



2021-2022

Annual Comprehensive Financial Report



RECOVER



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REINVEST

FOR THE FISCAL YEAR JULY 1, 2021 TO JUNE 30, 2022

ANNUAL COMPREHENSIVE FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED JUNE 30, 2022
City of Dinuba, California

Prepared by the Finance Department

Introductory Section



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CITY OF DINUBA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2022

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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

March 23, 2023

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, 2022, 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, 2022. The audit was designed to meet the requirements of the federal Single Audit Act of 1984, as amended and related OMB Circular A-133. The auditors report on the fair presentation of the financial statements, the internal controls, and compliance with legal requirements and have issued an unmodified (“clean”) 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.

FINANCE AND COMMUNITY SERVICES

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 2022 population of 25,127. 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.

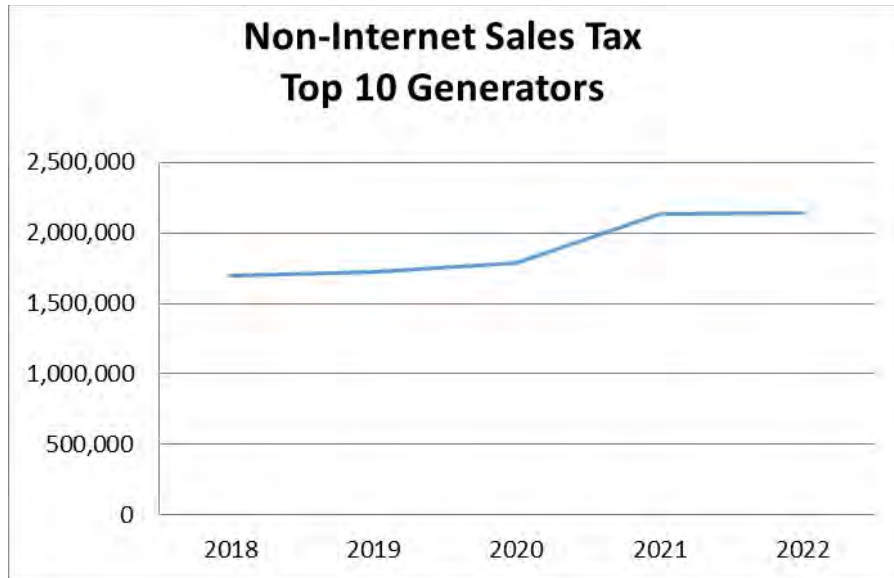
The Dinuba area is one of the San Joaquin Valley's most productive agricultural spots. The variety of crops includes cotton, nuts, vegetables, and fruits, such as grapes, raisins, plums, peaches, nectarines, and citrus. Raisins are a major product in the Dinuba area, where 40 percent of the world's raisins 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.

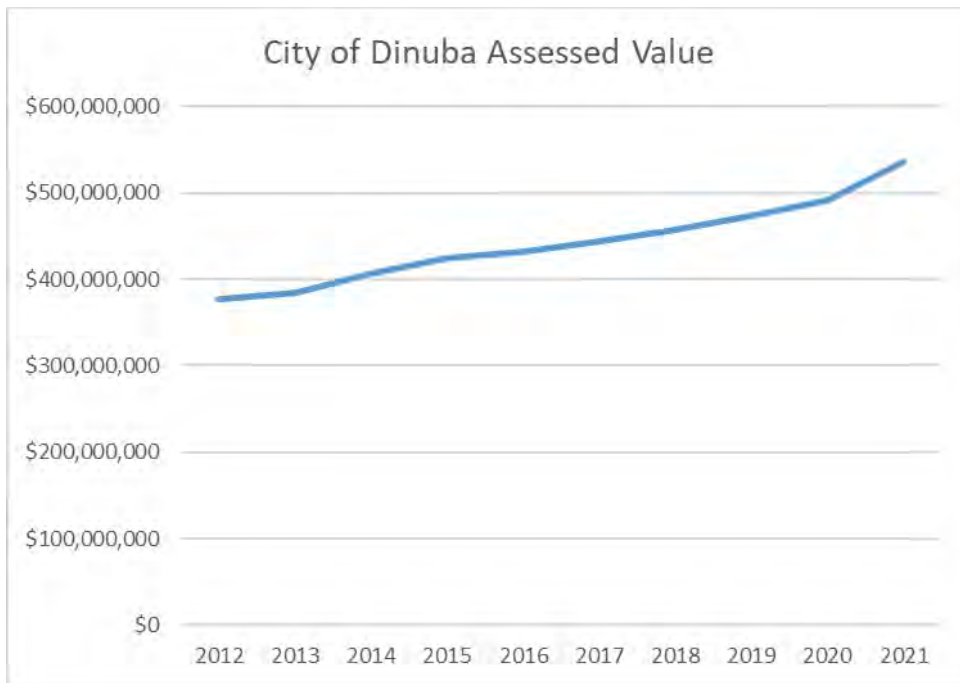
Local Economy

The economic climate in Dinuba is stabilizing. Over the past 5 years, sales tax from the top 10 non-Internet businesses grew from approximately \$1.7 million to approximately \$2.1 million. During the past year non-Internet sales tax from the top 10 sources grew by \$2,151.



In the 2021-2022 Fiscal Year the City of Dinuba’s Public Works Department issued a total of 845 building permits. A total of 693 of those permits were residential and 152 were for commercial projects. The total valuation for all permits issued was \$35,992,825. There are currently four 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 2021-22. 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 2021-2022 the City's Public Works Department completed several capital improvements projects. They include:

- **Kern Street Storm Drain Improvements Project.** This project was completed on July 9, 2021. The project consisted of the installation of storm drain facilities along Kern Street from Q Street to College Ave., K, J and I Street from Kern Street to Tulare Street, M Street from Kern Street to Merced Street and Tulare Street from M Street to L Street.
- **North Dinuba Infrastructure Improvements Project.** This project was completed on December 22, 2021. The project consisted of the installation of sanitary sewer and storm drain facilities on Alta Ave. (Rd. 80) from Nebraska Ave. (Avenue 424) to Western Sky Mobile Home Park. Griggs Ave. included the construction of asphalt concrete pavement, installation of streetlights, landscape and irrigation, concrete curb and gutter, sidewalk, curb ramps and drive approaches. This project also included the construction of a neighborhood park with underground storm water chambers and other various site improvements.
- **Autumn Gate Phase 3 Subdivision.** This project was completed on January 4, 2022. The project consisted of the installation/construction of domestic water, sanitary sewer, storm drain, curb and gutter, sidewalks, street construction (including signage and markings), landscape and irrigation and street lighting.
- **Ridge Creek Ranch Subdivision Phases 3 and 4.** This project was completed on January 5, 2022. The project consisted of the installation/construction of domestic water, sanitary sewer, storm drain, curb and gutter, sidewalks, street construction (including signage and markings), landscape and irrigation and street lighting.

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

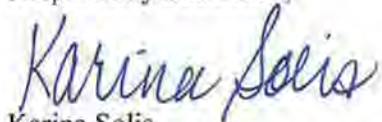
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Dinuba for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2021. This was the twenty-ninth consecutive 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, 2021

Christopher P. Morrill

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, 2022, 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, 2022, 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 opinions.

Emphasis of Matter

Change in Accounting Principle

As described in Note 1 to the financial statements, in the fiscal year ended June 30, 2022, the City adopted new accounting guidance, GASB Statement No. 87, *Leases*. Our opinion is not modified with respect to this matter.

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 financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.



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 the management's discussion and analysis, budgetary comparison schedules for the General Fund and major special revenue funds, and required pension and other post-employment benefits schedules, as listed on 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.



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

We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules (supplementary information) are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 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 supplementary information is 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 March 23, 2023 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Lance, Soll & Lughard, LLP".

Sacramento, California
March 23, 2023



Management's Discussion and Analysis ***Fiscal Year Ended June 30, 2022***

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, 2022. 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 \$29.1 million to \$367.8 million, of which \$287.7 million represented governmental assets and \$80.1 million represented business-type assets.
- City total liabilities decreased by \$10.6 million to \$89.3 million, of which \$71.6 million were governmental liabilities and \$17.7 million were business-type liabilities.
- The City's total net position increased by \$25.9 million to \$270.7 million.
- City-wide revenues were \$68.5 million, of which \$50.7 million were generated by governmental activities and \$17.5 were generated by business-type activities.
- City-wide expenses were \$42.4 million, of which \$27.2 million were incurred by governmental activities and \$15.2 were incurred by business-type activities.

Fund Level

- Governmental Fund balances increased \$10.5 million to \$64.4 million. Of this amount \$27.6 million was unassigned fund balance and available for spending at the City's discretion.
- Governmental Fund revenues were \$41.8 million, an increase of \$1.8 million from the previous year.
- Governmental Fund expenditures increased by \$0.2 million to \$31.8 million in fiscal year 2022.
- Enterprise net position increased by \$1.8 million to \$61.0 million. Of this amount, \$10.1 million was unrestricted net position and available for spending at the City's discretion.
- Enterprise Fund operating revenues remained virtually unchanged at \$15.3 million compared to the previous fiscal year.
- Enterprise Fund operating expenses were \$14.7 million in fiscal year 2022, an increase of \$0.7 million compared to the previous fiscal year.

OVERVIEW OF THE BASIC FINANCIAL STATEMENTS

The Comprehensive Annual Financial Report is composed of the following:

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

6. Statistical information

Basic Financial Statements

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

The City-wide Financial Statements are designed to provide a broad overview of all of the City's finances taken as a whole, using a long-term view, in a manner similar to private-sector businesses. The City-wide Financial Statements consist of the Statement of Net Position and the Statement of Activities.

The **Statement of Net Position** provides information about the financial position of the City as a whole, including all of its capital assets, liabilities and long-term liabilities with the difference between the two reported as net position. The full accrual basis of accounting is used, thus the flow of all economic resources are measured.

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

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

City-wide Financial Statements

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

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

Fund Financial Statements

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

The Fund Financial Statements provide detailed information about each of the City's most significant funds called Major Funds. Major Funds account for the major financial activities of the City and are presented individually, while the activities of the Non-major funds are

presented in summary as Other Governmental Funds. Subordinate schedules of the Non-major funds present detailed financial information of the City's smaller funds.
Governmental Funds

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

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

Proprietary Funds

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

Fiduciary Funds

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

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statement can be found following the fund financial statements in this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

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

Governmental Activities

| Table 1 | | | |
|--|-----------------|-----------------|----------------|
| Governmental Net Position at June 30, 2021 and 2022 | | | |
| (in Thousands) | | | |
| | <u>FY 2022</u> | <u>FY 2021</u> | <u>Change</u> |
| Current and other assets | 81,163 | 66,006 | 15,157 |
| Capital Assets | <u>206,530</u> | <u>192,401</u> | <u>14,129</u> |
| Total Assets | 287,693 | 258,407 | 29,286 |
| Deferred outflows | <u>8,293</u> | <u>8,298</u> | <u>(5)</u> |
| Total deferred outflow | 8,293 | 8,298 | (5) |
| Current and other liabilities | 13,228 | 9,631 | 3,596 |
| Long-term obligations outstanding | <u>58,326</u> | <u>67,600</u> | <u>(9,274)</u> |
| Total liabilities | 71,554 | 77,231 | (5,678) |
| Deferred inflows | <u>14,800</u> | <u>3,931</u> | <u>10,869</u> |
| Total deferred inflow | 14,800 | 3,931 | 10,869 |
| Net Position | | | |
| Net investment in capital assets | 185,147 | 169,863 | 15,284 |
| Restricted | 36,726 | 36,825 | (99) |
| Unrestricted | <u>(12,240)</u> | <u>(21,122)</u> | <u>8,882</u> |
| Total net position | 209,632 | 185,566 | 24,066 |

Net Position

As shown in Table 1, the City’s governmental Total Net Position is \$209.6 million. During fiscal year 2022, the overall net position increased by \$24.1 million, or 13%. 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 \$185.1 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 17.5 % 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 (\$12.2) million at year end.

Changes in Net Position

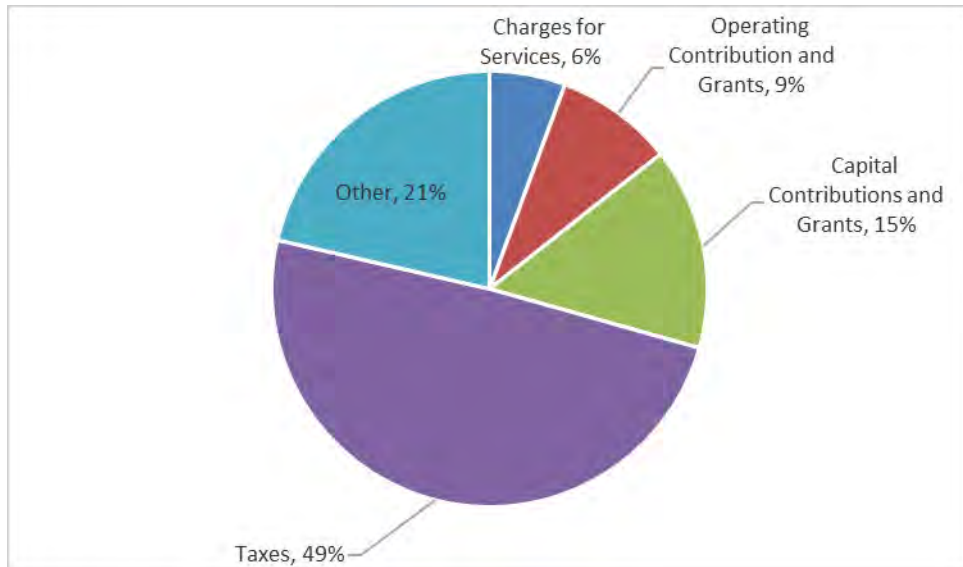
The Statement of Activities provides information regarding the entirety of the City's governmental revenues and expenses. The Statement describes in detail the changes in net position from the previous year.

The City's Governmental Net Position increased by \$24.0 million in fiscal year 2022. Revenues increased \$2.8 million and expenses decreased by \$2.7 million. The increase in revenues is primarily due to contributions and grants. The largest source of revenue continues to be Sales tax, however, there was a decrease in comparison to prior year as consumers returned to purchase in person instead of online. Online purchasing had been a large source of sales tax revenue for the City during the pandemic. As consumers returned to "normal," purchasing patterns also began to normalize. The largest source of decreases in expenses are attributed to the Kern Street Storm Drain improvement project for which the largest portion of the expense for had been incurred in fiscal year 2021.

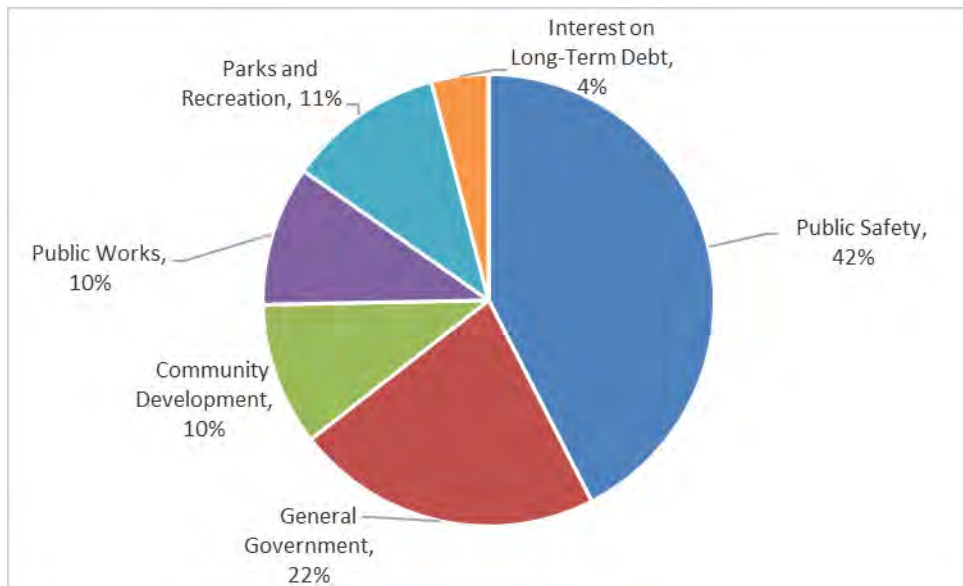
| Table 2 | | | |
|--|----------------|----------------|----------------|
| Changes in Governmental Net Position | | | |
| (in Thousands) | | | |
| | <u>FY 2022</u> | <u>FY 2021</u> | <u>Change</u> |
| Revenues | | | |
| Program Revenues | | | |
| Charges for services | 2,858 | 3,747 | (890) |
| Operating contribution and grants | 4,438 | 7,124 | (2,686) |
| Capital contributions and grants | 7,603 | 2,237 | 5,366 |
| General Revenues | | | |
| Taxes | | | |
| Sales Tax | 17,634 | 19,277 | (1,643) |
| Motor Vehicle in Lieu | 2,333 | 2,152 | 181 |
| Utility Users Tax | 1,804 | 1,668 | 136 |
| Property Tax | 1,667 | 1,517 | 150 |
| Other Tax | 1,535 | 1,409 | 126 |
| Investment Earnings | 273 | 663 | (390) |
| Miscellaneous | 10,581 | 8,107 | 2,475 |
| Total Revenues | <u>50,726</u> | <u>47,901</u> | <u>2,825</u> |
| Expenses | | | |
| Public Safety | 11,548 | 12,899 | (1,352) |
| General Government | 5,981 | 7,635 | (1,655) |
| Community Development | 2,789 | 2,576 | 213 |
| Public Works | 2,725 | 3,009 | (284) |
| Parks and Recreation | 3,048 | 2,858 | 190 |
| Interest on Long-Term Debt | 1,111 | 935 | 176 |
| Total Expenses | <u>27,202</u> | <u>29,913</u> | <u>(2,711)</u> |
| Excess (deficiency) | | | |
| before transfers and special items | <u>23,525</u> | <u>17,988</u> | <u>5,536</u> |
| Transfers & Special Items (Note 18) | <u>542</u> | <u>874</u> | <u>(332)</u> |
| Total Transfers & Special Items | 542 | 874 | (332) |
| Change in Net Position | 24,066 | 18,862 | 5,205 |
| Net Position- Beginning, Restated | 185,566 | 166,704 | 18,862 |
| Net Position- Ending | 209,632 | 185,566 | 24,066 |

The following charts display the City’s governmental activities for fiscal year 2022, highlighting the makeup of the governmental revenues and expenses.

**Revenues by Source
Governmental Activities**



**Expenses by Function
Governmental Activities**



Business Type Activities

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

Net Position

The business-type activities of the City showed a minor decrease of \$0.2 million in total assets. Of the total business type net position, 83.4% was net investment in capital assets and 16.6% was unrestricted, which is available for future operations.

| Table 3 | | | |
|---|----------------|----------------|----------------|
| Business-Type Net Position at June 30, 2021 and 2022 | | | |
| (in Thousands) | | | |
| | <u>FY 2022</u> | <u>FY 2021</u> | <u>Change</u> |
| Current and other assets | 18,179 | 17,527 | 652 |
| Capital Assets | <u>61,920</u> | <u>62,761</u> | <u>(841)</u> |
| Total Assets | 80,099 | 80,288 | (189) |
| Deferred outflows | <u>1,871</u> | <u>2,249</u> | <u>(379)</u> |
| Total deferred outflow | 1,871 | 2,249 | (379) |
| Current and other liabilities | 1,980 | 1,659 | 321 |
| Long-term obligations outstanding | <u>15,759</u> | <u>21,069</u> | <u>(5,310)</u> |
| Total liabilities | 17,739 | 22,728 | (4,989) |
| Deferred inflows | <u>3,179</u> | <u>633</u> | <u>2,546</u> |
| Total deferred inflow | 3,179 | 633 | 2,546 |
| Net Position | | | |
| Net investment in capital assets | 50,904 | 50,502 | 402 |
| Unrestricted | <u>10,147</u> | <u>8,674</u> | <u>1,473</u> |
| Total net position | 61,052 | 59,176 | 1,876 |

Changes in Net Position

As shown in Table 4, net revenues for business-type activities were \$17.5 million in fiscal year 2022, a decrease of \$3.0 million over the prior year. The decrease was primarily attributable to a decrease in operating contributions and grants in fiscal year 2022.

Expenses for business-type activities increased by \$1.3 million compared to the previous fiscal year. The increase in expenses are attributed to the Water, Sewer, Disposal and CNG funds, with the largest increase being in Sewer and Golf. In fiscal year 2021 in Sewer there was a significant cost savings due to refinancing of a bond. In Golf, increases in expenses are directly related to increased service revenue.

| Table 4 | | | |
|---|----------------|----------------|----------------|
| Business-Type Activities | | | |
| (in Thousands) | | | |
| | <u>FY 2022</u> | <u>FY 2021</u> | <u>Change</u> |
| Revenues | | | |
| Program Revenues | | | |
| Charges for services | 15,254 | 15,154 | 100 |
| Operating contribution and grants | 2,174 | 5,089 | (2,915) |
| General Revenues | | | |
| Investment Earnings | 64 | 572 | (508) |
| Miscellaneous | 52 | (222) | 274 |
| Total Revenues | <u>17,544</u> | <u>20,593</u> | <u>(3,049)</u> |
| Expenses | | | |
| Disposal | 3,027 | 2,716 | 312 |
| Golf Course | 3,515 | 1,042 | 2,472 |
| Sewer | 2,954 | 1,804 | 1,150 |
| Water | 3,539 | 3,461 | 78 |
| Ambulance | 1,453 | 3,012 | (1,559) |
| Transit | 402 | 1,563 | (1,161) |
| Compressed Natural Gas | 286 | 305 | (18) |
| Total Expenses | <u>15,175</u> | <u>13,902</u> | <u>1,292</u> |
| Excess (deficiency) before transfers and special items | <u>2,369</u> | <u>6,691</u> | <u>(4,340)</u> |
| Transfers & Special Items (Note 18) | <u>(542)</u> | <u>(874)</u> | <u>332</u> |
| Total Transfers & Special Items | (542) | (874) | 332 |
| Change in Net Position | 1,827 | 5,817 | (3,990) |
| Net Position- Beginning, Restated | 59,224 | 53,359 | 5,866 |
| Net Position- Ending | 61,052 | 59,176 | 1,876 |

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, 2021 and 2022 | | | |
| (in Thousands) | | | |
| | <u>FY 2022</u> | <u>FY 2021</u> | <u>Change</u> |
| Total Assets | 79,680 | 67,348 | 12,332 |
| Total Liabilities | 14,381 | 12,931 | 1,451 |
| Total Deferred Inflows of Resources | 899 | 526 | 373 |
| Total Fund Balances | 64,400 | 53,891 | 10,509 |
| Total Revenues | 41,850 | 40,047 | 1,803 |
| Total Expenditures | 31,835 | 31,592 | 243 |
| Total Other Financing Sources (Uses) | 494 | 1,070 | (576) |

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 33.6% to end the fiscal year at a balance of \$22.9 million. The increase was due to additional assets.

The final budget amount for General Fund expenditures totaled \$18.1 million excluding transfers out. In comparison, actual expenditures excluding transfers out totaled \$17.3 million. The variance in expenditures was \$0.8 million. Total revenues were budgeted at \$23.6 million; actual revenues in the General Fund were \$24.0 million. With the variance of \$0.4 million.

Other Major Funds

HUD Grants

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

Transportation Construction:

Revenue in the Transportation Construction fund came to \$1.4 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 \$8.6 million in revenue and have a combined Fund Balance at year-end of \$11.0 million.

Business-Type Funds

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

Water

The net position in the water fund increased by \$0.1 million to \$14.8 million. The unrestricted portion of the net position totaled \$0.6 million. Increases in liabilities and deferred OPEB related items attributed to the decrease.

Sewer

The sewer fund ended the year with a net position of \$15.0 million of which \$0.2 million was unrestricted. Operating revenues exceeded operating expenses by just a little under \$1.2 million. The fund's net position increased by \$0.6 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 \$1.4 million of which \$1.3 million was unrestricted.

Ambulance

In 2022, the City continued to participate in the Inter-governmental Transfer funding provided by the State. Revenue from the IGT transfer was \$1.5 million in 2022. As of June 30, 2022 the fund had net position of \$9.6 million.

Golf Course

Operating revenues increased by \$0.8 million from the prior fiscal year. Operating expenses increased by the same amount, \$0.8 million, from the prior year. The net position of the Golf Course at the end of the fiscal year was \$17.0 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.

| | FY 2022 | FY 2021 | Change |
|---------------------------------|----------------|----------------|---------------|
| Governmental Activities | | | |
| Land | 118,683 | 113,425 | 5,258 |
| Artwork | 69 | 69 | - |
| Construction in Progress | 6,393 | 7,097 | (704) |
| Buildings | 14,333 | 14,801 | (468) |
| Improvements | 412 | 615 | (203) |
| Equipment and Machinery | (657) | (560) | (97) |
| Infrastructure | 67,297 | 56,976 | 10,321 |
| Total | <u>206,530</u> | <u>192,424</u> | <u>14,107</u> |
| Business-Type Activities | | | |
| Land | 7,752 | 7,752 | - |
| Construction in Progress | - | - | - |
| Buildings and Improvements | 17,967 | 19,115 | (1,148) |
| Equipment and Machinery | 1,636 | 1,914 | (278) |
| Infrastructure | 34,565 | 33,980 | 585 |
| Total | <u>61,920</u> | <u>62,761</u> | <u>(841)</u> |

The net increase of \$14.1 million for governmental activity assets is comprised of the Buildings, Improvements, Equipment and Machinery and Infrastructure that depreciated throughout the year.

The net decrease of \$841 thousand for business-type activity assets is due to deletions, or equipment retired across several business-type funds, with the large majority in the Ambulance fund for the disposal of an ambulance that reached the end of its useful life.

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 8 to the financial statements.

The City's total long-term debt decreased by \$2.6 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, 2022:

| Table 7 | | | |
|------------------------------------|---------------|---------------|----------------|
| Outstanding Debt | | | |
| (in Thousands) | | | |
| | FY 2022 | FY 2021 | Change |
| Governmental Activity Debt | | | |
| Revenue Bonds Payable | 13,065 | 13,960 | (895) |
| Notes and Capital Leases Payable | 8,820 | 9,156 | (336) |
| Original Issue Discount | (197) | (209) | 12 |
| Original Issue Premium | 137 | 145 | (8) |
| Total | <u>21,825</u> | <u>23,052</u> | <u>(1,231)</u> |
| Business-Type Debt | | | |
| Revenue Bonds Payable | 7,982 | 8,518 | (536) |
| Notes and Capital Leases Payable | 3,735 | 4,554 | (819) |
| Original Issue Premium | 35 | 37 | (2) |
| Total | <u>11,752</u> | <u>13,109</u> | <u>(1,357)</u> |
| Total Long-Term Obligations | <u>33,577</u> | <u>36,161</u> | <u>(2,584)</u> |

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 ACFR. 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 10% from fiscal year 2021 to 2022. This increase is attributed to increases in retail, auto sales and fuel stations.

As the economy stabilized from the impacts from the pandemic in early 2020, the unemployment rates have been decreasing steadily. In June of 2020, the unemployment rate was 10.9%, in 2021 it dropped to 8.4% and in June of 2022 the rate dropped lower to 7.5%.

