

***In-person participation by the public will be permitted. In addition, remote public participation is available in the following ways:***

1. Livestream online at [www.atwater.org](http://www.atwater.org) (Please be advised that there is a broadcasting delay. If you would like to participate in public comment, please use the option below).
2. Submit a written public comment prior to the meeting: Public comments submitted to [cityclerk@atwater.org](mailto:cityclerk@atwater.org) by 2:00 p.m. on the day of the meeting will be distributed to the Audit and Finance Committee, and made part of the official minutes but will not be read out loud during the meeting.

Assistance will be provided to those requiring accommodations for disabilities in compliance with the Americans with Disabilities Act of 1990. Persons requesting accommodation should contact the City in advance of the meeting, and as soon as possible, at (209) 357-6300.

# CITY OF ATWATER

## AUDIT AND FINANCE COMMITTEE

### AGENDA

Council Chambers  
750 Bellevue Road  
Atwater, California

**April 27, 2026**

CALL TO ORDER:



**5:00 PM**

PLEDGE OF ALLEGIANCE TO THE FLAG:

ROLL CALL:

**Borba \_\_\_\_\_, Rochester \_\_\_\_\_, Ambriz \_\_\_\_\_,**

SUBSEQUENT NEED ITEMS: (The Chair shall announce any requests for items requiring immediate action subsequent to the posting of the agenda. Subsequent need items require a two-thirds vote of the members of the Audit and Finance Committee present at the meeting.)

APPROVAL OF AGENDA AS POSTED OR AS AMENDED: (This is the time for the Audit and Finance Committee to remove items from the agenda or to change the order of the agenda.)

**Staff's Recommendation:** Motion to approve agenda as posted or as amended.

MINUTES:

**1. February 23, 2026 – Regular Meeting**

**Staff's Recommendation:** Motion to approve minutes as listed.

FUNDING AND BUDGET MATTERS:

- 2. Treasurer's Report (unaudited) for the month ending March 31, 2026** (City Treasurer Borba)

**Staff's Recommendation:** Motion to recommend that the City Council accept the Treasurer's Report for the month ending March 31, 2026.

FINANCE DIRECTOR UPDATES:

- 3. Verbal Finance Discussion Regarding 2025 Q4 Sales Tax Report and General Finance Update** (Finance Director Nicholas)

No action requested. Informational item only.

COMMENTS FROM THE PUBLIC:

**NOTICE TO THE PUBLIC**

At this time any person may comment on any item which is not on the agenda. You may state your name and address for the record; however, it is not required. Action will not be taken on an item that is not on the agenda. If it requires action, it will be referred to staff and/or placed on a future agenda. Please limit comments to a maximum of three (3) minutes.

COMMITTEE MEMBER MATTERS:

Committee Member comments

ADJOURNMENT:

CERTIFICATION:

I, Gisela Peralta, Recording Secretary of the City of Atwater, do hereby certify that a copy of the foregoing agenda was posted at City Hall a minimum of 72 hours prior to the meeting.



---

Gisela Peralta  
Recording Secretary

**SB 343 NOTICE**

*In accordance with California Government Code Section 54957.5, any writing or document that is a public record, relates to an open session agenda item and is distributed less than 72 hours prior to a regular meeting will be made available for public inspection in the office of the City Clerk at City Hall during normal business hours at 750 Bellevue Road.*

*If, however, the document or writing is not distributed until the regular meeting to which it relates, then the document or writing will be made available to the public at the location of the meeting, as listed on this agenda at 750 Bellevue Road.*



*In compliance with the federal Americans with Disabilities Act of 1990, upon request, the agenda can be provided in an alternative format to accommodate special needs. If you require special accommodations to participate in a City Council, Commission or Committee meeting due to a disability, please contact the City Clerk's Office a minimum of three (3) business days in advance of the meeting at (209) 357-6300. You may also send the request by email to*

[cityclerk@atwater.org](mailto:cityclerk@atwater.org).



