



**CITY OF IMPERIAL**  
**Annual Financial Report**  
**Fiscal Year Ended June 30, 2019**

CITY OF IMPERIAL  
ANNUAL FINANCIAL REPORT  
Fiscal Year Ended June 30, 2019

TABLE OF CONTENTS

I. FINANCIAL SECTION

A. Independent Auditor’s Report .....	1
B. Management’s Discussion and Analysis .....	3
C. Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position .....	15
Statement of Activities .....	16
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet.....	18
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position .....	21
Statement of Revenues, Expenditures, and Changes in Fund Balances .....	22
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	25
Proprietary Funds:	
Statement of Net Position .....	26
Statement of Revenues, Expenses, and Changes in Net Position .....	27
Statement of Cash Flows .....	28
Fiduciary Funds:	
Statement of Fiduciary Net Position .....	31
Statement of Changes in Fiduciary Net Position .....	32
Notes to Basic Financial Statements .....	33
D. Required Supplementary Information:	
General Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual.....	58
LTA Measure D Special Revenue Fund – Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual .....	59
Schedule of the City’s Proportionate Share of the Net Pension Liability .....	60
Schedule of Pension Contributions .....	61
E. Supplemental Information	
Description of Nonmajor Governmental Funds .....	63
Combining Balance Sheet .....	66
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances .....	72
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual:	
Traffic Safety Special Revenue Fund .....	78
Gas Tax Special Revenue Fund .....	79

CITY OF IMPERIAL  
ANNUAL FINANCIAL REPORT  
Fiscal Year Ended June 30, 2019

TABLE OF CONTENTS

I. FINANCIAL SECTION (Continued)

E. Other Supplemental Information (Continued)

Nonmajor Governmental Funds

Local Transportation Special Revenue Fund .....	80
Successor Agency Housing Special Revenue Fund.....	81
Public Safety Prop 172 Special Revenue Fund.....	82
COPS Grant 2017 Special Revenue Fund.....	83
COPS Grant 2018 Special Revenue Fund.....	84
COPS Grant 2016 Special Revenue Fund.....	85
CDBG HOME Special Revenue Fund.....	86
Housing Rehabilitation Special Revenue Fund .....	87
RLA Special Revenue Fund.....	88
Wildflower Landscaping and Lighting Special Revenue Fund .....	89
Paseo Del Sol Landscaping and Lighting Special Revenue Fund .....	90
Joshua Tree Street Improvement Special Revenue Fund.....	91
Library Donation Special Revenue Fund.....	92
COPS Grant 2015 Special Revenue Fund.....	93
Sky Ranch District Special Revenue Fund .....	94
Library Literacy Special Revenue Fund .....	95
General Housing Special Revenue Fund .....	96
Fire Impact Fee Special Revenue Fund .....	97
Police Impact Fee Special Revenue Fund.....	98
Administrative Impact Fee Special Revenue Fund.....	99
Library Impact Fee Special Revenue Fund.....	100
Park Impact Fee Special Revenue Fund .....	101
Circulation Impact Fee Special Revenue Fund.....	102
EDA Special Revenue Fund .....	103
SB1 Special Revenue Fund.....	104



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## **INDEPENDENT AUDITOR'S REPORT**

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

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Imperial, California (City) as of and for the fiscal year ended June 30, 2019, which collectively comprise the City's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Imperial, California, as of June 30, 2019, 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.

Emphasis of Matter

As discussed in Note 14 of the notes to the financial statements, in January 2020, the World Health Organization has declared COVID-19 to constitute a “Public Health Emergency of International Concern.” Given the uncertainty of the situation, the duration of any financial impact cannot be reasonably estimated at this time. Our opinion is not modified with respect to this matter.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis on pages 3 through 13, Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual – General Fund, and the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual – LTA Measure D Special Revenue Fund, Schedule of Changes in the Net Pension Liability and Related Ratios, and Schedule of Pension Contributions on pages 58 through 61 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplemental 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 the 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 the 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 May 18, 2020, 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, LLP  
Culver City, California  
May 18, 2020

**CITY OF IMPERIAL**  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

This discussion and analysis provides an overview of the City of Imperial's financial performance for the fiscal year ended June 30, 2019. This report has been prepared in accordance with Accounting Principles Generally Accepted in the United States of America (USGAAP) as established by the Governmental Accounting Standard Board (GASB). We encourage our readers to consider this information in conjunction with the information provided in the accompanying basic financial statements and notes. The City's fiscal highlights are presented below:

**FINANCIAL HIGHLIGHTS**

Financial highlights of fiscal year ended June 30, 2019 include the following:

Government-wide:

- The City's total net position was \$60,938,798 as of June 30, 2019. Of this total, \$42,401,870 was governmental net position and \$18,536,928 was business-type net position.
- Governmental revenues include program revenues of \$11,241,374 and general revenues and transfers of \$4,556,436 for a total of \$15,797,810.
- Governmental expenses totaled \$13,937,975.
- Business-type program revenues and interest were \$11,435,411 while business-type expenses and transfers were \$10,348,218.