There was a significant decrease in the construction of new homes. There were 111 permits issued in 2021 for single-family residential homes while in 2022, there were 54 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, 2022

| | Primary Government | | |
|--|----------------------------|-----------------------------|-----------------------|
| | Governmental Activities | Business-Type Activities | Total |
| Assets: | | | |
| Cash and investments | \$ 40,638,421 | \$ 15,454,135 | \$ 56,092,556 |
| Receivables: | | | |
| Accounts | 466,414 | 2,535,987 | 3,002,401 |
| Notes and loans | 30,390,193 | 2,469 | 30,392,662 |
| Accrued interest | 66,138 | 24,935 | 91,073 |
| Lease receivable | 478,367 | 37,187 | 515,554 |
| Grants | - | - | - |
| Internal balances | 1,161,764 | (1,161,764) | - |
| Prepaid costs | 53,880 | 74,387 | 128,267 |
| Due from other governments | 7,090,264 | 73,693 | 7,163,957 |
| Inventories | - | 101,316 | 101,316 |
| Restricted assets: | | | |
| Cash with fiscal agent | 817,336 | 1,037,022 | 1,854,358 |
| Capital assets not being depreciated | 125,144,928 | 7,751,714 | 132,896,642 |
| Capital assets, net of depreciation | 81,385,267 | 54,167,806 | 135,553,073 |
| Total Assets | 287,692,972 | 80,098,887 | 367,791,859 |
| Deferred Outflows of Resources: | | | |
| Deferred charge on refunding | 441,318 | 736,956 | 1,178,274 |
| Deferred pension related items | 4,623,321 | 950,601 | 5,573,922 |
| Deferred OPEB related items | 3,227,905 | 183,256 | 3,411,161 |
| Total Deferred Outflows of Resources | 8,292,544 | 1,870,813 | 10,163,357 |
| Liabilities: | | | |
| Accounts payable | 4,711,338 | 1,027,720 | 5,739,058 |
| Accrued liabilities | 4,531,257 | 157,704 | 4,688,961 |
| Accrued interest | 208,039 | 140,949 | 348,988 |
| Unearned revenue | 2,566,395 | 309,254 | 2,875,649 |
| Deposits payable | 1,210,721 | 344,647 | 1,555,368 |
| Accrued compensated absences due within one year | 206,618 | 50,537 | 257,155 |
| Accrued claims and judgments due within one year | 50,000 | - | 50,000 |
| Bonds, notes, and financed purchases due within one year | 1,431,823 | 1,211,214 | 2,643,037 |
| Noncurrent liabilities: | | | |
| Accrued compensated absences due in more than one year | 823,519 | 129,349 | 952,868 |
| Bonds, notes, and financed purchases due in more than one year | 20,393,120 | 10,541,105 | 30,934,225 |
| Net pension Liability due in more than one year | 10,464,433 | 2,757,384 | 13,221,817 |
| Total OPEB Liability due in more than one year | 24,956,317 | 1,069,117 | 26,025,434 |
| Total Liabilities | 71,553,580 | 17,738,980 | 89,292,560 |
| Deferred Inflows of Resources: | | | |
| Deferred pension related items | 7,411,938 | 2,657,585 | 10,069,523 |
| Deferred OPEB related items | 6,914,742 | 485,351 | 7,400,093 |
| Deferred inflows related to leases | 473,040 | 36,197 | 509,237 |
| Total Deferred Inflows of Resources | 14,799,720 | 3,179,133 | 17,978,853 |
| Net Position: | | | |
| Net investment in capital assets | 185,146,570 | 50,904,157 | 236,050,727 |
| Restricted for: | | | |
| Community development projects | 25,217,956 | - | 25,217,956 |
| Public safety | 3,263,766 | - | 3,263,766 |
| Parks and recreation | 226,648 | - | 226,648 |
| Public works | 5,099,430 | - | 5,099,430 |
| Capital projects | 1,245,901 | - | 1,245,901 |
| Debt service | 1,671,838 | - | 1,671,838 |
| Unrestricted | (12,239,893) | 10,147,430 | (2,092,463) |
| Total Net Position | \$ 209,632,216 | \$ 61,051,587 | \$ 270,683,803 |

CITY OF DINUBA

STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

| | Expenses | Program Revenues | | |
|---------------------------------------|----------------------|----------------------|------------------------------------|----------------------------------|
| | | Charges for Services | Operating Contributions and Grants | Capital Contributions and Grants |
| Functions/Programs | | | | |
| Primary Government: | | | | |
| Governmental Activities: | | | | |
| General government | \$ 5,980,513 | \$ 1,152,165 | \$ 202,290 | \$ - |
| Public safety | 11,547,688 | 516,460 | 536,769 | - |
| Community development | 2,788,622 | - | 2,320,093 | - |
| Parks & Rec | 3,048,341 | 304,344 | - | - |
| Public works | 2,725,438 | 884,816 | 1,379,187 | 7,602,539 |
| Interest on long-term debt | 1,111,140 | - | - | - |
| Total Governmental Activities | 27,201,742 | 2,857,785 | 4,438,339 | 7,602,539 |
| Business-Type Activities: | | | | |
| Water | 3,538,809 | 3,186,976 | 327,268 | - |
| Sewer | 2,953,695 | 3,770,310 | 65,192 | - |
| Golf Course | 3,514,710 | 3,158,714 | - | - |
| Disposal | 3,027,382 | 3,368,605 | 38,792 | - |
| Ambulance | 1,452,769 | 1,621,264 | 1,511,283 | - |
| Transit | 401,914 | 17,060 | 231,519 | - |
| Compressed Natural Gas | 286,187 | 130,884 | - | - |
| Total Business-Type Activities | 15,175,466 | 15,253,813 | 2,174,054 | - |
| Total Primary Government | \$ 42,377,208 | \$ 18,111,598 | \$ 6,612,393 | \$ 7,602,539 |

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 |
| \$ (4,626,058) | \$ - | \$ (4,626,058) |
| (10,494,459) | - | (10,494,459) |
| (468,529) | - | (468,529) |
| (2,743,997) | - | (2,743,997) |
| 7,141,104 | - | 7,141,104 |
| (1,111,140) | - | (1,111,140) |
| (12,303,079) | - | (12,303,079) |
| - | (24,565) | (24,565) |
| - | 881,807 | 881,807 |
| - | (355,996) | (355,996) |
| - | 380,015 | 380,015 |
| - | 1,679,778 | 1,679,778 |
| - | (153,335) | (153,335) |
| - | (155,303) | (155,303) |
| - | 2,252,401 | 2,252,401 |
| (12,303,079) | 2,252,401 | (10,050,678) |
| 1,667,353 | - | 1,667,353 |
| 372,343 | - | 372,343 |
| 17,633,910 | - | 17,633,910 |
| 303,727 | - | 303,727 |
| 256,319 | - | 256,319 |
| 1,804,455 | - | 1,804,455 |
| 602,686 | - | 602,686 |
| 2,332,959 | - | 2,332,959 |
| 272,633 | 64,439 | 337,072 |
| 1,617,043 | - | 1,617,043 |
| 8,964,329 | 52,103 | 9,016,432 |
| 541,812 | (541,812) | - |
| 36,369,569 | (425,270) | 35,944,299 |
| 24,066,490 | 1,827,131 | 25,893,621 |
| 185,565,726 | 59,176,076 | 244,741,802 |
| - | 48,380 | 48,380 |
| \$ 209,632,216 | \$ 61,051,587 | \$ 270,683,803 |

CITY OF DINUBA

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

| | Special Revenue Funds | | | |
|--|-----------------------|----------------------|-------------------|---------------------|
| | General | HUD Grants | Housing Authority | ARPA |
| Assets: | | | | |
| Pooled cash and investments | \$ 26,534,051 | \$ 606,967 | \$ 1,025 | \$ 2,567,486 |
| Receivables: | | | | |
| Accounts | 394,211 | - | - | - |
| Notes and loans | - | 24,317,677 | - | - |
| Accrued interest | 41,979 | 1,106 | - | 4,348 |
| Prepaid costs | 47,949 | - | - | - |
| Due from other governments | 3,270,756 | 243,788 | - | - |
| Due from other funds | 61,649 | - | - | - |
| Advances to other funds | 1,269,094 | - | 116,904 | - |
| Restricted assets: | | | | |
| Cash and investments with fiscal agents | - | - | - | - |
| Lease receivable | 196,556 | - | - | - |
| Total Assets | 31,816,245 | 25,169,538 | 117,929 | 2,571,834 |
| Liabilities, Deferred Inflows of Resources, and Fund Balances: | | | | |
| Liabilities: | | | | |
| Accounts payable | 2,555,068 | 69,511 | - | - |
| Accrued liabilities | 4,420,468 | - | - | - |
| Unearned revenues | 2,582 | - | - | 2,563,813 |
| Deposits payable | 610,721 | - | - | - |
| Due to other funds | - | - | - | - |
| Advances from other funds | 1,031,663 | - | - | - |
| Total Liabilities | 8,620,502 | 69,511 | - | 2,563,813 |
| Deferred Inflows of resources: | | | | |
| Unavailable revenues | 26,612 | - | - | - |
| Deferred inflows related to leases | 194,706 | - | - | - |
| Total Deferred Inflows of Resources | 221,318 | - | - | - |
| Fund Balances: | | | | |
| Nonspendable: | | | | |
| Prepaid costs | 47,949 | - | - | - |
| Restricted for: | | | | |
| Community development projects | - | 25,100,027 | 117,929 | - |
| Public safety | - | - | - | 8,021 |
| Parks and recreation | - | - | - | - |
| Public works | - | - | - | - |
| Capital Projects | - | - | - | - |
| Debt service | - | - | - | - |
| Unassigned | 22,926,476 | - | - | - |
| Total Fund Balances | 22,974,425 | 25,100,027 | 117,929 | 8,021 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 31,816,245 | \$ 25,169,538 | \$ 117,929 | \$ 2,571,834 |

CITY OF DINUBA

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

| | Special Revenue Funds | Capital Projects Funds | Other Governmental Funds | Total Governmental Funds |
|--|--------------------------|--------------------------------|--------------------------------|--------------------------------|
| | 2020 PLHA | Transportation Construction | | |
| Assets: | | | | |
| Pooled cash and investments | \$ - | \$ 466,927 | \$ 7,753,469 | \$ 37,929,925 |
| Receivables: | | | | |
| Accounts | - | - | - | 394,211 |
| Notes and loans | 4,776,578 | - | 1,295,938 | 30,390,193 |
| Accrued interest | - | 25 | 14,616 | 62,074 |
| Prepaid costs | - | - | 685 | 48,634 |
| Due from other governments | - | 1,067,432 | 2,508,288 | 7,090,264 |
| Due from other funds | - | - | - | 61,649 |
| Advances to other funds | - | - | 1,124,333 | 2,510,331 |
| Restricted assets: | | | | |
| Cash and investments with fiscal agents | - | - | 714,825 | 714,825 |
| Lease receivable | - | - | 281,811 | 478,367 |
| Total Assets | 4,776,578 | 1,534,384 | 13,693,965 | 79,680,473 |
| Liabilities, Deferred Inflows of Resources, and Fund Balances: | | | | |
| Liabilities: | | | | |
| Accounts payable | - | 1,113,480 | 934,635 | 4,672,694 |
| Accrued liabilities | - | - | 100,833 | 4,521,301 |
| Unearned revenues | - | - | - | 2,566,395 |
| Deposits payable | - | - | 600,000 | 1,210,721 |
| Due to other funds | - | - | 61,649 | 61,649 |
| Advances from other funds | - | - | 316,904 | 1,348,567 |
| Total Liabilities | - | 1,113,480 | 2,014,021 | 14,381,327 |
| Deferred Inflows of resources: | | | | |
| Unavailable revenues | - | - | 399,374 | 425,986 |
| Deferred inflows related to leases | - | - | 278,334 | 473,040 |
| Total Deferred Inflows of Resources | - | - | 677,708 | 899,026 |
| Fund Balances: | | | | |
| Nonspendable: | | | | |
| Prepaid costs | - | - | 685 | 48,634 |
| Restricted for: | | | | |
| Community development projects | - | - | - | 25,217,956 |
| Public safety | - | - | 3,255,745 | 3,263,766 |
| Parks and recreation | - | - | 226,648 | 226,648 |
| Public works | - | - | 5,099,430 | 5,099,430 |
| Capital Projects | - | 420,904 | 824,997 | 1,245,901 |
| Debt service | - | - | 1,671,838 | 1,671,838 |
| Unassigned | 4,776,578 | - | (77,107) | 27,625,947 |
| Total Fund Balances | 4,776,578 | 420,904 | 11,002,236 | 64,400,120 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 4,776,578 | \$ 1,534,384 | \$ 13,693,965 | \$ 79,680,473 |



CITY OF DINUBA

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2022**

| | | |
|---|-----------------|------------------------------|
| Fund balances of governmental funds | | \$ 64,400,120 |
| 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. | | 206,411,632 |
| Long-term debt, pension liabilities, OPEB liabilities and compensated absences that have not been included in the governmental fund activity: | | |
| Bonds payable | \$ (13,065,000) | |
| Unamortized bond (premiums) discounts | 60,264 | |
| Unamortized deferred charges | 441,318 | |
| Capital leases payable | (8,743,697) | |
| Net pension liability | (10,135,977) | |
| Total OPEB Liability | (24,183,361) | |
| Compensated Absences | (981,029) | (56,607,482) |
| Accrued interest payable for the current portion of interest due on bonds has not been reported in the governmental funds. | | (208,039) |
| 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. | | 425,986 |
| Deferred outflows related to pension items that are not included in governmental fund activity | | 4,510,051 |
| Deferred inflows related to pension items that are not included in governmental fund activity | | (7,103,921) |
| Deferred outflows related to OPEB items that are not included in governmental fund activity | | 3,126,593 |
| Deferred inflows related to OPEB items that are not included in governmental fund activity | | (6,694,959) |
| 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. | | 1,372,235 |
| Net Position of Governmental Activities | | <u>\$ 209,632,216</u> |

CITY OF DINUBA

STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

| | Special Revenue Funds | | | |
|--|-----------------------|----------------------|-------------------|-----------------|
| | General | HUD Grants | Housing Authority | ARPA |
| Revenues: | | | | |
| Taxes | \$ 18,321,448 | \$ - | \$ - | \$ - |
| Assessments | 1,191,159 | - | - | - |
| Intergovernmental | 2,530,026 | 2,320,093 | - | 361,983 |
| Charges for services | 1,277,322 | - | - | - |
| Use of money and property | (544,811) | 424,127 | - | 8,021 |
| Fines and forfeitures | 96,055 | - | - | - |
| Miscellaneous | 1,082,484 | - | - | - |
| Total Revenues | 23,953,683 | 2,744,220 | - | 370,004 |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 2,977,318 | - | - | 297,500 |
| Public safety | 9,392,391 | - | - | - |
| Community development | 1,615,556 | 431,981 | - | - |
| Parks and recreation | 2,315,600 | - | - | - |
| Public works | - | 50,883 | - | - |
| Capital outlay | 992,382 | 2,206,737 | - | - |
| Debt service: | | | | |
| Principal retirement | 50,988 | - | - | - |
| Interest and fiscal charges | 3,287 | - | - | - |
| Total Expenditures | 17,347,522 | 2,689,601 | - | 297,500 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 6,606,161 | 54,619 | - | 72,504 |
| Other Financing Sources (Uses): | | | | |
| Transfers in | 143,928 | 124,958 | - | - |
| Transfers out | (978,326) | (19,445) | - | (64,483) |
| Total Other Financing Sources (Uses) | (834,398) | 105,513 | - | (64,483) |
| Net Change in Fund Balances | 5,771,763 | 160,132 | - | 8,021 |
| Fund Balances, Beginning of Year | 17,202,662 | 24,939,895 | 117,929 | - |
| Fund Balances, End of Year | \$ 22,974,425 | \$ 25,100,027 | \$ 117,929 | \$ 8,021 |

CITY OF DINUBA

STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

| | Special Revenue Funds | Capital Projects Funds | Other Governmental Funds | Total Governmental Funds |
|--|--------------------------|--------------------------------|--------------------------------|--------------------------------|
| | 2020 PLHA | Transportation Construction | | |
| Revenues: | | | | |
| Taxes | \$ - | \$ - | \$ 4,319,345 | \$ 22,640,793 |
| Assessments | - | - | - | 1,191,159 |
| Intergovernmental | 4,776,578 | 1,380,973 | 2,998,961 | 14,368,614 |
| Charges for services | - | - | 346,117 | 1,623,439 |
| Use of money and property | - | 1,120 | 377,002 | 265,459 |
| Fines and forfeitures | - | - | 47,175 | 143,230 |
| Miscellaneous | - | 11 | 534,559 | 1,617,054 |
| Total Revenues | 4,776,578 | 1,382,104 | 8,623,159 | 41,849,748 |
| Expenditures: | | | | |
| Current: | | | | |
| General government | - | - | 20,937 | 3,295,755 |
| Public safety | - | - | 2,149,408 | 11,541,799 |
| Community development | - | - | - | 2,047,537 |
| Parks and recreation | - | - | - | 2,315,600 |
| Public works | - | - | 2,052,139 | 2,103,022 |
| Capital outlay | - | 3,776,001 | 1,310,956 | 8,286,076 |
| Debt service: | | | | |
| Principal retirement | - | - | 1,300,716 | 1,351,704 |
| Interest and fiscal charges | - | - | 890,332 | 893,619 |
| Total Expenditures | - | 3,776,001 | 7,724,488 | 31,835,112 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 4,776,578 | (2,393,897) | 898,671 | 10,014,636 |
| Other Financing Sources (Uses): | | | | |
| Transfers in | - | 1,821,233 | 2,072,905 | 4,163,024 |
| Transfers out | - | - | (2,606,759) | (3,669,013) |
| Total Other Financing Sources (Uses) | - | 1,821,233 | (533,854) | 494,011 |
| Net Change in Fund Balances | 4,776,578 | (572,664) | 364,817 | 10,508,647 |
| Fund Balances, Beginning of Year | - | 993,568 | 10,637,419 | 53,891,473 |
| Fund Balances, End of Year | \$ 4,776,578 | \$ 420,904 | \$ 11,002,236 | \$ 64,400,120 |



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, 2022**

| | | |
|--|------------------|-----------------------------|
| Net change in fund balances - total governmental funds | | \$ 10,508,647 |
| 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 | \$ 8,286,076 | |
| Depreciation | (3,596,368) | |
| Contributed capital assets | 8,964,329 | |
| Gain/(loss) on sale of capital assets | <u>518,649</u> | 14,172,686 |
| 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 | 1,342,058 | |
| Amortization of bond premiums(discounts) | (3,692) | |
| Amortization of deferred charges | (49,931) | |
| Financed purchases issued | <u>(142,789)</u> | 1,145,646 |
| Accrued interest for long-term liabilities. This is the net change in accrued interest for the current period. | | (7,594) |
| 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. | | 18,731 |
| OPEB obligation expenses are expenditures in the governmental funds, but reduce the total OPEB liability in the statement of net position. | | (2,376,962) |
| 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. | | (100,054) |
| 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. | | 564,429 |
| Pension obligation expenses are expenditures in the governmental funds, but reduce to the net pension liability in the statement of net position. | | <u>140,961</u> |
| Change in Net Position of Governmental Activities | | <u>\$ 24,066,490</u> |

CITY OF DINUBA

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 JUNE 30, 2022

| | <u>Business-Type Activities - Enterprise Funds</u> | | | |
|--|--|----------------------|----------------------|---------------------|
| | <u>Water</u> | <u>Sewer</u> | <u>Golf Course</u> | <u>Disposal</u> |
| Assets: | | | | |
| Current: | | | | |
| Cash and investments | \$ 2,577,854 | \$ 352,944 | \$ 404,638 | \$ 1,398,902 |
| Receivables: | | | | |
| Accounts | 765,716 | 790,090 | 53,259 | 465,942 |
| Accrued interest | 4,337 | 372 | - | 2,231 |
| Deferred loans | - | - | - | - |
| Prepaid costs | 7,567 | 4,989 | - | 61,363 |
| Due from other governments | - | - | - | - |
| Inventories | - | - | 101,316 | - |
| Restricted: | | | | |
| Cash with fiscal agent | 448,501 | 588,521 | - | - |
| Total Current Assets | 3,803,975 | 1,736,916 | 559,213 | 1,928,438 |
| Noncurrent: | | | | |
| Notes and loans | 2,469 | - | - | - |
| Advances to other funds | - | - | - | 200,000 |
| Capital assets - net of accumulated depreciation | 17,491,044 | 22,081,698 | 18,742,343 | 165,573 |
| Total Noncurrent Assets | 17,493,513 | 22,081,698 | 18,742,343 | 365,573 |
| Total Assets | 21,297,488 | 23,818,614 | 19,301,556 | 2,294,011 |
| Deferred Outflows of Resources: | | | | |
| Deferred charge on refunding | - | 736,956 | - | - |
| Deferred pension related items | 195,292 | 100,471 | - | 83,810 |
| Deferred OPEB related items | 195,517 | 75,290 | - | 38,103 |
| Total Deferred Outflows of Resources | 390,809 | 912,717 | - | 121,913 |
| Liabilities: | | | | |
| Current: | | | | |
| Accounts payable | 111,264 | 273,845 | 267,037 | 130,462 |
| Accrued liabilities | 15,668 | 19,723 | 68,351 | 7,081 |
| Accrued interest | 47,800 | 93,149 | - | - |
| Unearned revenues | - | - | 309,254 | - |
| Deposits payable | 344,647 | - | - | - |
| Accrued compensated absences | 6,460 | 7,127 | - | 5,120 |
| Accrued claims and judgments | - | - | - | - |
| Bonds, notes, and financed purchases | 538,686 | 563,790 | 95,514 | 11,505 |
| Total Current Liabilities | 1,064,525 | 957,634 | 740,156 | 154,168 |
| Noncurrent: | | | | |
| Advances from other funds | - | - | 1,361,764 | - |
| Accrued compensated absences | 34,200 | 23,030 | - | 12,976 |
| Net pension Liability | 566,466 | 291,555 | - | 243,096 |
| Total OPEB Liability | 1,491,692 | 574,426 | - | 290,711 |
| Bonds, notes, and financed purchases | 2,819,595 | 7,482,010 | 205,507 | 29,715 |
| Total Noncurrent Liabilities | 4,911,953 | 8,371,021 | 1,567,271 | 576,498 |
| Total Liabilities | 5,976,478 | 9,328,655 | 2,307,427 | 730,666 |
| Deferred Inflows of Resources: | | | | |
| Deferred pension related items | 531,001 | 346,045 | - | 227,883 |
| Deferred OPEB related items | 424,149 | 90,429 | - | 82,661 |
| Deferred inflows related to leases | - | - | - | - |
| Total Deferred Inflows of Resources | 955,150 | 436,474 | - | 310,544 |
| Net Position: | | | | |
| Net investment in capital assets | 14,132,763 | 14,772,854 | 18,441,322 | 124,353 |
| Unrestricted | 623,906 | 193,348 | (1,447,193) | 1,250,361 |
| Total Net Position | \$ 14,756,669 | \$ 14,966,202 | \$ 16,994,129 | \$ 1,374,714 |

CITY OF DINUBA

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2022

| | Business-Type Activities - Enterprise Funds | | | Governmental Activities- Internal Service Funds |
|--|---|------------------------------|----------------------|--|
| | Ambulance | Other Enterprise Funds | Totals | |
| Assets: | | | | |
| Current: | | | | |
| Cash and investments | \$ 10,129,750 | \$ 590,047 | \$ 15,454,135 | \$ 2,708,496 |
| Receivables: | | | | |
| Accounts | 460,720 | 260 | 2,535,987 | 72,203 |
| Accrued interest | 16,983 | 1,012 | 24,935 | 4,064 |
| Deferred loans | - | 37,187 | 37,187 | - |
| Prepaid costs | 143 | 325 | 74,387 | 5,246 |
| Due from other governments | 47,043 | 26,650 | 73,693 | - |
| Inventories | - | - | 101,316 | - |
| Restricted: | | | | |
| Cash with fiscal agent | - | - | 1,037,022 | 102,511 |
| Total Current Assets | 10,654,639 | 655,481 | 19,338,662 | 2,892,520 |
| Noncurrent: | | | | |
| Notes and loans | - | - | 2,469 | - |
| Advances to other funds | - | - | 200,000 | - |
| Capital assets - net of accumulated depreciation | 537,445 | 2,901,417 | 61,919,520 | 118,563 |
| Total Noncurrent Assets | 537,445 | 2,901,417 | 62,121,989 | 118,563 |
| Total Assets | 11,192,084 | 3,556,898 | 81,460,651 | 3,011,083 |
| Deferred Outflows of Resources: | | | | |
| Deferred charge on refunding | - | - | 736,956 | - |
| Deferred pension related items | 570,385 | 643 | 950,601 | 113,270 |
| Deferred OPEB related items | (145,417) | 19,763 | 183,256 | 101,312 |
| Total Deferred Outflows of Resources | 424,968 | 20,406 | 1,870,813 | 214,582 |
| Liabilities: | | | | |
| Current: | | | | |
| Accounts payable | 222,366 | 22,746 | 1,027,720 | 38,644 |
| Accrued liabilities | 45,393 | 1,488 | 157,704 | 9,956 |
| Accrued interest | - | - | 140,949 | - |
| Unearned revenues | - | - | 309,254 | - |
| Deposits payable | - | - | 344,647 | - |
| Accrued compensated absences | 30,410 | 1,420 | 50,537 | 13,645 |
| Accrued claims and judgments | - | - | - | 50,000 |
| Bonds, notes, and financed purchases | 1,719 | - | 1,211,214 | 32,717 |
| Total Current Liabilities | 299,888 | 25,654 | 3,242,025 | 144,962 |
| Noncurrent: | | | | |
| Advances from other funds | - | - | 1,361,764 | - |
| Accrued compensated absences | 55,405 | 3,738 | 129,349 | 35,463 |
| Net pension Liability | 1,654,129 | 2,138 | 2,757,384 | 328,456 |
| Total OPEB Liability | (1,365,268) | 77,556 | 1,069,117 | 772,956 |
| Bonds, notes, and financed purchases | 4,278 | - | 10,541,105 | 43,793 |
| Total Noncurrent Liabilities | 348,544 | 83,432 | 15,858,719 | 1,180,668 |
| Total Liabilities | 648,432 | 109,086 | 19,100,744 | 1,325,630 |
| Deferred Inflows of Resources: | | | | |
| Deferred pension related items | 1,551,004 | 1,652 | 2,657,585 | 308,017 |
| Deferred OPEB related items | (146,149) | 34,261 | 485,351 | 219,783 |
| Deferred inflows related to leases | - | 36,197 | 36,197 | - |
| Total Deferred Inflows of Resources | 1,404,855 | 72,110 | 3,179,133 | 527,800 |
| Net Position: | | | | |
| Net investment in capital assets | 531,448 | 2,901,417 | 50,904,157 | 43,854 |
| Unrestricted | 9,032,317 | 494,691 | 10,147,430 | 1,328,381 |
| Total Net Position | \$ 9,563,765 | \$ 3,396,108 | \$ 61,051,587 | \$ 1,372,235 |

CITY OF DINUBA

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2022

| | <u>Business-Type Activities - Enterprise Funds</u> | | | |
|---|--|----------------------|----------------------|---------------------|
| | <u>Water</u> | <u>Sewer</u> | <u>Golf Course</u> | <u>Disposal</u> |
| Operating Revenues: | | | | |
| Sales and service charges | \$ 3,186,976 | \$ 3,770,310 | \$ 3,158,714 | \$ 3,368,605 |
| Miscellaneous | 82,649 | - | - | 134 |
| Total Operating Revenues | 3,269,625 | 3,770,310 | 3,158,714 | 3,368,739 |
| Operating Expenses: | | | | |
| Salaries and benefits | 998,266 | 751,685 | 1,814,849 | 419,714 |
| Contractual services | 383,532 | (525,867) | 131,101 | 2,327,845 |
| Materials and supplies | 453,698 | 187,717 | 417,570 | 51,165 |
| Insurance | - | - | - | - |
| Employee health insurance | - | - | - | - |
| Repairs and maintenance | 34,265 | 306,040 | 129,959 | 938 |
| Utilities | 573,718 | 958,753 | 194,826 | 26,671 |
| Allocated costs | 343,968 | 351,201 | - | 161,798 |
| Depreciation expense | 648,025 | 540,718 | 820,883 | 37,383 |
| Total Operating Expenses | 3,435,472 | 2,570,247 | 3,509,188 | 3,025,514 |
| Operating Income (Loss) | (165,847) | 1,200,063 | (350,474) | 343,225 |
| Nonoperating Revenues (Expenses): | | | | |
| Intergovernmental | 327,268 | 65,192 | - | 38,792 |
| Interest revenue | 8,860 | 17,569 | 6,153 | 4,121 |
| Interest expense | (103,337) | (383,448) | (5,522) | (1,868) |
| Loss on disposal of capital assets | - | - | - | - |
| Total Nonoperating Revenues (Expenses) | 232,791 | (300,687) | 631 | 41,045 |
| Income (Loss) Before Transfers | 66,944 | 899,376 | (349,843) | 384,270 |
| Transfers in | 1,090,307 | 984,885 | - | - |
| Transfers out | (1,246,438) | (1,288,401) | - | (16,483) |
| Changes in Net Position | (89,187) | 595,860 | (349,843) | 367,787 |
| Net Position: | | | | |
| Beginning of Year, as previously reported | 14,674,486 | 14,370,342 | 17,343,972 | 1,006,927 |
| Restatements | 171,370 | - | - | - |
| Beginning of Fiscal Year, as restated | 14,845,856 | 14,370,342 | 17,343,972 | 1,006,927 |
| End of Fiscal Year | \$ 14,756,669 | \$ 14,966,202 | \$ 16,994,129 | \$ 1,374,714 |

CITY OF DINUBA

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2022

| | Business-Type Activities - Enterprise Funds | | | Governmental Activities- Internal Service Funds |
|---|---|------------------------------|----------------------|--|
| | Ambulance | Other Enterprise Funds | Totals | |
| Operating Revenues: | | | | |
| Sales and service charges | \$ 1,621,264 | \$ 147,944 | \$ 15,253,813 | \$ 6,013,570 |
| Miscellaneous | - | - | 82,783 | - |
| Total Operating Revenues | 1,621,264 | 147,944 | 15,336,596 | 6,013,570 |
| Operating Expenses: | | | | |
| Salaries and benefits | 207,995 | 80,571 | 4,273,080 | 607,928 |
| Contractual services | 189,886 | 35,523 | 2,542,020 | 163,728 |
| Materials and supplies | 392,762 | 77,889 | 1,580,801 | 134,251 |
| Insurance | - | - | - | 1,526,835 |
| Employee health insurance | - | - | - | 2,843,643 |
| Repairs and maintenance | 48,636 | 38,657 | 558,495 | 141,719 |
| Utilities | 4,168 | 69,942 | 1,828,078 | 6,679 |
| Allocated costs | 465,219 | 127,028 | 1,449,214 | 27,266 |
| Depreciation expense | 144,103 | 258,491 | 2,449,603 | 53,421 |
| Total Operating Expenses | 1,452,769 | 688,101 | 14,681,291 | 5,505,470 |
| Operating Income (Loss) | 168,495 | (540,157) | 655,305 | 508,100 |
| Nonoperating Revenues (Expenses): | | | | |
| Intergovernmental | 1,511,283 | 231,519 | 2,174,054 | 5,223 |
| Interest revenue | 24,469 | 3,267 | 64,439 | 7,174 |
| Interest expense | - | - | (494,175) | (3,869) |
| Loss on disposal of capital assets | (30,680) | - | (30,680) | - |
| Total Nonoperating Revenues (Expenses) | 1,505,072 | 234,786 | 1,713,638 | 8,528 |
| Income (Loss) Before Transfers | 1,673,567 | (305,371) | 2,368,943 | 516,628 |
| Transfers in | - | - | 2,075,192 | 64,355 |
| Transfers out | (64,857) | (825) | (2,617,004) | (16,554) |
| Changes in Net Position | 1,608,710 | (306,196) | 1,827,131 | 564,429 |
| Net Position: | | | | |
| Beginning of Year, as previously reported | 7,955,055 | 3,825,294 | 59,176,076 | 807,806 |
| Restatements | - | (122,990) | 48,380 | - |
| Beginning of Fiscal Year, as restated | 7,955,055 | 3,702,304 | 59,224,456 | 807,806 |
| End of Fiscal Year | \$ 9,563,765 | \$ 3,396,108 | \$ 61,051,587 | \$ 1,372,235 |