# CITY OF ATWATER

---

## **AUDIT & FINANCE**

### **ACTION MINUTES**

### **February 23, 2026**

**Council Chambers – 750 Bellevue Road, Atwater, California**

#### **CALL TO ORDER**

The Audit and Finance Committee meeting was called to order at 5:00 PM.

#### **PLEDGE OF ALLEGIANCE:**

Deferred to Regular Council Meeting.

#### **ROLL CALL**

**Present:** Committee Chair Ambriz, Committee Vice Chair Rochester, Committee Member Borba

**SUBSEQUENT NEED ITEMS:** None.

#### **APPROVAL OF AGENDA:**

Motion to approve the agenda as posted.

**MOTION:** Borba

**SECOND:** Rochester

**VOTE:** Motion passed unanimously.

#### **NOMINATION AND APPOINTMENT OF AUDIT AND FINANCE COMMITTEE CHAIRPERSON**

Motion to appoint Committee Chair Ambriz to remain as Committee Chair for the remainder of calendar year 2026.

**MOTION:** Borba

**SECOND:** Rochester

**VOTE:** Motion passed. (Ambriz opposed)

### **NOMINATION AND APPOINTMENT OF AUDIT AND FINANCE COMMITTEE**

#### **VICE CHAIRPERSON**

Motion to appoint Committee Vice Chair Rochester to remain as Committee Vice Chair for the remainder of calendar year 2026.

**MOTION:** Borba

**SECOND:** Ambriz

**VOTE:** Motion passed unanimously.

### **MINUTES**

October 13, 2025 – Special Meeting

Motion to approve minutes as listed.

**MOTION:** Rochester

**SECOND:** Borba

**VOTE:** Motion passed unanimously.

### **FUNDING AND BUDGET MATTERS**

Treasurer's Report – December 31, 2025

Motion to approve Treasurer's Report as listed.

**MOTION:** Ambriz

**SECOND:** Rochester

**VOTE:** Motion passed.

### **REPORTS AND PRESENTATIONS FROM STAFF**

Verbal Finance Update

Finance Operations Manager Tejeda provided a verbal update regarding the 3<sup>rd</sup> quarterly report on sales tax and business activity, Q3 top 100 sales tax generators, and the City's sales & use tax forecast summary.

### **COMMENTS FROM THE PUBLIC**

Notice to the public was read.

No one came forward.

### **COMMITTEE MEMBER MATTERS**

Committee Members provided comments and acknowledgments.

### **ADJOURNMENT**

The meeting adjourned at 5:07 PM.

APPROVED:

---

DANNY AMBRIZ  
COMMITTEE CHAIR

ATTEST:

---

GISELA PERALTA  
RECORDING SECRETARY

**STATEMENT OF CHANGES IN CASH BALANCE, UNAUDITED**  
**BY FUND**  
**AS OF 3/31/2026**

FUND	BEG. BALANCE	CASH DEBITS	CASH CREDITS	ENDING BAL.
0001 General Fund	20,957,929.67	2,531,859.89	2,210,959.27	21,278,830.29
0003 General Fund Capital	(2,241,096.76)	1,000.00	653,280.53	(2,893,377.29)
0004 Public Safety Trans & Use Tax	3,380,132.57	418,254.03	1,519,982.49	2,278,404.11
0005 Ferrari Ranch Project Fund	2,360.37	0.00	0.00	2,360.37
0007 Measure V Fund	3,591,760.44	123,241.14	0.00	3,715,001.58
0008 Measure V 20% Alternative Modes	854,569.84	30,477.78	881.14	884,166.48
0009 Abandoned Veh Abatement Fund	(11,222.57)	6,828.73	2,885.47	(7,279.31)
0010 Measure V Regional Fund	(228,733.22)	0.00	809.00	(229,542.22)
1005 Police Grants Fund	81,580.72	0.00	0.00	81,580.72
1010 ARPA-American Rescue Plan Act	1,025,683.58	0.00	1,440.00	1,024,243.58
1011 Gas Tax/Street Improvement	186,829.99	81,210.70	179,869.04	88,171.65
1013 Local Transportation Fund	270,399.55	2,031.76	0.00	272,431.31
1014 CRP Carbon Reduction Proj Fund	(1,175,631.68)	0.00	5,236.78	(1,180,868.46)
1015 Traffic Circulation Fund	1,636,233.86	12,294.55	0.00	1,648,528.41
1016 Applegate Interchange	833,009.08	6,259.17	0.00	839,268.25
1017 RSTP-Regional Surface Transp Prog	760,941.97	463,863.26	0.00	1,224,805.23
1018 SB1-Road Maint & Rehab RMRA	840,291.09	73,953.11	12,904.29	901,339.91
1019 LPP-Local Partnership Prg Fund	0.00	0.00	0.00	0.00
1020 Parks and Recreation Fund	1,340,580.35	724,674.91	36,441.20	2,028,814.06
1021 Parks Grants Fund	0.00	0.00	0.00	0.00
1040 General Plan Update-Housing Element	14,595.06	109.66	0.00	14,704.72
1041 General Plan Update Fund	1,693,006.41	12,320.84	53,274.50	1,652,052.75
1055 Neighborhood Stabilization	238,555.75	1,792.49	0.00	240,348.24
1059-80 Housing Grant Funds	1,334,505.58	30,177.23	861.14	1,363,821.67
1091 Police Facility Impact Fee	212,114.54	1,593.81	0.00	213,708.35
1093 Fire Facility Impact Fee	2,858.52	21.47	0.00	2,879.99
1095 Government Building Facility	309,363.54	2,324.53	0.00	311,688.07
3064-67 Redevelopment/Successor Agency Funds	2,562,143.73	85,686.46	9,311.75	2,638,518.44
4020 Performance Bond Trust	237,152.20	1,781.94	0.00	238,934.14
4030 Narcotics Program Trust	2,239.82	16.82	0.00	2,256.64
4060 Section 125 Medical	1,457.50	105.00	0.00	1,562.50
4070 Section 125 Dependent Care	0.00	0.00	0.00	0.00
4080 Pension Rate Stblztn 115 Trust	680,156.07	0.00	28,837.79	651,318.28
4090 CFD No. 1 Trust	141,407.06	1,062.52	0.00	142,469.58

**STATEMENT OF CHANGES IN CASH BALANCE, UNAUDITED**  
**BY FUND**  
**AS OF 3/31/2026**

FUND	BEG. BALANCE	CASH DEBITS	CASH CREDITS	ENDING BAL.
5000-55 All Maintenance Districts	1,160,670.58	10,252.74	42,709.50	1,128,213.82
5050 CFD Districts	(39,228.36)	4,398.89	87,174.55	(122,004.02)
6000 Water Enterprise Fund	16,964,250.34	854,166.80	773,595.03	17,044,822.11
6001 Water Fund Capital Replacement	(412,917.30)	0.00	23,483.69	(436,400.99)
6002 DBCP Settlement	22,215.08	166.92	0.00	22,382.00
6004 Water Well- Buhach Colony	200,519.59	1,506.69	0.00	202,026.28
6005 Water Capital Impact Fees	2,999,211.89	22,535.89	0.00	3,021,747.78
6006 Water Operating Reserve Fund	194,672.49	1,462.75	0.00	196,135.24
6007 1,2,3-TCP Fund	14,998,771.99	112,197.28	338,543.00	14,772,426.27
6010 Sewer Enterprise Fund	15,767,120.90	1,113,584.32	1,294,579.02	15,586,126.20
6011 Sewer Fund Capital Replacement	4,142,996.80	31,130.22	0.00	4,174,127.02
6020 Sanitation Enterprise	3,048,528.24	380,424.72	492,314.62	2,936,638.34
7000 Internal Service Fund	936,344.89	486,702.58	165,598.88	1,257,448.59
7001 ISF Equipment/Bldg Replacement	306,459.23	2,302.71	0.00	308,761.94
7010 Employee Benefits Fund	482,978.46	250,417.69	88,837.05	644,559.10
7020 Risk Management	625,419.72	821,642.75	520,996.20	926,066.27
7030 Information Technology	646,636.05	226,687.56	130,651.95	742,671.66
9090 Accrued Interest Fund	786,462.36	5,703.86	792,166.22	0.00
<b>TOTAL</b>	<b>102,366,287.58</b>	<b>8,938,226.17</b>	<b>9,467,624.10</b>	<b>101,836,889.65</b>

