

DATE SUBMITTED 6/26/2024  
 SUBMITTED BY ADMIN SERVICES  
DIRECTOR  
 DATE ACTION REQUIRED 7/03/2024

COUNCIL ACTION (X)  
 PUBLIC HEARING REQUIRED ( )  
 RESOLUTION ( )  
 ORDINANCE 1<sup>ST</sup> READING ( )  
 ORDINANCE 2<sup>ND</sup> READING ( )  
 CITY CLERK'S INITIALS ( )

**IMPERIAL CITY COUNCIL  
 AGENDA ITEM**

SUBJECT: **FISCAL YEAR 2022 INDEPENDENT AUDIT REPORT.**

1. Receive and file the Independent City audit for Fiscal Year ending June 30, 2022 attached to this agenda item as Attachment 1.

DEPARTMENT INVOLVED: FINANCE DEPARTMENT

BACKGROUND/SUMMARY:

The FY 2022 independent audit was performed by the CPA firm of Moss, Levy, and Hartzheim LLP on the City's financial statements for the fiscal year ending June 30, 2022.

The City received an "unmodified" audit opinion on the City's financial statements as they were found by our auditors to "fairly present the financial position of all funds of the City for the fiscal year ending June 30, 2022".

Staff is available to answer questions on any aspect of the results of this independent audit.

|   |  |
|---|--|
| <p>FISCAL IMPACT: None. This is a "receive and file" financial report presented by management to the City Council as a public record of interest to various stakeholders.</p> | <p>ADMIN SERVICES SIGN INITIALS <u>VMS</u></p> |
| <p>STAFF RECOMMENDATION: Staff recommends that the City Council receive and file the FY 2022 annual audit for the fiscal year ending June 30, 2022.</p>                       | <p>DEPT. INITIALS <u>VMS</u></p>               |
| <p>CITY MANAGER'S RECOMMENDATION:<br/> <i>Approve staff recommendation</i></p>  | <p>CITY MANAGER'S INITIALS <u>DHM</u></p>      |

MOTION:

SECONDED: APPROVED ( ) REJECTED ( )  
 AYES: DISAPPROVED ( ) DEFERRED ( )  
 NAYES:  
 ABSENT: REFERRED TO:

**CITY OF IMPERIAL**  
**Annual Financial Report**  
**Fiscal Year Ended June 30, 2022**

CITY OF IMPERIAL, CALIFORNIA  
ANNUAL FINANCIAL REPORT  
Fiscal Year Ended June 30, 2022

TABLE OF CONTENTS

I. FINANCIAL SECTION

|  |    |
|--|----|
| A. Independent Auditor’s Report .....  | 1  |
| B. Basic Financial Statements:   |    |
| Government-wide Financial Statements:  |    |
| Statement of Net Position .....  | 4  |
| Statement of Activities .....  | 5  |
| Fund Financial Statements:   |    |
| Governmental Funds:  |    |
| Balance Sheet .....  | 6  |
| Reconciliation of the Balance Sheet of Governmental Funds<br>to the Statement of Net Position .....  | 9  |
| Statement of Revenues, Expenditures, and Changes in Fund Balances .....  | 11 |
| Reconciliation of the Statement of Revenues, Expenditures, and<br>Changes in Fund Balances of Governmental Funds to the Statement<br>of Activities ..... | 13 |
| Proprietary Funds:   |    |
| Statement of Net Position .....  | 14 |
| Statement of Revenues, Expenses, and Changes in Net Position .....   | 15 |
| Statement of Cash Flows .....  | 16 |
| Fiduciary Funds:   |    |
| Statement of Fiduciary Net Position .....  | 19 |
| Statement of Changes in Fiduciary Net Position .....   | 20 |
| Notes to Basic Financial Statements .....  | 21 |
| D. Required Supplementary Information:   |    |
| General Fund – Schedule of Revenues, Expenditures, and Changes in<br>Fund Balance – Budget and Actual .....  | 47 |
| LTA Measure D – Schedule of Revenues, Expenditures, and Changes in<br>Fund Balance – Budget and Actual .....   | 48 |
| ARPA – Schedule of Revenues, Expenditures, and Changes in<br>Fund Balance – Budget and Actual .....  | 49 |
| Schedule of the City’s Proportionate Share of the Net Pension Liability .....  | 50 |
| Schedule of Pension Contributions .....  | 51 |
| E. Supplemental Information  |    |
| Description of Nonmajor Governmental Funds .....   | 53 |
| Combining Nonmajor Governmental Funds Balance Sheet .....  | 56 |
| Combining Nonmajor Governmental Funds Statement of Revenues,<br>Expenditures, and Changes in Fund Balances .....   | 64 |
| Schedules of Revenues, Expenditures, and Changes in Fund Balances –<br>Budget and Actual   |    |
| Traffic Congestion Relief Special Revenue Fund .....   | 73 |

|   |    |
|---|----|
| Traffic Safety Special Revenue Fund .....                         | 74 |
| Gas Tax Special Revenue Fund .....                                | 75 |
| Local Transportation Special Revenue Fund .....                   | 76 |
| Successor Agency Housing Special Revenue Fund.....                | 77 |
| Public Safety Prop 172 Revenue Fund .....                         | 78 |
| CDBG Home Grant Special Revenue Fund.....                         | 79 |
| Housing Rehabilitation Special Revenue Fund .....                 | 80 |
| RLA Special Revenue Fund.....                                     | 81 |
| Wildflower Landscaping and Lighting Special Revenue Fund .....    | 82 |
| Paseo Del Sol Landscaping and Lighting Special Revenue Fund ..... | 83 |
| Joshua Tree Street Improvement Special Revenue Fund.....          | 84 |
| Library Donation Special Revenue Fund.....                        | 85 |
| Sky Ranch District Special Revenue Fund .....                     | 86 |
| Library Literacy Special Revenue Fund .....                       | 87 |
| General Housing Special Revenue Fund .....                        | 88 |
| Fire Impact Fees Special Revenue Fund.....                        | 89 |
| Police Impact Fees Special Revenue Fund .....                     | 90 |
| Administration Impact Fees Special Revenue Fund .....             | 91 |
| Library Impact Fees Special Revenue Fund .....                    | 92 |
| Park Impact Fees Special Revenue Fund .....                       | 93 |
| Circulation Impact Fees Special Revenue Fund .....                | 94 |
| SB1 Special Revenue Fund.....                                     | 95 |



---

# MOSS, LEVY & HARTZHEIM LLP

---

CERTIFIED PUBLIC ACCOUNTANTS

**PARTNERS**

RONALD A LEVY, CPA  
CRAIG A HARTZHEIM, CPA  
HADLEY Y HUI, CPA  
ALEXANDER C HOM, CPA  
ADAM V GUISE, CPA  
TRAVIS J HOLE, CPA

**COMMERCIAL ACCOUNTING & TAX SERVICES**

9465 WILSHIRE BLVD., 3<sup>RD</sup> FLOOR  
BEVERLY HILLS, CA 90212  
TEL: 310.273.2745  
FAX: 310.670.1689  
www.mlhcpas.com

**GOVERNMENTAL AUDIT SERVICES**

5800 HANNUM AVE., SUITE E  
CULVER CITY, CA 90230  
TEL: 310.670.2745  
FAX: 310.670.1689  
www.mlhcpas.com

## INDEPENDENT AUDITOR'S REPORT

The Members of the City Council of the  
City of Imperial  
Imperial, California

### 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 Imperial, California as of and for the fiscal 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 of Imperial, California, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof, for the fiscal 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 and those standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

### Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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 generally accepted auditing standards 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.

#### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual – General Fund, the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual – LTA Measure D Special Revenue Fund, Expenditures, and Changes in Fund Balance – Budget to Actual – ARPA Special Revenue Fund, Schedule of Changes in the Net Pension Liability and Related Ratios, and Schedule of Pension Contributions on pages 47 through 51 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Management has chosen not to present a Management's Discussion and Analysis. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### **Other Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Imperial's basic financial statements. The Budgetary Comparison Schedules for Nonmajor Governmental Funds and the Combining Financial Statements for the Nonmajor Governmental Funds listed in the table of contents are presented for purposes of additional analysis and are not required parts of the basic financial statements.

The Budgetary Comparison Schedules for Nonmajor Governmental Funds and the Combining Financial Statements for the Nonmajor Governmental Funds are the responsibility of management and were derived from and relate 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 our 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated June 4, 2024, 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 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 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.

*Moss, Levy & Hartzheim*

Moss, Levy & Hartzheim, LLP  
Culver City, California  
June 4, 2024

**This page left intentionally blank**



**CITY OF IMPERIAL**  
**Statement of Net Position**  
June 30, 2022

|   | <b>Governmental<br/>Activities</b> | <b>Business-type<br/>Activities</b> | <b>Total</b>         |
|---|------------------------------------|-------------------------------------|----------------------|
| <b>Assets:</b>                                  |                                    |                                     |                      |
| Cash and Investments                            | \$ 18,882,899                      | \$ 19,565,391                       | \$ 38,448,290        |
| Cash and Investments with Fiscal Agent          |                                    | 8,248,443                           | 8,248,443            |
| Accounts Receivable                             | 677,378                            | 1,192,022                           | 1,869,400            |
| Notes Receivable                                | 1,502,189                          |                                     | 1,502,189            |
| Inventory                                       |                                    | 35,842                              | 35,842               |
| Capital Assets, Not Being Depreciated           | 3,329,400                          | 21,092,271                          | 24,421,671           |
| Capital Assets, Net of Accumulated Depreciation | 24,780,382                         | 10,790,232                          | 35,570,614           |
| Total Assets                                    | <u>49,172,248</u>                  | <u>60,924,201</u>                   | <u>110,096,449</u>   |
| <b>Deferred Outflows of Resources:</b>          |                                    |                                     |                      |
| Pension related                                 | 1,361,054                          | 249,807                             | 1,610,861            |
| Total Deferred Outflows of Resources            | <u>1,361,054</u>                   | <u>249,807</u>                      | <u>1,610,861</u>     |
| <b>Liabilities:</b>                             |                                    |                                     |                      |
| Accounts Payable                                | 897,975                            | 322,714                             | 1,220,689            |
| Deposits Payable                                | 97,510                             | 704,794                             | 802,304              |
| <b>Noncurrent Liabilities:</b>                  |                                    |                                     |                      |
| Net Pension Liability                           | 1,780,249                          | 483,906                             | 2,264,155            |
| Due Within One Year                             |                                    | 1,531,354                           | 1,531,354            |
| Due in More Than One Year                       | 428,121                            | 30,724,285                          | 31,152,406           |
| Total Liabilities                               | <u>3,203,855</u>                   | <u>33,767,053</u>                   | <u>36,970,908</u>    |
| <b>Deferred Inflows of Resources:</b>           |                                    |                                     |                      |
| Pension related                                 | 1,326,113                          | 360,463                             | 1,686,576            |
| Total Deferred Inflows of Resources             | <u>1,326,113</u>                   | <u>360,463</u>                      | <u>1,686,576</u>     |
| <b>Net Position:</b>                            |                                    |                                     |                      |
| Net Investment in Capital Assets                | 28,109,782                         | 7,943,391                           | 36,053,173           |
| <b>Restricted for:</b>                          |                                    |                                     |                      |
| Parks and Recreation                            | 2,678,018                          |                                     | 2,678,018            |
| Public Works                                    | 5,329,552                          |                                     | 5,329,552            |
| Public Safety                                   | 1,450,817                          |                                     | 1,450,817            |
| Community Development                           | 2,653,576                          |                                     | 2,653,576            |
| Unrestricted                                    | 5,781,589                          | 19,103,101                          | 24,884,690           |
| Total Net Position                              | <u>\$ 46,003,334</u>               | <u>\$ 27,046,492</u>                | <u>\$ 73,049,826</u> |

The notes to the financial statements are an integral part of this statement.

**CITY OF IMPERIAL**  
**Statement of Activities**  
For the Fiscal Year Ended June 30, 2022

| <u>Functions</u>               | <u>Expenses</u>      | <u>Program Revenues</u>     |   |   |
|--------------------------------|----------------------|-----------------------------|---|---|
|                                |                      | <u>Charges for Services</u> | <u>Operating Grants and Contributions</u> | <u>Capital Grants and Contributions</u> |
| <b>Primary Government:</b>     |                      |                             |   |   |
| Governmental Activities:       |                      |                             |   |   |
| General Government             | \$ 3,940,378         | \$ 3,275,853                | \$ 2,167,345                              | \$ -                                    |
| Public Safety                  | 4,607,326            | 86,986                      | 378,219                                   |   |
| Community Development          | 918,659              | 24,993                      | 96,963                                    |   |
| Public Works                   | 6,955,758            | 480,950                     | 2,078,793                                 | 1,693,026                               |
| Parks and Recreation           | 1,677,854            | 506,121                     | 62,300                                    |   |
| Total Governmental Activities  | <u>18,099,975</u>    | <u>4,374,903</u>            | <u>4,783,620</u>                          | <u>1,693,026</u>                        |
| Business-type Activities:      |                      |                             |   |   |
| Water                          | 3,542,353            | 6,592,040                   |   |   |
| Sewer                          | 5,285,925            | 6,998,197                   | 154,334                                   |   |
| Total Business-type Activities | <u>8,828,278</u>     | <u>13,590,237</u>           | <u>154,334</u>                            |   |
| Total Primary Government       | <u>\$ 26,928,253</u> | <u>\$ 17,965,140</u>        | <u>\$ 4,937,954</u>                       | <u>\$ 1,693,026</u>                     |

**General Revenues:**

Taxes:

- Property Taxes
- Sales and Use Taxes
- Business License Taxes
- Transient Occupancy Taxes
- Franchise Taxes
- Other Taxes
- Unrestricted Motor Vehicle License Tax
- Licenses and Permits
- Fines and Forfeitures
- Use of Money and Property
- Other Revenue

**Transfers**

Total General Revenues and Transfers

Change in net position

**Net Position - Beginning of Fiscal Year**

**Net Position - End of Fiscal Year**

The notes to the financial statements are an integral part of this statement.

**Net (Expenses) Revenues and Changes in Net Position**

| <b>Governmental<br/>Activities</b> | <b>Business-<br/>type<br/>Activities</b> | <b>Total</b>         |
|------------------------------------|--|----------------------|
| \$ 1,502,820                       | \$ -                                     | \$ 1,502,820         |
| (4,142,121)                        |  | (4,142,121)          |
| (796,703)                          |  | (796,703)            |
| (2,702,989)                        |  | (2,702,989)          |
| (1,109,433)                        |  | (1,109,433)          |
| <u>(7,248,426)</u>                 |  | <u>(7,248,426)</u>   |
|                                    | 3,049,687                                | 3,049,687            |
|                                    | 1,866,606                                | 1,866,606            |
|                                    | <u>4,916,293</u>                         | <u>4,916,293</u>     |
| <u>(7,248,426)</u>                 | <u>4,916,293</u>                         | <u>(2,332,133)</u>   |
| 1,887,446                          |  | 1,887,446            |
| 3,913,328                          |  | 3,913,328            |
| 71,056                             |  | 71,056               |
| 60,001                             |  | 60,001               |
| 359,662                            |  | 359,662              |
| 62,655                             |  | 62,655               |
| 1,956,441                          |  | 1,956,441            |
| 9,690                              |  | 9,690                |
| 183,068                            |  | 183,068              |
| 39,243                             | 14,150                                   | 53,393               |
| 306,256                            |  | 306,256              |
| 1,517,132                          | (1,517,132)                              |                      |
| <u>10,365,978</u>                  | <u>(1,502,982)</u>                       | <u>8,862,996</u>     |
| 3,117,552                          | 3,413,311                                | 6,530,863            |
| <u>42,885,782</u>                  | <u>23,633,181</u>                        | <u>66,518,963</u>    |
| <u>\$ 46,003,334</u>               | <u>\$ 27,046,492</u>                     | <u>\$ 73,049,826</u> |

**CITY OF IMPERIAL**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2022**

|  | <u>Special Revenue Funds</u> |                          |                  | <b>Nonmajor<br/>Governmental<br/>Funds</b> | <b>Total<br/>Governmental<br/>Funds</b> |
|--|------------------------------|--------------------------|------------------|--|---|
|  | <b>General</b>               | <b>LTA<br/>Measure D</b> | <b>ARPA</b>      |  |   |
| <b>Assets:</b>   |                              |                          |                  |  |   |
| Cash and Investments   | \$ 6,236,593                 | \$ 1,830,865             | \$ 5,047         | \$ 10,810,394                              | \$ 18,882,896                           |
| Accounts Receivable  | 536,341                      |                          |                  | 141,037                                    | 677,378                                 |
| Loan Receivable  |                              |                          |                  | 1,502,189                                  | 1,502,189                               |
| Due from Other Funds   | 1,098,358                    |                          |                  |  | 1,098,358                               |
| <b>Total Assets</b>  | <b>\$ 7,871,292</b>          | <b>\$ 1,830,865</b>      | <b>\$ 5,047</b>  | <b>\$ 12,453,620</b>                       | <b>\$ 22,160,822</b>                    |
| <b>Liabilities and Fund Balances:</b>                          |                              |                          |                  |  |   |
| <b>Liabilities:</b>  |                              |                          |                  |  |   |
| Accounts Payable   | \$ 42,679                    | \$ 329,321               | \$ 131,235       | \$ 394,740                                 | \$ 897,975                              |
| Deposits Payable   | 97,510                       |                          |                  |  | 97,510                                  |
| Due to Other Funds   |                              |                          |                  | 1,098,358                                  | 1,098,358                               |
| <b>Total Liabilities</b>                                       | <b>140,189</b>               | <b>329,321</b>           | <b>131,235</b>   | <b>1,493,098</b>                           | <b>2,093,843</b>                        |
| <b>Deferred Inflows of Resources::</b>                         |                              |                          |                  |  |   |
| Loans Related  |                              |                          |                  | 1,502,189                                  | 1,502,189                               |
| <b>Total Deferred Inflows of Resources</b>                     |                              |                          |                  | <b>1,502,189</b>                           | <b>1,502,189</b>                        |
| <b>Total Liabilities and Deferred<br/>Inflows of Resources</b> | <b>140,189</b>               | <b>329,321</b>           | <b>131,235</b>   | <b>2,995,287</b>                           | <b>3,596,032</b>                        |
| <b>Fund Balances:</b>  |                              |                          |                  |  |   |
| <b>Restricted for:</b>   |                              |                          |                  |  |   |
| Community Development  |                              |                          |                  | 2,653,576                                  | 2,653,576                               |
| Public Safety  |                              |                          |                  | 1,450,817                                  | 1,450,817                               |
| Public Works   |                              | 1,501,544                |                  | 3,828,008                                  | 5,329,559                               |
| Parks and Recreation   |                              |                          |                  | 2,624,290                                  | 2,624,290                               |
| Unassigned   | 7,731,103                    |                          | (126,188)        | (1,098,358)                                | 6,506,557                               |
| <b>Total Fund Balances</b>                                     | <b>7,731,103</b>             | <b>1,501,544</b>         | <b>(126,188)</b> | <b>9,458,333</b>                           | <b>18,564,792</b>                       |
| <b>Total Liabilities and Fund Balances</b>                     | <b>\$ 7,871,292</b>          | <b>\$ 1,830,865</b>      | <b>\$ 5,047</b>  | <b>\$ 12,453,620</b>                       | <b>\$ 22,160,822</b>                    |

The notes to the financial statements are an integral part of this statement.

**CITY OF IMPERIAL**  
**Reconciliation of the Governmental Funds Balance Sheet**  
**to the Statement of Net Position**  
June 30, 2022

**Total fund balances - governmental funds** \$ 18,564,792

In governmental funds, only current assets are reported. In the statement of net position, all assets are reported, including capital assets and accumulated depreciation.

|                                   |                     |            |
|-----------------------------------|---------------------|------------|
| Capital assets at historical cost | \$ 58,308,620       |            |
| Accumulated depreciation          | <u>(30,198,838)</u> | 28,109,782 |

Deferred outflows and inflows of resources relating to pensions: In governmental funds, deferred outflows and inflows of resources relating to pensions are not reported because they are applicable to future periods. In the statement of net position, deferred outflows and inflows of resources relating to pensions are reported.

|                                      |             |
|--------------------------------------|-------------|
| Deferred outflows related to pension | 1,361,054   |
| Deferred inflows related to pension  | (1,326,113) |

In governmental funds, only current liabilities are reported. In the statement of net position, all liabilities, including long-term liabilities, are reported. Long-term liabilities relating to governmental activities consist of:

|                              |             |
|------------------------------|-------------|
| Net pension liability        | (1,780,249) |
| Compensated absences payable | (428,121)   |

Certain notes receivable are not available to pay for current period expenditures and, therefore, are offset by deferred inflows of resources in the governmental funds.

1,502,189

**Total net position - governmental activities** \$ 46,003,334

The notes to the financial statements are an integral part of this statement.