CITY OF DINUBA

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 YEAR ENDED JUNE 30, 2022

| | <u>Business-Type Activities - Enterprise Funds</u> | | | |
|---|--|----------------------------|--------------------------|----------------------------|
| | <u>Water</u> | <u>Sewer</u> | <u>Golf Course</u> | <u>Disposal</u> |
| Cash Flows from Operating Activities: | | | | |
| Cash received from customers and users | \$ 3,793,213 | \$ 3,761,372 | \$ 3,103,527 | \$ 3,298,111 |
| Cash received from interfund service provided | - | - | - | - |
| Cash paid to suppliers for goods and services | (1,848,064) | (1,129,835) | (736,521) | (2,562,506) |
| Cash paid to employees for services | (854,140) | (676,131) | (1,814,849) | (371,122) |
| Cash received from (payments to) others | 82,649 | - | - | 134 |
| Net Cash Provided (Used) by Operating Activities | <u>1,173,658</u> | <u>1,955,406</u> | <u>552,157</u> | <u>364,617</u> |
| Cash Flows from Non-Capital Financing Activities: | | | | |
| Cash transfers in | 1,090,307 | 984,885 | - | - |
| Cash transfers out | (1,246,438) | (1,288,401) | - | (16,483) |
| Short-term loans repaid to other funds | - | - | - | - |
| Intergovernmental revenue | 327,268 | 65,192 | - | 38,792 |
| Repayments (made)/received on notes/loans | 701 | - | - | - |
| Advance from other funds | - | - | (227,311) | - |
| Net Cash Provided (Used) by Non-Capital Financing Activities | <u>171,838</u> | <u>(238,324)</u> | <u>(227,311)</u> | <u>22,309</u> |
| Cash Flows from Capital and Related Financing Activities: | | | | |
| Capital contributions | - | - | - | 7,570 |
| Acquisition and construction of capital assets | (459,675) | (910,229) | (194,709) | - |
| Principal paid on capital debt | (538,263) | (549,868) | (93,367) | (11,124) |
| Interest paid on capital debt | (102,322) | (289,212) | (1,168) | (1,868) |
| Net Cash Provided (Used) by Capital and Related Financing Activities | <u>(1,100,260)</u> | <u>(1,749,309)</u> | <u>(289,244)</u> | <u>(5,422)</u> |
| Cash Flows from Investing Activities: | | | | |
| Interest earnings | 6,318 | 17,375 | 6,153 | 2,527 |
| Net Cash Provided (Used) by Investing Activities | <u>6,318</u> | <u>17,375</u> | <u>6,153</u> | <u>2,527</u> |
| Net Increase (Decrease) in Cash and Cash Equivalents | 251,554 | (14,852) | 41,755 | 384,031 |
| Cash and Cash Equivalents at Beginning of Year | 2,774,801 | 956,317 | 362,883 | 1,014,871 |
| Cash and Cash Equivalents at End of Year | <u>\$ 3,026,355</u> | <u>\$ 941,465</u> | <u>\$ 404,638</u> | <u>\$ 1,398,902</u> |
| Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities: | | | | |
| Operating income (loss) | \$ (165,847) | \$ 1,200,063 | \$ (350,474) | \$ 343,225 |
| Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities: | | | | |
| Depreciation | 648,025 | 540,718 | 820,883 | 37,383 |
| Changes in pension related items | 109,597 | 129,299 | - | 47,034 |
| Changes in OPEB related items | 37,120 | (58,609) | - | 7,235 |
| (Increase) decrease in accounts receivable | 606,237 | (8,938) | (44,884) | (70,494) |
| (Increase) decrease in due from other governments | - | - | - | - |
| (Increase) decrease in prepaid expense | (2,465) | 674 | 554 | (387) |
| (Increase) decrease in inventory | - | - | 2,021 | - |
| Increase (decrease) in accounts payable & accrued liabilities | (68,291) | 147,335 | 134,360 | 6,298 |
| Increase (decrease) in deposits payable | 11,873 | - | - | - |
| Increase (decrease) in unearned revenue | - | - | (10,303) | - |
| Increase (decrease) in compensated absences | (2,591) | 4,864 | - | (5,677) |
| Total Adjustments | <u>1,339,505</u> | <u>755,343</u> | <u>902,631</u> | <u>21,392</u> |
| Net Cash Provided (Used) by Operating Activities | <u>\$ 1,173,658</u> | <u>\$ 1,955,406</u> | <u>\$ 552,157</u> | <u>\$ 364,617</u> |
| Non-Cash Investing, Capital, and Financing Activities: | | | | |
| Capital leased assets | \$ - | \$ - | \$ 10,921 | \$ - |

CITY OF DINUBA

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 YEAR ENDED JUNE 30, 2022

| | 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 | \$ 3,205,981 | \$ 150,648 | \$ 17,312,852 | \$ - |
| Cash received from interfund service provided | - | - | - | 5,949,221 |
| Cash paid to suppliers for goods and services | (926,022) | (396,744) | (7,599,692) | (4,783,856) |
| Cash paid to employees for services | (1,660,324) | (75,035) | (5,451,601) | (520,708) |
| Cash received from (payments to) others | - | - | 82,783 | - |
| Net Cash Provided (Used) by Operating Activities | 619,635 | (321,131) | 4,344,342 | 644,657 |
| Cash Flows from Non-Capital Financing Activities: | | | | |
| Cash transfers in | - | - | 2,075,192 | 64,355 |
| Cash transfers out | (64,857) | (825) | (2,617,004) | (16,554) |
| Short-term loans repaid to other funds | - | (308,546) | (308,546) | - |
| Intergovernmental revenue | 1,511,283 | 819,051 | 2,761,586 | - |
| Repayments (made)/received on notes/loans | - | - | 701 | - |
| Advance from other funds | - | - | (227,311) | - |
| Net Cash Provided (Used) by Non-Capital Financing Activities | 1,446,426 | 509,680 | 1,684,618 | 47,801 |
| Cash Flows from Capital and Related Financing Activities: | | | | |
| Capital contributions | - | - | 7,570 | - |
| Acquisition and construction of capital assets | (212,292) | - | (1,776,905) | 17,824 |
| Principal paid on capital debt | (1,457) | - | (1,194,079) | (31,504) |
| Interest paid on capital debt | - | - | (394,570) | (3,869) |
| Net Cash Provided (Used) by Capital and Related Financing Activities | (213,749) | - | (3,357,984) | (17,549) |
| Cash Flows from Investing Activities: | | | | |
| Interest earnings | 19,772 | 1,623 | 53,768 | 4,242 |
| Net Cash Provided (Used) by Investing Activities | 19,772 | 1,623 | 53,768 | 4,242 |
| Net Increase (Decrease) in Cash and Cash Equivalents | 1,872,084 | 190,172 | 2,724,744 | 679,151 |
| Cash and Cash Equivalents at Beginning of Year | 8,257,666 | 399,875 | 13,766,413 | 2,131,856 |
| Cash and Cash Equivalents at End of Year | \$ 10,129,750 | \$ 590,047 | \$ 16,491,157 | \$ 2,811,007 |
| Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities: | | | | |
| Operating income (loss) | \$ 168,495 | \$ (540,157) | \$ 655,305 | \$ 508,100 |
| Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities: | | | | |
| Depreciation | 144,103 | 258,491 | 2,449,603 | 53,421 |
| Changes in pension related items | 320,073 | 381 | 606,384 | 63,558 |
| Changes in OPEB related items | (1,738,846) | 4,542 | (1,748,558) | 19,235 |
| (Increase) decrease in accounts receivable | 351,431 | 2,704 | 836,056 | (64,349) |
| (Increase) decrease in due from other governments | 1,233,286 | - | 1,233,286 | - |
| (Increase) decrease in prepaid expense | 4,841 | (34) | 3,183 | 81,810 |
| (Increase) decrease in inventory | - | - | 2,021 | - |
| Increase (decrease) in accounts payable & accrued liabilities | 169,808 | (47,671) | 341,839 | (21,545) |
| Increase (decrease) in deposits payable | - | - | 11,873 | - |
| Increase (decrease) in unearned revenue | - | - | (10,303) | - |
| Increase (decrease) in compensated absences | (33,556) | 613 | (36,347) | 4,427 |
| Total Adjustments | 451,140 | 219,026 | 3,689,037 | 136,557 |
| Net Cash Provided (Used) by Operating Activities | \$ 619,635 | \$ (321,131) | \$ 4,344,342 | \$ 644,657 |
| Non-Cash Investing, Capital, and Financing Activities: | | | | |
| Capital leased assets | \$ - | \$ - | \$ 10,921 | \$ - |

CITY OF DINUBA

STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 JUNE 30, 2022

| | Redevelopment Successor Agency Private-Purpose Trust Fund |
|---|--|
| Assets: | |
| Pooled cash and investments | \$ 2,134,426 |
| Receivables: | |
| Accrued interest | 2,918 |
| Prepaid costs | 186 |
| Land held for resale | 1,888,463 |
| Restricted assets: | |
| Cash and investments with fiscal agents | 106,909 |
| Capital assets: | |
| Capital assets, not being depreciated | 2,730,606 |
| Capital assets, net of accumulated depreciation | 39,426 |
| | <hr/> |
| Total Assets | 6,902,934 |
| | <hr/> |
| Deferred Outflows of Resources: | |
| Deferred charge on refunding | 2,285,850 |
| | <hr/> |
| Total Deferred Outflows of Resources | 2,285,850 |
| | <hr/> |
| Liabilities: | |
| Accounts payable | 1,500 |
| Accrued liabilities | 4,551 |
| Accrued interest | 566,967 |
| Due to other governments | 186 |
| Long-term liabilities: | |
| Due in one year | 1,570,000 |
| Due in more than one year | 40,485,438 |
| | <hr/> |
| Total Liabilities | 42,628,642 |
| | <hr/> |
| Net Position: | |
| Restricted for dissolution of former RDA | (33,439,858) |
| | <hr/> |
| Total Net Position | \$ (33,439,858) |
| | <hr/> <hr/> |

CITY OF DINUBA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 YEAR ENDED JUNE 30, 2022

| | <u>Redevelopment Successor Agency Private-Purpose Trust Fund</u> |
|--|--|
| Additions: | |
| Contributions: | |
| Taxes | \$ 3,527,205 |
| Interest and change in fair value of investments | 8,998 |
| | <u>3,536,203</u> |
| Total Additions | 3,536,203 |
| Deductions: | |
| Administrative expenses | 250,002 |
| Contractual services | 17,837 |
| Interest expense | 1,995,901 |
| Depreciation expense | 5,560 |
| | <u>2,269,300</u> |
| Total Deductions | 2,269,300 |
| Changes in Net Position | 1,266,903 |
| Net Position - Beginning of the Year | <u>(34,706,761)</u> |
| Net Position - End of the Year | <u>\$ (33,439,858)</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.

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

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

The City reports the following major governmental funds:

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

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

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

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

Note 1: Summary of Significant Accounting Policies (Continued)

The City reports the following major proprietary funds:

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

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

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

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

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

Additionally, the City reports the following fund types:

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

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

The Fiduciary Funds are used to report resources held by the City in a purely custodial capacity, which involves only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments. These funds are not included in the government-wide financial statements. 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, 2022

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 \$5,000 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, 2022.

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.

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, 2020 |
| Measurement Date | June 30, 2021 |
| Measurement Period | June 30, 2020 to June 30, 2021 |

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 assets 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 assets 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, 2022

Note 2: Stewardship, Compliance, and Accountability

a. Deficit Fund Balances and Net Position

The Assessment Districts Fund has a deficit fund balance of \$35,877 which should be alleviated as additional revenues or transfers are received.

The MTBE Fund has a deficit fund balance of \$41,230 which should be alleviated as additional revenues or transfers are received.

The Property and Equipment Internal Service Fund has a deficit net position of \$603,103.

The Technology Replacement Internal Service Fund has a deficit net position of \$1,619.

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, 2022, are classified in the accompanying financial statements as follows:

| | |
|--|----------------------|
| Statement of net position: | |
| Cash and investments | \$ 56,092,556 |
| Restricted cash and investments with fiscal agents | 1,854,358 |
| Fiduciary funds: | |
| Cash and investments | 2,134,426 |
| Restricted cash and investments with fiscal agents | 106,909 |
| | <u>\$ 60,188,249</u> |

Cash and investments as of June 30, 2022, consist of the following:

| | |
|--------------------------------------|----------------------|
| Cash on hand | \$ 8,312 |
| Deposits with financial institutions | 8,639,740 |
| Investments | <u>51,540,197</u> |
| Total cash and investments | <u>\$ 60,188,249</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, 2022

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, 2022

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 | \$ 49,556,794 | \$ 49,556,794 |
| Money Market Funds | 22,136 | 22,136 |
| Held by Bond Trustees: | | |
| Money Market Funds | 1,961,267 | 1,961,267 |
| Total | <u>\$ 51,540,197</u> | <u>\$ 51,540,197</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 | \$ 49,556,794 | N/A | \$ 49,556,794 |
| Money Market Funds | 22,136 | N/A | 22,136 |
| Held by Bond Trustees: | | | |
| Money Market Funds | 1,961,267 | N/A | 1,961,267 |
| Total | <u>\$ 51,540,197</u> | | <u>\$ 51,540,197</u> |

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

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, 2022, 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, 2022, 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> |
|------------------------|----------------------------|
| Money Market Funds | 1,961,267 |

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, 2022 and are valued using quoted market prices (level 1 inputs).

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 4: Notes and Loans Receivable

Notes receivable as of June 30, 2022, totaled \$30,392,662 and were recorded as follows:

| | |
|-----------------------------------|-----------------------------|
| Special Revenue Funds | \$ 30,390,193 |
| Enterprise Funds | 2,469 |
| | <u> </u> |
| Total Notes and Loans Receivables | <u>\$ 30,392,662</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.

\$ 12,643,515

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

3,000,000

California Department of Housing and Community Development - City of Dinuba and Self-Help Enterprises Permanent Local Housing Allocation (PLHA)

4,776,578

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.

9,972,569

Totals \$ 30,392,662

Note 5: Accounts Receivable

The following is a list of accounts receivable at June 30, 2022:

| | <u>Receivable</u> | <u>Allowance</u> | <u>Net</u> |
|----------------------------|---------------------|-------------------|---------------------|
| Governmental Activities - | | | |
| Due from other governments | \$ 7,090,264 | \$ - | \$ 7,090,264 |
| Accounts | 466,414 | - | 466,414 |
| | <u>\$ 7,556,678</u> | <u>\$ -</u> | <u>\$ 7,556,678</u> |
| Business-type Activities - | | | |
| Due from other governments | \$ 73,693 | \$ - | \$ 73,693 |
| Accounts | 3,468,287 | 932,300 | 2,535,987 |
| | <u>\$ 3,541,980</u> | <u>\$ 932,300</u> | <u>\$ 2,609,680</u> |

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

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, 2022:

| <u>Due to Fund</u> | <u>Amount</u> | <u>Due From Fund</u> | <u>Amount</u> |
|--------------------|---------------|------------------------------|---------------|
| General Fund | \$ 61,649 | Non-Major Governmental Funds | \$ 61,649 |

b. Long-term Interfund Advances

At June 30, 2022, 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 | \$ 1,269,094 |
| Major Proprietary Fund: | | Housing Authority | 116,904 |
| Golf Course | 1,361,764 | 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>\$ 2,710,331</u> | Total | <u>\$ 2,710,331</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.

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.

| <u>Transfers In</u> | <u>Amount</u> | <u>Transfers Out</u> | <u>Amount</u> |
|------------------------------|---------------------|------------------------------|---------------------|
| Major Governmental: | | Major Governmental: | |
| General | \$ 143,928 | General | \$ 978,326 |
| HUD Grants | 124,958 | HUD Grants | 19,445 |
| Transportation Construction | 1,821,233 | ARPA | 64,483 |
| Major Enterprise: | | Major Enterprise: | |
| Water | 1,090,307 | Water | 1,246,438 |
| Sewer | 984,885 | Sewer | 1,288,401 |
| Internal Service Funds | 64,355 | Disposal | 16,483 |
| Non-major Governmental Funds | <u>2,072,905</u> | Ambulance | 64,857 |
| | | Other Enterprise Funds | 825 |
| | | Internal Service Funds | 16,554 |
| | | Non-major Governmental Funds | <u>2,606,759</u> |
| | | | |
| | <u>\$ 6,302,571</u> | | <u>\$ 6,302,571</u> |

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 7: Compensated Absences

The following is a summary of changes in the City's compensated absences for the fiscal year ended June 30, 2022:

| | Balance June 30, 2021 | Additions | Reductions | Balance June 30, 2022 | Current Portion |
|--------------------------|--------------------------|---------------------|---------------------|--------------------------|--------------------|
| Governmental activities | \$ 1,044,441 | \$ 768,084 | \$ 782,388 | \$ 1,030,137 | \$ 206,618 |
| Business-type activities | 216,151 | 237,858 | 274,123 | 179,886 | 50,537 |
| Total | \$ 1,260,592 | \$ 1,005,942 | \$ 1,056,511 | \$ 1,210,023 | \$ 257,155 |

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).

Note 8: Capital Assets

a. Governmental Activities

Capital asset governmental activity for the fiscal year ended June 30, 2022 was as follows:

| | Balance at July 1, 2021 | Additions | Deletions | Balance at June 30, 2022 |
|--|----------------------------|----------------------|---------------------|-----------------------------|
| Capital Assets not being depreciated: | | | | |
| Land | \$ 105,978,954 | \$ - | \$ - | \$ 105,978,954 |
| Artwork | 68,641 | - | - | 68,641 |
| Right of way s/easements | 7,446,446 | 5,257,935 | - | 12,704,381 |
| Construction in progress | 7,097,362 | 5,634,711 | 6,339,121 | 6,392,952 |
| Total | <u>120,591,403</u> | <u>10,892,646</u> | <u>6,339,121</u> | <u>125,144,928</u> |
| Capital Assets being depreciated: | | | | |
| Buildings | 21,010,879 | - | - | 21,010,879 |
| Improvements other than buildings | 3,892,124 | 163,483 | - | 4,055,607 |
| Equipment and machinery | 8,411,896 | 530,144 | 229,821 | 8,712,219 |
| Infrastructure | 88,536,677 | 12,813,292 | 178,769 | 101,171,200 |
| Total | <u>121,851,576</u> | <u>13,506,919</u> | <u>408,590</u> | <u>134,949,905</u> |
| Less accumulated depreciation for: | | | | |
| Buildings | (6,209,935) | (468,426) | - | (6,678,361) |
| Improvements other than buildings | (3,277,094) | (366,145) | - | (3,643,239) |
| Equipment and machinery | (8,972,110) | (456,825) | 59,705 | (9,369,230) |
| Infrastructure | (31,560,309) | (2,350,349) | 36,850 | (33,873,808) |
| Total | <u>(50,019,448)</u> | <u>(3,641,745)</u> | <u>96,555</u> | <u>(53,564,638)</u> |
| Total, net of accumulated depreciation | <u>71,832,128</u> | <u>9,865,174</u> | <u>312,035</u> | <u>81,385,267</u> |
| Total Capital Assets, Net | \$ 192,423,531 | \$ 20,757,820 | \$ 6,651,156 | \$ 206,530,195 |

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 8: Capital Assets (Continued)

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

| | |
|------------------------|---------------------|
| General Government | \$ 717,665 |
| Public Safety | 717,665 |
| Community Development | 717,665 |
| Parks & Rec | 717,665 |
| Public Works | 717,664 |
| Internal Service Funds | 53,421 |
| Total | <u>\$ 3,641,745</u> |

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 8: Capital Assets (Continued)

b. Business-type Activities

Capital asset business-type activity for the fiscal year ended June 30, 2022, was as follows:

| | Balance at July 1, 2021 | Additions | Deletions | Balance at June 30, 2022 |
|---|----------------------------|---------------------|-----------------|-----------------------------|
| Water Fund: | | | | |
| Capital Assets not being depreciated: | | | | |
| Land | \$ 261,806 | \$ - | \$ - | \$ 261,806 |
| Total capital assets not being depreciated | 261,806 | - | - | 261,806 |
| Capital Assets being depreciated: | | | | |
| Infrastructure | 22,009,535 | 453,429 | - | 22,462,964 |
| Buildings and improvements | 4,852,279 | - | - | 4,852,279 |
| Equipment and machinery | 1,137,908 | - | - | 1,137,908 |
| Total capital assets being depreciated | 27,999,722 | 453,429 | - | 28,453,151 |
| Less accumulated depreciation for: | | | | |
| Infrastructure | (7,208,192) | (363,971) | - | (7,572,163) |
| Buildings and improvements | (2,717,603) | (161,589) | - | (2,879,192) |
| Equipment and machinery | (650,093) | (122,465) | - | (772,558) |
| Total accumulated depreciation | (10,575,888) | (648,025) | - | (11,223,913) |
| Total capital assets being depreciated, net | 17,423,834 | (194,596) | - | 17,229,238 |
| Water Fund Capital Assets, net | \$ 17,685,640 | \$ (194,596) | \$ - | \$ 17,491,044 |
| Sewer Fund: | | | | |
| Capital Assets not being depreciated: | | | | |
| Land | \$ 4,388,142 | \$ - | \$ - | \$ 4,388,142 |
| Total capital assets not being depreciated | 4,388,142 | - | - | 4,388,142 |
| Capital Assets being depreciated: | | | | |
| Infrastructure | 20,438,350 | 864,603 | - | 21,302,953 |
| Buildings and improvements | 4,403,718 | - | - | 4,403,718 |
| Equipment and machinery | 757,637 | 45,626 | - | 803,263 |
| Total capital assets being depreciated | 25,599,705 | 910,229 | - | 26,509,934 |
| Less accumulated depreciation for: | | | | |
| Infrastructure | (5,150,559) | (368,926) | - | (5,519,485) |
| Buildings and improvements | (2,515,892) | (124,747) | - | (2,640,639) |
| Equipment and machinery | (609,209) | (47,045) | - | (656,254) |
| Total accumulated depreciation | (8,275,660) | (540,718) | - | (8,816,378) |
| Total capital assets being depreciated, net | 17,324,045 | 369,511 | - | 17,693,556 |
| Sewer Fund Capital Assets, net | \$ 21,712,187 | \$ 369,511 | \$ - | \$ 22,081,698 |
| Disposal Fund: | | | | |
| Capital Assets being depreciated: | | | | |
| Equipment and machinery | \$ 700,734 | \$ - | \$ 7,570 | \$ 693,164 |
| Less accumulated depreciation for: | | | | |
| Equipment and machinery | (490,208) | (37,383) | - | (527,591) |
| Disposal Fund Capital Assets, net | \$ 210,526 | \$ (37,383) | \$ 7,570 | \$ 165,573 |

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 8: Capital Assets (Continued)

| | Balance at July 1, 2021 | Additions | Deletions | Balance at June 30, 2022 |
|---|----------------------------|---------------------|-------------------|-----------------------------|
| Ambulance Fund: | | | | |
| Capital Assets being depreciated: | | | | |
| Equipment and machinery | \$ 1,395,144 | \$ 212,292 | \$ 161,959 | \$ 1,445,477 |
| Less accumulated depreciation for: | | | | |
| Equipment and machinery | (887,713) | (144,103) | (123,784) | (908,032) |
| Ambulance Fund Capital Assets, net | \$ 507,431 | \$ 68,189 | \$ 38,175 | \$ 537,445 |
| 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 | 495,892 | 194,709 | - | 690,601 |
| Total capital assets being depreciated | 27,905,350 | 194,709 | - | 28,100,059 |
| Less accumulated depreciation for: | | | | |
| Infrastructure | (2,639,585) | - | - | (2,639,585) |
| Buildings and improvements | (8,933,748) | (693,608) | - | (9,627,356) |
| Equipment and machinery | (71,833) | (127,275) | (6,567) | (192,541) |
| Total accumulated depreciation | (11,645,166) | (820,883) | (6,567) | (12,459,482) |
| Total capital assets being depreciated, net | 16,260,184 | (626,174) | (6,567) | 15,640,577 |
| Golf Course Fund Capital Assets, net | \$ 19,361,950 | \$ (626,174) | \$ (6,567) | \$ 18,742,343 |
| Other Enterprise Funds: | | | | |
| Capital Assets being depreciated: | | | | |
| Buildings and improvements | \$ 4,700,519 | \$ - | \$ - | \$ 4,700,519 |
| Equipment and machinery | 1,590,999 | - | 150,599 | 1,440,400 |
| Total capital assets being depreciated | 6,291,518 | - | 150,599 | 6,140,919 |
| Less accumulated depreciation for: | | | | |
| Buildings and improvements | (1,553,626) | (168,061) | - | (1,721,687) |
| Equipment and machinery | (1,454,996) | (90,430) | (27,611) | (1,517,815) |
| Total accumulated depreciation | (3,008,622) | (258,491) | (27,611) | (3,239,502) |
| Total capital assets being depreciated, net | 3,282,896 | (258,491) | 122,988 | 2,901,417 |
| Other Enterprise Funds Capital Assets, net | \$ 3,282,896 | \$ (258,491) | \$ 122,988 | \$ 2,901,417 |
| Total Business-type Capital Assets, net | \$ 62,760,630 | \$ - | \$ - | \$ 61,919,520 |

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

| | |
|--------------------------|---------------------|
| Business-Type Activities | |
| Water | \$ 648,025 |
| Sewer | 540,718 |
| Disposal | 820,883 |
| Ambulance | 37,383 |
| Golf | 144,103 |
| Other Enterprise Funds | 258,491 |
| Total | <u>\$ 2,449,603</u> |

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

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, 2022:

| | Balance at July 1, 2021 | Additions | Reductions | Balance at June 30, 2022 | Due Within One Year |
|----------------------------------|----------------------------|-------------------|-----------------------|-----------------------------|------------------------|
| Governmental Activities: | | | | | |
| Direct Borrowings: | | | | | |
| Financed purchases | \$ 9,155,980 | \$ 142,789 | \$ (478,562) | \$ 8,820,207 | \$ 521,823 |
| Public Offerings: | | | | | |
| Lease revenue bonds payable | 13,960,000 | - | (895,000) | 13,065,000 | 910,000 |
| Original issue discount | (209,211) | 12,090 | - | (197,121) | - |
| Original issue premium | 145,255 | - | (8,398) | 136,857 | - |
| Total Governmental Activities | <u>\$ 23,052,024</u> | <u>\$ 154,879</u> | <u>\$ (1,381,960)</u> | <u>\$ 21,824,943</u> | <u>\$ 1,431,823</u> |
| Business-type Activities: | | | | | |
| Direct Borrowings: | | | | | |
| Financed purchases | \$ 716,805 | \$ 10,921 | \$ (187,138) | \$ 540,588 | \$ 179,237 |
| Water notes payable | 3,836,983 | - | (642,311) | 3,194,672 | 481,977 |
| Public Offerings: | | | | | |
| Revenue bonds | 6,265,000 | - | (430,000) | 5,835,000 | 440,000 |
| Original issue premium | 37,209 | - | (2,150) | 35,059 | - |
| Private Placement: | | | | | |
| Revenue bonds | 2,253,000 | - | (106,000) | 2,147,000 | 110,000 |
| Total Business-type Activities | <u>\$ 13,108,997</u> | <u>\$ 10,921</u> | <u>\$ (1,367,599)</u> | <u>\$ 11,752,319</u> | <u>\$ 1,211,214</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, 2022 was \$7,425,000. 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, 2022 was \$200,000.

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, 2022 was \$5,440,000.

b. Governmental Activities – Financed Purchases

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, 2022 is \$855,601.

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, 2022 is \$7,519,876.

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, 2022 related to the governmental funds was \$98,287.

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, 2022 was \$19,228.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

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, 2022 related to the governmental funds was \$30,315.

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, 2022 was \$45,047.

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, 2022 was \$2,254.

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, 2022 was \$76,510.

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, 2022 was \$199,984.

