



2021

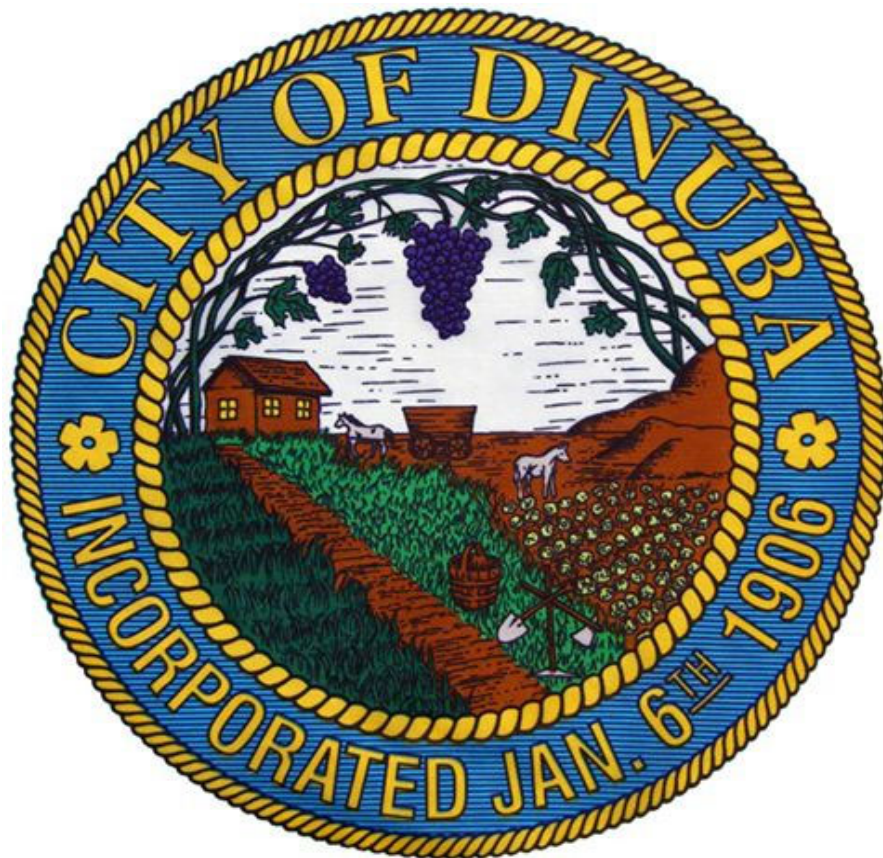
Annual Comprehensive Financial Report



focused on the present, building on the future.

FOR THE FISCAL YEAR ENDED JUNE 30, 2021

ANNUAL COMPREHENSIVE FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED JUNE 30, 2021
City of Dinuba, California

Prepared by the Finance Department

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Introductory Section



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CITY OF DINUBA
 ANNUAL COMPREHENSIVE FINANCIAL REPORT
 FOR THE YEAR ENDED JUNE 30, 2021

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City Manager's Office
559/591-5904

Development Services
559/591-5906

Parks & Community Services
559/591-5940

City Attorney
559/437-1770

Public Works Services
559/591-5924

Fire/Ambulance Services
559/591-5931

Administrative Services
559/591-5900

Engineering Services
559/591-5924

Police Services
559/591-5914

May 17, 2022

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

The Annual Comprehensive Financial Report (ACFR) of the City of Dinuba, for the fiscal year ended June 30, 2021, 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, 2021. The audit was designed to meet the requirements of the federal Single Audit Act of 1984, as amended and related 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 unmodified 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.

The City of Dinuba is situated in the northern part of Tulare County, near the Fresno County line. Roughly 180 miles north of Los Angeles and 200 miles south of San Francisco, the City lies in the heart of California's agriculturally-rich San Joaquin Valley, near the Sierra Nevada Mountain Range.

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 2021 population of 26,517. 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. The 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.

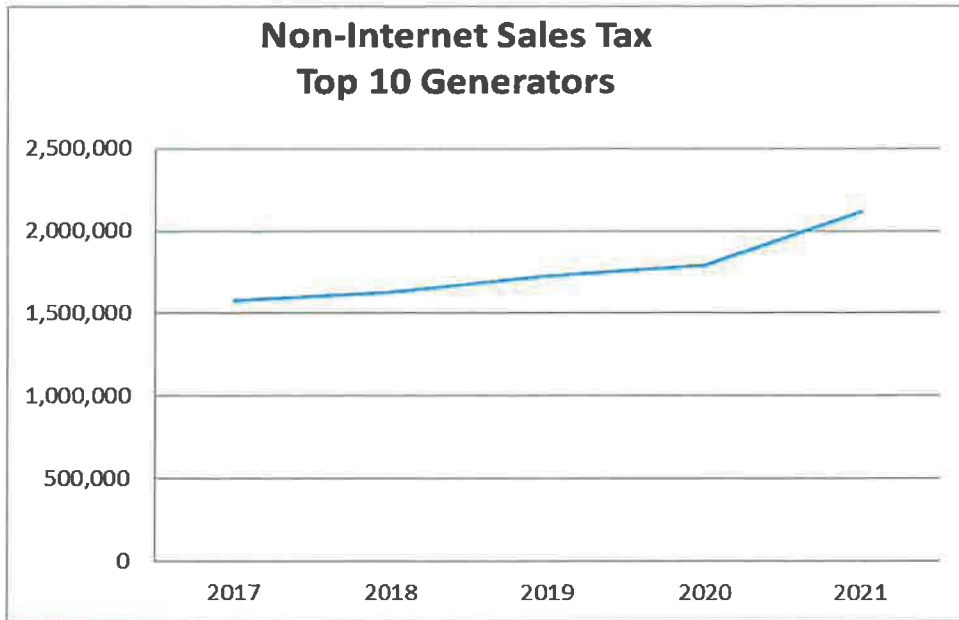
The Dinuba area is one of the San Joaquin Valley's most productive agricultural spots. The variety of crops includes cotton, nuts, vegetables, and fruits, such as grapes, raisins, plums, peaches, nectarines, and citrus. Raisins are a major product in the Dinuba area, where 40 percent of the world's raisins 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, Tulare County Oversight Board has assumed the role of the board to the Successor Agency of the City of Dinuba.

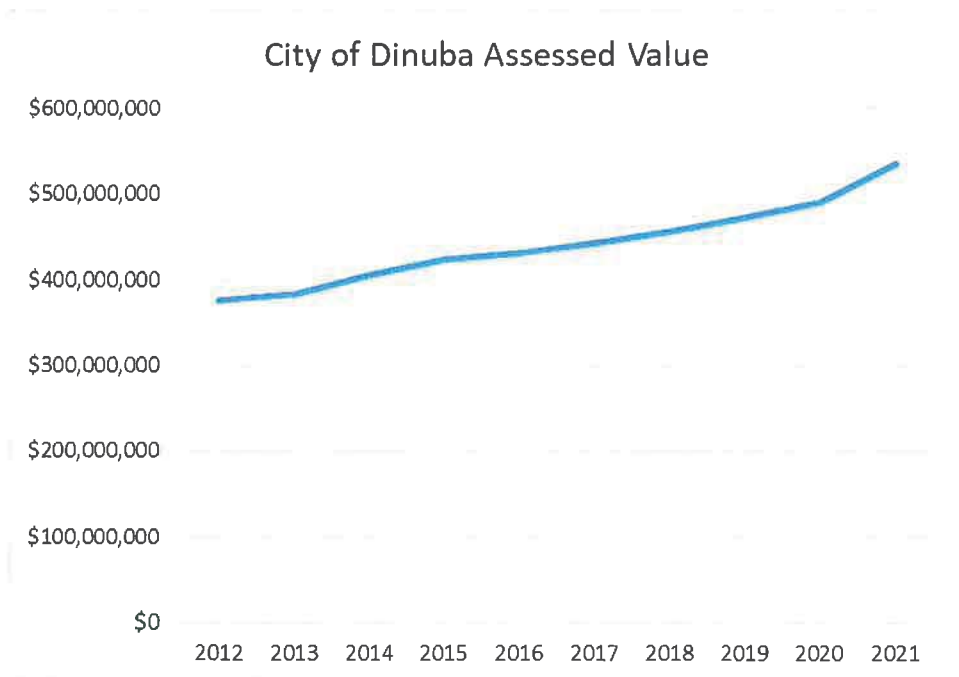
Local Economy

The economic climate in Dinuba is stabilizing. Over the past 5 years, sales tax from the top 10 non-Internet businesses grew from approximately \$1,652,000 to approximately \$2,100,000. During the past year non-Internet sales tax from the same sources grew by \$323,000.



In the 2020-2021 Fiscal Year the City of Dinuba’s Public Works Department issued a total of 880 building permits. A total of 696 of those permits were residential and 184 were for commercial projects. The total valuation for all permits issued was \$37,467,037. There are currently three residential developments that are being built 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 2020-21. 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 2020-2021 the City's Public Works Department completed several capital improvements projects. They include:

- **Dinuba Police Department Parking Lot Expansion Project.** The Police Department parking lot exceeded the existing capacity and was in need of additional parking stalls. Police personnel were parking vehicles in the vacant dirt lot adjacent to the existing parking lot. Additionally, some of the patrol vehicles had experienced vandalism due to the existing parking lot not being fenced or secured. Overall, the project resulted in an addition to the existing parking lot. Police department personnel can now park their personal and work vehicles in a safe, protected and accessible parking lot.
- **South College Avenue and SJVRR Crossing Improvements.** Federal funding for the Railroad/Highway Grade Crossing Program is derived from the annual apportionment to the Surface Transportation Program and is reserved for the safety program defined by the Section 130 Railroad/Highway Crossing Improvements. Caltrans administers the funds and contracts with local agencies to fund crossing improvement projects. Under the Railroad/Highway At-Grade Crossing Program, Section 130, the California Public Utilities Commission (CPUC) analyzed the existing College Avenue/SJVRR crossing with respect to vehicular travel, bicycle travel, pedestrian pathways, rail traffic, and determined that the identified improvements will improve safety.
- **Kamm & Greene Safety Improvements Project.** This project was completed at the beginning of the fiscal year on July 23, 2020. The City re-evaluated the original scope and added two additional bulb outs to ensure safety at all four crosswalks and recalculated the engineers estimate to request additional Federal funds. The City was successful in securing additional funding for construction, design and construction management and inspections. This Project significantly enhances pedestrian facilities for a dangerous intersection where several accidents and at least one fatality had been reported.
- **Fiscal Year 2020-21 SB-1 Street Rehabilitation Project.** The FY 2020-21 SB-1 Street Rehabilitation Project consisted of asphalt dig outs, asphalt skin patches, crack filling, a slurry seal, micro surfacing, and roadway striping. The new striping configuration on the various streets were completed resulting in the reduction of travel lanes, narrowing of travel lanes, addition of parking lanes, and/or addition of bike lanes to achieve systematic improvements. These improvements should deter the urge to speed, provide a safer path of travel for bicyclists, and provide ample parking for the future Viscaya Park.

Financial Information

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, projected, and 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 re-appropriated 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 Annual Comprehensive Financial Report for the fiscal year ended June 30, 2020. This was the twenty-eighth 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 annual comprehensive 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 Annual Comprehensive 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 annual comprehensive 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,



Karina Solis
Administrative Services Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Dinuba
California**

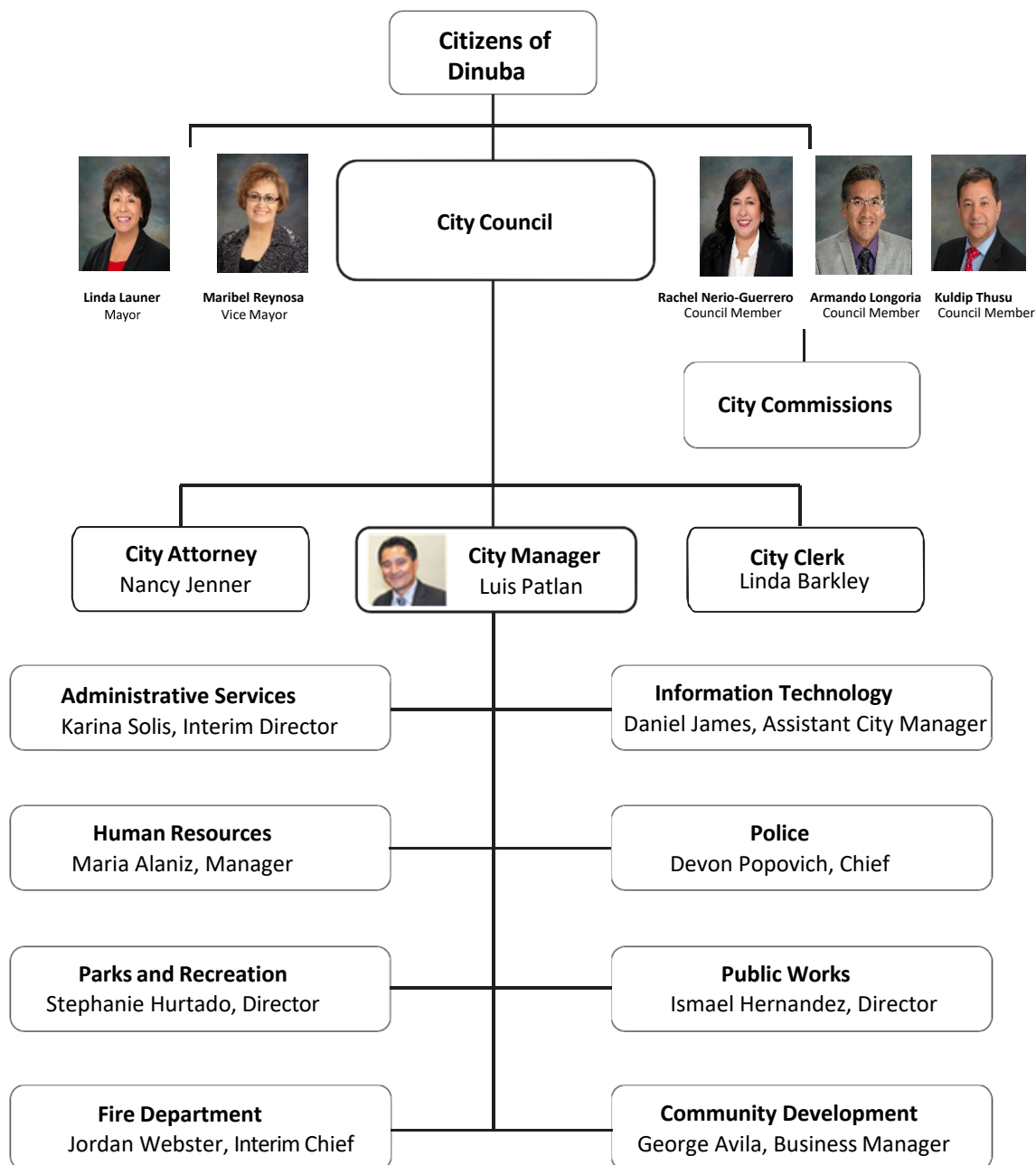
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

Executive Director/CEO

Organizational Chart and Principal Officials



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Financial Section



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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

Opinions

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, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

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 as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management 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; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the date of the financial statements.



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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if, there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Reporting Responsibilities

Required Supplementary Information

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



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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules 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. The 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.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section and statistical section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the financial statements does not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 17, 2022 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 black ink that reads "Lance, Solt & Lughard, LLP". The signature is written in a cursive, flowing style.

Sacramento, California
May 17, 2022



Management's Discussion and Analysis ***Fiscal Year Ended June 30, 2021***

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, 2021. 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 increased by \$22.5 million to \$338.7 million, of which \$258.4 million represented governmental assets and \$80.3 million represented business-type assets.
- City total liabilities increased by \$2.3 million to \$99.9 million, of which \$77.2 million were governmental liabilities and \$22.7 million were business-type liabilities.
- The City's total net position increased by \$23.6 million to \$244.7 million.
- City-wide revenues were \$68.9 million, of which \$48.7 million were generated by governmental activities and \$20.2 were generated by business-type activities.
- City-wide expenses were \$44.2 million, of which \$29.9 million were incurred by governmental activities and \$14.3 were incurred by business-type activities.

Fund Level

- Governmental Fund balances increased \$9.6 million to \$53.9 million. Of this amount \$15.5 million was unassigned fund balance and available for spending at the City's discretion.
- Governmental Fund revenues were \$40 million, an increase of \$8.4 million from the previous year.
- Governmental Fund expenditures increased by \$5.6 million to \$31.6 million in fiscal year 2021.
- Enterprise net position increased by \$4.8 million to \$59.2 million. Of this amount, \$8.7 million was unrestricted net position and available for spending at the City's discretion.
- Enterprise Fund operating revenues increased by \$1.3 million to \$15.3 million compared to the previous fiscal year.
- Enterprise Fund operating expenses were \$14.0 million in fiscal year 2021, a decrease of \$3.4 million compared to the previous fiscal year.

OVERVIEW OF THE BASIC FINANCIAL STATEMENTS

The Annual Comprehensive 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

Table 1			
Governmental Net Position at June 30, 2020 and 2021			
(in Thousands)			
	<u>FY 2021</u>	<u>FY 2020</u>	<u>Change</u>
Current and other assets	\$ 66,006	\$ 57,187	\$ 8,819
Capital Assets	<u>192,401</u>	<u>179,993</u>	<u>12,408</u>
Total Assets	258,407	237,180	21,227
Deferred outflows	<u>8,298</u>	<u>5,821</u>	<u>2,477</u>
Total deferred outflow	8,298	5,821	2,477
Current and other liabilities	9,631	11,616	(1,985)
Long-term obligations outstanding	<u>67,600</u>	<u>60,541</u>	<u>7,059</u>
Total liabilities	77,231	72,157	5,074
Deferred inflows	<u>3,931</u>	<u>4,220</u>	<u>(289)</u>
Total deferred inflow	3,931	4,220	(289)
Net Position			
Net investment in capital assets	169,863	156,273	13,590
Restricted	36,825	35,598	1,227
Unrestricted	<u>(21,122)</u>	<u>(25,246)</u>	<u>4,124</u>
Total net position	\$ 185,566	\$ 166,625	\$ 18,941

Net Position

As shown in Table 1, the City’s governmental Total Net Position is \$185.5 million. During fiscal year 2021, the overall net position increased by \$18.9 million, or 11%. 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 \$192 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 21.1 % 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 (\$21.1) million at year end.

Changes in Net Position

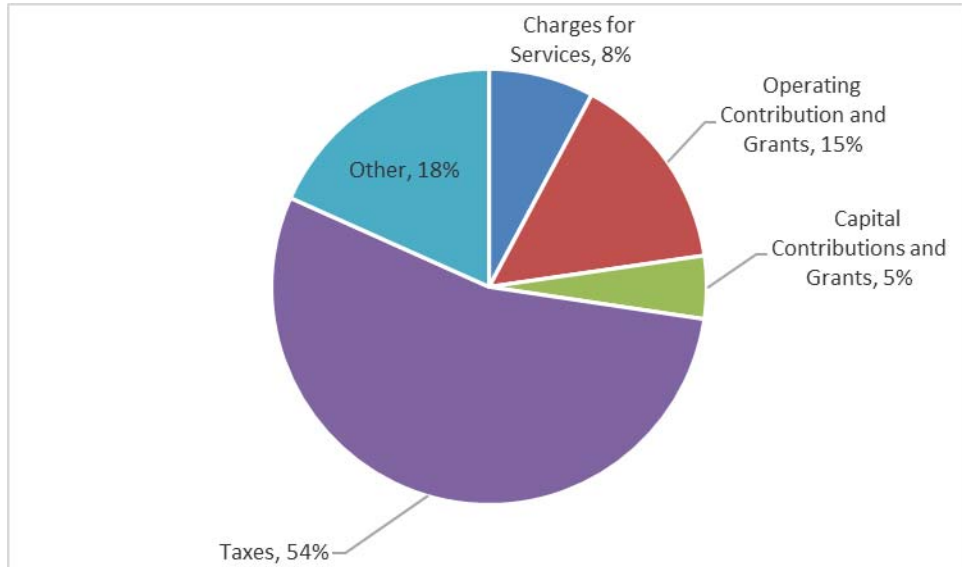
The Statement of Activities provides information regarding the entirety of the City's governmental revenues and expenses. The Statement describes in detail the changes in net position from the previous year.

The City's Governmental Net Position increased by \$18.9 million in fiscal year 2021. Revenues increased \$28.0 million and expenses increased by \$1.4 million. The increase in revenues is primarily due to decreases in Sales Tax and Special Items recorded in 2020, while the increases in expenses are throughout all governmental activities.

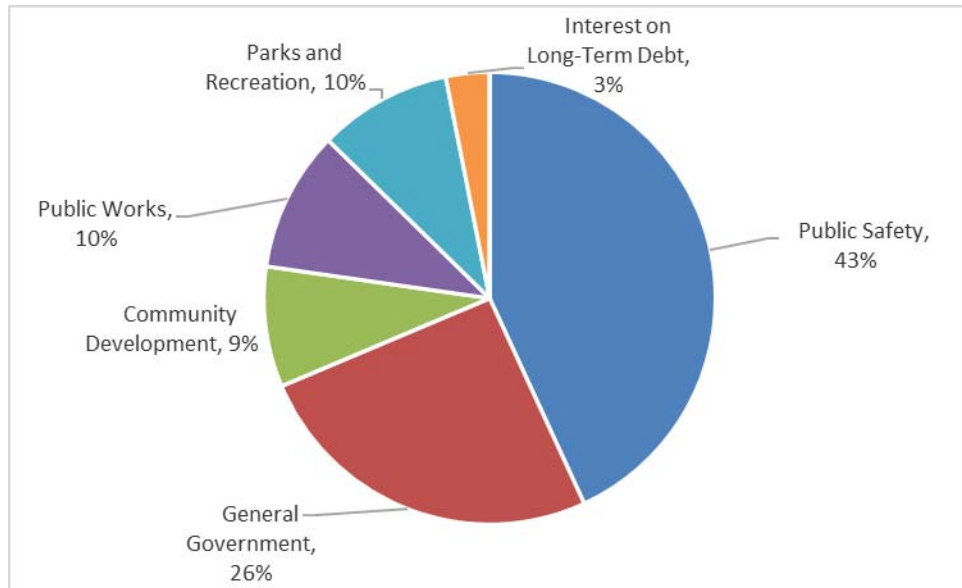
Table 2			
Changes in Governmental Net Position			
(in Thousands)			
	<u>FY 2021</u>	<u>FY 2020</u>	<u>Change</u>
Revenues			
Program Revenues			
Charges for services	\$ 3,747	\$ 5,370	\$ (1,623)
Operating contribution and grants	7,124	1,077	6,047
Capital contributions and grants	2,237	3,614	(1,377)
General Revenues			
Taxes			
Sales Tax	19,277	14,059	5,218
Motor Vehicle in Lieu	2,152	2,033	118
Utility Users Tax	1,668	1,535	133
Property Tax	1,517	1,377	140
Other Tax	1,409	1,257	152
Investment Earnings	663	725	(62)
Miscellaneous	8,107	(11,129)	19,236
Total Revenues	<u>47,901</u>	<u>19,918</u>	<u>27,983</u>
Expenses			
Public Safety	12,899	12,802	98
General Government	7,635	4,464	3,171
Community Development	2,576	2,427	149
Public Works	3,009	5,117	(2,107)
Parks and Recreation	2,858	2,706	152
Interest on Long-Term Debt	935	1,002	(66)
Total Expenses	<u>29,913</u>	<u>28,517</u>	<u>1,396</u>
Excess (deficiency)			
before transfers and special items	<u>17,988</u>	<u>(8,599)</u>	<u>26,587</u>
Transfers & Special Items (Note 18)	<u>874</u>	<u>2,865</u>	<u>(1,992)</u>
Total Transfers & Special Items	<u>874</u>	<u>2,865</u>	<u>(1,992)</u>
Change in Net Position	18,862	(5,733)	
Net Position- Beginning, Restated	<u>166,704</u>	<u>172,358</u>	<u>(5,655)</u>
Net Position- Ending	\$ 185,566	\$ 166,625	\$ 18,941

The following charts display the City's governmental activities for fiscal year 2021, 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 increase \$1.3 million in total assets. Of the total business type net position, 85.3% was net investment in capital assets and 14.7% was unrestricted, which is available for future operations.

Table 3			
Business-Type Net Position at June 30, 2020 and 2021			
(in Thousands)			
	<u>FY 2021</u>	<u>FY 2020</u>	<u>Change</u>
Current and other assets	\$ 17,527	\$ 15,906	\$ 1,621
Capital Assets	<u>62,761</u>	<u>63,109</u>	<u>(348)</u>
Total Assets	80,288	79,015	1,273
Deferred outflows	<u>2,249</u>	<u>2,243</u>	<u>6</u>
Total deferred outflow	2,249	2,243	6
Current and other liabilities	1,659	1,661	(2)
Long-term obligations outstanding	<u>21,069</u>	<u>23,801</u>	<u>(2,732)</u>
Total liabilities	22,728	25,462	(2,734)
Deferred inflows	<u>633</u>	<u>1,347</u>	<u>(714)</u>
Total deferred inflow	633	1,347	(714)
Net Position			
Net investment in capital assets	50,502	50,288	214
Unrestricted	<u>8,674</u>	<u>4,161</u>	<u>4,513</u>
Total net position	\$ 59,176	\$ 54,449	\$ 4,727

Changes in Net Position

As shown in Table 4, net revenues for business-type activities were \$20.6 million in fiscal year 2021, an increase of \$1.8 million over the prior year. The increase is attributed to additional service charges received across all enterprise funds, but primarily in Ambulance and Golf.

