



# 2020

## Comprehensive Annual Financial Report



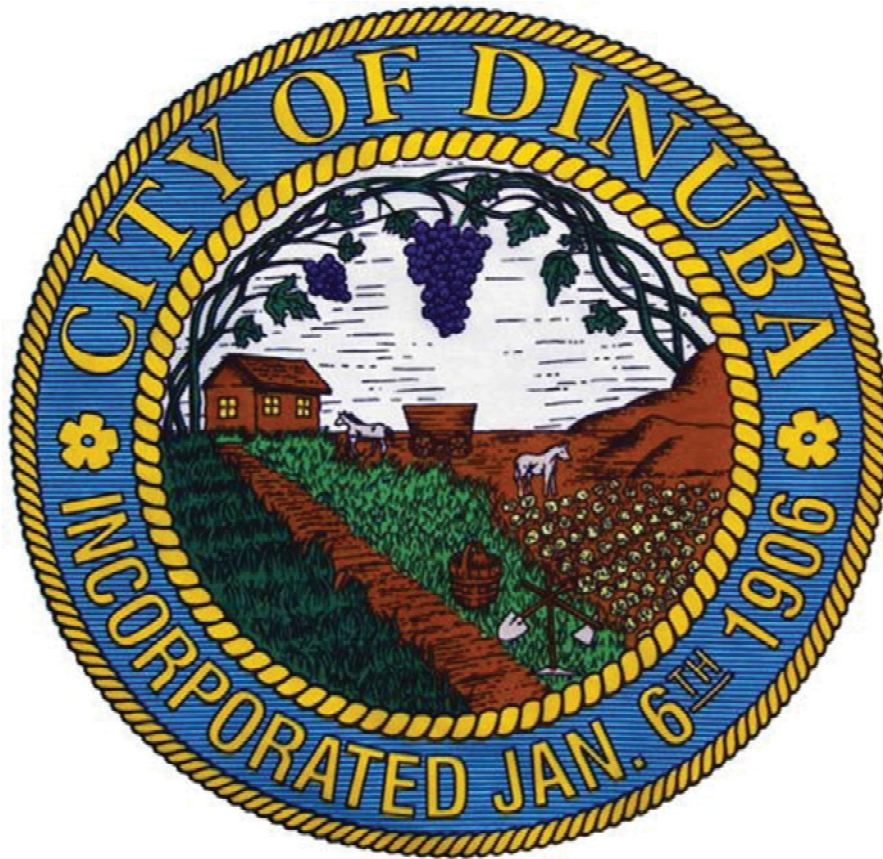
ROOSEVELT PASEO PROJECT

FOCUSED ON COMMUNITY PROSPERITY

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

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# COMPREHENSIVE ANNUAL FINANCIAL REPORT

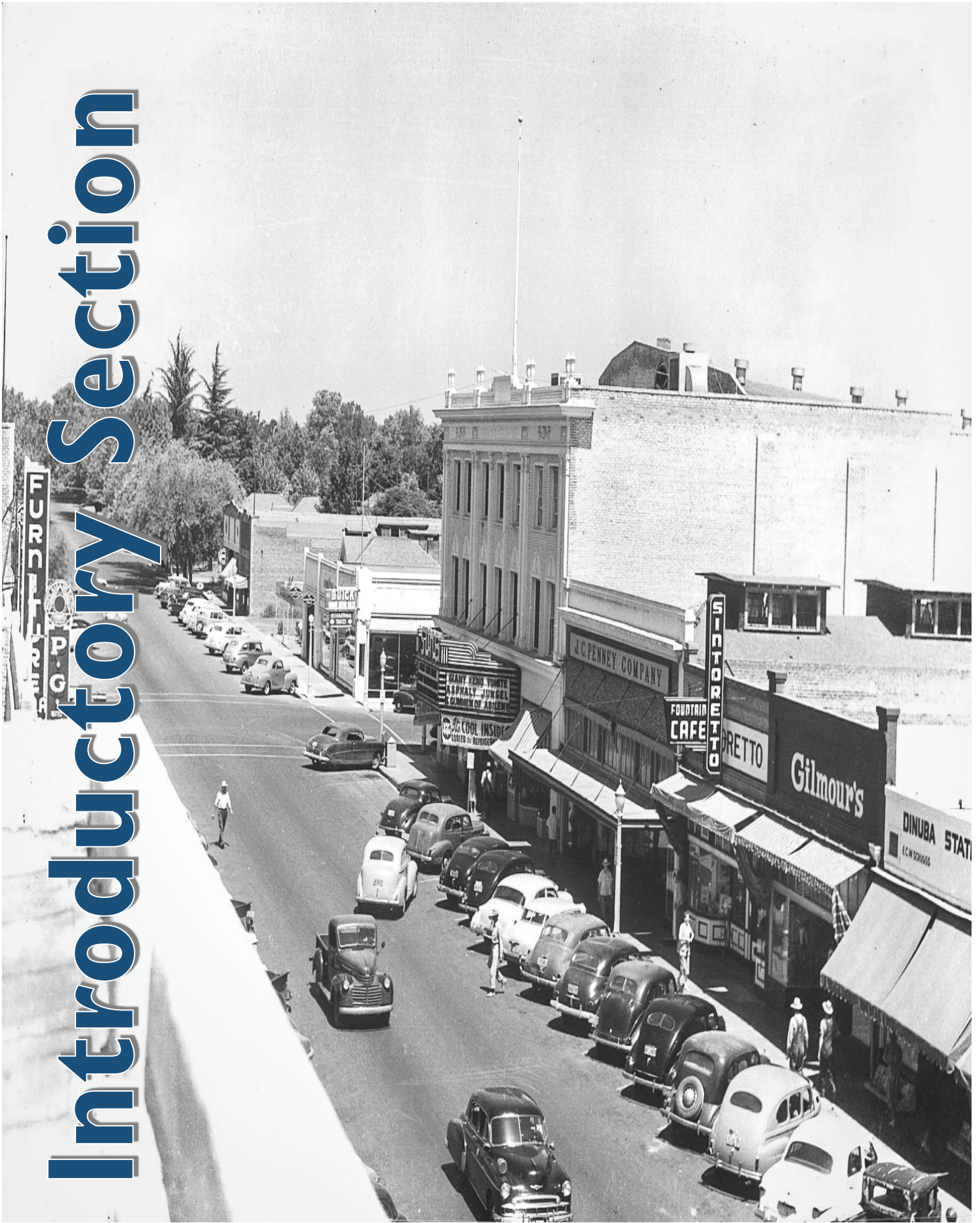


FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
City of Dinuba, California

Prepared by the Finance Department

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# Introductory Section



North L Street Dinuba

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CITY OF DINUBA  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE YEAR ENDED JUNE 30, 2020

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City Manager's Office  
559/591-5904

Development Services  
559/591-5906

Parks & Community Services  
559/591-5940

City Attorney  
559/734-6729

Public Works Services  
559/591-5924

Fire/Ambulance Services  
559/591-5931

Administrative Services  
559/591-5900

Engineering Services  
559/591-5906

Police Services  
559/591-5914

February 23, 2021

To the Honorable Mayor, City Council and Citizens of the City of Dinuba:

The Comprehensive Annual Financial Report (CAFR) of the City of Dinuba, for the fiscal year ended June 30, 2020, is hereby submitted as mandated by both local ordinances and state statutes. These ordinances and statutes require that the City of Dinuba issue annually a report on its financial position and activity, and that this report be audited by an independent firm of certified public accountants. The accounting firm of Lance, Soll & Lunghard, LLP of Sacramento, California, was retained by the City to perform the audit of financial records for the fiscal year ended June 30, 2020. The audit was designed to meet the requirements of the federal

Single Audit Act of 1984, as amended and related OMB Circular Uniform Guidance. The auditors report on the fair presentation of the financial statements, the internal controls, and compliance with legal requirements and have issued an unqualified opinion on Dinuba's financial statements.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with management. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the financial position and results of operations of the various funds and component units of the City. All disclosures necessary to enable the reader to gain an understanding of the City's activities have been included.

Management's discussion and analysis (MD&A) follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

### **Government Profile**

The financial reporting entity (the government) includes all the funds of the primary government (i.e., the City of Dinuba as legally defined), as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable.

Blended component units, although legally separate entities, are, in substance, part of the primary government's operations and are included as part of the primary government; the Dinuba Financing Authority qualifies as a blended component unit in this regard. City Council members serve as the governing board of the Authority, and the City Manager also serves as the Executive Director of the Authority.

Dinuba was established in 1888 with the coming of the railroad and was incorporated in 1906. Because of Dinuba's rich agricultural area, it grew quickly into a thriving community as people from outlying areas moved closer to the railroad shipping area. Since its founding, Dinuba has had consistent growth, increasing from 970 persons in 1910 to a 2020 population of 25,994. Among the eight incorporated cities of Tulare County, Dinuba ranks fourth in population.

The City, until 1994, operated under the General Laws of the State of California. A City Charter was adopted by the voters on June 4, 1994, and by the Secretary of State on July 7, 1994. The Charter gives the City government greater latitude in carrying out its operations and enables the City to operate more efficiently.

Springtime in Dinuba is filled with the fragrance of blossoms from the surrounding orchards. Dinuba's warm summer days bring forth the abundance of produce that keeps the packing houses and shippers busy during the summer months. Mild temperatures year-round enhance the dairy industry in the surrounding area as well.

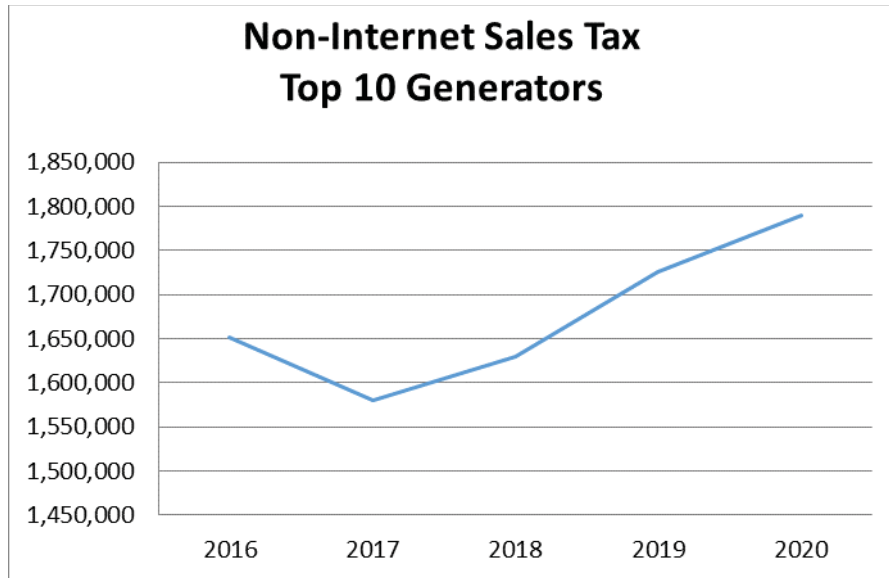
The Dinuba area is one of the San Joaquin Valley's most productive agricultural spots. The variety of crops includes cotton, nuts, vegetables, and fruits, such as grapes, raisins, plums, peaches, nectarines, and citrus. Raisins are a major product in the Dinuba area, where 40 percent of the world's raisins are grown and dried, a total of approximately 300,000 tons annually. Table grapes and wine are also major products. The City of Dinuba is in Tulare County; a table in the Statistical Section lists the major crops raised in Tulare County and the gross value of the crops in the previous calendar year.

Although agriculture is Dinuba's predominant activity, the community has had a modest commercial and industrial base for many years. Dinuba is home to the headquarters of Ruiz Food Products, Incorporated, which prepares frozen Mexican foods and distributes them worldwide. It is also home to the West Coast Distribution Facility for Best Buy, Inc. and Patterson Logistics, Inc. This concentration of employers attracts more residents which in turn draws additional commercial businesses. This has been evidenced through continued strength of the building sector in Dinuba. Because of its unparalleled agricultural base and its expanding industrial site, Dinuba is a community with a progressive and diverse economy.

The City has a Council-Manager form of government. There are five Council members who serve overlapping terms of four years and the Council in turn elects one of the Council members to serve as the Mayor for a term of two years. The Council engages a City Manager and a City Attorney. The Manager is the chief executive officer of the City, and it is the City Manager's responsibility to hire department managers for each of the City functions. Such person also proposes the annual budgets, coordinates and oversees all activities of the organization, and implements the policies, budgets, and laws adopted by the City Council. The Dinuba Redevelopment Agency was created on June 12, 1984, by an Ordinance of the City Council, pursuant to the California Community Redevelopment Law. With the dissolution of redevelopment agencies by the state, the City Council has assumed the role of the board to the Successor Agency of the City of Dinuba.

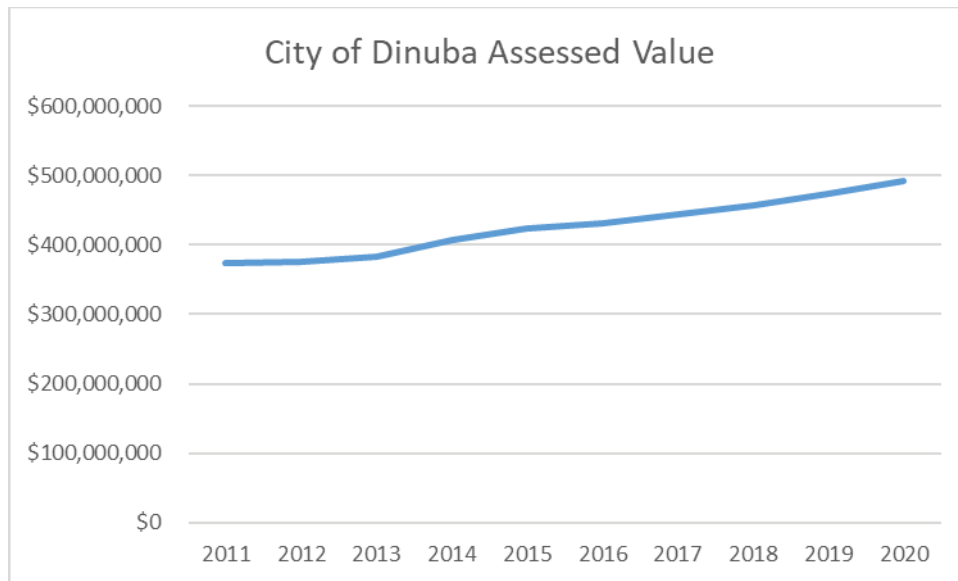
### **Local Economy**

The economic climate in Dinuba is stabilizing. Over the past 5 years sales tax from the top 10 non-Internet businesses grew from approximately \$1,586,000 to approximately \$1,791,000. During the past year non-Internet sales tax from the same sources grew by \$64,000.



In the 2019-20 Fiscal Year the City of Dinuba’s Public Works Department issued a total of 945 building permits. A total of 760 of those permits were residential and 185 were for commercial projects. The total valuation for all permits issued was \$46,726,034. There are currently three residential developments that are building in Dinuba. These include developments that are below market, market, and above market. There are several other residential developments (single family and multi-family) that are working their way through the development process.

Property values saw a slight uptick in fiscal year 2019-20. The continued growth in new residential and commercial permits is anticipated to continue to reflect in the assessed values going forward and will be apparent in the property tax rolls in future years.



*Current Major Initiatives.*

During fiscal year 2020 the City's Public Works Department completed several capital improvements projects. They include:

- **Roosevelt Paseo Project.** With the completion of this Project children now have a safe and reliable path to get to school or to access recreational facilities at Roosevelt Elementary. The scope of this Project included constructing a 10-foot wide, approximately 1,300 feet long concrete meandering trail in place of a dirt patch. This new trail includes solar lighting, benches, drought tolerant landscaping, fencing and a new drainage system.
- **Alta/El Monte Signal Synchronization Project.** This Project installed a wireless signal synchronization system will improve the level of service and reduce delays for Alta Avenue and El Monte Way within City limits by coordinating the traffic signals along the two major corridors. Additionally, the benefits will include reduced fuel consumption, reduced carbon emissions, and improved safety.
- **Alley Improvements (Verizon).** Performed major reconstruction improvements on alley adjacent to Verizon store. This improved access for people using alley to get to new commercial development and for disposal contractor to access disposal containers.
- **Kamm & Greene Safety Improvements Project.** Design is complete, the Construction is nearing completion for the Kamm & Green bulb-out Project. This Project was funded with HSIP and local funds. This Project significantly enhances pedestrian facilities for a dangerous intersection where several accidents and at least one fatality had been reported.
- **FY 2018-19 SBI - Dig-Out Project.** This Project removed and replaced asphalt at various street sections on Kamm Avenue, Monte Vista Drive, Englehart Avenue, Olive Way, Euclid Avenue, Pamela Lane, etc. throughout the City. The Project also improved concrete crosswalks located on M and L Street between Kern and Ventura Street.
- **Dinuba Green Median Improvements Project.** The completion of the Dinuba Green Median Improvement Project removed existing stamped concrete medians and replaced them with medians containing hardscape and native, drought-tolerant plants and trees. This Project was funded with an Environmental Enhancement and Mitigation Grant and will improve air quality by aiding in carbon dioxide reduction.
- **Police Station /Court House Reroof.** Project consisted of the removal and replacement the roof and a 3-inch polyiso insulation layer that would increase energy efficiency and considerably minimize heat loss. With these improvements now completed, the Police Department and Court House will start experiencing lower utility bills directly related to heating and cooling of the building. The utility cost savings overtime will eventually pay for itself.
- **Edward Hayes Sanitary Sewer Lift Station.** The project consists of installation of a pump redundancy (two pumps instead of one) with appurtenances, emergency overflow piping, and epoxy coating of the wet well, upgraded electrical equipment, and new hatch assemblies for easier and safer access. Enhancements will not only help staff maintain the existing lift station, but it will also help keep the lift station functional in emergency situations.

- **Cut-Off Wall in Traver Canal El Monte Way/Ave 416.** the City completed the construction of the cut-off walls in the Traver Canal. The cut-off walls were constructed on both sides of the Traver Canal crossing Ridge Creek Drive and El Monte Way east of Road 64. The cut-off walls are required to prevent erosion of the concrete canal liners. This is the last remaining construction item that is required to close-out the El Monte Way Widening Project.
- **Dinuba Pedestrian & Bicyclist and Complete Street Study.** The scope of work identified in the funding application included identifying opportunities to improve walking and bicycling for Dinuba residents through a comprehensive analysis of safety concerns, travel patterns and infrastructure. This undertaking confirms the City's continued support of the active transportation concept due to its health and environmental benefits.

### **Financial Information**

It is recognized that City management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. This should provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation costs and benefits require estimates and judgments by management.

As a recipient of federal, state, and local financial assistance, the City also is responsible for ensuring that an adequate internal control structure is in place to ensure and document compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management.

The City maintains budgetary controls with the objective of ensuring compliance with legal provision embodied in the annual appropriated budget approved by the City Council. Activities of most funds are included in the annual appropriated budget and both revenues and expenses are categorized into either recurring or one-time. Project-length financial plans are adopted for long-term capital projects in a five-year Capital Improvement Plan. As a component of capital projects future operating costs are analyzed and projected and then incorporated into future budget forecasts.

Budgets are prepared for the individual departments within specific funds as management control devices, but the level of budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) remains at the fund level. The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts lapse at year end. However, encumbrances outstanding at the year end are generally reappropriated as part of the following year's budget.

As demonstrated by the statements and schedules included in the financial section of this report, the City of Dinuba continues to meet its responsibility for sound financial management. For further analysis of the City's financial position, please refer to the Management Discussion and Analysis report in the Financial Section.

## **Awards**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Dinuba for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2019. This was the twenty-seventh consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

## **Acknowledgements**

The preparation, cooperation, and assistance of the Finance Department and the auditing firm of Lance, Soll & Lunghard, LLP is greatly appreciated in the publication of this document. The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire finance staff. We also thank the Dinuba City Council for their dedicated service in guiding and directing the management of the City of Dinuba.

Respectfully Submitted,



Margarita Moreno  
Administrative Services Director





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Dinuba  
California**

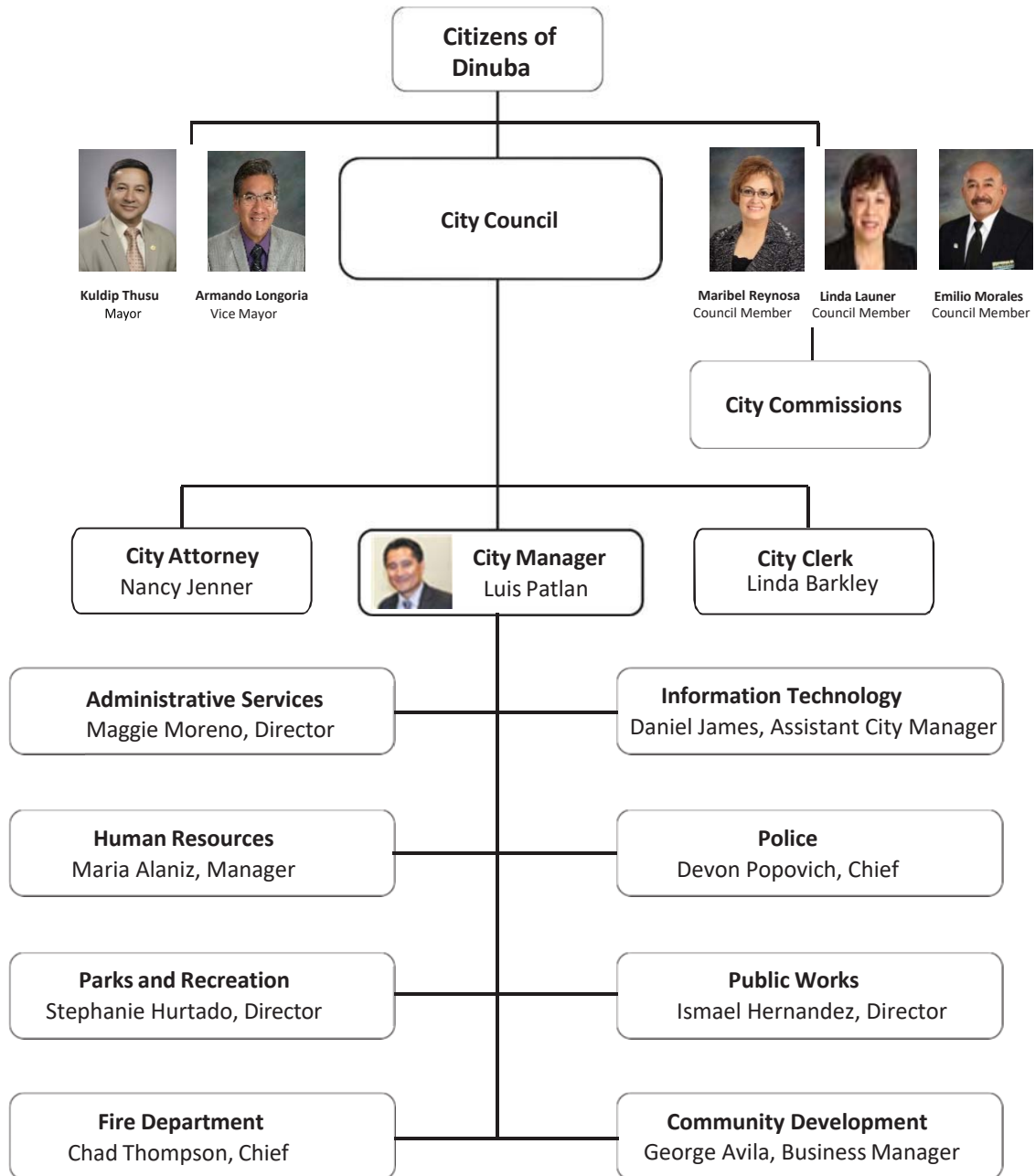
For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

June 30, 2019

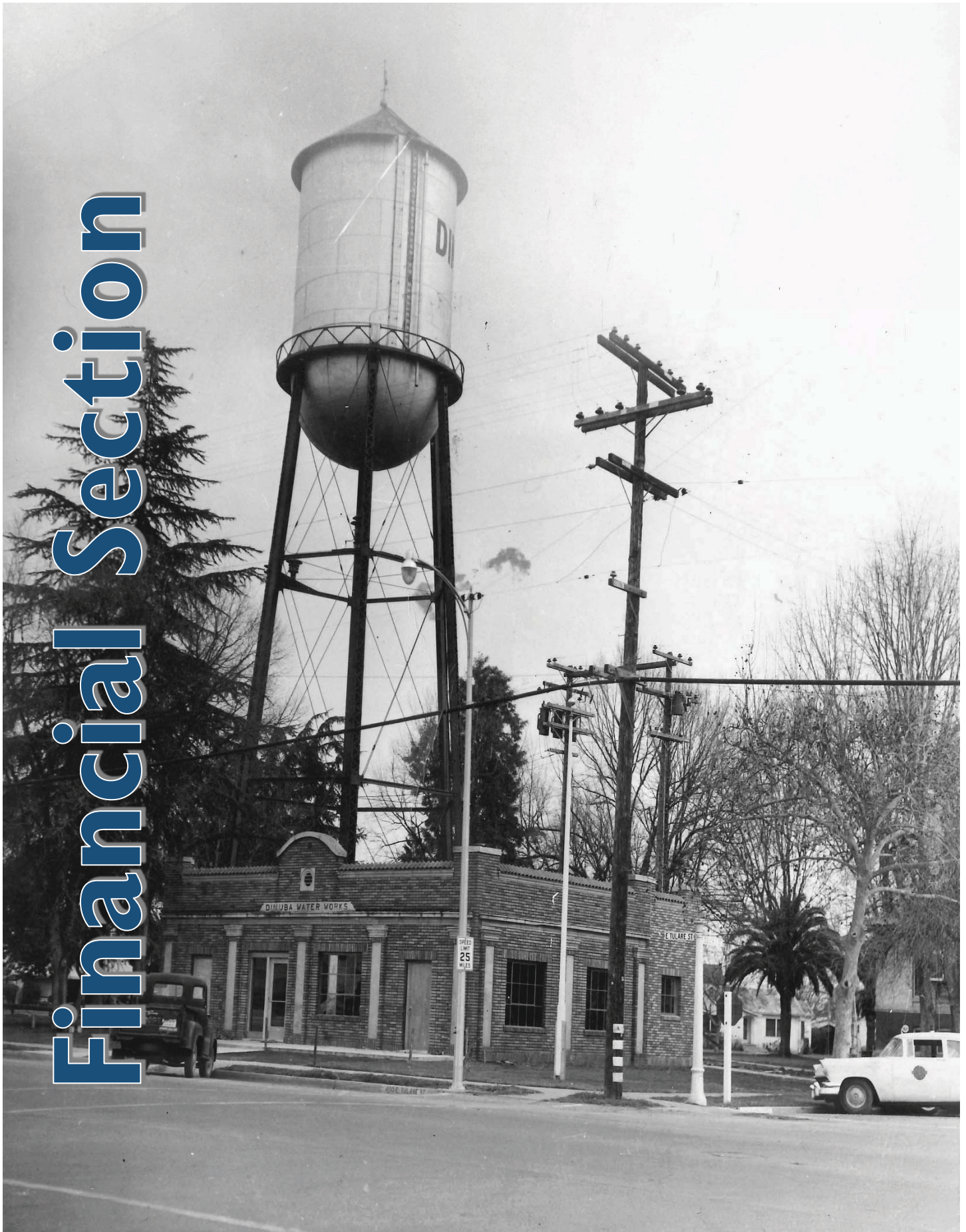
*Christopher P. Morill*

Executive Director/CEO

# Organizational Chart and Principal Officials



# Financial Section



Dinuba Old Water Tower

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## INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of the City Council  
City of Dinuba, California

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Dinuba, California, (the City) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, the financial statements referred to above 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 of Dinuba, California, as of June 30, 2020, 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.





To the Honorable Mayor and Members of the City Council  
City of Dinuba, California

**Other Matters**

*Required Supplementary Information*

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

*Other 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 introductory section, combining and individual fund financial statements, budgetary schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated February 23, 2021 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 the City's 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 cursive script that reads "Lance, Soll &amp; Loughard, LLP".

Sacramento, California  
February 23, 2021

## ***Management's Discussion and Analysis*** ***Fiscal Year Ended June 30, 2020***

This management's discussion and analysis provides an overview of financial activities of the City of Dinuba (City) for the fiscal year ended June 30, 2020. Please read this discussion and analysis in conjunction with the accompanying transmittal letter, the basic financial statements, and the accompanying notes to the basic financial statements.

### **FINANCIAL HIGHLIGHTS**

#### City-Wide

- City total assets decreased by \$4.8 million to \$316.2 million, of which \$237.2 million represented governmental assets and \$79.0 million represented business-type assets.
- City total liabilities increased by \$2.8 million to \$97.6 million, of which \$72.2 million were governmental liabilities and \$25.5 million were business-type liabilities.
- The City's total net position decreased by \$10.3 million to \$221.1 million.
- City-wide revenues were \$50.2 million, of which \$31.3 million were generated by governmental activities and \$18.9 were generated by business-type activities.
- City-wide expenses were \$46.6 million, of which \$28.5 million were incurred by governmental activities and \$18.1 were incurred by business-type activities.

#### Fund Level

- Governmental Fund balances decreased \$4.8 million to \$44.3 million. Of this amount \$7.0 million was unassigned fund balance and available for spending at the City's discretion.
- Governmental Fund revenues were \$31.6 million, an increase of \$4.7 million from the previous year.
- Governmental Fund expenditures increased by \$1.8 million to \$25.9 million in fiscal year 2020.
- Enterprise net position decreased by \$4.2 million to \$54.4 million. Of this amount, \$4.2 million was unrestricted net position and available for spending at the City's discretion.
- Enterprise Fund operating revenues decreased by \$2.0 million to \$14.0 million compared to the previous fiscal year.
- Enterprise Fund operating expenses were \$17.4 million in fiscal year 2020, an increase of \$2.5 million compared to the previous fiscal year.

### **OVERVIEW OF THE BASIC FINANCIAL STATEMENTS**

The Comprehensive Annual Financial Report is composed of the following:

1. Introductory section, including the Transmittal Letter
2. Management's Discussion and Analysis
3. Basic Financial Statements, which include the Government-wide and the Fund financial statements
4. Notes to the financial statements
5. Combining statements for Non-Major Governmental, Internal Service and Fiduciary Funds
6. Statistical information

## **Basic Financial Statements**

The Basic Financial Statements consist of the City-wide Financial Statements and the Fund Financial Statements. These two sets of financial statements provide a short-term view as well as a long-term view.

The City-wide Financial Statements are designed to provide a broad overview of all of the City's finances taken as a whole, using a long-term view, in a manner similar to private-sector businesses. The City-wide Financial Statements consist of 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 of its capital assets, liabilities and long-term liabilities with the difference between the two reported as net position. The full accrual basis of accounting is used, thus the flow of all economic resources are measured.

The **Statement of Activities** presents financial information reporting how the City's net position changed during the fiscal year by listing the revenues and expenses of each of the City's major activities. The full accrual basis of accounting is also used, thereby all changes to net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus revenues and expenses are reported in this statement for some items that will result in cash flows in a future fiscal period.

The fund financial statements report the City's operations in more detail than the City-wide statement and focus primarily on the short-term activities of the City's General Fund and other Major Funds. The Fund Financial Statements measure only current revenues and expenditures, current assets, liabilities and fund balances; they exclude capital assets, long-term debt and other long-term amounts.

### *City-wide Financial Statements*

All of the City's activities are grouped into either Governmental Activities or into Business-type Activities. Governmental Activities are those functions that are principally supported by taxes or by specific governmental program revenues such as developer fees. Business Activities are those services supported by charges paid by direct users of the service such as Disposal collection.

City-wide financial statements are prepared on the accrual basis, which means they measure the flow of all economic resources of the City as a whole.

### *Fund Financial Statements*

The fund financial statements are designed to report information about related accounts that have been segregated for specific activities or objectives. The City uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All of the City's funds are divided into three categories: governmental funds, proprietary funds and fiduciary funds.

The Fund Financial Statements provide detailed information about each of the City's most significant funds called Major Funds. Major Funds account for the major financial activities of the City and are presented individually, while the activities of the Non-major funds are presented in summary as Other Governmental Funds. Subordinate schedules of the Non-major funds present detailed financial information of the City's smaller funds.

Governmental Funds



Most of the City’s basic services are reported in governmental funds. These funds focus on reporting the flow of money into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become measurable and available). “Measurable” means that the amount of the transaction can be determined and “available” means that it is collectible within the current period or soon enough thereafter to be used.

The governmental fund financial statements provide a detailed short-term view of the City’s general government operations and the basic services provided. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City’s programs. The differences between the Governmental Fund Financial Statements and the Government-Wide Financial Statements are explained in a reconciliation following the Governmental Funds’ Financial Statements.

### Proprietary Funds

When the City charges customers for services - whether to outside customers or to programs of the City - these services are generally reported in proprietary funds. Proprietary funds are reported in the same way in that all activities are reported in the Statement of Net Position and the Statement of Revenues, Expenses, and Changes in Fund Net Position. The City’s enterprise funds are the same as the business-type activities reported in the Government-Wide Financial Statements, but provide more detail and additional information, such as cash flows for each enterprise fund. The City also uses internal service funds to report activities that provide supplies and services for the City’s internal program and activities, such as the City’s self-insurance.

### Fiduciary Funds

The City is the trustee, or fiduciary, for certain funds established to account for assets held by the City in a trustee capacity, or as an agent for individuals, private organizations, and other governmental units. The City’s fiduciary activities are reported in separate Statements of Fiduciary Net Position. These activities are excluded from the City’s Government-Wide Financial Statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for their specified purposes.

### Notes to the 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 financial statement can be found following the fund financial statements in this report.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

The net position and changes in net position of the City’s Governmental Activities (Tables 1 and 2) and Business-Type Activities (Tables 3 and 4) are presented in the City-wide Statement of Net Position and Statement of Activities.

**Governmental Activities**

<b>Table 1</b>			
<b>Governmental Net Position at June 30, 2019 and 2020</b>			
<b>(in Thousands)</b>			
	<u>FY 2020</u>	<u>FY 2019</u>	<u>Change</u>
Current and other assets	57,187	126,860	(69,673)
Capital Assets	<u>179,993</u>	<u>112,939</u>	<u>67,054</u>
Total Assets	237,180	239,799	(2,619)
Deferred outflows	<u>5,821</u>	<u>6,507</u>	<u>(686)</u>
Total deferred outflow	5,821	6,507	(686)
Current and other liabilities	11,616	9,519	2,097
Long-term obligations outstanding	<u>60,541</u>	<u>61,145</u>	<u>(604)</u>
Total liabilities	72,157	70,664	1,493
Deferred inflows	<u>4,220</u>	<u>2,905</u>	<u>1,315</u>
Total deferred inflow	4,220	2,905	1,315
Net Position			
Net investment in capital assets	156,273	157,295	(1,022)
Restricted	35,598	41,721	(6,123)
Unrestricted	<u>(25,246)</u>	<u>(26,279)</u>	<u>1,032</u>
<b>Total net position</b>	<u>166,625</u>	<u>172,738</u>	<u>(6,113)</u>

*Net Position*

As shown in Table 1, the City’s governmental Total Net Position is \$166.6 million. During fiscal year 2020, the overall net position decreased by \$6.1 million, or 4%. During fiscal year 2015, the City implemented GASB 68 & 71, which required the recording of net pension liability and pension related deferred inflows and outflows.

The largest portion of the City’s net position, approximately \$156.3 million, reflects its investment in capital assets (e.g., land, buildings, improvements other than buildings, equipment, infrastructure, and construction in progress); less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves rarely are used to liquidate these liabilities.

Resources that are subject to restriction that may only be used to construct specified capital projects, debt service or other special revenue programs represent 21.36 % of the City’s Governmental Net Position. These are external restrictions and cannot be changed by the City.

Unrestricted net position can be used to finance day-to-day operation without constraints. Due to the restrictions mentioned and the implementation GASB 68 & 71, the unrestricted net position was (\$25.3) million at year end.

*Changes in Net Position*

The Statement of Activities provides information regarding the entirety of the City's governmental revenues and expenses. The Statement describes in detail the changes in net position from the previous year.

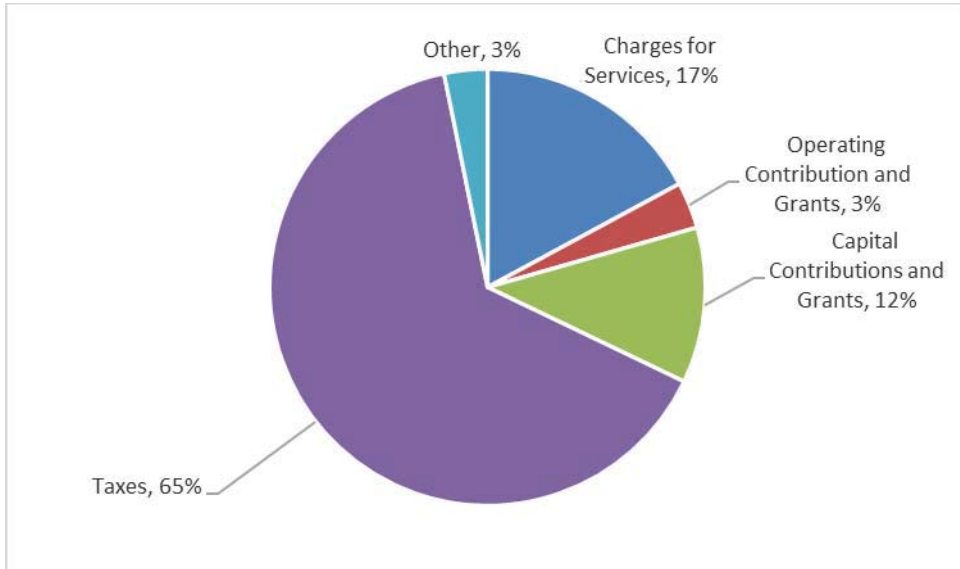
The City's Governmental Net Position decreased by \$6.1 million in fiscal year 2020. Revenues increased \$0.9 million and expenses increased by \$4.1 million. The increase in revenues is primarily due to increases in sales tax, while the increases in expenses are throughout all governmental activities, particularly in General Government and Public Works.

With the increase in total revenue being attributed to increases in sales tax, tax revenues increased by \$3.5 million. Property tax revenue had an increase of \$75 thousand with the largest increase in overall revenue being from Sales Taxes.

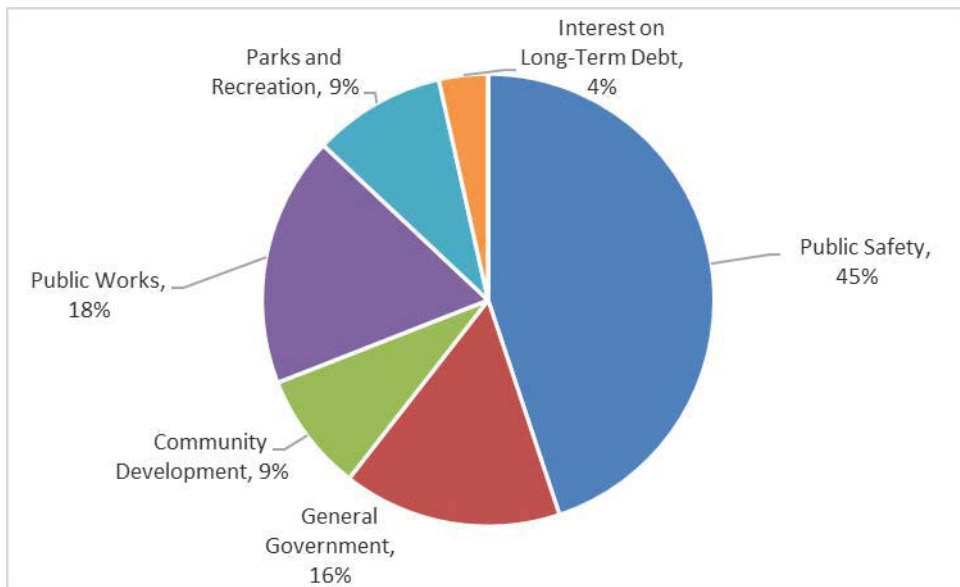
<b>Table 2</b>			
<b>Changes in Governmental Net Position</b>			
<b>(in Thousands)</b>			
	<u>FY 2020</u>	<u>FY 2019</u>	<u>Change</u>
<b>Revenues</b>			
Program Revenues			
Charges for services	5,370	4,632	737
Operating contribution and grants	1,077	2,293	(1,216)
Capital contributions and grants	3,614	5,688	(2,074)
General Revenues			
Taxes			
Sales Tax	14,059	10,778	3,281
Motor Vehicle in Lieu	2,033	1,943	90
Utility Users Tax	1,535	1,476	59
Property Tax	1,377	1,302	75
Other Tax	1,257	1,277	(19)
Investment Earnings	725	695	30
Miscellaneous	280	345	(65)
Total Revenues	<u>31,328</u>	<u>30,429</u>	<u>899</u>
<b>Expenses</b>			
Public Safety	12,802	12,503	299
General Government	4,464	3,647	817
Community Development	2,427	2,278	149
Public Works	5,117	2,429	2,687
Parks and Recreation	2,706	2,528	178
Interest on Long-Term Debt	1,002	1,009	(7)
Unallocated Depreciation	-	-	-
Total Expenses	<u>28,517</u>	<u>24,394</u>	<u>4,123</u>
<b>Transfers &amp; Special Items (Note 18)</b>	<u>(8,544)</u>	<u>355</u>	<u>(8,898)</u>
Total Transfers & Special Items	(8,544)	355	(8,898)
<b>Change in Net Position</b>	(5,733)	6,389	(12,123)
<b>Net Position- Beginning, Restated</b>	172,358	166,348	6,010
<b>Net Position- Ending</b>	166,625	172,738	(6,113)

The following charts display the City's governmental activities for fiscal year 2020, highlighting the makeup of the governmental revenues and expenses.

### Revenues by Source Governmental Activities



### Expenses by Function Governmental Activities



**Business Type Activities**

The statement of Business-Type Net Position (Table 3) and statement of Business-Type Activities (Table 4) are presented below.

*Net Position*

The business-type activities of the City showed a minor decrease \$2.3 million in total assets. Of the total net position, 92.4% was net investment in capital assets and 7.6% percent was unrestricted, which was available for future operations.

<b>Table 3</b>			
<b>Business-Type Net Position at June 30, 2019 and 2020</b>			
<b>(in Thousands)</b>			
	<u>FY 2020</u>	<u>FY 2019</u>	<u>Change</u>
Current and other assets	15,906	14,285	1,622
Capital Assets	<u>63,109</u>	<u>66,992</u>	<u>(3,883)</u>
Total Assets	79,015	81,276	(2,261)
Deferred outflows	<u>2,243</u>	<u>2,207</u>	<u>36</u>
Total deferred outflow	2,243	2,207	36
Current and other liabilities	1,661	2,543	(882)
Long-term obligations outstanding	<u>23,801</u>	<u>21,584</u>	<u>2,217</u>
Total liabilities	25,462	24,127	1,335
Deferred inflows	<u>1,347</u>	<u>706</u>	<u>641</u>
Total deferred inflow	1,347	706	641
Net Position			
Net investment in capital assets	50,288	53,299	(3,011)
Unrestricted	<u>4,161</u>	<u>5,352</u>	<u>(1,191)</u>
<b>Total net position</b>	54,449	58,651	(4,202)

*Changes in Net Position*

As shown in Table 4, net revenues for business-type activities were \$18.8 million in fiscal year 2020, a decrease of \$2.0 million over the prior year. The decrease was primarily attributable to the refinancing the 2007 Waste Water Bond.