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, 2022 was \$10,530.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

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, 2022 (other than compensated absences) are as follows:

| <u>2012 DFA Lease Revenue Refunding Bonds</u> | | | |
|---|---------------------|---------------------|---------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 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 | 525,000 | 198,806 | 723,806 |
| 2028-2032 | 2,955,000 | 676,219 | 3,631,219 |
| 2033-2037 | 1,515,000 | 212,675 | 1,727,675 |
| 2038 | 480,000 | 19,400 | 499,400 |
| | <u>\$ 7,425,000</u> | <u>\$ 2,074,187</u> | <u>\$ 9,499,187</u> |

| <u>2012 Lease Revenue Bonds</u> | | | |
|---------------------------------|-------------------|-----------------|-------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 2023 | \$ 200,000 | \$ 6,000 | \$ 206,000 |
| | <u>\$ 200,000</u> | <u>\$ 6,000</u> | <u>\$ 206,000</u> |

| <u>2016 DFA Lease Revenue Refunding Bonds</u> | | | |
|---|---------------------|---------------------|---------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 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 | 280,000 | 132,850 | 412,850 |
| 2028-2032 | 1,545,000 | 510,025 | 2,055,025 |
| 2033-2037 | 1,805,000 | 258,075 | 2,063,075 |
| 2038-2042 | 795,000 | 24,075 | 819,075 |
| | <u>\$ 5,440,000</u> | <u>\$ 1,556,775</u> | <u>\$ 6,996,775</u> |

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 9: Long-Term Liabilities (Continued)

| Fiscal Year Ended June 30, | Site and Facility Financed Purchase | | |
|-------------------------------|-------------------------------------|-------------------|---------------------|
| | Principal | Interest | Total |
| 2023 | \$ 82,452 | \$ 43,266 | \$ 125,718 |
| 2024 | 86,777 | 38,940 | 125,717 |
| 2025 | 91,331 | 34,386 | 125,717 |
| 2026 | 96,123 | 29,594 | 125,717 |
| 2027 | 101,167 | 24,551 | 125,718 |
| 2028-2032 | 397,751 | 42,260 | 440,011 |
| | <u>\$ 855,601</u> | <u>\$ 212,997</u> | <u>\$ 1,068,598</u> |

| Fiscal Year Ended June 30, | Solar Energy Financed Purchase | | |
|-------------------------------|--------------------------------|---------------------|---------------------|
| | Principal | Interest | Total |
| 2023 | \$ 304,955 | \$ 312,108 | \$ 617,063 |
| 2024 | 356,286 | 298,790 | 655,076 |
| 2025 | 411,724 | 283,278 | 695,002 |
| 2026 | 471,541 | 265,396 | 736,937 |
| 2027 | 536,023 | 244,958 | 780,981 |
| 2028-2032 | 3,833,001 | 814,087 | 4,647,088 |
| 2031-2034 | 1,606,346 | 68,453 | 1,674,799 |
| | <u>\$ 7,519,876</u> | <u>\$ 2,287,070</u> | <u>\$ 9,806,946</u> |

| Fiscal Year Ended June 30, | RMC City Hall Copier Financed Purchase | | |
|-------------------------------|--|----------|-----------|
| | Principal | Interest | Total |
| 2023 | \$ 19,653 | \$ - | \$ 19,653 |
| 2024 | 19,653 | - | 19,653 |
| 2025 | 19,653 | - | 19,653 |
| 2026 | 18,015 | - | 18,015 |
| 2031-2034 | \$ 76,974 | \$ - | \$ 76,974 |

| Fiscal Year Ended June 30, | DeLage Fire Department | | |
|-------------------------------|------------------------|-------------|------------------|
| | Principal | Interest | Total |
| 2023 | \$ 3,240 | \$ - | \$ 3,240 |
| 2024 | 3,240 | - | 3,240 |
| 2025 | 3,240 | - | 3,240 |
| 2026 | 810 | - | 810 |
| | <u>\$ 10,530</u> | <u>\$ -</u> | <u>\$ 10,530</u> |

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 9: Long-Term Liabilities (Continued)

| <u>US Bank Police Department Copier Financed Purchase</u> | | | |
|---|------------------|-------------|------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 2023 | \$ 10,032 | \$ - | \$ 10,032 |
| 2024 | 9,196 | - | 9,196 |
| | <u>\$ 19,228</u> | <u>\$ -</u> | <u>\$ 19,228</u> |

| <u>RMC Public Works Copier Financed Purchase</u> | | | |
|--|-----------------|-------------|-----------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 2023 | \$ 1,625 | \$ - | \$ 1,625 |
| 2024 | 1,625 | - | 1,625 |
| 2025 | 1,625 | - | 1,625 |
| 2026 | 1,627 | - | 1,627 |
| | <u>\$ 6,502</u> | <u>\$ -</u> | <u>\$ 6,502</u> |

| <u>Enterprise Car Financed Purchase</u> | | | |
|---|-------------------|------------------|-------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 2023 | \$ 58,272 | \$ 13,608 | \$ 71,880 |
| 2024 | 43,273 | 9,948 | 53,221 |
| 2025 | 26,906 | 4,812 | 31,718 |
| 2026 | 116,580 | 21,317 | 137,897 |
| | <u>\$ 245,031</u> | <u>\$ 49,685</u> | <u>\$ 294,716</u> |

| <u>John Deere Tractor Scraper</u> | | | |
|-----------------------------------|-----------------|---------------|-----------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 2023 | \$ 7,701 | \$ 330 | \$ 8,031 |
| | <u>\$ 7,701</u> | <u>\$ 330</u> | <u>\$ 8,031</u> |

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 9: Long-Term Liabilities (Continued)

| RMC Fire Department Copier Financed Purchase | | | |
|--|-----------------|-------------|-----------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 2023 | \$ 1,176 | \$ - | \$ 1,176 |
| 2024 | 1,078 | - | 1,078 |
| | <u>\$ 2,254</u> | <u>\$ -</u> | <u>\$ 2,254</u> |

| Dell Financial Services | | | |
|-------------------------------|------------------|-----------------|------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 2023 | \$ 32,717 | \$ 5,656 | \$ 38,373 |
| 2024 | 36,999 | 1,321 | 38,320 |
| 2025 | 6,794 | 68 | 6,862 |
| | <u>\$ 76,510</u> | <u>\$ 7,045</u> | <u>\$ 83,555</u> |

| Total Governmental Activities | | | |
|-------------------------------|-------------------|---------------------|----------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 2023 | \$ 1,431,823 | \$ 815,443 | \$ 2,247,266 |
| 2024 | 1,283,127 | 761,949 | 2,045,076 |
| 2025 | 1,316,273 | 711,994 | 2,028,267 |
| 2026 | 1,479,696 | 678,269 | 2,157,965 |
| 2027 | 1,442,190 | 601,165 | 2,043,355 |
| 2028-2032 | 8,730,752 | 2,042,591 | 10,773,343 |
| 2033-2037 | 4,926,346 | 539,203 | 5,465,549 |
| 2038-2042 | 1,275,000 | 43,475 | 1,318,475 |
| Subtotal | <u>21,885,207</u> | <u>\$ 6,194,089</u> | <u>\$ 28,079,296</u> |

| | | | |
|-------------------------|----------------------|--|--|
| Net Premium (Discount) | (60,264) | | |
| Grand Total | | | |
| Governmental Activities | <u>\$ 21,824,943</u> | | |

Note 9: Long-Term Liabilities (Continued)

d. Business-Type Activities

Financed Purchases

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, 2022 was \$59,382.

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, 2022 related to the business-type funds was \$20,929.

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, 2022 related to the business-type funds was \$24,460.

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, 2022 was \$103,526.

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, 2022 was \$31,270.

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, 2022 was \$175,320.

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, 2022 was \$116,145.

Note 9: Long-Term Liabilities (Continued)

On July 21, 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 \$10,921. The monthly payments begin January 1, 2022 with a final maturity date of December 1, 2026. The agreement has no stated interest rate and the monthly payments are \$228. The outstanding balance of the lease obligation as of June 30, 2022 was \$9,556.

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, 2022 was \$5,835,000. 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, 2022 was \$2,147,000.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

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, 2022 is \$158,111.

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, 2022 is \$3,036,561.

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

The annual requirements to amortize enterprise long-term debt outstanding at June 30, 2022 are as follows:

| Golf Cart Lease | | | |
|-------------------------------|-------------------|------------------|-------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 2023 | \$ 70,128 | \$ - | \$ 70,128 |
| 2024 | 70,128 | - | 70,128 |
| 2025 | 35,064 | - | 35,064 |
| | <u>\$ 175,320</u> | <u>\$ -</u> | <u>\$ 175,320</u> |
| Utility Vehicle Leases | | | |
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 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>\$ 116,145</u> | <u>\$ 14,391</u> | <u>\$ 130,536</u> |

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 9: Long-Term Liabilities (Continued)

| RMC City Hall Copier Lease | | | |
|-------------------------------|------------------|-------------|------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 2023 | \$ 5,247 | \$ - | \$ 5,247 |
| 2024 | 5,247 | - | 5,247 |
| 2025 | 5,247 | - | 5,247 |
| 2026 | 5,188 | - | 5,188 |
| | <u>\$ 20,929</u> | <u>\$ -</u> | <u>\$ 20,929</u> |

| RMC Public Works Copier Lease | | | |
|-------------------------------|------------------|-------------|------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 2023 | \$ 6,115 | \$ - | \$ 6,115 |
| 2024 | 6,115 | - | 6,115 |
| 2025 | 6,115 | - | 6,115 |
| 2026 | 6,115 | - | 6,115 |
| | <u>\$ 24,460</u> | <u>\$ -</u> | <u>\$ 24,460</u> |

| 2012 Lease Revenue Bonds | | | |
|-------------------------------|---------------------|---------------------|---------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 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 | 500,000 | 160,250 | 660,250 |
| 2028-2032 | 1,685,000 | 561,344 | 2,246,344 |
| 2033-2037 | 1,235,000 | 302,219 | 1,537,219 |
| 2038-2042 | 575,000 | 29,125 | 604,125 |
| | <u>\$ 5,835,000</u> | <u>\$ 1,855,008</u> | <u>\$ 7,690,008</u> |

| 1998 Water Note Payable | | | |
|-------------------------------|-------------------|-----------------|-------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 2023 | \$ 105,445 | \$ 3,976 | \$ 109,421 |
| 2024 | 52,666 | 810 | 53,476 |
| | <u>\$ 158,111</u> | <u>\$ 4,786</u> | <u>\$ 162,897</u> |

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 9: Long-Term Liabilities (Continued)

| 2005 Water Note Payable | | | |
|-------------------------------|---------------------|-------------------|---------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 2023 | \$ 376,532 | \$ 81,320 | \$ 457,852 |
| 2024 | 1,983,807 | 257,443 | 2,241,250 |
| 2025 | 676,222 | 28,396 | 704,618 |
| | <u>\$ 3,036,561</u> | <u>\$ 367,159</u> | <u>\$ 3,403,720</u> |

| Enterprise Car Leases | | | |
|-------------------------------|------------------|------------------|------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 2023 | \$ 38,792 | \$ 12,476 | \$ 51,268 |
| 2024 | 20,590 | 7,719 | 28,309 |
| | <u>\$ 59,382</u> | <u>\$ 20,195</u> | <u>\$ 79,577</u> |

| Pipehunter Excavator | | | |
|-------------------------------|-------------------|-----------------|-------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 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>\$ 103,526</u> | <u>\$ 9,945</u> | <u>\$ 113,471</u> |

| Madvac Litter Vacuum | | | |
|-------------------------------|------------------|-----------------|------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 2023 | \$ 9,107 | \$ 1,405 | \$ 10,512 |
| 2024 | 9,591 | 924 | 10,515 |
| 2025 | 12,572 | 382 | 12,954 |
| | <u>\$ 31,270</u> | <u>\$ 2,711</u> | <u>\$ 33,981</u> |

| Golf Cart EZ | | | |
|-------------------------------|-----------------|-------------|-----------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 2023 | \$ 2,730 | \$ - | \$ 2,730 |
| 2024 | 2,730 | - | 2,730 |
| 2025 | 2,730 | - | 2,730 |
| 2026 | 1,366 | - | 1,366 |
| | <u>\$ 9,556</u> | <u>\$ -</u> | <u>\$ 9,556</u> |

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 9: Long-Term Liabilities (Continued)

| 2019 Wastewater Refunding Bond | | | |
|--------------------------------|---------------------|-------------------|---------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 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 | 122,000 | 43,305 | 165,305 |
| 2028-2032 | 658,000 | 165,532 | 823,532 |
| 2033-2037 | 749,000 | 72,046 | 821,046 |
| 2038 | 160,000 | 2,125 | 162,125 |
| | <u>\$ 2,147,000</u> | <u>\$ 487,482</u> | <u>\$ 2,634,482</u> |

| Total Business-type Activities | | | |
|---|----------------------|---------------------|----------------------|
| Fiscal Year Ended June 30, | Principal | Interest | Total |
| 2023 | \$ 1,211,214 | \$ 384,734 | \$ 1,595,948 |
| 2024 | 2,768,079 | 535,075 | 3,303,154 |
| 2025 | 1,375,335 | 277,857 | 1,653,192 |
| 2026 | 660,333 | 227,716 | 888,049 |
| 2027 | 640,299 | 203,904 | 844,203 |
| 2028-2032 | 2,343,000 | 726,876 | 3,069,876 |
| 2033-2037 | 1,984,000 | 374,265 | 2,358,265 |
| 2038-2034 | 735,000 | 31,250 | 766,250 |
| Subtotal | <u>11,717,260</u> | <u>\$ 2,761,677</u> | <u>\$ 14,478,937</u> |
| Net Premium (Discount) | <u>35,059</u> | | |
| Grand Total Business-type Activities | <u>\$ 11,752,319</u> | | |

Note 10: Leases

The City implemented GASB Statement No. 87 in the fiscal year ended June 30, 2022. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. For additional information, refer to the disclosures below.

Leases Receivable and Deferred Inflows of Resources

The City entered into a 60 month-lease as Lessor for the use of a building at 920 College Ave. An initial lease receivable was recorded in the amount of \$96,558. As of June 30, 2022, the value of the lease receivable is \$77,246. The lessee is required to make monthly fixed payments of \$1,609. The lease has no interest rate. The value of the deferred inflow of resources as of June 30, 2022 was \$77,246, and the City recognized lease revenue of \$19,312 during the fiscal year.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022
Note 10: Leases (Continued)

The City entered into a 21 month-lease as Lessor for the use of a building at 1390 E Elizabeth. An initial lease receivable was recorded in the amount of \$37,497. As of June 30, 2022, the value of the lease receivable is \$19,355. The lessee is required to make quarterly payments ranging from \$4,695 to \$4,930. The lease has an interest rate of 3.0%. The value of the deferred inflow of resources as of June 30, 2022 was \$18,748, and the City recognized lease revenue of \$19,312 during the fiscal year.

The City entered into a 22 month-lease as Lessor for the use of a building at 199 N L St. An initial lease receivable was recorded in the amount of \$612,336. As of June 30, 2022, the value of the lease receivable is \$281,811. The lessee is required to make monthly payments of \$28,571. The lease has an interest rate of 3.0%. The value of the deferred inflow of resources as of June 30, 2022 was \$278,334, and the City recognized lease revenue of \$334,001 during the fiscal year.

The City entered into a 95 month-lease as Lessor for the use of a building at 920 College Ave A. An initial lease receivable was recorded in the amount of \$36,987. As of June 30, 2022, the value of the lease receivable is \$33,152. The lessee is required to make monthly fixed payments of \$400. The lease has an interest rate of 3.0%. The value of the deferred inflow of resources as of June 30, 2022 was \$32,720, and the City recognized lease revenue of \$4,266 during the fiscal year.

The City entered into a 51 month-lease as Lessor for the use of land. An initial lease receivable was recorded in the amount of \$86,296. As of June 30, 2022, the value of the lease receivable is \$66,803. The lessee is required to make monthly fixed payments of \$1,800. The lease has an interest rate of 3.0%. The value of the deferred inflow of resources as of June 30, 2022 was \$65,991, and the City recognized lease revenue of \$20,305 during the fiscal year.

The principal and interest payments that are expected to maturity are as follows:

| Fiscal Year | Governmental Activities | | |
|-------------|-------------------------|-------------------|----------------|
| | Principal Payments | Interest Payments | Total Payments |
| 2023 | \$ 344,202 | \$ 6,068 | 350,270 |
| 2024 | 43,754 | 1,900 | 45,654 |
| 2025 | 44,500 | 1,150 | 45,650 |
| 2026 | 28,908 | 583 | 29,491 |
| 2027 | 4,349 | 440 | 4,789 |
| 2028 - 2032 | 12,654 | 516 | 13,170 |
| Total | \$ 478,367 | \$ 10,657 | \$ 489,024 |

The City entered into a 38 month-lease as Lessor for the use of a building at 180 W Merced. An initial lease receivable was recorded in the amount of \$52,903. As of June 30, 2022, the value of the lease receivable is \$37,187. The lessee is required to make monthly fixed payments of ranging from \$1,379 to \$1,506. The lease has an interest rate of 3.0%. The value of the deferred inflow of resources as of June 30, 2022 was \$36,197, and the City recognized lease revenue of \$16,706 during the fiscal year.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 10: Leases (Continued)

The principal and interest payments that are expected to maturity are as follows:

| Fiscal Year | Business-Type Activities | | |
|-------------|--------------------------|-------------------|----------------|
| | Principal Payments | Interest Payments | Total Payments |
| 2023 | \$ 16,580 | \$ 851 | 17,431 |
| 2024 | 17,606 | 338 | 17,944 |
| 2025 | 3,001 | 4 | 3,005 |
| Total | \$ 37,187 | \$ 1,193 | \$ 38,380 |

Note 11: 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.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 11: Pension Plan (Continued)

The rate plan provisions and benefits in effect at June 30, 2022, are summarized as follows:

| | Miscellaneous Cost-Sharing Rate Plans | |
|---|---------------------------------------|--------------------------------|
| | Tier 1* | PEPRA |
| Hire date | Prior to January 1, 2013 | On or after 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 |

| | 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 |

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 11: Pension Plan (Continued)**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, 2022, the employer contributions recognized as a reduction to the net pension liability for the Plan were \$1,096,427 for Miscellaneous and \$1,842,579 for Safety.

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

As of June 30, 2022, the City reported net pension liabilities for its proportionate shares of the net pension liability of the Plan as follows:

| <u>Proportionate Share of Net Pension Liability/(Asset)</u> | |
|---|----------------------|
| Miscellaneous Plan | \$ 5,812,853 |
| Safety Plan | <u>7,408,964</u> |
| Total Plan Net Pension Liability | <u>\$ 13,221,817</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, 2021, 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, 2020 rolled forward to June 30, 2021, using standard update procedures. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension 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, 2020 and 2021 measurement dates were as follows:

| | <u>Miscellaneous Plan</u> |
|-----------------------------|---------------------------|
| Proportion - June 30, 2020 | 0.20461% |
| Proportion - June 30, 2021 | <u>0.10748%</u> |
| Change - Increase(Decrease) | <u>-0.09713%</u> |

The City's proportionate share of the net pension liability for the City's Safety Rate Plan as of June 30, 2020 and 2021 measurement dates were as follows:

| | <u>Safety Plan</u> |
|-----------------------------|--------------------|
| Proportion - June 30, 2020 | 0.09050% |
| Proportion - June 30, 2021 | <u>0.23776%</u> |
| Change - Increase(Decrease) | <u>0.14726%</u> |

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 11: Pension Plan (Continued)

For the year ended June 30, 2022, the City recognized a total aggregate pension expense of \$3,705,577.

At June 30, 2022, 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 | \$ 1,226,073 | \$ - |
| Difference between Expected and Actual Experiences | 651,848 | - |
| Net Difference between Projected and Actual Earnings on Pension Plan Investments | - | (5,074,313) |
| Adjustment due to differences in proportions | 126,808 | (36,568) |
| Difference in proportionate share of contributions | - | (340,747) |
| Total | <u>\$ 2,004,729</u> | <u>\$ (5,451,628)</u> |

At June 30, 2022, 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 | \$ 1,950,523 | \$ - |
| Difference between Expected and Actual Experiences | 1,265,816 | - |
| Net Difference between Projected and Actual Earnings on Pension Plan Investments | - | (4,409,757) |
| Adjustment due to differences in proportions | 300,841 | (3,587) |
| Difference in proportionate share of contributions | 52,013 | (204,551) |
| Total | <u>\$ 3,569,193</u> | <u>\$ (4,617,895)</u> |

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 11: Pension Plan (Continued)

The \$1,226,073 for the Miscellaneous Plan and the \$1,950,523 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, 2023. 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: | Deferred Outflows/(Inflows) of Resources | | |
|-------------------------------|--|-----------------------|-----------------------|
| | Miscellaneous Plan | Safety Plan | Total |
| 2023 | \$ (1,030,765) | \$ (345,632) | \$ (1,376,397) |
| 2024 | (1,066,535) | (559,075) | (1,625,610) |
| 2025 | (1,173,392) | (881,015) | (2,054,407) |
| 2026 | (1,402,278) | (1,213,504) | (2,615,782) |
| | <u>\$ (4,672,970)</u> | <u>\$ (2,999,226)</u> | <u>\$ (7,672,196)</u> |

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

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

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 11: Pension Plan (Continued)

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.

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.

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

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

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

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

The following presents the City's proportionate share of the net pension liability for the Plan, calculated using the discount rate for the Plan, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% point lower or 1% point higher than the current rate:

| Plan | Proportionate Share of Net Pension Liability/(Asset) | | |
|--------------------|---|-----------------------------------|------------------------------------|
| | Discount Rate - 1% 6.15% | Current Discount 7.15% | Discount Rate +1% 8.15% |
| Miscellaneous Plan | \$ 11,033,338 | \$ 5,812,853 | \$ 1,497,151 |
| Safety Plan | 13,755,028 | 7,408,964 | 2,196,456 |
| Total | \$ 24,788,366 | \$ 13,221,817 | \$ 3,693,607 |

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 11: Pension Plan (Continued)

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 12: 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.

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, 2020 actuarial valuation, the following current and former employees were covered by the benefit terms under the Plan:

| | |
|--|-----------|
| Active | 69 |
| Inactive employees or beneficiaries currently receiving benefits | 28 |
| | <u>97</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 \$548,529, which include the City’s cash contributions of \$451,185 and implied subsidy of \$97,344.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 12: Other Post-Employment Benefits (OPEB) (Continued)**Total OPEB Liability**

The City's Total OPEB liability was measured as of June 30, 2021 and the total OPEB liability used to calculate the total OPEB liability was determined by an actuarial valuation dated June 30, 2020, based on the following actuarial methods and assumptions:

| | |
|-----------------------|--|
| Actuarial Cost Method | Entry Age Normal |
| Actuarial Assumptions | |
| Discount Rate | 1.92% at June 30, 2021 Bond Buyer Index 2.45% at June 30, 2020 Bond Buyer Index |
| Inflation | 2.50% |
| Salary Increase | 3.00% per year |
| Mortality* | CalPERS 2017 Experience Study; Projected with MacLeod Scale 2020 |
| Medical Trend | 5.8% in 2023, fluctuating down 3.9% by 2076 |

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

Changes of Assumptions

Discount rate changed from 2.45% as of June 30, 2020 to 1.92% as of June 30, 2021, based on the published change in return for the applicable municipal bond index.

Discount Rate

The discount rate used to measure the total OPEB liability was 1.92 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, 2021 (measurement date 06/30/2020) | \$ 28,934,882 |
| Changes recognized over the measurement period: | |
| Service Cost | 1,286,106 |
| Interest | 734,965 |
| Change of assumptions | (794,248) |
| Difference between expected and actual experience | (3,691,435) |
| Benefit payments | (444,836) |
| Net Changes | <u>(2,909,448)</u> |
| Balance at June 30, 2022 (measurement date 06/30/2021) | <u>\$ 26,025,434</u> |

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 12: Other Post-Employment Benefits (OPEB) (Continued)**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, 2021:

| | 1% Decrease (0.92%) | Current Discount Rate (1.92%) | 1% Increase (2.92%) |
|--------------------------|--------------------------------------|--|--------------------------------------|
| Total Net OPEB Liability | \$ 31,207,832 | \$ 26,025,434 | \$ 21,980,364 |

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, 2021:

| | 1% Decrease | Current Healthcare Cost Trend Rates | 1% Increase |
|--------------------------|--------------------|--|--------------------|
| Total Net OPEB Liability | \$ 21,271,971 | \$ 26,025,434 | \$ 32,326,597 |

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the fiscal year ended June 30, 2022, the City recognized OPEB expense of \$1,196,168. As of fiscal year ended June 30, 2022, 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 | \$ 548,529 | \$ - |
| Changes of assumptions | 2,862,632 | 1,492,187 |
| Differences between expected and actual experiences | - | 5,907,906 |
| | <u>\$ 3,411,161</u> | <u>\$ 7,400,093</u> |

The \$548,529 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2021 measurement date will be recognized as a reduction of the Total OPEB Liability during the fiscal year ending June 30, 2023. 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 |
|---|---|
| 2023 | \$ (824,903) |
| 2024 | (824,903) |
| 2025 | (824,903) |
| 2026 | (824,903) |
| 2027 | (824,903) |
| Thereafter | (412,946) |
| | <u>\$ (4,537,461)</u> |

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 13: 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 14: 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.

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, 2022 are presented below:

| | |
|------------------------------------|-----------------------|
| Total Assets | <u>\$ 150,837,823</u> |
| Total Liabilities | \$ 118,663,929 |
| Total Net Position | <u>32,173,894</u> |
| Total Liabilities and Net Position | <u>\$ 150,837,823</u> |
| Revenues for Fiscal Year | \$ 66,885,024 |
| Expenses for Fiscal Year | <u>47,584,363</u> |
| Change in Position | <u>\$ 19,300,661</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.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 14: Risk Management/Joint Venture (Continued)

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, 2022 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.

Changes in health claim liabilities at June 30, 2022 and 2021, were as follows:

| | <u>2022</u> | <u>2021</u> |
|--|--------------------|--------------------|
| Liability - beginning of fiscal year | \$ 50,000 | \$ 50,000 |
| Current year claims and changes in estimates | 2,843,643 | 2,307,754 |
| Claim payments | <u>(2,843,643)</u> | <u>(2,307,754)</u> |
| Liability - end of fiscal year | <u>\$ 50,000</u> | <u>\$ 50,000</u> |

Note 15: 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, 2022 this amount is approximately \$97,390. The budgeted amount for fiscal year June 30, 2023 is \$98,000.

Note 16: 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 17: Successor Agency Trust for Assets of the Former Redevelopment Agency (SADRA)

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

AB X1 26 provides that upon dissolution of a redevelopment agency, either the city or another unit of local government will agree to serve as the "successor agency" to hold the assets until they are distributed to other units of state and local government. The City Council elected to become the Successor Agency for the former redevelopment agency in accordance with AB X1 26.

After enactment of the law, which occurred on June 28, 2011, redevelopment agencies in the State of California cannot enter into new projects, obligations or commitments. Subject to the control of a newly established oversight board, remaining assets can only be used to pay enforceable obligations in existence at the date of dissolution (including the completion of any unfinished projects that were subject to legally enforceable contractual commitments).

In future fiscal years, successor agencies will only be allocated revenue in the amount that is necessary to pay the estimated annual installment payments on enforceable obligations of the former redevelopment agency until all enforceable obligations of the prior redevelopment agency have been paid in full and all assets have been liquidated.

AB X1 26 directs the State Controller of the State of California to review the propriety of any transfers of assets between redevelopment agencies and other public bodies that occurred after January 1, 2011. If the public body that received such transfers is not contractually committed to a third party for the expenditure or encumbrance of those assets, the State Controller is required to order the available assets to be transferred to the public body designated as the successor agency by AB X1 26.

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

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

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

a. Capital Assets Held by SADRA

| | Balance July 1, 2021 | Additions | Deletions | Balance June 30, 2022 |
|--|-------------------------|-------------------|-------------|--------------------------|
| 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 | (122,862) | (5,560) | - | (128,422) |
| Total accumulated depreciation | <u>(122,862)</u> | <u>(5,560)</u> | <u>-</u> | <u>(128,422)</u> |
| Total capital assets, depreciated, net | 44,986 | (5,560) | - | 39,426 |
| Total capital assets, net | <u>\$ 2,775,592</u> | <u>\$ (5,560)</u> | <u>\$ -</u> | <u>\$ 2,770,032</u> |

Depreciation expense for the fiscal year ended June 30, 2022 was \$5,560.

b. Summary of SADRA's Long-Term Debt

| | Balance July 1, 2021 | Deletions | Balance June 30, 2022 | Current Portion |
|----------------------------------|-------------------------|---------------------|--------------------------|---------------------|
| Public Offerings: | | | | |
| Tax allocation bonds | \$ 42,510,000 | \$ 1,505,000 | \$ 41,005,000 | \$ 1,570,000 |
| Original issue premium | 1,165,633 | 84,878 | 1,080,755 | N/A |
| Original issue discount | <u>(32,061)</u> | <u>(1,744)</u> | <u>(30,317)</u> | N/A |
| Total long-term liabilities, net | <u>\$ 43,643,572</u> | <u>\$ 1,588,134</u> | <u>\$ 42,055,438</u> | <u>\$ 1,570,000</u> |

2012 Subordinate Tax Allocation Refunding Bonds. On December 6, 2012, SADRA issued \$1,700,000 Subordinate Tax Allocation Refunding Bonds bearing interest of 2.0% to 4.25% payable semi-annually on March 1 and September 1 commencing March 1, 2014. The bonds mature annually at various amounts through September 2039. The bonds are payable from and secured by incremental tax revenues. Bonds outstanding as of June 30, 2022 were \$1,285,000.

