				
Salaries	3,378	3,378	500	500
Payroll Taxes	258	258	38	38
Retirement (Employer Contribution)	225	225	-	-
Total Community Services	12,868	12,868	788	788
Engineering & Infrastructure Services				
<u>General Expenses</u>				
Engineering Services	7,500	7,500	-	-
Non-Operating	-	26,900	12,500	-
Landscaping Services	60,131	60,131	39,991	40,656
Landscaping Services, M2 Maintenance of Effort	84,173	84,173	92,255	93,008
Maintenance, Catch Basins	2,800	2,800	2,800	2,819
<u>Utilities</u>				
Utilities, Street Lights, Residential	33,696	33,696	34,084	34,304
<u>Compensation & Benefits</u>				
Salaries, Full-time	36,380	36,380	48,184	48,184
Fringe Benefits	12,000	12,000	12,000	12,000
Payroll Taxes	5,566	5,566	6,165	6,165
Retirement (Employer Contribution)	4,838	4,838	5,190	5,560
Long-term Disability	897	897	-	-
Total Engineering & Infrastructure Services	247,981	274,881	253,169	242,696

CITY OF LAGUNA WOODS
Fiscal Years 2017-19 Expenditures Detail - General Fund

Line Item	Fiscal Year 2016-17 Adopted	Fiscal Year 2016-17 Amended	Fiscal Year 2017-18 Budget	Fiscal Year 2018-19 Budget
Planning & Environmental Services				
<u>General Expenses</u>				
Building Services	526,900	526,900	636,196	636,196
Building Services, Printing	1,800	1,800	1,000	1,000
Building Services, Publications	1,000	1,000	1,800	1,800
Code Enforcement Services	40,592	40,592	36,428	36,428
Community Waste Events and Collections	53,550	53,550	38,174	38,174
Planning Services	15,000	15,000	15,000	15,000
Non-Operating	-	265,516	37,500	-
Waste Management Services	35,000	35,000	35,000	35,000
Water Quality Services	99,677	99,677	104,093	106,406
<u>Compensation & Benefits</u>				
Salaries, Full-time	88,712	88,712	86,213	86,213
Community Events	5,320	5,320	2,745	2,745
Fringe Benefits	12,000	12,000	12,000	12,000
Payroll Taxes	6,786	6,786	6,770	6,770
Community Events	407	407	210	210
Retirement (Employer Contribution)	8,406	8,406	8,205	8,621
Community Events	504	504	-	-
Long-term Disability	897	897	-	-
Total Planning & Environmental Services	896,551	1,162,067	1,021,334	986,563
Public Safety Services				
<u>General Expenses</u>				
Animal Services	105,516	105,516	108,842	113,909
Law Enforcement Services	2,508,685	2,508,685	2,535,219	2,683,444
Non-Operating	7,743	28,443	22,762	4,817
Other Public Safety Services	2,046	2,046	2,347	2,348
Total Public Safety Services	2,623,990	2,644,690	2,669,170	2,804,518
Inter-Fund Transfers				
<u>Inter-Fund Transfers</u>				
Transfer to Capital Projects	90,300	90,300	365,426	165,000
Transfer to Special Revenue Funds	-	390,121	-	-
Total Inter-Fund Transfers	90,300	480,421	365,426	165,000
Subtotal General Fund Operating Expenditures	5,248,513	5,227,811	5,286,288	5,451,429

CITY OF LAGUNA WOODS
Fiscal Years 2017-19 Expenditures Detail - General Fund

Line Item	Fiscal Year 2016-17 Adopted	Fiscal Year 2016-17 Amended	Fiscal Year 2017-18 Budget	Fiscal Year 2018-19 Budget
Non-Operating Expenditures Subtotal	67,743	1,080,900	72,762	4,817
Transfer to Capital Projects Subtotal	90,300	90,300	365,426	165,000
Transfer to Special Revenue Funds Subtotal	-	390,121	-	-
Subtotal General Fund Non-Operating Expenditures and Inter-Fund Transfers	158,043	1,561,321	438,188	169,817
TOTAL GENERAL FUND EXPENDITURES	5,406,556	6,789,134	5,724,476	5,621,246
<u>CAPITAL PROJECTS FUND</u>				
Capital Projects	137,240	161,989	365,426	165,000
TOTAL CAPITAL PROJECTS FUND	137,240	161,989	365,426	165,000
TOTAL ALL GENERAL FUND EXPENDITURES	5,543,796	6,951,123	6,089,902	5,786,246

<u>Non-Operating Detail</u>	<u>Fiscal Year 2017-18</u>	<u>Fiscal Year 2018-19</u>
ENGINEERING & INFRASTRUCTURE SERVICES		
Complete Streets Assessment	12,500	-
PLANNING & ENVIRONMENTAL SERVICES		
Permitting Software	37,500	-
PUBLIC SAFETY SERVICES		
800 MHz Countywide Coordinated Communications System Upgrades	20,852	2,907
Automated Fingerprint Identification System Reserve Contribution	1,910	1,910
TOTAL	72,762	4,817

CITY OF LAGUNA WOODS Fiscal Years 2017-19 Expenditures Detail - General Fund

Line Item	Fiscal Year 2016-17 Adopted	Fiscal Year 2016-17 Amended	Fiscal Year 2017-18 Budget	Fiscal Year 2018-19 Budget
<u>Transfer to Capital Projects Detail</u>			<u>Fiscal Year 2017-18</u>	<u>Fiscal Year 2018-19</u>
City Hall Restroom Repair and Improvement Project (Construction)			283,363	-
City Hall Refurbishment and Safety Project: Phase 1 (Design)			22,500	-
Drainage Improvement Project (Moulton Parkway at Santa Maria Avenue)			59,563	-
City Hall Refurbishment and Safety Project: Phase 1 (Construction)			-	165,000
TOTAL			365,426	165,000
<u>Fiscal Year 2017-18 Carryovers from Fiscal Year 2016-17 (Anticipated; subject to change)</u>				
Financial Software Replacement			Unexpended balance at year-end	
Payroll Tax Reconciliations			Unexpended balance at year-end	
Commercial Zoning Code Uses and Parking Standards Update			Unexpended balance at year-end	
General Plan Comprehensive Update			Unexpended balance at year-end	
El Toro Road Traffic Signal Synchronization Project			Unexpended balance at year-end	
Moulton Parkway Traffic Signal Synchronization Project			Unexpended balance at year-end	
Moulton Parkway Water Efficient Median Improvement Project (Design)			Unexpended balance at year end	
Moulton Parkway Water Efficient Median Improvement Project (Construction)			Unexpended balance at year end	
City Hall Restroom Repair and Improvement Project (Design)			Unexpended balance at year end	

8.0. CITY BUDGET DETAIL, **SPECIAL REVENUE FUNDS**

This chapter is intended to present revenue and expenditure detail for the programs, projects, and services included in this budget.

SPECIAL REVENUE FUNDS SUMMARY

The City uses Special Revenue Funds to account for the proceeds of revenue sources that are legally restricted to expenditures for specified purposes. This budget accounts for financial activity within Special Revenue Funds using the governmental funds listed below.

The City classifies its Special Revenue Funds as either primarily relating to transportation, public safety, the environment, or community services. These classifications are intended to organize similar funding for ease of reference.

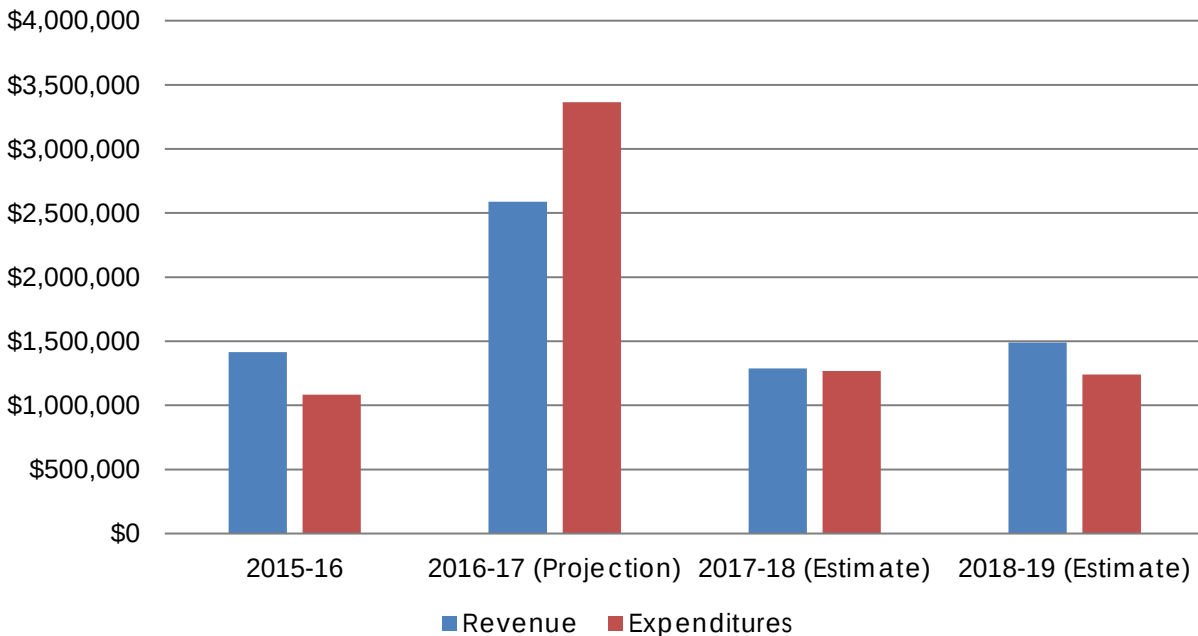
[Special Revenue Funds Structure – Fiscal Years 2017-19]

Special Revenue Funds

- *Transportation Funds*
 - Fuel Tax
 - Road Maintenance & Rehabilitation Program
 - Measure M2
 - Coastal Area Road Improvement and Traffic Signals (CARITS)
- *Public Safety Funds*
 - Supplemental Law Enforcement Services
- *Environmental Funds*
 - Mobile Source Reduction
 - Beverage Container Recycling
 - Used Oil/Oil Payment Program
- *Community Services Funds*
 - PEG/Cable Television
 - Senior Mobility
 - Community Development Block Grant (CDBG)

Historical Comparison

*[Historical Special Revenue Funds Revenue and Expenditures
– Fiscal Years 2015-16 through 2018-19]*



Fiscal Year	Revenue Estimate	Expenditure Estimate
2015-16	\$1,415,145	\$1,084,072
2016-17 (Projection)	\$2,589,115	\$3,365,003
2017-18 (Estimate)	\$1,287,700	\$1,267,904
2018-19 (Estimate)	\$1,490,700	\$1,241,292

Note: Expenditures exceed revenue as a result of limited-term non-operating and capital improvement project expenditures, as well as expenditures for projects that utilize revenues received in prior fiscal years.

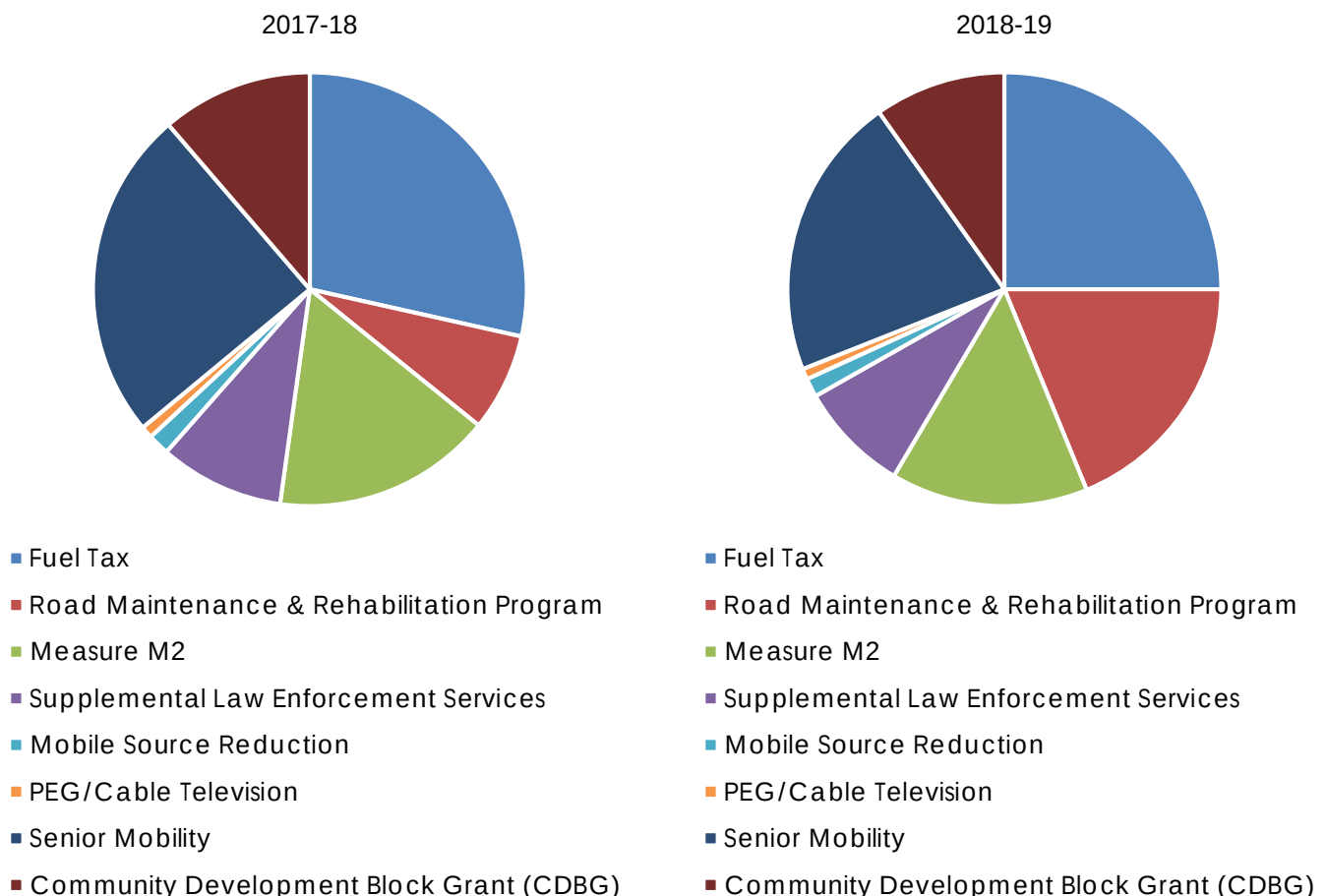
SPECIAL REVENUE FUNDS REVENUE SUMMARY

Total revenue for Special Revenue Funds for Fiscal Year 2017-18 is estimated to be \$1,287,700, or 50.3% less than year-end estimates for Fiscal Year 2016-17. In Fiscal Year 2018-19, total revenue for Special Revenue Funds is estimated to be \$1,490,700, which reflects growth of \$203,000, or 15.8%, over the Fiscal Year 2017-18 estimate.

The differences in estimated revenue for both fiscal years can be attributed to variety of contributing factors, including the receipt of new funding from the Road Repair and Accountability Act of 2017 (“Senate Bill 1”). Revenue in Fiscal Year 2016-17 was higher than typical due to limited-term reimbursements for expenditures related to the El Toro Road and Moulton Parkway traffic signal synchronization projects, which also accounts for the significant difference in Measure M2 between fiscal years 2016-17 and 2017-18.

The three largest sources of revenue for Special Revenue Funds are Fuel Tax (including highway users tax/gasoline excise tax), Measure M2 (including fair share allocations and grant-related revenues), and Senior Mobility (including Senior Mobility Program and Transportation Development Act funding from the Orange County Transportation Authority, as well as user fee revenue). Fuel Tax and Measure M2 fair share revenue, both of which can be used for operations, maintenance, and construction of public roads and right-of-way, account for approximately 50% of total revenue for Special Revenue Funds.

[Special Revenue Fund Revenue Estimates by Source – Fiscal Years 2017-19]



Special Revenue Funds Revenue Source	Percent of Adopted Budget Estimate (Fiscal Year 2017-18)	Percent of Adopted Budget Estimate (Fiscal Year 2018-19)
Fuel Tax	28.5%	25.0%
Road Maintenance & Rehabilitation Program	7.3%	18.8%
Measure M2	16.4%	14.7%
Supplemental Law Enforcement Services	9.3%	8.3%
Mobile Source Reduction	1.6%	1.4%
PEG/Cable Television	0.9%	0.8%
Senior Mobility	24.7%	21.2%
Community Development Block Grant (CDBG)	11.3%	9.8%

SPECIAL REVENUE FUNDS EXPENDITURE SUMMARY

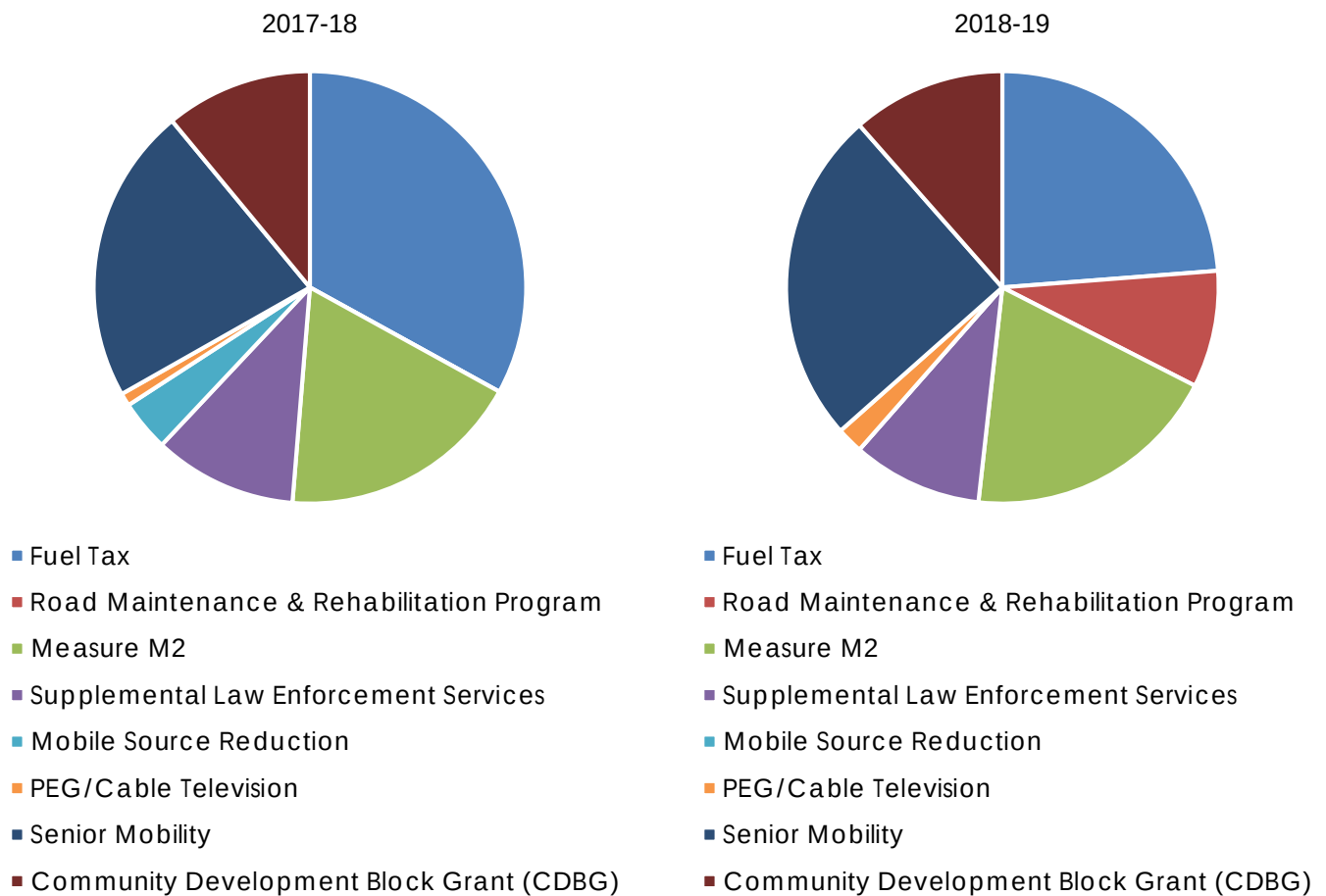
Special Revenue Fund expenditures for Fiscal Year 2017-18 are projected to be \$1,267,904, or 55.1% less than year-end projections for Fiscal Year 2016-17. In Fiscal Year 2018-19, Special Revenue Fund expenditures are projected to be \$1,241,292, which reflects a reduction of \$26,612, or 2.1%, from the Fiscal Year 2017-18 estimate.

While there is minimal year-to-year change in overall expenditures, in some cases, expenditures have been reallocated amongst Special Revenue Funds (e.g., pavement management plan projects that have historically been paid from the Fuel Tax Fund are paid from the new Road Maintenance and Rehabilitation Program Fund beginning in Fiscal Year 2018-19) or moved to the General Fund (e.g., certain landscaping costs that have historically been paid from the Fuel Tax Fund are paid from the General Fund beginning in Fiscal Year 2017-18 to satisfy Measure M2's Maintenance of Effort requirements). The Supplemental Law Enforcement Services and Senior Mobility funds have also experienced moderate change in overall expenditures.

As is the case with revenue, Fuel Tax, Measure M2, and Senior Mobility funds are the three largest sources of Special Revenue Funds expenditures.