Expenses for business-type activities decreased by \$4.2 million compared to the previous fiscal year. The decrease in expenses are attributed to the Water, Sewer, Disposal and Golf funds. The largest decreases are in the Golf and Sewer funds. In the Sewer fund the decreases are attributed to the savings provided by the refinancing of the 2007 Waste Water Bond. In the Golf fund, the decreases are attributed to the adjustment of accumulated depreciation for a prior year adjustment that was made in fiscal year 2020.

Table 4			
Business-Type Activities			
(in Thousands)			
	<u>FY 2021</u>	<u>FY 2020</u>	<u>Change</u>
Revenues			
Program Revenues			
Charges for services	\$ 15,154	\$ 13,629	\$ 1,524
Operating contribution and grants	5,089	4,948	141
General Revenues			
Investment Earnings	572	206	366
Miscellaneous	(222)	58	(280)
Total Revenues	<u>20,593</u>	<u>18,841</u>	<u>1,752</u>
Expenses			
Disposal	2,716	3,129	(414)
Golf Course	1,042	4,098	(3,055)
Sewer	1,804	3,255	(1,451)
Water	3,461	3,564	(103)
Ambulance	3,012	2,647	365
Transit	1,563	1,089	474
Compressed Natural Gas	305	318	(13)
Total Expenses	<u>13,902</u>	<u>18,100</u>	<u>(4,184)</u>
Excess (deficiency) before transfers and special items	<u>6,691</u>	<u>741</u>	<u>5,936</u>
Transfers & Special Items (Note 18)	<u>(874)</u>	<u>(4,215)</u>	<u>3,342</u>
Total Transfers & Special Items	<u>(874)</u>	<u>(4,215)</u>	<u>3,342</u>
Change in Net Position	5,817	(3,474)	9,292
Net Position- Beginning, Restated	<u>53,359</u>	<u>57,923</u>	<u>(4,564)</u>
Net Position- Ending	\$ 59,176	\$ 54,449	\$ 4,727

FINANCIAL ANALYSIS OF CITY'S MAJOR FUNDS

Table 5 summarizes the Governmental balances at the fund level.

Table 5			
Financial Highlights at Fund Level at June 30, 2020 and 2021			
(in Thousands)			
	<u>FY 2021</u>	<u>FY 2020</u>	<u>Change</u>
Total Assets	\$ 67,348	\$ 57,759	\$ 9,589
Total Liabilities	12,931	12,983	(53)
Total Deferred Inflows of Resources	526	489	37
Total Fund Balances	53,891	44,287	9,604
Total Revenues	40,047	31,565	8,482
Total Expenditures	31,592	25,926	5,666
Total Other Financing Sources (Uses)	1,070	(10,085)	11,155

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 95.5% to end the fiscal year at a balance of \$17.2 million. The increase was due primarily to additions of capital projects and increased Sales Tax revenues.

The final budget amount for General Fund expenditures totaled \$15.7 million excluding transfers out. In comparison, actual expenditures excluding transfers out totaled \$15.4 million. The variance in expenditures was \$0.3 million. Total revenues were budgeted at \$22 million; actual revenues in the General Fund were \$24.7 million with a variance of \$2.7 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 \$24.1 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.

Transportation Construction:

Revenue in the Transportation Construction fund came to \$.9 million. The revenue is primarily composed of intergovernmental revenues originating with the Tulare County Association of Governments.

Housing:

Net activity in housing remained virtually the same compared to the previous year for day to day operations.

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 \$8.3 million in revenue and have a combined Fund Balance at year-end of \$10.6 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 increased slightly by \$0.8 million to \$14.7 million. The unrestricted portion of the net position totaled \$1.0 million.

Sewer

The sewer fund ended the year with a net position of \$14.4 million of which \$0.4 million was unrestricted. Operating revenues exceeded operating expenses by just a little over \$1.7 million. The fund's net position increased by \$1.5 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 \$1.0 million of which \$.85 million was unrestricted.

Ambulance

In 2021, the City continued to participate in the Inter-governmental Transfer funding provided by the State. Revenue from the IGT transfer was \$2.4 million in 2021. As of June 30, 2021 the fund had net position of \$8.0 million.

Golf Course

Operating revenues increased by \$0.6 million from the prior fiscal year. Operating expenses decreased by \$1.4 million from the prior year. This was largely due to a prior period adjustment 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 \$17.3 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 7 of the financial statements.

Table 6			
Capital Assets Net of Accumulated Depreciation at June 30			
(in Thousands)			
	FY 2021	FY 2020	Change
Governmental Activities			
Land	\$ 113,425	\$ 112,694	\$ 731
Artwork	69	69	-
Construction in Progress	7,097	355	6,742
Buildings	21,011	15,151	5,860
Improvements	3,892	259	3,633
Equipment and Machinery	8,412	(190)	8,601
Infrastructure	88,537	51,655	36,882
Total	<u>\$ 242,443</u>	<u>\$ 179,993</u>	<u>\$ 62,450</u>
Business-Type Activities			
Land	\$ 7,752	\$ 7,752	\$ -
Construction in Progress	-	-	-
Buildings and Improvements	19,115	20,192	(1,078)
Equipment and Machinery	1,914	1,936	(22)
Infrastructure	33,980	33,228	752
Total	<u>\$ 62,761</u>	<u>\$ 63,109</u>	<u>\$ (348)</u>

The net increase of \$62.5 million for governmental activity assets is comprised of the Buildings, Improvements, Equipment and Machinery and Infrastructure that is depreciated throughout the year.

The net decrease of \$348 thousand for business-type activity assets is attributed to depreciation of Buildings and Improvements and Equipment and Machinery.

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 \$1.9 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, 2021:

Table 7			
Outstanding Debt			
(in Thousands)			
	FY 2021	FY 2020	Change
Governmental Activity Debt			
Revenue Bonds Payable	\$ 13,960	\$ 14,742	\$ (782)
Notes and Capital Leases Payable	9,156	9,519	(363)
Original Issue Discount	(209)	-	(209)
Original Issue Premium	145	-	145
Total	<u>\$ 23,052</u>	<u>\$ 24,261</u>	<u>\$ (1,209)</u>
Business-Type Debt			
Revenue Bonds Payable	\$ 8,518	\$ 9,045	\$ (527)
Notes and Capital Leases Payable	4,554	4,700	(146)
Original Issue Premium	37	39	(2)
Total	<u>\$ 13,109</u>	<u>\$ 13,784</u>	<u>\$ (675)</u>
Total Long-Term Obligations	\$ 36,161	\$ 38,046	\$ (1,885)

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 Annual Comprehensive Financial Report. 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 18% from fiscal year 2020 to 2021. This substantial increase is attributed to increases in retail, auto sales and fuel stations.

As the economy stabilized from the impacts from the shuttering of businesses in early 2020, the unemployment rates have returned to pre-pandemic levels. In June of 2019, the unemployment rate was 8.5%, in 2020 it increased to 10.9% and in June of 2021 the rate dropped down to 8.4%.

There was a significant decrease in the construction of new homes. There were 242 permits issued in 2020 for single family residential homes while in 2021, there were 111 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:

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

Basic Financial Statements



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CITY OF DINUBA

STATEMENT OF NET POSITION
JUNE 30, 2021

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets:			
Cash and investments	\$ 28,641,029	\$ 13,122,819	\$ 41,763,848
Receivables:			
Accounts	561,046	3,372,043	3,933,089
Notes and loans	25,508,836	3,170	25,512,006
Accrued interest	18,583	7,678	26,261
Internal balances	1,697,621	(1,697,621)	-
Prepaid costs	125,731	77,570	203,301
Due from other governments	8,615,059	1,894,512	10,509,571
Inventories	-	103,337	103,337
Restricted assets:			
Cash with fiscal agent	838,339	643,594	1,481,933
Capital assets not being depreciated	120,591,403	7,751,714	128,343,117
Capital assets, net of depreciation	71,832,128	55,008,916	126,841,044
Total Assets	258,429,775	80,287,732	338,717,507
Deferred Outflows of Resources:			
Deferred charge on refunding	491,249	850,189	1,341,438
Deferred pension related items	4,530,779	1,009,825	5,540,604
Deferred OPEB related items	3,275,833	389,374	3,665,207
Total Deferred Outflows of Resources	8,297,861	2,249,388	10,547,249
Liabilities:			
Accounts payable	3,321,296	722,793	4,044,089
Accrued liabilities	4,939,101	120,792	5,059,893
Accrued interest	200,445	163,027	363,472
Unearned revenue	2,609	319,557	322,166
Deposits payable	1,167,972	332,774	1,500,746
Accrued compensated absences due within one year	224,645	57,054	281,699
Accrued claims and judgments due within one year	50,000	-	50,000
Bonds, notes, and capital leases due within one year	1,359,890	1,180,633	2,540,523
Noncurrent liabilities:			
Accrued compensated absences due in more than one year	819,796	159,097	978,893
Bonds, notes, and capital leases due in more than one year	21,692,134	11,928,364	33,620,498
Net pension Liability due in more than one year	17,592,485	4,669,969	22,262,454
Total OPEB Liability due in more than one year	25,860,988	3,073,894	28,934,882
Total Liabilities	77,231,361	22,727,954	99,959,315
Deferred Inflows of Resources:			
Deferred pension related items	268,747	197,840	466,587
Deferred OPEB related items	3,661,802	435,250	4,097,052
Total Deferred Inflows of Resources	3,930,549	633,090	4,563,639
Net Position:			
Net investment in capital assets	169,862,756	50,501,822	220,364,578
Restricted for:			
Community development projects	25,057,824	-	25,057,824
Public safety	2,301,408	-	2,301,408
Parks and recreation	463,201	-	463,201
Public works	5,620,612	-	5,620,612
Capital projects	1,488,820	-	1,488,820
Debt service	1,893,366	-	1,893,366
Unrestricted	(21,122,261)	8,674,254	(12,448,007)
Total Net Position	\$ 185,565,726	\$ 59,176,076	\$ 244,741,802

CITY OF DINUBA

STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2021

	Program Revenues			
	Expenses	Charges for Services	Operating Contributions and Grants	
Functions/Programs				
Primary Government:				
Governmental Activities:				
General government	\$ 7,635,027	\$ 1,263,713	\$ 38,918	\$ -
Public safety	12,899,424	516,452	168,681	-
Community development	2,576,069	-	5,855,340	-
Parks & Rec	2,858,033	238,428	-	-
Public works	3,009,339	1,728,740	1,061,364	2,237,038
Interest on long-term debt	935,126	-	-	-
Total Governmental Activities	29,913,018	3,747,333	7,124,303	2,237,038
Business-Type Activities:				
Water	3,460,883	3,240,648	1,201,756	-
Sewer	1,803,845	3,816,657	-	-
Golf Course	2,839,155	2,397,750	-	-
Disposal	3,013,999	3,202,112	-	-
Ambulance	1,562,676	2,302,744	3,012,617	-
Transit	1,280,248	19,241	874,410	-
Compressed Natural Gas	304,582	174,801	-	-
Total Business-Type Activities	14,265,388	15,153,953	5,088,783	-
Total Primary Government	\$ 44,178,406	\$ 18,901,286	\$ 12,213,086	\$ 2,237,038

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

Transfers

Total General Revenues, Contributions, and Transfers

Change in Net Position

Net Position at Beginning of Year

Restatement of Net Position

Net Position at End of Year

Net (Expenses) Revenues and Changes in Net Position		
Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (6,332,396)	\$ -	\$ (6,332,396)
(12,214,291)	-	(12,214,291)
3,279,271	-	3,279,271
(2,619,605)	-	(2,619,605)
2,017,803	-	2,017,803
(935,126)	-	(935,126)
(16,804,344)	-	(16,804,344)
-	981,521	981,521
-	2,012,812	2,012,812
-	(441,405)	(441,405)
-	188,113	188,113
-	3,752,685	3,752,685
-	(386,597)	(386,597)
-	(129,781)	(129,781)
-	5,977,348	5,977,348
(16,804,344)	5,977,348	(10,826,996)
1,517,322	-	1,517,322
266,474	-	266,474
19,276,913	-	19,276,913
279,774	-	279,774
254,098	-	254,098
1,668,455	-	1,668,455
609,054	-	609,054
2,151,555	-	2,151,555
662,583	572,378	1,234,961
294,859	-	294,859
7,811,698	141,246	7,952,944
873,612	(873,612)	-
35,666,397	(159,988)	35,506,409
18,862,053	5,817,360	24,679,413
166,624,837	54,448,847	221,073,684
78,836	(1,090,131)	(1,011,295)
\$ 185,565,726	\$ 59,176,076	\$ 244,741,802

CITY OF DINUBA

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021**

	<u>Special Revenue Funds</u>		
	<u>General</u>	<u>HUD Grants</u>	<u>Housing Authority</u>
Assets:			
Pooled cash and investments	\$ 18,594,387	\$ -	\$ 1,025
Receivables:			
Accounts	394,027	20,000	-
Notes and loans	-	24,135,048	85,050
Accrued interest	12,159	310	-
Prepaid costs	28,840	-	-
Due from other governments	3,623,168	2,618,229	-
Due from other funds	2,529,659	-	-
Advances to other funds	1,496,405	-	116,904
Restricted assets:			
Cash and investments with fiscal agents	-	-	-
Total Assets	26,678,645	26,773,587	202,979
Liabilities, Deferred Inflows of Resources, and Fund Balances:			
Liabilities:			
Accounts payable	2,983,109	158,745	-
Accrued liabilities	4,841,815	-	-
Unearned revenues	2,609	-	-
Deposits payable	567,972	-	-
Due to other funds	-	1,674,947	-
Advances from other funds	1,031,663	-	-
Total Liabilities	9,427,168	1,833,692	-
Deferred Inflows of resources:			
Unavailable revenues	48,815	-	85,050
Total Deferred Inflows of Resources	48,815	-	85,050
Fund Balances:			
Nonspendable:			
Prepaid costs	28,840	-	-
Advances to other funds	1,496,405	-	-
Restricted for:			
Community development projects	-	24,939,895	117,929
Public safety	-	-	-
Parks and recreation	-	-	-
Public works	-	-	-
Capital Projects	-	-	-
Debt service	-	-	-
Unassigned	15,677,417	-	-
Total Fund Balances	17,202,662	24,939,895	117,929
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 26,678,645	\$ 26,773,587	\$ 202,979

CITY OF DINUBA

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021**

	<u>Capital Projects Funds</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>Transportation Construction</u>		
Assets:			
Pooled cash and investments	\$ 860,184	\$ 7,125,138	\$ 26,580,734
Receivables:			
Accounts	-	139,165	553,192
Notes and loans	-	1,288,738	25,508,836
Accrued interest	294	4,688	17,451
Prepaid costs	-	9,835	38,675
Due from other governments	161,163	2,212,499	8,615,059
Due from other funds	-	-	2,529,659
Advances to other funds	-	1,124,333	2,737,642
Restricted assets:			
Cash and investments with fiscal agents	-	766,778	766,778
Total Assets	1,021,641	12,671,174	67,348,026
Liabilities, Deferred Inflows of Resources, and Fund Balances:			
Liabilities:			
Accounts payable	28,073	89,753	3,259,680
Accrued liabilities	-	88,757	4,930,572
Unearned revenues	-	-	2,609
Deposits payable	-	600,000	1,167,972
Due to other funds	-	546,166	2,221,113
Advances from other funds	-	316,904	1,348,567
Total Liabilities	28,073	1,641,580	12,930,513
Deferred Inflows of resources:			
Unavailable revenues	-	392,175	526,040
Total Deferred Inflows of Resources	-	392,175	526,040
Fund Balances:			
Nonspendable:			
Prepaid costs	-	9,835	38,675
Advances to other funds	-	-	1,496,405
Restricted for:			
Community development projects	-	-	25,057,824
Public safety	-	2,301,408	2,301,408
Parks and recreation	-	463,201	463,201
Public works	-	5,620,612	5,620,612
Capital Projects	993,568	495,252	1,488,820
Debt service	-	1,893,366	1,893,366
Unassigned	-	(146,255)	15,531,162
Total Fund Balances	993,568	10,637,419	53,891,473
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,021,641	\$ 12,671,174	\$ 67,348,026



CITY OF DINUBA

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2021**

Fund balances of governmental funds		\$ 53,891,473
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.		192,238,946
Long-term debt, pension liabilities, OPEB liabilities and compensated absences that have not been included in the governmental fund activity:		
Bonds payable	\$ (13,960,000)	
Unamortized bond (premiums) discounts	63,956	
Unamortized deferred charges	491,249	
Capital leases payable	(9,047,966)	
Net pension liability	(17,036,099)	
Total OPEB Liability	(25,001,622)	
Compensated Absences	<u>(999,760)</u>	(65,490,242)
Accrued interest payable for the current portion of interest due on bonds has not been reported in the governmental funds.		(200,445)
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.		526,040
Deferred outflows related to pension items that are not included in governmental fund activity		4,410,468
Deferred inflows related to pension items that are not included in governmental fund activity		(245,177)
Deferred outflows related to OPEB items that are not included in governmental fund activity		3,166,976
Deferred inflows related to OPEB items that are not included in governmental fund activity		(3,540,119)
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>807,806</u>
Net Position of Governmental Activities		<u>\$ 185,565,726</u>

CITY OF DINUBA

STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	Special Revenue Funds		
	General	HUD Grants	Housing Authority
Revenues:			
Taxes	\$ 19,941,618	\$ -	\$ -
Assessments	1,200,122	-	-
Intergovernmental	2,190,473	5,855,340	-
Charges for services	1,210,835	-	-
Use of money and property	(40,945)	299,221	-
Fines and forfeitures	75,100	-	-
Miscellaneous	145,475	-	-
Total Revenues	24,722,678	6,154,561	-
Expenditures:			
Current:			
General government	2,861,175	-	-
Public safety	9,100,121	-	-
Community development	1,193,065	211,519	-
Parks and recreation	1,814,007	-	-
Public works	-	286,000	-
Capital outlay	348,901	6,339,121	-
Debt service:			
Principal retirement	56,601	-	-
Interest and fiscal charges	3,590	-	-
Total Expenditures	15,377,460	6,836,640	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	9,345,218	(682,079)	-
Other Financing Sources (Uses):			
Transfers in	123,524	1,115,154	-
Transfers out	(1,343,131)	(63,524)	-
Capital leases	122,592	-	-
Proceeds from sale of capital asset	49,128	-	-
Total Other Financing Sources (Uses)	(1,047,887)	1,051,630	-
Net Change in Fund Balances	8,297,331	369,551	-
Fund Balances, Beginning of Year, as previously reported	8,826,495	24,570,344	117,929
Restatements	78,836	-	-
Fund Balances, Beginning of Year, as restated	8,905,331	24,570,344	117,929
Fund Balances, End of Year	\$ 17,202,662	\$ 24,939,895	\$ 117,929

CITY OF DINUBA

STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	Capital Projects Funds		Total Governmental Funds
	Transportation Construction	Other Governmental Funds	
Revenues:			
Taxes	\$ -	\$ 3,930,472	\$ 23,872,090
Assessments	-	-	1,200,122
Intergovernmental	882,997	2,584,086	11,512,896
Charges for services	-	1,066,507	2,277,342
Use of money and property	2,249	377,844	638,369
Fines and forfeitures	-	176,120	251,220
Miscellaneous	103	149,384	294,962
Total Revenues	885,349	8,284,413	40,047,001
Expenditures:			
Current:			
General government	-	16,980	2,878,155
Public safety	-	2,022,932	11,123,053
Community development	-	-	1,404,584
Parks and recreation	-	-	1,814,007
Public works	-	1,902,240	2,188,240
Capital outlay	1,385,884	1,820,653	9,894,559
Debt service:			
Principal retirement	-	1,320,131	1,376,732
Interest and fiscal charges	-	908,852	912,442
Total Expenditures	1,385,884	7,991,788	31,591,772
Excess (Deficiency) of Revenues Over (Under) Expenditures	(500,535)	292,625	8,455,229
Other Financing Sources (Uses):			
Transfers in	604,951	2,778,410	4,622,039
Transfers out	-	(2,391,928)	(3,798,583)
Capital leases	-	74,884	197,476
Proceeds from sale of capital asset	-	-	49,128
Total Other Financing Sources (Uses)	604,951	461,366	1,070,060
Net Change in Fund Balances	104,416	753,991	9,525,289
Fund Balances, Beginning of Year, as previously reported	889,152	9,883,428	44,287,348
Restatements	-	-	78,836
Fund Balances, Beginning of Year, as restated	889,152	9,883,428	44,366,184
Fund Balances, End of Year	\$ 993,568	\$ 10,637,419	\$ 53,891,473



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, 2021**

Net change in fund balances - total governmental funds		\$ 9,525,289
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	\$ 8,341,728	
Depreciation	(3,342,022)	
Contributed capital assets	7,811,698	
Proceeds on sale of capital assets	49,128	
Gain/(loss) on sale of capital assets	<u>(385,244)</u>	12,475,288
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	1,377,785	
Amortization of bond premiums(discounts)	(3,692)	
Amortization of deferred charges	(49,931)	
Capital leases issued	<u>(197,476)</u>	1,126,686
Accrued interest for long-term liabilities. This is the net change in accrued interest for the current period.		
		13,216
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.		
		71,135
OPEB obligation expenses are expenditures in the governmental funds, but reduce the total OPEB liability in the statement of net position.		
		(4,284,098)
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.		
		37,469
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.		
		1,084,786
Pension obligation expenses are expenditures in the governmental funds, but reduce to the net pension liability in the statement of net position.		
		<u>(1,187,718)</u>
Change in Net Position of Governmental Activities		<u>\$ 18,862,053</u>

CITY OF DINUBA

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2021

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Golf Course	Disposal
Assets:				
Current:				
Cash and investments	\$ 2,724,612	\$ 362,912	\$ 362,883	\$ 1,014,871
Receivables:				
Accounts	1,371,953	781,152	8,375	395,448
Accrued interest	1,795	178	-	637
Prepaid costs	5,102	5,663	554	60,976
Due from other governments	-	-	-	-
Inventories	-	-	103,337	-
Restricted:				
Cash with fiscal agent	50,189	593,405	-	-
Total Current Assets	4,153,651	1,743,310	475,149	1,471,932
Noncurrent:				
Notes and loans	3,170	-	-	-
Advances to other funds	-	-	-	200,000
Capital assets - net of accumulated depreciation	17,685,640	21,712,187	19,361,950	210,526
Total Noncurrent Assets	17,688,810	21,712,187	19,361,950	410,526
Total Assets	21,842,461	23,455,497	19,837,099	1,882,458
Deferred Outflows of Resources:				
Deferred charge on refunding	-	850,189	-	-
Deferred pension related items	207,457	106,749	-	89,030
Deferred OPEB related items	210,078	80,897	-	40,941
Total Deferred Outflows of Resources	417,535	1,037,835	-	129,971
Liabilities:				
Current:				
Accounts payable	181,201	134,526	159,949	124,882
Accrued liabilities	14,022	11,707	41,079	6,363
Accrued interest	53,031	109,996	-	-
Unearned revenues	-	-	319,557	-
Deposits payable	332,774	-	-	-
Due to other funds	-	-	-	-
Accrued compensated absences	6,951	8,856	-	5,071
Accrued claims and judgments	-	-	-	-
Bonds, notes, and capital leases	526,170	549,870	92,004	11,125
Total Current Liabilities	1,114,149	814,955	612,589	147,441
Noncurrent:				
Advances from other funds	-	-	1,589,075	-
Accrued compensated absences	36,300	16,437	-	18,702
Net pension Liability	959,391	493,665	-	411,723
Total OPEB Liability	1,658,452	638,642	-	323,210
Bonds, notes, and capital leases	3,541,744	8,047,948	291,463	41,219
Total Noncurrent Liabilities	6,195,887	9,196,692	1,880,538	794,854
Total Liabilities	7,310,036	10,011,647	2,493,127	942,295
Deferred Inflows of Resources:				
Deferred pension related items	40,644	20,914	-	17,442
Deferred OPEB related items	234,830	90,429	-	45,765
Total Deferred Inflows of Resources	275,474	111,343	-	63,207
Net Position:				
Net investment in capital assets	13,617,726	13,964,558	18,978,483	158,182
Unrestricted	1,056,760	405,784	(1,634,511)	848,745
Total Net Position	\$ 14,674,486	\$ 14,370,342	\$ 17,343,972	\$ 1,006,927