Fund Level:

- Governmental fund balances *increased* \$2,782,832 in fiscal year 2019.
- Governmental fund revenues *increased* \$4,079,878 in fiscal year 2019.
- Governmental fund expenditures *increased* \$757,535 in fiscal year 2019.

General Fund:

- General Fund revenues of \$9,291,659 were \$626,178 *higher* than the prior fiscal year.
- General Fund expenditures of \$9,298,000 represented an *increase* of \$625,495 over the prior fiscal year.
- General Fund fund balance of \$2,816,683 as of June 30, 2019, *increased* by \$992,955 from 2018 fiscal year's fund balance of \$1,823,728.

**OVERVIEW OF THE ANNUAL FINANCIAL REPORT**

This Annual Financial Report is divided into five parts:

1. Government-wide financial statements
2. Fund financial statements
3. Notes to these financial statements
4. Required supplementary information
5. Other supplemental information

Government-wide Financial Statements

The Government-wide financial statements provide a longer-term view of the City's activities as a whole, and comprise the Statement of Net Position and the Statement of Activities. The Statement of Net Position provides information about the financial position of the City as a whole, including all of its capital assets and long-term liabilities on the full accrual basis, similar to that used by corporations.

**CITY OF IMPERIAL**  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

The Statement of Activities provides information about all the City's revenues and all of its expenses, also on the full accrual basis, with the emphasis on measuring net revenues or expenses of each of the City's programs. The Statement of Activities explains in detail the change in net positions for the fiscal year.

All of the City's activities are grouped into governmental activities and business-type activities, as explained below. The amounts in the Statement of Net Position and the Statement of Activities are separated into governmental activities and business-type activities in order to provide a summary of these two activities for the City as a whole.

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

The Statement of Net Position and the Statement of Activities present information about the following:

Governmental Activities – All of the City's basic services are considered to be governmental activities. These services are supported by the general City revenues such as taxes, and by specific program revenues such as user fees and charges.

Business-type Activities – The City's enterprise activities of water and sewer are reported in this area. Unlike governmental services, these services are supported by charges paid by users based on the amount of service they use.

Fund Financial Statements

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

The fund financial statements provide detailed information about each of the City's most significant funds, called major funds. Major funds account for the major financial activities of the City and are presented individually, while the activities of non-major funds are presented in summary, with subordinate schedules presenting the detail for each of these other funds. The concept of major funds, and the determination of which funds are major, was established by the Governmental Accounting Standards Board (GASB) Statement No. 34 and replaces the concept of combining like funds and presenting them in total. Instead, each major fund is presented individually, with all non-major funds summarized and presented only in a single column. Major funds present the major activities of the City for the fiscal year, and may change from year to year as a result of changes in the pattern of the City's activities.

Fund financial statements include governmental and proprietary funds as discussed below.

Governmental fund financial statements are prepared on the modified accrual basis, which means they measure only current financial resources and uses. Capital assets and other long-lived assets, along with long-term liabilities, are not presented in the governmental fund financial statements.

Proprietary fund financial statements are prepared on the full accrual basis and include all of their assets and liabilities, current and long-term.

**CITY OF IMPERIAL**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**FINANCIAL ACTIVITIES OF THE CITY AS A WHOLE**

This analysis focuses on the net positions and changes in net positions of the City as a whole. Tables 1, 2, and 3 focus on the City's Governmental Statement of Net Position and Statements of Activities, while Table 4 focuses on the City's Business-type Statement of Net Position and Statement of Activities.