Expenses for business-type activities increased by \$2.4 million compared to the previous fiscal year. The increase in expenses are attributed to the Water, Sewer, Disposal and CNG funds, with the largest increase being in Golf for the adjustment of accumulated depreciation that was an adjustment for prior years.

<b>Table 4</b>			
<b>Business-Type Activities</b>			
<b>(in Thousands)</b>			
	<u>FY 2020</u>	<u>FY 2019</u>	<u>Change</u>
<b>Revenues</b>			
Program Revenues			
Charges for services	13,629	13,345	285
Operating contribution and grants	4,948	3,296	1,652
Capital contributions and grants	-	-	-
General Revenues			
Investment Earnings	206	138	68
Miscellaneous	58	4,055	(3,997)
Total Revenues	<u>18,841</u>	<u>20,833</u>	<u>(1,991)</u>
<b>Expenses</b>			
Disposal	3,129	3,103	26
Golf Course	4,098	2,298	1,799
Sewer	3,255	3,048	207
Water	3,564	2,986	578
Ambulance	2,647	2,798	(151)
Transit	1,089	1,123	(34)
Compressed Natural Gas	318	306	12
Total Expenses	<u>18,100</u>	<u>15,663</u>	<u>2,425</u>
<b>Transfers &amp; Special Items (Note 18)</b>			
Total Transfers & Special Items	<u>(4,215)</u>	<u>(355)</u>	<u>(3,861)</u>
<b>Change in Net Position</b>	(3,474)	4,815	(8,290)
<b>Net Position- Beginning, Restated</b>	57,923	53,835	4,088
<b>Net Position- Ending</b>	54,449	58,651	(4,202)

**FINANCIAL ANALYSIS OF CITY'S MAJOR FUNDS**

Table 5 summarizes the Governmental balances at the fund level.

<b>Table 5</b>			
<b>Financial Highlights at Fund Level at June 30, 2019 and 2020</b>			
<b>(in Thousands)</b>			
	<u>FY 2020</u>	<u>FY 2019</u>	<u>Change</u>
Total Assets	57,759	58,967	(1,208)
Total Liabilities	12,983	9,125	3,858
Total Deferred Inflows of Resources	489	729	(241)
Total Fund Balances	44,287	49,113	(4,825)
Total Revenues	31,565	26,858	4,707
Total Expenditures	25,926	24,098	1,829
Total Other Financing Sources (Uses)	(10,085)	597	(10,682)

**General Fund**

The General Fund accounts for all financial resources traditionally associated with government activities that are not accounted for reported in another fund.

Fund balance in the General Fund increased by 15.72% to end the fiscal year at a balance of \$8.8 million. The increase was due to additional revenue but partially offset by additional costs.

The final budget amount for General Fund expenditures totaled \$15.6 million excluding transfers out. In comparison, actual expenditures excluding transfers out totaled \$15.1 million. The variance in expenditures was \$0.5 million. Total revenues were budgeted at \$16.8 million; actual revenues in the General Fund were \$20.3 million. With the variance of \$3.5 million.

**Other Major Funds**

***HUD Grants***

The fund accounts for the Community Development Block Grants (CDBG) and Home Investment Partnership Program (HOME). The fund's assets include \$24.3 million in notes and loans receivable. The loans are offset by deferred inflows as the loans are not expected to be repaid within the next year. The notes and loans receivable are for housing acquisition assistance and housing rehabilitation.

***Housing Authority***

Net activity in housing remained virtually the same compared to the previous year for day-to-day operations; however, a special item of \$3.8 million was attributed to the advances to the Successor Agency to the Redevelopment Agency.



***Transportation Construction:***

Revenue in the Transportation Construction fund came to just a little under \$1.7 million. The revenue is primarily composed of intergovernmental revenues originating with the Tulare County Association of Governments.

***Other Governmental Funds:***

These funds (referred to as Non-major Funds) are not presented separately in the Basic Financial Statements but are individually presented in Supplementary Information. Combined they received \$9.1 million in revenue and have a combined Fund Balance at year-end of \$10.0 million.

**Business-Type Funds**

The business-type funds account for operations that are financed and operated in a manner similar to private business enterprises, wherein the cost of goods and services to the general public are financed or recovered primarily through user charges.

*Water*

The net position in the water fund decreased by \$2.0 million to \$14 million. The unrestricted portion of the net position totaled \$0.9 million. Increases in liabilities and deferred OPEB related items attributed to the decrease.

*Sewer*

The sewer fund ended the year with a net position of \$12.9 million of which (\$0.4) million was unrestricted. Operating revenues exceeded operating expenses by just a little over \$1 million. The fund's net position decreased slightly by \$0.5 million.

*Disposal*

Operating revenues and expenses were virtually flat when compared to the previous fiscal year. The fund ended the year with a net position of \$0.3 million of which \$0.01 million was unrestricted.

*Ambulance*

In 2020, the City continued to participate in the Inter-governmental Transfer funding provided by the State and as a result the revenue increased to \$1.8 million in 2020. As of June 30, 2020 the fund had net position of \$5.4 million.

*Golf Course*

Operating revenues remained virtually the same with a slight decrease of \$0.3 million from the prior fiscal year. Operating expenses increased by \$1.9 million from the prior year. This was largely due to the depreciation expense of the club house and restaurant. The net position of the Golf Course at the end of the fiscal year was \$17.8 million.

**CAPITAL ASSETS**

A summary of the City’s capital assets is shown below in Table 6. More detail regarding the assets can be found in Note 8 of the financial statements.

	FY 2020	FY 2019	Change
<b>Governmental Activities</b>			
Land	112,694	112,558	136
Artwork	69	69	-
Construction in Progress	355	313	42
Buildings	15,151	15,606	(455)
Improvements	259	565	(306)
Equipment and Machinery	(190)	464	(653)
Infrastructure	51,655	52,477	(823)
<b>Total</b>	<u>179,993</u>	<u>182,051</u>	<u>(2,058)</u>
<b>Business-Type Activities</b>			
Land	7,752	8,610	(859)
Construction in Progress	-	-	-
Buildings and Improvements	20,192	22,010	(1,818)
Equipment and Machinery	1,936	1,915	22
Infrastructure	33,228	34,456	(1,228)
<b>Total</b>	<u>63,109</u>	<u>66,992</u>	<u>(3,883)</u>

The net decrease of \$2.1 million for governmental activity assets is comprised of the Buildings, Improvements, Equipment and Machinery and Infrastructure that depreciated throughout the year.

The net decrease of \$3.9 million for business-type activity assets is made up of a few decreases, with the majority of the changes being attributed to land sale and prior period adjustments.

For Government-wide Financial Statements, capital asset purchases for governmental activities are capitalized and depreciated. In contrast, in the Fund Financial Statements capital asset purchases for governmental activities are recorded as expenditures. More information concerning the City’s investment in capital assets is available in Note 8 in the Notes to Basic Financial Statements section later in this document.

## DEBT ADMINISTRATION

Each debt is discussed in more detail in Note 9 to the financial statements.

The City's total long-term debt decreased by \$2.1 million compared to the prior fiscal year. The decrease was primarily due to not acquiring new debt and making payments throughout the fiscal year.

The following table provides a breakdown of the City's outstanding indebtedness as of June 30, 2020:

<b>Table 7</b>			
<b>Outstanding Debt</b>			
<b>(in Thousands)</b>			
	FY 2020	FY 2019	Change
<b>Governmental Activity Debt</b>			
Revenue Bonds Payable	14,742	15,569	(826)
Notes and Capital Leases Payable	9,519	9,779	(260)
<b>Total</b>	<b>24,261</b>	<b>25,347</b>	<b>(1,086)</b>
<b>Business-Type Debt</b>			
Revenue Bonds Payable	9,045	9,605	(560)
Notes and Capital Leases Payable	4,700	5,066	(366)
Installment Purchase & Loans Payable	-	42	(42)
Original Issue Premium	39	42	(2)
<b>Total</b>	<b>13,784</b>	<b>14,755</b>	<b>(971)</b>
<b>Total Long-Term Obligations</b>	<b>38,046</b>	<b>40,102</b>	<b>(2,057)</b>

## BUDGETING

The City's annual budget is the legally adopted expenditure control document of the City. Budgetary comparison statements are required for the General Fund and all major special revenue funds and may be found immediately following the Government-wide financial statements in this Financial Section of the CAFR. These statements compare the original adopted budget, the budget as amended throughout the fiscal year, and the actual expenditures for each fund, prepared on a budgetary basis. Budgets are prepared on the modified accrual basis of accounting consistent with GAAP, except that encumbrances are included in budgeted expenditures.

Appropriations lapse at fiscal year-end. The City Council generally reauthorizes appropriations for continuing projects and activities. The City Council has the legal authority to amend the budget of any fund at any time during the fiscal year. The budgetary legal level of control (the level on which expenditures may not legally exceed appropriations) is generally at the fund level. For budgeting purposes, the General Fund is composed of several departments while all

other budgeted funds (special revenue funds included) are considered a single department. Budgeted expenditures may be reallocated within a division and between divisions within a department without City Council approval.

## **ECONOMIC OUTLOOK**

Based upon sales tax revenues, it appears that the local business climate has increased slightly. Excluding revenues from the Internet Sales Tax, sales tax from the top 10 sources increased by 3.7% from fiscal year 2019 to 2020. This slight increase could be attributed to increases in retail, auto sales and fuel stations.

Due to the Coronavirus pandemic, the local economy suffered over the course of the year. In June of 2019 the unemployment rate for Tulare County was 8.5%; in June of 2020 the rate increased to 10.9%.

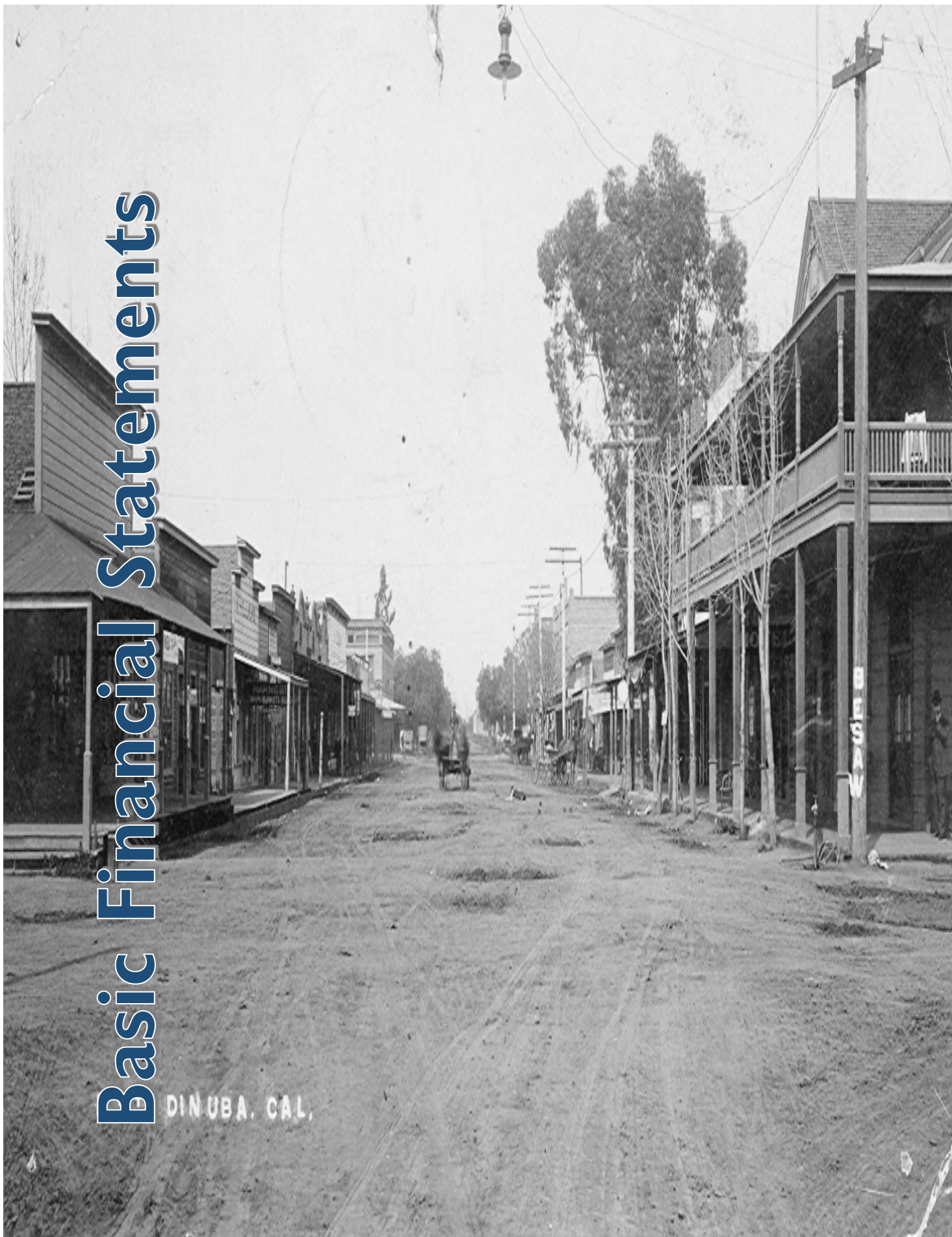
There was a significant increase in the construction of new homes. There were 87 permits issued in 2019 for single family residential homes while in 2020, there were 242 permits issued for single family residential homes.

## **CONTACT THE CITY'S FINANCIAL MANAGEMENT**

This management's discussion and analysis is designed to provide the City's residents, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability. If you have questions about this document, separate reports of the City's component unit, or wish any additional financial information, contact:

Margarita Moreno  
Administrative Services Director  
405 East El Monte Way  
Dinuba, California 93618  
Phone (559) 591-5900

# Basic Financial Statements



South L Street Dinuba

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## CITY OF DINUBA

STATEMENT OF NET POSITION  
JUNE 30, 2020

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>Assets:</b>			
Cash and investments	\$ 17,913,838	\$ 12,772,576	\$ 30,686,414
Receivables:			
Accounts	371,416	3,586,315	3,957,731
Notes and loans	25,671,093	10,988	25,682,081
Accrued interest	50,122	32,146	82,268
Internal balances	1,589,075	(1,589,075)	-
Prepaid costs	46,115	86,631	132,746
Due from other governments	10,671,200	230,899	10,902,099
Inventories	-	116,498	116,498
Restricted assets:			
Cash with fiscal agent	874,146	659,383	1,533,529
Capital assets not being depreciated	113,118,205	7,751,714	120,869,919
Capital assets, net of depreciation	66,875,082	55,356,982	122,232,064
<b>Total Assets</b>	<b>237,180,292</b>	<b>79,015,057</b>	<b>316,195,349</b>
<b>Deferred Outflows of Resources:</b>			
Deferred charge on refunding	541,180	963,422	1,504,602
Deferred pension related items	4,613,253	1,089,193	5,702,446
Deferred OPEB related items	666,863	190,288	857,151
<b>Total Deferred Outflows of Resources</b>	<b>5,821,296</b>	<b>2,242,903</b>	<b>8,064,199</b>
<b>Liabilities:</b>			
Accounts payable	5,713,285	816,044	6,529,329
Accrued liabilities	5,087,946	120,643	5,208,589
Accrued interest	213,661	151,979	365,640
Unearned revenue	1,089	269,293	270,382
Deposits payable	600,000	303,091	903,091
Accrued compensated absences due within one year	234,152	55,419	289,571
Accrued claims and judgments due within one year	50,000	-	50,000
Bonds, notes, and capital leases due within one year	1,387,714	1,111,869	2,499,583
Noncurrent liabilities:			
Accrued compensated absences due in more than one year	889,217	151,594	1,040,811
Bonds, notes, and capital leases due in more than one year	22,873,621	12,672,550	35,546,171
Net pension Liability	16,134,799	4,396,234	20,531,033
Total OPEB Liability	18,971,718	5,413,523	24,385,241
<b>Total Liabilities</b>	<b>72,157,202</b>	<b>25,462,239</b>	<b>97,619,441</b>
<b>Deferred Inflows of Resources:</b>			
Deferred pension related items	596,649	313,091	909,740
Deferred OPEB related items	3,622,900	1,033,783	4,656,683
<b>Total Deferred Inflows of Resources</b>	<b>4,219,549</b>	<b>1,346,874</b>	<b>5,566,423</b>
<b>Net Position:</b>			
Net investment in capital assets	156,273,132	50,287,699	206,560,831
Restricted for:			
Community development projects	24,688,273	-	24,688,273
Public safety	1,604,103	-	1,604,103
Parks and recreation	455,433	-	455,433
Public works	6,068,425	-	6,068,425
Capital projects	889,152	-	889,152
Debt service	1,892,636	-	1,892,636
Unrestricted	(25,246,317)	4,161,148	(21,085,169)
<b>Total Net Position</b>	<b>\$ 166,624,837</b>	<b>\$ 54,448,847</b>	<b>\$ 221,073,684</b>

CITY OF DINUBA

STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2020

	Expenses	Program Revenues		
		Charges for Services	Operating Contributions and Grants	Capital Contributions and Grants
<b>Functions/Programs</b>				
<b>Primary Government:</b>				
Governmental Activities:				
General government	\$ 4,464,243	\$ 1,231,142	\$ 121,165	\$ -
Public safety	12,801,801	837,538	168,784	-
Community development	2,427,047	65,077	233,065	-
Parks & Rec	2,705,703	560,971	-	-
Public works	5,116,719	2,675,164	553,928	3,613,910
Interest on long-term debt	1,001,611	-	-	-
<b>Total Governmental Activities</b>	<b>28,517,124</b>	<b>5,369,892</b>	<b>1,076,942</b>	<b>3,613,910</b>
Business-Type Activities:				
Water	3,563,885	3,195,777	238,563	-
Sewer	3,255,224	3,591,874	-	-
Golf Course	4,097,713	1,812,421	-	-
Disposal	3,129,253	3,173,221	-	-
Ambulance	2,647,280	1,573,951	3,410,180	-
Transit	1,088,585	67,142	1,299,049	-
Compressed Natural Gas	318,069	215,107	-	-
<b>Total Business-Type Activities</b>	<b>18,100,009</b>	<b>13,629,493</b>	<b>4,947,792</b>	<b>-</b>
<b>Total Primary Government</b>	<b>\$ 46,617,133</b>	<b>\$ 18,999,385</b>	<b>\$ 6,024,734</b>	<b>\$ 3,613,910</b>

**General Revenues:**

Taxes:

Property taxes, levied for general purpose

Transient occupancy taxes

Sales taxes

Franchise taxes

Business licenses taxes

Utility users tax

Other taxes

Motor vehicle in lieu - unrestricted

Use of money and property

Other

Contributions

Gain (Loss) on sale of capital asset

**Special item (Note 18)**

**Transfers**

**Total General Revenues, Contributions,  
Special Items and Transfers**

Change in Net Position

Net Position at Beginning of Year

Restatement of Net Position

**Net Position at End of Year**



<b>Net (Expenses) Revenues and Changes in Net Position</b>		
<b>Primary Government</b>		
<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
\$ (3,111,936)	\$ -	\$ (3,111,936)
(11,795,479)	-	(11,795,479)
(2,128,905)	-	(2,128,905)
(2,144,732)	-	(2,144,732)
1,726,283	-	1,726,283
(1,001,611)	-	(1,001,611)
<b>(18,456,380)</b>	<b>-</b>	<b>(18,456,380)</b>
-	(129,545)	(129,545)
-	336,650	336,650
-	(2,285,292)	(2,285,292)
-	43,968	43,968
-	2,336,851	2,336,851
-	277,606	277,606
-	(102,962)	(102,962)
-	<b>477,276</b>	<b>477,276</b>
<b>(18,456,380)</b>	<b>477,276</b>	<b>(17,979,104)</b>
1,377,047	-	1,377,047
244,052	-	244,052
14,059,028	-	14,059,028
258,084	-	258,084
259,787	-	259,787
1,534,979	-	1,534,979
495,334	-	495,334
2,033,375	-	2,033,375
724,898	205,916	930,814
280,254	-	280,254
-	417,505	417,505
-	(359,404)	(359,404)
(11,409,298)	(1,350,000)	(12,759,298)
2,865,489	(2,865,489)	-
<b>12,723,029</b>	<b>(3,951,472)</b>	<b>8,771,557</b>
(5,733,351)	(3,474,196)	(9,207,547)
172,737,553	58,650,677	231,388,230
(379,365)	(727,634)	(1,106,999)
<b>\$ 166,624,837</b>	<b>\$ 54,448,847</b>	<b>\$ 221,073,684</b>

CITY OF DINUBA

**BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2020**

	<u>Special Revenue Funds</u>		
	<u>General</u>	<u>HUD Grants</u>	<u>Housing Authority</u>
<b>Assets:</b>			
Pooled cash and investments	\$ 8,349,685	\$ 377,631	\$ 1,025
Receivables:			
Accounts	336,912	-	-
Notes and loans	-	24,304,505	85,050
Accrued interest	25,320	942	-
Prepaid costs	28,124	-	-
Due from other governments	9,102,060	-	-
Due from other funds	374,666	-	-
Advances to other funds	1,696,405	-	116,904
Restricted assets:			
Cash and investments with fiscal agents	-	-	-
<b>Total Assets</b>	<b>19,913,172</b>	<b>24,683,078</b>	<b>202,979</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>			
<b>Liabilities:</b>			
Accounts payable	5,046,032	112,734	-
Accrued liabilities	4,989,347	-	-
Unearned revenues	1,089	-	-
Deposits payable	-	-	-
Due to other funds	-	-	-
Advances from other funds	1,031,663	-	-
<b>Total Liabilities</b>	<b>11,068,131</b>	<b>112,734</b>	<b>-</b>
<b>Deferred Inflows of resources:</b>			
Unavailable revenues	18,546	-	85,050
<b>Total Deferred Inflows of Resources</b>	<b>18,546</b>	<b>-</b>	<b>85,050</b>
<b>Fund Balances:</b>			
<b>Nonspendable:</b>			
Prepaid costs	28,124	-	-
Advances to other funds	1,696,405	-	-
<b>Restricted for:</b>			
Community development projects	-	24,570,344	117,929
Public safety	-	-	-
Parks and recreation	-	-	-
Public works	-	-	-
Capital Projects	-	-	-
Debt service	-	-	-
<b>Unassigned</b>	<b>7,101,966</b>	<b>-</b>	<b>-</b>
<b>Total Fund Balances</b>	<b>8,826,495</b>	<b>24,570,344</b>	<b>117,929</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 19,913,172</b>	<b>\$ 24,683,078</b>	<b>\$ 202,979</b>

CITY OF DINUBA

**BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2020**

	<u>Capital Projects Funds</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>Transportation Construction</u>		
<b>Assets:</b>			
Pooled cash and investments	\$ 722,897	\$ 7,428,313	\$ 16,879,551
Receivables:			
Accounts	-	-	336,912
Notes and loans	-	1,281,538	25,671,093
Accrued interest	632	21,143	48,037
Prepaid costs	-	2,720	30,844
Due from other governments	285,033	1,284,107	10,671,200
Due from other funds	-	-	374,666
Advances to other funds	-	1,124,333	2,937,642
Restricted assets:			
Cash and investments with fiscal agents	-	809,193	809,193
<b>Total Assets</b>	<b>1,008,562</b>	<b>11,951,347</b>	<b>57,759,138</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>			
<b>Liabilities:</b>			
Accounts payable	119,410	300,681	5,578,857
Accrued liabilities	-	90,693	5,080,040
Unearned revenues	-	-	1,089
Deposits payable	-	600,000	600,000
Due to other funds	-	374,666	374,666
Advances from other funds	-	316,904	1,348,567
<b>Total Liabilities</b>	<b>119,410</b>	<b>1,682,944</b>	<b>12,983,219</b>
<b>Deferred Inflows of resources:</b>			
Unavailable revenues	-	384,975	488,571
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>384,975</b>	<b>488,571</b>
<b>Fund Balances:</b>			
<b>Nonspendable:</b>			
Prepaid costs	-	2,720	30,844
Advances to other funds	-	-	1,696,405
<b>Restricted for:</b>			
Community development projects	-	-	24,688,273
Public safety	-	1,604,103	1,604,103
Parks and recreation	-	455,433	455,433
Public works	-	6,068,425	6,068,425
Capital Projects	889,152	-	889,152
Debt service	-	1,892,636	1,892,636
<b>Unassigned</b>	<b>-</b>	<b>(139,889)</b>	<b>6,962,077</b>
<b>Total Fund Balances</b>	<b>889,152</b>	<b>9,883,428</b>	<b>44,287,348</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 1,008,562</b>	<b>\$ 11,951,347</b>	<b>\$ 57,759,138</b>



1906 Dinuba Grammar School

CITY OF DINUBA

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET POSITION  
JUNE 30, 2020**

Fund balances of governmental funds		\$ 44,287,348
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets net of depreciation have not been included as financial resources in governmental fund activity.		179,785,954
Long-term debt, pension liabilities, OPEB liabilities and compensated absences that have not been included in the governmental fund activity:		
Bonds payable	\$ (14,810,000)	
Unamortized bond (premiums) discounts	67,648	
Unamortized deferred charges	541,180	
Capital leases payable	(9,378,275)	
Net pension liability	(15,633,490)	
Total OPEB Liability	(18,247,477)	
Compensated Absences	<u>(1,070,895)</u>	(58,531,309)
Accrued interest payable for the current portion of interest due on bonds has not been reported in the governmental funds.		(213,661)
Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity.		488,571
Deferred outflows related to pension items that are not included in governmental fund activity		4,489,051
Deferred inflows related to pension items that are not included in governmental fund activity		(560,947)
Deferred outflows related to OPEB items that are not included in governmental fund activity		641,406
Deferred inflows related to OPEB items that are not included in governmental fund activity		(3,484,596)
Internal service funds are used by management to charge the costs of certain activities, such as equipment management and self-insurance, to individual funds. The assets and liabilities of the internal service funds must be added to the statement of net position.		<u>(276,980)</u>
<b>Net Position of Governmental Activities</b>		<b><u>\$ 166,624,837</u></b>

CITY OF DINUBA

**STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2020**

	<u>Special Revenue Funds</u>		
	<u>General</u>	<u>HUD Grants</u>	<u>Housing Authority</u>
<b>Revenues:</b>			
Taxes	\$ 15,094,810	\$ -	\$ -
Assessments	1,168,344	-	-
Intergovernmental	2,154,540	233,065	-
Charges for services	1,472,650	-	-
Use of money and property	223,501	261,508	-
Fines and forfeitures	86,579	-	-
Miscellaneous	56,983	65,077	-
<b>Total Revenues</b>	<b>20,257,407</b>	<b>559,650</b>	<b>-</b>
<b>Expenditures:</b>			
Current:			
General government	2,689,682	-	-
Public safety	8,882,192	-	-
Community development	1,439,301	226,086	-
Parks and recreation	1,838,979	-	-
Public works	-	-	-
Capital outlay	160,001	3,720	-
Debt service:			
Principal retirement	56,243	-	-
Interest and fiscal charges	2,641	-	-
<b>Total Expenditures</b>	<b>15,069,039</b>	<b>229,806</b>	<b>-</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,188,368	329,844	-
<b>Other Financing Sources (Uses):</b>			
Transfers in	72,353	193,451	-
Transfers out	(860,256)	(12,353)	-
Capital leases	30,195	-	-
Proceeds from sale of capital asset	373,064	-	-
Special item	(2,689,955)	-	(3,769,767)
<b>Total Other Financing Sources (Uses)</b>	<b>(3,074,599)</b>	<b>181,098</b>	<b>(3,769,767)</b>
Net Change in Fund Balances	2,113,769	510,942	(3,769,767)
Fund Balances, Beginning of Year, as previously reported	7,627,220	23,524,273	3,887,696
Restatements	(914,494)	535,129	-
Fund Balances, Beginning of Year, as restated	6,712,726	24,059,402	3,887,696
<b>Fund Balances, End of Year</b>	<b>\$ 8,826,495</b>	<b>\$ 24,570,344</b>	<b>\$ 117,929</b>

CITY OF DINUBA

**STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2020**

	<b>Capital Projects Funds</b>		
	<b>Transportation Construction</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Revenues:</b>			
Taxes	\$ -	\$ 3,133,501	\$ 18,228,311
Assessments	-	-	1,168,344
Intergovernmental	1,654,107	2,682,515	6,724,227
Charges for services	-	2,137,505	3,610,155
Use of money and property	3,031	483,056	971,096
Fines and forfeitures	-	431,133	517,712
Miscellaneous	-	223,271	345,331
<b>Total Revenues</b>	<b>1,657,138</b>	<b>9,090,981</b>	<b>31,565,176</b>
<b>Expenditures:</b>			
Current:			
General government	-	47,668	2,737,350
Public safety	-	1,945,065	10,827,257
Community development	-	-	1,665,387
Parks and recreation	-	-	1,838,979
Public works	-	2,211,741	2,211,741
Capital outlay	1,967,884	2,262,808	4,394,413
Debt service:			
Principal retirement	-	1,237,517	1,293,760
Interest and fiscal charges	-	954,708	957,349
<b>Total Expenditures</b>	<b>1,967,884</b>	<b>8,659,507</b>	<b>25,926,236</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(310,746)	431,474	5,638,940
<b>Other Financing Sources (Uses):</b>			
Transfers in	518,118	3,555,269	4,339,191
Transfers out	-	(2,601,068)	(3,473,677)
Capital leases	-	55,472	85,667
Proceeds from sale of capital asset	-	-	373,064
Special item	(530,576)	(4,419,000)	(11,409,298)
<b>Total Other Financing Sources (Uses)</b>	<b>(12,458)</b>	<b>(3,409,327)</b>	<b>(10,085,053)</b>
Net Change in Fund Balances	(323,204)	(2,977,853)	(4,446,113)
Fund Balances, Beginning of Year, as previously reported	1,212,356	12,861,281	49,112,826
Restatements	-	-	(379,365)
Fund Balances, Beginning of Year, as restated	1,212,356	12,861,281	48,733,461
<b>Fund Balances, End of Year</b>	<b>\$ 889,152</b>	<b>\$ 9,883,428</b>	<b>\$ 44,287,348</b>



1920 Dinuba Fire Station



CITY OF DINUBA

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2020**

Net change in fund balances - total governmental funds \$ (4,446,113)

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlay	\$ 2,123,360	
Depreciation	(3,403,712)	
Proceeds on sale of capital assets	(373,064)	
Gain/(loss) on sale of capital assets	<u>(536,302)</u>	(2,189,718)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Issuance of long-term debt is an other financing source in the governmental funds, but the issuance increased long-term liabilities on the statement of net position.

Principal repayments	1,293,760	
Amortization of bond premiums(discounts)	(3,692)	
Amortization of deferred charges	(49,931)	
Capital leases issued	<u>(85,667)</u>	1,154,470

Accrued interest for long-term liabilities. This is the net change in accrued interest for the current period. 13,537

Compensated absences expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. (75,731)

OPEB obligation expenses are expenditures in the governmental funds, but reduce the total OPEB liability in the statement of net position. (929,498)

Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity. (240,751)

Internal service funds are used by management to charge the costs of certain activities, such as equipment management and self-insurance, to individual funds. The net revenues (expenses) of the internal service funds is reported with governmental activities. 2,690,266

Pension obligation expenses are expenditures in the governmental funds, but reduce to the net pension liability in the statement of net position. (1,709,813)

**Change in Net Position of Governmental Activities \$ (5,733,351)**

## CITY OF DINUBA

STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2020

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Golf Course	Disposal
<b>Assets:</b>				
Current:				
Cash and investments	\$ 3,125,333	\$ 322,016	\$ 43,809	\$ 899,706
Receivables:				
Accounts	945,970	765,016	84,570	333,608
Accrued interest	9,733	846	198	2,702
Prepaid costs	2,176	1,417	22,453	60,024
Due from other governments	-	-	-	-
Inventories	-	-	116,498	-
Restricted:				
Cash with fiscal agent	50,184	609,199	-	-
<b>Total Current Assets</b>	<b>4,133,396</b>	<b>1,698,494</b>	<b>267,528</b>	<b>1,296,040</b>
Noncurrent:				
Notes and loans	7,988	-	-	3,000
Advances to other funds	-	-	-	200,000
Capital assets - net of accumulated depreciation	17,529,089	21,440,092	19,813,019	252,938
<b>Total Noncurrent Assets</b>	<b>17,537,077</b>	<b>21,440,092</b>	<b>19,813,019</b>	<b>455,938</b>
<b>Total Assets</b>	<b>21,670,473</b>	<b>23,138,586</b>	<b>20,080,547</b>	<b>1,751,978</b>
<b>Deferred Outflows of Resources:</b>				
Deferred charge on refunding	-	963,422	-	-
Deferred pension related items	206,000	128,495	-	109,124
Deferred OPEB related items	58,629	42,258	-	25,372
<b>Total Deferred Outflows of Resources</b>	<b>264,629</b>	<b>1,134,175</b>	<b>-</b>	<b>134,496</b>
<b>Liabilities:</b>				
Current:				
Accounts payable	123,268	129,863	188,705	129,760
Accrued liabilities	34,024	23,289	23,490	5,705
Accrued interest	58,926	93,053	-	-
Unearned revenues	-	-	269,293	-
Deposits payable	303,091	-	-	-
Accrued compensated absences	11,743	15,996	-	920
Accrued claims and judgments	-	-	-	-
Bonds, notes, and capital leases	525,291	542,150	30,416	11,935
<b>Total Current Liabilities</b>	<b>1,056,343</b>	<b>804,351</b>	<b>511,904</b>	<b>148,320</b>
Noncurrent:				
Advances from other funds	-	-	1,789,075	-
Accrued compensated absences	49,343	24,641	-	25,216
Net pension Liability	831,463	518,635	-	440,448
Total OPEB Liability	1,667,950	1,202,192	-	721,803
Bonds, notes, and capital leases	4,046,311	8,585,996	326	39,917
<b>Total Noncurrent Liabilities</b>	<b>6,595,067</b>	<b>10,331,464</b>	<b>1,789,401</b>	<b>1,227,384</b>
<b>Total Liabilities</b>	<b>7,651,410</b>	<b>11,135,815</b>	<b>2,301,305</b>	<b>1,375,704</b>
<b>Deferred Inflows of Resources:</b>				
Deferred pension related items	59,215	36,936	-	31,368
Deferred OPEB related items	318,517	229,574	-	137,838
<b>Total Deferred Inflows of Resources</b>	<b>377,732</b>	<b>266,510</b>	<b>-</b>	<b>169,206</b>
<b>Net Position:</b>				
Net investment in capital assets	12,957,487	13,275,368	19,782,277	201,086
Unrestricted	948,473	(404,932)	(2,003,035)	140,478
<b>Total Net Position</b>	<b>\$ 13,905,960</b>	<b>\$ 12,870,436</b>	<b>\$ 17,779,242</b>	<b>\$ 341,564</b>

## CITY OF DINUBA

STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2020

	Business-Type Activities - Enterprise Funds			Governmental Activities- Internal Service Funds
	Ambulance	Other Enterprise Funds	Totals	
<b>Assets:</b>				
Current:				
Cash and investments	\$ 7,630,017	\$ 751,695	\$ 12,772,576	\$ 1,034,287
Receivables:				
Accounts	1,457,151	-	3,586,315	34,504
Accrued interest	16,932	1,735	32,146	2,085
Prepaid costs	-	561	86,631	15,271
Due from other governments	-	230,899	230,899	-
Inventories	-	-	116,498	-
Restricted:				
Cash with fiscal agent	-	-	659,383	64,953
<b>Total Current Assets</b>	<b>9,104,100</b>	<b>984,890</b>	<b>17,484,448</b>	<b>1,151,100</b>
Noncurrent:				
Notes and loans	-	-	10,988	-
Advances to other funds	-	-	200,000	-
Capital assets - net of accumulated depreciation	463,894	3,609,664	63,108,696	207,333
<b>Total Noncurrent Assets</b>	<b>463,894</b>	<b>3,609,664</b>	<b>63,319,684</b>	<b>207,333</b>
<b>Total Assets</b>	<b>9,567,994</b>	<b>4,594,554</b>	<b>80,804,132</b>	<b>1,358,433</b>
<b>Deferred Outflows of Resources:</b>				
Deferred charge on refunding	-	-	963,422	-
Deferred pension related items	623,588	21,986	1,089,193	124,202
Deferred OPEB related items	61,115	2,914	190,288	25,457
<b>Total Deferred Outflows of Resources</b>	<b>684,703</b>	<b>24,900</b>	<b>2,242,903</b>	<b>149,659</b>
<b>Liabilities:</b>				
Current:				
Accounts payable	8,748	235,700	816,044	134,428
Accrued liabilities	32,946	1,189	120,643	7,906
Accrued interest	-	-	151,979	-
Unearned revenues	-	-	269,293	-
Deposits payable	-	-	303,091	-
Accrued compensated absences	26,760	-	55,419	12,833
Accrued claims and judgments	-	-	-	50,000
Bonds, notes, and capital leases	2,077	-	1,111,869	27,569
<b>Total Current Liabilities</b>	<b>70,531</b>	<b>236,889</b>	<b>2,828,338</b>	<b>232,736</b>
Noncurrent:				
Advances from other funds	-	-	1,789,075	-
Accrued compensated absences	52,394	-	151,594	39,641
Net pension Liability	2,516,947	88,741	4,396,234	501,309
Total OPEB Liability	1,738,668	82,910	5,413,523	724,241
Bonds, notes, and capital leases	-	-	12,672,550	113,139
<b>Total Noncurrent Liabilities</b>	<b>4,308,009</b>	<b>171,651</b>	<b>24,422,976</b>	<b>1,378,330</b>
<b>Total Liabilities</b>	<b>4,378,540</b>	<b>408,540</b>	<b>27,251,314</b>	<b>1,611,066</b>
<b>Deferred Inflows of Resources:</b>				
Deferred pension related items	179,252	6,320	313,091	35,702
Deferred OPEB related items	332,021	15,833	1,033,783	138,304
<b>Total Deferred Inflows of Resources</b>	<b>511,273</b>	<b>22,153</b>	<b>1,346,874</b>	<b>174,006</b>
<b>Net Position:</b>				
Net investment in capital assets	461,817	3,609,664	50,287,699	66,625
Unrestricted	4,901,067	579,097	4,161,148	(343,605)
<b>Total Net Position</b>	<b>\$ 5,362,884</b>	<b>\$ 4,188,761</b>	<b>\$ 54,448,847</b>	<b>\$ (276,980)</b>

## CITY OF DINUBA

**STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
YEAR ENDED JUNE 30, 2020**

	<b>Business-Type Activities - Enterprise Funds</b>			
	<b>Water</b>	<b>Sewer</b>	<b>Golf Course</b>	<b>Disposal</b>
<b>Operating Revenues:</b>				
Sales and service charges	\$ 3,195,777	\$ 3,591,874	\$ 1,812,421	\$ 3,173,221
Miscellaneous	28,712	120,867	-	2,482
<b>Total Operating Revenues</b>	<b>3,224,489</b>	<b>3,712,741</b>	<b>1,812,421</b>	<b>3,175,703</b>
<b>Operating Expenses:</b>				
Salaries and benefits	1,070,398	688,901	1,294,549	420,527
Contractual services	272,186	176,310	134,337	2,178,040
Materials and supplies	316,069	125,433	286,763	52,178
Insurance	-	-	-	-
Employee health insurance	-	-	-	-
Repairs and maintenance	452,582	119,219	37,668	55,380
Utilities	322,776	771,180	183,867	22,525
Allocated costs	380,735	353,635	-	317,252
Depreciation expense	615,567	476,135	2,117,814	82,926
Bad debt expense	-	-	41,532	-
<b>Total Operating Expenses</b>	<b>3,430,313</b>	<b>2,710,813</b>	<b>4,096,530</b>	<b>3,128,828</b>
Operating Income (Loss)	(205,824)	1,001,928	(2,284,109)	46,875
<b>Nonoperating Revenues (Expenses):</b>				
Intergovernmental	238,563	-	-	-
Interest revenue	59,213	27,891	5,116	14,405
Interest expense	(133,572)	(544,411)	(1,183)	(425)
Loss on disposal of capital assets	-	-	(359,404)	-
<b>Total Nonoperating Revenues (Expenses)</b>	<b>164,204</b>	<b>(516,520)</b>	<b>(355,471)</b>	<b>13,980</b>
Income (Loss) Before Transfers and Special Items	(41,620)	485,408	(2,639,580)	60,855
Transfers in	339,568	-	-	-
Transfers out	(1,003,643)	(964,698)	-	(497,848)
Special item	(1,350,000)	-	-	-
Changes in Net Position	(2,055,695)	(479,290)	(2,639,580)	(436,993)
<b>Net Position:</b>				
Beginning of Year, as previously reported	15,961,655	13,349,726	21,146,456	778,557
Restatements	-	-	(727,634)	-
Beginning of Fiscal Year, as restated	15,961,655	13,349,726	20,418,822	778,557
<b>End of Fiscal Year</b>	<b>\$ 13,905,960</b>	<b>\$ 12,870,436</b>	<b>\$ 17,779,242</b>	<b>\$ 341,564</b>

## CITY OF DINUBA

**STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
YEAR ENDED JUNE 30, 2020**

	Business-Type Activities - Enterprise Funds			Governmental Activities- Internal Service Funds
	Ambulance	Other Enterprise Funds	Totals	
<b>Operating Revenues:</b>				
Sales and service charges	\$ 1,573,951	\$ 282,249	\$ 13,629,493	\$ 6,021,790
Miscellaneous	265,444	-	417,505	-
<b>Total Operating Revenues</b>	<b>1,839,395</b>	<b>282,249</b>	<b>14,046,998</b>	<b>6,021,790</b>
<b>Operating Expenses:</b>				
Salaries and benefits	1,782,030	95,596	5,352,001	525,003
Contractual services	79,334	679,000	3,519,207	116,280
Materials and supplies	255,612	102,165	1,138,220	98,094
Insurance	-	-	-	1,597,609
Employee health insurance	-	-	-	2,755,157
Repairs and maintenance	46,044	62,627	773,520	174,361
Utilities	3,909	68,716	1,372,973	3,394
Allocated costs	300,173	139,946	1,491,741	37,598
Depreciation expense	180,178	258,604	3,731,224	22,984
Bad debt expense	-	-	41,532	-
<b>Total Operating Expenses</b>	<b>2,647,280</b>	<b>1,406,654</b>	<b>17,420,418</b>	<b>5,330,480</b>
Operating Income (Loss)	(807,885)	(1,124,405)	(3,373,420)	691,310
<b>Nonoperating Revenues (Expenses):</b>				
Intergovernmental	3,410,180	1,299,049	4,947,792	-
Interest revenue	94,447	4,844	205,916	3,157
Interest expense	-	-	(679,591)	(4,176)
Loss on disposal of capital assets	-	-	(359,404)	-
<b>Total Nonoperating Revenues (Expenses)</b>	<b>3,504,627</b>	<b>1,303,893</b>	<b>4,114,713</b>	<b>(1,019)</b>
Income (Loss) Before Transfers and Special Items	2,696,742	179,488	741,293	690,291
Transfers in	-	-	339,568	2,009,091
Transfers out	(723,840)	(15,028)	(3,205,057)	(9,116)
Special item	-	-	(1,350,000)	-
Changes in Net Position	1,972,902	164,460	(3,474,196)	2,690,266
<b>Net Position:</b>				
Beginning of Year, as previously reported	3,389,982	4,024,301	58,650,677	(2,967,246)
Restatements	-	-	(727,634)	-
Beginning of Fiscal Year, as restated	3,389,982	4,024,301	57,923,043	(2,967,246)
<b>End of Fiscal Year</b>	<b>\$ 5,362,884</b>	<b>\$ 4,188,761</b>	<b>\$ 54,448,847</b>	<b>\$ (276,980)</b>