CITY OF DINUBA

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2021

	Business-Type Activities - Enterprise Funds			Governmental Activities- Internal Service Funds
	Ambulance	Other Enterprise Funds	Totals	
Assets:				
Current:				
Cash and investments	\$ 8,257,666	\$ 399,875	\$ 13,122,819	\$ 2,060,295
Receivables:				
Accounts	812,151	2,964	3,372,043	7,854
Accrued interest	4,791	277	7,678	1,132
Prepaid costs	4,984	291	77,570	87,056
Due from other governments	1,280,329	614,183	1,894,512	-
Inventories	-	-	103,337	-
Restricted:				
Cash with fiscal agent	-	-	643,594	71,561
Total Current Assets	10,359,921	1,017,590	19,221,553	2,227,898
Noncurrent:				
Notes and loans	-	-	3,170	-
Advances to other funds	-	-	200,000	-
Capital assets - net of accumulated depreciation	507,431	3,282,896	62,760,630	184,585
Total Noncurrent Assets	507,431	3,282,896	62,963,800	184,585
Total Assets	10,867,352	4,300,486	82,185,353	2,412,483
Deferred Outflows of Resources:				
Deferred charge on refunding	-	-	850,189	-
Deferred pension related items	605,865	724	1,009,825	120,311
Deferred OPEB related items	46,535	10,923	389,374	108,857
Total Deferred Outflows of Resources	652,400	11,647	2,249,388	229,168
Liabilities:				
Current:				
Accounts payable	51,660	70,575	722,793	61,616
Accrued liabilities	46,291	1,330	120,792	8,529
Accrued interest	-	-	163,027	-
Unearned revenues	-	-	319,557	-
Deposits payable	-	-	332,774	-
Due to other funds	-	308,546	308,546	-
Accrued compensated absences	35,080	1,096	57,054	11,073
Accrued claims and judgments	-	-	-	50,000
Bonds, notes, and capital leases	1,464	-	1,180,633	31,288
Total Current Liabilities	134,495	381,547	3,205,176	162,506
Noncurrent:				
Advances from other funds	-	-	1,589,075	-
Accrued compensated absences	84,291	3,367	159,097	33,608
Net pension Liability	2,801,842	3,348	4,669,969	556,386
Total OPEB Liability	367,364	86,226	3,073,894	859,366
Bonds, notes, and capital leases	5,990	-	11,928,364	76,726
Total Noncurrent Liabilities	3,259,487	92,941	21,420,399	1,526,086
Total Liabilities	3,393,982	474,488	24,625,575	1,688,592
Deferred Inflows of Resources:				
Deferred pension related items	118,698	142	197,840	23,570
Deferred OPEB related items	52,017	12,209	435,250	121,683
Total Deferred Inflows of Resources	170,715	12,351	633,090	145,253
Net Position:				
Net investment in capital assets	499,977	3,282,896	50,501,822	76,571
Unrestricted	7,455,078	542,398	8,674,254	731,235
Total Net Position	\$ 7,955,055	\$ 3,825,294	\$ 59,176,076	\$ 807,806

CITY OF DINUBA

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2021

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Golf Course	Disposal
Operating Revenues:				
Sales and service charges	\$ 3,240,648	\$ 3,816,657	\$ 2,397,750	\$ 3,202,112
Miscellaneous	19,543	124	-	2,045
Total Operating Revenues	3,260,191	3,816,781	2,397,750	3,204,157
Operating Expenses:				
Salaries and benefits	672,768	525,243	1,304,301	309,812
Contractual services	888,616	218,543	114,690	2,226,221
Materials and supplies	302,463	119,502	305,294	61,125
Insurance	-	-	-	-
Employee health insurance	-	-	-	-
Repairs and maintenance	25,298	265,030	62,956	1,836
Utilities	389,863	153,283	166,828	26,137
Allocated costs	389,706	(423,473)	-	331,714
Depreciation expense	623,942	516,016	753,652	50,032
Bad debt expense	-	-	6,486	-
Total Operating Expenses	3,292,656	1,374,144	2,714,207	3,006,877
Operating Income (Loss)	(32,465)	2,442,637	(316,457)	197,280
Nonoperating Revenues (Expenses):				
Intergovernmental	1,201,756	-	-	-
Interest revenue	12,420	18,208	6,135	500,896
Interest expense	(168,227)	(429,701)	(1,331)	(5,382)
Loss on disposal of capital assets	(18,689)	(23,302)	(123,617)	(1,740)
Total Nonoperating Revenues (Expenses)	1,027,260	(434,795)	(118,813)	493,774
Income (Loss) Before Transfers	994,795	2,007,842	(435,270)	691,054
Transfers in	925,035	833,860	-	-
Transfers out	(1,151,304)	(1,341,796)	-	(25,691)
Changes in Net Position	768,526	1,499,906	(435,270)	665,363
Net Position:				
Beginning of Year, as previously reported	13,905,960	12,870,436	17,779,242	341,564
Restatements	-	-	-	-
Beginning of Fiscal Year, as restated	13,905,960	12,870,436	17,779,242	341,564
End of Fiscal Year	\$ 14,674,486	\$ 14,370,342	\$ 17,343,972	\$ 1,006,927

CITY OF DINUBA

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2021

	Business-Type Activities - Enterprise Funds			Governmental Activities- Internal Service Funds
	Ambulance	Other Enterprise Funds	Totals	
Operating Revenues:				
Sales and service charges	\$ 2,302,744	\$ 194,042	\$ 15,153,953	\$ 5,933,510
Miscellaneous	-	161,525	183,237	-
Total Operating Revenues	2,302,744	355,567	15,337,190	5,933,510
Operating Expenses:				
Salaries and benefits	460,941	158,464	3,431,529	555,093
Contractual services	121,580	546,372	4,116,022	103,873
Materials and supplies	351,678	82,098	1,222,160	112,911
Insurance	-	-	-	1,563,982
Employee health insurance	-	-	-	2,307,754
Repairs and maintenance	31,831	54,404	441,355	186,212
Utilities	4,313	73,821	814,245	7,393
Allocated costs	361,359	130,632	789,938	27,174
Depreciation expense	177,215	301,079	2,421,936	34,153
Bad debt expense	53,759	-	60,245	-
Total Operating Expenses	1,562,676	1,346,870	13,297,430	4,898,545
Operating Income (Loss)	740,068	(991,303)	2,039,760	1,034,965
Nonoperating Revenues (Expenses):				
Intergovernmental	3,012,617	874,410	5,088,783	-
Interest revenue	31,853	2,866	572,378	5,291
Interest expense	-	-	(604,641)	(5,626)
Loss on disposal of capital assets	-	(237,960)	(405,308)	-
Total Nonoperating Revenues (Expenses)	3,044,470	639,316	4,651,212	(335)
Income (Loss) Before Transfers	3,784,538	(351,987)	6,690,972	1,034,630
Transfers in	-	-	1,758,895	60,964
Transfers out	(102,236)	(11,480)	(2,632,507)	(10,808)
Changes in Net Position	3,682,302	(363,467)	5,817,360	1,084,786
Net Position:				
Beginning of Year, as previously reported	5,362,884	4,188,761	54,448,847	(276,980)
Restatements	(1,090,131)	-	(1,090,131)	-
Beginning of Fiscal Year, as restated	4,272,753	4,188,761	53,358,716	(276,980)
End of Fiscal Year	\$ 7,955,055	\$ 3,825,294	\$ 59,176,076	\$ 807,806

CITY OF DINUBA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2021

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Golf Course	Disposal
Cash Flows from Operating Activities:				
Cash received from customers and users	\$ 2,814,665	\$ 3,800,521	\$ 2,517,723	\$ 3,140,272
Cash received from interfund service provided	-	-	-	-
Cash paid to suppliers for goods and services	(1,931,258)	(344,050)	(625,875)	(2,652,205)
Cash paid to employees for services	(827,337)	(1,301,167)	(1,304,301)	(840,967)
Cash received from (payments to) others	19,543	124	-	2,045
Net Cash Provided (Used) by Operating Activities	75,613	2,155,428	587,547	(350,855)
Cash Flows from Non-Capital Financing Activities:				
Cash transfers in	925,035	833,860	-	-
Cash transfers out	(1,151,304)	(1,341,796)	-	(25,691)
Short-term loans repaid to other funds	-	-	-	-
Intergovernmental revenue	1,201,756	-	-	-
Repayments (made)/received on notes/loans	4,818	-	-	3,000
Advance from other funds	-	-	(200,000)	-
Net Cash Provided (Used) by Non-Capital Financing Activities	980,305	(507,936)	(200,000)	(22,691)
Cash Flows from Capital and Related Financing Activities:				
Acquisition and construction of capital assets	(776,310)	(797,443)	-	-
Principal paid on capital debt	(526,561)	(542,149)	(72,430)	(11,946)
Interest paid on capital debt	(174,121)	(301,674)	(2,376)	(2,304)
Net Cash Provided (Used) by Capital and Related Financing Activities	(1,476,992)	(1,641,266)	(74,806)	(14,250)
Cash Flows from Investing Activities:				
Interest earnings	20,358	18,876	6,333	502,961
Net Cash Provided (Used) by Investing Activities	20,358	18,876	6,333	502,961
Net Increase (Decrease) in Cash and Cash Equivalents	(400,716)	25,102	319,074	115,165
Cash and Cash Equivalents at Beginning of Year	3,175,517	931,215	43,809	899,706
Cash and Cash Equivalents at End of Year	\$ 2,774,801	\$ 956,317	\$ 362,883	\$ 1,014,871
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:				
Operating income (loss)	\$ (32,465)	\$ 2,442,637	\$ (316,457)	\$ 197,280
Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:				
Depreciation	623,942	516,016	753,652	50,032
Changes in pension related items	107,900	(19,246)	-	(22,557)
Changes in OPEB related items	(244,634)	(741,334)	-	(506,235)
(Increase) decrease in accounts receivable	(425,983)	(16,136)	76,195	(61,840)
(Increase) decrease in due from other governments	-	-	-	-
(Increase) decrease in prepaid expense	(2,926)	(4,246)	21,899	(952)
(Increase) decrease in inventory	-	-	13,161	-
Increase (decrease) in accounts payable & accrued liabilities	37,931	(6,919)	(11,167)	(4,220)
Increase (decrease) in deposits payable	29,683	-	-	-
Increase (decrease) in unearned revenue	-	-	50,264	-
Increase (decrease) in compensated absences	(17,835)	(15,344)	-	(2,363)
Total Adjustments	108,078	(287,209)	904,004	(548,135)
Net Cash Provided (Used) by Operating Activities	\$ 75,613	\$ 2,155,428	\$ 587,547	\$ (350,855)
Non-Cash Investing, Capital, and Financing Activities:				
Capital leased assets	\$ 22,873	\$ 13,971	\$ 425,154	\$ 7,620
Bad debt expense	-	-	(6,486)	-

CITY OF DINUBA

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 YEAR ENDED JUNE 30, 2021

	Business-Type Activities - Enterprise Funds			Governmental Activities- Internal Service Funds
	Ambulance	Other Enterprise Funds	Totals	
Cash Flows from Operating Activities:				
Cash received from customers and users	\$ 523,525	\$ 191,078	\$ 12,987,784	\$ -
Cash received from interfund service provided	-	-	-	5,960,160
Cash paid to suppliers for goods and services	(819,488)	(1,052,041)	(7,424,917)	(4,453,273)
Cash paid to employees for services	(1,815,388)	(232,627)	(6,321,787)	(480,946)
Cash received from (payments to) others	-	161,525	183,237	-
Net Cash Provided (Used) by Operating Activities	(2,111,351)	(932,065)	(575,683)	1,025,941
Cash Flows from Non-Capital Financing Activities:				
Cash transfers in	-	-	1,758,895	60,964
Cash transfers out	(102,236)	(11,480)	(2,632,507)	(10,808)
Short-term loans repaid to other funds	-	308,546	308,546	-
Intergovernmental revenue	3,012,617	491,126	4,705,499	-
Repayments (made)/received on notes/loans	-	-	7,818	-
Advance from other funds	-	-	(200,000)	-
Net Cash Provided (Used) by Non-Capital Financing Activities	2,910,381	788,192	3,948,251	50,156
Cash Flows from Capital and Related Financing Activities:				
Acquisition and construction of capital assets	(213,298)	(212,271)	(1,999,322)	(11,405)
Principal paid on capital debt	(2,077)	-	(1,155,163)	(32,694)
Interest paid on capital debt	-	-	(480,475)	(5,626)
Net Cash Provided (Used) by Capital and Related Financing Activities	(215,375)	(212,271)	(3,634,960)	(49,725)
Cash Flows from Investing Activities:				
Interest earnings	43,994	4,324	596,846	6,244
Net Cash Provided (Used) by Investing Activities	43,994	4,324	596,846	6,244
Net Increase (Decrease) in Cash and Cash Equivalents	627,649	(351,820)	334,454	1,032,616
Cash and Cash Equivalents at Beginning of Year	7,630,017	751,695	13,431,959	1,099,240
Cash and Cash Equivalents at End of Year	\$ 8,257,666	\$ 399,875	\$ 13,766,413	\$ 2,131,856
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:				
Operating income (loss)	\$ 740,068	\$ (991,303)	\$ 2,039,760	\$ 1,034,965
Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:				
Depreciation	177,215	301,079	2,421,936	34,153
Changes in pension related items	242,064	(70,309)	237,852	46,836
Changes in OPEB related items	(1,636,728)	(8,317)	(3,137,248)	35,104
(Increase) decrease in accounts receivable	(445,131)	(2,964)	(875,859)	26,650
(Increase) decrease in due from other governments	(1,280,329)	-	(1,280,329)	-
(Increase) decrease in prepaid expense	(4,984)	270	9,061	(71,785)
(Increase) decrease in inventory	-	-	13,161	-
Increase (decrease) in accounts payable & accrued liabilities	56,257	(164,984)	(93,102)	(72,189)
Increase (decrease) in deposits payable	-	-	29,683	-
Increase (decrease) in unearned revenue	-	-	50,264	-
Increase (decrease) in compensated absences	40,217	4,463	9,138	(7,793)
Total Adjustments	(2,851,419)	59,238	(2,615,443)	(9,024)
Net Cash Provided (Used) by Operating Activities	\$ (2,111,351)	\$ (932,065)	\$ (575,683)	\$ 1,025,941
Non-Cash Investing, Capital, and Financing Activities:				
Capital leased assets	\$ 7,454	\$ -	\$ 477,072	\$ -
Bad debt expense	(53,759)	-	(60,245)	-

CITY OF DINUBA

STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 JUNE 30, 2021

	Redevelopment Successor Agency Private-Purpose Trust Fund
Assets:	
Pooled cash and investments	\$ 2,133,850
Receivables:	
Accrued interest	1,035
Prepaid costs	186
Land held for resale	1,888,463
Restricted assets:	
Cash and investments with fiscal agents	109,953
Capital assets:	
Capital assets, not being depreciated	2,730,606
Capital assets, net of accumulated depreciation	44,986
	<hr/>
Total Assets	6,909,079
	<hr/>
Deferred Outflows of Resources:	
Deferred charge on refunding	2,629,648
	<hr/>
Total Deferred Outflows of Resources	2,629,648
	<hr/>
Liabilities:	
Accounts payable	8,975
Accrued liabilities	4,843
Accrued interest	587,912
Due to other governments	186
Long-term liabilities:	
Due in one year	1,505,000
Due in more than one year	42,138,572
	<hr/>
Total Liabilities	44,245,488
	<hr/>
Deferred Inflows of Resources:	
Net Position:	
Restricted for dissolution of former RDA	(34,706,761)
	<hr/>
Total Net Position	\$ (34,706,761)
	<hr/>

CITY OF DINUBA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 YEAR ENDED JUNE 30, 2021

	<u>Redevelopment Successor Agency Private-Purpose Trust Fund</u>
Additions:	
Contributions:	
Taxes	\$ 3,566,634
Interest and change in fair value of investments	18,164
	<u>3,584,798</u>
Total Additions	3,584,798
Deductions:	
Administrative expenses	232,979
Contractual services	22,621
Interest expense	2,058,250
Depreciation expense	5,559
	<u>2,319,409</u>
Total Deductions	2,319,409
Changes in Net Position	1,265,389
Net Position - Beginning of the Year	<u>(35,972,150)</u>
Net Position - End of the Year	<u>\$ (34,706,761)</u>



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 to 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. 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, 2021

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, 2021.

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, 2021

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, 2020
Measurement Period	June 30, 2019 to June 30, 2020

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

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, 2021

Note 2: Stewardship, Compliance, and Accountability**a. Deficit Fund Balances and Net Position**

The Assessment Districts Fund has a deficit fund balance of \$70,144 which should be alleviated as additional revenues or transfers are received.

The MTBE Fund has a deficit fund balance of \$68,089 which should be alleviated as additional revenues or transfers are received.

The Property and Equipment Internal Service Fund has a deficit net position of \$580,412.

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

Note 3: Cash and Investments

Cash and investments as of June 30, 2021, are classified in the accompanying financial statements as follows:

Statement of net position:	
Cash and investments	\$ 41,763,848
Restricted cash and investments with fiscal agents	1,481,933
Fiduciary funds:	
Cash and investments	2,133,850
Restricted cash and investments with fiscal agents	109,953
	<u>\$ 45,489,584</u>

Cash and investments as of June 30, 2021, consist of the following:

Cash on hand	\$ 8,370
Deposits with financial institutions	5,622,782
Investments	<u>39,858,432</u>
Total cash and investments	<u>\$ 45,489,584</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, 2021

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, 2021

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	Remaining Maturity (in Months)	
	Totals	12 Months of Less
State Investment Pool	\$ 38,094,459	\$ 38,094,459
Money Market Funds	172,087	172,087
Held by Bond Trustees:	-	-
Money Market Funds	1,334,589	1,334,589
Certificates of Deposit	257,297	257,297
Total	<u>\$ 39,858,432</u>	<u>\$ 39,858,432</u>

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	\$ 38,094,459	N/A	\$ 38,094,459
Money Market Funds	172,087	N/A	172,087
Held by Bond Trustees:			
Money Market Funds	1,334,589	N/A	1,334,589
Certificates of Deposit	257,297	N/A	257,297
Total	<u>\$ 39,858,432</u>		<u>\$ 39,858,432</u>

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2021

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, 2021, 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, 2021, 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	\$ 257,297
Money Market Funds	1,506,676

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, 2021 and are valued using quoted market prices (level 1 inputs).

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2021

Note 4: Notes and Loans Receivable

Notes receivable as of June 30, 2021, totaled \$25,512,006 and were recorded as follows:

Special Revenue Funds	\$ 25,508,836
Enterprise Funds	<u>3,170</u>
Total Notes and Loans Receivables	<u><u>\$ 25,512,006</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.

\$ 13,859,332

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.

8,552,674

Totals \$ 25,512,006

Note 5: Accounts Receivable

The following is a list of accounts receivable at June 30, 2021:

	<u>Receivable</u>	<u>Allowance</u>	<u>Net</u>
Governmental Activities -			
Due from other governments	\$ 8,615,059	\$ -	\$ 8,615,059
Accounts	561,046	-	561,046
	<u>\$ 9,176,105</u>	<u>\$ -</u>	<u>\$ 9,176,105</u>
Business-type Activities -			
Due from other governments	\$ 1,894,512	\$ -	\$ 1,894,512
Accounts	4,324,203	952,160	3,372,043
	<u>\$ 6,218,715</u>	<u>\$ 952,160</u>	<u>\$ 5,266,555</u>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2021

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, 2021:

<u>Due to Fund</u>	<u>Amount</u>	<u>Due From Fund</u>	<u>Amount</u>
General Fund	\$ 1,674,947	HUD Grants	\$ 1,674,947
General Fund	546,166	Non-Major Governmental Funds	546,166
General Fund	<u>308,546</u>	Other Enterprise Fund	<u>308,546</u>
Total	<u>\$ 2,529,659</u>	Total	<u>\$ 2,529,659</u>

b. Long-term Interfund Advances

At June 30, 2021, 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	\$ 1,496,405
Major Proprietary Fund:		Housing Authority	116,904
Golf Course	1,589,075	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>\$ 2,937,642</u>	Total	<u>\$ 2,937,642</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, 2021

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	\$ 123,524	General	\$ 1,343,131
HUD Grants	1,115,154	HUD Grants	63,524
Transportation Construction	604,951	Major Enterprise:	
Major Enterprise:		Water	1,151,304
Water	925,035	Sewer	1,341,796
Sewer	833,860	Disposal	25,691
Internal Service Funds	60,964	Ambulance	102,236
Non-major Governmental Funds	<u>2,778,410</u>	Other Enterprise Funds	11,480
		Internal Service Funds	10,808
		Non-major Governmental Funds	<u>2,391,928</u>
	<u>\$ 6,441,898</u>		<u>\$ 6,441,898</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, 2021:

	Balance June 30, 2020	Additions	Reductions	Balance June 30, 2021	Current Portion
Governmental activities	\$ 1,123,369	\$ 942,565	\$ 1,021,493	\$ 1,044,441	\$ 224,645
Business-type activities	207,013	289,042	279,904	216,151	57,054
Total	<u>\$ 1,330,382</u>	<u>\$ 1,231,607</u>	<u>\$ 1,301,397</u>	<u>\$ 1,260,592</u>	<u>\$ 281,699</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, 2021

Note 8: Capital Assets

a. Governmental Activities

Capital asset governmental activity for the fiscal year ended June 30, 2021 was as follows:

	Balance at July 1, 2020	Additions	Deletions	Balance at June 30, 2021
Capital Assets not being depreciated:				
Land	\$ 105,978,954	\$ -	\$ -	\$ 105,978,954
Artwork	68,641	-	-	68,641
Right of way s/easements	6,715,256	731,190	-	7,446,446
Construction in progress	355,354	6,742,008	-	7,097,362
Total	113,118,205	7,473,198	-	120,591,403
Capital Assets being depreciated:				
Buildings	21,010,879	-	-	21,010,879
Improvements other than buildings	3,070,681	821,443	-	3,892,124
Equipment and machinery	8,428,920	377,252	394,276	8,411,896
Infrastructure	81,153,087	7,470,642	87,052	88,536,677
Total	113,663,567	8,669,337	481,328	121,851,576
Less accumulated depreciation for:				
Buildings	(5,859,900)	(350,035)	-	(6,209,935)
Improvements other than buildings	(2,811,729)	(465,365)	-	(3,277,094)
Equipment and machinery	(8,618,454)	(435,922)	82,266	(8,972,110)
Infrastructure	(29,498,402)	(2,124,853)	62,946	(31,560,309)
Total	(46,788,485)	(3,376,175)	145,212	(50,019,448)
Total, net of accumulated depreciation	66,875,082	5,293,162	336,116	71,832,128
Total Capital Assets, Net	\$ 179,993,287	\$ 12,766,360	\$ 336,116	\$ 192,423,531

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

General Government	\$ 668,405
Public Safety	668,405
Community Development	668,404
Parks & Rec	668,404
Public Works	668,404
Internal Service Funds	34,153
Total	<u>\$ 3,376,175</u>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2021

Note 8: Capital Assets (Continued)

b. Business-type Activities

Capital asset business-type activity for the fiscal year ended June 30, 2021, was as follows:

	Balance at July 1, 2020	Additions	Deletions	Balance at June 30, 2021
Water Fund:				
Capital Assets not being depreciated:				
Land	\$ 261,806	\$ -	\$ -	\$ 261,806
Total capital assets not being depreciated	<u>261,806</u>	<u>-</u>	<u>-</u>	<u>261,806</u>
Capital Assets being depreciated:				
Infrastructure	21,233,240	776,295	-	22,009,535
Buildings and improvements	4,852,279	-	-	4,852,279
Equipment and machinery	1,168,628	22,888	53,608	1,137,908
Total capital assets being depreciated	<u>27,254,147</u>	<u>799,183</u>	<u>53,608</u>	<u>27,999,722</u>
Less accumulated depreciation for:				
Infrastructure	(6,854,572)	(353,620)	-	(7,208,192)
Buildings and improvements	(2,556,014)	(161,589)	-	(2,717,603)
Equipment and machinery	(576,278)	(108,733)	34,918	(650,093)
Total accumulated depreciation	<u>(9,986,864)</u>	<u>(623,942)</u>	<u>34,918</u>	<u>(10,575,888)</u>
Total capital assets being depreciated, net	<u>17,267,283</u>	<u>175,241</u>	<u>18,690</u>	<u>17,423,834</u>
Water Fund Capital Assets, net	\$ 17,529,089	\$ 175,241	\$ 18,690	\$ 17,685,640
Sewer Fund:				
Capital Assets not being depreciated:				
Land	\$ 4,388,142	\$ -	\$ -	\$ 4,388,142
Total capital assets not being depreciated	<u>4,388,142</u>	<u>-</u>	<u>-</u>	<u>4,388,142</u>
Capital Assets being depreciated:				
Infrastructure	19,751,275	687,075	-	20,438,350
Buildings and improvements	4,403,718	-	-	4,403,718
Equipment and machinery	660,448	124,339	27,150	757,637
Total capital assets being depreciated	<u>24,815,441</u>	<u>811,414</u>	<u>27,150</u>	<u>25,599,705</u>
Less accumulated depreciation for:				
Infrastructure	(4,792,469)	(358,090)	-	(5,150,559)
Buildings and improvements	(2,391,145)	(124,747)	-	(2,515,892)
Equipment and machinery	(579,877)	(33,179)	(3,847)	(609,209)
Total accumulated depreciation	<u>(7,763,491)</u>	<u>(516,016)</u>	<u>(3,847)</u>	<u>(8,275,660)</u>
Total capital assets being depreciated, net	<u>17,051,950</u>	<u>295,398</u>	<u>23,303</u>	<u>17,324,045</u>
Sewer Fund Capital Assets, net	\$ 21,440,092	\$ 295,398	\$ 23,303	\$ 21,712,187
Disposal Fund:				
Capital Assets being depreciated:				
Equipment and machinery	\$ 693,114	\$ 7,620	\$ -	\$ 700,734
Less accumulated depreciation for:				
Equipment and machinery	(440,176)	(50,032)	-	(490,208)
Disposal Fund Capital Assets, net	\$ 252,938	\$ (42,412)	\$ -	\$ 210,526

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2021

Note 8: Capital Assets (Continued)

	Balance at July 1, 2020	Additions	Deletions	Balance at June 30, 2021
Ambulance Fund:				
Capital Assets being depreciated:				
Equipment and machinery	\$ 1,377,355	\$ 220,752	\$ 202,963	\$ 1,395,144
Less accumulated depreciation for:				
Equipment and machinery	(913,461)	(177,215)	(202,963)	(887,713)
Ambulance Fund Capital Assets, net	\$ 463,894	\$ 43,537	\$ -	\$ 507,431
Golf Course Fund:				
Capital Assets not being depreciated:				
Land	\$ 3,101,766	\$ -	\$ -	\$ 3,101,766
Total capital assets not being depreciated	3,101,766	-	-	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	425,154	991,623	495,892
Total capital assets being depreciated	28,471,819	425,154	991,623	27,905,350
Less accumulated depreciation for:				
Infrastructure	(2,639,585)	-	-	(2,639,585)
Buildings and improvements	(8,240,143)	(693,605)	-	(8,933,748)
Equipment and machinery	(880,838)	(60,047)	(869,052)	(71,833)
Total accumulated depreciation	(11,760,566)	(753,652)	(869,052)	(11,645,166)
Total capital assets being depreciated, net	16,711,253	(328,498)	122,571	16,260,184
Golf Course Fund Capital Assets, net	\$ 19,813,019	\$ (328,498)	\$ 122,571	\$ 19,361,950
Other Enterprise Funds:				
Capital Assets being depreciated:				
Buildings and improvements	\$ 4,638,847	\$ 61,672	\$ -	\$ 4,700,519
Equipment and machinery	1,845,757	150,599	405,357	1,590,999
Total capital assets being depreciated	6,484,604	212,271	405,357	6,291,518
Less accumulated depreciation for:				
Buildings and improvements	(1,394,375)	(159,251)	-	(1,553,626)
Equipment and machinery	(1,480,565)	(141,828)	(167,397)	(1,454,996)
Total accumulated depreciation	(2,874,940)	(301,079)	(167,397)	(3,008,622)
Total capital assets being depreciated, net	3,609,664	(88,808)	237,960	3,282,896
Other Enterprise Funds Capital Assets, net	\$ 3,609,664	\$ (88,808)	\$ 237,960	\$ 3,282,896
Total Business-type Capital Assets, net	\$ 63,108,696	\$ 54,458	\$ 402,524	\$ 62,760,630

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

Business-Type Activities	
Water	\$ 623,942
Sewer	516,016
Disposal	50,032
Ambulance	177,215
Golf	753,652
Other Enterprise Funds	301,079
Total	<u>\$ 2,421,936</u>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2021

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, 2021:

	Balance at July 1, 2020	Additions	Reductions	Balance at June 30, 2021	Due Within One Year
Governmental Activities:					
Direct Borrowings:					
Capital leases payable	\$ 9,518,983	\$ 197,476	\$ (560,479)	\$ 9,155,980	\$ 464,890
Public Offerings:					
Lease revenue bonds payable	14,810,000	-	(850,000)	13,960,000	895,000
Original issue discount	(221,301)	-	12,090	(209,211)	-
Original issue premium	153,653	-	(8,398)	145,255	-
Total Governmental Activities	<u>\$ 24,261,335</u>	<u>\$ 197,476</u>	<u>\$ (1,406,787)</u>	<u>\$ 23,052,024</u>	<u>\$ 1,359,890</u>
Business-type Activities:					
Direct Borrowings:					
Capital leases payable	\$ 415,111	\$ 481,878	\$ (180,184)	\$ 716,805	\$ 184,680
Water notes payable	4,284,949	-	(447,966)	3,836,983	459,953
Public Offerings:					
Revenue bonds	6,685,000	-	(420,000)	6,265,000	430,000
Original issue premium	39,359	-	(2,150)	37,209	-
Private Placement:					
Revenue bonds	2,360,000	-	(107,000)	2,253,000	106,000
Total Business-type Activities	<u>\$ 13,784,419</u>	<u>\$ 481,878</u>	<u>\$ (1,157,300)</u>	<u>\$ 13,108,997</u>	<u>\$ 1,180,633</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.