Table 1

<b>Governmental Activities Net Position at June 30,</b>		
	<b>Governmental Activities 2019</b>	<b>Governmental Activities 2018</b>
<b><u>Assets</u></b>		
Cash and investments	\$ 15,712,671	\$ 14,225,251
Other assets	2,579,710	2,308,530
Capital assets, net	28,649,244	27,406,983
<b>Total Assets</b>	<b>46,941,625</b>	<b>43,940,764</b>
<b><u>Deferred Outflows of Resources</u></b>		
Pension	936,025	2,740,088
<b>Total Def. Outflows</b>	<b>936,025</b>	<b>2,740,088</b>
<b><u>Liabilities</u></b>		
Long term liabilities	3,783,886	3,715,760
Other liabilities	1,344,322	2,306,080
<b>Total Liabilities</b>	<b>5,128,208</b>	<b>6,021,840</b>
<b><u>Deferred Outflows of Resources</u></b>		
Pension	347,572	116,977
<b>Total Def. Outflows</b>	<b>347,572</b>	<b>116,977</b>
<b><u>Net Position</u></b>		
Net investment in capital assets	28,649,244	27,406,983
Restricted	13,451,208	12,834,700
Unrestricted	301,418	300,352
<b>Total Net Position</b>	<b>\$ 42,401,870</b>	<b>\$ 40,542,035</b>

The City's governmental net position amounted to \$42,401,870 as of June 30, 2019, an *increase* of \$1,859,835 over 2018. This increase in the change in net position is reflected in the Governmental Activities column of the Statement of Activities shown in Table 2. The City's net position as of June 30, 2019 comprised the following:

Cash and investments comprised **\$15,712,671**. Substantially all of these amounts were held in short term investments in government securities, as detailed in Note 3 to the financial statements.

Receivables comprised **\$945,573** of current receivables and notes receivable of **\$1,634,137** that is due over longer periods of time as explained the Notes.

Capital assets of **\$28,649,244** net of depreciation charges, which included all the City's capital assets used in governmental activities.

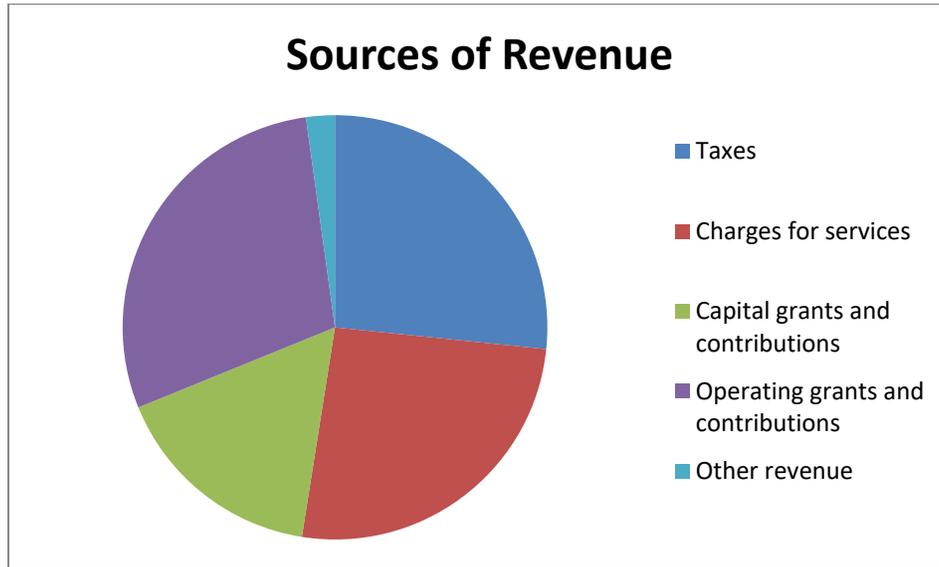
Current liabilities, including accounts payable, claims, and other amounts due currently, totaled **\$1,344,322**.

Long-term liabilities of **\$3,783,886**. The debt is related to the City's Net Pension Liability and compensated absences.