Prepared by: Randeep Atwal  
Randeep Atwal, Accountant I

Approved by: [Signature]  
Mark Borba, City Treasurer

**Statement of Changes in Cash Balance  
by Bank  
As of 3/31/2026**

	Beg. Period Balance	Cash Debits	Cash Credits	End Period Balance
City - LAIF	74,141,164.45			74,141,164.45
City - RMA Long-Term Investment Fund	1,251,590.26	1,305,703.86		2,557,294.12
City Checking & Investment Accounts	7,999,658.35	7,630,487.63	9,068,048.28	6,562,097.70
Wastewater Checking	3,548,151.63		370,738.03	3,177,413.60
RA Obligation Retirement Fund	1,002,935.84	8.67		1,002,944.51
US Bank/Chandler Asset Mgt.	13,742,630.98	2,026.01		13,744,656.99
PARS Post-Employment Benefits Trust	680,156.07		28,837.79	651,318.28
<b>Totals</b>	<b>102,366,287.58</b>	<b>8,938,226.17</b>	<b>9,467,624.10</b>	<b>101,836,889.65</b>

Prepared by: Randeep Atwal  
Randeep Atwal, Accountant I

Approved by: Mark Borba  
Mark Borba, City Treasurer

(The following statements are required by California Govt. Code Section 53646 (b) (2,3))  
Investments are made pursuant to the City Council approved Investment Policy and Guidelines.  
The City of Atwater has the ability to meet its pooled expenditure requirements for the next six months.

Bank Account Detail			
City LAIF	74,141,164.45	Chase General Checking	6,865,259.96
Chandler Asset Mgt.	2,557,294.12	Chase Wastewater Checking	3,177,413.60
US Bank/Chandler Asset Mgt.	13,744,656.99	Chase Redevelopment Checking	1,002,944.51
PARS Pension	651,318.28	Chase Savings Account	0.00
PARS OPEB	651,318.30		

# City of Atwater



## Quarterly Report on Sales Tax and Business Activity

### Top 25 Sales Tax Remitters

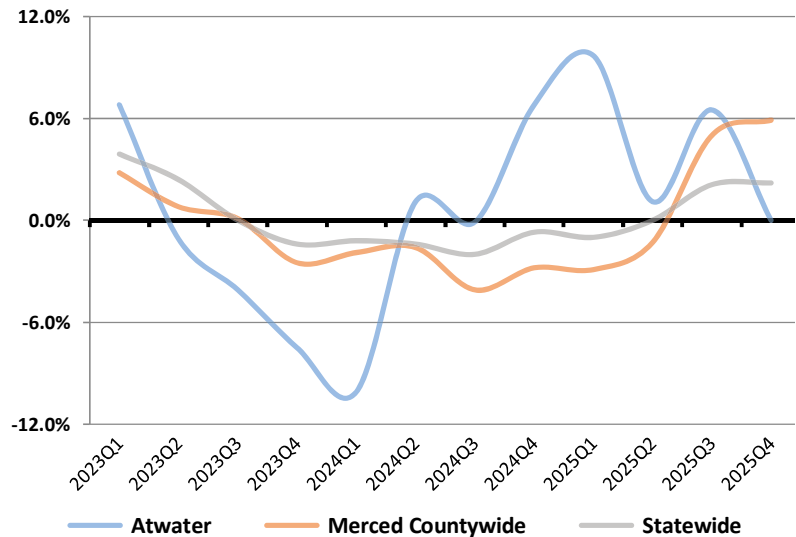
- ARCO AM/PM MINI MARTS
- BOOT BARN
- CHEVRON SERVICE STATIONS
- CIRCLE K SERVICE STATIONS
- DOLLAR TREE STORES
- HUNT & SONS
- JIM BRISCO ENTERPRISES
- MARSHALL'S STORES
- MAXI MART & GAS
- MCDONALD'S RESTAURANTS
- NCI GROUP
- O'REILLY AUTO PARTS
- PANDA EXPRESS
- ROYAL CROWN SERVICE STATIONS
- SAVE MART SUPERMARKETS
- SHANNONS MINI MART
- SHELL SERVICE STATIONS
- STAGE STOP SPORTING GOODS
- SUNBELT RENTALS
- TACO BELL
- TARGET STORES
- TRACTOR SUPPLY COMPANY
- VALERO SERVICE STATIONS
- WAL MART STORES
- WEST-MARK