## CITY OF DINUBA

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
YEAR ENDED JUNE 30, 2020

## Business-Type Activities - Enterprise Funds

	Water	Sewer	Golf Course	Disposal
<b>Cash Flows from Operating Activities:</b>				
Cash received from customers and users	\$ 2,869,605	\$ 3,452,096	\$ 1,815,072	\$ 3,126,374
Cash received from interfund service provided	-	-	-	-
Cash paid to suppliers for goods and services	(1,630,211)	(1,471,957)	(651,503)	(2,548,083)
Cash paid to employees for services	(336,250)	(147,070)	(1,294,549)	-
Cash received from (payments to) others	28,712	120,867	-	2,482
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>931,856</b>	<b>1,953,936</b>	<b>(130,980)</b>	<b>580,773</b>
<b>Cash Flows from Non-Capital Financing Activities:</b>				
Cash transfers in	339,568	-	-	-
Cash transfers out	(1,003,643)	(964,698)	-	(497,848)
Short-term loans repaid to other funds	-	-	-	-
Intergovernmental revenue	238,563	-	-	-
Repayments (made)/received on notes/loans	4,479	-	-	30,786
Advance from other funds	-	-	26,333	-
<b>Net Cash Provided (Used) by Non-Capital Financing Activities</b>	<b>(421,033)</b>	<b>(964,698)</b>	<b>26,333</b>	<b>(467,062)</b>
<b>Cash Flows from Capital and Related Financing Activities:</b>				
Refunding principal proceeds	-	2,360,000	-	-
Refunding principal payoff	-	(2,430,000)	-	-
Additional proceeds deposited in escrow	-	(15,115)	-	-
Acquisition and construction of capital assets	(17,502)	(149,576)	-	-
Principal paid on capital debt	(517,183)	(547,651)	(83,474)	(6,050)
Interest paid on capital debt	(137,122)	(466,991)	(1,183)	(425)
<b>Net Cash Provided (Used) by Capital and Related Financing Activities</b>	<b>(671,807)</b>	<b>(1,249,333)</b>	<b>(84,657)</b>	<b>(6,475)</b>
<b>Cash Flows from Investing Activities:</b>				
Interest earnings	60,477	27,333	5,574	15,298
<b>Net Cash Provided (Used) by Investing Activities</b>	<b>60,477</b>	<b>27,333</b>	<b>5,574</b>	<b>15,298</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(100,507)</b>	<b>(232,762)</b>	<b>(183,730)</b>	<b>122,534</b>
Cash and Cash Equivalents at Beginning of Year	3,276,024	1,163,977	227,539	777,172
<b>Cash and Cash Equivalents at End of Year</b>	<b>\$ 3,175,517</b>	<b>\$ 931,215</b>	<b>\$ 43,809</b>	<b>\$ 899,706</b>
<b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:</b>				
Operating income (loss)	\$ (205,824)	\$ 1,001,928	\$ (2,284,109)	\$ 46,875
<b>Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:</b>				
Depreciation	615,567	476,135	2,117,814	82,926
Changes in pension related items	226,226	131,186	-	129,460
Changes in OPEB related items	483,712	384,547	-	360,078
(Increase) decrease in accounts receivable	(326,172)	(139,778)	50,939	(52,847)
(Increase) decrease in due from other governments	-	-	-	6,000
(Increase) decrease in prepaid expense	15,714	6,265	(22,381)	813
(Increase) decrease in inventory	-	-	13,019	-
Increase (decrease) in accounts payable & accrued liabilities	83,298	67,555	494	3,399
Increase (decrease) in deposits payable	15,125	-	-	-
Increase (decrease) in unearned revenue	-	-	(6,756)	-
Increase (decrease) in compensated absences	24,210	26,098	-	4,069
<b>Total Adjustments</b>	<b>1,137,680</b>	<b>952,008</b>	<b>2,153,129</b>	<b>533,898</b>
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ 931,856</b>	<b>\$ 1,953,936</b>	<b>\$ (130,980)</b>	<b>\$ 580,773</b>
<b>Non-Cash Investing, Capital, and Financing Activities:</b>				
Capital leased assets	\$ 174,830	\$ -	\$ -	\$ 50,332
Restatements due to disposal of capital assets	-	-	(499,297)	-
Restatements due to duplicate receivable balances	-	-	(228,337)	-
Amortization of premiums/discounts	-	(2,150)	-	-
Amortization of deferred charges	-	113,723	-	-
Loss on current year disposal of land	-	-	(359,404)	-
Adjustment of capital leases	12,862	8,247	-	7,570
Bad debt expense	-	-	(41,532)	-
Special item	(1,350,000)	-	-	-

## CITY OF DINUBA

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
YEAR ENDED JUNE 30, 2020

	Business-Type Activities - Enterprise Funds			Governmental Activities- Internal Service Funds
	Ambulance	Other Enterprise Funds	Totals	
<b>Cash Flows from Operating Activities:</b>				
Cash received from customers and users	\$ 589,750	\$ 284,533	\$ 12,137,430	\$ -
Cash received from interfund service provided	-	-	-	6,100,629
Cash paid to suppliers for goods and services	(680,163)	(906,737)	(7,888,654)	(4,711,487)
Cash paid to employees for services	(1,035,666)	(72,935)	(2,886,470)	(2,366,311)
Cash received from (payments to) others	265,444	-	417,505	-
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>(860,635)</b>	<b>(695,139)</b>	<b>1,779,811</b>	<b>(977,169)</b>
<b>Cash Flows from Non-Capital Financing Activities:</b>				
Cash transfers in	-	-	339,568	2,009,091
Cash transfers out	(723,840)	(15,028)	(3,205,057)	(9,116)
Short-term loans repaid to other funds	-	(441,464)	(441,464)	(65,636)
Intergovernmental revenue	3,410,180	1,704,384	5,353,127	-
Repayments (made)/received on notes/loans	-	-	35,265	-
Advance from other funds	-	-	26,333	-
<b>Net Cash Provided (Used) by Non-Capital Financing Activities</b>	<b>2,686,340</b>	<b>1,247,892</b>	<b>2,107,772</b>	<b>1,934,339</b>
<b>Cash Flows from Capital and Related Financing Activities:</b>				
Refunding principal proceeds	-	-	2,360,000	-
Refunding principal payoff	-	-	(2,430,000)	-
Additional proceeds deposited in escrow	-	-	(15,115)	-
Acquisition and construction of capital assets	(8,726)	(273,181)	(448,985)	(1,054)
Principal paid on capital debt	(2,197)	-	(1,156,555)	(19,406)
Interest paid on capital debt	-	-	(605,721)	(4,176)
<b>Net Cash Provided (Used) by Capital and Related Financing Activities</b>	<b>(10,923)</b>	<b>(273,181)</b>	<b>(2,296,376)</b>	<b>(24,636)</b>
<b>Cash Flows from Investing Activities:</b>				
Interest earnings	97,112	3,034	208,828	1,200
<b>Net Cash Provided (Used) by Investing Activities</b>	<b>97,112</b>	<b>3,034</b>	<b>208,828</b>	<b>1,200</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>1,911,894</b>	<b>282,606</b>	<b>1,800,035</b>	<b>933,734</b>
Cash and Cash Equivalents at Beginning of Year	5,718,123	469,089	11,631,924	165,506
<b>Cash and Cash Equivalents at End of Year</b>	<b>\$ 7,630,017</b>	<b>\$ 751,695</b>	<b>\$ 13,431,959</b>	<b>\$ 1,099,240</b>
<b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:</b>				
Operating income (loss)	\$ (807,885)	\$ (1,124,405)	\$ (3,373,420)	\$ 691,310
<b>Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:</b>				
Depreciation	180,178	258,604	3,731,224	22,984
Changes in pension related items	337,854	18,437	843,163	(497,554)
Changes in OPEB related items	411,876	4,224	1,644,437	(1,331,793)
(Increase) decrease in accounts receivable	(1,146,102)	2,284	(1,611,676)	78,839
(Increase) decrease in due from other governments	161,901	-	167,901	-
(Increase) decrease in prepaid expense	-	(288)	123	73,405
(Increase) decrease in inventory	-	-	13,019	-
Increase (decrease) in accounts payable & accrued liabilities	4,909	146,005	305,660	(2,399)
Increase (decrease) in deposits payable	-	-	15,125	-
Increase (decrease) in unearned revenue	-	-	(6,756)	-
Increase (decrease) in compensated absences	(3,366)	-	51,011	(11,961)
<b>Total Adjustments</b>	<b>(52,750)</b>	<b>429,266</b>	<b>5,153,231</b>	<b>(1,668,479)</b>
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ (860,635)</b>	<b>\$ (695,139)</b>	<b>\$ 1,779,811</b>	<b>\$ (977,169)</b>
<b>Non-Cash Investing, Capital, and Financing Activities:</b>				
Capital leased assets	\$ -	\$ -	\$ 225,162	\$ 160,114
Restatements due to disposal of capital assets	-	-	(499,297)	-
Restatements due to duplicate receivable balances	-	-	(228,337)	-
Amortization of premiums/discounts	-	-	(2,150)	-
Amortization of deferred charges	-	-	113,723	-
Loss on current year disposal of land	-	-	(359,404)	-
Adjustment of capital leases	4,274	-	32,953	-
Bad debt expense	-	-	(41,532)	-
Special item	-	-	(1,350,000)	-

CITY OF DINUBA

STATEMENT OF FIDUCIARY NET POSITION  
 FIDUCIARY FUNDS  
 JUNE 30, 2020

	Agency Funds	Redevelopment Successor Agency Private-Purpose Trust Fund
<b>Assets:</b>		
Pooled cash and investments	\$ 669,960	\$ 2,134,870
Receivables:		
Accounts	2,722	-
Accrued interest	-	5,057
Prepaid costs	315	186
Due from other governments	-	168
Land held for resale	-	1,888,463
Restricted assets:		
Cash and investments with fiscal agents	-	110,921
Capital assets:		
Capital assets, not being depreciated	-	2,730,606
Capital assets, net of accumulated depreciation	-	50,545
<b>Total Assets</b>	<b>\$ 672,997</b>	<b>6,920,816</b>
<b>Deferred Outflows of Resources:</b>		
Deferred charge on refunding		2,973,446
<b>Total Deferred Outflows of Resources</b>		<b>2,973,446</b>
<b>Liabilities:</b>		
Accounts payable	\$ 760	6,275
Accrued liabilities	-	6,981
Accrued interest	-	606,264
Deposits payable	590,903	-
Due to other governments	-	186
Due to external parties/other agencies	81,334	-
Long-term liabilities:		
Due in one year	-	1,520,000
Due in more than one year	-	43,726,706
<b>Total Liabilities</b>	<b>\$ 672,997</b>	<b>45,866,412</b>
<b>Deferred Inflows of Resources:</b>		
<b>Net Position:</b>		
Held in trust for other purposes		(35,972,150)
<b>Total Net Position</b>		<b>\$ (35,972,150)</b>



CITY OF DINUBA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
 FIDUCIARY FUNDS  
 YEAR ENDED JUNE 30, 2020

	<b>Redevelopment Successor Agency Private-Purpose Trust Fund</b>
<b>Additions:</b>	
Contributions:	
Taxes	\$ 3,504,024
Interest and change in fair value of investments	27,734
Miscellaneous	71,757
	<hr/>
<b>Total Additions</b>	<b>3,603,515</b>
	<hr/>
<b>Deductions:</b>	
Administrative expenses	234,712
Contractual services	68,284
Interest expense	2,112,965
Depreciation expense	5,559
	<hr/>
<b>Total Deductions</b>	<b>2,421,520</b>
	<hr/>
Special item	12,759,298
	<hr/>
<b>Changes in Net Position</b>	<b>13,941,293</b>
	<hr/>
Net Position - Beginning of the Year	(49,913,443)
	<hr/>
<b>Net Position - End of the Year</b>	<b>\$ (35,972,150)</b>
	<hr/> <hr/>



1900 Dinuba home of Jacob Wilburn Jack

First Dinuba home with indoor plumbing

**Note 1: Summary of Significant Accounting Policies**

The financial statements of the City of Dinuba (City) have been prepared in conformity with accounting principles generally accepted in the United States of America (USGAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

**a. Reporting Entity**

The City of Dinuba is a political subdivision provided for by the General Law of the State of California and, as such, can exercise the powers specified by the Constitution and laws of the State of California. The City was incorporated in 1906 as a general law city. On June 4, 1994, the voters of the City approved a Charter which gives the City Council greater self-rule, and the Charter was accepted by the Secretary of State on July 7, 1994. The City operates under a council-manager form of government.

The City of Dinuba is a municipal corporation governed by an elected five-member City Council who, in turn, elects one of its members to serve as the Mayor. As required by accounting principles generally accepted in the United States of America, these financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government's operations and so data from these units are combined with data of the City. The blended component units have a June 30 fiscal year end to coincide with the City's.

**Blended Component Unit.** In addition, in May 1994, the Dinuba Financing Authority (Authority) was formed in order to provide a funding vehicle for necessary street improvements within the City. The governing board of the Dinuba Financing Authority is the City Council, and the City Manager acts as Executive Director. A separate financial report is not being issued for the Dinuba Financing Authority. The activity of the Authority is reported in the Financing Authority Debt Service Fund of the City.

**b. Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

**Note 1: Summary of Significant Accounting Policies (Continued)**

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

**c. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds financial statements. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the fiscal year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

In the Fund Financial Statements, fiduciary funds are presented using the accrual basis of accounting. The private-purpose trust funds use the economic resources measurement focus. The agency funds do not have a measurement focus.

Governmental funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

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

HUD Grants Fund – This fund accounts for certain designated projects paid for the HUD Grant Federal program monies received from the State, along with repayments of loans.

Housing Authority Fund – This fund is used for account for activities of the former low and moderate income housing fund of the former Dinuba Redevelopment Agency.

Transportation Construction Fund – This fund accounts for other major street construction projects.

**Note 1: Summary of Significant Accounting Policies (Continued)**

The City reports the following major proprietary funds:

The Water Enterprise Fund – This fund accounts for the operation and maintenance of the City's water distribution system.

The Sewer Enterprise Fund – This fund accounts for the operation and maintenance of the City's wastewater collection system including operating costs of the wastewater treatment facility.

The Golf Course Fund – This fund accounts for the operation and maintenance of the City's golf course.

The Disposal Enterprise Fund – This fund accounts for the collection and disposal of solid waste from industrial, commercial, and residential users throughout the Dinuba area.

The Ambulance Enterprise Fund – This fund accounts for ambulance service fees and all costs associated with providing ambulance service throughout the City.

Additionally, the City reports the following fund types:

The Debt Service Funds are used to account for financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

The Internal Service Funds account for financial transactions related to the City's billing and collections, maintenance and repairs, self-insurance programs and technology replacement. These services are provided to other departments or agencies of the City on a cost reimbursement basis.

The Fiduciary Funds are used to report resources held by the City in a purely custodial capacity, which involves only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments. These funds are not included in the government-wide financial statements. These assets include refundable and expendable cash deposits, and retentions withheld pending satisfactory project completion. Please see page 124 for description of activities for each Agency Fund. The Private-Purpose Trust Funds are used to account for the assets of the former City of Dinuba Redevelopment Agency during the wind down period.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's proprietary funds function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Enterprise Funds and of the Internal Service Fund are charges to customers for sales and services. Operating expenses for the Enterprises Funds and the Internal Service Funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

**Note 1: Summary of Significant Accounting Policies (Continued)**

**d. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, Net Position or Equity**

**Cash and Investments**

In order to maximize the flexibility of its investment program and to aid in cash budgeting, the City pools the cash of all funds, except for monies deposited with fiscal agents in accordance with related bond indentures. The cash and investments balance in each fund represent that fund's equity share of the City's cash and investment pool. As the City places no restrictions on the deposit or withdrawal of a particular fund's equity in the pool, the pool operates like a demand deposit account for the participating funds.

Interest income earned on pooled cash and investments is allocated monthly to the various funds based on month-end balances and is adjusted at fiscal year-end. Interest income on restricted cash and investments with fiscal agents is credited directly to the related fund.

In accordance with the State of California Government Code, the City adopts an investment policy annually that, among other things, authorizes types and concentrations of investments and maximum investment terms.

The City's investments are carried at fair value. The fair value of equity and debt securities is determined based on sales prices or bid-and-asked quotations from SEC- registered securities exchanges or NASDAQ dealers. LAIF determines the fair value of its portfolio quarterly and reports a factor to the City; the City applies that factor to convert its share of LAIF from amortized cost to fair value. Changes in fair value are allocated to each participating fund.

For purposes of the statement of cash flows, the City has defined cash and cash equivalents to be change and petty cash funds, equity in the City's cash and investment pool, and restricted non-pooled investments with initial maturities of three months or less.

**Property Taxes**

Assessed values for purposes of property taxes are determined on an annual basis for the period July 1 to June 30 by the Tulare County Assessor as of January 1. Taxes are levied annually on July 1 and become a lien on real property at January 1. Taxes are due November 1 and February 1 and are delinquent if not paid by December 10 and April 10, respectively, at which time applicable penalties and interest are assessed. Unsecured taxes became delinquent if not paid by August 31.

**Prepaid Items**

Payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

**Restricted Assets**

Certain proceeds of the City's long-term debt, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and their use is limited by applicable bond covenants.

**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2020**

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**Note 1: Summary of Significant Accounting Policies (Continued)**

In the absence of specific statutory provisions governing the issuance of bonds, certificates, or leases, these bond monies may be invested in accordance with the ordinance; resolutions and indentures specifying the types of investments its trustees or fiscal agents may make. These ordinances, resolutions, and indentures are generally more restrictive than the City's general investment policy. In no instance have additional types of investments been authorized that are not permitted by the City's general investment policy.

**Capital Assets**

Capital assets, which include property, plant, equipment, fine art, and infrastructure assets (e.g., roads, bridges, sidewalks, traffic lights and signals, street lights, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of \$2,500 or more and an estimated useful life in excess of one year. Such capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital asset, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value. The cost of normal maintenance and repairs that do not add to the value of the capital asset or materially extend capital asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized during the fiscal year ended June 30, 2020.

Capital assets of the City are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	30
Improvements other than buildings	30
Infrastructure	20 to 40
Utility systems	40 to 75
Vehicles	5 to 15
Computer equipment	7

The City's art collection is not depreciated. Periodic restoration and maintenance costs on particular items are charged to expense as incurred.

**Compensated Absences**

It is the City's policy to permit employees to accumulate earned but unused vacation and sick leave benefits. All vacation and sick leave benefits are accrued as earned by employees. A portion of unused sick leave benefits, varying by employee bargaining unit, vests and is payable upon retirement. For proprietary funds, a current liability is reported for that portion of the estimated value of vacation and sick leave benefits to be used during the subsequent fiscal year, and the estimated value of vested sick leave benefits of employees approaching or at their respective retirement ages.

**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2020**

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**Note 1: Summary of Significant Accounting Policies (Continued)**

**Long-Term Obligations**

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Initial-issue bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method (which approximates the effective interest method). The difference between the reacquisition price of refunding bonds and the net carrying amount of refunded debt (deferred amount on refunding) is amortized over the shorter of the life of the refunding debt or remaining life of the refunded debt. Amortization of bond premiums or discounts, and deferred amounts on refunding is included in interest expense.

In the fund financial statements, governmental fund types recognize bond premiums, discounts, and issuance costs during the period issued. The face amount of debt issued is reported as other financing sources. Premiums received are reported as other financing sources, while discounts are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**Net Pension Liability**

For purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the CalPERS Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. CalPERS audited financial statements are publicly available reports that can be obtained at CalPERS' website under Forms and Publications.

**Other Post-Employment Benefits (OPEB)**

For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense have been determined by an independent actuary. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms.

Generally accepted accounting principles require that the reported results must pertain to liability information within certain defined timeframes. For this report, the following timeframes are used:

Valuation Date	June 30, 2019
Measurement Date	June 30, 2019
Measurement Period	June 30, 2018 to June 30, 2019

**Deferred Outflows and Inflows of Resources**

In addition to assets, the statement of net position 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 position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then. The City reports deferred charges on bond refunding's as well as deferred outflows relating



NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2020

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**Note 1: Summary of Significant Accounting Policies (Continued)**

to the net pension liability and total OPEB liability reported in the government-wide statement of net position for governmental and business-type activities.

In addition to liabilities, the statement of net position and governmental balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has three items that qualify for reporting in the category. The first item are deferred inflows relating to the net pension liability reported in the government-wide statement of net position for governmental and business-type activities. The second item relates to revenues earned, but not yet available for resources. The third item is deferred inflows relating to the total OPEB liability reported in the government-wide statement of net position for governmental and business-type activities.

**Interfund Transactions**

Interfund transactions are reflected as either loans, services provided, reimbursements, or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as “internal balances”. Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not available financial resources.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

**Net Position and Fund Equity**

GASB Statement No. 63 requires that the difference between assets added to the deferred outflows of resources and liabilities added to the deferred inflows of resources be reported as net position. Net position is classified as either net investment in capital assets, restricted, or unrestricted.

Net position that is net investment in capital assets consist of capital assets, net of accumulated depreciation, and reduced by the outstanding principal of related debt. Restricted net position is the portion of net position that has external constraints placed on it by creditors, grantors, contributors, laws, or regulations of other governments, or through constitutional provisions or enabling legislation. Unrestricted net position consists of net position that does not meet the definition of net investment in capital assets or restricted net position.

In the fund financial statements, governmental funds report fund balance as non-spendable, restricted, committed, assigned or unassigned based primarily on the extent to which the City is bound to honor constraints on how specific amounts can be spent.

**Note 1: Summary of Significant Accounting Policies (Continued)**

- *Non-spendable fund balance* – amounts that cannot be spent because they are either  
(a) not spendable in form or (b) legally or contractually required to be maintained intact.
- *Restricted fund balance* – amounts with constraints placed on their use that are either  
(a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
- *Committed fund balance* – amounts that can only be used for specific purposes determined by formal action of the City Council which includes the City Charter, ordinances and resolutions and that remain binding unless removed in the same manner. The underlying action that imposed the limitation needs to occur no later than the close of the reporting period.
- *Assigned fund balance* – amounts that are constrained by the City's intent to be used for specific purposes but are neither restricted nor committed. Such intent should be expressed by the City Council or its designated officials to assign amounts to be used. Constraints imposed on the use of assigned amounts can be removed with no formal Council actions.
- *Unassigned fund balance* – the residual classification for the City's General Fund that includes amounts not contained in the other classifications. In other funds, the unassigned classification is used only if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

The City Council establishes, modifies, or rescinds fund balance commitments and assignments by passage of a resolution or other formal action. This is done through adoption of the budget, subsequent budget amendments, resolution, or other formal actions when necessary that occur throughout the year.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, followed by unrestricted committed, assigned and unassigned resources as they are needed.

**e. Use of Estimates**

The preparation of basic 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 and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2020

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**Note 1: Summary of Significant Accounting Policies (Continued)**

**f. New Accounting Standards Adopted**

During the year ended June 30, 2020, the City adopted the following Governmental Accounting Standards Board (GASB) Statements:

**GASB Statement No. 95 – *Postponement of Effective Dates of Certain Authoritative Guidance*** – The following pronouncements have been postponed as a temporary relieve to governments and other stakeholders in light of the COVID-19 pandemic and the new effective date are reflected in the following fiscal years:

GASB 83 – *Certain Assets Retirement Obligations* – The requirements of this statement are effective for reporting periods beginning on or after June 15, 2020.

GASB 84 – *Fiduciary Activities* – The requirements of this statement are effective for reporting periods beginning after December 15, 2019.

GASB 87 – *Leases* – The requirements of this statement are effective for reporting periods beginning on or after June 15, 2021.

**Note 2: Stewardship, Compliance, and Accountability**

**a. Deficit Fund Balances and Net Position**

The Assessment Districts Fund has a deficit fund balance of \$80,683 which should be alleviated as additional revenues or transfers are received.

The General Construction Fund has a deficit fund balance of \$169 which should be alleviated as additional revenues or transfers are received.

The MTBE Fund has a deficit fund balance of \$121,084 which should be alleviated as additional revenues or transfers are received.

The Property and Equipment Internal Service Fund has a deficit net positions of \$598,874.

These deficits should be alleviated as additional revenues are received by City departments.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2020

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**Note 3: Cash and Investments**

Cash and investments as of June 30, 2020, are classified in the accompanying financial statements as follows:

Statement of net position:	
Cash and investments	\$ 30,686,414
Restricted cash and investments with fiscal agents	1,533,529
Fiduciary funds:	
Cash and investments	2,804,830
Restricted cash and investments with fiscal agents	110,921
	<u>\$ 35,135,694</u>

Cash and investments as of June 30, 2020, consist of the following:

Cash on hand	\$ 7,370
Deposits with financial institutions	2,808,864
Investments	<u>32,319,460</u>
Total cash and investments	<u>\$ 35,135,694</u>

**a. Investments Authorized by the California Government Code and the City's Investment Policy**

The table below identifies the investment types that are authorized for the City of Dinuba (City) by the California Government Code (or the City's investment policy, where more restrictive). The table also identifies certain provisions of 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. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of the City, rather than the general provisions of the California government Code or the City's investment policy.

**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2020**

**Note 3: Cash and Investments (Continued)**

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Local Agency Investment Fund (State Pool)	N/A	None	\$50 million
U.S. Treasury Obligations	N/A	None	None
U.S. Government Agency Issues	N/A	None	None
Insured Passbook on Demand Deposits with Banks and Savings and Loans	N/A	None	100,000
Certificates of Deposit	5 years	None	100,000
Money Market Funds (must be comprised of eligible securities permitted under this policy)	N/A	None	None
Repurchase agreements	1 year	None	None

The investment policy allows for the above investments which have equal safety and liquidity as all other allowed investments. Maturity depends on the cash needs of the City.

**b. Investments Authorized by Debt Agreements**

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 trustee. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Local Agency Investment Fund (State Pool)	N/A	None	\$50 million
U.S. Treasury Obligations	N/A	None	None
U.S. Government Agency Issues	N/A	None	None
Insured Passbook on Demand Deposits with Banks and Savings and Loans	N/A	None	100,000
Certificates of Deposit	5 years	None	100,000
Commercial Paper			
Mutual Funds (must be comprised of eligible securities permitted under this policy)			
Money Market Funds (must be comprised of eligible securities permitted under this policy)	N/A	None	None
Municipal Bonds (rated highest 2 categories)	N/A	None	None
Investment Agreements	N/A	None	None
Repurchase agreements	1 year	None	None

The investment policy allows for the above investments which have equal safety and liquidity as all other allowed investments. Maturity depends on the cash needs of the City.

**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2020**

**Note 3: Cash and Investments (Continued)****c. Disclosures Relating to 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.

Information about the sensitivity of the fair values of the City's investments (including investments held by bond trustee) to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

Investment Type	Totals	Remaining Maturity (in Months)	
		12 Months of Less	13 to 24 Months
State Investment Pool	\$ 27,003,399	\$ 27,003,399	\$ -
Money Market Funds	3,671,612	3,671,612	-
Held by Bond Trustees:	-	-	-
Money Market Funds	773,596	773,596	-
Certificates of Deposit	870,853	613,556	257,297
<b>Total</b>	<b>\$ 32,319,460</b>	<b>\$ 32,062,163</b>	<b>\$ 257,297</b>

**d. Investments with Fair Values Highly Sensitive to Interest Rate Fluctuations**

The City has no investments (including investments held by bond trustees) that are highly sensitive to interest rate fluctuations (to a greater degree than already indicated in the information provided above).

**e. Disclosures Relating to Credit Risk**

Generally, 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 minimum rating required by (where applicable) the California Government Code, the City's investment policy, or debt agreements, and the actual rating as of fiscal year end for each investment type.

Investment Type	Amount	Minimum Legal Rating	Rating as of Fiscal Year End
			Not Rated
State Investment Pool	\$ 27,003,399	N/A	\$ 27,003,399
Money Market Funds	3,671,612	N/A	3,671,612
Held by Bond Trustees:			
Money Market Funds	773,596	N/A	773,596
Certificates of Deposit	870,853	N/A	870,853
<b>Total</b>	<b>\$ 32,319,460</b>		<b>\$ 32,319,460</b>

**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2020**

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**Note 3: Cash and Investments (Continued)**

The investment policy of the City contains limitations on the amount that can be invested in any one issuer. There are no investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total City investments.

**f. Custodial Credit Risk**

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g. broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments. The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the government unit). The fair value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

As of June 30, 2020, all of the City's deposits with financial institutions in excess of federal depository insurance limits were held in collateralized accounts. As of June 30, 2020, City investments in the following investment types were held by the same broker-dealer (counterparty) that was used by the City to buy the securities:

<u>Investment Type</u>	<u>Reported Amount</u>
Certificates of Deposit	\$ 870,853
Money Market Funds	4,445,208

**g. Investment in State Investment Pool**

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

**h. Fair Value Measurements**

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. These principles recognize a three-tiered fair value hierarchy as follows: Level 1 – Investments reflect prices quoted in active markets; Level 2 – Investments reflect prices that are based on similar observable asset either directly or indirectly, which may include inputs in markets that are not considered active; and Level 3 – Investments reflect prices based upon unobservable sources. The City has marketable securities that are measured with recurring fair value measurements as of June 30, 2020 and are valued using quoted market prices (level 1 inputs).

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2020

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**Note 4: Notes and Loans Receivable**

Notes receivable as of June 30, 2020, totaled \$25,910,418 and were recorded as follows:

Special Revenue Funds	\$ 25,671,093
Enterprise Funds	<u>10,988</u>
Total Notes and Loans Receivables	<u><u>\$ 25,682,081</u></u>

Notes and loans receivable by type are:

Home Loan Rehabilitation Program loans to assist low income residents to afford safe and sanitary housing, including improvements to the housing; non-interest bearing to 10 percent interest; principal and interest generally due at maturity or change of home ownership; secured by deeds of trust; proceeds are paid directly to the builder and a receivable is recorded from the home purchaser.

\$ 13,822,410

Note to Pena's (disposal contractor) for purchase of green carts.

3,000

HOME program funds were used to loan to a developer for the construction of an affordable Senior housing complex.

3,100,000

Promissory notes from developers for the acquisition and development of property for housing projects within the City; interest rates from 3% to 4.81%; terms of the notes are thirty to forty years; notes secured by deeds of trust.

8,756,671

Totals

\$ 25,682,081



**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2020**
**Note 5: Accounts Receivable**

The following is a list of accounts receivable at June 30, 2020:

	<u>Receivable</u>	<u>Allowance</u>	<u>Net</u>
Governmental Activities -			
Due from other governments	\$ 10,671,200	\$ -	\$ 10,671,200
Accounts	371,416	-	371,416
	<u>\$ 11,042,616</u>	<u>\$ -</u>	<u>\$ 11,042,616</u>
Business-type Activities -			
Due from other governments	\$ 230,899	\$ -	\$ 230,899
Accounts	5,044,557	1,458,242	3,586,315
	<u>\$ 5,275,456</u>	<u>\$ 1,458,242</u>	<u>\$ 3,817,214</u>
Fiduciary Funds			
Due from other governments	\$ 168	\$ -	\$ 168
Accounts	2,722	-	2,722
	<u>\$ 2,890</u>	<u>\$ -</u>	<u>\$ 2,890</u>

**Note 6: Interfund Transactions****a. Current Interfund Balances**

Current interfund balances arise in the normal course of business and are expected to be repaid shortly after the end of the fiscal year. These balances normally represent loans to cover temporary shortages of cash in individual funds. The following presents a summary of current interfund balances at June 30, 2020:

<u>Due to Fund</u>	<u>Amount</u>	<u>Due From Fund</u>	<u>Amount</u>
General Fund	\$ 374,666	Non-Major Governmental Funds	\$ 374,666
Total	<u>\$ 374,666</u>	Total	<u>\$ 374,666</u>

**b. Long-term Interfund Advances**

At June 30, 2020, the funds below have made/received advances that were not expected to be repaid within one year:

<u>Payable Fund</u>	<u>Amount</u>	<u>Receivable Fund</u>	<u>Amount</u>
Major Fund:		Major Fund:	
General	\$ 1,031,663	General	\$ 1,696,405
Major Proprietary Fund:		Housing Authority	116,904
Golf Course	1,789,075	Major Proprietary Fund:	
Non-Major Governmental Funds	<u>316,904</u>	Disposal	200,000
		Non-Major Governmental Funds	<u>1,124,333</u>
Total	<u>\$ 3,137,642</u>	Total	<u>\$ 3,137,642</u>

Advances will be repaid to the advancing fund when revenue in the receiving fund is adequate. These usually occur as impact fees, operating, fees, tax revenues, or sales of property occur.

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2020

**Note 6: Interfund Transactions (Continued)**

**c. Transfers Between Funds**

With Council approval, resources may be transferred from one City fund to another. The purpose of the majority of transfers is to cover operating costs and fund capital projects, less often, an equity transfers may be made to open or close a fund.

Transfers In	Amount	Transfers Out	Amount
Major Governmental:		Major Governmental:	
General	\$ 72,353	General	\$ 860,256
HUD Grants	193,451	HUD Grants	12,353
Transportation Construction	518,118	Major Enterprise:	
Major Enterprise:		Water	1,003,643
Water	339,568	Sewer	964,698
Internal Service Funds	2,009,091	Disposal	497,848
Non-major Governmental Funds	3,555,269	Ambulance	723,840
		Non-major Enterprise Funds	15,028
		Internal Service Funds	9,116
		Non-major Governmental Funds	2,601,068
	<u>\$ 6,687,850</u>		<u>\$ 6,687,850</u>

**Note 7: Compensated Absences**

The following is a summary of changes in the City's compensated absences for the fiscal year ended June 30, 2020:

	Balance June 30, 2019	Additions	Reductions	Balance June 30, 2020	Current Portion
Governmental activities	\$ 1,059,599	\$ 430,598	\$ 366,828	\$ 1,123,369	\$ 234,152
Business-type activities	156,002	153,483	102,472	207,013	55,419
Total	<u>\$ 1,215,601</u>	<u>\$ 584,081</u>	<u>\$ 469,300</u>	<u>\$ 1,330,382</u>	<u>\$ 289,571</u>

Compensated absences in governmental activities have been liquidated in the past fiscal year in the general fund, the gas tax, transportation, public safety sales tax and community enhancement grant, (Special Revenue Funds) and general construction, vocational center, and public works management (Capital Projects funds).

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2020

Note 8: Capital Assets

a. Governmental Activities

Capital asset governmental activity for the fiscal year ended June 30, 2020 was as follows:

	Balance at July 1, 2019	Adjustments	Additions	Deletions	Balance at June 30, 2020
<b>Capital Assets not being depreciated:</b>					
Land	\$ 105,927,780	\$ -	\$ 51,174	\$ -	\$ 105,978,954
Artwork	68,641	-	-	-	68,641
Right of way s/easements	6,629,937	-	85,319	-	6,715,256
Construction in progress	313,138	-	74,986	32,770	355,354
Total	112,939,496	-	211,479	32,770	113,118,205
<b>Capital Assets being depreciated:</b>					
Buildings	20,997,509	-	13,370	-	21,010,879
Improvements other than buildings	2,997,981	-	72,700	-	3,070,681
Equipment and machinery	8,535,900	47,575	560,584	715,139	8,428,920
Infrastructure	80,200,133	-	1,442,090	489,136	81,153,087
Total	112,731,523	47,575	2,088,744	1,204,275	113,663,567
Less accumulated depreciation for:					
Buildings	(5,391,287)	-	(468,613)	-	(5,859,900)
Improvements other than buildings	(2,433,291)	-	(378,438)	-	(2,811,729)
Equipment and machinery	(8,072,105)	(69,871)	(603,943)	127,465	(8,618,454)
Infrastructure	(27,722,914)	-	(1,975,702)	200,214	(29,498,402)
Total	(43,619,597)	(69,871)	(3,426,696)	327,679	(46,788,485)
Total, net of accumulated depreciation	69,111,926	(22,296)	(1,337,952)	876,596	66,875,082
<b>Total Capital Assets, Net</b>	<b>\$ 182,051,422</b>	<b>\$ (22,296)</b>	<b>\$ (1,126,473)</b>	<b>\$ 909,366</b>	<b>\$ 179,993,287</b>

\* Adjustment of \$69,871 was recorded to remove a fully depreciated vehicle from the Ambulance Fund to governmental activities, designated for parks and recreation activities. Additional adjustments of \$22,296 were necessary to correct reporting of capital leases payable between governmental activities and business-type activities.

Depreciation expense was charged to functions/programs of the City's governmental activities as follows:

General Government	\$ 680,743
Public Safety	680,743
Community Development	680,742
Parks & Rec	680,742
Public Works	680,742
Internal Service Funds	22,984
Total	<u>\$ 3,426,696</u>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2020

Note 8: Capital Assets (Continued)

b. Business-type Activities

Capital asset business-type activity for the fiscal year ended June 30, 2020, was as follows:

	Balance at July 1, 2019	Adjustments	Additions	Deletions	Balance at June 30, 2020
<b>Water Fund:</b>					
Capital Assets not being depreciated:					
Land	\$ 261,806	\$ -	\$ -	\$ -	\$ 261,806
Total capital assets not being depreciated	261,806	-	-	-	261,806
Capital Assets being depreciated:					
Infrastructure	21,233,240	-	-	-	21,233,240
Buildings and improvements	4,852,279	-	-	-	4,852,279
Equipment and machinery	963,434	12,862	192,332	-	1,168,628
Total capital assets being depreciated	27,048,953	12,862	192,332	-	27,254,147
Less accumulated depreciation for:					
Infrastructure	(6,500,951)	-	(353,621)	-	(6,854,572)
Buildings and improvements	(2,394,425)	-	(161,589)	-	(2,556,014)
Equipment and machinery	(475,921)	-	(100,357)	-	(576,278)
Total accumulated depreciation	(9,371,297)	-	(615,567)	-	(9,986,864)
Total capital assets being depreciated, net	17,677,656	12,862	(423,235)	-	17,267,283
<b>Water Fund Capital Assets, net</b>	<b>\$ 17,939,462</b>	<b>\$ 12,862</b>	<b>\$ (423,235)</b>	<b>\$ -</b>	<b>\$ 17,529,089</b>
<b>Sewer Fund:</b>					
Capital Assets not being depreciated:					
Land	\$ 4,388,142	\$ -	\$ -	\$ -	\$ 4,388,142
Total capital assets not being depreciated	4,388,142	-	-	-	4,388,142
Capital Assets being depreciated:					
Infrastructure	19,658,199	-	93,076	-	19,751,275
Buildings and improvements	4,403,718	-	-	-	4,403,718
Equipment and machinery	632,104	8,247	56,500	36,403	660,448
Total capital assets being depreciated	24,694,021	8,247	149,576	36,403	24,815,441
Less accumulated depreciation for:					
Infrastructure	(4,470,693)	-	(321,776)	-	(4,792,469)
Buildings and improvements	(2,266,398)	-	(124,747)	-	(2,391,145)
Equipment and machinery	(586,668)	-	(29,612)	(36,403)	(579,877)
Total accumulated depreciation	(7,323,759)	-	(476,135)	(36,403)	(7,763,491)
Total capital assets being depreciated, net	17,370,262	8,247	(326,559)	-	17,051,950
<b>Sewer Fund Capital Assets, net</b>	<b>\$ 21,758,404</b>	<b>\$ 8,247</b>	<b>\$ (326,559)</b>	<b>\$ -</b>	<b>\$ 21,440,092</b>
<b>Disposal Fund:</b>					
Capital Assets being depreciated:					
Equipment and machinery	\$ 635,212	\$ 7,570	\$ 50,332	\$ -	\$ 693,114
Less accumulated depreciation for:					
Equipment and machinery	(357,250)	-	(82,926)	-	(440,176)
<b>Disposal Fund Capital Assets, net</b>	<b>\$ 277,962</b>	<b>\$ 7,570</b>	<b>\$ (32,594)</b>	<b>\$ -</b>	<b>\$ 252,938</b>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2020

Note 8: Capital Assets (Continued)

	Balance at July 1, 2019	Adjustments	Additions	Deletions	Balance at June 30, 2020
<b>Ambulance Fund:</b>					
Capital Assets being depreciated:					
Equipment and machinery	\$ 1,481,957	\$ (65,597)	\$ 8,726	\$ 47,731	\$ 1,377,355
Less accumulated depreciation for:					
Equipment and machinery	(850,885)	69,871	(180,178)	(47,731)	(913,461)
<b>Ambulance Fund Capital Assets, net</b>	<b>\$ 631,072</b>	<b>\$ 4,274</b>	<b>\$ (171,452)</b>	<b>\$ -</b>	<b>\$ 463,894</b>
<b>Golf Course Fund:</b>					
Capital Assets not being depreciated:					
Land	\$ 3,960,467	\$ (499,297)	\$ -	\$ 359,404	\$ 3,101,766
Total capital assets not being depreciated	3,960,467	(499,297)	-	-	3,101,766
Capital Assets being depreciated:					
Infrastructure	6,530,587	-	-	-	6,530,587
Buildings and improvements	20,878,871	-	-	-	20,878,871
Equipment and machinery	1,062,361	-	-	-	1,062,361
Total capital assets being depreciated	28,471,819	-	-	-	28,471,819
Less accumulated depreciation for:					
Infrastructure	(1,994,074)	-	(645,511)	-	(2,639,585)
Buildings and improvements	(6,867,646)	-	(1,372,497)	-	(8,240,143)
Equipment and machinery	(781,032)	-	(99,806)	-	(880,838)
Total accumulated depreciation	(9,642,752)	-	(2,117,814)	-	(11,760,566)
Total capital assets being depreciated, net	18,829,067	-	(2,117,814)	-	16,711,253
<b>Golf Course Fund Capital Assets, net</b>	<b>\$ 22,789,534</b>	<b>\$ (499,297)</b>	<b>\$ (2,117,814)</b>	<b>\$ -</b>	<b>\$ 19,813,019</b>
<b>Other Enterprise Funds:</b>					
Capital Assets being depreciated:					
Buildings and improvements	\$ 4,638,847	\$ -	\$ -	\$ -	\$ 4,638,847
Equipment and machinery	1,572,576	-	273,181	-	1,845,757
Total capital assets being depreciated	3,431,515	-	273,181	-	6,484,604
Less accumulated depreciation for:					
Buildings and improvements	(281,495)	-	(159,252)	-	(440,747)
Equipment and machinery	(2,334,841)	-	(99,352)	-	(2,434,193)
Total accumulated depreciation	(1,662,708)	-	(258,604)	-	(2,874,940)
Total capital assets being depreciated, net	1,768,807	-	14,577	-	3,609,664
<b>Other Enterprise Funds Capital Assets, net</b>	<b>\$ 1,768,807</b>	<b>\$ -</b>	<b>\$ 14,577</b>	<b>\$ -</b>	<b>\$ 3,609,664</b>
<b>Total Business-type Capital Assets, net</b>	<b>\$ 66,991,521</b>	<b>\$ (466,344)</b>	<b>\$ (3,057,077)</b>	<b>\$ 359,404</b>	<b>\$ 63,108,696</b>

\* Adjustment of \$69,871 was recorded to remove a fully depreciated vehicle from the Ambulance Fund to governmental activities, designated for parks and recreation activities. Additional adjustments of \$22,296 were recorded to correct reporting of capital leases payable between governmental activities and business-type activities. Adjustment of \$499,297 was recorded to remove land in the Golf Course Fund related to a sale of property that occurred in fiscal year 2015-16. See footnote 16 for further information.