The principal balance outstanding on the 2012 bonds as of June 30, 2021 was \$7,880,000. 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, 2021 was \$400,000.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2021

Note 9: Long-Term Liabilities (Continued)

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, 2021 was \$5,680,000.

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, 2021 is \$933,941.

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, 2021 is \$7,777,353.

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. On May 17, 2021, the City re-entered into an agreement with RMC for the purpose leasing a City Hall copy machine in the amount of \$98,265. The agreement has no stated interest rate and the monthly payments are \$2,075. Payments are split between the governmental and business-type funds. The outstanding balance of the lease obligation as of June 30, 2021 related to the governmental funds was \$97,037.

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, 2021 was \$29,260.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2021

Note 9: Long-Term Liabilities (Continued)

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. On May 18, 2021, the City re-entered into an agreement with RMC for the purpose leasing a Public Works copy machine in the amount of \$8,127. The agreement has no stated interest rate and the monthly payments are \$645. Payments are split between the governmental and business-type funds. The outstanding balance of the lease obligation as of June 30, 2021 related to the governmental funds was \$8,127.

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, 2021 was \$73,713.

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, 2021 was \$15,085.

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, 2021 was \$3,430.

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, 2021 was \$108,014.

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. Subsequently on August 14, 2020, the City entered into an additional agreement with Enterprise to lease 2 vehicles for the Police Department. The monthly payments are \$1,611. The outstanding balance of the lease obligations as of June 30, 2021 was \$96,250.

On August 3, 2020, the City entered into an agreement with Image 200 to lease a copier for the Fire Department in the amount of \$16,200. The first monthly payment was made in October 2020. The monthly payments are \$270. The outstanding balance of the lease obligations as of June 30, 2021 was \$13,770.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2021

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, 2021 (other than compensated absences) are as follows:

<u>2012 DFA Lease Revenue Refunding Bonds</u>			
Fiscal Year Ended June 30,	Principal	Interest	Total
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	510,000	218,212	728,212
2027-2031	2,845,000	784,969	3,629,969
2032-2036	1,925,000	279,031	2,204,031
2037-2039	705,000	43,100	748,100
	<u>\$ 7,880,000</u>	<u>\$ 2,351,987</u>	<u>\$ 10,231,987</u>

<u>2012 Lease Revenue Bonds</u>			
Fiscal Year Ended June 30,	Principal	Interest	Total
2022	\$ 200,000	\$ 18,000	\$ 218,000
2023	200,000	6,000	206,000
	<u>\$ 400,000</u>	<u>\$ 24,000</u>	<u>\$ 424,000</u>

<u>2016 DFA Lease Revenue Refunding Bonds</u>			
Fiscal Year Ended June 30,	Principal	Interest	Total
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	265,000	143,750	408,750
2027-2031	1,500,000	560,000	2,060,000
2032-2036	1,745,000	311,325	2,056,325
2037-2039	1,180,000	53,700	1,233,700
	<u>\$ 5,680,000</u>	<u>\$ 1,734,525</u>	<u>\$ 7,414,525</u>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2021

Note 9: Long-Term Liabilities (Continued)

Fiscal Year Ended June 30,	Site and Facility Lease		
	Principal	Interest	Total
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	96,123	34,386	130,509
2027-2031	498,918	87,043	585,961
	<u>\$ 933,941</u>	<u>\$ 285,398</u>	<u>\$ 1,219,339</u>

Fiscal Year Ended June 30,	Solar Energy Lease		
	Principal	Interest	Total
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	471,541	283,278	754,819
2027-2031	3,429,293	1,093,975	4,523,268
2032-2034	2,546,078	298,919	2,844,997
	<u>\$ 7,777,353</u>	<u>\$ 2,893,743</u>	<u>\$ 10,671,096</u>

Fiscal Year Ended June 30,	RMC City Hall Copier Lease		
	Principal	Interest	Total
2022	\$ 19,671	\$ -	\$ 19,671
2023	19,671	-	19,671
2024	19,671	-	19,671
2025	19,671	-	19,671
2026	18,353	-	18,353
	<u>\$ 97,037</u>	<u>\$ -</u>	<u>\$ 97,037</u>

Fiscal Year Ended June 30,	DeLage Fire Department		
	Principal	Interest	Total
2022	\$ 3,240	\$ -	\$ 3,240
2023	3,240	-	3,240
2024	3,240	-	3,240
2025	3,240	-	3,240
2026	810	-	810
	<u>\$ 13,770</u>	<u>\$ -</u>	<u>\$ 13,770</u>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2021

Note 9: Long-Term Liabilities (Continued)

US Bank Police Department Copier Lease			
Fiscal Year Ended June 30,	Principal	Interest	Total
2022	\$ 10,032	\$ -	\$ 10,032
2023	10,032	-	10,032
2024	9,196	-	9,196
	<u>\$ 29,260</u>	<u>\$ -</u>	<u>\$ 29,260</u>

RMC Public Works Copier Lease			
Fiscal Year Ended June 30,	Principal	Interest	Total
2022	\$ 1,625	\$ -	\$ 1,625
2023	1,625	-	1,625
2024	1,625	-	1,625
2025	1,625	-	1,625
2026	1,627	-	1,627
	<u>\$ 8,127</u>	<u>\$ -</u>	<u>\$ 8,127</u>

Enterprise Car Leases			
Fiscal Year Ended June 30,	Principal	Interest	Total
2022	\$ 54,658	\$ 10,999	\$ 65,657
2023	54,658	10,999	65,657
2024	42,393	7,338	49,731
2025	18,254	1,192	19,446
	<u>\$ 169,963</u>	<u>\$ 30,528</u>	<u>\$ 200,491</u>

John Deere Tractor Scraper			
Fiscal Year Ended June 30,	Principal	Interest	Total
2022	\$ 7,384	\$ 646	\$ 8,030
2023	7,701	330	8,031
	<u>\$ 15,085</u>	<u>\$ 976</u>	<u>\$ 16,061</u>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2021

Note 9: Long-Term Liabilities (Continued)

RMC Fire Department Copier Lease			
Fiscal Year Ended June 30,	Principal	Interest	Total
2022	\$ 1,176	\$ -	\$ 1,176
2023	1,176	-	1,176
2024	1,078	-	1,078
	<u>\$ 3,430</u>	<u>\$ -</u>	<u>\$ 3,430</u>

Dell Financial Services			
Fiscal Year Ended June 30,	Principal	Interest	Total
2022	\$ 31,288	\$ 4,085	\$ 35,373
2023	32,605	2,768	35,373
2024	36,872	1,448	38,320
2025	7,249	110	7,359
	<u>\$ 108,014</u>	<u>\$ 8,411</u>	<u>\$ 116,425</u>

Total Governmental Activities			
Fiscal Year Ended June 30,	Principal	Interest	Total
2022	\$ 1,359,890	\$ 860,052	\$ 2,219,942
2023	1,428,115	809,946	2,238,061
2024	1,282,138	759,466	2,041,604
2025	1,308,094	708,416	2,016,510
2026	1,363,454	679,626	2,043,080
2027-2031	8,273,211	2,525,987	10,799,198
2032-2036	6,216,078	889,275	7,105,353
2037-2039	1,885,000	96,800	1,981,800
Subtotal	<u>23,115,980</u>	<u>\$ 7,329,568</u>	<u>\$ 30,445,548</u>

Net Premium (Discount)	<u>(63,956)</u>		
Grand Total			
Governmental Activities	<u>\$ 23,052,024</u>		

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 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, 2021 was \$326.

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, 2021 was \$99,278.

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, 2021 was \$10,319.

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. On May 17, 2021, the City re-entered into an agreement with RMC for the purpose leasing a City Hall copy machine in the amount of \$26,150. The agreement has no stated interest rate and the monthly payments are \$2,075. Payments are split between the governmental and business-type funds. The outstanding balance of the lease obligation as of June 30, 2021 related to the business-type funds was \$26,150.

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. On May 18, 2021, the City re-entered into an agreement with RMC for the purpose leasing a Public Works copy machine in the amount of \$30,574. The agreement has no stated interest rate and the monthly payments are \$645. Payments are split between the governmental and business-type funds. The outstanding balance of the lease obligation as of June 30, 2021 related to the business-type funds was \$30,574.

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, 2021 was \$127,099.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2021

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, 2021 was \$39,918.

On September 18, 2020, 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 \$280,512. The monthly payments begin January 1, 2021 with a final maturity date of January 1, 2025. The agreement has no stated interest rate and the monthly payments are \$5,844. The outstanding balance of the lease obligation as of June 30, 2021 was \$245,446.

On February 1, 2021, the City entered into an agreement with PNC Equipment Finance, LLC (Lessor) for the purpose of financing the purchase of utility equipment in the amount of \$144,642. The monthly payments begin March 1, 2021 with a final maturity date of March 1, 2026. The agreement has interest rate of 5.017% and the monthly payments are \$2,331. The outstanding balance of the lease obligation as of June 30, 2021 was \$137,695.

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, 2021 was \$6,265,000. 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.

The outstanding principal balance of the bonds as of June 30, 2021 was \$2,253,000.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2021

Note 9: Long-Term Liabilities (Continued)**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, 2021 is \$260,570.

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, 2021 is \$3,576,413.

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

The annual requirements to amortize enterprise long-term debt outstanding at June 30, 2021 are as follows:

Fiscal Year Ended June 30,	Golf Cart Lease		
	Principal	Interest	Total
2022	\$ 70,128	\$ -	\$ 70,128
2023	70,128	-	70,128
2024	70,128	-	70,128
2025	35,062	-	35,062
	<u>\$ 245,446</u>	<u>\$ -</u>	<u>\$ 245,446</u>

Fiscal Year Ended June 30,	Utility Vehicle Leases		
	Principal	Interest	Total
2022	\$ 21,876	\$ 6,096	\$ 27,972
2023	22,656	5,316	27,972
2024	23,820	4,152	27,972
2025	25,042	2,930	27,972
2026	26,328	1,644	27,972
2027	18,299	349	18,648
	<u>\$ 138,021</u>	<u>\$ 20,487</u>	<u>\$ 158,508</u>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2021

Note 9: Long-Term Liabilities (Continued)

Fiscal Year Ended June 30,	RMC City Hall Copier Lease		
	Principal	Interest	Total
2022	\$ 5,229	\$ -	\$ 5,229
2023	5,229	-	5,229
2024	5,229	-	5,229
2025	5,229	-	5,229
2026	5,234	-	5,234
	<u>\$ 26,150</u>	<u>\$ -</u>	<u>\$ 26,150</u>

Fiscal Year Ended June 30,	RMC Public Works Copier Lease		
	Principal	Interest	Total
2022	\$ 6,115	\$ -	\$ 6,115
2023	6,115	-	6,115
2024	6,115	-	6,115
2025	6,115	-	6,115
2026	6,114	-	6,114
	<u>\$ 30,574</u>	<u>\$ -</u>	<u>\$ 30,574</u>

Fiscal Year Ended June 30,	2012 Lease Revenue Bonds		
	Principal	Interest	Total
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	475,000	178,531	653,531
2027-2031	1,970,000	629,875	2,599,875
2032-2036	1,180,000	358,438	1,538,438
2037-2039	845,000	64,625	909,625
	<u>\$ 6,265,000</u>	<u>\$ 2,086,571</u>	<u>\$ 8,351,571</u>

Fiscal Year Ended June 30,	1998 Water Note Payable		
	Principal	Interest	Total
2022	\$ 102,381	\$ 7,040	\$ 109,421
2023	105,445	3,976	109,421
2024	52,744	810	53,554
	<u>\$ 260,570</u>	<u>\$ 11,826</u>	<u>\$ 272,396</u>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2021

Note 9: Long-Term Liabilities (Continued)

Fiscal Year Ended June 30,	2005 Water Note Payable		
	Principal	Interest	Total
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>\$ 3,576,413</u>	<u>\$ 457,837</u>	<u>\$ 4,034,250</u>

Fiscal Year Ended June 30,	Enterprise Car Leases		
	Principal	Interest	Total
2022	\$ 38,793	\$ 12,476	\$ 51,269
2023	38,793	12,476	51,269
2024	21,692	7,719	29,411
	<u>\$ 99,278</u>	<u>\$ 32,671</u>	<u>\$ 131,949</u>

Fiscal Year Ended June 30,	SCADA Lease		
	Principal	Interest	Total
2022	\$ 10,319	\$ 1,488	\$ 11,807
	<u>\$ 10,319</u>	<u>\$ 1,488</u>	<u>\$ 11,807</u>

Fiscal Year Ended June 30,	Pipehunter Excavator		
	Principal	Interest	Total
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>\$ 127,099</u>	<u>\$ 14,740</u>	<u>\$ 141,839</u>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2021

Note 9: Long-Term Liabilities (Continued)

Fiscal Year Ended June 30,	Madvac Litter Vacuum		
	Principal	Interest	Total
2022	\$ 8,647	\$ 1,868	\$ 10,515
2023	9,107	1,405	10,512
2024	9,591	924	10,515
2025	12,573	382	12,955
	<u>\$ 39,918</u>	<u>\$ 4,579</u>	<u>\$ 44,497</u>

Fiscal Year Ended June 30,	2019 Wastewater Refunding Bond		
	Principal	Interest	Total
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	119,000	46,510	165,510
2027-2031	643,000	182,835	825,835
2032-2036	730,000	91,717	821,717
2037-2039	316,000	8,459	324,459
	<u>\$ 2,253,000</u>	<u>\$ 546,005</u>	<u>\$ 2,799,005</u>

Fiscal Year Ended June 30,	Total Business-type Activities		
	Principal	Interest	Total
2022	\$ 1,180,633	\$ 414,524	\$ 1,595,157
2023	1,198,865	384,734	1,583,599
2024	2,766,511	535,075	3,301,586
2025	1,564,468	277,857	1,842,325
2026	659,012	227,716	886,728
2027-2031	2,631,299	813,069	3,444,368
2032-2036	1,910,000	450,155	2,360,155
2037-2039	1,161,000	73,084	1,234,084
	<u>Subtotal 13,071,788</u>	<u>\$ 3,176,214</u>	<u>\$ 16,248,002</u>

Net Premium (Discount)	<u>37,209</u>
Grand Total Governmental Activities	<u>\$ 13,108,997</u>

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2021

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, 2021, are summarized as follows:

	Miscellaneous Cost-Sharing Rate Plans	
	Tier 1*	PEPRA
	Prior to	On or after
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, 2021

Note 10: Pension Plan (Continued)

	Safety Cost-Sharing Rate Plans		
	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, 2021, the employer contributions recognized as a reduction to the net pension liability for the Plan were \$1,023,527 for Miscellaneous and \$1,702,909 for Safety.

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

As of June 30, 2021, the City reported net pension liabilities for its proportionate shares of the net pension liability of the Plan as follows:

Proportionate Share of Net Pension Liability/(Asset)	
Miscellaneous Plan	\$ 9,846,994
Safety Plan	12,415,460
Total Plan Net Pension Liability	<u>\$ 22,262,454</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, 2020, 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, 2019 rolled forward to June 30, 2020, using standard

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2021

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, 2019 and 2020 measurement dates were as follows:

	<u>Miscellaneous Plan</u>
Proportion - June 30, 2019	0.20036%
Proportion - June 30, 2020	0.20461%
Change - Increase(Decrease)	<u>0.00425%</u>

The City's proportionate share of the net pension liability for the City's Safety Rate Plan as of June 30, 2019 and 2020 measurement dates were as follows:

	<u>Safety Plan</u>
Proportion - June 30, 2019	0.08889%
Proportion - June 30, 2020	0.09050%
Change - Increase(Decrease)	<u>0.00161%</u>

For the year ended June 30, 2021, the City recognized a total pension expense of \$1,730,869 for the Miscellaneous Plan and \$2,658,249 for the Safety Plan.

At June 30, 2021, 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	\$ 1,096,427	\$ -
Change of Assumptions	-	70,233
Difference between Expected and Actual Experiences	507,445	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	292,521	-
Adjustment due to differences in proportions	232,902	-
Difference in proportionate share of contributions	-	346,928
Total	<u>\$ 2,129,295</u>	<u>\$ 417,161</u>

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2021

Note 10: Pension Plan (Continued)

At June 30, 2021, 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	\$ 1,842,579	\$ -
Change of Assumptions	-	41,356
Difference between Expected and Actual Experiences	962,757	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	269,840	-
Adjustment due to differences in proportions	151,097	8,070
Difference in proportionate share of contributions	185,036	-
Total	\$ 3,411,309	\$ 49,426

The \$1,096,427 for the Miscellaneous Plan and the \$1,842,579 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, 2022. 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
2022	\$ 44,831	\$ 476,024	\$ 520,855
2023	224,784	551,513	776,297
2024	205,792	356,563	562,355
2025	140,300	135,204	275,504
	<u>\$ 615,707</u>	<u>\$ 1,519,304</u>	<u>\$ 2,135,011</u>

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2021

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

For the measurement period ended June 30, 2020, the total pension liability was determined by rolling forward the June 30, 2019 total pension liability. The June 30, 2019 and the June 30, 2020 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, 2021

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:

<u>Plan</u>	<u>Proportionate Share of Net Pension Liability/(Asset)</u>		
	<u>Discount Rate - 1%</u> 6.15%	<u>Current Discount</u> 7.15%	<u>Discount Rate +1%</u> 8.15%
Miscellaneous Plan	\$ 14,949,918	\$ 9,846,994	\$ 5,630,608
Safety Plan	18,550,866	12,415,460	7,380,779
Total	<u>\$ 33,500,784</u>	<u>\$ 22,262,454</u>	<u>\$ 13,011,387</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, 2021

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	30
	<u>144</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 \$516,380, which include the City's cash contributions of \$383,380 and implied subsidy of \$133,127.

Total OPEB Liability

The City's Total OPEB liability was measured as of June 30, 2020 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	2.45% at June 30, 2020 Bond Buyer Index 3.13% at June 30, 2019 Bond Buyer Index
Inflation	2.50%
Salary Increase	3.00% per year
Mortality*	CalPERS 2017 Experience Study; Projected with MacLeod Scale 2020
Medical Trend	5.40% in 2021, fluctuating down 4% by 2076

* Demographic actuarial assumptions used in this valuation are based on the 2017 experience study of the CalPERS using date 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 Scale MP 2016 to central year 2015.

Changes of Assumptions

Discount rate changed from 3.13% as of June 30, 2019 to 2.45% as of June 30, 2020, based on the published change in return for the applicable municipal bond index.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2021

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

The discount rate used to measure the total OPEB liability was 2.45 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, 2020 (measurement date 06/30/2019)	\$ 24,385,241
Changes recognized over the measurement period:	
Service Cost	1,040,926
Interest	787,756
Change of assumptions	3,237,466
Difference between expected and actual experience	-
Benefit payments	<u>(516,507)</u>
Net Changes	4,549,641
Balance at June 30, 2021 (measurement date 06/30/2020)	<u>\$ 28,934,882</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, 2020:

	1% Decrease	Current	1% Increase
	(1.45%)	Discount Rate	(2.45%)
		(2.45%)	(3.45%)
Total Net OPEB Liability	\$ 34,812,362	\$ 28,934,882	\$ 24,349,715

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, 2020:

	1% Decrease	Current Healthcare	1% Increase
		Cost Trend Rates	
Total Net OPEB Liability	\$ 23,770,213	\$ 28,934,882	\$ 35,757,221

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2021

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, 2021, the City recognized OPEB expense of \$1,626,790. As of fiscal year ended June 30, 2021, the City reported deferred outflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB Contributions subsequent to the measurement date	\$ 444,836	\$ -
Changes of assumptions	3,220,371	920,744
Differences between expected and actual experiences	-	3,176,308
	\$ 3,665,207	\$ 4,097,052

The \$444,836 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2020 measurement date will be recognized as a reduction of the Total OPEB Liability during the fiscal year ending June 30, 2022. Other amounts reported as deferred outflows or deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

Fiscal Year ended June 30:	Deferred Outflows/(Inflows) of Resources
2022	\$ (201,892)
2023	(201,892)
2024	(201,892)
2025	(201,892)
2026	(201,892)
Thereafter	132,779
	\$ (876,681)

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, 2021

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, 2021 are presented below:

Total Assets	<u>\$ 150,621,596</u>
Total Liabilities	\$ 129,774,819
Total Net Position	<u>20,846,777</u>
Total Liabilities and Net Position	<u>\$ 150,621,596</u>
Revenues for Fiscal Year	\$ 55,391,674
Expenses for Fiscal Year	54,309,239
Change in Position	<u>\$ 1,082,435</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, 2021 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.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2021

Note 13: Risk Management/Joint Venture (Continued)

Changes in health claim liabilities at June 30, 2021 and 2020, were as follows:

	2021	2020
Liability - beginning of fiscal year	\$ 50,000	\$ 50,000
Current year claims and changes in estimates	2,307,754	2,755,157
Claim payments	<u>(2,307,754)</u>	<u>(2,755,157)</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 40% of the annual business license fees collected. For the fiscal year ended June 30, 2021 this amount is approximately \$96,168. The budgeted amount for fiscal year June 30, 2022 is \$97,390.

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: 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).

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2021

Note 16: Successor Agency Trust for Assets of the Former Redevelopment Agency (SADRA)

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.

a. Capital Assets Held by SADRA

	Balance July 1, 2020	Additions	Deletions	Balance June 30, 2021
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	(117,303)	(5,559)	-	(122,862)
Total accumulated depreciation	<u>(117,303)</u>	<u>(5,559)</u>	<u>-</u>	<u>(122,862)</u>
Total capital assets, depreciated, net	<u>50,545</u>	<u>(5,559)</u>	<u>-</u>	<u>44,986</u>
Total capital assets, net	<u>\$ 2,781,151</u>	<u>\$ (5,559)</u>	<u>\$ -</u>	<u>\$ 2,775,592</u>

Depreciation expense for the fiscal year ended June 30, 2021 was \$5,559.

b. Summary of SADRA's Long-Term Debt

	Balance July 1, 2020	Deletions	Balance June 30, 2021	Current Portion
Public Offerings:				
Tax allocation bonds	\$ 44,030,000	\$ 1,520,000	\$ 42,510,000	\$ 1,505,000
Original issue premium	1,250,511	84,878	1,165,633	N/A
Original issue discount	<u>(33,805)</u>	<u>(1,744)</u>	<u>(32,061)</u>	<u>N/A</u>
Total long-term liabilities, net	<u>\$ 45,246,706</u>	<u>\$ 1,603,134</u>	<u>\$ 43,643,572</u>	<u>\$ 1,505,000</u>

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2021

**Note 16: Successor Agency Trust for Assets of the Former Redevelopment Agency (SADRA)
(Continued)**

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, 2021 were \$1,335,000.