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

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

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

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

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

2014 Tax Allocation Refunding Bonds. On May 14, 2014, the Successor Agency to the Dinuba Redevelopment Agency issued \$14,650,000 Tax Allocation Refunding Bonds bearing interest of 3% payable semi-annually on March 1 and September 1 commencing September 1, 2014. The bonds mature annually at various amounts through September 1, 2033. The bonds are payable from and secured by incremental tax revenues. Bonds outstanding as of June 30, 2022 were \$11,025,000.

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, 2022 were \$11,695,000.

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

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

2017 Tax Allocation Refunding Bonds. On February 22, 2017, the Successor Agency to the Dinuba Redevelopment Agency issued \$18,875,000 Tax Allocation Refunding Bonds bearing interest of 2%-4% payable semi-annually on March 1 and September 1 commencing September 1, 2017. The bonds mature annually at various amounts through September 1, 2041. The bonds are payable from and secured by incremental tax revenues. Bonds outstanding as of June 30, 2022 were \$17,000,000.

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

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

CITY OF DINUBA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

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

The annual requirements to amortize long-term debt outstanding at June 30, 2022 are as follows:

| Fiscal Year Ended June 30, | Principal | Interest | Total |
|---|----------------------|----------------------|----------------------|
| 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 | 1,885,000 | 1,380,594 | 3,265,594 |
| 2028-2032 | 10,485,000 | 5,654,522 | 16,139,522 |
| 2033-2037 | 12,985,000 | 3,068,457 | 16,053,457 |
| 2038-2042 | 8,950,000 | 748,319 | 9,698,319 |
| Subtotal | <u>41,005,000</u> | <u>\$ 17,162,412</u> | <u>\$ 58,167,412</u> |
| Net Premium (Discount) | <u>1,050,438</u> | | |
| Grand Total Business-type Activities | <u>\$ 42,055,438</u> | | |

Note 18: Restatement

At June 30, 2022, the City reported a prior period adjustment in the amount of \$171,370 in the Water Fund. The prior period adjustment was due to the financials for the prior year missing an adjusted for principal payments for the fiscal year ending June 30, 2021.

A restatement of \$(122,990) in the Other Enterprise Funds was recorded to adjust and removed a duplicate capital asset that was recorded in error.

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Required Supplementary

Information



CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|----------------------|----------------------|----------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Taxes | \$ 16,763,300 | \$ 17,308,904 | \$ 18,321,448 | \$ 1,012,544 |
| Assessments | 1,195,144 | 1,195,144 | 1,191,159 | (3,985) |
| Intergovernmental | 2,304,328 | 2,547,287 | 2,530,026 | (17,261) |
| Charges for services | 1,172,575 | 1,343,731 | 1,277,322 | (66,409) |
| Use of money and property | 59,214 | 59,214 | (544,811) | (604,025) |
| Fines and forfeitures | 75,325 | 75,325 | 96,055 | 20,730 |
| Miscellaneous | 6,400 | 1,057,717 | 1,082,484 | 24,767 |
| Total Revenues | 21,576,286 | 23,587,322 | 23,953,683 | 366,361 |
| Expenditures: | | | | |
| General government | | | | |
| City Council | 141,314 | 141,314 | 144,753 | (3,439) |
| City Manager | 117,300 | 176,300 | 261,408 | (85,108) |
| City Attorney | 375,699 | 375,699 | 285,781 | 89,918 |
| Human Resources | 173,866 | 173,866 | 168,980 | 4,886 |
| Genral Services | 1,355,763 | 1,452,857 | 1,342,462 | 110,395 |
| Finance Administration | 894,107 | 894,107 | 773,934 | 120,173 |
| Public safety | | | | |
| Police Services | 6,642,730 | 6,752,730 | 6,569,607 | 183,123 |
| Fire Control | 2,580,931 | 2,706,581 | 2,822,784 | (116,203) |
| Community development | | | | |
| Engineering | 407,112 | 537,112 | 429,955 | 107,157 |
| Planning | 287,971 | 908,596 | 653,973 | 254,623 |
| Code Enforcement | 145,083 | 145,083 | 127,753 | 17,330 |
| Building | 304,570 | 379,570 | 376,341 | 3,229 |
| Housing | 48,387 | 48,387 | 27,534 | 20,853 |
| Parks and recreation | | | | |
| Community Services | 652,592 | 652,592 | 646,511 | 6,081 |
| Parks | 703,019 | 709,419 | 701,008 | 8,411 |
| Special Events | 61,970 | 61,970 | 41,119 | 20,851 |
| Youth Events | 305,959 | 305,959 | 255,487 | 50,472 |
| Game Day | 19,435 | 435 | - | 435 |
| Sportplex | 162,035 | 162,035 | 183,564 | (21,529) |
| Sports | 191,914 | 201,231 | 211,878 | (10,647) |
| Senior Citizens | 274,319 | 277,592 | 276,033 | 1,559 |
| Capital outlay | 824,032 | 978,282 | 992,382 | (14,100) |
| Debt service: | | | | |
| Principal retirement | 58,424 | 58,424 | 50,988 | 7,436 |
| Interest and fiscal charges | 3,287 | 3,287 | 3,287 | - |
| Total Expenditures | 16,731,819 | 18,103,428 | 17,347,522 | 755,906 |
| Excess of Revenues Over Expenditures | 4,844,467 | 5,483,894 | 6,606,161 | 1,122,267 |
| Other Financing Sources (Uses): | | | | |
| Transfers in | 64,986 | 129,470 | 143,928 | 14,458 |
| Transfers out | (1,691,637) | (1,691,637) | (978,326) | 713,311 |
| Total Other Financing Sources (Uses) | (1,626,651) | (1,562,167) | (834,398) | 727,769 |
| Net Change in Fund Balance | 3,217,816 | 3,921,727 | 5,771,763 | 1,850,036 |
| Fund Balance, Beginning of Fiscal Year | 17,202,662 | 17,202,662 | 17,202,662 | - |
| Fund Balance, End of Fiscal Year | \$ 20,420,478 | \$ 21,124,389 | \$ 22,974,425 | \$ 1,850,036 |

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 HUD GRANTS
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|----------------------|----------------------|----------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ 4,850,829 | \$ 4,904,334 | \$ 2,320,093 | \$ (2,584,241) |
| Use of money and property | 11,232 | 226,085 | 424,127 | 198,042 |
| Total Revenues | 4,862,061 | 5,130,419 | 2,744,220 | (2,386,199) |
| Expenditures: | | | | |
| Community development | 965,515 | 1,258,662 | 431,981 | 826,681 |
| Public works | 250,000 | 250,000 | 50,883 | 199,117 |
| Capital outlay | 4,174,487 | 4,385,248 | 2,206,737 | 2,178,511 |
| Total Expenditures | 5,390,002 | 5,893,910 | 2,689,601 | 3,204,309 |
| Excess of Revenues Over Expenditures | (527,941) | (763,491) | 54,619 | 818,110 |
| Other Financing Sources (Uses): | | | | |
| Transfers in | 478,714 | 478,714 | 124,958 | (353,756) |
| Transfers out | (4,986) | (4,986) | (19,445) | (14,459) |
| Total Other Financing Sources (Uses) | 473,728 | 473,728 | 105,513 | (368,215) |
| Net Change in Fund Balance | (54,213) | (289,763) | 160,132 | 449,895 |
| Fund Balance, Beginning of Fiscal Year | 24,939,895 | 24,939,895 | 24,939,895 | - |
| Fund Balance, End of Fiscal Year | \$ 24,885,682 | \$ 24,650,132 | \$ 25,100,027 | \$ 449,895 |



CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 ARPA
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|----------------|---------------------|-------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ - | \$ 2,925,796 | \$ 361,983 | \$ (2,563,813) |
| Use of money and property | - | - | 8,021 | 8,021 |
| Total Revenues | - | 2,925,796 | 370,004 | (2,555,792) |
| Expenditures: | | | | |
| General government | - | 297,500 | 297,500 | - |
| Total Expenditures | - | 297,500 | 297,500 | - |
| Excess of Revenues Over (Under) Expenditures | - | 2,628,296 | 72,504 | (2,555,792) |
| Other Financing Sources (Uses): | | | | |
| Transfers out | - | 64,484 | 64,483 | 1 |
| Total Other Financing Sources (Uses) | - | 64,484 | 64,483 | 1 |
| Net Change in Fund Balance | - | 2,692,780 | 136,987 | (2,555,791) |
| Fund Balance, Beginning of Fiscal Yea | - | - | - | - |
| Fund Balance, End of Fiscal Year | \$ - | \$ 2,692,780 | \$ 136,987 | \$ (2,555,791) |

CITY OF DINUBA

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

| <i>Measurement Date</i> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> |
|--|------------------|------------------|------------------|------------------|
| | <i>6/30/2014</i> | <i>6/30/2015</i> | <i>6/30/2016</i> | <i>6/30/2017</i> |
| <u>Miscellaneous Rate Plan</u> | | | | |
| 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% |
| <u>Safety Rate Plan</u> | | | | |
| 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% |
| <u>Total Plan</u> | | | | |
| 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, 2020 valuation. However, offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes) that occurred after the June 30, 2020 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, 2020 or 2021. 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 eight years are shown.

| 2019 | 2020 | 2021 | 2022 |
|------------------|------------------|------------------|------------------|
| 6/30/2018 | 6/30/2019 | 6/30/2020 | 6/30/2021 |
| 0.08682% | 0.08889% | 0.09050% | 0.10748% |
| \$ 8,366,578 | \$ 9,108,392 | \$ 9,846,994 | \$ 5,812,852 |
| \$ 4,623,761 | \$ 4,190,146 | \$ 4,115,214 | \$ 2,742,630 |
| 180.95% | 217.38% | 239.28% | 211.94% |
| 0.02695% | 0.11147% | 0.11411% | 0.13699% |
| \$ 10,683,936 | \$ 11,422,641 | \$ 12,415,460 | \$ 7,408,964 |
| \$ 5,340,189 | \$ 5,275,144 | \$ 5,276,932 | \$ 4,272,963 |
| 200.07% | 216.54% | 235.28% | 173.39% |
| 0.11378% | 0.20036% | 0.20461% | 0.24447% |
| \$ 19,050,514 | \$ 20,531,033 | \$ 22,262,454 | \$ 13,221,816 |
| \$ 9,963,950 | \$ 9,465,290 | \$ 9,392,146 | \$ 7,015,593 |
| 191.19% | 216.91% | 237.03% | 188.46% |
| 75.26% | 75.18% | 75.06% | 75.06% |

CITY OF DINUBA

**COST SHARING MULTIPLE-EMPLOYER PLAN
SCHEDULE OF PLAN CONTRIBUTIONS
AS OF JUNE 30, 2022**

| | 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 eight years are shown.

Note to Schedule:

Valuation Date: June 30, 2019

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 | 2022 |
|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| \$ 882,029 (882,029) | \$ 1,023,527 (1,023,527) | \$ 1,096,427 (1,096,427) | \$ 1,226,073 (1,226,073) |
| \$ - | \$ - | \$ - | \$ - |
| \$ 4,190,146 21.05% | \$ 4,115,214 24.87% | \$ 2,742,630 39.98% | \$ 2,879,705 42.58% |
| \$ 1,553,598 (1,553,598) | \$ 1,702,909 (1,702,909) | \$ 1,842,579 (1,842,579) | \$ 1,950,523 (1,950,523) |
| \$ - | \$ - | \$ - | \$ - |
| \$ 5,275,144 29.45% | \$ 5,276,932 32.27% | \$ 4,272,963 43.12% | \$ 3,654,856 53.37% |
| \$ 2,435,627 (2,435,627) | \$ 2,726,436 (2,726,436) | \$ 2,939,006 (2,939,006) | \$ 3,176,596 (3,176,596) |
| \$ - | \$ - | \$ - | \$ - |
| \$ 9,465,290 25.73% | \$ 9,392,146 29.03% | \$ 7,015,593 41.89% | \$ 6,534,561 48.61% |

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)**

| | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|
| Total OPEB Liability | | | | | |
| Service cost | \$ 1,508,388 | \$ 1,308,469 | \$ 1,330,644 | \$ 1,040,926 | \$ 1,286,106 |
| Interest on the total OPEB liability | 759,508 | 879,229 | 942,696 | 787,756 | 734,965 |
| Differences between expected and actual experiences | (3,331,140) | - | (1,369,150) | - | (3,691,435) |
| Changes in assumptions | 475,464 | (255,242) | (914,613) | 3,237,466 | (444,836) |
| Benefit payments | (459,273) | (591,507) | (630,017) | (516,507) | (794,248) |
| Net Change in Total OPEB Liability | (1,047,053) | 1,340,949 | (640,440) | 4,549,641 | (2,909,448) |
| Total OPEB liability - beginning | 24,731,785 | 23,684,732 | 25,025,681 | 24,385,241 | 28,934,882 |
| Total OPEB liability - ending (a) | \$ 23,684,732 | \$ 25,025,681 | \$ 24,385,241 | \$ 28,934,882 | \$ 26,025,434 |
| Covered-employee payroll | \$ 7,746,382 | \$ 7,359,008 | \$ 6,955,744 | \$ 7,015,595 | \$ 6,883,894 |
| Net OPEB liability as a percentage of covered-employee payroll | 305.75% | 340.07% | 350.58% | 412.44% | 378.06% |

(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.

(3) As of June 30, 2022 there are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
JUNE 30, 2022

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 and 2020 PLHA Fund do not have legally adopted budgets for the fiscal year ended June 30, 2022.

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, 2022, 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.

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Other Supplemental Information



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 estate developments.

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 (CONTINUED)
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, 2022

Special Revenue Funds

| | Public Safety Sales Tax | Gas Tax | Parks Reserve | Transportation |
|--|----------------------------|-------------------|-------------------|---------------------|
| Assets: | | | | |
| Pooled cash and investments | \$ 1,961,650 | \$ 90,172 | \$ 256,133 | \$ 191,165 |
| Receivables: | | | | |
| Notes and loans | - | - | 117,813 | - |
| Accrued interest | 2,992 | 190 | 598 | 951 |
| Prepaid costs | - | - | - | - |
| Due from other governments | 541,929 | 413,107 | - | 1,503,292 |
| Advances to other funds | - | - | - | - |
| Restricted assets: | | | | |
| Cash and investments with fiscal agents | - | - | - | - |
| Lease receivable | - | - | - | - |
| Total Assets | \$ 2,506,571 | \$ 503,469 | \$ 374,544 | \$ 1,695,408 |
| Liabilities, Deferred Inflows of Resources, and Fund Balances: | | | | |
| Liabilities: | | | | |
| Accounts payable | \$ 72,743 | \$ 26,215 | \$ 2,836 | \$ 24,941 |
| Accrued liabilities | 75,272 | 8,166 | - | 12,109 |
| Deposits payable | - | - | - | - |
| Due to other funds | - | - | - | - |
| Advances from other funds | - | - | 116,904 | - |
| Total Liabilities | 148,015 | 34,381 | 119,740 | 37,050 |
| Deferred Inflows of Resources: | | | | |
| Unavailable revenues | - | - | 28,156 | - |
| Deferred inflows related to leases | - | - | - | - |
| Total Deferred Inflows of Resources | - | - | 28,156 | - |
| Fund Balances: | | | | |
| Nonspendable: | | | | |
| Prepaid costs | - | - | - | - |
| Restricted for: | | | | |
| Public safety | 2,358,556 | - | - | - |
| Parks and recreation | - | - | 226,648 | - |
| Public works | - | 469,088 | - | 1,658,358 |
| Capital Projects | - | - | - | - |
| Debt service | - | - | - | - |
| Unassigned | - | - | - | - |
| Total Fund Balances | 2,358,556 | 469,088 | 226,648 | 1,658,358 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 2,506,571 | \$ 503,469 | \$ 374,544 | \$ 1,695,408 |

CITY OF DINUBA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

(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 | \$ 2,498,864 | \$ 114,400 | \$ - | \$ 884,391 |
| Receivables: | | | | |
| Notes and loans | 1,178,125 | - | - | - |
| Accrued interest | 5,676 | 264 | 122 | 1,321 |
| Prepaid costs | - | - | - | - |
| Due from other governments | - | 1,708 | 3,275 | 44,977 |
| Advances to other funds | - | - | - | - |
| Restricted assets: | | | | |
| Cash and investments with fiscal agents | - | - | - | - |
| Lease receivable | - | - | - | - |
| Total Assets | \$ 3,682,665 | \$ 116,372 | \$ 3,397 | \$ 930,689 |
| Liabilities, Deferred Inflows of Resources, and Fund Balances: | | | | |
| Liabilities: | | | | |
| Accounts payable | \$ 88,682 | \$ - | \$ 16,705 | \$ 397,517 |
| Accrued liabilities | - | 3,136 | 2,150 | - |
| Deposits payable | - | - | - | - |
| Due to other funds | - | - | 20,419 | - |
| Advances from other funds | - | - | - | - |
| Total Liabilities | 88,682 | 3,136 | 39,274 | 397,517 |
| Deferred Inflows of Resources: | | | | |
| Unavailable revenues | 371,218 | - | - | - |
| Deferred inflows related to leases | - | - | - | - |
| Total Deferred Inflows of Resources | 371,218 | - | - | - |
| Fund Balances: | | | | |
| Nonspendable: | | | | |
| Prepaid costs | - | - | - | - |
| Restricted for: | | | | |
| Public safety | 783,953 | 113,236 | - | - |
| Parks and recreation | - | - | - | - |
| Public works | 2,438,812 | - | - | 533,172 |
| Capital Projects | - | - | - | - |
| Debt service | - | - | - | - |
| Unassigned | - | - | (35,877) | - |
| Total Fund Balances | 3,222,765 | 113,236 | (35,877) | 533,172 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 3,682,665 | \$ 116,372 | \$ 3,397 | \$ 930,689 |

CITY OF DINUBA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

| | Capital Projects Funds | | | Debt Service Funds |
|--|------------------------|---------------------|-----------------|---------------------|
| | General Construction | Vocational Center | MTBE | Financing Authority |
| Assets: | | | | |
| Pooled cash and investments | \$ 104,387 | \$ 1,314,941 | \$ - | \$ 211,051 |
| Receivables: | | | | |
| Notes and loans | - | - | - | - |
| Accrued interest | 128 | 2,103 | - | 271 |
| Prepaid costs | - | 685 | - | - |
| Due from other governments | - | - | - | - |
| Advances to other funds | - | - | - | - |
| Restricted assets: | | | | |
| Cash and investments with fiscal agents | - | - | - | 714,825 |
| Lease receivable | - | 281,811 | - | - |
| Total Assets | \$ 104,515 | \$ 1,599,540 | \$ - | \$ 926,147 |
| Liabilities, Deferred Inflows of Resources, and Fund Balances: | | | | |
| Liabilities: | | | | |
| Accounts payable | \$ - | \$ 39 | \$ - | \$ 304,957 |
| Accrued liabilities | - | - | - | - |
| Deposits payable | - | 600,000 | - | - |
| Due to other funds | - | - | 41,230 | - |
| Advances from other funds | - | - | - | 200,000 |
| Total Liabilities | - | 600,039 | 41,230 | 504,957 |
| Deferred Inflows of Resources: | | | | |
| Unavailable revenues | - | - | - | - |
| Deferred inflows related to leases | - | 278,334 | - | - |
| Total Deferred Inflows of Resources | - | 278,334 | - | - |
| Fund Balances: | | | | |
| Nonspendable: | | | | |
| Prepaid costs | - | 685 | - | - |
| Restricted for: | | | | |
| Public safety | - | - | - | - |
| Parks and recreation | - | - | - | - |
| Public works | - | - | - | - |
| Capital Projects | 104,515 | 720,482 | - | - |
| Debt service | - | - | - | 421,190 |
| Unassigned | - | - | (41,230) | - |
| Total Fund Balances | 104,515 | 721,167 | (41,230) | 421,190 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 104,515 | \$ 1,599,540 | \$ - | \$ 926,147 |

CITY OF DINUBA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

| | <u>Debt Service Funds</u> | |
|--|-----------------------------|---------------------------------|
| | <u>General Debt Service</u> | <u>Total Governmental Funds</u> |
| Assets: | | |
| Pooled cash and investments | \$ 126,315 | \$ 7,753,469 |
| Receivables: | | |
| Notes and loans | - | 1,295,938 |
| Accrued interest | - | 14,616 |
| Prepaid costs | - | 685 |
| Due from other governments | - | 2,508,288 |
| Advances to other funds | 1,124,333 | 1,124,333 |
| Restricted assets: | | |
| Cash and investments with fiscal agents | - | 714,825 |
| Lease receivable | - | 281,811 |
| Total Assets | \$ 1,250,648 | \$ 13,693,965 |
| Liabilities, Deferred Inflows of Resources, and Fund Balances: | | |
| Liabilities: | | |
| Accounts payable | \$ - | \$ 934,635 |
| Accrued liabilities | - | 100,833 |
| Deposits payable | - | 600,000 |
| Due to other funds | - | 61,649 |
| Advances from other funds | - | 316,904 |
| Total Liabilities | - | 2,014,021 |
| Deferred Inflows of Resources: | | |
| Unavailable revenues | - | 399,374 |
| Deferred inflows related to leases | - | 278,334 |
| Total Deferred Inflows of Resources | - | 677,708 |
| Fund Balances: | | |
| Nonspendable: | | |
| Prepaid costs | - | 685 |
| Restricted for: | | |
| Public safety | - | 3,255,745 |
| Parks and recreation | - | 226,648 |
| Public works | - | 5,099,430 |
| Capital Projects | - | 824,997 |
| Debt service | 1,250,648 | 1,671,838 |
| Unassigned | - | (77,107) |
| Total Fund Balances | 1,250,648 | 11,002,236 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 1,250,648 | \$ 13,693,965 |

CITY OF DINUBA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

| | Special Revenue Funds | | | |
|--|----------------------------|-------------------|-------------------|---------------------|
| | Public Safety Sales Tax | Gas Tax | Parks Reserve | Transportation |
| Revenues: | | | | |
| Taxes | \$ 3,107,747 | \$ - | \$ - | \$ 684,127 |
| Intergovernmental | - | 920,216 | - | 1,379,187 |
| Charges for services | - | - | - | - |
| Use of money and property | 5,204 | 600 | 1,423 | 2,146 |
| Fines and forfeitures | - | - | 47,175 | - |
| Miscellaneous | - | - | - | 440,509 |
| Total Revenues | 3,112,951 | 920,816 | 48,598 | 2,505,969 |
| Expenditures: | | | | |
| Current: | | | | |
| General government | - | - | - | - |
| Public safety | 1,994,386 | - | - | - |
| Public works | - | 864,296 | - | 631,997 |
| Capital outlay | 122,777 | - | 241,151 | - |
| Debt service: | | | | |
| Principal retirement | 39,060 | - | - | 25,301 |
| Interest and fiscal charges | 8,193 | - | - | 4,353 |
| Total Expenditures | 2,164,416 | 864,296 | 241,151 | 661,651 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 948,535 | 56,520 | (192,553) | 1,844,318 |
| Other Financing Sources (Uses): | | | | |
| Transfers in | - | - | - | 7,304 |
| Transfers out | (5,170) | (10,932) | (44,000) | (1,072,202) |
| Total Other Financing Sources (Uses) | (5,170) | (10,932) | (44,000) | (1,064,898) |
| Net Change in Fund Balances | 943,365 | 45,588 | (236,553) | 779,420 |
| Fund Balances, Beginning of Year | 1,415,191 | 423,500 | 463,201 | 878,938 |
| Fund Balances, End of Year | \$ 2,358,556 | \$ 469,088 | \$ 226,648 | \$ 1,658,358 |

CITY OF DINUBA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

(CONTINUED)

| | Special Revenue Funds | | | |
|--|----------------------------------|------------------------------------|-------------------------|--|
| | System Development Charges | Community Enhancement Grants | Assessment Districts | Road Repair and Accountability Act of 2017 FUND (SB 1) |
| Revenues: | | | | |
| Taxes | \$ - | \$ - | \$ 527,471 | \$ - |
| Intergovernmental | - | 174,786 | - | 524,772 |
| Charges for services | 346,117 | - | - | - |
| Use of money and property | 11,796 | 467 | 180 | 2,334 |
| Fines and forfeitures | - | - | - | - |
| Miscellaneous | 2,500 | - | - | - |
| Total Revenues | 360,413 | 175,253 | 527,651 | 527,106 |
| Expenditures: | | | | |
| Current: | | | | |
| General government | - | - | - | - |
| Public safety | - | 155,022 | - | - |
| Public works | 69,785 | - | 486,061 | - |
| Capital outlay | 244,867 | 13,096 | - | 524,233 |
| Debt service: | | | | |
| Principal retirement | - | - | 5,539 | - |
| Interest and fiscal charges | - | - | 1,784 | - |
| Total Expenditures | 314,652 | 168,118 | 493,384 | 524,233 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 45,761 | 7,135 | 34,267 | 2,873 |
| Other Financing Sources (Uses): | | | | |
| Transfers in | - | - | - | 82,333 |
| Transfers out | (1,474,455) | - | - | - |
| Total Other Financing Sources (Uses) | (1,474,455) | - | - | 82,333 |
| Net Change in Fund Balances | (1,428,694) | 7,135 | 34,267 | 85,206 |
| Fund Balances, Beginning of Year | 4,651,459 | 106,101 | (70,144) | 447,966 |
| Fund Balances, End of Year | \$ 3,222,765 | \$ 113,236 | \$ (35,877) | \$ 533,172 |

CITY OF DINUBA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

| | Capital Projects Funds | | | Debt Service Funds |
|--|------------------------|-------------------|--------------------|---------------------|
| | General Construction | Vocational Center | MTBE | Financing Authority |
| Revenues: | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - | - |
| Charges for services | - | - | - | - |
| Use of money and property | 255 | 350,275 | - | 1,764 |
| Fines and forfeitures | - | - | - | - |
| Miscellaneous | - | - | 91,550 | - |
| Total Revenues | 255 | 350,275 | 91,550 | 1,764 |
| Expenditures: | | | | |
| Current: | | | | |
| General government | - | 20,937 | - | - |
| Public safety | - | - | - | - |
| Public works | - | - | - | - |
| Capital outlay | 100,141 | - | 64,691 | - |
| Debt service: | | | | |
| Principal retirement | - | - | - | 952,476 |
| Interest and fiscal charges | - | - | - | 806,765 |
| Total Expenditures | 100,141 | 20,937 | 64,691 | 1,759,241 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (99,886) | 329,338 | 26,859 | (1,757,477) |
| Other Financing Sources (Uses): | | | | |
| Transfers in | 100,300 | - | - | 1,539,251 |
| Transfers out | - | - | - | - |
| Total Other Financing Sources (Uses) | 100,300 | - | - | 1,539,251 |
| Net Change in Fund Balances | 414 | 329,338 | 26,859 | (218,226) |
| Fund Balances, Beginning of Year | 104,101 | 391,829 | (68,089) | 639,416 |
| Fund Balances, End of Year | \$ 104,515 | \$ 721,167 | \$ (41,230) | \$ 421,190 |

CITY OF DINUBA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

| | <u>Debt Service Funds</u> | |
|--|---------------------------------|---|
| | <u>General Debt Service</u> | <u>Total Governmental Funds</u> |
| Revenues: | | |
| Taxes | \$ - | \$ 4,319,345 |
| Intergovernmental | - | 2,998,961 |
| Charges for services | - | 346,117 |
| Use of money and property | 558 | 377,002 |
| Fines and forfeitures | - | 47,175 |
| Miscellaneous | - | 534,559 |
| Total Revenues | 558 | 8,623,159 |
| Expenditures: | | |
| Current: | | |
| General government | - | 20,937 |
| Public safety | - | 2,149,408 |
| Public works | - | 2,052,139 |
| Capital outlay | - | 1,310,956 |
| Debt service: | | |
| Principal retirement | 278,340 | 1,300,716 |
| Interest and fiscal charges | 69,237 | 890,332 |
| Total Expenditures | 347,577 | 7,724,488 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (347,019) | 898,671 |
| Other Financing Sources (Uses): | | |
| Transfers in | 343,717 | 2,072,905 |
| Transfers out | - | (2,606,759) |
| Total Other Financing Sources (Uses) | 343,717 | (533,854) |
| Net Change in Fund Balances | (3,302) | 364,817 |
| Fund Balances, Beginning of Year | 1,253,950 | 10,637,419 |
| Fund Balances, End of Year | \$ 1,250,648 | \$ 11,002,236 |

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 PUBLIC SAFETY SALES TAX
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---------------------|---------------------|---------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Taxes | \$ 2,569,000 | \$ 2,569,000 | \$ 3,107,747 | \$ 538,747 |
| Use of money and property | - | - | 5,204 | 5,204 |
| Total Revenues | 2,569,000 | 2,569,000 | 3,112,951 | 543,951 |
| Expenditures: | | | | |
| Public safety | 2,072,534 | 2,085,019 | 1,994,386 | 90,633 |
| Capital outlay | 142,000 | 158,433 | 122,777 | 35,656 |
| Debt service: | | | | |
| Principal retirement | 26,500 | 39,567 | 39,060 | 507 |
| Interest and fiscal charges | 5,500 | 8,292 | 8,193 | 99 |
| Total Expenditures | 2,246,534 | 2,291,311 | 2,164,416 | 126,895 |
| Excess of Revenues Over Expenditures | 322,466 | 277,689 | 948,535 | 670,846 |
| Other Financing Sources (Uses): | | | | |
| Transfers out | (5,170) | (130,170) | (5,170) | (125,000) |
| Total Other Financing Sources (Uses) | (5,170) | (130,170) | (5,170) | (125,000) |
| Net Change in Fund Balance | 317,296 | 147,519 | 943,365 | 545,846 |
| Fund Balance, Beginning of Fiscal Year | 1,415,191 | 1,415,191 | 1,415,191 | - |
| Fund Balance, End of Fiscal Year | \$ 1,732,487 | \$ 1,562,710 | \$ 2,358,556 | \$ 545,846 |