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2020

**Note 8: Capital Assets (Continued)**

Depreciation expense was charged to functions/programs of the City's business-type activities as follows:

Business-Type Activities	
Water	\$ 615,567
Sewer	476,135
Disposal	82,926
Ambulance	180,178
Golf	2,117,814
Other Enterprise Funds	258,604
Total	<u>\$ 3,731,224</u>

**Note 9: Long-Term Liabilities**

The following is a summary of changes in the City's long-term liabilities for the fiscal year ended June 30, 2020:

	Balance at July 1, 2019	Adjustments	Additions	Reductions	Balance at June 30, 2020	Due Within One Year
<b>Governmental Activities:</b>						
Direct Borrowings:						
Capital leases payable	\$ 9,778,664	\$ (22,296)	\$ 245,781	\$ (483,166)	\$ 9,518,983	\$ 537,714
Public Offerings:						
Lease revenue bonds payable	15,640,000	-	-	(830,000)	14,810,000	850,000
Original issue discount	(233,391)	-	-	12,090	(221,301)	-
Original issue premium	162,051	-	-	(8,398)	153,653	-
Total Governmental Activities	<u>\$ 25,347,324</u>	<u>\$ (22,296)</u>	<u>\$ 245,781</u>	<u>\$ (1,309,474)</u>	<u>\$ 24,261,335</u>	<u>\$ 1,387,714</u>
<b>Business-type Activities:</b>						
Direct Borrowings:						
Capital leases payable	\$ 344,996	\$ 32,953	\$ 225,162	\$ (188,000)	\$ 415,111	\$ 137,010
Water notes payable	4,721,122	-	-	(436,173)	4,284,949	447,859
Loan payable	42,382	-	-	(42,382)	-	-
Public Offerings:						
Revenue bonds	9,605,000	-	-	(2,920,000)	6,685,000	420,000
Original issue premium	41,509	-	-	(2,150)	39,359	-
Private Placement:						
Revenue bonds	-	-	2,360,000	-	2,360,000	107,000
Total Business-type Activities	<u>\$ 14,755,009</u>	<u>\$ 32,953</u>	<u>\$ 2,585,162</u>	<u>\$ (3,588,705)</u>	<u>\$ 13,784,419</u>	<u>\$ 1,111,869</u>

**a. Governmental Activities – Lease Revenue Bonds (Public Offerings)**

**2012 DFA Lease Revenue Bonds Payable.** On November 7, 2012, the Dinuba Financing Authority issued \$11,270,000 of 2012 Lease Revenue Refunding Bonds. The proceeds of the bonds were used to refund the 2002 Lease Revenue Bonds in the amount of \$6,430,000, refund the \$3,825,000 remaining balance of the 2010 Lease Revenue Notes issued by the Redevelopment Agency, fund a reserve account, and pay costs of issuance. The bonds consist of \$5,285,000 of serial bonds with maturity dates from September 1, 2014 through 2024. Interest rates vary between 2.0%-3.0% with semi-annual payments due each March 1 and September 1. There are also \$4,650,000 of term bonds due September 1, 2032 and \$1,335,000 term bonds due September 1, 2038, which carry interest rates of 3.75% and 4.00%, respectively.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2020

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**Note 9: Long-Term Liabilities (Continued)**

The principal balance outstanding on the 2012 bonds as of June 30, 2020 was \$8,325,000. The refunding of the 2002 bonds resulted in a cash savings over the repayment period of \$690,097 and an economic gain of \$481,729. The refunding of the 2010 bonds resulted in a cash deficit of \$2,361,946 as the 2010 bonds were due in 2017 whereas the 2012 bonds are due through 2038.

**2012 DFA Lease Revenue Refunding Bonds Payable.** On September 20, 2012, the Dinuba Financing Authority issued \$1,500,000 of Lease Revenue Bonds. The proceeds of these bonds are to be used for financing and refinancing the purchase of certain land parcels within the City and pay costs of issuance. The bonds carry interest at 3.0%, interest is paid semi-annually each March 1 and September 1. Principal is due each September 1 through 2022. The outstanding balance of the 2012 Lease Revenue Bonds as of June 30, 2020 was \$575,000.

**2016 DFA Lease Revenue Refunding Bonds Payable.** On October 12, 2016, the Dinuba Financing Authority issued \$6,580,000 of 2016 Lease Revenue Refunding Bonds. The proceeds of the bonds were used to refund the 2007 Lease Revenue Bonds in the amount of \$6,255,000 and pay costs of issuance.

The bonds consist of \$6,580,000 of serial bonds with maturity dates from September 1, 2018 through 2038. Interest rates vary between 2.0%-4.0% with semi-annual payments due each March 1 and September 1.

The refunding of the 2007 bonds resulted in a cash savings over the repayment period of \$1,529,810 and an economic loss of \$296,346.

The principal balance outstanding on the 2016 bonds as of June 30, 2020 was \$5,910,000.

**b. Governmental Activities – Capital Leases Payable (Direct Borrowings)**

On July 1, 2015, the City entered into a Site and Facility Lease with Compass Bank. The City determined it was necessary and desirable to repay a loan to the Successor Agency to the Dinuba Redevelopment Agency. The City will lease real property and improvements consisting of the Dinuba Transit Center to Compass in consideration for Compass's paying the City the sum of not to exceed \$1,300,000 in advance rental. Compass bank will then lease the site and facility back to the City at an interest rate not to exceed 5.25%. The site and facility lease will commence on July 1, 2015 and shall end on May 25, 2030. The outstanding principal balance of this lease at June 30, 2020 is \$1,008,376.

On October 15, 2013, the City entered into a Master Equipment Lease Purchase Agreement with Pinnacle Public Finance Inc. (Lessor) for the purpose of financing the purchase of Logos, net Software in the amount of \$548,623. The annual payments begin October 15, 2014 with a final maturity date of October 15, 2020. The interest rate is 3.38% and the annual payments are \$89,323. The outstanding balance of the lease obligation as of June 30, 2020 was \$86,402.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2020

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**Note 9: Long-Term Liabilities (Continued)**

On December 1, 2013, the City entered into a lease purchase agreement with the Dinuba Financing Authority and Western Alliance Bank in the amount of \$8,433,377. The lease was executed to finance the costs associated with the acquisition, construction, and installation of solar energy improvements to City facilities. The funds are to be deposited into a project fund (\$8,146,742), a capitalized interest fund (\$176,785) and a delivery costs fund (\$109,850). Lease payments are made semi-annually on June 12 and December 12. Interest is 4.1925%. The lease term matures on December 12, 2033. The City has the right to prepay the lease at any time. The outstanding balance as of June 30, 2020 is \$7,990,961.

On February 1, 2017, the City entered into an agreement with De Lage Landen Public Finance LLC (Lessor) for the purpose of financing the purchase of 6 Dodge Charger Patrol Vehicles in the amount of \$250,486. The annual payments begin February 1, 2017 with a final maturity date of February 1, 2021. The interest rate is 3.24% and the annual payments are \$53,341. The outstanding balance of the lease obligation as of June 30, 2020 was \$51,669.

On July 1, 2016, the City entered into an agreement with Ray Morgan Company (RMC) for the purpose leasing a City Hall copy machine in the amount of \$159,000. The monthly payments begin July 1, 2016 with a final maturity date of June 1, 2021. The agreement has no stated interest rate and the monthly payments are \$2,650. Payments are split between the governmental and business-type funds. The outstanding balance of the lease obligation as of June 30, 2020 related to the governmental funds was \$22,461.

On October 15, 2015, the City entered into an agreement with US Bank Equipment Finance for the purpose of leasing multiple copiers for the Police Department in the amount of \$52,140. The monthly payments begin October 15, 2015 with a final maturity date of October 15, 2020. On June 6, 2019, the City re-entered into an agreement with US Bank Equipment Finance for the purpose of leasing multiple copiers for the Police Department in the amount of \$50,160. The monthly payments begin June 2019 with a final maturity date of May 2024. The agreement has no stated interest rate and the monthly payments are \$869 and \$836, respectively. The outstanding balance of the lease obligation as of June 30, 2020 was \$39,292.

On July 1, 2016, the City entered into an agreement with Ray Morgan Company (RMC) for the purpose leasing a Public Works copy machine in the amount of \$50,190. The monthly payments begin July 1, 2016 with a final maturity date of June 1, 2021. The agreement has no stated interest rate and the monthly payments are \$837. Payments are split between the governmental and business-type funds. The outstanding balance of the lease obligation as of June 30, 2020 related to the governmental funds was \$2,108.

On June 26, 2018, the City entered into an agreement with Enterprise Car Trust for the purpose of leasing thirteen 2019 Ram 1500 Classics in the amount of \$354,082; of which \$147,203 relates to governmental activities. The interest rate is 1.35% and the monthly payments are \$5,270. The outstanding balance of the lease obligations as of June 30, 2020 was \$102,394.

On April 14, 2020, the City entered into an agreement with John Deere Financial for the purpose of leasing a 2017 John Deere Tractor, 2019 John Deere Loader, 2019 Frontier Rotary Tiller and 2019 Frontier CAT 1 Box Blade. The interest rate is 4.20% and the monthly payments are \$8,030. The outstanding balance of the lease obligations as of June 30, 2020 was \$22,165.



NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2020

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**Note 9: Long-Term Liabilities (Continued)**

On June 26, 2019, the City entered into an agreement with Ray Morgan Company (RMC) for the purpose of leasing a Lanier copy machine for the Fire Department in the amount of \$5,880. The first monthly payment was made in June 2019. The monthly payments are \$98. The outstanding balance of the lease obligations as of June 30, 2020 was \$4,606.

In August 2016, the City entered into an agreement with US Bank for the purpose of leasing a Lanier copy machine for the Senior Center in the amount of \$11,700. The first monthly payment was made in August 2016. The monthly payments are \$195. The outstanding balance of the lease obligations as of June 30, 2020 was \$2,535.

On September 25, 2019, the City entered into an agreement with Dell Financial Services for the purpose of providing services, software and hardware in the amount of \$160,114. The first payment was due November 1, 2019. The agreement has an interest rate of 4.13% and the monthly payments are \$2,948. The outstanding balance of the lease obligation as of June 30, 2020 was \$140,708.

On December 1, 2019, the City entered into an agreement with Enterprise to lease 3 vehicles for the Police Department in the amount of \$55,472. The first monthly payment was made in January 2020. The monthly payments are \$2,616. The outstanding balance of the lease obligations as of June 30, 2020 was \$45,306.

**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2020**

**Note 9: Long-Term Liabilities (Continued)**

**c. Long-Term Debt Amortization – Governmental Activities**

The annual requirements to amortize long-term debt outstanding at June 30, 2020 (other than compensated absences) are as follows:

<u>2012 DFA Lease Revenue Refunding Bonds</u>			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 445,000	\$ 290,188	\$ 735,188
2022	455,000	277,800	732,800
2023	470,000	263,925	733,925
2024	475,000	249,750	724,750
2025	495,000	235,200	730,200
2026-2030	2,740,000	889,688	3,629,688
2031-2035	2,320,000	359,925	2,679,925
2036-2039	925,000	75,700	1,000,700
	<u>\$ 8,325,000</u>	<u>\$ 2,642,176</u>	<u>\$ 10,967,176</u>

<u>2012 Lease Revenue Bonds</u>			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 175,000	\$ 29,250	\$ 204,250
2022	200,000	18,000	218,000
2023	200,000	6,000	206,000
	<u>\$ 575,000</u>	<u>\$ 53,250</u>	<u>\$ 628,250</u>

<u>2016 DFA Lease Revenue Refunding Bonds</u>			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 230,000	\$ 184,800	\$ 414,800
2022	240,000	177,750	417,750
2023	240,000	170,550	410,550
2024	250,000	163,200	413,200
2025	260,000	154,250	414,250
2026-2030	1,445,000	611,200	2,056,200
2031-2035	1,690,000	362,850	2,052,850
2036-2039	1,555,000	94,725	1,649,725
	<u>\$ 5,910,000</u>	<u>\$ 1,919,325</u>	<u>\$ 7,829,325</u>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2020

Note 9: Long-Term Liabilities (Continued)

Site and Facility Lease			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 74,435	\$ 51,282	\$ 125,717
2022	78,340	47,377	125,717
2023	82,452	43,266	125,718
2024	86,777	38,940	125,717
2025	91,331	34,386	125,717
2026-2030	415,827	87,043	502,870
2031-2032	179,214	9,362	188,576
	<u>\$ 1,008,376</u>	<u>\$ 311,656</u>	<u>\$ 1,320,032</u>

Master Equipment Lease			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 86,402	\$ 2,921	\$ 89,323
	<u>\$ 86,402</u>	<u>\$ 2,921</u>	<u>\$ 89,323</u>

Solar Energy Lease			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 213,609	\$ 332,805	\$ 546,414
2022	257,476	323,395	580,871
2023	304,955	312,108	617,063
2024	356,286	298,790	655,076
2025	411,724	283,278	695,002
2026-2030	3,053,859	1,093,975	4,147,834
2031-2034	3,393,052	298,919	3,691,971
	<u>\$ 7,990,961</u>	<u>\$ 2,943,270</u>	<u>\$ 10,934,231</u>

Vehicle Lease - Dodge Chargers			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 51,669	\$ 1,672	\$ 53,341
	<u>\$ 51,669</u>	<u>\$ 1,672</u>	<u>\$ 53,341</u>

RMC City Hall Copier Lease			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 22,461	\$ -	\$ 22,461
	<u>\$ 22,461</u>	<u>\$ -</u>	<u>\$ 22,461</u>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2020

Note 9: Long-Term Liabilities (Continued)

US Bank Police Department Copier Lease			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 10,032	\$ -	\$ 10,032
2022	10,032	-	10,032
2023	10,032	-	10,032
2024	9,196	-	9,196
	<u>\$ 39,292</u>	<u>\$ -</u>	<u>\$ 39,292</u>

RMC Public Works Copier Lease			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 2,108	\$ -	\$ 2,108
	<u>\$ 2,108</u>	<u>\$ -</u>	<u>\$ 2,108</u>

Enterprise Car Leases			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 38,832	\$ 10,999	\$ 49,831
2022	38,832	10,999	49,831
2023	38,832	10,999	49,831
2024	26,562	7,339	33,901
2025	4,642	810	5,452
	<u>\$ 147,700</u>	<u>\$ 41,146</u>	<u>\$ 188,846</u>

John Deere Tractor Scraper			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 7,081	\$ 949	\$ 8,030
2022	7,384	646	8,030
2023	7,700	330	8,030
	<u>\$ 22,165</u>	<u>\$ 1,925</u>	<u>\$ 24,090</u>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2020

Note 9: Long-Term Liabilities (Continued)

RMC Fire Department Copier Lease			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 1,176	\$ -	\$ 1,176
2022	1,176	-	1,176
2023	1,176	-	1,176
2024	1,078	-	1,078
	<u>\$ 4,606</u>	<u>\$ -</u>	<u>\$ 4,606</u>

Lanier Senior Center Copier Lease			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 2,340	\$ -	\$ 2,340
2022	195	-	195
	<u>\$ 2,535</u>	<u>\$ -</u>	<u>\$ 2,535</u>

Dell Financial Services			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 27,569	\$ 4,856	\$ 32,425
2022	31,286	4,085	35,371
2023	32,605	2,768	35,373
2024	36,872	1,448	38,320
2025	12,376	110	12,486
	<u>\$ 140,708</u>	<u>\$ 13,267</u>	<u>\$ 153,975</u>

Total Governmental Activities			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 1,387,714	\$ 909,722	\$ 2,297,436
2022	1,319,721	860,052	2,179,773
2023	1,387,752	809,946	2,197,698
2024	1,241,771	759,467	2,001,238
2025	1,275,073	708,034	1,983,107
2026-2030	7,654,686	2,681,906	10,336,592
2031-2035	7,582,266	1,031,056	8,613,322
2036-2039	2,480,000	170,425	2,650,425
Subtotal	<u>24,328,983</u>	<u>\$ 7,930,608</u>	<u>\$ 32,259,591</u>

Net Premium (Discount) (67,648)

Grand Total  
 Governmental Activities \$ 24,261,335

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2020

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**Note 9: Long-Term Liabilities (Continued)**

**d. Business-Type Activities**

**Capital Leases (Direct Borrowings)**

On April 29, 2016, the City entered into an agreement with PNC Equipment Finance, LLC (Lessor) for the purpose of financing the purchase of 75 Golf Carts in the amount of \$259,596. The monthly payments begin November 3, 2016 with a final maturity date of November 3, 2020. The agreement has no stated interest rate and the monthly payments are \$5,408. The outstanding balance of the lease obligation as of June 30, 2020 was \$21,633.

On April 29, 2016, the City entered into an agreement with PNC Equipment Finance, LLC (Lessor) for the purpose of financing the purchase of 5 Utility Vehicles in the amount of \$58,746. The monthly payments begin December 5, 2016 with a final maturity date of December 5, 2020. On August 1, 2017 entered into an additional agreement with PNC Equipment Finance LLC to finance the purchase of two additional Utility Vehicles in the amount of \$15,558. The monthly payment began September 21, 2017 with a final maturity date of September 21, 2021. The agreements have no stated interest rates and the monthly payments are \$1,224 and \$324, respectively. The outstanding balance of the lease obligations as of June 30, 2020 was \$9,109.

On June 26, 2018, the City entered into an agreement with Enterprise Car Trust for the purpose of leasing thirteen 2019 Ram 1500 Classics in the amount of \$354,082; of which \$206,879 relates to governmental activities. The interest rate is 1.35% and the monthly payments are \$5,270. The outstanding balance of the lease obligations as of June 30, 2020 was \$139,233.

On October 19, 2018, the City entered into an agreement with Xio, Inc. for the purpose of leasing a Cloud SCADA water control system in the amount of \$61,912 with a final maturity date of October 2021. The monthly payments are \$1,968 including interest. The outstanding balance of the lease obligation as of June 30, 2020 was \$30,956.

On July 1, 2016, the City entered into an agreement with Ray Morgan Company (RMC) for the purpose leasing a City Hall copy machine in the amount of \$159,000. The monthly payments begin July 1, 2016 with a final maturity date of June 1, 2021. The agreement has no stated interest rate and the monthly payments are \$2,650. Payments are split between the governmental and business-type funds. The outstanding balance of the lease obligation as of June 30, 2020 related to the business-type funds was \$8,307.

On July 1, 2016, the City entered into an agreement with Ray Morgan Company (RMC) for the purpose leasing a Public Works copy machine in the amount of \$50,190. The monthly payments begin July 1, 2016 with a final maturity date of June 1, 2021. The agreement has no stated interest rate and the monthly payments are \$837. Payments are split between the governmental and business-type funds. The outstanding balance of the lease obligation as of June 30, 2020 related to the business-type funds was \$7,930.

On December 1, 2019, the City entered into an agreement with Leasing 2, Inc for the purpose of leasing a PipeHunter VacHunter excavator in the amount of \$174,830. The first payment was due June 1, 2020. The agreement has an interest rate of 3.77%. The outstanding balance of the lease obligation as of June 30, 2020 was \$149,815.

**Note 9: Long-Term Liabilities (Continued)**

On March 16, 2020, the City entered into an agreement with RJMS Corporation for the purpose of leasing a Toyota Madvac Litter Vacuum in the amount of \$50,332. The first payment was due April 8, 2020. The agreement has a total finance charge of \$7,312. The outstanding balance of the lease obligation as of June 30, 2020 was \$48,128.

**2007 DFA Wastewater System Revenue Bonds (Public Offering)**

On September 12, 2007, the Dinuba Financing Authority issued \$3,150,000 of Revenue bonds. The proceeds of the bonds were issued by the purpose of financing wastewater system improvements within the City. The installment purchase payments are secured by a separate pledge, charge, and lien upon the net revenues of the wastewater system.

Interest rates vary between 4.0% and 5.375% and are payable semi-annually on September 1 and March 1. Principal is paid annually on September 1 through 2038. Bonds maturing after 2017 are subject to optional redemption. The bond was refunded in the current year with the issuance of the 2019 Wastewater Revenue Refunding Bond.

**2012 Wastewater Revenue Refunding Bonds (Public Offering)**

On November 7, 2012, the City issued \$8,145,000 of Series 2012 Wastewater Revenue Refunding Bonds. The bonds were issued to refund \$3,005,000 of outstanding 1998A Refunding Certificates of Participation, \$3,845,000 of outstanding 2008 Lease Revenue Bonds, fund a reserve fund, and pay the costs of issuance.

These bonds will be payable from and secured by net revenues and certain funds and accounts of the City's wastewater system.

The bonds consist of \$1,880,000 of service bonds at an interest rate of 2% and maturing between 2014 and 2020. The issue also includes \$6,265,000 of term bonds with interest rates ranging from 2.50% to 5.00% and maturing between 2022 and 2038. Interest is payable semi-annually each March 1 and September 1. Principal is due annually each September 1.

The outstanding principal balance of the bonds as of June 30, 2020 was \$6,685,000. The City advance refunded the 1998A Refunding Certificates of Participation of the 2008 Lease Revenue Bonds to reduce its total debt service over the next 25 years by \$416,788 and \$869,754, respectively. These refunding's also provided an economic gain of \$311,941 and \$561,370, respectively.

**2019 Wastewater Revenue Refunding Bonds (Private Placement)**

On November 1, 2019, the City issued \$2,360,000 of Series 2019 Wastewater Revenue Refunding Bonds. The bonds were issued to refund \$2,430,000 of outstanding 2007 DFA Wastewater System Revenue Bonds and \$110,777 of the proceeds is to pay the cost of issuance.

These bonds will be payable from and secured by net revenues and certain funds and accounts of the City's wastewater system.

The bonds have an interest rate of 2.66% and maturing between 2020 and 2038. Interest is payable semi-annually each March 1 and September 1, commencing on March 1, 2020. Principal is due annually each September 1.

**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2020**
**Note 9: Long-Term Liabilities (Continued)**

The outstanding principal balance of the bonds as of June 30, 2020 was \$2,360,000.

**Water Notes Payable (Direct Borrowing)**

The State of California Department of Water Resources granted a loan to the Water Fund of the City for construction of water facilities in the amount of \$2,700,000. Of this amount, \$1,924,399 was drawn down from the State. The note calls for semiannual payments of \$54,710 including interest at 2.955% until January 2024. The balance at June 30, 2020 is \$360,082.

The State of California Department of Water Resources granted a loan to the Water Fund of the City for construction of water facilities in the amount of \$7,462,450. Of this amount, \$6,956,217 was drawn down from the State. The note calls for semiannual payments of \$224,125 including interest at 2.60% until January 2029. The balance at June 30, 2020 is \$3,924,867.

**e. Long-Term Debt Amortization – Business-type Activities**

The annual requirements to amortize enterprise long-term debt outstanding at June 30, 2020 are as follows:

		Golf Cart Lease		
Fiscal Year Ended June 30,	Principal	Interest	Total	
2021	\$ 21,633	\$ -	\$ 21,633	
	\$ 21,633	\$ -	\$ 21,633	
		Utility Vehicle Lease		
Fiscal Year Ended June 30,	Principal	Interest	Total	
2021	\$ 8,783	\$ -	\$ 8,783	
2022	326	-	326	
	\$ 9,109	\$ -	\$ 9,109	
		RMC City Hall Copier Lease		
Fiscal Year Ended June 30,	Principal	Interest	Total	
2021	\$ 8,307	\$ -	\$ 8,307	
	\$ 8,307	\$ -	\$ 8,307	
		RMC Public Works Copier Lease		
Fiscal Year Ended June 30,	Principal	Interest	Total	
2021	\$ 7,930	\$ -	\$ 7,930	
	\$ 7,930	\$ -	\$ 7,930	



CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2020

Note 9: Long-Term Liabilities (Continued)

Fiscal Year Ended June 30,	2012 Lease Revenue Bonds		
	Principal	Interest	Total
2021	\$ 420,000	\$ 241,138	\$ 661,138
2022	430,000	231,563	661,563
2023	440,000	220,688	660,688
2024	455,000	208,363	663,363
2025	470,000	194,488	664,488
2026-2030	2,235,000	708,719	2,943,719
2031-2035	1,135,000	409,500	1,544,500
2036-2039	1,100,000	113,250	1,213,250
	<u>\$ 6,685,000</u>	<u>\$ 2,327,709</u>	<u>\$ 9,012,709</u>

Fiscal Year Ended June 30,	1998 Water Note Payable		
	Principal	Interest	Total
2021	\$ 99,405	\$ 10,015	\$ 109,420
2022	102,381	7,040	109,421
2023	105,445	3,976	109,421
2024	52,851	810	53,661
	<u>\$ 360,082</u>	<u>\$ 21,841</u>	<u>\$ 381,923</u>

Fiscal Year Ended June 30,	2005 Water Note Payable		
	Principal	Interest	Total
2021	\$ 348,454	\$ 99,796	\$ 448,250
2022	357,572	90,678	448,250
2023	366,930	81,320	448,250
2024	1,983,807	257,443	2,241,250
2025	868,104	28,396	896,500
	<u>\$ 3,924,867</u>	<u>\$ 557,633</u>	<u>\$ 4,482,500</u>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2020

Note 9: Long-Term Liabilities (Continued)

Enterprise Car Leases			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 38,793	\$ 12,476	\$ 51,269
2022	38,793	12,476	51,269
2023	38,793	12,476	51,269
2024	22,854	7,719	30,573
	<u>\$ 139,233</u>	<u>\$ 45,147</u>	<u>\$ 184,380</u>

SCADA Lease			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 20,637	\$ 2,976	\$ 23,613
2022	10,319	1,488	11,807
	<u>\$ 30,956</u>	<u>\$ 4,464</u>	<u>\$ 35,420</u>

Pipehunter Excavator			
Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 22,716	\$ 5,652	\$ 28,368
2022	23,573	4,795	28,368
2023	24,462	3,906	28,368
2024	25,385	2,983	28,368
2025	26,343	2,025	28,368
2026	27,336	1,031	28,367
	<u>\$ 149,815</u>	<u>\$ 20,392</u>	<u>\$ 170,207</u>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2020

Note 9: Long-Term Liabilities (Continued)

Fiscal Year Ended June 30,	Madvac Litter Vacuum		
	Principal	Interest	Total
2021	\$ 8,211	\$ 2,304	\$ 10,515
2022	8,647	1,868	10,515
2023	9,107	1,405	10,512
2024	9,591	924	10,515
2025	12,572	382	12,954
	<u>\$ 48,128</u>	<u>\$ 6,883</u>	<u>\$ 55,011</u>

Fiscal Year Ended June 30,	2019 Wastewater Refunding Bond		
	Principal	Interest	Total
2021	\$ 107,000	\$ 61,353	\$ 168,353
2022	106,000	58,520	164,520
2023	110,000	55,647	165,647
2024	113,000	52,681	165,681
2025	116,000	49,636	165,636
2026-2030	626,000	199,713	825,713
2031-2035	711,000	110,882	821,882
2036-2039	471,000	18,926	489,926
	<u>\$ 2,360,000</u>	<u>\$ 607,358</u>	<u>\$ 2,967,358</u>

Fiscal Year Ended June 30,	Total Business-type Activities		
	Principal	Interest	Total
2021	\$ 1,111,869	\$ 435,710	\$ 1,547,579
2022	1,077,611	408,428	1,486,039
2023	1,094,737	379,418	1,474,155
2024	2,662,488	530,923	3,193,411
2025	1,493,019	274,927	1,767,946
2026-2030	2,888,336	909,463	3,797,799
2031-2035	1,846,000	520,382	2,366,382
2036-2039	1,571,000	132,176	1,703,176
	<u>Subtotal 13,745,060</u>	<u>\$ 3,591,427</u>	<u>\$ 17,336,487</u>

Net Premium (Discount)	<u>39,359</u>
Grand Total Governmental Activities	<u>\$ 13,784,419</u>

**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2020**

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**Note 10: Pension Plan*****Plan Description***

All qualified permanent and probationary employees are eligible to participate in the City of Dinuba Miscellaneous & Safety cost-sharing multiple-employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plan are established by State statute and Local Government 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 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The rate plan provisions and benefits in effect at June 30, 2020, are summarized as follows:

	<b>Miscellaneous Cost-Sharing Rate Plans</b>	
	Tier 1*	PEPRA
	Prior to January 1, 2013	On or after January 1, 2013
Hire date	January 1, 2013	January 1, 2013
Benefit formula	2% @ 55	2% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	minimum 50 yrs	minimum 52 yrs
Monthly benefits, as a % of eligible compensation	1.426% to 2.418%	1.0% to 2.5%
Required employee contribution rates	7.000%	6.250%
Required employer normal contribution rates	9.409%	6.842%
Required employer UAL contributions	\$ 508,848	\$ 4,355

**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2020**

**Note 10: Pension Plan (Continued)**

	<b>Safety Cost-Sharing Rate Plans</b>		
	Tier 1*	PEPRA Police	PEPRA Fire
Hire date	Prior to January 1, 2013	On or after January 1, 2013	On or after January 1, 2013
Benefit formula	3% @ 55	2.7% @ 57	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	minimum 50 yrs	minimum 50 yrs	minimum 50 yrs
Monthly benefits, as a % of eligible compensation	2.4% to 3.0%	2.0% to 2.7%	2.0% to 2.7%
Required employee contribution rates	9.000%	12.000%	12.000%
Required employer contribution rates	16.704%	12.141%	12.141%
Required employer UAL contributions	\$ 738,190	\$ 1,954	\$ 1,462

**Contribution Description**

Section 20814(c) of the California Public Employees' Retirement Law (PERL) 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. The total plan contributions are determined through the CalPERS' annual actuarial valuation process. For public agency cost-sharing plans covered by either the Miscellaneous or Safety risk pools, the Plan's actuarially determined rate is based on the estimated amount necessary to pay the Plan's allocated share of the risk pool's costs of benefits earned by employees during the year, and any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the year ended June 30, 2020, the employer contributions recognized as a reduction to the net pension liability for the Plan were \$882,029 for Miscellaneous and \$1,553,598 for Safety.

**Pension Liabilities, Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions**

As of June 30, 2020, the City reported net pension liabilities for its proportionate shares of the net pension liability of the Plan as follows:

<b>Proportionate Share of Net Pension Liability/(Asset)</b>	
Miscellaneous Plan	\$ 9,108,392
Safety Plan	11,422,641
Total Plan Net Pension Liability	<u>\$ 20,531,033</u>

The City's net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2019, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018 rolled forward to June 30, 2019, using standard

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2020

**Note 10: Pension Plan (Continued)**

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 plan relative to the projected contributions of all participating employers, actuarially determined.

The City's proportionate share of the net pension liability for the City's Miscellaneous Rate Plan as of the June 30, 2018 and 2019 measurement dates were as follows:

	<u>Miscellaneous Plan</u>
Proportion - June 30, 2018	0.22200%
Proportion - June 30, 2019	<u>0.22745%</u>
Change - Increase(Decrease)	<u>0.00545%</u>

The City's proportionate share of the net pension liability for the City's Safety Rate Plan as of June 30, 2018 and 2019 measurement dates were as follows:

	<u>Safety Plan</u>
Proportion - June 30, 2018	0.18209%
Proportion - June 30, 2019	<u>0.18298%</u>
Change - Increase(Decrease)	<u>0.00089%</u>

For the year ended June 30, 2020, the City recognized a total pension expense of \$1,968,895 for the Miscellaneous Plan and \$2,812,961 for the Safety Plan.

At June 30, 2020, the City reported deferred outflows and deferred inflows of resources related to the Miscellaneous Plan as follows:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension contributions subsequent to measurement date	\$ 1,023,527	\$ -
Change of Assumptions	434,330	153,966
Difference between Expected and Actual Experiences	632,616	49,015
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	159,243
Adjustment due to differences in proportions	166,182	-
Difference in proportionate share of contributions	-	286,457
<b>Total</b>	<b><u>\$ 2,256,655</u></b>	<b><u>\$ 648,681</u></b>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2020

**Note 10: Pension Plan (Continued)**

At June 30, 2020, the City reported deferred outflows and deferred inflows of resources related to the Safety Plan as follows:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension contributions subsequent to the measurement date	\$ 1,702,909	\$ -
Change of Assumptions	468,194	91,368
Difference between Expected and Actual Experiences	745,795	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	157,138
Adjustment due to differences in proportions	103,610	12,553
Difference in proportionate share of contributions	425,283	-
<b>Total</b>	<b>\$ 3,445,791</b>	<b>\$ 261,059</b>

The \$1,023,527 for the Miscellaneous Plan and the \$1,702,909 for the Safety Plan, reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows or deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Fiscal Year Ended June 30:	<u>Deferred Outflows/(Inflows) of Resources</u>		
	Miscellaneous Plan	Safety Plan	Total
2021	\$ 644,479	\$ 1,171,539	\$ 1,816,018
2022	(134,125)	103,592	(30,533)
2023	41,915	176,118	218,033
2024	32,178	30,574	62,752
	<u>\$ 584,447</u>	<u>\$ 1,481,823</u>	<u>\$ 2,066,270</u>

**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2020**

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**Note 10: Pension Plan (Continued)*****Actuarial Methods and Assumptions Used to Determine Total Pension Liability***

For the measurement period ended June 30, 2019, the total pension liability was determined by rolling forward the June 30, 2018 total pension liability. The June 30, 2018 and the June 30, 2019 total pension liabilities were based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal in accordance with the requirements of GASB Statement No. 68
Actuarial Assumptions	
Discount Rate	7.15%
Inflation	2.50%
Salary Increases	Varies by Entry Age and Service
Mortality Rate Table (1)	Derived using CalPERS' Membership Data for all Funds
Post Retirement Benefit Increase	Contract COLA up to 2.50% until Purchasing Power Protection Allowance Floor on Purchasing Power applies

(1)The mortality table used was developed based on CalPERS-specific data. The table includes 15 years of mortality improvements using Society of Actuaries Scale 90% of scale MP 2016. For more details on this table, please refer to the December 2017 experience study report (based on CalPERS demographic data from 1997 to 2015) that can be found on the CalPERS website.

***Discount Rate***

The discount rate used to measure the total pension liability for PERF C was 7.15%. 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.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund (PERF C) cash flows. Taking into account historical returns of all the Public Employees Retirement Funds' asset classes (which includes the agent plan and two cost-sharing plans or PERF A, B, and C funds), expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach.



**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2020**

**Note 10: Pension Plan (Continued)**

Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each PERF C fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

The table below reflects 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. The target allocation shown was adopted by the Board effective on July 1, 2014.

<u>Asset Class</u>	<u>Assumed Asset Allocation</u>	<u>Real Return Years 1 - 10 (1)</u>	<u>Real Return Years 11+ (2)</u>
Global Equity	50.00%	4.80%	5.98%
Fixed Income	28.00%	1.00%	2.62%
Inflation Assets	0.00%	0.77%	1.81%
Private Equity	8.00%	6.30%	7.23%
Real Assets	13.00%	3.75%	4.93%
Liquidity	1.00%	0.00%	-0.92%

(1) An expected inflation of 2.0% used for this period.

(2) An expected inflation of 2.92% used for this period.

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

The following presents the City's proportionate share of the net pension liability for the Plan, calculated using the discount rate for the 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% point lower or 1% point higher than the current rate:

Plan	<b>Proportionate Share of Net Pension Liability/(Asset)</b>		
	Discount Rate - 1% 6.15%	Current Discount 7.15%	Discount Rate +1% 8.15%
Miscellaneous Plan	\$ 14,036,958	\$ 9,108,392	\$ 5,040,208
Safety Plan	17,120,521	11,422,641	6,751,271
Total	<u>\$ 31,157,479</u>	<u>\$ 20,531,033</u>	<u>\$ 11,791,479</u>

***Pension Plan Fiduciary Net Position***

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

**Note 11: Other Post-Employment Benefits (OPEB)****Description of the Plan**

The City sponsors and administers a single-employer health care plan (HC Plan) for its employees. The plan provides medical, dental and vision plan coverage. Medical coverage is provided through CalPERS under the Public Employees' Medical and Hospital Care Act (PEMHCA), also referred to as PERS Health. Children are eligible for coverage until age 26.

**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2020**

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**Note 11: Other Post-Employment Benefits (OPEB) (Continued)**

As the City's OPEB benefits are administered by City personnel, no separate financial statements are issued.

The City participates in the CalPERS Health Program, a community-rated program for its medical coverage.

**Employees Covered**

As of the June 30, 2019 actuarial valuation, the following current and former employees were covered by the benefit terms under the Plan:

Active	114
Inactive employees or beneficiaries currently receiving benefits	<u>30</u>
	<u><u>144</u></u>

**Contributions**

The HC 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 City is funding the benefits as a "Pay-as-you-go", meaning the City only contributes the required benefits when due. Total contributions were \$630,017, which include the City's cash contributions of \$519,684 and implied subsidy of \$110,333.

**Total OPEB Liability**

The City's Total OPEB liability was measured as of June 30, 2019 and the total OPEB liability used to calculate the total OPEB liability was determined by an actuarial valuation dated June 30, 2019, based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions	
Discount Rate	3.13% at June 30, 2019 Bond Buyer Index 3.62% at June 30, 2018 Bond Buyer Index
Inflation	2.50%
Salary Increases	3.00% per year
Mortality*	CalPERS 2017 Experience Study; Projected with MacLeod Scale 2020
Medical Trend	5.40% in 2021, fluctuating down to 4% by 2076

\* Demographic actuarial assumptions used in this valuation are based on the 2017 experience study of the CalPERS using data from 1997 to 2015, except for a different basis used to project future mortality improvements. The representative mortality rates were those published by CalPERS and adjusted to back out 15 years of Scale MP 2016 to central year 2015.

**Changes of Assumptions**

Discount rate changed from 3.62% as of June 30, 2018 to 3.13% as of June 30, 2019, based on the published change in return for the applicable municipal bond index.

**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2020**

**Note 11: Other Post-Employment Benefits (OPEB) (Continued)****Discount Rate**

The discount rate used to measure the total OPEB liability was 3.13 percent. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the actuarially determined contribution rates. The City does not participate in a trust fiduciary fund.

**Changes in the OPEB Liability**

The changes in the Total OPEB liability for the HC Plan are as follows:

	<u>Increase(Decrease)</u>
	<u>Total OPEB Liability</u>
Balance at June 30, 2019 (measurement date 06/30/2018)	\$ 25,025,681
Changes recognized over the measurement period:	
Service Cost	1,330,644
Interest	942,696
Change of assumptions	(914,613)
Difference between expected and actual experience	(1,369,150)
Benefit payments	(630,017)
Net Changes	(640,440)
Balance at June 30, 2020 (measurement date 06/30/2019)	<u>\$ 24,385,241</u>

**Sensitivity of the Total OPEB Liability to Changes in the Discount Rate**

The following presents the total 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, 2019:

	<b>1% Decrease</b>	<b>Current Discount Rate</b>	<b>1% Increase</b>
	<b>(2.13%)</b>	<b>(3.13%)</b>	<b>(4.13%)</b>
Total Net OPEB Liability	\$ 29,166,581	\$ 24,385,241	\$ 20,644,836

**Sensitivity of the total OPEB Liability to Changes in the Health Care Cost Trend Rates**

The following presents the total 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, 2019:

	<b>1% Decrease</b>	<b>Current Healthcare Cost Trend Rates</b>	<b>1% Increase</b>
Total Net OPEB Liability	\$ 20,032,650	\$ 24,385,241	\$ 30,134,854

**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2020**

**Note 11: Other Post-Employment Benefits (OPEB) (Continued)****OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB**

For the fiscal year ended June 30, 2020, the City recognized OPEB expense of \$1,758,649. As of fiscal year ended June 30, 2020, the City reported deferred outflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
OPEB Contributions subsequent to the measurement date	\$ 516,507	\$ -
Changes of assumptions	340,644	1,033,237
Differences between expected and actual experiences	-	3,623,446
	<u>\$ 857,151</u>	<u>\$ 4,656,683</u>

The \$516,507 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2019 measurement date will be recognized as a reduction of the Total OPEB Liability during the fiscal year ending June 30, 2021. Other amounts reported as deferred outflows or deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

<u>Fiscal Year ended June 30:</u>	<u>Deferred Outflows/(Inflows) of Resources</u>
2021	\$ (514,691)
2022	(514,691)
2023	(514,691)
2024	(514,691)
2025	(514,691)
Thereafter	(1,742,584)
	<u>\$ (4,316,039)</u>

**Note 12: Deferred Compensation**

The City has established a Deferred Compensation Plan and Trust as provided in Section 457 of the Internal Revenue Code of 1986, as amended. The City, acting as trustee of this plan, has agreed to perform its services as trustee in accordance with, and, as necessary, limited to comply with, applicable law. All amounts of compensation deferred pursuant to the plan, all property and rights purchased with such amounts, and all income attributable to such amounts, property or rights shall be held in trust for the exclusive benefit of participants and beneficiaries under the plan.

**Note 13: Risk Management/Joint Venture**

The City's risk management activities are recorded in the internal service fund. The purpose of the fund is to administer the employee life, health, property and liability, and workers' compensation insurance programs of the City.

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.

**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2020**

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**Note 13: Risk Management/Joint Venture (Continued)**

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 workers' compensation losses under \$50,000. The CSJVRMA purchases excess reinsurance from \$1,000,000 to \$29,000,000. The CSJVRMA participates in an excess pool which provides Workers' Compensation coverage from \$500,000 to \$1,500,000 and purchases excess reinsurance above \$5,000,000 to the statutory limit.

The CSJVRMA is a consortium of fifty-five (55) 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 three 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. The financial statements of CSJVRMA can be obtained at 1831 K Street, Sacramento, California 95814.

The financial position and results of operations for the CSJVRMA as of June 30, 2020 are presented below:

Total Assets	<u>\$ 140,373,479</u>
Total Liabilities	\$ 120,609,137
Total Net Position	<u>19,764,342</u>
Total Liabilities and Net Position	<u>\$ 140,373,479</u>
Revenues for Fiscal Year	\$ 58,244,856
Expenses for Fiscal Year	<u>57,261,330</u>
Change in Position	<u>\$ 983,526</u>

At the termination of the joint powers agreement and after all claims have been settled, any excess or deficit will be divided among the cities in accordance with its governing documents.