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.

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, 2021 were \$11,400,000.

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, 2021 were \$12,385,000.

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.

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2021

**Note 16: Successor Agency Trust for Assets of the Former Redevelopment Agency (SADRA)
 (Continued)**

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, 2021 were \$17,390,000.

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.

The annual requirements to amortize long-term debt outstanding at June 30, 2021 are as follows:

Fiscal Year Ended June 30,	Principal	Interest	Total
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	1,795,000	1,458,644	3,253,644
2027-2031	10,130,000	6,093,772	16,223,772
2032-2036	12,530,000	3,609,119	16,139,119
2037-2041	10,795,000	1,132,001	11,927,001
2042	850,000	17,000	867,000
Subtotal	<u>42,510,000</u>	<u>\$ 18,918,594</u>	<u>\$ 61,428,594</u>
Net Premium (Discount)	<u>1,133,572</u>		
Grand Total SADRA	<u>\$ 43,643,572</u>		

Note 17: Restatement

At June 30, 2021, the City reported a prior period adjustment in the amount of \$78,836 in the General Fund. The prior period adjustment was due to the implementation of GASB Statement No. 84, *Fiduciary Activities*, for accounting and financial reporting purposes.

A restatement of \$1,090,131 in the Ambulance Fund was recorded to adjust accounts receivable.



Required Supplementary

Information



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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, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 12,287,900	\$ 16,993,933	\$ 19,941,618	\$ 2,947,685
Assessments	1,202,917	1,202,917	1,200,122	(2,795)
Intergovernmental	2,094,310	2,208,300	2,190,473	(17,827)
Charges for services	855,701	1,257,838	1,210,835	(47,003)
Use of money and property	70,000	64,814	(40,945)	(105,759)
Fines and forfeitures	58,475	70,175	75,100	4,925
Miscellaneous	-	183,899	145,475	(38,424)
Total Revenues	16,569,303	21,981,876	24,722,678	2,740,802
Expenditures:				
General government				
City Council	151,414	151,414	131,323	20,091
City Manager	117,300	178,300	219,972	(41,672)
City Attorney	311,053	311,053	297,682	13,371
Human Resources	172,702	172,702	197,875	(25,173)
Genral Services	1,487,195	1,517,046	1,284,241	232,805
Finance Administration	753,630	750,335	730,082	20,253
Public safety				
Police Services	6,335,298	6,471,265	6,256,689	214,576
Fire Control	2,704,617	2,790,341	2,843,432	(53,091)
Community development				
Engineering	414,968	354,968	432,043	(77,075)
Planning	239,435	314,435	325,840	(11,405)
Code Enforcement	157,304	106,601	105,084	1,517
Building	298,142	311,737	288,796	22,941
Housing	56,185	56,185	41,302	14,883
Parks and recreation				
Community Services	595,484	591,267	588,943	2,324
Parks	589,518	593,070	594,632	(1,562)
Special Events	46,163	46,163	40,729	5,434
Youth Events	282,586	189,213	163,615	25,598
Game Day	26,118	25,123	25,035	88
Sportplex	167,552	78,152	60,368	17,784
Sports	181,418	128,151	98,415	29,736
Senior Citizens	229,091	226,751	242,270	(15,519)
Capital outlay	143,175	274,143	348,901	(74,758)
Debt service:				
Principal retirement	21,421	59,739	56,601	3,138
Interest and fiscal charges	5,380	5,380	3,590	1,790
Total Expenditures	15,487,149	15,703,534	15,377,460	326,074
Excess of Revenues Over Expenditures	1,082,154	6,278,342	9,345,218	3,066,876
Other Financing Sources (Uses):				
Transfers in	92,320	60,700	123,524	62,824
Capital leases	-	-	122,592	122,592
Proceeds from sale of capital asset	-	49,128	49,128	-
Transfers out	(793,139)	(1,287,940)	(1,343,131)	(55,191)
Total Other Financing Sources (Uses)	(700,819)	(1,178,112)	(1,047,887)	130,225
Net Change in Fund Balance	381,335	5,100,230	8,297,331	3,197,101
Fund Balance, Beginning of Fiscal Year, as previously reported	8,826,495	8,826,495	8,826,495	-
Restatements	78,836	78,836	78,836	-
Fund Balance, Beginning of Fiscal Year, as restated	8,905,331	8,905,331	8,905,331	-
Fund Balance, End of Fiscal Year	\$ 9,286,666	\$ 14,005,561	\$ 17,202,662	\$ 3,197,101



CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 HUD GRANTS
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 2,737,500	\$ 4,545,335	\$ 5,855,340	\$ 1,310,005
Use of money and property	47,600	404,098	299,221	(104,877)
Total Revenues	2,785,100	4,949,433	6,154,561	1,205,128
Expenditures:				
Community development	128,830	250,913	211,519	39,394
Public works	100,000	275,857	286,000	(10,143)
Capital outlay	2,523,950	5,081,785	6,339,121	(1,257,336)
Total Expenditures	2,752,780	5,608,555	6,836,640	(1,228,085)
Excess of Revenues Over Expenditures	32,320	(659,122)	(682,079)	(22,957)
Other Financing Sources (Uses):				
Transfers in	-	935,310	1,115,154	179,844
Transfers out	(32,320)	(700)	(63,524)	(62,824)
Total Other Financing Sources (Uses)	(32,320)	934,610	1,051,630	117,020
Net Change in Fund Balance	-	275,488	369,551	94,063
Fund Balance, Beginning of Fiscal Year	24,570,344	24,570,344	24,570,344	-
Fund Balance, End of Fiscal Yea	\$ 24,570,344	\$ 24,845,832	\$ 24,939,895	\$ 94,063

CITY OF DINUBA

**COST SHARING MULTIPLE-EMPLOYER PLAN
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
AS OF JUNE 30, 2021**

Measurement Date	2015	2016	2017	2018
Miscellaneous Rate Plan	6/30/2014	6/30/2015	6/30/2016	6/30/2017
Rate Plan's Proportion of the Net Pension Liability	0.09025%	0.08449%	0.08530%	0.08633%
Rate Plan's Proportionate Share of the Net Pension Liability	\$ 5,615,605	\$ 5,799,429	\$ 7,380,757	\$ 8,561,182
Rate Plan's Covered Payroll	\$ 4,337,752	\$ 4,535,654	\$ 4,950,525	\$ 4,855,630
Rate Plan's Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	129.46%	127.86%	149.09%	176.31%
Safety Rate Plan				
Rate Plan's Proportion of the Net Pension Liability	0.12534%	0.11578%	0.10988%	0.10815%
Rate Plan's Proportionate Share of the Net Pension Liability	\$ 7,798,956	\$ 7,946,896	\$ 9,507,786	\$ 10,725,363
Rate Plan's Covered Payroll	\$ 4,361,016	\$ 4,579,907	\$ 4,837,830	\$ 4,868,573
Rate Plan's Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	178.83%	173.52%	196.53%	220.30%
Total Plan				
Plan Proportion of the Net Pension Liability	0.21558%	0.20027%	0.19517%	0.19447%
Plan Proportionate Share of the Net Pension Liability	\$ 13,414,561	\$ 13,746,325	\$ 16,888,543	\$ 19,286,545
Plan Covered Payroll	\$ 8,698,768	\$ 9,115,561	\$ 9,788,355	\$ 9,724,203
Plan Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	154.21%	150.80%	172.54%	198.34%
The Pension Plan's (PERF-C) Fiduciary Net Position as a Percentage of the Total Pension Liability	79.82%	78.40%	74.06%	73.31%

Notes to Schedule:

Benefit Changes: The figures above include any liability impact that may have resulted from voluntary benefit changes that occurred after the June 30, 2019 valuation. However, offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes) that occurred after the June 30, 2019 valuation date are not included in the figures above, unless the liability impact is deemed to be material by the plan actuary.

Changes of Assumptions: None in 2019 or 2020. 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 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, amounts 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 seven years are shown.

	2019	2020	2021
	6/30/2018	6/30/2019	6/30/2020
	0.08682%	0.08889%	0.09050%
\$	8,366,578	\$ 9,108,392	\$ 9,846,994
\$	4,623,761	\$ 4,190,146	\$ 4,115,214
	180.95%	217.38%	239.28%
	0.02695%	0.11147%	0.11411%
\$	10,683,936	\$ 11,422,641	\$ 12,415,460
\$	5,340,189	\$ 5,275,144	\$ 5,276,932
	200.07%	216.54%	235.28%
	0.11378%	0.20036%	0.20461%
\$	19,050,514	\$ 20,531,033	\$ 22,262,454
\$	9,963,950	\$ 9,465,290	\$ 9,392,146
	191.19%	216.91%	237.03%
	75.26%	75.18%	75.06%

CITY OF DINUBA

**COST SHARING MULTIPLE-EMPLOYER PLAN
SCHEDULE OF PLAN CONTRIBUTIONS
AS OF JUNE 30, 2021**

	2015	2016	2017	2018
Miscellaneous Rate Plan				
Actuarially Determined Contribution	\$ 558,710	\$ 588,950	\$ 699,287	\$ 801,836
Contribution in Relation to the Actuarially Determined Contribution	(558,710)	(588,950)	(699,287)	(801,836)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 4,535,654	\$ 4,950,525	\$ 4,855,630	\$ 4,623,761
Contributions as a Percentage of Covered Payroll	12.32%	11.90%	14.40%	17.34%
Safety Rate Plan				
Actuarially Determined Contribution	\$ 1,170,656	\$ 1,201,260	\$ 1,211,650	\$ 1,487,592
Contribution in Relation to the Actuarially Determined Contribution	(1,170,656)	(1,201,260)	(1,211,650)	(1,487,592)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 4,579,907	\$ 4,837,830	\$ 4,868,573	\$ 5,340,189
Contributions as a Percentage of Covered Payroll	25.56%	24.83%	24.89%	27.86%
Total Plan				
Actuarially Determined Contribution	\$ 1,729,366	\$ 1,790,210	\$ 1,910,937	\$ 2,289,428
Contribution in Relation to the Actuarially Determined Contribution	(1,729,366)	(1,790,210)	(1,910,937)	(2,289,428)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 9,115,561	\$ 9,788,355	\$ 9,724,203	\$ 9,963,950
Contributions as a Percentage of Covered Payroll	18.97%	18.29%	19.65%	22.98%

(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 seven years are shown.

Note to Schedule:

Valuation Date: June 30, 2018

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	2.750%	2.750%	2.750%	2.750%	2.750%
- 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

2.50%
2.75%

Varies by Entry Age and Service

7.15% (net of pension plan investment and administrative expenses, includes inflation)
All other actuarial assumptions used in the June 30, 2019 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 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.

2019	2020	2021
\$ 882,029	\$ 1,023,527	\$ 1,096,427
(882,029)	(1,023,527)	(1,096,427)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 4,190,146	\$ 4,115,214	\$ 2,742,630
21.05%	24.87%	39.98%
\$ 1,553,598	\$ 1,702,909	\$ 1,842,579
(1,553,598)	(1,702,909)	(1,842,579)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 5,275,144	\$ 5,276,932	\$ 4,272,963
29.45%	32.27%	43.12%
\$ 2,435,627	\$ 2,726,436	\$ 2,939,006
(2,435,627)	(2,726,436)	(2,939,006)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 9,465,290	\$ 9,392,146	\$ 7,015,593
25.73%	29.03%	41.89%

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>	<u>2021</u>
Total OPEB Liability				
Service cost	\$ 1,508,388	\$ 1,308,469	\$ 1,330,644	\$ 1,040,926
Interest on the total OPEB liability	759,508	879,229	942,696	787,756
Differences between expected and actual experiences	(3,331,140)	-	(1,369,150)	-
Changes in assumptions	475,464	(255,242)	(914,613)	3,237,466
Benefit payments	(459,273)	(591,507)	(630,017)	(516,507)
Net Change in Total OPEB Liability	(1,047,053)	1,340,949	(640,440)	4,549,641
Total OPEB liability - beginning	24,731,785	23,684,732	25,025,681	24,385,241
Total OPEB liability - ending (a)	\$ 23,684,732	\$ 25,025,681	\$ 24,385,241	\$ 28,934,882
Covered-employee payroll	\$ 7,746,382	\$ 7,359,008	\$ 6,955,744	\$ 7,015,595
Net OPEB liability as a percentage of covered-employee payroll	305.75%	340.07%	350.58%	412.44%

(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.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2021

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, 2021.

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, 2021, 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 (CONTINUED)
JUNE 30, 2021

Note 2: Excess Expenditures over Appropriations

The following are major funds in which certain expenditures exceeded appropriations for the fiscal year ended June 30, 2021:

<u>Fund/Function</u>	<u>Final Appropriation</u>	<u>Expenditures</u>	<u>Excess</u>
Major Funds:			
HUD Grants Fund			
Public Works	275,857	286,000	(10,143)
Capital Outlay	5,081,785	6,339,121	(1,257,336)
Transfers out	700	63,524	(62,824)

Other Supplemental Information



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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.

ROAD REPAIR AND ACCOUNTABILITY ACT OF 2017 (SB1) 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.

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.



CITY OF DINUBA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

	<u>Special Revenue Funds</u>			
	<u>Public Safety Sales Tax</u>	<u>Gas Tax</u>	<u>Parks Reserve</u>	<u>Transportation</u>
Assets:				
Pooled cash and investments	\$ 851,826	\$ 96,145	\$ 497,634	\$ -
Receivables:				
Accounts	-	-	-	-
Notes and loans	-	-	117,543	-
Accrued interest	569	94	305	-
Prepaid costs	-	1,054	-	81
Due from other governments	627,638	363,806	-	1,167,157
Advances to other funds	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	<u>\$ 1,480,033</u>	<u>\$ 461,099</u>	<u>\$ 615,482</u>	<u>\$ 1,167,238</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 3,481	\$ 25,048	\$ 7,490	\$ 5,249
Accrued liabilities	61,361	12,551	-	8,753
Deposits payable	-	-	-	-
Due to other funds	-	-	-	274,298
Advances from other funds	-	-	116,904	-
Total Liabilities	<u>64,842</u>	<u>37,599</u>	<u>124,394</u>	<u>288,300</u>
Deferred Inflows of Resources:				
Unavailable revenues	-	-	27,887	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>27,887</u>	<u>-</u>
Fund Balances:				
Nonspendable:				
Prepaid costs	-	1,054	-	81
Restricted for:				
Public safety	1,415,191	-	-	-
Parks and recreation	-	-	463,201	-
Public works	-	422,446	-	878,857
Capital Projects	-	-	-	-
Debt service	-	-	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances	<u>1,415,191</u>	<u>423,500</u>	<u>463,201</u>	<u>878,938</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,480,033</u>	<u>\$ 461,099</u>	<u>\$ 615,482</u>	<u>\$ 1,167,238</u>

COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2021

(CONTINUED)

	Special Revenue Funds			
	System Development Charges	Community Enhancement Grants	Assessment Districts	Road Repair and Accountability Act of 2017 FUND (SB 1)
Assets:				
Pooled cash and investments	\$ 3,869,202	\$ 107,292	\$ -	\$ 400,776
Receivables:				
Accounts	-	-	-	-
Notes and loans	1,171,195	-	-	-
Accrued interest	2,786	65	10	215
Prepaid costs	-	-	8,022	-
Due from other governments	-	1,939	4,984	46,975
Advances to other funds	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 5,043,183	\$ 109,296	\$ 13,016	\$ 447,966
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 27,436	\$ -	\$ 15,649	\$ -
Accrued liabilities	-	3,195	2,897	-
Deposits payable	-	-	-	-
Due to other funds	-	-	64,614	-
Advances from other funds	-	-	-	-
Total Liabilities	27,436	3,195	83,160	-
Deferred Inflows of Resources:				
Unavailable revenues	364,288	-	-	-
Total Deferred Inflows of Resources	364,288	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	8,022	-
Restricted for:				
Public safety	780,116	106,101	-	-
Parks and recreation	-	-	-	-
Public works	3,871,343	-	-	447,966
Capital Projects	-	-	-	-
Debt service	-	-	-	-
Unassigned	-	-	(78,166)	-
Total Fund Balances	4,651,459	106,101	(70,144)	447,966
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 5,043,183	\$ 109,296	\$ 13,016	\$ 447,966

CITY OF DINUBA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

	Capital Projects Funds			Debt Service Funds
	General Construction	Vocational Center	MTBE	Financing Authority
Assets:				
Pooled cash and investments	\$ 104,520	\$ 995,532	\$ -	\$ 72,594
Receivables:				
Accounts	-	-	139,165	-
Notes and loans	-	-	-	-
Accrued interest	-	600	-	44
Prepaid costs	-	678	-	-
Due from other governments	-	-	-	-
Advances to other funds	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	766,778
Total Assets	\$ 104,520	\$ 996,810	\$ 139,165	\$ 839,416
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 419	\$ 4,981	\$ -	\$ -
Accrued liabilities	-	-	-	-
Deposits payable	-	600,000	-	-
Due to other funds	-	-	207,254	-
Advances from other funds	-	-	-	200,000
Total Liabilities	419	604,981	207,254	200,000
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	678	-	-
Restricted for:				
Public safety	-	-	-	-
Parks and recreation	-	-	-	-
Public works	-	-	-	-
Capital Projects	104,101	391,151	-	-
Debt service	-	-	-	639,416
Unassigned	-	-	(68,089)	-
Total Fund Balances	104,101	391,829	(68,089)	639,416
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 104,520	\$ 996,810	\$ 139,165	\$ 839,416

CITY OF DINUBA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

	<u>Debt Service Funds</u>	
	<u>General Debt Service</u>	<u>Total Governmental Funds</u>
Assets:		
Pooled cash and investments	\$ 129,617	\$ 7,125,138
Receivables:		
Accounts	-	139,165
Notes and loans	-	1,288,738
Accrued interest	-	4,688
Prepaid costs	-	9,835
Due from other governments	-	2,212,499
Advances to other funds	1,124,333	1,124,333
Restricted assets:		
Cash and investments with fiscal agents	-	766,778
Total Assets	<u>\$ 1,253,950</u>	<u>\$ 12,671,174</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances:		
Liabilities:		
Accounts payable	\$ -	\$ 89,753
Accrued liabilities	-	88,757
Deposits payable	-	600,000
Due to other funds	-	546,166
Advances from other funds	-	316,904
Total Liabilities	<u>-</u>	<u>1,641,580</u>
Deferred Inflows of Resources:		
Unavailable revenues	-	392,175
Total Deferred Inflows of Resources	<u>-</u>	<u>392,175</u>
Fund Balances:		
Nonspendable:		
Prepaid costs	-	9,835
Restricted for:		
Public safety	-	2,301,408
Parks and recreation	-	463,201
Public works	-	5,620,612
Capital Projects	-	495,252
Debt service	1,253,950	1,893,366
Unassigned	<u>-</u>	<u>(146,255)</u>
Total Fund Balances	<u>1,253,950</u>	<u>10,637,419</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,253,950</u>	<u>\$ 12,671,174</u>

CITY OF DINUBA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	Special Revenue Funds			
	Public Safety Sales Tax	Gas Tax	Parks Reserve	Transportation
Revenues:				
Taxes	\$ 2,864,394	\$ -	\$ -	\$ 523,319
Intergovernmental	-	877,586	-	1,061,364
Charges for services	-	-	-	-
Use of money and property	2,602	1,501	2,224	760
Fines and forfeitures	-	-	176,120	-
Miscellaneous	-	-	-	3,463
Total Revenues	2,866,996	879,087	178,344	1,588,906
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	1,871,028	-	-	-
Public works	-	760,742	-	550,056
Capital outlay	93,596	-	170,576	-
Debt service:				
Principal retirement	75,801	-	-	14,344
Interest and fiscal charges	6,702	-	-	4,353
Total Expenditures	2,047,127	760,742	170,576	568,753
Excess (Deficiency) of Revenues Over (Under) Expenditures	819,869	118,345	7,768	1,020,153
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	(264,834)	(339,531)	-	(745,099)
Capital leases	74,884	-	-	-
Total Other Financing Sources (Uses)	(189,950)	(339,531)	-	(745,099)
Net Change in Fund Balances	629,919	(221,186)	7,768	275,054
Fund Balances, Beginning of Year	785,272	644,686	455,433	603,884
Fund Balances, End of Year	\$ 1,415,191	\$ 423,500	\$ 463,201	\$ 878,938

CITY OF DINUBA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

(CONTINUED)

	Special Revenue Funds			Road Repair and Accountability Act of 2017 FUND (SB 1)
	System Development Charges	Community Enhancement Grants	Assessment Districts	
Revenues:				
Taxes	\$ -	\$ -	\$ 542,759	\$ -
Intergovernmental	-	168,681	-	476,455
Charges for services	1,066,507	-	-	-
Use of money and property	18,858	392	23	1,788
Fines and forfeitures	-	-	-	-
Miscellaneous	1,350	-	-	-
Total Revenues	1,086,715	169,073	542,782	478,243
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	151,904	-	-
Public works	112,910	-	478,532	-
Capital outlay	249,743	-	46,388	616,080
Debt service:				
Principal retirement	-	-	5,539	-
Interest and fiscal charges	-	-	1,784	-
Total Expenditures	362,653	151,904	532,243	616,080
Excess (Deficiency) of Revenues Over (Under) Expenditures	724,062	17,169	10,539	(137,837)
Other Financing Sources (Uses):				
Transfers in	(80,596)	2,000	-	82,333
Transfers out	(1,042,464)	-	-	-
Capital leases	-	-	-	-
Total Other Financing Sources (Uses)	(1,123,060)	2,000	-	82,333
Net Change in Fund Balances	(398,998)	19,169	10,539	(55,504)
Fund Balances, Beginning of Year	5,050,457	86,932	(80,683)	503,470
Fund Balances, End of Year	\$ 4,651,459	\$ 106,101	\$ (70,144)	\$ 447,966

CITY OF DINUBA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	Capital Projects Funds			Debt Service Funds
	General Construction	Vocational Center	MTBE	Financing Authority
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	-	346,215	-	3,481
Fines and forfeitures	-	-	-	-
Miscellaneous	-	-	144,571	-
Total Revenues	-	346,215	144,571	3,481
Expenditures:				
Current:				
General government	-	16,980	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Capital outlay	552,694	-	91,576	-
Debt service:				
Principal retirement	-	-	-	888,609
Interest and fiscal charges	-	-	-	810,543
Total Expenditures	552,694	16,980	91,576	1,699,152
Excess (Deficiency) of Revenues Over (Under) Expenditures	(552,694)	329,235	52,995	(1,695,671)
Other Financing Sources (Uses):				
Transfers in	656,964	-	-	1,696,401
Transfers out	-	-	-	-
Capital leases	-	-	-	-
Total Other Financing Sources (Uses)	656,964	-	-	1,696,401
Net Change in Fund Balances	104,270	329,235	52,995	730
Fund Balances, Beginning of Year	(169)	62,594	(121,084)	638,686
Fund Balances, End of Year	\$ 104,101	\$ 391,829	\$ (68,089)	\$ 639,416

CITY OF DINUBA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	<u>Debt Service Funds</u>	
	<u>General Debt Service</u>	<u>Total Governmental Funds</u>
Revenues:		
Taxes	\$ -	\$ 3,930,472
Intergovernmental	-	2,584,086
Charges for services	-	1,066,507
Use of money and property	-	377,844
Fines and forfeitures	-	176,120
Miscellaneous	-	149,384
Total Revenues	-	8,284,413
Expenditures:		
Current:		
General government	-	16,980
Public safety	-	2,022,932
Public works	-	1,902,240
Capital outlay	-	1,820,653
Debt service:		
Principal retirement	335,838	1,320,131
Interest and fiscal charges	85,470	908,852
Total Expenditures	421,308	7,991,788
Excess (Deficiency) of Revenues Over (Under) Expenditures	(421,308)	292,625
Other Financing Sources (Uses):		
Transfers in	421,308	2,778,410
Transfers out	-	(2,391,928)
Capital leases	-	74,884
Total Other Financing Sources (Uses)	421,308	461,366
Net Change in Fund Balances	-	753,991
Fund Balances, Beginning of Year	1,253,950	9,883,428
Fund Balances, End of Year	\$ 1,253,950	\$ 10,637,419

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 PUBLIC SAFETY SALES TAX
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 2,200,000	\$ 2,200,000	\$ 2,864,394	\$ 664,394
Use of money and property	-	-	2,602	2,602
Total Revenues	2,200,000	2,200,000	2,866,996	666,996
Expenditures:				
Public safety	1,981,983	1,986,983	1,871,028	115,955
Capital outlay	175,000	43,712	93,596	(49,884)
Debt service:				
Principal retirement	62,759	87,209	75,801	11,408
Interest and fiscal charges	4,075	9,140	6,702	2,438
Total Expenditures	2,223,817	2,127,044	2,047,127	79,917
Excess of Revenues Over Expenditures	(23,817)	72,956	819,869	746,913
Other Financing Sources (Uses):				
Capital leases	-	-	74,884	74,884
Transfers out	(4,863)	(209,863)	(264,834)	54,971
Total Other Financing Sources (Uses)	(4,863)	(209,863)	(189,950)	129,855
Net Change in Fund Balance	(28,680)	(136,907)	629,919	876,768
Fund Balance, Beginning of Fiscal Year	785,272	785,272	785,272	-
Fund Balance, End of Fiscal Year	\$ 756,592	\$ 648,365	\$ 1,415,191	\$ 876,768