**This page left intentionally blank**

**CITY OF IMPERIAL**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Governmental Funds**  
**For the Fiscal Year Ended June 30, 2022**

|  | <u>Special Revenue Funds</u> |                          |                     |  | <b>Total<br/>Governmental<br/>Funds</b> |
|--|------------------------------|--------------------------|---------------------|--|---|
|  | <u>General</u>               | <u>LTA<br/>Measure D</u> | <u>ARPA</u>         | <u>Nonmajor<br/>Governmental<br/>Funds</u> |   |
| <b>Revenues</b>  |                              |                          |                     |  |   |
| Property Taxes   | \$ 1,887,446                 | \$ -                     | \$ -                | \$ -                                       | \$ 1,887,446                            |
| Sales and Use Taxes  | 3,913,328                    | 1,071,200                |                     |  | 4,984,528                               |
| Business License Taxes                                       | 71,056                       |                          |                     |  | 71,056                                  |
| Transient Occupancy Tax                                      | 60,001                       |                          |                     |  | 60,001                                  |
| Other Taxes  | 62,655                       |                          |                     |  | 62,655                                  |
| Licenses and Permits   | 9,690                        |                          |                     |  | 9,690                                   |
| Fines and Forfeitures  | 183,068                      |                          |                     |  | 183,068                                 |
| Use of Money and Property                                    | 3,768                        | 455                      | 549                 | 34,471                                     | 39,243                                  |
| Charges for Services   | 3,271,429                    |                          |                     | 1,157,202                                  | 4,428,631                               |
| Intergovernmental  | 2,095,902                    | 1,693,026                | 2,167,345           | 1,405,614                                  | 7,361,887                               |
| Franchise Tax  | 359,662                      |                          |                     |  | 359,662                                 |
| Other  | 91,969                       | 214,255                  |                     | 32   | 306,256                                 |
| <b>Total Revenues</b>  | <u>12,009,974</u>            | <u>2,978,936</u>         | <u>2,167,894</u>    | <u>2,597,319</u>                           | <u>19,754,123</u>                       |
| <b>Expenditures</b>  |                              |                          |                     |  |   |
| Current:   |                              |                          |                     |  |   |
| General Government   | 2,849,458                    |                          | 619,110             |  | 3,468,568                               |
| Public Safety  | 4,243,898                    |                          |                     | 25,354                                     | 4,269,252                               |
| Public Works   | 3,056,551                    | 2,747,313                |                     | 90,538                                     | 5,894,402                               |
| Parks and Recreation   | 1,486,958                    |                          |                     | 190,896                                    | 1,677,854                               |
| Community Development  | 766,031                      |                          |                     | 152,628                                    | 918,659                                 |
| Capital Outlay   | 476,961                      | 264,096                  | 627,851             | 565,968                                    | 1,934,876                               |
| <b>Total Expenditures</b>                                    | <u>12,879,857</u>            | <u>3,011,409</u>         | <u>1,246,961</u>    | <u>1,025,384</u>                           | <u>18,163,611</u>                       |
| Excess (Deficiency) of Revenues over<br>(under) Expenditures | <u>(869,883)</u>             | <u>(32,473)</u>          | <u>920,933</u>      | <u>1,571,935</u>                           | <u>1,590,512</u>                        |
| <b>Other Financing Sources (Uses):</b>                       |                              |                          |                     |  |   |
| Transfers In   | 4,116,647                    |                          |                     | 42   | 4,116,689                               |
| Transfers Out  |                              | (642,719)                | (1,047,121)         | (909,717)                                  | (2,599,557)                             |
| <b>Total Other Financing Sources (Uses)</b>                  | <u>4,116,647</u>             | <u>(642,719)</u>         | <u>(1,047,121)</u>  | <u>(909,675)</u>                           | <u>1,517,132</u>                        |
| Net Change in Fund Balances                                  | 3,246,764                    | (675,192)                | (126,188)           | 662,260                                    | 3,107,644                               |
| <b>Fund Balances - July 1, 2021</b>                          | <u>4,484,339</u>             | <u>2,176,736</u>         |                     | <u>8,796,073</u>                           | <u>15,457,148</u>                       |
| <b>Fund Balances - June 30, 2022</b>                         | <u>\$ 7,731,103</u>          | <u>\$ 1,501,544</u>      | <u>\$ (126,188)</u> | <u>\$ 9,458,333</u>                        | <u>\$ 18,564,792</u>                    |

The notes to the financial statements are an integral part of this statement.

**This page left intentionally blank**



**CITY OF IMPERIAL**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in**  
**Fund Balances of Governmental Funds to the Statement of Activities**  
For the Fiscal Year Ended June 30, 2022

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

**Net change in fund balances - total governmental funds** **\$ 3,107,644**

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

|                      |              |           |
|----------------------|--------------|-----------|
|                      | \$ 1,413,411 |           |
| Capital outlay       |              |           |
| Depreciation expense | (2,225,125)  | (811,714) |

Certain notes receivable are reported in the governmental funds as expenditures and then, offset by a deferred inflow of resources, as they are not available to pay current expenditures. Likewise, when the note is collected, it is reflected in revenue. This is the net change between notes receivable collected and issued. (53,728)

Compensated absence expenditures reported in the statement of activities do not require the use of current financial resources and therefore, are not reported as expenditures in a governmental fund. This is the net change in compensated absences for the current period. 68,082

In governmental funds, pension costs are recognized when employer contributions are made. In the statement of activities, pension costs are recognized on the accrual basis. In addition, changes in Fiduciary Net Position and Total Pension Liability are deferred inflows and outflows and amortized. This is the difference between accrual-basis pension costs and actual employer contributions and amortization of deferred inflows and outflows in the current fiscal year. 807,268

**Change in net position of governmental activities** **\$ 3,117,552**

The notes to the financial statements are an integral part of this statement.

**CITY OF IMPERIAL**  
**Statement of Net Position**  
**Proprietary Funds**  
June 30, 2022

|   | <u>Business-type Activities-Enterprise Funds</u> |                       |                      |
|---|--|-----------------------|----------------------|
|   | <u>Water<br/>Fund</u>                            | <u>Sewer<br/>Fund</u> | <u>Total</u>         |
| <b>Assets</b>                                       |  |                       |                      |
| Current Assets:                                     |  |                       |                      |
| Cash and Investments                                | \$ 9,876,861                                     | \$ 9,688,530          | \$ 19,565,391        |
| Cash and Investments with Fiscal Agent              | 7,243,123  | 1,005,320             | 8,248,443            |
| Accounts Receivable                                 | 610,049  | 581,973               | 1,192,022            |
| Inventory   | 35,842   |                       | 35,842               |
| Total Current Assets                                | <u>17,765,875</u>                                | <u>11,275,823</u>     | <u>29,041,698</u>    |
| Noncurrent Assets:                                  |  |                       |                      |
| Capital Assets:                                     |  |                       |                      |
| Land  | 99,357   | 179,040               | 278,397              |
| Machinery and Equipment                             | 4,840,261  | 1,773,255             | 6,613,516            |
| Infrastructure                                      | 25,720,650                                       | 21,308,740            | 47,029,390           |
| Construction In Progress                            |  | 20,813,874            | 20,813,874           |
| Less:   |  |                       |                      |
| Accumulated Depreciation                            | <u>(22,661,295)</u>                              | <u>(20,191,379)</u>   | <u>(42,852,674)</u>  |
| Total Noncurrent Assets                             | <u>7,998,973</u>                                 | <u>23,883,530</u>     | <u>31,882,503</u>    |
| Deferred Outflows of Resources:                     |  |                       |                      |
| Pension Related                                     | 152,056  | 97,751                | 249,807              |
| Total Deferred Outflows of Resources                | <u>152,056</u>                                   | <u>97,751</u>         | <u>249,807</u>       |
| Total Assets and Deferred Outflows of Resources     | <u>25,916,904</u>                                | <u>35,257,104</u>     | <u>61,174,008</u>    |
| <b>Liabilities</b>                                  |  |                       |                      |
| Current Liabilities:                                |  |                       |                      |
| Accounts Payable                                    | 270,338  | 52,376                | 322,714              |
| Deposits Payable                                    | 331,167  | 373,627               | 704,794              |
| Long Term Debt - Due within One Year                | 739,200  | 792,154               | 1,531,354            |
| Total Current Liabilities                           | <u>1,340,705</u>                                 | <u>1,218,157</u>      | <u>2,558,862</u>     |
| Noncurrent Liabilities:                             |  |                       |                      |
| Compensated Absences                                | 53,614   | 14,470                | 68,084               |
| Net Pension Liability                               | 294,551  | 189,355               | 483,906              |
| Due in More Than One Year                           | 11,423,063                                       | 19,233,138            | 30,656,201           |
| Total Noncurrent Liabilities                        | <u>11,771,228</u>                                | <u>19,436,963</u>     | <u>31,208,191</u>    |
| Deferred Inflows of Resources:                      |  |                       |                      |
| Pension Related                                     | 219,412  | 141,051               | 360,463              |
| Total Deferred Inflows of Resources                 | <u>219,412</u>                                   | <u>141,051</u>        | <u>360,463</u>       |
| Total Liabilities and Deferred Inflows of Resources | <u>13,331,345</u>                                | <u>20,796,171</u>     | <u>34,127,516</u>    |
| <b>Net Position</b>                                 |  |                       |                      |
| Net Investment in Capital Assets                    | 3,079,833  | 4,863,558             | 7,943,391            |
| Unrestricted  | 9,505,726  | 9,597,375             | 19,103,101           |
| Total Net Position                                  | <u>\$ 12,585,559</u>                             | <u>\$ 14,460,933</u>  | <u>\$ 27,046,492</u> |

The notes to the financial statements are an integral part of this statement.

**CITY OF IMPERIAL**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**Proprietary Funds**  
For the Fiscal Year Ended June 30, 2022

|   | <b>Business-type Activities - Enterprise funds</b> |                       |               |
|---|--|-----------------------|---------------|
|   | <b>Water<br/>Fund</b>                              | <b>Sewer<br/>Fund</b> | <b>Total</b>  |
| <b>Operating Revenues:</b>                |  |                       |               |
| Charges for Services                      | \$ 6,989,961                                       | \$ 6,589,482          | \$ 13,579,443 |
| Other Operating Revenue                   | 8,236  | 2,558                 | 10,794        |
| Total Operating Revenues                  | 6,998,197  | 6,592,040             | 13,590,237    |
| <b>Operating Expenses:</b>                |  |                       |               |
| Personnel                                 | 811,359  | 453,896               | 1,265,255     |
| Administrative                            | 1,596,459  | 790,492               | 2,386,951     |
| Materials and Supplies                    | 759,399  | 96,686                | 856,085       |
| Maintenance                               | 504,442  | 317,155               | 821,597       |
| Depreciation                              | 1,223,191  | 1,172,458             | 2,395,649     |
| Total Operating Expenses                  | 4,894,850  | 2,830,687             | 7,725,537     |
| Operating Income                          | 2,103,347  | 3,761,353             | 5,864,700     |
| <b>Non-operating Revenues (Expenses):</b> |  |                       |               |
| Interest Revenue                          | 7,293  | 6,857                 | 14,150        |
| Interest and Fiscal Charges               | (391,075)  | (711,666)             | (1,102,741)   |
| Intergovernmental Revenue                 | 154,334  | 154,334               | 154,334       |
| Total Non-Operating Revenue (Expenses)    | (383,782)  | (550,475)             | (934,257)     |
| Income (Loss) before transfers            | 1,719,565  | 3,210,878             | 4,930,443     |
| <b>Transfers</b>                          |  |                       |               |
| Transfers In                              | 4,170  | 3,130                 | 7,300         |
| Transfers Out                             | (1,481,344)  | (43,088)              | (1,524,432)   |
| Total Transfers                           | (1,477,174)  | (39,958)              | (1,517,132)   |
| <b>Change in Net Position</b>             | 242,391  | 3,170,920             | 3,413,311     |
| Net Position - Beginning of Fiscal Year   | 12,343,168   | 11,290,013            | 23,633,181    |
| Net Position - End of Fiscal Year         | \$ 12,585,559                                      | \$ 14,460,933         | \$ 27,046,492 |

The notes to the financial statements are an integral part of this statement.

**CITY OF IMPERIAL**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
For the Fiscal Year Ended June 30, 2022

|   | <u>Business-type Activities - Enterprise Funds</u> |                             |                             |
|---|--|-----------------------------|-----------------------------|
|   | <u>Water Fund</u>                                  | <u>Sewer Fund</u>           | <u>Totals</u>               |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>  |  |                             |                             |
| Cash Received from Users  | \$ 7,081,659                                       | \$ 6,617,195                | \$ 13,698,854               |
| Cash Payments to Suppliers and Contractors  | (2,822,122)  | (1,474,660)                 | (4,296,782)                 |
| Cash Payments to Employees  | (954,803)  | (546,111)                   | (1,500,914)                 |
| Net Cash Provided (Used) By Operating Activities  | <u>3,304,734</u>                                   | <u>4,596,424</u>            | <u>7,901,158</u>            |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>                                       |  |                             |                             |
| Transfers In  | 4,170  | 3,130                       | 7,300                       |
| Transfers Out   | (1,481,344)  | (43,088)                    | (1,524,432)                 |
| Net Cash Provided (Used) By Noncapital Financing Activities                                   | <u>(1,477,174)</u>                                 | <u>(39,958)</u>             | <u>(1,517,132)</u>          |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>  |  |                             |                             |
| Interest Received   | 8,642  | 6,857                       | 15,499                      |
| Net Cash Provided (Used) in Investing Activities  | <u>8,642</u>                                       | <u>6,857</u>                | <u>15,499</u>               |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>                              |  |                             |                             |
| Acquisition of Property, Plant, and Equipment   | (95,226)   | (1,284,022)                 | (1,379,248)                 |
| Intergovernmental   |  | 154,334                     | 154,334                     |
| Principal Payments on Debt Borrowings   | (655,000)  | (720,000)                   | (1,375,000)                 |
| Interest Paid   | (455,276)  | (757,698)                   | (1,212,974)                 |
| Net Cash Provided (Used) In Capital and Related Financing Activities                          | <u>(1,205,502)</u>                                 | <u>(2,607,386)</u>          | <u>(3,812,888)</u>          |
| <b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>                                   | <b>630,700</b>                                     | <b>1,955,937</b>            | <b>2,586,637</b>            |
| <b>CASH AND CASH EQUIVALENTS, BEGINNING OF FISCAL YEAR</b>                                    | <b>16,489,284</b>                                  | <b>8,737,913</b>            | <b>25,227,197</b>           |
| <b>CASH AND CASH EQUIVALENTS, END OF FISCAL YEAR</b>  | <b><u>\$ 17,119,984</u></b>                        | <b><u>\$ 10,693,850</u></b> | <b><u>\$ 27,813,834</u></b> |
| <b>Reconciliation to Statement of Net Position:</b>   |  |                             |                             |
| Cash and Investments  | \$ 9,876,861                                       | \$ 9,688,530                | \$ 19,565,391               |
| Cash and Investments with Fiscal Agent  | 7,243,123  | 1,005,320                   | 8,248,443                   |
|   | <u>\$ 17,119,984</u>                               | <u>\$ 10,693,850</u>        | <u>\$ 27,813,834</u>        |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>  |  |                             |                             |
| Operating Income  | \$ 2,103,347                                       | \$ 3,761,353                | \$ 5,864,700                |
| <b>Adjustment to Reconcile Operating Income to Net Cash Provided by Operating Activities:</b> |  |                             |                             |
| Depreciation  | 1,223,191  | 1,172,458                   | 2,395,649                   |
| <b>Changes in Assets, Deferred Outflows, Liabilities, and Deferred Inflows:</b>               |  |                             |                             |
| (Increase) Decrease in Accounts Receivable  | 83,462   | 25,155                      | 108,617                     |
| Increase (Decrease) in Accounts Payable   | 156,788  | (309,725)                   | (152,937)                   |
| Increase (Decrease) in Net Pension Liability  | (340,069)  | (218,618)                   | (558,687)                   |
| (Increase) Decrease in Pension Related Deferred Outflows                                      | (19,175)   | (12,326)                    | (31,501)                    |
| Increase (Decrease) in Pension Related Deferred Inflows                                       | 215,800  | 138,729                     | 354,529                     |
| Increase (Decrease) in Deposits Payable   | (118,610)  | 39,398                      | (79,212)                    |
| Total Adjustments   | <u>1,201,387</u>                                   | <u>835,071</u>              | <u>2,036,458</u>            |
| Net Cash Provided (Used) By Operating Activities  | <u>\$ 3,304,734</u>                                | <u>\$ 4,596,424</u>         | <u>\$ 7,901,158</u>         |

The notes to the financial statements are an integral part of this statement.

## FIDUCIARY FUNDS

---

**Agency Funds and Private Purpose Trust Funds are used to account for the receipt and disbursement of various taxes, deposits, deductions, and property collected by the City, acting in the capacity of an agent for distribution to other governmental units or other organizations. The agency fund and private purpose trust fund maintained by the City is presented below.**

---

**Agency Fund - This fund holds assets and liabilities for CFDs.**

**RDA Successor Agency - This fund accounts for the former redevelopment agency.**

**This page left intentionally blank**

**CITY OF IMPERIAL  
FIDUCIARY FUNDS  
STATEMENT OF NET POSITION  
June 30, 2022**

|   | <b>Private Purpose<br/>Trust Fund</b> |                        |
|---|---------------------------------------|------------------------|
|   | <b>RDA</b>                            |                        |
|   | <b>Successor<br/>Agency</b>           | <b>Agency<br/>Fund</b> |
| <b>ASSETS</b>                                   |                                       |                        |
| Cash and investments                            | \$ 3,516,361                          | \$ -                   |
| Cash and investments with fiscal agent          |                                       | 4,898,389              |
| Accounts receivable                             | 183,554                               |                        |
| Interest receivable                             |                                       |                        |
| Loans receivable                                | 501,073                               |                        |
| Capital assets, net of accumulated depreciation | 311,012                               |                        |
| Total Assets                                    | 4,512,000                             | \$ 4,898,389           |
| <b>LIABILITIES</b>                              |                                       |                        |
| Accounts payable                                | \$ 183,554                            | \$ -                   |
| Deposits payable                                | -                                     | 4,898,389              |
| Long-term debt, due within one year             | 810,000                               |                        |
| Long-term debt, due in more than one year       | 16,060,000                            |                        |
| Total Liabilities                               | 17,053,554                            | \$ 4,898,389           |
| <b>NET POSITION</b>                             |                                       |                        |
| Held in trust for others                        | (12,541,554)                          |                        |
| Total Net Position                              | \$ (12,541,554)                       |                        |

The notes to the financial statements are an integral part of this statement.

**CITY OF IMPERIAL  
FIDUCIARY FUNDS  
STATEMENT OF CHANGES IN NET POSITION  
For the Fiscal Year Ended June 30, 2022**

|                              | <b>Private Purpose<br/>Trust Fund</b> |
|------------------------------|---------------------------------------|
|                              | <b>RDA</b>                            |
|                              | <b>Successor<br/>Agency</b>           |
| <b>Additions:</b>            |                                       |
| Intergovernmental            | \$ 2,241,359                          |
| Use of money and property    | 44,888                                |
|                              | 2,286,247                             |
| <b>Deductions:</b>           |                                       |
| Interest Expense             | 637,366                               |
| Contribution to City         | 250,000                               |
|                              | 887,366                               |
| Change in net position       | 1,398,881                             |
| Net Position - July 1, 2021  | (13,940,435)                          |
| Net Position - June 30, 2022 | \$ (12,541,554)                       |

The notes to the financial statements are an integral part of this statement.



## **NOTES TO BASIC FINANCIAL STATEMENTS**

CITY OF IMPERIAL  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2022

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

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

The Imperial Community Facilities District (District) was formed in order to provide funding for necessary community development projects within the City. The City currently has six separate Districts: 2004-1 Victoria, 2004-2 Mayfield, 2004-3 Bratton, 2005-1 Springfield, 2006-Monterrey Park, and 2006-2 Savannah Ranch.

**B. Basis of Presentation**

**Government-wide Financial Statements**

The statement of net position and statement of activities display information about the primary government (the City). These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the City. 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 charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and; therefore, are clearly identifiable to a particular function. Program revenues include 1) charges paid by the recipients of goods or services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

When both restricted and unrestricted net positions are available, unrestricted resources are used only after the restricted resources are depleted.

CITY OF IMPERIAL  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2022

**NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Basis of Presentation (Continued)**

**Fund Financial Statements**

The fund financial statements provide information about the City's funds, including fiduciary funds. Separate statements for each fund category – *governmental, proprietary, and fiduciary* – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds; each displayed in a separate column. All remaining governmental and enterprise funds are separately aggregated and reported as nonmajor funds.

Proprietary funds distinguish *operating* revenues from *Nonoperating*, such as charges for services, as they result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. *Nonoperating* revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

The City reports two major governmental funds:

- The *General Fund* is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the City that are not accounted for through other funds. For the City, the General Fund includes activities such as public protection, public works and facilities, parks and recreation, and community development.
- The *LTA Measure D Special Revenue Fund* was established to account for all proceeds and expenditures associated with street and highway projects received as part of the local transportation authority Measure D sales tax.
- The *ARPA Special Revenue Fund* was established to account for all proceeds and expenditures associated the American Rescue Plan.

The City reports the following two major enterprise funds:

- The *Water Fund* was established to account for the financial activity for the purpose of operation and maintenance of City's water utility. The costs of providing these services to the general public are financed or recovered through user charges.
- The *Sewer Fund* was established to account for the financial activity for the purpose of operation and maintenance of the City's sewer system including the wastewater treatment plant. The costs of providing these services to the general public are financed or recovered through user charges.

The City reports the following additional fund types:

**Fiduciary Funds**

*Agency Funds* are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other government units, and/or other funds.

*Private Purpose Trust Fund* accounts for the operations of the former redevelopment agency.

CITY OF IMPERIAL  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2022

**NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Accounting and Measurement Focus**

The government-wide, proprietary, and fiduciary funds financial statements except for Agency Funds (that have no measurement focus) are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligible requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City considers all revenues available if they are collected within 60 days after fiscal year-end. Expenditures are recorded when the related fund liability is incurred, except for debt service expenditures which are recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from long-term debt and capital leases are reported as other financing sources.

Property taxes, transient occupancy taxes, and interest are susceptible to accrual. Sales taxes collected and held by the state at fiscal year-end on behalf of the City are also recognized as revenue. Other receipts and taxes become measurable and available when cash is received by the City and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

**D. Assets, Liabilities, and Equity**

**1. Deposits 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 represents 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.

