

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

- Livestream online at 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).*
- Submit a written public comment prior to the meeting: Public comments submitted to cityclerk@atwater.org by 4:00 p.m. on the day of the meeting will be distributed to the City Council, 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) 357-6241.

**CITY OF ATWATER
CITY COUNCIL,
FIRE PROTECTION DISTRICT,
AND
SUCCESSOR AGENCY TO THE ATWATER
REDEVELOPMENT AGENCY**

AGENDA

Council Chambers
750 Bellevue Road
Atwater, California

June 8, 2026

REGULAR SESSION: (Council Chambers)

CALL TO ORDER:

6:00 PM

INVOCATION:

PLEDGE OF ALLEGIANCE TO THE FLAG:

ROLL CALL: (City Council/Board of Directors)

Ambriz _____, Cale _____, Raymond _____, Rochester _____, Nelson _____

SUBSEQUENT NEED ITEMS: (The City Clerk 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 City Council present at the meeting.)

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

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.

CONSENT CALENDAR:

NOTICE TO THE PUBLIC

Background information has been provided on all matters listed under the Consent Calendar, and these items are considered to be routine. All items under the Consent Calendar are normally approved by one motion. If a Councilmember requests separate discussion on any item, that item will be removed from the Consent Calendar for separate action.

WARRANTS:

1. a.) **May 28, 2026**
b.) **June 4, 2026**

Staff's Recommendation: Receive and file reports as listed.

MINUTES: (City Council)

2. **May 11, 2026 - Regular meeting**

Staff's Recommendation: Approval of minutes as listed.

RESOLUTIONS:

3. **Approval of the Statement of Investment Policy for the 2026-27 Fiscal Year and Delegating Authority to the City Treasurer to Invest Funds in Accordance with the Statement of Investment Policy** (City Manager Hoem)

Staff's Recommendation: Adoption of Resolution No. 3619-26 approving the Statement of Investment Policy for Fiscal Year 2026-27 and delegating authority to the City Treasurer to invest funds in accordance with the Statement of Investment Policy.

4. **Approving New Schedule "A" Agreement with the California Department of Forestry and Fire Protection (CAL FIRE) from July 1, 2026, to June 30, 2029, for Fire Service Operations (CAL FIRE Battalion Chief Randol)**

Staff's Recommendation: Adoption of Resolution No. 3620-26 approving a new Schedule "A" agreement with the California Department of Forestry and Fire Protection (CAL FIRE) for fire service operations from July 1, 2026 through June 30, 2029 in an amount not to exceed \$18,624,412 over three years; and authorizing the Mayor to sign the agreement on behalf of the City of Atwater.

5. **Approving and Ratifying a Side Letter Agreement Between the City of Atwater and the Atwater Miscellaneous Employees Unit American Federation of State, County, and Municipal Employees (AFSCME), Local 2703, Council 57, Regarding Terms and Conditions of Employment Relating to Article 6 (Salaries), Section 6.1 (Salary Ranges) and Section 6.2 (Job Classification Review and Compensation Adjustments) of the Current Memorandum of Understanding (MOU) (Human Resources Director Sousa)**

Staff's Recommendation:

Adoption of Resolution No. 3621-26 Approving and Ratifying a Side Letter Agreement Between the City of Atwater and the Atwater Miscellaneous Employees Unit American Federation of State, County, and Municipal Employees (AFSCME), Local 2703, Council 57, Regarding Terms and Conditions of Employment Relating to Article 6 (Salaries), Section 6.1 (Salary Ranges) and Section 6.2 (Job Classification Review and Compensation Adjustments) of the Current Memorandum of Understanding (MOU) and Authorizing and Directing the City Manager to Execute the Agreement on Behalf of the City.

6. **Approving and Ratifying a Side Letter Agreement Between the City of Atwater and the Atwater Mid-Managers Group American Federation of State, County, and Municipal Employees (AFSCME), Local 2703, Council 57, Regarding Terms and Conditions of Employment Relating to Article 6 (Salaries), Section 6.1 (Salary Ranges) and Section 6.2 (Job Classification Review and Compensation Adjustments) of the Current Memorandum of Understanding (MOU) (Human Resources Director Sousa)**

Staff's Recommendation:

Adoption of Resolution No. 3622- 26 Approving and Ratifying a Side Letter Agreement Between the City of Atwater and the Atwater Mid-Managers Group American Federation of State, County, and Municipal Employees (AFSCME), Local 2703, Council 57, Regarding Terms and Conditions of Employment Relating to Article 6 (Salaries), Section 6.1 (Salary Ranges) and Section 6.2 (Job Classification Review and Compensation Adjustments) of the Current Memorandum of Understanding (MOU) and Authorizing and Directing the City Manager to Execute the Agreement on Behalf of the City.

ORDINANCES (WAIVING SECOND READING AND ADOPTION):

7. **Adoption of Ordinance No. CS 1081 Adopting a Zoning Ordinance Text Amendment No. 26-5-0100 amending Chapter 17.34 “Office Commercial District”, Chapter 17.35 “Neighborhood Commercial District”, Chapter 17.36 “Central Commercial District”, Chapter 17.37 “Thoroughfare Commercial District” and Chapter 17.38 “General Commercial District” of the Atwater Municipal Code to adjust the development standards and administration of the approvals and entitlements listed in these chapters** (Community Development Director Hanson Lan)

Staff's Recommendation: Waiving the Second Reading and Adoption of Ordinance No. CS 1081 adopting Zoning Ordinance Text Amendment No. 26-5-0100 amending Chapter 17.34 “Office Commercial District”, Chapter 17.35 “Neighborhood Commercial District”, Chapter 17.36 “Central Commercial District”, Chapter 17.37 “Thoroughfare Commercial District” and Chapter 17.38 “General Commercial District” of the Atwater Municipal Code.

END OF CONSENT CALENDAR

REPORTS AND PRESENTATIONS FROM STAFF:

8. **Receiving and Accepting the City of Atwater's Annual Financial Report for the year ended June 30, 2025** (City Manager Hoem)

Staff's Recommendation: Motion to receive and accept the City of Atwater's Annual Financial Report for the year ended June 30, 2025 and the Independent Accountants' Report on Agreed-Upon Procedures Applied to Appropriations Limit Schedule for the year ended June 30, 2026.

9. **Accepting the City of Atwater Police Department 2025 Annual Military Equipment Use Report** (Police Chief McEachin)

Staff's Recommendation: Motion to accept the City of Atwater Police Department 2025 Annual Military Equipment Use Report as presented; or

Motion to approve staff's recommendation as presented.

PUBLIC HEARINGS:

10. **Adopting a Resolution Setting the Fiscal Year 2026-27 Miscellaneous Fee Schedule** (City Manager Hoem)

Staff's Recommendation: Open the Public Hearing and receive any testimony given regarding the proposed 2026-27 Miscellaneous Fee Schedule;

Close the Public Hearing;

Motion to adopt Resolution No. 3623-26 setting the City of Atwater's Miscellaneous Fee Schedule for Fiscal Year 2026-27; or

Motion to approve staff's recommendation as presented.

- 11. Resolutions Adopting the Fiscal Year 2026-27 Budget including Five-Year Capital Improvement Plan and Approving Fund Expenditures and Fund Transfers; Establishing Appropriations Limitations; and Amending Classification Plan and Adopting Salary Schedule A-27 Effective June 18, 2026 (City Manager/Executive Director Hoem and Human Resources Director Sousa)**

Staff's Recommendation: Open the Public Hearing and receive any testimony given regarding the Fiscal Year 2026-27 Budget;

Close the Public Hearing;

Motion to adopt Joint Authority Resolution No. 3624-26, Resolution No. AFD 1-2026, and Resolution No. SA 2026-1 adopting the Fiscal Year 2026-27 budget, approving Fund Expenditures and Fund Transfers, and a Five-Year Capital Improvement Program with any modifications from the budget review and public hearing; to adopt Resolution No. 3625-26 establishing the Fiscal Year 2026-27 Appropriations Limitation; to adopt Resolution No. 3626-26 amending the City of Atwater Classification Plan and adopting Salary Schedule A-27, effective June 18, 2026; or

Motion to approve staff's recommendation as presented.

CITY COUNCIL REPORTS/UPDATES:

- **City Council Member Cale, District 1**
- **City Council Member Rochester, District 2**
- **City Council Member Ambriz, District 3**
- **City Council Member Raymond, District 4**
- **Mayor Nelson**

CITY MANAGER REPORTS/UPDATES:

- 12. Update from the City Manager**

CLOSED SESSION

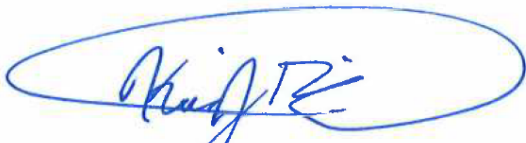
- **Public Employee Performance Evaluation (pursuant to Government Code Section 54957): Title: City Manager**
- **Conference with Legal Counsel - Existing Litigation - Government Code Section 54956.9(d)(1): Name of case: Jake LeBeaux v. City of Atwater, et al.; Case No. 26CV-01949**

MAYOR OR CITY ATTORNEY REPORT OUT FROM CLOSED SESSION:

ADJOURNMENT:

CERTIFICATION:

I, Kory J. Billings, City Clerk 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.



KORY J. BILLINGS
CITY CLERK

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) 357-6241. You may also send the request by email to cityclerk@atwater.org.

Unless otherwise noted, City Council actions include a determination that they are not a "Project" within the meaning of the California Environmental Quality Act (CEQA), and therefore, that CEQA does not apply to such actions.

JUNE

2026

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
	1	2	3	4	5	6
7	8 City Council Meeting - 6:00 PM	9 Citizens' Oversight Committee Meeting - 5:30 PM	10	11	12	13
14	15	16 City Manager Meet Up w/ Finance at Jantz Cafe (987 Bellevue Road) - 12 Noon	17 Planning Commission Meeting - 6:00 PM	18	19 <i>Juneteenth</i> City Holiday Trash pick up delayed - 1 day 	20
21 	22 Audit & Finance Meeting - 5:00 PM City Council Meeting - 6:00 PM	23	24	25 Scan QR Code for info regarding mobile office hours 	26 <u>Movie in the Park</u>  How to Train your Dragon Veterans Park	27
28	29	30				

JULY

2026



SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
			1	2	3 City Holiday Trash pick up delayed - 1 day	4 4th of July
5	6	7	8	9	10	11
12	13 City Council Meeting - 6:00 PM	14	15 Planning Commission Meeting - 6:00 PM	16	17	18
19	20	21	22	23 Scan QR Code for info regarding mobile office hours 	24 Movie in the Park Hoppers Veterans Park	25
26	27	28	29	30	31 	

Warrant Summary May 28, 2026

Prepared By: Joseph Murillo, Accounting Technician
Accounts Payable Warrant

Date	Description	Amount
5/22/26 - 5/27/26	Prewrittens (Checks Processed Between Warrants)	\$ -
5/28/2026	Warrant	\$ 1,803,466.21
Total		\$ 1,803,466.21

Additional Warrants

Date	Description	Amount
Total		\$ -

Payroll

Date	Description	Amount
Total		\$ -

Grand Total: \$ 1,803,466.21



Chris Hoem, City Manager



Mark Borba, City Treasurer

Accounts Payable

Checks by Date - Detail by Check Date

User: jmurillo
 Printed: 5/28/2026 8:47 AM



City of
Atwater
 Community Pride City Wide

750 Bellevue Road, Atwater CA 95301

Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
ACH	CHA999	CHASE	05/28/2026	
	4302026	Postal Connections - 2 Day Shipping		70.28
	4302026	Walmart - Water		358.56
	4302026	Leslies PoolMart - Splash Pad Acid Pump		606.06
	4302026	Vista Print - Business Cards		78.27
	4302026	Harris Tactical - Sling Attachment		235.99
	4302026	Dr Power - Mower Blade		97.54
	4302026	Contractor Resource - Building Code Manual		471.46
	4302026	Homedepot.com - Outlet Cover		7.56
	4302026	The HomeDepot - Outlet Cover		5.80
	4302026	Oakland International Airport - Parking		81.99
	4302026	Starbucks - Employee Training		44.00
	4302026	UBER - CMTA Travel		49.10
	4302026	The HomeDepot - Cutout Tool		86.57
	4302026	Leslies PoolMart - Supplies		203.69
	4302026	Leslies PoolMart - Splash Pad Actuator		323.31
	4302026	Leslies PoolMart - Chlorine Pump		606.06
	4302026	American Water Works Association - XCCS Test		285.00
	4302026	Lowes - Supplies		24.85
	4302026	American Italian Bistro - Training Lunch		34.20
	4302026	Lowes - Supplies		370.17
	4302026	JR Donuts - Employee Training		40.00
	4302026	Tractor Supply - Mower Blade		52.22
	4302026	Postal Connections - Envelope		1.80
	4302026	Homedepot.com - Emergency Exit Signs		212.26
	4302026	JamF - Subscription		488.00
	4302026	Sirchie - Crime Scene Supplies		26.76
	4302026	First American Data Tree - Subscription		206.00
	4302026	O'reillys - Jump Starter		108.74
	4302026	Merced Mall Carwash - Carwash		29.99
	4302026	Food4Less - Chlorine		642.05
	4302026	California Municipal Clerks Association - Traini		250.00
	4302026	Crimescene.com - Evidence Packing Supplies		23.80
	4302026	Southwest Airlines - CMTA Travel		45.00
	4302026	A1A Prestons Lockshop - Supply Closet Keys		43.50
	4302026	Food4Less - Employee Training		4.58
	4302026	Tractor Supply - Mower Blade Return		-40.23
Total for this ACH Check for Vendor CHA999:				6,174.93
Total for 5/28/2026:				6,174.93
Report Total (1 checks):				6,174.93

Accounts Payable

Checks for Approval

User: jmurillo
 Printed: 5/28/2026 - 8:11 AM



City of
Atwater
 Community Pride City Wide

750 Bellevue Road, Atwater CA 95301

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
0	05/28/2026	0001 General Fund	Travel/Conferences/Meetings	CHASE		45.00
0	05/28/2026	0001 General Fund	Training	CHASE		34.20
0	05/28/2026	0001 General Fund	Special Departmental Expense	CHASE		24.85
0	05/28/2026	0001 General Fund	Office Supplies	CHASE		1.80
0	05/28/2026	0001 General Fund	Special Departmental Expense	CHASE		206.00
0	05/28/2026	0001 General Fund	Special Departmental Expense	CHASE		29.99
0	05/28/2026	0001 General Fund	Office Supplies	CHASE		70.28
0	05/28/2026	7000 Internal Service Fund	Special Departmental Expense	CHASE		212.26
0	05/28/2026	7000 Internal Service Fund	Special Departmental Expense	CHASE		5.80
0	05/28/2026	0001 General Fund	Office Supplies	CHASE		78.27
0	05/28/2026	0001 General Fund	Training	CHASE		471.46
0	05/28/2026	0001 General Fund	Travel/Conferences/Meetings	CHASE		49.10
0	05/28/2026	0001 General Fund	Operations & Maintenance	CHASE		606.06
0	05/28/2026	0001 General Fund	Special Departmental Expense	CHASE		235.99
0	05/28/2026	0001 General Fund	Special Departmental Expense	CHASE		358.56
0	05/28/2026	0001 General Fund	Operations & Maintenance	CHASE		323.31
0	05/28/2026	7000 Internal Service Fund	Operations & Maintenance	CHASE		-40.23
0	05/28/2026	0001 General Fund	Training	CHASE		4.58
0	05/28/2026	0001 General Fund	Special Departmental Expense	CHASE		642.05
0	05/28/2026	0001 General Fund	Special Departmental Expense	CHASE		108.74
0	05/28/2026	6001 Water Fund Capital Replacement	Installation-New Water Meters	AQUA METRIC		8,195.95
0	05/28/2026	0001 General Fund	Travel/Conferences/Meetings	CHASE		81.99
0	05/28/2026	0001 General Fund	Special Departmental Expense	CHASE		23.80
0	05/28/2026	7000 Internal Service Fund	Special Departmental Expense	CHASE		43.50
0	05/28/2026	7030 Information Technology Fund	Memberships & Subscriptions	CHASE		488.00
0	05/28/2026	7000 Internal Service Fund	Operations & Maintenance	CHASE		52.22
0	05/28/2026	0001 General Fund	Operations & Maintenance	CHASE		606.06
0	05/28/2026	0001 General Fund	Special Departmental Expense	CHASE		26.76
0	05/28/2026	0001 General Fund	Training	CHASE		40.00
0	05/28/2026	6000 Water Enterprise Fund	Special Departmental Expense	CHASE		370.17
0	05/28/2026	7000 Internal Service Fund	Small Tools	CHASE		86.57
0	05/28/2026	0001 General Fund	Training	CHASE		44.00
0	05/28/2026	0001 General Fund	Operations & Maintenance	CHASE		203.69
0	05/28/2026	6000 Water Enterprise Fund	Travel/Conferences/Meetings	CHASE		285.00

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
0	05/28/2026	7000 Internal Service Fund	Special Departmental Expense	CHASE		7.56
0	05/28/2026	0001 General Fund	Training	CHASE		250.00
0	05/28/2026	7000 Internal Service Fund	Operations & Maintenance	CHASE		97.54
Check Total:						14,370.88
30900	05/28/2026	0001 General Fund	Community Center Deposits	ARALY ALCOCER		350.00
30900	05/28/2026	0001 General Fund	Community Center Deposits	ARALY ALCOCER		210.00
Check Total:						560.00
30901	05/28/2026	0001 General Fund	Cannabis Deposits	FILEMON ALVAREZ		9,578.20
Check Total:						9,578.20
30902	05/28/2026	6000 Water Enterprise Fund	Communications	AT&T CALNET		354.62
30902	05/28/2026	0001 General Fund	Communications	AT&T CALNET		179.69
30902	05/28/2026	0001 General Fund	Communications	AT&T CALNET		65.61
30902	05/28/2026	7000 Internal Service Fund	Communications	AT&T CALNET		616.87
30902	05/28/2026	6010 Sewer Enterprise Fund	Communications	AT&T CALNET		549.41
Check Total:						1,766.20
30903	05/28/2026	6001 Water Fund Capital Replacement	Canal Creek Utility Crossing	BLACK WATER CONSULTING ENGINEERING,		8,152.63
30903	05/28/2026	6010 Sewer Enterprise Fund	Canal Creek Utility Crossing	BLACK WATER CONSULTING ENGINEERING,		8,152.62
Check Total:						16,305.25
30904	05/28/2026	6000 Water Enterprise Fund	Accounts Payable	OLGA BRIONES		43.03
Check Total:						43.03
30905	05/28/2026	0001 General Fund	Uniform & Clothing Expense	KELSEY BROWN		160.00
Check Total:						160.00
30906	05/28/2026	6000 Water Enterprise Fund	Accounts Payable	MARTHA BURCIAGA-LOPEZ		30.53
30906	05/28/2026	6020 Sanitation Enterprise Fund	Accounts Payable	MARTHA BURCIAGA-LOPEZ		25.95
30906	05/28/2026	6010 Sewer Enterprise Fund	Accounts Payable	MARTHA BURCIAGA-LOPEZ		36.65
Check Total:						93.13
30907	05/28/2026	0004 Public Safety Trans & Use Tax	Machinery & Equipment	CARDIO PARTNERS INC		2,465.61
Check Total:						2,465.61
30908	05/28/2026	0001 General Fund	Race Communication Fiber Proj	CCME INC		34,094.72

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
					Check Total:	34,094.72
30909	05/28/2026	6000 Water Enterprise Fund	Accounts Payable	ANDREA CERVANTES		146.65
					Check Total:	146.65
30910	05/28/2026	0001 General Fund	Training	CITY OF MERCED		250.00
30910	05/28/2026	0001 General Fund	Training	CITY OF MERCED		500.00
					Check Total:	750.00
30911	05/28/2026	0004 Public Safety Trans & Use Tax	Machinery & Equipment	COOK'S COMMUNICATIONS		26,329.59
					Check Total:	26,329.59
30912	05/28/2026	0001 General Fund	Castle Park Deposits	AMY CORTEZ		200.00
30912	05/28/2026	0001 General Fund	Castle Park Rental	AMY CORTEZ		-70.00
					Check Total:	130.00
30913	05/28/2026	0001 General Fund	Special Departmental Expense	CPS HR CONSULTING		711.20
30913	05/28/2026	0001 General Fund	Special Departmental Expense	CPS HR CONSULTING		-35.00
					Check Total:	676.20
30914	05/28/2026	7000 Internal Service Fund	Professional Services	D & D PEST CONTROL		50.00
30914	05/28/2026	7000 Internal Service Fund	Professional Services	D & D PEST CONTROL		56.00
30914	05/28/2026	7000 Internal Service Fund	Professional Services	D & D PEST CONTROL		56.00
30914	05/28/2026	7000 Internal Service Fund	Professional Services	D & D PEST CONTROL		44.00
30914	05/28/2026	7000 Internal Service Fund	Professional Services	D & D PEST CONTROL		55.00
30914	05/28/2026	7000 Internal Service Fund	Professional Services	D & D PEST CONTROL		38.00
30914	05/28/2026	7000 Internal Service Fund	Professional Services	D & D PEST CONTROL		56.00
30914	05/28/2026	7000 Internal Service Fund	Professional Services	D & D PEST CONTROL		38.00
30914	05/28/2026	7000 Internal Service Fund	Professional Services	D & D PEST CONTROL		38.00
					Check Total:	431.00
30915	05/28/2026	6020 Sanitation Enterprise Fund	Accounts Payable	EDWARD DAVIS		0.65
30915	05/28/2026	6010 Sewer Enterprise Fund	Accounts Payable	EDWARD DAVIS		13.74
					Check Total:	14.39
30916	05/28/2026	1041 General Plan Update Fund	Professional Services	DE NOVO PLANNING GROUP		57,557.75
					Check Total:	57,557.75
30917	05/28/2026	5050 CFD Districts	Professional Services	DEPT.OF FORESTRY & FIRE PROTECTION		100,000.00

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
30917	05/28/2026	0004 Public Safety Trans & Use Tax	Professional Services	DEPT.OF FORESTRY & FIRE PROTECTION		156,526.67
30917	05/28/2026	0001 General Fund	Professional Services	DEPT.OF FORESTRY & FIRE PROTECTION		1,016,464.13
				Check Total:		1,272,990.80
30918	05/28/2026	6000 Water Enterprise Fund	Accounts Payable	LOUIE ESTRADA		114.86
				Check Total:		114.86
30919	05/28/2026	6000 Water Enterprise Fund	Accounts Payable	EXECUTIVES PROPERTY MANAGEMENT		153.89
				Check Total:		153.89
30920	05/28/2026	6000 Water Enterprise Fund	Accounts Payable	ROBIN GOLOB		115.36
				Check Total:		115.36
30921	05/28/2026	7000 Internal Service Fund	Utilities	HOFFMAN SECURITY		187.00
30921	05/28/2026	7000 Internal Service Fund	Utilities	HOFFMAN SECURITY		915.00
30921	05/28/2026	7000 Internal Service Fund	Utilities	HOFFMAN SECURITY		477.90
				Check Total:		1,579.90
30922	05/28/2026	0001 General Fund	Special Departmental Expense	HORIZON DISTRIBUTORS INC		206.67
30922	05/28/2026	0001 General Fund	Special Departmental Expense	HORIZON DISTRIBUTORS INC		152.45
				Check Total:		359.12
30923	05/28/2026	0001 General Fund	Community Center Deposits	PEGGY HUFF		210.00
				Check Total:		210.00
30924	05/28/2026	0001 General Fund	Training	ICMA MEMBERSHIP PAYMENTS		200.00
				Check Total:		200.00
30925	05/28/2026	0001 General Fund	Office Supplies	JMP BUSINESS SYSTEMS, INC.		503.15
				Check Total:		503.15
30926	05/28/2026	6000 Water Enterprise Fund	Accounts Payable	SANDEEP KAUR		78.37
				Check Total:		78.37
30927	05/28/2026	0010 Measure V Regional Fund	Bellevue Road Realignment	MARK THOMAS & COMPANY, INC		121,492.44
30927	05/28/2026	0010 Measure V Regional Fund	Bellevue Road Realignment	MARK THOMAS & COMPANY, INC		105,402.04
				Check Total:		226,894.48

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
30928	05/28/2026	1011 Gas Tax/Street Improvement	Special Departmental Expense	MC REGIONAL WASTE MGMT. AUTH.		52.09
30928	05/28/2026	1011 Gas Tax/Street Improvement	Special Departmental Expense	MC REGIONAL WASTE MGMT. AUTH.		19.00
30928	05/28/2026	1011 Gas Tax/Street Improvement	Special Departmental Expense	MC REGIONAL WASTE MGMT. AUTH.		28.00
30928	05/28/2026	1011 Gas Tax/Street Improvement	Special Departmental Expense	MC REGIONAL WASTE MGMT. AUTH.		19.00
Check Total:						118.09
30929	05/28/2026	6000 Water Enterprise Fund	Accounts Payable	CORRINE MENCHACA LOMELI		50.86
Check Total:						50.86
30930	05/28/2026	0001 General Fund	Coed Volleyball	MERCED AREA SPORTS OFFICIALS, INC		240.00
Check Total:						240.00
30931	05/28/2026	0001 General Fund	Professional Services	MERCED CITY TOW SERVICE		363.00
30931	05/28/2026	0001 General Fund	Professional Services	MERCED CITY TOW SERVICE		200.00
30931	05/28/2026	0001 General Fund	Professional Services	MERCED CITY TOW SERVICE		200.00
Check Total:						763.00
30932	05/28/2026	6000 Water Enterprise Fund	Accounts Payable	JUNG MOK		79.81
Check Total:						79.81
30933	05/28/2026	6010 Sewer Enterprise Fund	Accounts Payable	HEATHER NEWLIN		36.65
30933	05/28/2026	6000 Water Enterprise Fund	Accounts Payable	HEATHER NEWLIN		94.85
30933	05/28/2026	6020 Sanitation Enterprise Fund	Accounts Payable	HEATHER NEWLIN		25.95
Check Total:						157.45
30934	05/28/2026	5013 Pajaro Dunes LD	Utilities	PACIFIC GAS & ELECTRIC		25.70
30934	05/28/2026	5036 Atwater South LD	Utilities	PACIFIC GAS & ELECTRIC		55.03
30934	05/28/2026	1011 Gas Tax/Street Improvement	Utilities	PACIFIC GAS & ELECTRIC		15,508.53
30934	05/28/2026	5019 Airport Business Park LD	Utilities	PACIFIC GAS & ELECTRIC		140.54
30934	05/28/2026	6010 Sewer Enterprise Fund	Utilities	PACIFIC GAS & ELECTRIC		129.67
30934	05/28/2026	6010 Sewer Enterprise Fund	Utilities	PACIFIC GAS & ELECTRIC		5,638.64
30934	05/28/2026	5004 Woodview Garland LA	Utilities	PACIFIC GAS & ELECTRIC		16.06
30934	05/28/2026	5017 Cottage Gardens LD	Utilities	PACIFIC GAS & ELECTRIC		26.79
30934	05/28/2026	5001 Northwood Village LD	Utilities	PACIFIC GAS & ELECTRIC		551.63
30934	05/28/2026	0001 General Fund	Utilities	PACIFIC GAS & ELECTRIC		1,418.08
30934	05/28/2026	5002 Orchard Park Estates LD	Utilities	PACIFIC GAS & ELECTRIC		171.04
30934	05/28/2026	5009 Price Annexation LD	Utilities	PACIFIC GAS & ELECTRIC		968.55
30934	05/28/2026	6000 Water Enterprise Fund	Utilities	PACIFIC GAS & ELECTRIC		39,134.19
30934	05/28/2026	5008 Shaffer Lakes East LD	Utilities	PACIFIC GAS & ELECTRIC		216.75
30934	05/28/2026	1011 Gas Tax/Street Improvement	Utilities	PACIFIC GAS & ELECTRIC		116.58
30934	05/28/2026	5003 Wildwood Estates LD	Utilities	PACIFIC GAS & ELECTRIC		111.02

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
30934	05/28/2026	7000 Internal Service Fund	Utilities	PACIFIC GAS & ELECTRIC		5,907.75
30934	05/28/2026	0001 General Fund	Utilities	PACIFIC GAS & ELECTRIC		7,453.84
30934	05/28/2026	5005 Shaffer Lakes West LD	Utilities	PACIFIC GAS & ELECTRIC		53.67
30934	05/28/2026	5006 Woodhaven LD	Utilities	PACIFIC GAS & ELECTRIC		17.68
30934	05/28/2026	5007 Sierra Parks LD	Utilities	PACIFIC GAS & ELECTRIC		26.30
30934	05/28/2026	5011 Sandlewood Square LD	Utilities	PACIFIC GAS & ELECTRIC		28.91
				Check Total:		77,716.95
30935	05/28/2026	0001 General Fund	Business License Tax	HERIBERTO PORTILLO		13.76
				Check Total:		13.76
30936	05/28/2026	0001 General Fund	Planning Deposits	PRECISION CIVIL ENGINEERING, INC.		9,189.97
				Check Total:		9,189.97
30937	05/28/2026	6000 Water Enterprise Fund	Accounts Payable	MARIA PULIDO ZAMORA		156.72
				Check Total:		156.72
30938	05/28/2026	0001 General Fund	Professional Services	QUAD KNOPF		1,190.60
30938	05/28/2026	0001 General Fund	Professional Services	QUAD KNOPF		2,173.30
30938	05/28/2026	0001 General Fund	Professional Services	QUAD KNOPF		963.50
30938	05/28/2026	0001 General Fund	Professional Services	QUAD KNOPF		245.00
30938	05/28/2026	0001 General Fund	Professional Services	QUAD KNOPF		7,527.03
30938	05/28/2026	6010 Sewer Enterprise Fund	Atwater Blvd Drainage Imprvmts	QUAD KNOPF		3,561.60
30938	05/28/2026	6000 Water Enterprise Fund	Professional Services	QUAD KNOPF		109.77
				Check Total:		15,770.80
30939	05/28/2026	6020 Sanitation Enterprise Fund	Accounts Payable	RENTAL MANAGEMENT INC		105.41
30939	05/28/2026	6000 Water Enterprise Fund	Accounts Payable	RENTAL MANAGEMENT INC		141.70
30939	05/28/2026	6010 Sewer Enterprise Fund	Accounts Payable	RENTAL MANAGEMENT INC		148.90
				Check Total:		396.01
30940	05/28/2026	6000 Water Enterprise Fund	Accounts Payable	RENTAL ZEBRA		81.49
				Check Total:		81.49
30941	05/28/2026	0001 General Fund	Professional Services	RSG INC		435.00
				Check Total:		435.00
30942	05/28/2026	0004 Public Safety Trans & Use Tax	Machinery & Equipment	RTS TACTICAL		11,699.98

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
					Check Total:	11,699.98
30943	05/28/2026	6010 Sewer Enterprise Fund	Utilities	SIEMENS FINANCIAL SERVICES, INC.		16,504.24
					Check Total:	16,504.24
30944	05/28/2026	6020 Sanitation Enterprise Fund	Accounts Payable	DOUGLAS TOEWS		38.53
					Check Total:	38.53
30945	05/28/2026	0001 General Fund	Special Departmental Expense	WATERFORD IRRIGATION SUPPLY, INC		121.22
					Check Total:	121.22
30946	05/28/2026	0001 General Fund	Special Departmental Expense	WINTON HARDWARE		17.20
					Check Total:	17.20
30947	05/28/2026	0001 General Fund	Special Departmental Expense	WORK WELLNESS		1,242.60
					Check Total:	1,242.60
					Report Total:	1,803,466.21

Warrant Summary June 4, 2026

Prepared By: Joseph Murillo, Accounting Technician
Accounts Payable Warrant

Date	Description	Amount
5/29/26 - 6/3/26	Prewrittens (Checks Processed Between Warrants)	\$ 659.76
6/4/2026	Warrant	\$ 344,510.55
Total		\$ 345,170.31

Additional Warrants

Date	Description	Amount
6/2/2026	AFSCME District Council 57	\$ 1,079.82
6/2/2026	Aflac	\$ 193.50
6/2/2026	Atwater Police Officers Association	\$ 2,838.70
6/2/2026	CALPERS Employee 457 Plan	\$ 602.00
6/2/2026	EPARS Employee 457 Plan (PNC Bank)	\$ 1,700.00
6/2/2026	PERS Retirement 5/7/26 - 5/20/26	\$ 64,094.54
6/2/2026	UNUM Voluntary Life Insurance June 2026 Premium	\$ 141.68
6/2/2026	State Disbursement - Child Support 5/20/26 Payroll	\$ 363.69
Total		\$ 71,013.93


Payroll

Date	Description	Amount
5/28/2026	Net Payroll	\$ 218,365.21
6/2/2026	Federal Taxes	\$ 64,199.26
6/2/2026	State Taxes	\$ 8,494.80
Total		\$ 291,059.27

Grand Total:	\$ 707,243.51
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Chris Hoem, City Manager



Mark Borba, City Treasurer

Accounts Payable

Checks for Approval

User: jmurillo
 Printed: 6/4/2026 - 8:27 AM



City of
Atwater
Community Pride City Wide

750 Bellevue Road, Atwater CA 95301

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
0	06/02/2026	0001 General Fund	Garnishments	STATE DISBURSEMENT UNIT		363.69
0	06/02/2026	0001 General Fund	Fica/Medicare - Employee	PAYROLL TAXES-FEDERAL		4,000.53
0	06/02/2026	0001 General Fund	Pers Deduction	PERS-RETIREMENT		715.64
0	06/02/2026	0001 General Fund	Life Insurance Payable	UNUM LIFE INSURANCE COMPANY		70.84
0	06/02/2026	0001 General Fund	Deferred Compensation	PNC BANK		1,300.00
0	06/02/2026	0001 General Fund	Fica/Medicare-Employer	PAYROLL TAXES-FEDERAL		34.54
0	06/02/2026	0001 General Fund	Pers Benefits	PERS-RETIREMENT		17,748.01
0	06/02/2026	0001 General Fund	Pers Benefits	PERS-RETIREMENT		1,145.04
0	06/02/2026	0001 General Fund	Police Union Dues	ATWATER POLICE OFFICERS ASSN.		2,838.70
0	06/02/2026	0001 General Fund	Life Insurance Payable	UNUM LIFE INSURANCE COMPANY		70.84
0	06/02/2026	0001 General Fund	Fica/Medicare-Employer	PAYROLL TAXES-FEDERAL		17,105.48
0	06/02/2026	0001 General Fund	Pers Benefits	PERS-RETIREMENT		7,040.26
0	06/02/2026	0001 General Fund	Pers Benefits	PERS-RETIREMENT		9,688.83
0	06/02/2026	0001 General Fund	Fica/Medicare - Employee	PAYROLL TAXES-FEDERAL		17,105.48
0	06/02/2026	0001 General Fund	Pers Benefits	PERS-RETIREMENT		10,111.48
0	06/02/2026	0001 General Fund	Pers Benefits	PERS-RETIREMENT		3.01
0	06/02/2026	0001 General Fund	Pers Benefits	PERS-RETIREMENT		152.98
0	06/02/2026	0001 General Fund	Pers Benefits	PERS-RETIREMENT		2.92
0	06/02/2026	0001 General Fund	Federal Income Tax Withheld	PAYROLL TAXES-FEDERAL		21,944.62
0	06/02/2026	0001 General Fund	Pers Benefits	PERS-RETIREMENT		0.02
0	06/02/2026	0001 General Fund	Pers Benefits	PERS-RETIREMENT		786.58
0	06/02/2026	0001 General Fund	Fica/Medicare-Employer	PAYROLL TAXES-FEDERAL		4,000.53
0	06/02/2026	0001 General Fund	State Income Tax Withheld	PAYROLL TAXES-STATE		8,494.80
0	06/02/2026	0001 General Fund	Fica/Medicare-Employer	PAYROLL TAXES-FEDERAL		8.08
0	06/02/2026	0001 General Fund	Pers Deduction	PERS-RETIREMENT		11,524.68
0	06/02/2026	0001 General Fund	Deferred Compensation	CALPERS		75.00
0	06/02/2026	0001 General Fund	Pers Benefits	PERS-RETIREMENT		3,053.14
0	06/02/2026	0001 General Fund	Pers Benefits	PERS-RETIREMENT		-3.01
0	06/02/2026	0001 General Fund	Miscellaneous Union Dues	AFSCME DISTRICT COUNCIL 57		1,079.82
0	06/02/2026	0001 General Fund	Aflac Premiums	AFLAC PLANS		96.75
0	06/02/2026	0001 General Fund	Deferred Compensation	CALPERS		527.00
0	06/02/2026	0001 General Fund	Aflac Premiums	AFLAC PLANS		96.75
0	06/02/2026	0001 General Fund	Pers Deduction	PERS-RETIREMENT		2,124.96
0	06/02/2026	0001 General Fund	Deferred Compensation	PNC BANK		400.00

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
					Check Total:	143,707.99
30948	06/02/2026	0001 General Fund	Garnishments	FRANCHISE TAX BOARD		100.00
					Check Total:	100.00
30949	06/02/2026	0001 General Fund	Garnishments	MERCED COUNTY SHERIFF'S OFFICE		559.76
					Check Total:	559.76
					Report Total:	144,367.75

Accounts Payable

Checks for Approval

User: jmurillo
 Printed: 6/4/2026 - 8:26 AM



City of
Atwater
Community Pride City Wide

750 Bellevue Road, Atwater CA 95301

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
30950	06/04/2026	0001 General Fund	Office Supplies	AAA WORKSPACE		130.39
30950	06/04/2026	0001 General Fund	Office Supplies	AAA WORKSPACE		130.39
30950	06/04/2026	0001 General Fund	Office Supplies	AAA WORKSPACE		130.39
30950	06/04/2026	0001 General Fund	Office Supplies	AAA WORKSPACE		130.39
Check Total:						521.56
30951	06/04/2026	6010 Sewer Enterprise Fund	Professional Services	ABS DIRECT INC		737.64
30951	06/04/2026	6000 Water Enterprise Fund	Office Supplies	ABS DIRECT INC		2,066.66
30951	06/04/2026	6000 Water Enterprise Fund	Professional Services	ABS DIRECT INC		737.64
30951	06/04/2026	6020 Sanitation Enterprise Fund	Office Supplies	ABS DIRECT INC		2,066.67
30951	06/04/2026	6020 Sanitation Enterprise Fund	Professional Services	ABS DIRECT INC		737.64
30951	06/04/2026	6010 Sewer Enterprise Fund	Office Supplies	ABS DIRECT INC		2,066.67
Check Total:						8,412.92
30952	06/04/2026	0001 General Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		70.68
30952	06/04/2026	0001 General Fund	Machinery & Equipment	AMAZON CAPITAL SERVICES		37.76
30952	06/04/2026	0001 General Fund	Operations & Maintenance	AMAZON CAPITAL SERVICES		402.52
30952	06/04/2026	6010 Sewer Enterprise Fund	Small Tools	AMAZON CAPITAL SERVICES		-41.19
30952	06/04/2026	6010 Sewer Enterprise Fund	Small Tools	AMAZON CAPITAL SERVICES		41.19
30952	06/04/2026	0001 General Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		59.67
30952	06/04/2026	6010 Sewer Enterprise Fund	Small Tools	AMAZON CAPITAL SERVICES		216.34
30952	06/04/2026	6010 Sewer Enterprise Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		9.78
30952	06/04/2026	0001 General Fund	Various Classes	AMAZON CAPITAL SERVICES		9.29
30952	06/04/2026	0001 General Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		442.61
30952	06/04/2026	0001 General Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		21.32
30952	06/04/2026	0001 General Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		32.10
30952	06/04/2026	0001 General Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		30.00
30952	06/04/2026	0001 General Fund	Office Supplies	AMAZON CAPITAL SERVICES		24.23
30952	06/04/2026	0001 General Fund	Various Classes	AMAZON CAPITAL SERVICES		93.50
30952	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	AMAZON CAPITAL SERVICES		113.07
30952	06/04/2026	0001 General Fund	Machinery & Equipment	AMAZON CAPITAL SERVICES		5.21
30952	06/04/2026	0001 General Fund	Fire Marshal Supplies	AMAZON CAPITAL SERVICES		43.69
30952	06/04/2026	0001 General Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		16.63

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
30952	06/04/2026	0001 General Fund	Office Supplies	AMAZON CAPITAL SERVICES		56.80
30952	06/04/2026	6010 Sewer Enterprise Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		108.39
30952	06/04/2026	0001 General Fund	Office Supplies	AMAZON CAPITAL SERVICES		10.69
30952	06/04/2026	0001 General Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		92.44
30952	06/04/2026	7000 Internal Service Fund	Small Tools	AMAZON CAPITAL SERVICES		21.17
30952	06/04/2026	6010 Sewer Enterprise Fund	Small Tools	AMAZON CAPITAL SERVICES		379.54
30952	06/04/2026	0001 General Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		98.07
30952	06/04/2026	7000 Internal Service Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		23.64
30952	06/04/2026	6010 Sewer Enterprise Fund	Small Tools	AMAZON CAPITAL SERVICES		107.11
30952	06/04/2026	0001 General Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		34.57
30952	06/04/2026	0001 General Fund	Various Classes	AMAZON CAPITAL SERVICES		9.78
30952	06/04/2026	0001 General Fund	Operations & Maintenance	AMAZON CAPITAL SERVICES		-201.26
30952	06/04/2026	7000 Internal Service Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		30.50
30952	06/04/2026	0001 General Fund	Office Supplies	AMAZON CAPITAL SERVICES		20.92
30952	06/04/2026	6010 Sewer Enterprise Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		68.40
30952	06/04/2026	0001 General Fund	Various Classes	AMAZON CAPITAL SERVICES		59.20
30952	06/04/2026	0004 Public Safety Trans & Use Tax	Machinery & Equipment	AMAZON CAPITAL SERVICES		30.70
30952	06/04/2026	0001 General Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		413.00
30952	06/04/2026	0001 General Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		47.96
30952	06/04/2026	0001 General Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		66.08
30952	06/04/2026	0001 General Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		205.47
30952	06/04/2026	7000 Internal Service Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		28.08
30952	06/04/2026	7000 Internal Service Fund	Small Tools	AMAZON CAPITAL SERVICES		32.51
30952	06/04/2026	6000 Water Enterprise Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		22.60
30952	06/04/2026	6000 Water Enterprise Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		21.58
30952	06/04/2026	0001 General Fund	Various Classes	AMAZON CAPITAL SERVICES		61.59
30952	06/04/2026	0001 General Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		1,950.97
30952	06/04/2026	0001 General Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		34.57
30952	06/04/2026	0001 General Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		34.57
30952	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	AMAZON CAPITAL SERVICES		154.37
30952	06/04/2026	6010 Sewer Enterprise Fund	Small Tools	AMAZON CAPITAL SERVICES		209.89
30952	06/04/2026	0001 General Fund	Office Supplies	AMAZON CAPITAL SERVICES		104.70
30952	06/04/2026	6000 Water Enterprise Fund	Uniform & Clothing Expense	AMAZON CAPITAL SERVICES		-110.94
30952	06/04/2026	6000 Water Enterprise Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		10.86
30952	06/04/2026	0001 General Fund	Small Tools	AMAZON CAPITAL SERVICES		98.42
30952	06/04/2026	0001 General Fund	Operations & Maintenance	AMAZON CAPITAL SERVICES		26.89
30952	06/04/2026	7000 Internal Service Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		151.87
30952	06/04/2026	0001 General Fund	Castle Youth Center Expense	AMAZON CAPITAL SERVICES		21.73
30952	06/04/2026	0001 General Fund	Fire Marshal Supplies	AMAZON CAPITAL SERVICES		14.67
30952	06/04/2026	6010 Sewer Enterprise Fund	Special Departmental Expense	AMAZON CAPITAL SERVICES		21.58
Check Total:						6,202.08
30953	06/04/2026	1011 Gas Tax/Street Improvement	Special Departmental Expense	CAL FARM SERVICES		156.18

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
					Check Total:	156.18
30954	06/04/2026	0004 Public Safety Trans & Use Tax	Machinery & Equipment	CARDIO PARTNERS INC		1,017.89
					Check Total:	1,017.89
30955	06/04/2026	0001 General Fund	Improvements Other Than Bldg	CENTERLINE DESIGN, LLC		36,000.00
					Check Total:	36,000.00
30956	06/04/2026	6010 Sewer Enterprise Fund	Special Departmental Expense	CENTRAL VALLEY SALINITY COALITION INC		2,986.75
					Check Total:	2,986.75
30957	06/04/2026	1017 RSTP-Regional Surf Transp Prog	Project Retention	CHRISP COMPANY		-1,677.50
30957	06/04/2026	1018 SB1-Road Maint & Rehab RMRA	Project Retention	CHRISP COMPANY		-1,500.00
30957	06/04/2026	1017 RSTP-Regional Surf Transp Prog	Restripe-Variou Streets	CHRISP COMPANY		33,550.00
30957	06/04/2026	1018 SB1-Road Maint & Rehab RMRA	Restripe-Variou Streets	CHRISP COMPANY		30,000.00
					Check Total:	60,372.50
30958	06/04/2026	6000 Water Enterprise Fund	Uniform & Clothing Expense	CINTAS CORP		71.73
30958	06/04/2026	1011 Gas Tax/Street Improvement	Uniform & Clothing Expense	CINTAS CORP		35.72
30958	06/04/2026	7000 Internal Service Fund	Uniform & Clothing Expense	CINTAS CORP		10.27
30958	06/04/2026	6010 Sewer Enterprise Fund	Uniform & Clothing Expense	CINTAS CORP		84.93
30958	06/04/2026	1011 Gas Tax/Street Improvement	Uniform & Clothing Expense	CINTAS CORP		35.72
30958	06/04/2026	6000 Water Enterprise Fund	Uniform & Clothing Expense	CINTAS CORP		149.11
30958	06/04/2026	7000 Internal Service Fund	Uniform & Clothing Expense	CINTAS CORP		30.00
30958	06/04/2026	7000 Internal Service Fund	Uniform & Clothing Expense	CINTAS CORP		16.91
30958	06/04/2026	7000 Internal Service Fund	Special Departmental Expense	CINTAS CORP		27.03
30958	06/04/2026	7000 Internal Service Fund	Special Departmental Expense	CINTAS CORP		27.03
30958	06/04/2026	0001 General Fund	Uniform & Clothing Expense	CINTAS CORP		32.10
30958	06/04/2026	0001 General Fund	Uniform & Clothing Expense	CINTAS CORP		32.10
30958	06/04/2026	6010 Sewer Enterprise Fund	Uniform & Clothing Expense	CINTAS CORP		84.93
30958	06/04/2026	7000 Internal Service Fund	Uniform & Clothing Expense	CINTAS CORP		30.00
					Check Total:	667.58
30959	06/04/2026	7000 Internal Service Fund	Utilities	COMCAST		13.19
					Check Total:	13.19
30960	06/04/2026	0001 General Fund	Inspection Fees	CSG CONSULTANTS, INC.		8,008.00
30960	06/04/2026	0001 General Fund	Professional Services	CSG CONSULTANTS, INC.		4,480.00
					Check Total:	12,488.00

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
30961	06/04/2026	0001 General Fund	Various Classes	MARY ANN DAVIS		386.75
					Check Total:	386.75
30962	06/04/2026	7000 Internal Service Fund	Professional Services	DELRAY TIRE		192.95
30962	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	DELRAY TIRE		14.13
30962	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	DELRAY TIRE		652.58
					Check Total:	859.66
30963	06/04/2026	6010 Sewer Enterprise Fund	Special Departmental Expense	DOMS ELECTRIC - MERCED BEARING OPERA		499.57
					Check Total:	499.57
30964	06/04/2026	6010 Sewer Enterprise Fund	Professional Services	ELITE LANDSCAPING INC.		7,560.00
					Check Total:	7,560.00
30965	06/04/2026	1011 Gas Tax/Street Improvement	Special Departmental Expense	EWING IRRIGATION PRODUCTS INC.		712.78
					Check Total:	712.78
30966	06/04/2026	6000 Water Enterprise Fund	Special Departmental Expense	FERGUSON WATERWORKS		1,274.85
30966	06/04/2026	6001 Water Fund Capital Replacement	Installation-New Water Meters	FERGUSON WATERWORKS		48.38
					Check Total:	1,323.23
30967	06/04/2026	0001 General Fund	Community Center Deposits	FRESNO SCALE MODELERS		350.00
					Check Total:	350.00
30968	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	DONALD GARCIA		110.67
					Check Total:	110.67
30969	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	GARTON TRACTOR INC		15.36
30969	06/04/2026	7000 Internal Service Fund	Professional Services	GARTON TRACTOR INC		285.00
					Check Total:	300.36
30970	06/04/2026	6010 Sewer Enterprise Fund	Uniform & Clothing Expense	GCP WW HOLDCO LLC		151.02
					Check Total:	151.02
30971	06/04/2026	0001 General Fund	Maint. Buildings & Grounds	GRAINGER		1,481.08
30971	06/04/2026	6000 Water Enterprise Fund	Small Tools	GRAINGER		336.21
30971	06/04/2026	6000 Water Enterprise Fund	Small Tools	GRAINGER		354.00
30971	06/04/2026	6000 Water Enterprise Fund	Small Tools	GRAINGER		3,335.51

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
30971	06/04/2026	6000 Water Enterprise Fund	Small Tools	GRAINGER		168.35
					Check Total:	5,675.15
30972	06/04/2026	0001 General Fund	Special Departmental Expense	HENRY SCHEIN, INC.		83.14
30972	06/04/2026	0001 General Fund	Special Departmental Expense	HENRY SCHEIN, INC.		302.86
					Check Total:	386.00
30973	06/04/2026	7000 Internal Service Fund	Professional Services	HI-TECH EVS INC		2,675.00
					Check Total:	2,675.00
30974	06/04/2026	7000 Internal Service Fund	Utilities	HOFFMAN SECURITY		176.85
					Check Total:	176.85
30975	06/04/2026	0001 General Fund	Special Departmental Expense	HORIZON DISTRIBUTORS INC		174.64
30975	06/04/2026	0001 General Fund	Special Departmental Expense	HORIZON DISTRIBUTORS INC		252.79
30975	06/04/2026	0001 General Fund	Special Departmental Expense	HORIZON DISTRIBUTORS INC		206.67
30975	06/04/2026	0001 General Fund	Special Departmental Expense	HORIZON DISTRIBUTORS INC		556.20
30975	06/04/2026	0001 General Fund	Special Departmental Expense	HORIZON DISTRIBUTORS INC		50.65
30975	06/04/2026	1011 Gas Tax/Street Improvement	Special Departmental Expense	HORIZON DISTRIBUTORS INC		86.06
30975	06/04/2026	0001 General Fund	Special Departmental Expense	HORIZON DISTRIBUTORS INC		389.39
					Check Total:	1,716.40
30976	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	JOHN DEERE FINANCIAL		122.03
					Check Total:	122.03
30977	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	KELLOGG SUPPLY		81.73
30977	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	KELLOGG SUPPLY		48.64
30977	06/04/2026	0001 General Fund	Special Departmental Expense	KELLOGG SUPPLY		119.06
30977	06/04/2026	6010 Sewer Enterprise Fund	Special Departmental Expense	KELLOGG SUPPLY		43.28
30977	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	KELLOGG SUPPLY		25.95
30977	06/04/2026	6010 Sewer Enterprise Fund	Special Departmental Expense	KELLOGG SUPPLY		496.60
30977	06/04/2026	6010 Sewer Enterprise Fund	Special Departmental Expense	KELLOGG SUPPLY		254.66
					Check Total:	1,069.92
30978	06/04/2026	0001 General Fund	Community Center Rental	ANELLE KELLY		-75.00
30978	06/04/2026	0001 General Fund	Community Center Deposits	ANELLE KELLY		350.00
					Check Total:	275.00
30979	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	LAWSON PRODUCTS		26.59

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
					Check Total:	26.59
30980	06/04/2026	0004 Public Safety Trans & Use Tax	Professional Services	LEXIPOL LLC		4,749.05
					Check Total:	4,749.05
30981	06/04/2026	0001 General Fund	Miscellaneous	LOOMIS		2,238.97
					Check Total:	2,238.97
30982	06/04/2026	0001 General Fund	Training	AMARPREET MAHOLI		183.22
					Check Total:	183.22
30983	06/04/2026	0001 General Fund	Professional Services	MAVERICK DATA SYSTEMS		485.76
					Check Total:	485.76
30984	06/04/2026	1011 Gas Tax/Street Improvement	Special Departmental Expense	MC REGIONAL WASTE MGMT. AUTH.		19.00
30984	06/04/2026	1011 Gas Tax/Street Improvement	Special Departmental Expense	MC REGIONAL WASTE MGMT. AUTH.		69.25
					Check Total:	88.25
30985	06/04/2026	7000 Internal Service Fund	Professional Services	MCCOY TRUCK TIRE SERVICE		300.00
30985	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	MCCOY TRUCK TIRE SERVICE		805.34
					Check Total:	1,105.34
30986	06/04/2026	0001 General Fund	Coed Volleyball	MERCED AREA SPORTS OFFICIALS, INC		180.00
					Check Total:	180.00
30987	06/04/2026	6010 Sewer Enterprise Fund	Professional Services	MERCED IRRIGATION DISTRICT		1,257.61
					Check Total:	1,257.61
30988	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	MERCED TRUCK & TRAILER INC.		80.81
30988	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	MERCED TRUCK & TRAILER INC.		331.98
30988	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	MERCED TRUCK & TRAILER INC.		1,206.21
30988	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	MERCED TRUCK & TRAILER INC.		584.53
30988	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	MERCED TRUCK & TRAILER INC.		132.80
30988	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	MERCED TRUCK & TRAILER INC.		67.33
30988	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	MERCED TRUCK & TRAILER INC.		103.28
30988	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	MERCED TRUCK & TRAILER INC.		217.86
					Check Total:	2,724.80

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
30989	06/04/2026	0001 General Fund	Office Supplies	MIMEO PRINTING		91.35
					Check Total:	91.35
30990	06/04/2026	6010 Sewer Enterprise Fund	Project Retention	MOUNTAIN CASCADE INC		-8,542.47
30990	06/04/2026	6010 Sewer Enterprise Fund	Castle Sewer Interceptor	MOUNTAIN CASCADE INC		170,849.48
					Check Total:	162,307.01
30991	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	NAPA AUTO PARTS		37.83
30991	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	NAPA AUTO PARTS		102.49
30991	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	NAPA AUTO PARTS		58.16
					Check Total:	198.48
30992	06/04/2026	7000 Internal Service Fund	Professional Services	OSBORNE'S APPLIANCE		188.00
					Check Total:	188.00
30993	06/04/2026	0001 General Fund	Utilities	PACIFIC GAS & ELECTRIC		124.30
30993	06/04/2026	0001 General Fund	Utilities	PACIFIC GAS & ELECTRIC		350.27
					Check Total:	474.57
30994	06/04/2026	1011 Gas Tax/Street Improvement	Professional Services	JORGE PENA		50.00
					Check Total:	50.00
30995	06/04/2026	0001 General Fund	Training	PRI MANAGEMENT GROUP		299.00
					Check Total:	299.00
30996	06/04/2026	6000 Water Enterprise Fund	Special Departmental Expense	PUMP PROS INC		1,414.56
					Check Total:	1,414.56
30997	06/04/2026	0001 General Fund	Special Departmental Expense	QUADIENT, INC.		121.56
30997	06/04/2026	0001 General Fund	Office Supplies	QUADIENT, INC.		114.00
30997	06/04/2026	0001 General Fund	Rents & Leases	QUADIENT, INC.		520.58
30997	06/04/2026	0001 General Fund	Rents & Leases	QUADIENT, INC.		36.00
					Check Total:	792.14
30998	06/04/2026	0001 General Fund	Office Supplies	SAFEGUARD BUSINESS SYSTEMS		113.71
					Check Total:	113.71
30999	06/04/2026	7000 Internal Service Fund	Professional Services	SAN JOAQUIN VALLEY AIR POLLUTION CON		155.00

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
					Check Total:	155.00
31000	06/04/2026	6000 Water Enterprise Fund	Special Departmental Expense	DONNIE SENTER		102.10
31000	06/04/2026	6000 Water Enterprise Fund	Training	DONNIE SENTER		113.85
					Check Total:	215.95
31001	06/04/2026	0001 General Fund	Special Departmental Expense	SHOOB PHOTOGRAPHY		271.88
					Check Total:	271.88
31002	06/04/2026	1011 Gas Tax/Street Improvement	Special Departmental Expense	SIERRA MATERIALS & TRUCKING COMPANY		272.23
					Check Total:	272.23
31003	06/04/2026	7000 Internal Service Fund	Professional Services	SMITH TRUCK REPAIR INC		980.00
31003	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	SMITH TRUCK REPAIR INC		645.50
					Check Total:	1,625.50
31004	06/04/2026	6010 Sewer Enterprise Fund	Electronic Pmt Processing Exp	SPRINGBROOK HOLDING COMPANY LLC		530.25
31004	06/04/2026	6000 Water Enterprise Fund	Electronic Pmt Processing Exp	SPRINGBROOK HOLDING COMPANY LLC		530.25
31004	06/04/2026	6020 Sanitation Enterprise Fund	Electronic Pmt Processing Exp	SPRINGBROOK HOLDING COMPANY LLC		530.25
					Check Total:	1,590.75
31005	06/04/2026	0001 General Fund	Professional Services	STERICYCLE INC		43.49
					Check Total:	43.49
31006	06/04/2026	1011 Gas Tax/Street Improvement	Special Departmental Expense	SUNBELT RENTALS INC		319.63
					Check Total:	319.63
31007	06/04/2026	6000 Water Enterprise Fund	Special Departmental Expense	SUPERIOR POOL PRODUCTS LLC		1,074.05
31007	06/04/2026	6000 Water Enterprise Fund	Special Departmental Expense	SUPERIOR POOL PRODUCTS LLC		967.88
31007	06/04/2026	6000 Water Enterprise Fund	Special Departmental Expense	SUPERIOR POOL PRODUCTS LLC		1,161.45
					Check Total:	3,203.38
31008	06/04/2026	0001 General Fund	Community Center Deposits	JOTI TAKHAR		350.00
					Check Total:	350.00
31009	06/04/2026	0001 General Fund	Professional Services	THE SIGN GUYS		430.66
					Check Total:	430.66

Check Number	Check Date	Fund	Account Name	Vendor Name	Void	Amount
31010	06/04/2026	7000 Internal Service Fund	Utilities	TRIPP SECURITY SYSTEMS		33.00
				Check Total:		33.00
31011	06/04/2026	7000 Internal Service Fund	Operations & Maintenance	TURF STAR INC		1,689.41
31011	06/04/2026	7000 Internal Service Fund	Professional Services	TURF STAR INC		1,701.50
				Check Total:		3,390.91
31012	06/04/2026	3064 RDVLPMT Obligation Retirement	Rents & Leases	UNION PACIFIC RAILROAD COMPANY		372.08
				Check Total:		372.08
31013	06/04/2026	1011 Gas Tax/Street Improvement	Special Departmental Expense	WATERFORD IRRIGATION SUPPLY, INC		45.82
				Check Total:		45.82
31014	06/04/2026	7000 Internal Service Fund	Utilities	WEST COAST GAS COMPANY INC		32.82
				Check Total:		32.82
				Report Total:		344,510.55



CITY OF ATWATER

CITY COUNCIL ACTION MINUTES May 11, 2026

Council Chambers – 750 Bellevue Road, Atwater, California

CALL TO ORDER

The City Council meeting was called to order at 6:00 PM.

INVOCATION:

Provided by Ben Perez of Atwater Victory Baptist Church.

PLEDGE OF ALLEGIANCE:

Led by CAL Fire Battalion Chief Randol.

ROLL CALL

Present: Mayor Nelson, Mayor Pro Tem Cale, Council Members Ambriz, Raymond, Rochester

SUBSEQUENT NEED ITEMS: None

APPROVAL OF AGENDA:

Motion to approve the agenda as posted.

MOTION: Raymond

SECOND: Ambriz

VOTE: Motion passed unanimously.

PRESENTATIONS:

Fill the Boot for Muscular Dystrophy Association (MDA)

Tina Mota, Account Manager with Muscular Dystrophy Association presented a PowerPoint presentation.

COMMENTS FROM THE PUBLIC

Public comment was received regarding the tennis courts at Osborn Park.

CONSENT CALENDAR:

Motion to approve Consent Calendar as posted.

MOTION: Cale

SECOND: Raymond

VOTE: Motion passed unanimously.

Approved Items:

- **Item 1:** Warrants – April 30, 2026, May 7, 2026
- **Item 2:** Minutes (Audit and Finance) – February 23, 2026 – Regular meeting
- **Item 3:** Minutes (City Council) – April 13, 2026 – Regular meeting
- **Item 4:** Adoption of Resolution No. 3612-26 approving Contract Amendment and Extension No. 3 with Badawi & Associates, Certified Public Accountants and the City of Atwater, in a form approved by the City Attorney, for professional auditing services; and authorizing the City Manager to execute the Contract amendment and extension on behalf of the City.
- **Item 5:** Adoption of Resolution No. 3613-26 approving an amended and restated Lease Agreement between Merced County Radio Control Club and City of Atwater, in a form approved by the City Attorney, for real property located at 6205 Bert Crane Road; and authorizing the City Manager to execute Amended and Restated Lease Agreement on behalf of the City.

PUBLIC HEARINGS:

Reporting on City of Atwater Vacancies and Recruitment Efforts in Relation to Assembly Bill ("AB") 2561

Public Hearing was opened and public comment was received. Report was received and there is no action necessary.

REPORTS AND PRESENTATIONS FROM STAFF:

Adopting a Policy on Disruption of Telephonic or Internet Service During Meetings Required by SB 707

MOTION: Council Member Raymond motioned to adopt Resolution No. 3614-26 approving a Policy on Disruption of Telephonic or Internet Service in accordance with SB 707.

SECOND: Cale

VOTE: Motion passed unanimously

CITY COUNCIL MATTERS

Council Members and Mayor provided individual updates.

CITY MANAGER REPORT

Update provided by City Manager Hoem.

ADJOURNMENT

The meeting adjourned at 6:44 PM.

APPROVED:

MICHAEL G. NELSON
MAYOR

ATTEST:

JANELL MARTIN
ASSISTANT CITY CLERK



AGENDA REPORT

CITY COUNCIL

Mike Nelson

John Cale
Danny Ambriz

Brian Raymond
Kalisa Rochester

MEETING DATE: June 8, 2026
TO: Mayor and City Council
FROM: Christopher Hoem, City Manager
PREPARED BY: Christopher Hoem, City Manager
SUBJECT: **Approval of the Statement of Investment Policy for the 2026-27 Fiscal Year and Delegating Authority to the City Treasurer to Invest Funds in Accordance with the Statement of Investment Policy (City Manager Hoem)**

RECOMMENDED COUNCIL ACTION

Adoption of Resolution No. 3619-26 approving the Statement of Investment Policy for Fiscal Year 2026-27 and delegating authority to the City Treasurer to invest funds in accordance with the Statement of Investment Policy.

I. BACKGROUND/ANALYSIS:

Government Code Section, 53600 et seq. contains the statutes governing the investment of public funds. Annually, the City's Statement of Investment Policy is reviewed and updated for compliance with Government code Section, 53600 et seq.

The goal of the Statement of Investment Policy presented to Council for adoption for fiscal year 2026-27 (FY 27) remains consistent with past fiscal years, which is to invest public funds in a manner which will provide maximum security, meet daily cash flow demands of the City, and provide the highest investment return while conforming to all California Laws pertaining to the investment of public funds.

In collaboration with the City of Atwater's investment advisor, Chandler Asset Management, finance staff recently reviewed the City's investment policy to verify if any revisions were needed in conjunction with California Government Code (Code) sections that govern the investment of public funds. Staff also reviewed the policy to ensure inclusion of the latest best practices from recognized industry groups such as Government Finance Officers Association (GFOA), California Society of Municipal Finance Officers (CSMFO) and California Municipal Treasurers Association (CMTA).

The following changes have been made for the FY 27 Investment Policy:

1. Updated the header document to reflect the next fiscal year's dates (all pages).
2. Updated the adoption date for the first council meeting in June 2026 (page 1).
3. Updated the header to add "Delivery" to more accurately reflect the contents of the section (page 5).

4. Added Section 21: Prohibited Investment Vehicles and Practices to meet best practices (California Debt and Investment Advisory Commission (CDIAC) and CMTA) to not only list the allowable investments in the policy but also list the prohibited investments and practices. This incorporates updates from recent statutory changes to code like SB 1489 from 2023 (page 8).
5. Per SB 595, effective January 1, 2026, changed the maximum maturity for Commercial Paper from 270 days to 397 days (page 13).
6. Added Section 9 to section A 'Investments': Local Government Investment Pools (LGIPS) that incorporates the existing Local Agency Investment Fund (LAIF) section. This adds the language required to give the City the option to invest in other LGIPs. As defined by the Municipal Securities Rulemaking Board (MSRB), there are three types of LGIPs and this section combines them all into one section. The types of LGIPS defined by the MSRB are:
 - a. State-run LGIP via 16249.1 (this is LAIF),
 - b. JPA-run LGIP via California Government Code Section 6509.7 (like California Asset Management Program (CAMP), California Fixed Income Trust (CalFIT), Cooperative Liquid Assets Securities System (CLASS), etc.),
 - c. County-run LGIP via California Government Code Section 27000.3

II. FISCAL IMPACTS:

While there is no direct fiscal impact with approval of this item, there is potential fiscal impact dependent on the type and length of the allowed investment. Remaining in compliance with Government Code Section 53600 *et seq.* is imperative for managing risk associated with noncompliance. Through annual review, update and approval, the investment policy remains in compliance with Government Code Section 53600 *et seq.* This item has been reviewed by the Finance Department.

III. LEGAL REVIEW:

This item has been reviewed by the City Attorney's Office.

IV. EXISTING POLICY:

Resolution No. 3536-26 is the most current adopted Statement of Investment Policy which covers Fiscal Year 2025-26. Approving Resolution XXXX-26 will bring into effect the Statement of Investment Policy for the Fiscal Year of 2026-27. This item also contributes toward the City Council's goal of ensuring financial solvency by complying with Government Code 53600 *et. seq.*

V. ALTERNATIVES:

The City Council could choose not to adopt Resolution No. 3619-26 approving the Statement of Investment Policy for Fiscal Year 2026-27.

VI. INTERDEPARTMENTAL COORDINATION:

While Interdepartmental Coordination is not necessary for completion of this Resolution to approve the FY 2026-27 Statement of Investment Policy, it is fully expected all municipal departments will comply with the Statement of Investment Policy.

VII. PUBLIC PARTICIPATION:

The public will have an opportunity to provide comments on this item prior to City Council action.

VIII. ENVIRONMENTAL REVIEW:

This item is not a project under the California Environmental Quality Act (CEQA) as this activity does not cause either direct physical change in the environment, or a reasonably foreseeable indirect physical change in the environment, pursuant to Public Resources Code Section 21065.

IX. STEPS FOLLOWING APPROVAL:

Following approval and adoption of the Resolution, the City Clerk will post the FY 2026-27 Statement of Investment Policy to the City's website. The City will implement the FY 2026-27 Statement of Investment Policy for all applicable activities.

Submitted and Approved by:



Chris Hoem, City Manager

Attachments:

1. Resolution - Statement of Investment Policy 26-27
2. FY 26-27 Atwater Investment Policy-FINAL



**CITY COUNCIL
OF THE
CITY OF ATWATER**

RESOLUTION NO. XXXX-26

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ATWATER APPROVING THE STATEMENT OF INVESTMENT POLICY FOR THE 2026-2027 FISCAL YEAR AND DELEGATING AUTHORITY TO THE CITY TREASURER TO INVEST FUNDS IN ACCORDANCE WITH THE STATEMENT OF INVESTMENT POLICY

WHEREAS, the City Council has reviewed a proposed annual Statement of Investment Policy providing guidelines for the investment of City funds pursuant to Government Code Sections 53600 et seq.; and

WHEREAS, consistent with Government Code Section 53607, the City Council may annually delegate authority to the City Treasurer to make investments on behalf of the City.

NOW, THEREFORE, BE IT RESOLVED, by the City Council of the City of Atwater that the Statement of Investment Policy attached as Exhibit "A" is hereby approved.

BE IT FURTHER RESOLVED, that the City Council does hereby delegate authority to the City Treasurer to invest funds in accordance with the City's Statement of Investment Policy for the 2026-2027 fiscal year.

The foregoing resolution is hereby adopted this 8th day of June 2026.

**AYES:
NOES:
ABSENT:**

APPROVED:

MICHAEL G. NELSON, MAYOR

ATTEST:

KORY J. BILLINGS, CITY CLERK

CITY OF ATWATER
STATEMENT OF INVESTMENT POLICY
Fiscal Year 2026-2027

1. Purpose

This statement is intended to provide a guideline for the prudent investment of operating funds and restricted monies and to outline a policy for maximizing the efficiency of the cash management system for the City of Atwater. Ultimate investment goals include the enhancement of economic status and the protection of pooled cash investments. This investment policy was endorsed and adopted by the City Council of the City of Atwater, is effective as of the 8th day of June, 2026, and replaces any previous version.

2. Policy

It is the policy of the City of Atwater to invest public funds in a manner which will provide maximum security, meet the daily cash flow demands of the City, and provide highest investment return while conforming to all California laws set forth in the State Government Code, Sections 53600 *et seq.*, and local statutes governing the investment of public funds.

3. Scope

This Investment Policy applies to all funds and investment activities under the direct authority of the City of Atwater, including that of the Successor Agency to the Atwater Redevelopment Agency. This policy does not cover any funds held by fiscal agents in connection with the issuance of any debt by the City. Such funds shall be invested in accordance with the bond documents and trust indentures.

Pooling of funds: Except for cash in certain restricted and special funds, the Agency will consolidate cash and reserve balances from all funds to maximize investment earnings and to increase efficiencies with regard to investment pricing, safekeeping and administration. Investment income will be allocated to the various funds based on their respective participation and in accordance with generally accepted accounting principles.

4. Prudence

Pursuant to California Government Code , Section 53600.3, all persons authorized to make investment decisions on behalf of the City are trustees and therefore fiduciaries subject to the prudent investor standard: "...all governing bodies of local agencies or persons authorized to make investment decisions on behalf of those local agencies investing public funds pursuant to this chapter are trustees and therefore fiduciaries subject to the prudent investor standard." When investing, reinvesting, purchasing, acquiring, exchanging, selling, or managing public funds, a trustee shall act with care, skill, prudence, and diligence under the circumstances then prevailing, including, but not limited to, the general economic conditions and the anticipated needs of the agency, that a prudent person acting in a like capacity and familiarity with those matters would use in the conduct of funds of a like character and with like aims, to safeguard the principal and maintain the liquidity needs of the agency. Within the limitations of this section and considering individual investments as part of an overall strategy, investments may be acquired as authorized by law. Investment officials shall recognize that the investment portfolio is subject to public review and evaluation. The overall investment program shall be designed and managed with a degree of professionalism that is worthy of the public trust. Deviations from expectations of a security's credit or market risk should be reported to the governing body in a timely fashion and appropriate action should be taken to control adverse developments.

CITY OF ATWATER
STATEMENT OF INVESTMENT POLICY
Fiscal Year 2026-2027

5. Objective

The primary objectives in priority order, of the City of Atwater's investment activities shall be:

5.1 Safety: Safety of principal is the foremost objective of the investment program. Investments of the City of Atwater shall be undertaken in a manner that seeks to ensure that capital losses are avoided, whether from securities default, broker-dealer default, or erosion of market value. To attain this objective, diversification is required in order that potential losses on individual securities do not exceed the income generated from the remainder of the portfolio. The City may elect to sell a security prior to its maturity and record a capital gain or loss in order to improve the quality, liquidity or yield of the portfolio in response to market conditions or the City's risk preferences.

5.2 Liquidity: The City of Atwater's investment portfolio will remain sufficiently liquid to enable the City to meet all operating requirements, which might be reasonably anticipated.

5.3 Return on Investment: The City of Atwater's investment portfolio shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the City's investment risk constraints and the cash flow characteristics of the portfolio.

6. Risk Tolerance

The City Council of the City of Atwater recognizes that investment risks can result from issuer default, market price changes or various technical complications leading to temporary illiquidity. Portfolio diversification is employed as a method to control risk. Investment managers are expected to display prudence in the selection of securities, as a way to minimize default risk. No individual investment transaction shall be undertaken, which jeopardizes the total capital position of the overall portfolio. The City Treasurer shall, concurrent with the annual review and approval of the City's Statement of Investment Policy, periodically recommend to the City Council guidelines and strategies to control risks of default, market price changes and liquidity.

7. Delegation of Authority

Management responsibility for the investment program is the responsibility of the City Council unless delegated by City Council action to the City Treasurer. Investment of City of Atwater funds shall be conducted within the constraints of this Investment Policy. The conduct of the City's day-to-day banking and investment activities shall be the responsibility of the Finance Director, Finance Operations Manager and/or City Manager of the City of Atwater. The Finance Director, Finance Operations Manager and/or City Manager must conform to the signature requirements on all City accounts and cannot conduct banking and investing business without the proper signatures.

The City may engage the services of one or more external investment advisers, who are registered under the Investment Advisers Act of 1940, to assist in the management of the City's investment portfolio in a manner consistent with the City's objectives. External investment advisers may be granted discretion to purchase and sell investment securities in accordance with this investment policy.

The City's overall investment program shall be designed and managed with a degree of professionalism that is worthy of the public trust. The City recognizes that in a diversified portfolio,

CITY OF ATWATER
STATEMENT OF INVESTMENT POLICY
Fiscal Year 2026-2027

occasional measured losses may be inevitable and must be considered within the context of the overall portfolio's return and the cash flow requirements of the City.

8. Ethics and Conflicts of Interest

Officers and employees involved in the investment process shall refrain from personal business activity that could conflict with proper execution of the investment program, or which could impair their ability to make impartial investment decisions. Employees and investment officials shall disclose to the City Manager any material financial interests in financial institutions that conduct business within the jurisdiction, and they shall further disclose any large personal financial/investment positions that could be related to the performance of the City of Atwater's portfolio. Employees and officers shall subordinate their personal investment transactions to those of the City's, particularly with regard to the time of purchases and sales.

All participants in the investment process are required to comply with terms of the Political Reform Act, Fair Political Practices Commission Regulations promulgated thereunder (2 C.C.R. §§ 18110 through 18998), the City's Conflict of Interest Policy, including, without limitation, filing of Form 700, notification and recusal obligations, and Government Code section 1090 prohibitions.

9. Authorized Financial Dealers and Institutions

To the extent practicable, the Treasurer shall endeavor to complete investment transactions using a competitive bid process whenever possible. The City's Treasurer will determine which financial institutions are authorized to provide investment services to the City. It shall be the City's policy to purchase securities only from authorized institutions and firms.

The Treasurer shall maintain procedures for establishing a list of authorized broker/dealers and financial institutions that are approved for investment purposes that are selected through a process of due diligence as determined by the City. Due inquiry shall determine whether such authorized broker/dealers, and the individuals covering the City are reputable and trustworthy, knowledgeable and experienced in Public City investing and able to meet all of their financial obligations. These institutions may include "primary" dealers or regional dealers that qualify under Securities and Exchange Commission (SEC) Rule 15c3-1 (uniform net capital rule).

In accordance with Gov. Code Section 53601.5, the City is permitted to purchase investments from the following institutions:

- Institutions licensed by the state as a broker-dealer.
- Institutions that are members of a federally regulated securities exchange.
- A brokerage firm designated as a primary government dealer by the Federal Reserve bank.
- Nationally or state-chartered banks.
- A State Association or a Federal Association
- Direct issuers of securities eligible for purchase.

Selection of financial institutions and broker/dealers authorized to engage in transactions will be at the sole discretion of the City, except where the City utilizes an external investment adviser in which case the City may rely on the adviser for selection.

CITY OF ATWATER
STATEMENT OF INVESTMENT POLICY
Fiscal Year 2026-2027

All financial institutions which desire to become qualified bidders for investment transactions (and which are not dealing only with the investment adviser) must supply the Treasurer with audited financials and a statement certifying that the institution has reviewed the California Government Code, Section 53600 *et seq.* and the City's investment policy. The Treasurer will conduct an annual review of the financial condition and registrations of such qualified bidders.

Public deposits will be made only in qualified public depositories as established by State law. Deposits will be insured by the Federal Deposit Insurance Corporation, or, to the extent the amount exceeds the insured maximum, will be collateralized in accordance with State law.

Selection of broker/dealers used by an external investment adviser retained by the City will be at the sole discretion of the adviser. Where possible, transactions with broker/dealers shall be selected on a competitive basis and their bid or offering prices shall be recorded. If there is no other readily available competitive offering, best efforts will be made to document quotations for comparable or alternative securities. When purchasing original issue instrumentality securities, no competitive offerings will be required as all dealers in the selling group offer those securities at the same original issue price.

10. Authorized Investments

The City is governed by the California Government Code Sections 53600 *et seq.* Authorized investments of the City are detailed in Exhibit "A" which is made part of this investment policy.

11. Investment Pools / Mutual Funds

The Agency shall conduct a thorough investigation of any pool or mutual fund prior to making an investment, and on a continual basis thereafter. The Treasurer shall develop a questionnaire which will answer the following general questions:

- A description of eligible investment securities, and a written statement of investment policy and objectives.
- A description of interest calculations and how it is distributed, and how gains and losses are treated.
- A description of how the securities are safeguarded (including the settlement processes), and how often the securities are priced and the program audited.
- A description of who may invest in the program, how often, what size deposit and withdrawal are allowed.
- A schedule for receiving statements and portfolio listings.
- Are reserves, retained earnings, etc. utilized by the pool/fund?
- A fee schedule, and when and how is it assessed.
- Is the pool/fund eligible for bond proceeds and/or will it accept such proceeds?

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12. Collateralization

Collateralization will be required as indicated in Exhibit "A". Collateral will always be held by an independent third party with whom the City has a current custodial agreement. A clearly marked evidence of ownership (safekeeping receipt) must be supplied to the City and retained. The right of collateral substitution may be granted.

CERTIFICATES OF DEPOSIT (CDS). The City shall require any commercial bank or savings and loan association to deposit eligible securities with an agency of a depository approved by the State Banking Department to secure any uninsured portion of a Non-Negotiable Certificate of Deposit. The value of eligible securities as defined pursuant to California Government Code, Section 53651, pledged against a Certificate of Deposit shall be equal to 150% of the face value of the CD if the securities are classified as mortgages and 110% of the face value of the CD for all other classes of security.

COLLATERALIZATION OF BANK DEPOSITS. This is the process by which a bank or financial institution pledges securities, or other deposits for the purpose of securing repayment of deposited funds. The City shall require any bank or financial institution to comply with the collateralization criteria defined in California Government Code, Section 53651.

REPURCHASE AGREEMENTS. The City requires that Repurchase Agreements be collateralized only by securities authorized in accordance with California Government Code:

- The securities which collateralize the repurchase agreement shall be priced at Market Value, including any Accrued Interest plus a margin. The Market Value of the securities that underlie a repurchase agreement shall be valued at 102% or greater of the funds borrowed against those securities.
- Financial institutions shall mark the value of the collateral to market at least monthly and increase or decrease the collateral to satisfy the ratio requirement described above.
- The City shall receive monthly statements of collateral.

13. Delivery, Safekeeping and Custody

All securities owned by the City, shall be held in safekeeping by the City's custodian bank or a third-party bank trust department, acting as agent for the City under the terms of a custody or trustee agreement executed by the bank and by the City. A monthly report will be received by the City from the custodian or third-party bank trust department listing all securities held in safekeeping with current market data and other information. All securities will be received and delivered using standard delivery-versus-payment (DVP) procedures. The only exceptions to the foregoing shall be depository accounts and securities purchases made with: (i) local government investment pools; (ii) time certificates of deposit, and, (iii) mutual funds and money market mutual funds, since these securities are not deliverable.

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14. Risk Management and Diversification

MITIGATING CREDIT RISK IN THE PORTFOLIO

Credit risk is the risk that a security or a portfolio will lose some or all its value due to a real or perceived change in the ability of the issuer to repay its debt. The City will mitigate credit risk by adopting the following strategies:

- Following the diversification requirements included in the “Authorized Investments” section of this policy.
- No more than 5% of the total portfolio may be deposited with or invested in securities issued by any single issuer unless otherwise specified in this policy.
- The City may elect to sell a security prior to its maturity and record a capital gain or loss in order to manage the quality, liquidity or yield of the portfolio in response to market conditions or City’s risk preferences.
- If a security owned by the City is downgraded to a level below the requirements of this policy, making the security ineligible for additional purchases, the following steps will be taken:
 - Any actions taken related to the downgrade by the investment manager will be communicated to the Treasurer in a timely manner.
 - If a decision is made to retain the security, the credit situation will be monitored and reported to the City Council.

MITIGATING MARKET RISK IN THE PORTFOLIO

Market risk is the risk that the portfolio value will fluctuate due to changes in the general level of interest rates. The City recognizes that, over time, longer-term portfolios have the potential to achieve higher returns. On the other hand, longer-term portfolios have higher volatility of return. The City will mitigate market risk by providing adequate liquidity for short-term cash needs, and by making longer-term investments only with funds that are not needed for current cash flow purposes.

The City further recognizes that certain types of securities, including variable rate securities, securities with principal paydowns prior to maturity, and securities with embedded options, will affect the market risk profile of the portfolio differently in different interest rate environments. The City, therefore, adopts the following strategies to control and mitigate its exposure to market risk:

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- The City will maintain a minimum of six months of budgeted operating expenditures in short-term investments to provide sufficient liquidity for expected disbursements.
- The maximum stated final maturity of individual securities in the portfolio will be five (5) years, except as otherwise stated in this policy.

- The duration of the portfolio will generally be approximately equal to the duration (typically, plus or minus 20%) of a Market Benchmark, an index selected by the City based on the City's investment objectives, constraints and risk tolerances.

15. Maximum Maturities

Unless matched to a specific cash flow, the City will not directly invest in securities maturing more than five years from the settlement date (See exceptions indicated in Exhibit "A").

16. Internal Control

The Treasurer shall establish a system of written internal controls which shall be reviewed by an independent auditor. This review will provide internal control by assuring compliance with policies and procedures. The controls shall be designed to prevent losses of public funds arising from fraud, employee error, misrepresentation of third parties, unanticipated changes in financial markets, or imprudent actions by employees and officers of the city. Controls deemed most important include: control of collusion, separation of duties, separation of transaction authority from accounting and recordkeeping, clear delegation of authority, specific limitations regarding securities losses and remedial action, written confirmation of telephone transactions, minimizing the number of authorized investment officials, documentation of transactions and strategies, and code of ethics standards.'

17. Performance Standards

The investment portfolio shall be designed to attain a market average rate of return through budgetary and economic cycles, taking into account the investment risk constraints and cash flow needs. The specific investment performance objective for the portfolio shall be to earn a total rate of return over a market cycle which is approximately equal to a market benchmark index. The current benchmark index for the portfolio is the ICE BofA 1-5 Yr US Treasury & Agency Index.

18. Reporting

The City Treasurer shall submit a monthly investment report to the City Council. This report will include all required elements of the monthly report as prescribed in California Government Code Section 53646. Pursuant to the adopted Investment Policy for the City of Atwater, this monthly shall include:

1. The type of investment, name of issuer, date of investment, date of maturity, rate of interest, asking price and par and dollar amount invested on all securities, investments, monies and/or deposits.
2. The weighted average maturity of the portfolio.
3. Transactions for the period
4. A description of the funds, investments and programs (including lending programs)

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managed by contracted parties (i.e. LAIF, investment pools, outside money managers and securities lending agents)

5. The market value as of the date of the report and the source of the valuation.

6. A statement of compliance with the Investment Policy or, if not in compliance, a statement of non-compliance and the manner in which the portfolio is not in compliance.

7. A statement of compliance with California Government Code Section 53646 from the City Treasurer certifying that sufficient investment liquidity and anticipated revenues are available to meet the City's budgeted expenditure requirement for the next six (6) months or an explanation as to why sufficient money shall, or may, not be available

19. Review of the Investment Policy

The City of Atwater's Statement of Investment Policy shall be reviewed and adopted at least annually within 120 days of the end of the fiscal year to ensure its consistency with the overall objectives of preservation of principal, liquidity and return, and its relevance to current law and financial and economic trends by City Council resolution. Any modifications made thereto must be approved by the City Council.

20. External Auditor

As a part of each year's financial audit of the City of Atwater, the external auditors shall review the Statement of Investment Policy and shall confirm that the City's investments are in compliance with that policy. Any issues noted will be reported to the City Council.

21. Prohibited Investment Vehicles and Practices

- State law notwithstanding, any investments not specifically described herein are prohibited, including, but not limited to futures and options.
- In accordance with Government Code, Section 53601.6, investment in inverse floaters, range notes, or mortgage derived interest-only strips is prohibited.
- Investment in any security that could result in a zero-interest accrual if held to maturity is prohibited. Under a provision sunseting on January 1, 2031, securities backed by the U.S. Government that could result in a zero- or negative-interest accrual if held to maturity are permitted.
- Trading securities for the sole purpose of speculating on the future direction of interest rates is prohibited.
- Purchasing or selling securities on margin is prohibited.
- The use of reverse repurchase agreements, securities lending or any other form of borrowing or leverage is prohibited.
- The purchase of foreign currency denominated securities is prohibited.
- The purchase of a security with a forward settlement date exceeding 45 days from the time of the investment is prohibited.

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A. INVESTMENTS- Within the investments permitted by the Code, the Agency seeks to further restrict eligible investments to the guidelines listed below. In the event a discrepancy is found between this policy and the Code, the more restrictive parameters will take precedence. Percentage holding limits listed in this section apply at the time the security is purchased.

Any investment currently held at the time the policy is adopted which does not meet the new policy guidelines can be held until maturity and shall be exempt from the current policy. At the time of the investment's maturity or liquidation, such funds shall be reinvested only as provided in the current policy.

An appropriate risk level shall be maintained by primarily purchasing securities that are of high quality, liquid, and marketable. The portfolio shall be diversified by security type and institution to avoid incurring unreasonable and avoidable risks regarding specific security types or individual issuers.

1. U.S. Treasury Securities (bills, notes and bonds) are sold to finance gaps between the federal government's receipts and expenditures.

California Government Code Section 53601 Requirement: No limit specified:

City of Atwater Limitation:

- 1) Maximum maturity - five years
- 2) Maximum par value total size - None
- 3) Maximum par value per issue- None
- 4) Credit- Full faith and credit of the Federal Government

2. U.S. Agency & Government Sponsored Enterprise Securities are not direct obligations of the United States but rather are direct obligations of agencies of the federal government or government-sponsored enterprises. Securities issued by U.S. government agencies are backed by the full faith and credit of the U.S. government. They include the following agencies:

- Government National Mortgage Association (GNMA)
- Export-Import Bank (EXIMBANK)
- Small Business Administration (SBAs)
- Farmers Home Administration (FHA)
- General Services Administration (GSA)
- Maritime Administration

The federal government has sponsored the creation of, or the financial support of several corporations, also known as government-sponsored enterprises. None of these organizations carry the federal government guarantee.

They include the following agencies:

- Federal National Mortgage Association (FNMA)
- Federal Farm Credit Bank (FFCB)
- Federal Home Loan Bank (FHLB)

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- Federal Home Loan Mortgage Corporation (FHLMC)
- Tennessee Valley Authority (TVA)

California Government Code Section 53601 Requirement: No limit specified.

City of Atwater Limitation:

- 1) Maximum maturity- five years
- 2) Maximum par value total size- no limitation
- 3) Maximum par value per issue-no limitation
- 4) The maximum percent of callable agency securities in the portfolio will be 20%.
- 5) Credit-Despite having no statutory limitation concerning this category, prudent investment practice necessitates constant analysis of the issuing agency. Although these issues have either the implicit or explicit guarantee of the federal government, market perception often limits the liquidity of these issues.

3. Obligations of the State of California or any local agency within the state, including bonds payable solely out of revenues from a revenue producing property owned, controlled or operated by the state or any local agency, or by a department, board, agency or authority of the state or any local agency.

California Government Code Section 53601 Requirement: No limit specified.

City of Atwater Limitation:

- 1) Maximum maturity- five years
- 2) Maximum par value total size- 30% of portfolio
- 3) Maximum par value per issue-5%
- 4) Credit- The Securities are rated in a rating category of "A" or its equivalent or better by at least one nationally recognized statistical rating organization ("NRSRO")

4. Obligations (Municipal Securities) of any of the other 49 states in addition to California, including bonds payable solely out of revenues from a revenue producing property owned, controlled or operated by the state or any local agency, or by a department, board, agency or authority of the state or any local agency.

California Government Code Section 53601 Requirement: No limit specified.

City of Atwater Limitation:

- 1) Maximum maturity- five years
- 2) Maximum par value total size- 30% of portfolio
- 3) Maximum par value per issue-5%
- 4) Credit- The Securities are rated in a rating category of "A" or its equivalent or better by at least one nationally recognized statistical rating organization ("NRSRO")

5. Bankers Acceptances are typically created from a letter of credit issued in a foreign trade transaction and are time drafts drawn on and accepted by a bank to pay a specified amount of money on a specified date.

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California Government Code Section 53601 Requirement:

- 1) Purchases may not exceed 180 days.
- 2) Purchases are restricted to 40% of the agency's surplus money.
- 3) No more than 30% of the City's surplus money may be invested in the bankers' acceptances of any one commercial bank.
- 4) Include only those that are eligible for discounting with the Federal Reserve System.

City of Atwater Limitation:

- 1) Maximum maturity – 180 days
- 2) Maximum par value size 30% of portfolio
- 3) Maximum par value per institution - 5%
- 4) Credit - financial institutions that shall only include banks that have short-term credit ratings of A-1, P-1 or equivalent ratings from other recognized rating services.

6. Certificates of Deposit

a. Negotiable Certificats of Deposit (NCDS), issued by a nationally or state-chartered bank, a savings association or a federal association, a state or federal credit union, or by a federally licensed or state-licensed branch of a foreign ban:

California Government Code Section 53601(i) Requirement:

- 1) Maximum maturity - 5 years
- 2) Maximum par value total size - No more than 30% of the total portfolio may be invested in NCDs.

City of Atwater Limitation:

- 1) Maximum maturity - 5 years
- 2) Maximum par value total size - No more than 30% of the total portfolio may be invested in NCDs (combined with CDARS).
- 3) Maximum par value per institution - No more than 5% of the total portfolio may be invested in any single issuer.
- 4) Credit - The amount of the NCD insured up to the FDIC limit does not require any credit ratings. Any amount above the FDIC insured limit must be issued by institutions which have short-term debt obligations rated "A-1" or its equivalent or better by at least one NRSRO; or long-term obligations rated in a rating category of "A" or its equivalent or better by at least one NRSRO.

b. Federally Insured Time Deposits (Non-Negotiable Certificates of Deposit) in state or federally chartered banks, savings and loans, or credit unions.

California Government Code Section 53630 Requirement:

- 1) Maximum maturity - 5 years

City of Atwater Limitation:

- 1) Maximum maturity - 5 years
- 2) Maximum par value total size - No more 20% of the total portfolio will be invested in a combination of federally insured and collateralized time deposits.

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3) Maximum par value per institution - The amount per institution is limited to the maximum covered under federal insurance.

c. Collateralized Time Deposits (Non-Negotiable Certificates of Deposit) in state or federally chartered banks, savings and loans, or credit unions in excess of insured amounts which are fully collateralized with securities in accordance with California law.

California Government Code Section 53630 Requirement:

1) Maximum maturity - 5 years

City of Atwater Limitation:

1) Maximum maturity - 5 years

2) Maximum par value total size - No more 20% of the total portfolio will be invested in a combination of federally insured and collateralized time deposits.

d. Placement Service Deposit:

California Government Code Section 53630 Requirement:

1) Maximum maturity - 5 years

2) Maximum par value total size - Under a provision sunseting on January 1, 2026, no more than 50% of the portfolio may be invested in deposits through a placement service, including Certificates of Deposit, if the Agency is a city, district or local agency that does not pool money with other local agencies.

City of Atwater Limitation:

1) Maximum maturity - 5 years

2) Maximum par value total size No more than 30% of the total portfolio may be invested in a combination of Certificates of Deposit, including CDARS.

e. Collateralized Bank Deposits. The City's deposits with financial institutions will be collateralized with pledged securities per California Government Code, Section 53651. There are no limits on the dollar amount or percentage that the City may invest in collateralized bank deposits.

California Government Code Section 53630 Requirement:

3) Maximum maturity - 5 years

4) Maximum par value total size – No limit

City of Atwater Limitation:

1) Maximum maturity - 5 years

7. Commercial Paper are short-term unsecured promissory notes issued by various economic entities in the open market to finance certain short-term credit needs.

California Government Code Section 53601 Requirement:

1) Prime quality of the highest ranking or of the highest letter and numerical rating as provided for by nationally recognized statistical-rating organization.

2) Issuing corporation must be organized and operating within the United States.

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- 3) Issuing corporation must have total assets in excess of five hundred million dollars (\$500,000,000).
- 4) Issuing corporation must have an "A" or higher rating by a nationally recognized statistical-rating organization for the issuer's debt, other than commercial paper.
- 5) Purchases may not exceed 397 days maturity.
- 6) Purchases may not represent more than 10% of the outstanding paper of an issuing corporation.
- 7) Purchases may not exceed 25% of the agency's surplus money.

City of Atwater Limitation:

- 1) Maximum maturity- 397 days
- 2) Maximum par value size 25% of portfolio
- 3) Maximum par value per name- 10% of outstanding commercial paper of any single issuer, and no more than 5% of total portfolio may be invested in any single issuer.
- 4) Credit- CA Government Code Section 53601 requirements including commercial paper rated "A-1" or higher, or the equivalent, by a nationally recognized statistical ratings organization.

8. Medium Term Notes: The issuer is a corporation organized and operating within the United States or by depository institutions licensed by the United States or any state and operating within the United States.

California Government Code Section 53601 Requirement:

- 1) Maximum of five years maturity
- 2) Shall be rating category of 'A' or better by a nationally recognized statistical ratings organization.
- 3) May not exceed 30% of surplus money

City of Atwater Limitation:

- 1) Maximum of five years maturity
- 2) Shall be rating category of 'A' or better by a nationally recognized statistical ratings organization
- 3) Maximum par value per issuer- 5%
- 4) Credit – from City authorized institutions that shall only include institutions rated in a rating category of 'A' or higher by a nationally recognized statistical-rating organization. Any downgrading of these issues after purchase shall be reported to the Council.

9. Local Government Investment Pools (LGIPs):

A. State of California Local Agency Investment Fund (LAIF), created by California Government Code Section 16429.1, provided that:

- LAIF's investments in instruments prohibited by or not specified in the Agency's policy do not exclude the investment in LAIF itself from the City's list of allowable investments, provided LAIF's reports allow for adequate judgement the risk inherent in LAIF's portfolio.

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City of Atwater Limitation:

- 1) Statutory LAIF limits

B. Shares of Beneficial Interest Issued by a Joint Powers Authority (JPA), provided that:

- The JPA is organized pursuant to California Government Code Section 6509.7 and invests in the securities and obligations authorized in subdivisions (a) to (r), inclusive.
- Each share shall represent an equal proportional interest in the underlying pool of securities owned by the JPA.
- The JPA has retained an investment advisor who is registered with the SEC (or exempt from registration), has assets under management in excess of \$500 million, and has at least five years' experience investing in instruments authorized by Section 53601, subdivisions (a) to (q).

City of Atwater Limitation:

- 1) No limit

C. Other Local Government Investment Pools (LGIP)

- Other LGIPs permitted by the agency (such as a County Pool as defined by California Government Code Section 27000.3).

City of Atwater Limitation:

- 1) No more than 20% of the total portfolio may be invested in LGIPs other than LAIF and JPAs.

10. Repurchase Agreements are not a security but a contractual agreement and consist of two simultaneous transactions: 1) First, an investor purchases securities (collateral) from a bank or dealer; 2) At the same time, the selling bank or dealer contractually agrees to repurchase the collateral security at the same price (plus interest) at some mutually agreed future date.

California Government Code Section 53601 Requirement:

- 1) Term of repurchase agreements shall be for one year or less.
- 2) All securities under a repurchase agreement shall be held by the agency's safekeeping agent.
- 3) The seller of repurchase securities shall not be entitled to substitute securities, except as authorized by the City. New or substitute securities should be reasonably identical to the original securities in terms of maturity, yield, quality and liquidity.

City of Atwater Limitation:

- 1) Maximum maturity – one year
- 2) Maximum par value total size - 10%
- 3) Maximum par value per institution - 10%
- 4) Credit-
 - a) Securities shall be marked to market daily and shall be maintained at a value no lower than \$102.

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- b) Securities acceptable as collateral shall be U.S. Treasury obligations only.
- c) It should be covered by a master repurchase agreement.
- 5) Repurchase agreements shall only be made with primary dealers of the Federal Reserve Bank of New York.

11. **Asset Backed Securities (ABS)/ Mortgage Back Securities (MBS)** are securities whose value is derived from the collateral of a specified pool of underlying assets. The pools of underlying assets can include common payments from the loans and leases of credit cards, autos, equipment and mortgages.

California Government Code Section 53601 (o) Requirement:

- 1) Maximum Maturity 5 years or less.
- 2) Shall be rated in a rating category of 'AA' or better by a nationally recognized statistical ratings organization.
- 3) Maximum par value total size- 20% of portfolio

City of Atwater Limitation:

- 1) Maximum maturity – 5 years or less
- 2) Maximum par value total size - 20%
- 3) Maximum par value per institution – 5%
- 4) Credit: In a rating category of 'AA' or better by a nationally recognized statistical ratings organization.
- 5) This section does not apply for issuers in section 2 (US agency and Government Securities).

12. **Supranationals Obligations:** Supranationals are international institutions that provide development financing, advisory services and/or other financial services to their member countries.

California Government Code Section 53601(q) Requirement:

- 1) Maximum of five years maturity or less
- 2) Shall be rated in a rating category of 'AA' or better by a nationally recognized statistical ratings organization.
- 3) May not exceed 30% of surplus money

City of Atwater Limitation:

- 1) Maximum of five years maturity or less
- 2) Shall be rated in a rating category of 'AA' or better by a nationally recognized statistical ratings organization
- 3) Maximum value not to exceed 30% or portfolio value
- 4) No more than 10% of the portfolio may be invested in any single issuer.
- 5) Credit –Any downgrading of these issues after purchase shall be reported to the Council.