### 4th Quarter 2025 in Review

California sales tax cash receipts increased by 2.5% from the same quarter last year. In this jurisdiction sales tax cash receipts decreased by 9.2% from the same quarter last year due to a decrease of \$12,601,000 in Taxable Sales.

Cash Receipts	Quarter	Annual
<b>Atwater</b>	-9.2%	0.0%
<b>Merced Countywide Pool</b>	15.4%	12.6%
<b>Merced Countywide</b>	4.4%	5.9%
<b>Central Valley Region</b>	0.1%	-0.2%
<b>Statewide</b>	2.5%	2.2%

### Annualized Percent Change in Sales Tax Cash Receipts



### Business Activity

General Retail	-2.0%	-1.3%	-4.1%	-1.3%
Food Products	-1.4%	2.0%	-1.2%	-1.1%
Transportation	-3.5%	-7.2%	-8.2%	-6.2%
Construction	-15.7%	17.7%	-4.0%	-3.8%
Business To Business	35.9%	11.2%	-6.0%	-4.3%
<b>TOTAL LOCAL BUSINESS ACTIVITY</b>	<b>-2.1%</b>	<b>0.3%</b>	<b>-4.6%</b>	<b>-3.1%</b>
<b>COUNTYWIDE POOL ACTIVITY</b>	<b>0.3%</b>	<b>6.0%</b>	<b>7.0%</b>	<b>8.6%</b>

Atwater		California	
Quarter	Annual	Quarter	Annual
-2.0%	-1.3%	-4.1%	-1.3%
-1.4%	2.0%	-1.2%	-1.1%
-3.5%	-7.2%	-8.2%	-6.2%
-15.7%	17.7%	-4.0%	-3.8%
35.9%	11.2%	-6.0%	-4.3%
<b>-2.1%</b>	<b>0.3%</b>	<b>-4.6%</b>	<b>-3.1%</b>
<b>0.3%</b>	<b>6.0%</b>	<b>7.0%</b>	<b>8.6%</b>



## News

- Economic Activity:** Real Gross Domestic Product (GDP) increased at an annual rate of 1.4% in the fourth quarter of 2025. U.S. inflation ticked up to 2.7% in December of 2025, down 6.4 percentage points from its most recent peak of 9.1% in June 2022. California's headline inflation increased to 3.2% year over year as of December 2025. (DIR, BEA, BLS)
- Employment:** The U.S. unemployment rate increased slightly to 4.4% in December of 2025. California's unemployment rate increased by 0.4 percentage point to 5.5% as of December of 2025. (EDD, BLS)
- Personal Income:** U.S. personal income increased by 4.3% for the fourth quarter of 2025, compared to the same quarter previous year. Compensation of employees increased by 4.0%, while personal current taxes increased by 8.6% from the previous period, resulting in a net gain of 3.9% in disposable income. (BEA)

## Atwater

Annual Per Capita Sales Tax  
Adjusted for Inflation  
(Constant 2021 \$)