Note: Special Revenue Funds are self-balancing. In the following charts/tables, expenditures may exceed revenue as a result of limited-term non-operating and capital improvement project expenditures, as well as expenditures for projects that utilize revenues received in prior fiscal years.

*[Special Revenue Fund Expenditure Projections by Source
– Fiscal Years 2017-19]*



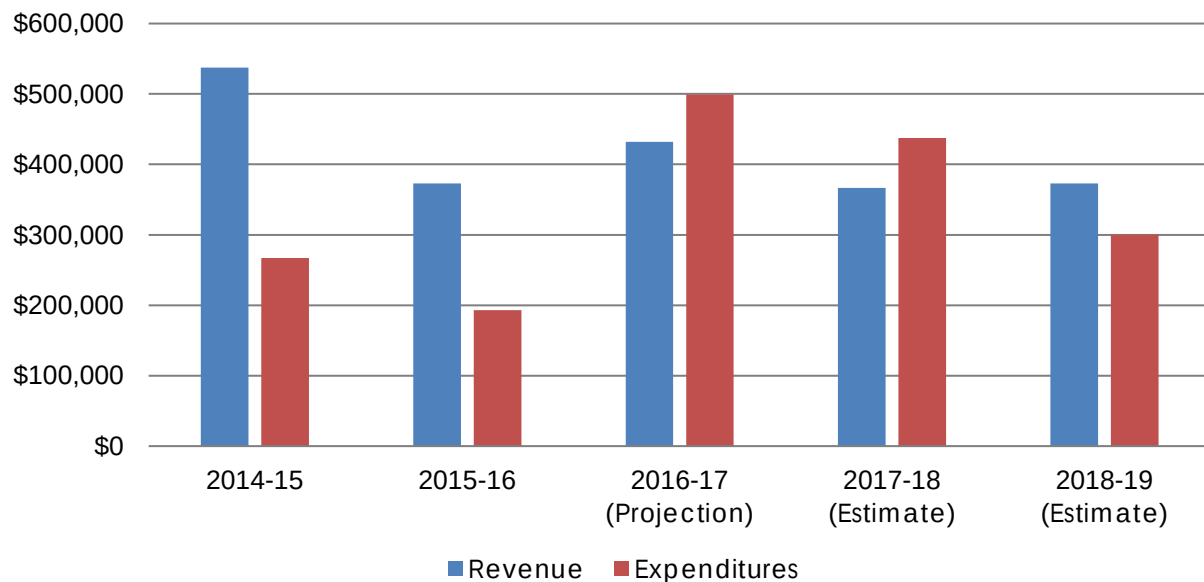
Special Revenue Fund	Percent of Adopted Budget Estimate (Fiscal Year 2017-18)	Percent of Adopted Budget Estimate (Fiscal Year 2018-19)
Fuel Tax	34.5%	24.2%
Road Maintenance & Rehabilitation Program	0.0%	8.9%
Measure M2	19.1%	19.6%
Supplemental Law Enforcement Services	11.2%	9.9%
Beverage Container Recycling	0.4%	0.0%
PEG/Cable Television	0.1%	0.2%
Senior Mobility	23.2%	25.5%
Community Development Block Grant (CDBG)	11.5%	11.7%

SPECIAL REVENUE FUNDS SUMMARY – TRANSPORTATION

Fuel Tax Fund

Fuel tax is generated by a per gallon excise tax on fuel used to propel motor vehicles or aircraft pursuant to California Constitution Article XIX Section 1; Revenue and Tax Code sections 7301 – 8404 and 8601 – 9355; and, Streets and Highways Code sections 2100 *et seq.* The City uses Fuel Tax revenue to support the maintenance, operation, and construction of roads and right-of-way.

[Fuel Tax Fund Historical Revenue and Expenditures Comparison – Fiscal Years 2014-15 through 2018-19]



Fiscal Year	Revenue Estimate	Expenditure Estimate
2014-15	\$537,418	\$266,925
2015-16	\$372,739	\$192,889
2016-17 (Projection)	\$432,160	\$499,246
2017-18 (Estimate)	\$366,500	\$437,274
2018-19 (Estimate)	\$373,000	\$300,102

Summary of Significant Trends and Observations

- Fuel Tax revenue has eroded over-time due, in part, to reductions in the price of gasoline and increasing motor vehicle fuel efficiency. While fuel consumption is expected to remain relatively flat over the coming years,

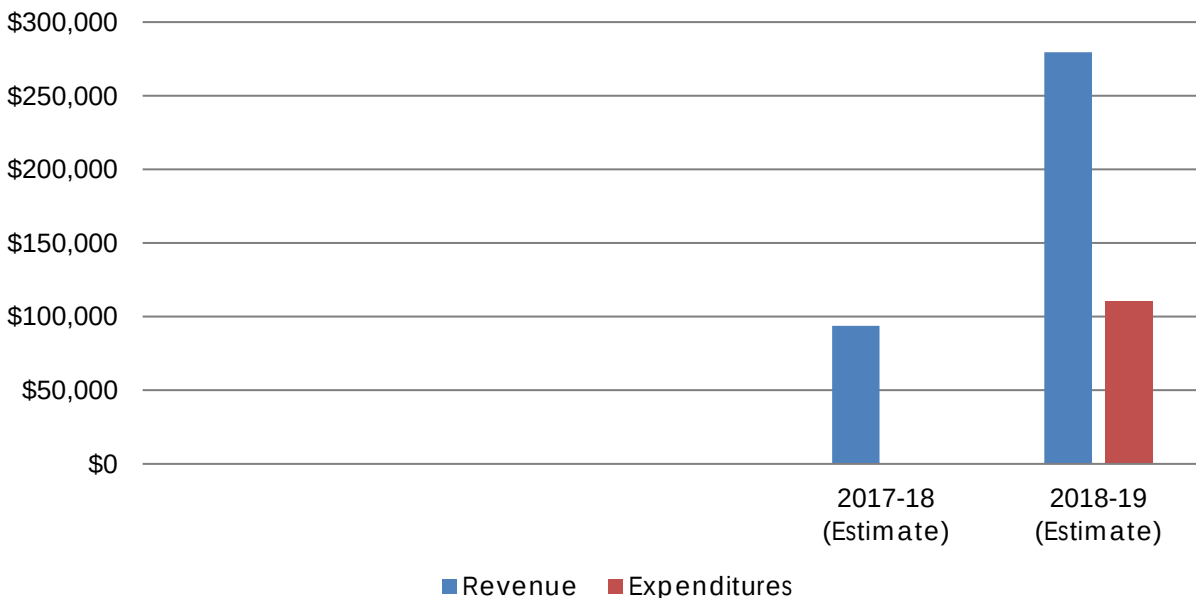
an increase in variable gasoline rates will take effect on July 1, 2017 and result in modest revenue gains.

- The perceived increase of Fuel Tax revenue in Fiscal Year 2016-17 is the result of a multi-year reconciliation of the City's financial records and is not indicative of future trends.

Road Maintenance & Rehabilitation Program Fund

In April 2017, Governor Brown signed the Road Repair and Accountability Act of 2017 ("Senate Bill 1") into law, which increased the funds available to cities for public road maintenance and rehabilitation. The City accounts for Senate Bill 1 revenue in the Road Maintenance & Rehabilitation Program Fund, which is used to support the maintenance and operation of roads and right-of-way.

[Road Maintenance & Rehabilitation Fund Revenue and Expenditures Comparison – Fiscal Years 2017-19]



Fiscal Year	Revenue Estimate	Expenditure Estimate
2014-15	-	-
2015-16	-	-
2016-17 (Projection)	-	-
2017-18 (Estimate)	\$93,800	\$0
2018-19 (Estimate)	\$279,500	\$110,250

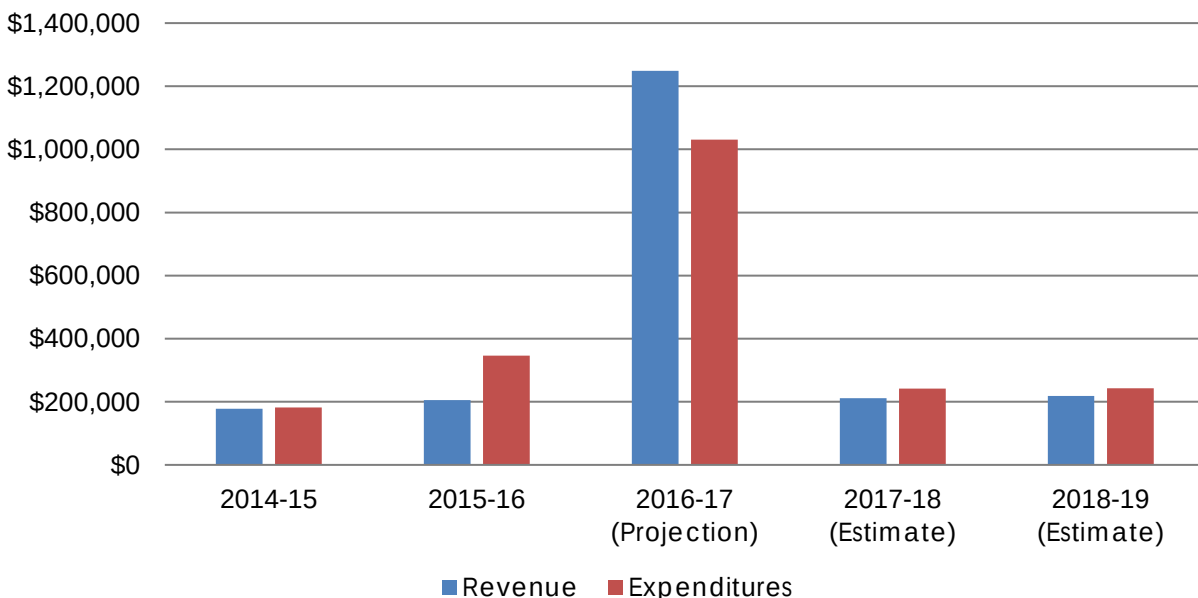
Summary of Significant Trends and Observations

- The first Senate Bill 1 revenue measures take effect on November 1, 2017, with additional measures effective as of January 1, 2018. As a result, the City will not receive a full year of funding until Fiscal Year 2018-19.

Measure M2 Fund

Measure M2 is a ballot measure that Orange County voters approved in 2006 to increase the countywide sales tax rate through 2041 by one-half cent for the purpose of funding transportation projects and activities. It was preceded by Measure M, a ballot measure that Orange County voters approved for similar purposes in 1990. The City uses Measure M2 revenue to support the maintenance, operation, and construction of roads and right-of-way.

*[Measure M2 Fund Historical Revenue and Expenditures Comparison
– Fiscal Years 2014-15 through 2018-19]*



Fiscal Year	Revenue Estimate	Expenditure Estimate
2014-15	\$177,604	\$181,849
2015-16	\$205,261	\$346,436
2016-17 (Projection)	\$1,248,554	\$1,030,892
2017-18 (Estimate)	\$211,200	\$242,044
2018-19 (Estimate)	\$218,400	\$242,992

Summary of Significant Trends and Observations

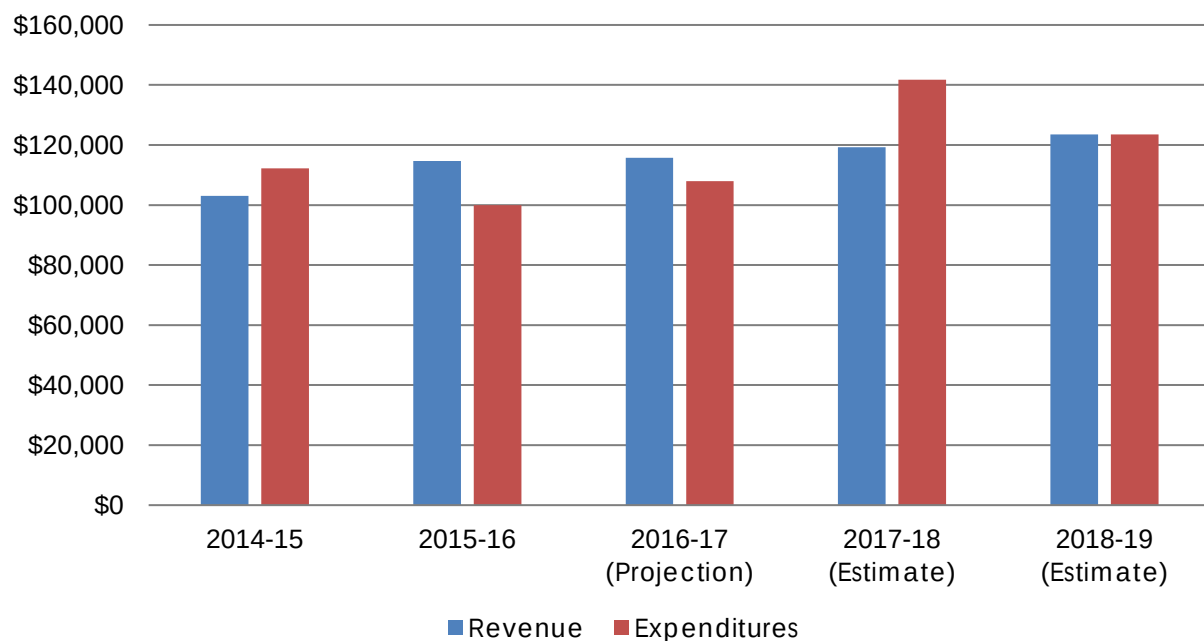
- Measure M2 revenue is tied to countywide sales tax receipts. Revenue forecasts are prepared by the Orange County Transportation Authority using an average of sales tax forecasts prepared by local colleges and universities. Revenue is expected to increase over the coming years, but at a slower rate than previously forecast.
- The significant increase of Measure M2 revenue in Fiscal Year 2016-17 is the result of the City receiving reimbursements related to the El Toro Road and Moulton Parkway traffic signal synchronization projects. It is not indicative of future trends.

SPECIAL REVENUE FUNDS SUMMARY – PUBLIC SAFETY

Supplemental Law Enforcement Services Fund

The Supplemental Law Enforcement Services Fund was included in the State of California’s Local Law Enforcement Services Act of 2011, which realigned a variety of formerly state law enforcement programs by shifting responsibilities to local authorities. The City receives a minimum of \$100,000 in Supplemental Law Enforcement Services revenue each year, which it uses to offset a portion of qualifying law enforcement costs.

[Supplemental Law Enforcement Services Fund Historical Revenue and Expenditures Comparison – Fiscal Years 2014-15 through 2018-19]



Fiscal Year	Revenue Estimate	Expenditure Estimate
2014-15	\$103,064	\$112,226
2015-16	\$114,687	\$100,000
2016-17 (Projection)	\$115,700	\$108,000
2017-18 (Estimate)	\$119,300	\$141,707
2018-19 (Estimate)	\$123,500	\$123,500

Summary of Significant Trends and Observations

- Supplemental Law Enforcement Services revenue continues to increase, although still at a rate less than increases in law enforcement costs.

Service Authority for Abandoned Vehicles Fund

In addition to the active funds discussed in this section, the City also maintains a balance in its Service Authority for Abandoned Vehicles Fund to assist with the abatement of abandoned vehicles. No Service Authority for Abandoned Vehicles Fund activity is anticipated for fiscal years 2017-18 or 2018-19.

SPECIAL REVENUE FUNDS SUMMARY – ENVIRONMENTAL

Beverage Container Recycling Fund

The State of California's Beverage Container Recycling and Litter Reduction Act of 1987 established the California Redemption Value ("CRV") for certain bottles and cans to promote beverage container recycling. The City is eligible to apply for \$5,000 in CRV revenue each year. When the City receives CRV revenue, it is accounted for in the Beverage Container Recycling Fund.

The City does not anticipate applying for CRV revenue in fiscal years 2017-18 or 2018-19. Beverage Container Recycling Fund activity is limited to expending the accumulated fund balance.

Mobile Source Reduction Fund

In addition to the active funds discussed in this section, the City also maintains a balance in its Mobile Source Reduction Fund, generated by the State of California's Assembly Bill 2766 Subvention Program, to support measures and projects that reduce mobile vehicle emissions. With the exception of receiving annual revenue, no Mobile Source Reduction Fund activity is anticipated for fiscal years 2017-18 or 2018-19.

Used Oil/Oil Payment Program

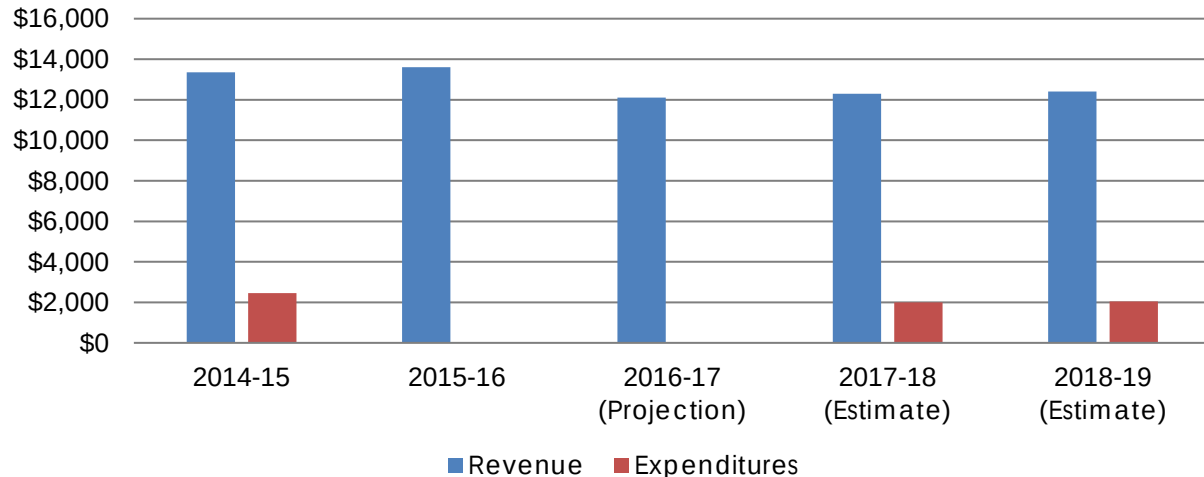
In addition to the active funds discussed in this section, the City also maintains a balance in its Used Oil/Oil Payment Program Fund, generated by payments from oil manufacturers, as required by the California Public Resources Code, to promote used oil recycling. The City is eligible to apply for \$5,000 in used oil/oil payment program revenue each year. No Used Oil/Oil Payment Program Fund activity is anticipated for fiscal years 2017-18 or 2018-19.

SPECIAL REVENUE FUNDS SUMMARY – COMMUNITY SERVICES

PEG/Cable Television Fund

The City collects a Public, Educational, and Governmental (“PEG”) fee from franchised video service providers operating within the City. The City uses PEG fee revenue to support PEG-related purposes consistent with state and federal law, including operation and maintenance of the City’s television channel.

*[PEG/Cable Television Fund Historical Revenue and Expenditures
Comparison – Fiscal Years 2014-15 through 2018-19]*



Fiscal Year	Revenue Estimate	Expenditure Estimate
2014-15	\$13,349	\$2,455
2015-16	\$13,605	\$0
2016-17 (Projection)	\$12,100	\$0
2017-18 (Estimate)	\$12,300	\$2,000
2018-19 (Estimate)	\$12,400	\$2,047

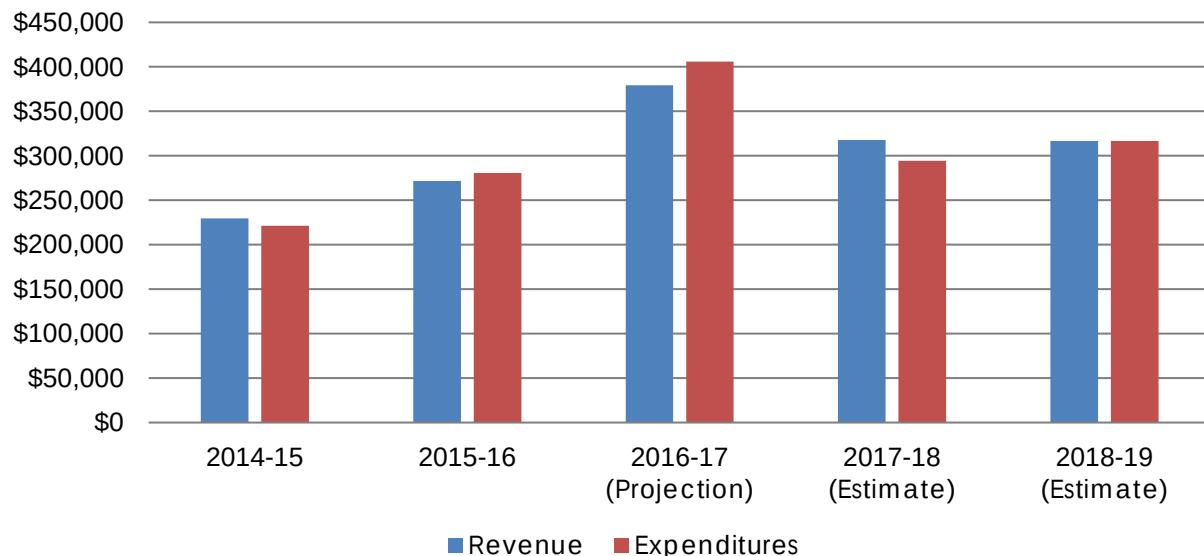
Summary of Significant Trends and Observations

- PEG fee revenue is expected to continue to remain relatively flat over the coming years without any significant variation.