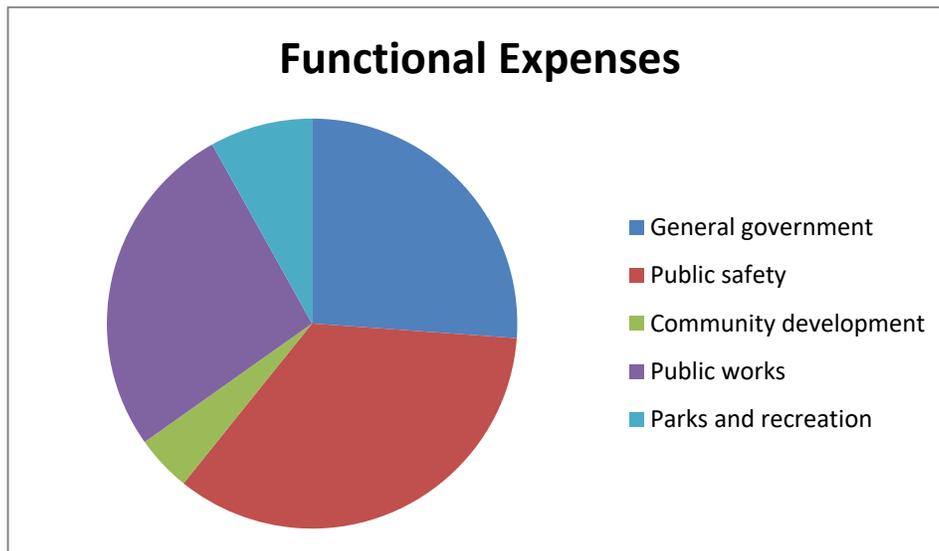
**CITY OF IMPERIAL**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

Net investment in capital assets of **\$28,649,244**, representing the City's investment in capital assets used in governmental activities, net of accumulated depreciation and amounts borrowed to finance those assets.

Unrestricted net position, the part of net position that can be used to finance day to day operations without constraints established by debt covenants or other legal requirements or restrictions, was **\$301,418** as of June 30, 2019.



As the Sources of Revenue chart above shows, \$4,209,620, or 26.65% of the City's fiscal year 2019 governmental activities revenue came from taxes, while \$4,084,410, or 25.85% came from charges for services, \$2,581,885 or 16.34%, came from capital grants and contributions, \$4,575,079 or 28.96% came from operating grants and contributions, and the remainder came from a variety of sources.



The Functional Expenses chart above includes only current year expenses; it does not include capital outlays, which are added to the City's capital assets. As the chart shows, general government was \$3,642,348, or 26.13%, of total governmental expenses, public safety was \$4,828,189, or 34.64%, community development was \$615,728, or 4.42%, public works was \$3,722,893, or 26.71%, and parks and recreation was \$1,128,817, or 8.10%.

The Statements of Activities presents program revenues and expenses and general revenues in detail. All of these elements in the changes in governmental net position are summarized below.

**CITY OF IMPERIAL**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

Table 2  
**CHANGE IN GOVERNMENTAL NET POSITION**

	<b>Governmental Activities 2019</b>	<b>Governmental Activities 2018</b>
<b><u>Expenses</u></b>		
General government	\$ 3,642,348	\$ 2,398,084
Public safety	4,828,189	3,586,594
Community development	615,728	1,466,578
Public works	3,722,893	2,680,444
Parks and recreation	1,128,817	1,134,129
<b>Total Expenses</b>	<b>13,937,975</b>	<b>11,265,829</b>
<b><u>Revenues</u></b>		
<b><u>Program revenues</u></b>		
Charges for services	4,084,410	3,677,477
Operating grants and contributions	4,575,079	2,379,442
Capital grants and contributions	2,581,885	1,094,704
<b>Total program revenues</b>	<b>11,241,374</b>	<b>7,151,623</b>
<b><u>General revenues and transfers</u></b>		
Taxes	4,209,620	4,150,254
Use of money and property	100,962	108,393
Other revenue	178,524	302,806
Transfers	67,330	49,270
<b>Total general revenues and transfers</b>	<b>4,556,436</b>	<b>4,610,723</b>
<b>Total Revenues and Transfers</b>	<b>15,797,810</b>	<b>11,762,346</b>
<b>Change in Net Position</b>	<b>\$ 1,859,835</b>	<b>\$ 496,517</b>

As Table 2 above shows, \$11,241,374 or 71.16%, of the City's fiscal year 2019 governmental revenue, came from program revenues and \$4,556,436, or 28.84%, came from general revenues such as taxes and interest and transfers. Program revenues were composed of charges for services of \$4,084,410, which included permit revenues, fees and charges used to fund expenses incurred in providing services; \$4,575,079 of operating grants and contributions, which included gas tax revenues and housing and police grants; and capital grants and contributions of \$2,581,885, that consisted mainly of street project grants and impact fees restricted to capital outlay.

General revenues are not allocable to programs. General revenues are used to pay for the net cost of governmental programs.

Table 3 presents the net expense or revenue of each of the City's governmental activities, including interest on long-term liabilities. Net expense is defined as total program cost less the revenues generated by those specific activities.