CITY OF IMPERIAL  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2022

**NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Assets, Liabilities, and Equity (Continued)**

**1. Deposits and Investments (Continued)**

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.

Investments are stated at fair value in accordance with GASB Statement No.31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Short-term investments are reported at cost, which approximates fair value. The fair values are based on quoted market prices, if available, or estimated using quoted market prices for similar securities. Securities traded on national or international exchanges are valued at the last reported sales price at current exchange rates. Interest, dividends, and realized and unrealized gains and losses, based on the specific identification method, are included in interest revenue when earned.

**2. Receivables and Payables**

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds." Any residual balances outstanding between the governmental activities and 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 expendable available financial resources.

Property tax revenue is recognized in the fiscal year for which the taxes have been levied providing they become available. Available means when due, or past due and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter (not to exceed 60 days) to be used to pay liabilities of the current period. The County of Imperial collects property taxes for the City and Agency. Tax liens attach annually on the first day in January preceding the fiscal year for which the taxes are levied. The tax levy covers the fiscal period July 1<sup>st</sup> to June 30<sup>th</sup>. One-half of the taxes on real property are due on November 1<sup>st</sup>; the second installment is due on March 1<sup>st</sup>. All taxes are delinquent, if unpaid by December 10<sup>th</sup> and April 10<sup>th</sup> respectively. Unsecured personal property taxes become due on July 1<sup>st</sup> of each year and are delinquent, if unpaid by August 31<sup>st</sup>.

The City has elected to receive the City's portion of the property taxes from the county under the county Teeter Bill program. Under this program, the City receives 100 percent of the City's share of the levied property taxes in periodic payments with the county assuming the responsibility for the delinquencies

CITY OF IMPERIAL  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2022

**NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Assets, Liabilities, and Equity (Continued)**

**2. Receivables and Payables (Continued)**

GASB issued Statement No. 87 “Leases” to better meet the information needs of financial statements users by improving accounting and financial reporting for leases by governments. This statement increases the usefulness of governments’ financial statements by requiring recognition of certain lease asset and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational 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 asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments’ leasing activities. Implementation of GASB No. 87 did not have a fiscal impact on the City for the year ended June 30, 2022.

**3. Inventories and Prepaid Items**

Inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

**4. 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 assets are recorded at estimated fair value at the date of donation. 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        |
| Other equipment and furnishings   | 7        |

CITY OF IMPERIAL  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2022

**NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Assets, Liabilities, and Equity (Continued)**

**5. 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 vacation vested sick leave benefits of employees approaching or at their respective retirement ages. The balance is considered a long-term obligation.

A liability is accrued for all earned but unused leave benefits in the government-wide and enterprise fund statements. This liability will be liquidated as either additional cash payments in the event of employee termination or as part of budgeted salary expenditures if used by employees as compensated leave time while still employed by the City. In the fund financial statements, governmental funds accrue current liabilities for material vacation leave benefits due on demand to governmental fund employees that have terminated prior to fiscal year-end. Non-current amounts will be recorded as fund expenditures in the fiscal year in which they are paid or become due on demand to terminated employees.

**6. 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 statements of net position. Debt premiums and discounts are deferred and amortized over the life of the indebtedness using the straight line method. Notes payable are reported net of the applicable bond premium or discount.

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

**7. Net Position**

The government-wide financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted, and unrestricted.

*Net Investment In Capital Assets* – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction, or improvement of these assets reduce the balance in this category.

*Restricted Net Position* – This category presents external restrictions imposed by creditors, grantors, contributors, or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

*Unrestricted Net Position* – This category represents net position of the City, not restricted for any project or other purpose.

When an expense is incurred for purposes for which both restricted and unrestricted resources are available, the City's policy is to apply restricted resources first.

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**F. Fund Balance**

In the fund financial statements, governmental funds report fund balance as nonspendable, 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.

- Nonspendable 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’s highest level of decision-making authority (the City Council) 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. The intent can be established at either the highest level of decision making, or by a body or an official designated for that purpose.
- Unassigned fund balance – the residual classification for the City’s funds that include amounts not contained in the other classifications.

The City Council establishes, modifies or rescinds fund balance commitments and assignments by passage of an ordinance or resolution.

**G. Future Accounting Pronouncements**

GASB Statements listed below will be implemented in future financial statements.

The provisions for Statement Number 91 “Conduit Debt Obligations” are effective for fiscal years beginning after December 15, 2021.

The provisions for Statement Number 94 “Public-Private and Public-Public Partnerships and Availability Payment Arrangements” are effective for fiscal years beginning after June 15, 2022.

The provisions for Statement Number 96 “Subscription-Based Information Technology Arrangements” are effective for fiscal years beginning after June 15, 2022.

The provisions for GASB Statement Number 99, “Omnibus 2022” are effective for fiscal year beginning after June 15, 2022, and June 15, 2023.

The provisions of Statement Number 100 “Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62” are effective for fiscal years beginning after June 15, 2023.

The provisions of Statement Number 101 “Compensated Absences” are effective for fiscal years beginning after December 15, 2023.



CITY OF IMPERIAL  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2022

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**A. Budgetary Information**

**a. General Budget Policies**

1. 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.
2. 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.
3. 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.
4. Budgets for the General and Special Revenue 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. For the fiscal year ended June 30, 2021, there were no budgets adopted for any fund except the General Fund.

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.

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

**B. Budget/USGAAP Reconciliation**

No funds adopted project-length or budgetary basis budgets and, therefore, no schedule reconciling the amounts on the Combined Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget to Actual to the amounts on the Combined Statement of Revenues, Expenditures, and Changes in Fund Balances has been prepared.

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)**

**C. Excess of Expenditures over Appropriations**

For the fiscal year ended June 30, 2022, the following funds had excess expenditures over appropriations.

| Fund  | Amount     |
|---|------------|
| <b><u>Major Governmental Fund:</u></b>      |            |
| General Fund:                               |            |
| Public Works                                | \$ 833,961 |
| Capital Outlay                              | 476,961    |
| LTA Measure D Fund                          | 1,669,409  |
| <b><u>Nonmajor Governmental Fund:</u></b>   |            |
| Paseo Del Sol Landscaping and Lighting Fund | 149,237    |
| Sky Ranch District Fund                     | 25,084     |

**D. Deficit Fund Equity**

At June 30, 2022, the following funds had an accumulated deficit:

| Fund                                       | Amount     |
|--|------------|
| <b><u>Major Governmental Funds:</u></b>    |            |
| ARPA                                       | \$ 126,188 |
| <b><u>Nonmajor Governmental Funds:</u></b> |            |
| Traffic Congestion Relief                  | 29,996     |
| Prop 1B                                    | 164,419    |
| Police Technology Grant                    | 112,075    |
| STPL                                       | 615,001    |
| Per Capita                                 | 176,867    |

These fund balance deficits are primarily due to the City incurring costs in excess of receiving revenues. The Funds should alleviate these deficits as revenues are received or as General Fund transfers funds.

**NOTE 3 – CASH AND INVESTMENTS**

Cash and investments as of June 30, 2022 are classified in the accompanying financial statements as follows:

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

|                                      |               |
|--------------------------------------|---------------|
| Cash on hand                         | \$ 450        |
| Deposits with financial institutions | 48,619,120    |
| Investments                          | 6,491,913     |
| Total cash and investments           | \$ 55,111,483 |

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 3 – CASH AND INVESTMENTS (CONTINUED)**

**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 Imperial (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.

| <u>Authorized Investment Type</u>      | <u>Maximum Maturity</u> | <u>Maximum Percentage of Portfolio</u> | <u>Maximum Investment in One Issuer</u> |
|--|-------------------------|--|---|
| Bonds issued by the City               | N/A                     | None                                   | None                                    |
| US Treasury Obligations                | 5 years                 | None                                   | None                                    |
| Federal Agency Issues                  | 5 years                 | None                                   | None                                    |
| Negotiable Certificates of Deposit     | 5 years                 | 30%                                    | None                                    |
| Repurchase Agreements                  | 1 year                  | None                                   | None                                    |
| Bankers' Acceptances                   | 180 days                | 40%                                    | 30%                                     |
| Medium Term Notes                      | 5 years                 | 30%                                    | None                                    |
| Money Market Mutual Funds              | N/A                     | None                                   | 10%                                     |
| Commercial Paper                       | 270 days                | 25%                                    | None                                    |
| County Pool Investment Funds           | N/A                     | None                                   | None                                    |
| Local Agency Investment Fund (LAIF)    | N/A                     | None                                   | \$75 Million                            |
| Collateralized Bank Deposits           | N/A                     | None                                   | None                                    |
| Mortgage Pass-through Securities       | 5 years                 | 20%                                    | None                                    |
| Shares of Beneficial Interest by a JPA | N/A                     | 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.

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 3 – CASH AND INVESTMENTS (Continued)**

**B. Investments Authorized by Debt Agreements (Continued)**

| <u>Authorized Investment Type</u>   | <u>Maximum Maturity</u> | <u>Maximum Percentage of Portfolio</u> | <u>Maximum Investment in One Issuer</u> |
|-------------------------------------|-------------------------|--|---|
| Local Agency Bonds                  | N/A                     | None                                   | None                                    |
| U.S. Treasury Obligations           | N/A                     | None                                   | None                                    |
| State Obligations                   | N/A                     | None                                   | None                                    |
| U.S. Government Agency Issues       | N/A                     | None                                   | None                                    |
| Money Market Mutual Fund            | N/A                     | None                                   | None                                    |
| Bankers Acceptances                 | N/A                     | None                                   | None                                    |
| Commercial Paper                    | 270 days                | None                                   | None                                    |
| Certificates of Deposit             | N/A                     | None                                   | None                                    |
| Repurchase Agreements               | N/A                     | None                                   | None                                    |
| Investment Agreements               | N/A                     | None                                   | None                                    |
| Local Agency Investment Fund (LAIF) | N/A                     | 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.

**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:

| <u>Investment Type</u>       | <u>Totals</u>       | <u>Remaining maturity (in Months)</u> |                        |                     |                            |
|------------------------------|---------------------|---------------------------------------|------------------------|---------------------|----------------------------|
|                              |                     | <u>12 Months or Less</u>              | <u>13 to 24 Months</u> | <u>25-60 Months</u> | <u>More Than 60 Months</u> |
| State Investment Pool (LAIF) | \$ 6,491,913        | \$ 6,491,913                          | \$ -                   | \$ -                | \$ -                       |
|                              | <u>\$ 6,491,913</u> | <u>\$ 6,491,913</u>                   | <u>\$ -</u>            | <u>\$ -</u>         | <u>\$ -</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).

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 3 – CASH AND INVESTMENTS (Continued)**

**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.

| <u>Investment Type</u> | <u>Amount</u>       | <u>Minimum Legal Rating</u> | <u>Exempt From Disclosure</u> | <u>Rating as of Fiscal Year End</u> |             |             |                     |
|------------------------|---------------------|-----------------------------|-------------------------------|-------------------------------------|-------------|-------------|---------------------|
|                        |                     |                             |                               | <u>AAA</u>                          | <u>AA</u>   | <u>A</u>    | <u>Not Rated</u>    |
| State Investment Pool  | \$ 6,491,913        | N/A                         | \$ -                          | \$ -                                | \$ -        | \$ -        | \$ 6,491,913        |
| Total                  | <u>\$ 6,491,913</u> |                             | <u>\$ -</u>                   | <u>\$ -</u>                         | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 6,491,913</u> |

**F. Concentration of Credit Risk**

The investment policy of the City contains limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. There are no investments in any one issuer (other than money market) that represent 5% or more of total City’s investments.

**G. 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, other than the following provision for deposits: 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 governmental 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.

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 3 – CASH AND INVESTMENTS (Continued)**

H. 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.

I. Fair Value Measurements

The City categorizes its fair value measurements within the fair value hierarchy establish 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 did not have any investments applicable to recurring fair value measurements as of June 30, 2022.

**NOTE 4 – INTERFUND TRANSACTIONS**

**A. Interfund Receivables and Payables**

During the course of normal operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as “due to and from other funds”. The following presents a summary of current interfund balances at June 30, 2022:

| Receivable Fund          | Amount              | Payable Fund                 | Amount              |
|--------------------------|---------------------|------------------------------|---------------------|
| Major Governmental Fund: |                     | Nonmajor Governmental Funds: |                     |
| General Fund             | \$ 1,098,358        | Traffic Congestion Relief    | \$ 29,996           |
|                          |                     | Prop IB Fund                 | 164,419             |
| Totals                   | <u>\$ 1,098,358</u> | Police Technology Grant Fund | 112,075             |
|                          |                     | STPL Fund                    | 615,001             |
|                          |                     | Per Capita                   | <u>176,867</u>      |
|                          |                     | Totals                       | <u>\$ 1,098,358</u> |

**B. Transfers between Funds**

Transfers are indicative of funding for capital projects, lease payments or debt service, subsidies of various City operations, and re-allocations of special revenues. All inter-fund transfers between individual government funds have been eliminated on the government-wide statements. The following schedule briefly summarizes the City’s transfer activity for the fiscal year ended June 30, 2022:

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 4 – INTERFUND TRANSACTIONS (CONTINUED)**

**B. Transfers between Funds (Continued)**

| Fund  | Transfers-in        | Transfers-out       |
|---|---------------------|---------------------|
| <b>Major Governmental Funds:</b>                            |                     |                     |
| General Fund  | \$ 4,116,647        |                     |
| LTA Measure D   |                     | 642,719             |
| ARPA  |                     | 1,047,121           |
| <b>Major Enterprise Funds:</b>                              |                     |                     |
| Water Fund  | 4,170               | 1,481,344           |
| Sewer Fund  | 3,130               | 43,088              |
| <b>Nonmajor Governmental Funds:</b>                         |                     |                     |
| TCRF Special Revenue Fund                                   |                     | 30,000              |
| Traffic Safety Special Revenue Fund                         |                     | 3,500               |
| Gas Tax Special Revenue Fund                                |                     | 338,775             |
| Local Transportation Special Revenue Fund                   |                     | 5,000               |
| Public Safety Prop 172 Special Revenue Fund                 |                     | 91,879              |
| Housing Rehabilitation Special Revenue Fund                 |                     | 5,000               |
| RLA Special Revenue Fund                                    |                     | 5,000               |
| Wildflower Landscaping and Lighting Special Revenue Fund    |                     | 31,589              |
| Paseo Del Sol Landscaping and Lighting Special Revenue Fund |                     | 112,857             |
| Sky Ranch District Special Revenue Fund                     |                     | 215,625             |
| Library Literacy Special Revenue Fund                       |                     | 39,742              |
| SB1 Special Revenue Fund                                    |                     |                     |
| Housing General Special Revenue Fund                        |                     | 5,000               |
| Park Impact Fees Special Revenue Fund                       |                     | 25,000              |
| ARPA Utility Special Revenue Fund                           |                     | 750                 |
| Utility Assistance Special Revenue Fund                     | 42                  |                     |
| Totals  | <u>\$ 4,123,989</u> | <u>\$ 4,123,989</u> |

**NOTE 5 – CAPITAL ASSETS**

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

|   | Balance at<br>June 30, 2021 | Additions           | Deletions   | Transfers        | Balance at<br>June 30, 2022 |
|---|-----------------------------|---------------------|-------------|------------------|-----------------------------|
| <b>Governmental activities:</b>               |                             |                     |             |                  |                             |
| <b>Capital assets, not being depreciated:</b> |                             |                     |             |                  |                             |
| Land  | \$ 3,329,400                | \$ -                | \$ -        | \$ -             | \$ 3,329,400                |
| Construction in progress                      | -                           | 360,255             |             | (360,255)        |                             |
| Total capital assets, not being depreciated   | <u>3,329,400</u>            | <u>360,255</u>      |             | <u>(360,255)</u> | <u>3,329,400</u>            |
| <b>Capital assets, being depreciated:</b>     |                             |                     |             |                  |                             |
| Machinery and Equipment                       | 7,701,210                   | 1,041,805           |             |                  | 8,743,015                   |
| Infrastructure                                | 45,864,599                  | 11,351              |             | 360,255          | 46,236,205                  |
| Total capital assets being depreciated        | <u>53,565,809</u>           | <u>1,053,156</u>    |             | <u>360,255</u>   | <u>54,979,220</u>           |
| <b>Less accumulated depreciation for:</b>     |                             |                     |             |                  |                             |
| Machinery and Equipment                       | (6,751,333)                 | (387,687)           |             |                  | (7,139,020)                 |
| Infrastructure                                | (21,222,380)                | (1,837,438)         |             |                  | (23,059,818)                |
| Total accumulated depreciation                | <u>(27,973,713)</u>         | <u>(2,225,125)</u>  |             |                  | <u>(30,198,838)</u>         |
| Total capital assets, being depreciated, net  | <u>25,592,096</u>           | <u>(1,171,969)</u>  |             | <u>360,255</u>   | <u>24,780,382</u>           |
| Governmental activities capital assets, net   | <u>\$ 28,921,496</u>        | <u>\$ (811,714)</u> | <u>\$ -</u> | <u>\$ -</u>      | <u>\$ 28,109,782</u>        |

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 5 – CAPITAL ASSETS (CONTINUED)**

Capital Asset activity for the fiscal year ended June 30, 2022 was as follows (continued):

| Business-type activities:                    | Balance at<br>June 30, 2021 | Additions             | Deletions   | Transfers   | Balance at<br>June 30, 2022 |
|--|-----------------------------|-----------------------|-------------|-------------|-----------------------------|
| Capital assets, not being depreciated:       |                             |                       |             |             |                             |
| Land   | \$ 278,397                  | \$ -                  | \$ -        | \$ -        | \$ 278,397                  |
| Construction in progress                     | 19,548,599                  | 1,265,275             |             |             | 20,813,874                  |
| Total capital assets, not being depreciated  | <u>19,826,996</u>           | <u>1,265,275</u>      |             |             | <u>21,092,271</u>           |
| Capital assets, being depreciated:           |                             |                       |             |             |                             |
| Buildings and Improvements                   | 19,270,611                  |                       |             |             | 19,270,611                  |
| Machinery and Equipment                      | 6,576,019                   | 37,495                |             |             | 6,613,514                   |
| Infrastructure                               | 27,682,304                  | 76,478                |             |             | 27,758,782                  |
| Total capital assets, being depreciated      | <u>53,528,934</u>           | <u>113,973</u>        |             |             | <u>53,642,907</u>           |
| Less accumulated depreciation for:           |                             |                       |             |             |                             |
| Buildings and Improvements                   | (16,401,966)                | (920,421)             |             |             | (17,322,387)                |
| Machinery and Equipment                      | (5,642,556)                 | (227,023)             |             |             | (5,869,579)                 |
| Infrastructure                               | (18,412,504)                | (1,248,205)           |             |             | (19,660,709)                |
| Total accumulated depreciation               | <u>(40,457,026)</u>         | <u>(2,395,649)</u>    |             |             | <u>(42,852,675)</u>         |
| Total capital assets, being depreciated, net | <u>13,071,908</u>           | <u>(2,281,676)</u>    |             |             | <u>10,790,232</u>           |
| Business-type activities capital assets, net | <u>\$ 32,898,904</u>        | <u>\$ (1,016,401)</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 31,882,503</u>        |

**Depreciation**

Depreciation expense was charged to governmental functions as follows:

|   |                     |
|---|---------------------|
| General Government                                  | \$ 741,709          |
| Public Works  | 741,708             |
| Public Safety                                       | <u>741,708</u>      |
| Total depreciation expense – governmental functions | <u>\$ 2,225,125</u> |

Depreciation expense was charged to business-type functions as follows:

|  |                     |
|--|---------------------|
| Water  | \$ 1,223,191        |
| Sewer  | <u>1,172,458</u>    |
| Total depreciation expense – business-type functions | <u>\$ 2,395,649</u> |

**NOTE 6 – NOTES RECEIVABLE**

The City has established a number of housing assistance loan programs using HOME Investment Partnerships Program grant funds. These loans consist of several loans for first-time home buyers assistance and home rehabilitation assistance loans for qualified persons. The City also utilizes Community Development Block Grant (CDBG) to provide business assistance loans and home rehabilitation loans to qualified persons.