Senior Mobility Fund

The City uses the Senior Mobility Fund to account for revenues that are used to support the Senior Mobility Program, including Measure M2 Senior Mobility funds, Transportation Development Act funds, fees paid by participants, and any transfers from the General Fund to offset unanticipated expenditures (e.g., costs associated with higher than projected demand).

*[Senior Mobility Fund Historical Revenue and Expenditures Comparison
– Fiscal Years 2014-15 through 2018-19]*



Fiscal Year	Revenue Estimate	Expenditure Estimate
2014-15	\$229,454	\$221,460
2015-16	\$271,715	\$280,639
2016-17 (Projection)	\$379,300	\$405,982
2017-18 (Estimate)	\$317,700	\$294,179
2018-19 (Estimate)	\$316,700	\$316,700

Summary of Significant Trends and Observations

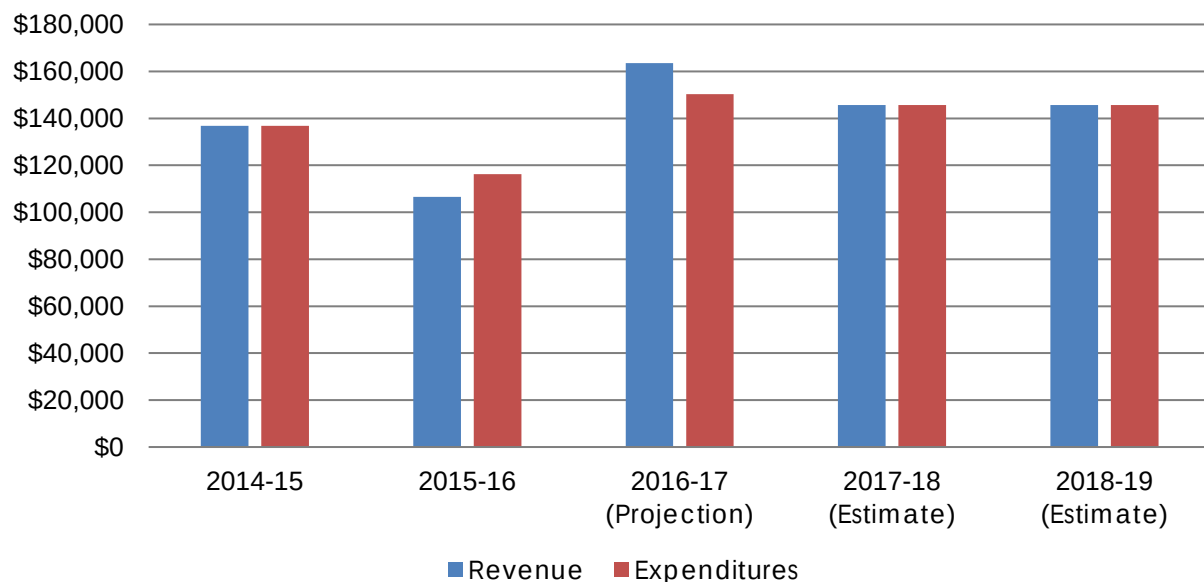
- The Senior Mobility Program continues to experience such high levels of demand that a transfer of \$90,000 was required from the General Fund

in Fiscal Year 2016-17 to cover operating costs. That same year, the City Council approved several modifications to the Senior Mobility Program's fee schedule to offset future costs. While the additional revenue from those fee changes may not be sufficient to offset all future costs, it is expected to help moderate and reduce potential future impacts on the General Fund, thereby helping to promote the long-term sustainability of the Senior Mobility Program. Staff will continue to monitor this issue.

Community Development Block Grant (CDBG) Fund

Community Development Block Grant ("CDBG") funding is subject to federal appropriation and intended to assist cities and counties with a variety of local community development needs. The City competes for CDBG funds through the Urban County CDBG Program administered by the County of Orange.

[Community Development Block Grant (CDBG) Fund Historical Revenue and Expenditures Comparison – Fiscal Years 2014-15 through 2018-19]



Fiscal Year	Revenue Estimate	Expenditure Estimate
2014-15	\$136,815	\$136,815
2015-16	\$106,581	\$116,190
2016-17 (Projection)	\$163,507	\$150,264
2017-18 (Estimate)	\$145,700	\$145,700
2018-19 (Estimate)	\$145,700	\$145,700

Summary of Significant Trends and Observations

- Prior to Fiscal Year 2017-18, the City's primary use of CDBG funding was to offer the Residential Energy Efficiency Improvement Program, which installed replacement windows, doors, and other energy efficient improvements in the homes of qualifying low-income residents, at no charge. The program was suspended beginning in Fiscal Year 2017-18 due to uncertainty surrounding the future availability of CDBG funds, as well as the impacts of increasing compliance requirements and law enforcement costs on City resources. The City's costs to administer the program had exceeded 35% of the costs of the improvements that were made. Reinstatement of the program may be considered for future CDBG applications, should circumstances change.
- Beginning in Fiscal Year 2017-18, the City has included several pedestrian accessibility projects in the capital improvement program that are contingent on the receipt of CDBG funding. The City has received a tentative notice of award to fund construction of the "Americans with Disabilities Act (ADA) Pedestrian Accessibility Improvement Project: Phase 1 (Moulton Parkway)" in Fiscal Year 2017-18 and anticipates applying for additional CDBG funding to construct the second phase of the project in Fiscal Year 2018-19. No expenditures will be made, nor costs incurred, until funding agreements are in place.

CITY OF LAGUNA WOODS Fiscal Years 2017-19 Revenue Summary - Special Revenue Funds
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Line Item	Fiscal Year 2016-17 Adopted	Fiscal Year 2016-17 Amended	Fiscal Year 2017-18 Budget	Fiscal Year 2018-19 Budget
<u>SPECIAL FUNDS:</u>				
<u>Transportation Funds</u>				
Fuel Tax	350,000	449,360	366,500	373,000
Road Maintenance & Rehabilitation Program	-	-	93,800	279,500
Measure M1	-	184,001	-	-
Measure M2	218,000	1,312,154	211,200	218,400
Prop 1B - State-Local Partnership Program (SLPP)	-	-	-	-
Traffic Mitigation Fees - Moulton Parkway Project	-	-	-	-
Coastal Area Road Improvement and Traffic Signals (CARITS)	-	-	-	-
Total Transportation Funds	568,000	1,945,515	671,500	870,900
<u>Public Safety Funds</u>				
Service Authority for Abandoned Vehicles	-	-	-	-
Supplemental Law Enforcement Services	108,000	108,000	119,300	123,500
Disaster Recovery Initiative (DRI) Grant	-	-	-	-
Total Public Safety Funds	108,000	108,000	119,300	123,500
<u>Environmental Funds</u>				
Mobile Source Reduction	21,000	21,000	21,200	21,500

CITY OF LAGUNA WOODS Fiscal Years 2017-19 Revenue Summary - Special Revenue Funds
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Line Item	Fiscal Year 2016-17 Adopted	Fiscal Year 2016-17 Amended	Fiscal Year 2017-18 Budget	Fiscal Year 2018-19 Budget
Proposition 84 Grant	-	15,733	-	-
Beverage Container Recycling	5,000	5,000	-	-
Used Oil/Oil Payment Program	5,000	5,000	-	-
Energy Efficiency Conservation Grant	-	-	-	-
CalRecycle Grant	-	-	-	-
Total Environmental Funds	31,000	46,733	21,200	21,500
<u>Community Services Funds</u>				
PEG/Cable Television	13,700	13,700	12,300	12,400
Senior Mobility	225,000	315,000	317,700	316,700
Community Development Block Grant (CDBG)	135,000	163,507	145,700	145,700
Total Community Services Funds	373,700	492,207	475,700	474,800
TOTAL REVENUE - SPECIAL FUNDS	1,080,700	2,592,455	1,287,700	1,490,700
Less: INTER-FUND TRANSFERS	-	390,121	-	-
TOTAL NET REVENUE	1,080,700	2,202,334	1,287,700	1,490,700

CITY OF LAGUNA WOODS
Fiscal Year 2017-19 Expenditures Detail - Special Revenue Funds

Line Item	Fiscal Year 2016-17 Adopted	Fiscal Year 2016-17 Amended	Fiscal Year 2017-18 Budget	Fiscal Year 2018-19 Budget
TRANSPORTATION FUNDS				
Fuel Tax				
Street Lighting - Public ROW	40,698	40,698	-	-
Direct Administrative Costs	-	-	-	-
Contract - Landscaping	238,503	238,503	162,350	163,396
Contract - Pavement Management Plan Projects	150,000	150,000	157,500	-
Contract - Street Maintenance	71,000	71,000	115,824	115,824
Contract - Street Sweeping	-	-	1,600	1,632
El Toro Water Efficient Median Improvement Project (Construction)	-	-	-	19,250
Moulton Parkway Water Efficient Median Improvement Project (Construction)	-	273,914	-	-
TOTAL	500,201	774,115	437,274	300,102
Road Maintenance & Rehabilitation Program				
Contract - Pavement Management Plan Projects	-	-	-	110,250
TOTAL	-	-	-	110,250
Measure M1				
Moulton Pkwy Widening	-	4,200	-	-
TOTAL	-	4,200	-	-
Measure M2				
El Toro Road Traffic Signal Synchronization Project	-	447,470	-	-
Moulton Parkway Traffic Signal Synchronization Project	-	584,251	-	-
Street Lighting - Public ROW	25,329	25,329	25,761	26,367
Contract - Traffic Engineering	165,600	165,600	163,600	163,600
Contract - Traffic Signal Maintenance	41,505	41,505	51,983	52,325
Allowable Overhead Costs	600	600	700	700
TOTAL	233,034	1,264,755	242,044	242,992
Prop 1B - State-Local Partnership Program (SLPP)				
TOTAL	-	-	-	-

CITY OF LAGUNA WOODS
Fiscal Year 2017-19 Expenditures Detail - Special Revenue Funds

Line Item	Fiscal Year 2016-17 Adopted	Fiscal Year 2016-17 Amended	Fiscal Year 2017-18 Budget	Fiscal Year 2018-19 Budget
Traffic Mitigation Fees - Moulton Parkway Project				
Santa Maria Avenue Bioswale Project	-	436,556	-	-
TOTAL	-	436,556	-	-
Coastal Area Road Improvement and Traffic Signals (CARITS)				
El Toro Road Traffic Signal Synchronization Project	-	83,020	-	-
Moulton Parkway Traffic Signal Synchronization Project	-	65,680	-	-
TOTAL	-	148,700	-	-
PUBLIC SAFETY FUNDS				
Service Authority for Abandoned Vehicles				
Program Activity	-	-	-	-
TOTAL	-	-	-	-
Supplemental Law Enforcement Services				
Law Enforcement Services	108,000	108,000	141,707	123,500
TOTAL	108,000	108,000	141,707	123,500
Disaster Recovery Initiative (DRI) Grant				
Grant Activities	-	-	-	-
TOTAL	-	-	-	-
ENVIRONMENTAL FUNDS				
Mobile Source Reduction				
Grant Activities	-	-	-	-
TOTAL	-	-	-	-
Beverage Container Recycling				
Grant Activities	5,000	6,500	5,000	-
TOTAL	5,000	6,500	5,000	-
Used Oil/Oil Payment Program				
Grant Activities	5,310	5,310	-	-
TOTAL	5,310	5,310	-	-

CITY OF LAGUNA WOODS
Fiscal Year 2017-19 Expenditures Detail - Special Revenue Funds

Line Item	Fiscal Year 2016-17 Adopted	Fiscal Year 2016-17 Amended	Fiscal Year 2017-18 Budget	Fiscal Year 2018-19 Budget
CalRecycle / Energy Efficiency Conservation Grants				
Administrative Costs	-	-	-	-
Collection/Contract-Solid Waste	-	30,895	-	-
Education	-	-	-	-
TOTAL	-	30,895	-	-
COMMUNITY SERVICES FUNDS				
PEG/Cable Television				
Equipment & Maintenance	12,000	12,000	2,000	2,047
TOTAL	12,000	12,000	2,000	2,047
Senior Mobility				
Printing	4,100	4,100	5,831	5,834
Contract - Transportation	173,310	173,310	135,000	135,000
Contract - Taxi Voucher NEMT	62,678	242,678	153,348	175,866
TOTAL	240,088	420,088	294,179	316,700
Community Development Block Grant (CDBG)				
Grant Activities	135,000	153,884	145,700	145,700
TOTAL	135,000	153,884	145,700	145,700
TOTAL ALL EXPENDITURES - SPECIAL REVENUE FUNDS	1,238,633	3,365,003	1,267,904	1,241,292
Less: INTER-FUND TRANSFERS	-	467,451	-	-
TOTAL NET EXPENDITURES	1,238,633	2,897,552	1,267,904	1,241,292

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9.0. CITY FIVE-YEAR STRATEGIC FINANCIAL PLAN

This chapter is intended to present the long-term revenue forecasts and expenditure projections that assisted with the development of this budget, and will assist with the development of future budgets.

INTRODUCTION

Beginning with the Fiscal Years 2017-19 Budget & Work Plan, the City began to develop a five-year strategic financial plan as part of each two-year budget and work plan process. The five-year strategic financial plan is a proactive and iterative planning tool that helps ensure that the City's financial resources are sufficient to sustain core programs, projects, and services over a term greater than the two-year period considered in immediate budget and work planning. While revenue forecasts and expenditure projections are included in the five-year strategic financial plan, it is important to note that the City Council retains the ability to adopt budgets and work plans at its discretion and that no funding commitment is created by the five-year strategic financial plan.

The five-year strategic financial plan links the programs, projects, and services that the City plans to offer and undertake with the resources required to do so. It also highlights where additional resources and/or redefinition of planned programs, projects, or services may be required. Rather than requiring balance in each of the years analyzed, the purpose of the five-year strategic financial plan is to identify potential fiscal issues in order to assist the City Council and staff with longer-term decision-making. To that end, forecasts and projections may identify theoretical future deficits for the City to explore and address in advance of the adoption of associated budgets and work plans.

KEY ASSUMPTIONS – GENERAL FUND AND CAPITAL PROJECTS FUND

This five-year strategic financial plan was developed using the following key assumptions for the General Fund and Capital Projects Fund:

Key Revenue Assumptions

- Property Tax – The City retained HdL Coren & Cone (“HdL”) to project local trends in assessed property values and tax assessments over the

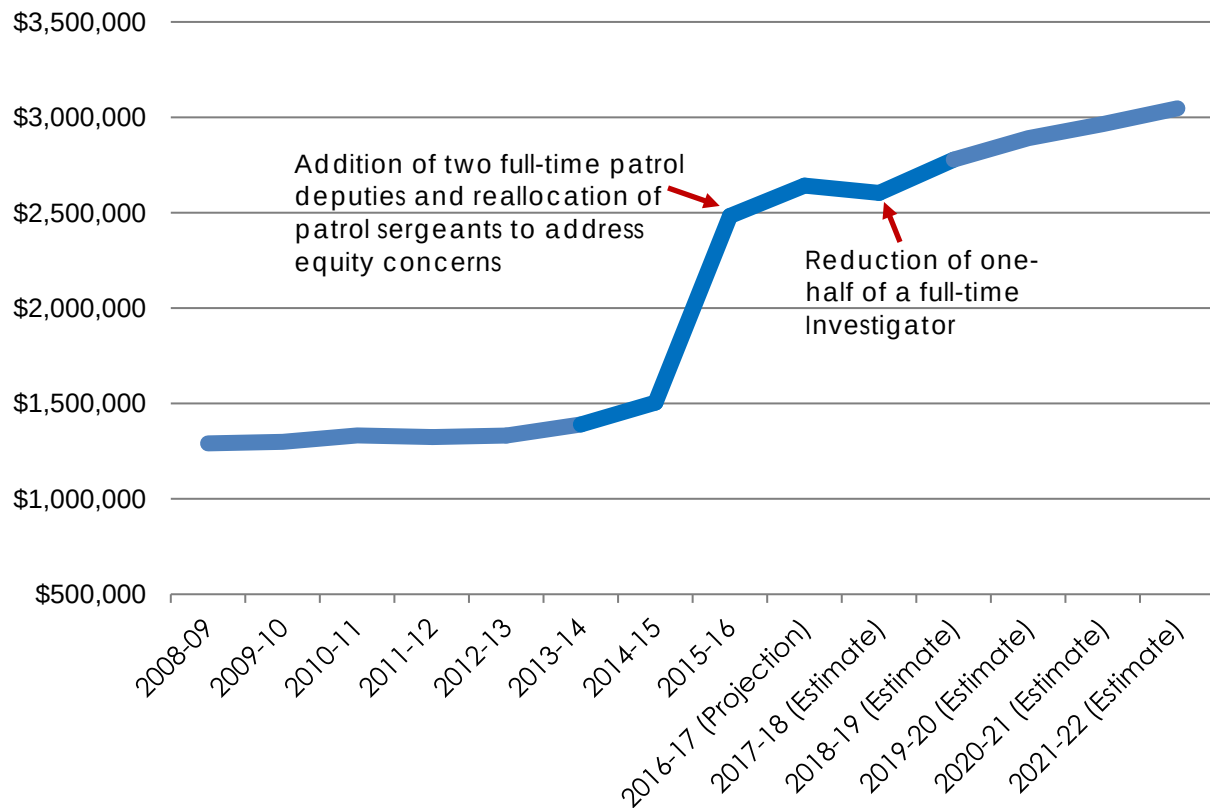
next five years. HdL projected that collections of secured and unsecured property taxes, combined, will increase 5.69% in Fiscal Year 2017-18, 3.89% in Fiscal Year 2018-19, and 3.90% for each of the following three fiscal years. The City considered HdL's projections and added forecasted revenues for property taxes such as supplemental rolls and prior year collections at amounts consistent with Fiscal Year 2016-17 projections.

- Sales Tax – The City retained Hinderliter, de Llamas & Associates (“HdL”) to project local trends in sales tax receipts over the next five years. HdL projected that sales tax receipts will increase 3.70% in Fiscal Year 2017-18, 3.60% in Fiscal Year 2018-19, 2.60% in Fiscal Year 2019-20, and 2.50% for each of the following two fiscal years. The City considered HdL's projections and reduced the base year (Fiscal Year 2016-17) to reflect current economic conditions. Growth rates for fiscal years 2019-20 through 2021-22 were reduced in anticipation of economic slowing.
- Franchise Fees – The City forecast franchise fee receipts based on current agreements (for fixed fees) and historical trends (for variable fees). A growth rate of approximately 1.00% is included for all five fiscal years.
- Transient Occupancy Tax – The City forecast transient occupancy tax receipts based on historical trends and anticipated market conditions. A growth rate of approximately 1.55% is included for all five fiscal years.
- Development Processing Fees – The City does not anticipate significant changes in development activity or associated fees in Fiscal Year 2017-18 and, accordingly, a growth rate of approximately 1.00% is included. Growth in future years is based on the Congressional Budget Office's Consumer Price Index forecasts (Fiscal Year 2018-19: 2.35%, fiscal years 2019-20 through 2021-22: 2.40%).

Key Expenditure Assumptions

- All expenditures were projected based on actual rates, when known. If actual rates were not available, projections were based on industry and/or historical growth trends. In the absence of other sufficient data, projections were based on the Congressional Budget Office's Consumer Price Index forecasts (Fiscal Year 2017-18: 2.30%, Fiscal Year 2018-19: 2.35%, fiscal years 2019-20 through 2021-22: 2.40%).
- Law Enforcement – The City projected law enforcement expenditures for Fiscal Year 2017-18 based on actual contract amounts. Growth in future years is based on estimates provided by the Orange County Sheriff's Department, adjusted for anticipated cost savings resultant of a staffing reduction. The Orange County Sheriff's Department's estimates incorporate the County of Orange's strategic financial planning.

*[Historical and Projected Change in Law Enforcement Costs
– Fiscal Years 2008-09 through 2018-19⁹]*



Fiscal Year	Adopted Contract Cost (beginning of fiscal year)	Final, Adjusted Contract Cost (end of fiscal year)
2008-09	\$1,290,825	\$1,290,825
2009-10	\$1,298,308	\$1,299,457
<i>Year-over-Year Change</i>	<i>0.58%</i>	<i>0.67%</i>
2010-11	\$1,332,911	\$1,332,911
<i>Year-over-Year Change</i>	<i>2.67%</i>	<i>2.57%</i>
2011-12	\$1,323,851	\$1,323,851
<i>Year-over-Year Change</i>	<i>-0.68%</i>	<i>-0.68%</i>
2012-13	\$1,331,904	\$1,331,904
<i>Year-over-Year Change</i>	<i>0.61%</i>	<i>0.61%</i>

⁹ County of Orange, 2017 Strategic Financial Plan. February 2017. Note: Estimates are based on the City's Fiscal Year 2016-17 staffing levels and exclude non-operating costs, 800 MHz communications charges, Automated Fingerprint Identification System charges, and future salary, benefit, and operational increases that the Orange County Board of Supervisors may approve.