The City is self-insured for health insurance for its employees. Each department and division is charged an actuarially determined amount for health insurance expenses based on its employees. All claims are administered by an independent insurance processor; the City is responsible for reimbursing the company for all claims up to \$50,000 per covered individual, with any expenses greater than that being covered by the insurance provider.

The claims liability of \$50,000 for health insurance at June 30, 2020 is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The claims liability was estimated from the average amount of claims paid per lag reports provided by the administrator. Settlements have not exceeded coverages for each of the past three fiscal years.

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2020

**Note 13: Risk Management/Joint Venture (Continued)**

Changes in health claim liabilities at June 30, 2020 and 2019, were as follows:

	2020	2019
Liability - beginning of fiscal year	\$ 50,000	\$ 50,000
Current year claims and changes in estimates	2,755,157	2,866,811
Claim payments	<u>(2,755,157)</u>	<u>(2,866,811)</u>
Liability - end of fiscal year	<u>\$ 50,000</u>	<u>\$ 50,000</u>

**Note 14: Commitments**

The City is committed to pay the local Chamber of Commerce 60% of the annual business license fees collected. For the fiscal year ended June 30, 2020 this amount is approximately \$155,872. The budgeted amount for fiscal year June 30, 2021 is \$155,872.

**Note 15: Contingent Liabilities**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal 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 government expects such amounts, if any, to be immaterial.

The City is subject to various lawsuits and claims involving public liability and other actions incidental to the ordinary course of City operations. In the aggregate, those claims seek monetary damages in significant amounts. To the extent the outcome of such litigation may be determined to result in financial loss to the City, in the opinion of City management, any potential liability for these actions is adequately provided for in the basic financial statements. The timing of potential payment of such losses cannot presently be determined.

**Note 16: Prior Period Adjustments**

	General Fund	HUD Grants Fund	Golf Course Fund
Restatements	\$ (914,494)	\$ 535,129	\$ (727,634)

Beginning fund balance or net position was restated due to the following:

Beginning fund balance of the General Fund was restated by \$914,494 due prior year revenue that should have been abated through one of the City's tax abatement agreements. This resulted in an increase in sales tax payable to a third-party vendor.

Beginning fund balance of the HUD Grants Fund was restated by \$535,129 due to an overstatement of unavailable revenue recorded in the prior fiscal year.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2020

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**Note 16: Prior Period Adjustments (Continued)**

Beginning net position of the Golf Course Fund was restated by \$499,297 to remove land related to a sale of property that occurred in fiscal year 2015-16. Beginning net position of the Golf Course Fund was also restated by \$228,337 due to the duplicate recording of an interfund loan related to an advancement for the construction of the event center on the golf course grounds. Noted an advance to/from had already been established between the Golf Course Fund and the City's General Debt Service Fund.

**Note 17: Successor Agency Trust for Assets of the Former Redevelopment Agency (SADRA)**

On December 29, 2011, the California Supreme Court upheld AB X1 26 that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the City that previously had reported a redevelopment agency within the reporting entity of the City as a blended component unit.

AB X1 26 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. The City Council elected to become the Successor Agency for the former redevelopment agency in accordance with AB X1 26.

After enactment of the law, which occurred 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.

AB X1 26 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 AB X1 26.

In accordance with the timeline set forth in the Bill (as modified by the California Supreme Court on December 29, 2011) all redevelopment agencies in the State of California were dissolved and ceased to operate as a legal entity as of February 1, 2012. Prior to that date, the final seven months of the activity of the redevelopment agency continued to be reported in the Low-Moderate Income Housing, Tax Allocation and Redevelopment Agency governmental funds of 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 DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2020

**Note 17: Successor Agency Trust for Assets of the Former Redevelopment Agency (SADRA)  
 (Continued)**

**a. Capital Assets Held by SADRA**

	Balance July 1, 2019	Additions	Deletions	Balance June 30, 2020
Capital assets, not depreciated:				
Land	\$ 2,730,606	\$ -	\$ -	\$ 2,730,606
Total capital assets, not depreciated	<u>2,730,606</u>	<u>-</u>	<u>-</u>	<u>2,730,606</u>
Capital assets, depreciated:				
Buildings and structures	167,848	-	-	167,848
Total capital assets, depreciated	<u>167,848</u>	<u>-</u>	<u>-</u>	<u>167,848</u>
Less accumulated depreciation for:				
Buildings and structures	(111,744)	(5,559)	-	(117,303)
Total accumulated depreciation	<u>(111,744)</u>	<u>(5,559)</u>	<u>-</u>	<u>(117,303)</u>
Total capital assets, depreciated, net	56,104	(5,559)	-	50,545
Total capital assets, net	<u>\$ 2,786,710</u>	<u>\$ (5,559)</u>	<u>\$ -</u>	<u>\$ 2,781,151</u>

Depreciation expense for the fiscal year ended June 30, 2020 was \$5,559.

**b. Summary of SADRA's Long-Term Debt**

	Balance July 1, 2019	Deletions	Balance June 30, 2020	Current Portion
Public Offerings:				
Tax allocation bonds	\$ 45,505,000	\$ 1,475,000	\$ 44,030,000	\$ 1,520,000
Original issue premium	1,335,389	84,878	1,250,511	N/A
Original issue discount	(35,549)	(1,744)	(33,805)	N/A
Total long-term liabilities, net	<u>\$ 46,804,840</u>	<u>\$ 1,558,134</u>	<u>\$ 45,246,706</u>	<u>\$ 1,520,000</u>

**2012 Subordinate Tax Allocation Refunding Bonds.** On December 6, 2012, SADRA issued \$1,700,000 Subordinate Tax Allocation Refunding Bonds bearing interest of 2.0% to 4.25% payable semi-annually on March 1 and September 1 commencing March 1, 2014. The bonds mature annually at various amounts through September 2039. The bonds are payable from and secured by incremental tax revenues. Bonds outstanding as of June 30, 2020 were \$1,380,000.

The Bonds were issued to refinance the Agency's previously issued \$1,370,000, 2009 Tax Allocation Notes. As a result, the 2009 Tax Allocation Notes are considered to be defeased and the liability for those bonds have been removed from the long-term liabilities.

The aggregate debt service payments of the new debt is \$1,406,600 more than the old debt.

After using funds remaining from the 2001 and 2003 issues, recognizing an original issue premium, paying costs of issuance, and paying an escrow agent for the refunding, the SADRA recognized a deferred loss on refunding in the amount of \$495,141.



NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2020

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**Note 17: Successor Agency Trust for Assets of the Former Redevelopment Agency (SADRA)  
(Continued)**

**2014 Tax Allocation Refunding Bonds.** On May 14, 2014, the Successor Agency to the Dinuba Redevelopment Agency issued \$14,650,000 Tax Allocation Refunding Bonds bearing interest of 3% payable semi-annually on March 1 and September 1 commencing September 1, 2014. The bonds mature annually at various amounts through September 1, 2033. The bonds are payable from and secured by incremental tax revenues. Bonds outstanding as of June 30, 2020 were \$11,735,000.

The Bonds are being issued to refinance the outstanding amount (\$9,630,000) of the Agency's previously issued 2001 Tax Allocation Bonds and outstanding amount (\$6,465,000) of the Agency's 2003 Tax Allocation Bonds. As a result, the 2001 and 2003 Tax Allocation Bonds are considered to be defeased and the liability for those bonds have been removed from the long-term liabilities of the Private Purpose Trust Fund.

**2015 Tax Allocation Refunding Bonds.** On October 1, 2015, the Successor Agency to the Dinuba Redevelopment Agency issued \$15,055,000 Tax Allocation Refunding Bonds bearing interest of 3% payable semi-annually on March 1 and September 1 commencing March 1, 2017. The bonds mature annually at various amounts through September 1, 2036. The bonds are payable from and secured by incremental tax revenues. Bonds outstanding as of June 30, 2020 were \$13,060,000.

The Bonds were issued to refinance the outstanding amount (\$4,440,000) of the Agency's previously issued 2005 Tax Allocation Refunding Bonds and outstanding amount (\$11,375,000) of the Agency's 2006 Tax Allocation Refunding Bonds. As a result, the 2005 Tax Allocation Refunding Bonds are considered to be defeased and the liability for the bonds have been removed from the long-term liabilities of the Private Purpose Trust Fund.

As a result of this refunding, the SADRA recognized a deferred loss on refunding in the amount of \$828,923.

**2017 Tax Allocation Refunding Bonds.** On February 22, 2017, the Successor Agency to the Dinuba Redevelopment Agency issued \$18,875,000 Tax Allocation Refunding Bonds bearing interest of 2%-4% payable semi-annually on March 1 and September 1 commencing September 1, 2017. The bonds mature annually at various amounts through September 1, 2041. The bonds are payable from and secured by incremental tax revenues. Bonds outstanding as of June 30, 2020 were \$17,855,000.

The Bonds were issued to refinance the outstanding amount (\$3,000,000) of the Agency's previously issued 2006 Tax Allocation Refunding Bonds, outstanding amount (\$10,365,000) of the Agency's previously issued 2011A Tax Allocation Refunding Bonds and outstanding amount (\$4,325,000) of the Agency's 2011B Tax Allocation Refunding Bonds. As a result, the 2006, 2011A, and 2011B Tax Allocation Refunding Bonds are considered to be defeased and the liability for the bonds have been removed from the long-term liabilities of the Private Purpose Trust Fund.

As a result of this refunding, the SADRA recognized a deferred loss on refunding in the amount of \$2,820,201.

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2020

**Note 17: Successor Agency Trust for Assets of the Former Redevelopment Agency (SADRA)  
 (Continued)**

The annual requirements to amortize long-term debt outstanding at June 30, 2020 are as follows:

Fiscal Year Ended June 30,	Principal	Interest	Total
2021	\$ 1,520,000	\$ 1,815,938	\$ 3,335,938
2022	1,505,000	1,756,182	3,261,182
2023	1,570,000	1,691,082	3,261,082
2024	1,625,000	1,619,619	3,244,619
2025	1,710,000	1,541,175	3,251,175
2026-2030	9,725,000	6,510,972	16,235,972
2031-2035	12,120,000	4,145,844	16,265,844
2036-2040	11,765,000	1,569,919	13,334,919
2041-2042	2,490,000	83,800	2,573,800
Subtotal	<u>44,030,000</u>	<u>\$ 20,734,531</u>	<u>\$ 64,764,531</u>
Net Premium (Discount)	<u>1,216,706</u>		
Grand Total SADRA	<u>\$ 45,246,706</u>		

**Note 18: Special Item**

In previous years, the City loaned funds to the Successor Agency to the Redevelopment Agency (SADRA) in the amount of \$12,759,298. The City has continuously sought to collect payment on these advances through the yearly ROPS filings. However, the City has been unsuccessful in the collection of these advances from the Department of Finance for several years. The City has made the decision to discontinue efforts to collect these loans and has written off the full balance during fiscal year 2019-20.

**Note 19: Subsequent Events**

On March 27, 2020, in response to the economic fallout of the Coronavirus pandemic in the United States, Congress passed the Coronavirus Aid, Relief, and Economic Security Act, also known as the CARES Act, which provided \$2.2 trillion in economic stimulus funding through a variety of channels. The State of California received a \$500 million allocation to provide cities which did not receive a direct federal allocation through the CARES Act. The City entered into an agreement with the State of California in July 2020 to receive their allocation of the CARES Act funding. The funding is to be received in 3 monthly installments of \$53,492 and a final installment of \$160,475, with the first installment received by the City in July 2020. The total amount of CARES Act funding to be received by the City is \$320,951. This funding was for the reimbursement of costs incurred by the City since the start of the pandemic.

# Required Supplementary

# Information



Tulare Street Dinuba

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CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 11,404,700	\$ 11,691,817	\$ 15,094,810	\$ 3,402,993
Assessments	1,168,798	1,168,798	1,168,344	(454)
Intergovernmental	1,968,000	2,092,930	2,154,540	61,610
Charges for services	849,597	1,584,534	1,472,650	(111,884)
Use of money and property	30,000	103,654	223,501	119,847
Fines and forfeitures	58,475	80,123	86,579	6,456
Miscellaneous	-	43,930	56,983	13,053
<b>Total Revenues</b>	<b>15,479,570</b>	<b>16,765,786</b>	<b>20,257,407</b>	<b>3,491,621</b>
<b>Expenditures:</b>				
General government				
City Council	151,414	141,414	132,951	8,463
City Manager	117,300	157,655	197,225	(39,570)
City Attorney	297,788	297,788	286,911	10,877
Human Resources	243,871	243,871	170,531	73,340
General Services	1,783,482	1,754,486	1,206,633	547,853
Finance Administration	707,385	707,385	695,431	11,954
Public safety				
Police Services	6,249,993	6,277,059	6,212,276	64,783
Fire Control	2,698,158	2,698,158	2,669,916	28,242
Community development				
Engineering	294,815	465,964	566,047	(100,083)
Planning	105,915	353,341	436,450	(83,109)
Code Enforcement	107,540	107,540	90,883	16,657
Building	277,600	302,600	315,052	(12,452)
Housing	34,603	34,603	30,869	3,734
Parks and recreation				
Community Services	583,253	579,004	556,343	22,661
Parks	555,993	547,963	556,906	(8,943)
Special Events	39,663	11,939	8,121	3,818
Youth Events	249,192	249,192	220,547	28,645
Sportplex	115,716	115,716	120,348	(4,632)
Sports	200,487	200,487	133,533	66,954
Senior Citizens	220,822	220,822	243,181	(22,359)
Capital outlay	4,275	88,843	160,001	(71,158)
Debt service:				
Principal retirement	14,340	22,370	56,243	(33,873)
Interest and fiscal charges	4,430	4,430	2,641	1,789
<b>Total Expenditures</b>	<b>15,058,035</b>	<b>15,582,630</b>	<b>15,069,039</b>	<b>513,591</b>
<b>Excess of Revenues Over Expenditures</b>	<b>421,535</b>	<b>1,183,156</b>	<b>5,188,368</b>	<b>4,005,212</b>
<b>Other Financing Sources (Uses):</b>				
Transfers in	79,883	79,883	72,353	(7,530)
Capital leases	-	-	30,195	30,195
Proceeds from sale of capital asset	-	363,955	373,064	9,109
Special item	-	-	(2,689,955)	(2,689,955)
Transfers out	(761,587)	(1,082,583)	(860,256)	222,327
<b>Total Other Financing Sources (Uses)</b>	<b>(681,704)</b>	<b>(638,745)</b>	<b>(3,074,599)</b>	<b>(2,435,854)</b>
<b>Net Change in Fund Balance</b>	<b>(260,169)</b>	<b>544,411</b>	<b>2,113,769</b>	<b>1,569,358</b>
Fund Balance, Beginning of Fiscal Year, as restated	6,712,726	6,712,726	6,712,726	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 6,452,557</b>	<b>\$ 7,257,137</b>	<b>\$ 8,826,495</b>	<b>\$ 1,569,358</b>

## CITY OF DINUBA

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
HUD GRANTS  
YEAR ENDED JUNE 30, 2020**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ 233,065	\$ 233,065	\$ -
Use of money and property	12,101	255,900	261,508	5,608
Miscellaneous	-	-	65,077	65,077
<b>Total Revenues</b>	<b>12,101</b>	<b>488,965</b>	<b>559,650</b>	<b>70,685</b>
<b>Expenditures:</b>				
Community development	779	93,149	226,086	(132,937)
Capital outlay	-	-	3,720	(3,720)
<b>Total Expenditures</b>	<b>779</b>	<b>93,149</b>	<b>229,806</b>	<b>(136,657)</b>
<b>Excess of Revenues Over Expenditures</b>	<b>11,322</b>	<b>395,816</b>	<b>329,844</b>	<b>(65,972)</b>
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	911,471	193,451	(718,020)
Transfers out	(7,883)	(75,902)	(12,353)	63,549
<b>Total Other Financing Sources (Uses)</b>	<b>(7,883)</b>	<b>835,569</b>	<b>181,098</b>	<b>(654,471)</b>
<b>Net Change in Fund Balance</b>	<b>3,439</b>	<b>1,231,385</b>	<b>510,942</b>	<b>(720,443)</b>
Fund Balances, Beginning of Fiscal Year, as Restated	24,059,402	24,059,402	24,059,402	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 24,062,841</b>	<b>\$ 25,290,787</b>	<b>\$ 24,570,344</b>	<b>\$ (720,443)</b>

CITY OF DINUBA

**COST SHARING MULTIPLE-EMPLOYER PLAN  
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
AS OF JUNE 30, 2020**

<i>Measurement Date</i>	2015	2016	2017	2018	2019	2020
	6/30/2014	6/30/2015	6/30/2016	6/30/2017	6/30/2018	6/30/2019
<b>Miscellaneous Rate Plan</b>						
Rate Plan's Proportion of the Net Pension Liability	0.09025%	0.08449%	0.08530%	0.08633%	0.08682%	0.08889%
Rate Plan's Proportionate Share of the Net Pension Liability	\$ 5,615,605	\$ 5,799,429	\$ 7,380,757	\$ 8,561,182	\$ 8,366,578	\$ 9,108,392
Rate Plan's Covered Payroll	\$ 4,337,752	\$ 4,535,654	\$ 4,950,525	\$ 4,855,630	\$ 4,623,761	\$ 4,190,146
Rate Plan's Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	129.46%	127.86%	149.09%	176.31%	180.95%	217.38%
<b>Safety Rate Plan</b>						
Rate Plan's Proportion of the Net Pension Liability	0.12534%	0.11578%	0.10988%	0.10815%	0.02695%	0.11147%
Rate Plan's Proportionate Share of the Net Pension Liability	\$ 7,798,956	\$ 7,946,896	\$ 9,507,786	\$ 10,725,363	\$ 10,683,936	\$ 11,422,641
Rate Plan's Covered Payroll	\$ 4,361,016	\$ 4,579,907	\$ 4,837,830	\$ 4,868,573	\$ 5,340,189	\$ 5,275,144
Rate Plan's Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	178.83%	173.52%	196.53%	220.30%	200.07%	216.54%
<b>Total Plan</b>						
Plan Proportion of the Net Pension Liability	0.21558%	0.20027%	0.19517%	0.19447%	0.11378%	0.20036%
Plan Proportionate Share of the Net Pension Liability	\$ 13,414,561	\$ 13,746,325	\$ 16,888,543	\$ 19,286,545	\$ 19,050,514	\$ 20,531,033
Plan Covered Payroll	\$ 8,698,768	\$ 9,115,561	\$ 9,788,355	\$ 9,724,203	\$ 9,963,950	\$ 9,465,290
Plan Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	154.21%	150.80%	172.54%	198.34%	191.19%	216.91%
<b>The Pension Plan's (PERF-C) Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	79.82%	78.40%	74.06%	73.31%	75.26%	75.26%

**Notes to Schedule:**

Benefit Changes: There were no changes to benefit terms. However, the figures above do not include any liability impact that may have resulted from plan changes which occurred after June 30, 2016. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes).

Changes of Assumptions: In 2019, there were no changes. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions December 2017. There were no changes in the discount rate in 2018. In 2017, the accounting discount rate reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense.) In 2014, amount reported were based on the 7.5 percent discount rate.

(1) Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only six years are shown.

CITY OF DINUBA

**COST SHARING MULTIPLE-EMPLOYER PLAN  
SCHEDULE OF PLAN CONTRIBUTIONS  
AS OF JUNE 30, 2020**

	2015	2016	2017	2018	2019	2020
<b>Miscellaneous Rate Plan</b>						
Actuarially Determined Contribution	\$ 558,710	\$ 588,950	\$ 699,287	\$ 801,836	\$ 882,029	\$ 1,023,527
Contribution in Relation to the Actuarially Determined Contribution	(558,710)	(588,950)	(699,287)	(801,836)	(882,029)	(1,023,527)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 4,535,654	\$ 4,950,525	\$ 4,855,630	\$ 4,623,761	\$ 4,190,146	\$ 4,115,214
Contributions as a Percentage of Covered Payroll	12.32%	11.90%	14.40%	17.34%	21.05%	24.87%
<b>Safety Rate Plan</b>						
Actuarially Determined Contribution	\$ 1,170,656	\$ 1,201,260	\$ 1,211,650	\$ 1,487,592	\$ 1,553,598	\$ 1,702,909
Contribution in Relation to the Actuarially Determined Contribution	(1,170,656)	(1,201,260)	(1,211,650)	(1,487,592)	(1,553,598)	(1,702,909)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 4,579,907	\$ 4,837,830	\$ 4,868,573	\$ 5,340,189	\$ 5,275,144	\$ 5,276,932
Contributions as a Percentage of Covered Payroll	25.56%	24.83%	24.89%	27.86%	29.45%	32.27%
<b>Total Plan</b>						
Actuarially Determined Contribution	\$ 1,729,366	\$ 1,790,210	\$ 1,910,937	\$ 2,289,428	\$ 2,435,627	\$ 2,726,436
Contribution in Relation to the Actuarially Determined Contribution	(1,729,366)	(1,790,210)	(1,910,937)	(2,289,428)	(2,435,627)	(2,726,436)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 9,115,561	\$ 9,788,355	\$ 9,724,203	\$ 9,963,950	\$ 9,465,290	\$ 9,392,146
Contributions as a Percentage of Covered Payroll	18.97%	18.29%	19.65%	22.98%	25.73%	29.03%

(1) Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only six years are shown.

**Note to Schedule:**

Valuation Date: June 30, 2017

Methods and assumptions used to determine contribution rates:  
Actuarial Cost Method  
Amortization method

Entry Age Normal Cost Method

Level percentage of pay, a summary of the current policy is provided in the table below:

Driver	Source				
	(Gain)/Loss		Assumption/ Method Change	Benefit Change	Golden Handshake
	Investment	Non-investment			
Amortization Period	30 years	30 Years	20 Years	20 Years	5 Years
Escalation Rate					
- Active Plans	2.875%	2.875%	2.875%	2.875%	2.875%
- Inactive Plans	0%	0%	0%	0%	0%
Ramp Up	5	5	5	0	0
Ramp Down	5	5	5	0	0

Asset valuation method  
Inflation  
Payroll Growth  
Projected Salary Increases  
Investment Rate of Return  
Retirement Age

Direct rate smoothing  
2.63%  
2.88%  
Varies by Entry Age and Service  
7.00% (net of pension plan investment and administrative expenses, includes inflation)  
All other actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the period from 1997 to 2015, including updates to salary increase, mortality and retirement rates. The Experience Study report may be accessed on the CalPERS website at [www.calpers.ca.gov](http://www.calpers.ca.gov) under Forms and Publications.

Mortality

The mortality table used was developed based on CalPERS' specific data. The table includes 15 years of mortality improvements using 90 percent of Society of Actuaries' Scale 2016. For more details on this table, please refer to the 2017 experience study report.



CITY OF DINUBA

**SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS  
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)**

	<u>2018</u>	<u>2019</u>	<u>2020</u>
<b>Total OPEB Liability</b>			
Service cost	\$ 1,508,388	\$ 1,308,469	\$ 1,330,644
Interest on the total OPEB liability	759,508	879,229	942,696
Differences between expected and actual experiences	(3,331,140)	-	(1,369,150)
Changes in assumptions	475,464	(255,242)	(914,613)
Benefit payments	(459,273)	(591,507)	(630,017)
<b>Net Change in Total OPEB Liability</b>	<b>(1,047,053)</b>	<b>1,340,949</b>	<b>(640,440)</b>
<b>Total OPEB liability - beginning</b>	<b>24,731,785</b>	<b>23,684,732</b>	<b>25,025,681</b>
<b>Total OPEB liability - ending (a)</b>	<b>\$ 23,684,732</b>	<b>\$ 25,025,681</b>	<b>\$ 24,385,241</b>
<b>Covered-employee payroll</b>	\$ 7,746,382	\$ 7,359,008	\$ 6,955,744
<b>Net OPEB liability as a percentage of covered-employee payroll</b>	305.75%	340.07%	350.58%

(1) Historical information is required only for the measurement periods for which GASB 75 is applicable. Fiscal Year 2018 was the first year of implementation. Future years' information will be displayed up to 10 years as information becomes available.

(2) Total employer contributions consist of \$383,380 explicit contributions and \$133,127 implicit contributions.



1907 Dinuba First Christian Church

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2020

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**Note 1: Budgets and Budgetary Data**

- a. The annual budget adopted by the City Council provides for the general operation of the City. It includes proposed expenditures and the means of financing them.
- b. The City Council approves total budgeted appropriations and any amendments to appropriations throughout the fiscal year. All amendments made during the fiscal year are included in the budgetary amounts reported herein. The “appropriated budget” covers all City expenditures, with the exception of debt service on bond issues and capital improvement projects carried forward from prior fiscal years, which expenditures constitute legally authorized “non-appropriated budget”. Actual expenditures may not exceed budgeted appropriations at the fund level, which is the legal level of control.

The City Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council.

- c. Formal budgetary integration is employed as a management control device during the fiscal year. Commitments for materials and services, such as purchase orders and contracts, are recorded as encumbrances to assist in controlling expenditures. Appropriations which are encumbered lapse at fiscal year-end, and then are added to the following fiscal year’s budgeted appropriations.
- d. Budgets for the General, Special Revenue, and Debt Service Funds are adopted on a basis substantially consistent with accounting principles generally accepted in the United States of America (USGAAP). Accordingly, actual revenues and expenditures can be compared with related budgeted amounts without any significant reconciling items.

The Housing Authority Fund does not have legally adopted budgets for the fiscal year ended June 30, 2020.

Budget comparisons are not presented for the Proprietary Funds, as the City is not legally required to adopt a budget for these type funds.

- e. Capital projects are budgeted through the Capital Projects Funds. Appropriations for capital projects authorized but not constructed or completed during the fiscal year are carried forward as continuing appropriations into the following fiscal year’s budget.
- f. Under Article XIII-B of the California constitution (the Gann Spending Limitation Initiative), the City is restricted as to the amount of annual appropriations from the proceeds of taxes, and if proceeds of taxes exceed allowed appropriations, the excess must either be refunded to the State Controller or returned to the taxpayers through revised tax rates or revised fee schedules, or an excess in one year may be offset by a deficit in the following year. For the fiscal year ended June 30, 2020, based on calculations by City staff, proceeds of taxes did not exceed appropriations. Further, Section 5 of Article XIII-B allows the City to designate a portion of fund balance for general contingencies, to be used for any purpose.

CITY OF DINUBA

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2020

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**Note 2: Excess Expenditures over Appropriations**

The following are major funds in which certain expenditures exceeded appropriations for the fiscal year ended June 30, 2020:

<u>Fund/Function</u>	<u>Final Appropriation</u>	<u>Expenditures</u>	<u>Excess</u>
Major Funds:			
General Fund			
Community Development	\$ 1,264,048	\$ 1,439,301	\$ (175,253)
HUD Grants Fund			
Community Development	93,149	226,086	(132,937)
Capital Outlay	-	3,720	(3,720)

# Other Supplemental Information



Dinuba School

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**CITY OF DINUBA**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SPECIAL REVENUE FUNDS**

Special revenue funds are used to account for specific revenue (other than those for major capital projects) that are restricted legally to expenditures for particular purposes.

**PUBLIC SAFETY SALES TAX FUND** - This fund accounts for 3/4% add-on sales tax approved by voters in November 2005 for enhanced public safety services.

**GAS TAX FUND** - This fund accounts for street projects paid for out of the City's share of the gas tax monies received from the state.

**PARKS RESERVE FUND** – Monies received from developers for the purpose of acquiring additional parklands are accounted for in this fund.

**TRANSPORTATION FUND** – This fund accounts for monies received under the Transportation Development Act for street and road projects, and for planning purposes.

**SYSTEM DEVELOPMENT CHARGES FUND** – This fund accounts for developer deposits for expanding existing water, sewer, and/or transportation systems, and to provide new systems necessary in new real

**COMMUNITY ENHANCEMENT GRANTS FUND** – This fund accounts for various State and Federal grants awards to the City.

**ASSESSMENT DISTRICTS FUND** – This fund accounts for the lighting and maintenance district costs of various medians and landscape areas in the City. Funding is provided by assessments charged to property owners within the district.

**FIRE IMPACT FEES FUND** – This fund accounts for fees collected from developers and saved for future capital outlays for fire equipment.

**ROAD REPAIR AND ACCOUNTABILITY ACT OF 2017 FUND** – This fund accounts for fees collected from developers and saved for future capital outlays for fire equipment.

**CITY OF DINUBA**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**CAPITAL PROJECTS FUNDS**

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

**GENERAL CONSTRUCTION FUND** – This fund accounts for other major construction projects.

**DRAINAGE DISTRICTS FUND** – This fund accounts for all the capital projects which have been, or will be, established in the City's drainage districts.

**VOCATIONAL CENTER FUND** – This fund accounts for the expenditures associated with the operation of the Vocational Center.

**MTBE FUND** – This fund accounts for the revenue received as part of the MTBE Settlement Litigation. Revenue is received in this fund and allocated-out to the appropriate funds and capital projects that have expenditures associated with MTBE.

**DEBT SERVICE FUNDS**

Debt service funds are used to account for the accumulation of resources for, and the retirement of, long-term debt principal and interest.

**FINANCING AUTHORITY DEBT SERVICE FUND** – This fund accounts for the accumulation of resources for, and the retirement of, the Authority's long-term debt issue for capital investments.

**GENERAL DEBT SERVICE FUND** – This fund was set up to account for servicing general long-term debt incurred in Governmental Funds through equipment lease-purchases and/or loans, along with its commitment to fund the long-term portion of employee vacation, sick leave, and compensatory time benefits.





1907 corner of El Monte Way and J Street

The two story house on the left is still on the NW corner of El Monte Way and Villa Ave (Next to Dinuba City Hall)

CITY OF DINUBA

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2020

Special Revenue Funds

	Public Safety Sales Tax	Gas Tax	Parks Reserve	Transportation
<b>Assets:</b>				
Pooled cash and investments	\$ 389,412	\$ 335,683	\$ 487,794	\$ 414,132
Receivables:				
Notes and loans	-	-	117,274	-
Accrued interest	1,781	1,214	1,416	1,096
Prepaid costs	-	1,372	-	801
Due from other governments	470,439	344,030	-	202,727
Advances to other funds	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
<b>Total Assets</b>	<b>\$ 861,632</b>	<b>\$ 682,299</b>	<b>\$ 606,484</b>	<b>\$ 618,756</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 4,595	\$ 28,465	\$ 6,529	\$ 10,688
Accrued liabilities	71,765	9,148	-	4,184
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
Advances from other funds	-	-	116,904	-
<b>Total Liabilities</b>	<b>76,360</b>	<b>37,613</b>	<b>123,433</b>	<b>14,872</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	-	-	27,618	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>27,618</b>	<b>-</b>
<b>Fund Balances:</b>				
<b>Nonspendable:</b>				
Prepaid costs	-	1,372	-	801
<b>Restricted for:</b>				
Public safety	785,272	-	-	-
Parks and recreation	-	-	455,433	-
Public works	-	643,314	-	603,083
Debt service	-	-	-	-
<b>Unassigned</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Fund Balances</b>	<b>785,272</b>	<b>644,686</b>	<b>455,433</b>	<b>603,884</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 861,632</b>	<b>\$ 682,299</b>	<b>\$ 606,484</b>	<b>\$ 618,756</b>

CITY OF DINUBA

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2020

(CONTINUED)

	<u>Special Revenue Funds</u>			
	<u>System Development Charges</u>	<u>Community Enhancement Grants</u>	<u>Assessment Districts</u>	<u>Fire Impact Fees</u>
<b>Assets:</b>				
Pooled cash and investments	\$ 4,327,211	\$ 86,662	\$ 11,242	\$ -
Receivables:				
Notes and loans	1,164,264	-	-	-
Accrued interest	12,402	278	-	-
Prepaid costs	-	-	-	-
Due from other governments	-	3,045	2,715	-
Advances to other funds	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
<b>Total Assets</b>	<b><u>\$ 5,503,877</u></b>	<b><u>\$ 89,985</u></b>	<b><u>\$ 13,957</u></b>	<b><u>\$ -</u></b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 96,063	\$ -	\$ 35,713	\$ -
Accrued liabilities	-	3,053	2,543	-
Deposits payable	-	-	-	-
Due to other funds	-	-	56,384	-
Advances from other funds	-	-	-	-
<b>Total Liabilities</b>	<b><u>96,063</u></b>	<b><u>3,053</u></b>	<b><u>94,640</u></b>	<b><u>-</u></b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	357,357	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b><u>357,357</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>Fund Balances:</b>				
<b>Nonspendable:</b>				
Prepaid costs	-	-	-	-
<b>Restricted for:</b>				
Public safety	731,899	86,932	-	-
Parks and recreation	-	-	-	-
Public works	4,318,558	-	-	-
Debt service	-	-	-	-
<b>Unassigned</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>(80,683)</u></b>	<b><u>-</u></b>
<b>Total Fund Balances</b>	<b><u>5,050,457</u></b>	<b><u>86,932</u></b>	<b><u>(80,683)</u></b>	<b><u>-</u></b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b><u>\$ 5,503,877</u></b>	<b><u>\$ 89,985</u></b>	<b><u>\$ 13,957</u></b>	<b><u>\$ -</u></b>

CITY OF DINUBA

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2020

	Special	Capital Projects Funds		
	Revenue Funds Road Repair and Accountability Act of 2017 FUND (SB 1)	General Construction	Drainage Districts	Vocational Center
<b>Assets:</b>				
Pooled cash and investments	\$ 475,821	\$ 74,986	\$ -	\$ 661,109
Receivables:				
Notes and loans	-	-	-	-
Accrued interest	1,063	-	-	1,794
Prepaid costs	-	-	-	547
Due from other governments	31,585	229,566	-	-
Advances to other funds	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
<b>Total Assets</b>	<b>\$ 508,469</b>	<b>\$ 304,552</b>	<b>\$ -</b>	<b>\$ 663,450</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 4,999	\$ 78,663	\$ -	\$ 856
Accrued liabilities	-	-	-	-
Deposits payable	-	-	-	600,000
Due to other funds	-	226,058	-	-
Advances from other funds	-	-	-	-
<b>Total Liabilities</b>	<b>4,999</b>	<b>304,721</b>	<b>-</b>	<b>600,856</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
<b>Nonspendable:</b>				
Prepaid costs	-	-	-	547
<b>Restricted for:</b>				
Public safety	-	-	-	-
Parks and recreation	-	-	-	-
Public works	503,470	-	-	-
Debt service	-	-	-	-
<b>Unassigned</b>	<b>-</b>	<b>(169)</b>	<b>-</b>	<b>62,047</b>
<b>Total Fund Balances</b>	<b>503,470</b>	<b>(169)</b>	<b>-</b>	<b>62,594</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 508,469</b>	<b>\$ 304,552</b>	<b>\$ -</b>	<b>\$ 663,450</b>

CITY OF DINUBA

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2020

	Capital Projects Funds		Debt Service Funds		Total Governmental Funds
	MTBE	Financing Authority	General Debt Service		
<b>Assets:</b>					
Pooled cash and investments	\$ -	\$ 33,694	\$ 130,567	\$ -	\$ 7,428,313
Receivables:					
Notes and loans	-	-	-	-	1,281,538
Accrued interest	-	99	-	-	21,143
Prepaid costs	-	-	-	-	2,720
Due from other governments	-	-	-	-	1,284,107
Advances to other funds	-	-	1,124,333	-	1,124,333
Restricted assets:					
Cash and investments with fiscal agents	-	809,193	-	-	809,193
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ 842,986</b>	<b>\$ 1,254,900</b>	<b>\$ -</b>	<b>\$ 11,951,347</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 28,860	\$ 4,300	\$ 950	\$ -	\$ 300,681
Accrued liabilities	-	-	-	-	90,693
Deposits payable	-	-	-	-	600,000
Due to other funds	92,224	-	-	-	374,666
Advances from other funds	-	200,000	-	-	316,904
<b>Total Liabilities</b>	<b>121,084</b>	<b>204,300</b>	<b>950</b>	<b>-</b>	<b>1,682,944</b>
<b>Deferred Inflows of Resources:</b>					
Unavailable revenues	-	-	-	-	384,975
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>384,975</b>
<b>Fund Balances:</b>					
<b>Nonspendable:</b>					
Prepaid costs	-	-	-	-	2,720
<b>Restricted for:</b>					
Public safety	-	-	-	-	1,604,103
Parks and recreation	-	-	-	-	455,433
Public works	-	-	-	-	6,068,425
Debt service	-	638,686	1,253,950	-	1,892,636
<b>Unassigned</b>	<b>(121,084)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(139,889)</b>
<b>Total Fund Balances</b>	<b>(121,084)</b>	<b>638,686</b>	<b>1,253,950</b>	<b>-</b>	<b>9,883,428</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ -</b>	<b>\$ 842,986</b>	<b>\$ 1,254,900</b>	<b>\$ -</b>	<b>\$ 11,951,347</b>

CITY OF DINUBA

COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2020

	<u>Special Revenue Funds</u>			
	<u>Public Safety Sales Tax</u>	<u>Gas Tax</u>	<u>Parks Reserve</u>	<u>Transportation</u>
<b>Revenues:</b>				
Taxes	\$ 2,190,975	\$ -	\$ -	\$ 507,608
Intergovernmental	-	876,070	-	553,928
Charges for services	-	-	-	-
Use of money and property	10,543	8,100	6,704	5,934
Fines and forfeitures	-	-	431,133	-
Miscellaneous	-	-	-	90,019
<b>Total Revenues</b>	<b><u>2,201,518</u></b>	<b><u>884,170</u></b>	<b><u>437,837</u></b>	<b><u>1,157,489</u></b>
<b>Expenditures:</b>				
Current:				
General government	-	-	-	-
Public safety	1,833,126	-	-	-
Public works	-	755,057	-	523,595
Capital outlay	198,362	-	188,047	-
Debt service:				
Principal retirement	60,212	-	-	14,328
Interest and fiscal charges	5,441	-	-	4,370
<b>Total Expenditures</b>	<b><u>2,097,141</u></b>	<b><u>755,057</u></b>	<b><u>188,047</u></b>	<b><u>542,293</u></b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>104,377</u>	<u>129,113</u>	<u>249,790</u>	<u>615,196</u>
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	-	-	-
Transfers out	(236,420)	(101,442)	(15,588)	(632,222)
Capital leases	55,472	-	-	-
Special item	-	-	(150,000)	-
<b>Total Other Financing Sources (Uses)</b>	<b><u>(180,948)</u></b>	<b><u>(101,442)</u></b>	<b><u>(165,588)</u></b>	<b><u>(632,222)</u></b>
Net Change in Fund Balances	<u>(76,571)</u>	<u>27,671</u>	<u>84,202</u>	<u>(17,026)</u>
Fund Balances, Beginning of Year, as previously reported	861,843	617,015	371,231	620,910
Restatements	-	-	-	-
Fund Balances, Beginning of Year, as restated	<u>861,843</u>	<u>617,015</u>	<u>371,231</u>	<u>620,910</u>
<b>Fund Balances, End of Year</b>	<b><u>\$ 785,272</u></b>	<b><u>\$ 644,686</u></b>	<b><u>\$ 455,433</u></b>	<b><u>\$ 603,884</u></b>

## CITY OF DINUBA

COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2020

(CONTINUED)

	Special Revenue Funds			
	System Development Charges	Community Enhancement Grants	Assessment Districts	Fire Impact Fees
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ 434,918	\$ -
Intergovernmental	-	168,784	-	-
Charges for services	2,137,505	-	-	-
Use of money and property	66,638	22	(366)	-
Fines and forfeitures	-	-	-	-
Miscellaneous	23,977	-	-	-
<b>Total Revenues</b>	<b>2,228,120</b>	<b>168,806</b>	<b>434,552</b>	<b>-</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	-	-
Public safety	-	111,939	-	-
Public works	439,085	-	494,004	-
Capital outlay	85,499	12,836	-	-
Debt service:				
Principal retirement	-	-	5,549	-
Interest and fiscal charges	-	-	1,771	-
<b>Total Expenditures</b>	<b>524,584</b>	<b>124,775</b>	<b>501,324</b>	<b>-</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,703,536	44,031	(66,772)	-
<b>Other Financing Sources (Uses):</b>				
Transfers in	956,936	987	-	-
Transfers out	(917,432)	-	-	(283,507)
Capital leases	-	-	-	-
Special item	(365,000)	-	(104,000)	-
<b>Total Other Financing Sources (Uses)</b>	<b>(325,496)</b>	<b>987</b>	<b>(104,000)</b>	<b>(283,507)</b>
Net Change in Fund Balances	1,378,040	45,018	(170,772)	(283,507)
Fund Balances, Beginning of Year, as previously reported	3,680,284	41,914	90,089	283,507
Restatements	(7,867)	-	-	-
Fund Balances, Beginning of Year, as restated	3,672,417	41,914	90,089	283,507
<b>Fund Balances, End of Year</b>	<b>\$ 5,050,457</b>	<b>\$ 86,932</b>	<b>\$ (80,683)</b>	<b>\$ -</b>

CITY OF DINUBA

COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2020

	Special Revenue Funds	Capital Projects Funds		
	Road Repair and Accountability Act of 2017 FUND (SB 1)	General Construction	Drainage Districts	Vocational Center
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	441,917	641,816	-	-
Charges for services	-	-	-	-
Use of money and property	7,079	(4,234)	-	351,240
Fines and forfeitures	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<b>448,996</b>	<b>637,582</b>	<b>-</b>	<b>351,240</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	-	47,668
Public safety	-	-	-	-
Public works	-	-	-	-
Capital outlay	570,645	1,074,503	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
<b>Total Expenditures</b>	<b>570,645</b>	<b>1,074,503</b>	<b>-</b>	<b>47,668</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(121,649)	(436,921)	-	303,572
<b>Other Financing Sources (Uses):</b>				
Transfers in	82,333	424,421	-	-
Transfers out	-	-	(414,457)	-
Capital leases	-	-	-	-
Special item	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>82,333</b>	<b>424,421</b>	<b>(414,457)</b>	<b>-</b>
Net Change in Fund Balances	(39,316)	(12,500)	(414,457)	303,572
Fund Balances, Beginning of Year, as previously reported	542,786	12,331	406,590	(240,978)
Restatements	-	-	7,867	-
Fund Balances, Beginning of Year, as restated	542,786	12,331	414,457	(240,978)
<b>Fund Balances, End of Year</b>	<b>\$ 503,470</b>	<b>\$ (169)</b>	<b>\$ -</b>	<b>\$ 62,594</b>