**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 7 – LONG-TERM LIABILITIES**

The following is a schedule of long-term liabilities for Governmental Activities and Business-type Activities for the fiscal year ended June 30, 2022:

|  | Balance at<br>June 30, 2021 | Additions         | Repayments            | Balance at<br>June 30, 2022 | Due Within<br>One Year |
|--|-----------------------------|-------------------|-----------------------|-----------------------------|------------------------|
| <b>Governmental Activities:</b>            |                             |                   |                       |                             |                        |
| Compensated absences                       | \$ 496,203                  | \$ 209,381        | \$ (277,463)          | \$ 428,121                  | \$ -                   |
| Total                                      | <u>\$ 546,903</u>           | <u>\$ 209,381</u> | <u>\$ (277,463)</u>   | <u>\$ 428,121</u>           | <u>\$ -</u>            |
| <b>Business-type Activities:</b>           |                             |                   |                       |                             |                        |
| <b>Water Fund:</b>                         |                             |                   |                       |                             |                        |
| Compensated absences                       | \$ 63,614                   | \$ 53,614         | \$ (63,614)           | \$ 53,614                   | \$ -                   |
| 2012 Certificates of participation         | 3,945,000                   |                   | (595,000)             | 3,350,000                   | 615,000                |
| 2012 Certificates of participation premium | 219,802                     |                   | (41,212)              | 178,590                     | 41,212                 |
| 2019 Water revenue bonds                   | 8,050,000                   |                   | (60,000)              | 7,990,000                   | 60,000                 |
| 2019 Water revenue bonds premium           | 666,662                     |                   | (22,988)              | 643,674                     | 22,988                 |
| <b>Sewer Fund:</b>                         |                             |                   |                       |                             |                        |
| Compensated absences                       | 14,470                      | 14,470            | (14,470)              | 14,470                      |                        |
| 2012 Certificates of participation         | 4,240,000                   |                   | (640,000)             | 3,600,000                   | 660,000                |
| 2012 Certificates of participation premium | 59,507                      |                   | (11,156)              | 48,351                      | 11,156                 |
| 2019 Wastewater revenue bonds              | 15,485,000                  |                   | (80,000)              | 15,405,000                  | 85,000                 |
| 2019 Wastewater revenue bonds premium      | 1,007,939                   |                   | (35,998)              | 971,941                     | 35,998                 |
| Total                                      | <u>\$ 35,521,539</u>        | <u>\$ 68,084</u>  | <u>\$ (1,564,438)</u> | <u>\$ 32,255,640</u>        | <u>\$ 1,531,354</u>    |

**1. Business-type Activities – Water/Wastewater 2012 COP**

On April 1, 2012, the City issued the 2012 certificates of participation in the amount of \$10,065,000 for the water facility and \$8,550,000 for the wastewater facility. The proceeds of the sale were used together with other available moneys to provide funds to the City to prepay and defease on a current basis the City's Refunding Certificates of Participation Series 2001 of which \$7,190,000 (water) and \$4,995,000 (sewer) remained outstanding, and to finance certain capital improvements to the City's water and wastewater system, to fund a reserve fund for the Bonds, and to pay certain costs of issuing the Bonds. Interest is payable semi-annually on April and October 15 commencing on October 15, 2012 through October 15, 2026 and ranges from 3% to 5%. As of June 30, 2020, the balances remaining for Water and Wastewater Refunding COPs are \$3,350,000 and \$3,600,000 respectively. In the event of a default, the full outstanding balance of the debt is due and payable.

Annual debt service requirements for the Certificates of Participation are shown below:

| Fiscal Year<br>Ended June 30, | 2012 Certificates of Participation - Water |                   |                     |
|-------------------------------|--|-------------------|---------------------|
|                               | Principal                                  | Interest          | Total               |
| 2023                          | \$ 615,000                                 | \$ 147,512        | \$ 762,512          |
| 2024                          | 635,000                                    | 120,875           | 755,875             |
| 2025                          | 665,000                                    | 88,375            | 753,375             |
| 2026                          | 700,000                                    | 54,250            | 754,250             |
| 2027                          | 735,000                                    | 18,375            | 753,375             |
|                               | <u>\$ 3,350,000</u>                        | <u>\$ 429,387</u> | <u>\$ 3,779,387</u> |

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 7 – LONG-TERM LIABILITIES (CONTINUED)**

| Fiscal Year<br>Ended June 30, | 2012 Certificates of Participation - Wastewater |                   |                     |
|-------------------------------|---|-------------------|---------------------|
|                               | Principal                                       | Interest          | Total               |
| 2023                          | \$ 660,000                                      | \$ 136,500        | \$ 796,500          |
| 2024                          | 690,000   | 110,287           | 800,287             |
| 2025                          | 720,000   | 80,324            | 800,324             |
| 2026                          | 750,000   | 49,087            | 799,087             |
| 2027                          | 780,000   | 16,575            | 796,575             |
|                               | <u>\$ 3,600,000</u>                             | <u>\$ 392,773</u> | <u>\$ 3,992,773</u> |

**2. Business-type Activities – Wastewater Revenue Bonds 2019**

On May 1, 2019, the City issued the 2019 Wastewater revenue bonds in the amount of \$15,620,000 and pledged the City’s Wastewater Fund as the specific revenue source for the repayment of the debt. The proceeds of the sale were used to provide funds to the City to prepay and defease on a current basis the City’s Wastewater Parity COP 2005 in the amount of \$2,105,000 and to finance certain capital improvements to the City’s wastewater system, to fund a reserve fund for the Bonds, and to pay certain costs of issuing the Bonds. Interest is payable semi-annually on April and October 15 commencing on October 15, 2019 through October 15, 2049 and ranges from 3% to 5%.. As of June 30, 2022, the balance outstanding for 2019 Wastewater revenue bonds was \$15,405,000. In the event of a default, the full outstanding balance of the debt is due and payable.

On December 1, 2019, the City issued the 2019 Water revenue bonds in the amount of \$8,115,000 and pledged the City’s Water Fund as the specific revenue source for the repayment of the debt. The proceeds of the sale were used to provide funds to the City to prepay and defease on a current basis the City’s Water Parity COP 2005 in the amount of \$1,535,000 and to finance certain capital improvements to the City’s water system, to fund a reserve fund for the Bonds, and to pay certain costs of issuing the Bonds. Interest is payable semi-annually on April and October 15 commencing on April 15, 2020 through April 15, 2050 and ranges from 3% to 5%. As of June 30, 2022, the balance outstanding for 2019 Water revenue bonds was \$7,990,000. In the event of a default, the full outstanding balance of the debt is due and payable.

Annual debt service requirements for the Revenue Bonds are shown below:

| Fiscal Year<br>Ended June 30, | 2019 Wastewater Revenue Bonds |                     |                      |
|-------------------------------|-------------------------------|---------------------|----------------------|
|                               | Principal                     | Interest            | Total                |
| 2023                          | \$ 85,000                     | \$ 593,000          | \$ 678,000           |
| 2024                          | 80,000                        | 590,526             | 670,526              |
| 2025                          | 85,000                        | 588,050             | 673,050              |
| 2026                          | 90,000                        | 585,426             | 675,426              |
| 2027                          | 90,000                        | 582,726             | 672,726              |
| 2028-2032                     | 2,565,000                     | 2,599,005           | 5,164,005            |
| 2033-2037                     | 3,075,000                     | 1,951,228           | 5,026,228            |
| 2038-2042                     | 3,085,000                     | 1,388,205           | 4,473,205            |
| 2043-2047                     | 3,705,000                     | 748,031             | 4,453,031            |
| 2048-2050                     | 2,545,000                     | 125,865             | 2,670,865            |
|                               | <u>\$ 15,405,000</u>          | <u>\$ 9,752,062</u> | <u>\$ 25,157,062</u> |

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 7 – LONG-TERM LIABILITIES (CONTINUED)**

**2. Business-type Activities – Wastewater Revenue Bonds 2019 (Continued)**

| Fiscal Year<br>Ended June 30, | 2019 Water Revenue Bonds |                     |                      |
|-------------------------------|--------------------------|---------------------|----------------------|
|                               | Principal                | Interest            | Total                |
| 2023                          | \$ 60,000                | \$ 280,600          | \$ 340,600           |
| 2024                          | 65,000                   | 278,726             | 343,726              |
| 2025                          | 65,000                   | 276,776             | 341,776              |
| 2026                          | 65,000                   | 274,500             | 339,500              |
| 2027                          | 70,000                   | 273,200             | 343,200              |
| 2028-2032                     | 1,455,000                | 1,239,800           | 2,694,800            |
| 2033-2037                     | 1,670,000                | 924,600             | 2,594,600            |
| 2038-2042                     | 1,510,000                | 666,694             | 2,176,694            |
| 2043-2047                     | 1,800,000                | 324,495             | 2,124,495            |
| 2048-2050                     | 1,230,000                | 124,244             | 1,354,244            |
|                               | <u>\$ 7,990,000</u>      | <u>\$ 4,663,635</u> | <u>\$ 12,653,635</u> |

**3. Compensated Absences**

The City’s policy relating to compensated absences is described in Note (1). Compensated absences are liquidated primarily by the general fund and proprietary funds. The total amount outstanding at June 30, 2022, was \$428,121 for governmental activities and \$68,084 for business-type activities.

**NOTE 8 – RISK MANAGEMENT**

**California Joint Powers Insurance Authority (CJPIA)**

The City is a member of the California Joint Powers Insurance Authority’s (Authority) Joint Liability Protection and worker’s compensation coverage programs. The Authority is composed of 119 California public entities and is organized under a joint powers agreement pursuant to California Government Code §6500 et seq. The purpose of the Authority is to arrange and administer programs for the pooling of self-insured losses, to purchase excess insurance or reinsurance, and to arrange for group-purchased insurance for property and other lines of coverage. The Authority began covering claims of its members in 1978. Each member government has an elected official as its representative on the Board of Directors. The Board operates through a nine-member Executive Committee. Audited financial statements for the Authority are available from Finance Director, at California Joint Powers Insurance Authority, 8081 Moody Street, La Palma, California 90623.

**NOTE 9 – CONTINGENT LIABILITIES**

The City is subject to litigation arising in the normal course of business. In the opinion of the City’s management, there is no pending litigation that is likely to have a material adverse effect on the financial position of the City.

**NOTE 10 – OTHER POST EMPLOYMENT BENEFITS**

The City does not offer any other post-employment benefits.

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 11 – PENSION PLAN**

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

***A. General Information about the Pension Plan***

*Plan Descriptions* - All qualified employees are eligible to participate in the City's separate Safety (police and fire) and Miscellaneous (all other) Plans, cost sharing defined benefit pension plans administered by the California Public Employees' Retirement System (CalPERS), which acts as a common investment and administrative agent for its participating member employers. Benefit provisions under the Plans are established by State statute and Local Government resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

*Benefits Provided* - CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

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

|   | City Misc Plan              |                                | City Safety Plan            |                                |
|---|-----------------------------|--------------------------------|-----------------------------|--------------------------------|
|   | Prior to January 1,<br>2013 | On or after January 1,<br>2013 | Prior to January 1,<br>2013 | On or after January 1,<br>2013 |
| Hire date   |                             |                                |                             |                                |
| Benefit formula                                   | 2% @ 55                     | 2% @ 62                        | 3.0% @ 50                   | 2.7% @ 57                      |
| Benefit vesting schedule                          | 5 years service             | 5 years service                | 5 years service             | 5 years service                |
| Benefit payments                                  | monthly for life            | monthly for life               | monthly for life            | monthly for life               |
| Retirement age                                    | 55                          | 62                             | 50                          | 62                             |
| Monthly benefits, as a % of eligible compensation | 2.00%                       | 2.00%                          | 3.0%                        | 1.0% to 2.5%                   |
| Required employee contribution rates              | 7.00%                       | 6.25%                          | 9.00%                       | 11.50%                         |
| Required employer contribution rates              | 6.709%                      | 6.237%                         | 13.813%                     | 6.237%                         |

*Contributions* - Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 11 – PENSION PLAN (Continued)**

***B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions***

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

| Proportionate Share of Net Pension<br>Liability |              |
|---|--------------|
| Misc. Plan                                      | Safety Plan  |
| \$ 840,360                                      | \$ 1,423,795 |

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 plans relative to the projected contributions of all participating employers, actuarially determined. The City's proportionate share of the net pension liability for the Plan as of June 30, 2020 and 2021 was as follows:

|                              | City Miscellaneous<br>Plan | City Safety<br>Plan |
|------------------------------|----------------------------|---------------------|
| Proportion - June 30, 2020   | 0.05447%                   | 0.03873%            |
| Proportion - June 30, 2021   | 0.04426%                   | 0.04057%            |
| Change - Increase (Decrease) | -0.01021%                  | 0.00184%            |

For the fiscal year ended June 30, 2022, the City recognized pension expense of \$926,859. At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|  | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources |
|--|--------------------------------------|-------------------------------------|
| Pension contributions subsequent to measurement date                                 | \$ 928,581                           | \$ -                                |
| Net differences between projected and actual earnings<br>on pension plan investments |                                      | (1,581,022)                         |
| Difference between actual vs proportionate contribution                              | 100,449                              | (91,641)                            |
| Difference in actual experience  | 337,492                              |                                     |
| Adjustment due to differences in proportions   | 244,339                              | (13,913)                            |
| Total  | \$ 1,610,860                         | \$ (1,686,576)                      |

\$928,581 reported as deferred outflows of resources related to contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and will be recognized as pension expense as follows:

CITY OF IMPERIAL  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2022

**NOTE 11 – PENSION PLAN (Continued)**

***B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)***

| Fiscal Year Ended | Amount                |
|-------------------|-----------------------|
| <u>June 30,</u>   | <u>Amount</u>         |
| 2023              | \$ (97,284)           |
| 2024              | (175,689)             |
| 2025              | (295,395)             |
| 2026              | (435,928)             |
| Total             | <u>\$ (1,004,297)</u> |

The City’s net pension liability for each Plan is measured as the total pension liability, less the pension plan’s fiduciary net position. The net pension liability of each of the Plans is measured as of June 30, 2021, using an annual actuarial valuation as of June 30, 2020 rolled forward to June 30, 2021 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

*Actuarial Assumptions* - The total pension liabilities in the June 30, 2021 actuarial valuations were determined using the following actuarial assumptions:

|                           | <u>Miscellaneous</u>                   | <u>Safety</u>    |
|---------------------------|--|------------------|
| Valuation Date            | June 30, 2020                          | June 30, 2020    |
| Measurement Date          | June 30, 2021                          | June 30, 2021    |
| Actuarial Cost Method     | Entry-Age Normal Cost Method           |                  |
| Actuarial Assumptions:    |  |                  |
| Discount Rate             | 7.15%                                  | 7.15%            |
| Inflation                 | 2.50%                                  | 2.50%            |
| Payroll Growth            | 3.00%                                  | 3.00%            |
| Projected Salary Increase | 3.30%-14.20% (1)                       | 3.30%-14.20% (1) |
| Investment Rate of Return | 7.00% (2)                              | 7.00% (2)        |
| Mortality                 | Derived using CalPERS' Membership Data |                  |

(1) Depending on age, service and type of employment

(2) Net of pension plan investment expenses, including inflation

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2021 valuation were based on the results of a January 2014 actuarial experience study for the period 1997 to 2011. Further details of the Experience Study can be found on the CalPERS website.

*Discount Rate* - The discount rate used to measure the total pension liability was 7.15% for each Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.15 percent discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.15 percent will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

CITY OF IMPERIAL  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2022

**NOTE 11 – PENSION PLAN (Continued)**

***B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)***

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of 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 cash flows. Using historical returns of all the funds' asset classes, 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 fund. The expected rate of return was set by calculating the rounded 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 and adjusted to account for assumed administrative expenses rate.

The table below reflects the long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These rates of return are net of administrative expenses.

| Asset Class                   | New Strategic Allocation | Real Return<br>Year 1 - 10(a) | Real Return Years<br>11+(b) |
|-------------------------------|--------------------------|-------------------------------|-----------------------------|
| Global Equity                 | 50.00%                   | 4.80%                         | 5.98%                       |
| Global Fixed Income           | 28.00%                   | 1.00%                         | 2.62%                       |
| Inflation Sensitive           | 0.00%                    | 0.77%                         | 1.81%                       |
| Private Equity                | 8.00%                    | 6.30%                         | 7.23%                       |
| Real Estate                   | 13.00%                   | 3.75%                         | 4.93%                       |
| Infrastructure and Forestland | 0.00%                    | 0.00%                         | 0.00%                       |
| Liquidity                     | 1.00%                    | 0.00%                         | -0.92%                      |
| Total                         | 100.00%                  |                               |                             |

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

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

*Sensitivity of the Net Pension Liability to Changes in the Discount Rate* -The following presents the net pension liability of the Local Government for each Plan, calculated using the discount rate for each Plan, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

|  | Discount Rate -1% | Current Discount Rate | Discount Rate +1% |
|--|-------------------|-----------------------|-------------------|
|  | 6.15%             | 7.15%                 | 8.15%             |
| Employer's Net Pension Liability - Miscellaneous | \$ 2,578,765      | \$ 840,360            | \$ (596,754)      |
| Employer's Net Pension Liability - Safety        | 2,782,128         | 1,423,795             | 308,092           |
| Employer's Net Pension Liability - Total         | \$ 5,360,893      | \$ 2,264,155          | \$ (288,662)      |

*Pension Plan Fiduciary Net Position* - Detailed information about each pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 12 - SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY**

On December 29, 2011, the California Supreme Court upheld Assembly Bill 1X 26 (“the Bill”) that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the City of Imperial (City) that previously had reported a redevelopment agency within the reporting entity of the City as a blended component unit.

The Bill provides that upon dissolution of a redevelopment agency, either the city or other unit of local government will agree to serve as the “successor agency” to hold the assets units until they are distributed to other units of state and local government. On January 10, 2012, the City Council elected to become the Successor Agency for the former redevelopment agency in accordance with the Bill as part of the City resolution number 2012-04.

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 as of the date of the dissolution (including the completion of any unfinished projects that were subject to legally enforceable contractual commitments).

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

**A. Capital assets of the Successor Agency as of June 30, 2022 consisted of the following:**

|   | Balance at<br>June 30, 2021 | Additions   | Deletions   | Balance at<br>June 30, 2022 |
|---|-----------------------------|-------------|-------------|-----------------------------|
| Capital assets, not being depreciated:      |                             |             |             |                             |
| Land  | \$ 311,012                  | \$ -        | \$ -        | \$ 311,012                  |
| Total capital assets, not being depreciated | 311,012                     |             |             | 311,012                     |
| Total capital assets, net                   | <u>\$ 311,012</u>           | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 311,012</u>           |

**B. Long-term debt of the Successor Agency as of June 30, 2022, consisted of the following:**

|                                   | Balance at<br>June 30, 2021 | Additions   | Deletions           | Balance at<br>June 30, 2022 | Due within<br>one year |
|-----------------------------------|-----------------------------|-------------|---------------------|-----------------------------|------------------------|
| 2016 A Series Tax Allocation Bond | \$ 4,940,000                | \$ -        | \$ (245,000)        | \$ 4,695,000                | \$ 250,000             |
| 2016 B Series Tax Allocation Bond | 12,725,000                  |             | (550,000)           | 12,175,000                  | 560,000                |
| Totals                            | <u>\$ 17,665,000</u>        | <u>\$ -</u> | <u>\$ (795,000)</u> | <u>\$ 16,870,000</u>        | <u>\$ 810,000</u>      |

**2016 Series A Tax Allocation Bonds**

On May 18, 2016, the Successor Agency of the City of Imperial (the “Agency”) issued \$6,050,000 refunding the 2005 Tax Allocation Notes. Interest is payable semi-annually every June 1 and December 1 of each year, commencing June 1, 2016 and maturing on June 1, 2037 and ranges from 2% to 4%. As of June 30, 2022, the outstanding principal balance is \$4,695,000. In the event of a default, the full outstanding balance of the debt is due and payable.



**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
June 30, 2022

**NOTE 12 - SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY (CONTINUED)**

2016 Series A Tax Allocation Bonds (Continued)

| Fiscal Year<br>Ended June 30, | 2016 Series A Tax Allocation Bonds |                     |                     |
|-------------------------------|------------------------------------|---------------------|---------------------|
|                               | Principal                          | Interest            | Total               |
| 2023                          | 250,000                            | 172,900             | \$ 422,900          |
| 2024                          | 250,000                            | 167,900             | 417,900             |
| 2025                          | 255,000                            | 162,850             | 417,850             |
| 2026                          | 260,000                            | 155,100             | 415,100             |
| 2027                          | 270,000                            | 143,150             | 413,150             |
| 2028-2032                     | 1,535,000                          | 533,500             | 2,068,500           |
| 2033-2037                     | 1,875,000                          | 193,500             | 2,068,500           |
|                               | <u>\$ 4,695,000</u>                | <u>\$ 1,528,900</u> | <u>\$ 6,223,900</u> |

2016 Series B Tax Allocation Bonds

On May 18, 2016, the Successor Agency of the City of Imperial (the "Agency") issued \$15,145,000 refunding the 2008 Tax Allocation Notes. Interest is payable semi-annually every June 1 and December 1 of each year, commencing June 1, 2016 and maturing on June 1, 2037 and ranges from 0.75% to 4%. As of June 30, 2022, the outstanding principal balance is \$12,175,000. In the event of a default, the full outstanding balance of the debt is due and payable.

| Fiscal Year<br>Ended June 30, | 2016 Series B Tax Allocation Bonds |                     |                      |
|-------------------------------|------------------------------------|---------------------|----------------------|
|                               | Principal                          | Interest            | Total                |
| 2023                          | \$ 560,000                         | \$ 433,631          | \$ 993,631           |
| 2024                          | 580,000                            | 418,656             | 998,656              |
| 2025                          | 595,000                            | 401,756             | 996,756              |
| 2026                          | 615,000                            | 383,606             | 998,606              |
| 2027                          | 630,000                            | 364,538             | 994,538              |
| 2028-2032                     | 3,495,000                          | 1,465,435           | 4,960,435            |
| 2033-2037                     | 4,205,000                          | 732,900             | 4,937,900            |
| 2038                          | 1,495,000                          | 29,900              | 1,524,900            |
|                               | <u>\$ 12,175,000</u>               | <u>\$ 4,230,422</u> | <u>\$ 16,405,422</u> |

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2022**

**NOTE 13 – FUND BALANCES**

Fund balance is classified as nonspendable, restricted, committed, assigned, and/or unassigned based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the government funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented as follows:

| Fund Balances              | General             | LTDA<br>Measure D   | ARPA                | Nonmajor<br>Governmental<br>Funds | Total                |
|----------------------------|---------------------|---------------------|---------------------|-----------------------------------|----------------------|
| <b>Restricted for:</b>     |                     |                     |                     |                                   |                      |
| Community Development      | \$ -                | \$ -                | \$ -                | \$ 2,653,576                      | \$ 2,653,576         |
| Public Safety              |                     |                     |                     | 1,450,817                         | 1,450,817            |
| Public Works               |                     | 1,501,544           |                     | 3,828,008                         | 5,329,552            |
| Parks and Recreation       |                     |                     |                     | 2,623,665                         | 2,623,665            |
| <b>Total Restricted</b>    |                     | <b>1,501,544</b>    |                     | <b>10,556,066</b>                 | <b>12,057,610</b>    |
| Unassigned:                | 7,731,103           |                     | (126,188)           | (1,098,358)                       | 6,506,557            |
| <b>Total Fund Balances</b> | <b>\$ 7,731,103</b> | <b>\$ 1,501,544</b> | <b>\$ (126,188)</b> | <b>\$ 9,457,708</b>               | <b>\$ 18,564,167</b> |

**NOTE 14 – SUBSEQUENT EVENTS**

The City may be negatively impacted by the effects of the worldwide coronavirus pandemic. The City is closely monitoring its operations, liquidity, and reserves and is actively working to minimize the current and future impact of this unprecedented situation. As of the date of issuance of these financial statements, the full impact to the City's financial position is not known.