2013-14	\$1,388,991	\$1,389,979
<i>Year-over-Year Change</i>	4.29%	4.36%
2014-15	\$1,501,981	\$1,504,606
<i>Year-over-Year Change</i>	8.13%	8.25%
2015-16	\$2,451,840	\$2,483,174
<i>Year-over-Year Change</i>	63.24%	65.04%
2016-17 (Projection)	\$2,592,120	\$2,642,047
<i>Year-over-Year Change</i>	5.72%	6.40%
2017-18 (Estimate)	\$2,603,724	-
<i>Year-over-Year Change</i>	0.45%	-
2018-19 (Estimate)	\$2,777,974	-
<i>Year-over-Year Change</i>	6.69%	-
2019-20 (Estimate)	\$2,891,605	-
<i>Year-over-Year Change</i>	4.09%	-
2020-21 (Estimate)	\$2,965,211	-
<i>Year-over-Year Change</i>	2.55%	-
2021-22 (Estimate)	\$3,047,047	-
<i>Year-over-Year Change</i>	2.76%	-
<i>Estimated Future Impacts</i>		
Dollar Change between 2016-17 and 2021-22	\$405,000 (Estimate)	
Percent Change between 2016-17 and 2021-22	15.33% (Estimate)	
Percent of General Fund Operating Budget at 2021-22	52.14% (Estimate)	

- Employee Salaries and Benefits – In projecting employee salary and benefit expenditures, the City assumed that there will be no changes to the compensation schedule or benefits for non-contract employees, no changes to the terms of the City Manager's employment agreement, no new full- or part-time positions, and only minimal ability for movement by employees within existing salary ranges.
- Capital Improvement Projects – The City projected capital improvement project expenditures based on the capital improvement program set forth in this budget and work plan.
- Non-Operating – With the exception of capital improvement projects and the significant work plan items included in this budget and work plan, the City has not included projections for additional, non-operating expenditures due to a lack of available information.

KEY ASSUMPTIONS – SPECIAL REVENUE FUNDS

This five-year strategic financial plan was developed using the following key assumptions for the Special Revenue Funds:

Key Revenue Assumptions

- All revenues for special revenue funds were forecast based on historical trends and/or estimates provided by outside agencies, such as the State of California and the Orange County Transportation Authority.
- Fuel Tax – The City forecast Fuel Tax receipts through Fiscal Year 2018-19 using projections from the State of California. Revenue in Fiscal Year 2019-20 is anticipated to remain level with Fiscal Year 2018-19. Growth in future years is based on the Congressional Budget Office's Consumer Price Index forecasts (fiscal years 2020-21 through 2021-22: 2.40%).
- Road Maintenance and Rehabilitation Program – The City forecast Road Maintenance and Rehabilitation Program receipts through Fiscal Year 2018-19 using projections from the State of California and the League of California Cities. Revenue in Fiscal Year 2019-20 is anticipated to remain level with Fiscal Year 2018-19. Growth in future years is based on the Congressional Budget Office's Consumer Price Index forecasts (fiscal years 2020-21 through 2021-22: 2.40%).

Key Expenditure Assumptions

- All expenditures were projected based on actual rates, when known. If actual rates were not available, projections were based on industry and/or historical growth trends. In the absence of other sufficient data, projections were based on the Congressional Budget Office's Consumer Price Index forecasts (Fiscal Year 2017-18: 2.30%, Fiscal Year 2018-19: 2.35%, fiscal years 2019-20 through 2021-22: 2.40%).
- Capital Improvement Projects – The City projected capital improvement project expenditures based on the capital improvement program set forth in this budget and work plan.
- Non-Operating – With the exception of capital improvement projects and the significant work plan items included in this budget and work plan, the City has not included projections for additional, non-operating expenditures due to a lack of available information.

FORECASTS AND PROJECTIONS

The five-year strategic financial plan's forecasts and projections are shown in tables beginning on page 157. The tables should be viewed with recognition

that budgetary conditions and underlying assumptions will change over time, particularly in later years and as a result of broader economic pressures. The best available information has been considered in developing the five-year strategic financial plan; however, there are variables and factors beyond the City's control that limit estimative accuracy.

In general, this five-year strategic financial plan identifies balanced budgets, healthy reserves, and deliberate expenditures of accumulated fund balance to address limited-term needs, consistent with the City's budget policies. While fiscal years 2020-21 and 2021-22 show theoretical General Fund operating budget deficits, it is important to note that they are minor and unlikely to be realized as actual deficits, assuming a continuation of conservative financial management. Still, the theoretical deficits are indicative of how carefully balanced the City's operating budget is and how little discretion exists to relax cost recovery strategies or expand programs, projects, or services. Due to the unpredictable volatility created by actions of the Orange County Board of Supervisors and the Orange County Sheriff's Department with respect to law enforcement costs, as well as the lack of a strong and diversified local sales tax base, it remains possible, if not likely, that service level reductions and operational changes will be required in the future.

Additional commentary on budgetary opportunities and challenges in both the near- and long-term is included in the transmittal letter beginning on page "iii" and in chapters 4.0, 6.0, 7.0, and 8.0.

CITY OF LAGUNA WOODS ALL FUNDS STRATEGIC FINANCIAL PLAN FISCAL YEARS 2017-18 through 2021-22 FORECASTED
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	Actual 2015-16	Amended 2016-17	Projected 2016-17	Budget 2017-18	Budget 2018-19	Forecasted 2019-20	Forecasted 2020-21	Forecasted 2021-22
ALL FUNDS								
All Funds Activity								
Beginning Fund Balance	10,989,134	10,973,824	10,973,675	9,960,368	9,629,288	9,799,051	10,186,502	10,012,033
Revenues	7,754,296	8,458,146	8,458,713	7,026,726	7,197,300	7,207,800	7,772,596	7,429,000
Expenditures	7,769,606	10,316,125	9,456,287	7,357,807	7,027,536	6,820,349	7,947,065	7,255,295
Revenues Over / (Under Expense)	(15,309)	(1,857,979)	(997,574)	(331,081)	169,764	387,451	(174,469)	173,705
Ending Fund Balance	10,973,824	9,115,845	9,976,101	9,629,287	9,799,052	10,186,502	10,012,033	10,185,738

Note: Expenditures exceed revenue as a result of limited-term non-operating and capital improvement project expenditures, as well as expenditures for projects that utilize revenues received in prior fiscal years.

CITY OF LAGUNA WOODS
GENERAL FUND STRATEGIC FINANCIAL PLAN
FISCAL YEARS 2017-18 through 2021-22 FORECASTED

	Actual 2015-16	Amended 2016-17	Projected 2016-17	Budget 2017-18	Budget 2018-19	Forecasted 2019-20	Forecasted 2020-21	Forecasted 2021-22
General Funds								
General Fund (Operating, Fund 001)								
Beginning Fund Balance	8,746,050	9,489,672	9,489,672	8,748,694	8,397,817	8,318,171	8,273,296	7,783,678
Operating Revenues								
Property Tax	2,182,789	2,272,000	2,282,612	2,448,200	2,543,000	2,592,500	2,648,100	2,705,100
Property Transfer Tax	94,807	90,000	158,422	95,900	99,600	101,600	103,600	105,600
Sales Tax	971,157	932,000	774,522	803,200	832,100	853,700	875,100	896,900
Franchise Fees	539,107	591,000	652,440	623,800	628,100	632,600	636,800	641,300
Transient Occupancy Tax	475,926	467,000	454,736	461,800	468,900	476,200	483,600	491,100
Development Processing Fees	730,204	671,000	700,372	707,300	723,900	741,300	759,200	777,400
Interest	40,421	48,000	50,700	51,200	51,700	52,200	52,800	53,300
Miscellaneous	198,803	190,000	191,103	182,200	194,300	195,900	197,400	199,000
Total Operating Revenues	5,233,214	5,261,000	5,264,907	5,373,600	5,541,600	5,646,000	5,756,600	5,869,700
Operating Expenditures								
City Council								
Operating Expenditures	19,545	28,152	19,373	72,317	50,119	72,152	49,547	73,688
Non-Operating Expenditures	0	0	0	0	0	0	0	0
General Government								
Operating Expenditures	745,654	717,179	609,565	670,037	698,346	694,546	732,161	717,374
Non-Operating Expenditures	94,306	677,712	665,765	0	0	0	0	0
Administrative Services								
Operating Expenditures	660,805	708,835	659,328	672,235	673,214	679,663	682,997	683,880
Non-Operating Expenditures	7,500	82,329	79,427	0	0	0	0	0
Community Services								
Operating Expenditures	92,222	12,868	8,426	788	788	788	788	788
Non-Operating Expenditures	0	0	0	0	0	0	0	0
Engineering & Infrastructure Services								
Operating Expenditures	304,486	247,981	232,072	240,669	242,696	245,537	247,731	249,751
Non-Operating Expenditures	1,700	26,900	26,900	12,500	0	0	0	0
Planning & Environmental Services								
Operating Expenditures	859,020	896,551	818,459	983,834	986,563	988,031	1,016,445	1,045,763
Non-Operating Expenditures	136,038	265,516	263,792	37,500	0	0	0	0
Public Safety								
Operating Expenditures	2,454,197	2,616,247	2,578,711	2,646,408	2,799,701	2,947,180	3,027,105	3,115,606
Non-Operating Expenditures	66,821	28,443	31,097	22,762	4,817	2,977	3,048	3,121
Total Operating Expenditures	5,135,928	5,227,812	4,925,934	5,286,289	5,451,428	5,627,898	5,756,774	5,886,850
Operating Revenues Over / (Under) Operating Expense	97,286	33,188	338,973	87,311	90,172	18,102	(174)	(17,150)
Total Non-Operating Expenditures	306,365	1,080,900	1,066,981	72,762	4,817	2,977	3,048	3,121
Net Revenues Over / (Under) All Expense	(209,079)	(1,047,712)	(728,008)	14,549	85,355	15,125	(3,222)	(20,271)
Transfers In from Other General Funds	1,043,009	0	0	0	0	0	0	0
Transfers In from Special Revenue Funds	0	467,451	467,451	0	0	0	0	0
Transfers Out to Other General Funds	(62,780)	(90,300)	(90,300)	(365,426)	(165,000)	(60,000)	(486,396)	(115,000)
Transfers Out to Special Revenue Funds	(27,528)	(390,121)	(390,121)	0	0	0	0	0

CITY OF LAGUNA WOODS

GENERAL FUND STRATEGIC FINANCIAL PLAN

FISCAL YEARS 2017-18 through 2021-22 FORECASTED

	Actual 2015-16	Amended 2016-17	Projected 2016-17	Budget 2017-18	Budget 2018-19	Forecasted 2019-20	Forecasted 2020-21	Forecasted 2021-22
General Funds								
Net Transfers In / Out	952,701	(12,970)	(12,970)	(365,426)	(165,000)	(60,000)	(486,396)	(115,000)
Ending Fund Balance, Operating Fund 001	<u>9,489,672</u>	<u>8,428,990</u>	<u>8,748,694</u>	<u>8,397,817</u>	<u>8,318,171</u>	<u>8,273,296</u>	<u>7,783,678</u>	<u>7,648,407</u>
Capital Projects (General Fund 500)								
Beginning Fund Balance	1,185,703	95,549	95,549	70,800	70,800	70,800	70,800	70,800
Revenues	0	46,940	46,940	0	0	0	0	0
Expenditures	109,925	161,989	161,989	365,426	165,000	60,000	486,396	115,000
Revenues Over / (Under Expense)	<u>(109,925)</u>	<u>(115,049)</u>	<u>(115,049)</u>	<u>(365,426)</u>	<u>(165,000)</u>	<u>(60,000)</u>	<u>(486,396)</u>	<u>(115,000)</u>
Transfers In from Other General Funds	62,780	90,300	90,300	365,426	165,000	60,000	486,396	0
Transfers In from Special Revenue Funds	0	0	0	0	0	0	0	0
Transfers Out to Other General Funds	(1,043,009)	0	0	0	0	0	0	0
Transfers Out to Special Revenue Funds	0	0	0	0	0	0	0	0
Net Transfers In / Out	<u>(980,229)</u>	<u>90,300</u>	<u>90,300</u>	<u>365,426</u>	<u>165,000</u>	<u>60,000</u>	<u>486,396</u>	<u>0</u>
Ending Fund Balance, Capital Projects Fund 500	<u>95,549</u>	<u>70,800</u>	<u>70,800</u>	<u>70,800</u>	<u>70,800</u>	<u>70,800</u>	<u>70,800</u>	<u>(44,200)</u>
Grand Total Ending Fund Balance, All General Funds	<u>9,585,221</u>	<u>8,499,790</u>	<u>8,819,494</u>	<u>8,468,617</u>	<u>8,388,971</u>	<u>8,344,096</u>	<u>7,854,478</u>	<u>7,604,207</u>

Note: Expenditures exceed revenue as a result of limited-term non-operating and capital improvement project expenditures, as well as expenditures for projects that utilize revenues received in prior fiscal years.

CITY OF LAGUNA WOODS

SPECIAL REVENUE FUNDS STRATEGIC FINANCIAL PLAN
FISCAL YEARS 2017-18 through 2021-22 FORECASTED

	Actual 2015-16	Amended 2016-17	Projected 2016-17	Budget 2017-18	Budget 2018-19	Forecasted 2019-20	Forecasted 2020-21	Forecasted 2021-22
Transportation Funds								
Fuel Tax								
Beginning Fund Balance	688,861	868,710	868,710	801,624	730,850	803,748	864,957	929,302
Revenues	372,739	449,360	432,160	366,500	373,000	373,000	381,900	391,100
Expenditures	192,889	774,115	499,246	437,274	300,102	311,791	317,555	322,315
Revenues Over / (Under Expense)	179,850	(324,755)	(67,086)	(70,774)	72,898	61,209	64,345	68,785
Ending Fund Balance	868,710	543,955	801,624	730,850	803,748	864,957	929,302	998,087
Road Maintenance & Rehabilitation Program								
Beginning Fund Balance	0	0	0	0	93,800	263,050	432,300	701,000
Revenues	0	0	0	93,800	279,500	279,500	286,200	293,100
Expenditures	0	0	0	0	110,250	110,250	17,500	0
Revenues Over / (Under Expense)	0	0	0	93,800	169,250	169,250	268,700	293,100
Ending Fund Balance	0	0	0	93,800	263,050	432,300	701,000	994,100
Measure M1								
Beginning Fund Balance	(184,000)	(179,925)	(179,925)	(0)	(0)	(0)	(0)	(0)
Revenues	4,075	184,001	184,001	0	0	0	0	0
Expenditures	0	4,200	4,076	0	0	0	0	0
Revenues Over / (Under Expense)	4,075	179,801	179,925	0	0	0	0	0
Ending Fund Balance	(179,925)	(124)	(0)	(0)	(0)	(0)	(0)	(0)
Measure M2								
Beginning Fund Balance	(4,372)	(145,547)	(145,547)	72,115	41,271	16,679	26,197	40,459
Revenues	205,261	1,312,154	1,248,554	211,200	218,400	226,500	235,500	245,200
Expenditures	346,436	1,264,755	1,030,892	242,044	242,992	216,982	221,238	222,549
Revenues Over / (Under Expense)	(141,175)	47,399	217,662	(30,844)	(24,592)	9,518	14,262	22,651
Ending Fund Balance	(145,547)	(98,148)	72,115	41,271	16,679	26,197	40,459	63,110

CITY OF LAGUNA WOODS

**SPECIAL REVENUE FUNDS STRATEGIC FINANCIAL PLAN
FISCAL YEARS 2017-18 through 2021-22 FORECASTED**

	Actual 2015-16	Amended 2016-17	Projected 2016-17	Budget 2017-18	Budget 2018-19	Forecasted 2019-20	Forecasted 2020-21	Forecasted 2021-22
Proposition 1B, State-Local Partnership Program (SLPP)								
Beginning Fund Balance	(293,000)	0	0	0	0	0	0	0
Revenues	293,000	0	0	0	0	0	0	0
Expenditures	0	0	0	0	0	0	0	0
Revenues Over / (Under Expense)	293,000	0	0	0	0	0	0	0
Ending Fund Balance	0	0	0	0	0	0	0	0
Traffic Mitigation Fees								
Beginning Fund Balance	478,245	434,396	434,396	0	0	0	0	0
Revenues	1,900	0	2,160	0	0	0	0	0
Expenditures	45,750	436,556	436,556	0	0	0	0	0
Revenues Over / (Under Expense)	(43,850)	(436,556)	(434,396)	0	0	0	0	0
Ending Fund Balance	434,396	(2,160)	0	0	0	0	0	0
Coastal Area Road Improvement and Traffic Signals (CARITS)								
Beginning Fund Balance	150,218	150,218	150,218	1,518	1,518	1,518	1,518	1,518
Revenues	0	0	0	0	0	0	0	0
Expenditures	0	148,700	148,700	0	0	0	0	0
Revenues Over / (Under Expense)	0	(148,700)	(148,700)	0	0	0	0	0
Ending Fund Balance	150,218	1,518	1,518	1,518	1,518	1,518	1,518	1,518

Note: Expenditures exceed revenue as a result of limited-term non-operating and capital improvement project expenditures, as well as expenditures for projects that utilize revenues received in prior fiscal years.

CITY OF LAGUNA WOODS

SPECIAL REVENUE FUNDS STRATEGIC FINANCIAL PLAN
FISCAL YEARS 2017-18 through 2021-22 FORECASTED

	Actual 2015-16	Amended 2016-17	Projected 2016-17	Budget 2017-18	Budget 2018-19	Forecasted 2019-20	Forecasted 2020-21	Forecasted 2021-22
Public Safety Funds								
Supplemental Law Enforcement Program								
Beginning Fund Balance	19	14,706	14,706	22,406	0	0	0	0
Revenues	114,687	108,000	115,700	119,300	123,500	126,800	129,900	133,200
Expenditures	100,000	108,000	108,000	141,707	123,500	126,800	129,900	133,200
Revenues Over / (Under Expense)	14,687	0	7,700	(22,406)	0	0	0	0
Ending Fund Balance	14,706	14,706	22,406	0	0	0	0	0

Note: Expenditures exceed revenue as a result of limited-term non-operating and capital improvement project expenditures, as well as expenditures for projects that utilize revenues received in prior fiscal years.

CITY OF LAGUNA WOODS

SPECIAL REVENUE FUNDS STRATEGIC FINANCIAL PLAN
FISCAL YEARS 2017-18 through 2021-22 FORECASTED

	Actual 2015-16	Amended 2016-17	Projected 2016-17	Budget 2017-18	Budget 2018-19	Forecasted 2019-20	Forecasted 2020-21	Forecasted 2021-22
Environmental Funds								
Mobile Source Reduction								
Beginning Fund Balance	93,051	114,524	114,524	140,424	161,624	183,124	204,824	226,824
Revenues	21,473	21,000	25,900	21,200	21,500	21,700	22,000	22,300
Expenditures	0	0	0	0	0	0	0	0
Revenues Over / (Under Expense)	21,473	21,000	25,900	21,200	21,500	21,700	22,000	22,300
Ending Fund Balance	114,524	135,524	140,424	161,624	183,124	204,824	226,824	249,124
Proposition 84 Grant								
Beginning Fund Balance	(15,733)	(15,733)	(15,733)	0	0	0	0	0
Revenues	0	15,733	15,733	0	0	0	0	0
Expenditures	0	0	0	0	0	0	0	0
Revenues Over / (Under Expense)	0	15,733	15,733	0	0	0	0	0
Ending Fund Balance	(15,733)	0	0	0	0	0	0	0
Beverage Container Recycling								
Beginning Fund Balance	22,288	25,966	25,966	24,466	19,466	19,466	19,466	19,466
Revenues	5,038	5,000	5,000	0	0	0	0	0
Expenditures	1,360	6,500	6,500	5,000	0	0	0	0
Revenues Over / (Under Expense)	3,678	(1,500)	(1,500)	(5,000)	0	0	0	0
Ending Fund Balance	25,966	24,466	24,466	19,466	19,466	19,466	19,466	19,466
Used Oil / Oil Payment Program								
Beginning Fund Balance	16,841	21,105	21,105	26,105	26,105	26,105	26,105	26,105
Revenues	5,071	5,000	5,000	0	0	0	0	0
Expenditures	808	5,310	0	0	0	0	0	0
Revenues Over / (Under Expense)	4,263	(310)	5,000	0	0	0	0	0
Ending Fund Balance	21,105	20,795	26,105	26,105	26,105	26,105	26,105	26,105

CITY OF LAGUNA WOODS

**SPECIAL REVENUE FUNDS STRATEGIC FINANCIAL PLAN
FISCAL YEARS 2017-18 through 2021-22 FORECASTED**

	Actual 2015-16	Amended 2016-17	Projected 2016-17	Budget 2017-18	Budget 2018-19	Forecasted 2019-20	Forecasted 2020-21	Forecasted 2021-22
CalRecycle / Energy Efficiency Conservation Grants								
Beginning Fund Balance	30,746	30,895	30,746	0	0	0	0	0
Revenues	149	0	0	0	0	0	0	0
Expenditures	0	30,895	30,746	0	0	0	0	0
Revenues Over / (Under Expense)	149	(30,895)	(30,746)	0	0	0	0	0
Ending Fund Balance	30,895	0	0	0	0	0	0	0

Note: Expenditures exceed revenue as a result of limited-term non-operating and capital improvement project expenditures, as well as expenditures for projects that utilize revenues received in prior fiscal years.