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13. **Mutual Funds and Money Market Mutual Funds** that are registered with the Securities and Exchange Commission under the Investment Company Act of 1940, provided that:

1. MUTUAL FUNDS that invest in the securities and obligations as authorized under California Government Code, Section 53601 (a) to (k) and (m) to (q) inclusive and that meet either of the following criteria:
 - (i) Attained the highest ranking or the highest letter and numerical rating provided by not less than two (2) NRSROs; or
 - (ii) Have retained an investment adviser registered or exempt from registration with the Securities and Exchange Commission with not less than five years' experience investing in the securities and obligations authorized by California Government Code, Section 53601 and with assets under management in excess of \$500 million.
 - No more than 10% of the total portfolio may be invested in shares of any one mutual fund.
2. MONEY MARKET MUTUAL FUNDS registered with the Securities and Exchange Commission under the Investment Company Act of 1940 and issued by diversified management companies and meet either of the following criteria:
 - (i) Have attained the highest ranking or the highest letter and numerical rating provided by not less than two (2) NRSROs; or
 - (ii) Have retained an investment adviser registered or exempt from registration with the Securities and Exchange Commission with not less than five years' experience managing money market mutual funds with assets under management in excess of \$500 million.

California Government Code Section 53601(q) Requirement:

- 1) Maximum maturity: no limit specified
1. a) Attained the highest ranking or the highest letter and numerical rating provided by not less than two (2) NRSROs; or b) Have retained an investment adviser registered or exempt from registration with the Securities and Exchange Commission with not less than five years' experience investing in the securities and obligations authorized by California Government Code, Section 53601 and with assets under management in excess of \$500 million.
- 3) May not exceed 20% of portfolio

City of Atwater Limitation:

- 1) Maximum maturity not specified
- 2 a) Attained the highest ranking or the highest letter and numerical rating provided by not less than two (2) NRSROs; or b) Have retained an investment adviser registered or exempt from registration with the Securities and Exchange Commission with not less than five years' experience investing in the securities and obligations authorized by California Government Code, Section 53601 and with assets under management in excess of \$500 million.
- 3) No more than 20% of the total portfolio may be invested in these securities
- 4) Investment Limitations:

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- Mutual Funds: No more than 10% of the total portfolio may be invested in shares of any one mutual fund
- Money Market Funds: No more than 20% of the total portfolio may be invested in shares of any one money market fund

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GLOSSARY OF INVESTMENT TERMS

AGENCIES. Shorthand market terminology for any obligation issued by a *government-sponsored entity (GSE)*, or a *federally related institution*. Most obligations of GSEs are not guaranteed by the full faith and credit of the US government. Examples are:

FFCB. The Federal Farm Credit Bank System provides credit and liquidity in the agricultural industry. FFCB issues discount notes and bonds.

FHLB. The Federal Home Loan Bank provides credit and liquidity in the housing market. FHLB issues discount notes and bonds.

FHLMC. Like FHLB, the Federal Home Loan Mortgage Corporation provides credit and liquidity in the housing market. FHLMC, also called “FreddieMac” issues discount notes, bonds and mortgage pass-through securities.

FNMA. Like FHLB and FreddieMac, the Federal National Mortgage Association was established to provide credit and liquidity in the housing market. FNMA, also known as “FannieMae,” issues discount notes, bonds and mortgage pass-through securities.

GNMA. The Government National Mortgage Association, known as “GinnieMae,” issues mortgage pass-through securities, which are guaranteed by the full faith and credit of the US Government.

PEFCO. The Private Export Funding Corporation assists exporters. Obligations of PEFCO are not guaranteed by the full faith and credit of the US government.

TVA. The Tennessee Valley Authority provides flood control and power and promotes development in portions of the Tennessee, Ohio, and Mississippi River valleys. TVA currently issues discount notes and bonds.

ASSET BACKED SECURITIES. Securities supported by pools of installment loans or leases or by pools of revolving lines of credit.

AVERAGE LIFE. In mortgage-related investments, including CMOs, the average time to expected receipt of principal payments, weighted by the amount of principal expected.

BANKER’S ACCEPTANCE. A money market instrument created to facilitate international trade transactions. It is highly liquid and safe because the risk of the trade transaction is transferred to the bank which “accepts” the obligation to pay the investor.

BENCHMARK. A comparison security or portfolio. A performance benchmark is a partial market index, which reflects the mix of securities allowed under a specific investment policy.

BROKER. A broker brings buyers and sellers together for a transaction for which the broker

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receives a commission. A broker does not sell securities from his own position.

CALLABLE. A callable security gives the issuer the option to call it from the investor prior to its maturity. The main cause of a call is a decline in interest rates. If interest rates decline, the issuer will likely call its current securities and reissue them at a lower rate of interest.

CERTIFICATE OF DEPOSIT (CD). A time deposit with a specific maturity evidenced by a certificate.

CERTIFICATE OF DEPOSIT ACCOUNT REGISTRY SYSTEM (CDARS). A private placement service that allows local agencies to purchase more than \$250,000 in CDs from a single financial institution (must be a participating institution of CDARS) while still maintaining FDIC insurance coverage. CDARS is currently the only entity providing this service. CDARS facilitates the trading of deposits between the California institution and other participating institutions in amounts that are less than \$250,000 each, so that FDIC coverage is maintained.

COLLATERAL. Securities or cash pledged by a borrower to secure repayment of a loan or repurchase agreement. Also, securities pledged by a financial institution to secure deposits of public monies.

COLLATERALIZED BANK DEPOSIT. A bank deposit that is collateralized at least 100% (principal plus interest to maturity). The deposit is collateralized using assets set aside by the issuer such as Treasury securities or other qualified collateral to secure the deposit in excess of the limit covered by the Federal Deposit Insurance Corporation.

COLLATERALIZED MORTGAGE OBLIGATIONS (CMO). Classes of bonds that redistribute the cash flows of mortgage securities (and whole loans) to create securities that have different levels of prepayment risk, as compared to the underlying mortgage securities.

COLLATERALIZED TIME DEPOSIT. Time deposits that are collateralized at least 100% (principal plus interest to maturity). These instruments are collateralized using assets set aside by the issuer such as Treasury securities or other qualified collateral to secure the deposit in excess of the limit covered by the Federal Deposit Insurance Corporation.

COMMERCIAL PAPER. The short-term unsecured debt of corporations.

COUPON. The rate of return at which interest is paid on a bond.

CREDIT RISK. The risk that principal and/or interest on an investment will not be paid in a timely manner due to changes in the condition of the issuer.

DEALER. A dealer acts as a principal in security transactions, selling securities from and buying securities for his own position.

DEBENTURE. A bond secured only by the general credit of the issuer.

DELIVERY VS. PAYMENT (DVP). A securities industry procedure whereby payment for a security

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must be made at the time the security is delivered to the purchaser's agent.

DERIVATIVE. Any security that has principal and/or interest payments which are subject to uncertainty (but not for reasons of default or credit risk) as to timing and/or amount, or any security which represents a component of another security which has been separated from other components ("Stripped" coupons and principal). A derivative is also defined as a financial instrument the value of which is totally or partially derived from the value of another instrument, interest rate, or index.

DISCOUNT. The difference between the par value of a bond and the cost of the bond, when the cost is below par. Some short-term securities, such as T-bills and banker's acceptances, are known as discount securities. They sell at a discount from par and return the par value to the investor at maturity without additional interest. Other securities, which have fixed coupons, trade at a discount when the coupon rate is lower than the current market rate for securities of that maturity and/or quality.

DIVERSIFICATION. Dividing investment funds among a variety of investments to avoid excessive exposure to any one source of risk.

DURATION. The weighted average time to maturity of a bond where the weights are the present values of the future cash flows. Duration measures the price sensitivity of a security to changes interest rates.

FEDERAL DEPOSIT INSURANCE CORPORATION (FDIC). The Federal Deposit Insurance Corporation (FDIC) is an independent federal agency insuring deposits in U.S. banks and thrifts in the event of bank failures. The FDIC was created in 1933 to maintain public confidence and encourage stability in the financial system through the promotion of sound banking practices.

FEDERALLY INSURED TIME DEPOSIT. A time deposit is an interest-bearing bank deposit account that has a specified date of maturity, such as a certificate of deposit (CD). These deposits are limited to funds insured in accordance with FDIC insurance deposit limits.

FIDUCIARY. A person or organization that acts on behalf of another person(s) or organization that puts their clients' interest ahead of their own as they are bound both legally and ethically to act in the other's best interests.

LEVERAGE. Borrowing funds in order to invest in securities that have the potential to pay earnings at a rate higher than the cost of borrowing.

LIQUIDITY. The speed and ease with which an asset can be converted to cash.

LOCAL AGENCY INVESTMENT FUND (LAIF). A voluntary investment fund open to government entities and certain non-profit organizations in California that is managed by the State Treasurer's Office.

LOCAL GOVERNMENT INVESTMENT POOL. Investment pools that range from the State Treasurer's

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Office Local Agency Investment Fund (LAIF) to county pools, to Joint Powers Authorities (JPAs). These funds are not subject to the same SEC rules applicable to money market mutual funds.

MAKE WHOLE CALL. A type of call provision on a bond that allows the issuer to pay off the remaining debt early. Unlike a call option, with a make whole call provision, the issuer makes a lump sum payment that equals the net present value (NPV) of future coupon payments that will not be paid because of the call. With this type of call, an investor is compensated, or "made whole."

MARGIN. The difference between the market value of a security and the loan a broker makes using that security as collateral.

MARKET RISK. The risk that the value of securities will fluctuate with changes in overall market conditions or interest rates.

MARKET VALUE. The price at which a security can be traded.

MATURITY. The final date upon which the principal of a security becomes due and payable. The investment's term or remaining maturity is measured from the settlement date to final maturity.

MEDIUM TERM NOTES. Unsecured, investment-grade senior debt securities of major corporations which are sold in relatively small amounts on either a continuous or an intermittent basis. MTNs are highly flexible debt instruments that can be structured to respond to market opportunities or to investor preferences.

MODIFIED DURATION. The percent change in price for a 100-basis point change in yields. Modified duration is the best single measure of a portfolio's or security's exposure to market risk.

MONEY MARKET. The market in which short-term debt instruments (T-bills, discount notes, commercial paper, and banker's acceptances) are issued and traded.

MONEY MARKET MUTUAL FUND. A mutual fund that invests exclusively in short-term securities. Examples of investments in money market funds are certificates of deposit and U.S. Treasury securities. Money market funds attempt to keep their net asset values at \$1 per share.

MORTGAGE PASS-THROUGH SECURITIES. A securitized participation in the interest and principal cash flows from a specified pool of mortgages. Principal and interest payments made on the mortgages are passed through to the holder of the security.

MUNICIPAL SECURITIES. Securities issued by state and local agencies to finance capital and operating expenses.

MUTUAL FUND. An entity which pools the funds of investors and invests those funds in a set of securities which is specifically defined in the fund's prospectus. Mutual funds can be

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invested in various types of domestic and/or international stocks, bonds, and money market instruments, as set forth in the individual fund's prospectus. For most large, institutional investors, the costs associated with investing in mutual funds are higher than the investor can obtain through an individually managed portfolio.

NATIONALLY RECOGNIZED STATISTICAL RATING ORGANIZATION (NRSRO).

A credit rating agency that the Securities and Exchange Commission in the United States uses for regulatory purposes. Credit rating agencies provide assessments of an investment's risk. The issuers of investments, especially debt securities, pay credit rating agencies to provide them with ratings. The three most prominent NRSROs are Fitch, S&P, and Moody's.

NEGOTIABLE CERTIFICATE OF DEPOSIT (CD). A short-term debt instrument that pays interest and is issued by a bank, savings or federal association, state or federal credit union, or state-licensed branch of a foreign bank. Negotiable CDs are traded in a secondary market and are payable upon order to the bearer or initial depositor (investor).

PAYDOWN. A reduction in the principal amount owed on a bond, loan, or other debt.

PRIMARY DEALER. A financial institution (1) that is a trading counterparty with the Federal Reserve in its execution of market operations to carry out U.S. monetary policy, and (2) that participates for statistical reporting purposes in compiling data on activity in the U.S. Government securities market.

PRUDENT PERSON (PRUDENT INVESTOR) RULE. A standard of responsibility which applies to fiduciaries. In California, the rule is stated as "Investments shall be managed with the care, skill, prudence and diligence, under the circumstances then prevailing, that a prudent person, acting in a like capacity and familiar with such matters, would use in the conduct of an enterprise of like character and with like aims to accomplish similar purposes."

REPURCHASE AGREEMENT. Short-term purchases of securities with a simultaneous agreement to sell the securities back at a higher price. From the seller's point of view, the same transaction is a reverse repurchase agreement.

SAFEKEEPING. A service to bank customers whereby securities are held by the bank in the customer's name.

SECURITIES AND EXCHANGE COMMISSION (SEC). The U.S. Securities and Exchange Commission (SEC) is an independent federal government agency responsible for protecting investors, maintaining fair and orderly functioning of securities markets and facilitating capital formation. It was created by Congress in 1934 as the first federal regulator of securities markets. The SEC promotes full public disclosure, protects investors against fraudulent and manipulative practices in the market, and monitors corporate takeover actions in the United States.

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SECURITIES AND EXCHANGE COMMISSION SEC) RULE 15c3-1. An SEC rule setting capital requirements for brokers and dealers. Under Rule 15c3-1, a broker or dealer must have sufficient liquidity in order to cover the most pressing obligations. This is defined as having a certain amount of liquidity as a percentage of the broker/dealer's total obligations. If the percentage falls below a certain point, the broker or dealer may not be allowed to take on new clients and may have restrictions placed on dealings with current client.

STRUCTURED NOTE. A complex, fixed income instrument, which pays interest, based on a formula tied to other interest rates, commodities or indices. Examples include inverse floating rate notes which have coupons that increase when other interest rates are falling, and which fall when other interest rates are rising, and "dual index floaters," which pay interest based on the relationship between two other interest rates - for example, the yield on the ten-year Treasury note minus the Libor rate. Issuers of such notes lock in a reduced cost of borrowing by purchasing interest rate swap agreements.

SUPRANATIONAL. A Supranational is a multi-national organization whereby member states transcend national boundaries or interests to share in the decision making to promote economic development in the member countries.

TOTAL RATE OF RETURN. A measure of a portfolio's performance over time. It is the internal rate of return, which equates the beginning value of the portfolio with the ending value; it includes interest earnings, realized and unrealized gains, and losses in the portfolio.

U.S. TREASURY OBLIGATIONS. Securities issued by the U.S. Treasury and backed by the full faith and credit of the United States. Treasuries are considered to have no credit risk and are the benchmark for interest rates on all other securities in the US and overseas. The Treasury issues both discounted securities and fixed coupon notes and bonds.

TREASURY BILLS ("T-BILL"). All securities issued with initial maturities of one year or less are issued as discounted instruments and are called Treasury bills. The Treasury currently issues three- and six-month T-bills at regular weekly auctions. It also issues "cash management" bills as needed to smooth out cash flows.

TREASURY NOTES. All securities issued with initial maturities of two to ten years are called Treasury notes and pay interest semi-annually.

TREASURY BONDS. All securities issued with initial maturities greater than ten years are called Treasury bonds. Like Treasury notes, they pay interest semi-annually.

YIELD TO MATURITY. The annualized internal rate of return on an investment which equates the expected cash flows from the investment to its cost.



AGENDA REPORT

CITY COUNCIL

Mike Nelson

John Cale
Danny Ambriz

Brian Raymond
Kalisa Rochester

MEETING June 8, 2026
DATE:
TO: Mayor and City Council
FROM: Josh Randol, CAL FIRE-Battalion Chief
PREPARED Atwater City Fire Department Fire Department, Office Technician
BY:
SUBJECT: **Approving New Schedule "A" Agreement with the California Department of Forestry and Fire Protection (CAL FIRE) from July 1, 2026, to June 30, 2029, for Fire Service Operations (CAL FIRE Battalion Chief Randol)**

RECOMMENDED COUNCIL ACTION

Adoption of Resolution No. 3620-26 approving a new Schedule "A" agreement with the California Department of Forestry and Fire Protection (CAL FIRE) for fire service operations from July 1, 2026 through June 30, 2029 in an amount not to exceed \$18,624,412 over three years; and authorizing the Mayor to sign the agreement on behalf of the City of Atwater.

I. BACKGROUND/ANALYSIS:

Public Resources Code Section 4142 allows CAL FIRE to enter into cooperative agreements with cities and counties to suppress fires within those jurisdictions. The City has contracted with CAL FIRE under such agreements since 2008.

The most recent Agreement was a three-year Schedule "A" fire protection services reimbursement agreement from July 1, 2023, through June 30, 2026 in the amount of \$17,335,220. The current Agreement expires at the end of the current fiscal year. The agreement proposed (see Attachment B) with this item is for three (3) years, covering the period of July 1, 2026 through June 30, 2029 not to exceed \$18,624,412 over the three-year span. This proposed agreement includes increases in salary expenses based on collective bargaining agreements with CAL FIRE employees. It also reflects a 5% escalator for years two (2) and three (3) to cover any potential upcoming salary/benefit increases over the life of the contract.

It is noted that Stations 41 and 42 will have three firefighting personnel on duty per day at each station. There will be one Battalion Chief per day to support the firefighting personnel (one Operations Battalion Chief or one Fire Marshal Battalion Chief). By entering into an agreement with CAL FIRE the City also benefits from having a current automatic aid agreement with Merced County Fire. This agreement provides substantial

support on several different incident types and also allows the ability to have County equipment support on cover assignments during draw down on major incidents.

II. FISCAL IMPACTS:

Costs for the proposed agreement are budgeted in the proposed 2026/27 budget. \$2,903,912 of the CAL FIRE Schedule "A" fire protection services reimbursement agreement funds are allocated in the Fiscal Year 2026-2027 budget under the General Fund, Professional Services, 0001-2030-3030 and \$2,903,912 are budgeted under Measure B, Public Safety Transactions and Use Tax, Professional Services Account 0004-2030-3030 and \$100,000 budgeted under Public Safety Community Facilities District Account 5050-2030-3030.

This item has been reviewed by the Finance Department.

III. LEGAL REVIEW:

This item has been reviewed by the City Attorney's office.

IV. EXISTING POLICY:

This item is consistent with goal numbers one (1) and two (2) of the City's Strategic Plan: to ensure the City's continued financial stability and to improve public safety, respectively.

V. ALTERNATIVES:

N/A

VI. INTERDEPARTMENTAL COORDINATION:

N/A

VII. PUBLIC PARTICIPATION:

The public will have an opportunity to provide comments on this item prior to City Council action.

VIII. ENVIRONMENTAL REVIEW:

This item is not a "project" under the California Environmental Quality Act (CEQA) as this activity does not cause either a direct physical change in the environment, or a reasonably foreseeable indirect physical change in the environment, pursuant to Public Resources Code section 21065.

IX. STEPS FOLLOWING APPROVAL:

Following adoption, the City Clerk's office will finalize the Resolution and it will be included within the Fiscal Year 2026-27 Adopted Budget.

Submitted by:



Josh Randol, CAL Fire Battalion Chief

Approved by:



Chris Hoem, City Manager

Attachments:

1. Resolution No. XXXX-26 Schedule A Agreement with CAL FIRE
2. Atwater LG1 Draft



**CITY COUNCIL
OF THE
CITY OF ATWATER**

RESOLUTION NO. XXXX-26

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ATWATER, CALIFORNIA, APPROVING A NEW SCHEDULE “A” AGREEMENT WITH THE CALIFORNIA DEPARTMENT OF FORESTRY AND FIRE PROTECTION (CAL FIRE) FROM JULY 1, 2026, TO JUNE 30, 2029, FOR FIRE SERVICE OPERATIONS, AND AUTHORIZING THE MAYOR TO SIGN THE AGREEMENT ON BEHALF OF THE CITY OF ATWATER

WHEREAS, the City of Atwater (CITY) contracts with the State of California, Department of Forestry and Fire Protection (CAL FIRE) to provide fire protection services as allowed under Public Resources Code Section 4142; and

WHEREAS, CAL FIRE and the CITY have entered into agreements for services since 2008, the latest of which was a three-year Schedule “A” service agreement from July 1, 2023, through June 30, 2026; and

WHEREAS, the Schedule “A” agreement must be amended annually, as necessary, to cover each fiscal year’s costs while providing for fire service operations; and

WHEREAS, the subject agreement would extend the service agreement through June 30, 2029.

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Atwater hereby finds and declares the following:

1. The above recitals are true and correct and incorporated herein by reference.

2. The City Council of the City of Atwater, California approves the above-noted Schedule "A" agreement with the California Department of Forestry and Fire Protection (CAL FIRE) dated July 1, 2026 (Agreement # 4CA07743) in the amount of \$18,624,412), from July 1, 2026 through June 30, 2029, a copy of which is on file in the office of the City Clerk and referred to for particulars.
3. The City Council of the City of Atwater, California authorizes the Mayor, to sign and execute said Agreement on behalf of the City of Atwater.
4. This resolution is effective immediately upon adoption.

The foregoing resolution is hereby adopted this 8th day of June 2026.

AYES:
NOES:
ABSENT:

APPROVED:

MICHAEL G. NELSON, MAYOR

ATTEST:

KORY J. BILLINGS, CITY CLERK

**COOPERATIVE FIRE PROGRAMS
FIRE PROTECTION REIMBURSEMENT AGREEMENT**

LG-1 REV. 8/2025

AGREEMENT NUMBER	4CA07743
REGISTRATION NUMBER:	

1. This Agreement is entered into between the State Agency and the Local Agency named below:

STATE AGENCY'S NAME

California Department of Forestry and Fire Protection – (CAL FIRE)

LOCAL AGENCY'S NAME

City of Atwater

2. The term of this Agreement is: July 1, 2026 through June 30, 2029

3. The maximum amount of this Agreement is: \$ 18,624,412.00
Eighteen million, six hundred twenty four thousand, four hundred twelve dollars and zero cents

4. The parties agree to comply with the terms and conditions of the following exhibits which are by this reference made a part of the Agreement.

Exhibit A – Scope of Work – Includes page 2 (contact page) in count for Exhibit A	5	pages
Exhibit B – Budget Detail and Payment Provisions	3	pages
Exhibit C – General Terms and Conditions	7	pages
Exhibit D – Additional Provisions	12	pages
Exhibit E – Description of Other Services	2	pages

IN WITNESS WHEREOF, this Agreement has been executed by the parties hereto.

LOCAL AGENCY

California Department of General Services Use Only

LOCAL AGENCY'S NAME
City of Atwater

BY (Authorized Signature)

DATE SIGNED



PRINTED NAME AND TITLE OF PERSON SIGNING
Mike Nelson, City Mayor / Presiding Officer

ADDRESS
1160 Fifth Street, Atwater, CA 95301

STATE OF CALIFORNIA

AGENCY NAME
California Department of Forestry and Fire Protection

BY (Authorized Signature)

DATE SIGNED



PRINTED NAME AND TITLE OF PERSON SIGNING
Matthew Sully, Deputy Director, Cooperative Fire Protection

ADDRESS P.O. Box 944246, Sacramento, CA 94244-2460

EXHIBIT A
COOPERATIVE FIRE PROGRAMS
FIRE PROTECTION REIMBURSEMENT AGREEMENT

The project representatives during the term of this agreement will be:

CAL FIRE Unit Chief:	Chris Trindade	Local Agency:	City of Atwater / Atwater Fire Protection District
Name:	Mark Pimentel	Name:	Chris Hoem / City Manager / Executive Director
Phone:	(209) 385-7344	Phone:	(209) 357-6300
Fax:	(209) 725-0174	Fax:	

All required correspondence shall be sent through U.S. Postal Service by certified mail and directed to:

CAL FIRE Unit Chief:	Chris Trindade	Local Agency:	City of Atwater / Atwater Fire Protection District
Section/Unit:	Madera-Mariposa- Merced	Section/Unit:	City Manager / Executive Director
Attention:	Mara Zaver	Attention:	Chris Hoem
Address:	5366 Highway 49 North Mariposa, CA 95338	Address:	1160 Fifth Street, Atwater, CA 95301
Phone:	(209) 742-1902	Phone:	(209) 357-6300
Fax:	(209) 966-7047	Fax:	

AUTHORIZATION

As used herein, Director shall mean Director of CAL FIRE. This agreement, its terms and conditions are authorized under the Public Resources Code Sections 4141, 4142, 4143 and 4144, as applicable.

EXHIBIT A
SCOPE OF WORK

Under Public Resources Code Section 4114 and other provisions of law, STATE maintains fire prevention and fire suppression forces including the necessary equipment, personnel, and facilities required to prevent and extinguish forest fires.

The purpose of this Agreement is to provide mutually advantageous fire and emergency services through an effective consolidated organization, wherein the STATE is primarily financially responsible for protecting natural resources from vegetation fires and the LOCAL AGENCY is primarily financially responsible for protecting life and property from fires and other emergencies. The LOCAL AGENCY shall have sole authority to establish the fire protection organization and structure needed to meet the determined level of service. This level of service may be based on the LOCAL AGENCY governing board's established fiscal parameters and assessment of risks and hazards. LOCAL AGENCY personnel providing services under this Agreement may include any one or a combination of the following: regular employees, persons temporarily employed and commonly known as volunteers, paid-call firefighters, or others temporarily employed to perform any emergency work or emergency service including, but not limited to fire prevention, fire suppression and emergency medical response.

To comply with the STATE's mandate for full cost recovery of goods and services provided for others, the LOCAL AGENCY shall be responsible for all STATE costs, both direct and indirect, required to execute the terms of this Agreement. These costs shall include, but not be limited to: required training and associated post coverage, employee uniform and Personal Protective Equipment (PPE) costs.

1. FIRE PROTECTION SERVICES WHICH CAN BE PROVIDED BY THE STATE

Based on the cooperators request for proposal (RFP), the STATE can provide a modern, full-service fire protection and emergency incident management agency that provides comprehensive fire protection and other emergency incident response services based on the cooperators request for proposal. STATE designs regional fire protection solutions for urban and rural communities by efficiently utilizing all emergency protection resources. Regional solutions provide the most effective method of protecting the citizens of California at local, Count/City/District and state levels.

Contracted fire protection services provided by STATE under this Agreement shall include the following: (check boxes below that apply)

1) Emergency Fire Protection: services include commercial, residential, and wildland fire protection, prevention and investigation; hazardous materials incident response; emergency vehicle extrication; hazardous conditions response (flooding, downed power lines, earthquake, terrorist incident, etc.); and public service assistance. Also included are management support services that include fire department administration, training and safety, personnel, finance and logistical support.

2) Emergency Medical Responder (EMR): provide immediate lifesaving care to critical patients who access the Emergency Medical Services (EMS) system. EMRs have the knowledge and skills necessary to provide immediate lifesaving interventions while awaiting additional EMS resources to arrive. EMRs perform basic interventions with minimal equipment.

3) Emergency Medical Technician - Basic (EMT): provide out of hospital emergency medical care for critical and emergent patients who access the emergency medical services (EMS) system. EMTs have the basic knowledge and skills necessary to stabilize patients ranging from non-emergency

and routine medical to life threatening emergencies. EMTs perform interventions with the basic equipment typically found on an ambulance.

4) Emergency Medical Technician - Advanced (EMT-A): provide basic and limited advanced emergency medical care and transportation for critical and emergent patients who access the emergency medical system (EMS). This individual possesses the basic knowledge and skills necessary to provide patient care and transportation. AEMTs perform interventions with the basic and advanced equipment typically found on an ambulance.

5) Advanced Life Support Services (EMT-P): provide advanced emergency medical care for critical and emergent patients who access the emergency medical system (EMS). This individual possesses the complex knowledge and skills necessary to provide patient care and transportation. Paramedics function as part of a comprehensive EMS response, under medical oversight. Paramedics perform interventions with the basic and advanced equipment typically found on an ambulance.

6) Dispatch Services: provide fire department 9-1-1 emergency dispatch by CAL FIRE Fire/Emergency Command Center (ECC). CAL FIRE will be responsible for fire/emergency dispatching emergency resource units covered under this Agreement. The CAL FIRE ECC is staffed with a Battalion Chief, three or more Fire Captains and Communications Operators to provide 24/7 year-round coverage. There is always an officer of Captain rank or higher to serve as the shift supervisor and command officer. CAL FIRE uses an integrated Computer Aided Dispatch (CAD) system using the latest technology, to direct the closest available resources to all emergency incidents.

7) Fire Code Inspection Services: CAL FIRE has staff Fire Inspectors serving under the direction of the LOCAL AGENCY Fire Marshal to provide services to the area covered by this Agreement. Fire Code Enforcement will normally be available five days per week, with emergency or scheduled enforcement inspections available seven days per week. Officers are available by appointment for site visits and consultations.

8) Public Information Services: CAL FIRE has staff to focus on public Information responsibilities towards plans, develops, directs, and coordinates comprehensive communication programs, to include media, public affairs and publications, in close collaboration with other institutional communications and/or public relations activities.

9) Prevention Services: CAL FIRE has staff to focus on education and awareness, both for specific segments of the public and the fire service. By demonstrating a commitment to community risk reduction, deliver services and programs designed to bolster community resilience.

10) Advanced Administrative Support: Professional Administrative, Financial & Staff Services support encompassing a diverse range of professional roles, including accounting officers, auditors, and departmental analysts.

11) Enforcement Services: Law Enforcement and Investigation services will be provided by CAL FIRE Prevention Officers trained in arson, commercial, and wildland fire investigation. Officers are trained at CAL FIRE's Peace Officer Standard Training (POST) certified law enforcement training academy, and they cooperate effectively with all local, state and federal law enforcement agencies.

12) Land Use/Pre-Fire Planning Services: CAL FIRE staff will provide community land use planning, administration of Pre-Fire project work, including community outreach, development of community education programs, project quality control, maintenance of project records and submittal of progress reports, completion of required environmental documentation, acquisition of required permits and completion of other associated administrative duties.

13) Emergency Management and Disaster Planning: CAL FIRE staff will coordinate the planning, development, and directs the work of implementing and maintaining a comprehensive emergency management and disaster program, including budget development, monitoring, and developing of policies and procedures for emergency management programs. CAL FIRE staff will administer plan modification, outreach, training, and reporting activities. Staff will coordinate public information distribution and public relations related to community emergency preparedness, and performs related duties as required. They will assist the Operational Area with their Emergency Preparedness Programs in accordance with the established time allocation and FEMA National Response Framework and Emergency Support Functions.

14) Specific service descriptions and staffing coverage, by station: (listed in Exhibit E, Description of Other Services, attached hereto and made a part of this Agreement)

15) Extended Fire Protection Service Availability (Amador)

2. ADMINISTRATION

Under the requirements of California Public Resources Code Section 4114 and other provisions of law, STATE maintains fire prevention and firefighting services as outlined in Exhibit D, Schedule B of this Agreement.

- A. Director shall select and employ a Region Chief who shall, under the direction of the Director/Chief Deputy Director, manage all aspects of fire prevention and fire protection services and forestry-related programs.
- B. Director will select and employ a Unit Chief who shall, under the supervision and direction of Director/Region Chief or a lawful representative, have charge of the organization described in Exhibit D, Schedules A, B and C included hereto and made a part of this Agreement.
- C. LOCAL AGENCY shall appoint the Unit Chief as the LOCAL AGENCY Fire Chief for all Emergency Fire Protection, Medical and Rescue Response Agreements, pursuant to applicable statutory authority. The Unit Chief may delegate this responsibility to qualified staff.
- D. The Unit Chief may dispatch personnel and equipment listed in Exhibit D, Schedules A, B and C from the assigned station or location under guidelines established by LOCAL AGENCY and approved by STATE. Personnel and/or equipment listed in Exhibit D, Schedule B may be dispatched at the sole discretion of STATE.
- E. The Unit Chief shall exercise professional judgment consistent with STATE policy and his or her employment by STATE in authorizing or making any assignments to emergencies and other responses, including assignments made in response to requests for mutual aid.

- F. Except as may be otherwise provided for in this Agreement, STATE shall not incur any obligation on the part of LOCAL AGENCY to pay for any labor, materials, supplies or services beyond the total set forth in the respective Exhibit D, Schedules A and C, as to the services to be rendered pursuant to each Schedule.
- G. Nothing herein shall alter or amend or be construed to alter or amend any Collective Bargaining Agreement or Memorandum of Understanding between the State of California and its employees under the State Employer-Employee Relations Act.

3. SUPPRESSION COST RECOVERY

As provided in Health and Safety Code (H&SC) Section 13009, STATE may bring an action for collection of suppression costs of any fire caused by negligence, violation of law, or failure to correct noticed fire safety violations. When using LOCAL AGENCY equipment and personnel under the terms of this agreement, STATE may, at the request of LOCAL AGENCY, bring such an action for collection of costs incurred by LOCAL AGENCY. In such a case LOCAL AGENCY appoints and designates STATE as its agent in said collection proceedings. In the event of recovery, STATE shall deduct fees and litigation costs in a proportional percentage amount based on verifiable and justifiable suppression costs for the fire at issue. These recovery costs are for services provided which are beyond the scope of those covered by the local government administrative fee.

In all such instances, STATE shall give timely notice of the possible application of H&SC Section 13009 to the representative designated by LOCAL AGENCY.

4. MUTUAL AID

When rendering mutual aid or assistance as authorized in H&SC Sections 13050 and 13054, STATE may, at the request of LOCAL AGENCY, demand payment of charges and seek reimbursement of LOCAL AGENCY costs for personnel, equipment and operating expenses as funded herein, under authority given by H&SC Sections 13051 and 13054. STATE, in seeking said reimbursement pursuant to such request of LOCAL AGENCY, shall represent LOCAL AGENCY by following the procedures set forth in H&SC Section 13052. Any recovery of LOCAL AGENCY costs, less expenses, shall be paid or credited to LOCAL AGENCY, as directed by LOCAL AGENCY.

In all such instances, STATE shall give timely notice of the possible application of H&SC Sections 13051 and 13054 to the officer designated by LOCAL AGENCY.

5. PROPERTY PURCHASE AND ACCOUNTING

LOCAL AGENCY shall be responsible for all costs associated with property required by personnel to carry out this Agreement. Employee uniform costs will be assessed to the LOCAL AGENCY through the Agreement billing process. Personal Protective Equipment (PPE) costs shall be the responsibility of the LOCAL AGENCY. By mutual agreement, PPE meeting the minimum specifications established by the STATE may be purchased directly by the LOCAL AGENCY. Alternately, the STATE will supply all PPE and the LOCAL AGENCY will be billed for costs incurred.

All property provided by LOCAL AGENCY and by STATE for the purpose of providing fire protection services shall be marked and accounted for by the Unit Chief in such a manner as to conform to the regulations, if any, established by the parties for the segregation, care, and use of the respective properties.

EXHIBIT B
BUDGET DETAIL AND PAYMENT PROVISIONS

1. PAYMENT FOR SERVICES

- A. LOCAL AGENCY shall pay STATE actual cost for fire protection services pursuant to this Agreement an amount not to exceed that set forth in Exhibit D, Schedule A for each fiscal year. STATE shall prepare an Exhibit D, Schedule A each year, which shall be the basis for payment for the entire fiscal year for which services are provided.
- B. Any other funds designated by LOCAL AGENCY to be expended under the supervision of or for use by a Unit Chief for fire protection services shall be set forth in Exhibit D, Schedule C. This clause shall not limit the right of LOCAL AGENCY to make additional expenditures, whether under Exhibit D, Schedule C or otherwise.
- C. STATE shall invoice LOCAL AGENCY for the cost of fire protection services on a quarterly basis as follows:
 - 1) For actual services rendered by STATE during the period of July 1 through September 30, by an invoice filed with LOCAL AGENCY on or after December 10.
 - 2) For actual services rendered by STATE during the period October 1 through December 31, by an invoice filed with LOCAL AGENCY on or after December 31.
 - 3) For actual services rendered by STATE during the period January 1 through March 31, by an invoice filed with LOCAL AGENCY on or after March 31.
 - 4) For the estimated cost of services during the period April 1 through June 30, by an invoice filed in advance with LOCAL AGENCY on or after March 1.
 - 5) A final statement shall be filed with LOCAL AGENCY by October 1 following the close of the fiscal year, reconciling the payments made by LOCAL AGENCY with the cost of the actual services rendered by STATE and including any other costs as provided herein, giving credit for all payments made by LOCAL AGENCY and claiming the balance due to STATE, if any, or refunding to LOCAL AGENCY the amount of any overpayment.
 - 6) All payments by LOCAL AGENCY shall be made within thirty (30) days of receipt of invoice from STATE, or within thirty (30) days after the filing dates specified above, whichever is later.
 - 7) The STATE reserves the right to adjust the frequency of billing and payment to a monthly cycle with a thirty (30) day written notice to the LOCAL AGENCY when:
 - a. The Director predicts a cash flow shortage, or
 - b. When determined by the Region Chief, after consulting with the Unit Chief and the LOCAL AGENCY Contract Administrator, that the LOCAL AGENCY may not have the financial ability to support the contract at the contract level.
- D. Invoices shall include actual or estimated costs as provided herein of salaries and employee benefits for those personnel employed, charges for operating expenses and equipment and the administrative charge in accordance with Exhibit D, Schedule A. When "contractual rates" are indicated, the rate shall be based on an average salary plus all benefits. "Contractual rates" means an all-inclusive rate established in Exhibit D, Schedule A for total costs to STATE, per specified position, for 24-hour fire protection services during the period covered.

- E. STATE shall credit the LOCAL AGENCY, or cover behind at no cost, for the costs of Non-post (e.g. Fire Marshal, Training Officer, etc.) positions and equipment assigned to STATE responsibility fires or other STATE funded emergency incidents. The STATE shall notify the LOCAL AGENCY when this occurs.

2. COST OF OPERATING AND MAINTAINING EQUIPMENT AND PROPERTY

The cost of maintaining, operating, and replacing any and all property and equipment, real or personal, furnished by the parties hereto for fire protection purposes, shall be borne by the party owning or furnishing such property or equipment unless otherwise provided for herein or by separate written agreement.

3. JURISDICTION RELATED SPECIALIZED TRAINING

The cost of all employees requiring or attending specialized training related to operations within the jurisdiction shall be borne by the party contracting with CAL FIRE, unless otherwise provided for herein, or by a separate written agreement. Specialized training as related to this agreement is defined as any training outside of the CAL FIRE 4021 Policy and Exhibits associated with a specific classification. For the purposes of this agreement, specialized training is defined as any training that falls outside the scope of CAL FIRE Policy 4021 and its associated classification-specific exhibits. This includes, but is not limited to: Medical training beyond the Emergency Medical Responder level, Hazardous Materials training beyond First Responder Operations, Emergency Management, Technical Rescue, any other training not classified as required for the employee's CAL FIRE job classification.

4. BUDGET CONTINGENCY CLAUSE

- A. If the LOCAL AGENCY's governing authority does not appropriate sufficient funds for the current year or any subsequent years covered under this Agreement, which results in an inability to pay the STATE for the services specified in this Agreement, the LOCAL AGENCY shall promptly notify the STATE and this Agreement will terminate pursuant to the notice periods required herein.
- B. If funding for any fiscal year is reduced or deleted by the LOCAL AGENCY for purposes of this program, the LOCAL AGENCY shall promptly notify the STATE, and the STATE shall have the option to either cancel this Agreement with no liability occurring to the STATE, or offer an Agreement amendment to LOCAL AGENCY to reflect the reduced amount, pursuant to the notice terms herein.
- C. If the STATE Budget Act does not appropriate sufficient funds to provide the services for the current year or any subsequent years covered under this Agreement, which results in an inability to provide the services specified in this Agreement to the LOCAL AGENCY, the STATE shall promptly notify the LOCAL AGENCY, and this Agreement will terminate pursuant to the notice periods required herein.
- D. If funding for any fiscal year is reduced or deleted by the STATE Budget Act for purposes of this program, the STATE shall promptly notify the LOCAL AGENCY, and the LOCAL AGENCY shall have the option to either cancel this Agreement with no liability occurring to the LOCAL AGENCY, or offer an Agreement amendment to LOCAL AGENCY to reflect the reduced services, pursuant to the notice terms herein.
- E. Notwithstanding the foregoing provisions in paragraphs A and B above, the LOCAL AGENCY shall remain responsible for payment for all services actually rendered by the STATE under this Agreement regardless of LOCAL AGENCY funding being reduced, deleted or not otherwise

appropriated for this program. The LOCAL AGENCY shall promptly notify the STATE in writing of any budgetary changes that would impact this Agreement.

- F. LOCAL AGENCY and STATE agree that this Budget Contingency Clause shall not relieve or excuse either party from its obligation(s) to provide timely notice as may be required elsewhere in this Agreement.

EXHIBIT C
GENERAL TERMS AND CONDITIONS

1. **APPROVAL**: This Agreement is of no force or effect until signed by both parties and approved by the Department of General Services, if required. STATE will not commence performance until such approval has been obtained.
2. **AMENDMENT**: This Agreement may be amended by mutual consent of LOCAL AGENCY and STATE. No amendment or variation of the terms of this Agreement shall be valid unless made in writing, signed by the parties and approved as required. No oral understanding or Agreement not incorporated in the Agreement is binding on any of the parties.

If during the term of this Agreement LOCAL AGENCY shall desire a reduction in STATE civil service employees assigned to the organization provided for in Exhibit D, Schedule A, LOCAL AGENCY shall provide 120 days written notice of the requested reduction. Notification shall include the following: (1) The total amount of reduction; (2) The firm effective date of the reduction; and (3) The number of employees, by classification, affected by a reduction. If such notice is not provided, LOCAL AGENCY shall reimburse STATE for relocation costs incurred by STATE as a result of the reduction. Personnel reductions resulting solely from an increase in STATE employee salaries or STATE expenses occurring after signing this Agreement and set forth in Exhibit D, Schedule A to this Agreement shall not be subject to relocation expense reimbursement by LOCAL AGENCY.

If during the term of this Agreement costs to LOCAL AGENCY set forth in any Exhibit D, Schedule A to this Agreement increase and LOCAL AGENCY, in its sole discretion, determines it cannot meet such increase without reducing services provided by STATE, LOCAL AGENCY shall within one hundred twenty (120) days of receipt of such Schedule notify STATE and designate which adjustments shall be made to bring costs to the necessary level. If such designation is not received by STATE within the period specified, STATE shall reduce services in its sole discretion to permit continued operation within available funds.

3. **ASSIGNMENT**: This Agreement is not assignable by the LOCAL AGENCY either in whole or in part, without the consent of the STATE in the form of a formal written amendment.
4. **EXTENSION OF AGREEMENT**:
 - A. One year prior to the date of expiration of this Agreement, LOCAL AGENCY shall give STATE written notice of whether LOCAL AGENCY will extend or enter into a new Agreement with STATE for fire protection services and, if so, whether LOCAL AGENCY intends to change the level of fire protection services from that provided by this Agreement. If this Agreement is executed with less than one year remaining on the term of the Agreement, LOCAL AGENCY shall provide this written notice at the time it signs the Agreement and the one year notice requirement shall not apply.
 - B. If LOCAL AGENCY fails to provide the notice, as defined above in (A), STATE shall have the option to extend this Agreement for a period of up to one year from the original termination date and to continue providing services at the same or reduced level as STATE determines would be appropriate during the extended period of this Agreement. Six months prior to the date of expiration of this Agreement, or any extension hereof, STATE shall give written notice to LOCAL AGENCY of any extension of this Agreement and any change in the level of fire protection services STATE will provide during the extended period of this Agreement. Services provided and obligations incurred by STATE during an extended period shall be accepted by LOCAL AGENCY as services and obligations under the terms of this Agreement.
 - C. The cost of services provided by STATE during the extended period shall be based upon the amounts that would have been charged LOCAL AGENCY during the fiscal year in which the

extended period falls had the Agreement been extended pursuant hereto. Payment by LOCAL AGENCY for services rendered by STATE during the extended period shall be as provided in Exhibit B, Section 1, B of this Agreement.

5. **AUDIT:** STATE, including the Department of General Services and the Bureau of State Audits, and LOCAL AGENCY agree that their designated representative shall have the right to review and to copy any records and supporting documentation of the other party hereto, pertaining to the performance of this Agreement. STATE and LOCAL AGENCY agree to maintain such records for possible audit for a minimum of three (3) years after final payment, unless a longer period of records retention is stipulated, and to allow the auditor(s) of the other party access to such records during normal business hours and to allow interviews of any employees who might reasonably have information related to such records. STATE and LOCAL AGENCY agree to a similar right to audit records and interview staff in any subcontract related to performance of this Agreement. (Gov. Code §8546.7, Pub. Contract Code §10115 et seq., CCR Title 2, Section 1896).
6. **INDEMNIFICATION:** Each party, to the extent permitted by law, agrees to indemnify, defend and save harmless the other party, its officers, agents and employees from (1) any and all claims for economic losses accruing or resulting to any and all contractors, subcontractors, suppliers, laborers and any other person, firm, or corporation furnishing or supplying work services, materials or supplies to that party and (2) from any and all claims and losses accruing or resulting to any person, firm or corporation who may be injured or damaged by that party, in the performance of any activities of that party under this Agreement, except where such injury or damage arose from the sole negligence or willful misconduct attributable to the other party or from acts not within the scope of duties to be performed pursuant to this Agreement; and (3) each party shall be responsible for any and all claims that may arise from the behavior and/or performance of its respective employees during and in the course of their employment to this cooperative Agreement.
7. **DISPUTES:** LOCAL AGENCY shall select and appoint a "Contract Administrator" who shall, under the supervision and direction of LOCAL AGENCY, be available for contract resolution or policy intervention with the STATE's Region Chief when, upon determination by the designated STATE representative, the Unit Chief acting as LOCAL AGENCY's Fire Chief under this Agreement faces a situation in which a decision to serve the interest of LOCAL AGENCY has the potential to conflict with STATE interest or policy. Any dispute concerning a question of fact arising under the terms of this Agreement which is not disposed of within a reasonable period of time by the LOCAL AGENCY and STATE employees normally responsible for the administration of this Agreement shall be brought to the attention of the CAL FIRE Director or designee and the Chief Executive Officer (or designated representative) of the LOCAL AGENCY for joint resolution. For purposes of this provision, a "reasonable period of time" shall be ten (10) calendar days or less. STATE and LOCAL AGENCY agree to continue with the responsibilities under this Agreement during any dispute.
8. **TERMINATION FOR CAUSE/CANCELLATION:**
 - A. If LOCAL AGENCY fails to remit payments in accordance with any part of this Agreement, STATE may terminate this Agreement and all related services upon 60 days written notice to LOCAL AGENCY. Termination of this Agreement does not relieve LOCAL AGENCY from providing STATE full compensation in accordance with terms of this Agreement for services actually rendered by STATE pursuant to this Agreement.
 - B. This Agreement may be cancelled at the option of either STATE or LOCAL AGENCY at any time during its term, with or without cause, on giving one year's written notice to the other party. Either LOCAL AGENCY or STATE electing to cancel this Agreement shall give one year's written notice to the other party prior to cancellation.

9. **INDEPENDENT CONTRACTOR**: Unless otherwise provided in this Agreement LOCAL AGENCY and the agents and employees of LOCAL AGENCY, in the performance of this Agreement, shall act in an independent capacity and not as officers or employees or agents of the STATE.
10. **NON-DISCRIMINATION CLAUSE**: During the performance of this Agreement, LOCAL AGENCY shall be an equal opportunity employer and shall not unlawfully discriminate, harass, or allow harassment against any employee or applicant for employment because of sex, race, color, ancestry, religious creed, national origin, physical disability (including HIV and AIDS) mental disability, medical condition (e.g. Cancer), age (over 40), marital status, denial of family care leave, veteran status, sexual orientation, and sexual identity. LOCAL AGENCY shall insure that the evaluation and treatment of their employees and applicants for employment are free from such discrimination and harassment. LOCAL AGENCY shall comply with the provisions of the Fair Employment and Housing Act (Gov. Code §12990 (a-f) et seq.) and the applicable regulations promulgated thereunder (California Code of Regulations, Title 2, Section 7285 et seq.). The applicable regulations of the Fair Employment and Housing Commission implementing Government Code Section 12990 (a-f), set forth in Chapter 5 of Division 4 of Title 2 of the California Code of Regulations, are incorporated into this Agreement by reference and made a part hereof as if set forth in full. LOCAL AGENCY shall give written notice of their obligations under this clause to labor organizations with which they have a collective bargaining or other Agreement.
- In addition, LOCAL AGENCY acknowledges that it has obligations relating to ethics, Equal Employment Opportunity (EEO), the Fire Fighter's Bill of Rights Act (FFBOR), and the Peace Officer's Bill of Rights Act (POBOR). LOCAL AGENCY shall ensure that its employees comply with all the legal obligations relating to these areas. LOCAL AGENCY shall ensure that its employees are provided appropriate training.
11. **TIMELINESS**: Time is of the essence in the performance of this Agreement.
12. **COMPENSATION**: The consideration to be paid STATE, as provided herein, shall be in compensation for all of STATE's expenses incurred in the performance hereof, including travel, per Diem, and taxes, unless otherwise expressly so provided.
13. **GOVERNING LAW**: This Agreement is governed by and shall be interpreted in accordance with the laws of the State of California.
14. **CHILD SUPPORT COMPLIANCE ACT**: "For any Agreement in excess of \$100,000, the LOCAL AGENCY acknowledges in accordance with Public Contract Code 7110, that:
- A. The LOCAL AGENCY recognizes the importance of child and family support obligations and shall fully comply with all applicable state and federal laws relating to child and family support enforcement, including, but not limited to, disclosure of information and compliance with earnings assignment orders, as provided in Chapter 8 (commencing with section 5200) of Part 5 of Division 9 of the Family Code; and
 - B. The LOCAL AGENCY, to the best of its knowledge is fully complying with the earnings assignment orders of all employees and is providing the names of all new employees to the New Hire Registry maintained by the California Employment Development Department."

15. **UNENFORCEABLE PROVISION**: In the event that any provision of this Agreement is unenforceable or held to be unenforceable, then the parties agree that all other provisions of this Agreement have force and effect and shall not be affected thereby.

16. COMPLIANCE WITH THE HEALTH INSURANCE PORTABILITY AND ACCOUNTABILITY ACT (HIPAA)

The STATE and LOCAL AGENCY have a responsibility to comply with the provisions of the 1996 Federal Health Insurance Portability and Accountability Act (HIPAA) and the 2001 State Health Insurance Portability and Accountability Implementation Act. HIPAA provisions become applicable once the association and relationships of the health care providers are determined by the LOCAL AGENCY. It is the LOCAL AGENCY'S responsibility to determine their status as a "covered entity" and the relationships of personnel as "health care providers", "health care clearinghouse", "hybrid entities", business associates", or "trading partners". STATE personnel assigned to fill the LOCAL AGENCY'S positions within this Agreement, and their supervisors, may fall under the requirements of HIPAA based on the LOCAL AGENCY'S status. It is the LOCAL AGENCY'S responsibility to identify, notify, train, and provide all necessary policy and procedures to the STATE personnel that fall under HIPAA requirements so that they can comply with the required security and privacy standards of the act.

17. LIABILITY INSURANCE

The STATE and LOCAL AGENCY shall each provide proof of insurance in a form acceptable to the other party at no cost one to the other, to cover all services provided and use of local government facilities covered by this Agreement. If LOCAL AGENCY is insured and/or self-insured in whole or in part for any losses, LOCAL AGENCY shall provide a completed Certification of Self Insurance (Exhibit D, Schedule E) or certificate of insurance, executed by a duly authorized officer of LOCAL AGENCY. Upon request of LOCAL AGENCY the STATE shall provide a letter from DGS, Office Risk and Insurance Management executed by a duly authorized officer of STATE. If commercially insured in whole or in part, a certificate of such coverage executed by the insurer or its authorized representative shall be provided.

Said commercial insurance or self-insurance coverage of the LOCAL AGENCY shall include the following:

- A. Fire protection and emergency services - Any commercial insurance shall provide at least general liability for \$5,000,000 combined single limit per occurrence.
- B. Dispatch services – Any commercial insurance shall provide at least general liability for \$1,000,000 combined single limit per occurrence.
- C. The CAL FIRE, State of California, its officers, agents, employees, and servants are included as additional insured's for purposes of this contract.
- D. The STATE shall receive thirty (30) days prior written notice of any cancellation or change to the policy at the addresses listed on page 2 of this Agreement.

18. WORKERS COMPENSATION: (only applies where local government employees/volunteers are supervised by CAL FIRE, as listed in Exhibit D Schedule C. STATE contract employees' workers compensation is included as part of the contract personnel benefit rate).

- A. Workers' Compensation and related benefits for those persons, whose use or employment is contemplated herein, shall be provided in the manner prescribed by California Labor Codes, State Interagency Agreements and other related laws, rules, insurance policies, collective bargaining agreements, and memorandums of understanding.
- B. The STATE Unit Chief administering the organization provided for in this Agreement shall not use, dispatch or direct any non STATE employees, on any work which is deemed to be the responsibility of LOCAL AGENCY, unless and until LOCAL AGENCY provides for Workers' Compensation benefits at no cost to STATE. In the event STATE is held liable, in whole or in

part, for the payment of any Worker's Compensation claim or award arising from the injury or death of any such worker, LOCAL AGENCY agrees to compensate STATE for the full amount of such liability.

- C. The STATE /LOCAL AGENCY shall receive proof of Worker's Compensation coverage and shall be notified of any cancellation and change of coverage at the addresses listed in Section 1.

19. **CONFLICT OF INTEREST**: LOCAL AGENCY needs to be aware of the following provisions regarding current or former state employees. If LOCAL AGENCY has any questions on the status of any person rendering services or involved with the Agreement, the STATE must be contacted immediately for clarification.

Current State Employees (Public Contract Code §10410):

- 1) No officer or employee shall engage in any employment, activity or enterprise from which the officer or employee receives compensation or has a financial interest and which is sponsored or funded by any state agency, unless the employment, activity or enterprise is required as a condition of regular state employment.
- 2) No officer or employee shall contract on his or her own behalf as an independent contractor with any state agency to provide goods or services.

Former State Employees (Public Contract Code §10411):

- 1) For the two-year period from the date he or she left state employment, no former state officer or employee may enter into a contract in which he or she engaged in any of the negotiations, transactions, planning, arrangements or any part of the decision-making process relevant to the contract while employed in any capacity by any state agency.
- 2) For the twelve-month period from the date he or she left state employment, no former state officer or employee may enter into a contract with any state agency if he or she was employed by that state agency in a policy-making position in the same general subject area as the proposed contract within the 12-month period prior to his or her leaving state service.

If LOCAL AGENCY violates any provisions of above paragraphs, such action by LOCAL AGENCY shall render this Agreement void. (Public Contract Code §10420)

Members of boards and commissions are exempt from this section if they do not receive payment other than payment of each meeting of the board or commission, payment for preparatory time and payment for per diem. (Public Contract Code §10430 (e))

20. **LABOR CODE/WORKERS' COMPENSATION**: LOCAL AGENCY needs to be aware of the provisions which require every employer to be insured against liability for Worker's Compensation or to undertake self-insurance in accordance with the provisions, and LOCAL AGENCY affirms to comply with such provisions before commencing the performance of the work of this Agreement. (Labor Code Section 3700)
21. **AMERICANS WITH DISABILITIES ACT**: LOCAL AGENCY assures the State that it complies with the Americans with Disabilities Act (ADA) of 1990, which prohibits discrimination on the basis of disability, as well as all applicable regulations and guidelines issued pursuant to the ADA. (42 U.S.C. 12101 et seq.)
22. **LOCAL AGENCY NAME CHANGE**: An amendment is required to change the LOCAL AGENCY'S name as listed on this Agreement. Upon receipt of legal documentation of the name change the

STATE will process the amendment. Payment of invoices presented with a new name cannot be paid prior to approval of said amendment.

23. **RESOLUTION**: A county, city, district, or other local public body must provide the STATE with a copy of a resolution, order, motion, or ordinance of the local governing body which by law has authority to enter into an agreement, authorizing execution of the Agreement.
24. **AIR OR WATER POLLUTION VIOLATION**: Under the State laws, the LOCAL AGENCY shall not be: (1) in violation of any order or resolution not subject to review promulgated by the State Air Resources Board or an air pollution control district; (2) subject to cease and desist order not subject to review issued pursuant to Section 13301 of the Water Code for violation of waste discharge requirements or discharge prohibitions; or (3) finally determined to be in violation of provisions of federal law relating to air or water pollution.
25. **AFFIRMATIVE ACTION**. STATE certifies its compliance with applicable federal and State hiring requirements for persons with disabilities, and is deemed by LOCAL AGENCY to be in compliance with the provisions of LOCAL AGENCY'S Affirmative Action Program for Vendors.
26. **DRUG AND ALCOHOL-FREE WORKPLACE**. As a material condition of this Agreement, STATE agrees that it and its employees, while performing service for LOCAL AGENCY, on LOCAL AGENCY property, or while using LOCAL AGENCY equipment, shall comply with STATE's Employee Rules of Conduct as they relate to the possession, use, or consumption of drugs and alcohol.
27. **ZERO TOLERANCE FOR FRAUDULENT CONDUCT IN LOCAL AGENCY SERVICES**. STATE shall comply with any applicable "Zero Tolerance for Fraudulent Conduct in LOCAL AGENCY Services." There shall be "Zero Tolerance" for fraud committed by contractors in the administration of LOCAL AGENCY programs and the provision of LOCAL AGENCY services. Upon proven instances of fraud committed by the STATE in connection with performance under the Agreement, the Agreement may be terminated consistent with the termination for cause/cancellation term, Exhibit C, section 8, subsection B, of Cooperative Fire Programs Fire Protection Reimbursement Agreement, LG-1, between the California Department of Forestry and Fire Protection (CAL FIRE) and the LOCAL AGENCY.
28. **OFFICIAL INFORMATION**. "Official information" means information, regardless of the form or medium of disclosure, that has been or will be disclosed between the parties in connection with this Agreement, and all copies thereof, that has been designated by CAL FIRE and/or the LOCAL AGENCY as confidential, restricted, prohibited, or privileged by State or federal law. Official Information is intended to include information acquired in confidence by a public employee in the course of his or her duty and not open, or officially disclosed, to the public and exempt from disclosure under the Public Records Act as contemplated by Government Code section 7928.705 and Evidence Code section 1040.

Pursuant to Government Code sections 7927.500, 7927.000, 7921.505 and 7922.000, Official Information disclosed between government agencies that have agreed to treat the disclosed material as confidential remains confidential and exempt from disclosure under the Public Records Act or other similar laws.

CAL FIRE and the LOCAL AGENCY agree to take all necessary measures to protect Official Information and shall impose all the requirements of this Agreement on all of their respective officers, employees and agents with regards to access to the Confidential Information.

Any exchange of Official Information between parties shall not constitute a “waiver” of any exemption pursuant to Government Code section 7921.505. CAL FIRE and LOCAL AGENCY personnel allowed access to information designated as Confidential Information shall be limited to those persons with a demonstrable business need for such access. CAL FIRE and LOCAL AGENCY agree to provide a list of authorized personnel in writing as required by Government Code section 7921.505(c).

A party to this Agreement who experiences a security breach involving Official Information covered by this Agreement, agrees to promptly notify the other party of such breach.

29. **ENTIRE AGREEMENT**: This agreement contains the whole Agreement between the Parties. It cancels and supersedes any previous agreement for the same or similar services.
30. **LIMITED WAIVER OF SOVEREIGN IMMUNITY**: The Parties acknowledge that Grantee is a federally recognized Indian tribe and, as such, possesses sovereign immunity from suit. Nothing in this Agreement is or shall be deemed to be a general waiver of Grantee’s sovereign immunity from suit, which immunity is expressly asserted, provided, however, that Grantee hereby expressly, unequivocally, and irrevocably provides a limited waiver of sovereign immunity from suit to allow CAL FIRE to exercise all of its rights under the terms of this Agreement, and Grantee consents to suit in any court of the State of California for any claim to interpret or enforce this Agreement. Grantee’s limited waiver of sovereign immunity is applicable solely to claims by the State of California, through CAL FIRE and its departments, their successors and assigns. This limited waiver of sovereign immunity does not apply to claims by any other person, corporation, partnership, governmental body, or other entity. Claims hereunder shall allow for the remedies of specific performance, injunctive relief, declaratory relief, and monetary damages. The Parties agree to meet and confer to seek to resolve any disputes arising under this Agreement before pursuing legal action against the Tribe.

EXHIBIT D
ADDITIONAL PROVISIONS

EXCISE TAX: State of California is exempt from federal excise taxes, and no payment will be made for any taxes levied on employees' wages. STATE will pay any applicable State of California or local sales or use taxes on the services rendered or equipment or parts supplied pursuant to this agreement. The STATE may pay any applicable sales and use tax imposed by another state.

Schedules

The following Schedules are included as part of this agreement (check boxes if they apply):

- A. Fiscal Display, PRC 4142 AND/OR PRC 4144** - STATE provided LOCAL AGENCY funded fire protection services. State-owned vehicles shall be operated and maintained in accordance with policies of STATE at rates listed in Exhibit D, Schedule A.
- B. STATE Funded Resource** - A listing of personnel, crews and major facilities of the STATE overlapping or adjacent to the local agency area that may form a reciprocal part of this agreement.
- C. LOCAL AGENCY Provided Local Funded Resources** - A listing of services, personnel, equipment and expenses, which are paid directly by the local agency, but which are under the supervision of the Unit Chief.
- D. LOCAL AGENCY Owned STATE Maintained Vehicles** - Vehicle information pertaining to maintenance responsibilities and procedures for local agency-owned vehicles that may be a part of the agreement.

LOCAL AGENCY-owned firefighting vehicles shall meet and be maintained to meet minimum safety standards set forth in Title 49, Code of Federal Regulations; and Titles 8 and 13, California Code of Regulations.

LOCAL AGENCY-owned vehicles that are furnished to the STATE shall be maintained and operated in accordance to LOCAL AGENCY policies. In the event LOCAL AGENCY does not have such policies, LOCAL AGENCY-owned vehicles shall be maintained and operated in accordance with STATE policies. The cost of said vehicle maintenance and operation shall be at actual cost or at rates listed in Exhibit D, Schedule D.

Exhibit D, Schedule D is incorporated into this section if LOCAL AGENCY-owned vehicles listed in Exhibit D, Schedule D are to be operated, maintained, and repaired by STATE.

LOCAL AGENCY assumes full responsibility for all liabilities associated therewith in accordance with California Vehicle Code Sections 17000, 17001 et seq. STATE employees operating LOCAL AGENCY-owned vehicles shall be deemed employees of LOCAL AGENCY, as defined in Vehicle Code Section 17000. Except where LOCAL AGENCY would have no duty to indemnify STATE under Exhibit C, Section 6 for all LOCAL AGENCY-owned vehicles operated or used by employees of STATE under this agreement.

LOCAL AGENCY employees, who are under the supervision of the Unit Chief and operating State-owned motor vehicles, as a part of the duties and in connection with fire protection and other emergency services, shall be deemed employees of STATE, as defined in Vehicle Code Section 17000 for acts or omissions in the use of such vehicles. Except where STATE would have no duty to indemnify LOCAL AGENCY under Exhibit C, Section 6.

- E. Certification of Insurance** - Provider Insurance Certification and/or proof of self-insurance.

Contractor Name: City of Atwater

Contract No: 4CA07743

Page No.: 19

EXHIBIT D, SCHEDULE A

LOCAL FUNDED – STATE RESOURCES

FISCAL DISPLAY

PRC 4142

NAME OF LOCAL AGENCY: City of Atwater

CONTRACT NUMBER: **4CA07743**

Index: 4200

PCA: 48120

Fiscal Year: 2026/27 to 2028/29

This is Schedule A of Cooperative Agreement originally dated July 1, 2026, by and between CAL FIRE of the State of California and LOCAL AGENCY.

(See Attached)

Unit: MMU

Contract Name: City of Atwater

Agreement Total	\$18,624,412
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Contract No.: 4CA07743

Page No.: 20

Fiscal Year 26/27	
48120 PS Total	\$5,812,099
48120 OE Total	\$95,725

TOTAL	\$5,907,823
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Fiscal Year 27/28 (+5%)	
48120 PS Total	\$6,102,703
48120 OE Total	\$100,511

TOTAL	\$6,203,214
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Fiscal Year 28/29 (+5%)	
48120 PS Total	\$6,407,839
48120 OE Total	\$105,536

TOTAL	\$6,513,375
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Fiscal Year: 2026	Unit: MMU	Sub Total	\$5,161,263	Contract Name:	City of Atwater
Index: 4200		Admin	\$650,835	12.61%	
PCA: 48120		Total	\$5,812,099	Contract No.: 4CA07743	
PRC: 4210				Page No.:	21
Comments	Overtime Total:		\$189,836		

This is a Schedule A - 4142 of the Cooperative Agreement, dated July 1, 2026 between "City of Atwater" and The California Department of Forestry and Fire Protection (CAL FIRE)	CAL FIRE Unit Chief	Chris Trindade
	CAL FIRE Region Chief	Mike Van Loben Seles
	Staff Benefit Rate as of 7/1/26 for POF Classifications	89.97%
	Staff Benefit Rate as of 7/1/26 for SAF Classifications	62.10%
	Staff Benefit Rate as of 7/1/26 for MIS Classifications	76.81%

Number of Positions	Classification/ad-ons (Pick From List)	RET.	Period	Salary Months	Salary Rate	Total Salary	EDWC Rate	EDWC Periods	Total EDWC	Salary Benefits	FFI UI	EDWC Benefits	Total Salary & EDWC	Total Position Cost
0.2	Assistant Chief (Supervisory) - Division Chief	POF		12	\$13,674	\$32,818	\$0	12	\$0	\$29,526	\$0	\$0	\$62,344	\$67,893
0.2	Longevity Pay Differential - 7%	POF		12	\$0	\$2,297			\$0	\$2,067		\$0	\$4,364	
0.2	Assistant Chief Pay Differential	POF		12	\$260	\$624			\$0	\$561		\$0	\$1,185	
		POF			\$0	\$0			\$0	\$0		\$0	\$0	
		POF			\$0	\$0			\$0	\$0		\$0	\$0	
	Overtime	POF			\$0	\$0			\$0	\$0		\$0	\$0	
2.5	Battalion Chief	POF		12	\$8,930	\$267,894	\$3,639	12	\$109,170	\$241,024	\$0	\$60,000	\$678,088	\$752,410
2.5	Education Incentive Pay Differential	POF		12	\$150	\$4,500			\$0	\$4,049		\$0	\$8,549	
2	Hazmat Pay Differential	POF		12	\$150	\$3,600			\$0	\$3,239		\$0	\$6,839	
2	Longevity Pay Differential - 7%	POF		12	\$0	\$15,002			\$0	\$13,497		\$0	\$28,499	
		POF			\$0	\$0			\$0	\$0		\$0	\$0	
	Overtime	POF				\$30,000			\$0	\$435		\$0	\$30,435	
6	Fire Captain, Range A	POF		12	\$7,694	\$553,943	\$3,143	12	\$226,296	\$498,382	\$0	\$124,372	\$1,402,993	\$1,491,219
6	Education Incentive Pay Differential	POF		12	\$150	\$10,800			\$0	\$9,717		\$0	\$20,517	
2	Hazmat Pay Differential	POF		12	\$150	\$3,600			\$0	\$3,239		\$0	\$6,839	
		POF			\$0	\$0			\$0	\$0		\$0	\$0	
		POF			\$0	\$0			\$0	\$0		\$0	\$0	
	Overtime	POF				\$60,000			\$0	\$870		\$0	\$60,870	
6	Fire Apparatus Engineer, Range A	POF		12	\$6,856	\$493,648	\$2,807	12	\$202,104	\$444,135	\$0	\$111,076	\$1,250,964	\$1,322,206
6	Education Incentive Pay Differential	POF		12	\$150	\$10,800			\$0	\$9,717		\$0	\$20,517	
		POF			\$0	\$0			\$0	\$0		\$0	\$0	
		POF			\$0	\$0			\$0	\$0		\$0	\$0	
		POF			\$0	\$0			\$0	\$0		\$0	\$0	
	Overtime	POF				\$50,000			\$0	\$725		\$0	\$50,725	
6	Fire Fighter II, Range A	POF		12	\$6,181	\$445,014	\$2,536	12	\$182,592	\$400,379	\$0	\$100,353	\$1,128,338	\$1,168,918
		POF			\$0	\$0			\$0	\$0		\$0	\$0	
		POF			\$0	\$0			\$0	\$0		\$0	\$0	
		POF			\$0	\$0			\$0	\$0		\$0	\$0	
		POF			\$0	\$0			\$0	\$0		\$0	\$0	
	Overtime	POF				\$40,000			\$0	\$580		\$0	\$40,580	
1.5	Communications Operator, Range A	SAF		12	\$6,459	\$116,262	\$0	0	\$0	\$72,199	\$0	\$0	\$188,461	\$193,533
		SAF			\$0	\$0			\$0	\$0		\$0	\$0	
		SAF			\$0	\$0			\$0	\$0		\$0	\$0	
		SAF			\$0	\$0			\$0	\$0		\$0	\$0	
		SAF			\$0	\$0			\$0	\$0		\$0	\$0	
	Overtime	SAF				\$5,000			\$0	\$73		\$0	\$5,073	
0.2	Personnel Specialist	MIS		12	\$6,682	\$16,037	\$0	0	\$0	\$12,318	\$0	\$0	\$28,355	\$29,772
0.2	Longevity Pay Differential - 5%	MIS		12	\$0	\$802			\$0	\$616		\$0	\$1,418	
		MIS			\$0	\$0			\$0	\$0		\$0	\$0	
		MIS			\$0	\$0			\$0	\$0		\$0	\$0	
		MIS			\$0	\$0			\$0	\$0		\$0	\$0	
	Overtime	MIS				\$0			\$0	\$0		\$0	\$0	

Fiscal Year: 2026			Sub Total	\$5,161,263		Contract Name:	City of Atwater
Index: 4200		Unit: MMU	Admin	\$650,835	12.61%	Contract No.: 4CA07743	
PCA: 48120			Total	\$5,812,099		Page No.: 22	
PRC: 4210			Overtime Total: \$189,836				
Comments							

1	Analyst I	MIS		12	\$6,276	\$75,312	\$0	0	\$0	\$57,847	\$0	\$0	\$133,159	\$135,312
		MIS			\$0	\$0			\$0	\$0		\$0	\$0	
		MIS			\$0	\$0			\$0	\$0		\$0	\$0	
		MIS			\$0	\$0			\$0	\$0		\$0	\$0	
		MIS			\$0	\$0			\$0	\$0		\$0	\$0	
	Overtime	MIS				\$2,000			\$0	\$153		\$0	\$2,153	
					\$0	\$0		0	\$0	\$0		\$0	\$0	\$0
					\$0	\$0			\$0	\$0		\$0	\$0	
					\$0	\$0			\$0	\$0		\$0	\$0	
					\$0	\$0			\$0	\$0		\$0	\$0	
	Overtime					\$0			\$0	\$0		\$0	\$0	\$0
					\$0	\$0		0	\$0	\$0		\$0	\$0	\$0
					\$0	\$0			\$0	\$0		\$0	\$0	
					\$0	\$0			\$0	\$0		\$0	\$0	
					\$0	\$0			\$0	\$0		\$0	\$0	
	Overtime					\$0			\$0	\$0		\$0	\$0	\$0
					\$0	\$0		0	\$0	\$0		\$0	\$0	\$0
					\$0	\$0			\$0	\$0		\$0	\$0	
					\$0	\$0			\$0	\$0		\$0	\$0	
					\$0	\$0			\$0	\$0		\$0	\$0	
	Overtime					\$0			\$0	\$0		\$0	\$0	\$0
					\$0	\$0		0	\$0	\$0		\$0	\$0	\$0
					\$0	\$0			\$0	\$0		\$0	\$0	
					\$0	\$0			\$0	\$0		\$0	\$0	
					\$0	\$0			\$0	\$0		\$0	\$0	
	Overtime					\$0			\$0	\$0		\$0	\$0	\$0
					\$0	\$0		0	\$0	\$0		\$0	\$0	\$0
					\$0	\$0			\$0	\$0		\$0	\$0	
					\$0	\$0			\$0	\$0		\$0	\$0	
					\$0	\$0			\$0	\$0		\$0	\$0	
	Overtime					\$0			\$0	\$0		\$0	\$0	\$0

Fiscal Year: 2026
Index: 4200
PCA: 48120
PRC: 4210

Uniform Benefits	\$639
Sub Total	\$85,005
Admin	\$10,719
Total	\$95,725

Contract Name: City of Atwater
Contract No.: 4CA07743
Page No.: 23
12.61%

Comments

This is a Schedule A - 4142 of the Cooperative Agreement, dated July 1, 2026 between "City of Atwater" and The California Department of Forestry and Fire Protection (CAL FIRE)

Category (Pick from List)	Details	Number	Months	Rate	Sub-Total	1.45% Uniform Benefits	Total
UNIFORM ALLOWANCE FOR BUS		20.70	12.00	\$178	\$ 44,091	\$ 639	\$ 44,730
UNIFORM ALLOWANCE FOR COMM OP		1.50	12.00	\$104	\$ 1,875		\$ 1,875
GENERAL EXPENSE	PPE	1.00	1.00	\$15000	\$ 15,000		\$ 15,000
UTILITIES		1.00	1.00	\$6000	\$ 6,000		\$ 6,000
COMMUNICATIONS		1.00	1.00	\$5000	\$ 5,000		\$ 5,000
OTHER ITEMS OF EXPENSE	Telephones	1.00	12.00	\$200	\$ 2,400		\$ 2,400
TRAINING		1.00	1.00	\$10000	\$ 10,000		\$ 10,000

Contractor Name: City of Atwater

Contract No: 4CA07743

Page No.: 24

EXHIBIT D, SCHEDULE B

STATE FUNDED RESOURCES

NAME OF LOCAL AGENCY:City of Atwater

This is Schedule B of Cooperative Agreement originally dated July 1, 2026, by and between CAL FIRE of the State of California and LOCAL AGENCY.

FISCAL YEAR: **2026/27 to 2028/29**

(See Attached)

EXHIBIT D, SCHEDULE B
STATE FUNDED RESOURCES

MADERA-MARIPOSA-MERCED UNIT

Administration:

Unit Chief (1)
Deputy Chief (1)
Division Chief Operations (1)
Division Chief Camp Administrator/ Operations (1)
Division Chief Management Services (1)
Battalion Chief Fire Prevention (2)
Battalion Chief Training (1)
Battalion Chief Emergency Command Center (1)
Battalion Chief Operations (4.5)
Forester (1)
Forester II (1)
Fire Captain Fire Prevention/ Pre-fire Management (4)
Fire Captain Emergency Command Center (3)
Forestry Equipment Manager (1)
Heavy Equipment Mechanic (2)
Forestry Logistics Officer (1)
Clerical Positions (5)

Fire Control – Year Long:

Fire Captain - Crew (10)
Fire Captain - Stations (24)
Fire Apparatus Engineers (12)
Heavy Fire Equipment Operators (6)

Fire Control – Seasonal:

Fire Captain – Station (3)
Fire Apparatus Engineers (6)
Fire Fighters (85)

EXHIBIT D, SCHEDULE C

LOCAL FUNDED LOCAL RESOURCES
ASSIGNED TO THE CAL FIRE UNIT

NAME OF LOCAL AGENCY:City of Atwater

This is Schedule C of Cooperative Agreement originally dated July 1, 2026, by and between CAL FIRE of the State of California and LOCAL AGENCY.

FISCAL YEAR: 2026/27 to 2028/29

(See Attached)

EXHIBIT D, SCHEDULE C
LOCAL FUNDED LOCAL RESOURCES
ASSIGNED TO THE CAL FIRE UNIT

Fire Stations:

Atwater City Fire Station 41
Atwater City Fire Station 42

Equipment:

1 – Sedan

- 2000 Crown Victoria – A41

4 – Pick ups

- 2023 Chevy 2500 – B14
- 2023 Chevy 2500 – B24
- 2017 Chevy 2500 – U41
- 2017 Chevy 2500 – U42

4 – Engines

- 2025 Dodge 5500 – E642
- 2020 Rosenbauer – E41
- 2010 Ferrara – E42
- 1999 Spartan – E241

1 – Ladder Truck

- 2014 Rosenbauer – T42

1 – Prevention Trailer

1 – Rehab/Air Trailer

EXHIBIT D, SCHEDULE E

This is Schedule E of Cooperative Agreement originally dated July 1, 2026, by and between the CAL FIRE of the State of California and LOCAL AGENCY

NAME OF LOCAL AGENCY:City of Atwater

The CAL FIRE, State of California and its officers, agents, employees, and servants are included as additional insured for the purposes of this contract. The State shall receive thirty (30) days prior written notice of any cancellation or change to the policy at the addresses listed in LG1, Page 2.

FISCAL YEAR: 2026/27 to 2028/29

SELF-INSURANCE CERTIFICATION BY LOCAL AGENCY FOR TORT LIABILITY

This is to certify that LOCAL AGENCY has elected to be self-insured under the self-insurance provision provided in Exhibit C, Section 17.

By: _____ Signature _____ Printed Name

_____ Title _____ Date

SELF-INSURANCE CERTIFICATION BY LOCAL AGENCY FOR WORKER'S COMPENSATION BENEFITS

This is to certify that LOCAL AGENCY has elected to be self-insured for Workers' Compensation benefits which comply with [Labor Code Section 3700](#) as provided in Exhibit C, Section 18.

By: _____ Signature _____ Printed Name

_____ Title _____ Date

SELF-INSURANCE CERTIFICATION BY LOCAL AGENCY FOR LOCAL AGENCY-OWNED VEHICLES

This is to certify that LOCAL AGENCY has elected to be self-insured for local agency-owned vehicles under the self-insurance provision provided in Exhibit D, Schedule D.

By: _____ Signature _____ Printed Name

_____ Title _____ Date

EXHIBIT E
DESCRIPTION OF OTHER SERVICES (PAGE 1)

NAME OF LOCAL AGENCY: City of Atwater

This is a description of lead positions within the Schedule A Cooperative Agreement originally dated July 1, 2026 by and between CAL FIRE of the State of California and City of Atwater.

FISCAL YEAR: 2026/2027 to 2028/2029

Administration:

Division Chief:

Supervise the Battalion Chiefs and manage routine administration affecting the Division. Attend City Council and other routine meetings as requested by the Battalion Chief and/or City Manager. Maintain a good working relationship with the City Manager, Chief of Police, Mayor and City Council members to ensure cooperative fire protection. Act on behalf of the Battalion Chief in their absence, for meetings, presentations or as requested.

Battalion Chief/Operations:

Attend weekly Staff Meetings, draft City Council reports and review fire code changes as required. Attend City Council and Public Safety Meetings and present staff reports as required. Attend the Fourth of July, Fall Festival meetings and other special events as required. Meet with School Officials, Developers, and Architects for fire code inquiries. Approve plans as necessary. Manage reserve and Community Emergency Response Team (CERT) Program. Work with Office of Emergency Services and Merced County on grants, training and safety issues, including OES Emergency Operations Plan, and provide training and exercises to City staff as required. Respond to emergency incidents after hours and weekends when requested, including but not limited to, structure fires, Hazardous Materials, major/multiple injury vehicle accidents, and mass casualty incidents. Oversee Annual Certification testing of SCBA, air compressor, ladders, hose, rescue equipment and other fire department related testing procedures required by local, state and federal law, including Semi-Annual Flow testing and flushing for hydrants. Represent the City of Atwater Fire Department in local, state and federal activities, such as Merced County Area Chief Meetings, M4C, Merced County OES Exercises and other related duties. Coordinate grant funding request with City Grants Manager. Assist with other Departments in a cohesive manner. Atwater City Stations will be staffed at a minimum of 3-person staffing, 7 days per week, 24 hours per day.

EXHIBIT E
DESCRIPTION OF OTHER SERVICES (PAGE 2)

Prevention:

Battalion Chief - Fire Marshal Officer

Attend weekly Staff Meetings, draft City Council reports and review fire code changes as required. Attend City Council and Public Safety Meetings and present staff reports as required. Attend the Fourth of July, Fall Festival meetings and other special events as required. Meet with School Officials, Developers, and Architects for fire code inquiries. Approve plans as necessary. Manage Business and Apartment Building Inspection Program. Maintain inspections records. Coordinate inspection records with finance for appropriate billing. Support schools and local service groups request for fire safety presentations. Manage Weed abatement Program, Fireworks booth, and Safe & Sane Program. Coordinate Safety trailer presentations for the Fourth of July, Fall Festival, and other requested events. Participate in the Every "15" Minutes program, drug store program, and seasonal PSA's as required. Coordinate cooling centers with other local agencies. Provide information as needed for the City Newsletter. (In the absence of a Fire Marshal Officer, the Battalion Chief is responsible for ensuring these duties are completed in a timely manner.)

Training:

Fire Captains

Coordinate CPR/First Aid training to Atwater City employees. Provide Incident Action Planning for all city sponsored events. Manage the Reserve Firefighter Training Program.



AGENDA REPORT

CITY COUNCIL

Mike Nelson

John Cale
Danny Ambriz

Brian Raymond
Kalisa Rochester

MEETING DATE: June 8, 2026
TO: Mayor and City Council
FROM: Jana Sousa, Human Resources Director
PREPARED BY: Jana Sousa, Human Resources Director
SUBJECT: **Approving and Ratifying a Side Letter Agreement Between the City of Atwater and the Atwater Miscellaneous Employees Unit American Federation of State, County, and Municipal Employees (AFSCME), Local 2703, Council 57, Regarding Terms and Conditions of Employment Relating to Article 6 (Salaries), Section 6.1 (Salary Ranges) and Section 6.2 (Job Classification Review and Compensation Adjustments) of the Current Memorandum of Understanding (MOU) (Human Resources Director Sousa)**

RECOMMENDED COUNCIL ACTION

Adoption of Resolution No. 3621-26 Approving and Ratifying a Side Letter Agreement Between the City of Atwater and the Atwater Miscellaneous Employees Unit American Federation of State, County, and Municipal Employees (AFSCME), Local 2703, Council 57, Regarding Terms and Conditions of Employment Relating to Article 6 (Salaries), Section 6.1 (Salary Ranges) and Section 6.2 (Job Classification Review and Compensation Adjustments) of the Current Memorandum of Understanding (MOU) and Authorizing and Directing the City Manager to Execute the Agreement on Behalf of the City.

I. BACKGROUND/ANALYSIS:

The City of Atwater (“City”) and the Atwater Miscellaneous Employees Unit American Federation of State, County, and Municipal Employees (AFSCME), Local 2703, Council 57, entered into its most recent Memorandum of Understanding (MOU) with an effective date of July 1, 2022. The term of the current MOU expires on June 30, 2027.

The AFSCME Miscellaneous Unit approached the City with a request to re-open the current MOU per Article 22 (Term of Agreement). The City’s negotiating team and the AFSCME Miscellaneous Unit met and conferred in good faith. A tentative agreement was reached between the two parties pertaining to salaries and a total compensation study. As such, a request has been made to amend Article 6 (Salaries), Section 6.1 (Salary Ranges) and Section 6.2 (Job Classification Review and Compensation

Adjustments)

The proposed side letter includes language changes to Article 6, Sections 6.1 and 6.2 of the current MOU which are outlined in Exhibit A. All proposed changes to language are outlined in track changes.

II. FISCAL IMPACTS:

The agreement includes a two percent (2%) Cost of Living Adjustment (COLA) for employees represented by the AFSCME Miscellaneous Unit, contingent upon City Council approval of the Fiscal Year 2026-27 Budget. Funding for the COLA is incorporated into the FY 2026-27 budget.

Additionally, the agreement provides for the issuance of a Request for Proposals (RFP) for a Total Compensation Study. The cost of the study is unknown at this time and will be determined upon completion of the RFP process and selection of a consultant. Any associated costs will be brought forward for Council consideration through a future budget amendment or appropriation, if necessary.

This item has been reviewed by the Finance Department.

III. LEGAL REVIEW:

This item has been reviewed by the City Attorney's Office.

IV. EXISTING POLICY:

N/A

V. ALTERNATIVES:

N/A

VI. INTERDEPARTMENTAL COORDINATION:

The Human Resources Director has coordinated with the City Manager's Office to present this item to the City Council for action.

VII. PUBLIC PARTICIPATION:

The public will have an opportunity to provide comments on this item prior to City Council action.

VIII. ENVIRONMENTAL REVIEW:


This item is not a "project" under the California Environmental Quality Act (CEQA) as employment agreements would not cause either a direct physical change in the environment, or a reasonably foreseeable indirect physical change in the environment,

pursuant to Public Resources Code section 21065.

IX. STEPS FOLLOWING APPROVAL:

Upon approval of the side letter agreement, staff will route the agreement for signatures and begin the implementation process.

Submitted by:



Jana Sousa, Human Resources Director

Approved by:



Chris Hoem, City Manager

Attachments:

1. Resolution Approving and Ratifying Side Letter Agreement with AFSCME Relating to Misc Unit MOU Sections 6.1 and 6.2



**CITY COUNCIL
OF THE
CITY OF ATWATER**

RESOLUTION NO. XXXX-26

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ATWATER APPROVING AND RATIFYING A SIDE LETTER AGREEMENT BETWEEN THE CITY OF ATWATER AND THE ATWATER MISCELLANEOUS EMPLOYEES UNIT, AMERICAN FEDERATION OF STATE, COUNTY, AND MUNICIPAL EMPLOYEES (AFSCME), LOCAL 2703, COUNCIL 57, REGARDING TERMS AND CONDITIONS OF EMPLOYMENT RELATING TO ARTICLE 6 (SALARIES), SECTION 6.1 (SALARY RANGES) AND SECTION 6.2 (JOB CLASSIFICATION REVIEW AND COMPENSATION ADJUSTMENTS) OF THE CURRENT MEMORANDUM OF UNDERSTANDING (MOU) AND AUTHORIZING THE CITY MANAGER TO EXECUTE THE AGREEMENT ON BEHALF OF THE CITY

WHEREAS, the American Federation of State, County, and Municipal Employees (“AFSCME”) represents certain employee classifications in the City of Atwater (“City”) assigned to the Miscellaneous Unit; and

WHEREAS, the terms of the current Memorandum of Understanding (“MOU”) between the City and AFSCME expire on June 30, 2027; and

WHEREAS, City representatives have in good faith met and conferred with representatives of the AFSCME bargaining unit regarding certain terms and conditions of employment and have reached an agreement relating to salaries and a total compensation study; and

WHEREAS, the City has received notification from AFSCME that the Miscellaneous Unit is in agreement with ratification of the attached Side Letter Agreement; and

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Atwater does hereby approve and ratify the AFSCME Side Letter “Exhibit A” attached hereto and made a part herein.

BE IT FURTHER RESOLVED that the City Manager is hereby authorized to make revisions, corrections, or alterations to the text of the Agreement described in "Exhibit A" to correct typographical errors so long as it does not substantially change content.

The foregoing resolution is hereby adopted this 8th day of June 2026.

AYES:
NOES:
ABSENT:

APPROVED:

MIKE NELSON, MAYOR

ATTEST:

KORY J. BILLINGS, CITY CLERK

EXHIBIT A

SIDE LETTER AGREEMENT BETWEEN THE CITY OF ATWATER ("CITY") AND ATWATER MISCELLANEOUS EMPLOYEES UNIT AMERICAN FEDERATION OF STATE, COUNTY, AND MUNICIPAL EMPLOYEES (AFSCME), LOCAL 2703, COUNCIL 57, PERTAINING TO CERTAIN TERMS AND CONDITIONS OF EMPLOYMENT

The City and AFSCME have reached an agreement concerning certain matters pertaining to terms and conditions of employment relating to salary covered under the current Memorandum of Understanding (MOU) expiring June 30, 2027. Unless otherwise specified in this agreement, these terms and conditions shall be effective June 18, 2026, and integrated into the existing MOU amending only Sections 6.1 and 6.2 as follows:

Section 6.1: Salary Ranges

A four percent (4%) cost-of living adjustment (COLA) for all Miscellaneous Employees bargaining unit employees effective upon the first pay period following adoption of Fiscal Year 2022-23 Budget or following the first pay period following adoption of a Resolution ratifying the MOU by the City Council (whichever is later).

A stipulated four percent (4%) cost-of-living adjustment (COLA) for all Miscellaneous Employees bargaining unit employees effective upon the first pay period following adoption of Fiscal Year 2023-24 Budget or following the first pay period in Fiscal Year 2023-24 (whichever is later) contingent upon the successful passage of a successor measure to replace the expiring public safety tax.

Following adoption of the Fiscal Year 2026-27 Budget, a two percent (2%) cost-of-living adjustment (COLA) for all Miscellaneous Employees bargaining unit employees effective the first pay period of Fiscal Year 2026-27.

Section 6.2: Job Classification Review and Compensation Adjustments

The City recognizes the need to periodically review job classifications and compensation for purposes of evaluating the applicability of specific job-related requirements, internal equity, external competitiveness, and ~~to evaluate~~ associated salary ranges. To this end, the City ~~and the Union agrees~~ to meet and confer through the Labor Management Committee to review the job classifications in the Miscellaneous Employees Unit and evaluate possible equity adjustments. initiate and fully fund a total compensation study for classifications within the Miscellaneous Employees Unit.

The total compensation study shall be conducted by a consultant selected by the City and shall include salary, employer-paid benefits, and other forms of compensation customarily reviewed in public sector compensation analyses, using up to twelve (12) comparator cities, as determined by the City in consultation with the selected consultant.

Upon completion of the study, the City shall provide the results to the Union and meet and confer regarding the findings, including consideration of any recommended compensation or equity adjustments identified through the study process.

All other provisions of the MOU between this City and AFSCME shall remain unchanged.

[SIGNATURES ON FOLLOWING PAGE]

FOR THE UNION:



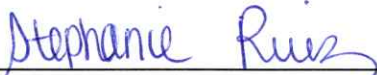
Gary Ferraris, Union Representative
AFSCME Local 2703, Council 57, AFL-CIO




Phillip Fierro, Sewer Maintenance Worker II
Miscellaneous Unit Representative



Logan Taylor, Water Systems Operator I
Miscellaneous Unit Representative



Stephanie Ruiz, Building Permit Technician II
Miscellaneous Unit Representative



Joseph Murillo, Accounting Technician
Miscellaneous Unit Representative

FOR THE CITY:

Christopher Hoem, City Manager
City of Atwater

Jana R. Sousa, Human Resources Director
City of Atwater

Frank Splendorio, City Attorney
City of Atwater



AGENDA REPORT

CITY COUNCIL

Mike Nelson

John Cale
Danny Ambriz

Brian Raymond
Kalisa Rochester

MEETING DATE: June 8, 2026
TO: Mayor and City Council
FROM: Jana Sousa, Human Resources Director
PREPARED BY: Jana Sousa, Human Resources Director
SUBJECT: **Approving and Ratifying a Side Letter Agreement Between the City of Atwater and the Atwater Mid-Managers Group American Federation of State, County, and Municipal Employees (AFSCME), Local 2703, Council 57, Regarding Terms and Conditions of Employment Relating to Article 6 (Salaries), Section 6.1 (Salary Ranges) and Section 6.2 (Job Classification Review and Compensation Adjustments) of the Current Memorandum of Understanding (MOU) (Human Resources Director Sousa)**

RECOMMENDED COUNCIL ACTION

Adoption of Resolution No. 3622- 26 Approving and Ratifying a Side Letter Agreement Between the City of Atwater and the Atwater Mid-Managers Group American Federation of State, County, and Municipal Employees (AFSCME), Local 2703, Council 57, Regarding Terms and Conditions of Employment Relating to Article 6 (Salaries), Section 6.1 (Salary Ranges) and Section 6.2 (Job Classification Review and Compensation Adjustments) of the Current Memorandum of Understanding (MOU) and Authorizing and Directing the City Manager to Execute the Agreement on Behalf of the City.

I. BACKGROUND/ANALYSIS:

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Adjustments)

The proposed side letter includes language changes to Article 6, Sections 6.1 and 6.2 of the current MOU which are outlined in Exhibit A. All proposed changes to language are outlined in track changes.

II. FISCAL IMPACTS:

The agreement includes a two percent (2%) Cost of Living Adjustment (COLA) for employees represented by the AFSCME Mid-Managers Group, contingent upon City Council approval of the Fiscal Year 2026-27 Budget. Funding for the COLA is incorporated into the FY 2026-27 budget.

Additionally, the agreement provides for the issuance of a Request for Proposals (RFP) for a Total Compensation Study. The cost of the study is unknown at this time and will be determined upon completion of the RFP process and selection of a consultant. Any associated costs will be brought forward for Council consideration through a future budget amendment or appropriation, if necessary.

This item has been reviewed by the Finance Department.

III. LEGAL REVIEW:

This item has been reviewed by the City Attorney's Office.

IV. EXISTING POLICY:

N/A

V. ALTERNATIVES:

N/A

VI. INTERDEPARTMENTAL COORDINATION:

The Human Resources Director has coordinated with the City Manager's Office to present this item to the City Council for action.

VII. PUBLIC PARTICIPATION:

The public will have an opportunity to provide comments on this item prior to City Council action.

VIII. ENVIRONMENTAL REVIEW:

This item is not a "project" under the California Environmental Quality Act (CEQA) as employment agreements would not cause either a direct physical change in the environment, or a reasonably foreseeable indirect physical change in the environment,

pursuant to Public Resources Code section 21065.

IX. STEPS FOLLOWING APPROVAL:

Upon approval of the side letter agreement, staff will route the agreement for signatures and begin the implementation process.

Submitted by:



Jana Sousa, Human Resources Director

Approved by:



Chris Hoem, City Manager

Attachments:

1. Resolution Approving and Ratifying Side Letter Agreement with AFSCME Relating to Mid-Managers Group MOU Sections 6.1 and 6.2



**CITY COUNCIL
OF THE
CITY OF ATWATER**

RESOLUTION NO. XXXX-26

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ATWATER APPROVING AND RATIFYING A SIDE LETTER AGREEMENT BETWEEN THE CITY OF ATWATER AND THE ATWATER MID-MANAGERS GROUP, AMERICAN FEDERATION OF STATE, COUNTY, AND MUNICIPAL EMPLOYEES (AFSCME), LOCAL 2703, COUNCIL 57, REGARDING TERMS AND CONDITIONS OF EMPLOYMENT RELATING TO ARTICLE 6 (SALARIES), SECTION 6.1 (SALARY RANGES) AND SECTION 6.2 (JOB CLASSIFICATION REVIEW AND COMPENSATION ADJUSTMENTS) OF THE CURRENT MEMORANDUM OF UNDERSTANDING (MOU) AND AUTHORIZING THE CITY MANAGER TO EXECUTE THE AGREEMENT ON BEHALF OF THE CITY

WHEREAS, the American Federation of State, County, and Municipal Employees (“AFSCME”) represents certain employee classifications in the City of Atwater (“City”) assigned to the Mid-Managers Group; and

WHEREAS, the terms of the current Memorandum of Understanding (“MOU”) between the City and AFSCME expire on June 30, 2027; and

WHEREAS, City representatives have in good faith met and conferred with representatives of the AFSCME bargaining unit regarding certain terms and conditions of employment and have reached an agreement relating to salaries and a total compensation study; and

WHEREAS, the City has received notification from AFSCME that the Mid-Managers Group is in agreement with ratification of the attached Side Letter Agreement; and

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Atwater does hereby approve and ratify the AFSCME Side Letter “Exhibit A” attached hereto and made a part herein.

BE IT FURTHER RESOLVED that the City Manager is hereby authorized to make revisions, corrections, or alterations to the text of the Agreement described in "Exhibit A" to correct typographical errors so long as it does not substantially change content.

The foregoing resolution is hereby adopted this 8th day of June 2026.

AYES:

NOES:

ABSENT:

APPROVED:

MIKE NELSON, MAYOR

ATTEST:

KORY J. BILLINGS, CITY CLERK

EXHIBIT A

SIDE LETTER AGREEMENT BETWEEN THE CITY OF ATWATER ("CITY") AND ATWATER MID-MANAGERS GROUP AMERICAN FEDERATION OF STATE, COUNTY, AND MUNICIPAL EMPLOYEES (AFSCME), LOCAL 2703, COUNCIL 57, PERTAINING TO CERTAIN TERMS AND CONDITIONS OF EMPLOYMENT

The City and AFSCME have reached an agreement concerning certain matters pertaining to terms and conditions of employment relating to salary covered under the current Memorandum of Understanding (MOU) expiring June 30, 2027. Unless otherwise specified in this agreement, these terms and conditions shall be effective June 18, 2026, and integrated into the existing MOU amending only Sections 6.1 and 6.2 as follows:

Section 6.1: Salary Ranges

A four percent (4%) cost-of living adjustment (COLA) for all Mid-Manager's Group employees effective upon the first pay period following adoption of Fiscal Year 2022-23 Budget or following the first pay period following adoption of a Resolution ratifying the MOU by the City Council (whichever is later).

A stipulated four percent (4%) cost-of-living adjustment (COLA) for all Mid-Manager's Group employees effective upon the first pay period following adoption of Fiscal Year 2023-24 Budget or following the first pay period in Fiscal Year 2023-24 (whichever is later) contingent upon the successful passage of a successor measure to replace the expiring public safety tax.

Following adoption of the Fiscal Year 2026-27 Budget, a two percent (2%) cost-of-living adjustment (COLA) for all Mid-Managers Group employees effective the first pay period of Fiscal Year 2026-27.

Section 6.2: Job Classification Review and Compensation Adjustments

The City recognizes the need to periodically review job classifications and compensation for purposes of evaluating the applicability of specific job-related requirements, internal equity, external competitiveness, and ~~to evaluate~~ associated salary ranges. To this end, the City ~~and the Union agrees to meet and confer through the Labor Management Committee to review the job classifications in the Mid-Managers Group and evaluate possible equity adjustments. initiate and fully fund a total compensation study for classifications within the Mid-Managers Group.~~

The total compensation study shall be conducted by a consultant selected by the City and shall include salary, employer-paid benefits, and other forms of compensation customarily reviewed in public sector compensation analyses, using up to twelve (12) comparator cities, as determined by the City in consultation with the selected consultant.

Upon completion of the study, the City shall provide the results to the Union and meet and confer regarding the findings, including consideration of any recommended compensation or equity adjustments identified through the study process.

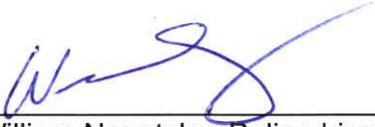
All other provisions of the MOU between this City and AFSCME shall remain unchanged.