CITY OF DINUBA

COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2020

	Capital Projects	Debt Service Funds		Total Governmental Funds
	Funds	Financing Authority	General Debt Service	
	MTBE			
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ -	\$ 3,133,501
Intergovernmental	-	-	-	2,682,515
Charges for services	-	-	-	2,137,505
Use of money and property	(1,454)	32,839	11	483,056
Fines and forfeitures	-	-	-	431,133
Miscellaneous	108,275	1,000	-	223,271
<b>Total Revenues</b>	<b>106,821</b>	<b>33,839</b>	<b>11</b>	<b>9,090,981</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	-	47,668
Public safety	-	-	-	1,945,065
Public works	-	-	-	2,211,741
Capital outlay	132,916	-	-	2,262,808
Debt service:				
Principal retirement	-	828,126	329,302	1,237,517
Interest and fiscal charges	-	839,728	103,398	954,708
<b>Total Expenditures</b>	<b>132,916</b>	<b>1,667,854</b>	<b>432,700</b>	<b>8,659,507</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(26,095)	(1,634,015)	(432,689)	431,474
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	1,660,803	429,789	3,555,269
Transfers out	-	-	-	(2,601,068)
Capital leases	-	-	-	55,472
Special item	(3,300,000)	(500,000)	-	(4,419,000)
<b>Total Other Financing Sources (Uses)</b>	<b>(3,300,000)</b>	<b>1,160,803</b>	<b>429,789</b>	<b>(3,409,327)</b>
Net Change in Fund Balances	(3,326,095)	(473,212)	(2,900)	(2,977,853)
Fund Balances, Beginning of Year, as previously reported	3,205,011	1,111,898	1,256,850	12,861,281
Restatements	-	-	-	-
Fund Balances, Beginning of Year, as restated	3,205,011	1,111,898	1,256,850	12,861,281
<b>Fund Balances, End of Year</b>	<b>\$ (121,084)</b>	<b>\$ 638,686</b>	<b>\$ 1,253,950</b>	<b>\$ 9,883,428</b>

## CITY OF DINUBA

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
PUBLIC SAFETY SALES TAX  
YEAR ENDED JUNE 30, 2020**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 2,396,000	\$ 2,396,000	\$ 2,190,975	\$ (205,025)
Use of money and property	-	8,760	10,543	1,783
<b>Total Revenues</b>	<b>2,396,000</b>	<b>2,404,760</b>	<b>2,201,518</b>	<b>(203,242)</b>
<b>Expenditures:</b>				
Public safety	1,953,774	1,970,650	1,833,126	137,524
Capital outlay	151,500	151,500	198,362	(46,862)
Debt service:				
Principal retirement	92,137	92,137	60,212	31,925
Interest and fiscal charges	10,797	10,797	5,441	5,356
<b>Total Expenditures</b>	<b>2,208,208</b>	<b>2,225,084</b>	<b>2,097,141</b>	<b>127,943</b>
<b>Excess of Revenues Over Expenditures</b>	<b>187,792</b>	<b>179,676</b>	<b>104,377</b>	<b>(75,299)</b>
<b>Other Financing Sources (Uses):</b>				
Capital leases	-	-	55,472	55,472
Transfers out	(204,571)	(234,571)	(236,420)	1,849
<b>Total Other Financing Sources (Uses)</b>	<b>(204,571)</b>	<b>(234,571)</b>	<b>(180,948)</b>	<b>57,321</b>
<b>Net Change in Fund Balance</b>	<b>(16,779)</b>	<b>(54,895)</b>	<b>(76,571)</b>	<b>(17,978)</b>
Fund Balance, Beginning of Fiscal Year	861,843	861,843	861,843	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 845,064</b>	<b>\$ 806,948</b>	<b>\$ 785,272</b>	<b>\$ (17,978)</b>

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 GAS TAX  
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 766,912	\$ 829,539	\$ 876,070	\$ 46,531
Use of money and property	2,000	2,000	8,100	6,100
<b>Total Revenues</b>	<b>768,912</b>	<b>831,539</b>	<b>884,170</b>	<b>52,631</b>
<b>Expenditures:</b>				
Public works	722,210	779,755	755,057	24,698
<b>Total Expenditures</b>	<b>722,210</b>	<b>779,755</b>	<b>755,057</b>	<b>24,698</b>
<b>Excess of Revenues Over Expenditures</b>	<b>46,702</b>	<b>51,784</b>	<b>129,113</b>	<b>77,329</b>
<b>Other Financing Uses:</b>				
Transfers out	(197,135)	(452,407)	(101,442)	350,965
<b>Total Other Financing Uses</b>	<b>(197,135)</b>	<b>(452,407)</b>	<b>(101,442)</b>	<b>350,965</b>
<b>Net Change in Fund Balance</b>	<b>(150,433)</b>	<b>(400,623)</b>	<b>27,671</b>	<b>428,294</b>
Fund Balance, Beginning of Fiscal Year	617,015	617,015	617,015	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 466,582</b>	<b>\$ 216,392</b>	<b>\$ 644,686</b>	<b>\$ 428,294</b>

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 PARKS RESERVE  
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Use of money and property	\$ 100	\$ 100	\$ 6,704	\$ 6,604
Fines and forfeitures	45,760	398,904	431,133	32,229
<b>Total Revenues</b>	<b>45,860</b>	<b>399,004</b>	<b>437,837</b>	<b>38,833</b>
<b>Expenditures:</b>				
Parks and recreation	5,000	5,000	-	5,000
Capital outlay	200,000	330,000	188,047	141,953
<b>Total Expenditures</b>	<b>205,000</b>	<b>335,000</b>	<b>188,047</b>	<b>146,953</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(159,140)</b>	<b>64,004</b>	<b>249,790</b>	<b>185,786</b>
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	356,938	-	(356,938)
Special item	-	-	(150,000)	(150,000)
Transfers out	-	(369,139)	(15,588)	353,551
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>(12,201)</b>	<b>(165,588)</b>	<b>(153,387)</b>
<b>Net Change in Fund Balance</b>	<b>(159,140)</b>	<b>51,803</b>	<b>84,202</b>	<b>32,399</b>
Fund Balance, Beginning of Fiscal Year	371,231	371,231	371,231	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 212,091</b>	<b>\$ 423,034</b>	<b>\$ 455,433</b>	<b>\$ 32,399</b>

## CITY OF DINUBA

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
TRANSPORTATION  
YEAR ENDED JUNE 30, 2020**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 422,785	\$ 422,785	\$ 507,608	\$ 84,823
Intergovernmental	509,223	509,223	553,928	44,705
Use of money and property	2,000	2,000	5,934	3,934
Miscellaneous	7,200	7,200	90,019	82,819
<b>Total Revenues</b>	<b>941,208</b>	<b>941,208</b>	<b>1,157,489</b>	<b>216,281</b>
<b>Expenditures:</b>				
Public works	801,704	477,432	523,595	(46,163)
Debt service:				
Principal retirement	14,344	14,344	14,328	16
Interest and fiscal charges	4,353	4,353	4,370	(17)
<b>Total Expenditures</b>	<b>820,401</b>	<b>496,129</b>	<b>542,293</b>	<b>(46,164)</b>
<b>Excess of Revenues Over Expenditures</b>	<b>120,807</b>	<b>445,079</b>	<b>615,196</b>	<b>170,117</b>
<b>Other Financing Uses:</b>				
Transfers out	(585,021)	(790,293)	(632,222)	158,071
<b>Total Other Financing Uses</b>	<b>(585,021)</b>	<b>(790,293)</b>	<b>(632,222)</b>	<b>158,071</b>
<b>Net Change in Fund Balance</b>	<b>(464,214)</b>	<b>(345,214)</b>	<b>(17,026)</b>	<b>328,188</b>
Fund Balances, Beginning of Fiscal Year	620,910	620,910	620,910	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 156,696</b>	<b>\$ 275,696</b>	<b>\$ 603,884</b>	<b>\$ 328,188</b>

CITY OF DINUBA

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SYSTEM DEVELOPMENT CHARGES  
YEAR ENDED JUNE 30, 2020**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ 544,311	\$ 2,070,531	\$ 2,137,505	\$ 66,974
Use of money and property	1,300	57,391	66,638	9,247
Miscellaneous	-	17,435	23,977	6,542
<b>Total Revenues</b>	<b>545,611</b>	<b>2,145,357</b>	<b>2,228,120</b>	<b>82,763</b>
<b>Expenditures:</b>				
Public works	-	941,009	439,085	501,924
Capital outlay	-	30,000	85,499	(55,499)
<b>Total Expenditures</b>	<b>-</b>	<b>971,009</b>	<b>524,584</b>	<b>446,425</b>
<b>Excess of Revenues Over Expenditures</b>	<b>545,611</b>	<b>1,174,348</b>	<b>1,703,536</b>	<b>529,188</b>
<b>Other Financing Sources (Uses):</b>				
Transfers in	(87,075)	610,889	956,936	346,047
Special item	-	-	(365,000)	(365,000)
Transfers out	(147,864)	(654,119)	(917,432)	(263,313)
<b>Total Other Financing Sources (Uses)</b>	<b>(234,939)</b>	<b>(43,230)</b>	<b>(325,496)</b>	<b>(282,266)</b>
<b>Net Change in Fund Balance</b>	<b>310,672</b>	<b>1,131,118</b>	<b>1,378,040</b>	<b>246,922</b>
Fund Balance, Beginning of Fiscal Year, as restated	3,672,417	3,672,417	3,672,417	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 3,983,089</b>	<b>\$ 4,803,535</b>	<b>\$ 5,050,457</b>	<b>\$ 246,922</b>

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 COMMUNITY ENHANCEMENT GRANTS  
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 100,000	\$ 165,738	\$ 168,784	\$ 3,046
Use of money and property	-	-	22	22
<b>Total Revenues</b>	<b>100,000</b>	<b>165,738</b>	<b>168,806</b>	<b>3,068</b>
<b>Expenditures:</b>				
Public safety	100,313	100,313	111,939	(11,626)
Capital outlay	-	12,836	12,836	-
<b>Total Expenditures</b>	<b>100,313</b>	<b>113,149</b>	<b>124,775</b>	<b>(11,626)</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(313)</b>	<b>52,589</b>	<b>44,031</b>	<b>(8,558)</b>
<b>Other Financing Sources:</b>				
Transfers in	-	-	987	987
<b>Total Other Financing Sources</b>	<b>-</b>	<b>-</b>	<b>987</b>	<b>987</b>
<b>Net Change in Fund Balance</b>	<b>(313)</b>	<b>52,589</b>	<b>45,018</b>	<b>(7,571)</b>
Fund Balance, Beginning of Fiscal Year	41,914	41,914	41,914	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 41,601</b>	<b>\$ 94,503</b>	<b>\$ 86,932</b>	<b>\$ (7,571)</b>

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 ASSESSMENT DISRICTS  
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 472,668	\$ 472,668	\$ 434,918	\$ (37,750)
Use of money and property	-	-	(366)	(366)
<b>Total Revenues</b>	<b>472,668</b>	<b>472,668</b>	<b>434,552</b>	<b>(38,116)</b>
<b>Expenditures:</b>				
Public works	510,288	510,288	494,004	16,284
Debt service:				
Principal retirement	5,539	5,539	5,549	(10)
Interest and fiscal charges	1,784	1,784	1,771	13
<b>Total Expenditures</b>	<b>517,611</b>	<b>517,611</b>	<b>501,324</b>	<b>16,287</b>
<b>Excess of Revenues Under Expenditures</b>	<b>(44,943)</b>	<b>(44,943)</b>	<b>(66,772)</b>	<b>(21,829)</b>
<b>Other Financing Uses:</b>				
Special item	-	-	(104,000)	(104,000)
<b>Total Other Financing Uses</b>	<b>-</b>	<b>-</b>	<b>(104,000)</b>	<b>(104,000)</b>
<b>Net Change in Fund Balance</b>	<b>(44,943)</b>	<b>(44,943)</b>	<b>(170,772)</b>	<b>(125,829)</b>
Fund Balance, Beginning of Fiscal Year	90,089	90,089	90,089	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 45,146</b>	<b>\$ 45,146</b>	<b>\$ (80,683)</b>	<b>\$ (125,829)</b>



CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 FIRE IMPACT FEES  
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ 26,874	\$ 243,733	\$ -	\$ (243,733)
Use of money and property	492	492	-	(492)
<b>Total Revenues</b>	<b>27,366</b>	<b>244,225</b>	<b>-</b>	<b>(244,225)</b>
<b>Excess of Revenues Over Expenditures</b>	<b>27,366</b>	<b>244,225</b>	<b>-</b>	<b>(244,225)</b>
<b>Other Financing Uses:</b>				
Transfers out	-	(283,507)	(283,507)	-
<b>Total Other Financing Uses</b>	<b>-</b>	<b>(283,507)</b>	<b>(283,507)</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>27,366</b>	<b>(39,282)</b>	<b>(283,507)</b>	<b>(244,225)</b>
Fund Balance, Beginning of Fiscal Year	283,507	283,507	283,507	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 310,873</b>	<b>\$ 244,225</b>	<b>\$ -</b>	<b>\$ (244,225)</b>

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 ROAD REPAIR AND ACCOUNTABILITY ACT OF 2017 FUND (SB 1)  
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 411,689	\$ 411,689	\$ 441,917	\$ 30,228
Use of money and property	-	-	7,079	7,079
<b>Total Revenues</b>	<b>411,689</b>	<b>411,689</b>	<b>448,996</b>	<b>37,307</b>
<b>Expenditures:</b>				
Capital outlay	494,022	1,058,050	570,645	487,405
<b>Total Expenditures</b>	<b>494,022</b>	<b>1,058,050</b>	<b>570,645</b>	<b>487,405</b>
<b>Excess of Revenues Under Expenditures</b>	<b>(82,333)</b>	<b>(646,361)</b>	<b>(121,649)</b>	<b>524,712</b>
<b>Other Financing Sources:</b>				
Transfers in	82,333	82,333	82,333	-
<b>Total Other Financing Sources</b>	<b>82,333</b>	<b>82,333</b>	<b>82,333</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>-</b>	<b>(564,028)</b>	<b>(39,316)</b>	<b>524,712</b>
Fund Balance, Beginning of Fiscal Year	542,786	542,786	542,786	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 542,786</b>	<b>\$ (21,242)</b>	<b>\$ 503,470</b>	<b>\$ 524,712</b>

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
TRANSPORTATION CONSTRUCTION  
YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 3,060,000	\$ 3,060,000	\$ 1,654,107	\$ (1,405,893)
Use of money and property	500	500	3,031	2,531
<b>Total Revenues</b>	<b>3,060,500</b>	<b>3,060,500</b>	<b>1,657,138</b>	<b>(1,403,362)</b>
<b>Expenditures:</b>				
Capital outlay	3,556,914	4,161,805	1,967,884	2,193,921
<b>Total Expenditures</b>	<b>3,556,914</b>	<b>4,161,805</b>	<b>1,967,884</b>	<b>2,193,921</b>
<b>Excess of Revenues Under Expenditures</b>	<b>(496,414)</b>	<b>(1,101,305)</b>	<b>(310,746)</b>	<b>790,559</b>
<b>Other Financing Sources (Uses):</b>				
Transfers in	518,052	518,052	518,118	66
Special item	-	-	(530,576)	(530,576)
<b>Total Other Financing Sources (Uses)</b>	<b>518,052</b>	<b>518,052</b>	<b>(12,458)</b>	<b>(530,510)</b>
<b>Net Change in Fund Balance</b>	<b>21,638</b>	<b>(583,253)</b>	<b>(323,204)</b>	<b>260,049</b>
Fund Balance, Beginning of Fiscal Year	1,212,356	1,212,356	1,212,356	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 1,233,994</b>	<b>\$ 629,103</b>	<b>\$ 889,152</b>	<b>\$ 260,049</b>

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 GENERAL CONSTRUCTION  
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 200,000	\$ 612,250	\$ 641,816	\$ 29,566
Use of money and property	-	-	(4,234)	(4,234)
<b>Total Revenues</b>	<b>200,000</b>	<b>612,250</b>	<b>637,582</b>	<b>25,332</b>
<b>Expenditures:</b>				
Capital outlay	420,000	1,140,300	1,074,503	65,797
<b>Total Expenditures</b>	<b>420,000</b>	<b>1,140,300</b>	<b>1,074,503</b>	<b>65,797</b>
<b>Excess of Revenues Under Expenditures</b>	<b>(220,000)</b>	<b>(528,050)</b>	<b>(436,921)</b>	<b>91,129</b>
<b>Other Financing Sources:</b>				
Transfers in	240,000	420,000	424,421	4,421
<b>Total Other Financing Sources</b>	<b>240,000</b>	<b>420,000</b>	<b>424,421</b>	<b>4,421</b>
<b>Net Change in Fund Balance</b>	<b>20,000</b>	<b>(108,050)</b>	<b>(12,500)</b>	<b>95,550</b>
Fund Balance, Beginning of Fiscal Year	12,331	12,331	12,331	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 32,331</b>	<b>\$ (95,719)</b>	<b>\$ (169)</b>	<b>\$ 95,550</b>

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 DRAINAGE DISTRICTS  
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ 48,876	\$ -	\$ -	\$ -
Use of money and property	500	-	-	-
<b>Total Revenues</b>	<b>49,376</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess of Revenues Over Expenditures</b>	<b>49,376</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Other Financing Sources (Uses):</b>				
Proceeds from sale of capital asset	5,000	-	-	-
Transfers out	(125,000)	(414,457)	(414,457)	-
<b>Total Other Financing Sources (Uses)</b>	<b>(120,000)</b>	<b>(414,457)</b>	<b>(414,457)</b>	<b>-</b>
<b>Net Change in Fund Balance</b>	<b>(70,624)</b>	<b>(414,457)</b>	<b>(414,457)</b>	<b>-</b>
Fund Balance, Beginning of Fiscal Year, As Restated	414,457	414,457	414,457	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 343,833</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 VOCATIONAL CENTER  
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Use of money and property	\$ 342,852	\$ 342,852	\$ 351,240	\$ 8,388
<b>Total Revenues</b>	<b>342,852</b>	<b>342,852</b>	<b>351,240</b>	<b>8,388</b>
<b>Expenditures:</b>				
General government	69,537	69,537	47,668	21,869
<b>Total Expenditures</b>	<b>69,537</b>	<b>69,537</b>	<b>47,668</b>	<b>21,869</b>
<b>Excess of Revenues Over Expenditures</b>	<b>273,315</b>	<b>273,315</b>	<b>303,572</b>	<b>30,257</b>
<b>Net Change in Fund Balance</b>	<b>273,315</b>	<b>273,315</b>	<b>303,572</b>	<b>30,257</b>
Fund Balance, Beginning of Fiscal Year	(240,978)	(240,978)	(240,978)	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 32,337</b>	<b>\$ 32,337</b>	<b>\$ 62,594</b>	<b>\$ 30,257</b>

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 MTBE  
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Use of money and property	\$ -	\$ -	\$ (1,454)	\$ (1,454)
Miscellaneous	150,000	150,000	108,275	(41,725)
<b>Total Revenues</b>	<b>150,000</b>	<b>150,000</b>	<b>106,821</b>	<b>(43,179)</b>
<b>Expenditures:</b>				
Capital outlay	150,000	284,226	132,916	151,310
<b>Total Expenditures</b>	<b>150,000</b>	<b>284,226</b>	<b>132,916</b>	<b>151,310</b>
<b>Excess of Revenues Under Expenditures</b>	<b>-</b>	<b>(134,226)</b>	<b>(26,095)</b>	<b>108,131</b>
<b>Other Financing Uses:</b>				
Special item	-	-	(3,300,000)	(3,300,000)
<b>Total Other Financing Uses</b>	<b>-</b>	<b>-</b>	<b>(3,300,000)</b>	<b>(3,300,000)</b>
<b>Net Change in Fund Balance</b>	<b>-</b>	<b>(134,226)</b>	<b>(3,326,095)</b>	<b>(3,191,869)</b>
Fund Balance, Beginning of Fiscal Year	3,205,011	3,205,011	3,205,011	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 3,205,011</b>	<b>\$ 3,070,785</b>	<b>\$ (121,084)</b>	<b>\$ (3,191,869)</b>

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 FINANCING AUTHORITY  
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Use of money and property	\$ 5,000	\$ 5,000	\$ 32,839	\$ 27,839
Miscellaneous	-	-	1,000	1,000
<b>Total Revenues</b>	<b>5,000</b>	<b>5,000</b>	<b>33,839</b>	<b>28,839</b>
<b>Expenditures:</b>				
Debt service:				
Principal retirement	828,126	828,126	828,126	-
Interest and fiscal charges	842,678	842,678	839,728	2,950
<b>Total Expenditures</b>	<b>1,670,804</b>	<b>1,670,804</b>	<b>1,667,854</b>	<b>2,950</b>
<b>Excess of Revenues Under Expenditures</b>	<b>(1,665,804)</b>	<b>(1,665,804)</b>	<b>(1,634,015)</b>	<b>31,789</b>
<b>Other Financing Sources (Uses):</b>				
Transfers in	1,665,804	1,665,804	1,660,803	(5,001)
Special item	-	-	(500,000)	(500,000)
<b>Total Other Financing Sources (Uses)</b>	<b>1,665,804</b>	<b>1,665,804</b>	<b>1,160,803</b>	<b>(505,001)</b>
<b>Net Change in Fund Balance</b>	<b>-</b>	<b>-</b>	<b>(473,212)</b>	<b>(473,212)</b>
Fund Balance, Beginning of Fiscal Year	1,111,898	1,111,898	1,111,898	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 1,111,898</b>	<b>\$ 1,111,898</b>	<b>\$ 638,686</b>	<b>\$ (473,212)</b>



CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 GENERAL DEBT SERVICE  
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Use of money and property	\$ -	\$ -	\$ 11	\$ 11
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>11</b>	<b>11</b>
<b>Expenditures:</b>				
Debt service:				
Principal retirement	329,324	329,324	329,302	22
Interest and fiscal charges	108,743	108,743	103,398	5,345
<b>Total Expenditures</b>	<b>438,067</b>	<b>438,067</b>	<b>432,700</b>	<b>5,367</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(438,067)</b>	<b>(438,067)</b>	<b>(432,689)</b>	<b>5,378</b>
<b>Other Financing Sources:</b>				
Transfers in	438,067	438,067	429,789	(8,278)
<b>Total Other Financing Sources</b>	<b>438,067</b>	<b>438,067</b>	<b>429,789</b>	<b>(8,278)</b>
<b>Net Change in Fund Balance</b>	<b>-</b>	<b>-</b>	<b>(2,900)</b>	<b>(2,900)</b>
Fund Balance, Beginning of Fiscal Year	1,256,850	1,256,850	1,256,850	-
<b>Fund Balance, End of Fiscal Year</b>	<b>\$ 1,256,850</b>	<b>\$ 1,256,850</b>	<b>\$ 1,253,950</b>	<b>\$ (2,900)</b>



Dinuba's 1909 Girls Basketball Team

**CITY OF DINUBA**  
**NONMAJOR ENTERPRISE FUNDS**

Enterprise funds are used to account for the financing of goods or services provided to customers.

**TRANSIT ENTERPRISE FUND** – This fund accounts for the operation of the City's transit system, which is accomplished by a private contractor. The principal source of funding for this activity is SB325 money.

**COMPRESSED NATURAL GAS FUND** – This fund accounts for the sale of compressed natural gas and related costs to outside entities.

## CITY OF DINUBA

**COMBINING STATEMENT OF NET POSITION  
 NON-MAJOR ENTERPRISE FUNDS  
 JUNE 30, 2020**

	<b>Business-Type Activities - Enterprise Funds</b>		
	<b>Transit</b>	<b>Compressed Natural Gas</b>	<b>Totals</b>
<b>Assets:</b>			
Current:			
Cash and investments	\$ 242,639	\$ 509,056	\$ 751,695
Receivables:			
Accrued interest	353	1,382	1,735
Prepaid costs	291	270	561
Due from other governments	230,899	-	230,899
<b>Total Current Assets</b>	<b>474,182</b>	<b>510,708</b>	<b>984,890</b>
Noncurrent:			
Capital assets - net of accumulated depreciation	1,880,098	1,729,566	3,609,664
<b>Total Noncurrent Assets</b>	<b>1,880,098</b>	<b>1,729,566</b>	<b>3,609,664</b>
<b>Total Assets</b>	<b>2,354,280</b>	<b>2,240,274</b>	<b>4,594,554</b>
<b>Deferred Outflows of Resources:</b>			
Deferred pension related items	2,220	19,766	21,986
Deferred OPEB related items	-	2,914	2,914
<b>Total Deferred Outflows of Resources</b>	<b>2,220</b>	<b>22,680</b>	<b>24,900</b>
<b>Liabilities:</b>			
Current:			
Accounts payable	213,147	22,553	235,700
Accrued liabilities	132	1,057	1,189
<b>Total Current Liabilities</b>	<b>213,279</b>	<b>23,610</b>	<b>236,889</b>
Noncurrent:			
Net pension liability	8,961	79,780	88,741
Total OPEB Liability	-	82,910	82,910
<b>Total Noncurrent Liabilities</b>	<b>8,961</b>	<b>162,690</b>	<b>171,651</b>
<b>Total Liabilities</b>	<b>222,240</b>	<b>186,300</b>	<b>408,540</b>
<b>Deferred Inflows of Resources:</b>			
Deferred pension related items	638	5,682	6,320
Deferred OPEB related items	-	15,833	15,833
<b>Total Deferred Inflows of Resources</b>	<b>638</b>	<b>21,515</b>	<b>22,153</b>
<b>Net Position:</b>			
Investment in capital assets	1,880,098	1,729,566	3,609,664
Unrestricted	253,524	325,573	579,097
<b>Total Net Position</b>	<b>\$ 2,133,622</b>	<b>\$ 2,055,139</b>	<b>\$ 4,188,761</b>

CITY OF DINUBA

COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET POSITION  
NON-MAJOR ENTERPRISE FUNDS  
YEAR ENDED JUNE 30, 2020

	<b>Business-Type Activities - Enterprise Funds</b>		
	<b>Transit</b>	<b>Compressed Natural Gas</b>	<b>Totals</b>
<b>Operating Revenues:</b>			
Charges for services	\$ 67,142	\$ 215,107	\$ 282,249
<b>Total Operating Revenues</b>	<b>67,142</b>	<b>215,107</b>	<b>282,249</b>
<b>Operating Expenses:</b>			
Salaries and benefits	7,469	88,127	95,596
Contractual services	655,798	23,202	679,000
Materials and supplies	101,943	222	102,165
Repairs and maintenance	37,447	25,180	62,627
Utilities	12,716	56,000	68,716
Allocated costs	111,322	28,624	139,946
Depreciation expense	161,890	96,714	258,604
<b>Total Operating Expenses</b>	<b>1,088,585</b>	<b>318,069</b>	<b>1,406,654</b>
Operating Loss	(1,021,443)	(102,962)	(1,124,405)
<b>Nonoperating Revenues (Expenses):</b>			
Intergovernmental	1,299,049	-	1,299,049
Interest revenue	(3,447)	8,291	4,844
<b>Total Nonoperating Revenues (Expenses)</b>	<b>1,295,602</b>	<b>8,291</b>	<b>1,303,893</b>
Income (Loss) Before Transfers	274,159	(94,671)	179,488
Transfers out	(7,232)	(7,796)	(15,028)
Changes in Net Position	266,927	(102,467)	164,460
<b>Net Position:</b>			
Beginning of Year	1,866,695	2,157,606	4,024,301
<b>End of Fiscal Year</b>	<b>\$ 2,133,622</b>	<b>\$ 2,055,139</b>	<b>\$ 4,188,761</b>

## CITY OF DINUBA

**COMBINING STATEMENT OF CASH FLOWS  
NON-MAJOR ENTERPRISE FUNDS  
YEAR ENDED JUNE 30, 2020**

	<b>Business-Type Activities - Enterprise Funds</b>		
	<b>Transit</b>	<b>Compressed Natural Gas</b>	<b>Totals</b>
<b>Cash Flows from Operating Activities:</b>			
Cash received from customers and users	\$ 69,426	\$ 215,107	\$ 284,533
Cash paid to suppliers for goods and services	(789,171)	(117,566)	(906,737)
Cash paid to employees for services	(14,017)	(58,918)	(72,935)
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>(733,762)</b>	<b>38,623</b>	<b>(695,139)</b>
<b>Cash Flows from Non-Capital Financing Activities:</b>			
Cash transfers out	(7,232)	(7,796)	(15,028)
Short-term loans paid to other funds	(441,464)	-	(441,464)
Intergovernmental revenue	1,704,384	-	1,704,384
<b>Net Cash Provided (Used) by Non-Capital Financing Activities</b>	<b>1,255,688</b>	<b>(7,796)</b>	<b>1,247,892</b>
<b>Cash Flows from Capital and Related Financing Activities:</b>			
Acquisition and construction of capital assets	(273,181)	-	(273,181)
<b>Net Cash Used by Capital and Related Financing Activities</b>	<b>(273,181)</b>	<b>-</b>	<b>(273,181)</b>
<b>Cash Flows from Investing Activities:</b>			
Interest earnings	(6,106)	9,140	3,034
<b>Net Cash Provided (Used) by Investing Activities</b>	<b>(6,106)</b>	<b>9,140</b>	<b>3,034</b>
<b>Net Increase in Cash and Cash Equivalents</b>	<b>242,639</b>	<b>39,967</b>	<b>282,606</b>
Cash and Cash Equivalents at Beginning of Year	-	469,089	469,089
<b>Cash and Cash Equivalents at End of Year</b>	<b>\$ 242,639</b>	<b>\$ 509,056</b>	<b>\$ 751,695</b>
<b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:</b>			
Operating loss	\$ (1,021,443)	\$ (102,962)	\$ (1,124,405)
<b>Adjustments to reconcile operating loss net cash provided (used) by operating activities:</b>			
Depreciation	161,890	96,714	258,604
Changes in pension related items	(6,548)	24,985	18,437
Changes in OPEB related items	-	4,224	4,224
(Increase) decrease in accounts receivable	2,284	-	2,284
(Increase) decrease in prepaid expense	(291)	3	(288)
Increase (decrease) in accounts payable & accrued liabilities	130,346	15,659	146,005
<b>Total Adjustments</b>	<b>287,681</b>	<b>141,585</b>	<b>429,266</b>
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ (733,762)</b>	<b>\$ 38,623</b>	<b>\$ (695,139)</b>

**CITY OF DINUBA**  
**INTERNAL SERVICE FUNDS**

Internal service funds are used to account for the financing of goods or services provided to departments or agencies of the government and to other government units, on a cost reimbursement basis.

**INSURANCE FUND** – This fund was set up to account for the cost of general liability, property damage, and employee related health insurance costs. The City is involved in a self-insurance program through a joint powers authority with other local municipalities. The source of funding for the City’s program is a charge to all operating departments through a budgeting of the estimated costs to be allocated.

**BILLING AND COLLECTION SERVICES FUND** – This fund was set up to account for the costs and revenue for billing and collections of General, Utility, and Ambulance funds. The source of funding is a charge against the aforementioned funds.

**PROPERTY AND EQUIPMENT SERVICE FUND** – This fund was set up to account for the costs of maintenance and repairs for both buildings and equipment throughout the City. The source of this funding is a charge against the departments for services rendered.

**TECHNOLOGY REPLACEMENT FUND** - This fund was set up as a computer replacement program, implemented to account for the costs associated with computer, server and Information Technology replacements throughout the City. All costs are spread amongst the benefitting funds.

## CITY OF DINUBA

**COMBINING STATEMENT OF NET POSITION  
INTERNAL SERVICE FUNDS  
JUNE 30, 2020**

	Governmental Activities - Internal Service Funds				Totals
	Insurance Fund	Billing and Collection Service Fund	Property and Equipment Service Fund	Technology Replacement Fund	
<b>Assets:</b>					
Current:					
Cash and investments	\$ 966,342	\$ -	\$ 31,829	36,116	\$ 1,034,287
Receivables:					
Accounts	34,504	-	-	-	34,504
Accrued interest	1,933	-	152	-	2,085
Prepaid costs	10,819	-	1,504	2,948	15,271
Restricted:					
Cash with fiscal agent	64,953	-	-	-	64,953
<b>Total Current Assets</b>	<b>1,078,551</b>	<b>-</b>	<b>33,485</b>	<b>39,064</b>	<b>1,151,100</b>
Noncurrent:					
Capital assets - net of accumulated depreciation	-	-	45,209	162,124	207,333
<b>Total Noncurrent Assets</b>	<b>-</b>	<b>-</b>	<b>45,209</b>	<b>162,124</b>	<b>207,333</b>
<b>Total Assets</b>	<b>1,078,551</b>	<b>-</b>	<b>78,694</b>	<b>201,188</b>	<b>1,358,433</b>
<b>Deferred Outflows of Resources:</b>					
Deferred pension related items	73,721	-	50,481	-	124,202
Deferred OPEB related items	11,657	-	13,800	-	25,457
<b>Total Deferred Outflows of Resources</b>	<b>85,378</b>	<b>-</b>	<b>64,281</b>	<b>-</b>	<b>149,659</b>
<b>Liabilities:</b>					
Current:					
Accounts payable	93,625	-	21,399	19,404	134,428
Accrued liabilities	2,901	-	5,005	-	7,906
Accrued compensated absences	1,412	-	11,421	-	12,833
Accrued claims and judgments	50,000	-	-	-	50,000
Capital leases	-	-	-	27,569	27,569
<b>Total Current Liabilities</b>	<b>147,938</b>	<b>-</b>	<b>37,825</b>	<b>46,973</b>	<b>232,736</b>
Noncurrent:					
Accrued compensated absences	21,455	-	18,186	-	39,641
Net pension liability	297,557	-	203,752	-	501,309
Total OPEB liability	331,639	-	392,602	-	724,241
Capital leases	-	-	-	113,139	113,139
<b>Total Noncurrent Liabilities</b>	<b>650,651</b>	<b>-</b>	<b>614,540</b>	<b>113,139</b>	<b>1,378,330</b>
<b>Total Liabilities</b>	<b>798,589</b>	<b>-</b>	<b>652,365</b>	<b>160,112</b>	<b>1,611,066</b>
<b>Deferred Inflows of Resources:</b>					
Deferred pension related items	21,191	-	14,511	-	35,702
Deferred OPEB related items	63,331	-	74,973	-	138,304
<b>Total Deferred Inflows of Resources</b>	<b>84,522</b>	<b>-</b>	<b>89,484</b>	<b>-</b>	<b>174,006</b>
<b>Net Position:</b>					
Net investment in capital assets	-	-	45,209	21,416	66,625
Unrestricted	280,818	-	(644,083)	19,660	(343,605)
<b>Total Net Position</b>	<b>\$ 280,818</b>	<b>\$ -</b>	<b>\$ (598,874)</b>	<b>\$ 41,076</b>	<b>\$ (276,980)</b>



CITY OF DINUBA

COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET POSITION  
INTERNAL SERVICE FUNDS  
YEAR ENDED JUNE 30, 2020

	Governmental Activities - Internal Service Funds				Totals
	Insurance Fund	Billing and Collection Service Fund	Property and Equipment Service Fund	Technology Replacement Fund	
<b>Operating Revenues:</b>					
Charges for services	\$ 5,277,574	\$ -	\$ 744,216	-	\$ 6,021,790
<b>Total Operating Revenues</b>	<b>5,277,574</b>	<b>-</b>	<b>744,216</b>	<b>-</b>	<b>6,021,790</b>
<b>Operating Expenses:</b>					
Salaries and benefits	266,633	-	258,370	-	525,003
Contractual services	28,015	-	88,265	-	116,280
Materials and supplies	149	-	94,236	3,709	98,094
Insurance	1,597,609	-	-	-	1,597,609
Employee health insurance	2,755,157	-	-	-	2,755,157
Repairs and maintenance	-	-	174,361	-	174,361
Utilities	-	-	3,394	-	3,394
Allocated costs	-	-	37,598	-	37,598
Depreciation expense	-	-	8,245	14,739	22,984
<b>Total Operating Expenses</b>	<b>4,647,563</b>	<b>-</b>	<b>664,469</b>	<b>18,448</b>	<b>5,330,480</b>
Operating Income (Loss)	630,011	-	79,747	(18,448)	691,310
<b>Nonoperating Revenues (Expenses):</b>					
Interest revenue	3,415	-	(258)	-	3,157
Interest expense	-	-	-	(4,176)	(4,176)
<b>Total Nonoperating Revenues (Expenses)</b>	<b>3,415</b>	<b>-</b>	<b>(258)</b>	<b>(4,176)</b>	<b>(1,019)</b>
Income (Loss) Before Transfers	633,426	-	79,489	(22,624)	690,291
Transfers in	-	1,945,391	-	63,700	2,009,091
Transfers out	-	-	(9,116)	-	(9,116)
Changes in Net Position	633,426	1,945,391	70,373	41,076	2,690,266
<b>Net Position:</b>					
Beginning of Year	(352,608)	(1,945,391)	(669,247)	-	(2,967,246)
<b>End of Fiscal Year</b>	<b>\$ 280,818</b>	<b>\$ -</b>	<b>\$ (598,874)</b>	<b>\$ 41,076</b>	<b>\$ (276,980)</b>

## CITY OF DINUBA

**COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
YEAR ENDED JUNE 30, 2020**

	<b>Governmental Activities - Internal Service Funds</b>				<b>Totals</b>
	<b>Insurance Fund</b>	<b>Billing and Collection Service Fund</b>	<b>Property and Equipment Service Fund</b>	<b>Technology Replacement Fund</b>	
<b>Cash Flows from Operating Activities:</b>					
Cash received from interfund service provided	\$ 5,356,413	\$ -	\$ 744,216	\$ -	\$ 6,100,629
Cash paid to suppliers for goods and services	(4,246,522)	(14,714)	(447,303)	(2,948)	(4,711,487)
Cash paid to employees for services	(197,831)	(1,864,753)	(303,727)	-	(2,366,311)
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>912,060</b>	<b>(1,879,467)</b>	<b>(6,814)</b>	<b>(2,948)</b>	<b>(977,169)</b>
<b>Cash Flows from Non-Capital Financing Activities:</b>					
Cash transfers in	-	1,945,391	-	63,700	2,009,091
Cash transfers out	-	-	(9,116)	-	(9,116)
Short-term loans paid to other funds	-	(65,636)	-	-	(65,636)
<b>Net Cash Provided (Used) by Non-Capital Financing Activities</b>	<b>-</b>	<b>1,879,755</b>	<b>(9,116)</b>	<b>63,700</b>	<b>1,934,339</b>
<b>Cash Flows from Capital and Related Financing Activities:</b>					
Acquisition and construction of capital assets	-	-	-	(1,054)	(1,054)
Principal paid on capital debt	-	-	-	(19,406)	(19,406)
Interest paid on capital debt	-	-	-	(4,176)	(4,176)
<b>Net Cash Used by Capital and Related Financing Activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(24,636)</b>	<b>(24,636)</b>
<b>Cash Flows from Investing Activities:</b>					
Interest earnings	809	(288)	679	-	1,200
<b>Net Cash Provided (Used) by Investing Activities</b>	<b>809</b>	<b>(288)</b>	<b>679</b>	<b>-</b>	<b>1,200</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>912,869</b>	<b>-</b>	<b>(15,251)</b>	<b>36,116</b>	<b>933,734</b>
Cash and Cash Equivalents at Beginning of Year	118,426	-	47,080	-	165,506
<b>Cash and Cash Equivalents at End of Year</b>	<b>\$ 1,031,295</b>	<b>\$ -</b>	<b>\$ 31,829</b>	<b>\$ 36,116</b>	<b>\$ 1,099,240</b>
<b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:</b>					
Operating income (loss)	\$ 630,011	\$ -	\$ 79,747	\$ (18,448)	\$ 691,310
<b>Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:</b>					
Depreciation	-	-	8,245	14,739	22,984
Changes in pension related items	41,478	(466,753)	(72,279)	-	(497,554)
Changes in OPEB related items	16,894	(1,368,686)	19,999	-	(1,331,793)
(Increase) decrease in accounts receivable	78,839	-	-	-	78,839
(Increase) decrease in prepaid expense	75,698	-	655	(2,948)	73,405
Increase (decrease) in accounts payable & accrued liabilities	58,710	(14,714)	(50,104)	3,709	(2,399)
Increase (decrease) in compensated absences	10,430	(29,314)	6,923	-	(11,961)
<b>Total Adjustments</b>	<b>282,049</b>	<b>(1,879,467)</b>	<b>(86,561)</b>	<b>15,500</b>	<b>(1,668,479)</b>
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ 912,060</b>	<b>\$ (1,879,467)</b>	<b>\$ (6,814)</b>	<b>\$ (2,948)</b>	<b>\$ (977,169)</b>
<b>Non-Cash Investing, Capital, and Financing Activities:</b>					
Capital leased assets	\$ -	\$ -	\$ -	\$ 160,114	\$ 160,114

**CITY OF DINUBA**  
**AGENCY FUNDS**

Agency funds are used to account for assets held by the City as an agent for individuals, private organizations, other agencies, and/or other funds.

**CASH DEPOSITS FUND** – This fund was set up to be a revolving cash deposits fund. Monies are held here (cleaning deposits, construction bonds, etc.) until they are expended or a refund is authorized by the City when the depositor has met all the necessary requirements.

**RETIREE’S INSURANCE FUND** – To account for funds set aside and due to retirees for future health

**SPECIAL COMMUNITY EVENTS FUND** – Donations to community services (recreation) for special recreation equipment or services are accounted for in this fund.

**POST TRAINING REVOLVING FUND** – This fund is a revolving fund set up for specific types of police

**POLICE ACTIVITIES FUND** – Donations to the Police Activities Fund are used to pay for uniforms and equipment for citizen volunteers of the police department.