CITY OF LAGUNA WOODS

SPECIAL REVENUE FUNDS STRATEGIC FINANCIAL PLAN
FISCAL YEARS 2017-18 through 2021-22 FORECASTED

	Actual 2015-16	Amended 2016-17	Projected 2016-17	Budget 2017-18	Budget 2018-19	Forecasted 2019-20	Forecasted 2020-21	Forecasted 2021-22
Community Service Funds								
PEG/Cable Television								
Beginning Fund Balance	43,194	56,799	56,799	68,899	79,199	89,552	99,956	35,410
Revenues	13,605	13,700	12,100	12,300	12,400	12,500	12,600	12,700
Expenditures	0	12,000	0	2,000	2,047	2,096	77,146	2,198
Revenues Over / (Under Expense)	13,605	1,700	12,100	10,300	10,353	10,404	(64,546)	10,502
Ending Fund Balance	56,799	58,499	68,899	79,199	89,552	99,956	35,410	45,912
Senior Mobility								
Beginning Fund Balance	18,924	10,000	10,000	(16,682)	6,839	6,839	21,384	31,772
Program Revenues	244,187	225,000	289,300	317,700	316,700	316,100	315,800	316,000
Transfers In from General Fund	27,528	90,000	90,000	0	0	0	0	0
Total Revenues	271,715	315,000	379,300	317,700	316,700	316,100	315,800	316,000
Expenditures	280,639	420,088	405,982	294,179	316,700	301,555	305,412	309,362
Revenues Over / (Under Expense)	(8,924)	(105,088)	(26,682)	23,521	0	14,545	10,388	6,638
Ending Fund Balance	10,000	(95,088)	(16,682)	6,839	6,839	21,384	31,772	38,410
Community Development Block Grant (CDBG)								
Beginning Fund Balance	(3,634)	(13,243)	(13,243)	0	0	0	145,700	145,700
Program Revenues	106,581	162,934	162,934	145,700	145,700	145,700	145,700	145,700
Transfers In from General Fund	0	573	573	0	0	0	0	0
Total Revenues	106,581	163,507	163,507	145,700	145,700	145,700	145,700	145,700
Expenditures (including C/Os)	116,190	153,884	150,264	145,700	145,700	0	145,700	145,700
Revenues Over / (Under Expense)	(9,609)	9,623	13,243	0	0	145,700	0	0
Ending Fund Balance	(13,243)	(3,620)	0	0	0	145,700	145,700	145,700

Note: Expenditures exceed revenue as a result of limited-term non-operating and capital improvement project expenditures, as well as expenditures for projects that utilize revenues received in prior fiscal years.



City of Laguna Woods
24264 El Toro Road
Laguna Woods, CA 92637
www.cityoflagunawoods.org

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8.3 CITY COUNCIL VACANCY

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City of Laguna Woods Agenda Report

TO: Honorable Mayor and City Councilmembers

FROM: Christopher Macon, City Manager

FOR: June 21, 2017 Regular Meeting

SUBJECT: City Council Vacancy

Recommendation

1. Review the applications received from individuals interested in being appointed to fill the City Council vacancy.

AND

2. Select individuals to interview for the City Council vacancy at the adjourned regular meeting of the City Council on June 28, 2017 at 2 p.m. at Laguna Woods City Hall, 24264 El Toro Road, Laguna Woods, CA 92637.

Background

Due to the resignation of Councilmember Bert Hack on May 23, 2017, a vacancy exists on the City Council for the balance of his former term (November 2018).

On May 30, 2017, the City Council selected to fill the vacancy by appointment and approved the following appointment process schedule:

Table 1: Appointment Process Schedule

Description	Date(s)
Decision to fill the vacancy by appointment	May 30, 2017
Application period (two weeks)	June 1 – 15, 2017

Meeting to review applications and select candidates to schedule for interviews	June 21, 2017
Meeting to interview candidates and make an appointment	June 28, 2017 (subject to change)

In accordance with state law, the deadline for the City Council to fill the vacancy by appointment is July 22, 2017. If the City Council does not make an appointment by July 22, 2017, a special election will be required.

Discussion

Today's meeting is an opportunity for City Council action, as well as public input, on matters related to filling the City Council vacancy. Staff recommends that the City Council review the applications received from individuals interested in being appointed to fill the vacancy and select individuals to interview at the adjourned regular meeting on July 28, 2017 at 2 p.m. at City Hall.

The following individuals submitted applications prior to the application deadline of June 15, 2017. Applications and Statements of Economic Interests [Fair Political Practices Commission (FPPC) Form 700] for each applicant are attached.

- Prakash M. Achrekar
- Francis Herman
- Richard B. Johnston
- Louise Lanning
- William "Joe" Rainey
- Sheryl Strich

Fiscal Impact

The recommended action could be accommodated in the City's budget.

Report Prepared With: Yolie Trippy, Deputy City Clerk

Attachments: A – Prakash M. Achrekar: Application and FPPC Form 700
 B – Francis Herman: Application and FPPC Form 700
 C – Richard B. Johnston: Application and FPPC Form 700
 D – Louise Lanning: Application and FPPC Form 700
 E – William "Joe" Rainey: Application and FPPC Form 700
 F – Sheryl Strich: Application and FPPC Form 700

JUN 15 2017

City Clerk
City of Laguna Woods**Application**NAME: ACHREKAR, PRAKASH M.PHONE NUMBER: (949) 217-1950RESIDENCE ADDRESS: 201 Ave. Majorca Unit-E, Laguna Woods CA 92637REGISTERED VOTER IN THE CITY OF LAGUNA WOODS: YES x NO OCCUPATION: RetiredNAME/ADDRESS OF PRESENT EMPLOYER (if applicable): N/A

DO YOU HAVE ANY INTERESTS OR ASSOCIATIONS WHICH MIGHT PRESENT A CONFLICT OF INTEREST OR CREATE AN INCOMPATIBLE OFFICE? IF YES, PLEASE EXPLAIN.

N/A

LIST ANY COMMUNITY ACTIVITIES IN WHICH YOU ARE CURRENTLY INVOLVED OR HAVE BEEN INVOLVED IN THE LAST TWELVE MONTHS.

1. Director United Mutual Board, Laguna Woods Village2. Meals on Wheels, Laguna Hills3. Laguna Woods City Hall Reception Desk

WHAT DO YOU BELIEVE TO BE THE MAIN RESPONSIBILITIES OF THE CITY COUNCIL?

1. Adopt policies and regulations for health & safety of Laguna Woods residents2. Ensure efficient municipal services for welfare of Laguna Woods residents present and future

3. Provide legislative function over city staff, consultants, citizen advisory committees etc; for smooth city operation
4. Participate in strategic and long-term planning for the city

5. Participate in selection and hiring of top city administrators as needed

6. Involve in Annual City budget

7. Improve City's sphere of influence by promoting good relations with other cities and Government agencies.

WHAT DO YOU BELIEVE ARE YOUR MOST IMPORTANT QUALIFICATIONS FOR A CITY COUNCIL POSITION?

As a people person, I am a skillful negotiator well versed in communicating with all echelons of people.

I have earned a reputation throughout my career as an excellent problem solver under extreme program

and schedule constraints. I have no personal agenda and I live by utmost honesty and fairness principals

in all my actions. My focus on appropriate and successful utilization of resources is second to none.

I am a strong believer in pursuit of truthful, fair, ethical, and impartial work environment.

WHY DO YOU WISH TO SERVE AS A MEMBER OF THE CITY COUNCIL?

Laguna Woods is a small city and has earned good reputation as one of the most desirable place to live for

senior citizens. Yet, our city lacks a strong revenue base due to limited commercial anchors. The city's vast

and very diversified resource, ie; knowledge base, brought together by its 18,000 residents has yet not

successfully tapped. One of my dreams is to fulcrum this resource to make Laguna Woods as the Nation's

capitol for innovation in the 21st Century. I want to make Laguna Woods as the incubator where Next-Gen businesses shall spawn.

WHAT WOULD YOU BRING BY WAY OF PERSPECTIVE OR EXPERIENCE TO THE CITY COUNCIL AND WHAT ARE YOUR GOALS FOR THE CITY DURING YOUR TERM?

My experiences encompass many avenues in commercial, industrial, public, and private sectors. I have

traveled through many countries for education and job assignments. I also own three Masters degrees.

I have volunteered for over 30 years in different capacities as President, Treasurer, and Director. Laguna

Woods is my last place to live on Planet Earth. My goal during the short term will be to do my very best

to promote Laguna Woods as a Model City for its innovative people, programs, and accomplishments.

YOU MAY USE THE BACK OF THIS APPLICATION OR ADDITIONAL SHEETS TO COMPLETE YOUR ANSWERS TO THE ABOVE QUESTIONS.

PLEASE ATTACH YOUR RESUME, LETTER OF INTEREST, OR ANY ADDITIONAL INFORMATION OR STATEMENTS THAT YOU FEEL WOULD BE HELPFUL TO THE CITY COUNCIL IN REVIEWING YOUR QUALIFICATIONS.

THIS APPLICATION MUST BE ACCOMPANIED BY A COMPLETED AND SIGNED FAIR POLITICAL PRACTICES COMMISSION (FPPC) FORM 700. FOR MORE INFORMATION, PLEASE CONTACT THE FPPC AT (866) ASK-FPPC OR <http://www.fppc.ca.gov/Form700.html>.

AUTHORIZATION AND RELEASE

I understand that in connection with this application for appointment, all information contained herein and attached hereto will be made available to the general public. I further understand that if appointed, I will be required to take the oath of office and file additional financial disclosure statements.

PRINT NAME: PRAKASH M. ACHREKAR

SIGNATURE: P.M. Achrekar DATE: 6/15/2017

RECEIVED
Date Initial Filing Received
Official Use Only
JUN 14 2017
City Clerk
City of Laguna Woods

CALIFORNIA FORM 700
FAIR POLITICAL PRACTICES COMMISSION
A PUBLIC DOCUMENT

STATEMENT OF ECONOMIC INTERESTS

COVER PAGE

Please type or print in ink.

NAME OF FILER (LAST)	(FIRST)	(MIDDLE)
ACHREKAR	PRAKASH	M.

1. Office, Agency, or Court

Agency Name (Do not use acronyms)

City of Laguna Woods

Division, Board, Department, District, if applicable

Your Position

City Council Member

► If filing for multiple positions, list below or on an attachment. (Do not use acronyms)

Agency: _____ Position: _____

2. Jurisdiction of Office (Check at least one box)

☐ State

☐ Judge or Court Commissioner (Statewide Jurisdiction)

☐ Multi-County _____

☐ County of _____

☒ City of Laguna Woods

☐ Other _____

3. Type of Statement (Check at least one box)

☐ **Annual:** The period covered is January 1, 2016, through December 31, 2016.

-or-

The period covered is ____/____/____, through December 31, 2016.

☐ **Leaving Office:** Date Left ____/____/____
(Check one)

☐ The period covered is January 1, 2016, through the date of leaving office.

-or-

☐ The period covered is ____/____/____, through the date of leaving office.

☐ **Assuming Office:** Date assumed ____/____/____

☒ **Candidate:** Election year 2017 and office sought, if different than Part 1: _____

4. Schedule Summary (must complete) ► Total number of pages including this cover page: 3

Schedules attached

☐ **Schedule A-1 - Investments** – schedule attached

☒ **Schedule C - Income, Loans, & Business Positions** – schedule attached

☒ **Schedule A-2 - Investments** – schedule attached

☐ **Schedule D - Income – Gifts** – schedule attached

☐ **Schedule B - Real Property** – schedule attached

☐ **Schedule E - Income – Gifts – Travel Payments** – schedule attached

-or-

☐ **None - No reportable interests on any schedule**

5. Verification

MAILING ADDRESS	STREET	CITY	STATE	ZIP CODE
(Business or Agency Address Recommended - Public Document)				
201 AVE. MAJORCA UNIT-E		LAGUNA WOODS	CA	92637

DAYTIME TELEPHONE NUMBER

(949) 217-1950

E-MAIL ADDRESS

cash334@gmail.com

I have used all reasonable diligence in preparing this statement. I have reviewed this statement and to the best of my knowledge the information contained herein and in any attached schedules is true and complete. I acknowledge this is a public document.

I certify under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Date Signed 6/15/2017
(month, day, year)

Signature P.M. Achrekar
(File the originally signed statement with your filing official.)

SCHEDULE C
Income, Loans, & Business
Positions
 (Other than Gifts and Travel Payments)

CALIFORNIA FORM 700 FAIR POLITICAL PRACTICES COMMISSION Name ACHREKAR, PRAKASH M
--

▶ 1. INCOME RECEIVED

NAME OF SOURCE OF INCOME

PROFESSIONAL'S BROKER

ADDRESS (Business Address Acceptable)

201 Ave. Majorca Unit-E, Laguna Woods CA 92637

BUSINESS ACTIVITY, IF ANY, OF SOURCE

Real Estate Broker

YOUR BUSINESS POSITION

Sole Proprietor

GROSS INCOME RECEIVED

☐ No Income - Business Position Only☐ \$500 - \$1,000☐ \$1,001 - \$10,000☒ \$10,001 - \$100,000☐ OVER \$100,000

CONSIDERATION FOR WHICH INCOME WAS RECEIVED

☐ Salary ☐ Spouse's or registered domestic partner's income
(For self-employed use Schedule A-2.)☐ Partnership (Less than 10% ownership. For 10% or greater use
Schedule A-2.)☐ Sale of _____
(Real property, car, boat, etc.)☐ Loan repayment☒ Commission or ☐ Rental Income, list each source of \$10,000 or more

Sales Commission earned on two home sales

(Describe)

☐ Other _____
(Describe)

▶ 1. INCOME RECEIVED

NAME OF SOURCE OF INCOME

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF SOURCE

YOUR BUSINESS POSITION

GROSS INCOME RECEIVED

☐ No Income - Business Position Only☐ \$500 - \$1,000☐ \$1,001 - \$10,000☐ \$10,001 - \$100,000☐ OVER \$100,000

CONSIDERATION FOR WHICH INCOME WAS RECEIVED

☐ Salary ☐ Spouse's or registered domestic partner's income
(For self-employed use Schedule A-2.)☐ Partnership (Less than 10% ownership. For 10% or greater use
Schedule A-2.)☐ Sale of _____
(Real property, car, boat, etc.)☐ Loan repayment☐ Commission or ☐ Rental Income, list each source of \$10,000 or more

(Describe)

☐ Other _____
(Describe)

▶ 2. LOANS RECEIVED OR OUTSTANDING DURING THE REPORTING PERIOD

* You are not required to report loans from commercial lending institutions, or any indebtedness created as part of a retail installment or credit card transaction, made in the lender's regular course of business on terms available to members of the public without regard to your official status. Personal loans and loans received not in a lender's regular course of business must be disclosed as follows:

NAME OF LENDER*

INTEREST RATE

TERM (Months/Years)

ADDRESS (Business Address Acceptable)

_____% ☐ None

BUSINESS ACTIVITY, IF ANY, OF LENDER

SECURITY FOR LOAN

☐ None ☐ Personal residence

HIGHEST BALANCE DURING REPORTING PERIOD

☐ Real Property _____
Street address☐ \$500 - \$1,000☐ \$1,001 - \$10,000☐ \$10,001 - \$100,000☐ OVER \$100,000☐ Guarantor _____☐ Other _____
(Describe)

Comments: _____

JUN 17 2017

City Clerk
City of Laguna WoodsApplication

NAME:

FRANCIS HERMAN

PHONE NUMBER:

949 916 1219

MAY 4 1961 ADDRESS:

24301 Muirlands BL #D4-153 EL TORO CA 92631

RESIDENCE ADDRESS:

24302 EL TORO RD #208 LAGUNA WOODS CA 92637

REGISTERED VOTER IN THE CITY OF LAGUNA WOODS: YES _____ NO X

OCCUPATION:

RETIRED

NAME/ADDRESS OF PRESENT EMPLOYER (if applicable):

NONE

DO YOU HAVE ANY INTERESTS OR ASSOCIATIONS WHICH MIGHT PRESENT A CONFLICT OF INTEREST OR CREATE AN INCOMPATIBLE OFFICE? IF YES, PLEASE EXPLAIN.

NONE

LIST ANY COMMUNITY ACTIVITIES IN WHICH YOU ARE CURRENTLY INVOLVED OR HAVE BEEN INVOLVED IN THE LAST TWELVE MONTHS.

US VETERANS BKFS LAKELAND CA

US VETERANS SUPPORT GRPS

SENIOR CTR ACTIVITIES & LAG WOODS VILLAGE ACTIVITIES

WHAT DO YOU BELIEVE TO BE THE MAIN RESPONSIBILITIES OF THE CITY COUNCIL?

PROTECTION OF ALL RESIDENTS OF LAGUNA WOODS,
ESPECIALLY SENIORS

WHAT DO YOU BELIEVE ARE YOUR MOST IMPORTANT QUALIFICATIONS FOR A CITY COUNCIL POSITION?

US VETERAN (NAVY; MIDDLE EAST; VIETNAM POW)
LAW SCHOOL GRADUATE
PRIOR CHICAGO POLICE OFFICER

WHY DO YOU WISH TO SERVE AS A MEMBER OF THE CITY COUNCIL?

TO SERVE THE PEOPLE & SENIORS OF LAGUNA WOODS

WHAT WOULD YOU BRING BY WAY OF PERSPECTIVE OR EXPERIENCE TO THE CITY COUNCIL AND WHAT ARE YOUR GOALS FOR THE CITY DURING YOUR TERM?

PRIOR BOARD MEMBER IN LAW SCHOOL (GOALS
ALL ACCOMPLISHED AS BD MEMBER)

CURRENT GOALS: TO HELP/ASSIST RESIDENTS & ALL
US VETERANS

YOU MAY USE THE BACK OF THIS APPLICATION OR ADDITIONAL SHEETS TO COMPLETE YOUR ANSWERS TO THE ABOVE QUESTIONS.

NONE

PLEASE ATTACH YOUR RESUME, LETTER OF INTEREST, OR ANY ADDITIONAL INFORMATION OR STATEMENTS THAT YOU FEEL WOULD BE HELPFUL TO THE CITY COUNCIL IN REVIEWING YOUR QUALIFICATIONS.

THIS APPLICATION MUST BE ACCOMPANIED BY A COMPLETED AND SIGNED FAIR POLITICAL PRACTICES COMMISSION (FPPC) FORM 700. FOR MORE INFORMATION, PLEASE CONTACT THE FPPC AT (866) ASK-FPPC OR <http://www.fppc.ca.gov/Form700.html>.

AUTHORIZATION AND RELEASE

I understand that in connection with this application for appointment, all information contained herein and attached hereto will be made available to the general public. I further understand that if appointed, I will be required to take the oath of office and file additional financial disclosure statements.

PRINT NAME:

FRANCIS HERMAN

SIGNATURE:

[Signature]

DATE:

15 JUN 2017

CALIFORNIA FORM 700
 FAIR POLITICAL PRACTICES COMMISSION
 A PUBLIC DOCUMENT

STATEMENT OF ECONOMIC INTERESTS

Date Initial Filing Received
JUN 13 2017

COVER PAGE

City Clerk
City of Laguna Woods

Please type or print in ink.

NAME OF FILER (LAST)

HERMAN

(FIRST)

FRANCES

(MIDDLE)

ARTHUR

1. Office, Agency, or Court

Agency Name (Do not use acronyms)

Division, Board, Department, District, if applicable

Your Position

► If filing for multiple positions, list below or on an attachment. (Do not use acronyms)

Agency: _____

Position: _____

2. Jurisdiction of Office (Check at least one box)

☐ State☐ Judge or Court Commissioner (Statewide Jurisdiction)☐ Multi-County _____☐ County of _____☐ City of _____☐ Other _____

3. Type of Statement (Check at least one box)

☐ Annual: The period covered is January 1, 2016, through December 31, 2016.

-or-

The period covered is ____/____/____, through December 31, 2016.

☐ Assuming Office: Date assumed ____/____/____☐ Leaving Office: Date Left ____/____/____
(Check one)☐ The period covered is January 1, 2016, through the date of leaving office.

-or-

☐ The period covered is ____/____/____, through the date of leaving office.☒ Candidate: Election year 2017and office sought, if different than Part 1: ODMBR CITY COUNCIL4. Schedule Summary (must complete) ► Total number of pages including this cover page: 1

Schedules attached

☒ Schedule A-1 - Investments - schedule attached☒ Schedule C - Income, Loans, & Business Positions - schedule attached☒ Schedule A-2 - Investments - schedule attached☒ Schedule D - Income - Gifts - schedule attached☒ Schedule B - Real Property - schedule attached☒ Schedule E - Income - Gifts - Travel Payments - schedule attached☒ None - No reportable interests on any schedule

5. Verification

MAILING ADDRESS

STREET

CITY

STATE

ZIP CODE

(Business or Agency Address Recommended - Public Document)

29331 MYRIAN BL #D4-155 ELIZABETH CA 92630

DAYTIME TELEPHONE NUMBER

(949) 916 1219

E-MAIL ADDRESS

I have used all reasonable diligence in preparing this statement. I have reviewed this statement and to the best of my knowledge the information contained herein and in any attached schedules is true and complete. I acknowledge this is a public document.

I certify under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Date Signed

15/04/2017

(month, day, year)

Signature

(File the originally signed statement with your filing official.)

JUN 06 2017

City Clerk
City of Laguna WoodsApplicationNAME: RICHARD B. JOHNSTONPHONE NUMBER: (760) 496-8571RESIDENCE ADDRESS: 5486A PASEO DEL LAGO W, LAGUNA WOODSREGISTERED VOTER IN THE CITY OF LAGUNA WOODS: YES X NO OCCUPATION: RETIREDNAME/ADDRESS OF PRESENT EMPLOYER (if applicable):

DO YOU HAVE ANY INTERESTS OR ASSOCIATIONS WHICH MIGHT PRESENT A CONFLICT OF INTEREST OR CREATE AN INCOMPATIBLE OFFICE? IF YES, PLEASE EXPLAIN.

NONE

LIST ANY COMMUNITY ACTIVITIES IN WHICH YOU ARE CURRENTLY INVOLVED OR HAVE BEEN INVOLVED IN THE LAST TWELVE MONTHS.