[SIGNATURES ON FOLLOWING PAGE]

FOR THE UNION:



Debbie Macias, Union Representative
AFSCME Local 2703, Council 57, AFL-CIO



William Novetzke, Police Lieutenant
Mid-Managers Group Representative



Mark Pereira, Chief Building/Fire Code Official
Mid-Managers Group Representative

FOR THE CITY:

Christopher Hoem, City Manager
City of Atwater

Jana R. Sousa, Human Resources Director
City of Atwater

Frank Splendorio, City Attorney
City of Atwater



AGENDA REPORT

CITY COUNCIL

Mike Nelson

John Cale
Danny Ambriz

Brian Raymond
Kalisa Rochester

MEETING DATE: June 8, 2026
TO: Mayor and City Council
FROM: Jonnie Hanson Lan, Community Development Director
PREPARED BY: Janell Martin, Assistant City Clerk/Records Coordinator
SUBJECT: **Adoption of Ordinance No. CS 1081 Adopting a Zoning Ordinance Text Amendment No. 26-5-0100 amending Chapter 17.34 “Office Commercial District”, Chapter 17.35 “Neighborhood Commercial District”, Chapter 17.36 “Central Commercial District”, Chapter 17.37 “Thoroughfare Commercial District” and Chapter 17.38 “General Commercial District” of the Atwater Municipal Code to adjust the development standards and administration of the approvals and entitlements listed in these chapters (Community Development Director Hanson Lan)**

RECOMMENDED COUNCIL ACTION

Waiving the Second Reading and Adoption of Ordinance No. CS 1081 adopting Zoning Ordinance Text Amendment No. 26-5-0100 amending Chapter 17.34 “Office Commercial District”, Chapter 17.35 “Neighborhood Commercial District”, Chapter 17.36 “Central Commercial District”, Chapter 17.37 “Thoroughfare Commercial District” and Chapter 17.38 “General Commercial District” of the Atwater Municipal Code.

I. BACKGROUND/ANALYSIS:

This is the second reading of the Ordinance. The first reading was completed at the Regular City Council meeting of May 26, 2026.

Many of the City’s commercial zoning districts were originally adopted in the 1980s and have been amended incrementally over time.

As a result:

- Similar provisions are inconsistently written across districts.
- Determination for “similar uses” needs clarity and streamlining to support expeditious development.
- Development standards contain:
 - Redundancies
 - Formatting inconsistencies
 - Mixed discretionary vs. objective language

Agenda Report - Adoption of Ordinance No. CS 1081 Adopting a Zoning Ordinance Text Amendment No. 26-5-0100 amending Chapter 17.34 "Office Commercial District", Chapter 17.35 "Neighborhood Commercial District", Chapter 17.36 "Central Commercial District", Chapter 17.37 "Thoroughfare Commercial District" and Chapter 17.38 "General Commercial District" of the Atwater Municipal Code to adjust the development standards and administration of the approvals and entitlements listed in these chapters (Community Development Director Hanson Lan) Page 2

This amendment represents a modernization effort, focused on administrative clarity and objective standards. The updates to these chapters include the following general changes:

1. Community Development Director will interpret uses and determine what constitutes a "similar use".
2. Building setback language has been made consistent between zones.
3. Building height language has been made less subjective, creating clarity and uniformity among zones.
4. Language regarding trash enclosures clarifies building-related requirements.
5. Other miscellaneous language has been made consistent between zones.

This report is accompanied by the following attachments:

- Exhibit A - clean version of the new code. This exhibit is also attached to the accompanying ordinance.
- Exhibit B - redline version, showing the changes between the original code and the new code.
- Exhibit C - original version of the code.

II. FISCAL IMPACTS:

No negative fiscal impacts are anticipated with the approval of this project. This item has been reviewed by the Finance Department.

III. LEGAL REVIEW:

This item has been reviewed by the City Attorney's Office.

IV. EXISTING POLICY:

This item is consistent with goal number three (3) of the City of Atwater's 2026-2030 Strategic Plan: Promote transparency through Communication and the draft ordinance does not conflict with any policies of the General Plan.

V. ALTERNATIVES:

N/A

VI. INTERDEPARTMENTAL COORDINATION:

This item was coordinated with all relevant departments.

Agenda Report - Adoption of Ordinance No. CS 1081 Adopting a Zoning Ordinance Text Amendment No. 26-5-0100 amending Chapter 17.34 "Office Commercial District", Chapter 17.35 "Neighborhood Commercial District", Chapter 17.36 "Central Commercial District", Chapter 17.37 "Thoroughfare Commercial District" and Chapter 17.38 "General Commercial District" of the Atwater Municipal Code to adjust the development standards and administration of the approvals and entitlements listed in these chapters (Community Development Director Hanson Lan) Page 3

VII. PUBLIC PARTICIPATION:

The public hearing was noticed and advertised for the regularly scheduled City Council hearing. The public can provide comments on this item prior to City Council action.

VIII. ENVIRONMENTAL REVIEW:

Pursuant to the California Environmental Quality Act (CEQA), the draft ordinance is categorically exempt under section 15061, (b)(3). This exemption states that the activity is covered by the common sense exemption that CEQA applies only to projects which have the potential for causing a significant effect on the environment. Therefore, the activity is not subject to CEQA.

IX. STEPS FOLLOWING APPROVAL:

Following approval, staff will implement the ordinance.

Submitted by:



Jonnie Hanson Lan, Community Development Director

Approved by:



Chris Hoem, City Manager

Attachments:

1. Ordinance No. CS 1081 ZOTA 26-5-0100 5.26.2026 (1)
2. Exhibit A - Proposed 2 (2)
3. Exhibit B - Redline 1 (2)
4. Exhibit C - Original (2)



**CITY COUNCIL
OF THE
CITY OF ATWATER**

ORDINANCE NO. CS 1081

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF ATWATER ADOPTING ZONING ORDINANCE TEXT AMENDMENT NO. 26-05-0100 AMENDING CHAPTER 17.34 "OFFICE COMMERCIAL DISTRICT", CHAPTER 17.35 "NEIGHBORHOOD COMMERCIAL DISTRICT", CHAPTER 17.36 "CENTRAL COMMERCIAL DISTRICT", CHAPTER 17.37 "THOROUGHFARE COMMERCIAL DISTRICT" AND CHAPTER 17.38 "GENERAL COMMERCIAL DISTRICT" OF THE ATWATER MUNICIPAL CODE TO ADJUST THE DEVELOPMENT STANDARDS AND ADMINISTRATION OF THE APPROVALS AND ENTITLEMENTS LISTED IN THESE CHAPTERS

WHEREAS, the City of Atwater wishes to modernize and clarify provisions related to commercial zoning districts within Title 17 of the Atwater Municipal Code; and,

WHEREAS, many of the City's commercial zoning districts were originally adopted in the 1980s and have been amended incrementally over time, resulting in inconsistencies between zoning districts and development standards; and,

WHEREAS, the proposed Zoning Ordinance Text Amendment No. 26-05-0100 is intended to improve internal consistency between commercial zoning districts, clarify administrative authority, modernize objective development standards, and streamline implementation of the zoning code; and,

WHEREAS, the proposed amendments include revisions to Chapter 17.34 "Office Commercial District," Chapter 17.35 "Neighborhood Commercial District," Chapter 17.36 "Central Commercial District," Chapter 17.37 "Thoroughfare Commercial District," and Chapter 17.38 "General Commercial District" of the Atwater Municipal Code; and,

WHEREAS, the proposed amendments include, but are not limited to, clarification of the Community Development Director's authority to determine similar uses, modernization and standardization of setback and building height language, clarification of trash enclosure requirements, and formatting and administrative consistency updates among the commercial zoning districts; and,

WHEREAS, on April 15, 2026, the Planning Commission held a duly noticed public hearing and considered the staff report, recommendations by staff, and public testimony concerning this proposed Ordinance. Following the public hearing, the Planning Commission adopted Resolution No. PC 0279-26 recommending that the City Council approve Zoning Ordinance Text Amendment No. 26-05-0100; and,

WHEREAS, on May 26, 2026, this Ordinance was introduced to the City Council and the reading of the full text of the ordinance was waived and further reading dispensed with; and,

WHEREAS, the City Council finds that the following findings can be made for ZOTA No. 26-05-0100:

1. The proposed ordinance is consistent with the Atwater General Plan.
2. Adoption of the ordinance is exempt from CEQA review under CEQA Guidelines Section 15061(b)(3).
3. The public hearing for this project has been adequately noticed and advertised.
4. The proposed amendments improve internal consistency within Title 17 of the Atwater Municipal Code.
5. The project will not have a detrimental effect on the health, safety, and welfare of the neighborhood or any adverse effects on the community.

NOW THEREFORE, be it ordained by the City Council of the City of Atwater as follows:

SECTION 1. Incorporation. The recitals above are each incorporated by reference and adopted as findings by the City Council.

SECTION 2. CEQA. This project is exempt under California Environmental Quality Act (CEQA) Guidelines Section 15061(b)(3), “Common Sense Exemption.” This exemption states that CEQA applies only to projects which have the potential for causing a significant effect on the environment. Where it can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment, the activity is not subject to CEQA.

SECTION 3. General Plan. The City Council hereby finds that the adoption of the Ordinance is consistent with the Atwater General Plan.

SECTION 4. Code Amendment. Chapter 17.34 “Office Commercial District,” Chapter 17.35 “Neighborhood Commercial District,” Chapter 17.36 “Central Commercial District,” Chapter 17.37 “Thoroughfare Commercial District,” and Chapter 17.38 “General Commercial District” of the Atwater Municipal Code are hereby amended and restated as provided in “Exhibit A,” attached hereto and incorporated herein by reference.

SECTION 5. Effective Date. Within fifteen (15) days from and after adoption, this Ordinance shall be published once in a newspaper of general circulation printed and published in Merced County and circulated in Atwater, in accordance with California Government Code Section 36933. This Ordinance shall take effect and be enforced thirty (30) days after its adoption.

SECTION 6. Publication. The City Clerk is directed to certify the adoption of this Ordinance and post or publish this Ordinance as required by law.

SECTION 7. Custodian of Records. The custodian of records for this Ordinance is the City Clerk and the records comprising the administrative record are located at 1160 Fifth Street, Atwater, California 95301.

SECTION 8. Severability. If any provision of this Ordinance or its application to any person or circumstance is held to be invalid by a court of competent jurisdiction, such invalidity has no effect on the other provisions or applications of the Ordinance that can be given effect without the invalid provision or application, and to this extent, the provisions of this Ordinance are severable. The City Council declares that it would have adopted this Ordinance irrespective of the invalidity of any portion thereof.

PASSED AND ADOPTED by the City Council of the City of Atwater at a regular meeting held on June 8th, 2026.

INTRODUCED: May 26th, 2026

ADOPTED:

AYES: Cale, Rochester, Raymond, Nelson

NOES: None

ABSENT: Ambriz

APPROVED:

MICHAEL G. NELSON, MAYOR

ATTEST:

KORY J. BILLINGS, CITY CLERK

CHAPTER 17.34 C-O, OFFICE COMMERCIAL

17.34.010 Purpose.

To provide a district for medical and professional offices and related uses.

(Ord. CS 565, 1984)

17.34.020 Permitted uses.

Medical, dental, business and professional offices, banks and financial institutions, and any other use determined by the Community Development Director to be of a similar general character and intensity as the aforementioned permitted uses, and is consistent with the purpose of this zone as described in 17.34.010.

(Ord. CS 565, 1984)

17.34.030 Accessory uses.

Single story accessory buildings, garages and parking lots incidental to the principal use are permitted subject to site plan review.

(Ord. CS 565, 1984; Ord. CS 1059, § 1, 3-27-2023)

17.34.040 Conditional uses.

The following uses may be approved with a conditional use permit by the Planning Commission:

- A. Public and quasi-public uses appropriate to the district such as hospitals, convalescent or nursing homes, professional, business and technical schools;
- B. Schools and studios for arts and crafts, photography, music and dance;
- C. Medical and dental labs; pharmacies and drug stores;
- D. Barber and beauty shops;
- E. Public parking lots;
- F. Existing residential dwellings may be reconstructed, repaired or enlarged.
- G. Any other use determined by the Community Development Director to be of a similar general character and intensity as the above conditional uses, and is consistent with the purpose of this zone as described in 17.34.010.

(Ord. CS 565, 1984; Ord. CS 780, 2-28-2000; Ord. CS 805, 8-12-2002)

17.34.050 Lot area, setbacks, building heights.

- A. Development standards:

Minimum lot area	7,500 square feet
Minimum yards (setbacks):	
Front	10 feet. However, if property is abutting a major arterial, setback shall be 65 feet from the center of the public right-of-way, except Winton Way south of Elm Avenue, where the setback shall be 10 feet from the property line, and except along Atwater Boulevard, where the setback shall be 25 feet from the property line, except from Sierra Vista to First Street where the setback shall be 0 feet from the property line.
Side (interior)	5 feet. However, if adjacent to a residential zone or General Plan designation, then 10 feet.
Side (exterior)	10 feet
Rear	None. However, if adjacent to a residential zone or General Plan designation, then 10 feet.

B. No building constructed in this zone shall exceed a height of 35 feet unless the following has occurred:

1. The Fire Marshal and Chief Building Official, or designees, have both approved the site plans, improvement plans, and other required submittals for the project; and

2. The Planning Commission finds, based on the applicant's submitted study, that the project will not result in adverse visual, air quality, light, or privacy impacts on adjacent or surrounding properties. Additional conditions of approval may be imposed by the Planning Commission relative to the project as it relates to this section.

(Ord. CS 565, 1984; Ord. CS 950, § 1, 3-10-2014; Ord. CS 1056, § 1, 1-23-2023)

17.34.060 Reserved.

=

(Ord. CS 565, 1984)

17.34.070 Other required conditions.

All development in this district shall also comply with the following:

- A. A minimum of ten percent landscaping shall be provided on every property.
- B. Landscaping shall comply with City landscape standards.
- C. Street trees are to be planted in compliance with adopted City standards.
- D. Parking to be in compliance with requirements elsewhere in this title.
- E. Loading zones required in addition to alleys shall be not less than ten feet wide, 20 feet deep, with a clearance height of not less than 14 feet and shall provide space for vehicles loading and unloading while at the same time not in any way blocking the alley to moving traffic.
- F. A six-foot high solid fence or wall shall be required on the property line abutting any residential zone or land designated for future residential use in the General Plan.
- G. Trash and recycling receptacles shall be screened from view.

-
- H. All utilities shall be installed underground.
 - I. Refer to Section 17.03.100 for requirements for collection and loading recyclable materials in development projects.

(Ord. CS 565, 1984; Ord. CS 667, 1990; Ord. CS 721, 3-27-1995)

17.34.080 Site plan and design review.

All uses in the C-O zone shall require site plan approval and design review, to the extent required elsewhere in this title.

(Ord. CS 565, 1984; Ord. CS 1059, § 1, 3-27-2023)

CHAPTER 17.35 C-N, NEIGHBORHOOD COMMERCIAL

17.35.010 Purpose.

To provide attractive areas for the day to day shopping needs of the residential neighborhoods. Small shopping centers are preferred to individual establishments because they provide better parking facilities without creating traffic hazards caused by too many curb cuts. Combination of several small lots therefore is more desirable.

(Ord. CS 566, 1984)

17.35.020 Permitted uses.

Any retail business or service establishment, such as a grocery store, bake shop, drug store, barber and beauty shop, laundry and dry-cleaning pickup station, child care center, business or professional office or financial institution, supply commodities, performing services for residents of the neighborhood, and any other use which is determined by the Community Development Director to be of a similar general character and intensity as the above permitted uses, and is consistent with the purpose of this zone as described in 17.35.010.

(Ord. CS 566, 1984)

17.35.030 Accessory uses.

Accessory uses and buildings customarily appurtenant to a permitted use such as parking and incidental storage facilities and telephone booths.

(Ord. CS 566, 1984)

17.35.040 Conditional uses.

The following uses may be considered by the Planning Commission through the use permit procedure:

- A. Restaurants, cafes, soda fountains, not including entertainment or dancing, or sale of liquor, beer or other alcoholic beverages for consumption on the premises;
- B. Public and quasi-public uses;
- C. Social halls, lodges, fraternal organizations and clubs;
- D. Uses not in enclosed buildings;
- E. Off-site alcoholic beverage sales.
- F. Any other use determined by the Community Development Director to be of a similar general character and intensity as the above conditional uses, and is consistent with the purpose of this zone as described in 17.35.010.

(Ord. CS 566, 1984; Ord. CS 780, 2-28-2000; Ord. CS 782, 5-8-2000)

17.35.050 Lot area, setbacks, building heights.

A. No lot shall be created that would be smaller than 7,500 square feet. All existing lots that are smaller shall be developed in compliance with this chapter.

Setbacks:	
Front or exterior side	10 feet. However, if property is abutting a major arterial, setback shall be 65 feet from the center of the public right-of-way, except Winton Way south of Elm Avenue, where the setback shall be 10 feet from the property line, and except along Atwater Boulevard, where the setback shall be 25 feet from the property line, except from Sierra Vista to First Street where the setback shall be 0 feet from the property line.
Rear or Side (interior)	None. However, if adjacent to a residential zone or General Plan designation, then 10 feet.

B. No building constructed in this zone shall exceed a height of 35 feet unless the following has occurred:

1. The Fire Marshal and Chief Building Official, or designees, have both approved the site plans, improvement plans, and other required submittals for the project; and
2. The Planning Commission finds, based on the applicant’s submitted study, that the project will not result in adverse visual, air quality, light, or privacy impacts on adjacent or surrounding properties.

Additional conditions of approval may be imposed by the Planning Commission relative to the project as it relates to this section.

(Ord. CS 566, 1984; Ord. CS 950, § 1, 3-10-2014; Ord. CS 1056, § 1, 1-23-2023)

17.35.060 Reserved.

(Ord. CS 566, 1984)

17.35.070 Other required conditions.

All development in this district shall also comply with the following:

- A. A minimum of ten percent landscaping shall be provided on every property.
- B. Landscaping shall comply with City landscape standards.
- C. Street trees are to be planted in compliance with adopted City standards.
- D. Parking to be in compliance with requirements elsewhere in this title.
- E. Loading zones required in addition to alleys shall be not less than ten feet wide, 20 feet deep, with a clearance height of not less than 14 feet and shall provide space for vehicles loading and unloading while at the same time not in any way blocking the alley to moving traffic.
- F. A six-foot high solid fence or wall shall be required on the property line abutting any residential zone or land designated for future residential use in the General Plan.

-
- G. Trash and recycling receptacles shall be located in an enclosure and screened from view. All enclosures must meet applicable building-related standards.
 - H. All utilities shall be installed underground.
 - I. Refer to Section 17.03.100 for requirements for collection and loading recyclable materials in development projects.

(Ord. CS 566, 1984; Ord. CS 667, 1990; Ord. CS 721, 3-27-1995)

17.35.080 Site plan and design review.

All uses in the C-N zone shall require site plan approval and design review, to the extent required elsewhere in this title.

(Ord. CS 566, 1984; Ord. CS 1059, § 1, 3-27-2023)

CHAPTER 17.36 C-C, CENTRAL COMMERCIAL DISTRICT

17.36.010 Purpose.

To facilitate development and redevelopment of the central commercial core as an area of "pedestrian priority" by encouraging a broad mix of retail, service, financial, office and specialty uses with few constraints, but in compliance with the overall theme of the revitalization of this core area.

The Central Commercial District is to maintain and enhance the physical and economic vitality of the central City, both as a self-contained unit and as the focus of the community's commercial, financial, cultural and administrative activities. The district encourages development of a well balanced mix of uses, including some residential; creation of an attractive and inviting atmosphere and identity of the area; emphasis upon pedestrian convenience, safety and enjoyment, and minimizing the adverse effects of traffic.

This district is intended to prevent the development of uses which could disrupt or hinder the fulfillment of this broad purpose, but is not intended for general application throughout the City.

(Ord. CS 567, 1984)

17.36.020 Principal permitted uses.

The following shall be permitted uses:

- A. Retail establishments;
- B. Banking and financial institutions;
- C. Business, professional and medical offices;
- D. Personal service establishments;
- E. Restaurants and cafes;
- F. Occasional sidewalk sales and similar promotional events by existing business;
- G. Any other use determined by the Community Development Director to be of a similar general character and intensity as the above permitted uses, and is consistent with the purpose of this zone as described in 17.36.010.

(Ord. CS 567, 1984)

17.36.030 Accessory uses.

Incidental warehousing, storage and accessory uses, including repairs, operations and services, provided that such uses shall be clearly incidental to the sale of products at retail on the premises, and shall be so located, constructed and operated as not to be offensive or objectionable because of dust, gas, smoke, noise, fumes, odors, vibrations, appearance or otherwise.

(Ord. CS 567, 1984)

17.36.040 Uses requiring conditional use permit.

The following uses shall require a conditional use permit:

- A. Dwelling units on other than ground floor;
- B. Theaters;
- C. Hotels and motels
- D. Service stations and other highway related uses;
- E. Minor manufacturing, where a minimum of 75 percent of the fabricated items is sold at the premises;
- F. Uses for public assembly;
- G. Sidewalk cafes and other uses not totally inside an enclosed building;
- H. Cocktail lounges;
- I. Massage establishment/therapist;
- I. Existing residential dwellings may be reconstructed, repaired or enlarged;
- J. Any other use determined by the Community Development Director to be of a similar general character and intensity as the above conditional uses, and is consistent with the purpose of this zone as described in 17.36.010.

(Ord. CS 567, 1984; Ord. CS 767, 3-8-1999; Ord. CS 780, 2-28-2000; Ord. CS 782, 5-8-2000; Ord. CS. 805, 8-12-2002)

17.36.045 Prohibited uses.

The following uses shall be prohibited in this district:

- A. Warehouses;
- B. Arcades;
- C. Automobile repair, except when incidental to a service station or a car sales business and conducted totally within an enclosed building;
- D. Any similar use the Community Development Director finds not consistent with the purpose of this district.

(Ord. CS 567, 1984)

17.36.050 Reserved.

(Ord. CS 567, 1984)

17.36.060 Reserved.

(Ord. CS 567, 1984)

17.36.070 Lot area, setbacks, building heights.

A. Development standards:

Minimum lot area	7,500 square feet
Minimum yards (setbacks):	
Front or exterior side	None. However, if property is abutting a major arterial, setback shall be 65 feet from the center of the public right-of-way, except Winton Way south of Elm Avenue, where the setback shall be 10 feet from the property line, and except along Atwater Boulevard, where the setback shall be 25 feet from the property line, except from Sierra Vista to First Street where the setback shall be 0 feet from the property line.
Rear or Side (interior)	None. However, if adjacent to a residential zone or General Plan designation, then 10 feet.

B. Building height limits: No building constructed in this zone shall exceed a height of 35 feet unless the following has occurred:

1. The Fire Marshal and Chief Building Official, or designees, have both approved the site plans, improvement plans, and other required submittals for the project; and
2. The Planning Commission finds, based on the applicant’s submitted study, that the project will not result in adverse visual, air quality, light, or privacy impacts on adjacent or surrounding properties.

Additional conditions of approval may be imposed by the Planning Commission relative to the project as it relates to this section.

(Ord. CS 567, 1984; Ord. CS 667, 1990; Ord. CS 721, 3-27-1995; Ord. CS 950, § 1, 3-10-2014; Ord. CS 1056, § 1, 1-23-2023)

17.36.080 Other required conditions.

All development in this district shall also comply with the following:

- A. Landscaping shall comply with City landscape standards.
- B. Street trees are to be planted in compliance with adopted City standards.
- C. Parking to be in compliance with requirements elsewhere in this title.
- D. Loading zones required in addition to alleys shall be not less than ten feet wide, 20 feet deep, with a clearance height of not less than 14 feet and shall provide space for vehicles loading and unloading while at the same time not in any way blocking the alley to moving traffic.
- E. A six-foot high solid fence or wall shall be required on the property line abutting any residential zone or land designated for future residential use in the General Plan.
- F. Trash and recycling receptacles shall be located in an enclosure and screened from view. All enclosures must meet applicable building-related standards.
- G. All utilities shall be installed underground.

-
- H. Refer to Section 17.03.100 for requirements for collection and loading recyclable materials in development projects.
 - I. All principal permitted uses shall be conducted wholly within a completely enclosed building, except for occasional sidewalk sales and similar promotional events by several businesses at the same time.

(Ord. CS 567, 1984)

17.36.090 Site plan and design review.

All proposed construction or remodeling, and all signs in the C-C zone shall require site plan approval and design review, to the extent required elsewhere in this title.

(Ord. CS 567, 1984; Ord. CS 1059, § 1, 3-27-2023)

CHAPTER 17.37 C-T, THOROUGHFARE COMMERCIAL

17.37.010 Purpose.

To provide for retail commercial, entertainment, and transient residential uses, which are appropriate to thoroughfare locations and dependent upon the traveling public.

C-T areas shall be established as designated in the General Plan, which is in the general vicinity of highways, freeways, on service drives thereof and in proximity to Castle Air Museum, Castle Airport, golf course or similar tourist attracting facilities.

(Ord. CS 569, 1984)

17.37.020 Conditional uses.

All of the following uses in the C-T zone shall require approval of a conditional use permit by the Planning Commission, unless otherwise required by law.

- A. Hotels, motels, and similar transient residential complexes;
- B. Public or commercial recreational facilities, such as swimming pools, bowling alleys, skating rinks and golf driving ranges;
- C. Restaurants, drive-in restaurants, cocktail lounges* and refreshment stands; (*Bars, not incidental to a restaurant, also need City Council approval.)
- D. Curio, souvenir and similar retail shops developed as part of a complex, if possible;
- E. Public and quasi-public uses;
- F. Shopping centers;
- G. Automobile service stations with minor repair as an incidental use;
- H. Truck stops or RV parks;
- I. Off-site alcoholic beverage sales.
- J. Any other use determined by the Community Development Director to be of a similar general character and intensity as the above permitted uses, and is consistent with the purpose of this zone as described in 17.37.010.

(Ord. CS 569, 1984; Ord. CS 780, 2-28-2000; Ord. CS 782, 5-8-2000)

17.37.030 Accessory uses.

Accessory uses and buildings customarily incidental to an approved use.

(Ord. CS 569, 1984)

17.37.040 Lot area, setbacks, and height of structures.

A. Development standards:

Minimum lot area	10,000 square feet
Minimum yards (setbacks):	
Front or exterior side	10 feet. However, if property is abutting a major arterial, setback shall be 65 feet from the center of the public right-of-way, except Winton Way south of Elm Avenue, where the setback shall be 10 feet from the property line, and except along Atwater Boulevard, where the setback shall be 25 feet from the property line, except from Sierra Vista to First Street where the setback shall be 0 feet from the property line.
Rear or Side (interior)	10 feet.

B. Building height limits: No building constructed in this zone shall exceed a height of 35 feet unless the following has occurred:

1. The Fire Marshal and Chief Building Official, or designees, have both approved the site plans, improvement plans, and other required submittals for the project; and
2. The Planning Commission finds, based on the applicant’s submitted study, that the project will not result in adverse visual, air quality, light, or privacy impacts on adjacent or surrounding properties.

Additional conditions of approval may be imposed by the Planning Commission relative to the project as it relates to this section.

(Ord. CS 569, 1984; Ord. CS 950, § 1, 3-10-2014; Ord. CS 1056, § 1, 1-23-2023)

17.37.050 Other required conditions.

All development in this district shall also comply with the following:

- A. A minimum of ten percent landscaping shall be provided on every property.
- B. Street trees are to be planted in compliance with adopted City standards.
- C. Landscaping shall comply with City landscaping standards.
- D. Parking and loading as described elsewhere in this title.
- E. A six-foot high solid wall shall be required on the interior property line abutting a residential zone or land designated in the General Plan for future residential use.
- F. Trash and recycling receptacles to be located in an enclosure and screened from view. All enclosures must meet applicable building-related standards.
- G. All utilities are to be installed underground.
- H. Refer to Section 17.03.100 for requirements for collection and loading recyclable materials in development projects.

(Ord. CS 569, 1984; Ord. CS 667, 1990; Ord. CS 721, 3-27-1995)

17.37.060 Reserved.

(Ord. CS 569, 1984)

17.37.070 Reserved.

(Ord. CS 569, 1984)

17.37.080 Site plan and design review.

All uses in the C-T zone shall require site plan and design review, to the extent required elsewhere in this title.

(Ord. CS 569, 1984; Ord. CS 1059, § 1, 3-27-2023)

CHAPTER 17.38 C-G, GENERAL COMMERCIAL DISTRICT

17.38.010 Purpose.

To provide a location for the retail, wholesale, and heavy commercial uses and services necessary within the City but not suited to other commercial districts and too small for the M-1 area.

(Ord. CS 568, 1984)

17.38.015 Principal permitted uses.

The following shall be permitted uses:

- A. Retail establishments.
- B. Banking and financial institutions.
- C. Business, professional and medical offices.
- D. Massage establishment/therapist.
- E. Personal service establishments.
- F. Restaurants and cafes.
- G. Any other use determined by the Community Development Director to be of a similar general character and intensity as the above permitted uses, and is consistent with the purpose of this zone as described in 17.38.010.

(Ord. CS 606, 1986; Ord. CS 768, 3-8-1999)

17.38.020 Conditional uses.

The following shall require a use permit by the Planning Commission:

- A. Seed and feed stores;
- B. Agricultural and automotive equipment;
- C. New and used car sales;
- D. Truck, trailer and car rentals;
- E. Retail plumbing and repair electric or electronic retail and repair;
- F. Mobile home and RV sales;
- G. Bakeries and creameries;
- H. Laundries, cleaning and dyeing establishments;
- I. Millinery stores, shoemakers, and upholsterers;
- J. Lumber and contractor yards;

- K. Carpentry and cabinet making;
- L. Any other commercial or light manufacturing uses the Planning commission finds to be consistent with the purpose of this district;
- M. Off-site alcoholic beverage sales;
- N. Uses as identified as Conditional in the Central Commercial District, listed in Section 17.36.040;
- O. Uses otherwise identified in Section 17.38.015 as principal permitted uses, when located adjacent to an existing use allowed as a conditional use.
- P. Any other use determined by the Community Development Director to be of a similar general character and intensity as the above conditional uses, and is consistent with the purpose of this zone as described in 17.38.010.

(Ord. CS 568, 1984; Ord. CS 606, 1986; Ord. CS 780, 2-28-2000; Ord. CS 782, 5-8-2000)

17.38.030 Accessory uses.

Any accessory uses incidental to the main use of the property.

(Ord. CS 568, 1984)

17.38.040 Development standards.

All development in this district shall also comply with the following:

- A. A minimum of ten percent landscaping shall be provided on every property.
- B. Landscaping shall comply with City landscape standards.
- C. Street trees are to be planted in compliance with adopted City standards.
- D. Parking to be in compliance with requirements elsewhere in this title.
- E. Loading zones required in addition to alleys shall be not less than ten feet wide, 20 feet deep, with a clearance height of not less than 14 feet and shall provide space for vehicles loading and unloading while at the same time not in any way blocking the alley to moving traffic.
- F. A six-foot high solid wall shall be required on the property line abutting any residential zone or land designated for future residential use in the General Plan.
- G. Trash and recycling receptacles shall be located in an enclosure and screened from view. All enclosures must meet building-related standards.
- H. All utilities shall be installed underground.
- I. Refer to Section 17.03.100 for requirements for collection and loading recyclable materials in development projects.

(Ord. CS 568, 1984; Ord. CS 667, 1990; Ord. CS 721, 3-27-1995)

17.38.050 Lot area, setbacks, building height.

A. Development standards:

Minimum lot area	10,000 square feet
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Minimum yards (setbacks):	
Front or exterior side	10 feet. However, if property is abutting a major arterial, setback shall be 65 feet from the center of the public right-of-way, except Winton Way south of Elm Avenue, where the setback shall be 10 feet from the property line, and except along Atwater Boulevard, where the setback shall be 25 feet from the property line, except from Sierra Vista to First Street where the setback shall be 0 feet from the property line.
Rear or Side (interior)	None. However, if adjacent to a residential zone or General Plan designation, then 10 feet.

B. Building height: No building constructed in this zone shall exceed a height of 35 feet unless the following has occurred:

1. The Fire Marshal and Chief Building Official, or designees, have both approved the site plans, improvement plans, and other required submittals for the project; and
2. The Planning Commission finds, based on the applicant's submitted study, that the project will not result in adverse visual, air quality, light, or privacy impacts on adjacent or surrounding properties.

Additional conditions of approval may be imposed by the Planning Commission relative to the project as it relates to this section.

(Ord. CS 568, 1984; Ord. CS 950, § 1, 3-10-2014; Ord. CS 1056, § 1, 1-23-2023)

17.38.060 Reserved.

(Ord. CS 568, 1984)

17.38.070 Reserved.

(Ord. CS 568, 1984)

17.38.080 Site plan and design review.

All uses in the C-G zone shall require site plan approval and design review, to the extent required elsewhere in this title.

(Ord. CS 568, 1984; Ord. CS 1059, § 1, 3-27-2023)

CHAPTER 17.34 C-O, OFFICE COMMERCIAL

17.34.010 Purpose.

To provide a district for medical and professional offices and related uses.

(Ord. CS 565, 1984)

17.34.020 Permitted uses.

Medical, dental, business and professional offices, banks and financial institutions, and any other [use determined by the Community Development Director to be of a similar general character and intensity as the aforementioned permitted uses, and is consistent with the purpose of this zone as described in 17.34.010](#)~~office or professional use which is determined by the Planning commission to be of the same general character.~~

(Ord. CS 565, 1984)

17.34.030 Accessory uses.

Single story accessory buildings, garages and parking lots incidental to the principal use are permitted subject to site plan review.

(Ord. CS 565, 1984; Ord. CS 1059, § 1, 3-27-2023)

17.34.040 Conditional uses.

The following uses may be approved with a conditional use permit by the Planning Commission:

- A. Public and quasi-public uses appropriate to the district such as hospitals, convalescent or nursing homes, professional, business and technical schools;
- B. Schools and studios for arts and crafts, photography, music and dance;
- C. Medical and dental labs; pharmacies and drug stores;
- D. Barber and beauty shops;
- E. Public parking lots;
- F. Existing residential dwellings may be reconstructed, repaired or enlarged.
- G. Any other use [the Planning Commission finds of the same general character as the above determined by the Community Development Director to be of a similar general character and intensity as the above conditional uses, and is consistent with the purpose of this zone as described in 17.34.010.](#)

(Ord. CS 565, 1984; Ord. CS 780, 2-28-2000; Ord. CS 805, 8-12-2002)

17.34.050 Lot area, setbacks, building heights.

A. Development standards:

Minimum lot area	7,500 square feet
Minimum yards (setbacks):	
Front	10 feet. <u>However, if property is abutting a major arterial, setback shall be 65 feet from the center of the public right-of-way, except Winton Way south of Elm Avenue, where the setback shall be 10 feet from the property line, and except along Atwater Boulevard, where the setback shall be 25 feet from the property line, except from Sierra Vista to First Street where the setback shall be 0 feet from the property line.</u>
Side (interior)	5 feet. <u>However, if adjacent to a residential zone or General Plan designation, then 10 feet.</u>
Side (exterior)	10 feet
Rear	<u>None. However, if adjacent to a residential zone or General Plan designation, then 10 feet.</u> none

B. No building constructed in this zone shall exceed a height of 35 feet unless the following has occurred:

1. The Fire Marshal and Chief Building Official, or designees, have both approved the site plans, improvement plans, and ~~or~~ other required submittals for the project; and
2. The Planning Commission finds, based on the applicant's submitted study, that the project will not result in adverse visual, air quality, light, or privacy impacts on adjacent or surrounding properties. The Planning Commission makes all of the following findings:
 - ~~A. The applicant has adequately demonstrated a need for the project to exceed 35 feet in building height that is related to the project's benefit to the community, or due to site constraints, or in order to achieve desired architectural qualities;~~
 - ~~B. The project will be exemplary in its design;~~
 - ~~C. The project design will complement and be compatible with the setting and the character of the neighboring properties with sensitivity to any adjacent federal, state, and City or other historic landmarks;~~
 - ~~D. The project's proximity to railroads, airports, major freeways or highways, or other transportation hubs, stations, or centers will not interfere, impede, or otherwise disturb such transit services;~~
 - ~~E. The project is consistent and compatible with the City's General Plan, Zoning Code, and other adopted specific plans and/or master plans;~~
 - ~~F. Intended use of the project will enhance or promote the standard of living for City residents, and/or the local economy;~~
 - ~~G. The project's proposed height would not adversely affect visual blockage of light, air, or cause intrusion of privacy to adjacent and surrounding properties;~~
 - ~~H. The project is not detrimental to the health, safety, peace, comfort, and general welfare of persons or property in the neighborhood and surrounding environs, including without limitation,~~

~~it will not affect emergency response times or services, nor seismic and/or structural integrity;
and~~

- ~~1. The project's proposed building height does not impede pedestrian or vehicular accessibility along any public or private pathways, sidewalks, driveways or roadways, visually impede any safe use of the same, or otherwise present a hazard to pedestrian or vehicular use of the same.~~

Additional conditions of approval may be imposed by the Planning Commission relative to the project as it relates to this section.

(Ord. CS 565, 1984; Ord. CS 950, § 1, 3-10-2014; Ord. CS 1056, § 1, 1-23-2023)

17.34.060 ~~Exceptions Reserved.~~

~~Setbacks listed in Section 17.34.050 shall not apply in the following instances:~~

- ~~A. If property is abutting a major arterial, setback shall be 65 feet from the center of the public right-of-way, except Winton Way south of Elm Avenue, where it has to conform with the established building setback, and along Atwater Boulevard, where the setback shall be 25 feet from the property line, except from Sierra Vista to First Street where the established setback shall be complied with. =~~
- ~~B. If property is abutting a residential zone or land designated for residential uses in the General Plan, a ten-foot setback shall re required.~~

(Ord. CS 565, 1984)

17.34.070 Other required conditions.

All development in this district shall also comply with the following:

- A. A minimum of ten percent landscaping shall be provided on every property.
- B. Landscaping shall comply with City landscape standards.
- C. Street trees are to be planted in compliance with adopted City standards.
- D. Parking to be in compliance with requirements elsewhere in this title.
- E. Loading zones required in addition to alleys shall be not less than ten feet wide, 20 feet deep, with a clearance height of not less than 14 feet, and shall provide space for vehicles loading and unloading while at the same time not in any way blocking the alley to moving traffic.
- F. A six-foot high solid fence or wall shall be required on the property line abutting any residential zone or land designated for future residential use in the General Plan. ~~No fences are permitted in exterior yards.~~
- G. Trash and recycling receptacles shall be screened from view.
- H. All utilities shall be installed underground.
- I. Refer to Section 17.03. ~~110-100~~ for requirements for collection and loading recyclable materials in development projects.

(Ord. CS 565, 1984; Ord. CS 667, 1990; Ord. CS 721, 3-27-1995)

17.34.080 Site plan and design review.

All uses in the C-O zone shall require site plan approval and design review, [to the extent required as described](#) elsewhere in this title.

(Ord. CS 565, 1984; Ord. CS 1059, § 1, 3-27-2023)

CHAPTER 17.35 C-N, NEIGHBORHOOD COMMERCIAL

17.35.010 Purpose.

To provide attractive areas for the day to day shopping needs of the residential neighborhoods. Small shopping centers are preferred to individual establishments because they provide better parking facilities without creating traffic hazards caused by too many curb cuts. Combination of several small lots therefore is more desirable.

(Ord. CS 566, 1984)

17.35.020 Permitted uses.

Any retail business or service establishment, such as a grocery store, bake shop, drug store, barber and beauty shop, laundry and dry-cleaning pickup station, child care center, business or professional office or financial institution, supply commodities, performing services for residents of the neighborhood, and any other ~~retail or service establishment~~ use which is determined by the ~~Commission~~ Community Development Director to be of a similar~~the same~~ general character and intensity as the above permitted uses, and is consistent with the purpose of this zone as described in 17.35.010.

(Ord. CS 566, 1984)

17.35.030 Accessory uses.

Accessory uses and buildings customarily appurtenant to a permitted use such as parking and incidental storage facilities and telephone booths.

(Ord. CS 566, 1984)

17.35.040 Conditional uses.

The following uses may be considered by the Planning Commission through the use permit procedure:

- A. Restaurants, cafes, soda fountains, not including entertainment or dancing, or sale of liquor, beer or other alcoholic beverages for consumption on the premises;
- B. Public and quasi-public uses;
- C. Social halls, lodges, fraternal organizations and clubs;
- D. Uses not in enclosed buildings;
- E. Off-site alcoholic beverage sales.
- F. Any other use determined by the ~~Planning Commission~~ Community Development Director to be of a similar~~the same~~ general character and intensity as the above conditional uses, and is consistent with the purpose of this zone as described in 17.35.010. ~~suitable in a neighborhood commercial district.~~

(Ord. CS 566, 1984; Ord. CS 780, 2-28-2000; Ord. CS 782, 5-8-2000)

17.35.050 Lot area, setbacks, building heights.

A. No lot shall be created that would be smaller than 7,500 square feet. All existing lots that are smaller shall be developed in compliance with this chapter.

Setbacks:	
<u>Front or exterior side</u> exterior -setback	10 feet. <u>However, if property is abutting a major arterial, setback shall be 65 feet from the center of the public right-of-way, except Winton Way south of Elm Avenue, where the setback shall be 10 feet from the property line, and except along Atwater Boulevard, where the setback shall be 25 feet from the property line, except from Sierra Vista to First Street where the setback shall be 0 feet from the property line.</u>
<u>Rear or Side (interior)</u> interior -setback	none None. <u>However, if adjacent to a residential zone or General Plan designation, then 10 feet.</u>
rear yard	none

B. No building constructed in this zone shall exceed a height of 35 feet unless the following has occurred:

1. The Fire Marshal and Chief Building Official, or designees, have both approved the site plans, improvement plans, and ~~for~~ other required submittals for the project; and
2. The Planning Commission finds, based on the applicant's submitted study, that the project will not result in adverse visual, air quality, light, or privacy impacts on adjacent or surrounding properties.~~The Planning Commission makes all of the following findings:~~
 - ~~A. The applicant has adequately demonstrated a need for the project to exceed 35 feet in building height that is related to the project's benefit to the community, or due to site constraints, or in order to achieve desired architectural qualities;~~
 - ~~B. The project will be exemplary in its design;~~
 - ~~C. The project design will complement and be compatible with the setting and the character of the neighboring properties with sensitivity to any adjacent federal, state, and City or other historic landmarks;~~
 - ~~D. The project's proximity to railroads, airports, major freeways or highways, or other transportation hubs, stations, or centers will not interfere, impede, or otherwise disturb such transit services;~~
 - ~~E. The project is consistent and compatible with the City's General Plan, Zoning Code, and other adopted specific plans and/or master plans;~~
 - ~~F. Intended use of the project will enhance or promote the standard of living for City residents, and/or the local economy;~~
 - ~~G. The project's proposed height would not adversely affect visual blockage of light, air, or cause intrusion of privacy to adjacent and surrounding properties;~~
 - ~~H. The project is not detrimental to the health, safety, peace, comfort, and general welfare of persons or property in the neighborhood and surrounding environs, including without limitation, it will not affect emergency response times or services, nor seismic and/or structural integrity; and~~

~~I. The project's proposed building height does not impede pedestrian or vehicular accessibility along any public or private pathways, sidewalks, driveways or roadways, visually impede any safe use of the same, or otherwise present a hazard to pedestrian or vehicular use of the same.~~

Additional conditions of approval may be imposed by the Planning Commission relative to the project as it relates to this section.

(Ord. CS 566, 1984; Ord. CS 950, § 1, 3-10-2014; Ord. CS 1056, § 1, 1-23-2023)

17.35.060 Exceptions Reserved.

~~Setbacks listed in Section 17.35.050 shall not apply in the following instances:~~

- ~~A. If the property is abutting a major arterial, setback shall be 65 feet from the center of the public right-of-way, except Winton Way south of Elm Avenue, where it has to conform with the established building setback, and along Atwater Boulevard, where the setback shall be 25 feet from the property line, except from Sierra Vista to First Street where the established setback shall be complied with.~~
- ~~B. If property is abutting a residential zone or land designated for residential uses in the General Plan, a ten-foot setback shall be required.~~

(Ord. CS 566, 1984)

17.35.070 Other required conditions.

All development in this district shall also comply with the following:

- A. A minimum of ten percent landscaping shall be provided on every property.
- B. Landscaping shall comply with City landscape standards.
- C. Street trees are to be planted in compliance with adopted City standards.
- D. Parking to be in compliance with requirements elsewhere in this title.
- E. Loading zones required in addition to alleys shall be not less than ten feet wide, 20 feet deep, with a clearance height of not less than 14 feet, and shall provide space for vehicles loading and unloading while at the same time not in any way blocking the alley to moving traffic.
- F. A six-foot high solid fence or wall shall be required on the property line abutting any residential zone or land designated for future residential use in the General Plan. ~~No fences are permitted in exterior yards.~~
- G. Trash and recycling receptacles shall be located in an enclosure and screened from view. All enclosures must meet applicable building-related standards.
- H. All utilities shall be installed underground.
- I. Refer to Section 17.03.~~110-100~~ for requirements for collection and loading recyclable materials in development projects.

(Ord. CS 566, 1984; Ord. CS 667, 1990; Ord. CS 721, 3-27-1995)

17.35.080 Site plan and design review.

All uses in the C-N zone shall require site plan approval and design review, [to the extent required as described](#) elsewhere in this title.

(Ord. CS 566, 1984; Ord. CS 1059, § 1, 3-27-2023)

CHAPTER 17.36 C-C, CENTRAL COMMERCIAL DISTRICT

17.36.010 Purpose.

To facilitate development and redevelopment of the central commercial core as an area of "pedestrian priority" by encouraging a broad mix of retail, service, financial, office and specialty uses with few constraints, but in compliance with the overall theme of the revitalization of this core area.

The Central Commercial District is to maintain and enhance the physical and economic vitality of the central City, both as a self-contained unit and as the focus of the community's commercial, financial, cultural and administrative activities. The district encourages development of a well balanced mix of uses, including some residential; creation of an attractive and inviting atmosphere and identity of the area; emphasis upon pedestrian convenience, safety and enjoyment, and minimizing the adverse effects of traffic.

This district is intended to prevent the development of uses which could disrupt or hinder the fulfillment of this broad purpose, but is not intended for general application throughout the City.

(Ord. CS 567, 1984)

17.36.020 Principal permitted uses.

The following shall be permitted uses:

- A. Retail establishments;
- B. Banking and financial institutions;
- C. Business, professional and medical offices;
- D. Personal service establishments;
- E. Restaurants and cafes;
- F. Occasional sidewalk sales and similar promotional events by existing business;
- G. ~~Uses not listed above, but found to be compatible with the above~~ [Any other use determined by the Community Development Director to be of a similar general character and intensity as the above permitted uses, and is consistent with the purpose of this zone as described in 17.36.010.](#)

(Ord. CS 567, 1984)

17.36.030 Accessory uses.

Incidental warehousing, storage and accessory uses, including repairs, operations and services, provided that such uses shall be clearly incidental to the sale of products at retail on the premises, and shall be so located, constructed and operated as not to be offensive or objectionable because of dust, gas, smoke, noise, fumes, odors, vibrations, appearance or otherwise.

(Ord. CS 567, 1984)

17.36.040 Uses requiring conditional use permit.

The following uses shall require a conditional use permit:

- A. Dwelling units on other than ground floor;
- B. Theaters;
- C. Hotels and motels
- D. Service stations and other highway related uses;
- E. Minor manufacturing, where a minimum of 75 percent of the fabricated items is sold at the premises;
- F. Uses for public assembly;
- G. Sidewalk cafes and other uses not totally inside an enclosed building;
- H. Cocktail lounges;
- I. Massage establishment/therapist;
- I. Existing residential dwellings may be reconstructed, repaired or enlarged;
- J. Any other use determined by the Community Development Director to be of a similar general character and intensity as the above conditional uses, and is consistent with the purpose of this zone as described in 17.36.010~~Any other uses the Planning Commission finds to be consistent with the purpose of this district, and which will not impair the present or potential use of nearby properties.~~

(Ord. CS 567, 1984; Ord. CS 767, 3-8-1999; Ord. CS 780, 2-28-2000; Ord. CS 782, 5-8-2000; Ord. CS. 805, 8-12-2002)

17.36.045 Prohibited uses.

The following uses shall be prohibited in this district:

- A. Warehouses;
- B. Arcades;
- C. Automobile repair, except when incidental to a service station or a car sales business and conducted totally within an enclosed building;
- D. Any similar use the ~~Planning Commission~~Community Development Director finds not consistent with the purpose of this district.

(Ord. CS 567, 1984)

17.36.050 ~~Parking requirements~~Reserved.

~~Parking is required as specified elsewhere in this title, with the following exceptions:~~

- ~~A. — On properties with mixed uses, if one use clearly does not need the parking facilities during the same hours as the other use does, the Planning Commission at their discretion may require the number of parking spaces for the one use requiring the higher number of spaces;~~
- ~~B. — Properties located within 300 feet of a public off-street parking lot shall have the option of paying \$1,500 per parking space in lieu of providing the required parking.~~
~~The 300 feet shall be measured by the most direct route along a public right-of-way.~~

(Ord. CS 567, 1984)

17.36.060 ~~Signs~~Reserved.

~~Signs shall comply with regulations elsewhere in this title.~~

(Ord. CS 567, 1984)

17.36.070 ~~Development standards~~Lot area, setbacks, building heights.

~~No new lots shall be created smaller than 7,500 square feet, and all new development shall comply with the following minimum requirements:~~

A. ~~Development standards: Setbacks: none, except as specified in Section 17.34.060.~~

<u>Minimum lot area</u>	<u>7,500 square feet</u>
<u>Minimum yards (setbacks):</u>	
<u>Front or exterior side</u>	<u>None. However, if property is abutting a major arterial, setback shall be 65 feet from the center of the public right-of-way, except Winton Way south of Elm Avenue, where the setback shall be 10 feet from the property line, and except along Atwater Boulevard, where the setback shall be 25 feet from the property line, except from Sierra Vista to First Street where the setback shall be 0 feet from the property line.</u>
<u>Rear or Side (interior)</u>	<u>None. However, if adjacent to a residential zone or General Plan designation, then 10 feet.</u>

B. Building height limits: No building constructed in this zone shall exceed a height of 35 feet unless the following has occurred:

1. The Fire Marshal and Chief Building Official, or designees, have both approved the site plans, improvement plans, and ~~for~~ other required submittals for the project; and
2. The Planning Commission finds, based on the applicant’s submitted study, that the project will not result in adverse visual, air quality, light, or privacy impacts on adjacent or surrounding properties. The Planning Commission makes all of the following findings:
 - A. ~~The applicant has adequately demonstrated a need for the project to exceed 35 feet in building height that is related to the project’s benefit to the community, or due to site constraints, or in order to achieve desired architectural qualities;~~
 - B. ~~The project will be exemplary in its design;~~
 - C. ~~The project design will complement and be compatible with the setting and the character of the neighboring properties with sensitivity to any adjacent federal, state, and City or other historic landmarks;~~
 - D. ~~The project’s proximity to railroads, airports, major freeways or highways, or other transportation hubs, stations, or centers will not interfere, impede, or otherwise disturb such transit services;~~

-
- ~~E. The project is consistent and compatible with the City's General Plan, Zoning Code, and other adopted specific plans and/or master plans;~~
 - ~~F. Intended use of the project will enhance or promote the standard of living for City residents, and/or the local economy;~~
 - ~~G. The project's proposed height would not adversely affect visual blockage of light, air, or cause intrusion of privacy to adjacent and surrounding properties;~~
 - ~~H. The project is not detrimental to the health, safety, peace, comfort, and general welfare of persons or property in the neighborhood and surrounding environs, including without limitation, it will not affect emergency response times or services, nor seismic and/or structural integrity; and~~
 - ~~I. The project's proposed building height does not impede pedestrian or vehicular accessibility along any public or private pathways, sidewalks, driveways or roadways, visually impede any safe use of the same, or otherwise present a hazard to pedestrian or vehicular use of the same.~~

Additional conditions of approval may be imposed by the Planning Commission relative to the project as it relates to this section.

- ~~C. Landscaping shall comply with City landscape standards.~~
- ~~D. Refer to Section 17.03.110 for requirements for collection and loading recyclable materials in development projects.~~

(Ord. CS 567, 1984; Ord. CS 667, 1990; Ord. CS 721, 3-27-1995; Ord. CS 950, § 1, 3-10-2014; Ord. CS 1056, § 1, 1-23-2023)

17.36.080 Other required conditions.

All development in this district shall also comply with the following:

- A. Landscaping shall comply with City landscape standards.
- B. Street trees are to be planted in compliance with adopted City standards.
- C. Parking to be in compliance with requirements elsewhere in this title.
- D. Loading zones required in addition to alleys shall be not less than ten feet wide, 20 feet deep, with a clearance height of not less than 14 feet and shall provide space for vehicles loading and unloading while at the same time not in any way blocking the alley to moving traffic.
- E. A six-foot high solid fence or wall shall be required on the property line abutting any residential zone or land designated for future residential use in the General Plan.
- F. Trash and recycling receptacles shall be located in an enclosure and screened from view. All enclosures must meet applicable building-related standards.
- G. All utilities shall be installed underground.
- H. Refer to Section 17.03.100 for requirements for collection and loading recyclable materials in development projects.
- I. All principal permitted uses shall be conducted wholly within a completely enclosed building, except for occasional sidewalk sales and similar promotional events by several businesses at the same time.

~~A six-foot high solid fence or wall shall be required on the property line abutting any residential zone or land designated for future residential use.~~

(Ord. CS 567, 1984)

17.36.090 Site plan and design review.

All proposed construction or remodeling, and all signs in the C-C zone shall require site plan approval and ~~for~~ design review, to the extent required ~~as specified~~ elsewhere in this title.

(Ord. CS 567, 1984; Ord. CS 1059, § 1, 3-27-2023)

CHAPTER 17.37 C-T, THOROUGHFARE COMMERCIAL

17.37.010 Purpose.

To provide for retail commercial, entertainment, and transient residential uses, which are appropriate to thoroughfare locations and dependent upon the traveling public.

~~Any visitor-related use permitted shall not only be established for the convenience of the travelers, but most of all shall be aesthetically pleasing, beautifying the area, and serve as an invitation to strangers to "stop in Atwater and stay a while."~~

C-T areas shall be established as designated in the General Plan, which is in the general vicinity of highways, freeways, on service drives thereof and in proximity to Castle Air Museum, Castle Air ~~port Force Base~~, golf course or similar tourist attracting facilities.

~~Qualifying areas are preferred to be zoned P-D.~~

(Ord. CS 569, 1984)

17.37.020 Conditional uses.

All ~~of the following~~ uses ~~permissible~~ in the C-T zone shall require approval of a conditional use permit by the Planning Commission, ~~unless otherwise required by law.~~

- A. Hotels, motels, and similar transient residential complexes;
- B. Public or commercial recreational facilities, such as swimming pools, bowling alleys, skating rinks and golf driving ranges;
- C. Restaurants, drive-in restaurants, cocktail lounges* and refreshment stands; (*Bars, not incidental to a restaurant, also need City Council approval.)
- D. Curio, souvenir and similar retail shops developed as part of a complex, if possible;
- E. Public and quasi-public uses;
- F. Shopping centers;
- G. Automobile service stations with minor repair as an incidental use;
- H. Truck stops or RV parks;
- I. Off-site alcoholic beverage sales.
- J. ~~Any other retail business or service establishment determined by the Planning Commission to be of the same general character as uses listed above, catering mainly to the motoring public, and being consistent with the intent of this zone as described in Section 17.37.010. Any other use determined by the Community Development Director to be of a similar general character and intensity as the above permitted uses, and is consistent with the purpose of this zone as described in 17.37.010.~~

(Ord. CS 569, 1984; Ord. CS 780, 2-28-2000; Ord. CS 782, 5-8-2000)

17.37.030 Accessory uses.

Accessory uses and buildings customarily incidental to an approved use.

(Ord. CS 569, 1984)

17.37.040 Lot area, setbacks, and height of structures.

~~The following minimum area requirements shall be observed, except where increased for conditional use:~~

- ~~A. Five acre minimum which can be reduced by the Planning Commission for just cause.~~
- ~~B. Smaller lots, existing at the time this ordinance became effective, shall not be considered nonconforming and may be developed, but not split to a smaller size. Combination of adjacent lots is strongly encouraged for better development with less curb cuts and combined parking facilities, which are mandatory along certain streets.~~
- ~~C. A ten foot front yard setback shall be required. Side and rear yard setbacks will be set or waived during use permit approval by the Planning Commission. See exceptions below.~~

A. Development standards:

<u>Minimum lot area</u>	<u>10,000 square feet</u>
<u>Minimum yards (setbacks):</u>	
<u>Front or exterior side</u>	<u>10 feet. However, if property is abutting a major arterial, setback shall be 65 feet from the center of the public right-of-way, except Winton Way south of Elm Avenue, where the setback shall be 10 feet from the property line, and except along Atwater Boulevard, where the setback shall be 25 feet from the property line, except from Sierra Vista to First Street where the setback shall be 0 feet from the property line.</u>
<u>Rear or Side (interior)</u>	<u>10 feet.</u>

~~DB.~~ Building height limits: No building constructed in this zone shall exceed a height of 35 feet unless the following has occurred:

1. The Fire Marshal and Chief Building Official, or designees, have both approved the site plans, improvement plans, and ~~for~~ other required submittals for the project; and
2. The Planning Commission finds, based on the applicant’s submitted study, that the project will not result in adverse visual, air quality, light, or privacy impacts on adjacent or surrounding properties.~~The Planning Commission makes all of the following findings:~~
 - ~~A. The applicant has adequately demonstrated a need for the project to exceed 35 feet in building height that is related to the project's benefit to the community, or due to site constraints, or in order to achieve desired architectural qualities;~~
 - ~~B. The project will be exemplary in its design;~~
 - ~~C. The project design will complement and be compatible with the setting and the character of the neighboring properties with sensitivity to any adjacent federal, state, and City or other historic landmarks;~~

- D. ~~The project's proximity to railroads, airports, major freeways or highways, or other transportation hubs, stations, or centers will not interfere, impede, or otherwise disturb such transit services;~~
- E. ~~The project is consistent and compatible with the City's General Plan, Zoning Code, and other adopted specific plans and/or master plans;~~
- F. ~~Intended use of the project will enhance or promote the standard of living for City residents, and/or the local economy;~~
- G. ~~The project's proposed height would not adversely affect visual blockage of light, air, or cause intrusion of privacy to adjacent and surrounding properties;~~
- H. ~~The project is not detrimental to the health, safety, peace, comfort, and general welfare of persons or property in the neighborhood and surrounding environs, including without limitation, it will not affect emergency response times or services, nor seismic and/or structural integrity; and~~
- I. ~~The project's proposed building height does not impede pedestrian or vehicular accessibility along any public or private pathways, sidewalks, driveways or roadways, visually impede any safe use of the same, or otherwise present a hazard to pedestrian or vehicular use of the same.~~

Additional conditions of approval may be imposed by the Planning Commission relative to the project as it relates to this section.

(Ord. CS 569, 1984; Ord. CS 950, § 1, 3-10-2014; Ord. CS 1056, § 1, 1-23-2023)

17.37.050 ~~Development standards~~Other required conditions.

All development in this district shall also comply with the following:

~~The following items are minimum requirements unless noted otherwise:~~

- A. A minimum of ten percent landscaping shall be provided on every property. Ten percent of the lot area shall be landscaped, especially the front yard setback;
- B. Street trees are to be planted in compliance with adopted City standards.;
- C. Landscaping shall comply with City landscaping standards.
- D. Parking and loading as described elsewhere in this title.;
- E. A six-foot high solid wall ~~or solid fence~~ shall be required on the interior property line abutting a residential zone or land designated in the General Plan for future residential use.;
- F. Trash and recycling receptacles to be located in an enclosure and screened from view. All enclosures must meet applicable building-related standards.;
- G. All utilities are to be installed underground.;
- H. Refer to Section 17.03. ~~110-100~~ 100 for requirements for collection and loading recyclable materials in development projects.

(Ord. CS 569, 1984; Ord. CS 667, 1990; Ord. CS 721, 3-27-1995)

17.37.060 ~~Exceptions~~Reserved.

~~The following exceptions shall apply:~~

~~A. — Setbacks to be enforced as adopted with Section 17.34.060 if abutting residential areas or fronting on certain streets.~~

(Ord. CS 569, 1984)

17.37.070 Signs Reserved.

~~All proposed signs shall comply with the regulations elsewhere in this title.~~

(Ord. CS 569, 1984)

17.37.080 Site plan and design review.

All uses in the C-T zone shall ~~submit the required drawings for~~require site plan and design review, to the extent required at the time the use permit is applied for, as described elsewhere in this title.

(Ord. CS 569, 1984; Ord. CS 1059, § 1, 3-27-2023)

CHAPTER 17.38 C-G, GENERAL COMMERCIAL DISTRICT

17.38.010 Purpose.

To provide a location for the retail, wholesale, and heavy commercial uses and services necessary within the City, but not suited to other commercial districts and too small for the M-1 area.

(Ord. CS 568, 1984)

17.38.015 Principal permitted uses.

The following shall be permitted uses:

- A. Retail establishments.
- B. Banking and financial institutions.
- C. Business, professional and medical offices.
- D. Massage establishment/therapist.
- E. Personal service establishments.
- F. Restaurants and cafes.
- G. [Any other use determined by the Community Development Director to be of a similar general character and intensity as the above permitted uses, and is consistent with the purpose of this zone as described in 17.38.010.](#)

(Ord. CS 606, 1986; Ord. CS 768, 3-8-1999)

17.38.020 Conditional uses.

The following shall require a use permit by the Planning Commission:

- A. Seed and feed stores;
- B. Agricultural and automotive equipment;
- C. New and used car sales;
- D. Truck, trailer and car rentals;
- E. Retail plumbing and repair electric or electronic retail and repair;
- F. Mobile home and RV sales;
- G. Bakeries and creameries;
- H. Laundries, cleaning and dyeing establishments;
- I. Millinery stores, shoemakers, and upholsterers;
- J. Lumber and contractor yards;

-
- K. Carpentry and cabinet making;
 - L. Any other commercial or light manufacturing uses the Planning commission finds to be consistent with the purpose of this district;
 - M. Off-site alcoholic beverage sales;
 - N. Uses as identified [as Conditional in the Central Commercial District, listed](#) in Section 17.36.040;
 - O. Uses otherwise identified in Section 17.38.015 as principal permitted uses, when located adjacent to an existing use allowed as a conditional use.
 - P. [Any other use determined by the Community Development Director to be of a similar general character and intensity as the above conditional uses, and is consistent with the purpose of this zone as described in 17.38.010.](#)

(Ord. CS 568, 1984; Ord. CS 606, 1986; Ord. CS 780, 2-28-2000; Ord. CS 782, 5-8-2000)

17.38.030 Accessory uses.

Any accessory uses incidental to the main use of the property.

(Ord. CS 568, 1984)

17.38.040 Development standards.

All development in this district shall also comply with the following:

- A. A minimum of ten percent landscaping shall be provided on every property.
- B. Landscaping shall comply with City landscape standards.
- C. Street trees are to be planted in compliance with adopted City standards.
- D. Parking to be in compliance with requirements elsewhere in this title.
- E. Loading zones required in addition to alleys shall be not less than ten feet wide, 20 feet deep, with a clearance height of not less than 14 feet, and shall provide space for vehicles loading and unloading while at the same time not in any way blocking the alley to moving traffic.
- F. A six-foot high solid ~~fence or~~ wall shall be required on the property line abutting any residential zone or land designated for future residential use in the General Plan. ~~Fences in exterior yards to comply with residential requirements.~~
- G. Trash [and recycling](#) receptacles shall be [located in an enclosure and](#) screened from view. [All enclosures must meet building-related standards.](#)
- H. All utilities shall be installed underground.
- I. Refer to Section 17.03.~~110-100~~ for requirements for collection and loading recyclable materials in development projects.

(Ord. CS 568, 1984; Ord. CS 667, 1990; Ord. CS 721, 3-27-1995)

17.38.050 Lot area, setbacks, building height.

[A. Development standards:](#)

<u>Minimum lot area</u>	<u>10,000 square feet</u>
<u>Minimum yards (setbacks):</u>	
<u>Front or exterior side</u>	<u>10 feet. However, if property is abutting a major arterial, setback shall be 65 feet from the center of the public right-of-way, except Winton Way south of Elm Avenue, where the setback shall be 10 feet from the property line, and except along Atwater Boulevard, where the setback shall be 25 feet from the property line, except from Sierra Vista to First Street where the setback shall be 0 feet from the property line.</u>
<u>Rear or Side (interior)</u>	<u>None. However, if adjacent to a residential zone or General Plan designation, then 10 feet.</u>

~~No lot shall be created that would be smaller than 10,000 square feet. All existing lots that are smaller shall be developed in compliance with this chapter.~~

~~Setbacks: Exterior setback: ten feet.~~

~~Interior and rear yard setback as required by Building or Fire Code.~~

B. Building height: No building constructed in this zone shall exceed a height of 35 feet unless the following has occurred:

1. The Fire Marshal and Chief Building Official, or designees, have both approved the site plans, improvement plans, and ~~for~~ other required submittals for the project; and
2. The Planning Commission finds, based on the applicant's submitted study, that the project will not result in adverse visual, air quality, light, or privacy impacts on adjacent or surrounding properties.~~The Planning Commission makes all of the following findings:~~
 - A. ~~The applicant has adequately demonstrated a need for the project to exceed 35 feet in building height that is related to the project's benefit to the community, or due to site constraints, or in order to achieve desired architectural qualities;~~
 - B. ~~The project will be exemplary in its design;~~
 - C. ~~The project design will complement and be compatible with the setting and the character of the neighboring properties with sensitivity to any adjacent federal, state, and City or other historic landmarks;~~
 - D. ~~The project's proximity to railroads, airports, major freeways or highways, or other transportation hubs, stations, or centers will not interfere, impede, or otherwise disturb such transit services;~~
 - E. ~~The project is consistent and compatible with the City's General Plan, Zoning Code, and other adopted specific plans and/or master plans;~~
 - F. ~~Intended use of the project will enhance or promote the standard of living for City residents, and/or the local economy;~~
 - G. ~~The project's proposed height would not adversely affect visual blockage of light, air, or cause intrusion of privacy to adjacent and surrounding properties;~~
 - H. ~~The project is not detrimental to the health, safety, peace, comfort, and general welfare of persons or property in the neighborhood and surrounding environs, including without limitation, it will not affect emergency response times or services, nor seismic and/or structural integrity; and~~

~~I. — The project's proposed building height does not impede pedestrian or vehicular accessibility along any public or private pathways, sidewalks, driveways or roadways, visually impede any safe use of the same, or otherwise present a hazard to pedestrian or vehicular use of the same.~~

Additional conditions of approval may be imposed by the Planning Commission relative to the project as it relates to this section.

(Ord. CS 568, 1984; Ord. CS 950, § 1, 3-10-2014; Ord. CS 1056, § 1, 1-23-2023)

17.38.060 Exceptions Reserved.

~~Setbacks listed in Section 17.38.050 shall not apply in the following instances:~~

~~A. — If the property is abutting a major arterial, setback shall be 65 feet from the center of the public right-of-way, except Winton Way south of Elm Avenue, where it has to conform with the established building setback, and along Atwater Boulevard, where the setback shall be 25 feet from the property line, except from Sierra Vista to First Street where the established setback shall be complied with.~~

~~B. — If property is abutting a residential zone or land designated for residential uses in the General Plan, a ten-foot setback shall be required.~~

(Ord. CS 568, 1984)

17.38.070 Sign Regulations Reserved.

~~All proposed signs shall comply with the regulations elsewhere in this title.~~

(Ord. CS 568, 1984)

17.38.080 Site plan and design review.

All uses in the C-G zone shall require site plan approval and design review, ~~to the extent required as described~~ elsewhere in this title.

(Ord. CS 568, 1984; Ord. CS 1059, § 1, 3-27-2023)

CHAPTER 17.34 C-O, OFFICE COMMERCIAL

17.34.010 Purpose.

To provide a district for medical and professional offices and related uses.
(Ord. CS 565, 1984)

17.34.020 Permitted uses.

Medical, dental, business and professional offices, banks and financial institutions, and any other office or professional use which is determined by the Planning commission to be of the same general character.
(Ord. CS 565, 1984)

17.34.030 Accessory uses.

Single story accessory buildings, garages and parking lots incidental to the principal use are permitted subject to site plan review.
(Ord. CS 565, 1984; Ord. CS 1059, § 1, 3-27-2023)

17.34.040 Conditional uses.

The following uses may be approved with a conditional use permit by the Planning Commission:

- A. Public and quasi-public uses appropriate to the district such as hospitals, convalescent or nursing homes, professional, business and technical schools;
- B. Schools and studios for arts and crafts, photography, music and dance;
- C. Medical and dental labs; pharmacies and drug stores;
- D. Barber and beauty shops;
- E. Public parking lots;
- F. Existing residential dwellings may be reconstructed, repaired or enlarged.
- G. Any other use the Planning Commission finds of the same general character as the above.

(Ord. CS 565, 1984; Ord. CS 780, 2-28-2000; Ord. CS 805, 8-12-2002)

17.34.050 Lot area, setbacks, building heights.

Minimum lot area	7,500 square feet
Minimum yards (setbacks):	

Front	10 feet
Side (interior)	5 feet
Side (exterior)	10 feet
Rear	none

No building constructed in this zone shall exceed a height of 35 feet unless the following has occurred:

1. The Fire Marshal and Chief Building Official, or designees, have both approved the site plans, improvement plans, and/or other required submittals for the project; and
2. The Planning Commission makes all of the following findings:
 - A. The applicant has adequately demonstrated a need for the project to exceed 35 feet in building height that is related to the project's benefit to the community, or due to site constraints, or in order to achieve desired architectural qualities;
 - B. The project will be exemplary in its design;
 - C. The project design will complement and be compatible with the setting and the character of the neighboring properties with sensitivity to any adjacent federal, state, and City or other historic landmarks;
 - D. The project's proximity to railroads, airports, major freeways or highways, or other transportation hubs, stations, or centers will not interfere, impede, or otherwise disturb such transit services;
 - E. The project is consistent and compatible with the City's General Plan, Zoning Code, and other adopted specific plans and/or master plans;
 - F. Intended use of the project will enhance or promote the standard of living for City residents, and/or the local economy;
 - G. The project's proposed height would not adversely affect visual blockage of light, air, or cause intrusion of privacy to adjacent and surrounding properties;
 - H. The project is not detrimental to the health, safety, peace, comfort, and general welfare of persons or property in the neighborhood and surrounding environs, including without limitation, it will not affect emergency response times or services, nor seismic and/or structural integrity; and
 - I. The project's proposed building height does not impede pedestrian or vehicular accessibility along any public or private pathways, sidewalks, driveways or roadways, visually impede any safe use of the same, or otherwise present a hazard to pedestrian or vehicular use of the same.

Additional conditions of approval may be imposed by the Planning Commission relative to the project as it relates to this section.

(Ord. CS 565, 1984; Ord. CS 950, § 1, 3-10-2014; Ord. CS 1056, § 1, 1-23-2023)

17.34.060 Exceptions.

Setbacks listed in Section 17.34.050 shall not apply in the following instances:

- A. If property is abutting a major arterial, setback shall be 65 feet from the center of the public right-of-way, except Winton Way south of Elm Avenue, where it has to conform with the established building

setback, and along Atwater Boulevard, where the setback shall be 25 feet from the property line, except from Sierra Vista to First Street where the established setback shall be complied with.

- B. If property is abutting a residential zone or land designated for residential uses in the General Plan, a ten-foot setback shall be required.

(Ord. CS 565, 1984)

17.34.070 Other required conditions.

All development in this district shall also comply with the following:

- A. A minimum of ten percent landscaping shall be provided on every property.
- B. Landscaping shall comply with City landscape standards.
- C. Street trees are to be planted in compliance with adopted City standards.
- D. Parking to be in compliance with requirements elsewhere in this title.
- E. Loading zones required in addition to alleys shall be not less than ten feet wide, 20 feet deep, with a clearance height of not less than 14 feet, and shall provide space for vehicles loading and unloading while at the same time not in any way blocking the alley to moving traffic.
- F. A six-foot high solid fence or wall shall be required on the property line abutting any residential zone or land designated for future residential use in the General Plan. No fences are permitted in exterior yards.
- G. Trash receptacles shall be screened from view.
- H. All utilities shall be installed underground.
- I. Refer to Section 17.03.110 for requirements for collection and loading recyclable materials in development projects.

(Ord. CS 565, 1984; Ord. CS 667, 1990; Ord. CS 721, 3-27-1995)

17.34.080 Site plan and design review.

All uses in the C-O zone shall require site plan approval and design review as described elsewhere in this title.

(Ord. CS 565, 1984; Ord. CS 1059, § 1, 3-27-2023)

CHAPTER 17.35 C-N, NEIGHBORHOOD COMMERCIAL

17.35.010 Purpose.

To provide attractive areas for the day to day shopping needs of the residential neighborhoods. Small shopping centers are preferred to individual establishments because they provide better parking facilities without creating traffic hazards caused by too many curb cuts. Combination of several small lots therefore is more desirable.

(Ord. CS 566, 1984)

17.35.020 Permitted uses.

Any retail business or service establishment, such as a grocery store, bake shop, drug store, barber and beauty shop, laundry and dry-cleaning pickup station, child care center, business or professional office or financial institution, supply commodities, performing services for residents of the neighborhood, and any other retail or service establishment which is determined by the Commission to be of the same general character as the above permitted uses.

(Ord. CS 566, 1984)

17.35.030 Accessory uses.

Accessory uses and buildings customarily appurtenant to a permitted use such as parking and incidental storage facilities and telephone booths.

(Ord. CS 566, 1984)

17.35.040 Conditional uses.

The following uses may be considered by the Planning Commission through the use permit procedure:

- A. Restaurants, cafes, soda fountains, not including entertainment or dancing, or sale of liquor, beer or other alcoholic beverages for consumption on the premises;
- B. Public and quasi-public uses;
- C. Social halls, lodges, fraternal organizations and clubs;
- D. Uses not in enclosed buildings;
- E. Off-site alcoholic beverage sales.
- F. Any other use determined by the Planning Commission to be of the same general character suitable in a neighborhood commercial district.

(Ord. CS 566, 1984; Ord. CS 780, 2-28-2000; Ord. CS 782, 5-8-2000)

17.35.050 Lot area, setbacks, building heights.

No lot shall be created that would be smaller than 7,500 square feet. All existing lots that are smaller shall be developed in compliance with this chapter.

Setbacks:	
exterior setback	10 feet
interior setback	none
rear yard	none

No building constructed in this zone shall exceed a height of 35 feet unless the following has occurred:

1. The Fire Marshal and Chief Building Official, or designees, have both approved the site plans, improvement plans, and/or other required submittals for the project; and
2. The Planning Commission makes all of the following findings:
 - A. The applicant has adequately demonstrated a need for the project to exceed 35 feet in building height that is related to the project's benefit to the community, or due to site constraints, or in order to achieve desired architectural qualities;
 - B. The project will be exemplary in its design;
 - C. The project design will complement and be compatible with the setting and the character of the neighboring properties with sensitivity to any adjacent federal, state, and City or other historic landmarks;
 - D. The project's proximity to railroads, airports, major freeways or highways, or other transportation hubs, stations, or centers will not interfere, impede, or otherwise disturb such transit services;
 - E. The project is consistent and compatible with the City's General Plan, Zoning Code, and other adopted specific plans and/or master plans;
 - F. Intended use of the project will enhance or promote the standard of living for City residents, and/or the local economy;
 - G. The project's proposed height would not adversely affect visual blockage of light, air, or cause intrusion of privacy to adjacent and surrounding properties;
 - H. The project is not detrimental to the health, safety, peace, comfort, and general welfare of persons or property in the neighborhood and surrounding environs, including without limitation, it will not affect emergency response times or services, nor seismic and/or structural integrity; and
 - I. The project's proposed building height does not impede pedestrian or vehicular accessibility along any public or private pathways, sidewalks, driveways or roadways, visually impede any safe use of the same, or otherwise present a hazard to pedestrian or vehicular use of the same.

Additional conditions of approval may be imposed by the Planning Commission relative to the project as it relates to this section.

(Ord. CS 566, 1984; Ord. CS 950, § 1, 3-10-2014; Ord. CS 1056, § 1, 1-23-2023)

17.35.060 Exceptions.

Setbacks listed in Section 17.35.050 shall not apply in the following instances:

- A. If the property is abutting a major arterial, setback shall be 65 feet from the center of the public right-of-way, except Winton Way south of Elm Avenue, where it has to conform with the established building setback, and along Atwater Boulevard, where the setback shall be 25 feet from the property line, except from Sierra Vista to First Street where the established setback shall be complied with.
- B. If property is abutting a residential zone or land designated for residential uses in the General Plan, a ten-foot setback shall be required.

(Ord. CS 566, 1984)

17.35.070 Other required conditions.

All development in this district shall also comply with the following:

- A. A minimum of ten percent landscaping shall be provided on every property.
- B. Landscaping shall comply with City landscape standards.
- C. Street trees are to be planted in compliance with adopted City standards.
- D. Parking to be in compliance with requirements elsewhere in this title.
- E. Loading zones required in addition to alleys shall be not less than ten feet wide, 20 feet deep, with a clearance height of not less than 14 feet, and shall provide space for vehicles loading and unloading while at the same time not in any way blocking the alley to moving traffic.
- F. A six-foot high solid fence or wall shall be required on the property line abutting any residential zone or land designated for future residential use in the General Plan. No fences are permitted in exterior yards.
- G. Trash receptacles shall be screened from view.
- H. All utilities shall be installed underground.
- I. Refer to Section 17.03.110 for requirements for collection and loading recyclable materials in development projects.

(Ord. CS 566, 1984; Ord. CS 667, 1990; Ord. CS 721, 3-27-1995)

17.35.080 Site plan and design review.

All uses in the C-N zone shall require site plan approval and design review as described elsewhere in this title.

(Ord. CS 566, 1984; Ord. CS 1059, § 1, 3-27-2023)

CHAPTER 17.36 C-C, CENTRAL COMMERCIAL DISTRICT

17.36.010 Purpose.

To facilitate development and redevelopment of the central commercial core as an area of "pedestrian priority" by encouraging a broad mix of retail, service, financial, office and specialty uses with few constraints, but in compliance with the overall theme of the revitalization of this core area.

The Central Commercial District is to maintain and enhance the physical and economic vitality of the central City, both as a self-contained unit and as the focus of the community's commercial, financial, cultural and administrative activities. The district encourages development of a well balanced mix of uses, including some residential; creation of an attractive and inviting atmosphere and identity of the area; emphasis upon pedestrian convenience, safety and enjoyment, and minimizing the adverse effects of traffic.

This district is intended to prevent the development of uses which could disrupt or hinder the fulfillment of this broad purpose, but is not intended for general application throughout the City.

(Ord. CS 567, 1984)

17.36.020 Principal permitted uses.

The following shall be permitted uses:

- A. Retail establishments;
- B. Banking and financial institutions;
- C. Business, professional and medical offices;
- D. Personal service establishments;
- E. Restaurants and cafes;
- F. Occasional sidewalk sales and similar promotional events by existing business;
- G. Uses not listed above, but found to be compatible with the above.

(Ord. CS 567, 1984)

17.36.030 Accessory uses.

Incidental warehousing, storage and accessory uses, including repairs, operations and services, provided that such uses shall be clearly incidental to the sale of products at retail on the premises, and shall be so located, constructed and operated as not to be offensive or objectionable because of dust, gas, smoke, noise, fumes, odors, vibrations, appearance or otherwise.

(Ord. CS 567, 1984)

17.36.040 Uses requiring conditional use permit.

The following uses shall require a conditional use permit:

- A. Dwelling units on other than ground floor;
- B. Theaters;
- C. Hotels and motels
- D. Service stations and other highway related uses;
- E. Minor manufacturing, where a minimum of 75 percent of the fabricated items is sold at the premises;
- F. Uses for public assembly;
- G. Sidewalk cafes and other uses not totally inside an enclosed building;
- H. Cocktail lounges;
- I. Massage establishment/therapist;
- I. Existing residential dwellings may be reconstructed, repaired or enlarged;
- J. Any other uses the Planning Commission finds to be consistent with the purpose of this district, and which will not impair the present or potential use of nearby properties.

(Ord. CS 567, 1984; Ord. CS 767, 3-8-1999; Ord. CS 780, 2-28-2000; Ord. CS 782, 5-8-2000; Ord. CS. 805, 8-12-2002)

17.36.045 Prohibited uses.

The following uses shall be prohibited in this district:

- A. Warehouses;
- B. Arcades;
- C. Automobile repair, except when incidental to a service station or a car sales business and conducted totally within an enclosed building;
- D. Any similar use the Planning Commission finds not consistent with the purpose of this district.

(Ord. CS 567, 1984)

17.36.050 Parking requirements.

Parking is required as specified elsewhere in this title, with the following exceptions:

- A. On properties with mixed uses, if one use clearly does not need the parking facilities during the same hours as the other use does, the Planning Commission at their discretion may require the number of parking spaces for the one use requiring the higher number of spaces;
- B. Properties located within 300 feet of a public off-street parking lot shall have the option of paying \$1,500 per parking space in lieu of providing the required parking.

The 300 feet shall be measured by the most direct route along a public right-of-way.

(Ord. CS 567, 1984)

17.36.060 Signs.

Signs shall comply with regulations elsewhere in this title.

(Ord. CS 567, 1984)

17.36.070 Development standards.

No new lots shall be created smaller than 7,500 square feet, and all new development shall comply with the following minimum requirements:

- A. Setbacks: none, except as specified in Section 17.34.060.
 - B. Building height limits: No building constructed in this zone shall exceed a height of 35 feet unless the following has occurred:
 - 1. The Fire Marshal and Chief Building Official, or designees, have both approved the site plans, improvement plans, and/or other required submittals for the project; and
 - 2. The Planning Commission makes all of the following findings:
 - A. The applicant has adequately demonstrated a need for the project to exceed 35 feet in building height that is related to the project's benefit to the community, or due to site constraints, or in order to achieve desired architectural qualities;
 - B. The project will be exemplary in its design;
 - C. The project design will complement and be compatible with the setting and the character of the neighboring properties with sensitivity to any adjacent federal, state, and City or other historic landmarks;
 - D. The project's proximity to railroads, airports, major freeways or highways, or other transportation hubs, stations, or centers will not interfere, impede, or otherwise disturb such transit services;
 - E. The project is consistent and compatible with the City's General Plan, Zoning Code, and other adopted specific plans and/or master plans;
 - F. Intended use of the project will enhance or promote the standard of living for City residents, and/or the local economy;
 - G. The project's proposed height would not adversely affect visual blockage of light, air, or cause intrusion of privacy to adjacent and surrounding properties;
 - H. The project is not detrimental to the health, safety, peace, comfort, and general welfare of persons or property in the neighborhood and surrounding environs, including without limitation, it will not affect emergency response times or services, nor seismic and/or structural integrity; and
 - I. The project's proposed building height does not impede pedestrian or vehicular accessibility along any public or private pathways, sidewalks, driveways or roadways, visually impede any safe use of the same, or otherwise present a hazard to pedestrian or vehicular use of the same.
- Additional conditions of approval may be imposed by the Planning Commission relative to the project as it relates to this section.
- C. Landscaping shall comply with City landscape standards.

-
- D. Refer to Section 17.03.110 for requirements for collection and loading recyclable materials in development projects.

(Ord. CS 567, 1984; Ord. CS 667, 1990; Ord. CS 721, 3-27-1995; Ord. CS 950, § 1, 3-10-2014; Ord. CS 1056, § 1, 1-23-2023)

17.36.080 Other required conditions.

All principal permitted uses shall be conducted wholly within a completely enclosed building, except for occasional sidewalk sales and similar promotional events by several businesses at the same time.

A six-foot high solid fence or wall shall be required on the property line abutting any residential zone or land designated for future residential use.

(Ord. CS 567, 1984)

17.36.090 Site plan and design review.

All proposed construction or remodeling, and all signs in the C-C zone shall require site plan approval and/or design review as specified elsewhere in this title.

(Ord. CS 567, 1984; Ord. CS 1059, § 1, 3-27-2023)

CHAPTER 17.37 C-T, THOROUGHFARE COMMERCIAL

17.37.010 Purpose.

To provide for retail commercial, entertainment, and transient residential uses, which are appropriate to thoroughfare locations and dependent upon the traveling public.

Any visitor-related use permitted shall not only be established for the convenience of the travelers, but most of all shall be aesthetically pleasing, beautifying the area, and serve as an invitation to strangers to "stop in Atwater and stay a while."

C-T areas shall be established as designated in the General Plan, which is in the general vicinity of highways, freeways, on service drives thereof and in proximity to Castle Air Museum, Castle Air Force Base, golf course or similar tourist attracting facilities.

Qualifying areas are preferred to be zoned P-D.

(Ord. CS 569, 1984)

17.37.020 Conditional uses.

All uses permissible in the C-T zone shall require approval of a conditional use permit by the Planning Commission.

- A. Hotels, motels, and similar transient residential complexes;
- B. Public or commercial recreational facilities, such as swimming pools, bowling alleys, skating rinks and golf driving ranges;
- C. Restaurants, drive-in restaurants, cocktail lounges* and refreshment stands; (*Bars, not incidental to a restaurant, also need City Council approval.)
- D. Curio, souvenir and similar retail shops developed as part of a complex, if possible;
- E. Public and quasi-public uses;
- F. Shopping centers;
- G. Automobile service stations with minor repair as an incidental use;
- H. Truck stops or RV parks;
- I. Off-site alcoholic beverage sales.
- J. Any other retail business or service establishment determined by the Planning Commission to be of the same general character as uses listed above, catering mainly to the motoring public, and being consistent with the intent of this zone as described in Section 17.37.010.

(Ord. CS 569, 1984; Ord. CS 780, 2-28-2000; Ord. CS 782, 5-8-2000)

17.37.030 Accessory uses.

Accessory uses and buildings customarily incidental to an approved use.

(Ord. CS 569, 1984)

17.37.040 Lot area, setbacks, and height of structures.

The following minimum area requirements shall be observed, except where increased for conditional use:

- A. Five acre minimum which can be reduced by the Planning Commission for just cause.
- B. Smaller lots, existing at the time this ordinance became effective, shall not be considered nonconforming and may be developed, but not split to a smaller size. Combination of adjacent lots is strongly encouraged for better development with less curb cuts and combined parking facilities, which are mandatory along certain streets.
- C. A ten-foot front yard setback shall be required. Side and rear yard setbacks will be set or waived during use permit approval by the Planning Commission. See exceptions below.
- D. Building height limits: No building constructed in this zone shall exceed a height of 35 feet unless the following has occurred:
 - 1. The Fire Marshal and Chief Building Official, or designees, have both approved the site plans, improvement plans, and/or other required submittals for the project; and
 - 2. The Planning Commission makes all of the following findings:
 - A. The applicant has adequately demonstrated a need for the project to exceed 35 feet in building height that is related to the project's benefit to the community, or due to site constraints, or in order to achieve desired architectural qualities;
 - B. The project will be exemplary in its design;
 - C. The project design will complement and be compatible with the setting and the character of the neighboring properties with sensitivity to any adjacent federal, state, and City or other historic landmarks;
 - D. The project's proximity to railroads, airports, major freeways or highways, or other transportation hubs, stations, or centers will not interfere, impede, or otherwise disturb such transit services;
 - E. The project is consistent and compatible with the City's General Plan, Zoning Code, and other adopted specific plans and/or master plans;
 - F. Intended use of the project will enhance or promote the standard of living for City residents, and/or the local economy;
 - G. The project's proposed height would not adversely affect visual blockage of light, air, or cause intrusion of privacy to adjacent and surrounding properties;
 - H. The project is not detrimental to the health, safety, peace, comfort, and general welfare of persons or property in the neighborhood and surrounding environs, including without limitation, it will not affect emergency response times or services, nor seismic and/or structural integrity; and

-
- I. The project's proposed building height does not impede pedestrian or vehicular accessibility along any public or private pathways, sidewalks, driveways or roadways, visually impede any safe use of the same, or otherwise present a hazard to pedestrian or vehicular use of the same.

Additional conditions of approval may be imposed by the Planning Commission relative to the project as it relates to this section.

(Ord. CS 569, 1984; Ord. CS 950, § 1, 3-10-2014; Ord. CS 1056, § 1, 1-23-2023)

17.37.050 Development standards.

The following items are minimum requirements unless noted otherwise:

- A. Ten percent of the lot area shall be landscaped, especially the front yard setback;
- B. Street trees are to be planted in compliance with adopted City standards;
- C. Landscaping shall comply with City landscaping standards.
- D. Parking and loading as described elsewhere in this title;
- E. A six-foot high wall or solid fence shall be required on the interior property line abutting a residential zone or land designated in the General Plan for future residential use;
- F. Trash receptacles to be screened from view;
- G. All utilities are to be installed underground;
- H. Refer to Section 17.03.110 for requirements for collection and loading recyclable materials in development projects.

(Ord. CS 569, 1984; Ord. CS 667, 1990; Ord. CS 721, 3-27-1995)

17.37.060 Exceptions.

The following exceptions shall apply:

- A. Setbacks to be enforced as adopted with Section 17.34.060 if abutting residential areas or fronting on certain streets.

(Ord. CS 569, 1984)

17.37.070 Signs.

All proposed signs shall comply with the regulations elsewhere in this title.

(Ord. CS 569, 1984)

17.37.080 Site plan and design review.

All uses in the C-T zone shall submit the required drawings for site plan and design review at the time the use permit is applied for, as described elsewhere in this title.

(Ord. CS 569, 1984; Ord. CS 1059, § 1, 3-27-2023)

CHAPTER 17.38 C-G, GENERAL COMMERCIAL DISTRICT

17.38.010 Purpose.

To provide a location for the retail, wholesale, and heavy commercial uses and services necessary within the City, but not suited to other commercial districts and too small for the M-1 area.

(Ord. CS 568, 1984)

17.38.015 Principal permitted uses.

The following shall be permitted uses:

- A. Retail establishments.
- B. Banking and financial institutions.
- C. Business, professional and medical offices.
- D. Massage establishment/therapist.
- E. Personal service establishments.
- F. Restaurants and cafes.
- G.

(Ord. CS 606, 1986; Ord. CS 768, 3-8-1999)

17.38.020 Conditional uses.

The following shall require a use permit by the Planning Commission:

- A. Seed and feed stores;
- B. Agricultural and automotive equipment;
- C. New and used car sales;
- D. Truck, trailer and car rentals;
- E. Retail plumbing and repair electric or electronic retail and repair;
- F. Mobile home and RV sales;
- G. Bakeries and creameries;
- H. Laundries, cleaning and dyeing establishments;
- I. Millinery stores, shoemakers, and upholsterers;
- J. Lumber and contractor yards;
- K. Carpentry and cabinet making;

-
- L. Any other commercial or light manufacturing uses the Planning commission finds to be consistent with the purpose of this district;
 - M. Off-site alcoholic beverage sales;
 - N. Uses as identified in Section 17.36.040;
 - O. Uses otherwise identified in Section 17.38.015 as principal permitted uses, when located adjacent to an existing use allowed as a conditional use.

(Ord. CS 568, 1984; Ord. CS 606, 1986; Ord. CS 780, 2-28-2000; Ord. CS 782, 5-8-2000)

17.38.030 Accessory uses.

Any accessory uses incidental to the main use of the property.

(Ord. CS 568, 1984)

17.38.040 Development standards.

All development in this district shall also comply with the following:

- A. A minimum of ten percent landscaping shall be provided on every property.
- B. Landscaping shall comply with City landscape standards.
- C. Street trees are to be planted in compliance with adopted City standards.
- D. Parking to be in compliance with requirements elsewhere in this title.
- E. Loading zones required in addition to alleys shall be not less than ten feet wide, 20 feet deep, with a clearance height of not less than 14 feet, and shall provide space for vehicles loading and unloading while at the same time not in any way blocking the alley to moving traffic.
- F. A six-foot high solid fence or wall shall be required on the property line abutting any residential zone or land designated for future residential use in the General Plan. Fences in exterior yards to comply with residential requirements.
- G. Trash receptacles shall be screened from view.
- H. All utilities shall be installed underground.
- I. Refer to Section 17.03.110 for requirements for collection and loading recyclable materials in development projects.

(Ord. CS 568, 1984; Ord. CS 667, 1990; Ord. CS 721, 3-27-1995)

17.38.050 Lot area, setbacks, building height.

No lot shall be created that would be smaller than 10,000 square feet. All existing lots that are smaller shall be developed in compliance with this chapter.

Setbacks: Exterior setback: ten feet.

Interior and rear yard setback as required by Building or Fire Code.

Building height: No building constructed in this zone shall exceed a height of 35 feet unless the following has occurred:

-
1. The Fire Marshal and Chief Building Official, or designees, have both approved the site plans, improvement plans, and/or other required submittals for the project; and
 2. The Planning Commission makes all of the following findings:
 - A. The applicant has adequately demonstrated a need for the project to exceed 35 feet in building height that is related to the project's benefit to the community, or due to site constraints, or in order to achieve desired architectural qualities;
 - B. The project will be exemplary in its design;
 - C. The project design will complement and be compatible with the setting and the character of the neighboring properties with sensitivity to any adjacent federal, state, and City or other historic landmarks;
 - D. The project's proximity to railroads, airports, major freeways or highways, or other transportation hubs, stations, or centers will not interfere, impede, or otherwise disturb such transit services;
 - E. The project is consistent and compatible with the City's General Plan, Zoning Code, and other adopted specific plans and/or master plans;
 - F. Intended use of the project will enhance or promote the standard of living for City residents, and/or the local economy;
 - G. The project's proposed height would not adversely affect visual blockage of light, air, or cause intrusion of privacy to adjacent and surrounding properties;
 - H. The project is not detrimental to the health, safety, peace, comfort, and general welfare of persons or property in the neighborhood and surrounding environs, including without limitation, it will not affect emergency response times or services, nor seismic and/or structural integrity; and
 - I. The project's proposed building height does not impede pedestrian or vehicular accessibility along any public or private pathways, sidewalks, driveways or roadways, visually impede any safe use of the same, or otherwise present a hazard to pedestrian or vehicular use of the same.

Additional conditions of approval may be imposed by the Planning Commission relative to the project as it relates to this section.

(Ord. CS 568, 1984; Ord. CS 950, § 1, 3-10-2014; Ord. CS 1056, § 1, 1-23-2023)

17.38.060 Exceptions.

Setbacks listed in Section 17.38.050 shall not apply in the following instances:

- A. If the property is abutting a major arterial, setback shall be 65 feet from the center of the public right-of-way, except Winton Way south of Elm Avenue, where it has to conform with the established building setback, and along Atwater Boulevard, where the setback shall be 25 feet from the property line, except from Sierra Vista to First Street where the established setback shall be complied with.
- B. If property is abutting a residential zone or land designated for residential uses in the General Plan, a ten foot setback shall be required.

(Ord. CS 568, 1984)

17.38.070 Sign Regulations.

All proposed signs shall comply with the regulations elsewhere in this title.

(Ord. CS 568, 1984)

17.38.080 Site plan and design review.

All uses in the C-G zone shall require site plan approval and design review as described elsewhere in this title.

(Ord. CS 568, 1984; Ord. CS 1059, § 1, 3-27-2023)



AGENDA REPORT

CITY COUNCIL

Mike Nelson

John Cale
Danny Ambriz

Brian Raymond
Kalisa Rochester

MEETING June 8, 2026
DATE:
TO: Mayor and City Council
FROM: Christopher Hoem, City Manager
PREPARED Anna Nicholas, Finance Director
BY:
SUBJECT: **Receiving and Accepting the City of Atwater's Annual Financial Report for the year ended June 30, 2025 (City Manager Hoem)**

RECOMMENDED COUNCIL ACTION

Motion to receive and accept the City of Atwater's Annual Financial Report for the year ended June 30, 2025 and the Independent Accountants' Report on Agreed-Upon Procedures Applied to Appropriations Limit Schedule for the year ended June 30, 2026.

I. BACKGROUND/ANALYSIS:

Background:

Each year, the City's financial records are audited by an independent Certified Public Accounting firm. For the financial records of Fiscal Year 2024-25 (FY 25), the independent external auditing firm of Badawi & Associates performed the annual audit which is formally known as the Annual Financial Report. Using Generally Accepted Accounting Principles (GAAP) and Generally Accepted Government Auditing Standards (GAGAS), the firm reviewed the financial records of the City and issued the FY 25 Annual Financial Report, which includes the Independent Auditor's Report. In addition, the Independent Accountants' Report on Agreed-Upon Procedures Applied to Appropriations Limit Schedule for FY 26 has been completed. This report is to meet the intended purpose of the requirements of Section 1.5 of Article XIII-B of the California Constitution, as it pertains to the Appropriations Limit and the calculations to be reviewed as part of the annual audit process. All of these reports are used by internal and external stakeholders to evaluate the fiscal condition of the City.

Analysis:

1. The City received an unmodified (favorable) audit opinion for the FY 25 Annual Financial Report. The opinion indicates the auditor found the financial statements to be fairly presented in all material respects, in accordance with the applicable financial reporting framework; there have been no findings of material misstatements; and the City has adhered to GAAP in the preparation of the financial statements. Along with the Annual Financial Report, the auditor includes an Independent Auditor's Report which addresses internal controls over financial reporting. Included with the Annual Financial

Report is a Letter of Transmittal which can be found on Page v. The Letter of Transmittal is from the Finance Director and City Manager and provides additional information about the City, including recent initiatives. Page 1 begins the Independent Auditor's Report, which contains items such as the Auditor's Opinion, Basis for Opinions and other Supplementary Information. Page 5 begins the Management Discussion & Analysis (MD&A). The MD&A provides the reader with a narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2025. The Basic Financial Statements (beginning on pg. 23) are comprised of the Government-wide Financial Statements and the Fund Financial Statements. The Government-wide Financial Statements provide a broad overview of the City's activities as a whole and are comprised of the Statement of Net position and the Statement of Activities. The Fund Financial Statements (beginning on pg. 29) provide detailed Fund level statements for governmental and proprietary funds for the City. The Notes to the Basic Financial Statements (pg.45) provide supporting information that helps to explain the significant categories of accounting.

II. FISCAL IMPACTS:

There is no fiscal impact with the acceptance of the required financial reports.

III. LEGAL REVIEW:

This item has been reviewed by the City Attorney's Office.

IV. EXISTING POLICY:

Not applicable.

V. ALTERNATIVES:

N/A

VI. INTERDEPARTMENTAL COORDINATION:

Not applicable.

VII. PUBLIC PARTICIPATION:

The public will have an opportunity to comment on this item.

VIII. ENVIRONMENTAL REVIEW:

Not applicable.

IX. STEPS FOLLOWING APPROVAL:

The report will be posted to the City's website for all interested stakeholders.