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 GAS TAX
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ 855,512 | \$ 855,512 | \$ 920,216 | \$ 64,704 |
| Use of money and property | 2,000 | 2,000 | 600 | (1,400) |
| Total Revenues | 857,512 | 857,512 | 920,816 | 63,304 |
| Expenditures: | | | | |
| Public works | 809,969 | 939,640 | 864,296 | 75,344 |
| Total Expenditures | 809,969 | 939,640 | 864,296 | 75,344 |
| Excess of Revenues Over Expenditures | 47,543 | (82,128) | 56,520 | 138,648 |
| Other Financing Uses: | | | | |
| Transfers out | (238,162) | (10,932) | (10,932) | - |
| Total Other Financing Uses | (238,162) | (10,932) | (10,932) | - |
| Net Change in Fund Balance | (190,619) | (93,060) | 45,588 | 138,648 |
| Fund Balance, Beginning of Fiscal Year | 423,500 | 423,500 | 423,500 | - |
| Fund Balance, End of Fiscal Year | \$ 232,881 | \$ 330,440 | \$ 469,088 | \$ 138,648 |

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 PARKS RESERVE
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Use of money and property | \$ 1,000 | \$ 1,000 | \$ 1,423 | \$ 423 |
| Fines and forfeitures | 66,045 | 66,045 | 47,175 | (18,870) |
| Total Revenues | 67,045 | 67,045 | 48,598 | (18,447) |
| Expenditures: | | | | |
| Capital outlay | 241,164 | 241,164 | 241,151 | 13 |
| Total Expenditures | 241,164 | 241,164 | 241,151 | 13 |
| Excess of Revenues Over (Under) Expenditures | (174,119) | (174,119) | (192,553) | (18,434) |
| Other Financing Sources (Uses): | | | | |
| Transfers out | (108,000) | - | (44,000) | (44,000) |
| Total Other Financing Sources (Uses) | (108,000) | - | (44,000) | (44,000) |
| Net Change in Fund Balance | (282,119) | (174,119) | (236,553) | (62,434) |
| Fund Balance, Beginning of Fiscal Year | 463,201 | 463,201 | 463,201 | - |
| Fund Balance, End of Fiscal Year | \$ 181,082 | \$ 289,082 | \$ 226,648 | \$ (62,434) |

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 TRANSPORTATION
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|-------------------|--------------------|---------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Taxes | \$ 454,500 | \$ 560,021 | \$ 684,127 | \$ 124,106 |
| Intergovernmental | 584,816 | 584,816 | 1,379,187 | 794,371 |
| Use of money and property | 1,000 | 1,000 | 2,146 | 1,146 |
| Miscellaneous | 7,200 | 447,709 | 440,509 | (7,200) |
| Total Revenues | 1,047,516 | 1,593,546 | 2,505,969 | 912,423 |
| Expenditures: | | | | |
| Public works | 632,095 | 657,095 | 631,997 | 25,098 |
| Capital outlay | 4,000 | - | - | - |
| Debt service: | | | | |
| Principal retirement | 14,328 | 26,328 | 25,301 | 1,027 |
| Interest and fiscal charges | 4,370 | 4,370 | 4,353 | 17 |
| Total Expenditures | 654,793 | 687,793 | 661,651 | 26,142 |
| Excess of Revenues Over Expenditures | 392,723 | 905,753 | 1,844,318 | 938,565 |
| Other Financing Uses: | | | | |
| Transfers in | - | 8,000 | 7,304 | (696) |
| Transfers out | (560,197) | (1,122,197) | (1,072,202) | 49,995 |
| Total Other Financing Uses | (560,197) | (1,114,197) | (1,064,898) | 49,299 |
| Net Change in Fund Balance | (167,474) | (208,444) | 779,420 | 987,864 |
| Fund Balances, Beginning of Fiscal Year | 878,938 | 878,938 | 878,938 | - |
| Fund Balance, End of Fiscal Year | \$ 711,464 | \$ 670,494 | \$ 1,658,358 | \$ 987,864 |

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 SYSTEM DEVELOPMENT CHARGES
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---------------------|---------------------|---------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Charges for services | \$ 656,982 | \$ 656,982 | \$ 346,117 | \$ (310,865) |
| Use of money and property | 7,000 | 7,000 | 11,796 | 4,796 |
| Miscellaneous | 1,000 | 1,000 | 2,500 | 1,500 |
| Total Revenues | 664,982 | 664,982 | 360,413 | (304,569) |
| Expenditures: | | | | |
| Public works | 60,000 | 70,000 | 69,785 | 215 |
| Capital outlay | 1,135,907 | 227,204 | 244,867 | (17,663) |
| Total Expenditures | 1,195,907 | 297,204 | 314,652 | (17,448) |
| Excess of Revenues Over Expenditures | (530,925) | 367,778 | 45,761 | (322,017) |
| Other Financing Sources (Uses): | | | | |
| Transfers out | (1,085,685) | (2,101,592) | (1,474,455) | 627,137 |
| Total Other Financing Sources (Uses) | (1,085,685) | (2,101,592) | (1,474,455) | 627,137 |
| Net Change in Fund Balance | (1,616,610) | (1,733,814) | (1,428,694) | 305,120 |
| Fund Balance, Beginning of Fiscal Year | 4,651,459 | 4,651,459 | 4,651,459 | - |
| Fund Balance, End of Fiscal Year | \$ 3,034,849 | \$ 2,917,645 | \$ 3,222,765 | \$ 305,120 |

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 COMMUNITY ENHANCEMENT GRANTS
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ 100,000 | \$ 173,501 | \$ 174,786 | \$ 1,285 |
| Use of money and property | - | - | 467 | 467 |
| Total Revenues | 100,000 | 173,501 | 175,253 | 1,752 |
| Expenditures: | | | | |
| Public safety | 100,180 | 100,180 | 155,022 | (54,842) |
| Capital outlay | - | 13,096 | 13,096 | - |
| Total Expenditures | 100,180 | 113,276 | 168,118 | (54,842) |
| Excess of Revenues Over (Under) Expenditures | (180) | 60,225 | 7,135 | (53,090) |
| Net Change in Fund Balance | (180) | 60,225 | 7,135 | (53,090) |
| Fund Balance, Beginning of Fiscal Year | 106,101 | 106,101 | 106,101 | - |
| Fund Balance, End of Fiscal Year | \$ 105,921 | \$ 166,326 | \$ 113,236 | \$ (53,090) |

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 ASSESSMENT DISTRICTS
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|--|-----------------|------------------|--------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Taxes | \$ 562,187 | \$ 585,491 | \$ 527,471 | \$ (58,020) |
| Use of money and property | - | - | 180 | 180 |
| Total Revenues | 562,187 | 585,491 | 527,651 | (57,840) |
| Expenditures: | | | | |
| Public works | 478,125 | 485,325 | 486,061 | (736) |
| Debt service: | | | | |
| Principal retirement | 5,541 | 5,541 | 5,539 | 2 |
| Interest and fiscal charges | 1,787 | 1,787 | 1,784 | 3 |
| Total Expenditures | 485,453 | 492,653 | 493,384 | (731) |
| Excess of Revenues Under Expenditures | 76,734 | 92,838 | 34,267 | (58,571) |
| Net Change in Fund Balance | 76,734 | 92,838 | 34,267 | (58,571) |
| Fund Balance, Beginning of Fiscal Year | (70,144) | (70,144) | (70,144) | - |
| Fund Balance, End of Fiscal Year | \$ 6,590 | \$ 22,694 | \$ (35,877) | \$ (58,571) |

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, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|--|-------------------|------------------|-------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ 495,028 | \$ 495,028 | \$ 524,772 | \$ 29,744 |
| Use of money and property | 2,500 | 2,500 | 2,334 | (166) |
| Total Revenues | 497,528 | 497,528 | 527,106 | 29,578 |
| Expenditures: | | | | |
| Capital outlay | 428,009 | 1,008,541 | 524,233 | 484,308 |
| Total Expenditures | 428,009 | 1,008,541 | 524,233 | 484,308 |
| Excess of Revenues Under Expenditures | 69,519 | (511,013) | 2,873 | 513,886 |
| 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 | 151,852 | (428,680) | 85,206 | 513,886 |
| Fund Balance, Beginning of Fiscal Year | 447,966 | 447,966 | 447,966 | - |
| Fund Balance, End of Fiscal Year | \$ 599,818 | \$ 19,286 | \$ 533,172 | \$ 513,886 |

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 TRANSPORTATION CONSTRUCTION
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|--|--------------------|-----------------------|--------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ 3,188,000 | \$ 2,116,801 | \$ 1,380,973 | \$ (735,828) |
| Use of money and property | 1,000 | 1,000 | 1,120 | 120 |
| Miscellaneous | - | - | 11 | 11 |
| Total Revenues | 3,189,000 | 2,117,801 | 1,382,104 | (735,697) |
| Expenditures: | | | | |
| Capital outlay | 5,183,079 | 5,446,668 | 3,776,001 | 1,670,667 |
| Total Expenditures | 5,183,079 | 5,446,668 | 3,776,001 | 1,670,667 |
| Excess of Revenues Under Expenditures | (1,994,079) | (3,328,867) | (2,393,897) | 934,970 |
| Other Financing Sources (Uses): | | | | |
| Transfers in | 1,456,061 | 1,228,831 | 1,821,233 | 592,402 |
| Total Other Financing Sources (Uses) | 1,456,061 | 1,228,831 | 1,821,233 | 592,402 |
| Net Change in Fund Balance | (538,018) | (2,100,036) | (572,664) | 1,527,372 |
| Fund Balance, Beginning of Fiscal Year | 993,568 | 993,568 | 993,568 | - |
| Fund Balance, End of Fiscal Year | \$ 455,550 | \$ (1,106,468) | \$ 420,904 | \$ 1,527,372 |

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 GENERAL CONSTRUCTION
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|--|------------------|---------------------|-------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ - | \$ 1,403,322 | \$ - | \$ (1,403,322) |
| Use of money and property | - | - | 255 | 255 |
| Total Revenues | - | 1,403,322 | 255 | (1,403,067) |
| Expenditures: | | | | |
| Capital outlay | 303,000 | 363,841 | 100,141 | 263,700 |
| Total Expenditures | 303,000 | 363,841 | 100,141 | 263,700 |
| Excess of Revenues Under Expenditures | (303,000) | 1,039,481 | (99,886) | (1,139,367) |
| Other Financing Sources: | | | | |
| Transfers in | 283,000 | 300,000 | 100,300 | (199,700) |
| Total Other Financing Sources | 283,000 | 300,000 | 100,300 | (199,700) |
| Net Change in Fund Balance | (20,000) | 1,339,481 | 414 | (1,339,067) |
| Fund Balance, Beginning of Fiscal Year | 104,101 | 104,101 | 104,101 | - |
| Fund Balance, End of Fiscal Year | \$ 84,101 | \$ 1,443,582 | \$ 104,515 | \$ (1,339,067) |

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 VOCATIONAL CENTER
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Use of money and property | \$ 342,852 | \$ 342,852 | \$ 350,275 | \$ 7,423 |
| Total Revenues | 342,852 | 342,852 | 350,275 | 7,423 |
| Expenditures: | | | | |
| General government | 10,000 | 23,956 | 20,937 | 3,019 |
| Total Expenditures | 10,000 | 23,956 | 20,937 | 3,019 |
| Excess of Revenues Over Expenditures | 332,852 | 318,896 | 329,338 | 10,442 |
| Net Change in Fund Balance | 332,852 | 318,896 | 329,338 | 10,442 |
| Fund Balance, Beginning of Fiscal Year | 391,829 | 391,829 | 391,829 | - |
| Fund Balance, End of Fiscal Year | \$ 724,681 | \$ 710,725 | \$ 721,167 | \$ 10,442 |

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 MTBE
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|--|--------------------|--------------------|--------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Miscellaneous | \$ 150,000 | \$ 150,000 | \$ 91,550 | \$ (58,450) |
| Total Revenues | 150,000 | 150,000 | 91,550 | (58,450) |
| Expenditures: | | | | |
| Capital outlay | 150,000 | 150,000 | 64,691 | 85,309 |
| Total Expenditures | 150,000 | 150,000 | 64,691 | 85,309 |
| Excess of Revenues Under Expenditures | - | - | 26,859 | 26,859 |
| Net Change in Fund Balance | - | - | 26,859 | 26,859 |
| Fund Balance, Beginning of Fiscal Year | (68,089) | (68,089) | (68,089) | - |
| Fund Balance, End of Fiscal Year | \$ (68,089) | \$ (68,089) | \$ (41,230) | \$ 26,859 |

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FINANCING AUTHORITY
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|--|--------------------|--------------------|--------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Use of money and property | \$ - | \$ - | \$ 1,764 | \$ 1,764 |
| Total Revenues | - | - | 1,764 | 1,764 |
| Expenditures: | | | | |
| Debt service: | | | | |
| Principal retirement | 952,476 | 952,476 | 952,476 | - |
| Interest and fiscal charges | 786,945 | 786,945 | 806,765 | (19,820) |
| Total Expenditures | 1,739,421 | 1,739,421 | 1,759,241 | (19,820) |
| Excess of Revenues Under Expenditures | (1,739,421) | (1,739,421) | (1,757,477) | (18,056) |
| Other Financing Sources (Uses): | | | | |
| Transfers in | 1,739,421 | 1,739,421 | 1,539,251 | (200,170) |
| Total Other Financing Sources (Uses) | 1,739,421 | 1,739,421 | 1,539,251 | (200,170) |
| Net Change in Fund Balance | - | - | (218,226) | (218,226) |
| Fund Balance, Beginning of Fiscal Year | 639,416 | 639,416 | 639,416 | - |
| Fund Balance, End of Fiscal Year | \$ 639,416 | \$ 639,416 | \$ 421,190 | \$ (218,226) |

CITY OF DINUBA

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 GENERAL DEBT SERVICE
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---------------------|---------------------|---------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Use of money and property | \$ - | \$ - | \$ 558 | \$ 558 |
| Total Revenues | <u>-</u> | <u>-</u> | <u>558</u> | <u>558</u> |
| Expenditures: | | | | |
| Debt service: | | | | |
| Principal retirement | 278,340 | 278,340 | 278,340 | - |
| Interest and fiscal charges | 68,377 | 68,377 | 69,237 | (860) |
| Total Expenditures | <u>346,717</u> | <u>346,717</u> | <u>347,577</u> | <u>(860)</u> |
| Excess of Revenues Over (Under) Expenditures | <u>(346,717)</u> | <u>(346,717)</u> | <u>(347,019)</u> | <u>(302)</u> |
| Other Financing Sources: | | | | |
| Transfers in | 346,717 | 346,717 | 343,717 | (3,000) |
| Total Other Financing Sources | <u>346,717</u> | <u>346,717</u> | <u>343,717</u> | <u>(3,000)</u> |
| Net Change in Fund Balance | <u>-</u> | <u>-</u> | <u>(3,302)</u> | <u>(3,302)</u> |
| Fund Balance, Beginning of Fiscal Year | 1,253,950 | 1,253,950 | 1,253,950 | - |
| Fund Balance, End of Fiscal Year | <u>\$ 1,253,950</u> | <u>\$ 1,253,950</u> | <u>\$ 1,250,648</u> | <u>\$ (3,302)</u> |



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, 2022

| | Business-Type Activities - Enterprise Funds | | |
|--|--|-----------------------------------|---------------------|
| | Transit | Compressed Natural Gas | Totals |
| Assets: | | | |
| Current: | | | |
| Cash and investments | \$ 228,586 | \$ 361,461 | \$ 590,047 |
| Receivables: | | | |
| Accounts | 260 | - | 260 |
| Accrued interest | 407 | 605 | 1,012 |
| Lease receivable | 37,187 | - | 37,187 |
| Prepaid costs | 325 | - | 325 |
| Due from other governments | 26,650 | - | 26,650 |
| Total Current Assets | 293,415 | 362,066 | 655,481 |
| Noncurrent: | | | |
| Capital assets - net of accumulated depreciation | 1,312,415 | 1,589,002 | 2,901,417 |
| Total Noncurrent Assets | 1,312,415 | 1,589,002 | 2,901,417 |
| Total Assets | 1,605,830 | 1,951,068 | 3,556,898 |
| Deferred Outflows of Resources: | | | |
| Deferred pension related items | 643 | - | 643 |
| Deferred OPEB related items | 19,763 | - | 19,763 |
| Total Deferred Outflows of Resources | 20,406 | - | 20,406 |
| Liabilities: | | | |
| Current: | | | |
| Accounts payable | 4,228 | 18,518 | 22,746 |
| Accrued liabilities | 157 | 1,331 | 1,488 |
| Accrued compensated absences | 96 | 1,324 | 1,420 |
| Total Current Liabilities | 4,481 | 21,173 | 25,654 |
| Noncurrent: | | | |
| Accrued compensated absences | 41 | 3,697 | 3,738 |
| Net pension liability | 2,138 | - | 2,138 |
| Total OPEB Liability | 77,556 | - | 77,556 |
| Total Noncurrent Liabilities | 79,735 | 3,697 | 83,432 |
| Total Liabilities | 84,216 | 24,870 | 109,086 |
| Deferred Inflows of Resources: | | | |
| Deferred pension related items | 1,652 | - | 1,652 |
| Deferred OPEB related items | 34,261 | - | 34,261 |
| Deferred inflows related to leases | 36,197 | - | 36,197 |
| Total Deferred Inflows of Resources | 72,110 | - | 72,110 |
| Net Position: | | | |
| Invested in capital assets | 1,312,415 | 1,589,002 | 2,901,417 |
| Unrestricted | 157,495 | 337,196 | 494,691 |
| Total Net Position | \$ 1,469,910 | \$ 1,926,198 | \$ 3,396,108 |

CITY OF DINUBA

COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
NON-MAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2022

| | Business-Type Activities - Enterprise Funds | | |
|---|--|-----------------------------------|---------------------|
| | Transit | Compressed Natural Gas | Totals |
| Operating Revenues: | | | |
| Charges for services | \$ 17,060 | \$ 130,884 | \$ 147,944 |
| Total Operating Revenues | 17,060 | 130,884 | 147,944 |
| Operating Expenses: | | | |
| Salaries and benefits | 13,681 | 66,890 | 80,571 |
| Contractual services | 15,722 | 19,801 | 35,523 |
| Materials and supplies | 77,688 | 201 | 77,889 |
| Repairs and maintenance | 25,803 | 12,854 | 38,657 |
| Utilities | 15,735 | 54,207 | 69,942 |
| Allocated costs | 100,317 | 26,711 | 127,028 |
| Depreciation expense | 152,968 | 105,523 | 258,491 |
| Total Operating Expenses | 401,914 | 286,187 | 688,101 |
| Operating Loss | (384,854) | (155,303) | (540,157) |
| Nonoperating Revenues (Expenses): | | | |
| Intergovernmental | 231,519 | - | 231,519 |
| Interest revenue | 2,018 | 1,249 | 3,267 |
| Total Nonoperating Revenues (Expenses) | 233,537 | 1,249 | 234,786 |
| Income (Loss) Before Transfers | (151,317) | (154,054) | (305,371) |
| Transfers out | - | (825) | (825) |
| Changes in Net Position | (151,317) | (154,879) | (306,196) |
| Net Position: | | | |
| Beginning of Year, as originally reported | 1,744,217 | 2,081,077 | 3,825,294 |
| Restatements | (122,990) | - | (122,990) |
| Beginning of Fiscal Year, as restated | 1,621,227 | 2,081,077 | 3,702,304 |
| End of Fiscal Year | \$ 1,469,910 | \$ 1,926,198 | \$ 3,396,108 |

CITY OF DINUBA

COMBINING STATEMENT OF CASH FLOWS
NON-MAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2022

| | Business-Type Activities - Enterprise Funds | | |
|--|--|-----------------------------------|---------------------|
| | Transit | Compressed Natural Gas | Totals |
| Cash Flows from Operating Activities: | | | |
| Cash received from customers and users | \$ 19,764 | \$ 130,884 | \$ 150,648 |
| Cash paid to suppliers for goods and services | (293,682) | (103,062) | (396,744) |
| Cash paid to employees for services | (8,703) | (66,332) | (75,035) |
| Net Cash Provided (Used) by Operating Activities | (282,621) | (38,510) | (321,131) |
| Cash Flows from Non-Capital Financing Activities: | | | |
| Cash transfers out | - | (825) | (825) |
| Short-term loans (paid to) received from other funds | (308,546) | - | (308,546) |
| Intergovernmental revenue | 819,051 | - | 819,051 |
| Net Cash Provided (Used) by Non-Capital Financing Activities | 510,505 | (825) | 509,680 |
| Cash Flows from Investing Activities: | | | |
| Interest earnings | 702 | 921 | 1,623 |
| Net Cash Provided (Used) by Investing Activities | 702 | 921 | 1,623 |
| Net Increase in Cash and Cash Equivalents | 228,586 | (38,414) | 190,172 |
| Cash and Cash Equivalents at Beginning of Year | - | 399,875 | 399,875 |
| Cash and Cash Equivalents at End of Year | \$ 228,586 | \$ 361,461 | \$ 590,047 |
| Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities: | | | |
| Operating loss | \$ (384,854) | \$ (155,303) | \$ (540,157) |
| Adjustments to reconcile operating loss net cash provided (used) by operating activities: | | | |
| Depreciation | 152,968 | 105,523 | 258,491 |
| Changes in pension related items | 381 | - | 381 |
| Changes in OPEB related items | 4,542 | - | 4,542 |
| (Increase) decrease in accounts receivable | 2,704 | - | 2,704 |
| (Increase) decrease in prepaid expense | (34) | - | (34) |
| Increase (decrease) in accounts payable & accrued liabilities | (58,383) | 10,712 | (47,671) |
| Increase (decrease) in compensated absences | 55 | 558 | 613 |
| Total Adjustments | 102,233 | 116,793 | 219,026 |
| Net Cash Provided (Used) by Operating Activities | \$ (282,621) | \$ (38,510) | \$ (321,131) |

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, 2022**

| | Governmental Activities - Internal Service Funds | | | Totals |
|--|--|-------------------------------------|-----------------------------|---------------------|
| | Insurance Fund | Property and Equipment Service Fund | Technology Replacement Fund | |
| Assets: | | | | |
| Current: | | | | |
| Cash and investments | \$ 2,622,906 | \$ 85,408 | 182 | \$ 2,708,496 |
| Receivables: | | | | |
| Accounts | 70,755 | 1,448 | - | 72,203 |
| Accrued interest | 3,925 | 139 | - | 4,064 |
| Prepaid costs | 4,958 | 288 | - | 5,246 |
| Restricted: | | | | |
| Cash with fiscal agent | 102,511 | - | - | 102,511 |
| Total Current Assets | 2,805,055 | 87,283 | 182 | 2,892,520 |
| Noncurrent: | | | | |
| Capital assets - net of accumulated depreciation | - | 43,854 | 74,709 | 118,563 |
| Total Noncurrent Assets | - | 43,854 | 74,709 | 118,563 |
| Total Assets | 2,805,055 | 131,137 | 74,891 | 3,011,083 |
| Deferred Outflows of Resources: | | | | |
| Deferred pension related items | 70,531 | 42,739 | - | 113,270 |
| Deferred OPEB related items | 46,392 | 54,920 | - | 101,312 |
| Total Deferred Outflows of Resources | 116,923 | 97,659 | - | 214,582 |
| Liabilities: | | | | |
| Current: | | | | |
| Accounts payable | 16,319 | 22,325 | - | 38,644 |
| Accrued liabilities | 4,038 | 5,918 | - | 9,956 |
| Accrued compensated absences | 2,784 | 10,861 | - | 13,645 |
| Accrued claims and judgments | 50,000 | - | - | 50,000 |
| Lease liability | - | - | 32,717 | 32,717 |
| Total Current Liabilities | 73,141 | 39,104 | 32,717 | 144,962 |
| Noncurrent: | | | | |
| Accrued compensated absences | 21,143 | 14,320 | - | 35,463 |
| Net pension liability | 204,268 | 124,188 | - | 328,456 |
| Total OPEB liability | 353,946 | 419,010 | - | 772,956 |
| Lease liability | - | - | 43,793 | 43,793 |
| Total Noncurrent Liabilities | 579,357 | 557,518 | 43,793 | 1,180,668 |
| Total Liabilities | 652,498 | 596,622 | 76,510 | 1,325,630 |
| Deferred Inflows of Resources: | | | | |
| Deferred pension related items | 191,882 | 116,135 | - | 308,017 |
| Deferred OPEB related items | 100,641 | 119,142 | - | 219,783 |
| Total Deferred Inflows of Resources | 292,523 | 235,277 | - | 527,800 |
| Net Position: | | | | |
| Net investment in capital assets | - | 43,854 | - | 43,854 |
| Unrestricted | 1,976,957 | (646,957) | (1,619) | 1,328,381 |
| Total Net Position | \$ 1,976,957 | \$ (603,103) | \$ (1,619) | \$ 1,372,235 |

CITY OF DINUBA

COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2022

| | Governmental Activities - Internal Service Funds | | | Totals |
|---|--|-------------------------------------|-----------------------------|---------------------|
| | Insurance Fund | Property and Equipment Service Fund | Technology Replacement Fund | |
| Operating Revenues: | | | | |
| Charges for services | \$ 5,284,409 | \$ 729,161 | - | \$ 6,013,570 |
| Total Operating Revenues | 5,284,409 | 729,161 | - | 6,013,570 |
| Operating Expenses: | | | | |
| Salaries and benefits | 274,147 | 333,781 | - | 607,928 |
| Contractual services | 27,611 | 136,117 | - | 163,728 |
| Materials and supplies | - | 88,496 | 45,755 | 134,251 |
| Insurance | 1,526,835 | - | - | 1,526,835 |
| Employee health insurance | 2,843,643 | - | - | 2,843,643 |
| Repairs and maintenance | - | 141,719 | - | 141,719 |
| Utilities | - | 6,679 | - | 6,679 |
| Allocated costs | - | 27,266 | - | 27,266 |
| Depreciation expense | - | 8,044 | 45,377 | 53,421 |
| Total Operating Expenses | 4,672,236 | 742,102 | 91,132 | 5,505,470 |
| Operating Income (Loss) | 612,173 | (12,941) | (91,132) | 508,100 |
| Nonoperating Revenues (Expenses): | | | | |
| Intergovernmental | - | 5,223 | - | 5,223 |
| Interest revenue | 6,922 | 252 | - | 7,174 |
| Interest expense | - | - | (3,869) | (3,869) |
| Total Nonoperating Revenues (Expenses) | 6,922 | 5,475 | (3,869) | 8,528 |
| Income (Loss) Before Transfers | 619,095 | (7,466) | (95,001) | 516,628 |
| Transfers in | - | - | 64,355 | 64,355 |
| Transfers out | (1,329) | (15,225) | - | (16,554) |
| Changes in Net Position | 617,766 | (22,691) | (30,646) | 564,429 |
| Net Position: | | | | |
| Beginning of Year | 1,359,191 | (580,412) | 29,027 | 807,806 |
| End of Fiscal Year | \$ 1,976,957 | \$ (603,103) | \$ (1,619) | \$ 1,372,235 |

CITY OF DINUBA

**COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2022**

| | 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 | \$ 5,221,508 | \$ 727,713 | \$ - | \$ 5,949,221 |
| Cash paid to suppliers for goods and services | (4,345,573) | (392,528) | (45,755) | (4,783,856) |
| Cash paid to employees for services | (224,340) | (296,368) | - | (520,708) |
| Net Cash Provided (Used) by Operating Activities | 651,595 | 38,817 | (45,755) | 644,657 |
| Cash Flows from Non-Capital Financing Activities: | | | | |
| Cash transfers in | - | - | 64,355 | 64,355 |
| Cash transfers out | (1,329) | (15,225) | - | (16,554) |
| Net Cash Provided (Used) by Non-Capital Financing Activities | (1,329) | (15,225) | 64,355 | 47,801 |
| Cash Flows from Capital and Related Financing Activities: | | | | |
| Acquisition and construction of capital assets | - | 1,052 | 16,772 | 17,824 |
| Principal paid on capital debt | - | - | (31,504) | (31,504) |
| Interest paid on capital debt | - | - | (3,869) | (3,869) |
| Net Cash Used by Capital and Related Financing Activities | - | 1,052 | (18,601) | (17,549) |
| Cash Flows from Investing Activities: | | | | |
| Interest earnings | 4,047 | 195 | - | 4,242 |
| Net Cash Provided (Used) by Investing Activities | 4,047 | 195 | - | 4,242 |
| Net Increase (Decrease) in Cash and Cash Equivalents | 654,313 | 24,839 | (1) | 679,151 |
| Cash and Cash Equivalents at Beginning of Year | 2,071,104 | 60,569 | 183 | 2,131,856 |
| Cash and Cash Equivalents at End of Year | \$ 2,725,417 | \$ 85,408 | \$ 182 | \$ 2,811,007 |
| Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities: | | | | |
| Operating income (loss) | \$ 612,173 | \$ (12,941) | \$ (91,132) | \$ 508,100 |
| Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities: | | | | |
| Depreciation | - | 8,044 | 45,377 | 53,421 |
| Changes in pension related items | 39,557 | 24,001 | - | 63,558 |
| Changes in OPEB related items | 8,808 | 10,427 | - | 19,235 |
| (Increase) decrease in accounts receivable | (62,901) | (1,448) | - | (64,349) |
| (Increase) decrease in prepaid expense | 82,048 | (238) | - | 81,810 |
| Increase (decrease) in accounts payable & accrued liabilities | (29,532) | 7,987 | - | (21,545) |
| Increase (decrease) in compensated absences | 1,442 | 2,985 | - | 4,427 |
| Total Adjustments | 39,422 | 51,758 | 45,377 | 136,557 |
| Net Cash Provided (Used) by Operating Activities | \$ 651,595 | \$ 38,817 | \$ (45,755) | \$ 644,657 |

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

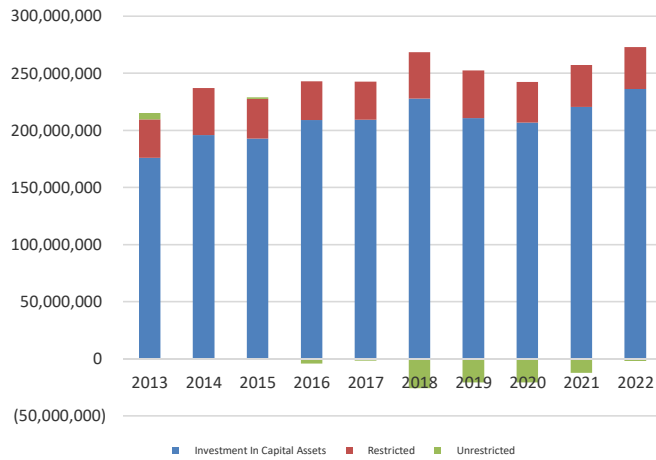
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.