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 GAS TAX
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 770,496	\$ 770,496	\$ 877,586	\$ 107,090
Use of money and property	2,000	2,000	1,501	(499)
Total Revenues	772,496	772,496	879,087	106,591
Expenditures:				
Public works	840,287	840,287	760,742	79,545
Total Expenditures	840,287	840,287	760,742	79,545
Excess of Revenues Over Expenditures	(67,791)	(67,791)	118,345	186,136
Other Financing Uses:				
Transfers out	(248,391)	(335,150)	(339,531)	(4,381)
Total Other Financing Uses	(248,391)	(335,150)	(339,531)	(4,381)
Net Change in Fund Balance	(316,182)	(402,941)	(221,186)	181,755
Fund Balance, Beginning of Fiscal Year	644,686	644,686	644,686	-
Fund Balance, End of Fiscal Year	\$ 328,504	\$ 241,745	\$ 423,500	\$ 181,755

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 PARKS RESERVE
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Use of money and property	\$ 500	\$ 500	\$ 2,224	\$ 1,724
Fines and forfeitures	18,870	175,870	176,120	250
Total Revenues	19,370	176,370	178,344	1,974
Expenditures:				
Capital outlay	125,000	213,371	170,576	42,795
Total Expenditures	125,000	213,371	170,576	42,795
Excess of Revenues Over (Under) Expenditures	(105,630)	(37,001)	7,768	44,769
Other Financing Sources (Uses):				
Transfers out	(108,000)	(108,000)	-	108,000
Total Other Financing Sources (Uses)	(108,000)	(108,000)	-	108,000
Net Change in Fund Balance	(213,630)	(145,001)	7,768	152,769
Fund Balance, Beginning of Fiscal Year	455,433	455,433	455,433	-
Fund Balance, End of Fiscal Year	\$ 241,803	\$ 310,432	\$ 463,201	\$ 152,769

CITY OF DINUBA

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TRANSPORTATION
YEAR ENDED JUNE 30, 2021**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 458,726	\$ 458,726	\$ 523,319	\$ 64,593
Intergovernmental	613,852	613,852	1,061,364	447,512
Use of money and property	1,000	1,000	760	(240)
Miscellaneous	7,200	7,200	3,463	(3,737)
Total Revenues	1,080,778	1,080,778	1,588,906	508,128
Expenditures:				
Public works	569,475	569,475	550,056	19,419
Capital outlay	7,200	7,200	-	7,200
Debt service:				
Principal retirement	14,328	14,328	14,344	(16)
Interest and fiscal charges	4,370	4,370	4,353	17
Total Expenditures	595,373	595,373	568,753	26,620
Excess of Revenues Over Expenditures	485,405	485,405	1,020,153	534,748
Other Financing Uses:				
Transfers out	(567,682)	(735,644)	(745,099)	(9,455)
Total Other Financing Uses	(567,682)	(735,644)	(745,099)	(9,455)
Net Change in Fund Balance	(82,277)	(250,239)	275,054	525,293
Fund Balances, Beginning of Fiscal Year	603,884	603,884	603,884	-
Fund Balance, End of Fiscal Year	\$ 521,607	\$ 353,645	\$ 878,938	\$ 525,293

CITY OF DINUBA

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SYSTEM DEVELOPMENT CHARGES
YEAR ENDED JUNE 30, 2021**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 287,984	\$ 1,034,984	\$ 1,066,507	\$ 31,523
Use of money and property	4,200	4,200	18,858	14,658
Miscellaneous	1,000	1,000	1,350	350
Total Revenues	293,184	1,040,184	1,086,715	46,531
Expenditures:				
Public works	449,000	440,000	112,910	327,090
Capital outlay	-	282,000	249,743	32,257
Total Expenditures	449,000	722,000	362,653	359,347
Excess of Revenues Over Expenditures	(155,816)	318,184	724,062	405,878
Other Financing Sources (Uses):				
Transfers in	(87,075)	(87,075)	(80,596)	6,479
Transfers out	(1,888,678)	(2,238,678)	(1,042,464)	1,196,214
Total Other Financing Sources (Uses)	(1,975,753)	(2,325,753)	(1,123,060)	1,202,693
Net Change in Fund Balance	(2,131,569)	(2,007,569)	(398,998)	1,608,571
Fund Balance, Beginning of Fiscal Year	5,050,457	5,050,457	5,050,457	-
Fund Balance, End of Fiscal Year	\$ 2,918,888	\$ 3,042,888	\$ 4,651,459	\$ 1,608,571

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 COMMUNITY ENHANCEMENT GRANTS
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 100,000	\$ 111,954	\$ 168,681	\$ 56,727
Use of money and property	-	-	392	392
Total Revenues	100,000	111,954	169,073	57,119
Expenditures:				
Public safety	100,000	111,954	151,904	(39,950)
Total Expenditures	100,000	111,954	151,904	(39,950)
Excess of Revenues Over (Under) Expenditures	-	-	17,169	17,169
Other Financing Sources:				
Transfers in	-	-	2,000	2,000
Total Other Financing Sources	-	-	2,000	2,000
Net Change in Fund Balance	-	-	19,169	19,169
Fund Balance, Beginning of Fiscal Year	86,932	86,932	86,932	-
Fund Balance, End of Fiscal Year	\$ 86,932	\$ 86,932	\$ 106,101	\$ 19,169

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 ASSESSMENT DISTRICTS
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 485,215	\$ 542,353	\$ 542,759	\$ 406
Use of money and property	-	-	23	23
Total Revenues	485,215	542,353	542,782	429
Expenditures:				
Public works	506,220	512,620	478,532	34,088
Capital outlay	52,808	46,408	46,388	20
Debt service:				
Principal retirement	5,538	5,538	5,539	(1)
Interest and fiscal charges	1,786	1,786	1,784	2
Total Expenditures	566,352	566,352	532,243	34,109
Excess of Revenues Under Expenditures	(81,137)	(23,999)	10,539	34,538
Net Change in Fund Balance	(81,137)	(23,999)	10,539	34,538
Fund Balance, Beginning of Fiscal Year	(80,683)	(80,683)	(80,683)	-
Fund Balance, End of Fiscal Year	\$ (161,820)	\$ (104,682)	\$ (70,144)	\$ 34,538

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, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 478,366	\$ 478,366	\$ 476,455	\$ (1,911)
Use of money and property	6,500	6,500	1,788	(4,712)
Total Revenues	484,866	484,866	478,243	(6,623)
Expenditures:				
Capital outlay	1,121,157	1,121,157	616,080	505,077
Total Expenditures	1,121,157	1,121,157	616,080	505,077
Excess of Revenues Under Expenditures	(636,291)	(636,291)	(137,837)	498,454
Other Financing Sources:				
Transfers in	82,333	82,333	82,333	-
Total Other Financing Sources	82,333	82,333	82,333	-
Net Change in Fund Balance	(553,958)	(553,958)	(55,504)	498,454
Fund Balance, Beginning of Fiscal Year	503,470	503,470	503,470	-
Fund Balance, End of Fiscal Year	\$ (50,488)	\$ (50,488)	\$ 447,966	\$ 498,454

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 TRANSPORTATION CONSTRUCTION
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 3,341,893	\$ 3,778,543	\$ 882,997	\$ (2,895,546)
Use of money and property	500	500	2,249	1,749
Miscellaneous	-	-	103	103
Total Revenues	3,342,393	3,779,043	885,349	(2,893,694)
Expenditures:				
Capital outlay	5,293,271	6,085,260	1,385,884	4,699,376
Total Expenditures	5,293,271	6,085,260	1,385,884	4,699,376
Excess of Revenues Under Expenditures	(1,950,878)	(2,306,217)	(500,535)	1,805,682
Other Financing Sources (Uses):				
Transfers in	1,950,378	1,905,099	604,951	(1,300,148)
Total Other Financing Sources (Uses)	1,950,378	1,905,099	604,951	(1,300,148)
Net Change in Fund Balance	(500)	(401,118)	104,416	505,534
Fund Balance, Beginning of Fiscal Year	889,152	889,152	889,152	-
Fund Balance, End of Fiscal Year	\$ 888,652	\$ 488,034	\$ 993,568	\$ 505,534

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 GENERAL CONSTRUCTION
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Capital outlay	\$ 508,000	\$ 699,051	\$ 552,694	\$ 146,357
Total Expenditures	508,000	699,051	552,694	146,357
Excess of Revenues Under Expenditures	(508,000)	(699,051)	(552,694)	146,357
Other Financing Sources:				
Transfers in	508,000	583,051	656,964	73,913
Total Other Financing Sources	508,000	583,051	656,964	73,913
Net Change in Fund Balance	-	(116,000)	104,270	220,270
Fund Balance, Beginning of Fiscal Year	(169)	(169)	(169)	-
Fund Balance, End of Fiscal Year	\$ (169)	\$ (116,169)	\$ 104,101	\$ 220,270

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 VOCATIONAL CENTER
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Use of money and property	\$ 342,852	\$ 342,852	\$ 346,215	\$ 3,363
Total Revenues	342,852	342,852	346,215	3,363
Expenditures:				
General government	11,700	11,700	16,980	(5,280)
Total Expenditures	11,700	11,700	16,980	(5,280)
Excess of Revenues Over Expenditures	331,152	331,152	329,235	(1,917)
Net Change in Fund Balance	331,152	331,152	329,235	(1,917)
Fund Balance, Beginning of Fiscal Year	62,594	62,594	62,594	-
Fund Balance, End of Fiscal Year	\$ 393,746	\$ 393,746	\$ 391,829	\$ (1,917)

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 MTBE
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Miscellaneous	\$ 150,000	\$ 150,000	\$ 144,571	\$ (5,429)
Total Revenues	150,000	150,000	144,571	(5,429)
Expenditures:				
Capital outlay	150,000	150,000	91,576	58,424
Total Expenditures	150,000	150,000	91,576	58,424
Excess of Revenues Under Expenditures	-	-	52,995	52,995
Fund Balance, Beginning of Fiscal Year	(121,084)	(121,084)	(121,084)	-
Fund Balance, End of Fiscal Year	\$ (121,084)	\$ (121,084)	\$ (68,089)	\$ 52,995

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FINANCING AUTHORITY
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Use of money and property	\$ -	\$ -	\$ 3,481	\$ 3,481
Total Revenues	-	-	3,481	3,481
Expenditures:				
Debt service:				
Principal retirement	888,609	888,609	888,609	-
Interest and fiscal charges	815,443	815,443	810,543	4,900
Total Expenditures	1,704,052	1,704,052	1,699,152	4,900
Excess of Revenues Under Expenditures	(1,704,052)	(1,704,052)	(1,695,671)	8,381
Other Financing Sources (Uses):				
Transfers in	1,706,718	1,706,718	1,696,401	(10,317)
Total Other Financing Sources (Uses)	1,706,718	1,706,718	1,696,401	(10,317)
Net Change in Fund Balance	2,666	2,666	730	(1,936)
Fund Balance, Beginning of Fiscal Year	638,686	638,686	638,686	-
Fund Balance, End of Fiscal Year	\$ 641,352	\$ 641,352	\$ 639,416	\$ (1,936)

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 GENERAL DEBT SERVICE
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Debt service:				
Principal retirement	\$ 335,838	\$ 335,838	\$ 335,838	\$ -
Interest and fiscal charges	76,452	86,510	85,470	1,040
Total Expenditures	412,290	422,348	421,308	1,040
Excess of Revenues Over (Under) Expenditures	(412,290)	(422,348)	(421,308)	1,040
Other Financing Sources:				
Transfers in	412,290	422,348	421,308	(1,040)
Total Other Financing Sources	412,290	422,348	421,308	(1,040)
Net Change in Fund Balance	-	-	-	-
Fund Balance, Beginning of Fiscal Year	1,253,950	1,253,950	1,253,950	-
Fund Balance, End of Fiscal Year	\$ 1,253,950	\$ 1,253,950	\$ 1,253,950	\$ -



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, 2021**

	Business-Type Activities - Enterprise Funds		
	Transit	Compressed Natural Gas	Totals
Assets:			
Current:			
Cash and investments	\$ -	\$ 399,875	\$ 399,875
Receivables:			
Accounts	2,964	-	2,964
Accrued interest	-	277	277
Prepaid costs	291	-	291
Due from other governments	614,183	-	614,183
Total Current Assets	617,438	400,152	1,017,590
Noncurrent:			
Capital assets - net of accumulated depreciation	1,588,371	1,694,525	3,282,896
Total Noncurrent Assets	1,588,371	1,694,525	3,282,896
Total Assets	2,205,809	2,094,677	4,300,486
Deferred Outflows of Resources:			
Deferred pension related items	724	-	724
Deferred OPEB related items	10,923	-	10,923
Total Deferred Outflows of Resources	11,647	-	11,647
Liabilities:			
Current:			
Accounts payable	62,621	7,954	70,575
Accrued liabilities	147	1,183	1,330
Due to other funds	308,546	-	308,546
Accrued compensated absences	-	1,096	1,096
Total Current Liabilities	371,314	10,233	381,547
Noncurrent:			
Accrued compensated absences	-	3,367	3,367
Net pension liability	3,348	-	3,348
Total OPEB Liability	86,226	-	86,226
Total Noncurrent Liabilities	89,574	3,367	92,941
Total Liabilities	460,888	13,600	474,488
Deferred Inflows of Resources:			
Deferred pension related items	142	-	142
Deferred OPEB related items	12,209	-	12,209
Total Deferred Inflows of Resources	12,351	-	12,351
Net Position:			
Invested in capital assets	1,588,371	1,694,525	3,282,896
Unrestricted	155,846	386,552	542,398
Total Net Position	\$ 1,744,217	\$ 2,081,077	\$ 3,825,294

CITY OF DINUBA

COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
NON-MAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2021

	Business-Type Activities - Enterprise Funds		
	Transit	Compressed Natural Gas	Totals
Operating Revenues:			
Charges for services	\$ 19,241	\$ 174,801	\$ 194,042
Miscellaneous	-	161,525	161,525
Total Operating Revenues	19,241	336,326	355,567
Operating Expenses:			
Salaries and benefits	94,792	63,672	158,464
Contractual services	528,463	17,909	546,372
Materials and supplies	82,091	7	82,098
Repairs and maintenance	17,545	36,859	54,404
Utilities	15,639	58,182	73,821
Allocated costs	99,392	31,240	130,632
Depreciation expense	204,366	96,713	301,079
Total Operating Expenses	1,042,288	304,582	1,346,870
Operating Loss	(1,023,047)	31,744	(991,303)
Nonoperating Revenues (Expenses):			
Intergovernmental	874,410	-	874,410
Interest revenue	755	2,111	2,866
Gain (loss) on disposal of capital assets	(237,960)	-	(237,960)
Total Nonoperating Revenues (Expenses)	637,205	2,111	639,316
Income (Loss) Before Transfers	(385,842)	33,855	(351,987)
Transfers out	(3,563)	(7,917)	(11,480)
Changes in Net Position	(389,405)	25,938	(363,467)
Net Position:			
Beginning of Year	2,133,622	2,055,139	4,188,761
End of Fiscal Year	\$ 1,744,217	\$ 2,081,077	\$ 3,825,294

CITY OF DINUBA

**COMBINING STATEMENT OF CASH FLOWS
NON-MAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2021**

	Business-Type Activities - Enterprise Funds		
	Transit	Compressed Natural Gas	Totals
Cash Flows from Operating Activities:			
Cash received from customers and users	\$ 16,277	\$ 174,801	\$ 191,078
Cash paid to suppliers for goods and services	(893,641)	(158,400)	(1,052,041)
Cash paid to employees for services	(11,893)	(220,734)	(232,627)
Cash received from (payments to) others	-	161,525	161,525
Net Cash Provided (Used) by Operating Activities	(889,257)	(42,808)	(932,065)
Cash Flows from Non-Capital Financing Activities:			
Cash transfers out	(3,563)	(7,917)	(11,480)
Short-term loans (paid to) received from other funds	308,546	-	308,546
Intergovernmental revenue	491,126	-	491,126
Net Cash Provided (Used) by Non-Capital Financing Activities	796,109	(7,917)	788,192
Cash Flows from Capital and Related Financing Activities:			
Acquisition and construction of capital assets	(150,599)	(61,672)	(212,271)
Net Cash Used by Capital and Related Financing Activities	(150,599)	(61,672)	(212,271)
Cash Flows from Investing Activities:			
Interest earnings	1,108	3,216	4,324
Net Cash Provided (Used) by Investing Activities	1,108	3,216	4,324
Net Increase in Cash and Cash Equivalents	(242,639)	(109,181)	(351,820)
Cash and Cash Equivalents at Beginning of Year	242,639	509,056	751,695
Cash and Cash Equivalents at End of Year	\$ -	\$ 399,875	\$ 399,875
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:			
Operating loss	\$ (1,023,047)	\$ 31,744	\$ (991,303)
Adjustments to reconcile operating loss net cash provided (used) by operating activities:			
Depreciation	204,366	96,713	301,079
Changes in pension related items	(4,613)	(65,696)	(70,309)
Changes in OPEB related items	87,512	(95,829)	(8,317)
(Increase) decrease in accounts receivable	(2,964)	-	(2,964)
(Increase) decrease in prepaid expense	-	270	270
Increase (decrease) in accounts payable & accrued liabilities	(150,511)	(14,473)	(164,984)
Increase (decrease) in compensated absences	-	4,463	4,463
Total Adjustments	133,790	(74,552)	59,238
Net Cash Provided (Used) by Operating Activities	\$ (889,257)	\$ (42,808)	\$ (932,065)

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.

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, 2021**

	Governmental Activities - Internal Service Funds			Totals
	Insurance Fund	Property and Equipment Service Fund	Technology Replacement Fund	
Assets:				
Current:				
Cash and investments	\$ 1,999,543	\$ 60,569	183	\$ 2,060,295
Receivables:				
Accounts	7,854	-	-	7,854
Accrued interest	1,050	82	-	1,132
Prepaid costs	87,006	50	-	87,056
Restricted:				
Cash with fiscal agent	71,561	-	-	71,561
Total Current Assets	2,167,014	60,701	183	2,227,898
Noncurrent:				
Capital assets - net of accumulated depreciation	-	47,727	136,858	184,585
Total Noncurrent Assets	-	47,727	136,858	184,585
Total Assets	2,167,014	108,428	137,041	2,412,483
Deferred Outflows of Resources:				
Deferred pension related items	74,877	45,434	-	120,311
Deferred OPEB related items	49,847	59,010	-	108,857
Total Deferred Outflows of Resources	124,724	104,444	-	229,168
Liabilities:				
Current:				
Accounts payable	46,662	14,954	-	61,616
Accrued liabilities	3,227	5,302	-	8,529
Accrued compensated absences	2,491	8,582	-	11,073
Accrued claims and judgments	50,000	-	-	50,000
Capital leases	-	-	31,288	31,288
Total Current Liabilities	102,380	28,838	31,288	162,506
Noncurrent:				
Accrued compensated absences	19,994	13,614	-	33,608
Net pension liability	346,270	210,116	-	556,386
Total OPEB liability	393,514	465,852	-	859,366
Capital leases	-	-	76,726	76,726
Total Noncurrent Liabilities	759,778	689,582	76,726	1,526,086
Total Liabilities	862,158	718,420	108,014	1,688,592
Deferred Inflows of Resources:				
Deferred pension related items	14,669	8,901	-	23,570
Deferred OPEB related items	55,720	65,963	-	121,683
Total Deferred Inflows of Resources	70,389	74,864	-	145,253
Net Position:				
Net investment in capital assets	-	47,727	28,844	76,571
Unrestricted	1,359,191	(628,139)	183	731,235
Total Net Position	\$ 1,359,191	\$ (580,412)	\$ 29,027	\$ 807,806

CITY OF DINUBA

COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2021

	Governmental Activities - Internal Service Funds			Totals
	Insurance Fund	Property and Equipment Service Fund	Technology Replacement Fund	
Operating Revenues:				
Charges for services	\$ 5,233,510	\$ 700,000	-	\$ 5,933,510
Total Operating Revenues	5,233,510	700,000	-	5,933,510
Operating Expenses:				
Salaries and benefits	259,478	295,615	-	555,093
Contractual services	28,537	75,336	-	103,873
Materials and supplies	312	70,478	42,121	112,911
Insurance	1,563,982	-	-	1,563,982
Employee health insurance	2,307,754	-	-	2,307,754
Repairs and maintenance	-	186,212	-	186,212
Utilities	-	7,393	-	7,393
Allocated costs	-	27,174	-	27,174
Depreciation expense	-	8,887	25,266	34,153
Total Operating Expenses	4,160,063	671,095	67,387	4,898,545
Operating Income (Loss)	1,073,447	28,905	(67,387)	1,034,965
Nonoperating Revenues (Expenses):				
Interest revenue	4,926	365	-	5,291
Interest expense	-	-	(5,626)	(5,626)
Total Nonoperating Revenues (Expenses)	4,926	365	(5,626)	(335)
Income (Loss) Before Transfers	1,078,373	29,270	(73,013)	1,034,630
Transfers in	-	-	60,964	60,964
Transfers out	-	(10,808)	-	(10,808)
Changes in Net Position	1,078,373	18,462	(12,049)	1,084,786
Net Position:				
Beginning of Year	280,818	(598,874)	41,076	(276,980)
End of Fiscal Year	\$ 1,359,191	\$ (580,412)	\$ 29,027	\$ 807,806

CITY OF DINUBA

**COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2021**

	Governmental Activities - Internal Service Funds			Totals
	Insurance Fund	Property and Equipment Service Fund	Technology Replacement Fund	
Cash Flows from Operating Activities:				
Cash received from interfund service provided	\$ 5,260,160	\$ 700,000	\$ -	\$ 5,960,160
Cash paid to suppliers for goods and services	(4,023,409)	(371,287)	(58,577)	(4,453,273)
Cash paid to employees for services	(202,751)	(278,195)	-	(480,946)
Net Cash Provided (Used) by Operating Activities	1,034,000	50,518	(58,577)	1,025,941
Cash Flows from Non-Capital Financing Activities:				
Cash transfers in	-	-	60,964	60,964
Cash transfers out	-	(10,808)	-	(10,808)
Net Cash Provided (Used) by Non-Capital Financing Activities	-	(10,808)	60,964	50,156
Cash Flows from Capital and Related Financing Activities:				
Acquisition and construction of capital assets	-	(11,405)	-	(11,405)
Principal paid on capital debt	-	-	(32,694)	(32,694)
Interest paid on capital debt	-	-	(5,626)	(5,626)
Net Cash Used by Capital and Related Financing Activities	-	(11,405)	(38,320)	(49,725)
Cash Flows from Investing Activities:				
Interest earnings	5,809	435	-	6,244
Net Cash Provided (Used) by Investing Activities	5,809	435	-	6,244
Net Increase (Decrease) in Cash and Cash Equivalents	1,039,809	28,740	(35,933)	1,032,616
Cash and Cash Equivalents at Beginning of Year	1,031,295	31,829	36,116	1,099,240
Cash and Cash Equivalents at End of Year	\$ 2,071,104	\$ 60,569	\$ 183	\$ 2,131,856
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:				
Operating income (loss)	\$ 1,073,447	\$ 28,905	\$ (67,387)	\$ 1,034,965
Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:				
Depreciation	-	8,887	25,266	34,153
Changes in pension related items	41,035	5,801	-	46,836
Changes in OPEB related items	16,074	19,030	-	35,104
(Increase) decrease in accounts receivable	26,650	-	-	26,650
(Increase) decrease in prepaid expense	(76,187)	1,454	2,948	(71,785)
Increase (decrease) in accounts payable & accrued liabilities	(46,637)	(6,148)	(19,404)	(72,189)
Increase (decrease) in compensated absences	(382)	(7,411)	-	(7,793)
Total Adjustments	(39,447)	21,613	8,810	(9,024)
Net Cash Provided (Used) by Operating Activities	\$ 1,034,000	\$ 50,518	\$ (58,577)	\$ 1,025,941

Statistical Section



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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

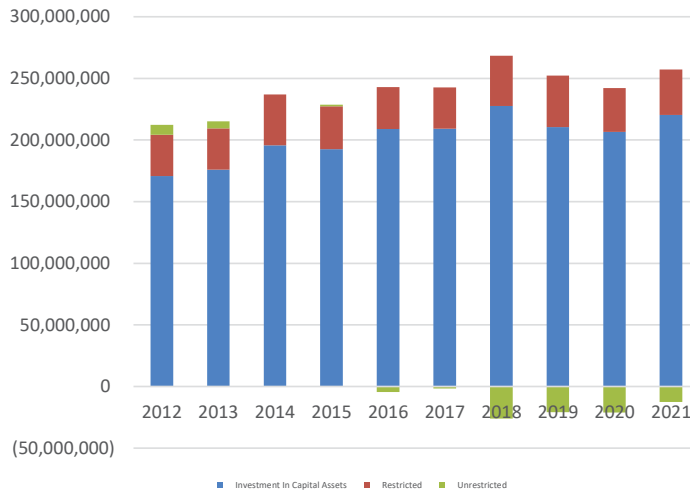
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.

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.