Submitted and Approved by:



Chris Hoem, City Manager

Attachments:

1. Atwater AFR FY2025 - FINAL

City of Atwater

Atwater, California

Annual Financial Report

For the year ended June 30, 2025

Prepared by:
Finance Department

City of Atwater
Annual Financial Report
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City of Atwater, California
Finance Department

May 12, 2026

Honorable Mayor, Members of the City Council and Citizens of the City of Atwater:

It is our pleasure to submit the Annual Financial Report of the City of Atwater for the fiscal year that ended June 30, 2025. The financial statements are presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with government auditing standards. In compliance with state and federal laws, a licensed certified public accountant conducts an annual audit at the end of each fiscal year and issues a complete set of financial statements to be submitted to the governing body of the City of Atwater.

Management is responsible for the completeness and reliability of the information contained in this report, based on a comprehensive framework of internal control that has been established for this purpose. We believe the data presented in this report is accurate in all material respects and all statements and disclosures necessary for the reader to obtain a thorough understanding of the City's financial activities have been included.

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

While formally presented to the governing body of the City, this report is intended to provide relevant financial information to the citizens of the City of Atwater, City staff, creditors, investors, and other interested readers. We encourage all readers to contact the Finance Department with any questions or comments concerning this report.

The City's financial statements have been audited by Badawi & Associates, a firm of certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City for the fiscal year that ended June 30, 2025, are free of material misstatements. The independent audit involved examining on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and

significant estimates made by management, and evaluating the overall financial statement presentation. Based upon the audit, the independent auditors concluded that there was reasonable basis for rendering an unqualified opinion, which states that the City's financial statements for the fiscal year ended June 30, 2025, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

Profile of the City of Atwater and Services Provided

The City of Atwater was incorporated in 1922 and is in the San Joaquin Valley of California. Atwater is one of six incorporated cities in Merced County. The City encompasses a six square mile area approximately six miles west-northwest of Merced. The City has a current population of 31,862 (State of California DOF Population Estimates, May 2025). The City maintains a small hometown feel through community events, partnerships with areas schools, and longstanding community service clubs that build on many beloved traditions in Atwater. Being located along the Highway 99 corridor, the City of Atwater is in a premiere location for travelers that traverse through California. Additionally, the City is geographically situated where a visit to the Pacific coast or Sierra Nevada mountain range is all within the distance of a daytrip, making the location a desirable place to live, work and operate a business.

The City of Atwater operates under a Council-Manager form of government and provides municipal services that include general municipal administration, road infrastructure, police services, contracted fire services, community and economic development, and parks and recreational opportunities. In addition, through public works, the City provides water, wastewater, and contracted solid waste services in the form of enterprise activities. This report includes all funds of the City of Atwater and its blended component unit, the Successor Agency of the Atwater Redevelopment Agency, for which the City is financially accountable. The Atwater City Council consists of five members: four council members are elected by districts to four-year terms, and the Mayor is elected at large. All council members must be residents of the City. The Mayor conducts the City Council meetings and represents the City on ceremonial occasions. The City Council serves as the policy board for the City of Atwater and provides policy direction, establishes goals, and sets priorities for the City government. In addition to serving as the policy makers for the community, the City Council is responsible for numerous land use decisions within its borders, including the General Plan. The City Council appoints the City Manager, City Attorney, and members of advisory boards, commissions, and committees, except for the Public Safety Transaction & Use Tax (Measure B) Oversight Committee, whose appointments are made by the City Manager.

Local Economy

The City's primary General Fund revenue sources are property tax and sales tax. While property and sales tax revenues have remained strong, revenue estimates for sales tax continue to be moderate when compared to previous recent years. The City's housing market has continued to remain stable. For the years 2020-2024, the median home value for the City of Atwater was \$363,400. The median household income in Atwater is \$64,472. Both statistics were sourced from: [U.S. Census Bureau QuickFacts: United States](#), on March 12, 2026. The unemployment rate (EDD, State of CA, December

2025) for Merced County was 9.6% and for the City of Atwater was 9.1%, which compares to a state rate of 5.1% and the U.S. rate of 4.4% at the same point in time. The diversity of the region offers many opportunities for businesses; college educational opportunities; and many recreational activities for families.

Budget Information

The City operates on a fiscal year that runs from July 1 – June 30. The City Council adopts annual budgets for the General Fund, Proprietary Funds, and all Special Revenue Funds, in addition to a capital budget. Budgetary control is legally maintained at the fund level. The City Manager and Finance Director meet with each department director to discuss budget requests, department and organizational goals and needs, and make revisions, as necessary. The Finance Department prepares an estimate of revenues and expenses for the City Manager’s review and recommendation to the City Council. Budget workshops are held prior to the adoption of the budget that allow for public comment opportunity. In June of each year, the City Council adopts by resolution the new fiscal year budget which serves as a spending plan and a communication tool for the spending priorities of the new fiscal year.

Financial Information & Policies

The City continues to take necessary steps to improve and preserve its fiscal health and sustainability.

The City of Atwater, by way of Resolution No. 3068-19, has a General Fund Reserve Policy that requires a minimum of 10% of annual General Fund operating costs to be kept in fund balance. During this audit period and subsequent periods to date of this publication, the City has maintained this requirement and met the goal of having a 25% General Fund reserve. The City established an irrevocable Section 115 trust (combo trust) to address the long-term liabilities of other post-employment benefits (OPEB) and pension liabilities. The City has made contributions for five consecutive years into the plan and is committed to annual contributions so the plan can grow and provide resources to help fund OPEB and pension liabilities. The City continues to work towards implementing measures to help fund existing liabilities and reduce future liabilities, while aiming to achieve structural fund balance in all operating funds on an annual basis.

The City of Atwater’s sales tax rate is 8.75%. One percent of this is the Public Safety Transactions and Use Tax “Measure B” which is dedicated to public safety costs. This is a destination-based tax that provides revenue for public safety expenses.

During the past fiscal year, there were no changes to the City’s financial policies or items in which policies impacted financial information or presentation. Information concerning significant accounting policies affecting the finances of the City is summarized in the Notes to the Financial Statements.

Major Initiatives

The City of Atwater’s City Council, executive management team, and staff remain committed to improving the community’s day-to-day experience by refining systems, coordinating across departments, and allocating resources where they create the greatest impact. Recent accomplishments include the launch of a modern digital permit processing system, the completion of the City’s 2026–2030 Strategic Plan update, and the relocation of the Finance and Community Development Departments to the new City Hall in spring 2025.

Another major initiative shaping Atwater’s future is the comprehensive update of the City’s General Plan. The General Plan serves as the City’s long-range blueprint for growth, development, and infrastructure investment. It outlines policies related to land use, transportation, housing, public safety, environmental sustainability, and community amenities. Once complete, the updated plan will provide a clear framework to guide decision-making, support economic vitality, and ensure Atwater continues to grow in a way that reflects the community’s values and priorities.

Acknowledgements

The preparation and completion of the City of Atwater’s Annual Financial Report is made possible by the dedicated service of the Finance Department. The department takes considerable care in producing this report for all the City of Atwater’s stakeholders. Appreciation is extended to the Finance Department and to the service, professionalism and expertise provided by Badawi & Associates and their efforts that made the completion of this report possible.

In addition, appreciation is extended to all City departments for their collaborative contributions made in the preparation of this report. We thank the Mayor and City Council as well for their continued support and encouragement toward achieving and maintaining the highest standards of management and fiscal stewardship for the City of Atwater. We look forward to our ongoing partnerships with the community as we continue to strive to provide efficient and optimal municipal governance for the City of Atwater, while maintaining financial integrity as steward of public resources.

Respectfully submitted,



Christopher Hoem,
City Manager



Anna Nicholas,
Finance Director

City of Atwater
For the year ended June 30, 2025

List of City Officials

Elected:

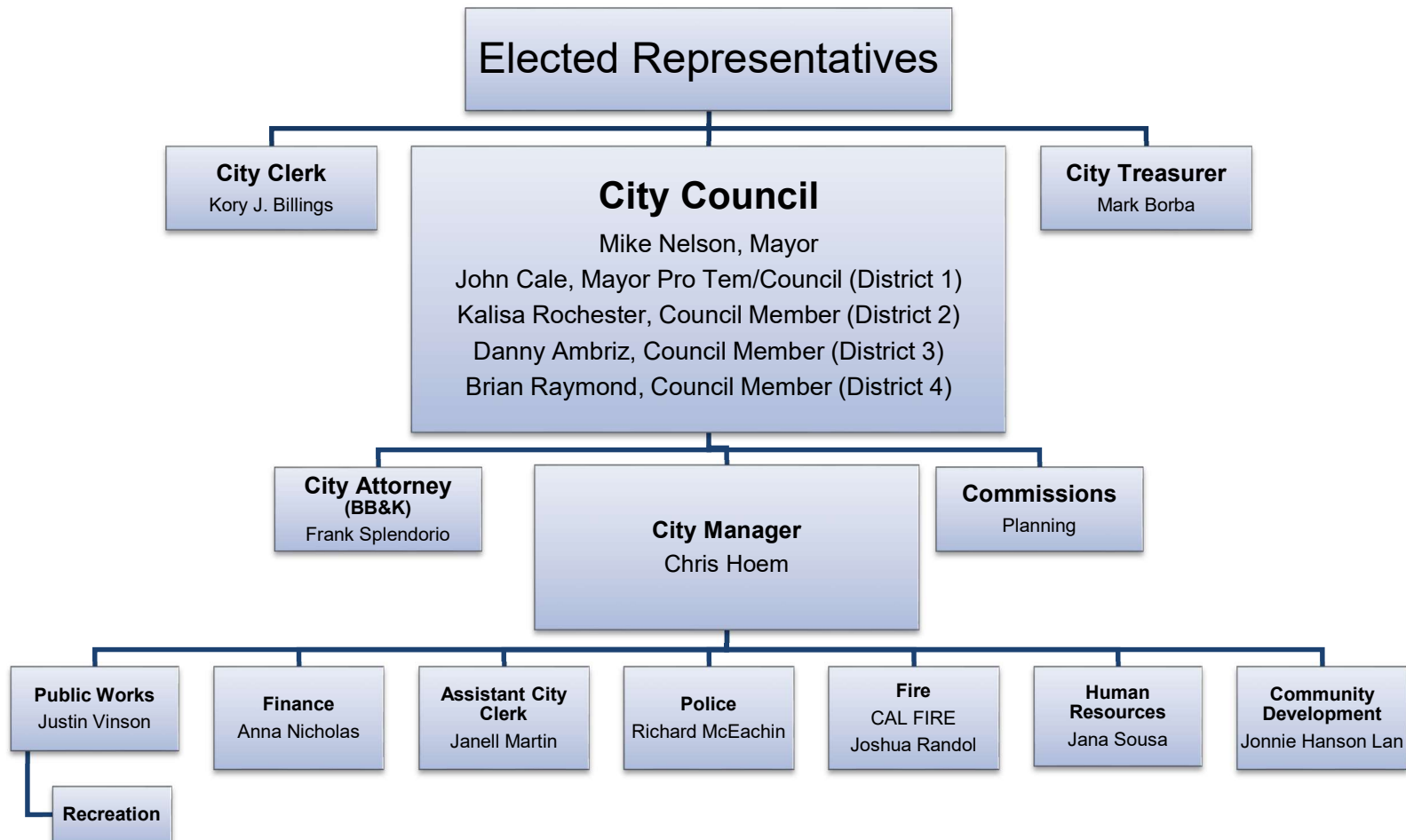
- Mike Nelson, Mayor
- John Cale, Mayor Pro Term
- Danny Ambriz, Council Member
- Brian Raymond, Council Member
- Kalisa Rochester, Council Member
- Kory J. Billings, City Clerk
- Mark Borba, City Treasurer

Appointed:

- Christopher Hoem, City Manager
- Jonnie Hanson Lan, Community Development Director
- Richard McEachin, Police Chief
- Anna Nicholas, Finance Director
- Joshua Randol, Battalion Chief, CAL FIRE
- Jana Sousa, Human Resources Director
- Frank Splendorio, contracted City Attorney, Best Best & Krieger, LLP
- Justin Vinson, Public Works Director



CITY OF ATWATER ORGANIZATIONAL CHART 2025



Council Committees: Audit & Finance,
Citizens Oversight for Public Safety Transaction and Use Tax

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members
of the City Council of the City of Atwater
Atwater, California

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Atwater (City), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information for major funds, and required pension and other post-employment benefit (OPEB) information on pages 5-19 and 88-94 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the

required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The other budgetary comparison schedules, combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds, and schedule of debt service coverage are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

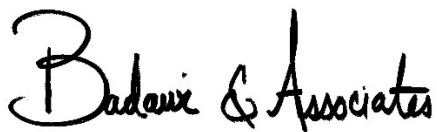
Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

To the Honorable Mayor and Members
of the City Council of the City of Atwater
Atwater, California
Page 4

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 12, 2026, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Badawi & Associates". The signature is written in a cursive, flowing style.

Badawi & Associates, CPAs
Emeryville, California
May 12, 2026

City of Atwater, California
Basic Financial Statements
For the year ended June 30, 2025

Management's Discussion and Analysis

This section provides a narrative overview and analysis of the financial activities of the City of Atwater (City) for the fiscal year ended June 30, 2025. It should be read in conjunction with the accompanying transmittal letter and basic financial statements.

FINANCIAL HIGHLIGHTS

Government-wide Highlights

- ◆ City's net position (assets and deferred outflows in excess of liabilities and deferred inflows) at June 30, 2025, totaled \$136.0 million. Governmental activities the net position was \$39.5 million, while the business-type activities net position was \$96.5 million.
- ◆ Total City revenues, including program and general revenues, and business-type activities were \$62.5 million, while total expenses were \$50.8 million.
- ◆ Governmental program and general revenues were \$33.5 million compared to governmental program expenses of \$26.5 million.
- ◆ Program revenues from business-type activities were \$25.8 million, while expenses for business-type activities were \$24.2 million.
- ◆ The City's total net capital asset balance for governmental activities was \$35.6 million and \$39.2 million for business-type activities.

Fund Highlights

- ◆ Net General Fund revenues and other financing sources (uses) exceeded expenditures by \$2.6 million as compared to the prior year when revenues and other financing sources (uses) exceeded expenditures by \$1.6 million.
- ◆ At June 30, 2024, the General Fund has a positive fund balance of \$19.9 million.

OVERVIEW OF THE ANNUAL FINANCIAL REPORT

This Annual Financial Report is in two major parts:

- 1) **Introductory section**, which includes the Transmittal Letter and general information; and,
- 2) **Financial section**, which includes the Management's Discussion and Analysis (this part), the Basic Financial Statements, which include the Government-wide and the Fund Financial Statements along with the notes to these financial statements and Combining and Individual Fund Financial Statements and Schedules.

City of Atwater, California
Basic Financial Statements
For the year ended June 30, 2025

Management's Discussion and Analysis, Continued

OVERVIEW OF THE ANNUAL FINANCIAL REPORT, Continued

The Basic Financial Statements

The Basic Financial Statements are comprised of the Government-wide Financial Statements and the Fund Financial Statements; these two sets of financial statements provide two different views of the City's financial activities and financial position.

Government-wide Financial Statements

The Government-wide Financial Statements provide a broad overview of the City's activities as a whole and comprise the Statement of Net position and the Statement of Activities. The Statement of Net position provides information about the financial position of the City as a whole, including all its capital assets and long-term liabilities on the full accrual basis, similar to that used by corporations. The Statement of Activities provides information about all the City's revenues and all its expenses, also on the full accrual basis, with the emphasis on measuring net revenues or expenses of each the City's programs. The Statement of Activities explains in detail the change in Net position for the year.

All of the City's activities are grouped into Governmental Activities and Business-type activities, as explained below. All the amounts in the Statement of Net position and the Statement of Activities are separated into Governmental Activities and Business-type Activities in order to provide a summary of these two activities of the City as a whole.

- ◆ ***Governmental activities*** – All of the City's basic services are considered to be governmental activities, including general government, public safety, highways and streets, urban redevelopment and housing, community services, and general administration. These services are supported by general City revenues such as taxes and by specific program revenues such as developer fees.
- ◆ ***Business-type activities*** – All the City's enterprise activities are reported here, including Water, Sewer, and Sanitation Funds. Unlike governmental services, these services are supported by charges paid by users based on the amount of the service they use.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and proprietary funds.

City of Atwater, California
Basic Financial Statements
For the year ended June 30, 2025

Management's Discussion and Analysis, Continued

OVERVIEW OF THE ANNUAL FINANCIAL REPORT, Continued

Fund Financial Statements, Continued

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the Government-wide Financial Statements. However, unlike the Government-wide Financial Statements, Governmental Fund Financial Statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of the Governmental Fund Financial Statements is narrower than that of the Government-wide Financial Statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the Government-wide Financial Statement. By doing so, readers may better understand the long-term impact of the government's near-term financial decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. The Governmental Fund Financial Statements provide detailed information about each of the City's most significant funds, called major funds. The concept of major funds, and the determination of which are major funds, was established by GASB Statement No. 34 and replaces the concept of combining like funds and presenting them as one total. Instead, each major fund is presented individually, with all nonmajor funds summarized and presented only in a single column. Subordinate schedules present the detail of these nonmajor funds. Major funds present the major activities of the City for the year and may change from year to year as a result of changes in the pattern of the City's activities.

For the fiscal year ended June 30, 2025, the City's major funds are as follows:

GOVERNMENTAL FUNDS:

- ◆ General Fund
- ◆ Public Safety Transactions and Use Tax Fund

PROPRIETARY FUNDS:

- ◆ Water Enterprise Fund
- ◆ Sewer Enterprise Fund
- ◆ Sanitation Enterprise Fund

City of Atwater, California
Basic Financial Statements
For the year ended June 30, 2025

Management's Discussion and Analysis, Continued

OVERVIEW OF THE ANNUAL FINANCIAL REPORT, Continued

Fund Financial Statements, Continued

For the fiscal year ended June 30, 2025, the City adopted annual appropriated budgets for all governmental funds.

Proprietary funds. The City maintains Enterprise-type and Internal Service proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the Government-wide Financial Statements. The City uses enterprise funds to account for Water, Sewer, and Sanitation activities. Internal service funds are an accounting methodology used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its fleet of vehicles and its information technology assets. Proprietary funds provide the same type of information as the Government-wide Financial Statements, only in more detail. The proprietary fund financial statements provide separate information for all of these operations.

Fiduciary funds. The City maintains a private-purpose trust fund and custodial funds that are classified as fiduciary funds. The private-purpose trust fund the City maintains is the Successor Agency to the Atwater Redevelopment Agency (RDA) and the City serves as the custodian to the assets of the dissolved RDA and administers the retirement of enforceable obligations. The custodial funds the City maintains are related to assets held in employee benefit trust.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the Government-wide and Fund Financial Statements. The notes to the basic financial statements can be found on pages 45–84 of this report.

Combining and Individual Fund Financial Statements and Schedules

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the notes to the financial statements. Combining and individual fund statements can be found on pages 88–146 of this report.

City of Atwater, California
Basic Financial Statements
For the year ended June 30, 2025

Management’s Discussion and Analysis, Continued

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. In the case of the City’s net position, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$136.0 million as of June 30, 2025. The Summary of net position as of June 30, 2024, and 2025 follows:

	Summary of Net Position					
	2024			2025		
	Govern- mental Activities	Business- type Activities	Total	Govern- mental Activities	Business- type Activities	Total
Current and other assets	\$ 54,729,192	\$ 56,499,694	\$ 111,228,886	\$ 54,680,627	\$ 60,275,789	\$ 114,956,416
Noncurrent assets	28,228,225	104,582,890	132,811,115	\$ 36,791,179	\$ 103,167,393	\$ 139,958,572
Deferred outflows of resources	15,350,383	-	15,350,383	\$ 11,149,431	\$ -	\$ 11,149,431
Total assets and deferred outflows of resources	98,307,800	161,082,584	259,390,384	\$ 102,621,237	\$ 163,443,182	\$ 266,064,419
Current and other liabilities	7,230,264	5,084,696	12,341,960	\$ 7,881,242	\$ 4,826,363	\$ 12,707,605
Long-term liabilities	50,318,880	64,232,273	114,551,153	\$ 49,574,413	\$ 62,062,566	\$ 111,636,979
Deferred inflows of resources	8,144,089	-	8,144,089	\$ 5,639,505	\$ -	\$ 5,639,505
Total liabilities and deferred inflows of resources	65,693,233	69,316,969	135,010,202	\$ 63,095,160	\$ 66,888,929	\$ 129,984,089
Net position:						
Net investment in capital assets	27,836,092	36,668,554	66,504,646	\$ 35,624,096	\$ 39,288,066	\$ 74,912,162
Restricted	26,722,990	1,130,742	27,853,732	\$ 23,794,368	\$ 1,219,541	\$ 25,013,909
Unrestricted (deficit)	(21,944,515)	51,966,319	30,021,804	\$ (19,982,387)	\$ 56,046,646	\$ 36,154,259
Total net position	\$ 32,614,567	\$ 91,765,615	\$ 124,380,182	\$ 39,526,077	\$ 96,554,253	\$ 136,080,330

Overall, the total net position increased by \$11.7 million. The total net position of governmental activities increased by \$6.9 million and total net position for business-type activities increased by \$4.8 million.

The total restricted net position decreased by \$2.8 million, and the unrestricted net position experienced a increase of \$6.1 million over the previous year.

City of Atwater, California
Basic Financial Statements
For the year ended June 30, 2025

Management's Discussion and Analysis, Continued

GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Revenues

The City's total revenues for governmental and business-type activities were \$62.5 million for the fiscal year ended June 30, 2025. Significant revenues for the City for fiscal year 2024-25 were derived from charges for services 46.6%, sales and use tax 18.1%, operating/capital grants and contributions 9.9%, property taxes and assessments 11.4%.

The following discusses variances in key revenues from the prior fiscal year for governmental and business-type activities:

1. **Sales and Use Tax.** Sales Tax revenue decreased by \$108,834 or less than 1% over previous fiscal year. The fiscal year ending June 30, 2024, encompassed the first full fiscal year the Measure B Public Safety one cent special transaction and use tax (sales tax) was in effect. The one cent tax went into effect during the last quarter of fiscal year 2022-23 and replaced Measure H which was a half cent transaction and use tax.
2. **Operating/Capital Grants and Contributions.** Capital contributions represent 2% of overall total revenues for the City.
3. **Property Taxes and Assessments.** Property tax revenue increased by \$288,486 or 4.2% over last fiscal year. This is due primarily to higher property values.

City of Atwater, California
Basic Financial Statements
For the year ended June 30, 2025

Management's Discussion and Analysis, Continued

GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

The change in net position for the fiscal years ended June 30, 2024, and 2025, follows

	Changes in Net Position					
	2024			2025		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Revenues:						
Program revenues:						
Charges for services	\$4,688,984	\$24,271,014	\$28,959,988	4,573,557	24,606,210	\$ 29,179,767
Grants and contributions:						
Operating	3,839,414	1,314,149	5,153,563	3,640,819	1,275,417	\$ 4,916,236
Capital	2,137,575		2,137,575	1,327,243	-	\$ 1,327,243
General revenues:						
Property taxes and assessments	6,851,539	-	6,851,539	7,140,025	-	\$ 7,140,025
Transient occupancy taxes	51,276	-	51,276	42,983	-	\$ 42,983
Sales and use tax	11,478,891	-	11,478,891	11,370,057	-	\$ 11,478,891
Franchise taxes	714,781	-	714,781	727,049	-	\$ 714,781
Other taxes	1,848,083	-	1,848,083	1,646,656	-	\$ 1,848,083
Intergovernmental	1,773,427	-	1,773,427	927,973	-	\$ 1,773,427
Use of money and property	1,820,613	2,976,846	4,797,459	1,761,446	3,237,012	\$ 4,797,459
Other	202,249	-	202,249	265,764	-	\$ 202,249
Sale of real property	80,000	-	80,000	-	-	\$ 80,000
Total revenues	<u>35,486,832</u>	<u>28,562,009</u>	<u>64,048,841</u>	<u>33,423,572</u>	<u>29,118,639</u>	<u>62,542,211</u>
Expenses:						
Governmental activities:						
General government	6,453,064	-	6,453,064	\$ 6,208,941		\$ 6,208,941
Public safety	12,370,822	-	12,370,822	14,146,062		\$ 14,146,062
Highways and streets	3,760,276	-	3,760,276	3,941,656		\$ 3,941,656
Urban redevelopment and housing	988,150	-	988,150	1,141,978		\$ 1,141,978
Community services	1,134,604	-	1,134,604	1,105,771		\$ 1,105,771
Interest on long-term debt	126,142	-	126,142	42,878		\$ 42,878
Business-type activities:						
Water	-	6,153,078	6,153,078		7,256,120	\$ 7,256,120
Sewer	-	12,761,785	12,761,785		12,326,913	\$ 12,326,913
Sanitation	-	5,605,016	5,605,016		4,698,987	\$ 4,698,987
Total expenses	<u>24,833,058</u>	<u>24,519,879</u>	<u>49,352,937</u>	<u>26,587,286</u>	<u>24,282,020</u>	<u>50,869,306</u>
Change in net position before transfers	<u>10,653,774</u>	<u>4,042,130</u>	<u>14,695,904</u>	<u>6,836,286</u>	<u>4,531,869</u>	<u>11,672,905</u>
Transfers	<u>152,375</u>	<u>(152,375)</u>	<u>-</u>	<u>152,375</u>	<u>(152,375)</u>	<u>-</u>
Change in net position	<u>10,806,149</u>	<u>3,889,755</u>	<u>14,695,904</u>	<u>6,988,661</u>	<u>4,684,244</u>	<u>11,672,905</u>

City of Atwater, California
Basic Financial Statements
For the year ended June 30, 2025

Management’s Discussion and Analysis, Continued

GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Expenses

Governmental and business-type activity expenses of the City for the year totaled \$50.8 million. Governmental activity expenses totaled \$26.5 million or 52% of total expenses. Business-type activities incurred \$24.2 million or 48% of total expenses during the fiscal year. Public safety costs represented 53% of total governmental activities expenses.

Governmental Activities

The following table shows the cost of each of the City’s major programs and the net cost of the programs. Net cost is the total cost less fees and other direct revenue generated by the activities. The net cost reflects the financial burden that was placed on the City’s taxpayers by each of the programs. The total cost of services and the net cost of services for the fiscal years ended June 30, 2024, and 2025, are as follows:

	2024		2025	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
General government	\$ 6,453,064	\$ (2,715,091)	\$ 6,208,941	\$ (2,383,962)
Public Safety	12,370,822	(9,165,603)	14,146,062	(11,558,588)
Highway and streets	3,760,276	(549,042)	3,941,656	(1,026,794)
Urban redevelopment and housing	988,150	(829,941)	1,141,978	(1,141,978)
Community services	1,134,604	(781,266)	1,105,771	(891,467)
Interest on long-term debt	126,142	(126,142)	42,878	(42,878)
Total	\$ 24,833,058	\$ (14,167,085)	\$ 26,587,286	\$ (17,045,667)

Net cost of the City’s major programs can fluctuate greatly from one fiscal year to the next due to GASB’s standards associated with the reporting of pension expense in the City’s financial statements. The components of pension expense include many factors: service cost, interest on the total pension liability, changes in the net pension liability, employee contributions, and expected return on plan assets. When investment returns come in higher than expected, the City will experience a reduction in pension expense. Conversely, if returns on plan assets fall short of the expected return, the City will realize an increase in pension expense. The first situation occurred in FY 23/24, when CalPERS net return on plan assets came in higher than anticipated resulting in a reduction of pension expense for the City.

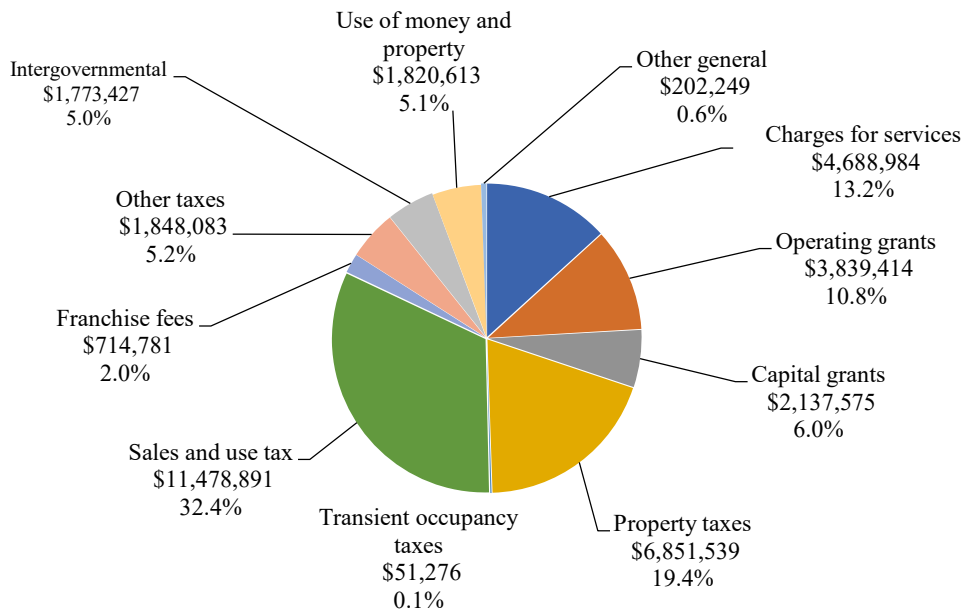
City of Atwater, California
Basic Financial Statements
For the year ended June 30, 2025

Management’s Discussion and Analysis, Continued

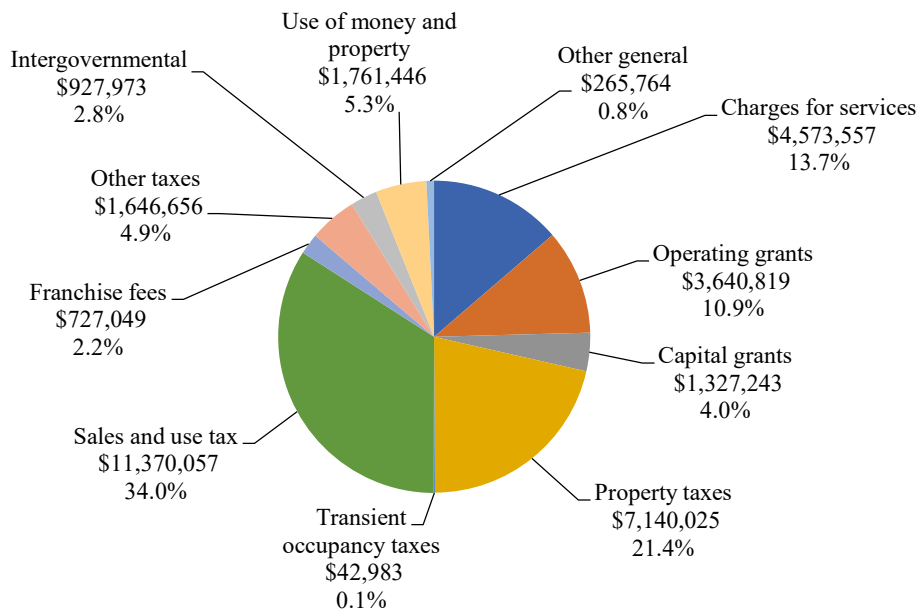
GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued
Governmental Activities, Continued

Revenues by source for the fiscal years ended June 30, 2024, and 2025, are as follows:

Revenues by Source - Governmental Activities 2024



Revenues by Source - Governmental Activities 2025



City of Atwater, California
Basic Financial Statements
For the year ended June 30, 2025

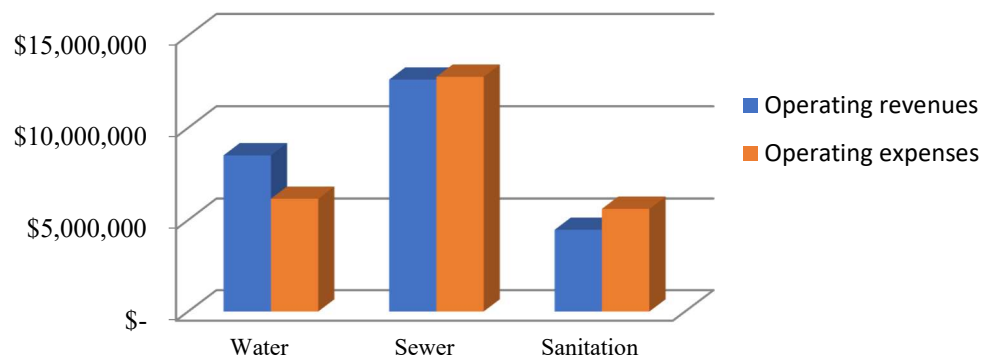
Management’s Discussion and Analysis, Continued

GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

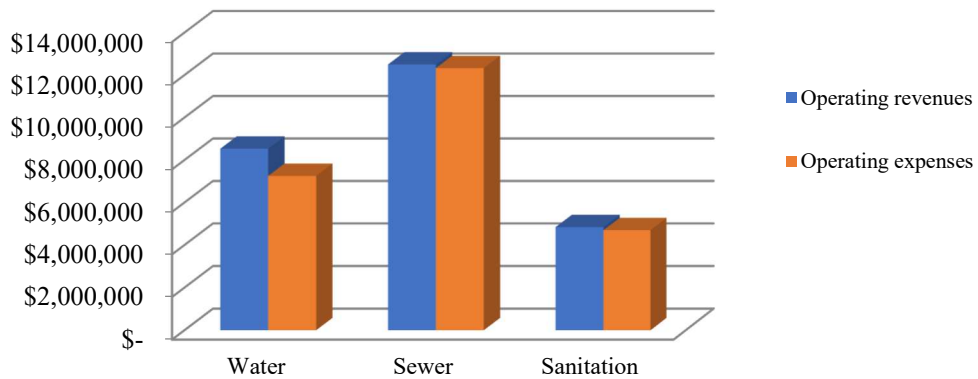
Business-type Activities

The City has three business-type activities: Water, Sewer, and Sanitation Operations. The operating revenues and expenses for the business-type activities for the fiscal years ended June 30, 2024 and 2025 are as follows:

**Operating Revenues & Expenditures
 Business-type 2024**



**Operating Revenues and Expenses
 Business-type Activities
 2025**



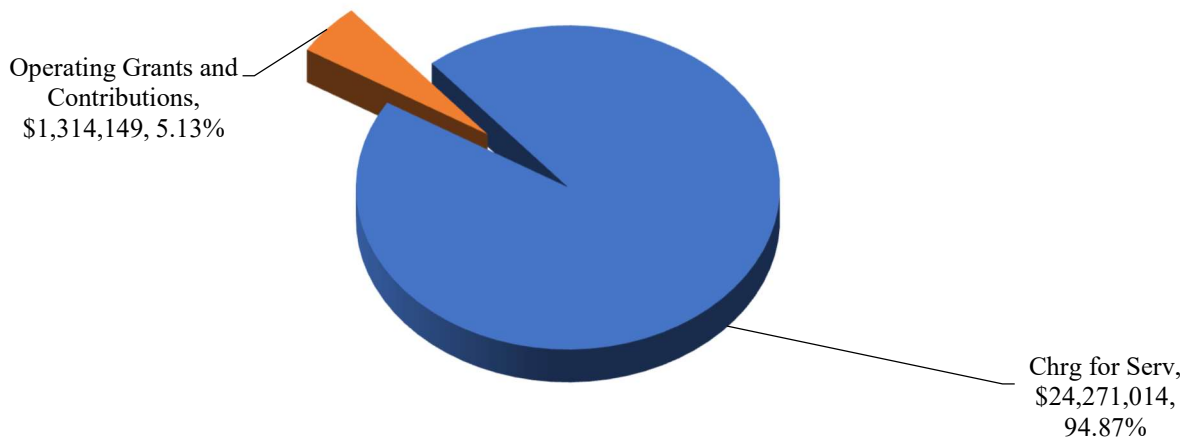
City of Atwater, California
Basic Financial Statements
For the year ended June 30, 2025

Management's Discussion and Analysis, Continued

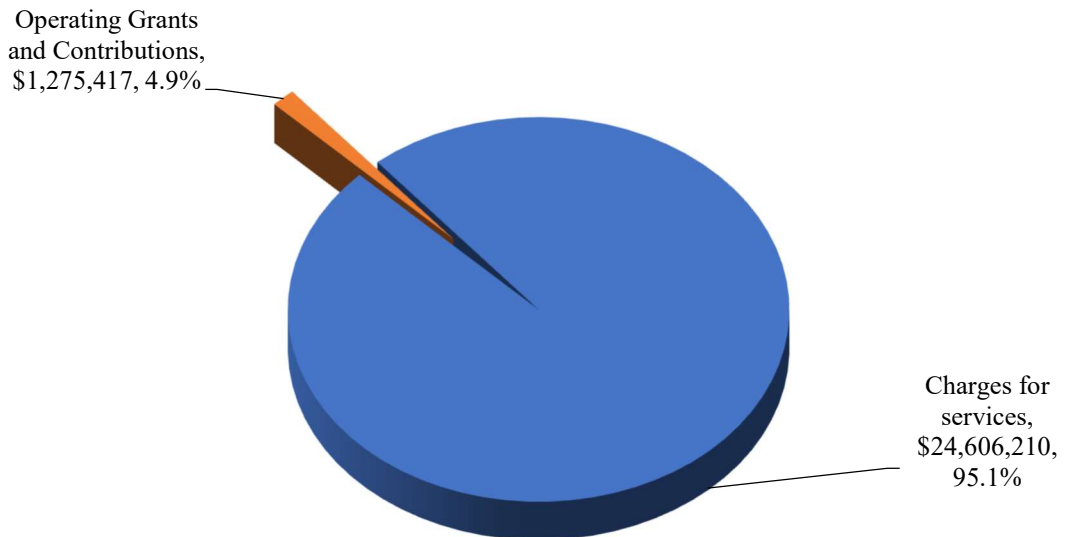
GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued
Business-type Activities, Continued

The revenues by source for the business-type activities for the fiscal years ended June 30, 2023, and 2024, are as follows:

Revenues by Source - Business-type Activities 2024



Revenues by Source - Business-type Activities 2025



City of Atwater, California
Basic Financial Statements
For the year ended June 30, 2025

Management's Discussion and Analysis, Continued

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

The City of Atwater uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The fund financial statements focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide financial statements.

Governmental Funds. The City's governmental funds provide information on near-term inflows, outflows, and balances of spending resources. At the fiscal year ended June 30, 2025, the City's governmental funds reported combined fund balances of \$43.3 million. The increase is due mainly to departments not expending the approved appropriations contained within the adopted/amended budget.

The General Fund is the primary operating fund of the City. At the fiscal year ended June 30, 2025, the General Fund had a fund balance of \$19.9 million. The General Fund balance improved by \$2.6 million from the prior fiscal year end balance of \$17.3 million and is the sixth consecutive fiscal year with positive fund balance. The increase of \$2.6 million is due to revenues coming in higher than anticipated and outgoing expenses were less than anticipated.

The Public Safety Transactions and Use Tax Fund is defined as a major fund of the City and had a fund balance of \$3.2 million as of June 30, 2025. The Public Safety Transactions and Use Tax Fund balance improved by \$200,000 over the prior fiscal year.

Proprietary Funds. The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statement. The City uses enterprise funds to account for its water, sewer and sanitation operations. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses the internal service funds to account for its building and equipment maintenance, as well as employee benefits fund. The City's proprietary funds net position increased by \$4.6 million for enterprise funds and increased by \$634,810 for internal service funds in the fiscal year ended June 30, 2025.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

City of Atwater, California
Basic Financial Statements
For the year ended June 30, 2025

Management’s Discussion and Analysis, Continued

FINANCIAL ANALYSIS OF THE GOVERNMENT’S FUNDS, Continued

General Fund Budgetary Highlights

General Fund actual revenues totaled \$20.4 million which was 105.6 percent of the amended budget estimate. General Fund expenditures totaled \$17.1 million or 87.8 percent of the approved amended budget. The General Fund balance increased by \$2.6 million to a balance of \$19.9 million.

CAPITAL ASSETS

The City’s net investment in capital assets for its governmental and business-type activities as of June 30, 2025 amounted to \$139.7 million. This investment in capital assets includes land, construction in progress, costs for buildings and improvements, infrastructure, roads, and equipment.

	Governmental Activities		Business-type Activities		Totals	
	2024	2025	2024	2025	2024	2025
Land	\$ 299,384	\$ 299,384	\$ 1,064,902	\$ 1,064,902	\$ 1,364,286	\$ 1,364,286
Construction in progress	6,420,451	14,599,244	11,715,195	7,638,762	\$ 18,135,646	\$ 22,238,006
Buildings and improvements	18,160,380	18,914,317	139,740,024	146,553,183	\$ 157,900,404	\$ 165,467,500
Infrastructure	1,214,625	1,214,625	-	-	\$ 1,214,625	\$ 1,214,625
Roads	50,012,085	50,527,682	-	-	\$ 50,012,085	\$ 50,527,682
Equipment	12,316,355	12,303,901	11,977,249	12,255,048	\$ 24,293,604	\$ 24,558,949
Total	\$ 88,423,280	\$ 97,859,153	\$ 164,497,370	\$ 167,511,895	\$ 252,920,650	\$ 265,371,048

The June 30, 2025, total balance reflects addition to construction in progress of \$4.1 million. Total depreciation for the year amounted to \$6.8 million.

More detail of the capital assets and current activity can be found in the notes to the financial statements on page 49 for significant accounting policies and Note 3 on pages 60 and 61 for other capital asset information.

City of Atwater, California
Basic Financial Statements
For the year ended June 30, 2025

Management’s Discussion and Analysis, Continued

LONG-TERM LIABILITIES

At June 30, 2025, the City had \$65.7 million in debt outstanding consisting of compensated absences, lease obligations and revenue bonds.

	2025		
	Governmental	Business-type	Total
	Activities	Activities	
Compensated absences	\$ 670,405	\$ 157,630	\$ 828,035
Lease Obligations (includes lease purchases)	1,007,719	-	1,007,719
2017A Wastewater Revenue Refunding Bonds	-	48,000,000	48,000,000
2018A Wastewater Revenue Refunding Bonds	-	11,805,000	11,805,000
Unamortized bond premium	-	4,074,327	4,074,327
Unamortized underwriting discount	-	-	-
Total	\$ 1,678,124	\$ 64,036,957	\$ 65,715,081

During the current fiscal year, the City’s net debt increased by \$432,024. The net increase was due to lease obligations the City entered into during the fiscal year. Additional information regarding each of the City’s debt issues as well as debt service requirements is discussed in greater detail in Note 6 to the financial statements on page 66.

NEXT YEARS BUDGET AND THE ECONOMY

The budget for Fiscal Year (FY) 2025-26 was developed with expense and revenue estimates based on known data factors and historical trends. The City’s total FY 2025-26 adopted budget approves appropriations at \$85.1 million. The budget provides funding for staffing of 113 positions. The budget approves a dedicated contribution to a Section 115 Trust for Pension and OPEB funding. Revenue increases were calculated with a conservative and likely approach as there are no identified new revenue streams coming online during FY 2025-26 and sales tax estimates are rather flat. Expense estimates were calculated with cost escalation of both known data and estimates where needed.

The City’s General Fund is projected to maintain a positive fund balance during FY 2025-26. Per General Fund Reserve Policy, the General Fund will maintain a positive fund balance of the required ten (10) % of estimated operating expenses. In addition, the fund balance is expected to maintain the target goal of twenty-five (25) % of estimated operating expenses.

As with many cities, the City of Atwater expects to experience the effects of increased inflation with impacts on operating expenses in the delivery of municipal services during FY 2025-26 due to varying geopolitical uncertainties. In addition, primary sources of General Fund revenue, such

City of Atwater, California
Basic Financial Statements
For the year ended June 30, 2025

Management's Discussion and Analysis, Continued

as sales tax, have slowed in recent quarters. For FY 2025-26, there are cost of living increases approved for the Atwater Police Officers Association which have been included in the budget, and no cost-of-living increases approved for the other labor groups or unrepresented employees in the FY 2025-26 budget. The City budget ensures debt service obligations will be met during the fiscal year.

The City of Atwater is located in Merced County, which lies in the great Central Valley of California. The City is situated in an ideal location for a variety of industries, with railroad service and a major freeway nearby. The City continues to pursue viable economic development activities that will advantageously position the City for future revenue growth.

REQUESTS FOR INFORMATION

This Annual Financial Report is intended to provide citizens, taxpayers, investors, and creditors with a general overview of the City's finances. If you have any questions about this report, need additional financial information, or would like to obtain component unit financial statements, contact the City of Atwater Finance Department, 1350 Broadway Avenue, Atwater, CA 95301, or visit the City's web page at www.atwater.org.

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BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

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City of Atwater
Statement of Net Position
June 30, 2025

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets:			
Cash and investments	\$ 50,310,039	\$ 56,311,858	\$ 106,621,897
Restricted cash and investments	-	1,219,541	1,219,541
Receivables:			
Accounts	4,316,690	2,736,265	7,052,955
Prepaid items	53,898	8,125	62,023
Total current assets	54,680,627	60,275,789	114,956,416
Noncurrent assets:			
Land held for resale	159,364	-	159,364
Capital assets:			
Nondepreciable	14,898,628	8,703,664	23,602,292
Depreciable	82,960,525	158,808,231	241,768,756
Lease assets	249,376	-	249,376
Subscription assets	1,105,850	-	1,105,850
Less accumulated amortization	(373,516)	-	(373,516)
Less accumulated depreciation	(62,209,048)	(64,344,502)	(126,553,550)
Total capital assets	36,631,815	103,167,393	139,799,208
Total noncurrent assets	36,791,179	103,167,393	139,958,572
Total assets	91,471,806	163,443,182	254,914,988
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows - pension	8,839,677	-	8,839,677
Deferred outflows - OPEB	2,309,754	-	2,309,754
Total deferred outflows of resources	11,149,431	-	11,149,431
LIABILITIES			
Current liabilities:			
Accounts payable and accrued liabilities	5,007,112	1,736,570	6,743,682
Interest payable	-	422,309	422,309
Deposits payable	534,323	606,155	1,140,478
Other liabilities	349,217	30,000	379,217
Unearned revenue	869,488	56,938	926,426
Compensated absences - current portion	287,378	59,391	346,769
Lease liabilities - current portion	1,869	-	1,869
SBITA liabilities - current portion	112,133	-	112,133
Long-term debt - current portion	-	1,915,000	1,915,000
Net OPEB liability - current portion	719,722	-	719,722
Total current liabilities	7,881,242	4,826,363	12,707,605
Noncurrent liabilities:			
Compensated absences	383,027	98,239	481,266
Net pension liability	28,249,398	-	28,249,398
Net OPEB liability	20,048,271	-	20,048,271
SBITA liabilities	893,717	-	893,717
Long-term debt	-	61,964,327	61,964,327
Total noncurrent liabilities	49,574,413	62,062,566	111,636,979
Total liabilities	57,455,655	66,888,929	124,344,584
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources - pension	1,820,858	-	1,820,858
Deferred inflows of resources - OPEB	3,818,647	-	3,818,647
Total deferred inflows of resources	5,639,505	-	5,639,505
NET POSITION			
Net investment in capital assets	35,624,096	39,288,066	74,912,162
Restricted	23,794,368	1,219,541	25,013,909
Unrestricted	(19,892,387)	56,046,646	36,154,259
Total net position	\$ 39,526,077	\$ 96,554,253	\$ 136,080,330

See accompanying Notes to Basic Financial Statements

City of Atwater
Statement of Activities
For the year ended June 30, 2025

Functions/Programs	Expenses	Program Revenues			Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
General government	\$ 6,208,941	\$ 3,565,688	\$ 259,291	\$ -	\$ 3,824,979
Public safety	14,146,062	158,943	2,428,531	-	2,587,474
Highways and streets	3,941,656	635,095	952,997	1,326,770	2,914,862
Urban redevelopment and housing	1,141,978	-	-	-	-
Community services	1,105,771	213,831	-	473	214,304
Interest on long-term debt	42,878	-	-	-	-
Total governmental activities	26,587,286	4,573,557	3,640,819	1,327,243	9,541,619
Business-type Activities:					
Water	7,256,120	8,431,389	103,959	-	8,535,348
Sewer	12,326,913	12,058,971	441,053	-	12,500,024
Sanitation	4,698,987	4,115,850	730,405	-	4,846,255
Total Business-Type activities	24,282,020	24,606,210	1,275,417	-	25,881,627
Total primary government	\$ 50,869,306	\$ 29,179,767	\$ 4,916,236	\$ 1,327,243	\$ 35,423,246

General Revenues:

Taxes:

- Property taxes, levied for general purposes
- Transient occupancy tax
- Sales taxes
- Franchise fes
- Other taxes

Total taxes

Intergovernmental

- Use of money and property
- Other general revenues

Total general revenues

Transfers

Total general revenues and transfers

Change in net position

Net position - beginning of year

Restatement

Net position - beginning of year, as restated

Net position - end of year

Net (Expense) Revenue
and Changes in Net Position

Governmental Activities	Business-Type Activities	Total
\$ (2,383,962)	\$ -	\$ (2,383,962)
(11,558,588)	-	(11,558,588)
(1,026,794)	-	(1,026,794)
(1,141,978)	-	(1,141,978)
(891,467)	-	(891,467)
(42,878)	-	(42,878)
<u>(17,045,667)</u>	<u>-</u>	<u>(17,045,667)</u>
-	1,279,228	1,279,228
-	173,111	173,111
-	147,268	147,268
<u>-</u>	<u>1,599,607</u>	<u>1,599,607</u>
<u>(17,045,667)</u>	<u>1,599,607</u>	<u>(15,446,060)</u>
7,140,025	-	7,140,025
42,983	-	42,983
11,370,057	-	11,370,057
727,049	-	727,049
1,646,656	-	1,646,656
<u>20,926,770</u>	<u>-</u>	<u>20,926,770</u>
927,973	-	927,973
1,761,446	3,237,012	4,998,458
265,764	-	265,764
<u>2,955,183</u>	<u>3,237,012</u>	<u>6,192,195</u>
152,375	(152,375)	-
<u>3,107,558</u>	<u>3,084,637</u>	<u>6,192,195</u>
6,988,661	4,684,244	11,672,905
32,614,567	91,765,615	124,380,182
(77,151)	104,394	27,243
<u>32,537,416</u>	<u>91,870,009</u>	<u>124,407,425</u>
<u>\$ 39,526,077</u>	<u>\$ 96,554,253</u>	<u>\$ 136,080,330</u>

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FUND FINANCIAL STATEMENTS

Governmental Fund Financial Statements

Proprietary Fund Financial Statements

Fiduciary Fund Financial Statements

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City of Atwater
Balance Sheet
Governmental Funds
June 30, 2025

	Major Funds			Total Governmental Funds
	General Fund	Public Safety Transaction & Use Special Tax Revenue Fund	Nonmajor Governmental Funds	
ASSETS				
Cash and investments	\$ 19,513,063	\$ 2,473,786	\$ 24,226,191	\$ 46,213,040
Receivables:				
Taxes	840,321	-	13,230	853,551
Interest	129,734	22,804	163,349	315,887
Intergovernmental	12,370	-	436,649	449,019
Other receivable	1,466,020	1,016,911	191,719	2,674,650
Prepaid items	41,688	-	331	42,019
Due from other funds	649,191	-	-	649,191
Land held for resale	-	-	159,364	159,364
Total assets	\$ 22,652,387	\$ 3,513,501	\$ 25,190,833	\$ 51,356,721
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 1,442,907	\$ 177,598	\$ 2,878,583	\$ 4,499,088
Accrued liabilities	322,121	38,823	20,901	381,845
Deposits payable	422,657	-	111,666	534,323
Other liabilities	-	-	349,217	349,217
Unearned revenue	-	-	869,488	869,488
Total liabilities	2,187,685	216,421	4,879,046	7,283,152
Deferred Inflows of Resources				
Unavailable revenues	534,132	-	218,307	752,439
Total deferred inflows of resources	534,132	-	218,307	752,439
Fund Balances:				
Nonspendable				
Prepaid items	41,688	-	331	42,019
Land held for resale	-	-	159,364	159,364
Restricted	-	3,297,080	20,497,288	23,794,368
Assigned	-	-	123,919	123,919
Unassigned	19,888,882	-	(687,422)	19,201,460
Total fund balances	19,930,570	3,297,080	20,093,480	43,321,130
Total liabilities, deferred inflows of resources and fund balances	\$ 22,652,387	\$ 3,513,501	\$ 25,190,833	\$ 51,356,721

City of Atwater
Reconciliation of the Governmental Funds Balance Sheet
to the Government-Wide Statement of Net Position
June 30, 2025

Total Fund Balances - Total Governmental Funds \$ 43,321,130

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the Governmental Funds Balance Sheet. Except for the internal service funds reported below, the capital assets were adjusted as follows:

	Government- Wide Statement of Net Position	Internal Service Funds	Total
Nondepreciable	\$ 14,898,628	\$ -	\$ 14,898,628
Depreciable, net	21,733,187	(682,854)	21,050,333
Total capital assets	\$ 36,631,815	\$ (682,854)	35,948,961

Internal service funds were used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the Internal service funds were included in governmental activities in the Government-Wide Statement of Net Position. 4,659,109

Unavailable revenues recorded in the fund financial statements resulting from activities in which revenues were earned but were not available are reclassified as revenues in the Government-Wide Financial Statements. 752,439

In the Government-Wide Financial Statements, deferred employer contributions for pension and OPEB, certain differences between actuarial estimates and actual results, and other adjustments resulting from changes in assumptions and benefits are deferred in the current year.

Deferred outflows of resources related to pension	8,839,677
Deferred outflows of resources related to OPEB	2,309,754
Deferred inflows of resources related to pension	(1,820,858)
Deferred inflows of resources related to OPEB	(3,818,647)

Long-term liabilities were not due and payable in the current period. Therefore, they were not reported in the Governmental Funds Balance Sheet.

	Government- Wide Statement of Net Position	Internal Service Funds	Total
Compensated absences - due within one year	\$ (287,378)	\$ 10,810	\$ (276,568)
SBITA liability -due within one year	(112,133)	-	(112,133)
Lease liability -due within one year	(1,869)		(1,869)
Compensated absences - due in more than one year	(383,027)	19,217	(363,810)
Net pension liability	(28,249,398)	-	(28,249,398)
Net OPEB liability	(20,767,993)	-	(20,767,993)
SBITA liability - due in more than one year	(893,717)	-	(893,717)
Total long-term liabilities	\$ (50,695,515)	\$ 30,027	(50,665,488)

Net Position of Governmental Activities **\$ 39,526,077**

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the year ended June 30, 2025

	Major Funds			Total Governmental Funds
	General Fund	Public Safety Transaction & Use Special Tax Revenue	Nonmajor Governmental Funds	
REVENUES:				
Taxes and assessments	\$ 9,301,323	\$ 5,595,919	\$ 1,969,368	\$ 16,866,610
Licenses and permits	327,923	-	-	327,923
Fines and forfeitures	104,796	-	-	104,796
Intergovernmental	5,859,489	-	4,321,292	10,180,781
Use of money and property	782,948	79,957	780,722	1,643,627
Charges for services	3,995,170	-	214,070	4,209,240
Other revenues	107,751	-	185,321	293,072
Total revenues	20,479,400	5,675,876	7,470,773	33,626,049
EXPENDITURES:				
Current:				
General government	5,713,115	6,990	453,421	6,173,526
Public safety	8,264,357	4,807,337	41,506	13,113,200
Highways and streets	1,819,785	-	1,275,152	3,094,937
Urban redevelopment and housing	-	-	1,129,569	1,129,569
Community services	1,095,339	1,124	-	1,096,463
Capital outlay	-	1,479,667	9,091,507	10,571,174
Debt service				
Principal	270,061	95,831	-	365,892
Interest and fiscal charges	-	7,886	-	7,886
Total expenditures	17,162,657	6,398,835	11,991,155	35,552,647
REVENUES OVER (UNDER) EXPENDITURES	3,316,743	(722,959)	(4,520,382)	(1,926,598)
OTHER FINANCING SOURCES (USES):				
Transfers in	152,375	-	711,656	864,031
Transfers out	(818,950)	-	(42,706)	(861,656)
Proceeds from SBITA lease	-	946,843	-	946,843
Total other financing sources (uses)	(666,575)	946,843	668,950	949,218
Net change in fund balances	2,650,168	223,884	(3,851,432)	(977,380)
FUND BALANCES:				
Beginning of year	17,334,750	3,073,196	23,890,564	44,298,510
Restatements	(54,348)	-	54,348	-
Beginning of year, as restated	17,280,402	3,073,196	23,944,912	44,298,510
End of year	\$ 19,930,570	\$ 3,297,080	\$ 20,093,480	\$ 43,321,130

See accompanying Notes to Basic Financial Statements

City of Atwater

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Government-Wide Statement of Activities For the year ended June 30, 2025

Net Change in Fund Balances - Total Governmental Funds	\$ (977,380)
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Amounts reported for governmental activities in the Government-Wide Statement of Activities were different because:

Governmental funds reported capital outlay as expenditures. However, in the Government-Wide Statement of Activities, the cost of those assets was allocated over their estimated lives as depreciation expense. This was the amount of capital assets recorded in the current period, net of the amount related to internal service funds.	10,571,174
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Depreciation expense on capital assets was reported in the Government-Wide Statement of Activities, but did not require the use of current financial resources. Therefore, depreciation expense was not reported as expenditures in the governmental funds, net of the amount related to internal service funds.	(2,120,856)
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Accrued compensated leave payments were reported as expenditures in the governmental funds, however expense is recognized in the Government-Wide Statement of Activities based on earned leave accruals.	127,060
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Debt proceeds provide current financial resources to governmental funds, but issuing debt increased long-term liabilities in the Government-Wide Statement of Net Position. Repayment of debt was an expenditure in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Position.	
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Long-term debt repayments	330,900
Issuance of Debt	(946,843)

Changes in the net pension liability and related deferred inflows and deferred outflows do not use or provide current financial resources and are therefore not reported in the funds.	(1,178,601)
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Changes in the net OPEB liability and related deferred inflows and deferred outflows do not use or provide current financial resources and are therefore not reported in the funds.	868,366
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Unavailable revenues recorded in the fund financial statements resulting from activities in which revenues were earned but were not available are reclassified as revenues in the Government-Wide Financial Statements.	(319,969)
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Internal service funds were used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The net revenue of the internal service funds was reported with governmental activities.	634,810
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Change in Net Position of Governmental Activities	<u><u>\$ 6,988,661</u></u>
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City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

General Fund

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES:				
Taxes and assessments	\$ 9,133,834	\$ 9,133,834	\$ 9,301,323	\$ 167,489
Licenses and permits	315,400	315,400	327,923	12,523
Fines and forfeitures	167,750	167,750	104,796	(62,954)
Intergovernmental	5,014,716	5,014,716	5,859,489	844,773
Use of money and property	173,033	173,033	782,948	609,915
Charges for services	4,408,241	4,408,241	3,995,170	(413,071)
Other revenues	175,500	175,500	107,751	(67,749)
Total revenues	19,388,474	19,388,474	20,479,400	1,090,926
EXPENDITURES:				
Current:				
General government	6,098,894	6,098,894	5,713,115	385,779
Public safety	9,612,947	9,612,947	8,264,357	1,348,590
Public works	2,495,136	2,495,136	1,819,785	675,351
Community services	1,336,420	1,336,420	1,095,339	241,081
Debt Service				
Principal	-	-	270,061	(270,061)
Total expenditures	19,543,397	19,543,397	17,162,657	2,380,740
REVENUES OVER (UNDER) EXPENDITURES	(154,923)	(154,923)	3,316,743	3,471,666
OTHER FINANCING SOURCES (USES):				
Transfers in	202,375	202,375	152,375	(50,000)
Transfers out	(867,640)	(867,640)	(818,950)	48,690
Total other financing sources (uses)	(665,265)	(665,265)	(666,575)	(1,310)
Net change in fund balances	\$ (820,188)	\$ (820,188)	2,650,168	\$ 3,470,356
FUND BALANCES:				
Beginning of year			17,334,750	
Restatements			(54,348)	
Beginning of year, as restated			17,280,402	
End of year			<u>\$ 19,930,570</u>	

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Public Safety Transaction & Use Special Revenue Fund

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES:				
Taxes and assessments	\$ 5,114,700	\$ 5,114,700	\$ 5,595,919	\$ 481,219
Use of money and property	1,000	1,000	79,957	78,957
Total revenues	<u>5,115,700</u>	<u>5,115,700</u>	<u>5,675,876</u>	<u>560,176</u>
EXPENDITURES:				
Current:				
General government	7,200	7,200	6,990	210
Public safety	4,913,001	4,913,001	4,807,337	105,664
Non-departmental	17,000	17,000	1,124	15,876
Capital outlay:				
General capital outlay	757,000	757,000	1,479,667	(722,667)
Debt service				
Principal	162,500	162,500	95,831	66,669
Total expenditures	<u>5,856,701</u>	<u>5,856,701</u>	<u>6,398,835</u>	<u>(542,134)</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(741,001)</u>	<u>(741,001)</u>	<u>(722,959)</u>	<u>18,042</u>
OTHER FINANCING SOURCES (USES):				
Proceeds from leases	-	-	946,843	946,843
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>946,843</u>	<u>946,843</u>
Net change in fund balances	<u>\$ (741,001)</u>	<u>\$ (741,001)</u>	<u>223,884</u>	<u>\$ 964,885</u>
FUND BALANCES:				
Beginning of year			3,073,196	
End of year			<u>\$ 3,297,080</u>	

City of Atwater
Statement of Net Position
Proprietary Funds
June 30, 2025

	Business-Type Activities - Enterprise Funds				Governmental
	Water	Sewer	Sanitation	Totals	Internal Service Funds
ASSETS					
Current Assets:					
Cash and investments	\$ 33,149,780	\$ 20,258,030	\$ 2,904,048	\$ 56,311,858	\$ 4,096,999
Restricted cash and investments	-	1,219,541	-	1,219,541	-
Receivables:					
Accounts	774,701	995,076	558,978	2,328,755	3,956
Interest	244,298	143,474	19,738	407,510	19,627
Prepaid expenses	8,125	-	-	8,125	11,879
Total current assets	34,176,904	22,616,121	3,482,764	60,275,789	4,132,461
Noncurrent:					
Capital assets:					
Nondepreciable	5,406,826	3,211,494	85,344	8,703,664	-
Depreciable	54,054,659	104,186,901	566,671	158,808,231	2,796,185
Less accumulated depreciation	(19,174,648)	(44,668,365)	(501,489)	(64,344,502)	(2,113,331)
Net capital assets	40,286,837	62,730,030	150,526	103,167,393	682,854
Total noncurrent assets	40,286,837	62,730,030	150,526	103,167,393	682,854
Total assets	74,463,741	85,346,151	3,633,290	163,443,182	4,815,315
LIABILITIES					
Current liabilities:					
Accounts payable	1,011,832	202,113	461,984	1,675,929	115,906
Accrued payroll	17,068	43,573	-	60,641	10,273
Interest payable	-	422,309	-	422,309	-
Deposits payable	606,155	-	-	606,155	-
Other liabilities	30,000	-	-	30,000	-
Unearned revenue	-	56,938	-	56,938	-
Compensated absences - current	11,338	48,053	-	59,391	10,810
Long-term debt - current	-	1,915,000	-	1,915,000	-
Total current liabilities	1,676,393	2,687,986	461,984	4,826,363	136,989
Noncurrent liabilities:					
Compensated absences	9,312	88,927	-	98,239	19,217
Long-term debt	-	61,964,327	-	61,964,327	-
Total noncurrent liabilities	9,312	62,053,254	-	62,062,566	19,217
Total liabilities	1,685,705	64,741,240	461,984	66,888,929	156,206
NET POSITION					
Net investment in capital assets	40,286,837	(1,149,297)	150,526	39,288,066	682,854
Restricted for capital projects	-	1,219,541	-	1,219,541	-
Unrestricted	32,491,199	20,534,667	3,020,780	56,046,646	3,976,255
Total net position	\$ 72,778,036	\$ 20,604,911	\$ 3,171,306	\$ 96,554,253	\$ 4,659,109

See accompanying Notes to Basic Financial Statements.

City of Atwater
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the year ended June 30, 2025

	Business-Type Activities - Enterprise Funds				Governmental
	Water	Sewer	Sanitation	Totals	Internal Service Funds
OPERATING REVENUES:					
Charges for services	\$ 8,431,389	\$ 12,058,971	\$ 4,115,850	\$ 24,606,210	\$ 6,090,752
Other operating revenue	103,959	441,053	730,405	1,275,417	58,715
Total operating revenues	8,535,348	12,500,024	4,846,255	25,881,627	6,149,467
OPERATING EXPENSES:					
Salaries and benefits	707,772	1,431,279	-	2,139,051	470,529
Contractual services	1,123,431	2,596,646	3,598,619	7,318,696	748,333
Materials and supplies	229,577	195,391	70,683	495,651	1,538
Repairs and maintenance	-	-	-	-	765,787
Utilities	1,645,706	838,654	-	2,484,360	202,457
Insurance	-	-	-	-	3,100,216
Other operating costs	1,929,011	1,868,195	1,015,632	4,812,838	400,112
Depreciation	1,620,623	2,997,609	14,053	4,632,285	93,177
Total operating expenses	7,256,120	9,927,774	4,698,987	21,882,881	5,782,149
Operating income (loss)	1,279,228	2,572,250	147,268	3,998,746	367,318
NONOPERATING REVENUES (EXPENSES):					
Intergovernmental revenues (expenses)	-	-	-	-	3,570
Interest revenue	2,405,904	738,950	92,158	3,237,012	113,922
Interest expense	-	(2,399,139)	-	(2,399,139)	-
Total nonoperating revenues (expenses)	2,405,904	(1,660,189)	92,158	837,873	117,492
Income before contributions and transfers	3,685,132	912,061	239,426	4,836,619	484,810
CONTRIBUTIONS AND TRANSFERS:					
Transfers in	-	-	-	-	200,000
Transfers out	(152,375)	-	-	(152,375)	(50,000)
Total contributions and transfers	(152,375)	-	-	(152,375)	150,000
Change in net position	3,532,757	912,061	239,426	4,684,244	634,810
NET POSITION:					
Beginning of year	69,141,581	19,692,154	2,931,880	91,765,615	4,027,060
Restatement	103,698	696	-	104,394	(2,761)
Beginning of year, as restated	69,245,279	19,692,850	2,931,880	91,870,009	4,024,299
End of year	\$ 72,778,036	\$ 20,604,911	\$ 3,171,306	\$ 96,554,253	\$ 4,659,109

See accompanying Notes to Basic Financial Statements.

City of Atwater
Statement of Cash Flows
Proprietary Funds
For the year ended June 30, 2025

	Business-Type Activities - Enterprise Funds				Governmental
	Water	Sewer	Sanitation	Totals	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash received from customers and users	\$ 8,527,361	\$ 12,533,219	\$ 4,811,713	\$ 25,872,293	\$ 6,185,312
Cash paid to suppliers for goods and services	(4,829,248)	(6,168,938)	(4,498,466)	(15,496,652)	(5,388,402)
Cash paid to employees for services	(729,722)	(1,405,140)	-	(2,134,862)	(469,947)
Net cash provided by (used in) operating activities	2,968,391	4,959,141	313,247	8,240,779	326,963
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Cash transfers in	-	-	-	-	200,000
Cash transfers out	(152,375)	-	-	(152,375)	(50,000)
Subsidy from grants	-	-	-	-	3,570
Net cash provided by (used in) noncapital financing activities	(152,375)	-	-	(152,375)	153,570
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Note principal payments	-	(1,830,000)	-	(1,830,000)	-
Interest paid on capital debt	-	(2,618,207)	-	(2,618,207)	-
Purchase of capital assets	(2,519,242)	(591,206)	-	(3,110,448)	(31,757)
Net cash provided by (used in) capital and related financing activities	(2,519,242)	(5,039,413)	-	(7,558,655)	(31,757)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Interest received	2,388,647	733,974	91,346	3,213,967	113,922
Net cash provided by (used in) investing activities	2,388,647	733,974	91,346	3,213,967	113,922
Net cash flows	2,685,421	653,702	404,593	3,743,716	562,698
CASH AND INVESTMENTS - Beginning of year	30,464,359	20,823,869	2,499,455	53,787,683	3,534,301
CASH AND INVESTMENTS - End of year	\$ 33,149,780	\$ 21,477,571	\$ 2,904,048	\$ 57,531,399	\$ 4,096,999
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:					
Operating income (loss)	\$ 1,279,228	\$ 2,572,250	\$ 147,268	\$ 3,998,746	367,318
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	1,620,623	2,997,609	14,053	4,632,285	93,177
(Increase) decrease in accounts receivable	(3,448)	33,195	(34,542)	(4,795)	30,512
(Increase) decrease in prepaid expense	(4,539)	-	-	(4,539)	5,333
Increase (decrease) in accounts payable	296,246	(670,052)	186,468	(187,338)	(169,959)
Increase (decrease) in accrued payroll	1,006	9,651	-	10,657	-
Increase (decrease) in accrued liabilities	(226,820)	-	-	(226,820)	498
Increase (decrease) in deposits payable	29,051	-	-	29,051	-
Increase (decrease) in compensated absences	(22,956)	16,488	-	(6,468)	84
Net cash provided by (used in) operating activities	\$ 2,968,391	\$ 4,959,141	\$ 313,247	\$ 8,240,779	\$ 326,963

See accompanying Notes to Basic Financial Statements.

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City of Atwater
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2025

	RDA	
	Successor Agency	
	Private Purpose	
	Trust Fund	Custodial Funds
ASSETS		
Current assets:		
Cash and investments	\$ 300,198	\$ 141,180
Interest receivable	5,986	1,031
Total current assets	<u>306,184</u>	<u>142,211</u>
Land	706,256	
Property, plant and equipment	8,670,932	-
Less accumulated depreciation	(7,042,860)	-
Property, plant and equipment	<u>1,628,072</u>	<u>-</u>
Total assets	<u>2,640,512</u>	<u>142,211</u>
LIABILITIES		
Current liabilities:		
Accounts payable	588	-
Due to others	-	1,738
Due within one year	1,005,000	-
Total current liabilities	<u>1,005,588</u>	<u>1,738</u>
Total liabilities	<u>1,005,588</u>	<u>1,738</u>
NET POSITION		
Held in trust for dissolution of RDA	1,634,924	-
Held for the CFD Bond holders	-	140,473
Total Net Position	<u>\$ 1,634,924</u>	<u>\$ 140,473</u>

City of Atwater
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the year ended June 30, 2025

	RDA	
	Successor Agency	
	Private Purpose	
	Trust Fund	Custodial Funds
ADDITIONS:		
Property taxes	\$ 730,958	\$ -
Investment income	28,961	4,611
Other additions	1,055,277	-
Total additions	1,815,196	4,611
DEDUCTIONS:		
Depreciation expense	143,990	-
Urban redevelopment and housing	1,085,697	-
Interest expense	52,055	-
Total deductions	1,281,742	-
Change in net position	533,454	4,611
NET POSITION:		
Beginning of year	778,782	135,862
Restatement - correction of error	322,688	-
Beginning of year, as restated	1,101,470	-
End of year	\$ 1,634,924	\$ 140,473

NOTES TO BASIC FINANCIAL STATEMENTS

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City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Atwater (City) was incorporated in 1922, under the laws and regulations of the State of California (State). The City operates under a City Council/Manager form of government and provides the following services: public safety (Police), highways and streets, solid waste, storm water utility, public improvements, planning and zoning, and general administration.

The financial statements of the City have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. On June 15, 1987, GASB issued a codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The City applies all GASB pronouncements to its activities.

A. Financial Reporting Entity

The City operates as a self-governing local government unit within the State. It has limited authority to levy taxes and has the authority to determine user fees for the services that it provides. The City's main funding sources include sales taxes, other intergovernmental revenue from state and federal sources, user fees, and federal and state financial assistance.

The financial reporting entity consists of (a) the primary government, the City, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (a) the City has the ability to impose its will on the organization, or (b) there is a potential for the organization to provide a financial benefit to or impose a financial burden on the City.

The basic financial statements of the City include only the financial activities of the City. The City does not have component units.

B. Basis of presentation

Government Wide Financial Statements

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

Certain types of transactions reported as program revenues for the City are reported in three categories:

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

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of presentation, Continued

Certain eliminations have been made in regards to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated except for those representing balances between the governmental activities and business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal fund transactions have been eliminated; however those transactions between governmental and business-type activities have not been eliminated. The following interfund activities have been eliminated:

- Due to/from other funds
- Advances to/from other funds
- Transfer in/out

The City applies all applicable GASB pronouncements including all NCGA Statements and Interpretations currently in effect.

Governmental Fund Financial Statements

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

All governmental funds are accounted for on a spending or “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the balance sheets. The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means the amount is collectible within the current period or soon enough thereafter to pay current liabilities. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within 60 days after year end, with the exception of grant revenues and Transportation Development Act (TDA) revenues. Grant revenues are considered to be available if collected within 190 days and TDA revenues are considered to be available if collected within 90 days of the end of the current fiscal period.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of presentation, Continued

The City reports the following major governmental funds:

- *General Fund* – used for all activities except those legally or administratively required to be accounted for in other funds.
- *Public Safety Transaction & Use Tax Special Revenue Fund* – accounts for Measure H and Measure B, a voter approved sales tax measure, to provide enhanced public safety costs.

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Change in Net Position, and a Statement of Cash Flows for all proprietary funds.

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Net Position present increases (revenues) and decreases (expenses) in total net position.

Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Operating revenues in the fund are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses. The City reports the following proprietary funds as major:

- *Water Enterprise Fund* – accounts for the operation and maintenance of the City’s water treatment and distribution system.
- *Sewer Enterprise Fund* – accounts for the operation and maintenance of the City’s wastewater treatment plant and collection facilities.
- *Sanitation Enterprise Fund* – accounts for all activities associates with the operation and maintenance of providing solid waste services.

Internal service fund balances and activities have been combined with governmental and business-type activities in the Government-Wide Financial Statements. These funds account for building maintenance, employee benefits, risk management and information technology.

Fiduciary Fund Financial Statements

Fiduciary fund financial statements consist of a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position. The City has one private-purpose trust fund. The private-purpose trust fund accounts for resources of all other trust arrangements in which principal and income benefit individuals, private organizations, or other governments (i.e. unclaimed property/escheat property). Fiduciary funds are accounted for using the accrual basis of accounting.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of presentation, Continued

The funds of the financial reporting entity are described below:

- Successor Agency - Former Atwater Community Development Agency Fund - accounts for funds collected and disbursed for the dissolution of the former Atwater Development Agency related to Administration and Retirement of enforceable obligations.
- Custodial Funds - account for assets held by the City in a purely custodial capacity and are not presented in the government-wide financial statements.

C. Cash Deposits and Investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

The City pools cash and investments from all funds for the purpose of increasing income through investment activities. Highly liquid money market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value in accordance with GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools. Market value is used as fair value for those securities for which market quotations are readily available.

In accordance with GASB Statement No. 40, *Deposit, and Investment Disclosures (Amendment of GASB No. 3)*, certain disclosure requirements for Deposits and Investment Risks were made in the following areas:

- Interest Rate Risk
- Credit Risk
 - Overall
 - Custodial Credit Risk
 - Concentrations of Credit Risk

In addition, other disclosures are specified including use of certain methods to present deposits and investments, highly sensitive investments, credit quality at year-end, and other disclosures.

D. Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net position. See Note 7 for details of interfund transactions, including receivables and payables at year-end.

E. Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include property taxes, sales and use taxes, utility user taxes, intergovernmental subventions, interest earnings, and expense reimbursements.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

E. Receivables, Continued

In the fund financial statements, material receivables in governmental funds include revenue accruals such as property tax, sales tax, utility user tax, and intergovernmental subventions since they are usually both measurable and available. Non-exchange transactions collectible but not available, such as property tax, are deferred in the fund financial statements in accordance with the modified accrual basis, but not deferred in the government-wide financial statements in accordance with the accrual basis.

Interest and investment earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available. The loans receivable are recorded in the fund statements, but are deferred to indicate they do not represent current financial resources. The loans are recognized when advanced in the government-wide statements. The City's experience is that all accounts receivable are collectible; therefore an allowance for doubtful accounts is unnecessary.

F. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. In the governmental fund financial statements, prepaid items are offset with a reservation of fund balance for long-term assets to indicate they do not constitute current resources available for appropriation.

G. Capital Assets

The City's assets are capitalized at historical cost or estimated historical cost, if actual is unavailable, except for donated Capital Assets which are recorded at their estimated fair value at the date of donation. Policy has set the capitalization threshold for reporting at \$5,000 acquisitions value for non-infrastructure capital assets and \$25,000 for infrastructure capital assets.

Public domain (infrastructure) capital assets include roads, bridges, curbs and gutters, streets, sidewalks, drainage systems, and lighting systems.

The accounting treatment of property, plant and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. No depreciation is recorded in the year of acquisition or in the year of disposition.

The range of estimated useful lives by type of asset is as follows:

Buildings and improvements	5-40 years	Landscaping	30 years
Roadway improvements	40 years	Signage	25 years
Sidewalks, curbs, and gutters	40 years	Leasehold improvements	5 years
Storm drain pipes/structures	40 years	Machinery and equipment	3-5 years
Traffic signal devices	5-40 years	Vehicles	3 years
Subscription Assets	5-9 years*		

* Over the life of the lease liability

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

H. *Compensated Absences- GASB 101-FIFO Approach*

Employees accrue vacation, sick, holiday, and compensatory time off benefits. City employees have vested interests in the amount of accrued time off, with the exception of sick time, and are paid on termination. Also, annually an employee may elect to be compensated for 40 to 120 hours of unused annual leave depending upon their length of service. All vacation pay is accrued when incurred in the government-wide and proprietary financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations or retirements and is currently payable.

City implemented GASB 101 during the year which require liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. Under GASB 101, Compensated absences convertible to CalPERS's service credits is excluded from liability. City adopted FIFO flow assumption for sick leaves for recording current liability related to Sick leaves and liability for sick leaves to be paid out in cash, when an employee is retired or being laid off by the city. A current liability is accrued in the governmental funds and proprietary funds using the three-year average of annual usage for each group of employee.

I. *Deferred Outflows/Inflows of Resources*

In addition to assets, the statement of net position or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then.

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

J. *Pensions*

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

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

K. Other Postemployment Benefits (OPEB)

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

Valuation Date	June 30, 2023
Measurement Date	June 30, 2024
Measurement Period	July 1, 2023 to June 30, 2024

L. Net Position and Fund Balance

Government-Wide Statements

Equity is classified as net position and is displayed in three components:

- a. *Net investment in capital assets* – consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. *Restricted net position* – consists of net position with constraints placed on the use by external groups such as creditors, grantors, contributors, or bylaws or regulations of other governments or law through constitutional provisions or enabling legislation.
- c. *Unrestricted net position* – all other net position that do not meet the definition of “restricted” or “net investment in capital assets.”

Fund Financial Statements

Governmental fund equity is classified as fund balance. Fund balance is classified as nonspendable, restricted, committed, assigned, or unassigned. Proprietary fund equity is classified the same as in the government-wide statements. The classifications for governmental funds are defined as follows for the City:

Nonspendable Fund Balance –

- Assets that will never convert to cash (prepaid items, inventory).
- Assets that will not convert to cash soon enough to affect the current period (long-term notes or loans receivable).
- Resources that must be maintained intact pursuant to legal or contractual requirements (the principal of an endowment).

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

L. Net Position and Fund Balance, Continued

Restricted Fund Balance –

- Resources that are subject to externally enforceable legal restrictions imposed by parties altogether outside the government (creditors, grantors, contributors and other governments).
- Resources that are subject to limitations imposed by law through constitutional provisions or enabling legislation (e.g. Gas Tax).

Committed Fund Balance –

- Self-imposed limitations set in place prior to the end of the period (encumbrances, economic contingencies and uncertainties).
- Limitation at the highest level of decision-making (Council) that requires formal action at the same level to remove.
- Council resolution is required to be taken to establish, modify or rescind a fund balance commitment

Assigned Fund Balance –

- Amounts in excess of nonspendable, restricted and committed fund balance in funds other than the general fund automatically are reported as assigned fund balance.
- Assigned amounts for a specific purpose are as authorized by the City's City Treasurer through its fund balance policy.

Unassigned Fund Balance –

- Residual net resources
- Total fund balance in the general fund in excess of nonspendable, restricted, committed, and assigned fund balance (surplus).
- Excess of nonspendable, restricted, and committed fund balance over total fund balance (deficit).

M. Revenues, Expenditures, and Expenses

Property Tax

Property taxes in the State of California are administered for all local agencies at the county level and consist of secured, unsecured, and utility tax rolls. The following is a summary of major policies and practices relating to property taxes.

Property Valuations – are established by the Assessor of the County of Merced (County) for the secured and unsecured property tax rolls; the utility property tax rolls are valued by the State Board of Equalization. Under the provisions of Article XIII A of the State Constitution (Proposition 13 adopted by voters on June 6, 2078) properties are assessed at 100% of full value. From this base of assessment, subsequent annual increases in valuation are limited to a maximum of 2%. However, increases to full value are allowed for property improvements or upon change in ownership. Personal property is excluded from these limitations, and is subject to annual reappraisal.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

M. Revenues, Expenditures, and Expenses, Continued

Tax Levies - are limited to 1% of full value which results in a tax rate of \$1.00 per \$100 assessed valuation, under the provisions of Proposition 13. Tax rates for voter-approved indebtedness are excluded from this limitation.

Tax Levy Dates - are attached annually on January 1 proceeding the fiscal year for which the taxes are levied. The fiscal year begins July 1 and ends June 30 of the following year. Taxes are levied on both real and unsecured personal property as it exists at that time. Liens against real estate, as well as the tax on personal property, are not relieved by subsequent renewal or change in ownership.

Tax Collections - are the responsibility of the County Tax Collector. Taxes and assessments on secured and utility rolls which constitute a lien against the property, may be paid in two installments: The first is due on November 1 of the fiscal year and is delinquent if not paid by December 10; and the second is due on March 1 of the fiscal year and is delinquent if not paid by April 10. Unsecured personal property taxes do not constitute a lien against real property unless the taxes become delinquent. Payment must be made in one installment, which is delinquent if not paid by August 31 of the fiscal year. Significant penalties are imposed by the County for late payments.

The County levies, bills, and collects property taxes and special assessments for the City. Property taxes levied are recorded as revenue when received, in the fiscal year of levy, due to the adoption of the "alternate method of property tax distribution", known as the Teeter Plan, by the City and the County. The Teeter Plan authorizes the Auditor/Controller of the County to allocate 100% of the secured property taxes billed, but not yet paid. The County remits tax monies to the City in three installments as follows:

- 50 percent remitted in December
- 45 percent remitted in April
- 5 percent remitted in June

N. Budgetary Accounting

The City Council establishes budgets for the General Fund and all Special Revenue Funds, except for certain Special Revenue Funds for which expenditures are controlled by grant funding or by assessments received. Budgetary control is legally maintained at the fund level for these funds. Department heads submit budget requests to the City Manager. The City Manager prepares an estimate of revenues and prepares recommendations for the next year's budget. The preliminary budget may or may not be amended by the City Council and is adopted by resolution by the City Council on or before June 30 in accordance with the municipal code.

The City Council may amend the budget by motion during the fiscal year. Only the Council can authorize transfers between funds and approve inter-fund loans. The City Manager is authorized to transfer budgeted amounts within a fund without formal council action or approval. The City Manager is authorized to increase expenditures in relation to revenues in funds receiving assigned revenues without approval by the City Council.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

N. Budgetary Accounting, Continued

Expenditures may not legally exceed appropriations at the fund level, which is the legal level of control. Supplemental appropriations, which increase appropriations, may be made during the fiscal year. There were no material supplemental appropriations made for the fiscal year ended June 30, 2025. Budget information is presented for the General and budgeted Special Revenue Funds in the fund financial statements. The budget information is presented on a basis consistent with generally accepted accounting principles. Appropriations, except open project appropriations, and unexpended grant appropriations, lapse at the end of each fiscal year.

O. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses. Actual results could differ from those estimates.

P. New Accounting Pronouncements

In 2025, the City adopted new accounting standards in order to conform to the following Governmental Accounting Standards Board Statements:

- GASB Statement No. 101, *Compensated Absences* – The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. Following the requirements of this statement, City restated its Fund balance for Government wide, Sewer and Water Fund balances to reflect changes in compensated absences liability this year.
- GASB Statement No. 102, *Certain Risk Disclosures* – The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government’s vulnerabilities due to certain concentrations or constraints. The City had no adjustments or new disclosures as a result of this Statement.

2. CASH AND INVESTMENTS

Cash, cash equivalents, and investments are reported in the accompanying basic financial statements as follows:

	Government-Wide Statement of Net Position			
	Governmental Activities	Business-Type Activities	Fiduciary Funds	Total
Cash and investments	\$ 50,310,039	\$ 56,311,858	\$ 441,378	\$ 107,063,275
Restricted cash and investments	-	1,219,541	-	1,219,541
Total cash and investments	<u>\$ 50,310,039</u>	<u>\$ 57,531,399</u>	<u>\$ 441,378</u>	<u>\$ 108,282,816</u>

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

2. CASH AND INVESTMENTS, Continued

Summary of Cash and Investments

At June 30, 2025, the City’s pooled cash and investments consist of the following:

Cash on hand	\$ 550
Deposits with financial institutions	12,275,214
Total cash on hand and deposits	<u>12,275,764</u>
Local Agency Investment Funds (LAIF)	68,541,318
CSJVRMA Investment Pool	1,262,643
Government bonds	5,345,821
Corporate bonds	3,250,028
Asset-backed securities	167,541
Suprational obligation	1,001,522
Money Market Fund	11,040,788
Agency Obligation	3,561,190
Total investments	<u>94,170,851</u>
Total City Treasury	<u>106,446,615</u>
Cash and investments held by fiscal agents	1,219,541
Restricted for PARS pension Trust	616,660
Total cash and investments	<u><u>\$ 108,282,816</u></u>

Deposits

The carrying amount of the City’s cash deposit was \$12,275,214 at June 30, 2025.

Bank balances before reconciling items were a positive amount of \$10,057,319 at June 30, 2025. The City’s cash deposit was fully insured up to \$250,000 by the Federal Deposit Insurance Corporation. The remaining amount was collateralized with securities held by the pledging financial institutions in the City’s name.

The California Government Code (Code) Section 53652 requires California banks and savings and loan associations to secure the City’s cash deposits by pledging securities as collateral. The Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the City's name.

The market value of pledged securities must equal at least 110% of the City’s cash deposits. California law also allows institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the City’s total cash deposits.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

2. CASH AND INVESTMENTS, Continued

Investments

California statutes authorize cities to invest idle or surplus funds in a variety of credit instruments as provided for in the California Government Code, Section 53600, Chapter 4 - Financial Affairs. The table below identifies the investment types that are authorized for the City by the California Government Code (or the City's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. The table does not address investments of debt proceeds held by bond trustees that are governed by the provisions of debt agreements of the City, rather than the general provisions of the California Government Code of the City's investment policy. During the year ended June 30, 2025, the City's permissible investments included the following instruments:

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality	Maximum % of Portfolio	Maximum Investment in One Issuer
Bankers Acceptances	180 days	A-1, P-1	30%	5%
Certificates of Deposits	5 years	N/A	20%	\$1m per institution
Negotiable Certificates of Deposit	5 years	A, A-1	30%	5%
Commercial Paper	270 days	A-1	25%	10%
State of California Local Agency Investment Fund (State Pool)	N/A	N/A	N/A	N/A
Medium Term Notes	5 years	A	N/A	5%
Money Market Funds	N/A	Aaa	20%	10%
U.S. Treasury Securities	5 years	N/A	N/A	N/A
U.S. Government Agency Issues	5 years	A	30%	5%
U.S. Government Agency Sponsored Enterprise Securities	5 years	N/A	N/A	N/A
Repurchase Agreements	1 year	N/A	10%	10%
Mortgage pass-through and asset backed securities	5 years	AA	20%	5%
Supranational Obligations	5 years	AA	30%	10%

Investment of debt proceeds held by bond trustees are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City's investment policy. The table below identifies the investment types that are authorized for investments held by bond trustees. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

2. CASH AND INVESTMENTS, Continued

Investments, Continued

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by Code Section 16429 under the oversight of the Treasurer of the State of California. The City's investments with LAIF at June 30, 2025, include a portion of the pool funds invested in Structured Notes and Asset-Backed Securities. These investments include the following:

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

Asset-Backed Securities - the bulk of which are mortgage-backed securities, entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (such as Collateralized Mortgage Obligations) or credit card receivables.

As of June 30, 2025, the City had \$68,541,318 invested in LAIF, which had invested 3.81% of the pool investment funds in Structured Notes and Asset-Backed Securities as compared to 3.00% in the previous year. The LAIF fair value factor of 1.001198310 was used to calculate the fair value of the investments in LAIF.

Risk Disclosures

Interest rate risk -Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

Investment Type	Total	Investment Maturities (in Months)		
		12 Months or less	13 to 36 Months	More than 36 Months
Government bonds	\$ 5,345,821	\$ 325,299	\$ 5,020,522	\$ -
Corporate bonds	3,250,028	1,053,689	2,003,199	193,140
Asset-backed securities	167,541	7,332	160,209	-
Suprational obligation	1,001,522	641,738	-	359,784
Money Market Fund	11,040,788	11,040,788	-	-
Agency Obligation	3,561,190	2,311,102	1,250,088	-
Subtotal	24,366,890	15,379,948	8,434,018	552,924
Joint investment pools:				
Local Agency Investment Fund	68,541,318	68,541,318	-	-
CSJVRMA Investment Pool	1,262,643	1,262,643	-	-
Total	\$ 94,170,851	\$ 85,183,909	\$ 8,434,018	\$ 552,924

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

2. CASH AND INVESTMENTS, Continued

Risk Disclosures, Continued

Credit risk – Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the actual rating at June 30, 2025 for each investment type:

Concentration of credit risk – The City’s investment policy does not allow for an investment in any one issuer that is in excess of five percent of the government’s total investments. The investments made by the City Treasurer are limited to those allowable under State statutes as incorporated into the City’s Investment Policy, which is accepted annually by the City Council. There were no concentrations in any one issuer for the year.

Custodial credit risk – investments. For investments, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside counterparty. For the investments maintained by the City, no security was uninsured or unregistered or held by a brokerage firm which is also the counterparty for the security.

Investment	Total	Rating as of June 30, 2025					
		A3	A2	A1	Aa2	Aa1	Aaa
Government bonds	\$ 5,345,821	\$ -	\$ -	\$ -	\$ -	\$ 5,345,821	\$ -
Corporate bonds	3,250,028	271,221	966,369	1,440,851	571,587	-	-
Suprational obligation	1,001,522	-	-	-	-	-	1,001,522
Money Market Fund	11,040,788	-	-	-	-	-	11,040,788
Asset Backed Securities	129,263	-	-	-	-	-	129,263
Agency Obligation	3,561,190	-	-	-	-	3,166,821	394,369
Subtotal	<u>\$ 24,328,612</u>	<u>\$ 271,221</u>	<u>\$ 966,369</u>	<u>\$ 1,440,851</u>	<u>\$ 571,587</u>	<u>\$ 8,512,642</u>	<u>\$ 12,565,942</u>

Not Rated:

Joint Investment Pool:

Local Agency Investment Fund	\$ 68,541,318
CSJVRMA Investment Pool	1,262,643
Asset-backed securities	38,278
Total Investments	<u>\$ 94,170,851</u>

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

2. CASH AND INVESTMENTS, Continued

Fair Value Hierarchy

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure fair value of the assets. Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The following is a summary of the fair value hierarchy of the fair value of investments of the City as of June 30, 2025:

Investment Type	Fair Value	Fair Value Measurement Using		
		Level 1	Level 2	Level 3
Government bonds	\$ 5,345,821	\$ -	\$ 5,345,821	\$ -
Corporate bonds	3,250,028	-	3,250,028	-
Asset-backed securities	167,541	-	167,541	-
Suprational obligation	1,001,522	-	1,001,522	-
Agency Obligation	3,561,190	-	3,561,190	-
Total investments subject to fair value	13,326,102	\$ -	\$ 13,326,102	\$ -
Investments not subject to levelling:				
Money Market Funds	11,040,788			
CSJVRMA Investment Pool	1,262,643			
California Local Agency Investment Fund	68,541,318			
Total Investments	\$ 94,170,851			

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

3. CAPITAL ASSETS

Governmental capital asset activity for the year ended June 30, 2025, was as follows:

	Restated Balance at July 1, 2024	Additions	Deletions	Transfers	Balance June 30, 2025
Governmental activities					
Nondepreciable assets:					
Land	\$ 299,384	\$ -	\$ -	\$ -	\$ 299,384
Construction in Progress	6,420,451	9,375,267	-	(1,196,474)	14,599,244
Total nondepreciable assets	6,719,835	9,375,267	-	(1,196,474)	14,898,628
Depreciable assets:					
Buildings and improvements	18,160,380	55,656	-	698,281	18,914,317
Infrastructure	1,214,625	-	-	-	1,214,625
Roads	50,012,085	17,404	-	498,193	50,527,682
Equipment	12,316,355	207,763	(220,217)	-	12,303,901
Total depreciable assets	81,703,445	280,823	(220,217)	1,196,474	82,960,525
Total	88,423,280	9,656,090	(220,217)	-	97,859,153
Accumulated depreciation:					
Buildings and improvements	(11,121,001)	(471,004)	-	-	(11,592,005)
Infrastructure	(1,001,437)	(9,991)	-	-	(1,011,428)
Roads	(40,253,428)	(809,491)	-	-	(41,062,919)
Equipment	(8,020,500)	(757,464)	235,267	-	(8,542,697)
Total accumulated depreciation	(60,396,365)	(2,047,950)	235,267	-	(62,209,048)
Net depreciable assets	21,307,080	(1,767,127)	15,050	1,196,474	20,751,477
Amortizable assets:					
Right of use - lease asset	249,376	-	-	-	249,376
Subscription Asset	159,007	946,843	-	-	1,105,850
Accumulated amortization	(207,430)	(166,086)	-	-	(373,516)
Net amortizable assets	41,946	780,757	-	-	981,710
Total net capital assets	\$ 28,068,861	\$ 8,388,897	\$ 15,050	\$ -	\$ 36,631,815

Depreciation and Amortization expense for capital assets was charged to functions as follows:

General government	\$ 480,996
Public safety	923,550
Highways and streets	809,490
Total	\$ 2,214,036

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

3. CAPITAL ASSETS, Continued

Business-type capital asset activity for the year ended June 30, 2025, was as follows:

	Restated balance July 1, 2024	Additions	Deletions	Transfers	Balance June 30, 2025
Business-type activities					
Nondepreciable assets:					
Land	\$ 1,064,902	\$ -	\$ -	\$ -	\$ 1,064,902
Construction in Progress	11,715,195	2,220,599	-	(6,297,032)	7,638,762
Total nondepreciable assets	<u>12,780,097</u>	<u>2,220,599</u>	<u>-</u>	<u>(6,297,032)</u>	<u>8,703,664</u>
Depreciable assets:					
Buildings and improvements	139,740,024	625,844	(95,925)	6,283,240	146,553,183
Equipment	11,977,249	264,007	-	13,792	12,255,048
Total depreciable assets	<u>151,717,273</u>	<u>889,851</u>	<u>(95,925)</u>	<u>6,297,032</u>	<u>158,808,231</u>
Total	<u>164,497,370</u>	<u>3,110,450</u>	<u>(95,925)</u>	<u>-</u>	<u>167,511,895</u>
Accumulated depreciation:					
Buildings and improvements	(50,165,332)	(4,225,697)	95,925	-	(54,295,104)
Equipment	(9,642,808)	(406,590)	-	-	(10,049,398)
Total accumulated depreciation	<u>(59,808,140)</u>	<u>(4,632,287)</u>	<u>95,925</u>	<u>-</u>	<u>(64,344,502)</u>
Net depreciable assets	<u>91,909,133</u>	<u>(3,742,436)</u>	<u>-</u>	<u>6,297,032</u>	<u>94,463,729</u>
Total net capital assets	<u>\$ 104,689,230</u>	<u>\$ (1,521,837)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 103,167,393</u>

Depreciation expense for capital assets was charged to functions as follows:

Water	\$ 1,620,623
Sewer	2,997,611
Sanitation	14,053
Total	<u>\$ 4,632,287</u>

4. LOAN RECEIVABLE

City has given out loans under different housing programs. City has 100% allowance against these loans. At June 30, 2025, the City's loans receivable consisted of the following:

Program	Loan Amount
CDBG	\$ 1,978,781
Home	2,141,705
CalHome	358,000
NSP	91,513
RDA	179,112
	<u>\$ 4,749,111</u>

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

5. LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities for governmental activities for the year ended June 30, 2025:

	Restated Balance July 1, 2024	Additions	Retirements	Adjustments	Balance June 30, 2025	Due Within One Year
<u>Governmental Activities:</u>						
Lease liability	\$ 48,366	\$ -	\$ (46,497)	\$ -	\$ 1,869	\$ 1,869
SBITA Liability	159,007	946,843	(100,000)	-	1,005,850	112,133
Financed Purchase	184,403	-	(71,774)	(112,629)	-	-
Total governmental activities	<u>\$ 391,776</u>	<u>\$ -</u>	<u>\$ (218,271)</u>	<u>\$ (112,629)</u>	<u>\$ 1,007,719</u>	<u>\$ 114,002</u>

The following is a summary of changes in long-term liabilities for business-type activities for the year ended June 30, 2025:

	Balance July 1, 2024	Additions	Retirements	Adjustments	Balance June 30, 2025	Due Within One Year
<u>Business-type Activities</u>						
2017A Wastewater Revenue						
Refunding Bonds	\$ 49,115,000	\$ -	\$ (1,115,000)	\$ -	\$ 48,000,000	\$ 1,175,000
Unamortized bond premium	4,227,695	-	(201,320)	-	4,026,375	-
2018A Wastewater Revenue						
Refunding Bonds	12,520,000	-	(715,000)	-	11,805,000	740,000
Unamortized bond premium	51,641	-	(3,689)	-	47,952	-
Total governmental activities	<u>\$ 65,914,336</u>	<u>\$ -</u>	<u>\$ (2,035,009)</u>	<u>\$ -</u>	<u>\$ 63,879,327</u>	<u>\$ 1,915,000</u>

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

5. LONG-TERM LIABILITIES, Continued

Governmental Activities:

Lease-Purchase financing:

In fiscal year 2019, City of Atwater entered into agreement with Sun Ridge systems for lease RMIS system and US Bank equipment finance for purchase of radios. City paid off the lease purchase liability in FY 2025.