**This page left intentionally blank**

## **REQUIRED SUPPLEMENTAL INFORMATION**

**CITY OF IMPERIAL  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

|  | Budgeted Amounts    |                     | Actual<br>Amounts   | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|---------------------|---------------------|---------------------|---|
|  | Original            | Final               |                     |   |
| <b>Revenues</b>  |                     |                     |                     |   |
| Property Taxes   | \$ 1,492,392        | \$ 1,492,392        | \$ 1,887,446        | \$ 395,054  |
| Sales and Use Taxes  | 2,847,436           | 2,847,436           | 3,913,328           | 1,065,892   |
| Business License Taxes                                       | 60,000              | 60,000              | 71,056              | 11,056  |
| Transient Occupancy Tax                                      | 20,000              | 20,000              | 60,001              | 40,001  |
| Other Taxes  | 147,889             | 147,889             | 62,655              | (85,234)  |
| Licenses and Permits   | 5,128               | 5,128               | 9,690               | 4,562   |
| Fines and Forfeitures  | 8,000               | 8,000               | 183,068             | 175,068   |
| Use of Money and Property                                    | 6,500               | 6,500               | 3,768               | (2,732)   |
| Charges for Services   | 2,544,806           | 2,544,806           | 3,271,429           | 726,623   |
| Intergovernmental  | 2,253,559           | 2,253,559           | 2,095,902           | (157,657)   |
| Franchise Tax  | 250,000             | 250,000             | 359,662             | 109,662   |
| Other  |                     |                     | 91,969              | 91,969  |
| Total Revenues   | <u>9,635,710</u>    | <u>9,635,710</u>    | <u>12,009,974</u>   | <u>2,374,264</u>  |
| <b>Expenditures</b>  |                     |                     |                     |   |
| <b>Current</b>   |                     |                     |                     |   |
| General Government   | 4,699,509           | 4,699,509           | 2,849,458           | 1,850,051   |
| Public Safety  | 4,648,933           | 4,648,933           | 4,243,898           | 405,035   |
| Public Works   | 2,222,590           | 2,222,590           | 3,056,551           | (833,961)   |
| Parks and Recreation   | 1,996,124           | 1,996,124           | 1,486,958           | 509,166   |
| Community Development  | 818,853             | 818,853             | 766,031             | 52,822  |
| Capital Outlay   |                     |                     | 476,961             | (476,961)   |
| Total Expenditures   | <u>14,386,009</u>   | <u>14,386,009</u>   | <u>12,879,857</u>   | <u>1,506,152</u>  |
| Excess (Deficiency) of Revenues Over<br>(Under) Expenditures | <u>(4,750,299)</u>  | <u>(4,750,299)</u>  | <u>(869,883)</u>    | <u>3,880,416</u>  |
| <b>Other Financing Sources (uses):</b>                       |                     |                     |                     |   |
| Transfers In   | 4,391,878           | 1,648,647           | 4,116,647           | 2,468,000   |
| Total Other Financing Sources (Uses)                         | <u>4,391,878</u>    | <u>1,648,647</u>    | <u>4,116,647</u>    | <u>2,468,000</u>  |
| Net Change in Fund Balance                                   | <u>(358,421)</u>    | <u>(3,101,652)</u>  | <u>3,246,764</u>    | <u>6,348,416</u>  |
| <b>Fund Balance - July 1, 2021</b>                           | 4,484,339           | 4,484,339           | 4,484,339           |   |
| <b>Fund Balance - June 30, 2022</b>                          | <u>\$ 4,125,918</u> | <u>\$ 1,382,687</u> | <u>\$ 7,731,103</u> | <u>\$ 6,348,416</u>                                     |

**CITY OF IMPERIAL  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
LTA MEASURE D SPECIAL REVENUE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

|  | Budgeted Amounts    |                     | Actual<br>Amounts   | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|---------------------|---------------------|---------------------|---|
|  | Original            | Final               |                     |   |
| <b>Revenues</b>  |                     |                     |                     |   |
| Sales and Use Taxes  | \$ 850,000          | \$ 850,000          | \$ 1,071,200        | \$ 221,200  |
| Use of Money and Property                                    |                     |                     | 455                 | 455   |
| Intergovernmental  |                     |                     | 1,693,026           | 1,693,026   |
| Other  |                     |                     | 214,255             | 214,255   |
| Total Revenues   | <u>850,000</u>      | <u>850,000</u>      | <u>2,978,936</u>    | <u>2,128,936</u>  |
| <b>Expenditures</b>  |                     |                     |                     |   |
| Current  |                     |                     |                     |   |
| Public Works   | 142,000             | 142,000             | 2,747,313           | (2,605,313)   |
| Capital Outlay   | 1,200,000           | 1,200,000           | 264,096             | 935,904   |
| Total Expenditures   | <u>1,342,000</u>    | <u>1,342,000</u>    | <u>3,011,409</u>    | <u>(1,669,409)</u>                                      |
| Excess (Deficiency) of Revenues Over<br>(Under) Expenditures | <u>(492,000)</u>    | <u>(492,000)</u>    | <u>(32,473)</u>     | <u>459,527</u>  |
| <b>Other Financing Sources (uses):</b>                       |                     |                     |                     |   |
| Transfers Out  | <u>(642,719)</u>    | <u>(642,719)</u>    | <u>(642,719)</u>    |   |
| Total Other Financing Sources (Uses)                         | <u>(642,719)</u>    | <u>(642,719)</u>    | <u>(642,719)</u>    |   |
| Net Change in Fund Balance                                   | (1,134,719)         | (1,134,719)         | (675,192)           | 459,527   |
| <b>Fund Balance - July 1, 2021</b>                           | <u>2,176,736</u>    | <u>2,176,736</u>    | <u>2,176,736</u>    |   |
| <b>Fund Balance - June 30, 2022</b>                          | <u>\$ 1,042,017</u> | <u>\$ 1,042,017</u> | <u>\$ 1,501,544</u> | <u>\$ 459,527</u>                                       |

**CITY OF IMPERIAL  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
ARPA SPECIAL REVENUE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

|  | Budgeted Amounts   |                    | Actual<br>Amounts   | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------------|---------------------|---|
|  | Original           | Final              |                     |   |
| <b>Revenues</b>  |                    |                    |                     |   |
| Use of Money and Property                                    | \$ 100             | \$ 100             | \$ 549              | \$ 449  |
| Intergovernmental  | 4,334,689          | 4,334,689          | 2,167,345           | (2,167,344)   |
| Total Revenues   | <u>4,334,789</u>   | <u>4,334,789</u>   | <u>2,167,894</u>    | <u>(2,166,895)</u>                                      |
| <b>Expenditures</b>  |                    |                    |                     |   |
| Current  |                    |                    |                     |   |
| General Government   | 750,000            | 750,000            | 619,110             | 130,890   |
| Capital Outlay   | 2,537,668          | 2,537,668          | 627,851             | 1,909,817   |
| Total Expenditures   | <u>3,287,668</u>   | <u>3,287,668</u>   | <u>1,246,961</u>    | <u>2,040,707</u>  |
| Excess (Deficiency) of Revenues Over<br>(Under) Expenditures | <u>1,047,121</u>   | <u>1,047,121</u>   | <u>920,933</u>      | <u>(126,188)</u>  |
| <b>Other Financing Sources (uses):</b>                       |                    |                    |                     |   |
| Transfers Out  | <u>(1,047,121)</u> | <u>(1,047,121)</u> | <u>(1,047,121)</u>  |   |
| Total Other Financing Sources (Uses)                         | <u>(1,047,121)</u> | <u>(1,047,121)</u> | <u>(1,047,121)</u>  |   |
| Net Change in Fund Balance                                   |                    |                    | (126,188)           | (126,188)   |
| <b>Fund Balance - July 1, 2021</b>                           |                    |                    |                     |   |
| <b>Fund Balance - June 30, 2022</b>                          | <u>\$ -</u>        | <u>\$ -</u>        | <u>\$ (126,188)</u> | <u>\$ (126,188)</u>                                     |

**CITY OF IMPERIAL  
REQUIRED SUPPLEMENTAL INFORMATION  
JUNE 30, 2022**

**Cost Sharing Defined Benefit Pension Plans**

Schedule of the City's Proportionate Share of the Net Pension Liability – Last 10 Years\*

|  | June 30, 2019 |              | June 30, 2020 |              | June 30, 2021 |              | June 30, 2022 |               |
|--|---------------|--------------|---------------|--------------|---------------|--------------|---------------|---------------|
|  | Misc Plan     | Safety Plan  | Misc Plan     | Safety Plan  | Misc Plan     | Safety Plan  | Misc Plan     | Safety Plan   |
| Proportion of the net pension liability  | 0.04726%      | 0.03965%     | 0.05071%      | 0.03895%     | 0.05447%      | 0.03873%     | 0.04426%      | 0.04057%      |
| Proportionate share of the net pension liability   | \$ 1,781,201  | \$ 2,326,685 | \$ 2,030,745  | \$ 2,431,739 | \$ 2,297,687  | \$ 2,580,520 | \$ 840,360    | \$ 1,423,795  |
| Covered-employee payroll   | \$ 3,150,971  | \$ 1,550,355 | \$ 3,332,704  | \$ 1,779,072 | \$ 2,791,116  | \$ 1,336,992 | \$ 2,811,240  | \$ 1,432,882  |
| Proportionate Share of the net pension liability as a percentage of covered-employee payroll | 56.53%        | 150.07%      | 60.93%        | 136.69%      | 82.32%        | 193.01%      | 29.89%        | 99.37%        |
| Plan's fiduciary net position  | \$ 8,248,766  | \$ 5,822,158 | \$ 8,941,408  | \$ 6,473,977 | \$ 9,716,791  | \$ 7,193,696 | \$ 12,326,290 | \$ 8,667,190  |
| Plan's total pension liability   | \$ 10,029,967 | \$ 8,148,843 | \$ 10,972,153 | \$ 8,905,717 | \$ 12,014,478 | \$ 9,774,215 | \$ 13,166,650 | \$ 10,090,985 |
| Plan fiduciary net position as a percentage of total pension liability                       | 82.24%        | 71.45%       | 81.49%        | 72.69%       | 80.88%        | 73.60%       | 93.62%        | 85.89%        |
|  |               |              |               |              |               |              |               |               |
|  | June 30, 2018 |              | June 30, 2017 |              | June 30, 2016 |              | June 30, 2015 |               |
|  | Misc Plan     | Safety Plan  | Misc Plan     | Safety Plan  | Misc Plan     | Safety Plan  | Misc Plan     | Safety Plan   |
| Proportion of the net pension liability  | 0.04640%      | 0.03980%     | 0.04310%      | 0.04135%     | 0.03591%      | 0.04491%     | 0.05532%      | 0.04857%      |
| Proportionate share of the net pension liability   | \$ 1,829,307  | \$ 2,377,969 | \$ 1,497,198  | \$ 2,141,864 | \$ 985,073    | \$ 1,850,541 | \$ 1,367,153  | \$ 1,821,888  |
| Covered-employee payroll   | \$ 1,926,480  | \$ 1,022,595 | \$ 1,739,004  | \$ 1,059,307 | \$ 1,642,544  | \$ 1,032,855 | \$ 1,651,054  | \$ 1,075,212  |
| Proportionate Share of the net pension liability as a percentage of covered-employee payroll | 94.96%        | 232.54%      | 86.10%        | 202.19%      | 59.97%        | 179.17%      | 82.80%        | 169.44%       |
| Plan's fiduciary net position  | \$ 7,433,062  | \$ 5,382,173 | \$ 6,695,486  | \$ 4,662,680 | \$ 6,449,768  | \$ 5,357,528 | \$ 5,663,481  | \$ 5,067,491  |
| Plan's total pension liability   | \$ 9,262,369  | \$ 7,760,142 | \$ 8,192,684  | \$ 6,804,544 | \$ 7,434,841  | \$ 7,208,069 | \$ 7,030,634  | \$ 6,889,379  |
| Plan fiduciary net position as a percentage of total pension liability                       | 80.25%        | 69.36%       | 81.73%        | 68.52%       | 86.75%        | 74.33%       | 80.55%        | 73.56%        |

**Notes to Schedule**

**Change in Benefit Terms:** The figures above do not include any liability impact that may have resulted from plan changes which occurred after June 30, 2013 as they have minimal cost impact. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a Golden Handshakes).

**Change in Assumptions:** In 2017, the accounting discount rate reduced from 7.65% to 7.15%.

\*Fiscal year 2015 was the 1<sup>st</sup> year of implementation, therefore only eight years are shown.



**CITY OF IMPERIAL  
REQUIRED SUPPLEMENTAL INFORMATION  
JUNE 30, 2022**

**Cost Sharing Defined Benefit Pension Plans**

**Schedule of Contributions – Last 10 Years\***

|   | June 30, 2019 |              | June 30, 2020 |              | June 30, 2021 |              | June 30, 2022 |              |
|---|---------------|--------------|---------------|--------------|---------------|--------------|---------------|--------------|
|   | Misc Plan     | Safety Plan  | Misc Plan     | Safety Plan  | Misc Plan     | Safety Plan  | Misc Plan     | Safety Plan  |
| Contractual required contribution (actuarially determined)            | \$ 196,053    | \$ 200,094   | \$ 305,578    | \$ 412,284   | \$ 425,121    | \$ 501,738   | \$ 486,544    | \$ 442,037   |
| Contributions in relation to the actuarially determined contributions | (196,053)     | (200,094)    | (305,578)     | (412,284)    | (425,121)     | (501,738)    | (486,544)     | (442,037)    |
| Contribution deficiency (excess)                                      | \$ -          | \$ -         | \$ -          | \$ -         | \$ -          | \$ -         | \$ -          | \$ -         |
| Covered employee payroll  | \$ 3,150,971  | \$ 1,550,355 | \$ 3,332,704  | \$ 1,779,072 | \$ 2,791,116  | \$ 1,336,992 | \$ 2,811,240  | \$ 1,432,882 |
| Contributions as a percentage of covered employee payroll             | 6.22%         | 12.91%       | 9.17%         | 23.17%       | 15.23%        | 37.53%       | 17.31%        | 30.85%       |

  

|   | June 30, 2018 |              | June 30, 2017 |              | June 30, 2016 |              | June 30, 2015 |              |
|---|---------------|--------------|---------------|--------------|---------------|--------------|---------------|--------------|
|   | Misc Plan     | Safety Plan  | Misc Plan     | Safety Plan  | Misc Plan     | Safety Plan  | Misc Plan     | Safety Plan  |
| Contractual required contribution (actuarially determined)            | \$ 146,000    | \$ 152,674   | \$ 249,335    | \$ 161,109   | \$ 223,103    | \$ 182,273   | \$ 313,414    | \$ 374,623   |
| Contributions in relation to the actuarially determined contributions | (146,000)     | (152,674)    | (249,335)     | (161,109)    | (223,103)     | (182,273)    | (313,414)     | (374,623)    |
| Contribution deficiency (excess)                                      | \$ -          | \$ -         | \$ -          | \$ -         | \$ -          | \$ -         | \$ -          | \$ -         |
| Covered employee payroll  | \$ 1,926,480  | \$ 1,022,595 | \$ 1,739,004  | \$ 1,059,307 | \$ 1,642,544  | \$ 1,032,855 | \$ 1,651,054  | \$ 1,075,212 |
| Contributions as a percentage of covered employee payroll             | 7.58%         | 14.93%       | 14.34%        | 15.21%       | 13.58%        | 17.65%       | 18.98%        | 34.84%       |

***Notes to Schedule***

|                            |  |
|----------------------------|--|
| Actuarial Cost Method      | Entry Age Normal   |
| Amortization Method/Period | For detail, see June 30, 2012 Funding Valuation Report   |
| Assets Valuation Method    | Actuarial Value of Assets. For details, see June 30, 2012 Funding Valuation Report.  |
| Inflation                  | 2.75%  |
| Salary Increases           | Varies by Entry Age and Service  |
| Payroll Growth             | 3.00%  |
| Investment Rate of Return  | 7.50% Net of Pension Plan Investment and Administrative Expenses; includes Inflation.  |
| Retirement Age             | The probabilities of Retirement are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007.   |
| Mortality                  | The probabilities of mortality are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007. Pre-retirement and Post-retirement mortality rates included 5 years of projected mortality improvement using Scale AA published by the Society of Actuaries. |

\*Fiscal year 2015 was the 1<sup>st</sup> year of implementation, therefore only eight years are shown.

**This page left intentionally blank**

## **OTHER SUPPLEMENTAL INFORMATION**

# NONMAJOR GOVERNMENTAL FUNDS

## SPECIAL REVENUE FUNDS

---

**Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.**

---

**The Traffic Congestion Relief Fund** was established to account for TCRF funding for streets and road projects to ease congestion.

**The Traffic Safety Fund** was established to account money received for traffics safety programs.

**The Gas Tax Fund** was established to account for state gas tax revenues based on population. The revenues may be expended only for street and road repair, maintenance, design, construction, and traffic signal design and installation.

**The Local Transportation Fund** was established to funding received for local transportation capital projects.

**The Dial-A-Ride Fund** was established to account for monies received as part of the TDA paratransit program.

**The Successor Housing Fund** was established to account for the housing loan and housing rehabilitation loans as part of the former redevelopment agency.

**The Public Safety Prop 172 Fund** was established to account for Prop 172 public safety funds received by the City and dedicated to local public safety.

**The COPS Grants Fund** was established to account for monies received as part of several COPS police hiring grant from the United States Department of Justice.

**The Asset Forfeiture Fund** was established to account for monies received from asset seizures in the City's jurisdiction. The monies are to be spent on police protection and enforcement.

**The CDBG HOME Fund** was established to account for federal grants under the Housing and Community Development Act, to assist low and moderate income groups in obtaining loans to rehabilitate or revitalize their homes.

**The Housing Rehabilitation Fund** was established to account for funds to assist low and moderate income groups in obtaining loans to rehabilitate or revitalize their homes.

**The ED CDBG Grants Fund** was established to account for federal planning grants under the Housing and Community Development Act.

**The RLA Fund** was established to bridge the gap between old development and new development where Landscaping and Lighting Districts are not set up.

**The Wildflower Landscaping and Lighting Fund** was established to account for revenues received and expenditures made for projects and maintenance within the Wildflower Landscaping and Lighting District.

**The Paseo Del Sol Landscaping and Lighting Fund** was established to account for revenues received and expenditures made for projects and maintenance within the Paseo Del Sol Landscaping and Lighting District.

**The Joshua Tree Street Improvement Fund** was established to account for revenues received and expenditures made for Joshua Tree Street Improvement project.

**The Library Donation Fund** was established to account for donations received at the library.

**The Sky Ranch District Fund** was established to account for revenues received and expenditures made for projects and maintenance within the Sky Ranch District.

**The Prop 1B Fund** was established to account for Prop 1B funds that are used for local streets and roads.

**The Library Literacy Fund** was established to account for funds received and expended as part of the library literacy program.

**The Police Technology Grant Fund** was established to account for funds received as part of police technology grants.

**The Austin Worthington Roads Fund** was established to account for costs related to Austin Worthington Roads projects.

**The Community Services Grant Fund** was established to account for community services grants.

**The General Housing Fund** was established to account program revenue and costs associated with general housing programs.

**The Fire Impact Fees Fund** was established to account for fire impact fees.

**The Police Impact Fees Fund** was established to account for police impact fees.

**The Administrative Impact Fees Fund** was established to account for administrative impact fees.

**The Library Impact Fees Fund** was established to account for library impact fees.

**The Park Impact Fees Fund** was established to account for park impact fees.

**The Circulation Impact Fees Fund** was established to account for circulation impact fees.

**The STPL Fund** was established to account for funds received and expended for highway planning and construction projects.

**The EDA Fund** was established for funds received for Economic Development Administration programs.

**The SB 1 Fund** was established to account for funds provided for street projects as part of California Senate Bill 1.

**ARPA Utility Fund** was established to account for funds received as part of the American Rescue Plan dedicated towards utility assistance.

**CARES Fund** was established to account for funds received as part of COVID-19 Economic Relief Act.

**Early Learning Grant Fund** was established to account for funds received as part of California Early Learning and Care Workforce Development Pathways Grant.

**Per Capita Grant Fund** was established to account for funds made available for local park rehabilitation, creation, and improvement grants to local governments on a per capita basis

**SB2 Fund** was established to account for funds received as part of the Commission on Peace Officer Standards and Training.