CITY OF DINUBA

COMBINING STATEMENT OF ASSETS AND LIABILITIES  
 ALL AGENCY FUNDS  
 JUNE 30, 2020

	<u>Cash Deposits</u>	<u>Retiree's Insurance</u>	<u>Special Community Events</u>
<b>Assets:</b>			
Pooled cash and investments	\$ 552,846	\$ -	\$ 74,479
Receivables:			
Accounts	-	-	-
Prepaid costs	-	-	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Total Assets</b>	<b><u>\$ 552,846</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 74,479</u></b>
<b>Liabilities:</b>			
Accounts payable	\$ -	\$ -	\$ 279
Deposits payable	552,846	-	-
Due to external parties/other agencies	-	-	74,200
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Total Liabilities</b>	<b><u>\$ 552,846</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 74,479</u></b>

CITY OF DINUBA

COMBINING STATEMENT OF ASSETS AND LIABILITIES  
 ALL AGENCY FUNDS  
 JUNE 30, 2020

	<u>Post Training Revolving</u>	<u>Police Activities</u>	<u>Totals</u>
<b>Assets:</b>			
Pooled cash and investments	\$ 4,578	\$ 38,057	\$ 669,960
Receivables:			
Accounts	2,722	-	2,722
Prepaid costs	315	-	315
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total Assets</b>	<b><u>\$ 7,615</u></b>	<b><u>\$ 38,057</u></b>	<b><u>\$ 672,997</u></b>
<b>Liabilities:</b>			
Accounts payable	\$ 481	\$ -	\$ 760
Deposits payable	-	38,057	590,903
Due to external parties/other agencies	7,134	-	81,334
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total Liabilities</b>	<b><u>\$ 7,615</u></b>	<b><u>\$ 38,057</u></b>	<b><u>\$ 672,997</u></b>

CITY OF DINUBA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 ALL AGENCY FUNDS  
 YEAR ENDED JUNE 30, 2020

	<u>Balance July 1, 2019</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2020</u>
<b><u>Cash Deposits</u></b>				
<b>Assets:</b>				
Pooled cash and investments	\$ 518,669	\$ 57,128	\$ 22,951	\$ 552,846
<b>Total Assets</b>	<b><u>\$ 518,669</u></b>	<b><u>\$ 57,128</u></b>	<b><u>\$ 22,951</u></b>	<b><u>\$ 552,846</u></b>
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ 17,537	\$ 17,537	\$ -
Deposits payable	518,669	58,409	24,232	552,846
<b>Total Liabilities</b>	<b><u>\$ 518,669</u></b>	<b><u>\$ 75,946</u></b>	<b><u>\$ 41,769</u></b>	<b><u>\$ 552,846</u></b>
<b><u>Retiree's Insurance</u></b>				
<b>Assets:</b>				
Pooled cash and investments	\$ -	\$ 694	\$ 694	\$ -
Receivables:				
Accrued interest	59	59	118	-
<b>Total Assets</b>	<b><u>\$ 59</u></b>	<b><u>\$ 753</u></b>	<b><u>\$ 812</u></b>	<b><u>\$ -</u></b>
<b>Liabilities:</b>				
Due to external parties/other agencies	\$ 59	\$ -	\$ 59	\$ -
<b>Total Liabilities</b>	<b><u>\$ 59</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 59</u></b>	<b><u>\$ -</u></b>
<b><u>Special Community Events</u></b>				
<b>Assets:</b>				
Pooled cash and investments	\$ 72,915	\$ 76,724	\$ 75,160	\$ 74,479
Receivables:				
Accounts	282	-	282	-
<b>Total Assets</b>	<b><u>\$ 73,197</u></b>	<b><u>\$ 76,724</u></b>	<b><u>\$ 75,442</u></b>	<b><u>\$ 74,479</u></b>
<b>Liabilities:</b>				
Accounts payable	\$ 1,629	\$ 279	\$ 1,629	\$ 279
Unearned revenues	36,118	-	36,118	-
Due to external parties/other agencies	35,450	149,440	110,690	74,200
<b>Total Liabilities</b>	<b><u>\$ 73,197</u></b>	<b><u>\$ 149,719</u></b>	<b><u>\$ 148,437</u></b>	<b><u>\$ 74,479</u></b>

CITY OF DINUBA

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
ALL AGENCY FUNDS  
YEAR ENDED JUNE 30, 2020**

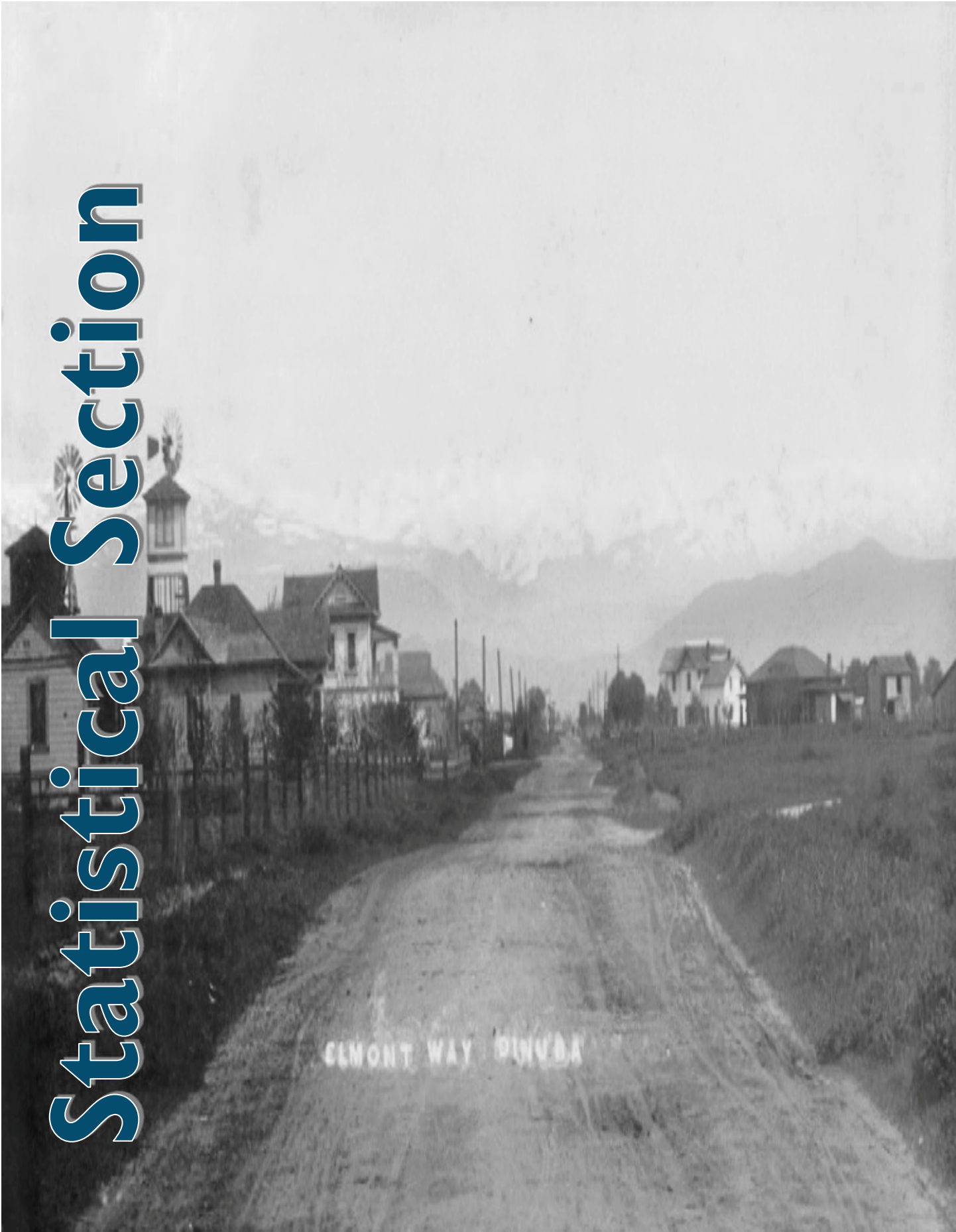
	<u>Balance July 1, 2019</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2020</u>
<b><u>Post Training Revolving</u></b>				
<b>Assets:</b>				
Pooled cash and investments	\$ (3,141)	\$ 25,076	\$ 17,357	\$ 4,578
Receivables:				
Accounts	4,937	7,659	9,874	2,722
Prepaid costs	-	315	-	315
<b>Total Assets</b>	<b><u>\$ 1,796</u></b>	<b><u>\$ 33,050</u></b>	<b><u>\$ 27,231</u></b>	<b><u>\$ 7,615</u></b>
<b>Liabilities:</b>				
Accounts payable	\$ 272	\$ 635	\$ 426	\$ 481
Due to external parties/other agencies	1,524	33,168	27,558	7,134
<b>Total Liabilities</b>	<b><u>\$ 1,796</u></b>	<b><u>\$ 33,803</u></b>	<b><u>\$ 27,984</u></b>	<b><u>\$ 7,615</u></b>
<b><u>Police Activities</u></b>				
<b>Assets:</b>				
Pooled cash and investments	\$ 28,845	\$ 15,537	\$ 6,325	\$ 38,057
<b>Total Assets</b>	<b><u>\$ 28,845</u></b>	<b><u>\$ 15,537</u></b>	<b><u>\$ 6,325</u></b>	<b><u>\$ 38,057</u></b>
<b>Liabilities:</b>				
Deposits payable	\$ 28,845	\$ 15,537	\$ 6,325	\$ 38,057
<b>Total Liabilities</b>	<b><u>\$ 28,845</u></b>	<b><u>\$ 15,537</u></b>	<b><u>\$ 6,325</u></b>	<b><u>\$ 38,057</u></b>
<b><u>Totals - All Agency Funds</u></b>				
<b>Assets:</b>				
Pooled cash and investments	\$ 617,288	\$ 175,159	\$ 122,487	\$ 669,960
Receivables:				
Accounts	5,219	7,659	10,156	2,722
Accrued interest	59	59	118	-
Prepaid costs	-	315	-	315
<b>Total Assets</b>	<b><u>\$ 622,566</u></b>	<b><u>\$ 183,192</u></b>	<b><u>\$ 132,761</u></b>	<b><u>\$ 672,997</u></b>
<b>Liabilities:</b>				
Accounts payable	\$ 1,901	\$ 18,451	\$ 19,592	\$ 760
Unearned revenues	36,118	-	36,118	-
Deposits payable	547,514	73,946	30,557	590,903
Due to external parties/other agencies	37,033	182,608	138,307	81,334
<b>Total Liabilities</b>	<b><u>\$ 622,566</u></b>	<b><u>\$ 275,005</u></b>	<b><u>\$ 224,574</u></b>	<b><u>\$ 672,997</u></b>



1947 Dinuba Broadway



# Statistical Section



El Monte Way Dinuba

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**CITY OF DINUBA**  
**STATISTICAL SECTION**

This part of the City's comprehensive annual financial report presents detailed information in a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

**Financial Trends**

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

**Revenue Capacity**

These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.

**Debt Capacity**

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

**Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.

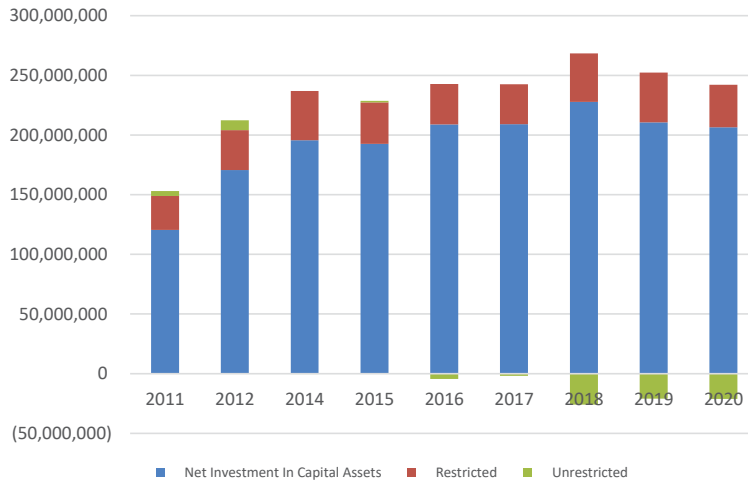
**Operating Information**

These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.



1910 Dinuba L's Street  
Looking North between Tulare & Kern Street

**CITY OF DINUBA**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
(Accrual Basis of Accounting)



	2011	2012	2013	2014	2015
<b>Governmental Activities</b>					
Net Investment In Capital Assets	\$75,360,279	\$125,564,573	\$125,814,202	\$148,079,509	\$145,008,916
Restricted	28,285,199	33,514,558	33,633,364	41,313,341	34,836,273
Unrestricted	(401,603)	2,903,128	468,534	(6,418,737)	(1,260,101)
<b>Total Governmental Activities Net Position</b>	<b>103,243,875</b>	<b>161,982,259</b>	<b>159,916,100</b>	<b>182,974,113</b>	<b>178,585,088</b>
<b>Business-Type Activities</b>					
Net Investment In Capital Assets	45,170,204	45,077,861	49,997,905	47,545,851	47,536,365
Unrestricted	4,741,445	5,348,820	5,179,596	6,046,622	2,514,439
<b>Total Business-Type Activities Net Position</b>	<b>49,911,649</b>	<b>50,426,681</b>	<b>55,177,501</b>	<b>53,592,473</b>	<b>50,050,804</b>
<b>Primary Government</b>					
Net Investment In Capital Assets	120,530,483	170,642,434	175,812,107	195,625,360	192,545,281
Restricted	28,285,199	33,514,558	33,633,364	41,313,341	34,836,273
Unrestricted	4,339,842	8,251,948	5,648,130	(372,115)	1,254,338
<b>Total Primary Government Net Position</b>	<b>\$153,155,524</b>	<b>\$212,408,940</b>	<b>\$215,093,601</b>	<b>\$236,566,586</b>	<b>\$228,635,892</b>

	2016	2017	2018	2019	2020
<b>Governmental Activities</b>					
Net Investment In Capital Assets	\$162,419,353	\$162,951,223	\$175,427,868	\$157,295,209	\$156,273,132
Restricted	33,955,040	33,547,768	40,668,235	41,721,018	35,598,022
Unrestricted	(9,391,284)	(6,391,796)	(27,286,468)	(26,278,675)	(25,246,317)
<b>Total Governmental Activities Net Position</b>	<b>186,983,109</b>	<b>190,107,195</b>	<b>188,809,635</b>	<b>172,737,552</b>	<b>166,624,837</b>
<b>Business-Type Activities</b>					
Net Investment In Capital Assets	46,474,326	46,126,105	52,249,502	53,298,542	50,287,699
Unrestricted	4,986,126	4,641,804	1,298,646	5,352,135	4,161,148
<b>Total Business-Type Activities Net Position</b>	<b>51,460,452</b>	<b>50,767,909</b>	<b>53,548,148</b>	<b>58,650,677</b>	<b>54,448,847</b>
<b>Primary Government</b>					
Net Investment In Capital Assets	208,893,679	209,077,328	227,677,370	210,593,751	206,560,831
Restricted	33,955,040	33,547,768	40,668,235	41,721,018	35,598,022
Unrestricted	(4,405,158)	(1,749,992)	(25,987,822)	(20,926,540)	(21,085,169)
<b>Total Primary Government Net Position</b>	<b>\$238,443,561</b>	<b>\$240,875,104</b>	<b>\$242,357,783</b>	<b>\$231,388,229</b>	<b>\$221,073,684</b>

Source: City of Dinuba Financial Services Division

**CITY OF DINUBA**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
(Accrual Basis of Accounting)

	Fiscal Year			
	2011	2012	2013	2014
<b>Expenses</b>				
Governmental Activities				
General Government	\$4,009,529	\$3,439,679	\$4,339,158	\$4,703,501
Public Safety	8,107,881	8,167,990	8,990,013	9,591,236
Public Works	3,632,361	1,826,602	2,197,625	2,761,922
Community Development	1,763,309	1,007,987	636,986	548,112
Parks and Recreation	1,152,007	1,796,570	1,136,847	1,224,454
Interest on Long-Term Debt	4,192,595	1,720,593	1,020,371	1,521,663
Unallocated Depreciation	879,409	953,544	823,524	1,018,182
Total Governmental Activities Expenses	<u>23,737,091</u>	<u>18,912,965</u>	<u>19,144,524</u>	<u>21,369,070</u>
Business-Type Activities				
Water	2,152,856	2,159,494	2,963,788	2,970,062
Sewer	2,292,341	2,427,747	2,459,666	2,914,729
Disposal	2,030,223	2,109,008	2,922,065	3,320,744
Ambulance	1,185,992	1,150,496	1,450,622	1,386,124
Transit	575,289	639,059	699,102	875,313
Golf Course	2,965,176	3,244,707	3,250,394	3,422,866
Compressed Natural Gas	115,775	120,212	137,950	174,521
Engineering	-	-	506,333	662,791
Total Business-Type Activities Expenses	<u>11,317,652</u>	<u>11,850,723</u>	<u>14,389,920</u>	<u>15,727,150</u>
Total Primary Government Net Expenses	<u>\$35,054,743</u>	<u>\$30,763,688</u>	<u>\$33,534,444</u>	<u>\$37,096,220</u>
<b>Program Revenues</b>				
Governmental Activities				
Charges for Services				
General Government	\$27,409	\$52,073	\$4,688	\$1,509,801
Public Safety	446,219	519,454	423,329	276,308
Public Works	2,489,475	2,320,459	2,313,306	3,226,541
Community Development	178,106	38,410	11,941	70,343
Parks and Recreation	117,807	184,657	146,557	162,281
Operating Contributions and Grants	1,877,718	3,279,460	4,462,789	6,248,747
Capital Contributions and Grants	6,195,826	2,436,154	5,669,203	25,473,768
Total Governmental Activities Program Revenues	<u>11,332,560</u>	<u>8,830,667</u>	<u>13,031,813</u>	<u>36,967,789</u>
Business-Type Activities				
Charges for Services				
Water	2,569,449	2,647,422	2,847,344	2,763,415
Sewer	2,603,345	2,610,812	2,574,505	2,719,638
Disposal	2,891,914	2,980,135	3,324,925	3,080,017
Ambulance	1,219,352	1,078,428	1,281,703	1,288,620
Transit	39,601	46,089	44,959	53,507
Golf Course	1,948,101	2,239,576	2,255,964	2,343,736
Compressed Natural Gas	149,916	188,775	217,120	214,162
Engineering	-	-	486,415	591,278
Operating Contributions and Grants	1,001,190	627,400	868,397	885,831
Capital Contributions and Grants	2,506,420	969,433	1,188,785	715,188
Total Business-Type Activities Program Revenues	<u>14,929,288</u>	<u>13,388,070</u>	<u>15,090,117</u>	<u>14,655,392</u>
Total Primary Government Program Revenues	<u>\$26,261,848</u>	<u>\$22,218,737</u>	<u>\$28,121,930</u>	<u>\$51,623,181</u>

Source: City of Dinuba Financial Services Division

Fiscal Year

2015	2016	2017	2018	2019	2020
\$5,345,434	\$4,802,762	\$7,661,240	\$3,989,322	\$3,647,223	\$4,464,243
13,275,052	13,746,235	13,897,596	12,920,443	12,503,075	12,801,801
3,334,975	3,943,500	3,752,225	6,577,677	2,429,367	5,116,719
1,641,605	1,178,906	637,522	2,350,919	2,277,992	2,427,047
1,682,401	1,824,431	2,007,951	2,127,602	2,527,531	2,705,703
1,204,781	1,278,342	1,604,463	978,293	1,008,877	1,001,611
2,635,342	3,029,796	3,011,661	-	-	-
<u>29,119,590</u>	<u>29,803,972</u>	<u>32,572,658</u>	<u>28,944,256</u>	<u>24,394,065</u>	<u>28,517,124</u>
2,931,923	3,204,634	2,977,849	2,965,352	2,985,641	3,563,885
3,182,025	3,247,602	3,156,499	4,553,169	3,048,253	3,255,224
3,336,842	3,239,137	3,206,889	3,430,622	3,102,875	3,129,253
1,377,304	1,368,670	1,523,498	2,760,551	2,798,210	2,647,280
1,044,207	1,243,710	1,137,529	1,147,311	1,123,030	1,088,585
3,335,866	3,560,260	3,491,319	3,131,513	2,298,467	4,097,713
165,208	159,572	140,572	181,928	306,316	318,069
658,837	738,550	-	-	-	-
<u>16,032,212</u>	<u>16,762,135</u>	<u>15,634,155</u>	<u>18,170,446</u>	<u>15,662,792</u>	<u>18,100,009</u>
<u>\$45,151,802</u>	<u>\$46,566,107</u>	<u>\$48,206,813</u>	<u>\$47,114,702</u>	<u>\$40,056,857</u>	<u>\$46,617,133</u>
\$3,055,054	\$5,470,676	\$8,259,877	\$1,500,372	\$1,602,391	\$1,231,142
898,323	274,181	30,863	549,566	500,114	837,538
3,824,832	1,808,508	1,530,664	1,977,090	2,132,137	2,675,164
120,322	22,282	-	115,498	60,995	65,077
183,922	174,473	38,475	352,536	336,771	560,971
3,274,094	3,375,630	5,263,630	2,168,438	2,292,863	1,076,942
10,114,120	12,075,630	3,011,810	19,289,803	5,687,693	3,613,910
<u>21,470,667</u>	<u>23,201,380</u>	<u>18,135,319</u>	<u>25,953,303</u>	<u>12,612,964</u>	<u>10,060,744</u>
2,604,665	2,510,596	2,648,278	2,962,303	3,005,484	3,195,777
2,751,349	2,838,956	2,947,782	3,368,250	3,566,985	3,591,874
3,081,958	3,175,398	3,088,068	3,105,381	3,167,180	3,173,221
1,271,302	1,332,373	1,396,312	1,487,640	1,200,884	1,573,951
61,929	85,333	120,565	103,623	89,775	67,142
2,346,921	2,441,531	2,223,355	2,072,902	2,104,304	1,812,421
262,922	284,800	199,896	210,677	209,972	215,107
493,851	710,226	-	-	-	-
1,705,461	3,178,252	2,496,256	3,889,532	3,295,905	4,947,792
449,819	1,165,634	-	-	-	-
<u>15,030,177</u>	<u>17,723,099</u>	<u>15,120,512</u>	<u>17,200,308</u>	<u>16,640,489</u>	<u>18,577,285</u>
<u>\$36,500,844</u>	<u>\$40,924,479</u>	<u>\$33,255,831</u>	<u>\$43,153,611</u>	<u>\$29,253,453</u>	<u>\$28,638,029</u>

**CITY OF DINUBA**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
(Accrual Basis of Accounting)

	Fiscal Year			
	2011	2012	2013	2014
<b>Net (Expense)/Revenue</b>				
Governmental Activities	(\$12,404,531)	(\$10,082,298)	(\$6,112,711)	\$15,598,719
Business-Type Activities	3,611,636	1,537,347	700,197	(1,071,758)
Total Primary Government Net Expense	<u>(\$8,792,895)</u>	<u>(\$8,544,951)</u>	<u>(\$5,412,514)</u>	<u>\$14,526,961</u>
<b>General Revenues and Other Changes in Net Position</b>				
Governmental Activities				
Taxes				
Property Taxes	\$5,078,633	\$3,461,506	\$645,437	\$742,122
Transient Occupancy Taxes	144,780	133,920	171,817	184,211
Sales Taxes	5,803,277	9,843,519	3,677,282	3,700,400
Franchise Taxes	233,109	230,613	226,904	243,956
Business Licenses Taxes	-	-	-	-
Utility Users Tax	1,560,074	1,600,423	1,622,049	1,612,836
Other Taxes	784,070	870,086	240,387	249,602
Motor Vehicle Tax	1,636,167	1,565,696	1,553,701	1,571,490
Use of Money and Property	360,997	288,456	287,977	262,191
Other	174,494	946,090	1,552,988	18,522
Gain (Loss) on Sale of Capital Assets	159,698	(2,019,092)	400,323	266,189
Special Item (Note 8)	-	-	-	-
Transfers	855,678	703,133	(4,065,884)	195,877
Total Governmental Activities	16,790,977	17,624,350	6,312,981	9,047,396
Business-Type Activities				
Use of Money and Property	9,438	19,536	-	37,243
Other/Contributions	-	(338,718)	45,845	92,839
Gain (Loss) on Sale of Capital Assets	-	-	-	-
Special Item (Note 8)	-	-	-	-
Transfers	(855,678)	(703,133)	4,065,884	(195,877)
Total Business-Type Activities	(846,240)	(1,022,315)	4,111,729	(65,795)
Extraordinary Item - Litigation Settlement	-	-	145,910	104,921
Extraordinary Item - RDA Dissolution	-	51,196,332	-	-
Total Primary Government	<u>\$15,944,737</u>	<u>\$67,798,367</u>	<u>\$10,570,620</u>	<u>\$9,086,522</u>
<b>Change in Net Position</b>				
Governmental Activities	\$4,386,446	\$58,738,384	\$346,180	\$24,751,036
Business-Type Activities	2,765,396	515,032	4,811,926	(1,137,553)
Total Primary Government	<u>\$7,151,842</u>	<u>\$59,253,416</u>	<u>\$5,158,106</u>	<u>\$23,613,483</u>

Source: City of Dinuba Financial Services Division



Fiscal Year

2015	2016	2017	2018	2019	2020
(\$7,648,923)	(\$6,602,592)	(\$14,437,339)	(\$2,990,953)	(\$11,781,101)	(\$18,456,380)
<u>(1,002,035)</u>	<u>960,964</u>	<u>(513,643)</u>	<u>(970,138)</u>	<u>977,697</u>	<u>477,276</u>
<u>(\$8,650,958)</u>	<u>(\$5,641,628)</u>	<u>(\$14,950,982)</u>	<u>(\$3,961,091)</u>	<u>(\$10,803,404)</u>	<u>(\$17,979,104)</u>
\$846,306	\$1,260,845	\$1,149,426	\$1,166,971	\$1,301,585	\$1,377,047
226,817	248,579	281,005	291,190	289,263	244,052
5,461,810	9,729,414	9,080,769	9,926,107	10,777,734	14,059,028
256,883	252,761	216,407	234,815	245,102	258,084
-	-	-	233,387	237,357	259,787
1,630,654	1,683,265	1,482,077	1,491,791	1,475,873	1,534,979
292,650	487,363	273,161	478,877	504,884	495,334
1,633,128	1,754,885	1,847,746	1,841,147	1,943,492	2,033,375
113,494	262,770	201,154	454,092	695,301	724,898
109,931	552,748	539,928	698,424	345,361	280,254
261,425	-	-	-	-	-
-	-	-	-	-	(11,409,298)
<u>391,944</u>	<u>(269,724)</u>	<u>988,600</u>	<u>816,888</u>	<u>354,520</u>	<u>2,865,489</u>
<u>11,225,042</u>	<u>15,962,906</u>	<u>16,060,273</u>	<u>17,633,689</u>	<u>18,170,472</u>	<u>12,723,029</u>
18,524	37,175	50,643	59,094	137,539	205,916
-	-	-	6,585,197	4,054,738	417,505
-	-	-	-	-	(359,404)
-	-	-	-	-	(1,350,000)
<u>(391,944)</u>	<u>269,724</u>	<u>(988,600)</u>	<u>(816,888)</u>	<u>(354,520)</u>	<u>(2,865,489)</u>
<u>(373,420)</u>	<u>306,899</u>	<u>(937,957)</u>	<u>5,827,403</u>	<u>3,837,757</u>	<u>(3,951,472)</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$10,851,622</u>	<u>\$16,269,805</u>	<u>\$15,122,316</u>	<u>\$23,461,092</u>	<u>\$22,008,229</u>	<u>\$8,771,557</u>
\$3,576,119	\$9,360,314	\$1,622,934	\$14,642,736	\$6,389,371	(\$5,733,351)
<u>(1,375,455)</u>	<u>1,267,863</u>	<u>(1,451,600)</u>	<u>4,857,265</u>	<u>4,815,454</u>	<u>(3,474,196)</u>
<u>\$2,200,664</u>	<u>\$10,628,177</u>	<u>\$171,334</u>	<u>\$19,500,001</u>	<u>\$11,204,825</u>	<u>(\$9,207,547)</u>



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**CITY OF DINUBA**  
**FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
(Modified Accrual Basis of Accounting)

	2011	2012	2013	2014	2015
<b>General Fund</b>					
Nondspendable	\$2,869,745	\$3,005,321	\$2,742,077	\$2,736,489	\$2,699,439
Unassigned	(700,688)	1,587,709	1,217,109	1,894,697	2,255,325
<b>Total General Fund</b>	<b>\$2,169,057</b>	<b>\$4,593,030</b>	<b>\$3,959,186</b>	<b>\$4,631,186</b>	<b>\$4,954,764</b>
<b>All Other Governmental Funds</b>					
Unreserved, Reported In:					
Nondspendable Funds	14,759,706	5,792,649	21,170	572,060	8,957,449
Restricted Funds	8,352,350	6,840,553	16,917,455	24,668,685	10,838,675
Assigned Funds	206,798	4,478,409	147,627	184,506	103,142
Unassigned Funds	(11,089,450)	(484,580)	(312,176)	(1,215,832)	(618,061)
<b>Total All Other Governmental Funds</b>	<b>\$12,229,404 (b)</b>	<b>\$16,627,031</b>	<b>\$16,774,076</b>	<b>\$24,209,419</b>	<b>\$19,281,205</b>
<b>Total Governmental Funds</b>	<b>\$14,398,461</b>	<b>\$21,220,061</b>	<b>\$20,733,262</b>	<b>\$28,840,605</b>	<b>\$24,235,969</b>

	2016	2017	2018	2019	2020
<b>General Fund</b>					
Nondspendable	\$3,082,112	\$3,436,060	\$3,846,794	\$4,257,720	\$1,724,529
Unassigned	1,219,528	1,113,239	1,533,739	3,369,500	7,101,966
<b>Total General Fund</b>	<b>\$4,301,640</b>	<b>\$4,549,299</b>	<b>\$5,380,533</b>	<b>\$7,627,220</b>	<b>\$8,826,495</b>
<b>All Other Governmental Funds</b>					
Unreserved, Reported In:					
Nondspendable Funds	10,334,283	5,045,407	1,298	7,450	2,720
Restricted Funds	7,636,453	13,091,326	40,668,235	41,721,018	35,598,022
Assigned Funds	55,075	64,462	-	-	-
Unassigned Funds	(695,780)	(451,012)	(453,629)	(242,862)	(139,889)
<b>Total All Other Governmental Funds</b>	<b>\$17,330,031 (a)</b>	<b>\$17,750,183</b>	<b>\$40,215,904</b>	<b>\$41,485,606</b>	<b>\$35,460,853</b>
<b>Total Governmental Funds</b>	<b>\$21,631,671</b>	<b>\$22,299,482</b>	<b>\$45,596,437</b>	<b>\$49,112,826</b>	<b>\$44,287,348</b>

(a) The change in total fund balance for the General Fund and other governmental funds is explained in Management's Discussion and Analysis.

(b) Effective fiscal 2010-11, the City implemented GASB 54 which changed fund balance reporting

**CITY OF DINUBA**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
(Modified Accrual Basis of Accounting)

	Fiscal Year				
	2011	2012	2013	2014	2015
<b>Revenues</b>					
Taxes and Assessments	\$13,333,324	\$15,763,647	\$10,054,422	\$10,127,924	\$14,673,041
Licenses and Permits	663,034	490,803	533,126	388,248	825,421
Assessments					
Intergovernmental	9,592,560	6,873,909	8,840,363	13,389,637	10,254,854
Charges for Services	2,031,815	2,297,156	1,842,951	2,611,700	2,629,858
Use of Money and Property	219,523	615,073	105,029	372,987	116,046
Fines and Forfeitures	165,482	393,113	118,693	83,015	83,345
Reimbursements	2,223,521	1,983,721	1,993,316	1,866,721	773,948
Miscellaneous	195,544	280,827	183,644	193,101	26,586
<b>Total Revenues</b>	<b>28,424,803</b>	<b>28,698,249</b>	<b>23,671,544</b>	<b>29,033,333</b>	<b>29,383,099</b>
<b>Expenditures</b>					
Current					
General Government	3,424,510	3,198,893	3,567,574	3,062,629	3,221,524
Public Safety	6,900,645	7,622,470	8,512,170	9,155,928	9,573,198
Public Works <sup>2</sup>	2,047,171	2,305,236	2,108,997	2,497,426	2,361,778
Community development	1,480,571	1,254,396	3,077,272	1,813,416	1,205,315
Parks and Recreation <sup>1</sup>	871,568	1,595,747	1,108,050	1,140,903	1,235,269
Capital Outlay	5,822,476	5,230,041	5,070,355	12,419,958	14,428,933
Debt Service					
Principal Retirement	17,796,703	2,209,513	1,814,520	991,156	1,001,685
Interest and Fiscal Charges	3,947,999	1,967,183	816,403	1,010,139	1,177,009
Debt Issuance Costs	734,435	-	331,022	106,924	-
<b>Total Expenditures</b>	<b>43,026,078</b>	<b>25,383,479</b>	<b>26,406,363</b>	<b>32,198,479</b>	<b>34,204,711</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(14,601,275)</b>	<b>3,314,770</b>	<b>(2,734,819)</b>	<b>(3,165,146)</b>	<b>(4,821,612)</b>
<b>Other Financing Sources (Uses)</b>					
Proceeds from Issuance of debt					
Transfers In	6,959,476	7,319,087	2,330,637	6,091,537	10,198,943
Transfers Out	(8,231,685)	(8,270,637)	(6,500,021)	(5,549,298)	(10,506,999)
Sales of Property	159,698	291,150	500,687	402,248	368,524
Capital Leases	-	-	-	-	-
Special Item	-	-	-	-	-
Issuance of Long Term Debt	16,312,340	-	12,770,000	8,982,000	-
Original issuance discount	-	-	(314,360)	-	-
Payment to Refunded Bond Escrow Agent	-	-	(6,684,833)	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>15,199,829</b>	<b>(660,400)</b>	<b>2,102,110</b>	<b>9,926,487</b>	<b>60,468</b>
<b>Net Change in Fund Balances before Extraordinary Item</b>	<b>598,554</b>	<b>2,654,370</b>	<b>(632,709)</b>	<b>6,761,341</b>	<b>(4,761,144)</b>
Extraordinary Item - Litigation Settlement	-	-	145,910	-	-
<b>Net Change In Fund Balances</b>	<b>\$598,554</b>	<b>\$2,654,370</b>	<b>(\$486,799)</b>	<b>\$6,761,341</b>	<b>(\$4,761,144)</b>
<b>Debt Service as a percentage of non-capital expenditures</b>	<b>58.4%</b>	<b>21.5%</b>	<b>13.5%</b>	<b>10.1%</b>	<b>11.0%</b>

Source: City of Dinuba Financial Services Division

Fiscal Year				
2016	2017	2018	2019	2020
\$15,417,110	\$17,699,777	\$13,823,138	\$14,831,798	\$18,228,311
410,496	269,630			
		1,553,351	1,567,928	1,168,344
9,817,361	3,885,183	5,099,899	6,329,384	6,724,227
1,386,822	1,275,159	2,818,004	2,909,545	3,610,155
265,203	205,154	454,092	695,301	971,096
96,196	113,012	235,466	178,240	517,712
2,560,957	2,205,415	-	-	-
46,056	157,286	326,652	345,486	345,331
<u>30,000,201</u>	<u>25,810,616</u>	<u>24,310,602</u>	<u>26,857,682</u>	<u>31,565,176</u>
3,504,184	6,363,752	3,824,662	2,565,387	2,737,350
10,454,857	10,820,834	10,786,365	10,465,411	10,827,257
2,880,100	2,299,448	6,072,381	1,758,071	2,211,741
813,013	270,174	1,911,234	1,614,439	1,665,387
1,458,541	1,640,604	1,780,297	1,840,142	1,838,979
11,512,821	2,811,519	739,058	3,656,178	4,394,413
980,865	7,131,417	1,156,606	1,208,551	1,293,760
1,216,247	1,762,202	1,020,930	989,520	957,349
-	-	-	-	-
<u>32,820,628</u>	<u>33,099,950</u>	<u>27,291,533</u>	<u>24,097,699</u>	<u>25,926,236</u>
<u>(2,820,427)</u>	<u>(7,289,334)</u>	<u>(2,980,931)</u>	<u>2,759,983</u>	<u>5,638,940</u>
1,300,000	6,764,759	437,479	36,863	373,064
3,115,598	5,091,147	2,907,190	2,610,730	4,339,191
(3,385,322)	(4,094,047)	(2,081,721)	(2,248,067)	(3,473,677)
148,146	-	-	-	-
-	-	-	197,363	85,667
-	-	-	-	(11,409,298)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>1,178,422</u>	<u>7,761,859</u>	<u>1,262,948</u>	<u>596,889</u>	<u>(10,085,053)</u>
(1,642,005)	472,525	(1,717,983)	3,356,872	(4,446,113)
-	-	-	-	-
<u>(\$1,642,005)</u>	<u>\$472,525</u>	<u>(\$1,717,983)</u>	<u>\$3,356,872</u>	<u>(\$4,446,113)</u>
11.5%	29.0%	8.3%	10.8%	9.5%

**CITY OF DINUBA  
GOVERNMENT-WIDE REVENUES  
LAST TEN FISCAL YEARS**

Fiscal Year	PROGRAM REVENUES				Total General Revenues	Total Government- Wide Revenues
	Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	Total Program Revenues		
2011	\$3,259,016	\$1,877,718	\$6,195,826	\$11,332,560	\$15,775,601	\$27,108,161
2012	\$3,115,053	\$3,279,460	\$2,436,154	\$8,830,667	\$18,940,309	\$27,770,976
2013	\$2,899,821	\$4,462,789	\$5,669,203	\$13,031,813	\$9,978,542	\$23,010,355
2014	\$5,245,274	\$6,248,747	\$25,473,768	\$36,967,789	\$8,585,330	\$45,553,119
2015	\$8,082,453	\$3,274,094	\$10,114,120	\$21,470,667	\$11,225,042	\$32,695,709
2016	\$7,750,120	\$3,375,630	\$12,075,630	\$23,201,380	\$16,232,630	\$39,434,010
2017	\$9,859,879	\$5,263,630	\$3,011,810	\$18,135,319	\$15,071,673	\$33,206,992
2018	\$4,495,062	\$2,168,438	\$19,289,803	\$25,953,303	\$16,816,801	\$42,770,104
2019	\$4,632,408	\$2,292,863	\$5,687,693	\$12,612,964	\$17,815,952	\$30,428,916
2020	\$5,369,892	\$1,076,942	\$3,613,910	\$10,060,744	\$21,266,838	\$31,327,582

Fiscal Year	GENERAL REVENUES					Total General Revenues
	Property Taxes	Sales Taxes	Utility Users Taxes	All Other Taxes	Use Of Money And Property	
2011	\$5,078,633	\$5,803,277	\$1,560,074	\$2,972,620	\$360,997	\$15,775,601
2012	\$3,461,506	\$9,843,519	\$1,600,423	\$3,746,405	\$288,456	\$18,940,309
2013	\$645,437	\$3,677,282	\$1,622,049	\$3,745,797	\$287,977	\$9,978,542
2014	\$742,122	\$3,700,400	\$1,612,836	\$2,267,781	\$262,191	\$8,585,330
2015	\$846,306	\$5,461,810	\$1,630,654	\$2,519,409	\$766,863	\$11,225,042
2016	\$1,260,845	\$9,729,414	\$1,683,265	\$3,296,336	\$262,770	\$16,232,630
2017	\$1,149,426	\$9,080,769	\$1,482,077	\$3,158,247	\$201,154	\$15,071,673
2018	\$1,166,971	\$9,926,107	\$1,491,791	\$3,777,840	\$454,092	\$16,816,801
2019	\$1,301,585	\$10,777,734	\$1,475,873	\$3,565,459	\$695,301	\$17,815,952
2020	\$1,377,047	\$14,059,028	\$1,534,979	\$3,570,886	\$724,898	\$21,266,838

Source: City of Dinuba Financial Services Division

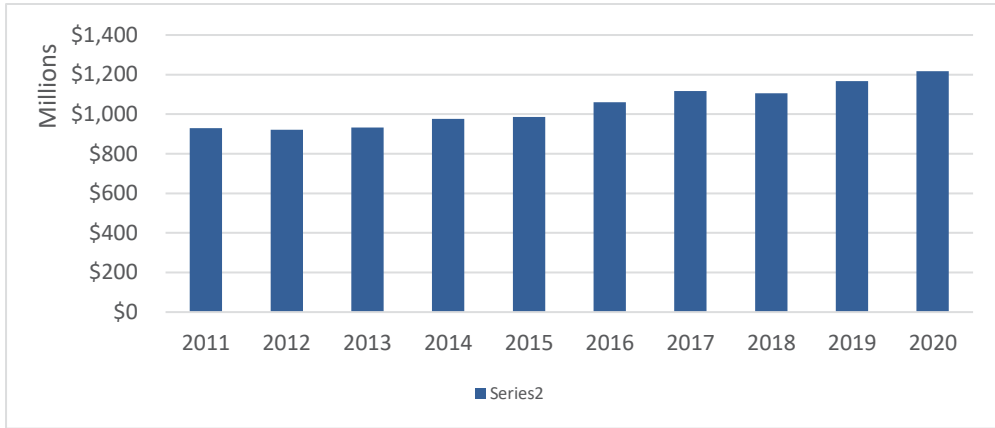
**CITY OF DINUBA  
GENERAL GOVERNMENT REVENUES BY SOURCE <sup>1</sup>  
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Taxes And Assessments</u>	<u>Licenses And Permits</u>	<u>Intergovernmental</u>	<u>Charges For Services</u>	<u>Use Of Money And Property</u>	<u>Fines And Forfeitures</u>
2011	\$13,333,324	\$663,034	\$9,592,560	\$2,031,815	\$219,523	\$165,482
2012	\$15,763,647	\$490,803	\$6,873,909	\$2,297,156	\$615,073	\$393,113
2013	\$10,054,422	\$533,126	\$8,840,363	\$1,842,951	\$105,029	\$118,693
2014	\$10,127,924	\$388,248	\$13,389,637	\$2,611,700	\$372,987	\$165,482
2015	\$14,673,041	\$825,421	\$10,254,854	\$2,629,858	\$116,046	\$83,345
2016	\$15,417,110	\$410,496	\$9,817,361	\$1,386,822	\$265,203	\$96,196
2017	\$17,699,777	\$269,630	\$3,885,183	\$1,275,159	\$205,154	\$113,012
2018	\$13,823,138	-	\$5,099,899	\$2,818,004	\$454,092	\$235,466
2019	\$14,831,798	-	\$6,329,384	\$2,909,545	\$695,301	\$178,240
2020	\$18,228,311	-	\$6,724,227	\$3,610,155	\$971,096	\$517,712

<u>Fiscal Year</u>	<u>Reimbursements</u>	<u>Miscellaneous</u>	<u>Assessments</u>	<u>Total General Government Revenues</u>
2011	\$2,223,521	\$195,544	\$ -	\$28,424,803
2012	\$1,983,721	\$280,827	-	\$28,698,249
2013	\$1,993,316	\$183,644	-	\$23,671,544
2014	\$1,866,721	\$193,101	-	\$29,115,800
2015	\$773,948	\$26,586	-	\$29,383,099
2016	\$2,560,957	\$46,056	-	\$30,000,201
2017	\$2,205,415	\$157,286	-	\$25,810,616
2018	-	\$326,652	\$1,553,351	\$24,310,602
2019	-	\$345,486	\$1,567,928	\$26,857,682
2020	-	\$345,331	\$1,168,344	\$31,565,176

Source: City of Dinuba Financial Services Division

**CITY OF DINUBA**  
**PROPERTY AD VALOREM TAX ASSESSED VALUES <sup>1</sup>**  
**LAST TEN FISCAL YEARS**



Year Ended June 30	Assessed Value <sup>2</sup>	County Tax Rate Per \$100	City		
			Portion of Assessed Value	Tax Rate <sup>3</sup>	Tax Levy
2011	\$928,720,115	1.1260	\$374,186,358	0.163%	\$608,653
2012	\$921,046,459	1.1160	\$376,464,415	0.174%	\$655,249
2013	\$933,234,251	1.1110	\$383,803,558	0.168%	\$645,437
2014	\$976,358,668	1.1110	\$406,708,703	0.182%	\$742,122
2015	\$985,816,882	1.2246	\$424,657,013	0.194%	\$823,237
2016	\$1,060,846,254	1.1285	\$431,998,964	0.287%	\$1,238,278
2017	\$1,116,863,014	1.1459	\$444,394,065	0.259%	\$1,149,426
2018	\$1,104,970,655	1.6906	\$457,636,600	0.255%	\$1,166,972
2019	\$1,167,672,497	1.1450	\$473,212,129	0.275%	\$1,301,585
2020	\$1,217,137,041	1.8701	\$491,911,581	0.280%	\$1,377,047

<sup>1</sup> Estimated Actual Value of Taxable Property is not available since passage of Proposition 13 in 1978. Property assessed values may rise only to a maximum of 2% per year unless there is new construction or when the property is sold. Consequently, estimated values are not available.

<sup>2</sup> Pursuant to chapter 1207 of the statutes of 1978, "Assessed Value" means 100% of full taxable value.

<sup>3</sup> The City's total direct tax rate varies by tax rate area. The rate shown is the combined rate for the entire city and may not match the rate shown on the "Direct and Overlapping Property Tax Rates" schedule.