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)



| | 2013 | 2014 | 2015 | 2016 | 2017 |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|
| Governmental Activities | | | | | |
| Investment In Capital Assets | \$125,814,202 | \$148,079,509 | \$145,008,916 | \$162,419,353 | \$162,951,223 |
| Restricted | 33,633,364 | 41,313,341 | 34,836,273 | 33,955,040 | 33,547,768 |
| Unrestricted | 468,534 | (6,418,737) | (1,260,101) | (9,391,284) | (6,391,796) |
| Total Governmental Activities Net Position | 159,916,100 | 182,974,113 | 178,585,088 | 186,983,109 | 190,107,195 |
| Business-Type Activities | | | | | |
| Investment In Capital Assets | 49,997,905 | 47,545,851 | 47,536,365 | 46,474,326 | 46,126,105 |
| Restricted | | | | | |
| Unrestricted | 5,179,596 | 6,046,622 | 2,514,439 | 4,986,126 | 4,641,804 |
| Total Business-Type Activities Net Position | 55,177,501 | 53,592,473 | 50,050,804 | 51,460,452 | 50,767,909 |
| Primary Government | | | | | |
| Investment In Capital Assets | 175,812,107 | 195,625,360 | 192,545,281 | 208,893,679 | 209,077,328 |
| Restricted | 33,633,364 | 41,313,341 | 34,836,273 | 33,955,040 | 33,547,768 |
| Unrestricted | 5,648,130 | (372,115) | 1,254,338 | (4,405,158) | (1,749,992) |
| Total Primary Government Net Position | \$215,093,601 | \$236,566,586 | \$228,635,892 | \$238,443,561 | \$240,875,104 |

| | 2018 | 2019 | 2020 | 2021 | 2022 |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|
| Governmental Activities | | | | | |
| Investment In Capital Assets | \$175,427,868 | \$157,295,209 | \$156,300,701 | \$169,862,756 | \$185,146,570 |
| Restricted | 40,668,235 | 41,721,018 | 35,733,689 | 36,825,231 | 36,725,539 |
| Unrestricted | (27,286,468) | (26,278,675) | (25,273,886) | (21,122,261) | (12,239,893) |
| Total Governmental Activities Net Position | 188,809,635 | 172,737,552 | 166,760,504 | 185,565,726 | 209,632,216 |
| Business-Type Activities | | | | | |
| Investment In Capital Assets | 52,249,502 | 53,298,542 | 50,287,699 | 50,501,822 | 50,904,157 |
| Restricted | | | | | |
| Unrestricted | 1,298,646 | 5,352,135 | 4,253,818 | 8,674,254 | 10,147,430 |
| Total Business-Type Activities Net Position | 53,548,148 | 58,650,677 | 54,541,517 | 59,176,076 | 61,051,587 |
| Primary Government | | | | | |
| Investment In Capital Assets | 227,677,370 | 210,593,751 | 206,588,400 | 220,364,578 | 236,050,727 |
| Restricted | 40,668,235 | 41,721,018 | 35,733,689 | 36,825,231 | 36,725,539 |
| Unrestricted | (25,987,822) | (20,926,540) | (21,020,068) | (12,448,007) | (2,092,463) |
| Total Primary Government Net Position | \$242,357,783 | \$231,388,229 | \$221,302,021 | \$244,741,802 | \$270,683,803 |

Source: City of Dinuba Financial Services Division

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

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

Source: City of Dinuba Financial Services Division

| 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| \$7,661,240 | \$3,989,322 | \$3,647,223 | \$4,464,243 | \$7,635,027 | \$5,980,513 |
| 13,897,596 | 12,920,443 | 12,503,075 | 12,801,801 | 12,899,424 | 11,547,688 |
| 3,752,225 | 6,577,677 | 2,429,367 | 5,116,719 | 3,009,339 | 2,725,438 |
| 637,522 | 2,350,919 | 2,277,992 | 2,427,047 | 2,576,069 | 2,788,622 |
| 2,007,951 | 2,127,602 | 2,527,531 | 2,705,703 | 2,858,033 | 3,048,341 |
| 1,604,463 | 978,293 | 1,008,877 | 1,001,611 | 935,126 | 1,111,140 |
| 3,011,661 | | | | | |
| <u>32,572,658</u> | <u>28,944,256</u> | <u>24,394,065</u> | <u>28,517,124</u> | <u>29,913,018</u> | <u>27,201,742</u> |
| 2,977,849 | 2,965,352 | 2,985,641 | 3,563,885 | 3,460,883 | 3,538,809 |
| 3,156,499 | 4,553,169 | 3,048,253 | 3,255,224 | 1,803,845 | 2,953,695 |
| 3,206,889 | 3,430,622 | 3,102,875 | 3,129,253 | 3,013,999 | 3,027,382 |
| 1,523,498 | 2,760,551 | 2,798,210 | 2,647,280 | 1,562,676 | 1,452,769 |
| 1,137,529 | 1,147,311 | 1,123,030 | 1,088,585 | 1,280,248 | 401,914 |
| 3,491,319 | 3,131,513 | 2,298,467 | 4,097,713 | 2,839,155 | 3,514,710 |
| 140,572 | 181,928 | 306,316 | 318,069 | 304,582 | 286,187 |
| <u>15,634,155</u> | <u>18,170,446</u> | <u>15,662,792</u> | <u>18,100,009</u> | <u>14,265,388</u> | <u>15,175,466</u> |
| <u>\$48,206,813</u> | <u>\$47,114,702</u> | <u>\$40,056,857</u> | <u>\$46,617,133</u> | <u>\$44,178,406</u> | <u>\$42,377,208</u> |
| \$8,259,877 | \$1,500,372 | \$1,602,391 | \$1,234,142 | \$1,263,713 | \$1,152,165 |
| 30,863 | 549,566 | 500,114 | 837,538 | 516,452 | 516,460 |
| 1,530,664 | 1,977,090 | 2,132,137 | 2,675,164 | 1,728,740 | 884,816 |
| 0 | 115,498 | 60,995 | 65,077 | 0 | 0 |
| 38,475 | 352,536 | 336,771 | 560,971 | 238,428 | 304,344 |
| 5,263,630 | 2,168,438 | 2,292,863 | 1,076,942 | 7,124,303 | 4,438,339 |
| 3,011,810 | 19,289,803 | 5,687,693 | 3,613,910 | 2,237,038 | 7,602,539 |
| <u>18,135,319</u> | <u>25,953,303</u> | <u>12,612,964</u> | <u>10,063,744</u> | <u>13,108,674</u> | <u>14,898,663</u> |
| 2,648,278 | 2,962,303 | 3,005,484 | 3,195,777 | 3,240,648 | 3,186,976 |
| 2,947,782 | 3,368,250 | 3,566,985 | 3,591,874 | 3,816,657 | 3,770,310 |
| 3,088,068 | 3,105,381 | 3,167,180 | 3,173,221 | 3,202,112 | 3,368,605 |
| 1,396,312 | 1,487,640 | 1,200,884 | 1,573,951 | 2,302,744 | 1,621,264 |
| 120,565 | 103,623 | 89,775 | 67,142 | 19,241 | 17,060 |
| 2,223,355 | 2,072,902 | 2,104,304 | 1,812,421 | 2,397,750 | 3,158,714 |
| 199,896 | 210,677 | 209,972 | 215,107 | 174,801 | 130,884 |
| 2,496,256 | 3,889,532 | 3,295,905 | 4,947,792 | 5,088,783 | 2,174,054 |
| <u>15,120,512</u> | <u>17,200,308</u> | <u>16,640,489</u> | <u>18,577,285</u> | <u>20,242,736</u> | <u>17,427,867</u> |
| <u>\$33,255,831</u> | <u>\$43,153,611</u> | <u>\$29,253,453</u> | <u>\$28,641,029</u> | <u>\$33,351,410</u> | <u>\$32,326,530</u> |

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

| | 2013 | 2014 | 2015 | 2016 |
|---|-----------------------|----------------------|-----------------------|-----------------------|
| Net (Expense)/Revenue | | | | |
| Governmental Activities | \$ (6,112,711) | \$ 15,598,719 | \$ (7,648,923) | \$ (6,602,592) |
| Business-Type Activities | 700,197 | (1,071,758) | (1,002,035) | 960,964 |
| Total Primary Government Net Expense | <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 | \$ 645,437 | \$ 742,122 | \$ 846,306 | \$ 1,260,845 |
| Transient Occupancy Taxes | 171,817 | 184,211 | 226,817 | 248,579 |
| Sales Taxes | 3,677,282 | 3,700,400 | 5,461,810 | 9,729,414 |
| Franchise Taxes | 226,904 | 243,956 | 256,883 | 252,761 |
| Business Licenses Taxes | - | - | - | - |
| Utility Users Tax | 1,622,049 | 1,612,836 | 1,630,654 | 1,683,265 |
| Other Taxes | 240,387 | 249,602 | 292,650 | 487,363 |
| Motor Vehicle Tax | 1,553,701 | 1,571,490 | 1,633,128 | 1,754,885 |
| Use of Money and Property | 287,977 | 262,191 | 113,494 | 262,770 |
| Other/Contributions | 1,552,988 | 18,522 | 109,931 | 552,748 |
| Gain (Loss) on Sale of Capital Assets | 400,323 | 266,189 | 261,425 | - |
| Special Item (Note 18) | - | - | - | - |
| Transfers | (4,065,884) | 195,877 | 391,944 | (269,724) |
| Total Governmental Activities | <u>6,312,981</u> | <u>9,047,396</u> | <u>11,225,042</u> | <u>15,962,906</u> |
| Business-Type Activities | | | | |
| Use of Money and Property | - | 37,243 | 18,524 | 37,175 |
| Other/Contributions | 45,845 | 92,839 | - | - |
| Special Item (Note 18) | - | - | - | - |
| Transfers | 4,065,884 | (195,877) | (391,944) | 269,724 |
| Total Business-Type Activities | <u>4,111,729</u> | <u>(65,795)</u> | <u>(373,420)</u> | <u>306,899</u> |
| Extraordinary Item - Litigation Settlement | 145,910 | 104,921 | - | - |
| Total Primary Government | <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 | \$ 346,180 | \$ 24,751,036 | \$ 3,576,119 | \$ 9,360,314 |
| Business-Type Activities | 4,811,926 | (1,137,553) | (1,375,455) | 1,267,863 |
| Total Primary Government | <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 | 2022 |
|------------------------|-----------------------|------------------------|------------------------|------------------------|------------------------|
| \$ (14,437,339) | \$ (2,990,953) | \$ (11,781,101) | \$ (18,453,380) | \$ (16,804,344) | \$ (12,303,079) |
| <u>(513,643)</u> | <u>(970,138)</u> | <u>977,697</u> | <u>477,276</u> | <u>5,977,348</u> | <u>2,241,831</u> |
| <u>\$ (14,950,982)</u> | <u>\$ (3,961,091)</u> | <u>\$ (10,803,404)</u> | <u>\$ (17,976,104)</u> | <u>\$ (10,826,996)</u> | <u>\$ (10,061,248)</u> |
| \$ 1,149,426 | \$ 1,166,971 | \$ 1,301,585 | \$ 1,377,047 | \$ 1,517,322 | \$ 1,667,353 |
| 281,005 | 291,190 | 289,263 | 244,052 | 266,474 | 372,343 |
| 9,080,769 | 9,926,107 | 10,777,734 | 14,059,028 | 19,276,913 | 17,633,910 |
| 216,407 | 234,815 | 245,102 | 258,084 | 279,774 | 303,727 |
| - | 233,387 | 237,357 | 259,787 | 254,098 | 256,319 |
| 1,482,077 | 1,491,791 | 1,475,873 | 1,534,979 | 1,668,455 | 1,804,455 |
| 273,161 | 478,877 | 504,884 | 495,334 | 609,054 | 602,686 |
| 1,847,746 | 1,841,147 | 1,943,492 | 2,033,375 | 2,151,555 | 2,332,959 |
| 201,154 | 454,092 | 695,301 | 724,898 | 662,583 | 272,633 |
| 539,928 | 698,424 | 345,361 | 280,254 | 8,106,557 | 10,581,372 |
| - | - | - | - | - | - |
| - | - | - | (11,409,298) | - | - |
| <u>988,600</u> | <u>816,888</u> | <u>354,520</u> | <u>3,001,156</u> | <u>873,612</u> | <u>541,812</u> |
| <u>16,060,273</u> | <u>17,633,689</u> | <u>18,170,472</u> | <u>12,858,696</u> | <u>35,666,397</u> | <u>36,369,569</u> |
| 50,643 | 59,094 | 137,539 | 205,916 | 572,378 | 64,439 |
| - | 6,585,197 | 4,054,738 | 417,505 | 141,246 | 52,103 |
| - | - | - | (1,350,000) | - | - |
| <u>(988,600)</u> | <u>(816,888)</u> | <u>(354,520)</u> | <u>(3,001,156)</u> | <u>(873,612)</u> | <u>(541,812)</u> |
| <u>(937,957)</u> | <u>5,827,403</u> | <u>3,837,757</u> | <u>(3,727,735)</u> | <u>(159,988)</u> | <u>(425,270)</u> |
| - | - | - | - | - | - |
| <u>\$ 15,122,316</u> | <u>\$ 23,461,092</u> | <u>\$ 22,008,229</u> | <u>\$ 9,130,961</u> | <u>\$ 35,506,409</u> | <u>\$ 35,944,299</u> |
| \$ 1,622,934 | \$ 14,642,736 | \$ 6,389,371 | \$ (5,594,684) | \$ 18,862,053 | \$ 24,066,490 |
| <u>(1,451,600)</u> | <u>4,857,265</u> | <u>4,815,454</u> | <u>(3,250,459)</u> | <u>5,817,360</u> | <u>1,816,561</u> |
| <u>\$ 171,334</u> | <u>\$ 19,500,001</u> | <u>\$ 11,204,825</u> | <u>\$ (8,845,143)</u> | <u>\$ 24,679,413</u> | <u>\$ 25,883,051</u> |



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

| | 2013 | 2014 | 2015 | 2016 | 2017 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|
| General Fund | | | | | |
| Reserved | | | | | |
| Unreserved | | | | | |
| Nonspendable | \$ 2,742,077 | \$ 2,736,489 | \$ 2,699,439 | \$ 3,082,112 | \$ 3,436,060 |
| Unassigned | 1,217,109 | 1,894,697 | 2,255,325 | 1,219,528 | 1,113,239 |
| Total General Fund | \$ 3,959,186 | \$ 4,631,186 | \$ 4,954,764 | \$ 4,301,640 | \$ 4,549,299 |
| All Other Governmental Funds | | | | | |
| Reserved | | | | | |
| Unreserved, Reported In: | | | | | |
| Nonspendable Funds | \$ 21,170 | \$ 572,060 | \$ 8,957,449 | \$ 10,334,283 | \$ 5,045,407 |
| Restricted Funds | 16,917,455 | 24,668,685 | 10,838,675 | 7,636,453 | 13,091,326 |
| Assigned Funds | 147,627 | 184,506 | 103,142 | 55,075 | 64,462 |
| Unassigned Funds | (312,176) | (1,215,832) | (618,061) | (695,780) | (451,012) |
| Total All Other Governmental Funds | \$ 16,774,076 | \$ 24,209,419 | \$ 19,281,205 | \$ 17,330,031 | \$ 17,750,183 |
| Total Governmental Funds | \$ 20,733,262 | \$ 28,840,605 | \$ 24,235,969 | \$ 21,631,671 | \$ 22,299,482 |

| | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|
| General Fund | | | | | |
| Reserved | | | | | |
| Unreserved | | | | | |
| Nonspendable | \$ 3,846,794 | \$ 4,257,720 | \$ 1,724,529 | \$ 1,525,245 | \$ 47,949 |
| Unassigned | 1,533,739 | 3,369,500 | 7,101,966 | 15,677,417 | 22,926,476 |
| Total General Fund | \$ 5,380,533 | \$ 7,627,220 | \$ 8,826,495 | \$ 17,202,662 | \$ 22,974,425 |
| All Other Governmental Funds | | | | | |
| Reserved | | | | | |
| Unreserved, Reported In: | | | | | |
| Nonspendable Funds | \$ 1,298 | \$ 7,450 | \$ 2,720 | \$ 9,835 | \$ 685 |
| Restricted Funds | 40,668,235 | 41,721,018 | 35,733,689 | 36,825,231 | 36,725,539 |
| Unassigned Funds | (453,629) | (242,862) | (139,889) | (146,255) | (77,107) |
| Total All Other Governmental Funds | \$ 40,215,904 | \$ 41,485,606 | \$ 35,596,520 | \$ 36,688,811 | \$ 36,649,117 |
| Total Governmental Funds | \$ 45,596,437 | \$ 49,112,826 | \$ 44,423,015 | \$ 53,891,473 | \$ 59,623,542 |

(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)

| | 2013 | 2014 | 2015 | 2016 | 2017 |
|--|---------------------|---------------------|-----------------------|-----------------------|--------------------|
| Revenues | | | | | |
| Taxes and Assessments | \$ 10,054,422 | \$ 10,127,924 | \$ 14,673,041 | \$ 15,417,110 | \$ 17,699,777 |
| Licenses and Permits | 533,126 | 388,248 | 825,421 | 410,496 | 269,630 |
| Assessments | - | - | - | - | - |
| Intergovernmental | 8,840,363 | 13,389,637 | 10,254,854 | 9,817,361 | 3,885,183 |
| Charges for Services | 1,842,951 | 2,611,700 | 2,629,858 | 1,386,822 | 1,275,159 |
| Use of Money and Property | 105,029 | 372,987 | 116,046 | 265,203 | 205,154 |
| Fines and Forfeitures | 118,693 | 83,015 | 83,345 | 96,196 | 113,012 |
| Reimbursements | 1,993,316 | 1,866,721 | 773,948 | 2,560,957 | 2,205,415 |
| Miscellaneous | 183,644 | 193,101 | 26,586 | 46,056 | 157,286 |
| Total Revenues | 23,671,544 | 29,033,333 | 29,383,099 | 30,000,201 | 25,810,616 |
| Expenditures | | | | | |
| Current | | | | | |
| General Government | 3,567,574 | 3,062,629 | 3,221,524 | 3,504,184 | 6,363,752 |
| Public Safety | 8,512,170 | 9,155,928 | 9,573,198 | 10,454,857 | 10,820,834 |
| Public Works ² | 2,108,997 | 2,497,426 | 2,361,778 | 2,880,100 | 2,299,448 |
| Community development | 3,077,272 | 1,813,416 | 1,205,315 | 813,013 | 270,174 |
| Parks and Recreation ¹ | 1,108,050 | 1,140,903 | 1,235,269 | 1,458,541 | 1,640,604 |
| Capital Outlay | 5,070,355 | 12,419,958 | 14,428,933 | 11,512,821 | 2,811,519 |
| Debt Service | | | | | |
| Principal Retirement | 1,814,520 | 991,156 | 1,001,685 | 980,865 | 7,131,417 |
| Interest and Fiscal Charges | 816,403 | 1,010,139 | 1,177,009 | 1,216,247 | 1,762,202 |
| Debt Issuance Costs | 331,022 | 106,924 | - | - | - |
| Total Expenditures | 26,406,363 | 32,198,479 | 34,204,711 | 32,820,628 | 33,099,950 |
| Excess of Revenues Over (Under) Expenditures | (2,734,819) | (3,165,146) | (4,821,612) | (2,820,427) | (7,289,334) |
| Other Financing Sources (Uses) | | | | | |
| Proceeds from Issuance of debt | - | - | - | 1,300,000 | 6,764,759 |
| Transfers In | 2,330,637 | 6,091,537 | 10,198,943 | 3,115,598 | 5,091,147 |
| Transfers Out | (6,500,021) | (5,549,298) | (10,506,999) | (3,385,322) | (4,094,047) |
| Sales of Property | 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) | 2,102,110 | 9,926,487 | 60,468 | 1,178,422 | 7,761,859 |
| Net Change in Fund Balances before Extraordinary Item | (632,709) | 6,761,341 | (4,761,144) | (1,642,005) | 472,525 |
| Extraordinary Item - Litigation Settlement | 145,910 | - | - | - | - |
| Net Change In Fund Balances | \$ (486,799) | \$ 6,761,341 | \$ (4,761,144) | \$ (1,642,005) | \$ 472,525 |
| | | | | | |
| Debt Service as a percentage of non-capital expenditures | 13.5% | 10.1% | 11.0% | 11.5% | 29.0% |

Source: City of Dinuba Financial Services Division

| 2018 | 2019 | 2020 | 2021 | 2022 |
|-----------------------|---------------------|-----------------------|---------------------|----------------------|
| \$ 13,823,138 | \$ 14,831,798 | \$ 18,228,311 | \$ 23,872,090 | \$ 22,640,793 |
| - | - | - | - | - |
| 1,553,351 | 1,567,928 | 1,168,344 | 1,200,122 | 1,191,159 |
| 5,099,899 | 6,329,384 | 6,724,227 | 11,512,896 | 14,006,631 |
| 2,818,004 | 2,909,545 | 3,610,155 | 2,277,342 | 1,623,439 |
| 454,092 | 695,301 | 971,096 | 638,369 | 257,438 |
| 235,466 | 178,240 | 517,712 | 251,220 | 143,230 |
| - | - | - | - | - |
| 326,652 | 345,486 | 345,331 | 294,962 | 1,617,054 |
| <u>24,310,602</u> | <u>26,857,682</u> | <u>31,565,176</u> | <u>40,047,001</u> | <u>41,479,744</u> |
| 3,824,662 | 2,565,387 | 2,737,350 | 2,878,155 | 2,998,255 |
| 10,786,365 | 10,465,411 | 10,827,257 | 11,123,053 | 11,541,799 |
| 6,072,381 | 1,758,071 | 2,211,741 | 2,188,240 | 2,103,022 |
| 1,911,234 | 1,614,439 | 1,665,387 | 1,404,584 | 2,047,537 |
| 1,780,297 | 1,840,142 | 1,838,979 | 1,814,007 | 2,315,600 |
| 739,058 | 3,656,178 | 4,394,413 | 9,894,559 | 8,286,076 |
| 1,156,606 | 1,208,551 | 1,293,760 | 1,376,732 | 1,351,704 |
| 1,020,930 | 989,520 | 957,349 | 912,442 | 893,619 |
| - | - | - | - | - |
| <u>27,291,533</u> | <u>24,097,699</u> | <u>25,926,236</u> | <u>31,591,772</u> | <u>31,537,612</u> |
| <u>(2,980,931)</u> | <u>2,759,983</u> | <u>5,638,940</u> | <u>8,455,229</u> | <u>9,942,132</u> |
| 437,479 | 36,863 | 373,064 | | |
| 2,907,190 | 2,610,730 | 4,474,858 | 4,622,039 | 4,163,024 |
| (2,081,721) | (2,248,067) | (3,473,677) | (3,798,583) | (3,604,530) |
| - | - | - | 49,128 | - |
| - | 197,363 | 85,667 | 197,476 | - |
| - | - | (11,409,298) | - | - |
| - | - | - | - | - |
| - | - | - | - | - |
| - | - | - | - | - |
| <u>1,262,948</u> | <u>596,889</u> | <u>(9,949,386)</u> | <u>1,070,060</u> | <u>558,494</u> |
| (1,717,983) | 3,356,872 | (4,310,446) | 9,525,289 | 10,500,626 |
| - | - | - | - | - |
| <u>\$ (1,717,983)</u> | <u>\$ 3,356,872</u> | <u>\$ (4,310,446)</u> | <u>\$ 9,525,289</u> | <u>\$ 10,500,626</u> |
| 8.3% | 10.8% | 9.5% | 9.8% | 9.7% |

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

| Fiscal Year | PROGRAM REVENUES | | | | Total Program Revenues | Total General Revenues | Total Government- Wide Revenues |
|-------------|----------------------------|--|--|---------------|------------------------------|------------------------------|--|
| | Charges For Services | Operating Grants And Contributions | Capital Grants And Contributions | | | | |
| 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 | 5,372,892 | 1,076,942 | 3,613,910 | 10,063,744 | 21,266,838 | 31,330,582 | |
| 2021 | 3,747,333 | 7,124,303 | 2,237,038 | 13,108,674 | 34,792,785 | 47,901,459 | |
| 2022 | 2,857,785 | 4,438,339 | 7,602,539 | 14,898,663 | 35,827,757 | 50,726,420 | |

| Fiscal Year | GENERAL REVENUES | | | | | Total General Revenues |
|-------------|-------------------|----------------|------------------------|-----------------------|---------------------------------|------------------------------|
| | Property Taxes | Sales Taxes | Utility Users Taxes | All Other Taxes | Use Of Money And Property | |
| 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 |
| 2022 | 1,667,353 | 17,633,910 | 1,804,455 | 14,449,406 | 272,633 | 35,827,757 |

Source: City of Dinuba Financial Services Division

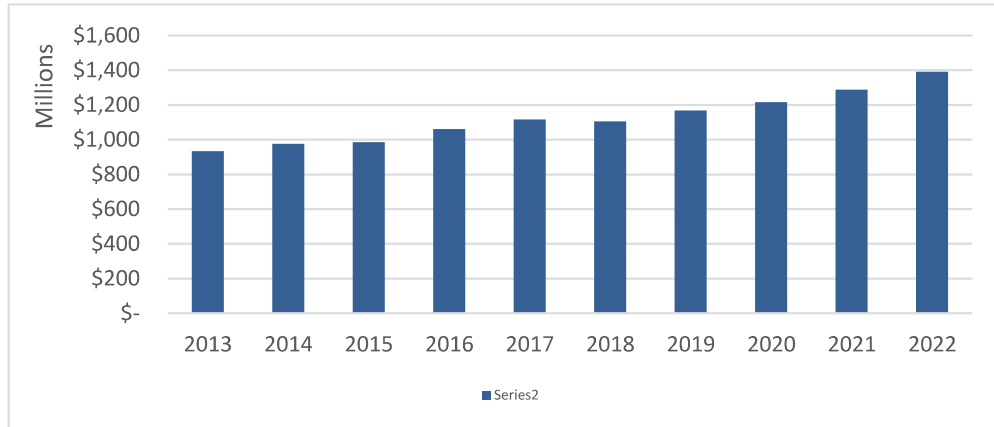
**CITY OF DINUBA
GENERAL GOVERNMENT REVENUES BY SOURCE ¹
LAST TEN FISCAL YEARS**

| <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> |
|--------------------|--------------------------------------|-------------------------------------|--------------------------|-------------------------------------|--|--------------------------------------|
| 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 |
| 2022 | 22,640,793 | - | 14,006,631 | 1,623,439 | 257,438 | 143,230 |

| <u>Fiscal Year</u> | <u>Reimbursements</u> | <u>Miscellaneous</u> | <u>Assessments</u> | <u>Total General Government Revenues</u> |
|--------------------|-----------------------|----------------------|--------------------|---|
| 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 |
| 2022 | - | 1,617,054 | 1,191,159 | 41,479,744 |

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 |
| 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 |
| 2022 | 1,391,903,645 | 1.0930 | 1,503,021,767 | 0.111% | 1,667,353 |