**Utility Assistance Fund** was established to account for funds provided for utility assistance for residents.

**CITY OF IMPERIAL  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2022**

|  | <b>Special Revenue Funds</b>    |                   |                   |                         |                  |
|--|---------------------------------|-------------------|-------------------|-------------------------|------------------|
|  | Traffic<br>Congestion<br>Relief | Traffic<br>Safety | Gas<br>Tax        | Local<br>Transportation | Dial-A-<br>Ride  |
| <b>Assets</b>  |                                 |                   |                   |                         |                  |
| Cash and Investments                                   | \$ -                            | \$ 10,443         | \$ 848,286        | \$ 418,799              | \$ 14,607        |
| Accounts Receivable                                    |                                 |                   | 48,051            |                         |                  |
| Loans Receivable                                       |                                 |                   |                   |                         |                  |
| Total Assets   | <u>\$ -</u>                     | <u>\$ 10,443</u>  | <u>\$ 896,337</u> | <u>\$ 418,799</u>       | <u>\$ 14,607</u> |
| <b>Liabilities</b>                                     |                                 |                   |                   |                         |                  |
| Accounts Payable                                       | \$ -                            | \$ -              | \$ -              | \$ -                    | \$ -             |
| Due To Other Funds                                     | 29,996                          |                   |                   |                         |                  |
| Total Liabilities                                      | <u>29,996</u>                   |                   |                   |                         |                  |
| <b>Deferred Inflows of Resources:</b>                  |                                 |                   |                   |                         |                  |
| Loan Related   |                                 |                   |                   |                         |                  |
| Total Deferred Inflows of Resources                    |                                 |                   |                   |                         |                  |
| Total Liabilities and Deferred Inflows<br>of Resources | <u>29,996</u>                   |                   |                   |                         |                  |
| <b>Fund Balances (Deficits)</b>                        |                                 |                   |                   |                         |                  |
| Restricted   |                                 | 10,443            | 896,337           | 418,799                 | 14,607           |
| Unassigned   | (29,996)                        |                   |                   |                         |                  |
| Total Fund Balances (Deficits)                         | <u>(29,996)</u>                 | <u>10,443</u>     | <u>896,337</u>    | <u>418,799</u>          | <u>14,607</u>    |
| Total Liabilities and Fund Balances                    | <u>\$ -</u>                     | <u>\$ 10,443</u>  | <u>\$ 896,337</u> | <u>\$ 418,799</u>       | <u>\$ 14,607</u> |

**Special Revenue Funds**

| <b>Successor Housing</b> | <b>Public Safety Prop 172</b> | <b>COPS Grants</b> | <b>Asset Forfeiture</b> | <b>CDBG HOME Grant</b> | <b>Housing Rehab</b> |
|--------------------------|-------------------------------|--------------------|-------------------------|------------------------|----------------------|
| \$ 601,904               | \$ 40,189                     | \$ 172,555         | \$ 16,458               | \$ 130,782             | \$ 53,555            |
| <u>189,980</u>           |                               |                    |                         | <u>741,380</u>         | <u>291,392</u>       |
| <u>\$ 791,884</u>        | <u>\$ 40,189</u>              | <u>\$ 172,555</u>  | <u>\$ 16,458</u>        | <u>\$ 872,162</u>      | <u>\$ 344,947</u>    |
| \$ 383,172               | \$ -                          | \$ -               | \$ -                    | \$ -                   | \$ -                 |
| <u>383,172</u>           |                               |                    |                         |                        |                      |
| <u>189,980</u>           |                               |                    |                         | <u>741,380</u>         | <u>291,392</u>       |
| <u>189,980</u>           |                               |                    |                         | <u>741,380</u>         | <u>291,392</u>       |
| <u>573,152</u>           |                               |                    |                         | <u>741,380</u>         | <u>291,392</u>       |
| 218,732                  | 40,189                        | 172,555            | 16,458                  | 130,782                | 53,555               |
| <u>218,732</u>           | <u>40,189</u>                 | <u>172,555</u>     | <u>16,458</u>           | <u>130,782</u>         | <u>53,555</u>        |
| <u>\$ 791,884</u>        | <u>\$ 40,189</u>              | <u>\$ 172,555</u>  | <u>\$ 16,458</u>        | <u>\$ 872,162</u>      | <u>\$ 344,947</u>    |

Continued



**CITY OF IMPERIAL  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2022  
(CONTINUED)**

|  | <b>Special Revenue Funds</b> |                   |                                     |  |                                      |
|--|------------------------------|-------------------|-------------------------------------|--|--------------------------------------|
|  | ED<br>CDBG                   | RLA               | Wildflower<br>Landscape<br>Lighting | Paseo Del Sol<br>Landscape<br>Lighting | Joshua<br>Tree Street<br>Improvement |
| <b>Assets</b>  |                              |                   |                                     |  |                                      |
| Cash and Investments                                       | \$ 50                        | \$ 82,972         | \$ 241,864                          | \$ 55,258                              | \$ 31,287                            |
| Accounts Receivable  |                              |                   | 271                                 |  |                                      |
| Loans Receivable   |                              | 154,070           |                                     |  |                                      |
| <b>Total Assets</b>  | <b>\$ 50</b>                 | <b>\$ 237,042</b> | <b>\$ 242,135</b>                   | <b>\$ 55,258</b>                       | <b>\$ 31,287</b>                     |
| <b>Liabilities</b>   |                              |                   |                                     |  |                                      |
| Accounts Payable   | \$ -                         | \$ -              | \$ -                                | \$ 9,736                               | \$ -                                 |
| Due To Other Funds   |                              |                   |                                     |  |                                      |
| <b>Total Liabilities</b>                                   |                              |                   |                                     | <b>9,736</b>                           |                                      |
| <b>Deferred Inflows of Resources:</b>                      |                              |                   |                                     |  |                                      |
| Loan Related   |                              | 154,070           |                                     |  |                                      |
| <b>Total Deferred Inflows of Resources</b>                 |                              | <b>154,070</b>    |                                     |  |                                      |
| <b>Total Liabilities and Deferred Inflows of Resources</b> |                              | <b>154,070</b>    |                                     | <b>9,736</b>                           |                                      |
| <b>Fund Balances (Deficits)</b>                            |                              |                   |                                     |  |                                      |
| Restricted   | 50                           | 82,972            | 242,135                             | 45,522                                 | 31,287                               |
| Unassigned   |                              |                   |                                     |  |                                      |
| <b>Total Fund Balances (Deficits)</b>                      | <b>50</b>                    | <b>82,972</b>     | <b>242,135</b>                      | <b>45,522</b>                          | <b>31,287</b>                        |
| <b>Total Liabilities and Fund Balances</b>                 | <b>\$ 50</b>                 | <b>\$ 237,042</b> | <b>\$ 242,135</b>                   | <b>\$ 55,258</b>                       | <b>\$ 31,287</b>                     |

**Special Revenue Funds**

| Library<br>Donation | Sky Ranch<br>District | Prop IB          | Library<br>Literacy | Police<br>Technology<br>Grant | Austin<br>Worthington |
|---------------------|-----------------------|------------------|---------------------|-------------------------------|-----------------------|
| \$ 773              | \$ 650,162<br>1,470   | \$ -             | \$ 54,131           | \$ -                          | \$ 95,750             |
| <u>\$ 773</u>       | <u>\$ 651,632</u>     | <u>\$ -</u>      | <u>\$ 54,131</u>    | <u>\$ -</u>                   | <u>\$ 95,750</u>      |
| \$ -                | \$ -                  | \$ -             | \$ 1,832            | \$ -                          | \$ -                  |
|                     |                       | 164,419          |                     | 112,075                       |                       |
|                     |                       | 164,419          | 1,832               | 112,075                       |                       |
|                     |                       |                  |                     |                               |                       |
|                     |                       | 164,419          | 1,832               | 112,075                       |                       |
| 773                 | 651,632               | (164,419)        | 52,299              | (112,075)                     | 95,750                |
| <u>773</u>          | <u>651,632</u>        | <u>(164,419)</u> | <u>52,299</u>       | <u>(112,075)</u>              | <u>95,750</u>         |
| <u>\$ 773</u>       | <u>\$ 651,632</u>     | <u>\$ -</u>      | <u>\$ 54,131</u>    | <u>\$ -</u>                   | <u>\$ 95,750</u>      |

Continued

**CITY OF IMPERIAL  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2022  
(CONTINUED)**

|  | <b>Special Revenue Funds</b>   |                    |                        |                          |                         |
|--|--------------------------------|--------------------|------------------------|--------------------------|-------------------------|
|  | Community<br>Services<br>Grant | General<br>Housing | Fire<br>Impact<br>Fees | Police<br>Impact<br>Fees | Admin<br>Impact<br>Fees |
| <b>Assets</b>  |                                |                    |                        |                          |                         |
| Cash and Investments   | \$ 1,113                       | \$ 531,817         | \$ 201,678             | \$ 1,019,937             | \$ 978,502              |
| Accounts Receivable  |                                |                    |                        |                          |                         |
| Loans Receivable   |                                | 125,367            |                        |                          |                         |
| <b>Total Assets</b>  | <b>\$ 1,113</b>                | <b>\$ 657,184</b>  | <b>\$ 201,678</b>      | <b>\$ 1,019,937</b>      | <b>\$ 978,502</b>       |
| <b>Liabilities</b>   |                                |                    |                        |                          |                         |
| Accounts Payable   | \$ -                           | \$ -               | \$ -                   | \$ -                     | \$ -                    |
| Due to Other Funds   |                                |                    |                        |                          |                         |
| <b>Total Liabilities</b>                                       |                                |                    |                        |                          |                         |
| <b>Deferred Inflows of Resources:</b>                          |                                |                    |                        |                          |                         |
| Loan Related   |                                | 125,367            |                        |                          |                         |
| <b>Total Deferred Inflows of Resources</b>                     |                                | <b>125,367</b>     |                        |                          |                         |
| <b>Total Liabilities and Deferred Inflows<br/>of Resources</b> |                                | <b>125,367</b>     |                        |                          |                         |
| <b>Fund Balances (Deficits)</b>                                |                                |                    |                        |                          |                         |
| Restricted   | 1,113                          | 531,817            | 201,678                | 1,019,937                | 978,502                 |
| Unassigned   |                                |                    |                        |                          |                         |
| <b>Total Fund Balances (Deficits)</b>                          | <b>1,113</b>                   | <b>531,817</b>     | <b>201,678</b>         | <b>1,019,937</b>         | <b>978,502</b>          |
| <b>Total Liabilities and Fund Balances</b>                     | <b>\$ 1,113</b>                | <b>\$ 657,184</b>  | <b>\$ 201,678</b>      | <b>\$ 1,019,937</b>      | <b>\$ 978,502</b>       |

**Special Revenue Funds**

| Library<br>Impact<br>Fees | Park<br>Impact<br>Fees | Circulation<br>Impact<br>Fees | STPL             | EDA               | SB I                 |
|---------------------------|------------------------|-------------------------------|------------------|-------------------|----------------------|
| \$ 766,242                | \$ 1,803,863           | \$ 752,176<br>48,157          | \$ -             | \$ 602,085        | \$ 578,075<br>43,088 |
| <u>\$ 766,242</u>         | <u>\$ 1,803,863</u>    | <u>\$ 800,333</u>             | <u>\$ -</u>      | <u>\$ 602,085</u> | <u>\$ 621,163</u>    |
| \$ -                      | \$ -                   | \$ -                          | \$ -<br>615,001  | \$ -              | \$ -                 |
|                           |                        |                               | 615,001          |                   |                      |
|                           |                        |                               | 615,001          |                   |                      |
|                           |                        |                               | 615,001          |                   |                      |
| 766,242                   | 1,803,863              | 800,333                       | (615,001)        | 602,085           | 621,163              |
| <u>766,242</u>            | <u>1,803,863</u>       | <u>800,333</u>                | <u>(615,001)</u> | <u>602,085</u>    | <u>621,163</u>       |
| <u>\$ 766,242</u>         | <u>\$ 1,803,863</u>    | <u>\$ 800,333</u>             | <u>\$ -</u>      | <u>\$ 602,085</u> | <u>\$ 621,163</u>    |

**CITY OF IMPERIAL  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2022  
(CONTINUED)**

| <b>Special Revenue Funds</b>                           |                 |                  |                         |                  |
|--|-----------------|------------------|-------------------------|------------------|
|  | ARPA<br>Utility | CARES            | Early Learning<br>Grant | Per Capita       |
| <b>Assets</b>  |                 |                  |                         |                  |
| Cash and Investments                                   | \$ 2,662        | \$ 20,680        | \$ 11,986               | \$ -             |
| Accounts Receivable                                    |                 |                  |                         |                  |
| Loans Receivable                                       |                 |                  |                         |                  |
| Total Assets   | <u>\$ 2,662</u> | <u>\$ 20,680</u> | <u>\$ 11,986</u>        | <u>\$ -</u>      |
| <b>Liabilities</b>                                     |                 |                  |                         |                  |
| Accounts Payable                                       | \$ -            | \$ -             | \$ -                    | \$ -             |
| Due to Other Funds                                     |                 |                  |                         | 176,867          |
| Total Liabilities                                      |                 |                  |                         | <u>176,867</u>   |
| <b>Deferred Inflows of Resources:</b>                  |                 |                  |                         |                  |
| Loan Related   |                 |                  |                         |                  |
| Total Deferred Inflows of Resources                    |                 |                  |                         |                  |
| Total Liabilities and Deferred Inflows<br>of Resources |                 |                  |                         | <u>176,867</u>   |
| <b>Fund Balances (Deficits)</b>                        |                 |                  |                         |                  |
| Restricted   | 2,662           | 20,680           | 11,986                  |                  |
| Unassigned   |                 |                  |                         | (176,867)        |
| Total Fund Balances (Deficits)                         | <u>2,662</u>    | <u>20,680</u>    | <u>11,986</u>           | <u>(176,867)</u> |
| Total Liabilities and Fund Balances                    | <u>\$ 2,662</u> | <u>\$ 20,680</u> | <u>\$ 11,986</u>        | <u>\$ -</u>      |

| <u>Special Revenue Funds</u> |                               | Total<br>Nonmajor<br>Governmental<br>Funds |
|------------------------------|-------------------------------|--|
| <u>SB 2</u>                  | <u>Utility<br/>Assistance</u> |  |
| \$ -                         | \$ 19,753                     | \$ 10,810,394                              |
|                              |                               | 141,037                                    |
|                              |                               | 1,502,189                                  |
| <u>\$ -</u>                  | <u>\$ 19,753</u>              | <u>\$ 12,453,620</u>                       |
| \$ -                         | \$ -                          | \$ 394,740                                 |
|                              |                               | 1,098,358                                  |
|                              |                               | 1,493,098                                  |
|                              |                               | 1,502,189                                  |
|                              |                               | 1,502,189                                  |
|                              |                               | 2,995,287                                  |
|                              | 19,753                        | 10,556,691                                 |
|                              |                               | (1,098,358)                                |
|                              | 19,753                        | 9,458,333                                  |
| <u>\$ -</u>                  | <u>\$ 19,753</u>              | <u>\$ 12,453,620</u>                       |

**CITY OF IMPERIAL**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**For the Fiscal Year Ended June 30, 2022**

|  | <b>Special Revenue Funds</b>    |                   |                   |                         |                  |
|--|---------------------------------|-------------------|-------------------|-------------------------|------------------|
|  | Traffic<br>Congestion<br>Relief | Traffic<br>Safety | Gas<br>Tax        | Local<br>Transportation | Dial-A-<br>Ride  |
| <b>Revenues:</b>   |                                 |                   |                   |                         |                  |
| Use of Money and Property                                    | \$ -                            | \$ 4              | \$ 332            | \$ 149                  | \$ -             |
| Charges for Services   |                                 | 4,883             |                   |                         |                  |
| Intergovernmental  |                                 |                   | 534,825           | 23,549                  |                  |
| Other  |                                 |                   |                   |                         |                  |
| <b>Total Revenues</b>  |                                 | <u>4,887</u>      | <u>535,157</u>    | <u>23,698</u>           |                  |
| <b>Expenditures:</b>   |                                 |                   |                   |                         |                  |
| <b>Current:</b>  |                                 |                   |                   |                         |                  |
| Community Development  |                                 |                   |                   |                         |                  |
| Public Safety  |                                 |                   |                   |                         |                  |
| Public Works   |                                 |                   |                   | 18,369                  |                  |
| Parks and Recreation   |                                 |                   |                   |                         |                  |
| Capital Outlay   |                                 |                   |                   |                         |                  |
| <b>Total Expenditures</b>                                    |                                 |                   |                   | <u>18,369</u>           |                  |
| Excess (Deficiency) of Revenues<br>over (Under) Expenditures |                                 | <u>4,887</u>      | <u>535,157</u>    | <u>5,329</u>            |                  |
| <b>Other Financing Sources (Uses):</b>                       |                                 |                   |                   |                         |                  |
| Transfers In   |                                 |                   |                   |                         |                  |
| Transfers Out  | (30,000)                        | (3,500)           | (338,775)         | (5,000)                 |                  |
| <b>Total Other Financing<br/>Sources (Uses)</b>              | <u>(30,000)</u>                 | <u>(3,500)</u>    | <u>(338,775)</u>  | <u>(5,000)</u>          |                  |
| <b>Net Change in Fund Balances</b>                           | (30,000)                        | 1,387             | 196,382           | 329                     |                  |
| <b>Fund Balances - July 1, 2021</b>                          | 4                               | 9,056             | 699,955           | 418,470                 | 14,607           |
| <b>Fund Balances - June 30, 2022</b>                         | <u>\$ (29,996)</u>              | <u>\$ 10,443</u>  | <u>\$ 896,337</u> | <u>\$ 418,799</u>       | <u>\$ 14,607</u> |

**Special Revenue Funds**

| Successor<br>Housing | Public<br>Safety<br>Prop 172 | COPS Grants       | Asset<br>Forfeiture | CDBG HOME<br>Grant | Housing<br>Rehab |
|----------------------|------------------------------|-------------------|---------------------|--------------------|------------------|
| \$ 10,144            | \$ 20                        | \$ 28             | \$ 6                | \$ 46              | \$ 407           |
| 31,980               | 100,313                      | 138,445           |                     |                    | 3,153            |
| <u>42,124</u>        | <u>100,333</u>               | <u>138,473</u>    | <u>6</u>            | <u>46</u>          | <u>3,560</u>     |
| 535                  |                              | 18,035            | 3,989               |                    |                  |
| <u>383,172</u>       |                              | <u>35,937</u>     |                     |                    |                  |
| <u>383,707</u>       |                              | <u>53,972</u>     | <u>3,989</u>        |                    |                  |
| <u>(341,583)</u>     | <u>100,333</u>               | <u>84,501</u>     | <u>(3,983)</u>      | <u>46</u>          | <u>3,560</u>     |
|                      | <u>(91,879)</u>              |                   |                     |                    | <u>(5,000)</u>   |
|                      | <u>(91,879)</u>              |                   |                     |                    | <u>(5,000)</u>   |
| <u>(341,583)</u>     | <u>8,454</u>                 | <u>84,501</u>     | <u>(3,983)</u>      | <u>46</u>          | <u>(1,440)</u>   |
| <u>560,315</u>       | <u>31,735</u>                | <u>88,054</u>     | <u>20,441</u>       | <u>130,736</u>     | <u>54,995</u>    |
| <u>\$ 218,732</u>    | <u>\$ 40,189</u>             | <u>\$ 172,555</u> | <u>\$ 16,458</u>    | <u>\$ 130,782</u>  | <u>\$ 53,555</u> |

Continued



**CITY OF IMPERIAL**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(CONTINUED)**

|   | Special Revenue Funds |                  |                                     |  |                                      |
|---|-----------------------|------------------|-------------------------------------|--|--------------------------------------|
|   | ED<br>CDBG            | RLA              | Wildflower<br>Landscape<br>Lighting | Paseo Del Sol<br>Landscape<br>Lighting | Joshua<br>Tree Street<br>Improvement |
| <b>Revenues:</b>  |                       |                  |                                     |  |                                      |
| Use of Money and Property Charges for Services            | \$ -                  | \$ 3,266         | \$ 80                               | \$ 92                                  | \$ -                                 |
| Intergovernmental   |                       | 25,681           | 59,680                              | 64,453                                 |                                      |
| Other   |                       |                  |                                     |  |                                      |
| <b>Total Revenues</b>                                     |                       | <u>28,947</u>    | <u>59,760</u>                       | <u>64,545</u>                          |                                      |
| <b>Expenditures:</b>                                      |                       |                  |                                     |  |                                      |
| <b>Current:</b>   |                       |                  |                                     |  |                                      |
| Community Development                                     |                       |                  |                                     |  |                                      |
| Public Safety   |                       |                  |                                     |  |                                      |
| Public Works  |                       |                  | 4,616                               | 22,529                                 |                                      |
| Parks and Recreation                                      |                       |                  |                                     |  |                                      |
| Capital Outlay  |                       |                  |                                     | 135,508                                |                                      |
| <b>Total Expenditures</b>                                 |                       |                  | <u>4,616</u>                        | <u>158,037</u>                         |                                      |
| Excess (Deficiency) of Revenues over (Under) Expenditures |                       | <u>28,947</u>    | <u>55,144</u>                       | <u>(93,492)</u>                        |                                      |
| <b>Other Financing Sources (Uses):</b>                    |                       |                  |                                     |  |                                      |
| Transfers In  |                       |                  |                                     |  |                                      |
| Transfers Out   |                       | (5,000)          | (31,589)                            | (112,857)                              |                                      |
| <b>Total Other Financing Sources (Uses)</b>               |                       | <u>(5,000)</u>   | <u>(31,589)</u>                     | <u>(112,857)</u>                       |                                      |
| <b>Net Change in Fund Balances</b>                        |                       | 23,947           | 23,555                              | (206,349)                              |                                      |
| Fund Balances - July 1, 2021                              | 50                    | 59,025           | 218,580                             | 251,871                                | 31,287                               |
| Fund Balances - June 30, 2022                             | <u>\$ 50</u>          | <u>\$ 82,972</u> | <u>\$ 242,135</u>                   | <u>\$ 45,522</u>                       | <u>\$ 31,287</u>                     |