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



	2012	2013	2014	2015	2016
Governmental Activities					
Investment In Capital Assets	\$ 125,564,573	\$ 125,814,202	\$ 148,079,509	\$ 145,008,916	\$ 162,419,353
Restricted	33,514,558	33,633,364	41,313,341	34,836,273	33,955,040
Unrestricted	2,903,128	468,534	(6,418,737)	(1,260,101)	(9,391,284)
Total Governmental Activities Net Position	161,982,259	159,916,100	182,974,113	178,585,088	186,983,109
Business-Type Activities					
Investment In Capital Assets	45,077,861	49,997,905	47,545,851	47,536,365	46,474,326
Restricted					
Unrestricted	5,348,820	5,179,596	6,046,622	2,514,439	4,986,126
Total Business-Type Activities Net Position	50,426,681	55,177,501	53,592,473	50,050,804	51,460,452
Primary Government					
Investment In Capital Assets	170,642,434	175,812,107	195,625,360	192,545,281	208,893,679
Restricted	33,514,558	33,633,364	41,313,341	34,836,273	33,955,040
Unrestricted	8,251,948	5,648,130	(372,115)	1,254,338	(4,405,158)
Total Primary Government Net Position	\$ 212,408,940	\$ 215,093,601	\$ 236,566,586	\$ 228,635,892	\$ 238,443,561
	2017	2018	2019	2020	2021
Governmental Activities					
Investment In Capital Assets	\$ 162,951,223	\$ 175,427,868	\$ 157,295,209	\$ 156,273,132	\$ 169,862,756
Restricted	33,547,768	40,668,235	41,721,018	35,598,022	36,825,231
Unrestricted	(6,391,796)	(27,286,468)	(26,278,675)	(25,246,317)	(21,122,261)
Total Governmental Activities Net Position	190,107,195	188,809,635	172,737,552	166,624,837	185,565,726
Business-Type Activities					
Investment In Capital Assets	46,126,105	52,249,502	53,298,542	50,287,699	50,501,822
Restricted					
Unrestricted	4,641,804	1,298,646	5,352,135	4,161,148	8,674,254
Total Business-Type Activities Net Position	50,767,909	53,548,148	58,650,677	54,448,847	59,176,076
Primary Government					
Investment In Capital Assets	209,077,328	227,677,370	210,593,751	206,560,831	220,364,578
Restricted	33,547,768	40,668,235	41,721,018	35,598,022	36,825,231
Unrestricted	(1,749,992)	(25,987,822)	(20,926,540)	(21,085,169)	(12,448,007)
Total Primary Government Net Position	\$ 240,875,104	\$ 242,357,783	\$ 231,388,229	\$ 221,073,684	\$ 244,741,802

Source: City of Dinuba Financial Services Division

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

	Fiscal Year				
	2012	2013	2014	2015	2016
Expenses					
Governmental Activities					
General Government	\$ 3,439,679	\$ 4,339,158	\$ 4,703,501	\$ 5,345,434	\$ 4,802,762
Public Safety	8,167,990	8,990,013	9,591,236	13,275,052	13,746,235
Public Works	1,826,602	2,197,625	2,761,922	3,334,975	3,943,500
Community Development	1,007,987	636,986	548,112	1,641,605	1,178,906
Parks and Recreation	1,796,570	1,136,847	1,224,454	1,682,401	1,824,431
Interest on Long-Term Debt	1,720,593	1,020,371	1,521,663	1,204,781	1,278,342
Unallocated Depreciation	953,544	823,524	1,018,182	2,635,342	3,029,796
Total Governmental Activities Expenses	18,912,965	19,144,524	21,369,070	29,119,590	29,803,972
Business-Type Activities					
Water	2,159,494	2,963,788	2,970,062	2,931,923	3,204,634
Sewer	2,427,747	2,459,666	2,914,729	3,182,025	3,247,602
Disposal	2,109,008	2,922,065	3,320,744	3,336,842	3,239,137
Ambulance	1,150,496	1,450,622	1,386,124	1,377,304	1,368,670
Transit	639,059	699,102	875,313	1,044,207	1,243,710
Golf Course	3,244,707	3,250,394	3,422,866	3,335,866	3,560,260
Compressed Natural Gas	120,212	137,950	174,521	165,208	159,572
Engineering	—	506,333	662,791	658,837	738,550
Total Business-Type Activities Expenses	11,850,723	14,389,920	15,727,150	16,032,212	16,762,135
Total Primary Government Net Expenses	\$ 30,763,688	\$ 33,534,444	\$ 37,096,220	\$ 45,151,802	\$ 46,566,107
Program Revenues					
Governmental Activities					
Charges for Services					
General Government	\$ 52,073	\$ 4,688	\$ 1,509,801	\$ 3,055,054	\$ 5,470,676
Public Safety	519,454	423,329	276,308	898,323	274,181
Public Works	2,320,459	2,313,306	3,226,541	3,824,832	1,808,508
Community Development	38,410	11,941	70,343	120,322	22,282
Parks and Recreation	184,657	146,557	162,281	183,922	174,473
Operating Contributions and Grants	3,279,460	4,462,789	6,248,747	3,274,094	3,375,630
Capital Contributions and Grants	2,436,154	5,669,203	25,473,768	10,114,120	12,075,630
Total Governmental Activities Program Revenues	8,830,667	13,031,813	36,967,789	21,470,667	23,201,380
Business-Type Activities					
Charges for Services					
Water	2,647,422	2,847,344	2,763,415	2,604,665	2,510,596
Sewer	2,610,812	2,574,505	2,719,638	2,751,349	2,838,956
Disposal	2,980,135	3,324,925	3,080,017	3,081,958	3,175,398
Ambulance	1,078,428	1,281,703	1,288,620	1,271,302	1,332,373
Transit	46,089	44,959	53,507	61,929	85,333
Golf Course	2,239,576	2,255,964	2,343,736	2,346,921	2,441,531
Compressed Natural Gas	188,775	217,120	214,162	262,922	284,800
Engineering	—	486,415	591,278	493,851	710,226
Operating Contributions and Grants	627,400	868,397	885,831	1,705,461	3,178,252
Capital Contributions and Grants	969,433	1,188,785	715,188	449,819	1,165,634
Total Business-Type Activities Program Revenues	13,388,070	15,090,117	14,655,392	15,030,177	17,723,099
Total Primary Government Program Revenues	\$ 22,218,737	\$ 28,121,930	\$ 51,623,181	\$ 36,500,844	\$ 40,924,479

Source: City of Dinuba Financial Services Division

Fiscal Year

	2017	2018	2019	2020	2021
\$	7,661,240	\$ 3,989,322	\$ 3,647,223	\$ 4,464,243	\$ 7,635,027
	13,897,596	12,920,443	12,503,075	12,801,801	12,899,424
	3,752,225	6,577,677	2,429,367	5,116,719	3,009,339
	637,522	2,350,919	2,277,992	2,427,047	2,576,069
	2,007,951	2,127,602	2,527,531	2,705,703	2,858,033
	1,604,463	978,293	1,008,877	1,001,611	935,126
	3,011,661	-	-	-	-
	32,572,658	28,944,256	24,394,065	28,517,124	29,913,018
	2,977,849	2,965,352	2,985,641	3,563,885	3,460,883
	3,156,499	4,553,169	3,048,253	3,255,224	1,803,845
	3,206,889	3,430,622	3,102,875	3,129,253	3,013,999
	1,523,498	2,760,551	2,798,210	2,647,280	1,562,676
	1,137,529	1,147,311	1,123,030	1,088,585	1,280,248
	3,491,319	3,131,513	2,298,467	4,097,713	2,839,155
	140,572	181,928	306,316	318,069	304,582
	-	-	-	-	-
	15,634,155	18,170,446	15,662,792	18,100,009	14,265,388
\$	48,206,813	\$ 47,114,702	\$ 40,056,857	\$ 46,617,133	\$ 44,178,406
\$	8,259,877	\$ 1,500,372	\$ 1,602,391	\$ 1,231,142	\$ 1,263,713
	30,863	549,566	500,114	837,538	516,452
	1,530,664	1,977,090	2,132,137	2,675,164	1,728,740
	-	115,498	60,995	65,077	-
	38,475	352,536	336,771	560,971	238,428
	5,263,630	2,168,438	2,292,863	1,076,942	7,124,303
	3,011,810	19,289,803	5,687,693	3,613,910	2,237,038
	18,135,319	25,953,303	12,612,964	10,060,744	13,108,674
	2,648,278	2,962,303	3,005,484	3,195,777	3,240,648
	2,947,782	3,368,250	3,566,985	3,591,874	3,816,657
	3,088,068	3,105,381	3,167,180	3,173,221	3,202,112
	1,396,312	1,487,640	1,200,884	1,573,951	2,302,744
	120,565	103,623	89,775	67,142	19,241
	2,223,355	2,072,902	2,104,304	1,812,421	2,397,750
	199,896	210,677	209,972	215,107	174,801
	-	-	-	-	-
	2,496,256	3,889,532	3,295,905	4,947,792	5,088,783
	-	-	-	-	-
	15,120,512	17,200,308	16,640,489	18,577,285	20,242,736
\$	33,255,831	\$ 43,153,611	\$ 29,253,453	\$ 28,638,029	\$ 33,351,410

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

	2012	2013	2014	2015	2016
Net (Expense)/Revenue					
Governmental Activities	\$ (10,082,298)	\$ (6,112,711)	\$ 15,598,719	\$ (7,648,923)	\$ (6,602,592)
Business-Type Activities	1,537,347	700,197	(1,071,758)	(1,002,035)	960,964
Total Primary Government Net Expense	<u>\$ (8,544,951)</u>	<u>\$ (5,412,514)</u>	<u>\$ 14,526,961</u>	<u>\$ (8,650,958)</u>	<u>\$ (5,641,628)</u>
General Revenues and Other Changes in Net Position					
Governmental Activities					
Taxes					
Property Taxes	\$ 3,461,506	\$ 645,437	\$ 742,122	\$ 846,306	\$ 1,260,845
Transient Occupancy Taxes	133,920	171,817	184,211	226,817	248,579
Sales Taxes	9,843,519	3,677,282	3,700,400	5,461,810	9,729,414
Franchise Taxes	230,613	226,904	243,956	256,883	252,761
Business Licenses Taxes					
Utility Users Tax	1,600,423	1,622,049	1,612,836	1,630,654	1,683,265
Other Taxes	870,086	240,387	249,602	292,650	487,363
Motor Vehicle Tax	1,565,696	1,553,701	1,571,490	1,633,128	1,754,885
Use of Money and Property	288,456	287,977	262,191	113,494	262,770
Other/Contributions	946,090	1,552,988	18,522	109,931	552,748
Gain (Loss) on Sale of Capital Assets	(2,019,092)	400,323	266,189	261,425	-
Transfers	703,133	(4,065,884)	195,877	391,944	(269,724)
Total Governmental Activities	17,624,350	6,312,981	9,047,396	11,225,042	15,962,906
Business-Type Activities					
Use of Money and Property	19,536	-	37,243	18,524	37,175
Other/Contributions	(338,718)	45,845	92,839	-	-
Special Item (Note 18)	-	-	-	-	-
Transfers	(703,133)	4,065,884	(195,877)	(391,944)	269,724
Total Business-Type Activities	(1,022,315)	4,111,729	(65,795)	(373,420)	306,899
Extraordinary Item - Litigation Settlement	-	145,910	104,921	-	-
Extraordinary Item - RDA Dissolution	51,196,332	-	-	-	-
Total Primary Government	<u>\$ 67,798,367</u>	<u>\$ 10,570,620</u>	<u>\$ 9,086,522</u>	<u>\$ 10,851,622</u>	<u>\$ 16,269,805</u>
Change in Net Position					
Governmental Activities	\$ 58,738,384	\$ 346,180	\$ 24,751,036	\$ 3,576,119	\$ 9,360,314
Business-Type Activities	515,032	4,811,926	(1,137,553)	(1,375,455)	1,267,863
Total Primary Government	<u>\$ 59,253,416</u>	<u>\$ 5,158,106</u>	<u>\$ 23,613,483</u>	<u>\$ 2,200,664</u>	<u>\$ 10,628,177</u>

Source: City of Dinuba Financial Services Division

2017	2018	2019	2020	2021
\$ (14,437,339)	\$ (2,990,953)	\$ (11,781,101)	\$ (18,456,380)	\$ (16,804,344)
(513,643)	(970,138)	977,697	477,276	5,977,348
<u>\$ (14,950,982)</u>	<u>\$ (3,961,091)</u>	<u>\$ (10,803,404)</u>	<u>\$ (17,979,104)</u>	<u>\$ (10,826,996)</u>
\$ 1,149,426	\$ 1,166,971	\$ 1,301,585	\$ 1,377,047	\$ 1,517,322
281,005	291,190	289,263	244,052	266,474
9,080,769	9,926,107	10,777,734	14,059,028	19,276,913
216,407	234,815	245,102	258,084	279,774
	233,387	237,357	259,787	254,098
1,482,077	1,491,791	1,475,873	1,534,979	1,668,455
273,161	478,877	504,884	495,334	609,054
1,847,746	1,841,147	1,943,492	2,033,375	2,151,555
201,154	454,092	695,301	724,898	662,583
539,928	698,424	345,361	280,254	8,106,557
-	-	-	-	-
988,600	816,888	354,520	2,865,489	873,612
<u>16,060,273</u>	<u>17,633,689</u>	<u>18,170,472</u>	<u>12,723,029</u>	<u>35,666,397</u>
50,643	59,094	137,539	205,916	572,378
-	6,585,197	4,054,738	58,101	141,246
-	-	-	(1,350,000)	-
(988,600)	(816,888)	(354,520)	(2,865,489)	(873,612)
<u>(937,957)</u>	<u>5,827,403</u>	<u>3,837,757</u>	<u>(3,951,472)</u>	<u>(159,988)</u>
-	-	-	-	-
-	-	-	-	-
<u>\$ 15,122,316</u>	<u>\$ 23,461,092</u>	<u>\$ 22,008,229</u>	<u>\$ 8,771,557</u>	<u>\$ 35,506,409</u>
\$ 1,622,934	\$ 14,642,736	\$ 6,389,371	\$ (5,733,351)	\$ 18,862,053
(1,451,600)	4,857,265	4,815,454	(3,474,196)	5,817,360
<u>\$ 171,334</u>	<u>\$ 19,500,001</u>	<u>\$ 11,204,825</u>	<u>\$ (9,207,547)</u>	<u>\$ 24,679,413</u>



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

	2012	2013	2014	2015	2016
General Fund					
Nonspendable	\$ 3,005,321	\$ 2,742,077	\$ 2,736,489	\$ 2,699,439	\$ 3,082,112
Unassigned	1,587,709	1,217,109	1,894,697	2,255,325	1,219,528
Total General Fund	\$ 4,593,030	\$ 3,959,186	\$ 4,631,186	\$ 4,954,764	\$ 4,301,640
All Other Governmental Funds					
Nonspendable Funds	\$ 5,792,649	\$ 21,170	\$ 572,060	\$ 8,957,449	\$ 10,334,283
Restricted Funds	6,840,553	16,917,455	24,668,685	10,838,675	7,636,453
Assigned Funds	4,478,409	147,627	184,506	103,142	55,075
Unassigned Funds	(484,580)	(312,176)	(1,215,832)	(618,061)	(695,780)
Total All Other Governmental Funds	(\$ 16,627,031	\$ 16,774,076	\$ 24,209,419	\$ 19,281,205	\$ 17,330,031
Total Governmental Funds	\$ 21,220,061	\$ 20,733,262	\$ 28,840,605	\$ 24,235,969	\$ 21,631,671

	2017	2018	2019	2020	2021
General Fund					
Nonspendable	\$ 3,436,060	\$ 3,846,794	\$ 4,257,720	\$ 1,724,529	\$ 1,525,245
Unassigned	1,113,239	1,533,739	3,369,500	7,101,966	15,677,417
Total General Fund	\$ 4,549,299	\$ 5,380,533	\$ 7,627,220	\$ 8,826,495	\$ 17,202,662
All Other Governmental Funds					
Nonspendable Funds	\$ 5,045,407	\$ 1,298	\$ 7,450	\$ 2,720	\$ 9,835
Restricted Funds	13,091,326	40,668,235	41,721,018	35,598,022	36,825,231
Assigned Funds	64,462	-	-	-	-
Unassigned Funds	(451,012)	(453,629)	(242,862)	(139,889)	(146,255)
Total All Other Governmental Funds	(\$ 17,750,183	\$ 40,215,904	\$ 41,485,606	\$ 35,460,853	\$ 36,688,811
Total Governmental Funds	\$ 22,299,482	\$ 45,596,437	\$ 49,112,826	\$ 44,287,348	\$ 53,891,473

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

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

	2012	2013	2014	2015	2016
Revenues					
Taxes and Assessments	\$ 15,763,647	\$ 10,054,422	\$ 10,127,924	\$ 14,673,041	\$ 15,417,110
Licenses and Permits	490,803	533,126	388,248	825,421	410,496
Assessments	-	-	-	-	-
Intergovernmental	6,873,909	8,840,363	13,389,637	10,254,854	9,817,361
Charges for Services	2,297,156	1,842,951	2,611,700	2,629,858	1,386,822
Use of Money and Property	615,073	105,029	372,987	116,046	265,203
Fines and Forfeitures	393,113	118,693	83,015	83,345	96,196
Reimbursements	1,983,721	1,993,316	1,866,721	773,948	2,560,957
Miscellaneous	280,827	183,644	193,101	26,586	46,056
Total Revenues	28,698,249	23,671,544	29,033,333	29,383,099	30,000,201
Expenditures					
Current					
General Government	3,198,893	3,567,574	3,062,629	3,221,524	3,504,184
Public Safety	7,622,470	8,512,170	9,155,928	9,573,198	10,454,857
Public Works ²	2,305,236	2,108,997	2,497,426	2,361,778	2,880,100
Community development	1,254,396	3,077,272	1,813,416	1,205,315	813,013
Parks and Recreation ¹	1,595,747	1,108,050	1,140,903	1,235,269	1,458,541
Capital Outlay	5,230,041	5,070,355	12,419,958	14,428,933	11,512,821
Debt Service					
Principal Retirement	2,209,513	1,814,520	991,156	1,001,685	980,865
Interest and Fiscal Charges	1,967,183	816,403	1,010,139	1,177,009	1,216,247
Debt Issuance Costs	-	331,022	106,924	-	-
Total Expenditures	25,383,479	26,406,363	32,198,479	34,204,711	32,820,628
Excess of Revenues Over (Under) Expenditures	3,314,770	(2,734,819)	(3,165,146)	(4,821,612)	(2,820,427)
Other Financing Sources (Uses)					
Proceeds from Issuance of debt	-	-	-	-	1,300,000
Transfers In	7,319,087	2,330,637	6,091,537	10,198,943	3,115,598
Transfers Out	(8,270,637)	(6,500,021)	(5,549,298)	(10,506,999)	(3,385,322)
Sales of Property	291,150	500,687	402,248	368,524	148,146
Capital Leases	-	-	-	-	-
Special Item	-	-	-	-	-
Issuance of Long Term Debt	-	12,770,000	8,982,000	-	-
Original issuance discount	-	(314,360)	-	-	-
Payment to Refunded Bond Escrow Agent	-	(6,684,833)	-	-	-
Total Other Financing Sources (Uses)	(660,400)	2,102,110	9,926,487	60,468	1,178,422
Net Change in Fund Balances before Extraordinary Item	2,654,370	(632,709)	6,761,341	(4,761,144)	(1,642,005)
Extraordinary Item - Litigation Settlement	-	145,910	-	-	-
Net Change In Fund Balances	\$ 2,654,370	\$ (486,799)	\$ 6,761,341	\$ (4,761,144)	\$ (1,642,005)
Debt Service as a percentage of non-capital expenditures	21.5%	13.5%	10.1%	11.0%	11.5%

Source: City of Dinuba Financial Services Division

2017	2018	2019	2020	2021
\$ 17,699,777	\$ 13,823,138	\$ 14,831,798	\$ 18,228,311	\$ 23,872,090
269,630	-	-	-	-
-	1,553,351	1,567,928	1,168,344	1,200,122
3,885,183	5,099,899	6,329,384	6,724,227	11,512,896
1,275,159	2,818,004	2,909,545	3,610,155	2,277,342
205,154	454,092	695,301	971,096	638,369
113,012	235,466	178,240	517,712	251,220
2,205,415	-	-	-	-
157,286	326,652	345,486	345,331	294,962
<u>25,810,616</u>	<u>24,310,602</u>	<u>26,857,682</u>	<u>31,565,176</u>	<u>40,047,001</u>
6,363,752	3,824,662	2,565,387	2,737,350	2,878,155
10,820,834	10,786,365	10,465,411	10,827,257	11,123,053
2,299,448	6,072,381	1,758,071	2,211,741	2,188,240
270,174	1,911,234	1,614,439	1,665,387	1,404,584
1,640,604	1,780,297	1,840,142	1,838,979	1,814,007
2,811,519	739,058	3,656,178	4,394,413	9,894,559
7,131,417	1,156,606	1,208,551	1,293,760	1,376,732
1,762,202	1,020,930	989,520	957,349	912,442
-	-	-	-	-
<u>33,099,950</u>	<u>27,291,533</u>	<u>24,097,699</u>	<u>25,926,236</u>	<u>31,591,772</u>
<u>(7,289,334)</u>	<u>(2,980,931)</u>	<u>2,759,983</u>	<u>5,638,940</u>	<u>8,455,229</u>
6,764,759	437,479	36,863	373,064	-
5,091,147	2,907,190	2,610,730	4,339,191	4,622,039
(4,094,047)	(2,081,721)	(2,248,067)	(3,473,677)	(3,798,583)
-	-	-	-	49,128
-	-	197,363	85,667	197,476
-	-	-	(11,409,298)	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>7,761,859</u>	<u>1,262,948</u>	<u>596,889</u>	<u>(10,085,053)</u>	<u>1,070,060</u>
472,525	(1,717,983)	3,356,872	(4,446,113)	9,525,289
-	-	-	-	-
<u>\$ 472,525</u>	<u>\$ (1,717,983)</u>	<u>\$ 3,356,872</u>	<u>\$ (4,446,113)</u>	<u>\$ 9,525,289</u>
29.0%	8.3%	10.8%	9.5%	9.8%

**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		
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
2021	3,747,333	7,124,303	2,237,038	13,108,674	34,792,785	47,901,459

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
2021	1,517,322	19,276,913	1,668,455	11,667,512	662,583	34,792,785

Source: City of Dinuba Financial Services Division

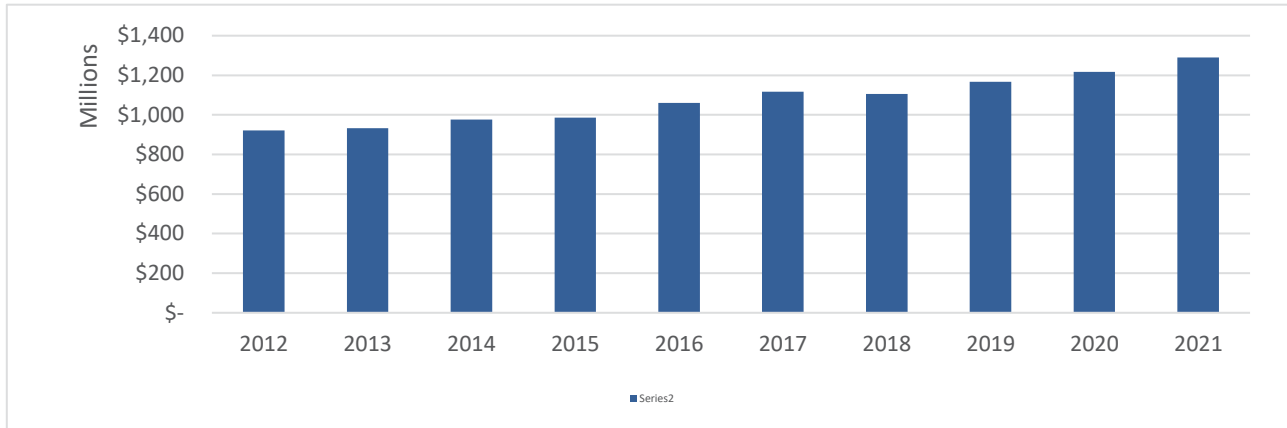
**CITY OF DINUBA
GENERAL GOVERNMENT REVENUES BY SOURCE ¹
LAST TEN FISCAL YEARS**

<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>
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
2021	23,872,090	-	11,512,896	2,277,342	638,369	251,220

<u>Fiscal Year</u>	<u>Reimbursements</u>	<u>Miscellaneous</u>	<u>Assessments</u>	<u>Total General Government Revenues</u>
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
2021	-	294,962	1,200,122	40,047,001

Source: City of Dinuba Financial Services Division

CITY OF DINUBA
PROPERTY AD VALOREM TAX ASSESSED VALUES ¹
LAST TEN FISCAL YEARS



Year Ended June 30	Assessed Value ²	County Tax Rate Per \$100	City		
			Portion of Assessed Value	Tax Rate ³	Tax Levy
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
2021	1,289,180,103	1.0813	535,203,627	0.284%	1,517,322

¹ 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.