See next page for responses.

WHAT DO YOU BELIEVE TO BE THE MAIN RESPONSIBILITIES OF THE CITY COUNCIL?

on next page →

LIST ANY COMMUNITY ACTIVITIES IN WHICH YOU ARE CURRENTLY INVOLVED OR HAVE BEEN INVOLVED IN THE LAST TWELVE MONTHS.

I am currently serving on the 2016/2017 Orange County Grand Jury. My one year commitment is up on June 30, 2017. Immediately prior to the OCGJ, I served as GRF Director and Treasurer as well as catalyst for the transition to self-management.

WHAT DO YOU BELIEVE TO BE THE MAIN RESPONSIBILITIES OF THE CITY COUNCIL?

Establish policy, review and approve local ordinances, evaluate and approve land use; to find ways to provide city services within current budget constraints and the vagaries of county and state government actions.

WHAT DO YOU BELIEVE ARE YOUR MOST IMPORTANT QUALIFICATIONS FOR A CITY COUNCIL POSITION?

The ability to separate personal interest and bias from the larger community interest. The ability to listen and understand opposing positions and be open to adjusting a position based on a better understanding of an issue. Being collegial and a team player with good analytical skills. Depth of experience working with large organizations on complex problems. Familiarity with city and county issues. Ability to think long term and manage priorities.

WHY DO YOU WISH TO SERVE AS A MEMBER OF THE CITY COUNCIL?

I have always been active in communities in which I have lived and am concerned about preserving the long term health and viability of this community. My recent service on the GRF Board and the Orange County Grand Jury puts me in a better position to be able to contribute to the larger community. This recent experience proved to be my most intensive experience in community involvement. It was civics on steroids. I feel that this experience could be of value in city government.

WHAT WOULD YOU BRING BY WAY OF PERSPECTIVE OR EXPERIENCE TO THE CITY COUNCIL AND WHAT ARE YOUR GOALS FOR THE CITY DURING YOUR TERM?

Laguna Woods is a unique senior community in one of the most expensive counties in the country. I have concerns that we make the right decisions regarding land use both within Laguna Woods and neighboring communities as well as infrastructure and policy and that those decisions are in the long term best interest of this community. My perspective is greatly influenced by a depth of experience working at the highest levels in large organizations on organization performance and strategic planning. I prefer to create a clear and compelling vision and designing the path to getting to the vision. Also relevant is my recent experience moving Laguna Woods Village to self-management where 1,000 employees of Laguna Woods Village are now working for the benefit of the community and not for the benefit of the bottom line of a separate entity in Texas.

PLEASE ATTACH YOUR RESUME, LETTER OF INTEREST, OR ANY ADDITIONAL INFORMATION OR STATEMENTS THAT YOU FEEL WOULD BE HELPFUL TO THE CITY COUNCIL IN REVIEWING YOUR QUALIFICATIONS.

THIS APPLICATION MUST BE ACCOMPANIED BY A COMPLETED AND SIGNED FAIR POLITICAL PRACTICES COMMISSION (FPPC) FORM 700. FOR MORE INFORMATION, PLEASE CONTACT THE FPPC AT (866) ASK-FPPC OR <http://www.fppc.ca.gov/Form700.html>.

AUTHORIZATION AND RELEASE

I understand that in connection with this application for appointment, all information contained herein and attached hereto will be made available to the general public. I further understand that if appointed, I will be required to take the oath of office and file additional financial disclosure statements.

PRINT NAME: RICHARD B. JOHNSTON

SIGNATURE: Richard B Johnston DATE: 6/6/17

RESUME

Richard Johnston
5486 Paseo Del Lago West, Apt A
Laguna Woods, CA 92637

Business Background

45 year corporate career focused on organizational performance and executive decision making in multi-billion dollar corporations in the food, paper, and wine industries. Throughout my career I worked directly with and in senior leadership improving organization performance. Introduced a methodology for development of management decision systems that can link all of the key players in the organization to core decision processes, provides a river of relevant information that flows through the organization and improves organization performance at every touch point and to put relevant, actionable information in digestible form at the fingertips of senior level decision makers.

Professional History

1971-2006 E&J Gallo Winery -VP Strategic Planning –35 yrs .

Responsible for Management of the \$Billion wine supply, Market Analysis and Forecasting, Project Management, Financial Planning, Planning Services, IT. Other roles included V.P. Chief Information Officer, V.P Production Planning, Vice President Planning Services. Designed and developed an enterprise wide system to manage the \$billion wine supply for the world's largest and most successful winery, E&J Gallo Winery. Cut the number of executive meetings by 80%, reduced supply costs by \$20 million per year, reduced the influence of power players and silos within the organization, linked the entire organization to the mission critical process, gave all role players finger-tip access and intuitive tools for all relevant information in real-time, resulted in a dramatic improvement in speed and quality of decision making. As a result, the owners gave me the keys to the \$Billion wine supply. As I was making changes throughout the organization, my role and title changed through several officer positions. I initiated the effort to bring senior leadership together to examine and assess total organization performance. That effort then led to the change in corporate leadership to the next generation.

1976-1986 CSUS 10 years- Adjunct Professor MBA Core Course – Quantitative Methods for Business Decisions – Keeping my tools sharp and expanding the potential talent pool for Gallo Winery.

1969-1971 Crown Zellerbach 2 years– Sr. Operations Research Analyst

Responsible for the design and implementation of senior management decision systems. Led the development of a corporate-wide production balancing methodology. Instrumental in development of forecast modelling used for financial planning. Crafted a new methodology for development of process management systems.

1961-1969 Oscar Mayer – Industrial Engineer/OR analyst.

One of 5 new graduates selected to be fast-tracked for management training and mentoring by five senior corporate officers. Demonstrated to the senior management team the power of computer technology in executive decision making. Given leadership role in development of a corporate Sales Forecasting System and in designing the structure of the supporting organization.

Post Retirement

President, Broker AFR INVESTMENTS LLC – A California Real Estate Investment Company, buying foreclosures, rehabbing and selling SFRs in California.

2007-2015 Post Retirement: President, Broker, AFR INVESTMENTS LLC – A California Real Estate Investment Company, buying foreclosures rehabbing and selling and financing SFRs in California.

Education

BS Industrial Engineering, Iowa State Univ. MBA CSUS

Completed course work for PHD in IE/OR at University of Wisconsin and UC Berkeley

CALIFORNIA FORM 700
 FAIR POLITICAL PRACTICES COMMISSION
 A PUBLIC DOCUMENT

STATEMENT OF ECONOMIC INTERESTS
COVER PAGE

Date Issued: JUN 06 2017

City Clerk
City of Laguna Woods

Please type or print in ink.

NAME OF FILER (LAST)	(FIRST)	(MIDDLE)
JOHNSTON	RICHARD	BRIAN

1. Office, Agency, or Court

Agency Name (Do not use acronyms)

LAGUNA WOODS CITY COUNCIL

Division, Board, Department, District, if applicable

Your Position

MEMBER

► If filing for multiple positions, list below or on an attachment. (Do not use acronyms)

Agency: _____ Position: _____

2. Jurisdiction of Office (Check at least one box)☐ State☐ Judge or Court Commissioner (Statewide Jurisdiction)☐ Multi-County _____☐ County of _____☒ City of LAGUNA WOODS☐ Other _____**3. Type of Statement (Check at least one box)**☒ **Annual:** The period covered is January 1, 2016, through December 31, 2016.☐ **Leaving Office:** Date Left ____/____/____
(Check one)

-or-

The period covered is ____/____/____, through December 31, 2016.

☐ The period covered is January 1, 2016, through the date of leaving office.

-or-

☐ The period covered is ____/____/____, through the date of leaving office.☐ **Assuming Office:** Date assumed ____/____/____☒ **Candidate:** Election year 2017 and office sought, if different than Part 1: _____**4. Schedule Summary (must complete) ► Total number of pages including this cover page: 7****Schedules attached**☒ **Schedule A-1 - Investments** – schedule attached☒ **Schedule C - Income, Loans, & Business Positions** – schedule attached☒ **Schedule A-2 - Investments** – schedule attached☒ **Schedule D - Income – Gifts** – schedule attached☒ **Schedule B - Real Property** – schedule attached☒ **Schedule E - Income – Gifts – Travel Payments** – schedule attached

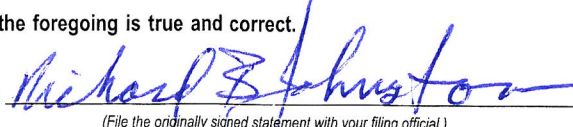
-or-

☐ **None - No reportable interests on any schedule****5. Verification**

MAILING ADDRESS (Business or Agency Address Recommended - Public Document)	STREET	CITY	STATE	ZIP CODE
5486 PASEO DEL LAGO W UNIT A		LAGUNA WOODS	CA	92637
DAYTIME TELEPHONE NUMBER		E-MAIL ADDRESS		
(760) 496-8571		afrtoday@yahoo.com		

I have used all reasonable diligence in preparing this statement. I have reviewed this statement and to the best of my knowledge the information contained herein and in any attached schedules is true and complete. I acknowledge this is a public document.

I certify under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Date Signed 06/06/2017
(month, day, year)Signature 
(File the originally signed statement with your filing official.)

SCHEDULE A-1

Investments

Stocks, Bonds, and Other Interests

(Ownership Interest is Less Than 10%)

Do not attach brokerage or financial statements.

CALIFORNIA FORM 700
 FAIR POLITICAL PRACTICES COMMISSION

Name

RICHARD B JOHNSTON

▶ NAME OF BUSINESS ENTITY
FRANKLIN INCOME FUND CLASS A

GENERAL DESCRIPTION OF THIS BUSINESS

MUTUAL FUND

FAIR MARKET VALUE

☐ \$2,000 - \$10,000 ☐ \$10,001 - \$100,000
☐ \$100,001 - \$1,000,000 ☒ Over \$1,000,000

NATURE OF INVESTMENT MUTUAL FUND - INCOME
☐ Stock ☒ Other (Describe)
☐ Partnership ☐ Income Received of \$0 - \$499
☐ Income Received of \$500 or More (Report on Schedule C)

IF APPLICABLE, LIST DATE:
 ____/____/16 ____/____/16
 ACQUIRED DISPOSED

▶ NAME OF BUSINESS ENTITY
WELLS FARGO

GENERAL DESCRIPTION OF THIS BUSINESS

BANKING

FAIR MARKET VALUE

☐ \$2,000 - \$10,000 ☐ \$10,001 - \$100,000
☒ \$100,001 - \$1,000,000 ☐ Over \$1,000,000

NATURE OF INVESTMENT
☒ Stock ☐ Other (Describe)
☐ Partnership ☐ Income Received of \$0 - \$499
☐ Income Received of \$500 or More (Report on Schedule C)

IF APPLICABLE, LIST DATE:
 ____/____/16 ____/____/16
 ACQUIRED DISPOSED

▶ NAME OF BUSINESS ENTITY
AMAZON

GENERAL DESCRIPTION OF THIS BUSINESS

SERVICES

FAIR MARKET VALUE

☐ \$2,000 - \$10,000 ☐ \$10,001 - \$100,000
☒ \$100,001 - \$1,000,000 ☐ Over \$1,000,000

NATURE OF INVESTMENT
☒ Stock ☐ Other (Describe)
☐ Partnership ☐ Income Received of \$0 - \$499
☐ Income Received of \$500 or More (Report on Schedule C)

IF APPLICABLE, LIST DATE:
 ____/____/16 ____/____/16
 ACQUIRED DISPOSED

▶ NAME OF BUSINESS ENTITY
POLLOCK 2006 INDEPENDENT INVESTORS

GENERAL DESCRIPTION OF THIS BUSINESS

REIT

FAIR MARKET VALUE

☐ \$2,000 - \$10,000 ☐ \$10,001 - \$100,000
☒ \$100,001 - \$1,000,000 ☐ Over \$1,000,000

NATURE OF INVESTMENT COMMERCIAL REAL ESTAT
☐ Stock ☒ Other (Describe)
☐ Partnership ☐ Income Received of \$0 - \$499
☐ Income Received of \$500 or More (Report on Schedule C)

IF APPLICABLE, LIST DATE:
 ____/____/16 ____/____/16
 ACQUIRED DISPOSED

▶ NAME OF BUSINESS ENTITY
APPLE INC

GENERAL DESCRIPTION OF THIS BUSINESS

COMPUTER PRODUCTS

FAIR MARKET VALUE

☐ \$2,000 - \$10,000 ☐ \$10,001 - \$100,000
☒ \$100,001 - \$1,000,000 ☐ Over \$1,000,000

NATURE OF INVESTMENT
☒ Stock ☐ Other (Describe)
☐ Partnership ☐ Income Received of \$0 - \$499
☐ Income Received of \$500 or More (Report on Schedule C)

IF APPLICABLE, LIST DATE:
 ____/____/16 ____/____/16
 ACQUIRED DISPOSED

▶ NAME OF BUSINESS ENTITY

GENERAL DESCRIPTION OF THIS BUSINESS

FAIR MARKET VALUE

☐ \$2,000 - \$10,000 ☐ \$10,001 - \$100,000
☐ \$100,001 - \$1,000,000 ☐ Over \$1,000,000

NATURE OF INVESTMENT
☐ Stock ☐ Other (Describe)
☐ Partnership ☐ Income Received of \$0 - \$499
☐ Income Received of \$500 or More (Report on Schedule C)

IF APPLICABLE, LIST DATE:
 ____/____/16 ____/____/16
 ACQUIRED DISPOSED

Comments:

SCHEDULE A-2
Investments, Income, and Assets
of Business Entities/Trusts
 (Ownership Interest is 10% or Greater)

CALIFORNIA FORM 700 FAIR POLITICAL PRACTICES COMMISSION Name RICHARD B JOHNSTON

► 1. BUSINESS ENTITY OR TRUST

AFR INVESTMENTS LLC

Name

5486 PASEO DEL LAGO W UNIT A LAGUNA WOODS

Address (Business Address Acceptable)

Check one

☐ Trust, go to 2 ☒ Business Entity, complete the box, then go to 2
GENERAL DESCRIPTION OF THIS BUSINESS

FAIR MARKET VALUE

IF APPLICABLE, LIST DATE:

☐ \$0 - \$1,999☐ \$2,000 - \$10,000☐ \$10,001 - \$100,000☐ \$100,001 - \$1,000,000☒ Over \$1,000,000

____/____/16

ACQUIRED

____/____/16

DISPOSED

NATURE OF INVESTMENT

☐ Partnership ☐ Sole Proprietorship ☐ Other
YOUR BUSINESS POSITION OWNER/PRESIDENT**► 2. IDENTIFY THE GROSS INCOME RECEIVED (INCLUDE YOUR PRO RATA SHARE OF THE GROSS INCOME TO THE ENTITY/TRUST)**☐ \$0 - \$499☐ \$10,001 - \$100,000☐ \$500 - \$1,000☐ OVER \$100,000☐ \$1,001 - \$10,000**► 3. LIST THE NAME OF EACH REPORTABLE SINGLE SOURCE OF INCOME OF \$10,000 OR MORE (Attach a separate sheet if necessary.)**☐ None or ☐ Names listed below**► 4. INVESTMENTS AND INTERESTS IN REAL PROPERTY HELD OR LEASED BY THE BUSINESS ENTITY OR TRUST**

Check one box:

☐ INVESTMENT ☐ REAL PROPERTY

 Name of Business Entity, if Investment, or
 Assessor's Parcel Number or Street Address of Real Property

 Description of Business Activity or
 City or Other Precise Location of Real Property

FAIR MARKET VALUE

IF APPLICABLE, LIST DATE:

☐ \$2,000 - \$10,000☐ \$10,001 - \$100,000☐ \$100,001 - \$1,000,000☐ Over \$1,000,000

____/____/16

ACQUIRED

____/____/16

DISPOSED

NATURE OF INTEREST

☐ Property Ownership/Deed of Trust ☐ Stock ☐ Partnership

☐ Leasehold _____
 Yrs. remaining
☐ Other _____
☐ Check box if additional schedules reporting investments or real property are attached
► 1. BUSINESS ENTITY OR TRUST

Name

Address (Business Address Acceptable)

Check one

☐ Trust, go to 2 ☐ Business Entity, complete the box, then go to 2
GENERAL DESCRIPTION OF THIS BUSINESS

FAIR MARKET VALUE

IF APPLICABLE, LIST DATE:

☐ \$0 - \$1,999☐ \$2,000 - \$10,000☐ \$10,001 - \$100,000☐ \$100,001 - \$1,000,000☐ Over \$1,000,000

____/____/16

ACQUIRED

____/____/16

DISPOSED

NATURE OF INVESTMENT

☐ Partnership ☐ Sole Proprietorship ☐ Other

YOUR BUSINESS POSITION _____

► 2. IDENTIFY THE GROSS INCOME RECEIVED (INCLUDE YOUR PRO RATA SHARE OF THE GROSS INCOME TO THE ENTITY/TRUST)☐ \$0 - \$499☐ \$10,001 - \$100,000☐ \$500 - \$1,000☐ OVER \$100,000☐ \$1,001 - \$10,000**► 3. LIST THE NAME OF EACH REPORTABLE SINGLE SOURCE OF INCOME OF \$10,000 OR MORE (Attach a separate sheet if necessary.)**☐ None or ☐ Names listed below**► 4. INVESTMENTS AND INTERESTS IN REAL PROPERTY HELD OR LEASED BY THE BUSINESS ENTITY OR TRUST**

Check one box:

☐ INVESTMENT ☐ REAL PROPERTY

 Name of Business Entity, if Investment, or
 Assessor's Parcel Number or Street Address of Real Property

 Description of Business Activity or
 City or Other Precise Location of Real Property

FAIR MARKET VALUE

IF APPLICABLE, LIST DATE:

☐ \$2,000 - \$10,000☐ \$10,001 - \$100,000☐ \$100,001 - \$1,000,000☐ Over \$1,000,000

____/____/16

ACQUIRED

____/____/16

DISPOSED

NATURE OF INTEREST

☐ Property Ownership/Deed of Trust ☐ Stock ☐ Partnership

☐ Leasehold _____
 Yrs. remaining
☐ Other _____
☐ Check box if additional schedules reporting investments or real property are attached

Comments: _____

SCHEDULE B
Interests in Real Property
(Including Rental Income)

CALIFORNIA FORM 700
FAIR POLITICAL PRACTICES COMMISSION

Name

RICHARD B JOHNSTON

▶ ASSESSOR'S PARCEL NUMBER OR STREET ADDRESS

CA 057-624-007

CITY

LAGUNA WOODS CA

FAIR MARKET VALUE

☐ \$2,000 - \$10,000☐ \$10,001 - \$100,000☒ \$100,001 - \$1,000,000☐ Over \$1,000,000

IF APPLICABLE, LIST DATE:

____/____/16	____/____/16
ACQUIRED	DISPOSED

NATURE OF INTEREST

☒ Ownership/Deed of Trust☐ Easement☐ Leasehold

Yrs. remaining

☐

Other

IF RENTAL PROPERTY, GROSS INCOME RECEIVED

☐ \$0 - \$499☐ \$500 - \$1,000☐ \$1,001 - \$10,000☐ \$10,001 - \$100,000☐ OVER \$100,000

SOURCES OF RENTAL INCOME: If you own a 10% or greater interest, list the name of each tenant that is a single source of income of \$10,000 or more.

☐ None

▶ ASSESSOR'S PARCEL NUMBER OR STREET ADDRESS

CITY

FAIR MARKET VALUE

☐ \$2,000 - \$10,000☐ \$10,001 - \$100,000☐ \$100,001 - \$1,000,000☐ Over \$1,000,000

IF APPLICABLE, LIST DATE:

____/____/16	____/____/16
ACQUIRED	DISPOSED

NATURE OF INTEREST

☐ Ownership/Deed of Trust☐ Easement☐ Leasehold

Yrs. remaining

☐

Other

IF RENTAL PROPERTY, GROSS INCOME RECEIVED

☐ \$0 - \$499☐ \$500 - \$1,000☐ \$1,001 - \$10,000☐ \$10,001 - \$100,000☐ OVER \$100,000

SOURCES OF RENTAL INCOME: If you own a 10% or greater interest, list the name of each tenant that is a single source of income of \$10,000 or more.

☐ None

* You are not required to report loans from commercial lending institutions made in the lender's regular course of business on terms available to members of the public without regard to your official status. Personal loans and loans received not in a lender's regular course of business must be disclosed as follows:

NAME OF LENDER*

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF LENDER

INTEREST RATE

TERM (Months/Years)

_____% ☐ None

HIGHEST BALANCE DURING REPORTING PERIOD

☐ \$500 - \$1,000☐ \$1,001 - \$10,000☐ \$10,001 - \$100,000☐ OVER \$100,000☐ Guarantor, if applicable

NAME OF LENDER*

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF LENDER

INTEREST RATE

TERM (Months/Years)

_____% ☐ None

HIGHEST BALANCE DURING REPORTING PERIOD

☐ \$500 - \$1,000☐ \$1,001 - \$10,000☐ \$10,001 - \$100,000☐ OVER \$100,000☐ Guarantor, if applicable

Comments:

SCHEDULE D **Income – Gifts**

CALIFORNIA FORM 700

FAIR POLITICAL PRACTICES COMMISSION

Name

RICHARD B JOHNSTON

► NAME OF SOURCE *(Not an Acronym)*

ADDRESS *(Business Address Acceptable)*

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

► NAME OF SOURCE *(Not an Acronym)*

ADDRESS *(Business Address Acceptable)*

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

► NAME OF SOURCE *(Not an Acronym)*

ADDRESS *(Business Address Acceptable)*

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

► NAME OF SOURCE *(Not an Acronym)*

ADDRESS *(Business Address Acceptable)*

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

► NAME OF SOURCE *(Not an Acronym)*

ADDRESS *(Business Address Acceptable)*

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

► NAME OF SOURCE *(Not an Acronym)*

ADDRESS *(Business Address Acceptable)*

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

Comments: _____

CALIFORNIA FORM 700

FAIR POLITICAL PRACTICES COMMISSION

Name

RICHARD B JOHNSTON

SCHEDULE E **Income – Gifts** **Travel Payments, Advances,** **and Reimbursements**

- Mark either the gift or income box.
- Mark the "501(c)(3)" box for a travel payment received from a nonprofit 501(c)(3) organization or the "Speech" box if you made a speech or participated in a panel. These payments are not subject to the gift limit, but may result in a disqualifying conflict of interest.
- For gifts of travel, provide the travel destination.