Subscription Based Information Technology Arrangements (SBITAs) Liability:

In fiscal year 2024, the City of Atwater entered into a lease agreement as lessee for financing the acquisition of Kenwood radios and its related software. The remaining liability as of June 30, 2025 amounted to \$159,007. The radios have an estimated useful life of 5 years. Amortization expense for the Asset was \$31,804 for FY2025.

Year Ending June 30,	Principal	Interest
2026	\$ 34,992	\$ 11,526
2027	38,899	7,619
2028	41,289	5,229
2029	43,827	2,692
Total	<u>\$ 159,007</u>	<u>\$ 27,066</u>

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

5. LONG-TERM LIABILITIES, Continued

In fiscal year 2021, the City of Atwater entered into a 5-year lease agreement with Axon Enterprises as lessee for the acquisition of police bodycam equipment and related software license. The remaining liability as of June 30, 2024, amounted to \$112,629 but in fiscal year 2025, the City of Atwater entered into a new lease agreement with Axon as lessee for the acquisition of police bodycam equipment and related software licensing for 10 years rescinding the old agreement. The new liability as of June 30, 2025 amounted to \$846,843. The bodycams have 10-year estimated useful life. Amortization expense for the Asset was \$94,684 for FY2025.

Year Ending June 30,	Principal	Interest
2026	\$ 79,010	\$ 36,499
2027	82,415	33,093
2028	85,967	29,542
2029	89,673	25,836
2030-2034	509,778	67,767
Total	<u>\$ 846,843</u>	<u>\$ 192,737</u>

Lease liabilities

Pursuant to the GASB 87, the City has the following lease liabilities:

In fiscal year 2021, the City of Atwater entered into a lease agreement as lessee with Enterprise for one police vehicle (Vehicle #2053-23C8PN) valued at \$45,349. The vehicle has 4-year estimated useful life. As of June 30, 2025, City has paid off the lease liability. Right to use asset as of June 30, 2025 is fully amortized and is included in the intangible assets on the capital assets activities table found in Note 3 above.

In fiscal year 2022, the City of Atwater entered into a lease agreement as lessee with Enterprise for one police vehicle (Vehicle #2051-23XZTS) valued at \$36,778. In FY 2025, city paid off the liability and purchased the vehicle. The vehicle has 4-year estimated useful life.

In fiscal year 2022, the City of Atwater entered into a lease agreement as lessee with Enterprise for one police vehicle (Vehicle #2052-23XZTV) valued at \$36,778. As of June 30, 2025, the value of the lease liability is \$929. The vehicle has 4-year estimated useful life. The City is required to make monthly payment of \$936. The net value of the right to use the asset as of June 30, 2025 of \$782 is included in the intangible assets on the capital assets activities table found in Note 3 above.

Year Ending June 30,	Principal	Interest
2026	\$ 929	\$ 7
Total	<u>\$ 929</u>	<u>\$ 7</u>

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

5. LONG-TERM LIABILITIES, Continued

In fiscal year 2022, the City of Atwater entered into a lease agreement as lessee with Enterprise for one police vehicle (Vehicle #2050-252ZQB) valued at \$36,778. As of June 30, 2025, the value of the lease liability is \$940. The vehicle has 4-year estimated useful life. The City is required to make monthly payment of \$940. The net value of the right to use the asset as of June 30, 2025 of \$782 is included in the intangible assets on the capital assets activities table found in Note 3 above.

Year Ending June 30,	Principal	Interest
2026	\$ 940	\$ 7
Total	<u>\$ 940</u>	<u>\$ 7</u>

Business-type Activities

2017A Wastewater Revenue Refunding Bonds (Sewer)

In August 2017, the City issued the 2017A Wastewater Revenue Refunding Bonds in the amount of \$56,600,000 to defease the 2008 Wastewater Revenue Refunding Bonds and the 2010 Wastewater Revenue Bonds by placing funds in separate escrow accounts to prepay the obligations. Each payment includes interest at an annual rate between 3.125% to 5.000%. Interest on the bonds is payable on May 1 and November 1 of each year. Principal of the bonds is payable on May 1 of each year beginning May 1, 2018. The bonds fully mature on May 1, 2045. An original issue premium of \$5,619,924 and an underwriting discount of \$509,400 was included in the sales of the bonds.

2017A Wastewater Revenue Refunding Bonds (Sewer), Continued

The annual debt service requirements for the 2017A Bonds are as follow:

Year Ending June 30,	<u>Business-type Activities</u>	
	2017A Wastewater Revenue Refunding Bonds	
	<u>Principal</u>	<u>Interest</u>
2026	\$ 1,175,000	\$ 2,136,086
2027	1,230,000	2,077,336
2028	1,295,000	2,015,838
2029	1,365,000	1,951,088
2030-2034	7,815,000	8,756,438
2035-2039	10,850,000	7,048,850
2040-2044	19,770,000	3,523,000
2045	4,500,000	157,500
Total	<u>\$ 48,000,000</u>	<u>\$ 27,666,136</u>

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

5. LONG-TERM LIABILITIES, Continued

2018A Wastewater Revenue Refunding Bonds (Sewer)

In April 2019, the City issued the 2019A Wastewater Revenue Refunding Bonds in the amount of \$16,255,000 to defease the 2011 Wastewater Revenue Bonds by placing funds in an escrow account to prepay the obligation. Each payment includes interest at an annual rate between 2.75% to 4.00%. Interest on the bonds is payable on May 1 and November 1 of each year. Principal of the bonds is payable on May 1 of each year beginning May 1, 2019, Interest payments began on November 1, 2019. The bonds fully mature on May 1, 2038. An original issue premium of \$2,064,063 and an underwriting discount of \$146,295 was included in the sales of the bonds.

The annual debt service requirements for the 2018A Bonds are as follow:

Year Ending June 30,	2018A Wastewater Revenue Refunding Bonds	
	Principal	Interest
2026	\$ 740,000	\$ 397,769
2027	775,000	368,168
2028	795,000	346,856
2029	820,000	323,006
2030-2034	4,495,000	1,211,863
2035-2038	4,180,000	385,019
Total	\$ 11,805,000	\$ 3,032,681

6. COMPENSATED ABSENCES

The City's compensated absences payable activity for the year ended June 30, 2025 was as follows:

	Restated Balance July 1, 2024	Additions	Deletions	Balance June 30, 2025	Due Within One Year
Governmental Activities:					
Compensated absences payable	\$ 648,601	(21,804)*	\$ -	\$ 670,405	\$ 287,378
Business-Type Activities:					
Compensated absences payable	164,097	(6,467)*	-	157,630	59,391
	\$ 812,698	\$ (28,271)	\$ -	\$ 625,844	\$ 346,769

* The change in the compensated absences liability is presented as a net change.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

7. NET POSITION/ FUND BALANCES

Net position

	Governmental Activities	Business Activities	Total
Net investment in capital assets	\$ 35,624,096	\$ 39,288,066	\$ 74,912,162
Restricted	23,794,368	1,219,541	25,013,909
Unrestricted (deficit)	(19,892,387)	56,046,646	36,154,259
Total	<u>\$ 39,526,077</u>	<u>\$ 96,554,253</u>	<u>\$136,080,330</u>

Restricted balances are for the same purposes as fund balance restrictions because external restriction requirements are the same. See descriptions of the restrictions below.

Fund Balance

Non-spendable and Restricted fund balance consisted of the following at June 30, 2025:

Nonspendable:	
Prepaid items	\$ 42,019
Investment in land held for resale	159,364
Total Nonspendable	<u>\$ 201,383</u>
Restricted:	
Governmental Funds:	
Public Safety Transaction & Use Special Revenue	\$ 3,297,080
General Plan Update	1,754,449
Measure V Special Revenue	4,525,630
Gas Tax	373,489
Facility Impact Fee	5,770,729
HOME Investment Partnership Program	604,928
Neighborhood Stabilization	236,979
Pension Rate Stabilization	616,660
Police Grant	88,977
Local Transportation	608,981
CDBG Program Income	263,316
Housing Authority	1,286,757
Narcotics Program	2,225
Applegate Exchange	827,504
ARPA Fund	157,523
Reginal Surface Transportation Program	1,588,888
PLHA-Perm Local Housing Allocation	360,387
Maintenance Districts	1,429,866
Total Restricted	<u>\$ 23,794,368</u>
Assigned:	
Performance Bond	\$ 123,919
Total Assigned	<u>\$ 123,919</u>

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

7. NET POSITION/FUND BALANCES, Continued

The following describe the purpose of each nonspendable, restricted, and committed category used by the City:

Nonspendable

- **Prepaid items** - used to segregate that portion of fund balance to indicate that prepaid amounts do not represent available, spendable resources even though they are components of assets.
- **Land held for resale** - includes properties held for the purpose of redevelopment either through resale or conversion to public use, which do not represent available, spendable resources even though they are components of assets.

Restricted

- **Public Safety Transaction & Use Special Revenue** - A voter approved one cent sales & use tax dedicated to public safety and use is restricted for the approved spending plan.
- **Measure V Special Revenue** - A voter approved ½-cent sales & use tax dedicated to transportation maintenance and improvement projects in Merced County and use is restricted for approved spending plans.
- **Gas Tax** - represents amounts restricted for street maintenance purposes as defined in Sections 2105, 2106, 2107 and 2107.5 of the Streets and Highway Code.
- **Facility Impact Fee** - represents amounts restricted to capital projects through AB1600.
- **HOME Investment Partnership Program** - represents amounts restricted for the City's HOME revolving loan program as this program is supported by specific grants requiring the restriction.
- **Neighborhood Stabilization** - represents restricted amounts received from Federal Grants for neighborhood revitalization programs.
- **Pension rate Stabilization Fund** - represents Section 115 Trust dedicated to addressing long-term pension liabilities and costs and stabilizing contribution rates. Funds are restricted for use on pension costs.
- **Police Grant** - This fund tracks Police grant revenue that is restricted for use per each grant, and related expenses.
- **Local Transportation**- represents Capital project costs associated with traffic safety improvements are funded from the Local Transportation Fund and funds are restricted for use for approved eligible activities.
- **CDBG Program Income** - CDBG provides federal funding to support community development projects that benefit low- and moderate-income neighborhoods. The use of funds is restricted to the criteria set forth in the grant requirements.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

7. NET POSITION/ FUND BALANCES, Continued

- **Housing Authority** - Low- & Moderate-Income Fund represents in part the Successor Agency to the Atwater Redevelopment Agency. Funds are restricted to eligible expenses with the purpose of the successor agency to wind down the operations, complete projects, and pay the outstanding debt obligations of the former agency.
- **Narcotics Program - Trust** is a fund to hold Asset Forfeiture moneys collected from Narcotics Cases.
- **Applegate Exchange** - represents Fee charged for restricted use to fund Applegate Road Interchange upgrade.
- **ARPA Fund** - represents ARPA funds from the federal government to address the economic impact of the COVID-19 pandemic.
- **Regional Surface Transportation program** - RSTP is a federally funded program that apportions federal gas tax dollars to states. The funds are restricted for use on roads, transit, non-motorized and other transportation needs
- **PHLA Fund** - represents state funding to help local governments address unmet housing needs and increase affordable housing supply. Use of funds are restricted per state guidelines for eligible activities.
- **Maintenance District** - represents special assessment districts. The revenues received are from assessments levied on real property and are restricted for use only to provide maintenance and improvements in the districts that are assessed.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

7. NET POSITION/ FUND BALANCES, Continued

Deficit fund balances consisted of the following:

	As of June 30, 2025
Nonmajor Capital Project Funds:	
General Capital Projects	\$ (674,880)
Maintenance District Funds:	
Northwood Village	(248)
Woodview Garland	(10)
Price Annexation	(6,970)
Bell Crossing	(827)
CFD District	(4,487)
Total Governmental Funds	<u>\$ (687,422)</u>

The above deficit fund balances have occurred due to the spending of funds prior to the receipt of revenues (cost reimbursements). The fund balances will be restored in the near future as revenues are received.

8. INTERFUND TRANSACTIONS

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and (2) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Transfers consisted of the following at June 30, 2025:

Transfers Out	Transfers In			Total
	General Fund	Nonmajor Governmental Funds	Internal Service Funds	
General Fund	\$ -	\$ 618,950	\$ 200,000	\$ 818,950
Nonmajor Governmental Funds	-	42,706	-	42,706
Water Fund	152,375	-	-	152,375
Internal Service Fund	-	50,000	-	50,000
Total	<u>\$ 152,375</u>	<u>\$ 711,656</u>	<u>\$ 200,000</u>	<u>\$ 1,064,031</u>

The \$152,375 transfer from Water Funds to fund hydrant maintenance paid from General Fund. The transfers from the General Fund to Nonmajor Governmental funds are for the contributions to the Gas Tax Fund for road maintenance and general benefit contribution to the Maintenance Districts. The transfers from the General Fund to Nonmajor Proprietary Funds are for the contributions to the Internal Service Fund for Building/Equipment Replacement and unfunded OPEB Liabilities. The transfers from the Internal Service Fund to Nonmajor Governmental funds are for unfunded OPEB Liabilities. The transfers from the Nonmajor Governmental funds to Nonmajor Governmental funds are for the contributions to the Gas Tax Fund for road maintenance.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

9. RISK MANAGEMENT

The City participates with other public entities in a joint venture under a joint powers agreement which establishes the Central San Joaquin Valley Risk Management Authority (CSJVRMA). The relationship between the City and CSJVRMA is such that CSJVRMA is not a component unit of the City for financial reporting purposes. The City is covered for the first \$1,000,000 of each general liability claim and \$500,000 of each worker’s compensation claim through the CSJVRMA. The City has the right to receive dividends or the obligation to pay assessments based on a formula which, among other expenses, charges the City’s account for liability losses under \$50,000 and worker’s compensation losses under \$100,000. The CSJVRMA participates in an excess pool which provides worker’s compensation coverage from \$500,000 to \$4,500,000 and purchases excess insurance above the \$5,000,000 to the statutory limit.

The CSJVRMA is a consortium of fifty-four (54) cities in San Joaquin Valley, California. It was established under the provisions of California Government Code Section 6500 et. seq. The CSJVRMA is governed by a Board of Directors, which meets 3-4 times per year, consisting of one member appointed by each member city. The day-to-day business is handled by a management group employed by the CSJVRMA.

At the termination of the joint venture agreement and after all claims has been settled, any excess or deficit will be divided among the cities in proportion to the aggregate amount of contribution made by each. The financial position results of operations of CSJVRMA are as follows for June 30, 2025, the most recent available:

Total assets	\$ 206,777,744
Total liabilities	157,063,998
Total equities	49,713,746
Total revenues	94,036,144
Total expenses	86,877,199
Revenues over (under) expenses	7,158,945

10. PUBLIC EMPLOYEES’ RETIREMENT SYSTEM

General Information about the Pension Plans

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

Benefits Provided - CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 2057 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

10. PUBLIC EMPLOYEES' RETIREMENT SYSTEM, Continued

Benefits Provided

The Plans' provisions and benefits in effect at June 30, 2025, are summarized as follows:

	Miscellaneous PEPRA	Miscellaneous Classic	Miscellaneous - Tier 2
	Prior to	Prior to	Prior to
	January 1, 2013	January 1, 2013	January 1, 2013
Hire date	January 1, 2013	January 1, 2013	January 1, 2013
Benefit vesting schedule	5 years of service	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	62	55-60	60
Monthly benefits, as a % of eligible compensation	2.00%	2.00%-3.00%	2.00%
Required employee contribution rates	6.75%	8.00%	7%
Required employer contribution rates	7.87%	18.03%	10.15%

	Safety - Classic	Safety - PEPRA
	Prior to	Prior to
	January 1, 2013	January 1, 2013
Hire date	January 1, 2013	January 1, 2013
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life
Retirement age	50	57
Monthly benefits, as a % of eligible compensation	3.00%	2.70%
Required employee contribution rates	9.00%	13.75%
Required employer contribution rates	28.52%	13.76%

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

The Agency's contributions to the Plan for year ended June 30, 2025 for each Plan were as follows:

	Miscellaneous	Safety
Contributions - employer	\$ 1,713,412	\$ 1,670,498

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

10. PUBLIC EMPLOYEES' RETIREMENT SYSTEM, Continued

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

As of June 30, 2025, the City reported net pension liabilities for its proportionate shares of the net pension liability of each Plan as follows:

	Proportionate Share of Net Pension Liability
Miscellaneous	\$ 13,449,014
Safety	14,800,384
Total Net Pension Liability	<u>\$ 28,249,398</u>

The City's net pension liability for each Plan is measured as the proportionate share of the net pension liability. The net pension liability of each of the Plans is measured as of June 30, 2024, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2024 rolled forward to June 30, 2023 using standard update procedures. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The City's proportionate share of the net pension liability for each Plan as of June 30, 2024 and 2023 was as follows:

Proportion - June 30, 2023	0.23414%
Proportion - June 30, 2024	<u>0.23294%</u>
Change - Increase (Decrease)	(0.00120%)

For the year ended June 30, 2025, the City recognized pension expense of \$(4,562,511). At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in Assumptions	\$ 710,319	\$ -
Differences between actual and expected experience	2,370,634	84,643
Differences between projected and actual investment	1,489,626	-
Differences between employers contributions and proportionate share of contributions	885,188	-
Change in employer's proportion	-	1,736,215
Pension contributions made subsequent to measurement date	3,383,910	-
Total	<u>\$ 8,839,677</u>	<u>\$ 1,820,858</u>

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

10. PUBLIC EMPLOYEES' RETIREMENT SYSTEM, Continued

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

\$3,383,910 reported as deferred outflows of resources related to contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

	Year Ended June 30,	
	2026	\$ 930,173
	2027	3,234,574
	2028	(19,743)
	2029	(510,095)

Actuarial Assumptions -The total pension liabilities in the June 30, 2023 actuarial valuations were determined using the following actuarial assumptions:

Actuarial Assumptions	
Actuarial cost method	Entry-age normal cost method
Actuarial assumptions	
Discount rate	6.90%
Inflation	2.30%
Salary increases	Varies by category, entry age, and service
Mortality Rate Table	Derived using CalPERS' Membership Data for all Funs
	Contract COLA up to 2.3% until purchasing power protection
Post-retirement benefit increase	Protection Allowance Floor on Purchasing Power applies

The mortality table was developed based on CalPERS-specific data. The rate incorporates Generational mortality improvements to capture ongoing mortality improvement using 80% of Scale MP 2020 published by society of Actuaries. For more details, please refer to the 2021 experience study report that can be found on the CalPERS website.

Discount Rate - The discount rate used to measure the total pension liability as of the measurement date of June 30, 2024 for the Plan was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability. A detailed report testing these projections can be obtained from the CalPERS website.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

10. PUBLIC EMPLOYEES' RETIREMENT SYSTEM, Continued

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

In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated and, combined with risk estimates, are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return.

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

Asset Class (1)	Assumed Asset Allocation	Real Return Years 1 - 10 ^{1,2}
Global equity - cap-weighted	30.00%	4.45
Global equity non-cap-weighted	12.00	3.84
Private equity	13.00	7.28
Treasury	5.00	0.27
Mortgage-backed Securities	5.00	0.5
Investment Grade Corporates	10.00	1.56
High Yield	5.00	2.27
Emerging Market Debt	5.00	2.48
Private Debt	5.00	3.57
Real assets	15.00	3.21
Leverage	(5.00)	-0.59
Total	<u>100%</u>	

(1) Figures are based on the 2021-22 Asset Liability Management study.

(2) An expected inflation of 2.30% used for this period.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

10. PUBLIC EMPLOYEES' RETIREMENT SYSTEM, Continued

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

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following presents the City's proportionate share of the net pension liability for each Plan, calculated using the discount rate for each Plan, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease (5.90%)	Current Discount Rate (6.90%)	1% Increase (7.90%)
Net Pension Liability as of June 30, 2025			
Net Pension Liability (Asset)	\$ 41,853,935	\$ 28,249,398	\$ 17,089,577
Total	\$ 41,853,935	\$ 28,249,398	\$ 17,089,577

Payable to the Pension Plan

At June 30, 2025 the City reported a payable of \$0 outstanding amount of contributions to the pension plan required for the year ended June 30, 2025.

Pension Plan Fiduciary Net Position

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

11. OTHER POSTEMPLOYMENT BENEFITS

Plan Description

The City of Atwater Retired Employees Healthcare Plan is a single-employer defined benefit healthcare plan administered by CalPERS. The City provides medical benefits to eligible retirees, their spouses and dependents. To earn this benefit, employees must have reached the age of fifty with five years of service to the City. The City provides coverage for surviving family members of an enrollee who dies while covered under the plan. Coverage for the enrolled family members then continues until any one of a specific set of circumstances occurs. The Retiree Health Plan does not issue a financial report.

Funding Policy

The contribution requirements of plan members and the City are established and may be amended by the City Council. The required contribution is based on projected pay-as-you-go financing requirements. For fiscal year 2025, the City contributed \$890,854 to the plan, the entire amount for current premiums. The City pays the full benefit cost of health care coverage premiums for retired members receiving benefits. The City does not pay for dental and vision insurance premiums for retiree. Those retirees wishing to be covered by dental and vision insurance benefits must pay 100% of the cost for the retirees and their dependents.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

11. OTHER POSTEMPLOYMENT BENEFITS, Continued

Funding Policy, Continued

At June 30, 2025, the following employees were covered by the benefit terms:

Active employees	98
Inactive employees or beneficiaries currently receiving benefits	72
Inactive employees entitled to, but not yet receiving benefits	29
Total number of participants	<u>199</u>

City Contribution to the Plan

The Plan and its contribution requirements are established by Memoranda of Understanding with the applicable employee bargaining units and may be amended by agreements between the City and the bargaining units. The annual contribution is based on the actuarially determined contribution. For the fiscal year ended June 30, 2025, the City's cash contributions were \$753,545 cash benefit payments.

Net OPEB Liability

The City's net OPEB liability was measured as of June 30, 2024 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated June 30, 2023 that was rolled forward to determine the June 30, 2024 total OPEB liability, based on the following actuarial methods and assumptions:

Actuarial Assumptions:	
Actuarial Valuation Date	June 30, 2023
Contribution Policy	City plans to contribute \$50,000 or more into the trust every year, pay benefit payments outside of the trust, and not seek reimbursements
Discount Rate	3.93% at June 30, 2024 3.65% at June 30, 2023
	Current trust assets insufficient to finance current benefit payments
General Inflation	2.50% per annum
Mortality, Retirement, Disability, Termination	CalPERS 2000-2019 experience study
Salary Increases	Aggregate - 2.75% annually Merit - Table from CalPERS 2000-2019 Experience Study
Medical Trend	7.90% for 2026 decreasing to 3.45% in 2076
Participation at Retirement	Active & surviving spouse: Participating & Waived: - Percentage of premium - 100% - PEMHCA minimum - 60% Retirees & surviving spouse: Participating - 100% Waived - 0%

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

11. OTHER POSTEMPLOYMENT BENEFITS, Continued

Net OPEB Liability, Continued

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

Asset Class	Target Allocation PARS- Balanced	Expected Real Rate of Return
Global Equity	60%	4.56%
Fixed Income	35%	0.78%
Cash	5%	(0.05%)
	<u>100%</u>	

Discount Rate

The discount rate used to measure the total OPEB liability was 3.93 percent. The projection of cash flows used to determine the discount rate assumed that Authority contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan’s fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

11. OTHER POSTEMPLOYMENT BENEFITS, Continued

Changes in the OPEB Liability

The changes in the net OPEB liability for the Plan are as follows:

	Total OPEB Liability	Fiduciary Net Position	Net OPEB Liability
Balance at 6/30/2024 (6/30/23 measurement date)	\$ 21,560,545	\$ 367,084	\$ 21,193,461
Changes for the year			
Service Cost	482,512	-	482,512
Interest	791,437	-	791,437
Difference between actual and expected experience	-	-	-
Assumption changes	(832,347)	-	(832,347)
Contributions - employer	-	822,226	(822,226)
Contributions - employee	-	-	-
Net investment income	-	48,302	(48,302)
Benefit payments	(719,722)	(719,722)	-
Administrative expenses	-	(3,458)	3,458
Net Changes	(278,120)	147,348	(425,468)
Balance at 6/30/2025 (6/30/24 measurement date)	\$ 21,282,425	\$ 514,432	20,767,993

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The discount rate used for the fiscal year end 2024 is 3.93%. The following presents the net OPEB liability of the City if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2024:

	1% Decrease	Current Rate	1% Increase
Change in Discount Rate	2.93%	3.93%	4.93%
Net OPEB Liability	\$ 23,989,946	\$ 20,767,993	\$ 18,165,090

Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates

The following presents the net OPEB liability of the City if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2024 (Healthcare Cost Trend Rate was assumed to start at 7% and grade down to 4% for years 2076 and thereafter):

	1% Decrease	Current Trend	1% Increase
Change in Healthcare Cost Trend Rate			
Net OPEB Liability	\$ 17,825,204	\$ 20,767,993	\$ 24,456,307

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

11. OTHER POSTEMPLOYMENT BENEFITS, Continued

Recognition of Deferred Outflows and Deferred Inflows of Resources

Gains and losses related to changes in total OPEB liability and fiduciary net position are recognized in OPEB expense systematically over time. Amounts are first recognized in OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense. The recognition period differs depending on the source of the gain or loss:

Net difference between projected and actual earnings on OPEB plan investment	5 years
All other amounts	Expected average remaining service lifetime (EARSL) (7.8 Years at June 30, 2024)

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the fiscal year ended June 30, 2025, the City recognized OPEB expense of \$22,488. As of fiscal year ended June 30, 2025, the City reported deferred outflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 219,950	\$ 479,228
Changes in assumptions	1,198,950	3,325,877
Net difference between projected and actual earnings on plan investments	-	13,542
Employer contributions made subsequent to the measurement date	890,854	-
Total	<u>\$ 2,309,754</u>	<u>\$ 3,818,647</u>

The \$890,854 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2024 measurement date will be recognized as a reduction of the net OPEB liability during the fiscal year ending June 30, 2026. Other amounts reported as deferred outflows of resources related to OPEB will be recognized as expense as follows:

Fiscal Year Ended June 30,	Deferred Outflow/(Inflow) of Resources
2026	\$ (381,442)
2027	(843,804)
2028	(775,647)
2029	(221,834)
2030	3,990
Thereafter	(181,010)

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

12. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY

On December 29, 2011, the California Supreme Court upheld Assembly Bill 1X 26 (“the Bill”) that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the City of Atwater that previously had reported a redevelopment agency within the reporting entity of the City as a blended component unit.

The Bill provides that upon dissolution of a redevelopment agency, either the city or another unit of local government will agree to serve as the “successor agency” to hold the assets until they are distributed to other units of state and local government. On January 12, 2015, the City Council elected to become the Successor Agency for the former redevelopment agency in accordance with the Bill as part of City resolution number 112-10.

After enactment of the law on June 28, 2011, redevelopment agencies in the State of California cannot enter into new projects, obligations or commitments. Subject to the control of a newly established oversight board, remaining assets can only be used to pay enforceable obligations in existence at the date of dissolution (including the completion of any unfinished projects that were subject to legally enforceable contractual commitments).

In future fiscal years, successor agencies will only be allocated revenue in the amount that is necessary to pay the estimated annual installment payments on enforceable obligations of the former redevelopment agency until all enforceable obligations of the prior redevelopment agency have been paid in full and all assets have been liquidated.

The Bill directs the State Controller of the State of California to review the propriety of any transfers of assets between redevelopment agencies and other public bodies that occurred after January 1, 2011. If the public body that received such transfers is not contractually committed to a third party for the expenditure or encumbrance of those assets, the State Controller is required to order the available assets to be transferred to the public body designated as the successor agency by the Bill.

Management believes, in consultation with legal counsel, that the obligations of the former redevelopment agency due to the City are valid enforceable obligations payable by the successor agency trust under the requirements of the Bill. The City’s position on this issue is not a position of settled law and there is considerable legal uncertainty regarding this issue. It is reasonably possible that a legal determination may be made at a later date by an appropriate judicial authority that would resolve this issue unfavorably to the City. After the date of dissolution, the assets and activities of the dissolved redevelopment agency are reported in a fiduciary fund (private-purpose trust fund) in the financial statements of the City.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

12. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY,
Continued

Long-term Liabilities

The following is a summary of changes in long-term liabilities for the year ended June 30, 2025:

	Balance July 1, 2024	Additions	Retirements	Balance June 30, 2025	Due Within One Year
Trust Activities					
Refunding Bonds	\$ 1,984,000	\$ -	\$ (979,000)	\$ 1,005,000	\$ 1,005,000
Total trust fund debt	<u>\$ 1,984,000</u>	<u>\$ -</u>	<u>\$ (979,000)</u>	<u>\$ 1,005,000</u>	<u>\$ 1,005,000</u>

2017 Tax Allocation Refunding Bonds - Series A and B

In September 2017, the Successor Agency to the Atwater Redevelopment Agency issued \$7,524,000 Tax Allocation Refunding Bonds, Series A, in the amount of \$5,999,000 and Series B in the amount of \$1,525,000. The were used to defease all of the outstanding 2098 A Bonds and the 2007, Series A and B Bonds. The final maturity date on the bonds is June 2026.

Future debt service for Fiduciary Activities at June 30, 2025, is as follows:

Year Ending June 30,	Fiduciary Activities	
	2017 Series A & B	
	Tax Allocation Refunding Bonds	
	Principal	Interest
2026	\$ 1,005,000	\$ 25,928
Total	<u>\$ 1,005,000</u>	<u>\$ 25,928</u>

13. COMMITMENTS AND CONTINGENCIES

Litigation

The City is involved in litigation incurred in the normal course of conducting City business. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City’s counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

Grants and Allocations

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal and state government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

13. COMMITMENTS AND CONTINGENCIES, Continued

Trichloro propane (TCP) Contamination, Settlement and Remediation Efforts

The City of Atwater was awarded a \$63 million dollar jury award in 2019 after suing Shell Oil Company and DOW Chemical for marketing and selling a pesticide fumigant used in agricultural applications that contained TCP and over the years infiltrated the groundwater system, thereby contaminating the City's domestic water system wells.

The City's net settlement was \$43 million after legal costs. The City Council of the City of Atwater adopted Resolution No. 3130-20 on January 13, 2020, committing the proceeds of the TCP settlement towards the remediation of TCP from the City's water system. Under the Resolution the funds will be utilized towards long-term well-head treatment, closure and/or abandonment of existing well sites, and the drilling of new wells.

The City completed the 1, 2, 3 -TCP Central Treatment Plant in 2021. The City oversees the operations and maintenance of the TCP Central Treatment plant and performs testing as required utilizing the TCP Settlement Funds.

Currently the annual cost of maintenance is approximately \$1000,000 based upon once a month testing requirements and filter replacements. The cost of testing can fluctuate depending upon levels of TCP present in the monthly samples. Should the levels of TCP increase, more frequent testing would be required, therefore resulting in higher costs.

14. DEFERRED COMPENSATION PLAN

The City has two 457 Deferred Compensation Plans implemented. Effective January 2015, the City established a 457(b) Deferred Compensation Plan with Orion Portfolio Solutions. Approximately 106 employees were eligible to participate in this plan. In calendar year 2025, the employees were able to contribute to the plan up to a maximum \$23,500. The City did not match or provide any employer paid contributions to the plan during fiscal year 2025. Effective October 2024, the City established another 457(b) Deferred Compensation Plan with the California Public Employees' Retirement System (CalPERS). Approximately 106 employees were eligible to participate in this plan. In calendar year 2025, the employees were able to contribute to the plan up to a maximum \$23,500. The City did not match or provide any employer paid contributions to the plan during fiscal year 2025.

City of Atwater
Notes to Basic Financial Statements
For the Year Ended June 30, 2025

15. RESTATEMENTS

Restatements recorded by the City for the current year were as follows:

	Restatements					Net Position/ Fund Balance Net Position
	Net Position/ Fund Balance as Previously	Capital Assets Restatements	Error Correction	GASB 96 implementation	GASB 101 implementation	
<i>Government-wide</i>						
Governmental activities	\$ 32,614,567	\$ 159,007	\$ -	\$ (159,007)	\$ (77,151)	\$ 32,537,416
Business-type activities	91,765,615	517,072	(410,732)	-	(1,946)	91,870,009
<i>Fund Financials</i>						
General Fund	17,334,750	-	(54,348)	-	-	17,280,402
Non major governmental Fund	23,890,564	-	54,348	-	-	23,944,912
<i>Enterprise Funds</i>						
Sewer Fund	19,692,154	410,732	(410,732)	-	696	19,692,850
Water Fund	69,141,581	106,340	-	-	(2,642)	69,245,279
Internal Service Fund	4,027,060	-	-	-	(2,761)	4,024,299
<i>Fiduciary Funds</i>						
Private Purpose Trust Fund	778,782	-	322,688	-	-	1,101,470

The City recorded restatements for the following:

1) Capital Assets Restatements:

- City restated SBITA asset to reflect asset leased last year for \$159,007.
- City restated Sewer fund to record intrafund transfer of asset from one sewer fund to another.
- City restated Water fund to record a CIP expense erroneously missed in prior year resulting in restatement of construction in progress of Business-Type Activities and the Water Fund to correct the beginning balances.

2) Error Correction:

- City corrected classification of project expenses incorrectly recorded in Facility Impact fee fund in FY 2017 to 2024 to General fund and General Capital Project fund.
- Correction of fund balance in Private Purpose Trust fund caused by duplicate posting of FY23 audit adjusting entry resulting in duplicate recording of expenses in FY24. Hence corrected in FY25.

3) Implementation of GASB Statement No. 96, Subscription-Based Information Technology Arrangements:

- City recorded SBITA liability for Kenwood radios in the amount of \$159,007 as restatement of liability as the contract was executed in FY2024 with no effect on total fund balance.

4) Implementation of GASB Statement No. 101, Compensated Absences:

- The City recorded restatements in accrued compensated absences in Governmental Activities, Business-Type Activities, Enterprise Funds, and Internal Service Funds to implement GASB Statement No. 101, Compensated Absences.

**REQUIRED
SUPPLEMENTARY INFORMATION**

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City of Atwater
Required Supplementary Information
For the year ended June 30, 2025

Schedule of the City's Proportionate Share of the Net Pension Liability and Related Ratios
- Last 10 Years

Fiscal year	2025	2024	2023	2022	2021
Measurement date	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020
Proportion share of the net pension liability / (asset)	0.23294%	0.23414%	0.24936%	0.34025%	0.25529%
Proportionate share of the net pension liability / (asset)	\$ 28,249,398	\$ 29,210,063	\$ 28,802,661	\$ 18,401,458	\$ 27,776,819
Covered payroll	\$ 7,065,729	\$ 5,904,114	\$ 5,228,523	\$ 4,635,875	\$ 4,869,106
Proportionate share of the net pension liability / (asset) as a percentage of its covered-employee payroll	25.01%	20.21%	18.15%	25.19%	17.53%
Proportionate share of the fiduciary net position as a percentage of the City's net pension liability	78.08%	76.21%	76.68%	88.29%	75.10%

Notes to Schedule

The CalPERS discount rate was increased from 7.5% to 7.65% in fiscal year 2016, decreased from 7.65% to 7.15% in fiscal year 2018 and then decreased from 7.15% to 6.9% in fiscal year 2023 and 2024.

The CalPERS mortality assumptions were adjusted in fiscal year 2019.

City of Atwater
Required Supplementary Information
For the year ended June 30, 2025

Schedule of the City's Proportionate Share of the Net Pension Liability and Related Ratios
- Last 10 Years (Continued)

Fiscal year	2020	2019	2018	2017	2016
Measurement date	6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015
Proportion share of the net pension liability / (asset)	0.26482%	0.27549%	0.27768%	0.29319%	0.32718%
Proportionate share of the net pension liability / (asset)	\$ 27,135,766	\$ 26,546,855	\$ 27,538,451	\$ 25,370,399	\$ 22,457,323
Covered payroll	\$ 4,301,273	\$ 4,352,437	\$ 4,645,102	\$ 4,645,102	\$ 4,635,102
Proportionate share of the net pension liability / (asset) as a percentage of its covered-employee payroll	15.85%	16.40%	16.87%	18.31%	20.64%
Proportionate share of the fiduciary net position as a percentage of the City's net pension liability	75.26%	75.26%	73.31%	74.06%	78.40%

City of Atwater
Required Supplementary Information
For the year ended June 30, 2025

Schedule of Pension Contributions - Last 10 Years

Fiscal year	2025	2024	2023	2022
Actuarially determined contribution	\$ 3,383,910	\$ 3,374,118	\$ 3,273,604	\$ 3,715,339
Contributions in relation to actuarially deemed contributions	(3,383,910)	(3,374,118)	(3,273,604)	(3,715,339)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 7,208,445	\$ 7,065,729	\$ 5,904,114	\$ 5,228,523
Contributions as a percentage of covered payroll	46.94%	47.75%	55.45%	71.06%

Notes to Schedule

Methods and assumptions used to determine contribution rates:

Valuation date (for contractually required contribution):	6/30/2022	6/30/2021	6/30/2020	6/30/2019
Actuarial cost method:	Entry Age	Entry Age	Entry Age	Entry Age
Amortization method:	(1)	(1)	(1)	(1)
Assets valuation method:	Market Value	Market Value	Market Value	Market Value
Inflation:	2.30%	2.30%	2.50%	2.50%
Salary increases:	(2)	(2)	(2)	(2)
Investment rate of return:	6.900%	6.900%	7.000%	7.000%
Retirement age:	(3)	(3)	(3)	(3)
Mortality:	(4)	(4)	(4)	(4)

(1) Varies by date established and source. May be level dollar or level % of pay and may include direct rate smoothing

(2) Depending on age, service and type of employment

(3) 50 for all plan, with the exception of 52 for Miscellaneous PEPRA 2%@62

(4) Derived using CalPERS' Membership Data for all Funds. The post-retirement mortality rates include 15 years of projected on-going mortality improvement using 80% of the Society of Actuaries' Scale MP-2020

City of Atwater
Required Supplementary Information
For the year ended June 30, 2025

Schedule of Pension Contributions - Last 10 Years (Continued)

2021	2020	2019	2018	2017	2016
\$ 3,689,231	\$ 3,671,000	\$ 3,103,630	\$ 2,892,846	\$ 2,734,672	\$ -
(3,689,231)	(3,671,000)	(3,103,630)	(2,892,846)	(2,734,672)	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 4,635,875	\$ 4,869,106	\$ 4,301,273	\$ 4,352,437	\$ 4,645,102	\$ 4,635,102
79.58%	75.39%	72.16%	66.46%	58.87%	0.00%

6/30/2018	6/30/2017	6/30/2016	6/30/2015	6/30/2014	6/30/2013
Entry Age	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age
(1)	(1)	(1)	(1)	(1)	(1)
Market Value	Market Value	Market Value	Market Value	Market Value	Market Value
2.50%	2.63%	2.75%	2.75%	2.75%	2.75%
(2)	(2)	(2)	(2)	(2)	(2)
7.000%	7.250%	7.375%	7.500%	7.500%	7.500%
(3)	(3)	(3)	(3)	(3)	(3)
(4)	(4)	(4)	(4)	(4)	(4)

City of Atwater
Required Supplementary Information
For the year ended June 30, 2025

*Schedule of Changes in the Net OPEB Liability and Related Ratios - Last 10 Years**

For the Measurement Period Ended:	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020
Total OPEB Liability					
Service cost	\$ 482,512	\$ 566,446	\$ 830,650	1,052,679	\$ 737,612
Interest	791,437	721,815	531,096	552,930	678,894
Assumption changes	(832,347)	479,774	(4,628,232)	(495,797)	4,517,566
Differences between expected and actual experience	-	306,204	-	(674,772)	-
Benefit payments	(719,722)	(674,989)	(658,695)	(630,738)	(622,521)
Net change in the total OPEB liability	(278,120)	1,399,250	(3,925,181)	(195,698)	5,311,551
Total OPEB liability - beginning	21,560,545	20,161,295	24,086,476	24,282,174	18,970,623
Total OPEB liability - ending (a)	\$ 21,282,425	\$ 21,560,545	\$ 20,161,295	24,086,476	\$ 24,282,174
Plan Fiduciary Net Position					
Contributions - employer	\$ 822,226	\$ 777,122	\$ 710,265	\$ 732,277	\$ 724,186
Net investment income	48,302	23,047	(31,120)	26,549	76
Administrative expense	(3,458)	(2,763)	(2,126)	(1,821)	(1,665)
Benefit payments	(719,722)	(674,989)	(658,695)	(630,738)	(622,521)
Net change in the total OPEB liability	147,348	122,417	18,324	126,267	100,076
Plan fiduciary net position - beginning	367,084	244,667	226,343	100,076	-
Plan fiduciary net position - ending (b)	\$ 514,432	\$ 367,084	\$ 244,667	\$ 226,343	\$ 100,076
Net OPEB liability - ending (a) - (b)	\$ 20,767,993	\$ 21,193,461	\$ 19,916,628	\$ 23,860,133	\$ 24,182,098
Plan fiduciary net position as a percentage of the total OPEB liability	2.42%	1.70%	1.21%	0.94%	0.41%
Covered employee payroll	\$ 7,487,307	\$ 7,061,135	\$ 7,061,135	\$ 7,055,218	\$ 4,869,106
Net OPEB liability as a percentage of covered employee payroll	277.4%	300.1%	282.1%	338.19%	496.64%

* Fiscal year 20217 was the 1st year of implementation.

City of Atwater
Required Supplementary Information
For the year ended June 30, 2025

Schedule of Changes in the Net OPEB Liability and Related Ratios - Last 10 Years (Continued)*

For the Measurement Period Ended:	6/30/2019	6/30/2018	6/30/2017
Total OPEB Liability			
Service cost	\$ 986,349	\$ 1,028,487	\$ 1,200,000
Interest	949,529	872,785	746,000
Assumption changes	1,230,191	(1,089,852)	(2,981,000)
Differences between expected and actual experience	(7,433,570)	-	-
Benefit payments	(622,296)	(604,000)	(627,000)
Net change in the total OPEB liability	(4,889,797)	207,420	(1,662,000)
Total OPEB liability - beginning	23,860,420	23,653,000	25,315,000
Total OPEB liability - ending (a)	\$ 18,970,623	\$ 23,860,420	\$ 23,653,000
Plan Fiduciary Net Position			
Contributions - employer	\$ -	\$ -	\$ -
Net investment income	-	-	-
Administrative expense	-	-	-
Benefit payments	-	-	-
Net change in the total OPEB liability	-	-	-
Plan fiduciary net position - beginning	-	-	-
Plan fiduciary net position - ending (b)	\$ -	\$ -	\$ -
Net OPEB liability - ending (a) - (b)	\$ 18,970,623	\$ 23,860,420	\$ 23,653,000
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%
Covered employee payroll	N/A	N/A	N/A
Net OPEB liability as a percentage of covered employee payroll	N/A	N/A	N/A

City of Atwater
Required Supplementary Information
For the year ended June 30, 2025

*Schedule of OPEB Contributions - Last 10 Years**

Fiscal Year Ended:	6/30/2025	6/30/2024	6/30/2023	6/30/2022	6/30/2021
Actuarially determined contribution	\$ 890,854	\$ 822,226	\$ 777,122	\$ 710,265	\$ 732,277
Contributions in relation to the actuarially determined contribution	<u>(890,854)</u>	<u>(822,226)</u>	<u>(777,122)</u>	<u>(710,265)</u>	<u>(732,277)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered - employee payroll	\$ 7,169,417	\$ 7,487,307	\$ 7,061,135	\$ 7,055,218	\$ 5,925,878
Contribution as a percentage of covered-employee payroll	12%	11%	11%	10%	12%

Notes:

*Fiscal year 2021 is the first year that the City has actuarially determined contribution

Actuarial Assumptions:

Actuarial Valuation Date	June 30, 2023
Contribution Policy	City plans to contribute \$50,000 into the trust every year after June 30, 2021, pay benefit payments outside of the trust, and not seek reimbursements.
Discount Rate	3.93% at June 30, 2024
Long-term Expected Rate of Return on Assets	5.75% at June 30, 2024
General Inflation	2.5% annually
Mortality, Retirement, Disability, Termination	CalPERS 2000-2019 Experience Study
Salary Increases	Aggregate - 2.75% annually Merit - Table from CalPERS 2000-2019 Experience Study
Medical Trend	7.90% -3.45%
Participation at Retirement	Active & surviving spouse: Participating & Waived: - Percentage of premium 100% - PEMHCA minimum - 60% Retirees & surviving spouse: Participating - 100% Waived - 0%

SUPPLEMENTARY INFORMATION

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City of Atwater
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2025

	Special Revenue Funds	Capital Projects Funds		Total Nonmajor Governmental Funds
		General	Performance Bond	
ASSETS				
Cash and investments	\$ 23,992,335	\$ -	\$ 233,856	\$ 24,226,191
Receivables:				
Taxes	13,230	-	-	13,230
Interest	161,620	-	1,729	163,349
Intergovernmental	436,649	-	-	436,649
Other receivable	147,580	44,139	-	191,719
Prepaid items	331	-	-	331
Land held for resale	159,364	-	-	159,364
Total assets	24,911,109	44,139	235,585	25,190,833
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	2,840,153	38,430	-	2,878,583
Accrued liabilities	20,901	-	-	20,901
Deposits payable	-	-	111,666	111,666
Other liabilities	348,057	1,160	-	349,217
Unearned revenue	869,488	-	-	869,488
Total liabilities	4,078,599	688,781	111,666	4,879,046
Deferred Inflows of Resources				
Unavailable revenues	188,069	30,238	-	218,307
Total deferred inflows of resources	188,069	30,238	-	218,307
Fund Balances:				
Nonspendable				
Prepaid items	331	-	-	331
Land held for resale	159,364	-	-	159,364
Restricted	20,497,288	-	-	20,497,288
Assigned	-	-	123,919	123,919
Unassigned	(12,542)	(674,880)	-	(687,422)
Total fund balances	20,644,441	(674,880)	123,919	20,093,480
Total liabilities, deferred inflows of resources and fund balances	\$ 24,911,109	\$ 44,139	\$ 235,585	\$ 25,190,833

City of Atwater

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds

For the year ended June 30, 2025

	Special Revenue Funds	Capital Projects Funds		Total Nonmajor Governmental Funds
		General	Performance Bond	
REVENUES:				
Taxes and assessments	\$ 1,969,368	\$ -	\$ -	\$ 1,969,368
Intergovernmental	4,160,988	160,304	-	4,321,292
Use of money and property	772,991	-	7,731	780,722
Charges for services	214,070	-	-	214,070
Other revenues	185,321	-	-	185,321
Total revenues	7,302,738	160,304	7,731	7,470,773
EXPENDITURES:				
Current:				
General government	453,421	-	-	453,421
Public safety	41,506	-	-	41,506
Highways and streets	1,275,152	-	-	1,275,152
Urban redevelopment and housing	1,129,569	-	-	1,129,569
Capital outlay	8,942,877	148,630	-	9,091,507
Total expenditures	11,842,525	148,630	-	11,991,155
REVENUES OVER (UNDER) EXPENDITURES	(4,539,787)	11,674	7,731	(4,520,382)
OTHER FINANCING SOURCES (USES):				
Transfers in	711,656	-	-	711,656
Transfers out	(42,706)	-	-	(42,706)
Total other financing sources (uses)	668,950	-	-	668,950
Net change in fund balances	(3,870,837)	11,674	7,731	(3,851,432)
FUND BALANCES:				
Beginning of year	23,809,214	(34,838)	116,188	23,890,564
Restatement	706,064	(651,716)	-	54,348
Beginning of year, as restated	24,515,278	(686,554)	116,188	23,944,912
End of year	\$ 19,938,377	\$ (674,880)	\$ 123,919	\$ 20,093,480

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City of Atwater
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025

	Special Revenue Funds			
	Measure V Special Revenue Fund	Police Grants	Gas Tax	Local Transportation
ASSETS				
Cash and investments	\$ 5,411,368	\$ 88,977	\$ 382,489	\$ 604,512
Receivables:				
Taxes	-	-	-	-
Interest	47,531	-	-	4,469
Intergovernmental	283,933	-	-	-
Other receivable	-	-	121,368	-
Prepaid items	-	-	331	-
Land held for resale	-	-	-	-
Total assets	<u>5,742,832</u>	<u>88,977</u>	<u>504,188</u>	<u>608,981</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	1,003,941	-	70,212	-
Accrued liabilities	-	-	12,294	-
Other liabilities	98,737	-	-	-
Unearned revenue	-	-	-	-
Total liabilities	<u>1,102,678</u>	<u>-</u>	<u>82,506</u>	<u>-</u>
Deferred Inflows of Resources				
Unavailable revenues	114,524	-	47,862	-
Total deferred inflows of resources	<u>114,524</u>	<u>-</u>	<u>47,862</u>	<u>-</u>
Fund Balances:				
Nonspendable				
Prepaid items	-	-	331	-
Land held for resale	-	-	-	-
Restricted	4,525,630	88,977	373,489	608,981
Unassigned	-	-	-	-
Total fund balances	<u>4,525,630</u>	<u>88,977</u>	<u>373,820</u>	<u>608,981</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 5,742,832</u>	<u>\$ 88,977</u>	<u>\$ 504,188</u>	<u>\$ 608,981</u>

Special Revenue Funds

Facility Impact Fee	CDBG Program Income	HOME Investment Partnership Program	Housing Authority	Narcotics Program
\$ 5,779,583	\$ 395,460	\$ 601,205	\$ 1,277,337	\$ 2,209
-	-	-	-	-
37,135	2,642	4,058	9,470	16
152,716	-	-	-	-
-	500	-	-	-
-	-	-	-	-
-	-	-	159,364	-
<u>5,969,434</u>	<u>398,602</u>	<u>605,263</u>	<u>1,446,171</u>	<u>2,225</u>
76,526	135,315	335	50	-
-	-	-	-	-
122,179	-	-	-	-
-	-	-	-	-
<u>198,705</u>	<u>135,315</u>	<u>335</u>	<u>50</u>	<u>-</u>
-	(29)	-	-	-
-	(29)	-	-	-
-	-	-	-	-
-	-	-	159,364	-
5,770,729	263,316	604,928	1,286,757	2,225
-	-	-	-	-
<u>5,770,729</u>	<u>263,316</u>	<u>604,928</u>	<u>1,446,121</u>	<u>2,225</u>
<u>\$ 5,969,434</u>	<u>\$ 398,602</u>	<u>\$ 605,263</u>	<u>\$ 1,446,171</u>	<u>\$ 2,225</u>

City of Atwater
Combining Balance Sheet
Nonmajor Special Revenue Funds (Continued)
June 30, 2025

	Special Revenue Funds			
	Neighborhood Stabilization	Applegate Exchange	Regional Surface Transportation Program	ARPA Fund
ASSETS				
Cash and investments	\$ 235,240	\$ 821,430	\$ 3,026,062	\$ 1,077,811
Receivables:				
Taxes	-	-	-	-
Interest	1,739	6,074	22,824	-
Intergovernmental	-	-	-	-
Other receivable	-	-	25,712	-
Prepaid items	-	-	-	-
Investment in land held for resale	-	-	-	-
Total assets	<u>236,979</u>	<u>827,504</u>	<u>3,074,598</u>	<u>1,077,811</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	-	-	1,377,897	5,760
Accrued liabilities	-	-	-	-
Other liabilities	-	-	82,101	45,040
Unearned revenue	-	-	-	869,488
Total liabilities	<u>-</u>	<u>-</u>	<u>1,459,998</u>	<u>920,288</u>
Deferred Inflows of Resources				
Unavailable revenues	-	-	25,712	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>25,712</u>	<u>-</u>
Fund Balances:				
Nonspendable				
Prepaid items	-	-	-	-
Investment in land held for resale	-	-	-	-
Restricted	236,979	827,504	1,588,888	157,523
Unassigned	-	-	-	-
Total fund balances	<u>236,979</u>	<u>827,504</u>	<u>1,588,888</u>	<u>157,523</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 236,979</u>	<u>\$ 827,504</u>	<u>\$ 3,074,598</u>	<u>\$ 1,077,811</u>

Special Revenue Funds

Pension Rate Stablization 115 Trust	General Plan Update Fund	PLHA-Perm Local Housing Allocation Fund	Maintenance District Funds	Total Nonmajor Special Revenue Funds
\$ 616,660	\$ 1,747,857	\$ 393,138	\$ 1,530,997	\$ 23,992,335
-	-	-	13,230	13,230
-	14,151	1,206	10,305	161,620
-	-	-	-	436,649
-	-	-	-	147,580
-	-	-	-	331
-	-	-	-	159,364
<u>616,660</u>	<u>1,762,008</u>	<u>394,344</u>	<u>1,554,532</u>	<u>24,911,109</u>
-	7,559	33,957	128,601	2,840,153
-	-	-	8,607	20,901
-	-	-	-	348,057
-	-	-	-	869,488
<u>-</u>	<u>7,559</u>	<u>33,957</u>	<u>137,208</u>	<u>4,078,599</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>188,069</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>188,069</u>
-	-	-	-	331
-	-	-	-	159,364
616,660	1,754,449	360,387	1,429,866	20,497,288
-	-	-	(12,542)	(12,542)
<u>616,660</u>	<u>1,754,449</u>	<u>360,387</u>	<u>1,417,324</u>	<u>20,644,441</u>
<u>\$ 616,660</u>	<u>\$ 1,762,008</u>	<u>\$ 394,344</u>	<u>\$ 1,554,532</u>	<u>\$ 24,911,109</u>

City of Atwater

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Special Revenue Funds

For the year ended June 30, 2025

	Special Revenue Funds			
	Measure V Special Revenue	Police Grants	Gas Tax	Local Transportation
REVENUES:				
Taxes and assessments	\$ 1,022,817	\$ -	\$ -	\$ 213
Intergovernmental	-	24,139	864,109	-
Use of money and property	205,314	363	3,718	19,918
Charges for services	117,196	-	96,874	-
Other revenues	-	-	3,963	-
Total revenues	1,345,327	24,502	968,664	20,131
EXPENDITURES:				
Current:				
General government	-	-	-	-
Public safety	-	37,406	-	-
Highways and streets	-	-	1,275,152	-
Urban redevelopment and housing	-	-	-	-
Capital outlay	2,848,202	-	45,614	-
Total expenditures	2,848,202	37,406	1,320,766	-
REVENUES OVER (UNDER) EXPENDITURES	(1,502,875)	(12,904)	(352,102)	20,131
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	569,281	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	569,281	-
Net change in fund balances	(1,502,875)	(12,904)	217,179	20,131
FUND BALANCES:				
Beginning of year	6,028,505	101,881	156,641	588,850
Restatement	-	-	-	-
Beginning of year, as restated	6,028,505	101,881	156,641	588,850
End of year	\$ 4,525,630	\$ 88,977	\$ 373,820	\$ 608,981

Special Revenue Funds

Facility Impact Fee	CDBG Program Income	HOME Investment Partnership Program	Housing Authority	Narcotics Program
\$ 50,935	\$ -	\$ -	\$ -	\$ -
867,093	-	-	-	-
157,142	12,335	18,591	42,457	73
-	-	-	-	-
806	121,700	58,000	-	-
<u>1,075,976</u>	<u>134,035</u>	<u>76,591</u>	<u>42,457</u>	<u>73</u>
(1,455)	174,761	6,329	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	3,396	-
2,678,251	-	-	-	-
<u>2,676,796</u>	<u>174,761</u>	<u>6,329</u>	<u>3,396</u>	<u>-</u>
(1,600,820)	(40,726)	70,262	39,061	73
-	-	-	-	-
(42,706)	-	-	-	-
<u>(42,706)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(1,643,526)	(40,726)	70,262	39,061	73
6,708,191	304,042	534,666	1,407,060	2,152
706,064	-	-	-	-
7,414,255	304,042	534,666	1,407,060	2,152
<u>\$ 5,770,729</u>	<u>\$ 263,316</u>	<u>\$ 604,928</u>	<u>\$ 1,446,121</u>	<u>\$ 2,225</u>

City of Atwater

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Special Revenue Funds (Continued)

For the year ended June 30, 2025

	Special Revenue Funds			
	Neighborhood Stabilization	Applegate Exchange	Regional Surface Transportation Program	ARPA Fund
REVENUES:				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	444,743	1,713,369
Use of money and property	7,778	27,158	106,390	-
Charges for services	-	-	-	-
Other revenues	-	-	-	852
Total revenues	7,778	27,158	551,133	1,714,221
EXPENDITURES:				
Current:				
General government	-	-	-	26,668
Public safety	-	-	-	-
Highways and streets	-	-	-	-
Urban redevelopment and housing	-	-	-	-
Capital outlay	-	-	1,672,653	1,687,553
Total expenditures	-	-	1,672,653	1,714,221
REVENUES OVER (UNDER) EXPENDITURES	7,778	27,158	(1,121,520)	-
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	7,778	27,158	(1,121,520)	-
FUND BALANCES:				
Beginning of year	229,201	800,346	2,710,408	157,523
Restatement	-	-	-	-
Beginning of year, as restated	229,201	800,346	2,710,408	157,523
End of year	\$ 236,979	\$ 827,504	\$ 1,588,888	\$ 157,523

Special Revenue Funds

Pension Rate Stablization 115 Trust	General Plan Update Fund	PLHA-Perm Local Housing Allocation Fund	Maintenance District Funds	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ 895,403	\$ 1,969,368
-	-	247,535	-	4,160,988
52,228	59,611	12,378	47,537	772,991
-	-	-	-	214,070
-	-	-	-	185,321
52,228	59,611	259,913	942,940	7,302,738
-	188,999	58,119	-	453,421
-	-	-	4,100	41,506
-	-	-	-	1,275,152
-	-	-	1,126,173	1,129,569
-	10,604	-	-	8,942,877
-	199,603	58,119	1,130,273	11,842,525
52,228	(139,992)	201,794	(187,333)	(4,539,787)
50,000	-	-	92,375	711,656
-	-	-	-	(42,706)
50,000	-	-	92,375	668,950
102,228	(139,992)	201,794	(94,958)	(3,870,837)
514,432	1,894,441	158,593	1,512,282	23,809,214
-	-	-	-	706,064
514,432	1,894,441	158,593	1,512,282	24,515,278
\$ 616,660	\$ 1,754,449	\$ 360,387	\$ 1,417,324	\$ 20,644,441

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Measure V Fund

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes and assessments	\$ 995,000	\$ 995,000	\$ 1,022,817	\$ 27,817
Use of money and property	2,000	2,000	205,314	203,314
Charges for services	2,379,834	2,379,834	117,196	(2,262,638)
Total revenues	3,376,834	3,376,834	1,345,327	(2,031,507)
EXPENDITURES:				
Capital outlay:				
General capital outlay	6,841,406	6,841,406	2,848,202	3,993,204
Total expenditures	6,841,406	6,841,406	2,848,202	3,993,204
REVENUES OVER (UNDER) EXPENDITURES	(3,464,572)	(3,464,572)	(1,502,875)	1,961,697
OTHER FINANCING SOURCES (USES):				
Net change in fund balances	\$ (3,464,572)	\$ (3,464,572)	(1,502,875)	\$ 1,961,697
FUND BALANCES:				
Beginning of year			6,028,505	
End of year			<u>\$ 4,525,630</u>	

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Police Grants Fund

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Charges for services	\$ 24,682	\$ 24,682	\$ 24,139	\$ (543)
Fines, forfeitures and assessments	-	-	363	363
Total revenues	24,682	24,682	24,502	(180)
EXPENDITURES:				
Current:				
Public safety	24,682	24,682	37,406	(12,724)
Total expenditures	24,682	24,682	37,406	(12,724)
REVENUES OVER (UNDER) EXPENDITURES	-	-	(12,904)	(12,904)
Net change in fund balances	\$ -	\$ -	(12,904)	\$ (12,904)
FUND BALANCES:				
Beginning of year			101,881	
End of year			\$ 88,977	

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Gas Tax Fund

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Charges for services	\$ 868,248	\$ 868,248	\$ 864,109	\$ (4,139)
Fines, forfeitures and assessments	-	-	3,718	3,718
Use of money and property	95,494	95,494	96,874	1,380
Miscellaneous	-	-	3,963	3,963
Total revenues	963,742	963,742	968,664	4,922
EXPENDITURES:				
Current:				
Public works	1,442,965	1,442,965	1,275,152	167,813
Capital outlay:				
General capital outlay	47,000	47,000	45,614	1,386
Total expenditures	1,489,965	1,489,965	1,320,766	169,199
REVENUES OVER (UNDER) EXPENDITURES	(526,223)	(526,223)	(352,102)	174,121
OTHER FINANCING SOURCES (USES):				
Transfers in	526,575	526,575	569,281	42,706
Total other financing sources (uses)	526,575	526,575	569,281	42,706
Net change in fund balances	\$ 352	\$ 352	217,179	\$ 216,827
FUND BALANCES:				
Beginning of year			156,641	
End of year			\$ 373,820	

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Local Transportation Fund

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	\$ -	\$ 213	\$ 213
Fines, forfeitures and assessments	-	-	19,918	19,918
Total revenues	-	-	20,131	20,131
EXPENDITURES:				
Capital outlay:				
General capital outlay	394,828	394,828	-	394,828
Total expenditures	394,828	394,828	-	394,828
REVENUES OVER (UNDER) EXPENDITURES	(394,828)	(394,828)	20,131	414,959
Net change in fund balances	\$ (394,828)	\$ (394,828)	20,131	\$ 414,959
FUND BALANCES:				
Beginning of year			588,850	
End of year			\$ 608,981	

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Facility Impact Fee Fund

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	\$ -	\$ 50,935	\$ 50,935
Charges for services	801,841	801,841	867,093	65,252
Fines, forfeitures and assessments	2,700	2,700	157,142	154,442
Miscellaneous	-	-	806	806
Total revenues	804,541	804,541	1,075,976	271,435
EXPENDITURES:				
Current:				
General government	170	170	(1,455)	1,625
Capital outlay:				
General capital outlay	3,720,236	3,720,236	2,678,251	1,041,985
Total expenditures	3,720,406	3,720,406	2,676,796	1,043,610
REVENUES OVER (UNDER) EXPENDITURES	(2,915,865)	(2,915,865)	(1,600,820)	1,315,045
OTHER FINANCING SOURCES (USES):				
Transfers out	-	-	(42,706)	(42,706)
Total other financing sources (uses)	-	-	(42,706)	(42,706)
Net change in fund balances	\$ (2,915,865)	\$ (2,915,865)	(1,643,526)	\$ 1,272,339
FUND BALANCES:				
Beginning of year			6,708,191	
Restatement			706,064	
Beginning of year, as restated			7,414,255	
End of year			<u>\$ 5,770,729</u>	

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

CDBG Program Income Fund

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Fines, forfeitures and assessments	\$ 500	\$ 500	\$ 12,335	\$ 11,835
Miscellaneous	-	-	121,700	121,700
Total revenues	500	500	134,035	133,535
EXPENDITURES:				
Current:				
General government	-	-	174,761	(174,761)
Total expenditures	-	-	174,761	(174,761)
Net change in fund balances	\$ 500	\$ 500	(40,726)	\$ (41,226)
FUND BALANCES:				
Beginning of year			304,042	
End of year			\$ 263,316	

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Home Investment Partnership Fund

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Fines, forfeitures and assessments	\$ -	\$ -	\$ 18,591	\$ 18,591
Miscellaneous	-	-	58,000	58,000
Total revenues	-	-	76,591	76,591
EXPENDITURES:				
Current:				
General government	75,926	75,926	6,329	69,597
Total expenditures	75,926	75,926	6,329	69,597
Net change in fund balances	<u>\$ (75,926)</u>	<u>\$ (75,926)</u>	70,262	<u>\$ 146,188</u>
FUND BALANCES:				
Beginning of year			534,666	
End of year			<u>\$ 604,928</u>	

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Housing Authority Fund

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Fines, forfeitures and assessments	\$ 3,000	\$ 3,000	\$ 42,457	\$ 39,457
Miscellaneous	1,000	1,000	-	(1,000)
Total revenues	4,000	4,000	42,457	38,457
EXPENDITURES:				
Current:				
Community development	20,000	20,000	3,396	16,604
Total expenditures	20,000	20,000	3,396	16,604
REVENUES OVER (UNDER) EXPENDITURES	(16,000)	(16,000)	39,061	55,061
OTHER FINANCING SOURCES (USES):				
Transfers out	(50,000)	(50,000)	-	50,000
Total other financing sources (uses)	(50,000)	(50,000)	-	50,000
Net change in fund balances	\$ (66,000)	\$ (66,000)	39,061	\$ 105,061
FUND BALANCES:				
Beginning of year			1,407,060	
End of year			<u>\$ 1,446,121</u>	

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Narcotics Program Fund

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Fines, forfeitures and assessments	\$ -	\$ -	\$ 73	\$ 73
Total revenues	-	-	73	73
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	73	<u>\$ 73</u>
FUND BALANCES:				
Beginning of year			<u>2,152</u>	
End of year			<u>\$ 2,225</u>	

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Neighborhood Stabilization Fund

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Fines, forfeitures and assessments	\$ -	\$ -	\$ 7,778	\$ 7,778
Total revenues	-	-	7,778	7,778
Net change in fund balances	\$ -	\$ -	7,778	\$ 7,778
FUND BALANCES:				
Beginning of year			229,201	
End of year			\$ 236,979	

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Applegate Interchange Fund

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Fines, forfeitures and assessments	\$ -	\$ -	27,158	27,158
Total revenues	-	-	27,158	27,158
Net change in fund balances	\$ -	\$ -	27,158	\$ 27,158
FUND BALANCES:				
Beginning of year			800,346	
End of year			\$ 827,504	

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Regional Surface Transportation Program

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Charges for services	\$ 444,743	\$ 444,743	\$ 444,743	\$ -
Fines, forfeitures and assessments	5,000	5,000	106,390	101,390
Total revenues	449,743	449,743	551,133	101,390
EXPENDITURES:				
Capital outlay:				
General capital outlay	2,944,011	2,944,011	1,672,653	1,271,358
Total expenditures	2,944,011	2,944,011	1,672,653	1,271,358
Net change in fund balances	\$ (2,494,268)	\$ (2,494,268)	(1,121,520)	\$ 1,372,748
FUND BALANCES:				
Beginning of year			2,710,408	
End of year			\$ 1,588,888	

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

ARPA Grant

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 1,713,369	\$ 1,713,369
Miscellaneous	-	-	852	852
Total revenues	-	-	1,714,221	1,714,221
EXPENDITURES:				
Current:				
General government	102,625	102,625	26,668	75,957
Capital outlay:				
General capital outlay	1,692,938	1,692,938	1,687,553	5,385
Total expenditures	1,795,563	1,795,563	1,714,221	81,342
Net change in fund balances	\$ (1,795,563)	\$ (1,795,563)	-	\$ 1,795,563
FUND BALANCES:				
Beginning of year			157,523	
End of year			\$ 157,523	

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Pension Rate Stabilization 115 Trust Fund

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 52,228	\$ 52,228
Total revenues	-	-	52,228	52,228
OTHER FINANCING SOURCES (USES):				
Transfers in	50,000	50,000	50,000	-
Total other financing sources (uses)	50,000	50,000	50,000	-
Net change in fund balances	<u>\$ 50,000</u>	<u>\$ 50,000</u>	102,228	<u>\$ 52,228</u>
FUND BALANCES:				
Beginning of year			514,432	
End of year			<u>\$ 616,660</u>	

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

General Plan Update Grant Fund

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 59,611	\$ 59,611
Miscellaneous	75,394	75,394	-	(75,394)
Total revenues	75,394	75,394	59,611	(15,783)
EXPENDITURES:				
Current:				
General government	2,810,719	2,810,719	188,999	2,621,720
Capital outlay:				
General capital outlay	353,840	353,840	10,604	343,236
Total expenditures	3,164,559	3,164,559	199,603	2,964,956
Net change in fund balances	\$ (3,089,165)	\$ (3,089,165)	(139,992)	\$ 2,949,173
FUND BALANCES:				
Beginning of year			1,894,441	
End of year			\$ 1,754,449	

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Permanent Housing Local Allocation Fund

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 247,535	\$ 247,535
Charges for services	949,257	949,257	-	(949,257)
Use of money and property	-	-	12,378	12,378
Total revenues	949,257	949,257	259,913	(689,344)
EXPENDITURES:				
Current:				
General government	949,257	949,257	58,119	891,138
Total expenditures	949,257	949,257	58,119	891,138
Net change in fund balances	\$ -	\$ -	201,794	\$ 201,794
FUND BALANCES:				
Beginning of year			158,593	
End of year			\$ 360,387	

City of Atwater
Combining Balance Sheet
Maintenance District Special Revenue Funds
June 30, 2025

	Special Revenue Funds			
	Northwood Village	Orchard Parks Estates	Wildwood Estates	Woodview Garland
ASSETS				
Cash and investments	\$ -	\$ 99,496	\$ 31,816	\$ -
Receivables:				
Taxes	128	331	70	8
Interest	-	707	174	-
Total assets	128	100,534	32,060	8
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	376	164	44	18
Accrued liabilities	-	-	-	-
Total liabilities	376	164	44	18
Fund Balances:				
Nonspendable				
Restricted		100,370	32,016	
Unassigned	(248)	-	-	(10)
Total fund balances	(248)	100,370	32,016	(10)
Total liabilities, deferred inflows of resources and fund balances	\$ 128	\$ 100,534	\$ 32,060	\$ 8

Special Revenue Funds

Shaffer Lakes West	Woodhaven	Sierra Parks	Shaffer Lakes East	Price Annexation	Sandlewood Square
\$ 27,854	\$ 16,855	\$ 1,372	\$ 132,410	\$ 1,255	\$ 21,280
112	16	175	218	1,398	175
197	118	-	903	-	141
<u>28,163</u>	<u>16,989</u>	<u>1,547</u>	<u>133,531</u>	<u>2,653</u>	<u>21,596</u>
59	20	29	239	9,623	785
-	-	-	-	-	-
<u>59</u>	<u>20</u>	<u>29</u>	<u>239</u>	<u>9,623</u>	<u>785</u>
28,104	16,969	1,518	133,292	-	20,811
-	-	-	-	(6,970)	-
<u>28,104</u>	<u>16,969</u>	<u>1,518</u>	<u>133,292</u>	<u>(6,970)</u>	<u>20,811</u>
<u>\$ 28,163</u>	<u>\$ 16,989</u>	<u>\$ 1,547</u>	<u>\$ 133,531</u>	<u>\$ 2,653</u>	<u>\$ 21,596</u>

City of Atwater
Combining Balance Sheet
Maintenance District Special Revenue Funds (Continued)
June 30, 2025

	Special Revenue Funds			
	Pajaro Dunes	Redwood Estates	Cottage Gardens	Airport Business Park
ASSETS				
Cash and investments	\$ 42,303	\$ 67,413	\$ 23,092	\$ 21,470
Receivables:				
Taxes	4	249	-	390
Interest	318	487	179	109
Total assets	42,625	68,149	23,271	21,969
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	491	465	337	109
Accrued liabilities	-	-	-	-
Total liabilities	491	465	337	109
Fund Balances:				
Nonspendable				
Restricted	42,134	67,684	22,934	21,860
Unassigned	-	-	-	-
Total fund balances	42,134	67,684	22,934	21,860
Total liabilities, deferred inflows of resources and fund balances	\$ 42,625	\$ 68,149	\$ 23,271	\$ 21,969

Special Revenue Funds

Silva Ranch	Mello Ranch	Camelia Estates	Juniper Meadows	Camelia Meadows	Stone Creek
\$ 54,781	\$ 72,145	\$ 20,350	\$ 23,198	\$ 41,406	\$ 136,278
30	230	1	2	291	97
408	510	146	138	287	1,033
<u>55,219</u>	<u>72,885</u>	<u>20,497</u>	<u>23,338</u>	<u>41,984</u>	<u>137,408</u>
1,024	1,321	71	313	649	3,318
-	-	-	-	-	-
<u>1,024</u>	<u>1,321</u>	<u>71</u>	<u>313</u>	<u>649</u>	<u>3,318</u>
54,195	71,564	20,426	23,025	41,335	134,090
-	-	-	-	-	-
<u>54,195</u>	<u>71,564</u>	<u>20,426</u>	<u>23,025</u>	<u>41,335</u>	<u>134,090</u>
<u>\$ 55,219</u>	<u>\$ 72,885</u>	<u>\$ 20,497</u>	<u>\$ 23,338</u>	<u>\$ 41,984</u>	<u>\$ 137,408</u>

City of Atwater
Combining Balance Sheet
Maintenance District Special Revenue Funds (Continued)
June 30, 2025

	Special Revenue Funds			
	America West	Bell Crossing	Atwater South	Beluga Court
ASSETS				
Cash and investments	\$ 55,973	\$ -	\$ 86,919	\$ 7,462
Receivables:				
Taxes	-	6	249	-
Interest	422	-	609	56
Total assets	56,395	6	87,777	7,518
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	157	833	2,654	-
Accrued liabilities	-	-	-	-
Total liabilities	157	833	2,654	-
Fund Balances:				
Nonspendable				
Restricted	56,238		85,123	7,518
Unassigned	-	(827)	-	-
Total fund balances	56,238	(827)	85,123	7,518
Total liabilities, deferred inflows of resources and fund balances	\$ 56,395	\$ 6	\$ 87,777	\$ 7,518

Special Revenue Funds

Mello Ranch 2	Meadow View	Aspenwood	Applegate Ranch	Reserve	CFD District
\$ 184,415	\$ 84,465	\$ 96,720	\$ 22,152	\$ 13,824	\$ 95,237
10	112	-	45	-	8,883
1,371	636	751	173	101	-
<u>185,796</u>	<u>85,213</u>	<u>97,471</u>	<u>22,370</u>	<u>13,925</u>	<u>104,120</u>
1,856	1,355	1,044	1,247	-	100,000
-	-	-	-	-	8,607
<u>1,856</u>	<u>1,355</u>	<u>1,044</u>	<u>1,247</u>	<u>-</u>	<u>108,607</u>
183,940	83,858	96,427	21,123	13,925	
-	-	-	-	-	(4,487)
<u>183,940</u>	<u>83,858</u>	<u>96,427</u>	<u>21,123</u>	<u>13,925</u>	<u>(4,487)</u>
<u>\$ 185,796</u>	<u>\$ 85,213</u>	<u>\$ 97,471</u>	<u>\$ 22,370</u>	<u>\$ 13,925</u>	<u>\$ 104,120</u>

City of Atwater
Combining Balance Sheet
Maintenance District Special Revenue Funds (Continued)
June 30, 2025

	Special Revenue Funds			Total Maintenance District Special Revenue Funds
	Simon Annexation Lighting District	Simon Annexation Landscape District	Juniper Meadows 2 Lighting District	
ASSETS				
Cash and investments	\$ 16,637	\$ 6,602	\$ 25,817	\$ 1,530,997
Receivables:				
Taxes	-	-	-	13,230
Interest	115	49	167	10,305
Total assets	16,752	6,651	25,984	1,554,532
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	-	-	-	128,601
Accrued liabilities	-	-	-	8,607
Total liabilities	-	-	-	137,208
Fund Balances:				
Nonspendable				
Restricted	16,752	6,651	25,984	1,429,866
Unassigned	-	-	-	(12,542)
Total fund balances	16,752	6,651	25,984	1,417,324
Total liabilities, deferred inflows of resources and fund balances	\$ 16,752	\$ 6,651	\$ 25,984	\$ 1,554,532

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City of Atwater

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Maintenance District Special Revenue Funds

For the year ended June 30, 2025

	Special Revenue Funds			
	Northwood Village	Orchard Parks Estates	Wildwood Estates	Woodview Garland
REVENUES:				
Taxes and assessments	\$ 4,550	\$ 6,576	\$ 3,504	\$ 392
Use of money and property	-	3,235	910	-
Total revenues	4,550	9,811	4,414	392
EXPENDITURES:				
Current:				
Public safety	-	-	-	-
Urban redevelopment and housing	8,768	4,892	1,655	882
Total expenditures	8,768	4,892	1,655	882
REVENUES OVER (UNDER) EXPENDITURES	(4,218)	4,919	2,759	(490)
OTHER FINANCING SOURCES (USES):				
Transfers in	4,215	350	5,688	500
Total other financing sources (uses)	4,215	350	5,688	500
Net change in fund balances	(3)	5,269	8,447	10
FUND BALANCES:				
Beginning of year	(245)	95,101	23,569	(20)
End of year	\$ (248)	\$ 100,370	\$ 32,016	\$ (10)

Special Revenue Funds

Shaffer Lakes West	Woodhaven	Sierra Parks	Shaffer Lakes East	Price Annexation	Sandlewood Square
\$ 2,291	\$ 1,440	\$ 2,028	\$ 14,254	\$ 55,743	\$ 7,099
902	540	25	4,235	(8)	670
3,193	1,980	2,053	18,489	55,735	7,769
-	-	-	-	-	-
2,311	1,327	1,093	9,553	111,551	9,552
2,311	1,327	1,093	9,553	111,551	9,552
882	653	960	8,936	(55,816)	(1,783)
280	279	221	1,460	47,722	3,429
280	279	221	1,460	47,722	3,429
1,162	932	1,181	10,396	(8,094)	1,646
26,942	16,037	337	122,896	1,124	19,165
\$ 28,104	\$ 16,969	\$ 1,518	\$ 133,292	\$ (6,970)	\$ 20,811

City of Atwater

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Maintenance District Special Revenue Funds (Continued)

For the year ended June 30, 2025

	Special Revenue Funds			
	Pajaro Dunes	Redwood Estates	Cottage Gardens	Airport Business Park
REVENUES:				
Taxes and assessments	\$ 3,452	\$ 6,187	\$ 403	\$ 5,396
Use of money and property	1,398	2,208	771	613
Total revenues	4,850	8,395	1,174	6,009
EXPENDITURES:				
Current:				
Public safety	-	-	-	-
Urban redevelopment and housing	5,669	7,792	2,689	3,148
Total expenditures	5,669	7,792	2,689	3,148
REVENUES OVER (UNDER) EXPENDITURES	(819)	603	(1,515)	2,861
OTHER FINANCING SOURCES (USES):				
Transfers in	867	2,106	204	3,369
Total other financing sources (uses)	867	2,106	204	3,369
Net change in fund balances	48	2,709	(1,311)	6,230
FUND BALANCES:				
Beginning of year	42,086	64,975	24,245	15,630
End of year	\$ 42,134	\$ 67,684	\$ 22,934	\$ 21,860

Special Revenue Funds

Silva Ranch	Mello Ranch	Camelia Estates	Juniper Meadows	Camelia Meadows	Stone Creek
\$ 8,895	\$ 13,035	\$ 1,220	\$ 2,994	\$ 5,899	\$ 8,282
1,785	2,307	662	693	1,357	4,493
10,680	15,342	1,882	3,687	7,256	12,775
-	-	-	-	-	-
12,841	18,582	1,704	2,535	5,709	23,771
12,841	18,582	1,704	2,535	5,709	23,771
(2,161)	(3,240)	178	1,152	1,547	(10,996)
543	1,031	312	2,845	405	937
543	1,031	312	2,845	405	937
(1,618)	(2,209)	490	3,997	1,952	(10,059)
55,813	73,773	19,936	19,028	39,383	144,149
\$ 54,195	\$ 71,564	\$ 20,426	\$ 23,025	\$ 41,335	\$ 134,090

City of Atwater

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Maintenance District Special Revenue Funds (Continued)

For the year ended June 30, 2025

	Special Revenue Funds			
	America West	Bell Crossing	Atwater South	Beluga Court
REVENUES:				
Taxes and assessments	\$ -	\$ 6,399	\$ 17,429	\$ 2
Use of money and property	1,853	-	2,781	249
Total revenues	1,853	6,399	20,210	251
EXPENDITURES:				
Current:				
Public safety	-	-	-	-
Urban redevelopment and housing	2,622	15,628	25,591	113
Total expenditures	2,622	15,628	25,591	113
REVENUES OVER (UNDER) EXPENDITURES	(769)	(9,229)	(5,381)	138
OTHER FINANCING SOURCES (USES):				
Transfers in	444	6,743	1,440	18
Total other financing sources (uses)	444	6,743	1,440	18
Net change in fund balances	(325)	(2,486)	(3,941)	156
FUND BALANCES:				
Beginning of year	56,563	1,659	89,064	7,362
End of year	\$ 56,238	\$ (827)	\$ 85,123	\$ 7,518

Special Revenue Funds

Mello Ranch 2	Meadow View	Aspenwood	Applegate Ranch	Reserve	CFD District
\$ 9,727	\$ 8,847	\$ 5	\$ 4,092	\$ -	\$ 694,660
6,062	2,784	3,239	739	454	1,035
15,789	11,631	3,244	4,831	454	695,695
-	-	-	-	-	4,100
21,024	17,304	9,492	10,451	166	787,475
21,024	17,304	9,492	10,451	166	791,575
(5,235)	(5,673)	(6,248)	(5,620)	288	(95,880)
1,126	819	516	579	128	-
1,126	819	516	579	128	-
(4,109)	(4,854)	(5,732)	(5,041)	416	(95,880)
188,049	88,712	102,159	26,164	13,509	91,393
\$ 183,940	\$ 83,858	\$ 96,427	\$ 21,123	\$ 13,925	\$ (4,487)

City of Atwater

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Maintenance District Special Revenue Funds (Continued)

For the year ended June 30, 2025

	Special Revenue Funds			Total Maintenance District Special Revenue Funds
	Simon Annexation Lighting District	Simon Annexation Landscape District	Juniper Meadows 2 Lighting District	
REVENUES:				
Taxes and assessments	\$ -	\$ -	\$ 602	\$ 895,403
Use of money and property	529	218	798	47,537
Total revenues	529	218	1,400	942,940
EXPENDITURES:				
Current:				
Public safety	-	-	-	4,100
Urban redevelopment and housing	31	32	220	1,126,173
Total expenditures	31	32	220	1,130,273
REVENUES OVER (UNDER) EXPENDITURES	498	186	1,180	(187,333)
OTHER FINANCING SOURCES (USES):				
Transfers in	1,045	5	2,749	92,375
Total other financing sources (uses)	1,045	5	2,749	92,375
Net change in fund balances	1,543	191	3,929	(94,958)
FUND BALANCES:				
Beginning of year	15,209	6,460	22,055	1,512,282
End of year	\$ 16,752	\$ 6,651	\$ 25,984	\$ 1,417,324

City of Atwater

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

CFD Districts - Maintenance District Special Revenue Fund

For the year ended June 30, 2025

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ -	\$ -	\$ 694,660	\$ 694,660
Fines, forfeitures and assessments	-	-	1,035	1,035
Total revenues	-	-	695,695	695,695
EXPENDITURES:				
Current:				
Public safety	4,200	4,200	4,100	100
Community development	796,079	796,079	787,475	8,604
Total expenditures	800,279	800,279	791,575	8,704
Net change in fund balances	<u>\$ (800,279)</u>	<u>\$ (800,279)</u>	(95,880)	<u>\$ 704,399</u>
FUND BALANCES:				
Beginning of year			91,393	
End of year			<u>\$ (4,487)</u>	

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City of Atwater
Combining Statement of Net Position
Internal Service Funds
June 30, 2025

	Building Maintenance	Employee Benefits	Risk Management	Information Technology	Totals
ASSETS					
Current Assets:					
Cash and investments	\$ 1,381,325	\$ 705,827	\$ 1,242,003	\$ 767,844	\$ 4,096,999
Receivables:					
Interest	7,855	5,429	1,775	4,568	19,627
Other	-	3,956	-	-	3,956
Prepaid expenses	-	-	-	11,879	11,879
Total current assets	1,389,180	715,212	1,243,778	784,291	4,132,461
Noncurrent:					
Capital assets:					
Depreciable	2,091,743	-	103,094	601,348	2,796,185
Less accumulated depreciation	(1,470,055)	-	(48,089)	(595,187)	(2,113,331)
Net capital assets	621,688	-	55,005	6,161	682,854
Total noncurrent assets	621,688	-	55,005	6,161	682,854
Total assets	2,010,868	715,212	1,298,783	790,452	4,815,315
LIABILITIES					
Current liabilities:					
Accounts payable	72,685	17,587	21,653	3,981	115,906
Accrued payroll	7,824	-	-	2,449	10,273
Compensated absences - current	9,544	-	-	1,266	10,810
Total current liabilities	90,053	17,587	21,653	7,696	136,989
Noncurrent liabilities:					
Compensated absences	16,772	-	-	2,445	19,217
Total noncurrent liabilities	16,772	-	-	2,445	19,217
Total liabilities	106,825	17,587	21,653	10,141	156,206
NET POSITION					
Net investment in capital assets	621,688	-	55,005	6,161	682,854
Unrestricted	1,282,355	697,625	1,222,125	774,150	3,976,255
Total net position	\$ 1,904,043	\$ 697,625	\$ 1,277,130	\$ 780,311	\$ 4,659,109

City of Atwater

Combining Statement of Revenues, Expenses and Changes in Net Position

Internal Service Funds

For the year ended June 30, 2025

	Building Maintenance	Employee Benefits	Risk Management	Information Technology	Totals
OPERATING REVENUES:					
Interdepartmental charges	\$ 1,939,885	\$ 851,596	\$ 2,516,953	\$ 782,318	\$ 6,090,752
Other operating revenue	185	58,530	-	-	58,715
Total operating revenues	1,940,070	910,126	2,516,953	782,318	6,149,467
OPERATING EXPENSES:					
Salaries and benefits	321,804	50,000	-	98,725	470,529
Contractual services	411,896	2,237	123,714	210,486	748,333
Materials and supplies	1,538	-	-	-	1,538
Repairs and maintenance	765,787	-	-	-	765,787
Utilities	202,457	-	-	-	202,457
Insurance	-	1,025,528	2,074,688	-	3,100,216
Other operating costs	-	-	7,861	392,251	400,112
Depreciation	81,074	-	3,142	8,961	93,177
Total operating expenses	1,784,556	1,077,765	2,209,405	710,423	5,782,149
Operating income (loss)	155,514	(167,639)	307,548	71,895	367,318
NONOPERATING REVENUES (EXPENSES):					
Intergovernmental revenues (expenses)	3,570	-	-	-	3,570
Interest revenue	39,757	24,745	24,896	24,524	113,922
Total nonoperating revenues (expenses)	43,327	24,745	24,896	24,524	117,492
Income before contributions and transfers	198,841	(142,894)	332,444	96,419	484,810
CONTRIBUTIONS AND TRANSFERS:					
Transfers in	100,000	100,000	-	-	200,000
Transfers out	-	(50,000)	-	-	(50,000)
Total contributions and transfers	100,000	50,000	-	-	150,000
Change in net position	298,841	(92,894)	332,444	96,419	634,810
NET POSITION:					
Beginning of year	1,608,152	790,519	944,686	683,703	4,027,060
Restatement	(2,950)	-	-	189	(2,761)
Beginning of year, as restated	1,605,202	790,519	944,686	683,892	4,024,299
End of year	\$ 1,904,043	\$ 697,625	\$ 1,277,130	\$ 780,311	\$ 4,659,109

City of Atwater
Statement of Cash Flows
Internal Service Funds
For the year ended June 30, 2025

	Building Maintenance	Employee Benefits	Risk Management	Information Technology	Totals
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash received from customers and users	\$ 1,969,244	\$ 915,464	\$ 2,519,354	\$ 781,250	\$ 6,185,312
Cash paid to suppliers for goods and services	(1,570,416)	(1,032,402)	(2,186,149)	(599,435)	(5,388,402)
Cash paid to employees for services	(322,152)	(50,000)	-	(97,795)	(469,947)
Net cash provided by (used in) operating activities	76,676	(166,938)	333,205	84,020	326,963
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Cash transfers in	100,000	100,000	-	-	200,000
Cash transfers out		(50,000)	-	-	(50,000)
Subsidy from grants	3,570	-	-	-	3,570
Net cash provided by (used in) noncapital financing activities	103,570	50,000	-	-	153,570
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Purchase of capital assets	(31,759)	-	-	2	(31,757)
Net cash provided by (used in) capital and related financing activities	(31,759)	-	-	2	(31,757)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Interest received	39,757	24,745	24,896	24,524	113,922
Net cash provided by (used in) investing activities	39,757	24,745	24,896	24,524	113,922
Net cash flows	188,244	(92,193)	358,101	108,546	562,698
CASH AND INVESTMENTS - Beginning of year	1,193,081	798,020	883,902	659,298	3,534,301
CASH AND INVESTMENTS - End of year	\$ 1,381,325	\$ 705,827	\$ 1,242,003	\$ 767,844	\$ 4,096,999
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:					
Operating income (loss)	\$ 155,514	\$ (167,639)	\$ 307,548	\$ 71,895	\$ 367,318
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	81,074	-	3,142	8,961	93,177
(Increase) decrease in accounts receivable	29,174	(582)	2,401	(481)	30,512
(Increase) decrease in prepaid expense	-	5,920	-	(587)	5,333
Increase (decrease) in accounts payable	(188,738)	(4,637)	20,114	3,302	(169,959)
Increase (decrease) in accrued payroll	133	-	-	365	498
Increase (decrease) in compensated absences	(481)	-	-	565	84
Net cash provided by (used in) operating activities	\$ 76,676	\$ (166,938)	\$ 333,205	\$ 84,020	\$ 326,963

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City of Atwater
Combining Statement of Fiduciary Net Position
Custodial Funds
June 30, 2025

	Section 125 Medical	Section 125 Dependent Care	Community Facility District No.1	Total Custodial Funds
ASSETS				
Cash and investments held for others, restricted	\$ 1,738	\$ -	\$ 139,442	\$ 141,180
Interest receivables	-	-	1,031	1,031
Total assets	1,738	-	140,473	142,211
LIABILITIES				
Other Liabilities	1,738	-	-	1,738
Total liabilities	1,738	-	-	1,738
NET POSITION				
Restricted for				
Bondholders	-	-	140,473	140,473
Total net position	\$ -	\$ -	\$ 140,473	\$ 140,473

City of Atwater
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the year ended June 30, 2025

	Section 125 Medical	Section 125 Dependent Care	Community Facility District No.1	Total Custodial Funds
ADDITIONS				
Interest income	\$ -	\$ -	\$ 4,611	\$ 4,611
Total additions	-	-	4,611	4,611
Changes in net position	-	-	4,611	4,611
NET POSITION				
Beginning of the year	-	-	135,862	135,862
End of year	\$ -	\$ -	\$ 140,473	\$ 140,473

City of Atwater
Schedule of Debt Service Coverage
June 30, 2025 and 2024

The City has covenanted in the Installment Sale Agreement, to the extent permitted by law, to fix, prescribe and collect rates and charges for the Wastewater System, respectively, which will be at least sufficient to yield "Net Revenues" equal to 120% of debt service (including the Installment Payments and debt service on other Parity Debt) coming due and payable during such Fiscal Year.

	2025	2024
Service charges	\$ 11,991,737	\$ 12,095,786
Connection fees	67,234	66,659
Total service charges	<u>12,058,971</u>	<u>12,162,445</u>
Investment income	665,599	599,678
Other income	2,535	16,247
Total miscellaneous revenue	<u>668,134</u>	<u>615,925</u>
Total Revenue	<u>12,727,105</u>	<u>12,778,370</u>
Personnel costs	1,431,947	1,511,909
Supplies (1)	195,189	157,010
Professional Services (2)	892,344	1,134,475
Wastewater Treatment Plant Mgmt. Service (3)	2,596,646	2,609,926
Other Charges (1), (4)	319,995	321,838
Total Operations and Maintenance	<u>5,436,121</u>	<u>5,734,483</u>
Net Revenue Available For Debt Service	<u>\$ 7,290,984</u>	<u>\$ 7,043,887</u>
Debt service:		
2017A Wastewater Revenue Refunding Bonds	\$ 3,306,838	\$ 3,310,088
2018A Wastewater Revenue Refunding Bonds	1,141,369	1,141,969
Total debt service	<u>\$ 4,448,207</u>	<u>\$ 4,451,457</u>
Net Revenue After Debt Service		
Calculated coverage	<u>1.64</u>	<u>1.58</u>
Meets covenant restrictions	Yes	Yes

Notes:

- (1) Includes Entries for Both Sewer Enterprise Fund and Wastewater Treatment Plant. Capital Expenses are funded by transfers from the Sewer Enterprise Capital Fund
- (2) Includes Communications, Utilities, Memberships, Subscriptions, Travel, Conference, Meetings, Training, Rents, Leases and Miscellaneous
- (3) Paid to Private Operator
- (4) Includes Equipment, Streets, Water, Parks and Building Maintenance



AGENDA REPORT

CITY COUNCIL

Mike Nelson

John Cale
Danny Ambriz

Brian Raymond
Kalisa Rochester

MEETING June 8, 2026
DATE:
TO: Mayor and City Council
FROM: Richard McEachin, Police Chief
PREPARED Richard McEachin, Police Chief
BY:
SUBJECT: **Accepting the City of Atwater Police Department 2025 Annual Military Equipment Use Report (Police Chief McEachin)**

RECOMMENDED COUNCIL ACTION

Motion to accept the City of Atwater Police Department 2025 Annual Military Equipment Use Report as presented; or

Motion to approve staff's recommendation as presented.

I. BACKGROUND/ANALYSIS:

California Government Code § 7072 requires that all law enforcement agencies that receive approval for a military equipment use policy pursuant to § 7071 submit to the governing body an annual military equipment report for each type of military equipment approved by the governing body for as long as the military equipment is available for use. The Atwater Police Department has a list of equipment defined as military equipment by § 7071, and therefore must complete a report annually.

II. FISCAL IMPACTS:

None.

III. LEGAL REVIEW:

This item has been reviewed by the City Attorney.

IV. EXISTING POLICY:

This item is in compliance with California State law and Atwater Police Department Policy # 710-Military Equipment.

V. ALTERNATIVES:

N/A

VI. INTERDEPARTMENTAL COORDINATION:

This item has been reviewed by all the relevant departments.

VII. PUBLIC PARTICIPATION:

The public will have an opportunity to speak prior to City Council action.

VIII. ENVIRONMENTAL REVIEW:

This item does not meet the definition of a "project" as defined under Section 21065 of the Public Resources Code in that it would not directly or foreseeable indirectly significantly impact the physical environment and therefore is not subject to analysis.

IX. STEPS FOLLOWING APPROVAL:

If accepted, the City of Atwater Police Department will continue to have the listed items designated as Military Equipment at their disposal to use as deemed necessary.

Submitted by:



Richard McEachin, Police Chief

Approved by:



Chris Hoem, City Manager

Attachments:

1. military equip report 2025



Military Equipment Report

ATWATER POLICE DEPARTMENT

DETECTIVE SAM PARKS

2025 Military Equipment Report per CA AB481 and Inventory per CA Gov't Code §7070(c):

Date: 06/08/2026

Prepared by: Detective Sam Parks

Introduction: This report provides an overview of military equipment categorized under California Assembly Bill 481 (AB481), along with our agency's inventory of such equipment. AB481 defines various categories of military equipment subject to additional oversight.

Categories of Military Equipment per AB481:

1. Unmanned, remotely piloted, powered aerial or ground vehicles
 - **Inventory: DJI Mavic Model # 3T**
2. Mine-resistant ambush-protected vehicles or armored personnel carriers
 - **Inventory: N/A**
3. High mobility multipurpose wheeled vehicles (HMMWV), trucks, or wheeled vehicles with breaching apparatus
 - **Inventory: N/A**
4. Tracked armored vehicles providing ballistic protection
 - **Inventory: N/A**
5. Command and control vehicles for operational control
 - **Inventory: 1**
 - Description: 24 ft. command post/crime scene vehicles
 - Purpose: Management and coordination of emergency response efforts.
6. Weaponized aircraft, vessels, or vehicles
 - **Inventory: N/A**
7. Explosive breaching apparatuses
 - **Inventory: N/A**
8. Firearms and ammunition of .50 caliber or greater
 - **Inventory: N/A**

9. Specialized firearms and accessories, including assault weapons (Category 9)

Description: Firearms and accessories designated as assault weapons under Penal Code. Precision weapons for addressing threats with more precision and/or greater distances.

Inventory: 36 AR-15 Patrol Rifle, Semi-Automatic, Caliber 5.56

- Authorized Users: Members with completed POST certified patrol rifle class.

Inventory: 1 M4 Rifle, Select Fire, Caliber 5.56

- Authorized Users: Members with completed POST certified patrol rifle class and assigned to Merced County SWAT team.

Inventory: 2 Semi-Auto Training Rifles

- Authorized Users: Range and armorer staff for officers and evidence safety training.

Inventory: 2 40mm single-shot launchers

- Authorized Users: Members with completed training from POST certified Safariland Trainer

Inventory: 1 37mm single-shot launcher

- Authorized Users: Members with completed training from POST certified Safariland Trainer

10. Firearm accessories designed to launch explosive projectiles

- **Inventory: N/A**

11. Noise-flash diversionary devices and explosive breaching tools

- **Inventory: (1) Defense Technology low roll DD body reloadable**

12. Munitions containing tear gas or OC

- **Inventory: N/A**

13. TASER® Shockwave, microwave weapons, water cannons, and long-range acoustic devices

- **Inventory: N/A**

14. Kinetic energy weapons and munitions

Description: Weapons and munitions utilizing kinetic energy for impact.

Inventory: 6 Less Lethal Shotgun (4) / 40mm launchers (2)

- Authorized Users: Only members that have completed service training are authorized to use a less lethal shotgun.

15. Other equipment determined by governing bodies or state agencies

- Description: Equipment not explicitly listed but deemed to require additional oversight.
- Purpose: Ensuring appropriate use and regulation of specialized equipment.
- ❖ Maintenance of Military Use Supply Levels: The Department may order up to 50% of stock in a calendar year without city council approval to maintain essential availability for the Department's needs when stocks have reached significantly low levels or have been exhausted.

Conclusion: This report provides a comprehensive overview of military equipment as defined by California Assembly Bill 481, along with our agency's inventory. Adhering to regulations and maintaining appropriate levels of oversight is essential for the responsible use of military equipment in public safety and law enforcement operations.



AGENDA REPORT

CITY COUNCIL

Mike Nelson

John Cale
Danny Ambriz

Brian Raymond
Kalisa Rochester

MEETING June 8, 2026
DATE:
TO: Mayor and City Council
FROM: Christopher Hoem, City Manager
PREPARED BY: Christopher Hoem, City Manager
SUBJECT: **Adopting a Resolution Setting the Fiscal Year 2026-27
Miscellaneous Fee Schedule (City Manager Hoem)**

RECOMMENDED COUNCIL ACTION

Open the Public Hearing and receive any testimony given regarding the proposed 2026-27 Miscellaneous Fee Schedule;

Close the Public Hearing;

Motion to adopt Resolution No. 3623-26 setting the City of Atwater's Miscellaneous Fee Schedule for Fiscal Year 2026-27; or

Motion to approve staff's recommendation as presented.