**Special Revenue Funds**

| Library<br>Donation | Sky Ranch<br>District | Prop 1B             | Library<br>Literacy | Police<br>Technology<br>Grant | Austin<br>Worthington |
|---------------------|-----------------------|---------------------|---------------------|-------------------------------|-----------------------|
| \$ -                | \$ 251<br>221,480     | \$ -                | \$ 18<br>62,300     | \$ -                          | \$ -                  |
| 32                  |                       |                     |                     |                               |                       |
| <u>32</u>           | <u>221,731</u>        |                     | <u>62,318</u>       |                               |                       |
|                     | 39,184                |                     | 40,664              |                               |                       |
|                     | <u>39,184</u>         |                     | <u>40,664</u>       |                               |                       |
| 32                  | 182,547               |                     | 21,654              |                               |                       |
|                     | (215,625)             |                     | (39,742)            |                               |                       |
|                     | <u>(215,625)</u>      |                     | <u>(39,742)</u>     |                               |                       |
| 32                  | (33,078)              |                     | (18,088)            |                               |                       |
| 741                 | 684,710               | (164,419)           | 70,387              | (112,075)                     | 95,750                |
| <u>\$ 773</u>       | <u>\$ 651,632</u>     | <u>\$ (164,419)</u> | <u>\$ 52,299</u>    | <u>\$ (112,075)</u>           | <u>\$ 95,750</u>      |

Continued

**CITY OF IMPERIAL**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(CONTINUED)**

|  | <b>Special Revenue Funds</b>   |                    |                        |                          |                         |
|--|--------------------------------|--------------------|------------------------|--------------------------|-------------------------|
|  | Community<br>Services<br>Grant | General<br>Housing | Fire<br>Impact<br>Fees | Police<br>Impact<br>Fees | Admin<br>Impact<br>Fees |
| <b>Revenues:</b>   |                                |                    |                        |                          |                         |
| Use of Money and Property                                    | \$ 2                           | \$ 2,756           | \$ 710                 | \$ 1,688                 | \$ 1,680                |
| Charges for Services   |                                | 24,993             | 26,640                 | 55,463                   | 58,152                  |
| Intergovernmental  |                                |                    |                        |                          |                         |
| Other  |                                |                    |                        |                          |                         |
| <b>Total Revenues</b>  | <u>2</u>                       | <u>27,749</u>      | <u>27,350</u>          | <u>57,151</u>            | <u>59,832</u>           |
| <b>Expenditures:</b>   |                                |                    |                        |                          |                         |
| <b>Current:</b>  |                                |                    |                        |                          |                         |
| Community Development  |                                |                    |                        |                          | 1,665                   |
| Public Safety  |                                |                    | 1,665                  | 1,665                    |                         |
| Public Works   |                                |                    |                        |                          |                         |
| Parks and Recreation   | 3,818                          |                    |                        |                          |                         |
| Capital Outlay   |                                |                    |                        |                          |                         |
| <b>Total Expenditures</b>                                    | <u>3,818</u>                   |                    | <u>1,665</u>           | <u>1,665</u>             | <u>1,665</u>            |
| Excess (Deficiency) of Revenues<br>over (Under) Expenditures | <u>(3,816)</u>                 | <u>27,749</u>      | <u>25,685</u>          | <u>55,486</u>            | <u>58,167</u>           |
| <b>Other Financing Sources (Uses):</b>                       |                                |                    |                        |                          |                         |
| Transfers In   |                                |                    |                        |                          |                         |
| Transfers Out  |                                | (5,000)            |                        |                          |                         |
| <b>Total Other Financing<br/>Sources (Uses)</b>              |                                | <u>(5,000)</u>     |                        |                          |                         |
| <b>Net Change in Fund Balances</b>                           | <u>(3,816)</u>                 | <u>22,749</u>      | <u>25,685</u>          | <u>55,486</u>            | <u>58,167</u>           |
| <b>Fund Balances - July 1, 2021</b>                          | <u>4,929</u>                   | <u>509,068</u>     | <u>175,993</u>         | <u>964,451</u>           | <u>920,335</u>          |
| <b>Fund Balances - June 30, 2022</b>                         | <u>\$ 1,113</u>                | <u>\$ 531,817</u>  | <u>\$ 201,678</u>      | <u>\$ 1,019,937</u>      | <u>\$ 978,502</u>       |

| Special Revenue Funds     |                        |                               |                     |                   |                   |
|---------------------------|------------------------|-------------------------------|---------------------|-------------------|-------------------|
| Library<br>Impact<br>Fees | Park<br>Impact<br>Fees | Circulation<br>Impact<br>Fees | STPL                | EDA               | SB I              |
| \$ 1,593                  | \$ 8,823               | \$ 2,188                      | \$ -                | \$ -              | \$ 133            |
| 56,041                    | 450,080                | 135,337                       |                     |                   | 449,219           |
| <u>57,634</u>             | <u>458,903</u>         | <u>137,525</u>                |                     |                   | <u>449,352</u>    |
|                           |                        | 1,665                         |                     |                   | 4,175             |
| 1,665                     | 8,969                  |                               |                     |                   |                   |
| <u>1,665</u>              | <u>8,969</u>           | <u>1,665</u>                  |                     |                   | <u>4,175</u>      |
| 55,969                    | 449,934                | 135,860                       |                     |                   | 445,177           |
|                           | (25,000)               |                               |                     |                   |                   |
|                           | (25,000)               |                               |                     |                   |                   |
| 55,969                    | 424,934                | 135,860                       |                     |                   | 445,177           |
| 710,273                   | 1,378,929              | 664,473                       | (615,001)           | 602,085           | 175,986           |
| <u>\$ 766,242</u>         | <u>\$ 1,803,863</u>    | <u>\$ 800,333</u>             | <u>\$ (615,001)</u> | <u>\$ 602,085</u> | <u>\$ 621,163</u> |

**CITY OF IMPERIAL**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(CONTINUED)**

|  | <u>Special Revenue Funds</u> |                  |                         |                     |
|--|------------------------------|------------------|-------------------------|---------------------|
|  | ARPA<br>Utility              | CARES            | Early Learning<br>Grant | Per Capita          |
| <b>Revenues:</b>   |                              |                  |                         |                     |
| Use of Money and Property                                    | \$ 37                        | \$ 9             | \$ 9                    | \$ -                |
| Charges for Services   |                              |                  |                         |                     |
| Intergovernmental  |                              |                  |                         |                     |
| Other  |                              |                  |                         |                     |
| Total Revenues   | <u>37</u>                    | <u>9</u>         | <u>9</u>                | <u>-</u>            |
| <b>Expenditures:</b>   |                              |                  |                         |                     |
| <b>Current:</b>  |                              |                  |                         |                     |
| Community Development  | 103,207                      | 10,645           | 20,138                  |                     |
| Public Safety  |                              |                  |                         |                     |
| Public Works   |                              |                  |                         |                     |
| Parks and Recreation   |                              |                  |                         | 135,780             |
| Capital Outlay   |                              |                  |                         | <u>11,351</u>       |
| Total Expenditures   | <u>103,207</u>               | <u>10,645</u>    | <u>20,138</u>           | <u>147,131</u>      |
| Excess (Deficiency) of Revenues<br>over (Under) Expenditures | <u>(103,170)</u>             | <u>(10,636)</u>  | <u>(20,129)</u>         | <u>(147,131)</u>    |
| <b>Other Financing Sources (Uses):</b>                       |                              |                  |                         |                     |
| Transfers In   |                              |                  |                         |                     |
| Transfers Out  | <u>(750)</u>                 |                  |                         |                     |
| Total Other Financing<br>Sources (Uses)                      | <u>(750)</u>                 |                  |                         |                     |
| Net Change in Fund Balances                                  | (103,920)                    | (10,636)         | (20,129)                | (147,131)           |
| Fund Balances - July 1, 2021                                 | <u>106,582</u>               | <u>31,316</u>    | <u>32,115</u>           | <u>(29,736)</u>     |
| Fund Balances - June 30, 2022                                | <u>\$ 2,662</u>              | <u>\$ 20,680</u> | <u>\$ 11,986</u>        | <u>\$ (176,867)</u> |

| <u>Special Revenue Funds</u> |                               | Total<br>Nonmajor<br>Governmental<br>Funds |
|------------------------------|-------------------------------|--|
| <u>SB 2</u>                  | <u>Utility<br/>Assistance</u> |  |
| \$ -                         | \$ -                          | \$ 34,471                                  |
|                              | 36,149                        | 1,157,202                                  |
|                              |                               | 1,405,614                                  |
|                              |                               | 32   |
|                              | <u>36,149</u>                 | <u>2,597,319</u>                           |
|                              | 16,438                        | 152,628                                    |
|                              |                               | 25,354                                     |
|                              |                               | 90,538                                     |
|                              |                               | 190,896                                    |
|                              |                               | 565,968                                    |
|                              | <u>16,438</u>                 | <u>1,025,384</u>                           |
|                              | <u>19,711</u>                 | <u>1,571,935</u>                           |
|                              | 42                            | 42   |
|                              |                               | (909,717)                                  |
|                              | <u>42</u>                     | <u>(909,675)</u>                           |
|                              | 19,753                        | 662,260                                    |
|                              |                               | 8,796,073                                  |
| <u>\$ -</u>                  | <u>\$ 19,753</u>              | <u>\$ 9,458,333</u>                        |

**This page left intentionally blank**

CITY OF IMPERIAL  
 TRAFFIC CONGESTION RELIEF SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL  
 For the Fiscal Year Ended June 30, 2022

|   | Final<br>Budget | Actual<br>Amount   | Variance with<br>Final Budget<br>Positive (Negative) |
|---|-----------------|--------------------|--|
| Revenues:                               |                 |                    |  |
| Use of Money and Property               | \$ 50           | \$ -               | \$ (50)  |
| Charges For Services                    | 30,000          |                    | (30,000)   |
| Total Revenues                          | <u>30,050</u>   |                    | <u>(30,050)</u>                                      |
| Other Financing Sources (Uses):         |                 |                    |  |
| Transfers Out                           | (30,000)        | (30,000)           |  |
| Total Other Financing<br>Sources (Uses) | <u>(30,000)</u> | <u>(30,000)</u>    |  |
| Net Change in Fund Balance              | 50              | (30,000)           | (30,050)   |
| Fund Balance - July 1, 2021             | <u>4</u>        | <u>4</u>           |  |
| Fund Balance - June 30, 2022            | <u>\$ 54</u>    | <u>\$ (29,996)</u> | <u>\$ (30,050)</u>                                   |



CITY OF IMPERIAL  
TRAFFIC SAFETY SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2022

|   | Final<br>Budget | Actual<br>Amount | Variance with<br>Final Budget<br>Positive (Negative) |
|---|-----------------|------------------|--|
| Revenues:                               |                 |                  |  |
| Use of Money and Property               | \$ 20           | \$ 4             | \$ (16)  |
| Charges For Services                    | 3,500           | 4,883            | 1,383  |
| Total Revenues                          | <u>3,520</u>    | <u>4,887</u>     | <u>1,367</u>   |
| Other Financing Sources (Uses):         |                 |                  |  |
| Transfers Out                           | <u>(3,500)</u>  | <u>(3,500)</u>   |  |
| Total Other Financing<br>Sources (Uses) | <u>(3,500)</u>  | <u>(3,500)</u>   |  |
| Net Change in Fund Balance              | 20              | 1,387            | 1,367  |
| Fund Balance - July 1, 2021             | <u>9,056</u>    | <u>9,056</u>     |  |
| Fund Balance - June 30, 2022            | <u>\$ 9,076</u> | <u>\$ 10,443</u> | <u>\$ 1,367</u>                                      |

CITY OF IMPERIAL  
GAS TAX SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2022

|   | Final<br>Budget   | Actual<br>Amount  | Variance with<br>Final Budget<br>Positive (Negative) |
|---|-------------------|-------------------|--|
| Revenues:                               |                   |                   |  |
| Use of Money and Property               | \$ 500            | \$ 332            | \$ (168)   |
| Intergovernmental                       | 438,723           | 534,825           | 96,102   |
| Total Revenues                          | <u>439,223</u>    | <u>535,157</u>    | <u>95,934</u>  |
| Other Financing Sources (Uses):         |                   |                   |  |
| Transfers Out                           | <u>(338,775)</u>  | <u>(338,775)</u>  |  |
| Total Other Financing<br>Sources (Uses) | <u>(338,775)</u>  | <u>(338,775)</u>  |  |
| Net Change in Fund Balance              | 100,448           | 196,382           | 95,934   |
| Fund Balance - July 1, 2021             | <u>699,955</u>    | <u>699,955</u>    |  |
| Fund Balance - June 30, 2022            | <u>\$ 800,403</u> | <u>\$ 896,337</u> | <u>\$ 95,934</u>                                     |

CITY OF IMPERIAL  
 LOCAL TRANSPORTATION SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL

For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget  | Actual<br>Amount  | Variance with<br>Final Budget<br>Positive (Negative) |
|--|------------------|-------------------|--|
| <b>Revenues:</b>   |                  |                   |  |
| Use of Money and Property  | \$ 500           | \$ 149            | \$ (351)   |
| Intergovernmental  | 64,026           | 23,549            | (40,477)   |
| <b>Total Revenues</b>  | <b>64,526</b>    | <b>23,698</b>     | <b>(40,828)</b>                                      |
| <b>Expenditures:</b>   |                  |                   |  |
| <b>Current:</b>  |                  |                   |  |
| Public Works   | 36,400           | 18,369            | 18,031   |
| Capital Outlay   | 416,000          |                   | 416,000  |
| <b>Total Expenditures</b>  | <b>452,400</b>   | <b>18,369</b>     | <b>434,031</b>                                       |
| <b>Excess (Deficiency) of Revenues<br/>Over (Under) Expenditures</b> | <b>(387,874)</b> | <b>5,329</b>      | <b>393,203</b>                                       |
| <b>Other Financing Sources (Uses):</b>                               |                  |                   |  |
| Transfers Out  | (5,000)          | (5,000)           |  |
| <b>Total Other Financing<br/>Sources (Uses)</b>                      | <b>(5,000)</b>   | <b>(5,000)</b>    |  |
| <b>Net Change in Fund Balance</b>                                    | <b>(392,874)</b> | <b>329</b>        | <b>393,203</b>                                       |
| <b>Fund Balance - July 1, 2021</b>                                   | <b>418,470</b>   | <b>418,470</b>    |  |
| <b>Fund Balance - June 30, 2022</b>                                  | <b>\$ 25,596</b> | <b>\$ 418,799</b> | <b>\$ 393,203</b>                                    |

CITY OF IMPERIAL  
 SUCCESSOR AGENCY HOUSING SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL  
 For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget  | Actual<br>Amount  | Variance with<br>Final Budget<br>Positive (Negative) |
|--|------------------|-------------------|--|
| <b>Revenues:</b>   |                  |                   |  |
| Use of Money and Property  | \$ 11,500        | \$ 10,144         | \$ (1,356)   |
| Intergovernmental  |                  | 31,980            | 31,980   |
| <b>Total Revenues</b>  | <u>11,500</u>    | <u>42,124</u>     | <u>30,624</u>  |
| <b>Expenditures:</b>   |                  |                   |  |
| <b>Current:</b>  |                  |                   |  |
| Community Development  | 10,000           | 535               | 9,465  |
| Capital Outlay   | 524,542          | 383,172           | 141,370  |
| <b>Total Expenditures</b>  | <u>534,542</u>   | <u>383,707</u>    | <u>150,835</u>                                       |
| <b>Excess (Deficiency) of Revenues<br/>Over (Under) Expenditures</b> | <u>(523,042)</u> | <u>(341,583)</u>  | <u>181,459</u>                                       |
| <b>Net Change in Fund Balance</b>                                    | (523,042)        | (341,583)         | 181,459  |
| <b>Fund Balance - July 1, 2021</b>                                   | <u>560,315</u>   | <u>560,315</u>    |  |
| <b>Fund Balance - June 30, 2022</b>                                  | <u>\$ 37,273</u> | <u>\$ 218,732</u> | <u>\$ 181,459</u>                                    |

CITY OF IMPERIAL  
PUBLIC SAFETY PROP 172 SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget  | Actual<br>Amount | Variance with<br>Final Budget<br>Positive (Negative) |
|--|------------------|------------------|--|
| Revenues:  |                  |                  |  |
| Intergovernmental  | \$ 92,050        | \$ 100,313       | \$ 8,263   |
| Total Revenues   | <u>92,050</u>    | <u>100,333</u>   | <u>8,283</u>   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>92,050</u>    | <u>100,333</u>   | <u>8,283</u>   |
| Other Financing Sources (Uses):                              |                  |                  |  |
| Transfers Out  | <u>(91,879)</u>  | <u>(91,879)</u>  |  |
| Total Other Financing<br>Sources (Uses)                      | <u>(91,879)</u>  | <u>(91,879)</u>  |  |
| Net Change in Fund Balance                                   | 171              | 8,454            | 8,283  |
| Fund Balance - July 1, 2011                                  | <u>31,735</u>    | <u>31,735</u>    |  |
| Fund Balance - June 30, 2022                                 | <u>\$ 31,906</u> | <u>\$ 40,189</u> | <u>\$ 8,283</u>                                      |

CITY OF IMPERIAL  
 CDBG HOME GRANT SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL  
 For the Fiscal Year Ended June 30, 2022

|                              | Final<br>Budget   | Actual<br>Amount  | Variance with<br>Final Budget<br>Positive (Negative) |
|------------------------------|-------------------|-------------------|--|
| Revenues:                    |                   |                   |  |
| Use of Money and Property    | \$ 500            | \$ 46             | \$ (454)   |
| Total Revenues               | <u>500</u>        | <u>46</u>         | <u>(454)</u>   |
| Net Change in Fund Balance   | 500               | 46                | (454)  |
| Fund Balance - July 1, 2021  | <u>130,736</u>    | <u>130,736</u>    |  |
| Fund Balance - June 30, 2022 | <u>\$ 131,236</u> | <u>\$ 130,782</u> | <u>\$ (454)</u>                                      |

CITY OF IMPERIAL  
HOUSING REHABILITATION SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget  | Actual<br>Amount | Variance with<br>Final Budget<br>Positive (Negative) |
|--|------------------|------------------|--|
| <b>Revenues:</b>   |                  |                  |  |
| Use of Money and Property  | \$ 1,000         | \$ 407           | \$ (593)   |
| Intergovernmental  | 80,325           | 3,153            | (77,172)   |
| <b>Total Revenues</b>  | <b>81,325</b>    | <b>3,560</b>     | <b>(77,765)</b>                                      |
| <b>Expenditures:</b>   |                  |                  |  |
| <b>Current:</b>  |                  |                  |  |
| Community Development  | 76,725           |                  | 76,725   |
| <b>Total Expenditures</b>  | <b>76,725</b>    |                  | <b>76,725</b>  |
| <b>Excess (Deficiency) of Revenues<br/>Over (Under) Expenditures</b> | <b>4,600</b>     | <b>3,560</b>     | <b>(1,040)</b>                                       |
| <b>Other Financing Sources (Uses):</b>                               |                  |                  |  |
| Transfers Out  | (5,000)          | (5,000)          |  |
| <b>Total Other Financing<br/>Sources (Uses)</b>                      | <b>(5,000)</b>   | <b>(5,000)</b>   |  |
| <b>Net Change in Fund Balance</b>                                    | <b>(400)</b>     | <b>(1,440)</b>   | <b>(1,040)</b>                                       |
| <b>Fund Balance - July 1, 2021</b>                                   | <b>54,995</b>    | <b>54,995</b>    |  |
| <b>Fund Balance - June 30, 2022</b>                                  | <b>\$ 54,595</b> | <b>\$ 53,555</b> | <b>\$ (1,040)</b>                                    |

CITY OF IMPERIAL  
 RLA SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL  
 For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget  | Actual<br>Amount | Variance with<br>Final Budget<br>Positive (Negative) |
|--|------------------|------------------|--|
| <b>Revenues:</b>   |                  |                  |  |
| Use of Money and Property  | \$ 2,000         | \$ 3,266         | \$ 1,266   |
| Intergovernmental  | 5,000            | 25,681           | 20,681   |
| <b>Total Revenues</b>  | <b>7,000</b>     | <b>28,947</b>    | <b>21,947</b>  |
| <b>Excess (Deficiency) of Revenues<br/>Over (Under) Expenditures</b> | <b>7,000</b>     | <b>28,947</b>    | <b>21,947</b>  |
| <b>Other Financing Sources (Uses):</b>                               |                  |                  |  |
| Transfers Out  | (5,000)          | (5,000)          |  |
| <b>Total Other Financing<br/>Sources (Uses)</b>                      | <b>(5,000)</b>   | <b>(5,000)</b>   |  |
| <b>Net Change in Fund Balance</b>                                    | <b>2,000</b>     | <b>23,947</b>    | <b>21,947</b>  |
| <b>Fund Balance - July 1, 2021</b>                                   | <b>59,025</b>    | <b>59,025</b>    |  |
| <b>Fund Balance - June 30, 2022</b>                                  | <b>\$ 61,025</b> | <b>\$ 82,972</b> | <b>\$ 21,947</b>                                     |



CITY OF IMPERIAL  
WILDFLOWER LANDSCAPING AND LIGHTING SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget   | Actual<br>Amount  | Variance with<br>Final Budget<br>Positive (Negative) |
|--|-------------------|-------------------|--|
| <b>Revenues:</b>   |                   |                   |  |
| Use of Money and Property                                    | \$ -              | \$ 80             | \$ 80  |
| Charges for Services   | 23,078            | 59,680            | 36,602   |
| Total Revenues   | <u>23,078</u>     | <u>59,760</u>     | <u>36,682</u>  |
| <b>Expenditures:</b>   |                   |                   |  |
| <b>Current:</b>  |                   |                   |  |
| Public Works   | 7,300             | 4,616             | 2,684  |
| Total Expenditures   | <u>7,300</u>      | <u>4,616</u>      | <u>2,684</u>   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>15,778</u>     | <u>55,144</u>     | <u>39,366</u>  |
| <b>Other Financing Sources (Uses):</b>                       |                   |                   |  |
| Transfers Out  | (31,589)          | (31,589)          |  |
| Total Other Financing<br>Sources (Uses)                      | <u>(31,589)</u>   | <u>(31,589)</u>   |  |
| Net Change in Fund Balance                                   | (15,811)          | 23,555            | 39,366   |
| Fund Balance - July 1, 2021                                  | <u>218,580</u>    | <u>218,580</u>    |  |
| Fund Balance - June 30, 2022                                 | <u>\$ 202,769</u> | <u>\$ 242,135</u> | <u>\$ 39,366</u>                                     |