▶ NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

CITY AND STATE

☐ 501 (c)(3) or DESCRIBE BUSINESS ACTIVITY, IF ANY, OF SOURCEDATE(S): ____/____/____ - ____/____/____ AMT: \$_____
(If gift)▶ MUST CHECK ONE: ☐ Gift **-or-** ☐ Income☐ Made a Speech/Participated in a Panel☐ Other - Provide Description _____

▶ If Gift, Provide Travel Destination _____

▶ NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

CITY AND STATE

☐ 501 (c)(3) or DESCRIBE BUSINESS ACTIVITY, IF ANY, OF SOURCEDATE(S): ____/____/____ - ____/____/____ AMT: \$_____
(If gift)▶ MUST CHECK ONE: ☐ Gift **-or-** ☐ Income☐ Made a Speech/Participated in a Panel☐ Other - Provide Description _____

▶ If Gift, Provide Travel Destination _____

▶ NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

CITY AND STATE

☐ 501 (c)(3) or DESCRIBE BUSINESS ACTIVITY, IF ANY, OF SOURCEDATE(S): ____/____/____ - ____/____/____ AMT: \$_____
(If gift)▶ MUST CHECK ONE: ☐ Gift **-or-** ☐ Income☐ Made a Speech/Participated in a Panel☐ Other - Provide Description _____

▶ If Gift, Provide Travel Destination _____

▶ NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

CITY AND STATE

☐ 501 (c)(3) or DESCRIBE BUSINESS ACTIVITY, IF ANY, OF SOURCEDATE(S): ____/____/____ - ____/____/____ AMT: \$_____
(If gift)▶ MUST CHECK ONE: ☐ Gift **-or-** ☐ Income☐ Made a Speech/Participated in a Panel☐ Other - Provide Description _____

▶ If Gift, Provide Travel Destination _____

Comments: _____

JUN 15 2017

City Clerk
City of Laguna WoodsApplication

NAME: LOUISE LANNING

PHONE NUMBER: (949) 855 9115

RESIDENCE ADDRESS: 119 VIA ESTRADA - UNIT 5, LAGUNA WOODS CA 92637

REGISTERED VOTER IN THE CITY OF LAGUNA WOODS: YES X NO 92637

OCCUPATION: RETIRED CORPORATE PRESIDENT/CEO 28 YEARS EXPERIENCE

NAME/ADDRESS OF PRESENT EMPLOYER (if applicable): N/A

DO YOU HAVE ANY INTERESTS OR ASSOCIATIONS WHICH MIGHT PRESENT A CONFLICT OF INTEREST OR CREATE AN INCOMPATIBLE OFFICE? IF YES, PLEASE EXPLAIN.

NO CONFLICTS OF OFFICE OR INTERESTS
WHAT SO EVER,

LIST ANY COMMUNITY ACTIVITIES IN WHICH YOU ARE CURRENTLY INVOLVED OR HAVE BEEN INVOLVED IN THE LAST TWELVE MONTHS.

- LIVED HERE NOW FOR 7+ YEARS PROACTIVE
 - SUPPORT WELLNESS IN THE WOODS IN LAGUNA
 - WOODS VILLAGE FOR SPECIAL FOCUS ON SENIOR HEALTH
 - JUST THIS MAY COMPLETED 24 CLASS CIRCUIT
 - TRAINING AT NEW GYM. (I'M IN PERFECT HEALTH)
 - ATTEND VARIOUS CLUBS, LECTURES, MEDITATION, SPECIAL EVENTS
 - PRO ACTIVE AND SUPPORTIVE TO COMMUNITY ACTIVITIES
- WHAT DO YOU BELIEVE TO BE THE MAIN RESPONSIBILITIES OF THE CITY COUNCIL?

TO SERVE OBEDIENTLY THE GREATEST GOOD OF THE PEOPLE AND
THE COMMUNITY OF LAGUNA WOODS HELP FURTHER HIGH IDEAS
STANDARDS, SAFETY AND WISE PROGRESSIVENESS. HELP WITH
CREATING (WHERE APPROPRIATE) LAWS AND CHANGE IN LAWS BEING TIMELY
FOR CURRENT NEEDS WHILE BUDGET-FOCUSED. I HAVE VAST EXPERIENCE
AND AM VERY SUCCESSFULLY BEING CEO + TREASURER OF A CORPORATION

It is important to maintain and further the gains and successes in the area of recycling, waste management budget targets, community services and quality of life.

I HAVE A LOT OF EXPERIENCE AND SUCCESS
AT MAKING PRUDENT DECISIONS REGARDING OWNING + DAILY
RUNNING A CORPORATION PRODUCING + UNDERSTANDING ALL FINANCIAL
DOCUMENTS, SETTING + MONITORING OPERATIONAL PROCEDURES ETC,
WHAT DO YOU BELIEVE ARE YOUR MOST IMPORTANT QUALIFICATIONS FOR A CITY COUNCIL POSITION?

I am vastly capable, experienced and seasoned,
I HELD POLITICAL OFFICE AS SENIOR REPRESENTATIVE
AT SAN JOSE STATE UNIVERSITY. TAUGHT PUBLIC SCHOOL - 3 STATE.
28 YEARS CORPORATE CEO, Treasurer + founder of A
Graduated from San Jose State Univ. plus graduate work.
Very successful B STORE 30 employees, chains,
REAL ESTATE MANAGEMENT EXPERIENCE + STUDIED REAL ESTATE LAW.
WHY DO YOU WISH TO SERVE AS A MEMBER OF THE CITY COUNCIL?

I believe strongly
that I would do a very capable and excellent job. This
job is in my high skillset AND I WOULD MAKE WORTHY
CONTRIBUTIONS to all causes, issues and innovations.
I WOULD TRULY LOVE TO HAVE THIS POSITION and do well
BY IT WITH SELFLESS DEDICATION.

WHAT WOULD YOU BRING BY WAY OF PERSPECTIVE OR EXPERIENCE TO THE CITY COUNCIL AND WHAT ARE YOUR GOALS FOR THE CITY DURING YOUR TERM?

My perspective is THAT OF VARIED PROFESSIONAL EXPERIENCE
and a career business woman that is prudent + level headed.
My strong suits are leadership, yet "team player", people
person skills, HIGH, HIGH INTEGRITY, UNSELFISH DOES VERY BEST.
My GOALS ARE TO BE A TRUE PUBLIC SERVANT AND ALL THE FINE
QUALITIES THAT ENTAILS WITH A FOCUS ON SUSTAINING THE
YOU MAY USE THE BACK OF THIS APPLICATION OR ADDITIONAL SHEETS TO COMPLETE YOUR ANSWERS TO THE ABOVE QUESTIONS.
CITY COUNCILS + CITIES ADMIRABLE MANY SUCCESSSES and
BEING PROACTIVE FOR FUTURE WISE INNOVATIONS. ENTHUSIASM and
COMMITMENT ARE MY
SANDERE MOTTO.

PLEASE ATTACH YOUR RESUME, LETTER OF INTEREST, OR ANY ADDITIONAL INFORMATION OR STATEMENTS THAT YOU FEEL WOULD BE HELPFUL TO THE CITY COUNCIL IN REVIEWING YOUR QUALIFICATIONS.

THIS APPLICATION MUST BE ACCOMPANIED BY A COMPLETED AND SIGNED FAIR POLITICAL PRACTICES COMMISSION (FPPC) FORM 700. FOR MORE INFORMATION, PLEASE CONTACT THE FPPC AT (866) ASK-FPPC OR <http://www.fppc.ca.gov/Form700.html>.

AUTHORIZATION AND RELEASE

I understand that in connection with this application for appointment, all information contained herein and attached hereto will be made available to the general public. I further understand that if appointed, I will be required to take the oath of office and file additional financial disclosure statements.

PRINT NAME: Louise Lanning

SIGNATURE: Louise Lanning DATE: 6/14/17

CALIFORNIA FORM 700
 FAIR POLITICAL PRACTICES COMMISSION
 A PUBLIC DOCUMENT

STATEMENT OF ECONOMIC INTERESTS
COVER PAGE

 Date Initial Filing Received
 Official Use Only

JUN 15 2017

 City Clerk
 City of Laguna Woods

Please type or print in ink.

 NAME OF FILER (LAST) LANNING (FIRST) LOUISE (MIDDLE) SAYLOR
1. Office, Agency, or Court

Agency Name (Do not use acronyms)

CITY OF LAGUNA WOODS (COUNCILMAN)

Division, Board, Department, District, if applicable

Your Position

member of city council as councilman

► If filing for multiple positions, list below or on an attachment. (Do not use acronyms)

Agency: one position as abovePosition: N/A**2. Jurisdiction of Office (Check at least one box)**☐ State☐ Judge or Court Commissioner (Statewide Jurisdiction)☐ Multi-County☐ County of☒ City of LAGUNA WOODS☐ Other**3. Type of Statement (Check at least one box)**☐ **Annual:** The period covered is January 1, 2016, through December 31, 2016.

-or-

The period covered is ____/____/____, through December 31, 2016.

☐ **Assuming Office:** Date assumed ____/____/____☐ **Leaving Office:** Date Left ____/____/____
(Check one)☐ The period covered is January 1, 2016, through the date of leaving office.☒ The period covered is 7/1/17, through NOV 2018
the date of leaving office.☐ **Candidate:** Election year ____ and office sought, if different than Part 1: ____**4. Schedule Summary (must complete) ► Total number of pages including this cover page: 3****Schedules attached**☒ **Schedule A-1 - Investments** - schedule attached☐ **Schedule C - Income, Loans, & Business Positions** - schedule attached☐ **Schedule A-2 - Investments** - schedule attached☒ **Schedule D - Income - Gifts** - schedule attached☒ **Schedule B - Real Property** - schedule attached☐ **Schedule E - Income - Gifts - Travel Payments** - schedule attached

-or-

☐ **None** - No reportable interests on any schedule**5. Verification**MAILING ADDRESS STREET CITY STATE ZIP CODE
(Business or Agency Address Recommended - Public Document)119 VIA ESTRADA - Unit 5 LAGUNA WOODS, CA 92637

DAYTIME TELEPHONE NUMBER

(949) 855 9115

E-MAIL ADDRESS

119 VIA ESTRADA - Unit 5 LAGUNA WOODS, CA 92637

I have used all reasonable diligence in preparing this statement. I have reviewed this statement and to the best of my knowledge the information contained herein and in any attached schedules is true and complete. I acknowledge this is a public document.

I certify under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Date Signed

6/14/17
(month, day, year)

Signature

Louise S. Lanning
(File the originally signed statement with your filing official.)

Name

LOUISE LANNING

SCHEDULE B Interests in Real Property (Including Rental Income)

▶ ASSESSOR'S PARCEL NUMBER OR STREET ADDRESS

119 VIA ESTRADA - Units
 CITY LAGUNA WOODS CA 92637

FAIR MARKET VALUE

- ☐ \$2,000 - \$10,000
☐ \$10,001 - \$100,000
☒ \$100,001 - \$1,000,000
☐ Over \$1,000,000

IF APPLICABLE, LIST DATE:

May 2001 ~~16~~
 ACQUIRED ~~DISPOSED~~
 STILL own
 outright - no loan
 nor mortgage

NATURE OF INTEREST

☒ Ownership/Deed of Trust☐ Easement
☐ Leasehold N/A
 Yrs. remaining

☒ MY RESIDENCE
 Other

IF RENTAL PROPERTY, GROSS INCOME RECEIVED

- ☐ \$0 - \$499 ☐ \$500 - \$1,000 ☐ \$1,001 - \$10,000
☐ \$10,001 - \$100,000 ☐ OVER \$100,000

SOURCES OF RENTAL INCOME: If you own a 10% or greater interest, list the name of each tenant that is a single source of income of \$10,000 or more.

☐ None

N/A
THIS IS my HOME RESIDENCE
I LIVE IN.

▶ ASSESSOR'S PARCEL NUMBER OR STREET ADDRESS

CITY

FAIR MARKET VALUE

- ☐ \$2,000 - \$10,000
☐ \$10,001 - \$100,000
☐ \$100,001 - \$1,000,000
☐ Over \$1,000,000

IF APPLICABLE, LIST DATE:

/ / 16 / / 16
 ACQUIRED DISPOSED

NATURE OF INTEREST

☐ Ownership/Deed of Trust☐ Easement
☐ Leasehold _____
 Yrs. remaining

☐ _____
 Other

IF RENTAL PROPERTY, GROSS INCOME RECEIVED

- ☐ \$0 - \$499 ☐ \$500 - \$1,000 ☐ \$1,001 - \$10,000
☐ \$10,001 - \$100,000 ☐ OVER \$100,000

SOURCES OF RENTAL INCOME: If you own a 10% or greater interest, list the name of each tenant that is a single source of income of \$10,000 or more.

☐ None

* You are not required to report loans from commercial lending institutions made in the lender's regular course of business on terms available to members of the public without regard to your official status. Personal loans and loans received not in a lender's regular course of business must be disclosed as follows:

NAME OF LENDER*

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF LENDER

INTEREST RATE

TERM (Months/Years)

_____% ☐ None

HIGHEST BALANCE DURING REPORTING PERIOD

- ☐ \$500 - \$1,000 ☐ \$1,001 - \$10,000
☐ \$10,001 - \$100,000 ☐ OVER \$100,000

☐ Guarantor, if applicable

NAME OF LENDER*

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF LENDER

INTEREST RATE

TERM (Months/Years)

_____% ☐ None

HIGHEST BALANCE DURING REPORTING PERIOD

- ☐ \$500 - \$1,000 ☐ \$1,001 - \$10,000
☐ \$10,001 - \$100,000 ☐ OVER \$100,000

☐ Guarantor, if applicable

Comments:

CALIFORNIA FORM 700 FAIR POLITICAL PRACTICES COMMISSION Name <i>LOUISE LANNING</i>
--

SCHEDULE D

Income – Gifts

▶ NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy) VALUE DESCRIPTION OF GIFT(S)

SOCIAL SECURITY
Retirement benefit
government soc sec. benefit
all of 2016 22,000 yearly

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

▶ NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy) VALUE DESCRIPTION OF GIFT(S)

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

▶ NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy) VALUE DESCRIPTION OF GIFT(S)

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

▶ NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy) VALUE DESCRIPTION OF GIFT(S)

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

▶ NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy) VALUE DESCRIPTION OF GIFT(S)

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

▶ NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy) VALUE DESCRIPTION OF GIFT(S)

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

Comments: _____

JUN 13 2017

City Clerk
City of Laguna WoodsApplication

NAME:

WILLIAM "JOE" RAINEY

PHONE NUMBER:

(949) 322-9456

RESIDENCE ADDRESS:

889-C RONDA SEVILLA, LAGUNA WOODS, CA 92637

REGISTERED VOTER IN THE CITY OF LAGUNA WOODS:

YES ☒ NO ☐

OCCUPATION:

RETIRED

NAME/ADDRESS OF PRESENT EMPLOYER (if applicable):

N/A

DO YOU HAVE ANY INTERESTS OR ASSOCIATIONS WHICH MIGHT PRESENT A CONFLICT OF INTEREST OR CREATE AN INCOMPATIBLE OFFICE? IF YES, PLEASE EXPLAIN.

No

LIST ANY COMMUNITY ACTIVITIES IN WHICH YOU ARE CURRENTLY INVOLVED OR HAVE BEEN INVOLVED IN THE LAST TWELVE MONTHS.

2ND VICE CHAIR - VILLAGE MANAGEMENT SERVICES, INC.,
(TERM ENDING DECEMBER 2017)

WHAT DO YOU BELIEVE TO BE THE MAIN RESPONSIBILITIES OF THE CITY COUNCIL?

TO PRESERVE, PROTECT AND SERVE THE
RESIDENTS OF THE CITY OF LAGUNA WOODS,

WHAT DO YOU BELIEVE ARE YOUR MOST IMPORTANT QUALIFICATIONS FOR A CITY COUNCIL POSITION?

BACHELORS OF MANAGEMENT DEGREE - UNIV. OF PHOENIX
CURRENTLY SERVING AS A BOARD MEMBER OF VMS, INC.
PRIOR MEMBER OF OC VETERANS ADVISORY COUNCIL.
CITY RESIDENT FOR PAST 20 YEARS.
BUSINESS EXPERIENCE IN TRANSPORTATION & INSURANCE.

WHY DO YOU WISH TO SERVE AS A MEMBER OF THE CITY COUNCIL?

TO PRESERVE THE BEAUTY OF OUR CITY AND TO
ENSURE OUR COMMUNITY REMAINS A PARADISE FOR
OUR CITIZENS.

WHAT WOULD YOU BRING BY WAY OF PERSPECTIVE OR EXPERIENCE TO THE CITY COUNCIL AND WHAT ARE YOUR GOALS FOR THE CITY DURING YOUR TERM?

POSITIVE ATTITUDE, TEAM WORKER, NO HIDDEN
AGENDAS (NON-POLITICAL) AND A WILLINGNESS
TO SERVE OTHERS IN A CIVIL MANNER.

YOU MAY USE THE BACK OF THIS APPLICATION OR ADDITIONAL SHEETS TO COMPLETE YOUR ANSWERS TO THE ABOVE QUESTIONS.

PLEASE ATTACH YOUR RESUME, LETTER OF INTEREST, OR ANY ADDITIONAL INFORMATION OR STATEMENTS THAT YOU FEEL WOULD BE HELPFUL TO THE CITY COUNCIL IN REVIEWING YOUR QUALIFICATIONS.

THIS APPLICATION MUST BE ACCOMPANIED BY A COMPLETED AND SIGNED FAIR POLITICAL PRACTICES COMMISSION (FPPC) FORM 700. FOR MORE INFORMATION, PLEASE CONTACT THE FPPC AT (866) ASK-FPPC OR <http://www.fppc.ca.gov/Form700.html>.

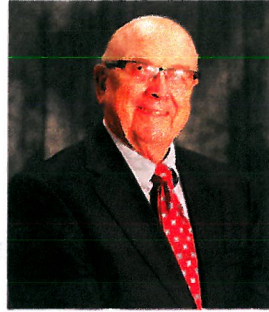
AUTHORIZATION AND RELEASE

I understand that in connection with this application for appointment, all information contained herein and attached hereto will be made available to the general public. I further understand that if appointed, I will be required to take the oath of office and file additional financial disclosure statements.

PRINT NAME: William "Joe" Rainey

SIGNATURE: William J Rainey DATE: 6/13/17

JOE RAINY



My wife Rene and I have lived in Laguna Woods for the past nineteen years. I have been active in the Village, being the Past

President of the Astronomy Club, Past Commander of the American Legion Post and a member of our Men's Golf Club.

PROFESSIONAL EXPERIENCE

Western Regional Training Manager - Continental Airlines

Los Angeles International Airport 1966-1991

Senior Payroll Auditor and District Underwriter -

State Compensation Insurance Fund

Santa Ana, California 1991-2011

Multi-Policy Insurance Auditor - Overland Solutions

Headquartered at Overland Park, Kansas 2011-2014

Retired in 2014

EDUCATION

Bachelor of Arts in Management

University of Phoenix 1991

SKILLS

My past business skills and experience have allowed me to contribute back to our community. As a veteran who participated in helping fellow men and women who served in our Armed Forces, I was appointed by the Orange County 5th District Supervisor Tom Wilson to the Veterans Advisory Council for a two-year term in 2007. I was recently appointed by United Mutual in 2016 to the Laguna Woods Village Audit Task Force. I am currently serving as a Director of Village Management Services Inc., my term ending in December 2017.

OBJECTIVE

To be appointed to the Laguna Woods City Council, replacing Bert Hack who recently resigned.

CALIFORNIA FORM 700
 FAIR POLITICAL PRACTICES COMMISSION
 A PUBLIC DOCUMENT

STATEMENT OF ECONOMIC INTERESTS

Date Initial Filing Received
Official Use Only

JUN 13 2017

COVER PAGE

Please type or print in ink.

NAME OF FILER (LAST)

RAINEY

(FIRST)

William

(MIDDLE)

JOE

1. Office, Agency, or Court

Agency Name (Do not use acronyms)

Division, Board, Department, District, if applicable

Your Position

► If filing for multiple positions, list below or on an attachment. (Do not use acronyms)

Agency: CITY OF LAGUNA WOODS Position: City Council

2. Jurisdiction of Office (Check at least one box)

☐ State☐ Judge or Court Commissioner (Statewide Jurisdiction)☐ Multi-County☐ County of☒ City of LAGUNA WOODS☐ Other

3. Type of Statement (Check at least one box)

☒ Annual: The period covered is January 1, 2016, through December 31, 2016.