I. BACKGROUND/ANALYSIS:

Each fiscal year, the City of Atwater sets the Citywide Miscellaneous Fee Schedule to assist with cost recovery for providing services. The proposed Miscellaneous Fee Schedule provides a legally defensible cost-recovery program to ensure that the City receives appropriate fees for services provided and supports the City Council's goal of following sound financial practices.

The Miscellaneous Fee Schedule is adjusted annually every July 1st after City Council approval. After reviewing the existing fees, if necessary, adjustments are made using the U.S. Bureau of Labor Statistics, Consumer Price Index, All Urban Consumers (Not Seasonally Adjusted) -West Region, by the percentage of change in the index from the month of April of the same year. All amounts are rounded to the nearest whole dollar.

The percentage of increase in the index over the past year was 3.518%, this is by comparison of 2.128% which was applied for Fiscal Year 2025-26. The proposed Miscellaneous Fee Schedule reflects this percentage increase in each fee, where applicable.

II. FISCAL IMPACTS:

This item positively impacts the City's budget by increasing the fees by the CPI, helping the City operations keep up with economic inflation.

III. LEGAL REVIEW:

This item has been reviewed by the City Attorney's Office.

IV. EXISTING POLICY:

This item is consistent with goal number one (1) of the City of Atwater 2026-2030 Strategic Plan: to ensure the city's continued financial solvency.

V. ALTERNATIVES:

The City Council could choose not to adopt the Fiscal Year 2026-27 Miscellaneous Fee Schedule as presented.

VI. INTERDEPARTMENTAL COORDINATION:

The annual review and update of the Fiscal Year 2026-27 Miscellaneous Fee Schedule is a coordinated effort among all the departments in the City.

VII. PUBLIC PARTICIPATION:

The public will have an opportunity to provide comments on this item prior to City Council action.

VIII. ENVIRONMENTAL REVIEW:

This item is not a "project" under the California Environmental Quality Act (CEQA) as this activity does not cause either a direct physical change in the environment, or a reasonably foreseeable indirect physical change in the environment, pursuant to Public Resources Code Section 21065.

IX. STEPS FOLLOWING APPROVAL:

Upon adoption of the Resolution setting the Miscellaneous Fee Schedule, the City Clerk will circulate the FY 2026-27 to all departments to begin charging the revised fees upon the effective date. In addition, the FY 2026-27 Miscellaneous Fee Schedule will be available on the City's website.

Submitted and Approved by:



Chris Hoem, City Manager

Attachments:

1. Resolution Miscellaneous Fee Schedule FY 2026-27
2. FY 2026-27-MASTER MISC FEE SCHEDULE



**CITY COUNCIL
OF THE
CITY OF ATWATER**

RESOLUTION NO. xxxx-26

**RESOLUTION OF THE CITY COUNCIL OF THE
CITY OF ATWATER SETTING THE FISCAL YEAR
2026-27 MISCELLANEOUS FEE SCHEDULE**

WHEREAS, the City of Atwater has established a Citywide fee structure “Miscellaneous Fee Schedule” to offset the costs of services; and

WHEREAS, the City of Atwater’s Miscellaneous Fee Schedule is adopted by resolution; and

WHEREAS, the City Council adopted Resolution No. 3537-25 setting the most recent Miscellaneous Fee Schedule on June 9, 2025; and

WHEREAS, the Miscellaneous Fee Schedule has been amended from time to time by resolution to amend said fees and changes for described services.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Atwater as follows:

- A. All previous resolutions that set and/or amended the Miscellaneous Fee Schedule are hereby repealed and superseded by Resolution No. xxxx-26.
- B. The Miscellaneous Fee Schedule, attached hereto as **EXHIBIT “A”** and made a part of herein, is hereby approved.
- C. The purpose of the fees set forth in the City’s Miscellaneous Fee Schedule **EXHIBIT “A”** of this resolution is to recover up to the full, lawfully recoverable costs incurred by the City.
- D. **Effective Date.** All new and/or increased fees shall be effective upon adoption of this resolution with the exception of fees established in accordance with Government Code Section 66017. Development related new and/or increased fees shall be effective sixty (60) days following the effective date of this resolution.
- E. **Annual Adjustment.** Said miscellaneous fees shall be adjusted annually every July 1st according to the U.S. Bureau of Labor Statistics, Consumer Price Index, All Urban Consumers (Not Seasonally Adjusted). West Region, by the percentage

of change in the index from the month of April of the same year. Rounding shall be as follows: .01 to .49 shall be rounded down to the nearest whole dollar; .50 to .99 shall be rounded up to the nearest whole dollar.

- F. **Repealer.** These fees shall supersede the corresponding fees previously established by the City. All previously adopted and confliction fees, and all resolutions and other actions of the City Council are hereby repealed to the extent they conflict with the contents of this resolution.

- G. **Severability.** The individual fees and charges set forth in **EXHIBIT “A”** of this resolution and portions of this resolution are severable. Should any of the fees or charges or any portion of this resolution be adjudged to be invalid and unenforceable by a body of competent jurisdiction, then the remaining fees, charges and/or resolution portions shall be and continue in full force and effect, except as to those fee, charges, and/or resolution portions that have been adjudged invalid. The City Council of the City of Atwater hereby declared that it would have adopted each of the fee and charges set forth in **EXHIBIT “A”** of this resolution, and this resolution and each section, subsection, clause, sentence, phrase and other portion thereof, irrespective of the fact that one or more of the fees, charges, or sections, subsections, clauses, sentences, phrases or other portions of this resolution may be held invalid or unconstitutional.

The foregoing resolution is hereby adopted this 8th day of June 2026.

AYES:
NOES:
ABSENT:

APPROVED:

MICHAEL G. NELSON, MAYOR

ATTEST:

KORY J. BILLINGS, CITY CLERK

Miscellaneous Fee Schedule
Fiscal Year 2026-27

CPI% increase for FY 26/27
3.518%

MISCELLANEOUS FEES:

Cost Recovery, Legal Services					Actual Cost
Cost Recovery, Liability Claim Processing					Actual Cost
Notary Services (as set by GC 8211) No COLA associated					\$15 per signature
Mailed Copies of City Council Agenda (per fiscal year)					\$46
Mailed Copies of City Council Minutes (per fiscal year)					\$43
Mailed Copies of City Council and Planning Agendas and Minutes (per fiscal year)					\$156
Copy of City Council Video DVD					\$13
Final Budget (summary)					\$14
Final Budget					\$56
Copy of Municipal Code to CD					\$13
Preliminary Budget					\$39
Annual Financial Statement					\$35
Five Year Capital Improvement Budget					\$23
Voucher					\$41
Business License Listing					\$30
Mailing Labels for Business License					\$41
Abatement Lien					\$52
Photocopies (first page)					\$4
Photocopies (per copy of B/W)					\$0.13
Photocopies (per copy of color)					\$0.23
Public Hearing Processing Fee					Actual Cost
Returned Items					\$50
Electronic Payment Processing Fees					Up to 5% of the total amount
Donation Bin Permit/Renewal Processing Fee					\$50 annually
Donation Bin Permit Sticker (replacement)					\$14
Research					Actual Cost
COMMUNITY DEVELOPMENT:					
BUILDING DIVISION:					
Building Inspection Fee (minimum 1 hour)					\$130 per hour
Monthly Building Activity Reports (per fiscal year)					\$37
Building Permit Plan Reproduction (smaller than 11x17)					\$93
Building Permit Plan Reproduction (larger than 11x17)					\$185
PLANNING DIVISION:					
Building Permit Application Plan Review (15 mins.)					\$59
Building Permit Application Plan Review (16 to 30 mins.)					\$118
Building Permit Application Plan Review (over 30 mins.)					\$236
General Plan (Copy or Disk)					\$71
General Plan EIR (Copy or Disk)					\$77
Specific Plan Application					Deposit \$10,373, Actual Cost + 20%
Specific Plan Preparation					Actual cost + 20%
Housing Element (Copy or Disk)					\$48
General Plan or Zoning Map Reproduction					\$17
Street Tree Master Plan					\$39
Annexation Application					\$3,128 plus \$115 per acre
Appeal of Staff Decision to Planning Commission					\$256
Appeal of Planning Commission Decision to City Council					\$256
Environmental Assessment (Review of private prepared document)					Actual Cost + 20%
Environmental Assessment Preparation for Private Development Project					Actual Cost + 20%
Environmental Impact Report Preparation					Actual Cost + 20%
General Plan Amendment Preparation					Deposit \$2,074, Actual cost + 20%

**Miscellaneous Fee Schedule
Fiscal Year 2026-27**

**CPI% increase for FY 26/27
3.518%**

MISCELLANEOUS FEES:

Home Occupation Permit					\$238
Lot Line Adjustment					Deposit \$690 + actual cost
Lot Merger					Deposit \$690 + actual cost
Monthly Building Activity Reports (per fiscal year)					\$36
Pre-zoning					Deposit \$2,084 + actual cost
Reversion to Acreage					Deposit \$690 + actual cost
Sign Review					\$201
Site & Architectural Plan Review					Deposit \$1,050 + actual cost
Tentative Subdivision Map					Deposit \$3,110 + \$62 per lot, Actual Cost + 20%
Tentative Parcel Map					Deposit \$1,915 + \$62 per lot, Actual Cost + 20%
Condominium Conversion					Actual Cost + 20%
Regular Conditional Use Permit					Actual Cost. \$2,000 Minimum Deposit
Conditional Use Permit Amendment					\$382
Conditional Use Permit Monitoring					\$150 Annually
Commercial Conditional Use Permit General Plan Update Fee					\$262
Variance					Deposit \$1,014, Actual Cost + 20%
Zone Change					Deposit \$1,886, Actual Cost + 20%
Zoning Ordinance Text Amendment					Deposit \$1,886, Actual Cost + 20%
Time Extension Request Application					Original Application Fee
Planned Development Zone:					
Master Plan Application					Deposit \$2,290, Actual Cost + 20%
Final Development Plan Application					Deposit \$2,290, Actual Cost + 20%
Planned Development Amendment:					Deposit \$1,154, Actual Cost + 20%
Development Agreement Preparation					Actual Cost + 20%
BUSINESS LICENSE:					
Nonrefundable License Application Fee					\$42
Appeal Fee					Actual Cost
Amendment to Business License Fee					\$32
Duplicate License Fee					\$5
CANNABIS REGULATORY PERMIT:					
Cannabis Application Fee					Actual Cost. \$1,500 Minimum Deposit
Cannabis Application Renewal Fee					\$365
Appeal Fee					Actual Cost
Cannabis Regulatory Permit, Annual					\$15,000
Cannabis Regulatory Permit Amendment					\$400
ENGINEERING DIVISION:					
Cost Recovery, Legal Services					Actual Cost + 20%
Improvement Standards and Specifications Book					\$41
Map or Document Research (minimum 1 hour)					Actual Cost + 20%
Improvement Plans Review, City Staff					3% of value
Improvement Plans Review, Consultant					Deposit 3% of value, Actual Cost + 20%
Traffic Plan Check Review					Actual Cost
Storm Water Quality Control Plan Review					\$849
Swimming Pool Permit					\$41
Encroachment Permit					3% of value (\$264 minimum)
Encroachment Permit for Public Utilities (AT&T, PG&E, MID, Comcast, etc.)					\$329
Inspections for Public Utilities Company Permits, City Staff					\$137 per hour
Inspections for Public Utilities Company Permits, Consultant					Actual Cost + 20%

Miscellaneous Fee Schedule
Fiscal Year 2026-27

CPI% increase for FY 26/27
3.518%

MISCELLANEOUS FEES:

Well Construction (except drinking water)					\$329
Well Abandonment					\$329
Encroachment Permit for Driveway Approach Replacement					\$329
Encroachment Permit for Sidewalk Replacement					\$329
Encroachment Permit for Utilities Installation (Street Cuts)					\$443
*Trench Deposit, Single Utility (held for 12 months)					Deposit \$2,538 + Actual Cost
*Trench Deposit, Multi Utilities (12 months from excavation of last trench)					Deposit \$6,679 + Actual Cost
*Trench deposits are not required for projects covered under a warranty bond					
On-Site Inspections					3% of value
Off-Site Inspections					3% of value
False Alarms (within a 12 month period at a single site) False alarms are not subject to CPI Adjustment					
PUBLIC WORKS:					
Administrative Fee					20% for all billable charges
Street Sweeper and Clean-Up Fee (minimum 2 hours)					Actual Cost
Barricade Rental					\$6 each-first day, \$1 each-each day after
Emergency Labor, Equipment and Materials					Actual Cost
Hydrant Use or Construction Water (meter cost plus actual cost)					Deposit \$559 plus installation \$47 plus \$5 per thousand gallons of usage
Delinquent Backflow Testing					\$150 plus actual cost for repair parts if needed
Water Problem (call out) Evaluation (minimum 2 hours)					Actual Cost
After Hour Reconnection Fee (SB 998)					\$164
Red Tags (second and subsequent notices)					Actual Cost
Commercial Recycling					Actual Cost plus 11%
POLICE:					
Background Check Fee					\$144
Copies					.10 cents (per page)
Photos					\$15 per CD; \$1 per page if printed
Unconsensual Franchise Tow Fee (Per Vehicle)					\$66
Second Hand Dealer/Pawn Broker License (initial)					\$0
False Alarms (first and second incident)					\$0
False Alarms (third thru fifth**)					\$71
False Alarms (sixth and subsequent**)					\$143
False Alarms (maximum fee per day)					\$357
**If both Police and Fire respond to false alarm, only one charge shall be assessed per incident					
Domestic Fowl/Animal Permit					\$32
Cats/Dogs Redeemed (first occurrence)					\$74
Cats/Dogs Redeemed (second occurrence)					\$148
Animals to Pound, Requested by Owner					\$131
Clearance Letter					\$33
Dance Permit					\$39
Fingerprint Card					\$66
Bicycle License					\$7
Amplified Sound Permit					\$52
Second Hand Dealer/Pawn Broker License (renewal)					\$39
Alcohol Consumption Permit (City property, per event)					\$52
Solicitor Permit (non-profit)					\$26
Solicitor Permit (profit)					\$52
Handgun Dealer Permit (initial)					\$52
Handgun Dealer Permit (renewal)					\$33

Miscellaneous Fee Schedule
Fiscal Year 2026-27

CPI% increase for FY 26/27
3.518%

MISCELLANEOUS FEES:

Neighborhood Watch Program					\$0
Police Reports, Crime/Accident (first 4 pages)					\$26
Jail Booking					County Cost plus 20%
Citation Sign-Off (for non-Atwater resident)					\$19
Stored Vehicle Release					\$298
Repossession Filing Fee (mandated by State Gov. Code 41612)					\$21
Concealed Weapon Permit (initial)					\$233
Concealed Weapon Permit (renewal)					\$180
Emergency Response (Gov. Code 53150-53158)					Actual Cost plus 15%
1 - 5,000 sq. ft.					\$52
Taxi Cab Permit (initial)					\$52
Taxi Cab Permit (renewal)					\$33
Tow Cab Franchise Fee					\$65
Abandoned Cart Fee					\$50 per cart, per pick-up
Code Enforcement Reinspection Fee					\$57
FIRE:					
1,251 GPM (16 hour maximum) 1251-1500					\$96/hour
1,501 GPM (16 hour maximum) 1501-2000					\$98.50/hour
Pick-Up (16 hour maximum)					\$62/hour
Works Comp.					Actual Cost
Administration (OES)					Actual Cost
Annual Inspections and New Business Inspections					
Low Hazard Inspection (businesses, industries, merchandise) Per Hour:					
Occupancy types: A (<50 People), B, C, F-2, M, S-2, U					
1 - 5,000 sq. ft. (first inspection)					\$146
First Re-Inspection					\$162
Second Re-Inspection					\$179
5,001 - 10,000 sq. ft. (first inspection)					\$157
First Re-Inspection					\$173
Second Re-Inspection					\$190
10,001 - 20,000 sq. ft. (first inspection)					\$168
First Re-Inspection					\$184
Second Re-Inspection					\$201
20,001 - 40,000 sq. ft. (first inspection)					\$201
First Re-Inspection					\$217
Second Re-Inspection					\$233
40,001 - 80,000 sq. ft. (first inspection)					\$212
First Re-Inspection					\$228
Second Re-Inspection					\$244
80,001 - 120,000 sq. ft. (first inspection)					\$223
First Re-Inspection					\$239
Second Re-Inspection					\$255
120,001 - 150,000 sq. ft. (first inspection)					\$288
First Re-Inspection					\$305
Second Re-Inspection					\$321
150,001 - 200,000 sq. ft. (first inspection)					\$354
First Re-Inspection					\$370
Second Re-Inspection					\$387
200,001+ sq. ft. (first inspection)					\$420
First Re-Inspection					\$436
Second Re-Inspection					\$453
Moderate-High Hazard Inspection (50+ gather, education facility, high fire area, hospitals, residential, storage) Per Hour:					

Miscellaneous Fee Schedule
Fiscal Year 2026-27

CPI% increase for FY 26/27
3.518%

MISCELLANEOUS FEES:

Occupancy types: A (>50 People), E, F-1, H-1-5, I-1-3, I-4, L, R-1-4, S-1				
1 - 5,000 sq. ft. (first inspection)				\$146
First Re-Inspection				\$162
Second Re-Inspection				\$179
5,001 - 10,000 sq. ft. (first inspection)				\$157
First Re-Inspection				\$173
Second Re-Inspection				\$190
10,001 - 20,000 sq. ft. (first inspection)				\$168
First Re-Inspection				\$184
Second Re-Inspection				\$201
20,001 - 40,000 sq. ft. (first inspection)				\$223
First Re-Inspection				\$239
Second Re-Inspection				\$255
40,001 - 80,000 sq. ft. (first inspection)				\$233
First Re-Inspection				\$250
Second Re-Inspection				\$266
80,001 - 120,000 sq. ft. (first inspection)				\$244
First Re-Inspection				\$261
Second Re-Inspection				\$277
120,001 - 150,000 sq. ft. (first inspection)				\$332
First Re-Inspection				\$349
Second Re-Inspection				\$365
150,001 - 200,000 sq. ft. (first inspection)				\$420
First Re-Inspection				\$436
Second Re-Inspection				\$453
200,001+ sq. ft. (first inspection)				\$508
First Re-Inspection				\$524
Second Re-Inspection				\$540
Other Inspections/Rates:				
Inspections:				
Christmas Tree Lots or Sale Areas at Car Sales				\$70
Board and Care Facilities (full time patient care, State mandated inspection, 7 - 50 occupants)				\$147
Board and Care Facilities (full time patient care, State mandated inspection, over 50 occupants)				\$238
Daycare Facilities (more than 6 children, State mandated inspection)				\$147
Fire Safety Application Review				\$238
Fire Safety Plan Review				\$238
Aircraft Refueling Vehicle (initial)				\$345
Occupancy Permits				\$77
Penalty Charges (unauthorized occupancy)				\$161
Tents and Air-Supported Structures (per 200 sq. ft., except for camping)				\$130
Rates:				\$0
Hydrant Flow Data-Per Hydrant				\$304
Weed Abatement				Contractors Cost plus 20%
Consultation				\$130
Fire Cause Investigation				\$130
Stand-by or Fire Watch				\$158
Operational Permits:				\$0
Tanks: Hazardous Material Storage, Installation/Removal				\$158
Aerosol Products Permit (retail storage, under exempt amounts per sq. ft.)				\$142
Aerosol Products Permit (warehouse and storage)				\$284
Aircraft Repair Hanger				\$142

**Miscellaneous Fee Schedule
Fiscal Year 2026-27**

**CPI% increase for FY 26/27
3.518%**

MISCELLANEOUS FEES:

Commercial Rubbish Handling Operation (initial)						\$213
Aircraft Refueling Vehicle (renewal)						\$142
Asbestos Removal Permit						\$213
Automobile Wrecking Yard						\$213
Battery System						\$284
Bowling Pin or Alley Refinishing (initial)						\$284
Bowling Pin or Alley Refinishing (renewal)						\$224
Candles/Open Flame in Assembly Area (single use permit)						\$49
Candles/Open Flame in Assembly Area (on-going facility permit)						\$224
Carnivals and Fairs						\$159
Cellulose Nitrate Film						\$288
Cellulose Nitrate Storage						\$288
Combustible Fiber Storage						\$353
Combustible Material Storage						\$159
Compressed Gas, Store/Handle/Use (initial)						\$288
Compressed Gas, Store/Handle/Use (renewal)						\$159
Containers/Tanks (initial)						\$224
Commercial Rubbish Handling Operation (renewal)						\$159
Cryogen Use, Plan Check/Install/Inspection/Use (initial)						\$445
Cryogen Use, Plan Check/Install/Inspection/Use (renewal)						\$178
Dry Cleaning Plants (initial)						\$288
Dry Cleaning Plants (renewal)						\$224
Dust Producing Operation (initial)						\$288
Dust Producing Operation (renewal)						\$224
Explosive or Blasting Agent (permit and 2 blasts)						\$224
Explosive or Blasting Agent (more than 2 blasts)						\$70
Fireworks Ground Display						\$159
Fireworks, Pyrotechnic Special Effects (theatrical/movies)						\$159
Fireworks, Aerial Display (includes ground display)						\$353
Flammable or Combustible Liquids						\$353
Retail Storage (under exempt amount per control area)						\$70
Pipeline, Operations/Excavation						\$159
Liquid or Gas Fueled Vehicles or Equipment in Assembly						\$353
Containers/Tanks (renewal)						\$224
Underground Tanks						\$159
Tank Removal						\$224
Tank Vehicles (initial)						\$224
Tank Vehicles (renewal)						\$159
Fruit Ripening						\$159
Fumigation or Thermal Insecticides Fogging						\$159
Hazardous Materials, Retail Storage (under exempt amount per control area)						\$159
Hazardous Materials, Storage/Handle/Use (initial)						\$566
Hazardous Materials, Storage/Handle/Use (renewal)						\$224
Hazardous Production Materials						\$436
High Piled Combustible Stock (initial)						\$436
High Piled Combustible Stock (renewal)						\$288
LPG - Non Single Family Dwelling						\$288
LPG - Single Family Dwelling						\$159
Special Use/Event Permit						\$159
Lumber Yards						\$224
Magnesium Working						\$288
Mall Covered						\$288

Miscellaneous Fee Schedule
Fiscal Year 2026-27

CPI% increase for FY 26/27
3.518%

MISCELLANEOUS FEES:

Motor Vehicle Fuel Dispensing Station					\$288
Motor Vehicle Refueling Unit					\$288
Open Fires (includes bonfires & burn permits)					\$70
Organic Coating (initial)					\$562
Organic Coating (renewal)					\$432
Ovens, Industrial Baking or Drying (initial)					\$224
Ovens, Industrial Baking or Drying (renewal)					\$159
Radioactive Materials (initial)					\$288
Radioactive Materials (renewal)					\$159
Refrigeration Equipment, Install/Operate (initial)					\$353
Refrigeration Equipment, Install/Operate (renewal)					\$224
Repair Garages					\$159
Administration (OES)					\$159
Spraying or Dipping (initial)					\$419
Spraying or Dipping (renewal)					\$224
Tents/Canopy/Membrane Structures - Non High Fire Hazard Area (100 occupants)					\$159
Tents (all others)					\$419
Tire Storage					\$224
Wood Products					\$288
Hot Work and Cutting Operations (within occupancy and mobile)					\$224
Fireworks Stands/Booth Application Fee					\$193
Firework Stand/Storage/Display Inspection					\$147
Special Events Fire and Life Safety					
Cost Recovery/Miscellaneous:					
1,250-1500 GPM (16 hour maximum)					\$118
1,501-2000 GPM (16 hour maximum)					\$122
Pick-Up (16 hour maximum)					\$81
Works Comp.					Actual Cost
Rent: Private Organization (per hour)					\$0.20
Fire Reports					\$20
Street Spills					\$58 plus Actual Cost
False Alarms (within a 12 month period at a single site) False alarms are not subject to COLA					
False Alarms (first and second incident)					\$0
False Alarms (third thru fifth**)					\$70
False Alarms (sixth and subsequent**)					\$140
False Alarms (maximum fee per day)					\$349
**If both Police and Fire respond to false alarm, only one charge shall be assessed per incident.					
PARKS, RECREATION & COMMUNITY EVENTS					
Community Center, Multipurpose Room					
Reservation and Cleaning Deposit					\$350
Cancellation Fee: Less than 10 Days of Rental					Forfeit of all rental fees
Cancellation Fee: More than 10 Days of Rental					\$175
Cancellation Fee: More than 30 Days of Rental					\$80
Rent: Private Organization (per hour)					\$100
Rent: Non-Profit/Senior Organization (per hour)					\$70
Rent: Private Organization (per day)					\$2,400
Rent: Non-Profit/Senior Organization (per day)					\$1,680
Facility Attendant, (per hour)					\$35
Community Center, Multipurpose Room & Evelyn Chambers Senior Room					
Reservation and Cleaning Deposit					\$525
Cancellation Fee: Less than 10 Days of Rental					Forfeit Deposit

Miscellaneous Fee Schedule
Fiscal Year 2026-27

CPI% increase for FY 26/27
3.518%

MISCELLANEOUS FEES:

Cancellation Fee: More than 10 Days of Rental					\$175
Cancellation Fee: More than 30 Days of Rental					\$80
Rent: Private Organization (per hour)					\$140
Rent: Non-Profit/Senior Organization (per hour)					\$90
Rent: Private Organization (per day)					\$3,360
Rent: Non-Profit/Senior Organization (per day)					\$2,160
Facility Attendant, (per hour)					\$35
Community Center, Evelyn Chambers Senior Room					
Reservation and Cleaning Deposit					\$210
Cancellation Fee: Less than 10 Days of Rental					Forfeit of all rental fees
Cancellation Fee: More than 10 Days of Rental					\$105
Cancellation Fee: More than 30 Days of Rental					\$80
Rent: Private Organization (per hour)					\$75
Rent: Non-Profit/Senior Organization (per hour)					\$40
Rent: Private Organization (per day)					\$1,800
Rent: Non-Profit/Senior Organization (per day)					\$960
Facility Attendant, (per hour)					\$35
Community Center, Jessie Frago or Andy Longinotti Meeting Rooms					
Reservation and Cleaning Deposit					\$210
Cancellation Fee: Less than 10 Days of Rental					Forfeit of all rental fees
Cancellation Fee: More than 10 Days of Rental					\$105
Cancellation Fee: More than 30 Days of Rental					\$80
Rent: Private Organization (per hour)					\$65
Rent: Non-Profit/Senior Organization (per hour)					\$40
Rent: Private Organization (per day)					\$1,560
Rent: Non-Profit/Senior Organization (per day)					\$960
Facility Attendant, (per hour)					\$35
Community Center, Kitchen					
Reservation and Cleaning Deposit					\$210
Cancellation Fee: Less than 10 Days of Rental					Forfeit of all rental fees
Cancellation Fee: More than 10 Days of Rental					\$105
Cancellation Fee: More than 30 Days of Rental					\$80
Senior Citizen Groups with Kitchen (per hour)					\$40
Rent: Non-Profit/Senior Organization (per hour)					\$35
Senior Citizen Groups with Kitchen (per day)					\$960
Rent: Non-Profit/Senior Organization (per day)					\$840
Table & Chair Fees:					
Table & Chair Set Up and Usage Fee					\$125
Table & Chair Set up and Usage Fee for Senior Citizen Organization					\$75
Castle Youth Center					
Birthday Party (2 hours) gym, game room & activity area					\$175
Gym Rental (per hour)					\$60
Facility Attendant, (per hour)					\$35
Veterans Park Pavilion					
Reservation and Cleaning Deposit					\$200
Cancellation Fee: Less than 10 Days of Rental					Forfeit of all rental fees
Cancellation Fee: More than 10 Days of Rental					\$75
Cancellation Fee: More than 30 Days of Rental					\$80
Atwater Resident Rental Fee with Kitchen					\$250
Senior/Civic/Schools/Non-Profit Organization with Kitchen					\$200
Osborn and Miyake Ball Field Tournament without Lights (per field per day)					\$175
Facility Attendant, (per hour)					\$35

Miscellaneous Fee Schedule
Fiscal Year 2026-27

CPI% increase for FY 26/27
3.518%

MISCELLANEOUS FEES:

Bloss Grounds						
Deposit						\$350
Private Party (2 hour minimum)						\$80 per hour
Non-Profit / Senior Group (2 hour minimum)						\$40 per hour
Facility Attendant, (per hour)						\$35
Photography Session (2 hour minimum) - <u>Exclusive Use Only</u>						\$30 per hour
Bloss Library Museum						
Private Usage						\$50 per hour
Non-Profit / Senior Group						No Charge
Facility Attendant, (per hour)						\$35
Field Rentals						
Osborn and Miyake Ball Field Deposit						\$210
Osborn and Miyake Ball Field Rental (per hour)						\$35
Osborn and Miyake Ball Field Rental with Lights (per hour)						\$40
Learn to Swim Program (parent & infant)						\$145
Osborn and Miyake Ball Field Tournament Field Preps (per prep per field per day)						\$75
Veterans Park Football Field Deposit						\$210
Veterans Park Football / Soccer Field, Youth Teams (per day)						\$125
Veterans Park Football Field, Adult Teams (per day)						\$150
Memorial Ball Field Deposit						\$200
Memorial Ball Field (per game)						\$75
Memorial Ball Field Prep						\$75
Memorial Ball Field Light Usage (per hour)						\$40
Joan Faul Soccer Field Deposit						\$210
Joan Faul Soccer Field 1 (per day)						\$100
Joan Faul Soccer Field 2 (per day)						\$100
Joan Faul Soccer Fields 1 & 2 (per day)						\$175
Youth Recreation Programs		Resident	Non Resident			
Osborn Park Tennis Court (per key for one year)		\$80	\$100			
Osborn Park Tennis Court (per key for six months)		\$40	\$50			
Youth Basketball (co-ed, boys and girls, grades K-12) (per player)		\$80	\$105			
Youth Indoor Soccer (per player)		\$75	\$95			
Summer Drop-in Program - Per Week						
Full Day - Per Week		\$90	\$115			
Youth Flag Football (per player)		\$75	\$95			
Youth Volleyball (per player)		\$85	\$105			
Summer Youth Camp (per camp)		\$50	\$70			
Adult Recreation Programs						
Men's Spring Softball		\$550	\$575			
Men's Summer Softball		\$550	\$575			
Men's Fall Softball		\$550	\$575			
Coed Spring Softball		\$550	\$575			
Vendor Fair Booth Rental (12x12)		\$550	\$575			
Coed Fall Softball		\$550	\$575			
Coed Winter Volleyball		\$425	\$450			
Coed Summer Volleyball		\$425	\$450			
Men's Volleyball		\$425	\$450			
Women's Volleyball		\$425	\$450			
Men's Summer Basketball League		\$650	\$675			
Men's Winter Basketball League		\$650	\$675			
Other Recreation Programs						

Miscellaneous Fee Schedule
Fiscal Year 2026-27

CPI% increase for FY 26/27

3.518%

MISCELLANEOUS FEES:

Misc. Recreation Classes & Events	\$10 - \$50	\$10 - \$50
Vendor Fair Booth Rental (12x12)	\$100	\$100
Christmas Parade Entry Fee	\$45	\$45
Christmas Parade Additional Horse Entry Fee (per horse)	\$5	\$5

**Miscellaneous Fee Schedule
Fiscal Year 2026-27**

**CPI% increase for FY 26/27
3.518%**

MISCELLANEOUS FEES:

Sanitation		
Other/Additional Services/One-Time/Temporary	Billing Frequency	
Single-Family & Multi-Family (2-4 units w/CARTS)		
Residential Large Item Pick-up - Includes up to two (2) Items	Per Occurrence	\$63
Restart of Services (Auto Resume Fee)	Per Occurrence	\$0
Cart Delivery	Per Occurrence	\$105
Cart Removal	Per Occurrence	\$0
Cart Exchange	Per Occurrence	\$79
Residential Cart Replacement Fee	Per Occurrence	\$79
Overloaded/Contamination Fee 1st Occurrence (any cart)	Per Occurrence	\$27
Overloaded/Contamination Fee 2nd Occurrence (any cart)	Per Occurrence	\$32
Temporary Bins- Available to ALL Property Types		
3 Cubic Yard Temporary Bin		
Delivery, Removal and up to 7 days rental	Per Bin	\$236
Each additional pickup	Per Occurrence	\$110
4 Cubic Yard Temporary Bin		
Delivery, Removal and up to 7 days rental	Per Bin	\$292
Each additional pickup	Per Occurrence	\$127
Multi-Family (5+ units) ** Commercial -All ** Multi-Family (2-4 units)		
(Bin or Cart)	(Bin or Cart)	(Bin ONLY)
Cart Contamination / Overloaded	Per Occurrence	\$27
Bin Contamination / Overloaded	Per Cubic Year	\$32
Special Services:		
Special Pick-Up up to 3 cubic yards	Each	\$218
Additional Standby and Loading Time	Per Hour	\$144
Large Venue Events (Non-City Events)	Per Occurrence	\$218
Other Services:		
Locking Bin, Lock on Gate, enclosure monthly fee	Per Lock, Per Month	\$47
Trip Charge/Dry Run	Per Occurrence	\$209
Restart of Services (Auto Resume Fee)	Per Occurrence	\$0
Setup Fee	Per Occurrence	\$0
Delivery Charge	Per Occurrence	\$47
Delivery Charge Commercial Carts	Per Occurrence	\$27
Removal	Per Occurrence	\$79
Exchange Fee	Per Occurrence	\$47
Stinger/Scout Service Fee	Per Bin, Per Service	\$39
Recycling Contamination Fee	Per Occurrence	\$45
Overage Fee	Per Occurrence	\$62
Roll-Off Containers billed on a per pull plus disposal fee		
10 Cubic Yd Container per pull	Per Haul	\$448
20 Cubic Yd Container per pull	Per Haul	\$464
30 Cubic Yd Container per pull	Per Haul	\$477
40 Cubic Yd Container per pull	Per Haul	\$488
Container Rental per day after 7 days	Per Day	\$18

**Miscellaneous Fee Schedule
Fiscal Year 2026-27**

**CPI% increase for FY 26/27
3.518%**

MISCELLANEOUS FEES:

Commercial and Multi-Family Rates (monthly):

Number of Pick Up(s) per week	1x	2x	3x	4x	5x	6x
<small>(Note: includes 32-Gallon Recycling and 32-Gallon Organics)</small>						
Trash:						
64- Gallon Cart	\$48.84	\$70.54	\$92.24	\$113.93	\$135.63	\$157.33
96- Gallon Cart		\$97.66	\$141.06	\$184.45	\$227.85	\$271.23
1 Cubic Yard Bin						\$471.94
2 Cubic Yard Bin	\$184.45	\$314.63	\$444.82	\$575.00	\$705.18	\$835.37
3 Cubic Yard Bin						\$1,052.34
4 Cubic Yard Bin	\$287.51	\$445.42	\$634.67	\$831.15	\$929.99	\$1,114.42
6 Cubic Yard Bin						\$1,301.25
2 Cubic Yard Compactor	\$489.00	\$844.00	\$1,120.00	\$1,555.00	\$1,911.00	\$2,266.00
3 Cubic Yard Compactor	\$637.00	\$1,082.00	\$1,526.00	\$1,970.00	\$2,414.00	\$2,859.00
6 Cubic Yard Compactor	\$1,067.00	\$1,708.00	\$2,298.00	\$2,722.00	\$3,074.00	\$3,538.00
Recycling:						
64- Gallon Cart	\$20.79	\$34.59	\$48.39	\$62.19	\$76.00	\$89.79
96- Gallon Cart	\$21.60	\$36.12	\$50.65	\$65.18	\$79.71	\$94.24
1 Cubic Yard Bin	\$61.95	\$110.38	\$158.81	\$207.25	\$255.67	\$304.11
2 Cubic Yard Bin	\$94.24	\$166.89	\$239.53	\$312.18	\$384.82	\$441.33
3 Cubic Yard Bin	\$110.38	\$207.25	\$279.90	\$352.54	\$433.26	\$522.05
4 Cubic Yard Bin	\$134.60	\$247.61	\$360.61	\$473.62	\$594.70	\$715.77
6 Cubic Yard Bin	\$174.96	\$344.47	\$489.76	\$651.20	\$812.64	\$974.07
2 Cubic Yard Compactor	\$243.00	\$441.00	\$640.00	\$838.00	\$1,036.00	\$1,191.00
3 Cubic Yard Compactor	\$287.00	\$551.00	\$750.00	\$948.00	\$1,168.00	\$1,411.00
6 Cubic Yard Compactor	\$463.00	\$926.00	\$1,323.00	\$1,763.00	\$2,204.00	\$2,645.00
Organics: (Also includes :Green Waste & Food Waste, Green Waste only, & Food Waste only)						
64-Gallon Cart	\$30.64	\$55.82	\$79.60	\$103.39	\$127.17	\$150.96
96-Gallon Cart	\$36.23	\$58.62	\$82.40	\$106.18	\$129.97	\$153.76
1 Cubic Yard Bin	\$110.15	\$180.34	\$264.28	\$348.23	\$432.18	\$516.13
2 Cubic Yard Bin	\$166.35	\$316.06	\$465.76	\$615.47	\$765.18	\$914.88
3 Cubic Yard Bin	\$229.31	\$439.18	\$649.05	\$858.92	\$1,068.78	\$1,278.66
4 Cubic Yard Bin	\$299.27	\$551.11	\$802.95	\$1,054.80	\$1,306.64	\$1,558.48
6 Cubic Yard Bin	\$425.19	\$809.95	\$1,194.71	\$1,579.46	\$1,964.22	\$2,348.98
Push Rate Fee's (monthly):						
	1	2	3	4	5	6
15 Feet	\$37.00	\$73.00	\$105.00	\$131.00	\$157.00	\$183.00
25 Feet	\$47.00	\$89.00	\$131.00	\$172.00	\$214.00	\$256.00
50 Feet	\$157.00	\$251.00	\$344.00	\$468.00	\$532.00	\$626.00
75 Feet	\$188.00	\$292.00	\$397.00	\$501.00	\$605.00	\$709.00
100 Feet	\$261.00	\$391.00	\$522.00	\$652.00	\$782.00	\$1,043.00



**BOARD OF DIRECTORS
AGENDA REPORT**

BOARD OF DIRECTORS

Mike Nelson, Chair
Danny Ambriz John Cale
Kalisa Rochester Brian Raymond

MEETING DATE: June 8, 2026
TO: Mayor and City Council
FROM: Christopher Hoem, City Manager
PREPARED BY: Christopher Hoem, City Manager
SUBJECT: **Resolutions Adopting the Fiscal Year 2026-27 Budget including Five-Year Capital Improvement Plan and Approving Fund Expenditures and Fund Transfers; Establishing Appropriations Limitations; and Amending Classification Plan and Adopting Salary Schedule A-27 Effective June 18, 2026** (City Manager/Executive Director Hoem and Human Resources Director Sousa)

RECOMMENDED COUNCIL ACTION

Open the Public Hearing and receive any testimony given regarding the Fiscal Year 2026-27 Budget;

Close the Public Hearing;

Motion to adopt Joint Authority Resolution No. 3624-26, Resolution No. AFD 1-2026, and Resolution No. SA 2026-1 adopting the Fiscal Year 2026-27 budget, approving Fund Expenditures and Fund Transfers, and a Five-Year Capital Improvement Program with any modifications from the budget review and public hearing; to adopt Resolution No. 3625-26 establishing the Fiscal Year 2026-27 Appropriations Limitation; to adopt Resolution No. 3626-26 amending the City of Atwater Classification Plan and adopting Salary Schedule A-27, effective June 18, 2026; or

Motion to approve staff's recommendation as presented.

I. BACKGROUND/ANALYSIS:

Municipal budgeting policies require the City Council to adopt an annual budget establishing appropriations and authorizing expenditures for the upcoming fiscal year. The proposed Fiscal Year 2026-27 Budget and Five-Year Capital Improvement Program (CIP) provide the financial framework necessary to deliver municipal services, maintain infrastructure, and implement City Council priorities.

The budget was developed through collaboration among City departments, the Finance Department, and the City Manager's Office. Revenue projections were prepared using historical trends, current economic conditions, and available forecasting information. Expenditure requests were evaluated to ensure alignment with operational needs and the City's long-term financial objectives.

The proposed budget continues the City's commitment to prudent financial management and responsible stewardship of public resources.

The General Fund is projected to receive approximately \$21.5 million in revenues and incur approximately \$21.7 million in expenditures. While total expenditures exceed revenues due to planned one-time investments, ongoing revenues exceed ongoing expenditures, resulting in a structural surplus of approximately \$49,000.

Similarly, the Measure B Fund is projected to receive approximately \$5.7 million in revenues and incur approximately \$6.0 million in expenditures. After accounting for one-time expenditures, the fund is projected to maintain a structural surplus of approximately \$4,000.

This is the first budget in recent years in which the General Fund is projected to achieve a structural surplus, meaning recurring revenues are sufficient to support recurring expenditures without reliance on one-time resources.

One-Time Investments

The proposed budget includes several one-time expenditures intended to address facility, equipment, planning, and infrastructure needs.

General Fund one-time expenditures include:

Police Department monument sign: \$16,000

Knox Box key box program: \$13,500

Fire hydrant flow testing: \$3,000

Proposed Community Facilities District formation services: \$27,500

Stormwater Master Plan: \$70,000

Council Chambers audio-visual upgrades: \$14,918

Bloss House repairs: \$75,000

Measure B one-time expenditures include:

Portable radios: \$28,000

Fire hoses and nozzles: \$25,000

Type 1 fire engine outfitting: \$227,000

Electric vehicle response equipment: \$30,000

These expenditures address specific operational needs while avoiding the creation of

future ongoing obligations.

Staffing Changes

The proposed budget includes the addition of one police officer position funded through Measure B revenues. The budget also establishes a dedicated Stormwater Division within the Public Works budget structure to improve transparency and support long-term planning efforts.

As part of ongoing organizational reviews, the budget eliminates the vacant City Engineer position and a vacant Human Resources Assistant position that have remained unfilled for an extended period.

Reserves and Long-Term Liabilities

The proposed budget maintains strong reserve levels, with projected fund balances of approximately:

General Fund: \$17.7 million
Measure B Fund: \$3.1 million

These reserve levels exceed both the City's adopted minimum reserve policy (10%) and the reserve targets established within the City's Strategic Plan (25%).

The budget also increases annual contributions to the City's pension and Other Post-Employment Benefits (OPEB) Section 115 Trusts from \$50,000 each to \$100,000 each. This restores funding to the level budgeted in Fiscal Year 2023-24 and supports the City's long-term strategy of addressing unfunded liabilities.

Capital Improvement Program

The proposed Five-Year Capital Improvement Program identifies planned investments in streets, utility infrastructure, facilities, and public safety assets. Notable projects include roadway improvements on East Broadway and utility infrastructure improvements on Green Sands Avenue, among other projects identified throughout the planning horizon.

The CIP serves as a planning document and may be updated as funding opportunities, project priorities, and community needs evolve.

II. FISCAL IMPACTS:

Adoption of the Fiscal Year 2026-27 Budget will authorize appropriations necessary to fund City operations for the fiscal year beginning July 1, 2026, and ending June 30, 2027.

The proposed budget includes:

- General Fund Revenues: approximately \$21,488,418
- General Fund Expenditures: approximately \$21,659,462
- Measure B Revenues: approximately \$5,724,293
- Measure B Expenditures: approximately \$6,030,281

After accounting for one-time expenses, the proposed budget is structurally balanced and projects modest structural surpluses in both the General Fund and Measure B Fund.

III. LEGAL REVIEW:

This item has been reviewed by the City Attorney's Office.

IV. EXISTING POLICY:

Should the proposed Fiscal Year 2026-27 budget not be adopted, a continuing resolution must be adopted to meet current or immediate obligations until the Fiscal Year 2025-26 budget is adopted by City Council.

V. ALTERNATIVES:

There are no suggested staff alternatives and staff recommendation is to approve the Fiscal Year 2025-26 proposed budget as presented. However, should the proposed Fiscal Year 2026-27 budget not be adopted, a continuing resolution must be adopted to meet current or immediate obligations until the Fiscal Year 2026-27 budget is adopted by the City Council.

VI. INTERDEPARTMENTAL COORDINATION:

The compilation of the City's Annual Budget involves coordinated efforts of all department directors and the City Manager.

VII. PUBLIC PARTICIPATION:

A Public Hearing Notice was published in the Merced Sun Star. Additionally, the public will have an opportunity to provide comment on this item prior to City Council action.


VIII. ENVIRONMENTAL REVIEW:

This item does not meet the definition of a "project" as defined under Section 21065 of the Public Resources Code in that it would not directly or foreseeable indirectly significantly impact the physical environment and therefore is not subject to analysis.

IX. STEPS FOLLOWING APPROVAL:

Following adoption of the Fiscal Year 2026-27 budget, the City Clerk will finalize the resolutions to include in the FY 2026-27 budget document. A copy of the budget document will be made available on the City's website. The FY 2026-27 budget is implemented from July 1, 2026, through June 30, 2027.

Submitted by:



Jana Sousa, Human Resources Director

Submitted and Approved by:



Chris Hoem, City Manager

Attachments:

1. Joint Authority Resolution regarding FY 26-27
2. FY 2026-27 Final Budget Book
3. Resolution FY 2026-27 Appropriations Limitation
4. EXHIBIT A Appropriations Limitation FY 26-27
5. Resolution Adopting Salary Schedule A-27 6.5.26
6. Salary Schedule FY 26-27



CITY OF ATWATER JOINT AUTHORITY RESOLUTION

**RESOLUTION NO. xxxx-26
RESOLUTION NO. AFD x-2026
AND
RESOLUTION NO. SA 2026-x**

**A RESOLUTION OF THE CITY COUNCIL OF THE
CITY OF ATWATER, BOARD OF DIRECTORS OF
THE ATWATER FIRE PROTECTION DISTRICT,
AND GOVERNING BOARD OF THE SUCCESSOR
AGENCY TO THE ATWATER REDEVELOPMENT
AGENCY ADOPTING THE 2026-27 FISCAL YEAR
BUDGET, APPROVING FUND EXPENDITURES
AND FUND TRANSFERS, AND 5-YEAR CAPITAL
IMPROVEMENT PROGRAM**

WHEREAS, the City Manager/Executive Director has submitted to the City Council of the City of Atwater, the Board of Directors of the Atwater Fire Protection District, and the Governing Board of the Successor Agency to the Atwater Redevelopment Agency the 2026-27 Fiscal Year Budget; and

WHEREAS, it is the intention of the City Council of the City of Atwater, the Board of Directors of the Atwater Fire Protection District, and the Governing Board of the Successor Agency to the Atwater Redevelopment Agency to adopt the proposed budget as submitted by the City Manager/Executive Director.

NOW, THEREFORE, BE IT RESOLVED that the 2026-27 Fiscal Year Budget for the City of Atwater, the Atwater Fire Protection District, and the Successor Agency to the Atwater Redevelopment Agency as presented on June 8, 2026 (incorporated by reference herein) is hereby approved by the City Council of the City of Atwater, the Board of Directors of the Atwater Fire Protection District, and the Governing Board of the Successor Agency to the Atwater Redevelopment Agency.

BE IT FURTHER RESOLVED that a copy of the approved 2026-27 Fiscal Year Budget for the City of Atwater, Atwater Fire Protection District, and the Successor Agency to the Atwater Redevelopment Agency shall be available in the office of the City Manager and the City Clerk.

The foregoing resolution is hereby adopted this 8th day of June 2026.

AYES:

NOES:

ABSENT:

APPROVED:

MICHAEL G. NELSON, MAYOR

ATTEST:

KORY J. BILLINGS, CITY CLERK

CITY OF ATWATER



FISCAL YEAR BUDGET

2026-2027

JULY 1, 2026 - JUNE 30, 2027



CITY OF ATWATER

A General Law City
~Incorporated 1922~

City Council

Mike Nelson, Mayor
John Cale, Council Member, District 1
Kalisa Rochester, Council Member, District 2
Danny Ambriz, Council Member, District 3
Brian Raymond, Council Member, District 4

Executive Management Team

Chris Hoem, City Manager
Frank Splendorio, contract City Attorney, Best Best & Krieger
Janell Martin, Assistant City Clerk/Records Coordinator
Jonnie Hanson Lan, Community Development Director
(Vacant), Finance Director
Joshua Randol, Battalion Chief (Operations), CAL FIRE
Robert Carvalho, Battalion Chief (Fire Marshal), CAL FIRE
Jana Sousa, Human Resources Director
Richard McEachin, Police Chief
Justin Vinson, Public Works Director

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CITY OF ATWATER

CITY COUNCIL



John Cale
Councilmember
District 1



Kalisa Rochester
Councilmember
District 2



Mike Nelson
Mayor



Danny Ambriz
Councilmember
District 3



Brian Raymond
Councilmember
District 4



City of Atwater
Office of the City Manager
1160 Fifth Street
Atwater, California 95301
(209) 357-6300
www.atwater.org



CITY OF ATWATER ORGANIZATIONAL CHART 2026

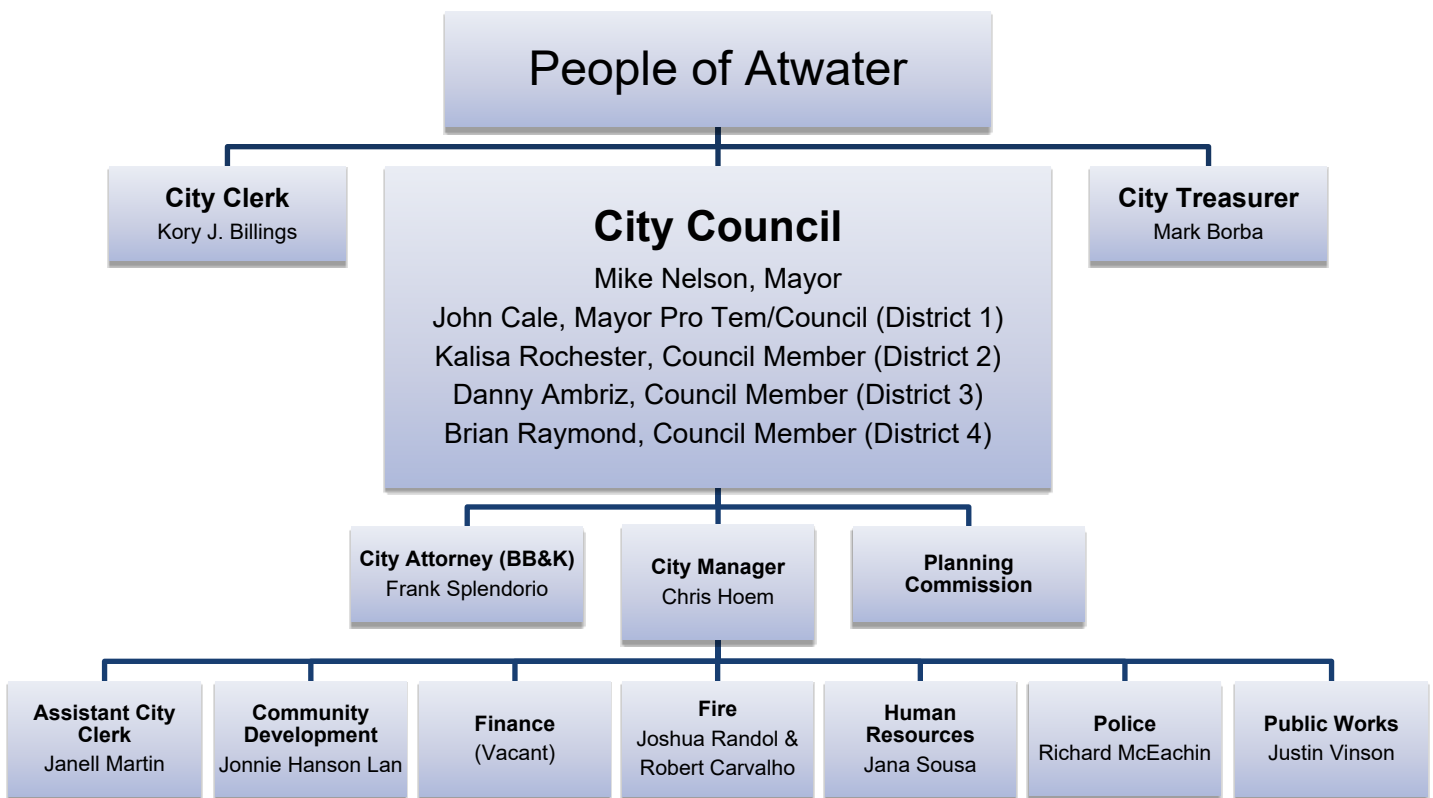




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Supplemental

Resolution No. 3068-19



City of Atwater

OFFICE OF THE CITY MANAGER
1160 FIFTH STREET
ATWATER, CA 95301
(209) 357-6300

City Manager's Budget Message Fiscal Year 2026-27

Honorable Mayor, City Councilmembers, and the residents of Atwater:

I am pleased to present the City of Atwater's Fiscal Year 2026-27 Operating Budget and Five-Year Capital Improvement Plan (CIP). This budget reflects the City's continued commitment to responsible financial management, strategic investment in public services, and long-term sustainability. Most importantly, this budget marks a significant milestone in the City's financial recovery by achieving structural surpluses in both the General Fund and Measure B Fund.

This budget is the result of deliberate planning, disciplined budgeting practices, and the collective efforts of the City Council and staff. Over the past several years, the City has worked diligently to align recurring revenues with recurring expenditures while addressing service needs, infrastructure demands, and organizational priorities. This budget demonstrates that those efforts have produced measurable results and positions the City to move forward from a foundation of fiscal stability.

Financial Overview

The General Fund budget includes approximately \$21.5 million in revenues and \$21.7 million in expenditures. While budgeted expenditures exceed revenues due to planned one-time investments totaling approximately \$220,000, ongoing revenues exceed ongoing expenditures,

resulting in a modest structural surplus.

Similarly, the Measure B Fund budget includes approximately \$5.7 million in revenues and \$6.0 million in expenditures. After accounting for approximately \$310,000 in one-time expenditures, the fund is projected to achieve a slight structural surplus.

The Fiscal Year 2026-27 budget represents the first budget in recent years to achieve structural surpluses in both the General Fund and Measure B Fund. Rather than relying on one-time resources to support ongoing operations, recurring expenditures are now supported by recurring revenues. This accomplishment strengthens the City's long-term financial outlook and provides a more sustainable framework for future budgeting decisions.

Although economic conditions remain relatively stable, challenges persist. Slow sales tax growth, rising pension obligations, and broader economic uncertainty continue to warrant careful monitoring. As a result, this budget maintains conservative revenue assumptions while preserving essential services and continuing investments in community priorities.

One-Time Strategic Investments

This budget includes several one-time expenditures intended to address facility needs, infrastructure planning, public safety improvements, and operational enhancements.

General Fund one-time expenditures include:

New Police Department sign: \$16,000

Knox Box key boxes: \$13,500

Fire hydrant flow testing equipment: \$3,000

Proposed citywide Community Facilities District formation services: \$27,500

Stormwater Master Plan: \$70,000

Council Chambers audio-visual upgrades: \$14,918 (not counting support from other funds)

Bloss House repairs and preservation improvements: \$75,000

Measure B one-time expenditures include:

Portable radios: \$28,000

Fire hoses and nozzles: \$25,000

Type 1 fire engine outfitting: \$227,000

Electric vehicle equipment for fire operations: \$30,000

These investments address specific operational and infrastructure needs while preserving the structural balance achieved within the City's ongoing operations.

Organizational and Service Enhancements

The Fiscal Year 2026-27 budget continues the City's commitment to delivering high-quality services while ensuring that resources are allocated efficiently.

Public safety remains a core priority. The budget adds one new police officer position funded through Measure B, strengthening law enforcement staffing and enhancing the City's ability to respond to community needs. The City also enters the fiscal year with all sworn police officer positions filled, an important accomplishment in a challenging recruitment environment.

The budget also formalizes a dedicated Stormwater Division within Public Works. While stormwater activities have historically been performed as part of broader Public Works operations, establishing a dedicated budgetary structure will improve transparency, support long-term planning efforts, and strengthen the City's ability to manage stormwater infrastructure and regulatory requirements.

As part of ongoing organizational reviews, the budget eliminates the vacant City Engineer position and a vacant Human Resources Assistant position. These changes reflect the City's continued focus on aligning staffing resources with operational needs and service delivery models.

Accomplishments and Progress

Over the past year, the City achieved several significant milestones that have strengthened both municipal operations and community infrastructure.

Among the most notable accomplishments were the adoption of updates to the City's zoning ordinance to create a more business-friendly development environment and the completion of the Strategic Plan 2026-2030, which provides a framework for future decision-making and organizational priorities.

The City also made substantial investments in transportation infrastructure, including:

1. Repaving
 - Olive Avenue
 - Shaffer Road between Atwater Boulevard and Juniper Avenue
 - Mitchell Avenue between Winton Way and the Atwater Canal
 - Carter Way between Winton Way and Springwood Drive
 - Cedar Avenue between First Street and Winton Way
2. Reconstruction of Fruitland Avenue
3. Restriping
 - Atwater Boulevard between Shaffer Road and First Street
 - Juniper Avenue between Shaffer Road and First Street
 - Bellevue Road between Five Corners and Winton Way

The City further enhanced operations through the acquisition of a new electric street sweeper funded through grant resources, reducing the need for local funding while modernizing equipment.

Within public safety, the Police Department established a Street Crimes Unit and reorganized two police officer positions into corporal positions to strengthen supervision and operational

effectiveness. The Fire Department expanded its fleet with the addition of a Type 6 fire engine, enhancing emergency response capabilities.

The City also completed labor relations improvements through the consolidation of the AFSCME Clerical and Miscellaneous bargaining units into a single employee group, streamlining administration and supporting organizational efficiency.

Reserves and Financial Resiliency

The City's financial position remains strong and reflects years of prudent fiscal management. The Fiscal Year 2026-27 budget maintains healthy reserve levels that provide stability, flexibility, and protection against future economic uncertainty.

The General Fund is projected to end the fiscal year with a fund balance of approximately \$17.7 million, while the Measure B Fund is projected to maintain a fund balance of approximately \$3.1 million. These reserve levels significantly exceed the City Council's adopted General Fund reserve policy of 10 percent and surpass the Strategic Plan target of maintaining reserves equal to at least 25 percent of annual expenditures in both the General Fund and Measure B Fund.

Strong reserves serve an important role in ensuring the City's long-term financial sustainability. They provide the capacity to respond to unforeseen emergencies, economic fluctuations, infrastructure needs, and other unexpected challenges without disrupting essential public services. They also strengthen the City's ability to make strategic investments, support capital improvement projects, and maintain financial flexibility as community needs evolve.

The City remains committed to preserving adequate reserve levels while balancing the need to invest in infrastructure, public safety, and organizational priorities. Maintaining this balance will continue to be an important component of the City's long-term financial strategy and commitment to responsible stewardship of public resources.

Additionally, the City has strengthened its long-term pension and other post-employment benefits (OPEB) funding strategy by increasing annual budgeted contributions to Section 115 Trusts for both obligations from \$50,000 to \$100,000 each in Fiscal Year 2026-27. This adjustment restores contributions to their historical level from Fiscal Year 2023-24 and reflects a renewed commitment to addressing long-term liabilities in a disciplined and sustainable manner.

Looking Ahead

As the City enters Fiscal Year 2026-27, the focus shifts from financial stabilization to maintaining long-term sustainability. Achieving structural surpluses is an important accomplishment, but continued discipline will be necessary to preserve that progress.

The City will continue monitoring revenue trends, evaluating expenditure growth, and pursuing opportunities to improve operational effectiveness. Planned capital investments, including improvements to East Broadway and utility infrastructure improvements along Green Sands Avenue, will help maintain critical public assets and support economic development.

By maintaining a balanced approach to service delivery, infrastructure investment, and financial stewardship, the City is well positioned to meet future challenges while continuing to provide high-quality services to residents and businesses.

Closing

This budget reflects the progress the City has made and the values that continue to guide our decision-making. It demonstrates a commitment to fiscal responsibility, transparency, public safety, and the effective delivery of municipal services.

I would like to thank the Mayor and City Council for their leadership and support throughout the budget process. I also extend my appreciation to City staff for their hard work in preparing this budget and helping implement the policies and priorities established by the City Council.

Together, we have reached an important financial milestone. Through continued discipline, prudent planning, and responsible stewardship of public resources, the City of Atwater is well positioned to build upon this success and continue serving our community for years to come.

Respectfully submitted,

A handwritten signature in green ink that reads "Christopher Hoem". The signature is written in a cursive style and is positioned above a solid black horizontal line.

Chris Hoem
City Manager



Mission, Vision and Core Values

Our Mission

The Mission of the City of Atwater is to provide high quality, professional services and a safe family-oriented community where our residents may thrive.

Our Vision

The City of Atwater is a regional leader in sustainable development offering a safe and welcoming community with a thriving downtown and stable economy that supports our growing population.

Our Core Values

*Integrity
Collaboration
Transparency
Diversity*

*Respect
Customer Service
Innovation
Responsiveness*

Summary Information

City of Atwater
Fiscal Year 2026-27 Budget

PERSONNEL BY DEPARTMENT

Department	Position	2023-24	2024-25	2025-26	2026-27
Administration	City Manager	1.00	1.00	1.00	1.00
	Assistant City Clerk/Records Coordinator	1.00	1.00	1.00	1.00
	Executive Assistant	0.00	1.00	1.00	1.00
	Administrative Assistant I/II	2.00	1.00	0.00	0.00
		4.00	4.00	3.00	3.00
Community Development	Deputy City Manager/Community Development Director	0.00	1.00	0.00	0.00
	Community Development Director	1.00	0.00	1.00	1.00
	City Engineer	1.00	1.00	1.00	0.00
	Chief Building Official/Fire Code Official	1.00	1.00	1.00	1.00
	Civil Engineering Assistant	1.00	1.00	1.00	0.00
	Civil Engineering Associate	0.00	0.00	0.00	1.00
	Senior Planner	1.00	1.00	1.00	1.00
	Assistant Planner	0.00	1.00	0.00	0.00
	Planning Technician	0.00	0.00	1.00	1.00
	Executive Assistant	1.00	1.00	1.00	1.00
	Project Accountant/Successor Agency Assistant	1.00	1.00	1.00	1.00
	Building Permit Technician I/II	1.00	1.00	2.00	2.00
	Administrative Assistant I/II	2.00	2.00	1.00	1.00
		10.00	11.00	11.00	10.00
Finance	Finance Director	1.00	1.00	1.00	1.00
	Finance Analyst - Special Projects (<i>part-time position</i>)	0.50	0.50	0.50	0.50
	Finance Operations Manager	1.00	1.00	1.00	1.00
	Accountant I/II	1.00	2.00	2.00	2.00
	Accounting Technician I/II	2.00	2.00	2.00	2.00
	Account Clerk I/II	4.00	4.00	4.00	4.00
		9.50	10.50	10.50	10.50
Human Resources	Human Resources Director	0.00	1.00	1.00	1.00
	Human Resources Manager	1.00	0.00	0.00	0.00
	Human Resources Analyst	1.00	1.00	2.00	2.00
	Human Resources Technician I/II	3.00	3.00	1.00	1.00
	Human Resources Assistant	0.00	0.00	1.00	0.00
		5.00	5.00	5.00	4.00
Police	Police Chief	1.00	1.00	1.00	1.00
	Police Lieutenant	1.00	1.00	1.00	1.00
	Police Sergeant	5.00	5.00	5.00	5.00
	Police Corporal	2.00	0.00	0.00	2.00
	Police Officer Recruit / Police Officer	19.00	19.00	19.00	18.00
	Police Administrative Supervisor	1.00	0.00	0.00	0.00
	Executive Assistant	0.00	1.00	1.00	1.00
	Public Safety Communications Supervisor	0.00	1.00	1.00	1.00
	Public Safety Dispatcher	7.00	6.00	6.00	6.00
	Public Safety Records Supervisor	0.00	1.00	1.00	1.00
	Police Clerk I/II	2.00	2.00	2.00	2.00
	Code Enforcement Manager	1.00	1.00	1.00	1.00
	Code Enforcement Officer	2.00	1.00	1.00	1.00
	Community Services Officer (<i>includes part-time positions</i>)	2.00	1.00	2.00	2.00
	43.00	40.00	41.00	42.00	
Public Works	Public Works Director	1.00	1.00	1.00	1.00
	Public Works Superintendent	1.00	1.00	1.00	1.00
	Sewer Division Supervisor	1.00	1.00	1.00	1.00
	Executive Assistant	1.00	1.00	1.00	1.00
	Administrative Assistant I	1.00	1.00	1.00	1.00
	Recreation Supervisor	1.00	1.00	1.00	1.00
	Recreation Coordinator	1.00	1.00	1.00	1.00
	Recreation Leader (<i>part-time position</i>)	4.00	4.00	2.50	2.50
	Events Coordinator	0.50	1.00	0.00	0.00
	Administrative Assistant I/II	1.00	0.00	0.00	0.00
Public Works (cont.)	Systems Technician	1.00	1.00	1.00	1.00
	Streets & Parks Division Supervisor	1.00	1.00	1.00	1.00
	Streets Maintenance Worker I/II (<i>includes part-time position</i>)	4.50	4.50	4.50	4.50
	Parks Maintenance Worker I (<i>includes part-time position</i>)	4.50	4.50	4.50	4.50
	Water Division Supervisor	1.00	1.00	1.00	1.00
	Water Systems Pump Operator	1.00	1.00	1.00	1.00
	Water Systems Operators I/II	6.00	6.00	8.00	8.00
	Sewer Maintenance Worker I/II/III	8.00	8.00	8.00	8.00
	Building Maintenance Worker I (<i>includes part-time position</i>)	1.50	1.50	2.00	2.00
	Mechanic I/II	2.00	2.00	2.00	2.00
		43.00	42.50	42.50	42.50
	GRAND TOTAL	114.5	113.0	113.0	112.0

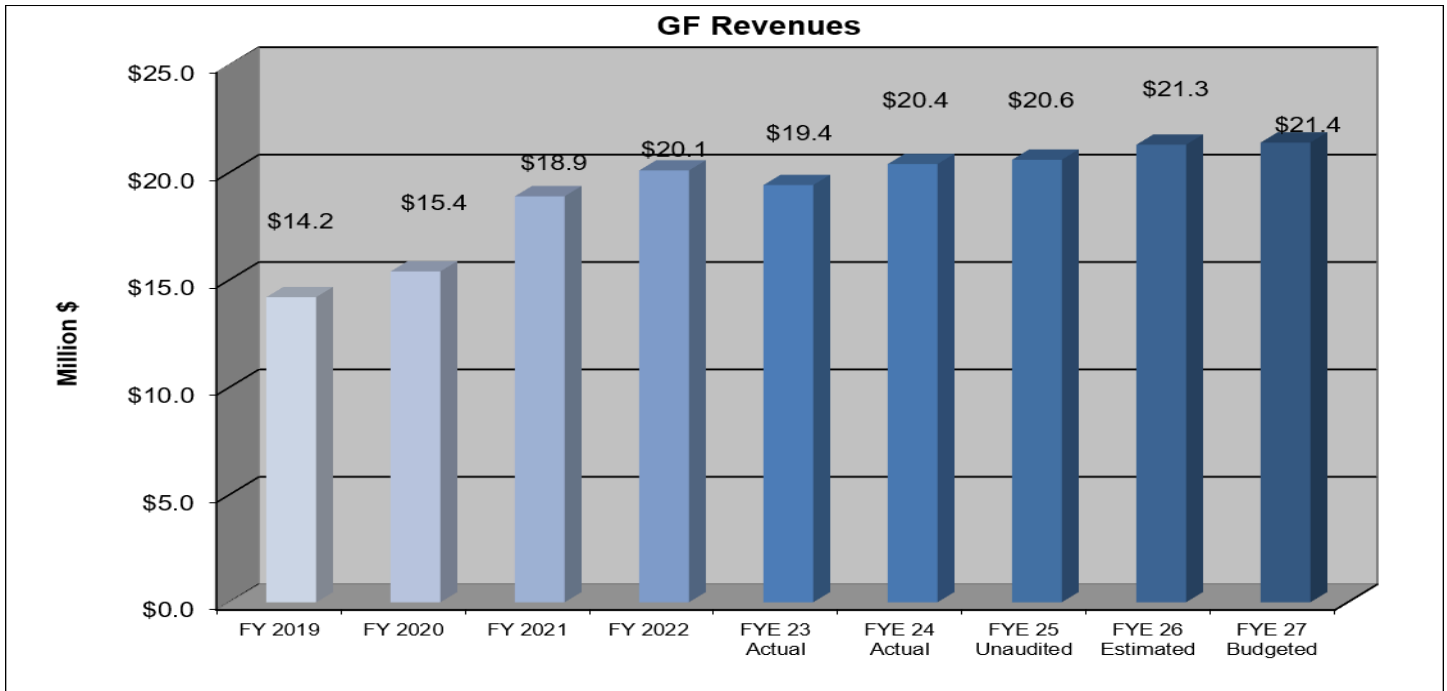
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City of Atwater

Fiscal Year 2026-27 Budget

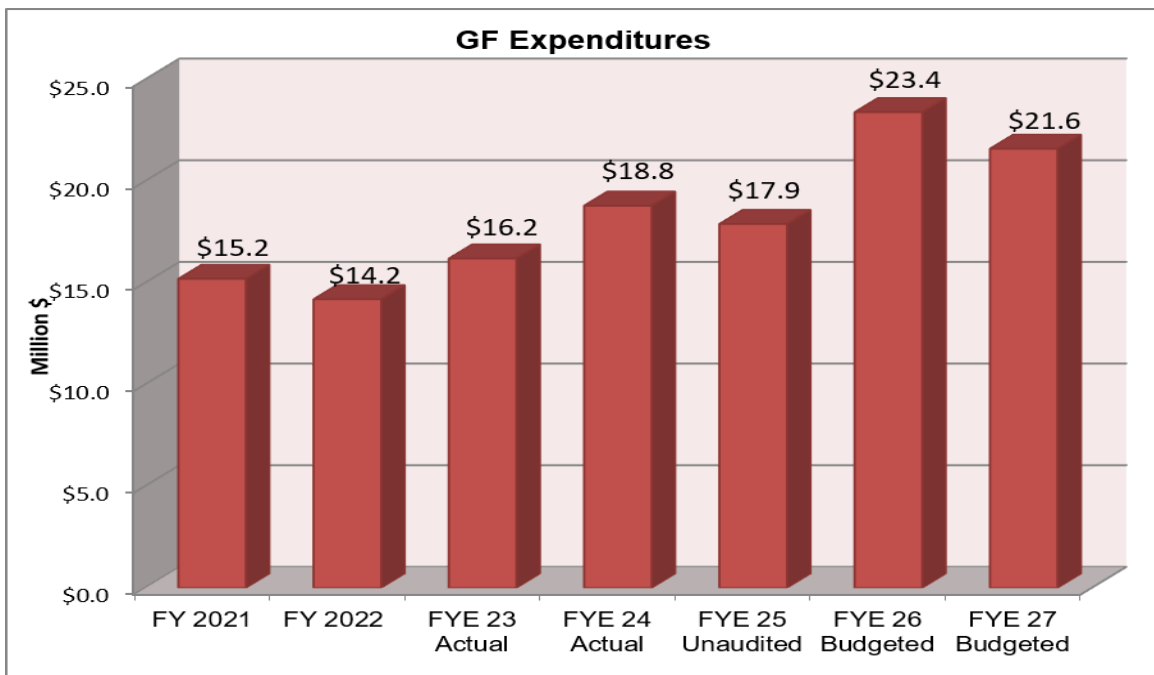
GENERAL FUND REVENUE HISTORY

Fiscal Years 2020-21 through projected 2026-27



GENERAL FUND EXPENDITURE HISTORY

Fiscal Years 2020-21 through projected 2026-27



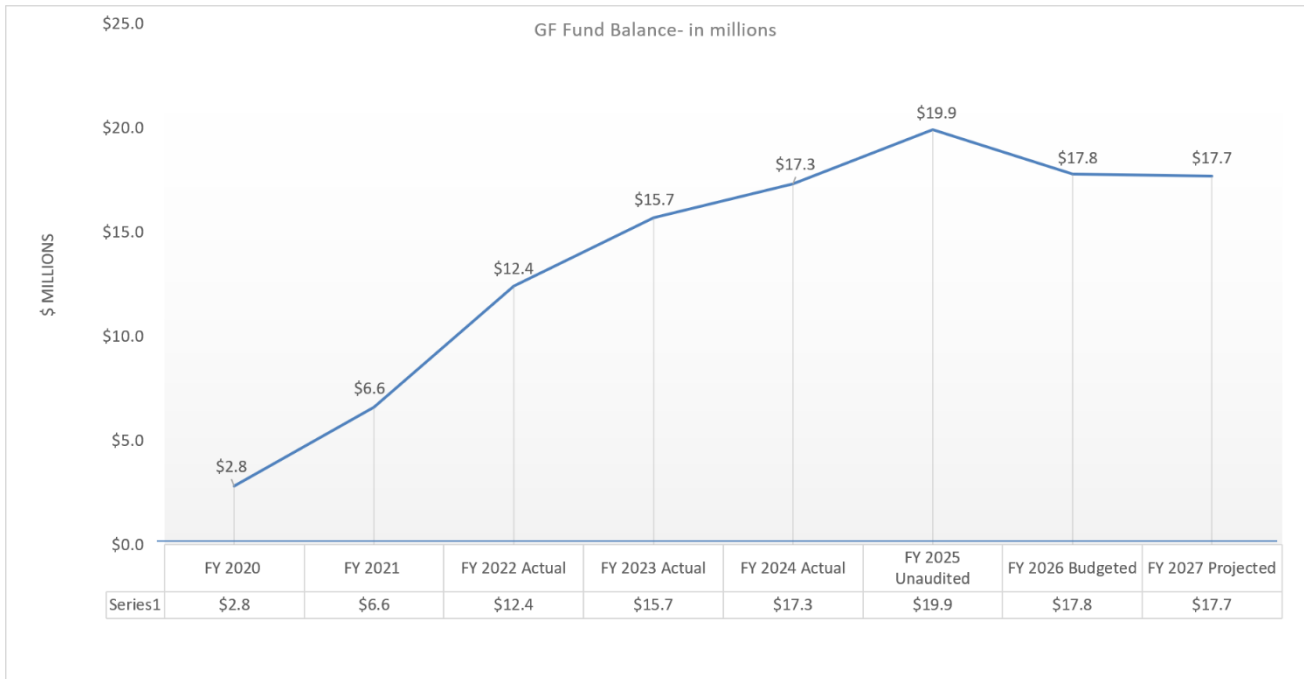
City of Atwater

Fiscal Year 2026-27 Budget

General Fund Expenditures by Department

GENERAL FUND EXPENDITURE SUMMARY			
	FY 2024-25 Unaudited	FY 2025-26 Current Budget	FY 2026-27 Proposed Budget
Department			
City Council	\$12,802	\$71,200	\$65,194
City Administration / City Clerk	810,363	698,815	747,835
Finance	1,223,530	1,513,264	1,478,940
Human Resources	744,369	840,375	777,315
City Treasurer	2,793	3,149	2,700
Non-Departmental Misc.	2,795,474	2,977,336	3,028,799
Community Partnership	0	0	50,000
Police	6,426,429	6,786,058	6,791,949
Fire	2,045,800	4,086,811	3,395,881
Community Development	1,811,975	2,430,914	2,367,246
Cannabis	15,958	40,500	30,000
Stormwater	0	0	381,251
Recreation	505,177	541,416	637,862
Community Events	41,556	13,300	8,000
Parks	698,968	839,540	774,186
Bloss House	0	0	75,000
Operating Transfers Out	818,951	2,645,266	1,047,304
Total Expenditures	\$17,954,145	\$23,487,944	\$21,659,462

General Fund Balance History



City of Atwater

Fiscal Year 2026-27 Budget

FUND #	FUND DESCRIPTIONS	Unaudited	Revenue /	Expenditures /	Projected	Revenue /	Expenditures /	Projected
		Fund Balance 6/30/2025	Transfers IN	Transfers OUT	Fund Balance 6/30/2026	Transfers IN	Transfers OUT	Fund Balance 6/30/2027
0001	GENERAL FUND	\$ 19,978,793	\$ 21,395,605	\$ 23,488,450	\$ 17,885,948	\$ 21,488,418	\$ 21,659,462	\$ 17,714,904
	25% General Fund Reserve Goal =	\$ (4,488,537)			\$ (5,872,113)		25% Reserve	\$ (5,414,865)
	Reserve General Fund- Unassigned Fund Bal	\$ 15,490,256			\$ 12,013,835		Unassigned FB	\$ 12,300,039
	GEN FUND BALANCE NO RESERVE SET ASIDE	\$ 19,978,793			\$ 17,885,948			\$ 17,714,904
NON-GENERAL FUNDS:								
0003	General Fund Capital	\$ (23,163)	\$ 2,598,890	\$ 2,598,890	\$ (23,163)	\$ 1,154,785	\$ 1,154,785	\$ (23,163)
0004	Public Safety Transactions and Use Tax	\$ 3,297,080	\$ 5,414,315	\$ 5,325,630	\$ 3,385,765	\$ 5,724,293	\$ 6,030,281	\$ 3,079,777
0007	Measure V Fund	\$ 3,654,164	\$ 820,000	\$ 1,637,567	\$ 2,836,597	\$ 30,000	\$ 1,252,983	\$ 1,613,614
0008	Measure V 20% Alternative Modes	\$ 1,140,738	\$ 196,000	\$ 391,796	\$ 944,942	\$ 30,000	\$ 830,000	\$ 144,942
0009	Abandoned Vehicle Abatement Fund	\$ (7,562)	\$ 30,958	\$ 30,948	\$ (7,552)	\$ 30,023	\$ 30,023	\$ (7,552)
0010	Measure V Regional Fund	\$ (163,002)	\$ 2,350,000	\$ 2,350,000	\$ (163,002)	\$ 2,055,261	\$ 2,055,261	\$ (163,002)
1005	Police Grant Fund	\$ 101,880	\$ -	\$ -	\$ 101,880	\$ -	\$ -	\$ 101,880
1010	ARPA - American Rescue Plan Act	\$ 2,740,379	\$ -	\$ 165,566	\$ 2,574,813	\$ -	\$ -	\$ 2,574,813
1011	Gas Tax Fund	\$ 373,820	\$ 1,501,415	\$ 1,501,617	\$ 373,618	\$ 1,433,480	\$ 1,464,727	\$ 342,371
1013	Local Transportation Fund	\$ 608,979	\$ 1,000	\$ 394,828	\$ 215,151	\$ 15,000	\$ 184,295	\$ 45,856
1015	Traffic Circulation Facilities Fund	\$ 1,611,402	\$ 8,676	\$ 184,000	\$ 1,436,078	\$ 40,965	\$ -	\$ 1,477,043
1016	Applegate Interchange Fund	\$ 774,063	\$ -	\$ -	\$ 774,063	\$ -	\$ -	\$ 774,063
1017	RSTP - Regional Surf. Trans. Program Fund	\$ 1,595,592	\$ 459,400	\$ 2,430,350	\$ (375,358)	\$ 30,000	\$ 1,200,000	\$ (1,545,358)
1018	SB1 - Road Maint & Rehab RMRA Fund	\$ 627,154	\$ 865,088	\$ 672,583	\$ 819,659	\$ 902,001	\$ 1,063,985	\$ 657,675
1020	Parks & Recreation Fund	\$ 2,027,162	\$ 17,674	\$ 400,000	\$ 1,644,836	\$ 26,674	\$ 2,000,000	\$ (328,490)
1021	Parks Grant Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1040	General Plan Housing Element Fund	\$ (10,800)	\$ 25,394	\$ 14,594	\$ -	\$ -	\$ -	\$ -
1041	General Plan Update Fund	\$ 1,878,417	\$ -	\$ 200,000	\$ 1,678,417	\$ 127,394	\$ 1,076,158	\$ 729,653
1055	Neighborhood Stabilization Fund	\$ 229,201	\$ -	\$ -	\$ 229,201	\$ -	\$ -	\$ 229,201
1059-1080	Housing Grant Funds	\$ 1,411,561	\$ 302,504	\$ 658,408	\$ 1,055,657	\$ 684,200	\$ 586,457	\$ 1,153,400
1091	Police Facility Impact Fee Fund	\$ 206,946	\$ 4,500	\$ -	\$ 211,446	\$ 4,500	\$ -	\$ 215,946
1093	Fire Facility Impact Fee Fund	\$ 287,114	\$ 4,140	\$ 285,956	\$ 5,298	\$ 4,140	\$ -	\$ 9,438
1095	Government Building Facility Tax	\$ 303,743	\$ 4,500	\$ -	\$ 308,243	\$ 4,500	\$ -	\$ 312,743
4020	Performance Bond Trust	\$ 108,704	\$ -	\$ -	\$ 108,704	\$ -	\$ -	\$ 108,704
4030	Narcotics Program Trust	\$ 2,152	\$ -	\$ -	\$ 2,152	\$ -	\$ -	\$ 2,152
4080	Pension Rate Stabliization - 115 Trust	\$ 569,042	\$ 50,000	\$ -	\$ 619,042	\$ 100,000	\$ -	\$ 719,042
4090	CFD No. 1 Trust	\$ 136,262	\$ -	\$ -	\$ 136,262	\$ -	\$ -	\$ 136,262
5001-5055	Maintenance Districts	\$ 1,147,099	\$ 347,369	\$ 608,775	\$ 885,693	\$ -	\$ 442,448	\$ 443,245
5050	CFD Districts - Police & Fire	\$ (4,489)	\$ 883,081	\$ 882,838	\$ (4,246)	\$ 842,814	\$ 842,814	\$ (4,246)
6000-6006	Water Enterprise Fund	\$ 20,995,992	\$ 8,486,500	\$ 7,335,430	\$ 22,147,062	\$ 8,783,500	\$ 7,201,252	\$ 23,729,310
6007	Water - 1,2,3 - TCP Fund	\$ 39,620,069	\$ 25,000	\$ 1,500,000	\$ 38,145,069	\$ 25,000	\$ 1,500,000	\$ 36,670,069
6010-6015	Wastewater Enterprise Fund	\$ 11,578,470	\$ 12,408,624	\$ 21,311,560	\$ 2,675,534	\$ 12,706,685	\$ 12,823,662	\$ 2,558,556
6020	Sanitation Enterprise Fund	\$ 3,148,787	\$ 5,048,042	\$ 5,021,155	\$ 3,175,674	\$ 5,235,700	\$ 5,099,052	\$ 3,312,322
7000	Internal Services Fund (Bldg / Equip)	\$ 1,480,019	\$ 1,897,004	\$ 1,905,516	\$ 1,471,507	\$ 1,872,473	\$ 1,874,058	\$ 1,469,922
7001	ISF Equipment/Bldg Replacement Fund	\$ 303,986	\$ 100,500	\$ -	\$ 404,486	\$ 100,500	\$ -	\$ 504,986
7010	Employee Benefits Fund	\$ 691,107	\$ 1,100,200	\$ 1,058,200	\$ 733,107	\$ 1,519,000	\$ 1,515,500	\$ 736,607
7020	Risk Management Fund	\$ 1,267,501	\$ 2,572,406	\$ 2,571,406	\$ 1,268,501	\$ 2,469,914	\$ 2,466,563	\$ 1,271,852
7030	Information Technology Fund	\$ 778,230	\$ 880,975	\$ 878,975	\$ 780,230	\$ 930,647	\$ 928,647	\$ 782,230
	Total	\$ 124,466,591	\$ 69,799,760	\$ 85,805,038	\$ 108,461,313	\$ 68,371,867	\$ 75,282,412	\$ 101,550,768

General Fund Revenues

City of Atwater

Fiscal Year 2026-27 Budget

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET
0001	General Fund Revenues			
0001-0000-1031	Sales & Use Tax	\$ 4,572,818	\$ 4,520,134	\$ 4,711,580
0001-0000-1032	Sales & Use Tax-Public Safety	\$ 178,502	\$ 203,000	\$ 212,000
0001-0000-1041	Business License Tax	\$ 221,098	\$ 240,000	\$ 242,000
0001-0000-1049	SB 1186 Fees-Business License	\$ -	\$ 4,000	\$ 4,000
0001-0000-1051	Franchise Tax	\$ 727,049	\$ 737,064	\$ 696,000
0001-0000-1100	Prop Tax In Lieu Veh Lic Fee	\$ 4,062,661	\$ 4,204,937	\$ 4,390,548
0001-0000-1101	Property Tax, Current Secure	\$ 2,749,790	\$ 2,906,500	\$ 3,026,971
0001-0000-1102	Property Tax, Current Unsecure	\$ 222,399	\$ 219,105	\$ 223,642
0001-0000-1103	Property Tax, Prior Secured	\$ -	\$ 200	\$ 100
0001-0000-1104	Property Tax, Prior Unsecure	\$ 7,391	\$ 5,000	\$ 7,400
0001-0000-1105	Property Tax, Supplemental	\$ 59,843	\$ 60,000	\$ 60,000
0001-0000-1106	Property Tax Miscellaneous	\$ 16,307	\$ 16,000	\$ 16,500
0001-0000-1115	Property Tax, Homeowner Exempt	\$ 18,886	\$ 19,000	\$ 19,000
0001-0000-1117	Prop Tax Other In-Lieu Housing	\$ 2,749	\$ 2,000	\$ 2,800
0001-0000-1121	Transient Occupancy Tax	\$ 42,983	\$ 52,000	\$ 43,000
0001-0000-1161	Documentary Stamp Tax	\$ 74,316	\$ 70,000	\$ 74,500
0001-0000-2082	Other Licenses And Permits	\$ -	\$ 1,000	
0001-0000-3012	SJVAPCD Grant	\$ -		
0001-0000-3014	Grant Revenue	\$ -	\$ -	
0001-0000-3110	Motor Vehicle In-Lieu Fee	\$ 50,072	\$ 50,000	\$ 51,000
0001-0000-3175	Statutory Pass-Through Revenue	\$ 157,611	\$ 140,000	\$ 140,000
0001-0000-3176	RDA Residuals (COA)	\$ 710,055	\$ 560,000	\$ 560,000
0001-0000-3177	RDA Residuals (COA Fire Dept)	\$ 233,788	\$ 190,000	\$ 190,000
0001-0000-4011	Taxi Cab Registration Fees			
0001-0000-4021	Sale Of Maps And Copies	\$ 15	\$ 1,000	\$ 100
0001-0000-4141	Admin Fees, Streets - Internal Service Operations	\$ 73,072	\$ 78,272	\$ 79,701
0001-0000-4142	Admin Fees, Water - Incl. Internal Service Operations & Salary Alloc.	\$ 1,313,767	\$ 1,520,376	\$ 1,559,382
0001-0000-4143	Admin Fees, Sanitation- Incl. Internal Service Operations & Salary Alloc.	\$ 836,599	\$ 868,453	\$ 904,341
0001-0000-4144	Admin Fees, Sewer - Incl. Internal Service Operations & Salary Alloc.	\$ 1,152,377	\$ 1,380,921	\$ 1,415,642
0001-0000-4145	Admin Fees, Maintenance Dist - Salary Alloc.	\$ 70,996	\$ 60,574	\$ 65,911
0001-0000-4149	Admin Fees, Successor Agency	\$ 29,422	\$ 29,422	
0001-0000-5038	Forfeits	\$ 5,933	\$ 5,000	\$ 5,000
0001-0000-6001	Interest Earned	\$ 538,634	\$ 80,000	\$ 350,000
0001-0000-6010	Rents & Leases	\$ 500	\$ 500	\$ 500
0001-0000-6011	Cellular 2000 Lease	\$ 43,514	\$ 44,810	\$ 47,000
0001-0000-6013	KVRQ-F Tower Lease	\$ 13,667	\$ 13,800	\$ 14,000
0001-0000-6016	Metro PCS Lease	\$ 48,536	\$ 49,164	\$ 49,200
0001-0000-6026	Cingular @ Water Tower	\$ 21,533	\$ 23,139	\$ 23,500
0001-0000-6053	Ad Display Lease BK Industries	\$ -	\$ 1,500	\$ 1,500
0001-0000-6062	Penalties	\$ 38,953	\$ 35,000	\$ 35,000
0001-0000-6091	Other Revenue	\$ 11,756	\$ 7,000	\$ 5,000

City of Atwater
Fiscal Year 2026-27 Budget

General Fund Revenues (cont.)

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET
0001-0000-8005	Trn Fr Water Enterprise	\$ 152,375	\$ 152,375	\$ 152,375
0001-1000-6065	Veteran's Brick Project	\$ 1,350	\$ -	\$ 600
0001-1010-6091	Other Revenue	\$ 910	\$ -	\$ 1,600
0001-2020-2010	Animal License	\$ 405	\$ 700	\$ 500
0001-2020-2082	Other Licenses And Permits	\$ 7,617	\$ 7,000	\$ 7,000
0001-2020-3021	Post Reimbursements	\$ 22,447	\$ 3,000	\$ 10,000
0001-2020-3023	MUHSD/AESD Reimbursement	\$ 89,399	\$ 142,565	\$ 150,000
0001-2020-3025	State Cops Funding	\$ 194,917	\$ 175,000	\$ 190,000
0001-2020-4025	Live Scan	\$ 2,419	\$ 3,000	\$ 800
0001-2020-4030	Vehicle Release Fees	\$ 45,920	\$ 35,000	\$ 30,000
0001-2020-4031	Animal Control Services	\$ 795	\$ 2,000	\$ 1,000
0001-2020-4032	Police Special Services	\$ 29,132	\$ 30,000	\$ 20,000
0001-2020-4034	Police Cost Recovery	\$ 11,485	\$ 10,000	\$ 10,000
0001-2020-5025	Vehicle Code Fines	\$ 100	\$ 300	\$ 100
0001-2020-5026	Other Fines	\$ 14,928	\$ 13,000	\$ 13,000
0001-2020-5027	Parking Fines	\$ 24,157	\$ 35,000	\$ 20,000
0001-2020-6062	Penalties	\$ 13,758	\$ 30,000	\$ 30,000
0001-2030-2060	Fireworks Permits	\$ 4,867	\$ 4,000	\$ 4,000
0001-2030-3013	Fire District In-lieu Fee	\$ 344,700	\$ 325,000	\$ 359,000
0001-2030-3134	State Fire Reimbursement	\$ 59,918	\$ 20,000	\$ 20,000
0001-2030-4010	Fire Inspection Fees	\$ 48,812	\$ 40,000	\$ 53,000
0001-2030-4013	Fire Plan Reviews	\$ 5,303	\$ 3,000	\$ 3,000
0001-2030-4035	Weed Abatement	\$ (544)	\$ 1,500	\$ 1,500
0001-2030-4038	Fire Dept Response Fee	\$ 8,921	\$ 12,000	\$ 10,000
0001-2030-6091	Other Revenue	\$ 4,320	\$ 4,000	\$ 4,000
0001-4000-1076	Annexation Fees	\$ 1,446	\$ 2,500	\$ 1,000
0001-4000-2101	Well Permits	\$ 2,799	\$ 3,000	\$ 700
0001-4000-2250	Building Permits	\$ 312,235	\$ 325,000	\$ 300,000
0001-4000-4000	Commercial CUP-Gen Plan Update	\$ 983	\$ 1,984	\$ 1,012
0001-4000-4001	Planning Fees	\$ 62,266	\$ 40,000	\$ 40,000
0001-4000-4002	Engineering Admin Fees	\$ 2,141	\$ 5,000	\$ 1,000
0001-4000-4003	Plan Check Fees-Building	\$ 35,947	\$ 65,000	\$ 65,000

City of Atwater
Fiscal Year 2026-27 Budget

General Fund Revenues (cont.)

Account Number	Description	FY 2023-24 Unaudited	FY 2024-25 Amended Budget as of 3/24/25	FY 2025-26 BUDGET
0001-4000-4009	Engineering Inspection Fees	\$ 76,485	\$ 70,000	\$ 90,000
0001-4000-4012	Misc Building Inspection Fees	\$ 3,835	\$ 3,000	\$ 3,000
0001-4000-4015	Reimbursable Plan Check	\$ 1,041	\$ 40,000	\$ 5,000
0001-4000-4019	Business License Fees	\$ 11,490	\$ 11,000	\$ 10,000
0001-4000-4020	CFD Admin & Annexation Fees			\$ 36,000
0001-4000-4023	Sale Of Stndrd Specs&Drwngs	\$ -	\$ 200	\$ 100
0001-4000-4036	Engineering Services	\$ 3,282	\$ -	\$ 5,000
0001-4003-4014	Reimbursable Fees	\$ 8,500	\$ 100	\$ 1,000
0001-4003-4017	Cannabis Fees	\$ 63,529	\$ 75,000	\$ 75,000
0001-4003-1071	Cannabis Tax	\$ 339,718	\$ 351,000	\$ 348,000
0001-6060-4069	Youth & Adult Sponsorships	\$ 2,500	\$ 1,000	\$ 1,000
0001-6060-4102	Men's Summer Softball	\$ 13,000	\$ 9,900	\$ 9,900
0001-6060-4103	Coed Fall Softball	\$ 5,500	\$ 5,500	\$ 5,500
0001-6060-4104	Coed Summer Softball	\$ 9,350	\$ 6,600	\$ 6,600
0001-6060-4105	Coed Volleyball	\$ 26,031	\$ 18,000	\$ 18,000
0001-6060-4108	Youth Flag Football	\$ 9,880	\$ 9,500	\$ 9,500
0001-6060-4109	Youth Volleyball	\$ 12,125	\$ 12,000	\$ 20,000
0001-6060-4110	Youth Indoor Soccer	\$ 4,425	\$ 3,500	\$ 3,500
0001-6060-4111	Men's Fall Softball	\$ 8,800	\$ 8,800	\$ 8,800
0001-6060-4115	Tennis Key	\$ 2,460	\$ 2,300	\$ 2,400
0001-6060-4117	Youth Basketball	\$ 24,220	\$ 25,000	\$ 20,000
0001-6060-4120	Field Rentals	\$ 1,080	\$ 1,000	\$ 2,500
0001-6060-4122	Various Classes	\$ 6,150	\$ 8,000	\$ 8,000
0001-6060-4124	Men's Volleyball	\$ -	\$ 2,550	\$ 2,550
0001-6060-4125	Women's Volleyball	\$ 2,975	\$ 2,550	\$ 2,550
0001-6060-4126	Aerobics	\$ 7,350	\$ 7,000	\$ 7,000
0001-6060-4199	Electronic Pmt Processing Fees	\$ 5,571	\$ 5,000	\$ 6,000
0001-6060-6014	Community Center Rental	\$ 52,582	\$ 40,000	\$ 45,000
0001-6060-6020	Castle Youth Center Rental	\$ 2,500	\$ -	\$ 1,000
0001-6061-6015	Castle Park Rental	\$ 7,200	\$ -	\$ 7,000
0001-6062-4122	Various Classes	\$ -	\$ -	\$ 1,000
0001-6062-6091	Donations Events	\$ 1,500	\$ 1,000	
0001-6064-6010	Rents & Leases - Bloss Mansion	\$ 775	200	500
0001-6066-6010	Rents & Leases - Bloss Library Museum	\$ 12	\$ 10	\$ 14
	Total Revenues	\$ 20,607,437	\$ 20,649,606	\$ 21,488,418

General Fund Expenditures

City of Atwater

Fiscal Year 2026-27 Budget

MAYOR AND CITY COUNCIL

Overview

The City Council serves as the governing and policy-making body for the City of Atwater. It is responsible for adopting ordinances and resolutions that establish the City's legal and operational framework. Councilmembers are elected to overlapping four-year terms. The City Council appoints the City Manager, City Attorney, and members of the Planning Commission.

City policies and priorities are implemented by City staff under the direction of the City Manager, who serves as the administrative link between Council direction and day-to-day municipal operations. This structure ensures that policy decisions are carried out efficiently and in alignment with Council goals.

The City Council is committed to transparency and public engagement. Meetings are held in public session and broadcast through the City's website and social media to keep residents informed of City business, projects, and decisions. Councilmembers also remain actively engaged in the community and encourage resident participation in local government.

To support accountability and oversight, the City maintains standing and advisory bodies, including the Audit and Finance Committee and the Citizens Oversight Committee for Measure B. These groups provide additional review and input on key financial and planning matters.

Overall, the City Council's role is to provide leadership, direction, and vision while ensuring that City government remains responsive, transparent, and focused on delivering high-quality services to the residents and businesses of Atwater.

City of Atwater

Fiscal Year 2026-27 Budget

MAYOR AND CITY COUNCIL

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-1000-2020	Office Supplies				
0001-1000-2021	Special Departmental Expense	\$ 1,665	2,200	\$ 2,200	
	Meeting Supplies (batteries, etc.)				\$ 100
	Plaques, Certificates, Frames, etc.				\$ 300
	Veteran's Park Brick Project				\$ 600
	Other Miscellaneous Departmental Expense				\$ 1,200
0001-1000-3036	Memberships & Subscriptions	\$ 314	48,500	\$ 48,494	
	LAFCO				\$ 8,937
	League of CA Cities				\$ 15,557
	MCAG				\$ 24,000
0001-1000-3037	Travel/Conferences/Meetings	\$ 10,823	20,500	\$ 14,500	
	League of CA Cities				\$ 12,000
	MCAG One Voice				
	ICSC Conference				
	City County Dinners				\$ 500
	Other Training, Travel and Reimbursements				\$ 2,000
	Total Expenditures	\$ 12,802	\$ 71,200	\$ 65,194	

City of Atwater

Fiscal Year 2026-27 Budget

CITY ADMINISTRATION / CITY CLERK

Overview

Administration:

The City Manager serves as the chief executive officer of the municipal government for the City of Atwater. The duties and responsibilities of the City Manager are established within the City's Municipal Code. The City Manager serves as the administrative link between the policies established by the City Council and the implementation necessary to carry out those policies effectively and efficiently. The City Manager provides administrative oversight and direction for all City departments in accordance with City Council priorities, adopted policies, and applicable laws and regulations.

The City Manager is responsible for leading the organization in the implementation of the City Council's Strategic Plan, organizational goals, major projects, programs, and service priorities. Emphasis is placed on transparent governance, fiscal responsibility, operational efficiency, community engagement, and high-quality public service delivery.