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, 2022 AND 2013**

| Taxpayer | Type Of Business | Fiscal Year 2022 | | | Fiscal Year 2013 | | |
|----------------------------|------------------------|-----------------------|-------------------------------------|------|-----------------------|-------------------------------------|------|
| | | Assessed Valuation | Percent Of Total Assessed Valuation | Rank | Assessed Valuation | Percent Of Total Assessed Valuation | Rank |
| Ruiz Foods Products Inc. | Frozen Food | \$ 67,084,467.00 | 4.82% | 1 | \$ 59,252,736 | 6.35% | 2 |
| Best Buy Stores, Inc. | Distribution Center | 42,000,000 | 3.02% | 2 | 62,941,100 | 6.74% | 1 |
| Auto Zone Parts | Auto Parts | 27,490,510 | 1.98% | 3 | | | |
| Wal-mart Store Inc | Retail Store | 19,594,821 | 1.41% | 4 | 16,885,711 | 1.81% | 4 |
| Patterson Dental Supply | Wholesaler | 14,861,740 | 1.07% | 5 | 14,160,480 | 1.52% | 5 |
| Dinuba Properties | Apartment Complex | 11,504,041 | 0.83% | 6 | - | | |
| Webo LLC - Northgate Plaza | Real Estate Investment | 9,345,830 | 0.67% | 7 | - | | |
| Boscacci Group | Real Estate Investment | 7,825,617 | 0.56% | 8 | 6,743,876 | 0.72% | 7 |
| Aung San/Sai Shiva LLC | Holiday Inn | 6,780,901 | 0.49% | 9 | - | | |
| College Operations LLC | Real Estate Investment | 5,434,585 | 0.39% | 10 | - | | |
| Odwalla, Inc. | Fruit Juices | - | | | 56,295,098 | 6.03% | 3 |
| Dinuba - Veto LLC | Real Estate Investment | - | | | 7,854,941 | 0.84% | 6 |
| Bloom Energy | | - | | | 6,156,392 | 0.66% | 8 |
| Kmart Corp | Retail Store | - | | | 5,242,859 | 0.56% | 9 |
| Red Rock Plaza Center LLC | Real Estate Investment | - | | | 5,044,165 | 0.54% | 10 |
| | | <u>\$ 211,922,512</u> | <u>15.24%</u> | | <u>\$ 240,577,358</u> | <u>25.77%</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**

| | 2018 | 2019 | 2020 | 2021 | 2022 |
|--------------------------------------|---------|---------|---------|---------|---------|
| City Direct Rates: | | | | | |
| City basic rate | \$0.191 | \$0.189 | \$0.189 | \$0.188 | \$0.188 |
| Total City Direct Rate | 0.191 | 0.189 | 0.189 | 0.188 | 0.188 |
| Overlapping Rates: | | | | | |
| Tulare County | 0.177 | 0.176 | 0.176 | 0.176 | 0.176 |
| Library | 0.153 | 0.015 | 0.015 | 0.015 | 0.015 |
| Dinuba School District | 0.273 | 0.272 | 0.273 | 0.273 | 0.273 |
| Community College District | 0.456 | 0.046 | 0.456 | 0.046 | 0.046 |
| Tulare County Schools | 0.024 | 0.024 | 0.240 | 0.024 | 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 | 0.136 | 0.014 | 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 | 0.003 | 0.003 |
| Tulare County Flood District | 0.002 | 0.002 | 0.002 | 0.002 | 0.002 |
| Education Revenue Augmentation | 0.226 | 0.230 | 0.230 | 0.231 | 0.231 |
| Dinuba School District Bonds | 0.120 | 0.120 | 0.095 | 0.060 | 0.061 |
| Community College Bonds | 0.023 | 0.026 | 0.026 | 0.018 | 0.028 |
| Total Direct Rate ¹ | 1.691 | 1.145 | 1.870 | 1.081 | 1.093 |

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> |
|---------------------------|-----------------------|--------------------------------|---|
| 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 |
| 2022 | 1,696,016 | 1,667,353 | 98.31 |

¹ Beginning in fiscal year 2010 the County began remitting to the City only the portion of property tax it collected

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

Source: Tulare County Auditor's Office

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

| Governmental Activities | | | | | | |
|-------------------------|---------------------------------|----------------|-------------------|---------------|--------------------|-------------------------------|
| Fiscal Year | General Bonded Debt Outstanding | Capital Leases | Contracts Payable | Notes Payable | Premiums Discounts | Total Governmental Activities |
| 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 |
| 2022 | \$13,065,000 | \$8,820,207 | \$0 | \$0 | (\$60,264) | \$21,824,943 |

| Business-Type Activities | | | | | | |
|--------------------------|-------------------------------|---------------|----------------|-------------------|--------------------|--------------------------------|
| Fiscal Year | Certificates Of Participation | Notes Payable | Capital Leases | Contracts Payable | Premiums Discounts | Total Business-Type Activities |
| 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 |
| 2022 | \$7,982,000 | \$3,194,672 | \$540,588 | \$0 | \$35,059 | \$11,752,319 |

| Fiscal Year | Primary Government | Per Capita ¹ |
|-------------|--------------------|-------------------------|
| 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 |
| 2022 | \$33,577,262 | \$1,336 |

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> |
|--------------------|------------------------------------|--|--|--|-----------------------|
| 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 |
| 2022 | 13,065,000 | 1,250,648 | 11,814,352 | 0.8% | 470 |

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, 2022**

| | | | |
|--|-----------------------------|----------------------------------|--|
| 2021 - 2022 Assessed Valuation: | \$1,391,903,645 | | |
| Redevelopment Incremental Valuation: | | | |
| City Adjusted Assessed Valuation | \$1,391,903,645 | | |
| | OUTSTANDING DEBT | % APPLICABLE ¹ | ESTIMATED SHARE OF OUTSTANDING DEBT |
| | 6/30/2022 | | |
| OVERLAPPING TAX AND ASSESSMENT DEBT | | | |
| State Center Community College District | \$318,565,000 | 1.394% | \$4,440,796 |
| Dinuba Joint Unified School District | 15,993,032 | 68.793% | 11,002,087 |
| Kings Canyon Joint Unified School District | 75,256,796 | 1.404% | 1,056,605 |
| TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT | 409,814,828 | | 16,499,488 |
| DIRECT AND OVERLAPPING GENERAL FUND DEBT: | | | |
| Tulare County General Fund Obligations | 44,495,640 | 3.428% | 1,525,311 |
| Tulare County Pension Obligation Bonds | 212,080,000 | 3.428% | 7,270,102 |
| Tulare County Board of Education Certificates of Participation | 35,600,000 | 3.428% | 1,220,368 |
| Dinuba Joint Unified School District Certificates of Participation | 7,640,000 | 68.793% | 5,255,785 |
| City of Dinuba General Fund Obligations | 21,824,943 | 100.000% | 21,824,943 |
| TOTAL OVERLAPPING GENERAL FUND OBLIGATION DEBT | 321,640,583 | | 37,096,509 |
| <u>OVERLAPPING TAX INCREMENT DEBT (Successor Agency):</u> | 41,005,000 | 100.0000% | 41,005,000 |
| TOTAL DIRECT DEBT | | | 21,824,943 |
| TOTAL OVERLAPPING DEBT | | | 72,776,054 |
| COMBINED TOTAL DEBT | | | \$ 94,600,997 ² |

Debt Ratios:

Ratios to 2021-22 Adjusted Valuation:

| | |
|---|--------------|
| Total Overlapping Tax and Assessment Debt | 1.19% |
| Total Direct Debt (\$21,440,478) | 1.54% |
| Combined Total Debt | 6.77% |

Ratios to Redevelopment Increment Valuation (\$856,700,018):

| | |
|--------------------------------------|-------|
| Total Overlapping Tax Increment Debt | 4.79% |
|--------------------------------------|-------|

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, 2022**

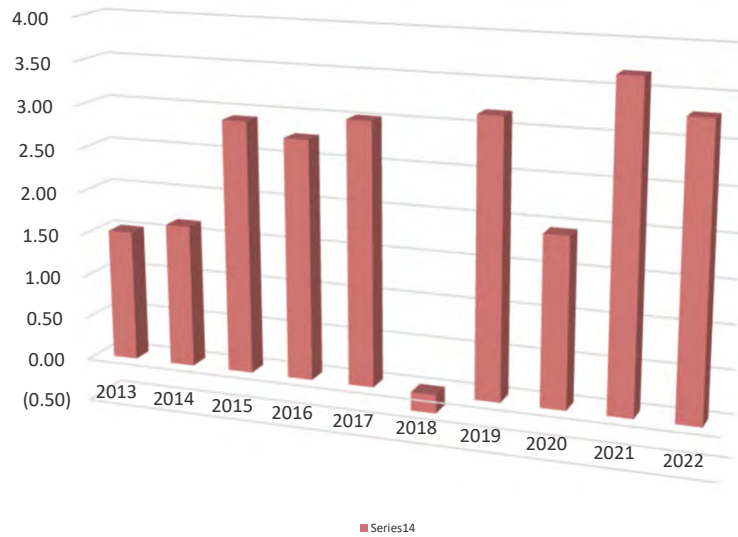
| | |
|--|-------------------------|
| Total Assessed Valuation | <u>\$ 1,391,903,645</u> |
| Debt Limit - 15% of Total Assessed Valuation | \$ 208,785,547 |
| Amount of Debt Applicable to the Limit | <u>33,614,687</u> |
| Legal Debt Margin | <u>\$ 175,170,860</u> |

**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 |
|-------------|----------------|-----------------------------|-------------------------|---|
| 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% |
| 2022 | 208,785,547 | 33,614,687 | 175,170,860 | 16.1% |

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 |
|--------------------|--|---------------------------------------|-----------------------|-----------|-----------|--------------------|-----------------------|
| 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 |
| 2022 | \$4,755,195 | \$2,029,529 | \$2,725,666 | \$536,000 | \$290,083 | \$826,083 | 3.30 |

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.

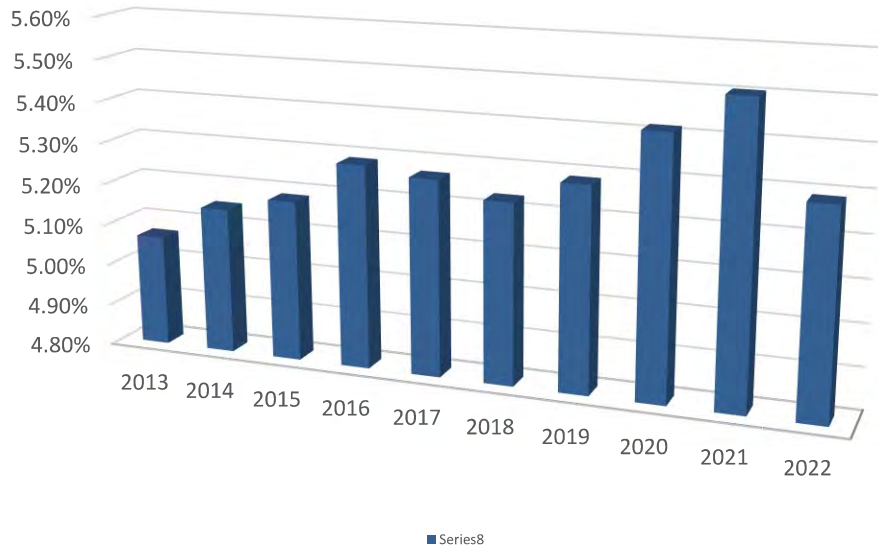
Source: City of Dinuba Financial Services Division

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

| <u>Lease Revenue Bonds</u> | | | |
|----------------------------|----------------------|---------------------|----------------------|
| <u>Fiscal Year</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
| 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>\$ 13,065,000</u> | <u>\$ 3,636,963</u> | <u>\$ 16,701,963</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> |
|--------------------|-------------------------------------|-----------------|---------------------------------|--|---------------------------------------|
| 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% |
| 2022 | 25,127 | -5.53% | 475,014 | 5.29% | 7.5% |

Source: California Department of Finance
California Employment Development Department

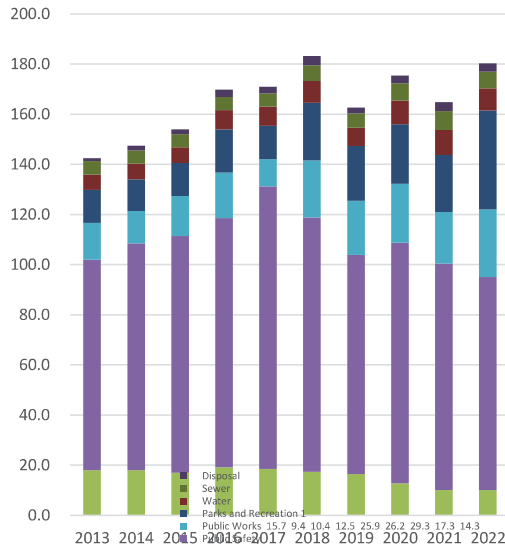
Note: Per capita income and total personal income information not available.

**CITY OF DINUBA
PRINCIPAL EMPLOYERS
AS OF JUNE 30, 2022 AND 2013**

| Employer | Type of Business | Fiscal Year 2022 | | | Fiscal Year 2013 | | |
|--------------------------|---------------------|------------------|----------------------------------|------|------------------|----------------------------------|------|
| | | Employees | Percent of Total City Employment | Rank | Employees | Percent of Total City Employment | Rank |
| Ruiz Foods Products Inc. | Frozen Food | 1,579 | 43% | 1 | 1,458 | 35% | 1 |
| Dinuba Public Schools | Education | 751 | 21% | 2 | 744 | 18% | 2 |
| Wal-mart | Retail Store | 455 | 12% | 3 | 386 | 9% | 4 |
| Best Buy Stores, Inc. | Distribution Center | 400 | 11% | 4 | 350 | 8% | 5 |
| City of Dinuba | Local Government | 180 | 5% | 5 | 164 | 4% | 7 |
| Patterson Dental | Wholesaler | 172 | 5% | 6 | - | | |
| United Market | Retail Store | 44 | 1% | 7 | - | | |
| MV Transportation | Transportation | 25 | 1% | 8 | - | | |
| Tractor Supply | Retail Store | 24 | 1% | 9 | - | | |
| Grocery Outlet | Retail Store | 19 | 1% | 10 | - | | |
| Family Tree Farms | Produce Packing | - | | | 600 | 14% | 3 |
| Surabian and Sons | Produce/Packing | - | | | 100 | 2% | 9 |
| Odwalla ¹ | Fruit Juices | - | | | 192 | 5% | 6 |
| Patterson Dental | Wholesaler | - | | | 95 | 2% | 10 |
| Kmart | Retail Store | - | | | 120 | 3% | 8 |
| | | <u>3,649</u> | <u>100.00%</u> | | <u>4,209</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**



| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Governmental Activities | | | | | | | | | | |
| General Government | 18.0 | 18.0 | 17.0 | 19.1 | 18.5 | 17.4 | 16.5 | 12.7 | 10.0 | 10.0 |
| Public Safety | 84.0 | 90.4 | 94.4 | 99.5 | 112.7 | 101.5 | 87.5 | 95.9 | 90.5 | 85.0 |
| Public Works | 14.7 | 13.0 | 16.0 | 18.1 | 10.9 | 22.8 | 21.5 | 23.5 | 20.6 | 27.0 |
| Parks and Recreation ¹ | 13.1 | 12.7 | 13.2 | 17.3 | 13.3 | 23.0 | 21.9 | 23.8 | 22.7 | 39.5 |
| Water | 6.2 | 6.2 | 6.2 | 7.7 | 7.7 | 8.7 | 7.3 | 9.4 | 9.9 | 8.8 |
| Sewer | 5.3 | 5.3 | 5.3 | 5.3 | 5.3 | 6.3 | 5.7 | 7.0 | 7.5 | 6.6 |
| Disposal | 1.2 | 1.9 | 1.9 | 2.8 | 2.6 | 3.7 | 2.3 | 3.1 | 3.6 | 3.4 |
| Total Government-Wide Employees | 142.5 | 147.4 | 154.0 | 169.8 | 170.9 | 183.2 | 162.7 | 175.5 | 164.8 | 180.3 |

**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 |
| 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 |
| 2022 | 845 | 35,992,825 | 4 | 1,551,600 | 54 | 18,006,180 |

| Calendar Year | Residential Multi-Units | | All Other | |
|---------------|-------------------------|--------------|----------------|--------------|
| | Number Permits | Valuation | Number Permits | Valuation |
| 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 |
| 2022 | 1 | 9,300,000 | 844 | 26,692,825 |

Source: City of Dinuba Annual Building Report

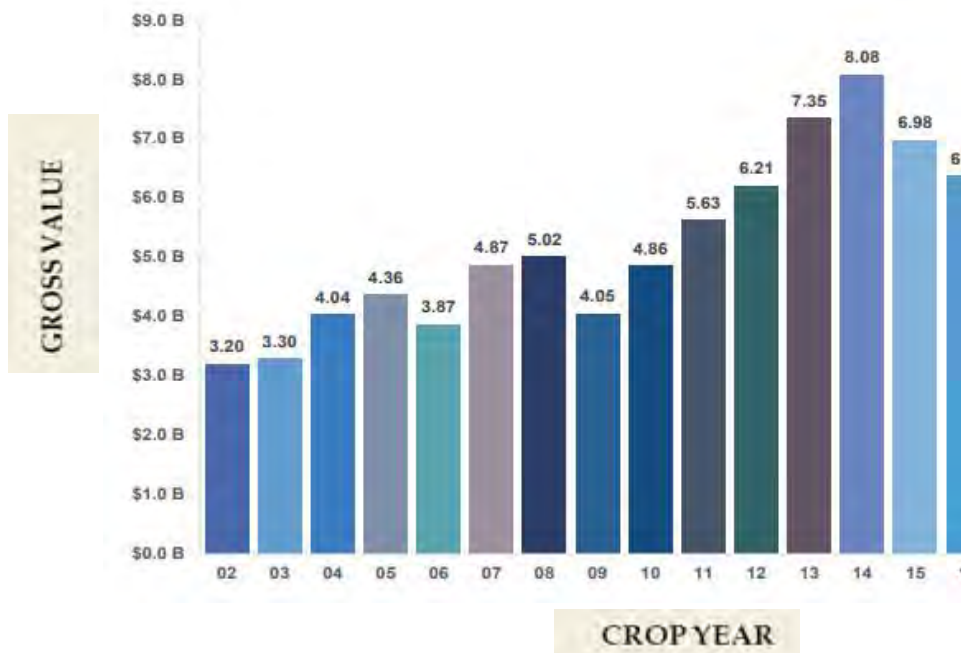


TULARE COUNTY CROP STATISTICS FOR THE CALENDAR YEAR 2021

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 2021

| PRODUCT | GROSS VALUE |
|---|-------------------------|
| 1. Milk | \$ 1,943,043,000 |
| 2. Oranges - Navels & Valencias | 1,224,885,000 |
| 3. Grapes | 683,601,000 |
| 4. Cattle & Calves | 633,600,000 |
| 5. Pistachio Nuts | 560,120,000 |
| 6. Tangerines - Fresh | 431,520,000 |
| 7. Almonds Meats & Hulls | 355,710,000 |
| 8. Lemon | 347,130,000 |
| 9. Peach Cling & Freestone | 196,863,000 |
| 10. Corn - Grain & Silage | 181,792,000 |
| Total Value of the Top Ten Tulare County Crops | \$ 6,558,264,000 |
| Total Value of All Tulare County Crops | \$ 8,089,621,300 |

Tulare County Twenty-Year Comparison



Source: Tulare County Agricultural Commissioner news release

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

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 |
|---------------------------------|-------|-------|-------|-------|-------|-------|-------|
| Water: | | | | | | | |
| Number Water Wells | 8 | 8 | 8 | 8 | 8 | 8 | 8 |
| Annual Production (Million Gal) | 1,570 | 1,790 | 1,578 | 1,218 | 1,274 | 1,399 | 1,463 |
| Service Connections | 5,633 | 5,937 | 5,742 | 5,862 | 5,964 | 6,031 | 6,131 |
| Police: | | | | | | | |
| Stations | 2 | 2 | 2 | 2 | 1 | 1 | 1 |
| Sworn Officers | 34 | 33 | 36 | 28 | 27 | 24 | 32 |
| Support Personnel | 10 | 9 | 11 | 11 | 13 | 11 | 11 |
| Part-Time Support Personnel | 3 | 3 | 2 | 2 | 2 | 2 | 2 |
| Police Vehicles | 37 | 36 | 40 | 38 | 43 | 46 | 49 |
| Motorcycles | 2 | 4 | 4 | 4 | 4 | 4 | 4 |
| Fire: | | | | | | | |
| Stations | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Firefighters | 23 | 26 | 26 | 26 | 26 | 26 | 26 |
| Fire and Rescue Vehicles | 5 | 5 | 5 | 5 | 6 | 6 | 6 |
| Ambulances | 4 | 5 | 5 | 5 | 6 | 6 | 6 |
| Staff Vehicles | 6 | 6 | 4 | 5 | 5 | 5 | 5 |
| Parks and Recreation: | | | | | | | |
| Parks | 13 | 13 | 13 | 13 | 13 | 13 | 13 |
| Acres of Park land | 66 | 66 | 66 | 66 | 66 | 66 | 66 |
| Acres of Open Space | 56 | 56 | 56 | 56 | 56 | 56 | 56 |
| Recreation Centers | 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 |
| Miles of Water Main | 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 |
| Miles of Sewer Main | 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 |

Source: City of Dinuba Financial Services Division

| 2020 | 2021 | 2022 |
|------|------|------|
|------|------|------|

| | | |
|-------|-------|-------|
| 8 | 8 | 8 |
| 1,468 | 1,635 | 1,549 |
| 6,327 | 6,448 | 6,581 |

| | | |
|----|----|----|
| 1 | 1 | 1 |
| 32 | 34 | 35 |
| 11 | 11 | 9 |
| 2 | 2 | 1 |
| 37 | 36 | 40 |
| 5 | 5 | 5 |

| | | |
|----|----|----|
| 1 | 1 | 1 |
| 26 | 26 | 24 |
| 6 | 6 | 6 |
| 6 | 6 | 6 |
| 5 | 6 | 7 |

| | | |
|----|----|----|
| 13 | 13 | 13 |
| 66 | 66 | 66 |
| 56 | 56 | 56 |
| 2 | 2 | 2 |

| | | |
|------|------|------|
| 4.90 | 4.90 | 4.90 |
| 74.0 | 74.0 | 74.0 |
| 19.0 | 19.0 | 19.0 |
| 74.0 | 74.0 | 74.0 |
| 65.7 | 65.7 | 65.7 |

**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> |
|--------------------|-------------------|--|---|--|---|
| 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 |
| 2022 | 25,127 | 6,581 | 36,600 | 1,799 | 35 |

| <u>Fiscal Year</u> | <u>Number of Fire Calls ¹</u> | <u>Number of Ambulance Runs</u> | <u>Number of Fire Fighters</u> |
|--------------------|--|---|--|
| 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 |
| 2022 | 467 | 5,214 | 24 |

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**

| | 2013 | 2014 | 2015 | 2016 | 2017 |
|--|---------------|---------------|---------------|---------------|---------------|
| Governmental Activities | | | | | |
| General Government | \$ 4,339,158 | \$ 4,703,501 | \$ 5,345,434 | \$ 4,802,762 | \$ 7,661,240 |
| Public Safety | 8,990,013 | 9,591,236 | 13,275,052 | 13,746,235 | 13,897,596 |
| Public Works | 2,197,625 | 2,761,922 | 3,334,975 | 3,943,500 | 3,752,225 |
| Community Development | 636,986 | 548,112 | 1,641,605 | 1,178,906 | 637,522 |
| Parks and Recreation | 1,136,847 | 1,224,454 | 1,682,401 | 1,824,431 | 2,007,951 |
| Debt Service | 1,020,371 | 1,521,663 | 1,204,781 | 1,278,342 | 1,604,463 |
| Unallocated Depreciation | 823,524 | 1,018,182 | 2,635,342 | 3,029,796 | 3,011,661 |
| Total Governmental Activities Expenses | \$ 19,144,524 | \$ 21,369,070 | \$ 29,119,590 | \$ 29,803,972 | \$ 32,572,658 |

| | 2018 | 2019 | 2020 | 2021 | 2022 |
|--|---------------|---------------|---------------|---------------|---------------|
| Governmental Activities | | | | | |
| General Government | \$ 3,989,322 | \$ 3,647,223 | \$ 4,464,243 | \$ 7,635,027 | \$ 5,980,513 |
| Public Safety | 12,920,443 | 12,503,075 | 12,801,801 | 12,899,424 | 11,547,688 |
| Public Works | 6,577,677 | 2,429,367 | 5,116,719 | 3,009,339 | 2,725,438 |
| Community Development | 2,350,919 | 2,277,992 | 2,427,047 | 2,576,069 | 2,788,622 |
| Parks and Recreation | 2,127,602 | 2,527,531 | 2,705,703 | 2,858,033 | 3,048,341 |
| Debt Service | 978,293 | 1,008,877 | 1,001,611 | 935,126 | 1,111,140 |
| Unallocated Depreciation | - | - | - | - | - |
| Total Governmental Activities Expenses | \$ 28,944,256 | \$ 24,394,065 | \$ 28,517,124 | \$ 29,913,018 | \$ 27,201,742 |

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> |
|-------------|-----------------------|-------------------|-------------------|
| 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% |
| 2022 | 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, 2022 AND 2013
(in alphabetical order)**

Principal Sales Tax Producers

| 2021-22 | | 2012-13 | |
|------------------------------|----------------------|--------------------------------|----------------------|
| Taxpayer | Business Type | Taxpayer | Business Type |
| ACE HARDWARE | Bldg.Matls-Retail | Autozone | Auto Parts/Repair |
| ALTA PUMP COMPANY | Business Services | Bestbuy.com | Furniture/Appliance |
| ARCO AM/PM MINI MARTS | Service Stations | Big 5 Sporting Goods | Recreation Products |
| AUTOZONE | Auto Parts/Repair | Burger King Restaurants | Restaurants |
| AVURE TECHNOLOGIES | Food Processing Eqp | Candy's Diesel Repair | Auto Parts/Repair |
| BESTBUY.COM - EC | Furniture/Appliance | Dinuba Lumber Company | Bldg.Matls-Whsle |
| BIG 5 SPORTING GOODS | Recreation Products | E B M Auto Sales | Auto Sales - Used |
| ED DENAS 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 | Auto Sales - New | Jack In The Box Restaurants | Restaurants |
| KWIK KORNER SERVICE STATIONS | Service Stations | Jim Manning Dodge Chryslr Jeep | Auto Sales - New |
| KWIK SERVE STATION | Service Stations | K Mart Stores | Department Stores |
| LIQUOR LOCKER | Liquor Stores | McDonald's Restaurants | Restaurants |
| MCDONALD'S RESTAURANTS | Restaurants | Patterson Veterinary Supply | Light Industry |
| PANDA EXPRESS | Restaurants | Quick Shop Markets | Food Markets |
| PATTERSON DENTAL SUPPLY | Light Industry | Quick-N-Handy Mart & Deli | Food Markets |
| PATTERSON VETERINARY SUPPLY | Light Industry | R J Food & Gas | Service Stations |
| QUICK N HANDY MART & DELI | Food Markets | Rhodes Service Stations | Service Stations |
| QUICK SHOP MARKETS | Food Markets | Rite Aid Drug Stores | Drug Stores |
| RUIZ FOOD PRODUCTS | Food Processing Eqp | Ruiz Food Products | Food Processing Eqp |
| SCOUT SPECIALTIES | Miscellaneous Other | 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
SALES TAX AMOUNTS IN BENCHMARK YEAR
2018-2022 CALENDAR YEARS**

| CDTFA NAICS SECTOR | 2018 | 2019 | 2020 | 2021 | 2022 |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|
| Accommodation and Food Services | 308,219 | 326,376 | 344,827 | 395,708 | 422,736 |
| Agriculture, Forestry, Fishing and Hunting | 174,428 | 80,847 | 50,448 | 16,093 | 42,023 |
| Arts, Entertainment, and Recreation | 84 | - | - | - | - |
| Construction | 691 | 580 | 3,914 | 2,072 | 388 |
| Educational Services | 12,658 | 13,338 | 11,904 | 13,528 | 22,993 |
| Information | 2,439 | 3,636 | 9,234 | 10,991 | 12,681 |
| Manufacturing | 507,521 | 564,204 | 570,701 | 693,227 | 751,296 |
| Mining, Quarrying, and Oil and Gas Extraction | 3,155 | 12,379 | 2,744 | - | 167 |
| Other Services (except Public Administration) | 24,570 | 23,536 | 23,189 | 29,998 | 26,197 |
| Professional, Scientific, and Technical Services | 3,014 | 2,603 | 1,434 | 1,209 | 1,646 |
| Real Estate and Rental and Leasing | 961 | 545 | 133 | 66 | 87 |
| Retail Trade | 9,734,117 | 10,249,520 | 18,525,816 | 26,313,725 | 21,410,654 |
| Utilities | 12,631 | 16,749 | 15,621 | 11,575 | 56,873 |
| All Other NAICS Sectors | 48,395 | 44,707 | 43,064 | 46,624 | 51,077 |
| TOTAL | 10,832,882 | 11,339,020 | 19,603,029 | 27,534,816 | 22,798,817 |

Source: MuniServices

**CITY OF DINUBA
SCHEDULE OF INSURANCE IN FORCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

| 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