CITY OF IMPERIAL  
PASEO DEL SOL LANDSCAPING AND LIGHTING SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget   | Actual<br>Amount | Variance with<br>Final Budget<br>Positive (Negative) |
|--|-------------------|------------------|--|
| Revenues:  |                   |                  |  |
| Use of Money and Property                                    | \$ -              | \$ 92            | \$ 92  |
| Charges for Services   | 54,100            | 64,453           | 10,353   |
| Total Revenues   | <u>54,100</u>     | <u>64,545</u>    | <u>10,445</u>  |
| Expenditures:  |                   |                  |  |
| Current:   |                   |                  |  |
| Public Works   | 8,800             | 22,529           | (13,729)   |
| Capital Outlay   |                   | 135,508          | (135,508)  |
| Total Expenditures   | <u>8,800</u>      | <u>158,037</u>   | <u>(149,237)</u>                                     |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>45,300</u>     | <u>(93,492)</u>  | <u>(138,792)</u>                                     |
| Other Financing Sources (Uses):                              |                   |                  |  |
| Transfers Out  | <u>(112,857)</u>  | <u>(112,857)</u> |  |
| Total Other Financing<br>Sources (Uses)                      | <u>(112,857)</u>  | <u>(112,857)</u> |  |
| Net Change in Fund Balance                                   | (67,557)          | (206,349)        | (138,792)  |
| Fund Balance - July 1, 2021                                  | <u>251,871</u>    | <u>251,871</u>   |  |
| Fund Balance - June 30, 2022                                 | <u>\$ 184,314</u> | <u>\$ 45,522</u> | <u>\$ (138,792)</u>                                  |

CITY OF IMPERIAL  
 JOSHUA TREE STREET IMPROVEMENT SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL  
 For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget | Actual<br>Amount | Variance with<br>Final Budget<br>Positive (Negative) |
|--|-----------------|------------------|--|
| Expenditures:  |                 |                  |  |
| Capital Outlay   | \$ 31,287       | \$ -             | \$ 31,287  |
| Total Expenditures   | <u>31,287</u>   |                  | <u>31,287</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(31,287)</u> |                  | <u>31,287</u>  |
| Net Change in Fund Balance                                   | (31,287)        |                  | 31,287   |
| Fund Balance - July 1, 2021                                  | <u>31,287</u>   | <u>31,287</u>    |  |
| Fund Balance - June 30, 2022                                 | <u>\$ -</u>     | <u>\$ 31,287</u> | <u>\$ 31,287</u>                                     |

CITY OF IMPERIAL  
LIBRARY DONATION SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget | Actual<br>Amount | Variance with<br>Final Budget<br>Positive (Negative) |
|--|-----------------|------------------|--|
| Revenues:  |                 |                  |  |
| Other  | \$ -            | \$ 32            | \$ 32  |
| Total Revenues   |                 | 32               | 32   |
| Expenditures:  |                 |                  |  |
| Current:   |                 |                  |  |
| Parks and Recreation   | 3,307           |                  | 3,307  |
| Total Expenditures   | 3,307           |                  | 3,307  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (3,307)         | 32               | 3,339  |
| Net Change in Fund Balance                                   | (3,307)         | 32               | 3,339  |
| Fund Balance - July 1, 2021                                  | 741             | 741              |  |
| Fund Balance - June 30, 2022                                 | \$ (2,566)      | \$ 773           | \$ 3,339   |

CITY OF IMPERIAL  
 SKY RANCH DISTRICT SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL  
 For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget   | Actual<br>Amount  | Variance with<br>Final Budget<br>Positive (Negative) |
|--|-------------------|-------------------|--|
| Revenues:  |                   |                   |  |
| Use of Money and Property                                    | \$ 3,000          | \$ 251            | \$ (2,749)   |
| Charges for Services   | 217,500           | 221,480           | 3,980  |
| Total Revenues   | <u>220,500</u>    | <u>221,731</u>    | <u>1,231</u>   |
| Expenditures:  |                   |                   |  |
| Current:   |                   |                   |  |
| Public Works   | 14,100            | 39,184            | (25,084)   |
| Capital Outlay   |                   |                   |  |
| Total Expenditures   | <u>14,100</u>     | <u>39,184</u>     | <u>(25,084)</u>                                      |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>206,400</u>    | <u>182,547</u>    | <u>(23,853)</u>                                      |
| Other Financing Sources (Uses):                              |                   |                   |  |
| Transfers Out  | <u>(215,625)</u>  | <u>(215,625)</u>  |  |
| Total Other Financing<br>Sources (Uses)                      | <u>(215,625)</u>  | <u>(215,625)</u>  |  |
| Net Change in Fund Balance                                   | (9,225)           | (33,078)          | (23,853)   |
| Fund Balance - July 1, 2021                                  | <u>684,710</u>    | <u>684,710</u>    |  |
| Fund Balance - June 30, 2022                                 | <u>\$ 675,485</u> | <u>\$ 651,632</u> | <u>\$ (23,853)</u>                                   |

CITY OF IMPERIAL  
LIBRARY LITERACY SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget  | Actual<br>Amount | Variance with<br>Final Budget<br>Positive (Negative) |
|--|------------------|------------------|--|
| <b>Revenues:</b>   |                  |                  |  |
| Use of Money and Property  | \$ 100           | \$ 18            | \$ (82)  |
| Intergovernmental  | 44,580           | 62,300           | 17,720   |
| <b>Total Revenues</b>  | <b>44,680</b>    | <b>62,318</b>    | <b>17,638</b>  |
| <b>Expenditures:</b>   |                  |                  |  |
| <b>Current:</b>  |                  |                  |  |
| Parks and Recreation   | 46,000           | 40,664           | 5,336  |
| <b>Total Expenditures</b>  | <b>46,000</b>    | <b>40,664</b>    | <b>5,336</b>   |
| <b>Excess (Deficiency) of Revenues<br/>Over (Under) Expenditures</b> | <b>(1,320)</b>   | <b>21,654</b>    | <b>22,974</b>  |
| <b>Other Financing Sources (Uses):</b>                               |                  |                  |  |
| Transfers In   |                  |                  |  |
| Transfers Out  | (39,742)         | (39,742)         |  |
| <b>Total Other Financing<br/>Sources (Uses)</b>                      | <b>(39,742)</b>  | <b>(39,742)</b>  |  |
| <b>Net Change in Fund Balance</b>                                    | <b>(41,062)</b>  | <b>(18,088)</b>  | <b>22,974</b>  |
| <b>Fund Balance - July 1, 2021</b>                                   | <b>70,387</b>    | <b>70,387</b>    |  |
| <b>Fund Balance - June 30, 2022</b>                                  | <b>\$ 29,325</b> | <b>\$ 52,299</b> | <b>\$ 22,974</b>                                     |

CITY OF IMPERIAL  
GENERAL HOUSING SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget   | Actual<br>Amount  | Variance with<br>Final Budget<br>Positive (Negative) |
|--|-------------------|-------------------|--|
| <b>Revenues:</b>   |                   |                   |  |
| Use of Money and Property                                    | \$ 2,500          | \$ 2,756          | \$ 256   |
| Charges for Services   | 20,000            | 24,993            | 4,993  |
| Total Revenues   | <u>22,500</u>     | <u>27,749</u>     | <u>5,249</u>   |
| <b>Expenditures:</b>   |                   |                   |  |
| <b>Current:</b>  |                   |                   |  |
| Community Development  | 5,900             |                   | 5,900  |
| Total Expenditures   | <u>5,900</u>      |                   | <u>5,900</u>   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>16,600</u>     | <u>27,749</u>     | <u>11,149</u>  |
| <b>Other Financing Sources (Uses):</b>                       |                   |                   |  |
| Transfers Out  | (5,000)           | (5,000)           |  |
| Total Other Financing<br>Sources (Uses)                      | <u>(5,000)</u>    | <u>(5,000)</u>    |  |
| Net Change in Fund Balance                                   | 11,600            | 22,749            | 11,149   |
| Fund Balance - July 1, 2021                                  | <u>509,068</u>    | <u>509,068</u>    |  |
| Fund Balance - June 30, 2022                                 | <u>\$ 520,668</u> | <u>\$ 531,817</u> | <u>\$ 11,149</u>                                     |

CITY OF IMPERIAL  
 FIRE IMPACT FEES SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL  
 For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget  | Actual<br>Amount  | Variance with<br>Final Budget<br>Positive (Negative) |
|--|------------------|-------------------|--|
| <b>Revenues:</b>   |                  |                   |  |
| Use of Money and Property                                    | \$ 150           | \$ 710            | \$ 560   |
| Charges for Services   | 15,000           | 26,640            | 11,640   |
| Total Revenues   | <u>15,150</u>    | <u>27,350</u>     | <u>12,200</u>  |
| <b>Expenditures:</b>   |                  |                   |  |
| <b>Current:</b>  |                  |                   |  |
| Public Safety  | 2,500            | 1,665             | 835  |
| Capital Outlay   | 166,292          |                   | 166,292  |
| Total Expenditures   | <u>168,792</u>   | <u>1,665</u>      | <u>167,127</u>                                       |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(153,642)</u> | <u>25,685</u>     | <u>179,327</u>                                       |
| Net Change in Fund Balance                                   | (153,642)        | 25,685            | 179,327  |
| Fund Balance - July 1, 2021                                  | <u>175,993</u>   | <u>175,993</u>    |  |
| Fund Balance - June 30, 2022                                 | <u>\$ 22,351</u> | <u>\$ 201,678</u> | <u>\$ 179,327</u>                                    |



CITY OF IMPERIAL  
POLICE IMPACT FEES SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget  | Actual<br>Amount    | Variance with<br>Final Budget<br>Positive (Negative) |
|--|------------------|---------------------|--|
| <b>Revenues:</b>   |                  |                     |  |
| Use of Money and Property                                    | \$ 1,000         | \$ 1,688            | \$ 688   |
| Charges for Services   | 45,000           | 55,463              | 10,463   |
| Total Revenues   | <u>46,000</u>    | <u>57,151</u>       | <u>11,151</u>  |
| <b>Expenditures:</b>   |                  |                     |  |
| <b>Current:</b>  |                  |                     |  |
| Public Safety  | 2,700            | 1,665               | 1,035  |
| Capital Outlay   | 967,820          |                     | 967,820  |
| Total Expenditures   | <u>970,520</u>   | <u>1,665</u>        | <u>968,855</u>                                       |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(924,520)</u> | <u>55,486</u>       | <u>980,006</u>                                       |
| Net Change in Fund Balance                                   | (924,520)        | 55,486              | 980,006  |
| Fund Balance - July 1, 2021                                  | <u>964,451</u>   | <u>964,451</u>      |  |
| Fund Balance - June 30, 2022                                 | <u>\$ 39,931</u> | <u>\$ 1,019,937</u> | <u>\$ 980,006</u>                                    |

CITY OF IMPERIAL  
ADMINISTRATION IMPACT FEES SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget  | Actual<br>Amount  | Variance with<br>Final Budget<br>Positive (Negative) |
|--|------------------|-------------------|--|
| <b>Revenues:</b>   |                  |                   |  |
| Use of Money and Property  | \$ 800           | \$ 1,680          | \$ 880   |
| Charges for Services   | 45,000           | 58,152            | 13,152   |
| <b>Total Revenues</b>  | <b>45,800</b>    | <b>59,832</b>     | <b>14,032</b>  |
| <b>Expenditures:</b>   |                  |                   |  |
| <b>Current:</b>  |                  |                   |  |
| Community Development  | 2,500            | 1,665             | 835  |
| Capital Outlay   | 921,529          |                   | 921,529  |
| <b>Total Expenditures</b>  | <b>924,029</b>   | <b>1,665</b>      | <b>922,364</b>                                       |
| <b>Excess (Deficiency) of Revenues<br/>Over (Under) Expenditures</b> | <b>(878,229)</b> | <b>58,167</b>     | <b>936,396</b>                                       |
| <b>Net Change in Fund Balance</b>                                    | <b>(878,229)</b> | <b>58,167</b>     | <b>936,396</b>                                       |
| <b>Fund Balance - July 1, 2021</b>                                   | <b>920,335</b>   | <b>920,335</b>    |  |
| <b>Fund Balance - June 30, 2022</b>                                  | <b>\$ 42,106</b> | <b>\$ 978,502</b> | <b>\$ 936,396</b>                                    |

CITY OF IMPERIAL  
LIBRARY IMPACT FEES SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget  | Actual<br>Amount  | Variance with<br>Final Budget<br>Positive (Negative) |
|--|------------------|-------------------|--|
| <b>Revenues:</b>   |                  |                   |  |
| Use of Money and Property                                    | \$ 700           | \$ 1,593          | \$ 893   |
| Charges for Services   | 30,000           | 56,041            | 26,041   |
| Total Revenues   | <u>30,700</u>    | <u>57,634</u>     | <u>26,934</u>  |
| <b>Expenditures:</b>   |                  |                   |  |
| <b>Current:</b>  |                  |                   |  |
| Parks and Recreation   | 2,500            | 1,665             | 835  |
| Capital Outlay   | 701,421          |                   | 701,421  |
| Total Expenditures   | <u>703,921</u>   | <u>1,665</u>      | <u>702,256</u>                                       |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(673,221)</u> | <u>55,969</u>     | <u>729,190</u>                                       |
| Net Change in Fund Balance                                   | (673,221)        | 55,969            | 729,190  |
| Fund Balance - July 1, 2021                                  | <u>710,273</u>   | <u>710,273</u>    |  |
| Fund Balance - June 30, 2022                                 | <u>\$ 37,052</u> | <u>\$ 766,242</u> | <u>\$ 729,190</u>                                    |

CITY OF IMPERIAL  
PARK IMPACT FEES SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget     | Actual<br>Amount    | Variance with<br>Final Budget<br>Positive (Negative) |
|--|---------------------|---------------------|--|
| <b>Revenues:</b>   |                     |                     |  |
| Use of Money and Property                                    | \$ 1,000            | \$ 8,823            | \$ 7,823   |
| Charges for Services   | 180,000             | 450,080             | 270,080  |
| Total Revenues   | <u>181,000</u>      | <u>458,903</u>      | <u>277,903</u>                                       |
| <b>Expenditures:</b>   |                     |                     |  |
| Current:   |                     |                     |  |
| Parks and Recreation   | 73,000              | 8,969               | 64,031   |
| Capital Outlay   | 350,000             |                     | 350,000  |
| Total Expenditures   | <u>423,000</u>      | <u>8,969</u>        | <u>414,031</u>                                       |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(242,000)</u>    | <u>449,934</u>      | <u>691,934</u>                                       |
| <b>Other Financing Sources (Uses):</b>                       |                     |                     |  |
| Transfers Out  | (25,000)            |                     | 25,000   |
| Total Other Financing<br>Sources (Uses)                      | <u>(25,000)</u>     |                     | <u>25,000</u>  |
| Net Change in Fund Balance                                   | (267,000)           | 449,934             | 716,934  |
| Fund Balance - July 1, 2021                                  | <u>1,378,929</u>    | <u>1,378,929</u>    |  |
| Fund Balance - June 30, 2022                                 | <u>\$ 1,111,929</u> | <u>\$ 1,828,863</u> | <u>\$ 716,934</u>                                    |

CITY OF IMPERIAL  
CIRCULATION IMPACT FEES SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget   | Actual<br>Amount  | Variance with<br>Final Budget<br>Positive (Negative) |
|--|-------------------|-------------------|--|
| <b>Revenues:</b>   |                   |                   |  |
| Use of Money and Property                                    | \$ 600            | \$ 2,188          | \$ 1,588   |
| Charges for Services   | 90,000            | 135,337           | 45,337   |
| Total Revenues   | <u>90,600</u>     | <u>137,525</u>    | <u>46,925</u>  |
| <b>Expenditures:</b>   |                   |                   |  |
| <b>Current:</b>  |                   |                   |  |
| Public Works   | 52,000            | 1,665             | 50,335   |
| Capital Outlay   | 500,000           |                   | 500,000  |
| Total Expenditures   | <u>552,000</u>    | <u>1,665</u>      | <u>550,335</u>                                       |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(461,400)</u>  | <u>135,860</u>    | <u>597,260</u>                                       |
| Net Change in Fund Balance                                   | (461,400)         | 135,860           | 597,260  |
| Fund Balance - July 1, 2021                                  | <u>664,473</u>    | <u>664,473</u>    |  |
| Fund Balance - June 30, 2022                                 | <u>\$ 203,073</u> | <u>\$ 800,333</u> | <u>\$ 597,260</u>                                    |

CITY OF IMPERIAL  
 SB1 SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL  
 For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget   | Actual<br>Amount  | Variance with<br>Final Budget<br>Positive (Negative) |
|--|-------------------|-------------------|--|
| Revenues:  |                   |                   |  |
| Use of Money and Property                                    | \$ 100            | \$ 133            | \$ 33  |
| Intergovernmental  | 376,396           | 449,219           | 72,823   |
| Total Revenues   | <u>376,496</u>    | <u>449,352</u>    | <u>72,856</u>  |
| Expenditures:  |                   |                   |  |
| Current:   |                   |                   |  |
| Public Works   | 5,500             | 4,175             | 1,325  |
| Total Expenditures   | <u>5,500</u>      | <u>4,175</u>      | <u>1,325</u>   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>370,996</u>    | <u>445,177</u>    | <u>74,181</u>  |
| Net Change in Fund Balance                                   | 370,996           | 445,177           | 74,181   |
| Fund Balance - July 1, 2021                                  | <u>175,986</u>    | <u>175,986</u>    |  |
| Fund Balance - June 30, 2022                                 | <u>\$ 546,982</u> | <u>\$ 621,163</u> | <u>\$ 74,181</u>                                     |

THE UNIVERSITY OF CHICAGO  
DIVISION OF THE PHYSICAL SCIENCES  
DEPARTMENT OF CHEMISTRY  
LABORATORY OF ORGANIC CHEMISTRY

| Run | Time  | Temp | Pressure | Flow | Yield | Notes |
|-----|-------|------|----------|------|-------|-------|
| 1   | 10.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 2   | 11.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 3   | 12.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 4   | 13.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 5   | 14.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 6   | 15.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 7   | 16.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 8   | 17.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 9   | 18.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 10  | 19.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 11  | 20.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 12  | 21.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 13  | 22.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 14  | 23.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 15  | 24.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 16  | 25.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 17  | 26.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 18  | 27.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 19  | 28.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 20  | 29.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 21  | 30.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 22  | 31.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 23  | 32.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 24  | 33.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 25  | 34.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 26  | 35.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 27  | 36.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 28  | 37.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 29  | 38.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 30  | 39.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 31  | 40.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 32  | 41.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 33  | 42.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 34  | 43.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 35  | 44.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 36  | 45.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 37  | 46.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 38  | 47.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 39  | 48.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 40  | 49.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 41  | 50.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 42  | 51.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 43  | 52.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 44  | 53.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 45  | 54.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 46  | 55.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 47  | 56.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 48  | 57.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 49  | 58.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 50  | 59.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 51  | 60.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 52  | 61.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 53  | 62.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 54  | 63.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 55  | 64.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 56  | 65.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 57  | 66.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 58  | 67.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 59  | 68.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 60  | 69.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 61  | 70.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 62  | 71.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 63  | 72.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 64  | 73.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 65  | 74.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 66  | 75.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 67  | 76.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 68  | 77.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 69  | 78.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 70  | 79.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 71  | 80.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 72  | 81.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 73  | 82.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 74  | 83.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 75  | 84.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 76  | 85.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 77  | 86.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 78  | 87.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 79  | 88.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 80  | 89.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 81  | 90.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 82  | 91.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 83  | 92.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 84  | 93.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 85  | 94.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 86  | 95.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 87  | 96.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 88  | 97.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 89  | 98.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 90  | 99.0  | 100  | 1.0      | 1.0  | 0.5   | ...   |
| 91  | 100.0 | 100  | 1.0      | 1.0  | 0.5   | ...   |

CITY OF IMPERIAL  
 SB1 SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - BUDGET AND ACTUAL  
 For the Fiscal Year Ended June 30, 2022

|  | Final<br>Budget   | Actual<br>Amount  | Variance with<br>Final Budget<br>Positive (Negative) |
|--|-------------------|-------------------|--|
| Revenues:  |                   |                   |  |
| Use of Money and Property                                    | \$ 100            | \$ 133            | \$ 33  |
| Intergovernmental  | 376,396           | 449,219           | 72,823   |
| Total Revenues   | <u>376,496</u>    | <u>449,352</u>    | <u>72,856</u>  |
| Expenditures:  |                   |                   |  |
| Current:   |                   |                   |  |
| Public Works   | 5,500             | 4,175             | 1,325  |
| Total Expenditures   | <u>5,500</u>      | <u>4,175</u>      | <u>1,325</u>   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>370,996</u>    | <u>445,177</u>    | <u>74,181</u>  |
| Net Change in Fund Balance                                   | 370,996           | 445,177           | 74,181   |
| Fund Balance - July 1, 2021                                  | <u>175,986</u>    | <u>175,986</u>    |  |
| Fund Balance - June 30, 2022                                 | <u>\$ 546,982</u> | <u>\$ 621,163</u> | <u>\$ 74,181</u>                                     |