-or-

The period covered is ____/____/____, through December 31, 2016.

☐ Leaving Office: Date Left ____/____/____
(Check one)☐ The period covered is January 1, 2016, through the date of leaving office.

-or-

☐ The period covered is ____/____/____, through the date of leaving office.☐ Assuming Office: Date assumed ____/____/____☐ Candidate: Election year ____ and office sought, if different than Part 1: ____

4. Schedule Summary (must complete) ► Total number of pages including this cover page: 1

Schedules attached

☐ Schedule A-1 - Investments - schedule attached☐ Schedule C - Income, Loans, & Business Positions - schedule attached☐ Schedule A-2 - Investments - schedule attached☐ Schedule D - Income - Gifts - schedule attached☐ Schedule B - Real Property - schedule attached☐ Schedule E - Income - Gifts - Travel Payments - schedule attached

-or-

☒ None - No reportable interests on any schedule

5. Verification

MAILING ADDRESS

STREET

CITY

STATE

ZIP CODE

(Business or Agency Address Recommended - Public Document)

889-C RONDA SEVILLA, LAGUNA WOODS, CA 92637

DAYTIME TELEPHONE NUMBER

(949) 322-9456

E-MAIL ADDRESS

LINKSGUY@COMLINE.COM

I have used all reasonable diligence in preparing this statement. I have reviewed this statement and to the best of my knowledge the information contained herein and in any attached schedules is true and complete. I acknowledge this is a public document.

I certify under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Date Signed

6/13/17

(month, day, year)

Signature

William Rainey

(File the originally signed statement with your filing official.)

JUN 15 2017

City Clerk
City of Laguna WoodsApplicationNAME: Sheryl STRICHPHONE NUMBER: 949-285-4622RESIDENCE ADDRESS: 3509-A BAHIA BLANCA WESTREGISTERED VOTER IN THE CITY OF LAGUNA WOODS: YES ☒ NO ☐OCCUPATION: RETIRED PODIATRIST

NAME/ADDRESS OF PRESENT EMPLOYER (if applicable): _____

DO YOU HAVE ANY INTERESTS OR ASSOCIATIONS WHICH MIGHT PRESENT A CONFLICT OF INTEREST OR CREATE AN INCOMPATIBLE OFFICE? IF YES, PLEASE EXPLAIN.

No, I don't have any conflicts

LIST ANY COMMUNITY ACTIVITIES IN WHICH YOU ARE CURRENTLY INVOLVED OR HAVE BEEN INVOLVED IN THE LAST TWELVE MONTHS.

1. Theater Guild - board member
2. Reform Temple of Laguna Woods - will be joining The board in July
3. I play pickleball

WHAT DO YOU BELIEVE TO BE THE MAIN RESPONSIBILITIES OF THE CITY COUNCIL?

The main responsibilities are to operate within the parameters of the California municipal law, & be

responsible for legislative & policy functions. Special services can be offered if they fit into the parameters to members of our community.

WHAT DO YOU BELIEVE ARE YOUR MOST IMPORTANT QUALIFICATIONS FOR A CITY COUNCIL POSITION?

The most important qualification for a city council position is to have an open mind. This position is a representative of the community. There can be no hidden agendas.

WHY DO YOU WISH TO SERVE AS A MEMBER OF THE CITY COUNCIL?

Having recently retired, I have the time to spend. I also have experience on both local & national podiatric boards as well as a Homeowner's board. I think that Laguna Woods is a very well run city, & I would like to see it continued as such.

WHAT WOULD YOU BRING BY WAY OF PERSPECTIVE OR EXPERIENCE TO THE CITY COUNCIL AND WHAT ARE YOUR GOALS FOR THE CITY DURING YOUR TERM?

I was vicepresident of my homeowner's board, Sierra Bonita in Turtle Rock area of Irvine for six years, president of the American Assn. of Women Podiatrists for 5 years and am immediate past president of the Orange County Podiatric Medical Assn. I am a —→ other side

YOU MAY USE THE BACK OF THIS APPLICATION OR ADDITIONAL SHEETS TO COMPLETE YOUR ANSWERS TO THE ABOVE QUESTIONS.

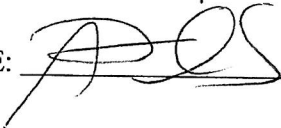
PLEASE ATTACH YOUR RESUME, LETTER OF INTEREST, OR ANY ADDITIONAL INFORMATION OR STATEMENTS THAT YOU FEEL WOULD BE HELPFUL TO THE CITY COUNCIL IN REVIEWING YOUR QUALIFICATIONS.

THIS APPLICATION MUST BE ACCOMPANIED BY A COMPLETED AND SIGNED FAIR POLITICAL PRACTICES COMMISSION (FPPC) FORM 700. FOR MORE INFORMATION, PLEASE CONTACT THE FPPC AT (866) ASK-FPPC OR <http://www.fppc.ca.gov/Form700.html>.

AUTHORIZATION AND RELEASE

I understand that in connection with this application for appointment, all information contained herein and attached hereto will be made available to the general public. I further understand that if appointed, I will be required to take the oath of office and file additional financial disclosure statements.

PRINT NAME: Sheryl Struch

SIGNATURE:  DATE: 6/15/2017

CALIFORNIA FORM 700
 FAIR POLITICAL PRACTICES COMMISSION
 A PUBLIC DOCUMENT

STATEMENT OF ECONOMIC INTERESTS
COVER PAGE

Date Initial Filing Received

JUN 15 2017

City Clerk

City of Laguna Woods

Please type or print in ink.

NAME OF FILER (LAST) STRICK (FIRST) SHERYL (MIDDLE) T.

1. Office, Agency, or Court

Agency Name (Do not use acronyms)

CITY OF LAGUNA WOODS

Division, Board, Department, District, if applicable

Your Position

Council member (prospective)

► If filing for multiple positions, list below or on an attachment. (Do not use acronyms)

Agency: _____ Position: _____

2. Jurisdiction of Office (Check at least one box)☐ State☐ Judge or Court Commissioner (Statewide Jurisdiction)☐ Multi-County _____☐ County of _____☒ City of LAGUNA WOODS☐ Other _____**3. Type of Statement (Check at least one box)**☐ Annual: The period covered is January 1, 2016, through December 31, 2016.☐ Leaving Office: Date Left ____/____/____
(Check one)

-or-

The period covered is ____/____/____, through December 31, 2016.

☐ The period covered is January 1, 2016, through the date of leaving office.

-or-

☐ Assuming Office: Date assumed ____/____/____☐ The period covered is ____/____/____, through the date of leaving office.☒ Candidate: Election year 2017 and office sought, if different than Part 1: Council member**4. Schedule Summary (must complete) ► Total number of pages including this cover page: _____****Schedules attached**☐ Schedule A-1 - Investments - schedule attached☐ Schedule C - Income, Loans, & Business Positions - schedule attached☐ Schedule A-2 - Investments - schedule attached☐ Schedule D - Income - Gifts - schedule attached☐ Schedule B - Real Property - schedule attached☐ Schedule E - Income - Gifts - Travel Payments - schedule attached

-or-

☐ None - No reportable interests on any schedule**5. Verification**MAILING ADDRESS STREET CITY STATE ZIP CODE
(Business or Agency Address Recommended - Public Document)

3509-A BAHIA BLANCA WEST, LAGUNA WOODS, CA 92637

DAYTIME TELEPHONE NUMBER

(949) 285-4622

E-MAIL ADDRESS

ladypod79@gmail.com

I have used all reasonable diligence in preparing this statement. I have reviewed this statement and to the best of my knowledge the information contained herein and in any attached schedules is true and complete. I acknowledge this is a public document.

I certify under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Date Signed 6/15/2017
(month, day, year)Signature [Signature]
(File the originally signed statement with your filing official.)

SCHEDULE A-2
Investments, Income, and Assets
of Business Entities/Trusts
(Ownership Interest is 10% or Greater)

CALIFORNIA FORM 700 FAIR POLITICAL PRACTICES COMMISSION Name _____

▶ 1. BUSINESS ENTITY OR TRUST

Name

none

Address (Business Address Acceptable)

Check one

☐ Trust, go to 2 ☐ Business Entity, complete the box, then go to 2

GENERAL DESCRIPTION OF THIS BUSINESS

FAIR MARKET VALUE

IF APPLICABLE, LIST DATE:

- ☐
- \$0 - \$1,999
-
- ☐
- \$2,000 - \$10,000
-
- ☐
- \$10,001 - \$100,000
-
- ☐
- \$100,001 - \$1,000,000
-
- ☐
- Over \$1,000,000

 ____/____/16 ____/____/16
 ACQUIRED DISPOSED

NATURE OF INVESTMENT

☐ Partnership ☐ Sole Proprietorship ☐ _____ Other

YOUR BUSINESS POSITION _____

▶ 2. IDENTIFY THE GROSS INCOME RECEIVED (INCLUDE YOUR PRO RATA SHARE OF THE GROSS INCOME TO THE ENTITY/TRUST)

- ☐
- \$0 - \$499
- ☐
- \$10,001 - \$100,000
-
- ☐
- \$500 - \$1,000
- ☐
- OVER \$100,000
-
- ☐
- \$1,001 - \$10,000

▶ 3. LIST THE NAME OF EACH REPORTABLE SINGLE SOURCE OF INCOME OF \$10,000 OR MORE (Attach a separate sheet if necessary.)

☐ None or ☐ Names listed below

▶ 4. INVESTMENTS AND INTERESTS IN REAL PROPERTY HELD OR LEASED BY THE BUSINESS ENTITY OR TRUST

Check one box:

☐ INVESTMENT ☐ REAL PROPERTY

 Name of Business Entity, if Investment, or
 Assessor's Parcel Number or Street Address of Real Property

 Description of Business Activity or
 City or Other Precise Location of Real Property

FAIR MARKET VALUE

IF APPLICABLE, LIST DATE:

- ☐
- \$2,000 - \$10,000
-
- ☐
- \$10,001 - \$100,000
-
- ☐
- \$100,001 - \$1,000,000
-
- ☐
- Over \$1,000,000

 ____/____/16 ____/____/16
 ACQUIRED DISPOSED

NATURE OF INTEREST

☐ Property Ownership/Deed of Trust ☐ Stock ☐ Partnership

☐ Leasehold _____
 Yrs. remaining

☐ Other _____

☐ Check box if additional schedules reporting investments or real property are attached

▶ 1. BUSINESS ENTITY OR TRUST

Name

Address (Business Address Acceptable)

Check one

☐ Trust, go to 2 ☐ Business Entity, complete the box, then go to 2

GENERAL DESCRIPTION OF THIS BUSINESS

FAIR MARKET VALUE

IF APPLICABLE, LIST DATE:

- ☐
- \$0 - \$1,999
-
- ☐
- \$2,000 - \$10,000
-
- ☐
- \$10,001 - \$100,000
-
- ☐
- \$100,001 - \$1,000,000
-
- ☐
- Over \$1,000,000

 ____/____/16 ____/____/16
 ACQUIRED DISPOSED

NATURE OF INVESTMENT

☐ Partnership ☐ Sole Proprietorship ☐ _____ Other

YOUR BUSINESS POSITION _____

▶ 2. IDENTIFY THE GROSS INCOME RECEIVED (INCLUDE YOUR PRO RATA SHARE OF THE GROSS INCOME TO THE ENTITY/TRUST)

- ☐
- \$0 - \$499
- ☐
- \$10,001 - \$100,000
-
- ☐
- \$500 - \$1,000
- ☐
- OVER \$100,000
-
- ☐
- \$1,001 - \$10,000

▶ 3. LIST THE NAME OF EACH REPORTABLE SINGLE SOURCE OF INCOME OF \$10,000 OR MORE (Attach a separate sheet if necessary.)

☐ None or ☐ Names listed below

▶ 4. INVESTMENTS AND INTERESTS IN REAL PROPERTY HELD OR LEASED BY THE BUSINESS ENTITY OR TRUST

Check one box:

☐ INVESTMENT ☐ REAL PROPERTY

 Name of Business Entity, if Investment, or
 Assessor's Parcel Number or Street Address of Real Property

 Description of Business Activity or
 City or Other Precise Location of Real Property

FAIR MARKET VALUE

IF APPLICABLE, LIST DATE:

- ☐
- \$2,000 - \$10,000
-
- ☐
- \$10,001 - \$100,000
-
- ☐
- \$100,001 - \$1,000,000
-
- ☐
- Over \$1,000,000

 ____/____/16 ____/____/16
 ACQUIRED DISPOSED

NATURE OF INTEREST

☐ Property Ownership/Deed of Trust ☐ Stock ☐ Partnership

☐ Leasehold _____
 Yrs. remaining

☐ Other _____

☐ Check box if additional schedules reporting investments or real property are attached

Comments: _____

SCHEDULE B
Interests in Real Property
(Including Rental Income)

CALIFORNIA FORM 700

FAIR POLITICAL PRACTICES COMMISSION

Name _____

▶ ASSESSOR'S PARCEL NUMBER OR STREET ADDRESS

934-500-43

CITY

Laguna Woods, CA

FAIR MARKET VALUE

- ☐ \$2,000 - \$10,000
☐ \$10,001 - \$100,000
☒ \$100,001 - \$1,000,000
☐ Over \$1,000,000

IF APPLICABLE, LIST DATE:

9 / 14 / 16
ACQUIRED DISPOSED

NATURE OF INTEREST

- ☒ Ownership/Deed of Trust ☐ Easement
☐ Leasehold _____ Yrs. remaining ☐ _____ Other

IF RENTAL PROPERTY, GROSS INCOME RECEIVED

- ☐ \$0 - \$499 ☐ \$500 - \$1,000 ☐ \$1,001 - \$10,000
☐ \$10,001 - \$100,000 ☐ OVER \$100,000

SOURCES OF RENTAL INCOME: If you own a 10% or greater interest, list the name of each tenant that is a single source of income of \$10,000 or more.

☐ None

▶ ASSESSOR'S PARCEL NUMBER OR STREET ADDRESS

CITY

FAIR MARKET VALUE

- ☐ \$2,000 - \$10,000
☐ \$10,001 - \$100,000
☐ \$100,001 - \$1,000,000
☐ Over \$1,000,000

IF APPLICABLE, LIST DATE:

____ / ____ / 16 ____ / ____ / 16
ACQUIRED DISPOSED

NATURE OF INTEREST

- ☐ Ownership/Deed of Trust ☐ Easement
☐ Leasehold _____ Yrs. remaining ☐ _____ Other

IF RENTAL PROPERTY, GROSS INCOME RECEIVED

- ☐ \$0 - \$499 ☐ \$500 - \$1,000 ☐ \$1,001 - \$10,000
☐ \$10,001 - \$100,000 ☐ OVER \$100,000

SOURCES OF RENTAL INCOME: If you own a 10% or greater interest, list the name of each tenant that is a single source of income of \$10,000 or more.

☐ None

* You are not required to report loans from commercial lending institutions made in the lender's regular course of business on terms available to members of the public without regard to your official status. Personal loans and loans received not in a lender's regular course of business must be disclosed as follows:

NAME OF LENDER*

none

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF LENDER

INTEREST RATE TERM (Months/Years)

_____% ☐ None

HIGHEST BALANCE DURING REPORTING PERIOD

- ☐ \$500 - \$1,000 ☐ \$1,001 - \$10,000
☐ \$10,001 - \$100,000 ☐ OVER \$100,000

☐ Guarantor, if applicable

NAME OF LENDER*

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF LENDER

INTEREST RATE TERM (Months/Years)

_____% ☐ None

HIGHEST BALANCE DURING REPORTING PERIOD

- ☐ \$500 - \$1,000 ☐ \$1,001 - \$10,000
☐ \$10,001 - \$100,000 ☐ OVER \$100,000

☐ Guarantor, if applicable

Comments: _____

SCHEDULE C
Income, Loans, & Business
Positions
 (Other than Gifts and Travel Payments)

CALIFORNIA FORM 700 FAIR POLITICAL PRACTICES COMMISSION Name
--

▶ 1. INCOME RECEIVED

NAME OF SOURCE OF INCOME

PODIATRY PRACTICE (MOULTON)
 PODIATRY

ADDRESS (Business Address Acceptable)

30001 Town Center Dr. E2

BUSINESS ACTIVITY, IF ANY, OF SOURCE

Laguna Niguel Health related

YOUR BUSINESS POSITION

PODIATRIST

GROSS INCOME RECEIVED

☐ \$500 - \$1,000

☒ \$10,001 - \$100,000

☐ No Income - Business Position Only

☐ \$1,001 - \$10,000

☐ OVER \$100,000

CONSIDERATION FOR WHICH INCOME WAS RECEIVED

☒ Salary ☐ Spouse's or registered domestic partner's income
 (For self-employed use Schedule A-2.)

☐ Partnership (Less than 10% ownership. For 10% or greater use
 Schedule A-2.)

☐ Sale of _____
 (Real property, car, boat, etc.)

☐ Loan repayment

☐ Commission or ☐ Rental Income, list each source of \$10,000 or more

 (Describe)

☐ Other _____
 (Describe)

▶ 1. INCOME RECEIVED

NAME OF SOURCE OF INCOME

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF SOURCE

YOUR BUSINESS POSITION

GROSS INCOME RECEIVED

☐ \$500 - \$1,000

☐ \$10,001 - \$100,000

☐ No Income - Business Position Only

☐ \$1,001 - \$10,000

☐ OVER \$100,000

CONSIDERATION FOR WHICH INCOME WAS RECEIVED

☐ Salary ☐ Spouse's or registered domestic partner's income
 (For self-employed use Schedule A-2.)

☐ Partnership (Less than 10% ownership. For 10% or greater use
 Schedule A-2.)

☐ Sale of _____
 (Real property, car, boat, etc.)

☐ Loan repayment

☐ Commission or ☐ Rental Income, list each source of \$10,000 or more

 (Describe)

☐ Other _____
 (Describe)

▶ 2. LOANS RECEIVED OR OUTSTANDING DURING THE REPORTING PERIOD

* You are not required to report loans from commercial lending institutions, or any indebtedness created as part of a retail installment or credit card transaction, made in the lender's regular course of business on terms available to members of the public without regard to your official status. Personal loans and loans received not in a lender's regular course of business must be disclosed as follows:

NAME OF LENDER*

none

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF LENDER

HIGHEST BALANCE DURING REPORTING PERIOD

☐ \$500 - \$1,000

☐ \$1,001 - \$10,000

☐ \$10,001 - \$100,000

☐ OVER \$100,000

INTEREST RATE

 _____% ☐ None

TERM (Months/Years)

SECURITY FOR LOAN

☐ None ☐ Personal residence

☐ Real Property _____
 Street address

 City

☐ Guarantor _____

☐ Other _____
 (Describe)

Comments: _____

CALIFORNIA FORM 700 FAIR POLITICAL PRACTICES COMMISSION Name _____

SCHEDULE D

Income – Gifts

► NAME OF SOURCE (Not an Acronym)
none

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

► NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

► NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

► NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

► NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

► NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE (mm/dd/yy)	VALUE	DESCRIPTION OF GIFT(S)
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____
___/___/___	\$ _____	_____

Comments: _____

SCHEDULE E
Income – Gifts
Travel Payments, Advances,
and Reimbursements

CALIFORNIA FORM 700
FAIR POLITICAL PRACTICES COMMISSION
Name _____

- Mark either the gift or income box.
- Mark the “501(c)(3)” box for a travel payment received from a nonprofit 501(c)(3) organization or the “Speech” box if you made a speech or participated in a panel. These payments are not subject to the gift limit, but may result in a disqualifying conflict of interest.
- For gifts of travel, provide the travel destination.

▶ NAME OF SOURCE (Not an Acronym)
None

ADDRESS (Business Address Acceptable)

CITY AND STATE

☐ 501 (c)(3) or DESCRIBE BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE(S): ____/____/____ - ____/____/____ AMT: \$_____
 (If gift)

▶ MUST CHECK ONE: ☐ Gift **-or-** ☐ Income

☐ Made a Speech/Participated in a Panel

☐ Other - Provide Description _____

▶ If Gift, Provide Travel Destination _____

▶ NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

CITY AND STATE

☐ 501 (c)(3) or DESCRIBE BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE(S): ____/____/____ - ____/____/____ AMT: \$_____
 (If gift)

▶ MUST CHECK ONE: ☐ Gift **-or-** ☐ Income

☐ Made a Speech/Participated in a Panel

☐ Other - Provide Description _____

▶ If Gift, Provide Travel Destination _____

▶ NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

CITY AND STATE

☐ 501 (c)(3) or DESCRIBE BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE(S): ____/____/____ - ____/____/____ AMT: \$_____
 (If gift)

▶ MUST CHECK ONE: ☐ Gift **-or-** ☐ Income

☐ Made a Speech/Participated in a Panel

☐ Other - Provide Description _____

▶ If Gift, Provide Travel Destination _____

▶ NAME OF SOURCE (Not an Acronym)

ADDRESS (Business Address Acceptable)

CITY AND STATE

☐ 501 (c)(3) or DESCRIBE BUSINESS ACTIVITY, IF ANY, OF SOURCE

DATE(S): ____/____/____ - ____/____/____ AMT: \$_____
 (If gift)

▶ MUST CHECK ONE: ☐ Gift **-or-** ☐ Income

☐ Made a Speech/Participated in a Panel

☐ Other - Provide Description _____

▶ If Gift, Provide Travel Destination _____

Comments: _____