Key responsibilities include enforcement of all laws and ordinances of the City; personnel administration and organizational oversight of City departments, offices, and divisions; and the evaluation and implementation of organizational improvements to enhance service delivery and operational effectiveness. The City Manager oversees the preparation and administration of the City's annual operating budget and long-term Capital Improvement Program, including financial planning strategies to support the City Council's policy direction and long-range goals.

The City Manager's Office coordinates interdepartmental initiatives and supports efforts related to economic development, legislative advocacy, grant opportunities, technology modernization, and strategic communications. Current initiatives include implementation of the City Council's Strategic Plan, enhancement of public engagement and transparency tools, modernization of agenda management and audiovisual systems, and continued investment in organizational efficiencies and customer service improvements.

The City Manager is responsible for keeping the City Council informed regarding the City's financial condition, operational performance, emerging issues, program implementation, and future service and infrastructure needs. The office also works collaboratively with regional agencies, community organizations, and stakeholders to promote the long-term economic vitality and financial sustainability of the City of Atwater.

City Clerk:

The City of Atwater has an elected City Clerk and utilizes an Assistant City Clerk, under the administrative direction of the City Manager, to oversee the day-to-day operations of the City Clerk's Office. The department is additionally supported by deputized City staff who assist with records management, notarial services, meeting administration, and other operational functions as needed.

City of Atwater

Fiscal Year 2026-27 Budget

CITY ADMINISTRATION / CITY CLERK (cont.)

The City Clerk’s Office provides professional and impartial support services to the public, City Council, commissions, committees and City staff while serving as the custodian of the City’s official, legal, and historical records.

Core responsibilities include preparation and distribution of agendas, agenda packets, minutes, ordinances, resolutions, legal notices, and election documents; administration of oaths of office; coordination of bid openings; maintenance of the Municipal Code; and administration of records retention programs in accordance with State requirements.

The City Clerk’s Office also administers compliance with the California Public Records Act, the Ralph M. Brown Act, the Political Reform Act, Fair Political Practices Commission filing requirements, and the City’s Conflict of Interest Code. The department coordinates General Municipal Elections in partnership with Merced County election officials and serves as the City’s Public Records coordinator.

In Fiscal Year 2026-27, the City Clerk’s Office will continue supporting the City Council Strategic Plan through initiatives focused on transparency, accessibility, accountability, and public engagement. Department priorities include continued implementation of digital agenda and meeting management systems, enhancements to livestreaming and audiovisual capabilities to support public meeting accessibility requirements, and continued modernization of records management practices to improve operational efficiency and public access to information.

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
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City of Atwater

Fiscal Year 2026-27 Budget

0001-1010-1001	Salaries & Wages, Regular	\$ 421,184	\$ 337,505	\$ 346,922	
	City Manager				\$ 213,606
	Assistant City Clerk/Records Coordinator				\$ 77,302
	Executive Assistant				\$ 56,014
0001-1010-1002	Salaries & Wages, Parttime	\$ 3,336	\$ 3,336	\$ 3,336	
	City Clerk				\$ 3,336
0001-1010-1003	Leave Accrual Buy-Out	\$ 18,817	\$ 37,089	\$ 37,831	
0001-1010-1004	Overtime	\$ -	\$ 1,000	\$ 1,000	
0001-1010-1008	In-Lieu Of Insurance Benefit	\$ 7,230	\$ 7,200	\$ 7,200	
0001-1010-1012	Fica/Medicare	\$ 32,785	\$ 24,137	\$ 25,764	
0001-1010-1013	Retirement	\$ 121,885	\$ 123,608	\$ 125,039	
0001-1010-1014	Health Insurance	\$ 31,310	\$ 26,834	\$ 29,856	
0001-1010-1015	Worker's Compensation	\$ 40,486	\$ 28,494	\$ 30,343	
0001-1010-2021	Special Departmental Expense	\$ 2,489	\$ 6,700	\$ 9,800	
	Employee Appreciation Event				\$ 4,000
	City County Dinner				\$ 5,000
	Misc meetings & refreshments				\$ 800
0001-1010-3028	Election Costs	\$ 27,958	\$ -	\$ 40,000	
0001-1010-3030	Professional Services	\$ 1,434	\$ 6,500	\$ 8,050	
	Certified Records Destruction				\$ 4,250
	Municipal Code website maint				\$ 3,800
0001-1010-3031	Communications	\$ 2,014	\$ 1,850	\$ 2,000	
0001-1010-3033	Printing & Advertising				
0001-1010-3034	Rents & Leases	\$ 4,701	\$ 5,000	\$ 5,000	
	Copier Lease				
0001-1010-3035	Operations & Maintenance	\$ 33	\$ 1,500	\$ 100	
	Copier Usage Fees				
0001-1010-3036	Memberships & Subscriptions	\$ 1,235	\$ 1,400	\$ 2,770	
	AAME				\$ 600
	CCMF				\$ 400
	City Clerk Association of California				\$ 250
	ICMA				\$ 1,200
	ICSC				\$ 175
	Intl Institute of Municipal Clerks				\$ 145
0001-1010-3037	Travel/Conferences/Meetings	\$ 10,138	\$ 16,700	\$ 8,000	
	ICMA				\$ 2,500
	ICSC				\$ 1,500
	League of CA Cities				\$ 2,500
	MCAG One Voice				\$ -
	MCI				\$ 1,500
0001-1010-3038	Training	\$ -	\$ 1,500	\$ 500	
	MCI				\$ 500
0001-1010-3099	Miscellaneous	\$ -	\$ -	\$ -	
0001-1010-4088	Risk Management Charges	\$ 83,328	\$ 68,462	\$ 64,324	
0001-1010-6021	Machinery & Equipment	\$ -	\$ -	\$ -	
	Total Expenditures	\$ 810,363	\$ 698,815	\$ 747,835	

City of Atwater

Fiscal Year 2026-27 Budget

FINANCE

Overview

The Finance Department is responsible for safeguarding the City's financial resources and supporting sound fiscal decision-making across all departments. The Department manages both daily financial operations and long-range financial planning to ensure resources are used efficiently, transparently, and in accordance with established policies and accounting standards.

Core functions include general accounting, accounts payable and receivable, utility billing, financial analysis, and budget preparation and monitoring. These services are supported by internal controls designed to ensure accuracy, accountability, and protection of City assets.

The Department maintains financial records in accordance with Generally Accepted Accounting Principles (GAAP), prepares required financial reports, and supports the annual audit process. Staff also provide ongoing analysis and guidance to departments and City leadership to support informed decision-making.

Finance staff work closely with all departments to ensure timely, accurate, and useful financial information is available for both operational and policy needs. The Department emphasizes professionalism, collaboration, transparency, and continuous improvement in delivering high-quality financial services to the City.

City of Atwater

Fiscal Year 2026-27 Budget

FINANCE

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-1015-1001	Salaries & Wages, Regular	\$ 548,849	\$ 669,857	\$ 685,904	
	Finance Director				\$ 152,957
	Finance Operations Manager				\$ 103,105
	Accountant II				\$ 78,133
	Accountant I				\$ 57,596
	Accounting Technician I/II				\$ 73,115
	Accounting Technician				\$ 52,320
	Account Clerk I/II				\$ 45,127
	Account Clerk I/II				\$ 43,927
	Account Clerk I				\$ 40,412
	Account Clerk I				\$ 39,212
0001-1015-1002	Salaries & Wages, Parttime	\$ 39,349	\$ 33,800	\$ 10,000	
0001-1015-1003	Leave Accrual Buy-Out	\$ 12,062	\$ 15,024	\$ 28,267	
0001-1015-1004	Overtime	\$ 1,536	\$ 1,800	\$ 1,600	
0001-1015-1008	In-Lieu Of Insurance Benefit	\$ 14,700	\$ 14,400	\$ 21,600	
0001-1015-1012	Fica/Medicare	\$ 46,240	\$ 56,218	\$ 57,174	
0001-1015-1013	Retirement	\$ 201,487	\$ 234,402	\$ 245,625	
0001-1015-1014	Health Insurance	\$ 66,749	\$ 119,133	\$ 72,836	
0001-1015-1015	Worker's Compensation	\$ 54,158	\$ 54,229	\$ 57,224	
0001-1015-1024	Additional Duty	\$ 590	\$ -	\$ -	
0001-1015-2020	Office Supplies	\$ 581	\$ 900	\$ 1,000	
0001-1015-2021	Special Departmental Expense	\$ 116	\$ 900	\$ 1,000	
0001-1015-3030	Professional Services	\$ 89,619	\$ 150,000	\$ 150,000	
	Financial Statements Audit, GASB's & SCO reports				
	Property/Sales Tax and Other Consulting and Reporting				
0001-1015-3031	Communications	\$ 1,383	\$ 1,600	\$ 1,600	
	Cell Phone				
0001-1015-3034	Rents & Leases	\$ 5,169	\$ 5,300	\$ 5,300	
	Copier Leases				
0001-1015-3035	Operations & Maintenance	\$ 493	\$ 1,300	\$ 1,600	
	Copier Usage Fees				
0001-1015-3036	Memberships & Subscriptions	\$ 770	\$ 1,100	\$ 1,200	
	CSMFO/GFOA/CMTA/CMRTA				
0001-1015-3037	Travel/Conferences/Meetings	\$ 7,315	\$ 12,000	\$ 10,000	
0001-1015-3038	Training	\$ 1,545	\$ 2,000	\$ 2,000	
0001-1015-4088	Risk Management Charges	\$ 130,819	\$ 139,301	\$ 125,010	
	Total Expenditures	\$ 1,223,530	\$ 1,513,264	\$ 1,478,940	

City of Atwater

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HUMAN RESOURCES

Overview

Human Resources:

The Human Resources Department supports the City by administering and improving the programs, policies, and systems that guide employment across the organization. Its mission is to deliver effective, responsive personnel services that assist departments in meeting operational goals while supporting employees throughout their careers. The department continually reviews and refines its practices to remain responsive to changing workforce needs and regulatory requirements.

Core services include recruitment and retention of a qualified and diverse workforce, as well as employee onboarding and orientation. Human Resources administers employee compensation and benefits programs, including post-retirement benefits, and manages payroll operations and required reporting. Additional responsibilities include ensuring compliance with federal, state, and local employment and labor regulations; coordinating employee training; and developing and administering personnel policies and procedures.

The department also conducts job classification reviews, compensation analysis, and labor market research to support equitable and competitive employment practices. The department supports organizational and employee development, oversees workplace safety and risk management programs, and administers employee claims. It also manages employee relations matters, including coordination of labor negotiations with all bargaining groups. Additional duties include administering employee assistance programs, maintaining and securing personnel records, overseeing employee performance evaluation programs, and assisting City departments with hiring and other employment-related activities.

City of Atwater

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HUMAN RESOURCES

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-1020-1001	Salaries & Wages, Regular	\$ 366,630	\$ 413,066	\$ 383,330	
	Human Resources Director				\$ 145,045
	Human Resources Analyst				\$ 86,822
	Human Resources Analyst				\$ 84,342
	Human Resources Technician I				\$ 67,121
	Human Resources Assistant				\$ -
0001-1020-1002	Salaries & Wages, Parttime	\$ -	\$ -	\$ -	
0001-1020-1003	Leave Accrual Buy-Out	\$ 20,198	\$ 33,092	\$ 51,642	
0001-1020-1004	Overtime	\$ 28	\$ 1,000	\$ 1,000	
0001-1020-1008	In-Lieu Of Insurance Benefit	\$ 16,860	\$ 14,400	\$ 14,400	
0001-1020-1012	Fica/Medicare	\$ 30,892	\$ 35,309	\$ 34,453	
0001-1020-1013	Retirement	\$ 147,135	\$ 155,702	\$ 150,103	
0001-1020-1014	Health Insurance	\$ 24,100	\$ 47,181	\$ 11,483	
0001-1020-1015	Worker's Compensation	\$ 33,973	\$ 34,060	\$ 34,484	
0001-1020-1024	Additional Duty	\$ -	\$ -	\$ -	
0001-1020-2020	Office Supplies	\$ -	\$ -	\$ -	
0001-1020-2021	Special Departmental Expense	\$ 51	\$ -	\$ -	
0001-1020-3030	Professional Services	\$ -	\$ -	\$ -	
0001-1020-3031	Communications	\$ 2,219	\$ 3,000	\$ 3,000	
0001-1020-3034	Rents & Leases	\$ 2,904	\$ 1,200	\$ 4,200	
	Copier Leases (2)				\$ 4,200
0001-1020-3035	Operations & Maintenance	\$ -	\$ 100	\$ 100	
	Copier Usage Fees				\$ -
0001-1020-3036	Memberships & Subscriptions	\$ 3,628	\$ 5,000	\$ 5,000	
	CALPELRA- CA Labor Public Employers Labor Relations Assoc.				\$ 3,500
	Liebert Cassidy Whitmore Consortium				\$ 1,000
	Other				\$ 500
0001-1020-3037	Travel/Conferences/Meetings	\$ 7,284	\$ 10,000	\$ 10,000	
	CALPELRA- CA Labor Public Employers Labor Relations Assoc.				\$ 6,000
	Liebert Cassidy Whitmore Consortium				\$ 3,500
	Other				\$ 500
0001-1020-3038	Training	\$ 2,096	\$ 2,000	\$ 2,000	
	Human Resources Training				\$ 2,000
0001-1020-4088	Risk Management Charges	\$ 86,371	\$ 85,265	\$ 72,120	
	Total Expenditures	\$ 744,369	\$ 840,375	\$ 777,315	

City of Atwater

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CITY TREASURER

Overview

The City Treasurer is an elected position. The treasurer sits as a member of the City's Audit and Finance Committee along with two council members. The Treasurer is the custodian of the City's Treasurer Report.

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-1025-1002	Salaries & Wages, Parttime	\$ 2,340	\$ 2,340	\$ 2,340	
	Treasurer				\$ 2,340
0001-1025-1012	Fica/Medicare	\$ 179	\$ 181	\$ 181	
0001-1025-1015	Worker's Compensation	\$ 234	\$ 173	\$ 179	
0001-1025-3036	Memberships & Subscriptions	\$ -	\$ 155		
0001-1025-3037	Travel/Conferences/Meetings	\$ 40	\$ 300		
	Total Expenditures	\$ 2,793	\$ 3,149	\$ 2,700	

City of Atwater

Fiscal Year 2026-27 Budget

NON-DEPARTMENTAL

Overview

The Non-Departmental budget unit contains appropriations which have not been specifically assigned or allocated to the operating functions within departments of the City's budget. These include a portion of the City Attorney's fees, central building maintenance, payments, and other general purpose budget items.

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-1050-2020	Office Supplies	\$ 30,491	\$ 46,000	\$ 49,000	
	Citywide Office Supplies				
	Mail Machines (supplies, postage)				
	Envelopes/Letterhead/Receipts/Forms				
	Payroll Checks & AP Checks				
	W2 and 1099 Forms				
0001-1050-2021	Special Departmental Expense	\$ 17,991	\$ 21,000	\$ 22,000	
	Oral Board Expenses				
	Pre-employment activities				
	Mail Machine Software License				
	Other				
0001-1050-3030	Professional Services	\$ 459,004	\$ 367,000	\$ 385,000	
	City Attorney Legal Services				
0001-1050-3033	Printing & Advertising	\$ 13,475	\$ 14,000	\$ 16,000	
	Legal, Classified Notices, Other				
0001-1050-3034	Rents & Leases	\$ 4,033	\$ 11,000	\$ 13,000	
	Copiers				
	Mail Machines				
0001-1050-3035	Operations & Maintenance	\$ 972	\$ 2,200	\$ 100	
	Copier Usage Fees				
0001-1050-3036	Memberships & Subscriptions	\$ 44,455	\$ -	\$ -	
0001-1050-3099	Miscellaneous	\$ 15,665	\$ 23,000	\$ 25,000	
	Armored Car Service				
0001-1050-3102	Electronic Pmt Processing Exp	\$ 19,764	\$ 20,000	\$ 20,000	
	Front Counter Terminals				
0001-1050-4041	Equipment Maint. Charges	\$ 101,746	\$ 100,621	\$ 95,198	
0001-1050-4045	Building Maint. Charges	\$ 809,860	\$ 771,687	\$ 786,273	
0001-1050-4087	Information Technology Charges	\$ 693,601	\$ 728,520	\$ 769,689	
0001-1050-4089	Employee Benefits Charges	\$ 584,417	\$ 648,224	\$ 847,538	
0001-1050-5030	Interest-Interfund Loans	\$ -	\$ -	\$ -	
0001-1050-6021	Machinery & Equipment	\$ -	\$ -	\$ -	
	Total Expenditures	\$ 2,795,474	\$ 2,753,252	\$ 3,028,799	

City of Atwater

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COMMUNITY PARTNERSHIP FUND

Overview

The Community Partnership Fund provides financial support to local nonprofit organizations that deliver essential services and programs benefiting Atwater residents. This new fund strengthens collaboration between the City and community-based partners to enhance quality of life and address community needs.

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-1051-3041	Community Partnership Grants			\$ 50,000	
	Total Expenditures			\$ 50,000	

City of Atwater

Fiscal Year 2026-27 Budget

POLICE DEPARTMENT - ADMINISTRATION

Overview

The Police Administration Division provides support to all Police Department divisions and bureaus and serves as a liaison with the City Attorney's Office, District Attorney's Office, and the courts. This division is responsible for records management, evidence security, and the maintenance and upkeep of departmental equipment. It ensures the public receives accurate, professional, and courteous service while providing technical and law enforcement information to both the public and department personnel.

The Administration Division also manages the Department's telecommunications operations, ensuring prompt reception and transmission of 911 calls, emergency radio communications, service calls, public complaints, and general inquiries. In addition, the division oversees the City's vehicle abatement program and animal control services.

Goals of the Police Administration Division include:

- Administrative staff will respond to community members in a timely, professional, and courteous manner.
- Police Records Clerks will continue to provide high-quality administrative support using modern office practices and procedures.
- Public Safety Dispatchers will maintain responsive telecommunications services by receiving and dispatching 911 calls, emergency radio traffic, complaints, and public inquiries.
- Community Service Officers will assist the public both by phone and in person, provide department information, manage the City's vehicle abatement program, address animal-related complaints such as excessive barking or loose animals, issue animal control citations, provide care for sick and injured animals, and retrieve stray animals and transport them to the Merced County Animal Control Shelter.
- The Code Enforcement Unit will address municipal code violations, blight, and other quality-of-life issues affecting residents of Atwater.
- Continue community outreach efforts through various programs.
- Work with community stakeholders to identify and implement solutions addressing homelessness within the City of Atwater.

City of Atwater

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POLICE DEPARTMENT – ADMINISTRATION

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-2020-1001	Salaries & Wages, Regular	\$ 967,766	\$ 1,039,056	\$ 1,081,424	
	Police Chief				\$ 206,060
	Police Lieutenant				\$ 159,729
	Executive Assistant				\$ 54,847
	Code Enforcement Manager (90% 2020 / 10% Fd 0009)				\$ 84,338
	Code Enforcement Officer				\$ 54,180
	Public Safety Communications Supervisor				\$ 75,545
	Public Safety Dispatcher				\$ 58,560
	Public Safety Dispatcher				\$ 53,116
	Public Safety Dispatcher				\$ 62,988
	Public Safety Dispatcher				\$ 60,060
	Public Safety Dispatcher				\$ 57,272
	Community Services Officer				\$ 48,429
	Police Clerk II				\$ 50,528
	Police Clerk I				\$ 55,772
0001-2020-1002	Salaries & Wages, Parttime	\$ -	\$ -	\$ -	
0001-2020-1003	Leave Accrual Buy-Out	\$ 76,754	\$ 57,502	\$ 75,212	
0001-2020-1004	Overtime	\$ 29,356	\$ 50,000	\$ 50,000	
0001-2020-1005	Holiday Pay	\$ 32,459	\$ 36,604	\$ 37,142	
0001-2020-1007	Special Duty	\$ -	\$ -	\$ -	
0001-2020-1008	In-Lieu Of Insurance Benefit	\$ 16,476	\$ 20,880	\$ 20,160	
0001-2020-1012	Fica/Medicare	\$ 74,407	\$ 87,848	\$ 92,047	
0001-2020-1013	Retirement	\$ 475,078	\$ 496,166	\$ 536,167	
0001-2020-1014	Health Insurance	\$ 193,776	\$ 247,407	\$ 246,692	
0001-2020-1015	Worker's Compensation	\$ 88,976	\$ 88,850	\$ 96,776	
0001-2020-1024	Additional Duty	\$ -	\$ -	\$ -	
0001-2020-2020	Office Supplies	\$ 2,165	\$ 3,000	\$ 4,000	
0001-2020-2021	Special Departmental Expense	\$ 29,375	\$ 25,000	\$ 30,000	
	DA and Citizens portal encumbered in FY 22/23				
	Community Services Supplies				
	E ticket equipment				
	Small equipment Purchases				
	Miscellaneous supplies (First Aid/Protective gear etc.)				
	Furniture/Equipment Replacement				
0001-2020-2024	Uniform & Clothing Expense	\$ 9,763	\$ 10,000	\$ 10,000	
0001-2020-3029	Towing Fees	\$ -	\$ 3,000	\$ 3,000	

City of Atwater

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POLICE DEPARTMENT – ADMINISTRATION (cont.)

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-2020-3030	Professional Services	\$ 223,637	\$ 195,000	\$ 200,000	
0001-2020-3031	Communications	\$ 22,474	\$ 21,000	\$ 30,000	
0001-2020-3032	Utilities	\$ -	\$ 25,000	\$ 25,000	
0001-2020-3034	Rents & Leases	\$ 129,670	\$ 185,000	\$ 170,000	
	RIMS Software				
	911 Dispatch Center Lease				
	Copier Lease				
0001-2020-3035	Operations & Maintenance	\$ 1,173	\$ 3,500	\$ 3,500	
	Copier Usage Fees				
0001-2020-3036	Memberships & Subscriptions	\$ 1,893	\$ 3,000	\$ 3,000	
0001-2020-3037	Travel\Conferences\Meetings	\$ 10,837	\$ 7,500	\$ 7,500	
0001-2020-3038	Training	\$ 22,291	\$ 20,000	\$ 20,000	
	Dispatch				
	Code Enforcement				
	Administrative Personnel				
0001-2020-3099	Miscellaneous	\$ -	\$ -		
0001-2020-3102	Electronic Pmt Processing Exp	\$ 767	\$ 700	\$ 1,100	
0001-2020-4041	Equipment Maint. Charges	\$ 244,408	\$ 244,593	\$ 236,428	
0001-2020-4088	Risk Management Charges	\$ 257,606	\$ 246,833	\$ 236,796	
0001-2020-6021	Machinery & Equipment	\$ 2,090	\$ 69,000	\$ 20,000	
0001-2020-6031	Improvements Other Than Bldg	\$ -	\$ -	\$ 16,000	
	Total Expenditures	\$ 2,913,197	\$ 3,186,439	\$ 3,251,944	

City of Atwater

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POLICE DEPARTMENT – FIELD OPERATIONS

Overview

Police Field Operations is responsible for maintaining safety and security within the community. The department works closely with the residents of Atwater to deliver the highest level of public safety services possible. Officers provide 24-hour patrol coverage, respond to all calls for service, help resolve conflicts, and identify potential problems that may pose a serious risk to the community.

The goals of Police Operations include enforcing state laws and applicable city ordinances in a fair, professional, and respectful manner. The department also prioritizes building strong community relationships to support crime prevention and reduce criminal activity throughout the city.

Objectives

- Law enforcement officers will respond to emergency situations with an average target response time of less than three minutes.
- Conduct DUI and traffic safety checkpoints to help reduce impaired driving and related crashes.
- Continue organizing the department to most effectively serve the community.
- Explore and implement technology that helps improve the delivery of service to the community.
- Investigate crimes in an effort to find resolution.
- Continue efforts to reduce gang activity within the City of Atwater.
- Collaborate with community partners to identify and implement solutions that address homelessness and other issues in Atwater.

City of Atwater
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POLICE – FIELD OPERATIONS

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-2021-1001	Salaries & Wages, Regular	\$ 1,182,040	\$ 1,278,183	\$ 1,253,858	
	Police Corporal				\$ 104,649
	Police Sergeant				\$ 89,571
	Police Officer (Detective)				\$ 98,406
	Police Officer (Street Crimes)				\$ 96,099
	Police Officer (Detective)				\$ 93,791
	Police Officer (SRO)				\$ 92,291
	Police Officer				\$ 75,928
	Police Officer				\$ 92,291
	Police Officer				\$ 75,928
	Police Corporal				\$ 102,157
	Police Officer				\$ 83,711
	Police Officer (Street Crimes)				\$ 85,211
	Police Officer				\$ 87,897
	Police Officer				\$ 75,928
0001-2021-1002	Salaries & Wages, Parttime	\$ -	\$ -	\$ -	
0001-2021-1003	Leave Accrual Buy-Out	\$ 45,561	\$ 47,734	\$ 47,093	
0001-2021-1004	Overtime	\$ 196,295	\$ 200,000	\$ 190,000	
0001-2021-1005	Holiday Pay	\$ 89,213	\$ 100,242	\$ 98,895	
0001-2021-1006	Stand By Pay	\$ 8,470	\$ 9,100	\$ 9,100	
0001-2021-1007	Special Duty	\$ 17,849	\$ 19,524	\$ 22,644	
0001-2021-1008	In-Lieu Of Insurance Benefit	\$ 14,460	\$ 14,400	\$ 21,600	
0001-2021-1012	Fica/Medicare	\$ 113,259	\$ 125,290	\$ 125,283	
0001-2021-1013	Retirement	\$ 777,967	\$ 859,901	\$ 871,216	
0001-2021-1014	Health Insurance	\$ 187,780	\$ 194,328	\$ 173,232	
0001-2021-1015	Worker's Compensation	\$ 108,626	\$ 123,174	\$ 125,814	
0001-2021-1024	Additional Duty	\$ -	\$ -	\$ -	
0001-2021-2020	Office Supplies	\$ 2,063	\$ 3,000	\$ 3,000	
	Patrol Room Supplies				
0001-2021-2021	Special Departmental Expense	\$ 42,781	\$ 45,000	\$ 45,000	
	Broken Equipment Replacement				
	Explorer Post Funding				
	Ammunition				
	Bloodborne Pathogens Protective Equip				
	Crime Scene Supplies				
	Weapons Cleaning Equipment				
	Flares				
	Gun supplies				
	Interview Room Equipment				
	Truleo Service				
0001-2021-2024	Uniform & Clothing Expense	\$ 18,508	\$ 50,000	\$ 50,000	
	Uniform Cleaning, Replacement & Repair				
0001-2021-3030	Professional Services	\$ -	\$ 1,000	\$ 1,000	
	Other Professional Servies				

City of Atwater
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POLICE – FIELD OPERATIONS (cont.)

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-2021-3031	Communications	\$ 34,404	\$ 26,000	\$ 30,000	
	Air Cards & Cell Phones				
	Portable Radio Equipment				
0001-2021-3034	Rents & Leases	\$ 106,275	\$ 121,427	\$ 125,000	
	Axon In Car Video				
	Axon Body Camera Program				
0001-2021-3036	Memberships & Subscriptions	\$ -	\$ -	\$ -	
0001-2021-3037	Travel/Conferences/Meetings	\$ 732	\$ 1,000	\$ 1,000	
0001-2021-3038	Training	\$ 28,722	\$ 35,000	\$ 35,000	
	Continuation of Enhanced Training Prog (PD Strategic Plan Goal)				
0001-2021-3099	Miscellaneous	\$ -	\$ -	\$ -	
0001-2021-4041	Equipment Maint. Charges			\$ -	
0001-2021-4088	Risk Management Charges	\$ 538,227	\$ 345,316	\$ 311,270	
0001-2021-6021	Machinery & Equipment	\$ -	\$ -	\$ -	
0001-2021-6031	Improvements Other Than Bldg	\$ -	\$ -	\$ -	
	Total Expenditures	\$ 3,513,232	\$ 3,599,619	\$ 3,540,005	

City of Atwater

Fiscal Year 2026-27 Budget

FIRE

Overview

The Atwater Fire Department is committed to the preservation of life, property, and the environment, and to assist citizens within the community of Atwater with the highest-level emergency medical service/ response and fire protection. The Atwater Fire Department is customer service oriented — “We care and will be there when called upon.” CAL FIRE will provide services to the City and associated Fire District to fulfill the operational policies and direction of the City Council and District Board. The provision of these services will be through a contractual agreement and CAL FIRE will manage that service delivery within the budget and applicable policies approved by the Atwater City Council/Board of Directors and CAL FIRE policies. Budgeted funds are expended directly by the City and Fire District or by CAL FIRE, and CAL FIRE is reimbursed for their actual direct and in direct expenses for those services which are associated with the contract.

The Fire Department Administration will continue to provide the utmost level of life safety protection for the community, recognizing that Public Safety is of the highest importance to the City Council. The Fire Administration will evaluate the efficiency and effectiveness of the Department by comparing response times, training hours and seasonal project achievements. The Atwater Fire Department will continue to train reserve firefighters to assure that each member of the Department maintains a high level of proficiency in serving the community.

Objectives

- Fire personnel will respond to emergency situations within an average of less than 7 minutes 90% of the time.
- Provide Public Education to local schools addressing fire safety and injury prevention.
- Manage the Prevention Inspection Program.
- Complete semi-annual fire hydrant flow testing and flushing.
- Recruit and maintain an active reserve fire fighter program.
- Reduce fire loss by quick response, direct interior fire attack and salvage operations.
- Provide annual inspection service to businesses

City of Atwater

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FIRE

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-2030-2020	Office Supplies	\$ 724	\$ 1,000	\$ 1,850	
0001-2030-2021	Special Departmental Expense	\$ 56,302	\$ 61,500	\$ 71,100	
	Tools, Equipment and PPE				\$ 2,000
	Medical supplies				\$ 14,300
	Sanitary Supplies				\$ 12,000
	Prevention Supplies				\$ 7,500
	Furniture Replacement				\$ 15,500
	Station Supplies and Maintenance				\$ 14,000
	SCBA repair & maint.				\$ 5,800
0001-2030-2023	Small Tools	\$ -	\$ -		
0001-2030-2024	Uniform & Clothing Expense	\$ 919	\$ 1,000	\$ 1,000	
	Reserve Uniform T-shirts				
	Reserve Uniform Sweatshirts				
0001-2030-2025	Fire Marshal Supplies	\$ 2,314	\$ 3,000	\$ 19,500	
	Knox Box Key Boxes				\$ 13,500
	Hydrant Flow Testing Equipment				\$ 3,000
	Fire Inspection Forms				\$ 2,000
	Fire Marshal Office Supplies				\$ 1,000
0001-2030-3030	Professional Services	\$ 1,701,324	\$ 3,244,015	\$ 2,986,412	
	Merced County Cost-Sharing Agreement: Mechanic				\$ 75,000
	CAL FIRE Agreement				\$ 2,903,912
	Weed Abatement Services				\$ 3,000
	Streamline Fire Inspection Program				\$ 4,500
0001-2030-3031	Communications	\$ 7,598	\$ 8,000	\$ 8,000	
0001-2030-3032	Utilities	\$ 42,506	\$ 61,000	\$ 68,000	
	PG&E and MID				
0001-2030-3034	Rents & Leases	\$ 5,094	\$ 5,000	\$ 9,900	
	Station 41 & 42 Copier Leases				
0001-2030-3035	Operations & Maintenance	\$ -	\$ 1,000	\$ -	
	Copy Machine Usage				
0001-2030-3038	Training	\$ 1,120	\$ 2,000	\$ 5,000	
	Fire Education Courses				
0001-2030-3039	State Emergency Strike Team	\$ -	\$ -		
0001-2030-3063	Reserve Fire Fighter Program	\$ -	\$ -		
0001-2030-4041	Equipment Maint. Charges	\$ 227,899	\$ 226,082	\$ 215,119	
0001-2030-4088	Risk Management Charges	\$ -	\$ -	\$ -	
0001-2030-6021	Machinery & Equipment	\$ -	\$ 348,214	\$ 10,000	
0001-2030-6031	Improvements Other Than Bldg		\$ 125,000		
	Total Expenditures	\$ 2,045,800	\$ 4,086,811	\$ 3,395,881	

City of Atwater

Fiscal Year 2026-27 Budget

COMMUNITY DEVELOPMENT

Overview

The Community Development Department includes the Engineering, Planning, Building, Economic Development, and Housing Divisions.

The Engineering Division plans, organizes, and performs a variety of professional level engineering and inspection services such as preparing, coordinating, and managing capital improvement projects. Engineering recommends improvements and replacement of public facilities, provides technical support to Public Works and other departments, checks the plans for subdivisions and civil improvements, and inspects the improvements before they are accepted by the City. Engineering plays an important role in the review and approval of improvement plans, final maps, parcel maps and lot line adjustments. It also assists in annual oversight of assessment districts such as the lighting, storm drainage, and landscape maintenance districts.

The Planning Division has the following principal responsibilities:

1. Prepare, maintain, and implement the City's General Plan, Specific Plans, Master Plans, and other types of plans as needed.
2. Conduct environmental reviews of public and private projects on the California Environmental Quality Act (CEQA) and National Environmental Policy Act (NEPA).
3. Administer the City's Zoning, Subdivision, and Cannabis Ordinances including the review of annexations, land use, development, and subdivision projects for compliance with applicable policies, regulations, and standards.
4. Administer the Regional Housing Needs Assessment (RHNA) and provide periodic updates to the Housing Element.
5. Administer the business license program in coordination with the Finance Department.

The Planning Division provides professional planning services and support to the Planning Commission and City of Council. It also provides information on zoning and other development issues to the public.

The Building Division provides plan reviews, issues building permits, and performs field inspections to ensure a safe and healthy environment and compliance with local ordinances and state regulations. This division works with the Fire Department – CAL Fire and the Merced County Environmental Health Department regarding hazardous and unsafe buildings and structures. It also responds to complaints about substandard and dangerous buildings. This division also reviews requests for business licenses, and in some instances inspects the buildings to determine code compliance.

The Community Development fees are based on the adopted fee schedule and are charged at the time an application is filed with the City. The fee schedule sets forth those applications for which a deposit is required and those for which a flat fee is imposed. Deposits are required for applications that are difficult to estimate actual processing costs.

City of Atwater

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COMMUNITY DEVELOPMENT

Overview (cont.)

For these projects, the applicant must pay all costs incurred by the City in processing the applications and may result in either additional charges or a refund to the applicant.

This approach allows the City to ensure appropriate cost recovery for more complex projects while maintaining a simple fee system for routine applications that have easily estimated costs.

The Economic Development Division seeks to assist the city and other departments on key strategic opportunities, including marketing and developing information for the City which helps attract new investments, and provides for general support in the implementation of grant opportunities.

The Housing Division provides administration of the City's housing programs and is responsible for identifying affordable housing development opportunities. The Division is also responsible for federal grant and contract administration, delivery of housing programs and services, and implementation of the City's guidelines and procedures.

COMMUNITY DEVELOPMENT

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-4000-1001	Salaries & Wages, Regular	\$ 638,708	\$ 903,195	\$ 809,956	
	Community Development Director				\$ 160,182
	Chief Building Official/Fire Code Official				\$ 135,148
	Civil Engineering Associate				\$ 82,375
	Senior Planner				\$ 91,289
	Planning Technician				\$ 48,370
	Executive Assistant				\$ 56,014
	Project Accountant/Successor Agency Assistant				\$ 75,108
	Administrative Assistant I				\$ 40,868
	Building Permit Technician II				\$ 64,401
	Building Permit Technician I				\$ 56,201
0001-4000-1002	Salaries & Wages, Parttime	\$ -	\$ -	\$ -	
0001-4000-1003	Leave Accrual Buy-Out	\$ 29,303	\$ 50,232	\$ 32,091	
0001-4000-1004	Overtime	\$ 2,750	\$ 3,000	\$ 3,000	
0001-4000-1008	In-Lieu Of Insurance Benefit	\$ 1,730	\$ -	\$ 7,200	
0001-4000-1012	Fica/Medicare	\$ 48,446	\$ 73,167	\$ 65,197	
0001-4000-1013	Retirement	\$ 285,296	\$ 330,573	\$ 305,063	
0001-4000-1014	Health Insurance	\$ 89,273	\$ 169,263	\$ 195,214	
0001-4000-1015	Worker's Compensation	\$ 59,831	\$ 70,577	\$ 65,254	
0001-4000-1024	Additional Duty	\$ -	\$ -		

City of Atwater

Fiscal Year 2026-27 Budget

COMMUNITY DEVELOPMENT (cont.)

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-4000-2020	Office Supplies	\$ 3,127	\$ 2,500	\$ 1,200	
	Miscellaneous				
	Business Cards				
	FedEx Overnight Postage				
0001-4000-2021	Special Departmental Expense	\$ 41,497	\$ 38,500	\$ 38,500	
	Code Books				\$ 2,500
	Software-Cloud Permit				\$ 33,000
	Miscellaneous				\$ 3,000
0001-4000-2023	Small Tools	\$ -	\$ 300	\$ 300	
0001-4000-2024	Uniform & Clothing Expense	\$ 158	\$ 250	\$ 250	
0001-4000-3030	Professional Services	\$ 235,233	\$ 435,000	\$ 518,500	
	Contracted Services Planning/Building				\$ 325,000
	AB1600 Report				5,000
	Civil Engineering & Design Services				100,000
	MuniServices Business License Processing				25,000
	CFD Admin & Annexation Services				36,000
	CFD Formation Services				27,500
0001-4000-3031	Communications	\$ 3,334	\$ 3,000	\$ 3,000	
	Wireless Fees				3,000
0001-4000-3033	Printing & Advertising	\$ 78	\$ 2,000	\$ 1,000	
0001-4000-3034	Rents & Leases	\$ 7,349	\$ 7,000	\$ 8,000	
	Copier Lease				7,000
0001-4000-3035	Operations & Maintenance	\$ 2,082	\$ 6,000	\$ 3,500	
	Copier Usage Fees				3,500
0001-4000-3036	Memberships & Subscriptions	\$ 2,759	\$ 1,895	\$ 2,395	
	CALBO (Building Officials Org)				\$ 350
	ICC (International Code Council)				\$ 295
	YICC (Yosemite Chapter ICC)				\$ 75
	Environmental System Research Institute				\$ 500
	ICSC				\$ 175
	APA				\$ 1,000
0001-4000-3037	Travel/Conferences/Meetings	\$ -	\$ 5,300	\$ 8,800	
	CALBO Hotel, Parking and Travel				\$ 4,800
	Engineering, Planning and Admin Misc. Travel				\$ 4,000
0001-4000-3038	Training	\$ 1,617	\$ 7,750	\$ 7,750	
	CALBO (Building Officials Org)				\$ 750
	Commissioner/CDD Training				\$ 7,000
0001-4000-3097	Plan Check Fees	\$ 104,009	\$ 65,000	\$ 65,000	
	Contracted Plan Checks				\$ 65,000
0001-4000-3100	Inspection Fees	\$ 75,891	\$ 65,000	\$ 65,000	
	Backup Inspectors				\$ 65,000
0001-4000-3102	Electronic Pmt Processing Exp	\$ 798	\$ 5,500	\$ 4,000	
0001-4000-4088	Risk Management Charges	\$ 178,706	\$ 185,912	\$ 157,076	
0001-4000-6021	Machinery & Equipment	\$ -	\$ -	\$ -	
0001-4000-6031	Improvements Other Than Bldg	\$ -	\$ -	\$ -	
	Total Expenditures	\$ 1,811,975	\$ 2,430,914	\$ 2,367,246	

City of Atwater
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**COMMUNITY DEVELOPMENT –
CANNABIS**

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-4003-2021	Special Departmental Expense	\$ -	\$ 500	\$ 500	
	Miscellaneous Supplies				\$ 500
0001-4003-3030	Professional Services	\$ 15,958	\$ 40,000	\$ 29,000	
	Attorney Legal Services				\$ 7,000
	Monitoring & Compliance Services				\$ 15,000
	Miscellaneous				\$ 7,000
0001-4003-3033	Printing & Advertising	\$ -	\$ 250	\$ 250	
0001-4003-3037	Travel/Conferences/Meetings	\$ -	\$ 250	\$ 250	
	Total Expenditures	\$ 15,958	\$ 41,000	\$ 30,000	

City of Atwater

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STORMWATER

Overview

The Stormwater Division is part of the Public Works Department, and is responsible for supporting the City's compliance with stormwater regulations and protecting public infrastructure from the impacts of stormwater runoff. The Division oversees planning, monitoring, and maintenance activities related to the City's storm drainage system and works to reduce flooding risks while protecting local water quality. During Fiscal Year 2026-27, the City will initiate development of a Stormwater Master Plan to help identify future infrastructure needs and guide long-term investment strategies.

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-5053-1001	Salaries & Wages, Regular			\$ 116,679	
	Sewer Maint Worker II				\$ 61,701
	Sewer Maint Worker I				\$ 54,978
0001-5053-1002	Salaries & Wages, Parttime			\$ -	
0001-5053-1003	Leave Accrual Buy-Out			\$ -	
0001-5053-1004	Overtime			\$ 15,000	
0001-5053-1007	Special Duty			\$ -	
0001-5053-1008	In-Lieu Of Insurance Benefit			\$ -	
0001-5053-1012	Fica/Medicare			\$ 10,073	
0001-5053-1013	Retirement			\$ 39,423	
0001-5053-1014	Health Insurance			\$ 14,764	
0001-5053-1015	Worker's Compensation			\$ 10,082	
0001-5053-1024	Additional Duty			\$ -	
0001-5053-2021	Special Departmental Expense			\$ 48,980	
	Parts for repair of storm lift stations				\$ 10,000
	Curb & gutter replacement				\$ 21,000
	Oil & lube for lift stations				\$ 630
	Sand				\$ 10,000
	Chemical weed abatement				\$ 7,350
0001-5053-2023	Small Tools			\$ 3,000	
	Shovels, rakes, brooms, misc. hand tools				\$ 3,000
0001-5053-2024	Uniform & Clothing Expense			\$ 4,000	
	Safety Boots				\$ 800
	Gloves: Rubber & Leather				\$ 200
	Reflective Jackets				\$ 200
	Rain Gear & Clothing				\$ 600
	Misc. Safety Supplies				\$ 200
	Uniform Cleaning				\$ 2,000

City of Atwater
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STORMWATER (cont.)

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-5053-3030	Professional Services			\$ 84,000	
	Electrical Repair				\$ 3,000
	Storm Pump Repair - Storm Sampling				\$ 8,000
	Storm Drain/Storm Main Repair				\$ 3,000
	Storm Water Master Plan				\$ 70,000
0001-5053-3031	Communications			\$ 3,700	
	AT&T				\$ 2,200
	Cell Phones				\$ 1,500
0001-5053-3032	Utilities			\$ 10,000	
	Merced Irrigation District				\$ 2,000
	Pacific Gas & Electric				\$ 8,000
0001-5053-4088	Risk Management			\$ 21,550	
	Total Expenditures			\$ 381,251	

City of Atwater
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RECREATION & COMMUNITY EVENTS

Overview

Under the direction of the Public Works Director, the Recreation & Community Events Department is committed to enhancing the quality of life for residents through diverse recreational programs, community events, and enrichment opportunities that serve all ages and interests. The Department offers a broad range of activities, including recreational and arts-based classes, youth, adult and senior programming, and community events such as the annual Easter Event and Movies in the Park, all designed to foster community engagement, wellness, and social connection.

In addition to program and event coordination, the Department manages and operates several community facilities available for public use and rental. These facilities include the Atwater Community Center, Veterans Pavilion, Youth Center, Bloss Mansion Grounds, and various City-owned sports fields. The Department is responsible for the scheduling, staffing, maintenance coordination, and overall operation of these facilities to support a wide variety of community activities and events.

City of Atwater

Fiscal Year 2026-27 Budget

RECREATION

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-6060-1001	Salaries & Wages, Regular	\$ 115,556	\$ 122,483	\$ 131,093	
	Recreation Supervisor				\$ 75,147
	Recreation Coordinator				\$ 55,946
0001-6060-1002	Salaries & Wages, Parttime	\$ 51,499	\$ 79,200	\$ 82,742	
	Seasonal Recreation Leaders (5)				\$ 82,742
0001-6060-1003	Leave Accrual Buy-Out	\$ 1,028	\$ -	\$ 7,226	
0001-6060-1004	Overtime	\$ 36	\$ 300	\$ -	
0001-6060-1007	Special Duty	\$ -	\$ -	\$ -	
0001-6060-1008	In-Lieu Of Insurance Benefit	\$ 7,230	\$ 7,200	\$ 7,200	
0001-6060-1012	Fica/Medicare	\$ 13,004	\$ 16,002	\$ 17,462	
0001-6060-1013	Retirement	\$ 37,714	\$ 40,375	\$ 44,293	
0001-6060-1014	Health Insurance	\$ 9,567	\$ 10,321	\$ 11,483	
0001-6060-1015	Worker's Compensation	\$ 15,190	\$ 15,436	\$ 17,477	
0001-6060-1024	Additional Duty	\$ -	\$ -	\$ -	
0001-6060-2020	Office Supplies	\$ -	\$ -	\$ 100	
0001-6060-2021	Special Departmental Expense	\$ 537	\$ 700	\$ 400	
0001-6060-2023	Small Tools	\$ 179	\$ 100	\$ 100	
0001-6060-2024	Uniform & Clothing Expense	\$ 787	\$ 500	\$ 500	
0001-6060-2041	Swim Lessons/Aquatics	\$ -	\$ -	\$ -	
0001-6060-2042	Drop In	\$ -	\$ 250	\$ 250	
0001-6060-2043	Summer Youth Camps	\$ 222	\$ -	\$ 2,000	
0001-6060-2044	Youth Indoor Soccer	\$ 1,429	\$ 2,000	\$ 3,000	
	Indoor Soccer Balls				
	Participant Shirts				
	Awards				
	Professional Services - Sports Officials				
	Indoor Soccer Equipment				
0001-6060-2045	Youth Basketball	\$ 12,312	\$ 14,000	\$ 14,000	
	Miscellaneous Supplies/Equipment				
	Participant Shirts				
	Awards				
	Professional Services - Sports Officials				
0001-6060-2046	Youth Flag Football	\$ 4,965	\$ 5,500	\$ 5,000	
	Participant Shirts				
	Awards				
	Miscellaneous Supplies				
	Professional Services - Sports Officials				
0001-6060-2047	Youth Volleyball	\$ 10,034	\$ 4,800	\$ 10,000	
	Participant Shirts				
	Awards				
	Professional Services - Sports Officials				
0001-6060-2048	Track Meet	\$ 504	\$ 600	\$ 600	
	Starter's Gun Blanks				
	Awards/Ribbons				
	Track Meet Equipment				

City of Atwater

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RECREATION (cont.)

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-6060-2049	Coed Volleyball	\$ 12,800	\$ 14,000	\$ 14,000	
	Game Volleyballs				
	Equipment - Pole Padding				
	Awards/T-shirt's				
	Professional Services - Sports Officials				
0001-6060-2050	Men's Summer Softball	\$ 8,018	\$ 4,800	\$ 6,000	
	Softballs				
	Miscellaneous Supplies				
	Awards/T-shirts				
	Professional Services - Sports Officials				
0001-6060-2051	Coed Fall Softball	\$ 6,902	\$ 3,000	\$ 6,000	
	11" Softballs				
	12" Incrediballs				
	Awards/T-shirts				
	Professional Services - Sports Officials				
0001-6060-2052	Men's Fall Softball	\$ 8,010	\$ 4,750	\$ 6,000	
	11" Softballs				
	Dolomark Chalk				
	Awards/T-shirts				
	Professional Services - Sports Officials				
0001-6060-2053	Men's Winter Basketball	\$ -	\$ -	\$ -	
	Game Balls				
	Awards				
	Professional Services - Sports Officials				
0001-6060-2054	Tennis Key	\$ 1,425	\$ 750	\$ 750	
	Rekey Tennis Door Lock				
	Copies of Do Not Duplicate Keys				
	Miscellaneous Supplies -Stencil and Paint				
	Replace Wind Screens				
	Lighting				
0001-6060-2055	Men's Volleyball	\$ -	\$ 5,000	\$ 5,000	
0001-6060-2056	Men's Summer Basketball	\$ -	\$ -	\$ -	
	Game Balls				
	Awards				
	Professional Services - Sports Officials				
0001-6060-2058	Misc Youth Programs	\$ -	\$ 500	\$ 500	
	Misc Youth Programs				
	Summer Youth Classes				
0001-6060-2059	Women's Volleyball	\$ 2,075	\$ 5,000	\$ 5,000	
0001-6060-2062	Special Events	\$ -	\$ -	\$ 5,000	
	Easter Egg Hunt, Movies in the Park, Atwater Night Out				
0001-6060-2063	Coed Summer Softball	\$ 6,902	\$ 4,000	\$ 6,000	
	11" Softballs				
	12" Incrediballs				
	Awards/T-shirts				
	Professional Services - Sports Officials				

City of Atwater

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RECREATION (cont.)

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-6060-2064	Contracted Recreation Classes	\$ -	\$ -	\$ 10,000	
0001-6060-2065	Coed Spring Softball	\$ -	\$ -	\$ -	
0001-6060-2066	Men's Spring Softball	\$ -	\$ -	\$ -	
0001-6060-2067	Field Rentals	\$ -	\$ 500	\$ 12,000	
0001-6060-2068	Community Center Expense	\$ 427	\$ 2,000	\$ 7,000	
0001-6060-2074	Castle Youth Center Expense	\$ 70	\$ 500	\$ 5,000	
0001-6060-2078	Various Recreation Classes	\$ 4,368	\$ 5,000	\$ 5,000	
0001-6060-2080	Vendor Fair	\$ -	\$ -	\$ -	
0001-6060-2094	Miss Atwater	\$ -	\$ -	\$ -	
0001-6060-3030	Professional Services	\$ 11,600	\$ 15,000	\$ 20,000	
	Civic Rec				
0001-6060-3031	Communications	\$ 1,608	\$ 1,500	\$ 5,000	
	Cell Phone				
0001-6060-3032	Utilities	\$ 93,357	\$ 85,000	\$ 95,000	
0001-6060-3033	Printing & Advertising	\$ -	\$ 200	\$ 400	
0001-6060-3034	Rents & Leases	\$ 4,866	\$ 16,900	\$ 17,000	
	Copier Lease				
0001-6060-3035	Operations & Maintenance	\$ 617	\$ 1,000	\$ 100	
	Copier Usage Fees				
0001-6060-3036	Memberships & Subscriptions	\$ 838	\$ 900	\$ 900	
	CPRS Memberships				
0001-6060-3037	Travel/Conferences/Meetings	\$ 2,627	\$ 4,000	\$ 4,000	
	CPRS Conferences/Meetings				
0001-6060-3038	Training	\$ 369	\$ 1,500	\$ 1,500	
	CPRS Training				
0001-6060-3102	Electronic Pmt Processing Exp	\$ 11,377	\$ 12,000	\$ 12,000	
	Web Payment				
0001-6060-4088	Risk Management Charges	\$ 40,128	\$ 33,849	\$ 33,786	
0001-6060-6021	Machinery & Equipment	\$ -	\$ -	\$ -	
0001-6060-6027	Buildings	\$ -	\$ -	\$ -	
0001-6060-6031	Improvements Other Than Bldg	\$ -	\$ -	\$ -	
	Total Expenditures	\$ 505,177	\$ 541,416	\$ 637,862	

City of Atwater

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COMMUNITY EVENTS

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-6062-1001	Salaries & Wages, Regular		\$ -	\$ -	
0001-6062-1002	Salaries & Wages, Parttime	\$ 6,955	\$ -	\$ -	
	On-call Intermittent Facility Attendants				
0001-6062-1003	Leave Accrual Buy-Out		\$ -	\$ -	
0001-6062-1004	Overtime		\$ -	\$ -	
0001-6062-1008	In-Lieu Of Insurance Benefit	\$ -	\$ -	\$ -	
0001-6062-1012	Fica/Medicare	\$ 984	\$ -	\$ -	
0001-6062-1013	Retirement	\$ 12,483	\$ -	\$ -	
0001-6062-1014	Health Insurance	\$ 2,751	\$ -	\$ -	
0001-6062-1015	Worker's Compensation	\$ 539	\$ -	\$ -	
0001-6062-2021	Special Departmental Expense	\$ 312	\$ 1,000	\$ -	
0001-6062-2054	Tennis Key	\$ -			
0001-6062-2057	Easter Egg Hunt	\$ 1,614	\$ 1,400	\$ 2,000	
0001-6062-2062	Special Events	\$ -	\$ 500	\$ 1,000	
0001-6062-2068	Community Center Expense	\$ -	\$ -	\$ -	
0001-6062-2074	Castle Youth Center Expense	\$ -	\$ -	\$ -	
0001-6062-2078	Various Events & Classes	\$ 2,730	\$ 5,500	\$ 5,000	
	Kids Craft Night				
	Adult Craft/Events				
	Senior Social Events				
	Movies in the Park				
	Atwater Night Out				
	Other - Misc Events				
0001-6062-2080	Vendor Fair	\$ -	\$ 1,000	\$ -	
0001-6062-2093	4th of July Celebration	\$ -	\$ -	\$ -	
0001-6062-2094	Miss Atwater	\$ -	\$ -	\$ -	
0001-6062-2096	September 11 Remembrance	\$ 1,150	\$ 1,150		
0001-6062-2097	Christmas Parade	\$ 573	\$ 900		
0001-6062-2098	Christmas Toy Drive	\$ 44	\$ 250		
0001-6062-3031	Communications	\$ 1,583	\$ 1,600		
	Cell Phone				
0001-6062-4088	Risk Management Charges	\$ 9,838	\$ -	\$ -	
	Total Expenditures	\$ 41,556	\$ 13,300	\$ 8,000	

City of Atwater
Fiscal Year 2026-27 Budget

PUBLIC WORKS – PARKS OPERATIONS

Overview

Under the direction of the Public Works Director, the Parks Operations Division is responsible for maintaining parks and recreational facilities, as well as providing essential operational support services. Its mission is to ensure that all park spaces and facilities offer a healthy, clean, safe, and enjoyable environment. The Division aims to give visitors a secure place to recreate, enhance their physical and mental well being, and ultimately improve their overall quality of life.

The Division oversees the maintenance and operation of 17 developed park sites covering roughly 80 acres, along with an additional 12 acres of landscaped areas located near roadways and residential neighborhoods. Its responsibilities also include managing the grounds of the community center, the Bloss Home Museum and its grounds, three covered picnic shelters, two tennis courts, three outdoor basketball courts, the Atwater Skate Park, nine athletic fields, and eight playground structures.

City of Atwater

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PUBLIC WORKS – PARKS OPERATIONS

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-6061-1001	Salaries & Wages, Regular	\$ 172,190	\$ 186,948	\$ 196,035	
	Parks Maintenance Worker I/II				\$ 55,153
	Parks Maintenance Worker I				\$ 43,214
	Parks Maintenance Worker I				\$ 50,025
	Parks Maintenance Worker I				\$ 47,643
0001-6061-1002	Salaries & Wages, Parttime	\$ 29,623	\$ 18,623	\$ 18,995	
0001-6061-1003	Leave Accrual Buy-Out	\$ -	\$ -	\$ -	
0001-6061-1004	Overtime	\$ 12,530	\$ 30,000	\$ 30,000	
0001-6061-1006	Stand By Pay	\$ -	\$ -	\$ -	
0001-6061-1007	Special Duty	\$ -	\$ -	\$ -	
0001-6061-1008	In-Lieu Of Insurance Benefit	\$ 4,820	\$ 4,800	\$ 4,800	
0001-6061-1012	Fica/Medicare	\$ 16,347	\$ 18,388	\$ 19,112	
0001-6061-1013	Retirement	\$ 56,149	\$ 61,624	\$ 66,235	
0001-6061-1014	Health Insurance	\$ 24,817	\$ 30,963	\$ 41,340	
0001-6061-1015	Worker's Compensation	\$ 18,762	\$ 17,738	\$ 19,129	
0001-6061-1024	Additional Duty	\$ -	\$ -	\$ -	
0001-6061-2020	Office Supplies	\$ -	\$ -	\$ -	
0001-6061-2021	Special Departmental Expense	\$ 48,260	\$ 57,750	\$ 57,750	
	Parts for Irrigation Repairs				
	Parts to Repair Push Mowers, Edgers & String Trimmers				
	Flags				
	Concrete				
	Fertilizer for all Parks				
	Padlocks				
	Herbicides & Rodent Control				
0001-6061-2023	Small Tools	\$ 416	\$ 5,000	\$ 5,000	
0001-6061-2024	Uniform & Clothing Expense	\$ 3,173	\$ 6,000	\$ 6,000	
0001-6061-3001	City Administration Fees - Salary Alloc.	\$ 161,092	\$ 166,478	\$ 179,884	
0001-6061-3030	Professional Services	\$ 39,716	\$ 47,250	\$ 47,250	
	Graffiti Removal				\$ 12,250
	Fence & Gate Repairs				\$ 10,000
	Tree Removal				\$ 25,000
0001-6061-3031	Communications	\$ 1,215	\$ 2,500	\$ 2,500	
0001-6061-3034	Rents & Leases	\$ -	\$ 1,500	\$ 1,500	
	Cement Trailer				\$ 1,000
	Portable Fencing				\$ 500
0001-6061-3035	Operations & Maintenance	\$ -	\$ -	\$ -	
0001-6061-3036	Memberships & Subscriptions	\$ -	\$ -	\$ -	
0001-6061-3038	Training	\$ 1,390	\$ 1,575	\$ 1,575	
	Safety Training				\$ 1,575
0001-6061-3055	Maint. Buildings & Grounds	\$ 11,286	\$ 35,175	\$ 35,175	
	Replace Ballfield Light Bulbs & Ballasts				\$ 1,575
	Maint. For Splash Pad				\$ 15,750
	Restroom Repair Parts				\$ 2,100
	Repair/Replace Park Signs				\$ 2,100
	BBQ Repair/Replacement				\$ 3,150
	Parts to Repair Benches/Tables				\$ 2,100
	Recreational Facilities Repair & Maintenance				\$ 8,400
0001-6061-4088	Risk Management Charges	\$ 44,264	\$ 42,886	\$ 41,907	
0001-6061-6021	Machinery & Equipment	\$ 52,918	\$ 50,000	\$ -	
0001-6061-6031	Improvements Other Than Bldg	\$ -	\$ -	\$ -	
	Total Expenditures	\$ 698,968	\$ 785,198	\$ 774,186	

City of Atwater

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Bloss Home:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-6064-XXXX	Bloss Home Repairs			\$ 75,000	
	Total Expenditures			\$ 75,000	

Miscellaneous:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0001-9095-9057	Trn To Gas Tax/Street Improv	\$ 526,575	\$ 512,728	\$ 416,978	
0001-9095-9066	Transfer To Local Trans Fund	\$ -			
0001-9095-9069	Transf To Maint District Funds	\$ 92,376	\$ 145,000	\$ 228,012	
	General Benefit Contribution to Maint Districts				
	Maintenance Districts (Shortfall)				
0001-9095-9113	Transfer to Fund 5050 Public Safety CFD		\$ 160,821	\$ 102,314	
0001-9095-9084	Trn To Employee Benefits Fund	\$ 100,000	\$ 100,000	\$ 200,000	
	Reserve for OPEB Obligations				100,000
	Reserve for Pension Obligations				100,000
0001-9095-9086	Transf To Gen Plan Update Fund	\$ -			
0001-9095-9089	Trnsf To General Fund Cap	\$ -			
0001-9095-9095	Transfer To AVA Fund	\$ -			
0001-9095-9104	Transf to CDBG/STBG Grant Fund	\$ -			
0001-9095-9111	Transf To ISF Equip/BldgReplac	\$ 100,000	\$ 100,000	\$ 100,000	
	Total Expenditures	\$ 818,951	\$ 1,018,549	\$ 1,047,304	

Other Funds

Revenues and Expenditures

City of Atwater

Fiscal Year 2025-26 Budget

GENERAL FUND CAPITAL PROJECTS

Overview

This fund was developed to provide funding for long-term General Fund capital replacement and infrastructure associated with discretionary projects that have no dedicated funding source.

It is also used for one-time projects that will improve or enhance General Fund operations and consequently reduce or avoid future operating costs. The source of financing for this fund will be revenues from one-time resources or on-going revenues received above the general operating revenues.

Objectives

- Set-aside funding for long-term capital needs
- Promote funding for Capital infrastructure replacement
- Promote operations that encourage productive and innovative solutions that benefit the Community
- Provide funding for equipment replacement
- Provide funding for innovative projects and studies
- Provide funding for delivering effective and efficient services that stress continuous improvement and result in excellence in customer service.

City of Atwater

Fiscal Year 2026-27 Budget

GENERAL FUND CAPITAL PROJECTS

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0003-0000-3168	CMAQ Gt-TrafficSignalSynchrztn				
0003-0000-3187	HSIP-Highway Safety Imp Prg Gt				
0003-0000-3188	CMAQ-Phase II Ped Imp Proj				
0003-0000-3193	CMAQ-Mitchell Schools Ped Prj				
0003-0000-3196	CMAQ-Phase 1 Ped Imp Proj DT				
0003-0000-3197	CMAQ-Phase 2 Ped Imp Proj DT	\$ 56,634	\$ 1,079,237		
0003-0000-3198	CMAQ-Phase 3 Ped Imp Proj DT	\$ 5,494	\$ -		
0003-0000-3199	CMAQ-Phase 4 Ped Imp Proj DT	\$ 15,407	-		
0003-0000-3200	CMAQ-City Wide Signal Synch	\$ 82,769	\$ 1,020,653	\$ 1,026,418	
0003-0000-3201	CMAQ-Electric Street Sweeper		\$ 499,000		
0003-0000-XXXX	CMAQ -Atwater Livingston Canal Trailway Project			\$ 128,367	
0003-0000-6001	Interest Earned				
0003-0000-8001	Trn Fr General Fund				
	Total Revenues	\$ 160,304	\$ 2,598,890	\$ 1,154,785	
0003-1080-L001	Traffic Signal Synchronization				
0003-1080-N001	HSIP-Highway Safety Imp Prg Gt				
0003-1080-P001	Phase II Ped Imp Proj (CMAQ)				
0003-1080-R003	Mitchell Schools Ped Prj-CMAQ				
0003-1080-U004	Phase 1 Ped Imp Proj Downtown				
0003-1080-U005	Phase 2 Ped Imp Proj Downtown	\$ 39,822	\$ 1,079,237		
0003-1080-U006	Phase 3 Ped Imp Proj Downtown	\$ 10,632			
0003-1080-U007	City Bldg - Civic Center #1				
0003-1080-U008	Police Dept Remodel/Rehab				
0003-1080-V001	City Bldg - Civic Center #2				
0003-1080-V003	Ace Train Platform				
0003-1080-V039	Osborn Park Renovation				
0003-1080-V015	Phase 4 Ped Imp Proj Downtown	\$ 15,407			
0003-1080-X001	Ralston Park Restrooms	\$ -			
0003-1080-X002	Veteran's Park Amenity/Parking Expansion	\$ -			
	Parking Expansion				
	Park Amenity				
0003-1080-X003	Splash Pad Seated Shading Area				
0003-1080-X004	Tennis Court Resurface				
0003-1080-X013	City Wide Traffic Signal Synch	\$ 82,769	\$ 1,020,653	\$ 1,026,418	
0003-1080-Z001	Electric Street Sweeper		\$ 499,000		
0003-1080-XXXX	Atwater Livingston Canal Trailway Project			\$ 128,367	
	Total Expenditures	\$ 148,630	\$ 2,598,890	\$ 1,154,785	

City of Atwater

Fiscal Year 2026-27 Budget

PUBLIC SAFETY TRANSACTIONS AND USE TAX FUND

Overview

The Public Safety Transactions and Use Tax Fund was established to support the City’s ability to monitor and account for the revenue and expenditures of the Public Safety Transactions and Use Tax (Measure B). Measure B was approved by the voters in November 2022 and provides a 1 percent sales tax surcharge with the revenue generated to be used for public safety services. The Public Safety Transactions and Use Tax became effective on July 1, 2023. All Measure B revenues are deposited into this special fund and used exclusively for eligible police and fire protection services in accordance with Atwater Municipal Code 3.45 and the City Council’s adopted Public Safety Transactions and Use Tax Program Guidelines. This budget document section constitutes the City’s annual Public Safety Expenditure Plan for fiscal year 2026-27.

Objectives

- Fill vacancies and maintain organizational staffing levels for both public safety departments to best serve the community.
- Evaluate and implement modern public safety technology that enhances the ability of police and fire personnel to provide efficient and reliable service.
- Continue scheduled replacement and maintenance of police and fire equipment to ensure readiness and operational reliability.
- Continue to work to decrease gang activity within the City.
- Enhance training and professional development for police and fire personnel to support service quality and operational preparedness.

Revenues:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0004-0000-1031	Sales & Use Tax	\$ 5,595,919	\$ 5,274,315	\$ 5,654,293	
0004-0000-6001	Interest Earned	\$ 79,957	\$ 15,000	\$ 70,000	
	Total Revenues	\$ 5,675,876	\$ 5,289,315	\$ 5,724,293	

City of Atwater
Fiscal Year 2026-27 Budget

PUBLIC SAFETY TRANSACTIONS AND USE TAX FUND

Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details

City of Atwater

Fiscal Year 2026-27 Budget

PUBLIC SAFETY TRANSACTIONS AND USE TAX FUND

Expenses (cont.):

0004-1050-4089	Employee Benefits Charges	\$ 26,319	\$ 29,798	\$ 41,259	
0004-2020-1001	Salaries & Wages, Regular	\$ 74,520	\$ 116,054	\$ 121,031	
	Public Safety Dispatcher				\$ 55,772
	Public Safety Records Supervisor				\$ 65,259
0004-2020-1003	Leave Accrual Buy-Out	\$ 4,598	\$ 3,348	\$ 3,491	
0004-2020-1004	Overtime	\$ 2,455	\$ 5,000	\$ 5,000	
0004-2020-1005	Holiday Pay	\$ 3,298	\$ 9,374	\$ 9,776	
0004-2020-1006	Stand By Pay	\$ -	\$ 5,200	\$ 5,200	
0004-2020-1008	In-Lieu Of Insurance Benefit	\$ 6,990	\$ -	\$ -	
0004-2020-1012	Fica/Medicare	\$ 6,883	\$ 10,632	\$ 11,054	
0004-2020-1013	Retirement	\$ 6,126	\$ 38,255	\$ 40,893	
0004-2020-1014	Health Insurance	\$ -	\$ 10,321	\$ 22,966	
0004-2020-1015	Worker's Compensation	\$ 6,755	\$ 10,255	\$ 11,064	
0004-2020-4088	Risk Management Charges	-	\$ 24,219	\$ 24,412	
0004-2020-6021	Machinery & Equipment	\$ 1,124	\$ 10,000	\$ 10,000	
0004-2021-1001	Salaries & Wages, Regular	\$ 643,638	\$ 690,160	\$ 807,052	
	Police Sergeant (Detective)				\$ 133,551
	Police Sergeant				\$ 129,908
	Police Sergeant				\$ 118,519
	Police Officer (Detective)				\$ 96,906
	Police Officer				\$ 83,711
	Police Officer				\$ 87,304
	Police Officer				\$ 81,225
	Police Officer (New 26-27)				\$ 75,928
0004-2021-1002	Salaries & Wages, Parttime	\$ 8,090	\$ 49,660	\$ 50,495	
	P.T. Salaries - Reserves (1)				\$ 7,920
	P.T. Salaries - Community Service Officers (2)				\$ 42,575
0004-2021-1003	Leave Accrual Buy-Out	\$ 22,068	\$ 25,446	\$ 29,762	
0004-2021-1004	Overtime	\$ 108,533	\$ 100,000	\$ 60,000	
0004-2021-1005	Holiday Pay	\$ 50,418	\$ 53,437	\$ 62,500	
0004-2021-1006	Stand By Pay	\$ 665	\$ 4,200	\$ 4,200	
0004-2021-1007	Special Duty	\$ 1,297	\$ 4,524	\$ 10,685	
0004-2021-1008	In-Lieu Of Insurance Benefit	\$ 3,240	\$ 7,200	\$ 7,200	
0004-2021-1012	Fica/Medicare	\$ 61,501	\$ 71,499	\$ 78,940	
0004-2021-1013	Retirement	\$ 436,042	\$ 464,893	\$ 569,323	
0004-2021-1014	Health Insurance	\$ 87,598	\$ 102,619	\$ 144,032	
0004-2021-1015	Worker's Compensation	\$ 59,894	\$ 68,975	\$ 79,009	
0004-2021-1024	Additional Duty	\$ -	\$ -	\$ -	
0004-2021-2024	Uniform & Clothing Expense	\$ 38,195	\$ -	\$ -	
0004-2021-3030	Professional Services	\$ 152,008	\$ 124,000	\$ 124,000	
	LPR				
	DA Citizens Portal				
	VIPER Merced County Agreement				

City of Atwater

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Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0004-2021-3031	Communications	\$ 3,495	\$ 4,400	\$ 4,400	
	Neighborhood Watch				
	Cell Phones				
0004-2021-3034	Rents & Leases	\$ 103,717	\$ 150,000	\$ 190,000	
	Taser Lease				
	Police Vehicle Lease -				
	Radio Lease				
	Fleet Expansion Lease -				
0004-2021-4088	Risk Management Charges	\$ -	\$ 190,863	\$ 201,586	
0004-2021-6021	Machinery & Equipment	\$ 78,854	\$ 60,000	\$ 60,000	
	Vehicle upfitting				
0004-2021-6031	Improvements Other Than Bldg	\$ 20,633	\$ -	\$ -	
0004-2030-1002	Salaries & Wages, Parttime	\$ -	\$ 10,000	\$ 10,000	
	P.T. SALARIES - (4) Reserve Firefighters Special Pay Only				\$ 10,000
0004-2030-1012	Fica/Medicare	\$ -	\$ 765	\$ 765	
0004-2030-1015	Worker's Compensation	\$ -	\$ 741	\$ 773	
0004-2030-2021	Special Departmental Expense	\$ 9,443	\$ 7,500	\$ 8,500	
0004-2030-3030	Professional Services	\$ 2,900,000	\$ 2,789,000	\$ 2,903,912	
	CAL FIRE Agreement (partial)				\$ 2,903,912
0004-2030-3031	Communications	\$ -	\$ -	\$ -	
0004-2030-3034	Rents & Leases	\$ -		\$ -	
0004-2030-3063	Reserve Fire Fighter Program	\$ 837	\$ 7,000	\$ 7,000	
	Training Props and Supplies				
	Annual Recertifications				
0004-2030-4088	Risk Management Charges	\$ -	\$ -		
0004-2030-6021	Machinery & Equipment	\$ 453,970	\$ 46,673	\$ 280,000	
	Portable Radios				\$ 28,000
	Hoses & Nozzles				\$ 25,000
	Type I Outfitting				\$ 227,000
0004-2030-6031	Improvements Other Than Bldg	\$ -	\$ -	\$ 30,000	
	Electric vehicle ff equipment				\$ 30,000
	Total Expenditures	\$ 5,449,004	\$ 5,306,011	\$ 6,030,281	

City of Atwater

Fiscal Year 2026-27 Budget

MEASURE V FUND

Overview

Measure V Fund accounts for revenues received from the voter-approved Merced County transportation sales tax. These funds are restricted for transportation purposes, including street and road improvements, congestion relief projects, pedestrian and bicycle infrastructure, and programs that improve mobility throughout the community. Funds are subject to citizen oversight and must be spent in accordance with the Measure V expenditure plan.

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0007-0000-1031	Sales & Use Tax	\$ 818,254	\$ 800,000		
0007-0000-6001	Interest Earned	\$ 170,306	\$ 20,000	\$ 30,000	
	Total Revenues	\$ 988,560	\$ 820,000	\$ 30,000	
0007-1080-M007	Fruitland Ave Rd Improvements	\$ 2,655,760	\$ 1,385,331	\$ -	
0007-1080-P004	Atw Blvd & First St Signal	\$ -	\$ -	\$ -	
0007-1080-X013	City Wide Traffic Synch	\$ 18,497	\$ 152,236	\$ 152,983	
0007-3033-3030	Professional Services	\$ -	\$ 100,000	\$ 100,000	
0007-1080-XXXX	Green Sands Widening			\$ 1,000,000	
	Total Expenditures	\$ 2,674,257	\$ 1,637,567	\$ 1,252,983	

City of Atwater

Fiscal Year 2026-27 Budget

MEASURE V 20% ALTERNATIVE MODES FUND

Overview

At least twenty percent (20%) of the “Local Projects” funds each jurisdiction receives must be used for Alternative Modes projects. Each jurisdiction may use more than this minimum but not less. The goal of this sub-category of projects is to provide safe alternatives to automobile travel, increase use of alternative modes, and improve air quality and the environment. This sub-category may be used for projects and programs that provide alternatives to single-occupant vehicle use, including but not limited to:

- Sidewalks, crosswalks, safe routes to schools, ADA curb ramps, and other pedestrian projects
- Bicycle projects
- Passenger Rail and railroad crossing safety improvements
- Vanpools, carpools or other ridesharing programs or incentives
- Roundabouts or other air quality improvements or other alternative modes

This sub-category may be used for new projects or programs, for safety improvements, or for maintenance or operation of existing projects or programs. Funds can be used for all phases of project development and implementation.

This sub-category may also be used as an incentive or as matching funds for transportation-related components of sustainable communities and developments that help increase alternatives to automobiles.

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0008-0000-1031	Sales & Use Tax	\$ 204,563	\$ 195,000		
0008-0000-6001	Interest Earned	\$ 35,008	\$ 1,000	\$ 30,000	
	Total Revenues	\$ 239,571	\$ 196,000	\$ 30,000	
0008-1080-N001	HSIP-Highway Safety Imp Prg Gt	\$ -	\$ -	\$ -	
0008-1080-P001	Phase II Ped Imp Proj	\$ -	\$ -	\$ -	
0008-1080-R002	Active Transportation Plan	\$ -	\$ -	\$ -	
0008-1080-R003	Mitchell Schools Ped Prj	\$ -	\$ -	\$ -	
0008-1080-U004	Phase 1 Ped Imp Proj Downtown	\$ -	\$ -	\$ -	
0008-1080-U005	Phase 2 Ped Imp Proj Downtown	\$ 9,581	\$ 391,796	\$ -	
0008-1080-U006	Phase 3 Ped Imp Proj Downtown	\$ 3,013	\$ -	\$ 330,000	
0008-1080-V003	Ace Train Platform	\$ -	\$ -	\$ -	
0008-1080-V015	Phase 4 Ped Imp Proj Downtown	\$ 1,996	\$ -	\$ 350,000	
0008-1080-XXXX	Greensands Widening Project	\$ -	\$ -	\$ 150,000	
	Total Expenditures	\$ 14,590	\$ 391,796	\$ 830,000	

City of Atwater

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ABANDONED VEHICLE PROGRAM FUND

Overview

California Vehicle Code Sections 9250.7 and 22710 establish a service authority for the abatement of abandoned vehicles. The Police Department participates in an abandoned vehicle abatement program established and administered by the Merced County Association of Governments (MCAG). The funds dispersed to the City of Atwater by MCAG are restricted and can only be used to support the abatement of abandoned vehicles within the City of Atwater.

Goals of the Abandoned Vehicle Program of the Police Department include:

- Responding to members of the community in a timely and courteous manner.
- Assisting with inquiries made by phone and in person regarding handling of the vehicle abatement program within the City of Atwater.
- Investigating and acting to mitigate the effects of abandoned vehicles on the quality of life for residents in the City of Atwater.

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0009-2020-3192	Abandoned Vehicle Abatement (AVA)	\$ 23,321	\$ 30,938	\$ 30,023	
0009-0000-6001	Interest Earned	\$ -	\$ 20		
	Total Revenues	\$ 23,321	\$ 30,958	\$ 30,023	
0009-2020-1001	Salaries & Wages, Regular	\$ 14,961	15,108	15,391	
	Code Enforcement Manager (10% Salaries & Benefits)				\$ 9,371
	Community Services Officer (10% Salaries & Benefits)				\$ 6,020
0009-2020-1003	Leave Accrual Buy-Out	\$ 520	43	27	
0009-2020-1004	Overtime	\$ 627	1,000	1,000	
0009-2020-1008	In-Lieu Of Insurance Benefit	\$ 324	720	1,440	
0009-2020-1012	Fica/Medicare	\$ 1,162	1,291	1,366	
0009-2020-1013	Retirement	\$ 4,855	4,980	5,200	
0009-2020-1014	Health Insurance	\$ 2,386	2,064	-	
0009-2020-1015	Worker's Compensation	\$ 1,379	1,245	1,367	
0009-2020-1024	Additional Duty	\$ -	-	-	
0009-2020-2021	Special Departmental Expense	\$ -	-	-	
0009-2020-3031	Communications	\$ 1,228	1,000	1,000	
	Cell Phone				
0009-2020-4088	Risk Management Charges	\$ 3,334	3,073	2,732	
0009-2020-4089	Employee Benefit Charges	\$ 470	423	500	
	Total Expenditures	\$ 31,246	30,948	30,023	

City of Atwater

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MEASURE V – REGIONAL FUNDS

Overview

The Measure V Regional Fund is established to provide funding for regional transportation improvements and is part of the Merced County Transportation Authority’s 1/2 cent sales tax, providing \$15 million dollars annually for transportation projects for 30 years, that cannot be taken by the State, with citizens’ oversight, and requiring all money to be spent entirely in Merced County on approved regional transportation improvements.

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
0010-0000-1068	Bellevue Road Realignment	\$ 117,196	\$ 2,150,000	\$ 1,907,087	
0010-0000-1069	Buhach Widening	\$ -	\$ 200,000	\$ 148,174	
0010-0000-6001	Interest Earned	\$ -	\$ -	\$ -	
	Total Revenues	\$ 117,196	\$ 2,350,000	\$ 2,055,261	
0010-1080-L005	Winton Way Road Improvements				
0010-1080-V017	Bellevue Road Realignment	\$ 108,745	\$ 2,150,000	\$ 1,907,087	
0010-1080-X016	Buhach Widening	\$ 50,611	\$ 200,000	\$ 148,174	
	Total Expenditures	\$ 159,356	\$ 2,350,000	\$ 2,055,261	

City of Atwater

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GAS TAX / STREET IMPROVEMENT FUND

Overview

Under the direction of the Public Works Director, the Public Works Streets Division is responsible for the operation, maintenance, and safety of the City's streets and related infrastructure. This includes managing street signage, public parking lots, medians, sidewalks, traffic control devices, pavement markings, lane delineation, street lighting, and traffic signals. The Division also performs weed abatement in street and alley rights of way and ensures safe working conditions throughout the City's roadway system. In addition, the Streets Division oversees the care and maintenance of trees included in the City's Urban Forestry Plan.

Objectives

- Maintain City streets, alleyways, sidewalks, and parking lots.
- Provide maintenance and repair for City maintained street lighting.
- Ensure streets remain clean, safe, and accessible.
- Assist with traffic control, road closures, barricades, and other urgent needs.
- Respond to flooding, signal issues, and other infrastructure emergencies.

Revenues:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
1011-0000-3140	Gas Tax 2103	\$ 302,930	\$ 297,408	\$ 311,498	
1011-0000-3141	Gas Tax 2105	\$ 197,498	\$ 205,264	\$ 208,293	
1011-0000-3142	Gas Tax 2106	\$ 95,687	\$ 96,578	\$ 95,979	
1011-0000-3143	Gas Tax 2107	\$ 261,994	\$ 279,863	\$ 278,535	
1011-0000-3144	Gas Tax 2107.5	\$ 6,000	\$ 6,000	\$ 6,000	
1011-0000-4140	Admin Fees, General Fund - Salary Alloc.	\$ 74,041	\$ 80,652	\$ 88,525	
1011-0000-4145	Admin Fees, Maintenance Dist - Salary Alloc.	\$ 16,453	\$ 17,923	\$ 19,672	
1011-0000-4024	Traffic Engineering Plan Check	\$ 6,380	\$ 5,000	\$ 5,000	
1011-0000-6001	Interest Earned	\$ 3,718	\$ -	\$ 3,000	
1011-0000-6091	Other Revenue	\$ 3,963	\$ -	\$ -	
1011-0000-8001	Trn Fr General Fund	\$ 526,575	\$ 512,728	\$ 416,978	
1011-0000-8002	TRN FR SB1-RMRA	\$ 42,706			
	Total Revenues	\$ 1,537,945	\$ 1,501,415	\$ 1,433,480	

City of Atwater
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GAS TAX/STREET IMPROVEMENT FUND

Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
1011-3033-1001	Salaries & Wages, Regular	\$ 247,581	\$ 273,422	\$ 306,092	
	Street and Parks Division Supervisor				\$ 94,789
	Streets Maint Worker II				\$ 57,592
	Streets Maint Worker I/II				\$ 60,472
	Streets Maint Worker I				\$ 50,025
	Streets Maint Worker I				\$ 43,214
1011-3033-1002	Salaries & Wages, Parttime	\$ 10,204	\$ 18,623	\$ 18,995	
	Streets Maint Worker I				\$ 18,995
1011-3033-1003	Leave Accrual Buy-Out	\$ 4,221	\$ 8,002	\$ 8,570	
1011-3033-1004	Overtime	\$ 14,012	\$ 14,700	\$ 20,000	
1011-3033-1006	Stand By Pay	\$ 12,292	\$ 14,000	\$ 14,000	
1011-3033-1008	In-Lieu Of Insurance Benefit	\$ 2,030	\$ -	\$ 2,400	
1011-3033-1012	Fica/Medicare	\$ 21,251	\$ 25,149	\$ 28,309	
1011-3033-1013	Retirement	\$ 91,195	\$ 98,859	\$ 113,013	
1011-3033-1014	Health Insurance	\$ 46,533	\$ 92,298	\$ 72,836	
1011-3033-1015	Worker's Compensation	\$ 23,905	\$ 24,259	\$ 28,334	
1011-3033-2020	Office Supplies	\$ -	\$ -	\$ -	
1011-3033-2021	Special Departmental Expense	\$ 167,146	\$ 194,150	\$ 103,140	
	Concrete				\$ 25,000
	Misc Bolts/Nuts				\$ 1,315
	Weed Spray				\$ 10,000
	Ant Control/Bait				\$ 525
	Form Materials				\$ 3,150
	Base Rock				\$ 5,250
	Small Equipment Parts/Supplies				\$ 52,500
	Absorbent for Oil/Gas Spills				\$ 200
	First Aid Supplies				\$ 200
	Barricades/Batteries/Photo Cells/Cones				\$ 5,000
1011-3033-2023	Small Tools	\$ 8,819	\$ 19,500	\$ 19,500	
	Gas Powered Tools				\$ 8,000
	Power Hand Tools				\$ 6,000
	Shovels/Rakes/Brooms				\$ 5,500
1011-3033-2024	Uniform & Clothing Expense	\$ 3,505	\$ 7,000	\$ 7,000	
	Safety Gear/Gloves/PPE				\$ 7,000
1011-3033-3001	City Administration Fees	\$ 124,246	\$ 127,342	\$ 131,862	

City of Atwater
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GAS TAX/STREET IMPROVEMENT FUND (cont.)

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
1011-3033-3030	Professional Services	\$ 124,128	\$ 162,165	\$ 142,140	
	Fire Extinguishers				\$ 1,890
	Small Equipment Repairs				\$ 5,250
	Street Tree Removal/Trimming				\$ 42,000
	Traffic Engineer				\$ 80,000
	DOT Drug Screening/Physicals				\$ 1,000
	Hazardous Waste Disposal				\$ 2,000
	Tipping Fees				\$ 10,000
1011-3033-3031	Communications	\$ 3,687	\$ 4,000	\$ 4,000	
	Cell Phone				\$ 4,000
1011-3033-3032	Utilities	\$ 190,858	\$ 225,000	\$ 225,000	
1011-3033-3034	Rents & Leases	\$ -	\$ 500	\$ 500	
	Trailer/Man Lift Rentals				\$ 500
1011-3033-3038	Training	\$ -	\$ 1,100	\$ 4,000	
	Drug & Alcohol Awareness				\$ 4,000
	Misc Training				
1011-3033-4041	Equipment Maint. Charges	\$ 23,800	\$ 24,290	\$ 24,290	
1011-3033-4045	Building Maint. Charges	\$ 29,972	\$ 28,560	\$ 29,099	
1011-3033-4088	Risk Management Charges	\$ 62,675	\$ 66,151	\$ 64,881	
1011-3033-4089	Employee Benefits Charges	\$ 63,092	\$ 72,548	\$ 96,766	
1011-3033-6021	Machinery & Equipment	\$ 45,615	\$ -	\$ -	
	Service Truck				
	Total Expenditures	\$ 1,320,767	\$ 1,501,617	\$ 1,464,727	

City of Atwater

Fiscal Year 2026-27 Budget

LOCAL TRANSPORTATION FUND

Overview

Capital project costs associated with traffic safety improvements are funded from the Local Transportation Fund.

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
1013-0000-3145	Local Transportation	\$ -	\$ -		
1013-0000-3148	Covid Resp/Relief Supp App Act	\$ -	\$ -	\$ -	
1013-0000-4008	Bridge Widening	\$ 213	\$ -	\$ -	
1013-0000-6001	Interest Earned	\$ 19,917	\$ 1,000	\$ 15,000	
	Total Revenues	\$ 20,130	\$ 1,000	\$ 15,000	
1013-1080-M007	Fruitland Ave Rd Improvements	\$ -	\$ 164,458	\$ -	
1013-1080-P004	Atw Blvd & First St Signal	\$ -	\$ -	\$ -	
1013-1080-T004	LTF-Laurel Area Sdwlk Imp Proj	\$ -	\$ -	\$ -	
1013-1080-X014	Olive Avenue Overlay	\$ -	\$ 230,370	\$ -	
1013-1080-XXXX	Atwater Livingston Canal Trailway Project			\$ 184,295	
	Total Expenditures	\$ -	\$ 394,828	\$ 184,295	

City of Atwater
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TRAFFIC CIRCULATION FUND

Overview

Capital project costs associated with traffic safety improvements are funded from the Traffic Circulation Fund.

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
1015-0000-1075	Traffic Circulation Tax	\$ 9,952	\$ 4,676	\$ 6,680	
1015-0000-4092	Avenue One Traffic Signal	\$ 1,858	\$ 2,601	\$ 3,715	
1015-0000-4093	Signal @ Commerce/Applegate	\$ -	\$ -	\$ -	
1015-0000-4094	Signal @ Bell Dr	\$ -	\$ -	\$ -	
1015-0000-4096	Applegate Traffic Signal	\$ -	\$ -	\$ -	
1015-0000-6001	Interest Earned	\$ 54,020	\$ 1,000	\$ 30,000	
1015-0000-6024	Traffic Signals & Opticons	\$ -	\$ 399	\$ 570	
	Total Revenues	\$ 65,830	\$ 8,676	\$ 40,965	
1015-1080-L001	Traffic Signal Synchronization	\$ -	\$ -	\$ -	
1015-1080-U003	Winton Way & Bellevue Signal	\$ -	\$ -	\$ -	
1015-1080-X008	Traffic Signal at Juniper Ave & Bridgewater St.	\$ -	\$ 184,000	\$ -	
	Total Expenditures	\$ -	\$ 184,000	\$ -	

City of Atwater

Fiscal Year 2026-27 Budget

RSTP – REGIONAL SURFACE TRANSPORTATION PROGRAM FUND

Overview

The Regional Surface Transportation Program (RSTP) was established by California State Statute utilizing Surface Transportation Block Grant Program (STBGP) funds that are identified in Section 133 of Title 23 of the United States Code. This program promotes flexibility in State and local transportation decisions and provides flexible funding to best address State and local transportation needs.

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
1017-0000-3147	RSTP Exchange	\$ 444,743	\$ 454,400		
1017-0000-6001	Interest Earned	\$ 106,390	\$ 5,000	\$ 30,000	
	Total Revenues	\$ 551,133	\$ 459,400	\$ 30,000	
1017-1080-L001	Traffic Signal Synchronization	\$ -	\$ -	\$ -	
1017-1080-M007	Fruitland Ave. Rd Improvements	\$ 1,642,012	\$ 2,230,350	\$ -	
1017-1080-P004	Atwater Blvd. & First St. Signal	\$ -	\$ -	\$ -	
1017-1080-V003	Ace Train Platform	\$ 4,048	\$ -	\$ -	
1017-1080-X014	Olive Avenue Overlay	\$ 797	\$ 200,000	\$ -	
1017-1080-X017	Overlay-Various Streets			\$ 1,000,000	
1017-1080-X018	Restripe Various Streets			\$ 200,000	
	Total Expenditures	\$ 1,646,857	\$ 2,430,350	\$ 1,200,000	

City of Atwater
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**SB 1 - ROAD MAINTENANCE AND REHABILITATION RMRA
FUND**

Overview

Senate Bill (SB) 1, Chapter 5, Statutes of 2017, created the Road Maintenance and Rehabilitation Program (RMRP) to address deferred maintenance on the State Highway System and the local street and road system, and the Road Maintenance and Rehabilitation Account (RMRA) for the deposit of various funds for the program. A percentage of this RMRA funding is apportioned by formula to eligible cities and counties pursuant to Streets and Highways Code section 2032(h) for basic road maintenance, rehabilitation, and critical safety projects on the local streets and roads system.

Cities and counties receiving RMRA funds must comply with all relevant federal and state laws, regulations, policies, and procedures. Expenditure authority for RMRA funding is governed by Article XIX of the California Constitution; Revenue and Taxation Code, Division 2, Part 5, Chapter 6, section 11051; and Streets and Highways Code, Chapter 2, Division 3, section 2030 (b). Program requirements include Streets and Highways Code sections 2034, 2036, 2037, and 2038.

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
1018-0000-3139	SB1	\$ 866,620	\$ 860,088	\$ 894,001	
1018-0000-6001	Interest Earned	\$ 11,116	\$ 5,000	\$ 8,000	
	Total Revenues	\$ 877,736	\$ 865,088	\$ 902,001	
1018-1080-M007	Fruitland Ave Rd Improvements	\$ 2,577,311	\$ -	\$ -	
1018-1080-P004	Atw Blvd & First St Signal	\$ -	\$ -	\$ -	
1018-1080-U004	Phase 1 Ped Imp Proj Downtown	\$ -	\$ -	\$ -	
1018-1080-V005	Almador Terr&Harbor Dr.Crack/S	\$ -	\$ -	\$ -	
1018-1080-V006	Sidewalk Repairs var. location	\$ -	\$ -	\$ -	
1018-1080-V007	Atwater Blvd Strip (former RDA)	\$ -	\$ -	\$ -	
1018-1080-V008	Broadway Traffic Retasking	\$ -	\$ -	\$ -	
1018-1080-Y001	Curb, Gutter, and Sidewalk Maintenance, Repair and Replacement	\$ 22,077	\$ 200,000	\$ 200,089	
1018-1080-Y002	Pavement Markings and Signage Maintenance	\$ 19,988	\$ 160,000	\$ 148,104	
1018-1080-Y003	Traffic Signals Maintenance and Repairs	\$ 148	\$ 20,000	\$ 80,000	
1018-1080-Y004	Pavement Repairs	\$ 45,625	\$ 192,583	\$ 10,058	
1018-1080-X014	Olive Avenue Overlay	\$ 1,950	\$ 100,000	\$ 25,734	
1018-1080-XXXX	East Broadway	\$ -	\$ -	\$ 600,000	
	Total Expenditures	\$ 2,667,099	\$ 672,583	\$ 1,063,985	

City of Atwater
Fiscal Year 2026-27 Budget

PARKS AND RECREATION FACILITIES FUND

Overview

Costs related to City parks and playground improvements are funded from the Parks and Recreation Fund.

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
1020-0000-1073	Parks & Rec. Facility Tax	\$ 12,690	\$ 8,680	\$ 8,680	
1020-0000-1074	Parks Capital Improvemt Tax	\$ 5,136	\$ 3,472	\$ 3,472	
1020-0000-1079	Youth Center Facility Tax	\$ 6,609	\$ 4,522	\$ 4,522	
1020-0000-3153	Osborn Park Renovation	\$ 473	\$ -	\$ -	
1020-0000-6001	Interest Earned	\$ 66,549	\$ 1,000	\$ 10,000	
	Total Revenues	\$ 91,457	\$17,674	\$ 26,674	
1020-1080-V038	Cedar and First Parking Lot	\$ -	\$ -	\$ -	
1020-1080-V039	Osborn Park Renovation	\$ 11,152	\$ 400,000	\$ 2,000,000	
1020-1080-X009	Pickleball Court	\$ -	\$ -	\$ -	
	Total Expenditures	\$ 11,152	\$ 400,000	\$ 2,000,000	

City of Atwater
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GENERAL PLAN UPDATE – HOUSING ELEMENT

Overview

The general plan housing element update fund is utilized to update the housing element. Funding from AB101 will be utilized.

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
1040-4010-3194	AB101-Housing Dev & Financing	\$ -	\$ 25,394		
	Total Revenues	\$ -	\$ 25,394	\$ -	
1040-4010-3030	Professional Services	\$ -	\$ 14,594		
	Total Expenditures	\$ -	\$ 14,594	\$ -	

GENERAL PLAN UPDATE

Overview

The general plan update fund is utilized to fund the update of the City’s general plan document. Funding for the general plan update comes from a variety of sources including SB2.

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
1041-0000-6001	Interest Earned	\$ 59,611	\$ -	\$ -	
1041-0000-8001	Trn Fr General Fund	\$ -	\$ -	\$ -	
1041-0000-8005	Trn Fr Water Enterprise	\$ -	\$ -	\$ -	
1041-0000-8006	Trn Fr Sewer Enterprise	\$ -	\$ -	\$ -	
1041-4010-3195	SB2-Planning Grants	\$ -	\$ -	\$ -	
1041-4010-3196	REAP 2.0 Planning Grant			\$ 127,394	
	Total Revenues	\$ 59,611	\$ -	\$ 127,394	
1041-1080-V017	Bellevue Road Realignment	\$ 13,036	\$ 353,840	\$ -	
1041-4010-3030	Professional Services	\$ 186,567	\$ 1,327,308	\$ 1,076,158	
	Work Group 1 - De Novo				\$ 848,764
	Work Group 2 - Rincon Regional Housing Element				\$ 74,926
	Work Group 3 - Expansion of Circulation Element				
	Work Group 4 - Fiscal Analysis & Legal				
	Misc. professional services				\$ 152,468
	Total Expenditures	\$ 199,603	\$ 1,681,148	\$ 1,076,158	

City of Atwater

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CDBG AND HOME GRANTS FUND

Overview

State funded Community Development Block Grants, HOME Grants, and CAL Home Grants help the city operate an Owner-Occupied Housing Rehabilitation Program and First Time Home Buyers Down Payment Assistance Program as well as fund various projects that benefit affordable housing. These programs/projects are augmented by local cash match often located in program income funds and or match through the Atwater Redevelopment Agency. The city manages the housing programs through the services of an outside program manager that is contracted for program administration, activity delivery, marketing, and loan portfolio management. The housing programs are designed to target persons of low and moderate income which need assistance to purchase and/or make repairs to their primary home. The securing of quality homes to these individuals helps to stabilize neighborhoods and maintain homes which might otherwise lead to blight and dilapidation. These budgets provide for the activities that will implement the following goals:

- Develop and implement strategies that seek to provide affordable housing.
- Actively seek grants to provide opportunities for low and moderate-income families to purchase homes through a first-time home buyer down payment assistance and make necessary repairs through an owner occupied housing rehabilitation program.
- Provide construction of off-site improvements or public improvements within the right of way within neighborhoods meeting income eligibility which have decaying or dilapidated infrastructure – in support of housing rehabilitation.

CALHOME Grant and CDBG Program Income:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
1059-0000-6001	Interest Earned	\$ 849	\$ -	\$ -	
	Total Revenues	\$ 849	\$ -	\$ -	
1064-0000-6001	Interest Earned	\$ 12,335	\$ 500	\$ 500	
1064-4065-6030	Loan Repayments	\$ 6,500	\$ 6,000		
1064-4067-6030	Loan Repayments	\$ 115,200	\$ 25,000		
	Total Revenues	\$ 134,035	\$ 31,500	\$ 500	
1064-4067-3070	Loans & Grants (Rehab)	\$ 137,051	\$ 180,603		
1064-4067-3089	Activity Delivery Rehab	\$ 37,709	\$ 27,649		
	Total Expenditures	\$ 174,760	\$ 208,252	\$ -	

City of Atwater
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CDBG AND HOME GRANTS FUND (cont.)

HOME Grant:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
1078-0000-6001	Interest Earned	\$ 17,741	\$ 1,200	\$ 1,200	
1078-4077-6030	Loan Repayments	\$ -	\$ -	\$ -	
1078-4078-6030	Loan Repayments	\$ 58,000	\$ -	\$ -	
1078-4086-3170	Grant Revenue - First-Time Homebuyer Program	\$ -	\$ -	\$ 341,250	
1078-4087-3170	Grant Revenue - Occupied Rehabilitation Program	\$ -	\$ -	\$ 341,250	
	Total Revenues	\$ 75,741	\$ 1,200	\$ 683,700	
1078-4078-3070	Loans & Grants (Rehab)	\$ -	\$ 100,645	\$ 341,250	
1078-4078-3080	General Administration	\$ 6,017	\$ 44,143	\$ 17,500	
1078-4078-3088	Activity Delivery HB	\$ -	\$ 17,216	\$ -	
1078-1078-3089	Activity Delivery (Rehab)	\$ 312	\$ 31,783	\$ 341,250	
1078-4078-3091	Loans & Grants (HB)	\$ -	\$ 247,639	\$ -	
	Total Expenditures	\$ 6,329	\$ 441,426	\$ 700,000	

PHLA-Perm Local Housing Alloc Grant:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
1080-4043-3170	Grant Revenue	\$ 259,913	\$ 269,804		
	Total Revenues	\$ 259,913	\$ 269,804	\$ -	
1080-4043-3030	Professional Services	\$ 58,119	\$ 658,408	\$ 586,457	
	Total Expenditures	\$ 58,119	\$ 658,408	\$ 586,457	

City of Atwater
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POLICE AND FIRE FACILITY IMPACT FEES FUNDS

Overview

The Police and Fire Impact Fees funds were established in 1995 to account for the revenues and expenditures related to the facility impact fees and improvements.