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

³ 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, 2021 AND 2012**

Taxpayer	Type Of Business	Fiscal Year 2021			Fiscal Year 2012		
		Assessed Valuation	Percent Of Total Assessed Valuation	Rank	Assessed Valuation	Percent Of Total Assessed Valuation	Rank
Ruiz Foods Products Inc.	Frozen Food	\$ 67,485,575	5.54%	1	\$ 58,571,952	6.31%	2
Best Buy Stores, Inc.	Distribution Center	42,803,700	3.52%	2	64,356,206	6.93%	1
Best Buy Warehouse Logistic	Distribution Center	23,231,720	1.91%	3	16,554,619	1.78%	4
Wal-mart Store Inc	Retail Store	19,393,900	1.59%	4	14,526,860	1.56%	5
Patterson Dental Supply	Wholesaler	15,353,430	1.26%	5			
Dinuba Properties	Apartment Complex	10,848,588	0.89%	6			
Boscacci Group	Real Estate Investment	7,745,373	0.64%	7	6,611,643		9
Aung San LLC	Holiday Inn	6,650,098	0.55%	8			
College Operations LLC	Real Estate Investment	5,377,250	0.44%	9			
Red Rock Plaza Center LLC	Real Estate Investment	5,250,000	0.43%	10	7,040,150	0.76%	7
Odwalla, Inc.	Fruit Juices				43,374,060	4.67%	3
Dinuba - Veto LLC	Real Estate Investment				8,457,067	0.91%	6
PEPSU Inc					6,989,841	0.75%	8
West Star Construction					6,226,175	0.67%	10
		<u>\$204,139,634</u>	<u>16.77%</u>		<u>\$ 232,708,573</u>	<u>24.34%</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**

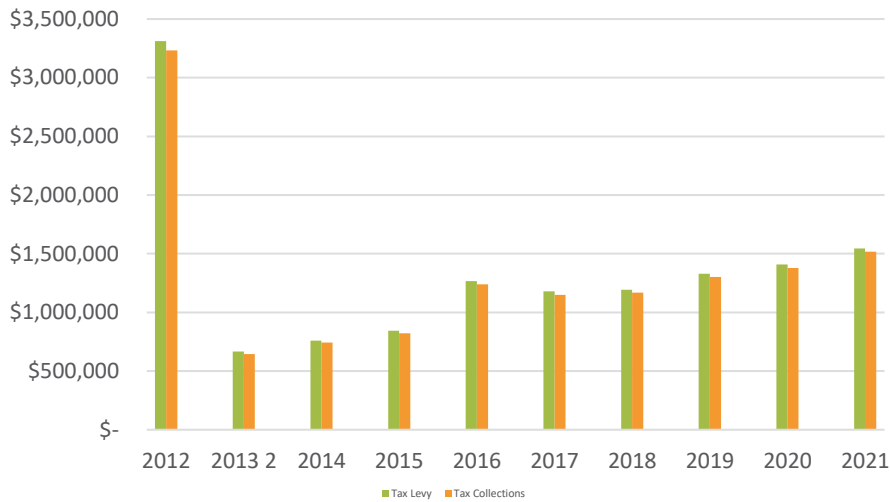
	2017	2018	2019	2020	2021
City Direct Rates:					
City basic rate	\$ 0.191	\$ 0.191	\$ 0.189	\$ 0.189	\$ 0.188
Total City Direct Rate	0.191	0.191	0.189	0.189	0.188
Overlapping Rates:					
Tulare County	0.177	0.177	0.176	0.176	0.176
Library	0.015	0.153	0.015	0.015	0.015
Dinuba School District	0.273	0.273	0.272	0.273	0.273
Community College District	0.046	0.456	0.046	0.456	0.046
Tulare County Schools	0.024	0.024	0.024	0.240	0.024
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	0.136	0.014
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	0.003
Tulare County Flood District	0.002	0.002	0.002	0.002	0.002
Education Revenue Augmentation	0.227	0.226	0.230	0.230	0.231
Dinuba School District Bonds	0.120	0.120	0.120	0.095	0.060
Community College Bonds	0.026	0.023	0.026	0.026	0.018
Total Direct Rate ¹	\$ 1.146	\$ 1.691	\$ 1.145	\$ 1.870	\$ 1.081

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.

1 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 ¹</u>
2012	\$ 3,311,306	\$ 3,231,844	97.60
2013 ²	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
2021	1,545,764	1,517,322	98.16

² Previously, redevelopment tax increment was shown in this table. With the dissolution of 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**

Governmental Activities						
Fiscal Year	General Bonded Debt Outstanding	Capital Leases	Contracts Payable	Notes Payable	Premiums Discounts	Total Governmental Activities
2012 ²	\$11,291,970	\$932,596	\$190,471	\$1,247,879	\$0	\$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	\$0	\$12,965	(\$269,740)	\$27,418,420
2017	\$17,230,000	\$9,897,810	\$0	\$8,932	(\$78,724)	\$27,058,018
2018	\$16,425,000	\$10,000,236	\$0	\$4,616	(\$75,032)	\$26,354,820
2019	\$15,640,000	\$9,778,664	\$0	\$0	(\$71,340)	\$25,347,324
2020	\$14,810,000	\$9,518,983	\$0	\$0	(\$67,648)	\$24,261,335
2021	\$13,960,000	\$9,155,980	\$0	\$0	(\$63,956)	\$23,052,024

Business-Type Activities						
Fiscal Year	Certificates Of Participation	Notes Payable	Capital Leases	Contracts Payable	Premiums Discounts	Total Business-Type Activities
2012	\$3,005,000	\$7,580,353	\$0	\$611,334	\$0	\$11,196,687
2013	\$11,030,000	\$7,108,030	\$292,146	\$534,813	\$0	\$18,964,989
2014	\$18,895,000	\$6,736,215	\$222,586	\$454,773	\$0	\$26,308,574
2015	\$10,540,000	\$7,194,326	\$150,758	\$373,930	\$0	\$18,259,014
2016	\$10,315,000	\$6,602,194	\$76,588	\$292,286	\$0	\$17,286,068
2017	\$10,085,000	\$5,994,444	\$0	\$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	\$0	\$39,359	\$13,784,419
2021	\$8,518,000	\$3,836,983	\$716,805	\$0	\$37,209	\$13,108,997

Fiscal Year	Primary Government	Per Capita ¹
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
2021	\$36,161,021	\$1,364

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

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

² 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**

<u>Fiscal Year</u>	<u>Lease Revenue Bonds</u>	<u>Less: Amounts Available in Debt Service Funds</u>	<u>Total General Bonded Debt Outstanding</u>	<u>Percentage of Assessed Value of Property ¹</u>	<u>Per Capita</u>
2012 ²	\$ 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	1,389,617	13,420,383	1.1%	516
2021	13,960,000	1,253,950	12,706,050	1.0%	479

¹ 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.

² 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, 2021**

2020 - 2021 Assessed Valuation:	\$1,289,180,103		
Redevelopment Incremental Valuation:			
City Adjusted Assessed Valuation	\$1,289,180,103		
	OUTSTANDING DEBT	% APPLICABLE ¹	ESTIMATED SHARE OF OUTSTANDING DEBT
	6/30/2021		
OVERLAPPING TAX AND ASSESSMENT DEBT			
State Center Community College District	\$343,015,000	1.351%	\$4,634,133
Dinuba Joint Unified School District	17,326,634	68.431%	11,856,789
Kings Canyon Joint Unified School District	76,974,916	0.882%	678,919
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT	437,316,550		17,169,840
DIRECT AND OVERLAPPING GENERAL FUND DEBT:			
Tulare County General Fund Obligations	29,800,000	3.343%	996,214
Tulare County Pension Obligation Bonds	222,800,000	3.343%	7,448,204
Tulare County Board of Education Certificates of Participation	36,800,000	3.343%	1,230,224
Dinuba Joint Unified School District Certificates of Participation	9,395,000	68.431%	6,429,092
City of Dinuba General Fund Obligations	23,502,024	100.000%	23,502,024
TOTAL OVERLAPPING GENERAL FUND OBLIGATION DEBT	322,297,024		39,605,758
OVERLAPPING TAX INCREMENT DEBT (Successor Agency):	42,510,000	100.0000%	42,510,000
TOTAL DIRECT DEBT			23,502,024
TOTAL OVERLAPPING DEBT			75,783,575
COMBINED TOTAL DEBT			\$ 99,285,599 ²

Debt Ratios:

Ratios to 2020-21 Adjusted Valuation:

Total Overlapping Tax and Assessment Debt	1.33%
Total Direct Debt (\$22,884,902)	1.78%
Combined Total Debt	7.65%

Ratios to Redevelopment Increment Valuation (\$797,268,522):

Total Overlapping Tax Increment Debt	5.33%
--------------------------------------	-------

¹ 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.

² 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.

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

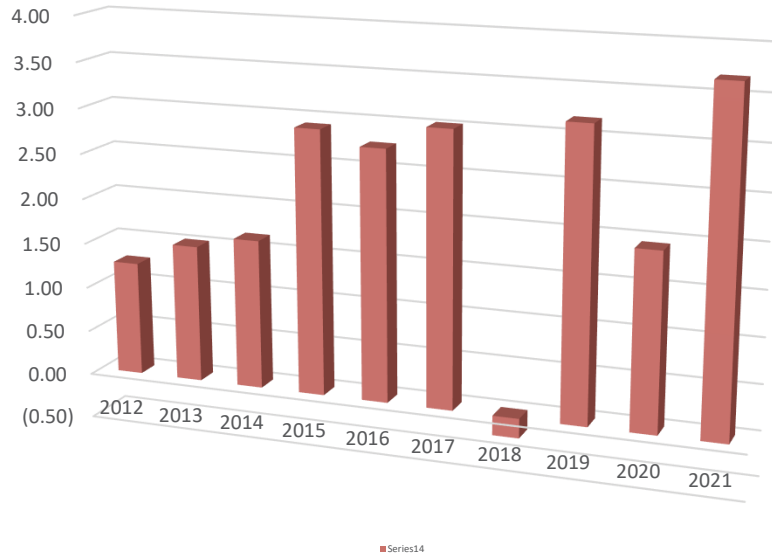
Total Assessed Valuation	<u>\$1,289,180,103</u>
Debt Limit - 15% of Total Assessed Valuation	\$193,377,015
Amount of Debt Applicable to the Limit	<u>43,393,085</u>
Legal Debt Margin	<u>\$149,983,930</u>

**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
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%
2021	\$193,377,015	\$36,161,021	\$157,215,994	18.7%

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 ¹	Less: Operating Expenses ²	Net Available Revenue	Principal	Interest	Total Debt Service	Debt Service Coverage
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
2021	4,650,641	1,595,020	3,055,621	527,000	302,490	829,490	3.68

¹ 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.

² Depreciation is eliminated for this calculation.

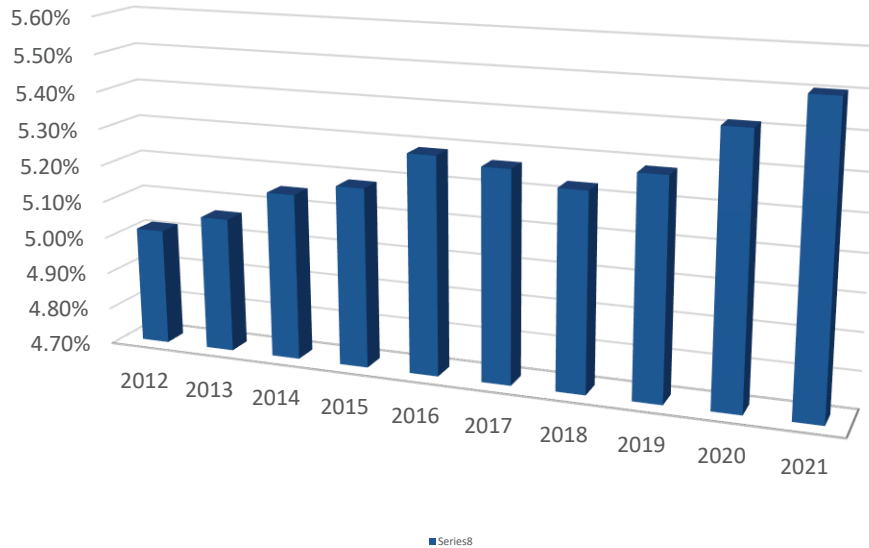
Source: City of Dinuba Financial Services Division

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

<u>Fiscal Year</u>	<u>Lease Revenue Bonds</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 895,000	\$ 474,450	\$ 1,369,450
2023	910,000	440,475	1,350,475
2024	725,000	412,950	1,137,950
2025	755,000	389,450	1,144,450
2026	775,000	361,963	1,136,963
2027	805,000	331,656	1,136,656
2028	835,000	300,194	1,135,194
2029	870,000	268,988	1,138,988
2030	900,000	238,088	1,138,088
2031	935,000	206,044	1,141,044
2032	960,000	172,931	1,132,931
2033	1,000,000	138,675	1,138,675
2034	550,000	111,950	661,950
2035	565,000	93,175	658,175
2036	595,000	73,625	668,625
2037	610,000	53,325	663,325
2038	625,000	32,500	657,500
2039	650,000	10,975	660,975
	<u>\$ 13,960,000</u>	<u>\$ 4,111,413</u>	<u>\$ 18,071,413</u>

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 ¹</u>	<u>% Change</u>	<u>Tulare County Population</u>	<u>City Population as % of County Population</u>	<u>Unemployment Rate ³</u>
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%
2021	26,517	1.97%	481,733	5.50%	8.4%

Source: California Department of Finance
California Employment Development Department

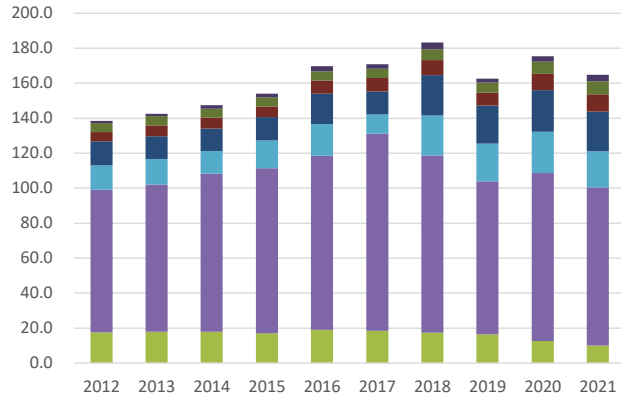
Note: Per capita income and total personal income information not available.

**CITY OF DINUBA
PRINCIPAL EMPLOYERS
AS OF JUNE 30, 2021 AND 2012**

Employer	Type of Business	Fiscal Year 2021			Fiscal Year 2012		
		Employees	Percent of Total City Employment	Rank	Employees	Percent of Total City Employment	Rank
Ruiz Foods Products Inc.	Frozen Food	1,644	44%	1	1,540	38%	1
Dinuba Public Schools	Education	697	19%	2	639	16%	2
Best Buy Stores, Inc.	Distribution Center	500	13%	3	330	8%	5
Wal-Mart	Retail Store	455	12%	4	400	10%	4
Patterson Dental	Wholesaler	179	5%	5	151	4%	7
City of Dinuba	Local Government	165	4%	6			
United Market	Retail Store	44	1%	7			
Tractor Supply	Retail Store	25	1%	8			
Grocery Outlet	Retail Store	23	1%	9			
MV Transportation	Transportation	10	0%	10			
Family Tree Farms	Produce Packing				500	12%	3
Surabian and Sons	Produce/Packing				125	3%	8
Odwalla ¹	Fruit Juices				210	5%	6
Patterson Dental	Wholesaler				92	2%	10
Kmart	Retail Store				98	2%	9
		<u>3,742</u>	<u>100.00%</u>		<u>4,085</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**



■ Disposal
 ■ Sewer
 ■ Water
 ■ Parks and Recreation 1
 ■ Public Works
 ■ Public Safety
 ■ General Government 16.8 34.0 37.2 25.5 11.0 12.2 11.8 24.3 24.3 24.7 18.0 18.0 19.0

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental Activities										
General Government	17.6	18.0	18.0	17.0	19.1	18.5	17.4	16.5	12.7	10.0
Public Safety	81.5	84.0	90.4	94.4	99.5	112.7	101.5	87.5	95.9	90.5
Public Works	14.0	14.7	13.0	16.0	18.1	10.9	22.8	21.5	23.5	20.6
Parks and Recreation ¹	13.7	13.1	12.7	13.2	17.3	13.3	23.0	21.9	23.8	22.7
Water	5.2	6.2	6.2	6.2	7.7	7.7	8.7	7.3	9.4	9.9
Sewer	5.3	5.3	5.3	5.3	5.3	5.3	6.3	5.7	7.0	7.5
Disposal	1.2	1.2	1.9	1.9	2.8	2.6	3.7	2.3	3.1	3.6
Total Government-Wide Employees	138.5	142.5	147.4	154.0	169.8	170.9	183.2	162.7	175.5	164.8

**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
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
2021	880	37,467,036	2	698,982	111	18,212,861

Calendar Year	Residential Multi-Units		All Other	
	Number Permits	Valuation	Number Permits	Valuation
2012	0	\$ -	382	\$ 13,944,919
2013	1	2,450,000	326	5,378,638
2014	0	-	391	4,028,707
2015	0	-	472	5,782,130
2016	0	-	630	459,060
2017	0	-	645	8,568,361
2018	3	8,522,081	680	13,471,903
2019	0	-	644	9,100,234
2020	0	-	709	12,177,264
2021	0	-	767	18,555,193

Source: City of Dinuba Annual Building Report

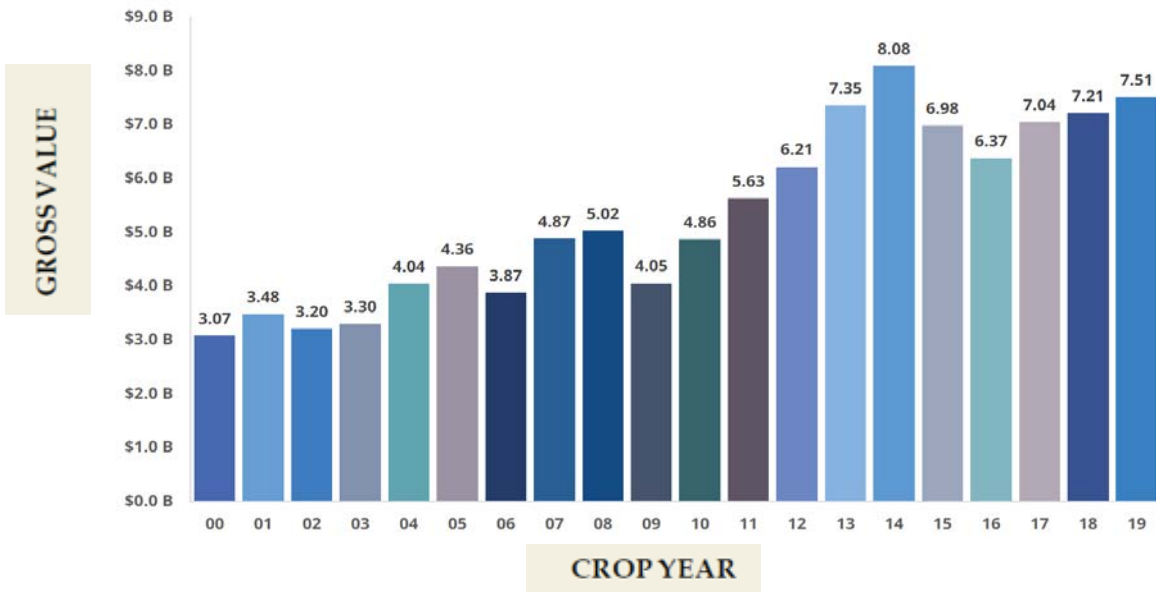
**CITY OF DINUBA
TULARE COUNTY CROP STATISTICS
FOR THE CALENDAR YEAR 2020**

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 2020.

PRODUCT	GROSS VALUE
1. Milk	\$ 1,866,696,000
2. Oranges - Navels & Valencias	1,062,257,000
3. Cattle & Calves	602,035,000
4. Grapes	569,813,000
5. Pistachio Nuts	444,235,000
6. Tangerines - Fresh	402,116,000
7. Almonds Meats & Hulls	352,338,000
8. Lemon	268,650,000
9. Corn - Grain & Silage	185,758,000
10. Peach Cling & Freestone	171,961,000
<hr/>	
Total Value of the Top Ten Tulare County Crops	<u>\$ 5,925,859,000</u>
<hr/>	
Total Value of All Tulare County Crops	<u>\$ 7,140,076,500</u>

Tulare County Twenty-Year Comparison



Source: Tulare County Agricultural Commissioner news release

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

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Water:										
Number Water Wells	8	8	8	8	8	8	8	8	8	8
Annual Production (Million Gal)	1,996	1,570	1,790	1,578	1,218	1,274	1,399	1,463	1,468	1,635
Service Connections	5,581	5,633	5,937	5,742	5,862	5,964	6,031	6,131	6,327	6,448
Police:										
Stations	2	2	2	2	2	1	1	1	1	1
Sworn Officers	35	34	33	36	28	27	24	32	32	34
Support Personnel	10	10	9	11	11	13	11	11	11	11
Part-Time Support Personnel	8	3	3	2	2	2	2	2	2	2
Police Vehicles	35	37	36	40	38	43	46	49	37	36
Motorcycles	2	2	4	4	4	4	4	4	5	5
Fire:										
Stations	1	1	1	1	1	1	1	1	1	1
Firefighters	24	23	26	26	26	26	26	26	26	26
Fire and Rescue Vehicles	5	5	5	5	5	6	6	6	6	6
Ambulances	4	4	5	5	5	6	6	6	6	6
Staff Vehicles	5	6	6	4	5	5	5	5	5	6
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>
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
2021	26,517	6,448	36,655	1,774	34

<u>Fiscal Year</u>	<u>Number of Fire Calls ¹</u>	<u>Number of Ambulance Runs</u>	<u>Number of Fire Fighters</u>
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
2021	458	5,471	26

¹ 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 ¹**

	2012	2013	2014	2015	2016
Governmental Activities					
General Government	\$ 3,439,679	\$ 4,339,158	\$ 4,703,501	\$ 5,345,434	\$ 4,802,762
Public Safety	8,167,990	8,990,013	9,591,236	13,275,052	13,746,235
Public Works	1,826,602	2,197,625	2,761,922	3,334,975	3,943,500
Community Development	1,007,987	636,986	548,112	1,641,605	1,178,906
Parks and Recreation	1,796,570	1,136,847	1,224,454	1,682,401	1,824,431
Debt Service	1,720,593	1,020,371	1,521,663	1,204,781	1,278,342
Unallocated Depreciation	953,544	823,524	1,018,182	2,635,342	3,029,796
Total Governmental Activities Expenses	\$ 18,912,965	\$ 19,144,524	\$ 21,369,070	\$ 29,119,590	\$ 29,803,972

	2017	2018	2019	2020	2021
Governmental Activities					
General Government	\$ 7,661,240	\$ 3,989,322	\$ 3,647,223	\$ 4,464,243	\$ 7,635,027
Public Safety	13,897,596	12,920,443	12,503,075	12,801,801	12,899,424
Public Works	3,752,225	6,577,677	2,429,367	5,116,719	3,009,339
Community Development	637,522	2,350,919	2,277,992	2,427,047	2,576,069
Parks and Recreation	2,007,951	2,127,602	2,527,531	2,705,703	2,858,033
Debt Service	1,604,463	978,293	1,008,877	1,001,611	935,126
Unallocated Depreciation	3,011,661	-	-	-	-
Total Governmental Activities Expenses	\$ 32,572,658	\$ 28,944,256	\$ 24,394,065	\$ 28,517,124	\$ 29,913,018

¹ 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>
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%
2021	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, 2021 AND 2012
(in alphabetical order)**

Principal Sales Tax Producers

2020-21		2011-12	
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
Dinuba Auto Plaza	Auto Sales - Used	E B M Auto Sales	Auto Sales - Used
Ed Dena's Auto Center	Auto Sales - New	Ed Dena's Auto Center	Auto Sales - New
Elite Auto Wholesale	Auto Salers - Used	El Monte Gas Food & Car Wash	Service Stations
Jack In The Box Restaurants	Restaurants	Gamestop	Miscellaneous Retail
Jim Manning Dodge Chryslr Jeep	Auto Sales - New	Jack In The Box Restaurants	Restaurants
Kwik Serve Station	Service Stations	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
O'reilly Auto Parts	Auto Parts/Repair	Patterson Veterinary Supply	Light Industry
Panda Express	Restaurants	Quick Shop Markets	Food Markets
Patterson Veterinary Supply	Light Industry	Quick-N-Handy Mart & Deli	Food Markets
Quick N Handy Mart & Deli	Food Markets	R J Food & Gas	Service Stations
Quick Shop Markets	Food Markets	Rhodes Service Stations	Service Stations
Rite Aid Drug Stores	Drug Stores	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
Valero Service Stations	Service Stations	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
2016-2020 CALENDAR YEARS**

NAICS Category

	2016	2017	2018	2019	2020
Accommodation and Food Services	\$ 328,812	\$ 340,345	\$ 357,492	\$ 378,630	\$ 367,252
Administrative and Support and Waste Management and Remediation Services	9,973	11,937	12,650	13,862	10,900
Agriculture, Forestry, Fishing and Hunting	25,747	40,868	110,241	48,492	9,213
Arts, Entertainment, and Recreation	3,093	2,812	2,244	5,302	-
Construction	106,464	62,693	49,760	6,712	3,217
Information	-	-	1	-	-
Manufacturing	569,830	485,256	542,565	579,767	617,453
Mining, Quarrying, and Oil and Gas Extraction	8,963	9,865	10,615	7,727	12,188
Other Services (except Public Administration)	24,848	24,817	22,682	21,113	61,847
Professional, Scientific, and Technical Services	2,022	2,812	2,166	1,988	649
Real Estate and Rental and Leasing	808	1,006	908	263	78
Retail Trade	6,517,225	9,414,016	9,872,079	11,095,144	27,195,653
Undefined	405	(3,623)	(726)	(461)	-
Utilities	11,064	10,593	10,720	11,398	6,534
Grand Total	\$ 7,609,253	\$ 10,403,397	\$ 10,993,396	\$ 12,169,937	\$ 28,284,984

Source: MuniServices

Note: 2020 is latest available year.

**CITY OF DINUBA
SCHEDULE OF INSURANCE IN FORCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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 \$10,000 minimum and \$25,000 maximum.	11,319,361
b. Comprehensive coverage, low value vehicles under \$25,000, \$2,000 deductible	892,982
3. PROPERTY COVERAGE	
a. Covers all owned buildings and contents at replacement cost, including data processing equipment and valuable papers, \$5,000 deductible.	72,623,787
b. Miscellaneous Property Floater	6,301,331
c. Special Equipment.	3,814,462
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 \$5,000 deductible	2,828,400

Source: City of Dinuba Risk Manager