Source: Tulare County Auditor's Office  
 Source: California Municipal Statistics, Inc.



**CITY OF DINUBA  
PRINCIPAL PROPERTY TAXPAYERS  
AS OF JUNE 30, 2020 AND 2011**

Taxpayer	Type Of Business	Fiscal Year 2020			Fiscal Year 2011		
		Assessed Valuation	Percent Of Total Assessed Valuation	Rank	Assessed Valuation	Percent Of Total Assessed Valuation	Rank
Ruiz Foods Products Inc.	Frozen Food	\$ 69,349,019.00	5.70%	1	\$ 51,067,438.00	5.50%	2
Best Buy Stores, Inc.	Distribution Center	\$ 52,117,780.00	4.28%	2	\$ 66,233,105.00	7.13%	1
Wal-mart Store Inc	Retail Store	\$ 19,013,627.00	1.56%	3	\$ 16,430,894.00	1.77%	5
Patterson Dental Supply	Wholesaler	\$ 13,908,672.00	1.14%	4	\$ 21,695,249.00	2.34%	4
Dinuba Properties	Apartment Complex	\$ 10,999,200.00	0.90%	5			
Boscacci Group	Real Estate Investment	\$ 7,593,503.00	0.62%	6			
Aung San LLC	Holiday Inn	\$ 6,470,567.00	0.53%	7			
College Operations LLC	Real Estate Investment	\$ 5,254,020.00	0.43%	8			
Red Rock Plaza Center LLC	Real Estate Investment	\$ 5,250,000.00	0.43%	9	\$ 7,040,500.00	0.76%	7
Calle Miramar Properties LLC	Real Estate Investment	\$ 5,117,610.00	0.42%	10			
Odwalla, Inc.	Fruit Juices				\$ 40,997,808.00	4.41%	3
Dinuba - Veto LLC	Real Estate Investment				\$ 9,283,509.00	1.00%	6
Kmart Corporation	Retail Store				\$ 6,687,003.00	0.72%	8
Ennis Land Development	Real Estate Investment				\$ 5,702,824.00	0.61%	9
North Park Apartments	Apartment Complex				\$ 5,224,014.00	0.56%	10
		<u>\$195,073,998</u>	<u>16.01%</u>		<u>\$ 230,362,344</u>	<u>24.80%</u>	

Source: Tulare County Auditor's Office

**CITY OF DINUBA  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
(Rate per \$100 of Assessed Value)  
LAST FIVE FISCAL YEARS**

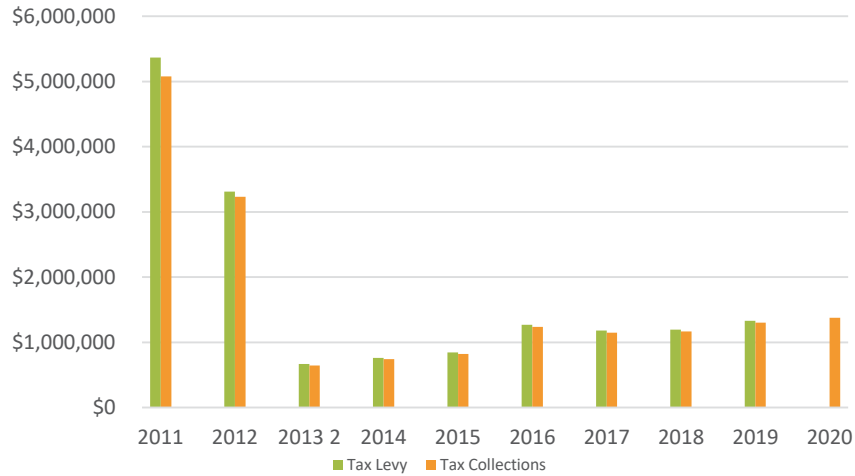
	2016	2017	2018	2019	2020
City Direct Rates:					
City basic rate	\$0.192	\$0.191	\$0.191	\$0.189	\$0.189
Total City Direct Rate	0.192	0.191	0.191	0.189	0.189
Overlapping Rates:					
Tulare County	0.178	0.177	0.177	0.176	0.176
Library	0.015	0.015	0.153	0.015	0.015
Dinuba School District	0.273	0.273	0.273	0.272	0.273
Community College District	0.046	0.046	0.456	0.046	0.456
Tulare County Schools	0.024	0.024	0.024	0.024	0.240
Alta Cemetery	0.008	0.008	0.008	0.008	0.008
Alta Hospital District	0.018	0.018	0.018	0.018	0.018
Delta Vector Control	0.014	0.014	0.014	0.014	0.136
Dinuba Memorial District	0.005	0.005	0.005	0.005	0.005
Tulare County Air Pollution District	0.000	0.000	0.000	0.000	0.000
Tulare County Flood District	0.002	0.002	0.002	0.002	0.002
Education Revenue Augmentation	0.224	0.227	0.226	0.230	0.230
Dinuba School District Bonds	0.120	0.120	0.120	0.120	0.095
Community College Bonds	0.008	0.026	0.023	0.026	0.026
Total Direct Rate <sup>1</sup>	1.128	1.146	1.691	1.145	1.870

NOTE: In 1978, California voters passed Proposition 13, which sets the property tax rate at a 1.000% fixed amount. This 1.000% is shared by all taxing agencies for which the subject property resides within. In addition to the fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of bonded debt service on the voter-approved School District and Community College bonds.

<sup>1</sup> The City's total direct tax rate varies by tax rate area. The rate provided comes from tax rate area 001-005 and is representative of other tax rate areas within the City.

Source: Tulare County Assessor's Office

**CITY OF DINUBA  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**



<u>Year Ended June 30</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Levy Collected <sup>1</sup></u>
2011	\$5,368,533	\$5,078,633	94.60
2012	\$3,311,306	\$3,231,844	97.60
2013 <sup>2</sup>	\$665,948	\$645,437	96.92
2014	\$759,282	\$742,122	97.74
2015	\$844,692	\$823,237	97.46
2016	\$1,267,299	\$1,238,278	97.71
2017	\$1,178,415	\$1,149,426	97.54
2018	\$1,192,370	\$1,166,972	97.87
2019	\$1,329,640	\$1,301,585	97.89
2020	\$1,408,743	\$1,377,047	97.75

<sup>2</sup> Previously, redevelopment tax increment was shown in this table. With the dissolution of redevelopment, only the City's property is being shown.

Source: Tulare County Auditor's Office

**CITY OF DINUBA**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities					Total Governmental Activities
	General Bonded Debt Outstanding	Capital Leases	Contracts Payable	Notes Payable	Premiums Discounts	
2011	\$64,069,581	\$814,538	\$ -	\$2,880,931	\$ -	\$67,765,050
2012 <sup>2</sup>	\$11,291,970	\$932,596	\$190,471	\$1,247,879	-	\$13,662,916
2013	\$19,595,000	\$701,861	\$146,016	\$23,549	(\$306,247)	\$20,160,179
2014	\$18,895,000	\$9,442,497	\$99,516	\$20,257	(\$318,416)	\$28,138,854
2015	\$18,265,000	\$9,012,913	\$50,877	\$16,734	(\$281,909)	\$27,063,615
2016	\$17,590,000	\$10,085,195	-	\$12,965	(\$269,740)	\$27,418,420
2017	\$17,230,000	\$9,897,810	-	\$8,932	(\$78,724)	\$27,058,018
2018	\$16,425,000	\$10,000,236	-	\$4,616	(\$75,032)	\$26,354,820
2019	\$15,640,000	\$9,778,664	-	-	(\$71,340)	\$25,347,324
2020	\$14,810,000	\$9,518,983	-	-	(\$67,648)	\$24,261,335

Fiscal Year	Business-Type Activities					Total Business-Type Activities
	Certificates Of Participation	Notes Payable	Capital Leases	Contracts Payable	Premiums Discounts	
2011	\$3,005,000	\$8,087,419	\$413	\$ -	\$ -	\$11,092,832
2012	\$3,005,000	\$7,580,353	-	\$611,334	-	\$11,196,687
2013	\$11,030,000	\$7,108,030	\$292,146	\$534,813	-	\$18,964,989
2014	\$18,895,000	\$6,736,215	\$222,586	\$454,773	-	\$26,308,574
2015	\$10,540,000	\$7,194,326	\$150,758	\$373,930	-	\$18,259,014
2016	\$10,315,000	\$6,602,194	\$76,588	\$292,286	-	\$17,286,068
2017	\$10,085,000	\$5,994,444	-	\$209,814	\$45,809	\$16,335,067
2018	\$9,845,000	\$5,365,859	\$185,699	\$126,516	\$43,659	\$15,566,733
2019	\$9,605,000	\$4,721,122	\$344,996	\$42,382	\$41,509	\$14,755,009
2020	\$9,045,000	\$4,284,949	\$415,111	-	\$39,359	\$13,784,419

Fiscal Year	Primary Government	Per Capita <sup>1</sup>
2011	\$78,857,882	\$3,593
2012	\$24,859,603	\$1,099
2013	\$39,125,168	\$1,695
2014	\$54,447,428	\$2,302
2015	\$45,322,629	\$1,891
2016	\$44,704,488	\$1,813
2017	\$43,393,085	\$1,745
2018	\$41,921,553	\$1,685
2019	\$40,102,333	\$1,583
2020	\$38,045,754	\$1,464

Note: Details regarding the City's outstanding debt can be found in the Notes to the Financial Statements.

<sup>1</sup> See the table of Population and Unemployment Rate later in this section for personal income and population data. Personal income data is not available.

<sup>2</sup> As of February 1, 2012, obligations of the former Redevelopment Agency were transferred to the Successor Agency resulting in a decrease in Government Bonds outstanding Tax Allocation Bonds, notes and loans, and other revenue bonds of the former Agency will be paid as enforceable obligations of the Successor Agency.

Source: City of Dinuba Financial Services Division

**CITY OF DINUBA  
RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**

Fiscal Year	Lease Revenue Bonds	Less: Amounts Available in Debt Service Funds	Total General Bonded Debt Outstanding	Percentage of Assessed Value of Property <sup>1</sup>	Per Capita
2011	\$13,740,000	\$4,645,419	\$64,069,581	6.9%	\$2,919
2012 <sup>2</sup>	\$13,455,000	\$2,163,030	\$11,291,970	1.2%	\$499
2013	\$13,160,000	\$1,907,038	\$11,252,962	1.2%	\$488
2014	\$18,895,000	\$739	\$18,894,261	1.9%	\$799
2015	\$18,265,000	\$2,952	\$18,262,048	1.9%	\$762
2016	\$17,590,000	\$1,260,186	\$16,329,814	1.5%	\$662
2017	\$17,230,000	\$1,256,567	\$15,973,433	1.4%	\$643
2018	\$16,425,000	\$1,257,257	\$15,167,743	1.4%	\$610
2019	\$15,640,000	\$1,256,850	\$14,383,150	1.2%	\$568
2020	\$14,810,000	\$1,253,950	\$13,556,050	1.1%	\$522

<sup>1</sup> Estimated Actual Value of Taxable Property is not available since passage of Proposition 13 in 1978. Property assessed values may rise only to a maximum of 2% per year unless there is new construction or when the property is sold. Consequently, estimated values are not available.

<sup>2</sup> As of February 1, 2012, obligations of the former Redevelopment Agency were transferred to the Successor Agency resulting in a decrease in Government Bonds outstanding Tax Allocation Bonds, notes and loans, and other revenue bonds of the former Agency will be paid as enforceable obligations of the Successor Agency.

Source: City of Dinuba Financial Services Division

**CITY OF DINUBA**  
**STATEMENT OF DIRECT AND OVERLAPPING DEBT**  
**As of June 30, 2020**

2019 - 2020 Assessed Valuation:	\$1,217,137,041		
Redevelopment Incremental Valuation:			
City Adjusted Assessed Valuation	\$1,217,137,041		
	<b>OUTSTANDING DEBT</b>	<b>% APPLICABLE <sup>1</sup></b>	<b>ESTIMATED SHARE OF OUTSTANDING DEBT</b>
	<b>6/30/2020</b>		
<b>OVERLAPPING TAX AND ASSESSMENT DEBT</b>			
State Center Community College District	\$155,670,000	1.347%	\$2,096,875
Dinuba Joint Unified School District	18,966,675	67.862%	12,871,165
Kings Canyon Joint Unified School District	78,640,662	0.487%	382,980
<b>TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT</b>	<b>253,277,337</b>		<b>15,351,020</b>
<b>DIRECT AND OVERLAPPING GENERAL FUND DEBT:</b>			
Tulare County Certificates of Participation	31,105,000	3.311%	1,029,887
Tulare County Pension Obligation Bonds	232,875,000	3.311%	7,710,491
Tulare County Board of Education Certificates of Participation	37,965,000	3.311%	1,257,021
Dinuba Joint Unified School District Certificates of Participation	9,905,000	67.862%	6,721,731
<b>City of Dinuba General Fund Obligations</b>	<b>24,261,335</b>	<b>100.000%</b>	<b>24,261,335</b>
<b>TOTAL OVERLAPPING GENERAL FUND OBLIGATION DEBT</b>	<b>336,111,335</b>		<b>40,980,465</b>
<b>OVERLAPPING TAX INCREMENT DEBT (Successor Agency):</b>	<b>44,030,000</b>	<b>100.0000%</b>	<b>44,030,000</b>
<b>TOTAL DIRECT DEBT</b>			<b>23,809,337</b>
<b>TOTAL OVERLAPPING DEBT</b>			<b>76,100,150</b>
<b>COMBINED TOTAL DEBT</b>			<b>\$ 99,909,487</b>

**Debt Ratios:**

Ratios to 2019-20 Adjusted Valuation:

Total Overlapping Tax and Assessment Debt	1.26%
<b>Total Direct Debt (\$23,809,337)</b>	<b>1.96%</b>
Combined Total Debt	8.21%

Ratios to Redevelopment Increment Valuation (\$743,824,912):

Total Overlapping Tax Increment Debt	5.92%
--------------------------------------	-------

<sup>1</sup> The percentage of overlapping debt applicable to the city is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the city divided by the district's total taxable assessed value.

<sup>2</sup> Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bonded capital lease obligations. Qualified Zone Academy bonds are included based on principal due at maturity.

Source: California Municipal Statistics, Inc.

**CITY OF DINUBA  
COMPUTATION OF LEGAL DEBT MARGIN  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

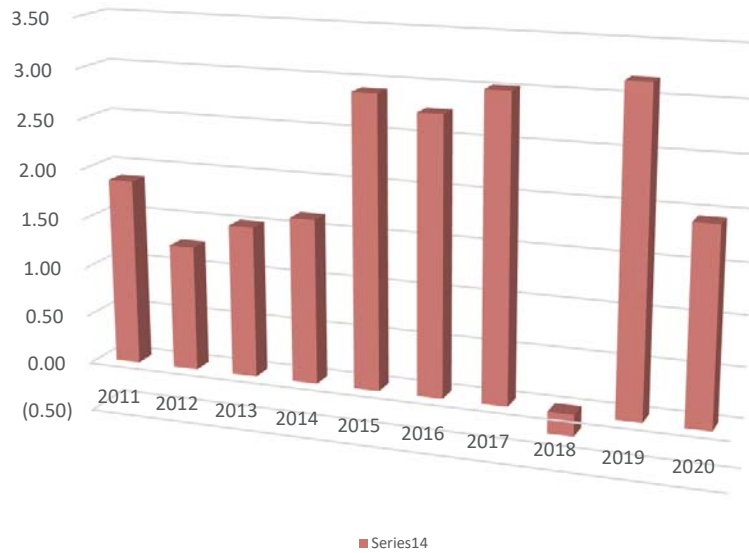
Total Assessed Valuation	<u>\$1,217,137,041</u>
Debt Limit - 15% of Total Assessed Valuation	\$182,570,556
Amount of Debt Applicable to the Limit	<u>43,393,085</u>
Legal Debt Margin	<u>\$139,177,471</u>

**LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

Fiscal Year	Debt Limit	Total Debt Applicable	Legal Debt Margin	Total Debt Applicable As A Percentage Of Debt Limit
2011	\$139,308,017	\$78,857,882	\$60,450,135	56.6%
2012	\$138,156,969	\$24,859,603	\$113,297,366	18.0%
2013	\$139,985,138	\$39,125,168	\$100,859,970	27.9%
2014	\$146,453,800	\$54,447,428	\$92,006,372	37.2%
2015	\$147,872,532	\$45,322,629	\$102,549,903	30.6%
2016	\$159,126,938	\$44,704,488	\$114,422,450	28.1%
2017	\$167,529,452	\$43,393,085	\$124,136,367	25.9%
2018	\$165,745,598	\$41,921,553	\$123,824,045	25.3%
2019	\$175,150,875	\$40,102,333	\$135,048,542	22.9%
2020	\$182,570,556	\$38,045,754	\$144,524,802	20.8%

Source: City of Dinuba Financial Services Division

**CITY OF DINUBA  
 PLEDGED-REVENUE COVERAGE  
 LAST TEN FISCAL YEARS**



**Certificates of Participation (Sewer Fund)**

Year Ended June 30	Sewer Charges And Other Contributions <sup>1</sup>	Less: Operating Expenses <sup>2</sup>	Net Available Revenue	Principal	Interest	Total Debt Service	Debt Service Coverage
2011	\$3,545,791	\$1,547,768	\$1,998,023	\$270,000	\$796,668	\$1,066,668	1.87
2012	\$3,293,667	\$1,744,908	\$1,548,759	\$290,000	\$938,250	\$1,228,250	1.26
2013	\$2,945,488	\$1,641,917	\$1,303,571	\$240,000	\$618,372	\$858,372	1.52
2014	\$3,062,058	\$1,920,430	\$1,141,628	\$270,000	\$421,644	\$691,644	1.65
2015	\$3,915,684	\$2,063,218	\$1,852,466	\$220,000	\$415,412	\$635,412	2.92
2016	\$4,027,942	\$2,275,360	\$1,752,582	\$225,000	\$409,500	\$634,500	2.76
2017	\$4,067,626	\$2,155,155	\$1,912,471	\$230,000	\$403,355	\$633,355	3.02
2018	\$3,443,625	\$3,581,543	(\$137,918)	\$240,000	\$396,891	\$636,891	(0.22)
2019	\$3,845,532	\$2,053,342	\$1,792,190	\$240,000	\$324,271	\$564,271	3.18
2020	\$3,712,741	\$2,234,678	\$1,478,063	\$490,000	\$268,986	\$758,986	1.95

<sup>1</sup> Includes transfers from the Water Fund. Bond proceeds from the 2002 Refunding Bond were also used to fund certain Water projects. Therefore, the water fund pays a proportionate share of the debt service.

<sup>2</sup> Depreciation is eliminated for this calculation.

Source: City of Dinuba Financial Services Division

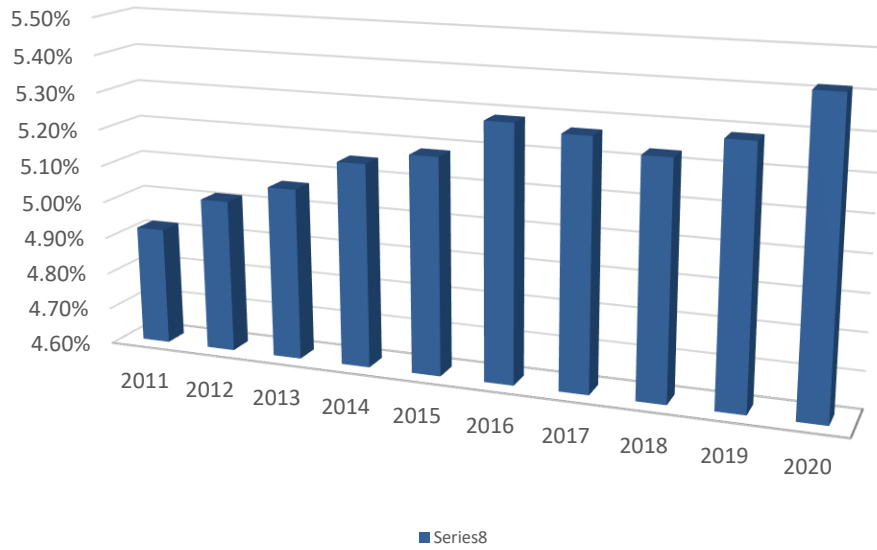


**CITY OF DINUBA  
GENERAL BONDED INDEBTEDNESS  
MATURITIES BY FISCAL YEAR**

Lease Revenue Bonds			
Fiscal Year	Principal	Interest	Total
2021	\$850,000	\$504,237.50	\$1,354,238
2022	\$895,000	\$474,450.00	\$1,369,450
2023	\$910,000	\$440,475.00	\$1,350,475
2024	\$725,000	\$412,950.00	\$1,137,950
2025	\$755,000	\$389,450.00	\$1,144,450
2026	\$775,000	\$361,962.50	\$1,136,963
2027	\$805,000	\$331,656.25	\$1,136,656
2028	\$835,000	\$300,193.75	\$1,135,194
2029	\$870,000	\$268,987.50	\$1,138,988
2030	\$900,000	\$238,087.50	\$1,138,088
2031	\$935,000	\$206,043.75	\$1,141,044
2032	\$960,000	\$172,931.25	\$1,132,931
2033	\$1,000,000	\$138,675.00	\$1,138,675
2034	\$550,000	\$111,950.00	\$661,950
2035	\$565,000	\$93,175.00	\$658,175
2036	\$595,000	\$73,625.00	\$668,625
2037	\$610,000	\$53,325.00	\$663,325
2038	\$625,000	\$32,500.00	\$657,500
2039	\$650,000	\$10,975.00	\$660,975
	\$14,810,000	\$4,615,650	\$19,425,650

Source: City of Dinuba Financial Services Division

**CITY OF DINUBA  
POPULATION AND UNEMPLOYMENT RATE  
LAST TEN FISCAL YEARS**



<u>Fiscal Year</u>	<u>City Population <sup>1</sup></u>	<u>% Change</u>	<u>Tulare County Population</u>	<u>City Population as % of County Population</u>	<u>Unemployment Rate <sup>3</sup></u>
2011	21,950	1.86%	446,180	4.92%	22.8%
2012	22,614	2.94%	450,840	5.02%	21.2%
2013	23,082	2.03%	455,599	5.07%	18.9%
2014	23,666	2.47%	459,446	5.15%	17.3%
2015	23,966	1.25%	462,189	5.19%	10.9%
2016	24,657	2.80%	466,339	5.29%	10.7%
2017	24,861	0.82%	471,842	5.27%	9.5%
2018	24,873	0.05%	475,479	5.23%	8.3%
2019	25,328	1.80%	479,112	5.29%	8.5%
2020	25,994	2.56%	479,977	5.42%	10.9%

Source: California Department of Finance  
California Employment Development Department

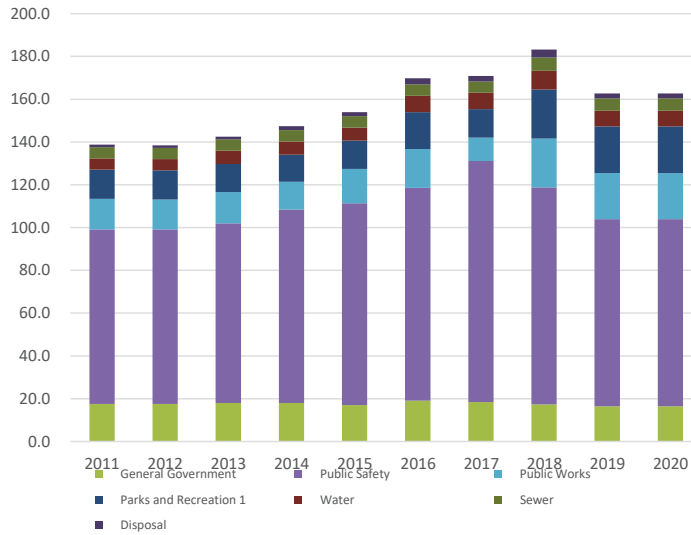
Note: Per capita income and total personal income information not available.

**CITY OF DINUBA  
PRINCIPAL EMPLOYERS  
AS OF JUNE 30, 2020 AND 2011**

Employer	Type of Business	Fiscal Year 2020			Fiscal Year 2011		
		Employees	Percent of Total City Employment	Rank	Employees	Percent of Total City Employment	Rank
Ruiz Foods Products Inc.	Frozen Food	1,644	42%	1	1,571	36%	1
Dinuba Public Schools	Education	674	17%	2	768	17%	2
Best Buy Stores, Inc.	Distribution Center	515	13%	3	330	7%	5
Wal-Mart	Retail Store	458	12%	4	400	9%	4
Patterson Dental	Wholesaler	186	5%	5			
City of Dinuba	Local Government	175	4%	6	159	4%	8
Corona College Heights	Produce Packing	139	4%	7			
Family Tree Farms	Produce Packing	80	2%	8	578	13%	3
United Market	Retail Store	44	1%	9			
Grocery Outlet	Retail Store	23	1%	10			
Giannini Packing	Produce/Packing				180	4%	7
Surabian and Sons	Produce/Packing				125	3%	9
Odwalla <sup>1</sup>	Fruit Juices				200	5%	6
Patterson Dental	Wholesaler				94	2%	10
		<u>3,938</u>	<u>100.00%</u>		<u>4,405</u>	<u>100.00%</u>	

Source: City of Dinuba and the U. S. Bureau of the Census

**CITY OF DINUBA  
EMPLOYEES BY FUNCTION (FULL TIME EQUIVALENTS)  
LAST TEN FISCAL YEARS**



	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Governmental Activities										
General Government	17.6	17.6	18.0	18.0	17.0	19.1	18.5	17.4	16.5	16.5
Public Safety	81.5	81.5	84.0	90.4	94.4	99.5	112.7	101.5	87.5	87.5
Public Works	14.3	14.0	14.7	13.0	16.0	18.1	10.9	22.8	21.5	21.5
Parks and Recreation <sup>1</sup>	13.7	13.7	13.1	12.7	13.2	17.3	13.3	23.0	21.9	21.9
Water	5.2	5.2	6.2	6.2	6.2	7.7	7.7	8.7	7.3	7.3
Sewer	5.3	5.3	5.3	5.3	5.3	5.3	5.3	6.3	5.7	5.7
Disposal	1.2	1.2	1.2	1.9	1.9	2.8	2.6	3.7	2.3	2.3
<b>Total Government-Wide Employees</b>	<b>138.8</b>	<b>138.5</b>	<b>142.5</b>	<b>147.4</b>	<b>154.0</b>	<b>169.8</b>	<b>170.9</b>	<b>183.2</b>	<b>162.7</b>	<b>162.7</b>

**CITY OF DINUBA  
CONSTRUCTION ACTIVITY  
LAST TEN CALENDAR YEARS**

Calendar Year	Total Permits	Total Valuation	Commercial and Office		Residential Single	
			Number Permits	Valuation	Number Permits	Valuation
2011	407	\$28,265,284	3	\$2,507,500	171	\$21,658,886
2012	543	\$43,487,055	13	\$9,295,706	161	\$20,246,430
2013	430	\$20,466,026	4	\$1,488,000	99	\$11,149,388
2014	437	\$16,722,112	5	\$8,448,970	41	\$4,244,435
2015	552	\$14,559,111	2	\$490,000	78	\$8,286,981
2016	689	\$7,134,510	2	\$1,110,000	57	\$5,565,450
2017	712	\$15,863,961	5	\$1,517,700	62	\$5,777,900
2018	754	\$31,539,649	1	\$60,000	70	\$9,485,662
2019	734	\$24,624,270	2	\$2,500,000	88	\$13,024,036
2020	945	\$46,726,003	3	\$1,525,400	242	\$33,023,369

Calendar Year	Residential Multi-Units		All Other	
	Number Permits	Valuation	Number Permits	Valuation
2011	0	\$0	233	\$4,098,898
2012	0	\$0	382	\$13,944,919
2013	1	\$2,450,000	326	\$5,378,638
2014	0	\$0	391	\$4,028,707
2015	0	\$0	472	\$5,782,130
2016	0	\$0	630	\$459,060
2017	0	\$0	645	\$8,568,361
2018	3	\$8,522,081	680	\$13,471,903
2019	0	\$0	644	\$9,100,234
2020	0	\$0	709	\$12,177,264

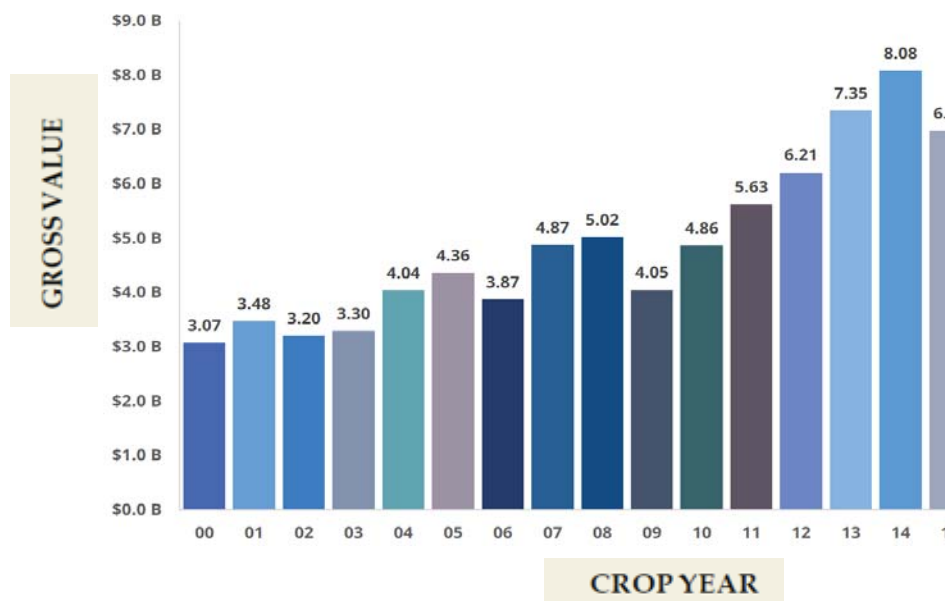
Source: City of Dinuba Annual Building Report

## TULARE COUNTY CROP STATISTICS FOR THE CALENDAR YEAR 2019

Dinuba lies in the heart of the farming area of Tulare County, California, which currently ranks second in the nation in agricultural productivity. The following list comprises the major cash crops in the county from farming and ranching for 2019

PRODUCT	GROSS VALUE
1. Milk	\$1,612,070,000
2. Oranges - Navels & Valencias	\$919,400,000
3. Grapes	\$802,551,000
4. Cattle & Calves	\$595,222,000
5. Tangerines - Fresh	\$550,620,000
6. Almonds Meats & Hulls	\$425,600,000
7. Pistachio Nuts	\$327,000,000
8. Peach Cling & Freestone	\$269,813,000
9. Lemon	\$191,360,000
10. Corn - Grain & Silage	\$166,586,000
Total Value of the Top Ten Tulare County Crops	
	\$5,860,222,000
Total Value of All Tulare County Crops	
	\$7,505,352,100

### Tulare County Twenty-Year Comparison



Source: Tulare County Agricultural Commissioner news release

**CITY OF DINUBA  
CAPITAL ASSETS USED  
LAST TEN FISCAL YEARS**

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Water:										
Number Water Wells	8	8	8	8	8	8	8	8	8	8
Annual Production (Million Gal)	1,671	1,996	1,570	1,790	1,578	1,218	1,274	1,399	1,463	1,468
Service Connections	5,459	5,581	5,633	5,937	5,742	5,862	5,964	6,031	6,131	6,327
Police:										
Stations	2	2	2	2	2	2	1	1	1	1
Sworn Officers	35	35	34	33	36	28	27	24	32	32
Support Personnel	10	10	10	9	11	11	13	11	11	11
Part-Time Support Personnel	7	8	3	3	2	2	2	2	2	2
Police Vehicles	34	35	37	36	40	38	43	46	49	37
Motorcycles	2	2	2	4	4	4	4	4	4	5
Fire:										
Stations	1	1	1	1	1	1	1	1	1	1
Firefighters	24	24	23	26	26	26	26	26	26	26
Fire and Rescue Vehicles	5	5	5	5	5	5	6	6	6	6
Ambulances	4	4	4	5	5	5	6	6	6	6
Staff Vehicles	4	5	6	6	4	5	5	5	5	5
Parks and Recreation:										
Parks	13	13	13	13	13	13	13	13	13	13
Acres of Park land	66	66	66	66	66	66	66	66	66	66
Acres of Open Space	56	56	56	56	56	56	56	56	56	56
Recreation Centers	2	2	2	2	2	2	2	2	2	2
Other:										
City Land Area (Square Miles)	4.90	4.90	4.90	4.90	4.90	4.90	4.90	4.90	4.90	4.90
Miles of Water Main	74.0	74.0	74.0	74.0	74.0	74.0	74.0	74.0	74.0	74.0
Miles of Storm Drain	19.0	19.0	19.0	19.0	19.0	19.0	19.0	19.0	19.0	19.0
Miles of Sewer Main	74.0	74.0	74.0	74.0	74.0	74.0	74.0	74.0	74.0	74.0
Miles of City Streets	65.7	65.7	65.7	65.7	65.7	65.7	65.7	65.7	65.7	65.7

Source: City of Dinuba Financial Services Division

**CITY OF DINUBA  
DEMANDS FOR CITY SERVICES  
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Population</u>	<u>Number of Utility Customers</u>	<u>Number of Police Calls - Total</u>	<u>Number of 911 Emergency Calls</u>	<u>Number of Sworn Officers</u>
2011	21,950	5,459	40,486	4,713	35
2012	22,614	5,581	39,161	4,535	35
2013	23,082	5,633	38,550	5,967	34
2014	23,666	5,927	34,611	5,844	35
2015	23,966	5,742	38,637	13,397	34
2016	24,657	5,862	41,314	1,845	28
2017	24,861	5,964	42,319	1,487	37
2018	24,873	6,031	40,019	2,271	32
2019	25,328	6,131	38,525	8,811	32
2020	25,994	6,327	37,870	3,065	32

<u>Fiscal Year</u>	<u>Number of Fire Calls <sup>1</sup></u>	<u>Number of Ambulance Runs</u>	<u>Number of Fire Fighters</u>
2011	200	3,163	24
2012	460	3,304	24
2013	572	3,594	23
2014	666	3,646	26
2015	887	3,647	24
2016	773	4,154	26
2017	861	3,968	26
2018	984	4,093	26
2019	613	4,466	26
2020	529	4,522	26

<sup>1</sup> Includes calls for fires, explosions, and hazardous conditions.

Source: City of Dinuba Financial Services Division, Fire Department, and Police Department



**CITY OF DINUBA  
GENERAL GOVERNMENTAL  
EXPENDITURES BY FUNCTION  
LAST TEN FISCAL YEARS <sup>1</sup>**

	2011	2012	2013	2014	2015
Governmental Activities					
General Government	\$4,009,529	\$3,439,679	\$4,339,158	\$4,703,501	\$5,345,434
Public Safety	8,107,881	8,167,990	8,990,013	9,591,236	13,275,052
Public Works	3,632,361	1,826,602	2,197,625	2,761,922	3,334,975
Community Development	1,763,309	1,007,987	636,986	548,112	1,641,605
Parks and Recreation	1,152,007	1,796,570	1,136,847	1,224,454	1,682,401
Debt Service	4,192,595	1,720,593	1,020,371	1,521,663	1,204,781
Unallocated Depreciation	879,409	953,544	823,524	1,018,182	2,635,342
Total Governmental Activities Expenses	<u>\$23,737,091</u>	<u>\$18,912,965</u>	<u>\$19,144,524</u>	<u>\$21,369,070</u>	<u>\$29,119,590</u>

	2016	2017	2018	2019	2020
Governmental Activities					
General Government	\$4,802,762	\$7,661,240	\$3,989,322	\$3,647,223	\$4,464,243
Public Safety	\$13,746,235	\$13,897,596	\$12,920,443	\$12,503,075	\$12,801,801
Public Works	\$3,943,500	\$3,752,225	\$6,577,677	\$2,429,367	\$5,116,719
Community Development	\$1,178,906	\$637,522	\$2,350,919	\$2,277,992	\$2,427,047
Parks and Recreation	\$1,824,431	\$2,007,951	\$2,127,602	\$2,527,531	\$2,705,703
Debt Service	\$1,278,342	\$1,604,463	\$978,293	\$1,008,877	\$1,001,611
Unallocated Depreciation	\$3,029,796	\$3,011,661	\$0	\$0	\$0
Total Governmental Activities Expenses	<u>\$29,803,972</u>	<u>\$32,572,658</u>	<u>\$28,944,256</u>	<u>\$24,394,065</u>	<u>\$28,517,124</u>

<sup>1</sup> Includes General, Special Revenue, Debt Service, and Capital Projects Funds.

Source: City of Dinuba Financial Services Division

**CITY OF DINUBA  
SALES TAX RATES  
LAST TEN FISCAL YEARS**

<u>YEAR</u>	<u>EFFECTIVE DATE</u>	<u>STATE RATE</u>	<u>LOCAL RATE</u>
2011	7/1/2011	7.25%	8.50%
2012	7/1/2011	7.25%	8.50%
2013	1/1/2013	7.50%	8.75%
2014	1/1/2013	7.50%	8.75%
2015	1/1/2013	7.50%	8.75%
2016	1/1/2013	7.50%	8.75%
2017	1/1/2017	7.25%	8.50%
2018	1/1/2017	7.25%	8.50%
2019	1/1/2017	7.25%	8.50%
2020	1/1/2017	7.25%	8.50%

Source: California State Board of Equalization

**CITY OF DINUBA  
TOP 25 SALES TAX GENERATORS  
AS OF JUNE 30, 2020 AND 2011  
(in alphabetical order)**

**Principal Sales Tax Producers**

2019-20		2010-11	
Taxpayer	Business Type	Taxpayer	Business Type
Ace Hardware	Bldg.Matls-Retail	Autozone	Auto Parts/Repair
Arco AM/PM Mini Marts	Service Stations	Bestbuy.com	Furniture/Appliance
Autozone	Auto Parts/Repair	Big 5 Sporting Goods	Recreation Products
Best Buy Warehouse Logistics	Business Services	Burger King Restaurants	Restaurants
Bestbuy.com	Furniture/Appliance	Candy's Diesel Repair	Auto Parts/Repair
Big 5 Sporting Goods	Recreation Products	Dinuba Lumber Company	Bldg.Matls-Whsle
Burger King Restaurants	Restaurants	E B M Auto Sales	Auto Sales - Used
Dinuba Auto Plaza	Auto Sales - Used	Ed Dena's Auto Center	Auto Sales - New
Dinuba Gas & Food Mart	Service Stations	El Monte Gas Food & Car Wash	Service Stations
Ed Dena's Auto Center	Auto Sales - New	Gamestop	Miscellaneous Retail
Jack In The Box Restaurants	Restaurants	Jack In The Box Restaurants	Restaurants
Jim Manning Dodge Chryslr Jeep	Auto Sales - New	Jim Manning Dodge Chryslr Jeep	Auto Sales - New
Liquor Locker	Liquor Stores	K Mart Stores	Department Stores
McDonald's Restaurants	Restaurants	McDonald's Restaurants	Restaurants
Panda Express	Restaurants	Patterson Veterinary Supply	Light Industry
Patterson Veterinary Supply	Light Industry	Quick Shop Markets	Food Markets
Quick Shop Markets	Food Markets	Quick-N-Handy Mart & Deli	Food Markets
R J Food & Gas	Service Stations	R J Food & Gas	Service Stations
Rite Aid Drug Stores	Drug Stores	Rhodes Service Stations	Service Stations
Sal's Food Mart	Food Markets	Rite Aid Drug Stores	Drug Stores
Scout Specialties	Miscellaneous Other	Ruiz Food Products	Food Processing Eqp
Taco Bell	Restaurants	Smith Auto Parts	Auto Parts/Repair
Tractor Supply Company	Miscellaneous Retail	United Market	Food Markets
Verizon Wireless	Miscellaneous Retail	Valero Service Stations	Service Stations
Wal Mart Stores	Department Stores	Walgreen's Drug Stores	Drug Stores

Source: MuniServices

**CITY OF DINUBA  
ANNUAL SALES TAX BY CATEGORY  
2015-2019 CALENDAR YEARS**

**NAICS Category**

	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>
Accommodation and Food Services	304,388	328,812	340,345	357,492	378,630
Administrative and Support and Waste Management and Remediation Services	8,710	9,973	11,937	12,650	13,862
Agriculture, Forestry, Fishing and Hunting	64,425	25,747	40,868	110,241	48,492
Arts, Entertainment, and Recreation	3,023	3,093	2,812	2,244	5,302
Construction	141,234	106,464	62,693	49,760	6,712
Information	0	0	0	1	0
Manufacturing	535,041	569,830	485,256	542,565	579,767
Mining, Quarrying, and Oil and Gas Extraction	11,569	8,963	9,865	10,615	7,727
Other Services (except Public Administration)	22,914	24,848	24,817	22,682	21,113
Professional, Scientific, and Technical Services	1,808	2,022	2,812	2,166	1,988
Real Estate and Rental and Leasing	1,818	808	1,006	908	263
Retail Trade	3,859,799	6,517,225	9,414,016	9,872,079	11,095,144
Undefined	(294)	405	(3,623)	(726)	(461)
Utilities	12,222	11,064	10,593	10,720	11,398
<b>Grand Total</b>	<b>\$ 4,966,656.80</b>	<b>\$ 7,609,253.39</b>	<b>\$ 10,403,397.39</b>	<b>\$ 10,993,396.50</b>	<b>\$ 12,169,936.91</b>

Source: MuniServices

Note: 2019 is latest available year.

**CITY OF DINUBA  
SCHEDULE OF INSURANCE IN FORCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

TYPES AND DETAILS OF COVERAGE	AMOUNT
1. GENERAL LIABILITY	
a. Self-insured retention, \$1,000,000 limit	\$50,000
b. Liability excess coverage	\$19,000,000
2. AUTO PHYSICAL DAMAGE	
a. Comprehensive coverage, fire trucks, dump trucks, and ambulances, 5% of values at time of loss subject to \$1,000 minimum and \$10,000 maximum.	\$11,280,927
b. Comprehensive coverage, low value vehicles under \$25,000, \$500 deductible	\$1,175,073
3. PROPERTY COVERAGE	
a. Covers all owned buildings and contents at replacement cost, including data processing equipment and valuable papers, \$5,000 deductible.	\$70,138,284
b. Miscellaneous Property Floater	\$6,301,331
c. Special Equipment.	\$1,000,000
d. Extra Expense Associated with Physical Damage or Loss	\$562,000
e. Extra Expense Associated with Floater Equipment	\$10,000
4. WORKERS' COMPENSATION	
a. Self-insured retention \$500,000 limit	\$50,000
b. Workers' compensation excess coverage	\$4,500,000
5. OTHER	
a. Employee's fidelity dishonesty bond (Blanket)	\$250,000
b. Money & Securities	\$15,000
c. Wrongful Discharge, Discrimination, and Sexual Harrassment	\$1,000,000
d. Boiler & Machinery Property Coverage	\$100,000
e. Loss of Earnings/Extra Expense \$2,500 deductible	\$2,828,400

Source: City of Dinuba Risk Manager



1920 Dinuba's Tulare Street