Police Impact Fee - Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
1091-0000-1077	Police Facility Impact Fee	\$ 4,334	\$ 4,000	\$ 4,000	
1091-0000-6001	Interest Earned	\$ 6,789	\$ 500	\$ 500	
	Total Revenues	\$ 11,123	\$ 4,500	\$ 4,500	
1091-2020-6021	Machinery & Equipment	\$ -	\$ -	\$ -	
	Dispatch Workstations				
1091-2021-6021	Machinery & Equipment	\$ -	\$ -	\$ -	
	Vehicle Purchase - Patrol SUV encumbered FY 22/23				
	Vehicle Purchase - 2 Electric Pickups encumbered FY 22/23				
	Total Expenditures	\$ -	\$ -	\$ -	

Fire Impact Fee - Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
1093-0000-1078	Fire Facility Impact Fee	\$ 5,619	\$ 3,640	\$ 3,640	
1093-0000-6001	Interest Earned	\$ 9,459	\$ 500	\$ 500	
	Total Revenues	\$ 15,078	\$ 4,140	\$ 4,140	
1093-2030-3099	Miscellaneous	\$ (1,455)	\$ 170	\$ -	
1093-2030-6021	Machinery & Equipment		\$ 285,786	\$ -	
	Total Expenditures	\$ (1,455)	\$ 285,956	\$ -	

City of Atwater
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GOVERNMENT BUILDING FACILITY FUND

Overview

The Government Building Facility fund was established to account for the revenues and expenditures related to the facility impact fees and improvements.

Revenues:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
1095-0000-1072	Govt. Building Facility Tax	\$ 4,738	\$ 4,000	\$ 4,000	
1095-0000-6001	Interest Earned	\$ 10,014	\$ 500	\$ 500	
	Total Revenues	\$ 14,752	\$ 4,500	\$ 4,500	

City of Atwater

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PENSION RATE STABILIZATION 115 TRUST FUND

Overview

PARS is the Trust Administrator for the Public Agencies Post-Employment Benefits Trust. The PARS Pension Rate Stabilization Program (PRSP) is a Section 115 irrevocable trust designed for agencies to prefund rising pension costs and address pension liabilities. The Trust is used by the City to make its future contributions to CalPERS and therefore, the cash is still the City's cash but it is restricted as to its use. The City is the beneficiary of the trust to help it make the contribution to CalPERS. In addition to pension, the City is prefunding retiree health care (OPEB) liabilities within the same trust. This is accounted for separately as an expenditure in the Employee Benefits Fund.

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
4080-0000-6000	Accrued Interest Earned	\$ 4,610	\$ -	\$ -	
4080-0000-8060	Transf From Emp Benefits Fund	\$ 50,000	\$ 50,000	\$ 100,000	
	Total Revenues	\$ 54,610	\$ 50,000	\$ 100,000	

City of Atwater

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MAINTENANCE DISTRICTS

Overview

These budgets provide facility maintenance and operations for the residents within special districts. Maintenance districts provide for street lighting, storm drainage and in some cases for the continuing care of the landscaping in the common areas in the district.

Objectives

- Provide maintenance of City streets alley ways, sidewalks and parking lots.
- Provide maintenance and repair of Assessment districts street lighting, storm drainage and landscape areas.

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
5000-0000-4071	Assessment District Fees	\$ 200,741	\$ 203,304	\$ 211,436	
5000-0000-6001	Interest Earned	\$ 3,000	\$ 3,000	\$ 3,000	
5000-0000-8001	Trn Fr General Fund	\$ 141,065	\$ 145,000	\$ 228,012	
	Total Revenues	\$ 344,806	\$ 351,304	\$ 442,448	
5000-3038-2021	Special Departmental Expense	\$ 30,000	\$ 30,000	\$ 30,000	
	Upgrades & Improvements to Pumps/Impellers				
5000-3038-2023	Small Tools	\$ 300	\$ 300	\$ 300	
	Rakes, shovels, hoses and bibs				
5000-3038-2027	Maint Dist Lndscp Expense	\$ 17,000	\$ 17,000	\$ 17,000	
	Landscape & Irrigation Improvements				
	Irrigation Control Boxes				
	Herbicides and Pesticides				
	Horticulture Expenses				
	Parts & Repairs to Power Tools & Equip.				
	Sprinkler Repairs				
5000-3038-3001	City Administration Fees - Salary Alloc.	\$ 106,243	\$ 104,148	\$ 104,148	
5000-3038-3030	Professional Services	\$ 185,354	\$ 185,354	\$ 186,000	
	Annual Assessment				
	Update Engineer's Reports				
	NPDES Annual Permit				
	Streetlight Maintenance Service				
	Mowing and Weed Control				
	Motor and Pump Repair				
	Graffiti Removal				
	Landscape Services				
5000-1080-Z001	electric Street Sweeper	\$ -	\$ 166,973		
5000-3038-3032	Utilities	\$ 105,000	\$ 105,000	\$ 105,000	
	Electric Charges				
	Irrigation Charges				
	Total Expenditures	\$ 443,897	\$ 608,775	\$ 442,448	

City of Atwater

Fiscal Year 2026-27 Budget

COMMUNITY FACILITIES DISTRICT

Overview

Police and Fire Operations create and maintain security in the community and the department works with the citizens of Atwater to provide the best public safety service possible; to provide twenty-four hour patrol service for the community, respond to all Calls for Service, resolve conflicts, and identify potential problems of a serious nature. Police Operations goals include enforcing state laws and applicable city ordinances in a fair and courteous manner and providing community relations for crime prevention and crime reduction.

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
5050-0000-4071	Assessment District Fees	\$ 694,660	\$ 721,760	\$ 740,000	
5050-0000-6001	Interest Earned	\$ 1,035	\$ 500	\$ 500	
5050-0000-8001	Trn Fr General Fund	\$ -	\$ 160,821	\$ 102,314	
	Total Revenues	\$ 695,695	\$ 883,081	\$ 842,814	
5050-2021-1001	Salaries & Wages, Regular	\$ 283,704	\$ 306,159	\$ 273,097	
	Police Sergeant				\$ 104,878
	Police Officer				\$ 75,928
	Police Officer (Detective)				\$ 92,291
5050-2021-1003	Leave Accrual Buy-Out	\$ 11,977	\$ 11,372	\$ 10,312	
5050-2021-1004	Overtime	\$ 14,407	\$ 30,000	\$ 30,000	
5050-2021-1005	Holiday Pay	\$ 21,105	\$ 23,882	\$ 21,655	
5050-2021-1006	Stand By Pay	\$ 140	\$ 9,100	\$ 9,100	
5050-2021-1007	Special Duty	\$ 4,100	\$ 4,524	\$ -	
5050-2021-1008	In-Lieu Of Insurance Benefit	\$ 6,990	\$ 7,200	\$ -	
5050-2021-1012	Fica/Medicare	\$ 23,216	\$ 30,006	\$ 26,329	
5050-2021-1013	Retirement	\$ 195,188	\$ 192,772	\$ 187,555	
5050-2021-1014	Health Insurance	\$ 19,257	\$ 47,476	\$ 75,789	
5050-2021-1015	Worker's Compensation	\$ 26,513	\$ 28,944	\$ 26,352	
5050-2021-4088	Risk Management Charges	\$ 74,474	\$ 80,341	\$ 69,927	
5050-2021-4089	Employee Benefits Charges	\$ 10,504	\$ 11,062	\$ 12,698	
5050-2021-6021	Machinery & Equipment	\$ -	\$ -	\$ -	
5050-2030-3030	Professional Services	\$ 100,000	\$ 100,000	\$ 100,000	
	CAL FIRE Agreement (partial)				
	Total Expenditures	\$ 791,575	\$ 882,838	\$ 842,814	

City of Atwater
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WATER ENTERPRISE FUNDS

Overview

Under the direction of the Public Works Director, the City’s water production and distribution systems are maintained to ensure a reliable supply of potable drinking water for the community. Responsibilities include improving existing water wells and water quality, enhancing distribution system controls, and fire hydrant replacements. This budget encompasses the Water Enterprise Fund, Water Capital Replacement Fund, DBCP Settlement Fund, and the 1,2,3 TCP Fund.

Objectives

- Perform maintenance and repairs on the City’s water wells.
- Maintain and repair the City’s water distribution infrastructure.
- Conduct required water sampling and testing to ensure safety and compliance.
- Support the capital needs of the Water Enterprise Fund.

Revenues:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
6000-0000-4051	Water Service Charges	\$ 8,431,389	\$ 8,400,000	\$ 8,600,000	
6000-0000-4052	Water Connection Fees	\$ -	\$ 1,000	\$ 1,000	
6000-0000-6001	Interest Earned	\$ 545,684	\$ 40,000	\$ 100,000	
6000-0000-6041	Delinquent Fee	\$ 22,140	\$ 20,000	\$ 20,000	
6000-0000-6091	Other Revenue	\$ 19,001	\$ 10,000	\$ 10,000	
	Total Revenues	\$ 9,018,214	\$ 8,471,000	\$ 8,731,000	

City of Atwater
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WATER ENTERPRISE FUNDS

Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
6000-1050-3030	Professional Services	\$ 17,851	\$ 12,500	\$ 12,500	
	Attorney Legal Services				
6000-7000-3001	City Administration Fees - Incl. Internal Service Operations & Salary Alloc.	\$ 1,501,703	\$ 1,695,287	\$ 1,745,033	
6000-7010-1001	Salaries & Wages, Regular	\$ 389,098	\$ 527,173	\$ 534,272	
	Water Division Supervisor				\$ 89,132
	Water Systems Pump Operator				\$ 65,181
	Water Systems Operator II				\$ 57,620
	Water Systems Operator I				\$ 48,692
	Water Systems Operator I				\$ 45,231
	Water Systems Operator I				\$ 45,231
	Water Systems Operator I				\$ 47,492
	Water Systems Operator I				\$ 45,231
	Water Systems Operator I				\$ 45,231
	Water Systems Operator I				\$ 45,231
6000-7010-1002	Salaries & Wages, Parttime	\$ -	\$ -	\$ -	
6000-7010-1003	Leave Accrual Buy-Out	\$ 7,706	\$ 8,402	\$ 8,570	
6000-7010-1004	Overtime	\$ 27,396	\$ 30,000	\$ 35,000	
6000-7010-1006	Stand By Pay	\$ 11,302	\$ 35,000	\$ 20,000	
6000-7010-1008	In-Lieu Of Insurance Benefit	\$ 22,130	\$ 9,600	\$ 21,600	
6000-7010-1012	Fica/Medicare	\$ 35,021	\$ 46,678	\$ 47,387	
6000-7010-1013	Retirement	\$ 138,654	\$ 173,774	\$ 180,516	
6000-7010-1014	Health Insurance	\$ 47,105	\$ 154,813	\$ 153,875	
6000-7010-1015	Worker's Compensation	\$ 37,571	\$ 40,230	\$ 43,217	
6000-7010-1024	Additional Duty	\$ -		\$ -	
6000-7010-2020	Office Supplies	\$ 22,739	\$ 23,000	\$ 23,000	
	Postage for Utility Billing (1/3 ea. Water/Sewer/Garbage)				\$ 22,500
	Office Supplies				\$ 500
6000-7010-2021	Special Departmental Expense	\$ 192,969	\$ 208,130	\$ 221,130	
	Distribution Repair Parts				\$ 136,500
	Chlorine				\$ 47,250
	Cold Patch				\$ 15,750
	Water Meter Software Upgrade				\$ 6,300
	First Aid Supplies				\$ 1,155
	Diesel Fuel for Well Generator				\$ 1,050
	Backflow Parts				\$ 13,125
6000-7010-2023	Small Tools	\$ 7,005	\$ 6,300	\$ 6,300	
6000-7010-2024	Uniform & Clothing Expense	\$ 6,863	\$ 9,450	\$ 9,450	
	Boots, PPE				\$ 9,450

City of Atwater

Fiscal Year 2026-27 Budget

WATER ENTERPRISE FUNDS (cont.)

Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
6000-7010-3030	Professional Services	\$ 384,306	\$ 723,400	\$ 723,400	
	Printing and Mailing Utility Billing (1/3 ea. Water/Sewer/Garbage)				\$ 13,500
	Fire Extinguisher Maint				\$ 2,100
	Water Line Installations				\$ 47,000
	Pump Repairs				\$ 31,500
	IT Support (Sensus Software)				\$ 8,400
	Well Maintenance				\$ 29,600
	Water Quality Test				\$ 63,000
	Permit Fees				\$ 30,000
	DOT/ Physical Exams				\$ 1,100
	Rate Study				\$ 66,150
	Haz-Mat Compliance				\$ 5,250
	SGMA				\$ 6,300
	Water Master Plan				\$ 262,000
	Staff Augmentation				\$ 157,500
6000-7010-3031	Communications	\$ 13,507	\$ 14,490	\$ 14,490	
	AT&T - Alarm Lines				\$ 3,675
	Cell Phones				\$ 7,665
	Radio Announcements				\$ 3,150
6000-7010-3032	Utilities	\$ 1,632,200	\$ 1,909,682	\$ 1,909,682	
6000-7010-3033	Printing & Advertising	\$ -	\$ 2,000	\$ 2,000	
	Legal Notices/Advertising				\$ 2,000
6000-7010-3034	Rents & Leases	\$ 1,962	\$ 2,200	\$ 2,200	
	Copier Lease				\$ 2,200
6000-7010-3035	Operations & Maintenance	\$ 430	\$ 1,100	\$ 1,100	
	Copier Usage Fees				\$ 1,100
6000-7010-3036	Memberships & Subscriptions	\$ 1,352	\$ 2,895	\$ 2,895	
	Springbrook CivicPay Subscription-Utility Phone Payments				\$ 2,160
	Miscellaneous				\$ 735
6000-7010-3037	Travel/Conferences/Meetings	\$ 798	\$ 1,950	\$ 1,950	
	Recertification, Electrical Courses, Etc.				\$ 375
	League of CA Cities-Public Works				\$ 525
	Misc. Training Travel				\$ 1,050
6000-7010-3038	Training	\$ 5,421	\$ 6,480	\$ 6,480	
	Recertification, Electrical Courses, Etc.				\$ 1,755
	League of CA Cities-Public Works				\$ 525
	Distribution Certifications/Pesticide Courses, Safety Courses, etc.				\$ 4,200

City of Atwater
Fiscal Year 2026-27 Budget

WATER ENTERPRISE FUNDS (cont.)

Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
6000-7010-3090	Depreciation Expense	\$ 195,898	\$ -	\$ -	
6000-7010-3096	Bad Debt Expense	\$ (200)	\$ -	\$ -	
6000-7010-3102	Electronic Pmt Processing Exp	\$ 36,992	\$ 33,000	\$ 36,000	
	Utility Web Payment-Bluefin				
	Utility Bill Pay - Vanco				
	Utility Phone Payment - Springbrook				
6000-7010-4041	Equipment Maint. Charges	\$ 106,078	\$ 106,808	\$ 104,360	
6000-7010-4045	Building Maint. Charges	\$ 29,972	\$ 28,560	\$ 29,099	
6000-7010-4087	Information Technology Charges	\$ 48,391	\$ 71,268	\$ 75,296	
6000-7010-4088	Risk Management Charges	\$ 96,698	\$ 119,177	\$ 110,626	
6000-7010-4089	Employee Benefits Charges	\$ 99,412	\$ 116,708	\$ 154,449	
6000-7010-4090	Fixed Asset Disposal		\$ -	\$ -	
6000-7010-6021	Machinery & Equipment	\$ 335,000	\$ 138,000	\$ 138,000	
	Lease for Vaccon Truck				\$ 138,000
6000-9095-9050	Trn To General Fund	\$ 152,375	\$ 152,375	\$ 152,375	
6000-9095-9068	Transf to Water Capital Fund	\$ 2,283,026	\$ -	\$ -	
	Total Expenditures	\$ 7,888,731	\$ 6,410,430	\$ 6,526,252	

City of Atwater
Fiscal Year 2026-27 Budget

WATER ENTERPRISE FUNDS
Water Fund Capital Replacement

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
6001-0000-6001	Interest Earned	\$ 5,000	\$ 5,000	\$ 5,000	
6001-0000-6093	Transf from Water Enterprise	\$ 2,283,026	\$ -	\$ -	
	Total Revenues	\$ 2,288,026	\$ 5,000	\$ 5,000	
6001-1080-3090	Depreciation Expense	\$ 89,076	\$ -	\$ -	
6001-1080-E017	Well Control Panel Upgrade	\$ -	\$ -	\$ -	
6001-1080-H008	Hydrant Replacement	\$ 75,000	\$ 75,000	\$ 75,000	
6001-1080-H015	Well #20A Rehab	\$ 1,639,175	\$ -	\$ -	
6001-1080-L014	Installation-New Water Meters	\$ 3,200,000	\$ 600,000	\$ 300,000	
6001-1080-N002	Water Meter Software Upgrade		\$ -	\$ -	
6001-1080-T003	Water Tower Painting		\$ -	\$ -	
6001-1080-V011	Property Acq.-Future Well Site	\$ 300,000	\$ -	\$ -	
6001-1080-V042	Water Tower Lights Install		\$ -	\$ -	
6001-1080-W006	Canal Creek Utility Crossing	\$ 250,000	\$ 250,000	\$ 300,000	
	Total Expenditures	\$ 5,553,251	\$ 925,000	\$ 675,000	

Water Capital Impact Fees

6005-0000-4052	Water Connection Fees	\$ 5,600	\$ -	\$ 2,000	
6005-0000-4067	Capacity Fee	\$ 55,644	\$ -	\$ 35,000	
6005-0000-6001	Interest Earned	\$ 96,754	\$ 10,000	\$ 10,000	
	Total Revenues	\$ 157,998	\$ 10,000	\$ 47,000	
6005-1080-3090	Depreciation Expense	\$ 15,001	\$ -	\$ -	
	Total Expenditures	\$ 15,001	\$ -	\$ -	

Water Operating Reserve Fund

6006-0000-6001	Interest Earned	\$ 6,347	\$ 500	\$ 500	
	Total Revenues	\$ 6,347	\$ 500	\$ 500	

1,2,3-TCP Fund

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
6007-0000-6001	Interest Earned	\$ 1,701,284	\$ 25,000	\$ 25,000	
	Total Revenues	\$ 1,701,284	\$ 25,000	\$ 25,000	
6007-1080-H010	TCP Well Rehab				
6007-1080-H015	Well #20A Rehab	\$ 649,640	\$ -	\$ -	
6007-7010-3030	Professional Services	\$ 721,274	\$ 1,500,000	\$ 1,500,000	
	Lab Samples				\$ 100,000
	Carbon Change-Outs				\$ 1,400,000
	Total Expenditures	\$ 1,370,914	\$ 1,500,000	\$ 1,500,000	

City of Atwater

Fiscal Year 2026-27 Budget

WASTEWATER ENTERPRISE FUNDS

Overview

Under the direction of the Public Works Director, this department is responsible for maintaining all City sewer mains, lines, and lift stations to ensure safe, reliable, and uninterrupted service. Responsibilities include servicing lift stations and main lines at intervals that support optimal performance, as well as ensuring that employees work safely and effectively when operating in confined spaces.

The department also oversees the maintenance and operation of the City’s Wastewater Treatment Facility and manages the service agreement with Veolia Environmental Services for operational support. Additionally, this division is responsible for meeting the debt service obligations of the Sewer Enterprise Fund and addressing capital needs related to facility repair and maintenance.

Objectives

- Ensure a high level of service that supports the continuous flow of wastewater to the treatment plant.
- Perform maintenance and repairs on the City’s sewer lift stations.
- Maintain and repair the City’s sewer distribution system.
- Conduct required sewer sampling and testing to ensure compliance and safety.
- Meet debt service requirements and support the capital needs of the Wastewater Enterprise Fund.

WASTEWATER ENTERPRISE FUNDS

Revenues:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
6010-0000-4053	Sewer Service Charges	\$ 11,936,737	\$ 11,923,000	\$ 12,000,000	
6010-0000-4057	Bop Maintenance Charges	\$ 55,000	\$ 55,000	\$ 55,000	
6010-0000-4058	Sewer Trunk Line Fee	\$ 8,598	\$ 8,500	\$ 8,500	
6010-0000-4060	Castle Sewer Interceptor	\$ -	\$ -	\$ -	
6010-0000-4140	Admin Fees, General Fund - Salary Alloc.	\$ 87,052	\$ 85,827	\$ 91,359	
6010-0000-4141	Admin Fees, Streets - Salary Alloc.	\$ 51,174	\$ 49,069	\$ 52,161	
6010-0000-4142	Admin Fees, Water - Salary Alloc.	\$ 187,936	\$ 174,910	\$ 185,651	
6010-0000-4143	Admin Fees, Sanitation - Salary Alloc.	\$ 93,562	\$ 80,827	\$ 85,450	
6010-0000-4145	Admin Fees, Maintenance Dist - Salary Alloc.	\$ 18,794	\$ 17,491	\$ 18,565	
6010-0000-6001	Interest Earned	\$ 604,727	\$ 4,000	\$ 200,000	
6010-0000-6002	Bond Interest Earned	\$ -	\$ -	\$ -	
6010-0000-6091	Other Revenue	\$ -	\$ -	\$ -	
	Total Revenues	\$ 13,043,580	\$ 12,398,624	\$ 12,696,685	

City of Atwater
Fiscal Year 2026-27 Budget

WASTEWATER ENTERPRISE FUNDS (cont.)

Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
6010-1050-3030	Professional Services	\$ 18,461	\$ 25,000	\$ 25,000	
	Attorney Legal Services				\$ 20,000
	Financial Advisor Services				\$ 5,000
6010-1080-3090	Depreciation Expense	\$ 2,450,180	\$ -	\$ -	
6010-1080-H011	Sewer Lift Station Imprvmnts	\$ -	\$ -	\$ -	
6010-1080-V016	Industry Stat CMU Wall Install	\$ -	\$ -	\$ -	
6010-1080-W006	Canal Creek Utility Crossing	\$ 250,000	\$ 250,000	\$ 300,000	
6010-1080-W007	Castle Sewer Interceptor	\$ 1,900,000	\$ 1,950,000	\$ -	
6010-1080-W008	Property Acq-998 Atwater Blvd	\$ -	\$ -	\$ -	
6010-1080-W009	Lower Shaffer Storm Drain Imp	\$ 3,000,000	\$ 6,000,000	\$ -	
6010-1080-X011	Atwater Blvd Drainage Improvements	\$ 200,000	\$ 100,000	\$ -	
6010-1080-X012	Eucalyptus and First St Drainage Improvements	\$ 300,000	\$ -	\$ -	
6010-1080-Z001	Electric Street Sweeper		\$ 151,000	\$ -	
6010-5050-3001	City Administration Fees	\$ 1,152,377	\$ 1,380,921	\$ 1,415,642	
6010-5050-5031	Principal-2017 Wastewater Bond	\$ 1,115,000	\$ 1,175,000	\$ 1,230,000	
6010-5050-5032	Interest-2017 Wastewater Bond	\$ 2,191,838	\$ 2,136,088	\$ 2,077,338	
6010-5050-5033	Principal-2018 Wastewater Bond	\$ 715,000	\$ 740,000	\$ 775,000	
6010-5050-5034	Interest-2018 Wastewater Bond	\$ 426,369	\$ 397,769	\$ 368,169	
6010-5051-1001	Salaries & Wages, Regular	\$ 749,066	\$ 818,703	\$ 733,498	
	Public Works Director				\$ 168,025
	Public Works Superintendent				\$ 119,600
	Sewer Division Supervisor				\$ 86,585
	Sewer Maint Worker II/III				\$ 64,127
	Sewer Maint Worker I				\$ 54,978
	Sewer Maint Worker I				\$ 45,231
	Sewer Maint Worker I				\$ 47,492
	Sewer Maint Worker I				\$ 54,978
	Sewer Maint Worker I				\$ 52,360
	Administrative Assistant I				\$ 40,122
6010-5051-1002	Salaries & Wages, Parttime	\$ -	\$ -	\$ -	
6010-5051-1003	Leave Accrual Buy-Out	\$ 31,912	\$ 35,111	\$ 36,619	
6010-5051-1004	Overtime	\$ 62,759	\$ 50,000	\$ 35,000	
6010-5051-1006	Stand By Pay	\$ 10,570	\$ 14,000	\$ 14,000	
6010-5051-1008	In-Lieu Of Insurance Benefit	\$ 8,310	\$ 14,400	\$ 14,400	
6010-5051-1012	Fica/Medicare	\$ 62,808	\$ 70,493	\$ 63,518	
6010-5051-1013	Retirement	\$ 294,932	\$ 305,621	\$ 285,700	
6010-5051-1014	Health Insurance	\$ 144,097	\$ 188,430	\$ 126,643	
6010-5051-1015	Worker's Compensation	\$ 67,492	\$ 68,791	\$ 63,820	
6010-5051-1024	Additional Duty	\$ -	\$ -	\$ -	
6010-5051-2020	Office Supplies	\$ 22,473	\$ 23,000	\$ 23,000	
	Postage for Utility Billing (1/3 ea. Water/Sewer/Garbage)				\$ 21,425
	Office Supplies				\$ 1,575

City of Atwater
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WASTEWATER ENTERPRISE FUNDS (cont.)

Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
6010-5051-2021	Special Departmental Expense	\$ 146,952	\$ 157,180	\$ 108,200	
	Parts for Repair of Sewer Lift Stations				\$ 42,000
	Pump Motor for Sewer Lift Station				\$ 40,000
	Cold Patch				\$ 15,700
	Pipe & Fittings for Sewer Lateral Repair				\$ 10,500
	Sidewalk Curb and Gutter Replacement				
6010-5051-2023	Small Tools	\$ 7,480	\$ 8,000	\$ 5,000	
	Shovels, Rakes, Brooms, Misc. Hand Tools				\$ 5,000
6010-5051-2024	Uniform & Clothing Expense	\$ 7,845	\$ 16,100	\$ 12,100	
	Safety Boots				\$ 2,200
	Gloves: Rubber and Leather				\$ 1,000
	Reflective Jackets				\$ 1,000
	Rain Gear/ Clothing				\$ 600
	Misc. Safety Supplies				\$ 800
	Uniform Cleaning				\$ 6,500
6010-5051-3030	Professional Services	\$ 213,857	\$ 541,600	\$ 527,600	
	Printing and Mailing Utility Billing (1/3 ea. Water/Sewer/Garbage)				\$ 20,000
	Gas Detector Maintenance				\$ 600
	Hot Patch Asphalt				\$ 20,000
	Electrical Repair				\$ 7,000
	Engineering Services				\$ 200,000
	Sewer and Storm Pump Repair				\$ 7,500
	Sewer Master Plan				\$ 157,500
	Sewer Rate Study				\$ 60,000
	Sewer Lateral Repair Reimbursement				\$ 20,000
	Sewer Mainline Repair				\$ 20,000
	Flow Meter Calibration				\$ 15,000
6010-5051-3031	Communications	\$ 12,914	\$ 19,000	\$ 15,300	
	AT&T				\$ 6,300
	Cell Phones				\$ 6,000
	Radio Announcements				\$ 3,000
6010-5051-3032	Utilities	\$ 66,632	\$ 70,400	\$ 60,400	
	Merced Irrigation District				\$ 2,400
	Pacific Gas and Electric				\$ 58,000
6010-5051-3034	Rents & Leases	\$ 1,962	\$ 5,000	\$ 5,000	
	Copier Lease				\$ 5,000
6010-5051-3036	Memberships & Subscriptions	\$ 1,353	\$ 3,288	\$ 3,288	
	CWEA Membership Fees				\$ 1,128
	Springbrook CivicPay Subscription-Utility Phone Payments				\$ 2,160
6010-5051-3037	Travel/Conferences/Meetings	\$ -	\$ 895	\$ 895	
	Recertification, Electrical Courses, Etc.				\$ 370
	League of CA Cities-Public Works				\$ 525
6010-5051-3038	Training	\$ 1,495	\$ 2,295	\$ 1,225	
	Recertification, Electrical Courses, Etc.				\$ 1,170
	League of CA Cities-Public Works				\$ 55

City of Atwater
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WASTEWATER ENTERPRISE FUNDS (cont.)

Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
6010-5051-3090	Depreciation Expense	\$ 366,492	\$ -	\$ -	
6010-5051-3096	Bad Debt Expense	\$ (1,027)	\$ -	\$ -	
6010-5051-3102	Electronic Pmt Processing Exp	\$ 36,992	\$ 33,000	\$ 36,000	
	Utility Web Payment-Bluefin				
	Utility Bill Pay - Vanco				
	Utility Phone Payment - Springbrook				
6010-5051-4041	Equipment Maint. Charges	\$ 290,023	\$ 289,048	\$ 277,348	
6010-5051-4045	Building Maint. Charges	\$ 29,972	\$ 28,560	\$ 29,099	
6010-5051-4087	Information Technology Charges	\$ 32,261	\$ 55,431	\$ 58,563	
6010-5051-4088	Risk Management Charges	\$ 188,760	\$ 181,908	\$ 145,449	
6010-5051-4089	Employee Benefits Charges	\$ 44,568	\$ 46,031	\$ 54,522	
6010-5051-4090	Fixed Asset Disposal		\$ -	\$ -	
6010-5051-6021	Machinery & Equipment	\$ 120,000	\$ 12,000	\$ -	
6010-5051-6031	Improvements Other Than Bldg	\$ -	\$ 100,000	\$ -	
6010-5051-Z001	Electric Street Sweeper	\$ -	\$ -	\$ -	
6010-5052-2021	Special Departmental Expense	\$ 76,545	\$ 70,000	\$ 75,000	
	Misc. Permit Fees (State/County/SJVAPCD, etc.)				\$ 75,000
6010-5052-3030	Professional Services	\$ 2,364,328	\$ 2,457,197	\$ 2,497,326	
	Plant Management Services (Veolia)				\$ 2,420,508
	Support for Permit Compliance				\$ 2,000
	Dried Sludge Removal				\$ 28,000
	Annual Veolia Contract Adjustment				\$ 31,818
	IPP Implementation				\$ 15,000
6010-5052-3032	Utilities	\$ 772,022	\$ 985,000	\$ 985,000	
	Solar for WWTP				\$ 305,000
	MID Power for WWTP				\$ 80,000
	PG&E for WWTP				\$ 600,000
6010-5052-3090	Depreciation Expense	\$ 42,036	\$ -	\$ -	
6010-5052-6021	Machinery & Equipment	\$ 228,000	\$ 311,300	\$ 332,000	
	Repair Influent Pumps (2)				\$ 30,000
	Influent Samplers				\$ 20,000
	Replacement media for 1 of 3 tertiary filters				\$ 30,000
	UV Lamp Replacement				\$ 75,000
	Replace Headworks S&L Grit Paddle Drive Gear Box				\$ 45,000
	Replace Rooftop A/C Building 5000 and 6000				\$ 60,000
	Replace Walmount A/C Bldg 300,8000 and Admin				\$ 60,000
	Replace Loader Tires				\$ 12,000
	Repair/Replace Oxidation Ditch #1 Aerator Gear Box				\$ 100,000
6010-5052-6031	Improvements Other Than Bldg		\$ 24,000	\$ 7,000	
	Industry Pump Station Access Road Repair				\$ 4,000
	Repair Asphalt at Maintenance Building				\$ 3,000
6010-9095-9086	Transf To Gen Plan Update Fund	\$ -	\$ -	\$ -	
	Total Expenditures	\$ 20,225,106	\$ 21,311,560	\$ 12,823,662	

City of Atwater

Fiscal Year 2026-27 Budget

Wastewater Fund Capital Replacement

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
6011-0000-4054	Sewer Connection Fees	\$ 6,259	\$ -	\$ -	
6011-0000-4067	Capacity Fee	\$ 52,377	\$ -	\$ -	
6011-0000-4068	Sewer WWTP Expansion	\$ -	\$ -	\$ -	
6011-0000-6001	Interest Earned	\$ 136,758	\$ 10,000	\$ 10,000	
6011-0000-6091	Other Revenue	\$ -	\$ -	\$ -	
	Total Revenues	\$ 195,394	\$ 10,000	\$ 10,000	
6011-1080-3090	Depreciation Expense	\$ 138,902	\$ -	\$ -	
	Total Expenditures	\$ 138,902	\$ -	\$ -	

City of Atwater
Fiscal Year 2026-27 Budget

SANITATION ENTERPRISE FUND

Overview

Under the direction of the Public Works Director, this division ensures the efficient and safe daily collection of refuse by the City’s contracted service provider, in accordance with the policies and priorities established by the City Council.

Objectives

- Facilitate the collection and removal of rubbish and refuse from all homes and businesses.
- Provide semi-annual collection of unwanted appliances and other large items at designated central locations.
- Support and promote community participation in regional Household Hazardous Waste collection programs.
- Conduct ongoing monitoring, regulatory compliance, and any necessary remediation activities at the former landfill on Bert Crane Road.
- Comply with waste reduction laws.

Revenues:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
6020-0000-1051	Franchise Fees	\$ 4,587	\$ 4,700	\$ 4,700	
6020-0000-4055	Refuse Service Charges	\$ 4,115,850	\$ 4,321,800	\$ 4,500,000	
6020-0000-6001	Interest Earned	\$ 106,878	\$ 2,000	\$ 2,000	
6020-0000-6091	Other Revenue	\$ -	\$ 1,000	\$ 1,000	
6020-0000-4160	Contract Admin Fee	\$ 497,769	\$ 501,600	\$ 510,000	
6020-0000-4161	Contract Fee - Admin & AB 939	\$ 213,330	\$ 216,942	\$ 218,000	
	Total Revenues	\$ 4,938,414	\$ 5,048,042	\$ 5,235,700	

City of Atwater
Fiscal Year 2026-27 Budget

SANITATION ENTERPRISE FUND

Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
6020-5059-1004	Overtime	\$ -	\$ 1,500	\$ 1,500	
6020-5059-2020	Office Supplies	\$ 22,473	\$ 23,000	\$ 23,000	
	Postage for Utility Billing (1/3 ea. Water/Sewer/Garbage)				\$ 23,000
6020-5059-2021	Special Departmental Expense	\$ 48,209	\$ 87,350	\$ 87,350	
	Supplies				\$ 1,050
	Merced County Regional Waste				\$ 6,300
	Compost for SB1383 Compliance				\$ 80,000
6020-5059-3001	City Administration Fees - Incl. Internal Service Operations & Salary Alloc.	\$ 930,161	\$ 949,280	\$ 989,790	
6020-5059-3016	Solid Waste Collectn/Disposal	\$ 3,466,267	\$ 3,630,000	\$ 3,700,000	
6020-5059-3030	Professional Services	\$ 132,352	\$ 227,000	\$ 189,000	
	Printing and Mailing Utility Billing (1/3 ea. Water/Sewer/Garbage)				
	Attorney Legal Services				
	Recyclable Processing Fees				\$ 189,000
6020-5059-3036	Memberships & Subscriptions	\$ 253	\$ 2,580	\$ 2,580	
	Springbrook CivicPay Subscription-Utility Phone Payments				\$ 2,160
	Miscellaneous				\$ 420
6020-5059-3037	Travel/Conferences/Meetings	\$ -	\$ 900	\$ 900	
	Recertification, Electrical Courses, Etc.				\$ 375
	League of CA Cities-Public Works				\$ 525
6020-5059-3038	Training	\$ -	\$ 2,295	\$ 2,295	
	Recertification, Electrical Courses, Etc.				\$ 1,770
	League of CA Cities-Public Works				\$ 525
6020-5059-3090	Depreciation Expense	\$ 14,053	\$ -	\$ -	
6020-5059-3096	Bad Debt Expense	\$ (1,037)	\$ -	\$ -	
6020-5059-3102	Electronic Pmt Processing Exp	\$ 36,992	\$ 33,000	\$ 36,000	
	Utility Web Payment-Bluefin				
	Utility Bill Pay - Vanco				
	Utility Phone Payment - Springbrook				
6020-5059-4041	Equipment Maint. Charges	\$ 14,710	\$ 14,497	\$ 13,629	
6020-5059-4045	Building Maint. Charges	\$ 29,972	\$ 28,560	\$ 29,099	
6020-5059-4087	Information Technology Charges		\$ 15,837	\$ 16,732	
6020-5059-4088	Risk Management Charges	\$ -	\$ -	\$ -	
6020-5059-4089	Employee Benefits Charges	\$ 4,581	\$ 5,357	\$ 7,176	
6020-5059-5030	Interest-Interfund Loans	\$ -	\$ -	\$ -	
6020-5059-6021	Machinery & Equipment	\$ -	\$ -	\$ -	
	Miscellaneous				
	Total Expenditures	\$ 4,698,986	\$ 5,021,155	\$ 5,099,052	

City of Atwater

Fiscal Year 2026-27 Budget

INTERNAL SERVICES FUND - CITY BUILDINGS AND EQUIPMENT MAINTENANCE

Overview – City Buildings

Under the direction of the Public Works Director, this program ensures that all City-owned buildings are properly maintained to provide a safe, clean, and functional environment for employees and the public.

Objectives

- Deliver consistent, high-quality maintenance for all City buildings.
- Provide comprehensive cleaning services to support health, safety, and daily operations.
- Perform timely repairs to safeguard employees, the public, and the City’s long-term capital investments.

Overview – Equipment Maintenance

Under the direction of the Public Works Director, this program maintains the City’s fleet and operational equipment to ensure safe, reliable, and efficient performance. Preventive maintenance schedules are followed to extend equipment life and reduce long term replacement costs.

Objectives

- Provide high quality maintenance for all City owned vehicles and equipment.
- Conduct repairs and preventive servicing to ensure safe operation and minimize downtime.

Revenues:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
7000-0000-4081	Building Maintenance Charges	\$ 931,222	\$ 887,329	\$ 904,101	
7000-0000-4082	Equipment Maintenance Charges	\$ 1,008,664	\$ 1,007,675	\$ 966,372	
7000-0000-6001	Interest Earned	\$ -	\$ 2,000	\$ 2,000	
7000-0000-6091	Other Revenue	\$ -	\$ -	\$ -	
	Total Revenues	\$ 1,939,886	\$ 1,897,004	\$ 1,872,473	

City of Atwater
Fiscal Year 2026-27 Budget

INTERNAL SERVICES FUND – CITY BUILDINGS

Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
7000-1080-3090	Depreciation Expense	\$ -	\$ -	\$ -	
7000-9090-1001	Salaries & Wages, Regular	\$ 50,796	\$ 84,110	\$ 88,423	
	Bldg Maintenance Worker II				\$ 52,481
	Bldg Maintenance Worker I				\$ 35,942
7000-9090-1002	Salaries & Wages, Parttime	\$ 10,259	\$ -	\$ -	
	Bldg Maintenance Worker I				\$ -
7000-9090-1004	Overtime	\$ 1,749	\$ 3,000	\$ 3,000	
7000-9090-1008	In-Lieu Of Insurance Benefit	\$ -	\$ -	\$ -	
7000-9090-1012	Fica/Medicare	\$ 4,228	\$ 6,664	\$ 6,994	
7000-9090-1013	Retirement	\$ 22,060	\$ 36,254	\$ 35,187	
7000-9090-1014	Health Insurance	\$ 32,666	\$ 69,003	\$ 76,773	
7000-9090-1015	Worker's Compensation	\$ 5,453	\$ 6,428	\$ 7,000	
7000-9090-2021	Special Departmental Expense	\$ 78,632	\$ 104,300	\$ 104,300	
	HVAC Repair & Maintenance Parts (see 3030)				\$ 5,000
	Hepatitis & Flu Immunizations				\$ 500
	Hazardous Material Storage Permit (Corp Yard)				\$ 2,000
	Miscellaneous Building Repair and Maintenance Supplies				\$ 20,000
	Security Cameras (Corp Yard)				\$ 500
	Keys & Locks				\$ 15,000
	Paper Products and Hand Soap				\$ 5,000
	Cleaning Products				\$ 10,000
	Paint for buildings				\$ 3,000
	Trash Bags				\$ 30,000
	Miscellaneous Janitorial Supplies				\$ 3,800
	Replace Bulbs, Ballasts and Lighting Fixtures				\$ 1,500
	Painting Supplies				\$ 8,000
7000-9090-2023	Small Tools	\$ 258	\$ 3,500	\$ 3,500	
	Mower/Weedeater				\$ 3,500
7000-9090-2024	Uniform & Clothing Expense	\$ 2,033	\$ 3,400	\$ 4,100	
	Uniform Cleaning Services				\$ 2,500
	Safety Boots				\$ 800
	Miscellaneous Safety Supplies				\$ 500
	PPE				\$ 300

City of Atwater
Fiscal Year 2026-27 Budget

INTERNAL SERVICES FUND – CITY BUILDINGS (cont.)

Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
7000-9090-3030	Professional Services	\$ 251,019	\$ 344,000	\$ 344,000	
	Contract Janitorial Services				\$ 200,000
	Miscellaneous Cleaning of Floors				\$ 1,000
	Miscellaneous Plumbing Repairs				\$ 2,500
	Fire Extinguisher and Stove Hood Repair Maintenance				\$ 12,000
	Fire/Security Alarm Repair and Maintenance				\$ 3,000
	HVAC Repair & Maintenance Parts				\$ 40,000
	Lock and Door Repair & Maintenance				\$ 2,000
	Building Maintenance				\$ 70,000
	Pest and Rodent Control				\$ 4,000
	Ice Machine and Refrigerator Repair				\$ 2,000
	Roll-Up Door Service and Repair				\$ 2,500
	Hazardous Materials Management				\$ 2,000
	Miscellaneous Electrical Repairs				\$ 3,000
7000-9090-3031	Communications	\$ 27,101	\$ 25,000	\$ 25,000	
	Telephone Services (AT&T, Verizon, Comcast)				\$ 25,000
7000-9090-3032	Utilities	\$ 169,735	\$ 162,750	\$ 162,750	
	Gas Service at Veterans Park				\$ 3,150
	Propane at Corp Yard and Fire Stations				\$ 7,350
	Solar Power for City Hall & Community Center				\$ 57,750
	PG&E for City Buildings				\$ 94,500
7000-9090-3034	Rents & Leases	\$ -	\$ 600	\$ 600	
	Rental of Specialized Cleaning Equipment				\$ 600
7000-9090-3035	Operations & Maintenance	\$ 336	\$ 6,000	\$ 6,000	
	Supplies and Equipment for Minor In-House Building Repairs				\$ 6,000
7000-9090-3090	Depreciation Expense	\$ 34,242	\$ -	\$ -	
7000-9090-4087	Information Technology Charges	\$ -	\$ -	\$ -	
7000-9090-4088	Risk Management Charges	\$ 18,619	\$ 23,873	\$ 23,025	
7000-9090-4089	Employee Benefits Charges	\$ 6,972	\$ 8,447	\$ 13,449	
7000-9090-6021	Machinery & Equipment	\$ -	\$ -	\$ -	
7000-9090-6031	Improvements Other Than Bldg	\$ 70,000	\$ -		
	Total Expenditures	\$ 786,158	\$ 887,329	\$ 904,101	

City of Atwater
Fiscal Year 2026-27 Budget

INTERNAL SERVICE FUND – EQUIPMENT MAINTENANCE

Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
7000-9091-1001	Salaries & Wages, Regular	\$ 114,893	\$ 114,401	\$ 96,001	
	Mechanic II				\$ 50,770
	Mechanic I				\$ 45,231
7000-9091-1003	Leave Accrual Buy-Out	\$ -	\$ -	\$ -	
7000-9091-1004	Overtime	\$ 855	\$ 5,000	\$ 5,000	
7000-9091-1008	In-Lieu Of Insurance Benefit	\$ 7,230	\$ 7,200	\$ -	
7000-9091-1012	Fica/Medicare	\$ 8,784	\$ 9,685	\$ 7,727	
7000-9091-1013	Retirement	\$ 38,499	\$ 37,711	\$ 32,436	
7000-9091-1014	Health Insurance	\$ 16,457	\$ 20,642	\$ 11,483	
7000-9091-1015	Worker's Compensation	\$ 10,592	\$ 9,342	\$ 7,733	
7000-9091-2020	Office Supplies	\$ 38	\$ 800	\$ -	
7000-9091-2021	Special Departmental Expense	\$ 3,846	\$ 5,000	\$ 5,000	
7000-9091-2023	Small Tools	\$ 1,243	\$ 5,000	\$ 5,000	
7000-9091-2024	Uniform & Clothing Expense	\$ 1,315	\$ 2,600	\$ 2,600	
	Uniform Service				\$ 2,000
	Boots				\$ 600
7000-9091-3030	Professional Services	\$ 160,877	\$ 180,000	\$ 180,000	
7000-9091-3031	Communications	\$ 5,622	\$ 1,300	\$ 2,200	
	Cell Phone				\$ 2,200
7000-9091-3035	Operations & Maintenance	\$ 611,009	\$ 577,500	\$ 577,500	
	Fuel				\$ 357,000
	Parts, Materials, etc. for all City Vehicles				\$ 220,500
7000-9091-3038	Training	\$ -	\$ 2,000	\$ 2,000	
7000-9091-3090	Depreciation Expense	\$ 46,828	\$ -	\$ -	
7000-9091-4087	Information Technology Charges	\$ 8,065	\$ 7,919	\$ 8,366	
7000-9091-4088	Risk Management Charges	\$ 25,436	\$ 23,701	\$ 16,987	
7000-9091-4089	Employee Benefits Charges	\$ 9,524	\$ 8,386	\$ 9,923	
7000-9091-6021	Machinery & Equipment	\$ 10,777	\$ -	\$ -	
	New Car Lift				\$ -
	Total Expenditures	\$ 1,081,890	\$ 1,018,187	\$ 969,957	
	Total Internal Service Fund - City Buildings and Equip Maint Expenditures	\$ 1,868,048	\$ 1,905,516	\$ 1,874,058	

City of Atwater
Fiscal Year 2026-27 Budget

INTERNAL SERVICE FUND – EQUIPMENT/BUILDING REPLACEMENT

Revenues/Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
7001-0000-8001	Trans FR General Fund	\$ 100,000	\$ 100,000	\$ 100,000	
7001-0000-6001	Interest Earned	\$ 8,027	\$ 500	\$ 500	
	Total Revenues	\$ 108,027	\$ 100,500	\$ 100,500	
7001-1050-6021	Machinery & Equipment	\$ -	\$ -	\$ -	
	New Switches throughout City Encumbered FY 22/23				\$ -
7001-1050-6031	Improvements Other Than Bldg	\$ -	\$ -	\$ -	
	Castle Youth Center Upgrades				\$ -
	Total Expenditures	\$ -	\$ -	\$ -	

City of Atwater

Fiscal Year 2026-27 Budget

INTERNAL SERVICES FUNDS FOR EMPLOYEE BENEFITS, RISK MANAGEMENT AND INFORMATION TECHNOLOGY

Overview

Under the direction of the City Manager to maintain internal services to plan and protect the City's long-term financial viability and budgetary structure in areas related to employee benefits, risk management and information technology.

Employee benefits and risk management daily functions are managed by the Human Resources Department. For more information, please see the Human Resources Department narrative.

Under the direction of the Public Works Director, the Information Technology (IT) Division provides comprehensive information services to all City departments. The Division ensures efficient, secure, and reliable technology operations by minimizing service interruptions and implementing solutions that support the delivery of innovative, high quality public services. Core functions include technology planning, system support, cybersecurity, infrastructure management, and implementation of Citywide technology initiatives.

Objectives

- Provide current and long-range planning and management of employee related benefits
- Provide current and long-range planning and management of risk management activities
- Enhance staff capabilities with modern technologies and services
- Improve the City's information security posture through holistic security planning and implementation of industry-recognized best practices
- Utilize IT automation techniques to reduce support requirements
- Apply innovative and reasonably frugal solutions to the City's IT challenges
- Provide prudent and data-driven strategic and long-range IT planning
- Deliver a high rate of system reliability, stability, and availability
- Maximize the effectiveness of City public communication through technology

City of Atwater
Fiscal Year 2026-27 Budget

EMPLOYEE BENEFITS FUND

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
7010-0000-4089	Employee Benefits Charges	\$ 851,597	\$ 948,700	\$ 1,240,500	
7010-0000-6001	Interest Earned	\$ 24,745	\$ 3,500	\$ 3,500	
7010-0000-6088	Health Reimbursements	\$ 58,530	\$ 48,000	\$ 75,000	
	Dental and Vision Retiree Reimb				
	Dental Cost-Sharing (Actives)				
	Vision Cost-Sharing (Actives)				
	Life Insurance Cost-Sharing (Actives)				
	Short Term Disability Cost-Sharing (Actives)				
7010-0000-8001	Trn Fr General Fund	\$ 100,000	\$ 100,000	\$ 200,000	
	Reserve for OPEB Obligations				100,000
	Reserve for Pension Obligations				100,000
	Total Revenues	\$ 1,034,872	\$ 1,100,200	\$ 1,519,000	
7010-1010-3030	Professional Services	\$ 2,237	\$ 25,000	\$ 5,000	
	Legal Services				
	Actuarial Consulting Services				
7010-1050-3040	General Administration-Ins	\$ 3,332	\$ 3,200	\$ 3,500	
	CalPERS (Active Admin Fee)				
7010-1050-3043	Health Insurance, Retirees	\$ 757,629	\$ 700,000	\$ 1,000,000	
	Retiree Medical Reimbursements				
	CalPERS (Retiree Medical)				
	CalPERS (Retiree Admin Fee)				
7010-1050-3046	Unemployment Insurance	\$ 17,357	\$ 25,000	\$ 30,000	
7010-1050-3047	Dental Insurance	\$ 139,107	\$ 100,000	\$ 160,000	
7010-1050-3048	Vision Insurance	\$ 29,093	\$ 30,000	\$ 30,000	
7010-1050-3049	Life Insurance	\$ 20,935	\$ 25,000	\$ 27,000	
7010-1050-3050	Disability Insurance	\$ 58,076	\$ 50,000	\$ 60,000	
7010-1050-9071	OPEB Expenses	\$ 50,000	\$ 50,000	\$ 100,000	
	Reserve for OPEB Obligations				
7010-9095-9112	Transf To Pension Rate Stblztn	\$ 50,000	\$ 50,000	\$ 100,000	
	Total Expenditures	\$ 1,127,766	\$ 1,058,200	\$ 1,515,500	

City of Atwater
Fiscal Year 2026-27 Budget

RISK MANAGEMENT FUND

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
7020-0000-4083	Worker's Compensation Charges	\$ 665,352	\$ 697,812	\$ 731,202	
7020-0000-4088	Risk Management Charges	\$ 1,851,602	\$ 1,873,594	\$ 1,735,712	
7020-0000-6001	Interest Earned	\$ 24,896	\$ 1,000	\$ 3,000	
7020-0000-6091	Other Revenue	\$ -	\$ -	\$ -	
	Total Revenues	\$ 2,541,850	\$ 2,572,406	\$ 2,469,914	
7020-1050-1015	Worker's Compensation	\$ 665,352	697,812	731,202	
7020-1050-2021	Special Departmental Expense	\$ 206	500	500	
	State and Federal Labor Law Posters				
	Employment Law Resources				
	Losses below Deductible				
7020-1050-3030	Professional Services	\$ 123,714	150,000	150,000	
	Risk Assessments/Liability Assmts				
	Special Counsel (ERMA)				
	Special Counsel (Litigation)				
	Attorney Legal Services				
7020-1050-3040	General Administration-Ins	\$ 7,656	9,703	7,442	
7020-1050-3044	Liability & Property Ins	\$ 1,333,795	1,620,533	1,511,598	
	CSJVRMA Liability Program				\$ 629,301
	CSJVRMA Property Program				\$ 789,439
	CSJVRMA Auto Physical Program				\$ 81,058
	CSJVRMA ACIP				\$ 1,800
	CSJVRMA Retrospective Adjustment				\$ 10,000
7020-1050-3051	Employee Assistance Program	\$ 2,503	2,477	2,503	
7020-1050-3053	Claim Payments/Settlements	\$ -	-	-	
7020-1050-3054	Employment Risk Management	\$ 73,038	90,381	63,318	
7020-1050-3090	Depreciation Expense	\$ 3,142	-	-	
	Total Expenditures	\$ 2,209,406	\$ 2,571,406	\$ 2,466,563	

City of Atwater
Fiscal Year 2026-27 Budget

INFORMATION TECHNOLOGY FUND

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
7030-0000-4087	Information Technology Charges	\$ 782,318	\$ 878,975	\$ 928,647	
7030-0000-6001	Interest Earned	\$ 24,524	\$ 2,000	\$ 2,000	
	Total Revenues	\$ 806,842	\$ 880,975	\$ 930,647	
7030-1010-1001	Salaries & Wages, Regular	\$ 55,015	\$ 61,614	\$ 65,989	
	IT Systems Technician				\$ 65,989
7030-1010-1003	Leave Accrual Buy-Out	\$ 3,532	\$ -	\$ -	
7030-1010-1004	Overtime	\$ 492	\$ 5,000	\$ 5,000	
7030-1010-1008	In-Lieu Of Insurance Benefit	\$ -	\$ -	\$ -	
7030-1010-1012	Fica/Medicare	\$ 4,133	\$ 5,096	\$ 5,431	
7030-1010-1013	Retirement	\$ 18,720	\$ 20,310	\$ 22,296	
7030-1010-1014	Health Insurance	\$ 9,510	\$ 10,321	\$ 11,483	
7030-1010-1015	Worker's Compensation	\$ 5,023	\$ 4,916	\$ 5,435	
7030-1050-2021	Special Departmental Expense	\$ 58,478	\$ 140,800	\$ 140,800	
	Computer Supplies				\$ 45,000
	Software				\$ 36,800
	Workstations				\$ 40,000
	Server Hardware/Software				\$ 5,000
	Audio/Video Equipment				\$ 9,000
	Mobile Devices				\$ 5,000
7030-1050-3030	Professional Services	\$ 210,486	\$ 273,950	\$ 274,000	
	IT Services				\$ 115,000
	Network Security				\$ 12,000
	Document Management System				\$ 40,000
	Springbrook Annual Maintenance				\$ 100,000
	Springbrook payment/budget products				\$ 7,000
7030-1050-3031	Communications	\$ 171,653	\$ 166,900	\$ 166,950	
	City Wide Phone System (NHC)				\$ 50,400
	City-Wide Internet Service				\$ 115,500
	Cell Phone				\$ 1,050
7030-1050-3036	Memberships & Subscriptions	\$ 148,330	\$ 152,686	\$ 165,585	
	MISAC				\$ 185
	Amazon Prime				\$ 2,400
	Acrobat Pro				\$ 5,000
	Access Control Hosting				\$ 2,000
	Broadcasting				\$ 5,000
	Website Hosting				\$ 33,000
	Cloud Storage of Servers				\$ 53,000
	NEOGOV				\$ 16,000
	CivicPlus				\$ 9,000
	System Management				\$ 40,000

City of Atwater
Fiscal Year 2026-27 Budget

INFORMATION TECHNOLOGY FUND (cont.)

Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
7030-1050-3037	Travel/Conferences/Meetings	\$ -	\$ 500		
7030-1050-3038	Training	\$ -	\$ 1,300	\$ 2,000	
	Certification				\$ 1,000
	PluralSight				\$ 1,000
7030-1050-3090	Depreciation Expense	\$ 8,964	\$ -	\$ -	
7030-1050-4045	Building Maint. Charges	\$ 1,473	\$ 1,403	\$ 1,430	
7030-1050-4088	Risk Management Charges	\$ 12,318	\$ 12,463	\$ 12,248	
7030-1050-4089	Employee Benefits Charges	\$ 1,737	\$ 1,716	\$ -	
7030-1050-6021	Machinery & Equipment	\$ -	\$ 20,000	\$ 50,000	
	Miscellaneous				\$ 20,000
	Council Chambers AV Upgrades				\$ 30,000
	Total Expenditures	\$ 709,864	\$ 878,975	\$ 928,647	

City of Atwater

Fiscal Year 2026-27 Budget

SUCCESSOR AGENCY TO THE ATWATER REDEVELOPMENT AGENCY

Overview

Pursuant to State Law the Atwater Redevelopment Agency was dissolved on February 1, 2012. The City of Atwater elected to be the Successor Agency. The City also elected to be the Housing Successor Agency. The purpose of the successor is to wind down the operations and to primarily complete legitimate projects and pay the outstanding debts and obligations of the former agency.

The primary expenses that are incurred are administrative, legal, and bond/debt expenses. The Successor regularly prepares a Recognized Obligation Payment Schedule (ROPS) to request sufficient funds to cover the expense of the former agency. The ROPS are prepared and submitted to the County and State which review them and certify the request. Funds are then sent locally to cover the eligible expenses.

The Successor Agency also provides support to the Oversight Board. The Board was set up by law to ensure the Successor Agency is acting to dissolve the assets and pay the obligations for the former Agency.

Redevelopment Obligation Retirement Fund (RORF)

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
3064-0000-1118	ROPS Payments	\$ 729,125	\$ 1,070,793	\$ -	
3064-0000-6001	Interest Earned	\$ 31,340	\$ 10,000	\$ -	
3064-0000-8052	Trnsf Fr CommRdvlpmtPropTrust	\$ 13,091	\$ 13,091		
	Total Revenues	\$ 773,556	\$ 1,093,884	\$ -	
3064-4016-3001	City Administration Fees	\$ 29,422	\$ 29,422	\$ -	
3064-4016-3030	Professional Services	\$ 12,996	\$ 45,000		
3064-4016-3034	Rents & Leases	\$ -	\$ 2,000		
3064-4016-3067	SERAF	\$ -			
3064-9095-9106	Transf to S.A. Debt Service	\$ 1,030,187	\$ 1,030,929	\$ -	
3064-9095-9110	Transf To CommRdvlpmtPropTrust	\$ -			
	Total Expenditures	\$ 1,072,605	\$ 1,107,351	\$ -	

City of Atwater

Fiscal Year 2026-27 Budget

Low & Mod Income Housing Asset Fund

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
3065-0000-6001	Interest Earned	\$ 42,457	\$ 10,000		
3065-0000-6022	Sale of Real Property	\$ -	\$ -		
3065-0000-6091	Other Revenue	\$ -	\$ -		
3065-0000-8053	Trnsf Fr RdlvpmntOblgRtrmmtFund	\$ -	\$ -		
	Total Revenues	\$ 42,457	\$ 10,000	\$ -	
3065-4017-3030	Professional Services	\$ 3,396	\$ 20,000		
3065-9095-9050	Trn To General Fund	\$ -	\$ -		
	Muni Code Update				
	Total Expenditures	\$ 3,396	\$ 20,000	\$ -	

Successor Agency Debt Service Fund

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
3066-0000-8053	Trnsf Fr RdlvpmntOblgRtrmmtFund	\$ 1,030,187	\$ 1,030,929	\$ -	
	Total Revenues	\$ 1,030,187	\$ 1,030,929	\$ -	
3066-8020-5010	Principal-ARA Bond	\$ 979,000	\$ 1,005,000	\$ -	
3066-8020-5020	Interest-ARA Bond	\$ 51,187	\$ 25,929	\$ -	
	Total Expenditures	\$ 1,030,187	\$ 1,030,929	\$ -	

Community Redevelopment Prop Trust

Revenues and Expenses:

Account Number	Description	FY 2024-25 Unaudited	FY 2025-26 Amended Budget as of 1/26/26	FY 2026-27 BUDGET	FY 2026-27 Details
3067-0000-4072	Project Extension Fees	\$ 1,584	\$ 1,584	\$ 1,584	
3067-0000-4074	Applegate Connection Fees	\$ -	\$ -	\$ -	
3067-0000-6001	Interest Earned	\$ 9,868	\$ 100	\$ 100	
3067-0000-6022	Sale of Real Property	\$ -	\$ -	\$ -	
3067-0000-6023	Sw Quad Storm Drainage Fees	\$ -	\$ -	\$ -	
3067-0000-8053	Trnsf Fr RdlvpmntOblgRtrmmtFund	\$ -	\$ -	\$ -	
	Total Revenues	\$ 11,452	\$ 1,684	\$ 1,684	
3067-9095-9107	Transfer To RORF	\$ 13,091	\$ 13,091		
	Total Expenditures	\$ 13,091	\$ 13,091	\$ -	

Five Year Capital Improvement Program

Fiscal Years 2026-27 through 2030-31

Description					2030/31	Funding Source
	2026/27	2027/28	2028/29	2029/30		
General Fund Capital (0003)						
*Phase 3 Ped Imp Proj Downtown		100,000	4,000,000			0003 General Fund Capital - CMAQ
*Phase 4 Ped Imp Proj Downtown		3,156,621				0003 General Fund Capital - CMAQ
*City Wide Signal Synchronization	1,020,561					0003 General Fund Capital - CMAQ
General Fund Capital (0003) Totals	1,020,561	3,256,621	4,000,000	0		
Measure V (0007)						
*City Wide Signal Synchronization	151,442					0007 Measure V Local
Measure V (0007) Totals	151,442	0		0		
Measure V 20% Alternative Modes (0008)						
*Phase 3 Ped Imp Proj Downtown	330,000					0008 Measure V Alternative Modes
*Phase 4 Ped Imp Proj Downtown	350,000					0008 Measure V Alternative Modes
Green Sands Widening Project	150,000					0008 Measure V Alternative Modes
Measure V 20% Alternative Modes (0008) Totals	830,000	0		0		
Measure V Regional Funds (0010)						
*Bellevue Road Realignment	1,842,211		1,000,000	4,542,000		0010 Measure V Regional Funds
*Buhach Widening	145,297					0010 Measure V Regional Funds
Measure V Regional Funds (0010) Totals	1,987,508	0	1,000,000	4,542,000		
Local Transportation Fund (1013)						
Atwater Livingston Canal Trailway Project	184,295					1013 LTF Fund
Local Transportation Fund (1013) Totals	184,295	0		0		
Regional Surface Transportation Program-RSTP (1017)						
Overlay-Variou Streets	1,000,000					1017 RSTP Fund
Restripe-Variou Streets	200,000					1017 RSTP Fund
Regional Surface Transportation Prog-RSTP (1017) Totals	1,200,000	0	0	0		
SB1-Road Maintenance & Rehab RMRA (1018)						
Curb, Gutter, and Sidewalk Maintenance, Repair and Replacement	83,612					1018 SB1 Fund
Pavement Markings and Signage Maintenance	148,104					1018 SB1 Fund
Traffic Signals Maintenance and Repairs	80,000					1018 SB1 Fund
Pavement Repairs	10,058					1018 SB1 Fund
SB1-Road Maintenance & Rehab RMRA (1018) Totals	321,774	0		0		
Parks & Recreation (1020)						
*Osborn Park Renovation	601,478					2018 Parks Bond Act, Per Capita Grant Program
Parks & Recreation (1020) Totals	601,478	0		0		
Water Capital (6001)						
Installation-New Water Meters						6001 Water Capital Fund
*Property Acq.-Future Well Site						6001 Water Capital Fund
*Canal Creek Utility Crossing	338,073	1,250,000				6001 Water Capital Fund
Water Capital (6001) Totals	338,073	1,250,000		0		
Sewer (6010)						
*Canal Creek Utility Crossing	338,073	1,250,000				6010 Sewer Fund
Sewer (6010) Totals	338,073	1,250,000		0		
Capital Improvement Projects Total	6,973,204	5,756,621	5,000,000	4,542,000		

* Major public works projects such as land, buildings, and public infrastructure. Must conform with the City's General Plan.

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Debt Service

City of Atwater

Fiscal Year 2026-27 Budget

INTERFUND TRANSFERS

City of Atwater Interfund Transfers Fiscal Year 2026-27							
From (Expenditure)			To (Revenue)				
Fund Name	GL Account	Description	Fund Name	GL Account	Description	Amount	Purpose
General Fund	0001-9095-9069	Transf. to Maint District Funds	Maintenance Districts	5000-0000-8001	Transf. from General Fund	\$ 228,012	General Benefit Contribution to Maint Districts/Shortfall*
							General Benefit Contribution to Maint Districts
							Maintenance Districts (Shortfall)
General Fund	0001-9095-9084	Transf. to Emp. Benefits Fund	Emp. Benefits Fund	7010-0000-8001	Transf. from General Fund	\$ 100,000	Contrib to PARS - to help fund unfunded OPEB/Retirement
							Reserve for OPEB Obligations
							Reserve for Pension Obligations
General Fund	0001-9095-9111	Transf. to ISF Equip/Bldg Replac	ISF Equip/Bldg Replac	7001-0000-8001	Transf. from General Fund	\$ 100,000	Contrib to ISF Equipment/Building Replacement Fund
General Fund	0001-9095-9057	Transf. to Gas Tax/Street Improv	Gas Tax Fund	1011-0000-8001	Transf. from General Fund	\$ 416,978	Contrib to Gas Tax Fund for Road Maint.
General Fund	0001-9095-9113	Transf. to CFD- Public Safety	CFD	5050-0000-8001	Transf. from General Fund	\$ 102,314	General Fund subsidy/Shortfall*
Water Fund	6000-9095-9050	Transf. to General Fund	General Fund	0001-0000-8005	Transf. from Water Enterprise	\$ 152,375	Hydrant Maintenance
Employee Benefits Fund	7010-9095-9112	Transf. to Pension Rate Stblztn	Pension Rate Stblztn Fund	4080-0000-8060	Transf. from Emp. Benefits Fund	\$ 100,000	Contrib to PARS - to help fund unfunded OPEB/Retirement
Successor Agency to the Atwater Redevelopment Agency							
RDVLPMT Obligation Retirement	3064-9095-9106	Transf. to S.A. Debt Service	SA Debt Service	3066-0000-8053	Transf. from RdlvlpmtOblgrtmntFund	Paid in Full	Debt Service
Community RDVLPMT Prop Trust	3067-9095-9107	Transf. to RORF	RDVLPMT Oblgrtmnt	3064-0000-8052	Transf. from CommRdlvlpmtPropTrust	\$ -	From Community Redevelopment Prop Trust to RORF
					Total Transfers:	\$ 1,199,679	
<i>*Denotes a transfer amount based on estimate. The actual transfer amount may vary based on actual expenses throughout the year.</i>							

Supplemental



**CITY COUNCIL
OF THE
CITY OF ATWATER**

RESOLUTION NO. 3068-19

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
ATWATER APPROVING GENERAL FUND RESERVE
POLICY AND INTER-FUND ADVANCE AND LOAN POLICY**

WHEREAS, the City of Atwater recognizes the importance of sound fiscal policies to ensure its future sustainability as a municipal agency; and

WHEREAS, the City seeks to comply with local, state and federal laws regulating the use of public funds; and

WHEREAS, the City is committed to restoring public trust in its ability to manage the public's funds; and

WHEREAS, the City is committed to adhering to best fiscal management practices as established by the Government Finance Officers Association and the State of California's Auditor; and

WHEREAS, on February 24, 2014, the City Council adopted Resolution No. 2478-14 establishing a General Fund Reserve Policy and Inter-Fund Advance and Loan Policy; and

WHEREAS, the General Fund Reserve Policy and an Inter-Fund Advance and Loan Policy must be reviewed and may be amended from time to time.

NOW THEREFORE, BE IT RESOLVED by the City Council of the City of Atwater that the General Fund Reserve Policy and Inter-Fund Advance and Loan Policy attached as "**Exhibit A**" are hereby approved.

BE IT FURTHER RESOLVED by the City Council of the City of Atwater that all previous resolutions establishing General Fund Reserve Policy and Inter-Fund Advance and Loan Policy is hereby superseded by Resolution No. 3068-19.

The foregoing resolution is hereby adopted this 25th day of March 2019.

AYES: Cale, Raymond, Ambriz, Creighton
NOES: None
ABSENT: Vierra

APPROVED:



PAUL CREIGHTON, MAYOR

ATTEST:



LUCY ARMSTRONG, CITY CLERK

Exhibit A

CITY OF ATWATER

GENERAL FUND RESERVE POLICY

The purpose of this policy is to ensure that the City will at all times have sufficient funding available to meet its operating, capital and debt service cost obligations. Reserves will be managed in a manner that allows the City to fund costs consistent with the operating and capital budgets as well as other long-term plans. While General Fund Reserves have been depleted during the recent economic downturn, it is the Policy of this City Council that General Fund Reserves be increased in an orderly manner, over time, through prudent fiscal management to a minimum target level of ten (10) percent of annual General Fund Operating costs. At the end of each fiscal year, the City Council will be provided a report indicating the status of General Fund Reserves in relation to the minimum target balance.

CITY OF ATWATER

INTER-FUND ADVANCE AND LOAN POLICY

The City of Atwater uses fund accounting as required under generally accepted accounting principles for government agencies as promulgated by the Government Accounting Standards Board (GASB). Generally accepted accounting principles for government agencies permit and provide accounting conventions for loans and advances between funds of a local agency.

Unless otherwise prohibited by law or sound fiscal management practices, the City will from time to time enter into transactions requiring inter-fund movement of funds through fund advances and loans in accordance with the following policy:

1. INTER-FUND ADVANCE AND LOAN POLICY
 - a. Short-term advances or loans between City funds for short-term cash flow needs (expected to be repaid within ninety days after the end of the current fiscal year) must be approved in advance in writing by the City Manager.
 - b. Advances or loans between City funds which are not initially expected to extend beyond ninety days after the end of the current fiscal year, but which extend beyond this period must be approved by the City Council as soon as it is determined that the term of the loan or advance will extend beyond the fiscal year.

Any adjustment to the terms of a fund advance or loan which will result in the fund loan or advance extending beyond one year or which increases the repayment amount of the fund loan or advance must be approved, in advance, by the City Council.

2. DOCUMENTATION

- a. Each advance, excluding short-term, or loan approved by the City Manager or City Council will be documented in writing and will provide the following information:
 - i. The purpose for which the loan or advance is being made, and
 - ii. The identification of both the borrowing and lending fund or funds, and
 - iii. The dollar amount of the loan or advance, and
 - iv. The nominal interest rate (if applicable), and
 - v. The terms for repayment of the loan or advance including the dates for installment payments and maturity date on which all principal and unpaid interest will be due and payable, and
 - vi. The source from which the borrowing fund is expected to repay the loan/advance, and
 - vii. Demonstrated ability to repay the loan and any associated interest within the allotted loan period without causing a negative impact to the finances of the requesting or receiving party.
- b. All of the above conditions must be met in order to qualify for a loan or an advance. This policy applies to all City funds.
- c. The Finance Department will maintain a current listing of all inter-fund advances and loans.

3. REVIEW

- a. All outstanding inter-fund advances and loans will be reviewed by the City Manager at least annually to determine compliance with the agreed upon terms and the recoverability of the funds due. It is expected that all advances and loans will be repaid according to the established payment schedule. However, the City may repay advances and/or loans early or may elect to pay lump sums towards outstanding principal. In the event of a lump sum payment, a resolution amending the repayment schedule will be presented to the City Council for approval.
- b. In accordance with the provisions of generally accepted accounting principles (GAAP) any advance or loan which is not expected to be repaid within a reasonable time will be recorded in the City's financial records as a fund transfer.



**CITY COUNCIL
OF THE
CITY OF ATWATER**

RESOLUTION NO. xxxx-26

**RESOLUTION OF THE CITY COUNCIL OF THE
CITY OF ATWATER ESTABLISHING THE FISCAL
YEAR 2026-27 APPROPRIATIONS LIMITATION**

WHEREAS, the people of California on November 6, 1979, added Article XIII B to the State Constitution placing various limitations on the appropriations of state and local governments; and

WHEREAS, the State Legislature adopted Chapters 1205 and 1342 of the 1980 Statutes which implemented Article XIII B; and

WHEREAS, the people of California on June 5, 1990 amended Article XIII B effective July 1, 1990; and

WHEREAS, the provisions of the amendments have been interpreted by a coalition of statewide organizations, and the organizations have issued through the League of California Cities revised guidelines to calculate the appropriations limitation (GANN Limit); and

WHEREAS, Section 7910 of the California Government Code requires cities to adopt a resolution setting the annual appropriations limitation (GANN Limit) at a regularly scheduled meeting or a noticed special meeting; and

WHEREAS, the City of Atwater has complied with the provisions of Article XIII B in calculating the Appropriations Limitation (GANN Limit) for Fiscal Year 2026-27.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Atwater that pursuant to the appropriations limitation formula set forth in California Government Code Sections 7900-7913, the City Council hereby establishes the appropriations limitation (GANN Limit) for the 2026-27 fiscal year for the City of Atwater at \$69,607,225 as documented in **Exhibit A**, attached hereto and incorporated here by reference.

BE IT FURTHER RESOLVED that any challenge to the appropriations limitation as per the above-mentioned codes must be brought to the City of Atwater's attention within sixty (60) days of the effective date of this resolution.

The foregoing resolution is hereby adopted this 8th day of June 2026.

**AYES:
NOES:
ABSENT:**

APPROVED:

MICHAEL G. NELSON, MAYOR

ATTEST:

KORY J. BILLINGS, CITY CLERK

EXHIBIT "A"

APPROPRIATIONS LIMITATION

The appropriations limitation imposed by Proposition 4 and amended by Proposition 111 creates a restriction on the amount of revenue which can be appropriated in any fiscal year. The revenues which are subject to the limitation are those considered "proceeds of taxes." The basis for calculating the limit began in 1978-79 and is increased each year based on population growth and inflation.

FY 2025-26 Limitation: \$66,711,927

Annual Adjustment for Fiscal Year 2026-27 Calculations:

Change in population	=	-0.58 percent
Change in per capita personal income	=	4.95 percent
Population Factor Converted to a Ratio	=	.9942
Per Capita Factor Converted to a Ratio	=	1.0495

Calculation of factor for FY 2026-27: .9942 x 1.0495 = **1.0434**

Calculation of FY 2026-27 Appropriations Limitation:

$\$66,711,927 \times 1.0434 = \underline{\$69,607,225}$

FY 2026-27 Appropriations = \$ 76,624,297

Less: Funds Not Subject to Limit

Successor Agency to Atwater Redevelopment Agency	(\$ 0)
Water Enterprise Fund (Capital Outlay)	(\$2,175,000)
Wastewater Enterprise Fund	(\$ 300,000)
Sanitation Enterprise Fund	(\$ 5,092,746)
Capital Outlay (non-Enterprise Funds)	(\$ 9,724,832)

Less: Non-Tax Revenue (\$6,760,652)

Appropriations Subject to Limitation \$52,571,067



**CITY COUNCIL
OF THE
CITY OF ATWATER**

RESOLUTION NO. XXXX-26

**A RESOLUTION OF THE CITY COUNCIL OF THE
CITY OF ATWATER ADOPTING CITY OF
ATWATER SALARY SCHEDULE A-27 EFFECTIVE
JUNE 18, 2026**

WHEREAS, the City Council approves and adopts the salary schedule and/or directs the City Manager to prepare and/or update said schedule to reflect City Council direction; and

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Atwater does hereby adopt City of Atwater Salary Schedule A-27, effective June 18, 2026, "**Exhibit A**" attached hereto and made a part herein and directs the City Manager to update the salaries accordingly.

BE IT FURTHER RESOLVED that the City Manager is hereby authorized to make any revisions, corrections, or alterations to the text of the job classifications described in "**Exhibit A**" to correct language changes, or to comply with the requirements of the law.

The foregoing resolution is hereby adopted this 8th day of June 2026.

**AYES:
NOES:
ABSENT:**

APPROVED:

MICHAEL G. NELSON, MAYOR

ATTEST:

KORY J. BILLINGS, CITY CLERK

**SALARY SCHEDULE BY MONTHLY/BI-WEEKLY/ANNUAL/HOURLY RATES PER STEP
SCHEDULE A-27 EFFECTIVE JUNE 18, 2026**

	Class	Grade	Step 1	Step 2	Step 3	Step 4	Step 5	Step 6
Account Clerk I	MU	115	3112.03	3267.63	3431.01	3602.56	3782.69	3971.83
			1436.32	1508.14	1583.54	1662.72	1745.86	1833.15
			37344.36	39211.58	41172.16	43230.77	45392.31	47661.92
			17.9540	18.8517	19.7943	20.7840	21.8232	22.9144
Account Clerk II	MU	135	3486.26	3660.57	3843.60	4035.78	4237.57	4449.45
			1609.04	1689.49	1773.97	1862.67	1955.80	2053.59
			41835.10	43926.85	46123.19	48429.35	50850.82	53393.36
			20.1130	21.1187	22.1746	23.2833	24.4475	25.6699
Accountant I	MU	255	4571.14	4799.70	5039.68	5291.67	5556.25	5834.06
			2109.76	2215.24	2326.01	2442.31	2564.42	2692.64
			54853.68	57596.37	60476.18	63499.99	66674.99	70008.74
			26.3720	27.6906	29.0751	30.5288	32.0553	33.6580
Accountant II	MU	270	5101.62	5356.70	5624.54	5905.76	6201.05	6511.11
			2354.59	2472.32	2595.94	2725.74	2862.02	3005.13
			61219.46	64280.43	67494.46	70869.18	74412.64	78133.27
			29.4324	30.9041	32.4493	34.0717	35.7753	37.5641
Accounting Technician	MU	235	4057.15	4260.01	4473.01	4696.66	4931.49	5178.07
			1872.53	1966.16	2064.47	2167.69	2276.07	2389.88
			48685.82	51120.12	53676.12	56359.93	59177.92	62136.82
			23.4066	24.5770	25.8058	27.0961	28.4509	29.8735
Accounting Technician II	MU	238	4471.98	4695.57	4930.35	5176.87	5435.71	5707.50
			2063.99	2167.19	2275.55	2389.33	2508.79	2634.23
			53663.71	56346.90	59164.24	62122.45	65228.57	68490.00
			25.7999	27.0899	28.4443	29.8666	31.3599	32.9279
Administrative Assistant I	MU	140a	3089.03	3243.48	3405.65	3575.94	3754.73	3942.47
			1425.71	1496.99	1571.84	1650.43	1732.95	1819.60
			37068.35	38921.77	40867.86	42911.25	45056.81	47309.65
			17.8213	18.7124	19.6480	20.6304	21.6619	22.7450
Administrative Assistant II	MU	155a	3529.36	3705.83	3891.12	4085.68	4289.96	4504.46
			1628.94	1710.38	1795.90	1885.70	1979.98	2078.98
			42352.36	44469.98	46693.48	49028.15	51479.56	54053.53
			20.3617	21.3798	22.4488	23.5712	24.7498	25.9873
Assistant City Clerk/Records Coordinator	MM	101	5047.35	5299.71	5564.70	5842.94	6135.08	6441.84
			2329.55	2446.02	2568.32	2696.74	2831.58	2973.16
			60568.17	63596.58	66776.41	70115.23	73620.99	77302.04
			29.1193	30.5753	32.1040	33.7092	35.3947	37.16444
Assistant Planner	MU	257	4670.24	4903.76	5148.94	5406.39	5676.71	5960.55
			2155.50	2263.27	2376.44	2495.26	2620.02	2751.02
			56042.92	58845.07	61787.32	64876.69	68120.52	71526.55
			26.9437	28.2909	29.7054	31.1907	32.7503	34.3878
Associate Planner	MU	275	5032.24	5283.85	5548.05	5825.45	6116.72	6422.56
			2322.57	2438.70	2560.64	2688.67	2823.10	2964.26
			60386.90	63406.24	66576.55	69905.38	73400.65	77070.68
			29.0322	30.4838	32.0080	33.6084	35.2888	37.0532
Building Maintenance Worker I	MU	130	3055.20	3207.96	3368.35	3536.77	3713.61	3899.29
			1410.09	1480.59	1554.62	1632.36	1713.97	1799.67
			36662.35	38495.47	40420.24	42441.25	44563.32	46791.48
			17.6261	18.5074	19.4328	20.4044	21.4247	22.4959
Building Maintenance Worker II	MU	150a	3263.53	3426.71	3598.04	3777.94	3966.84	4165.18
			1506.24	1581.56	1660.64	1743.67	1830.85	1922.39
			39162.37	41120.49	43176.51	45335.34	47602.11	49982.21
			18.8281	19.7695	20.7579	21.7958	22.8856	24.0299
Building Permit Technician I	MU	185	3669.57	3853.05	4045.70	4247.99	4460.39	4683.41
			1693.65	1778.33	1867.25	1960.61	2058.64	2161.57
			44034.87	46236.61	48548.44	50975.86	53524.66	56200.89
			21.1706	22.2291	23.3406	24.5076	25.7330	27.0197
Building Permit Technician II	MU	187	4045.71	4247.99	4460.39	4683.41	4917.58	5163.46
			1867.25	1960.61	2058.64	2161.57	2269.65	2383.14
			48548.49	50975.92	53524.71	56200.95	59010.99	61961.54
			23.3406	24.5077	25.7330	27.0197	28.3707	29.7892
Chief Building Official/Fire Code Official	MM	308a	8404.14	8824.34	9265.56	9728.84	10215.28	10726.05
			3878.83	4072.77	4276.41	4490.23	4714.75	4950.48
			100849.64	105892.13	111186.73	116746.07	122583.37	128712.54
			48.4854	50.9097	53.4552	56.1279	58.9343	61.8810

**SALARY SCHEDULE BY MONTHLY/BI-WEEKLY/ANNUAL/HOURLY RATES PER STEP
SCHEDULE A-27 EFFECTIVE JUNE 18, 2026**

	Class	Grade	Step 1	Step 2	Step 3	Step 4	Step 5	Step 6
City Manager	EM	340	13947.18	14644.54	15376.77	16145.61	16952.89	17800.53
			6437.16	6759.02	7096.97	7451.82	7824.41	8215.63
			167366.21	175734.52	184521.25	193747.31	203434.67	213606.41
			80.4645	84.4878	88.7121	93.1477	97.8051	102.6954
Civil Engineering Assistant	MU	277	5135.46	5392.23	5661.84	5944.93	6242.18	6554.29
			2370.21	2488.72	2613.16	2743.81	2881.01	3025.06
			61625.46	64706.74	67942.07	71339.18	74906.13	78651.44
			29.6276	31.1090	32.6645	34.2977	36.0126	37.8132
Civil Engineering Associate	MU	292	5647.50	5929.87	6226.36	6537.68	6864.57	7207.79
			2606.54	2736.86	2873.71	3017.39	3168.26	3326.67
			67769.94	71158.44	74716.36	78452.18	82374.79	86493.53
			32.5817	34.2108	35.9213	37.7174	39.6033	41.5834
Code Enforcement Manager	MM	299	6118.62	6424.55	6745.78	7083.07	7437.22	7809.09
			2823.98	2965.18	3113.44	3269.11	3432.57	3604.19
			73423.48	77094.65	80949.38	84996.85	89246.69	93709.03
			35.2997	37.0647	38.9180	40.8639	42.9071	45.0524
Code Enforcement Officer	MU	175	3930.70	4127.24	4333.60	4550.28	4777.79	5016.68
			1814.17	1904.88	2000.12	2100.13	2205.14	2315.39
			47168.43	49526.85	52003.20	54603.36	57333.52	60200.20
			22.6771	23.8110	25.0015	26.2516	27.5642	28.9424
Community Development Director	DD	337	10981.84	11530.93	12107.48	12712.85	13348.50	14015.92
			5068.54	5321.97	5588.07	5867.47	6160.84	6468.89
			131782.08	138371.19	145289.75	152554.23	160181.94	168191.04
			63.3568	66.5246	69.8508	73.3434	77.0106	80.8611
Community Services Officer	PU	160	3843.59	4035.77	4237.56	4449.44	4671.91	4905.51
			1773.97	1862.67	1955.80	2053.59	2156.27	2264.08
			46123.14	48429.29	50850.76	53393.29	56062.96	58866.11
			22.1746	23.2833	24.4475	25.6699	26.9533	28.3010
Executive Assistant	MU	183	4032.25	4233.87	4445.56	4667.84	4901.23	5146.29
			1861.04	1954.09	2051.80	2154.39	2262.11	2375.21
			48387.05	50806.40	53346.72	56014.05	58814.76	61755.49
			23.2630	24.4262	25.6475	26.9298	28.2763	29.6901
Finance Director	DD	335	9987.13	10486.48	11010.81	11561.35	12139.41	12746.38
			4609.44	4839.91	5081.91	5336.01	5602.81	5882.95
			119845.51	125837.79	132129.68	138736.16	145672.97	152956.62
			57.6180	60.4989	63.5239	66.7001	70.0351	73.5368
Finance Operations Manager	MM	307	6411.55	6732.12	7068.73	7422.17	7793.27	8182.94
			2959.18	3107.13	3262.49	3425.62	3596.90	3776.74
			76938.56	80785.49	84824.76	89066.00	93519.30	98195.26
			36.9897	38.8392	40.7811	42.8202	44.9612	47.20926
Human Resources Analyst	CL	286	5399.00	5668.95	5952.40	6250.02	6562.52	6890.65
			2491.85	2616.44	2747.26	2884.62	3028.86	3180.30
			64788.03	68027.44	71428.81	75000.25	78750.26	82687.77
			31.1481	32.7055	34.3408	36.0578	37.8607	39.7537
Human Resources Director	DD	335b	9470.55	9944.07	10441.28	10963.34	11511.51	12087.08
			4371.02	4589.57	4819.05	5060.00	5313.00	5578.65
			113646.56	119328.89	125295.34	131560.10	138138.11	145045.01
			54.6378	57.3697	60.2381	63.2500	66.4126	69.7332
Human Resources Technician I	CL	236	4304.25	4519.46	4745.43	4982.70	5231.84	5493.43
			1986.58	2085.90	2190.20	2299.71	2414.69	2535.43
			51650.96	54233.51	56945.19	59792.45	62782.07	65921.17
			24.8322	26.0738	27.3775	28.7464	30.1837	31.6929
Human Resources Technician II	CL	237	4569.28	4797.75	5037.64	5289.52	5553.99	5831.69
			2108.90	2214.35	2325.06	2441.32	2563.38	2691.55
			54831.41	57572.98	60451.62	63474.21	66647.92	69980.31
			26.3613	27.6793	29.0633	30.5164	32.0423	33.6444
Mechanic I	MU	180a	3589.73	3769.21	3957.67	4155.56	4363.34	4581.50
			1656.80	1739.64	1826.62	1917.95	2013.85	2114.54
			43076.72	45230.56	47492.09	49866.69	52360.02	54978.03
			20.7100	21.7455	22.8327	23.9744	25.1731	26.4317
Mechanic II	MU	205a	4029.37	4230.84	4442.38	4664.50	4897.72	5142.61
			1859.71	1952.69	2050.33	2152.84	2260.49	2373.51
			48352.41	50770.03	53308.53	55973.95	58772.65	61711.28
			23.2463	24.4087	25.6291	26.9106	28.2561	29.6689

**SALARY SCHEDULE BY MONTHLY/BI-WEEKLY/ANNUAL/HOURLY RATES PER STEP
SCHEDULE A-27 EFFECTIVE JUNE 18, 2026**

	Class	Grade	Step 1	Step 2	Step 3	Step 4	Step 5	Step 6
Parks Maintenance Worker I	MU	165b	3429.67	3601.15	3781.21	3970.27	4168.78	4377.22
			1582.92	1662.07	1745.17	1832.43	1924.05	2020.26
			41156.02	43213.82	45374.51	47643.24	50025.40	52526.67
			19.7865	20.7759	21.8147	22.9054	24.0507	25.2532
Parks Maintenance Worker II	MU	190	3760.41	3948.43	4145.86	4353.15	4570.81	4799.35
			1735.58	1822.35	1913.47	2009.15	2109.60	2215.08
			45124.96	47381.21	49750.27	52237.79	54849.67	57592.16
			21.6947	22.7794	23.9184	25.1143	26.3700	27.6885
Planning Technician	MU	225c	3838.85	4030.79	4232.33	4443.95	4666.15	4899.46
			1771.78	1860.37	1953.38	2051.05	2153.61	2261.29
			46066.22	48369.53	50788.01	53327.41	55993.78	58793.47
			22.1472	23.2546	24.4173	25.6382	26.9201	28.2661
Police Chief	DD	338	12813.78	13454.47	14127.19	14833.55	15575.23	16353.99
			5914.05	6209.76	6520.24	6846.26	7188.57	7548.00
			153765.37	161453.64	169526.32	178002.63	186902.76	196247.90
			73.9257	77.6219	81.5030	85.5782	89.8571	94.3500
Police Clerk I	PU	140b	3150.49	3308.02	3473.42	3647.09	3829.45	4020.92
			1454.07	1526.78	1603.12	1683.27	1767.44	1855.81
			37805.93	39696.23	41681.04	43765.09	45953.35	48251.01
			18.1759	19.0847	20.0390	21.0409	22.0930	23.1976
Police Clerk II	PU	155b	3464.09	3637.30	3819.16	4010.12	4210.63	4421.16
			1598.81	1678.75	1762.69	1850.83	1943.37	2040.53
			41569.12	43647.58	45829.96	48121.45	50527.53	53053.90
			19.9852	20.9844	22.0336	23.1353	24.2921	25.5067
Police Corporal	PU	244	6832.91	7174.55	7533.28	7909.95	8305.44	8720.72
			3153.65	3311.33	3476.90	3650.74	3833.28	4024.95
			81994.90	86094.65	90399.38	94919.35	99665.32	104648.58
			39.4206	41.3917	43.4612	45.6343	47.9160	50.3118
Police Officer	PU	230	6026.06	6327.36	6643.73	6975.92	7324.71	7690.95
			2781.26	2920.32	3066.34	3219.65	3380.64	3549.67
			72312.70	75928.33	79724.75	83710.98	87896.53	92291.36
			34.7657	36.5040	38.3292	40.2457	42.2579	44.3708
Police Officer Recruit	PU	116	4363.88	4582.07	4811.17	5051.73	5304.32	5569.53
			2014.10	2114.80	2220.54	2331.57	2448.15	2570.55
			52366.51	54984.84	57734.08	60620.79	63651.83	66834.42
			25.1762	26.4350	27.7568	29.1446	30.6018	32.1319
Police Lieutenant	MM	315	9481.20	9955.26	10453.02	10975.67	11524.45	12100.68
			4375.94	4594.73	4824.47	5065.69	5318.98	5584.93
			113774.35	119463.07	125436.22	131708.03	138293.43	145208.10
			54.6992	57.4342	60.3059	63.3212	66.4872	69.8116
Police Sergeant	PU	295	7927.30	8323.66	8739.85	9176.84	9635.68	10117.46
			3658.75	3841.69	4033.77	4235.46	4447.24	4669.60
			95127.57	99883.94	104878.14	110122.05	115628.15	121409.56
			45.7344	48.0211	50.4222	52.9433	55.5905	58.3700
Project Accountant/Successor Agency Assista	MU	240b	4458.26	4681.17	4915.23	5160.99	5419.04	5689.99
			2057.66	2160.54	2268.57	2382.00	2501.09	2626.15
			53499.08	56174.04	58982.74	61931.87	65028.47	68279.89
			25.7207	27.0067	28.3571	29.7749	31.2637	32.8269
Public Safety Communications Supervisor	PU	228	5179.26	5438.23	5710.14	5995.65	6295.43	6610.20
			2390.43	2509.95	2635.45	2767.22	2905.58	3050.86
			62151.17	65258.73	68521.67	71947.75	75545.14	79322.39
			29.8804	31.3744	32.9431	34.5903	36.3198	38.1358
Public Safety Dispatcher	PU	170	4215.56	4426.34	4647.65	4880.04	5124.04	5380.24
			1945.64	2042.92	2145.07	2252.32	2364.94	2483.19
			50586.70	53116.03	55771.83	58560.42	61488.45	64562.87
			24.3205	25.5366	26.8134	28.1540	29.5618	31.0398
Public Safety Records Supervisor	PU	227	5179.26	5438.23	5710.14	5995.65	6295.43	6610.20
			2390.43	2509.95	2635.45	2767.22	2905.58	3050.86
			62151.17	65258.73	68521.67	71947.75	75545.14	79322.39
			29.8804	31.3744	32.9431	34.5903	36.3198	38.1358
Public Works Director	DD	325	10970.97	11519.52	12095.49	12700.27	13335.28	14002.04
			5063.52	5316.70	5582.53	5861.66	6154.74	6462.48
			131651.60	138234.18	145145.89	152403.19	160023.35	168024.51
			63.2940	66.4587	69.7817	73.2708	76.9343	80.7810

**SALARY SCHEDULE BY MONTHLY/BI-WEEKLY/ANNUAL/HOURLY RATES PER STEP
SCHEDULE A-27 EFFECTIVE JUNE 18, 2026**

	Class	Grade	Step 1	Step 2	Step 3	Step 4	Step 5	Step 6
Public Works Superintendent	MM	308b	7437.28	7809.14	8199.60	8609.58	9040.06	9492.06
			3432.59	3604.22	3784.43	3973.65	4172.33	4380.95
			89247.35	93709.72	98395.20	103314.96	108480.71	113904.74
			42.9074	45.0527	47.3054	49.6707	52.1542	54.7619
Recreation Coordinator	MU	186	3940.99	4138.04	4344.95	4562.19	4790.30	5029.82
			1818.92	1909.87	2005.36	2105.63	2210.91	2321.45
			47291.93	49656.53	52139.36	54746.32	57483.64	60357.82
			22.7365	23.8733	25.0670	26.3203	27.6364	29.0182
Recreation Leader	MU	118	2987.92	3137.31	3294.18	3458.89	3631.83	3813.42
			1379.04	1447.99	1520.39	1596.41	1676.23	1760.04
			35855.00	37647.75	39530.14	41506.64	43581.98	45761.07
			17.2380	18.0999	19.0049	19.9551	20.9529	22.0005
Recreation Supervisor	MM	301a	5409.59	5680.07	5964.07	6262.28	6575.39	6904.16
			2496.73	2621.57	2752.65	2890.28	3034.80	3186.54
			64915.08	68160.84	71568.88	75147.33	78904.69	82849.93
			31.2092	32.7696	34.4081	36.1285	37.9349	39.8317
Senior Planner	MM	303	6258.64	6571.57	6900.15	7245.16	7607.41	7987.78
			2888.60	3033.03	3184.68	3343.92	3511.11	3686.67
			75103.66	78858.84	82801.79	86941.88	91288.97	95853.42
			36.1075	37.9129	39.8086	41.7990	43.8889	46.0834
Sewer Division Supervisor	MM	260c	5819.77	6110.76	6416.30	6737.11	7073.97	7427.67
			2686.05	2820.35	2961.37	3109.44	3264.91	3428.16
			69837.28	73329.14	76995.60	80845.38	84887.65	89132.03
			33.5756	35.2544	37.0171	38.8680	40.8114	42.8519
Sewer Maintenance Worker I	MU	180b	3589.73	3769.21	3957.67	4155.56	4363.34	4581.50
			1656.80	1739.64	1826.62	1917.95	2013.85	2114.54
			43076.72	45230.56	47492.09	49866.69	52360.02	54978.03
			20.7100	21.7455	22.8327	23.9744	25.1731	26.4317
Sewer Maintenance Worker II	MU	205b	3950.37	4147.89	4355.28	4573.04	4801.70	5041.78
			1823.25	1914.41	2010.13	2110.64	2216.17	2326.98
			47404.42	49774.64	52263.37	54876.54	57620.37	60501.39
			22.7906	23.9301	25.1266	26.3830	27.7021	29.0872
Sewer Maintenance Worker III	MU	220a	4187.10	4396.46	4616.28	4847.09	5089.45	5343.92
			1932.51	2029.13	2130.59	2237.12	2348.98	2466.42
			50245.20	52757.46	55395.33	58165.10	61073.35	64127.02
			24.1563	25.3642	26.6324	27.9640	29.3622	30.8303
Streets and Parks Division Supervisor	MM	260d	5819.77	6110.76	6416.30	6737.11	7073.97	7427.67
			2686.05	2820.35	2961.37	3109.44	3264.91	3428.16
			69837.28	73329.14	76995.60	80845.38	84887.65	89132.03
			33.5756	35.2544	37.0171	38.8680	40.8114	42.8519
Streets Maintenance Worker I	MU	165e	3429.67	3601.15	3781.21	3970.27	4168.78	4377.22
			1582.92	1662.07	1745.17	1832.43	1924.05	2020.26
			41156.02	43213.82	45374.51	47643.24	50025.40	52526.67
			19.7865	20.7759	21.8147	22.9054	24.0507	25.2532
Streets Maintenance Worker II	MU	190c	3760.41	3948.43	4145.86	4353.15	4570.81	4799.35
			1735.58	1822.35	1913.47	2009.15	2109.60	2215.08
			45124.96	47381.21	49750.27	52237.79	54849.67	57592.16
			21.6947	22.7794	23.9184	25.1143	26.3700	27.6885
Systems Technician	MU	232	4750.29	4987.81	5237.20	5499.06	5774.01	6062.71
			2192.44	2302.07	2417.17	2538.03	2664.93	2798.17
			57003.52	59853.69	62846.38	65988.70	69288.13	72752.54
			27.4055	28.7758	30.2146	31.7253	33.3116	34.9772
Water Division Supervisor	MM	260e	5819.77	6110.76	6416.30	6737.11	7073.97	7427.67
			2686.05	2820.35	2961.37	3109.44	3264.91	3428.16
			69837.28	73329.14	76995.60	80845.38	84887.65	89132.03
			33.5756	35.2544	37.0171	38.8680	40.8114	42.8519
Water Systems Operator I	MU	180c	3589.73	3769.21	3957.67	4155.56	4363.34	4581.50
			1656.80	1739.64	1826.62	1917.95	2013.85	2114.54
			43076.72	45230.56	47492.09	49866.69	52360.02	54978.03
			20.7100	21.7455	22.8327	23.9744	25.1731	26.4317
Water Systems Operator II	MU	205c	3950.37	4147.89	4355.28	4573.04	4801.70	5041.78
			1823.25	1914.41	2010.13	2110.64	2216.17	2326.98
			47404.42	49774.64	52263.37	54876.54	57620.37	60501.39
			22.7906	23.9301	25.1266	26.3830	27.7021	29.0872

**SALARY SCHEDULE BY MONTHLY/BI-WEEKLY/ANNUAL/HOURLY RATES PER STEP
SCHEDULE A-27 EFFECTIVE JUNE 18, 2026**

	Class	Grade	Step 1	Step 2	Step 3	Step 4	Step 5	Step 6
Water Systems Pump Operator	MU	229	4926.76	5173.10	5431.76	5703.34	5988.51	6287.94
			2273.89	2387.59	2506.96	2632.31	2763.93	2902.12
			59121.16	62077.22	65181.08	68440.13	71862.14	75455.24
			28.42	29.84	31.34	32.90	34.55	36.28

Seasonal/Temporary Employees:

HOURLY RATES

Finance Analyst - Special Projects	TL	063	65.00					
Reserve Police Officer	TL	053	22.00					
Reserve Firefighter	TL	051	16.90					
Reserve Firefighter (OES Spec Assig)	TL	099	Minimum hourly rate as defined by CAL OES, at www.caloes.ca.gov.					

CLASS Key:

- EM - Executive Management
- DD - Department Director
- MM - Mid Management
- CL - Confidential/Unrepresented
- PU - Police Unit
- MU - Miscellaneous Unit
- TL - Temporary/Limited Service

Note: Any temporary or seasonal employee appointed to a classification on this schedule is not guaranteed the hourly rate listed. The City Manager, at his/her sole discretion, may appoint at a lower hourly rate so long as the hour rate is equal to the mandatory minimum wage rate.

Adopted by City Council Resolution No. XXXX-26
Dated June 8, 2026