**CITY OF IMPERIAL**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

Table 3  
**GOVERNMENTAL ACTIVITIES**

	<b>Net Revenue (Expense) from Services 2019</b>	<b>Net Revenue (Expense) from Services 2018</b>
General government	\$ (146,019)	\$ 124,899
Public safety	(4,203,561)	(3,137,593)
Community development	1,922,384	(1,327,123)
Public works	(205,109)	785,371
Parks and recreation	(64,296)	(559,760)
<b>Total</b>	<b>\$ (2,696,601)</b>	<b>\$ (4,114,206)</b>

**BUSINESS-TYPE ACTIVITIES**

The Statement of Net Position and Statement of Activities present a summary of the City's Business-type activities that are composed of the City's enterprise funds.

Table 4  
**BUSINESS-TYPE NET POSITION AT JUNE 30,**

	<b>Business-type Activities 2019</b>	<b>Business-type Activities 2018</b>
<b><u>Assets</u></b>		
Cash and investments	\$ 32,213,648	\$ 16,000,654
Other assets	1,329,393	1,003,130
Capital assets, net	16,212,731	17,902,571
<b>Total Assets</b>	<b>49,755,772</b>	<b>34,906,355</b>
<b><u>Deferred Outflows of Resources</u></b>		
Pension	254,429	744,808
<b>Total Def. Outflows</b>	<b>254,429</b>	<b>744,808</b>
<b><u>Liabilities</u></b>		
Long term liabilities	29,078,072	5,999,329
Other liabilities	2,300,725	12,170,303
<b>Total Liabilities</b>	<b>31,378,797</b>	<b>18,169,632</b>
<b><u>Deferred Outflows of Resources</u></b>		
Pension	94,476	31,796
<b>Total Def. Outflows</b>	<b>94,476</b>	<b>31,796</b>
<b><u>Net Position</u></b>		
Net investment in capital assets	3,038,155	3,495,073
Unrestricted	15,498,773	13,954,662
<b>Total Net Position</b>	<b>\$ 18,536,928</b>	<b>\$ 17,449,735</b>

The net position of business-type activities increased by **\$1,087,193** in fiscal year 2019.

**CITY OF IMPERIAL**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

Table 5  
**CHANGE IN BUSINESS-TYPE NET POSITION**

	<b>Business-type Activities 2019</b>	<b>Business-type Activities 2018</b>
<b><u>Expenses</u></b>		
Water	\$ 5,332,540	\$ 3,760,281
Sewer	4,948,348	4,292,512
<b>Total Expenses</b>	<b>10,280,888</b>	<b>8,052,793</b>
<b><u>Revenues</u></b>		
<b><u>Program revenues</u></b>		
Charges for services	11,336,907	10,222,464
Total program revenues	11,336,907	10,222,464
<b><u>General revenues and transfers</u></b>		
Use of money and property	98,504	44,591
Transfers	(67,330)	(49,270)
Total general revenues and transfers	31,174	(4,679)
<b>Total Revenues and Transfers</b>	<b>11,368,081</b>	<b>10,217,785</b>
<b>Change in Net Position</b>	<b>\$ 1,087,193</b>	<b>\$ 2,164,992</b>

Table 6  
**BUSINESS-TYPE ACTIVITIES**

	<b>Net Revenue (Expense) from Services 2019</b>	<b>Net Revenue (Expense) from Services 2018</b>
Water	\$ (130,812)	\$ 741,158
Sewer	1,186,831	1,428,513
<b>Total</b>	<b>\$ 1,056,019</b>	<b>\$ 2,169,671</b>

**ANALYSIS OF MAJOR FUNDS**

Governmental Funds

*General Fund*

General Fund revenue was **\$9,291,659**, an increase of **\$626,178** from the prior fiscal year and due primarily to increase in intergovernmental revenue, and charges for services, and permits. Actual revenues were greater than budgeted by **\$566,592**. Tax revenues increased **\$34,054** during the fiscal year primarily due to increasing sales tax revenue. Property taxes decreased by **\$209,729**.

General Fund expenditures were **\$9,298,000**, an **increase** of **\$625,495** from the prior fiscal year. Expenditures increased mainly due to increasing expenses across the board.

As of June 30, 2019 the General Fund's fund balance totaled **\$2,816,683**.

**CITY OF IMPERIAL**  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Proprietary Funds

*Water Fund*

Operating revenues increased by **\$414,154** in fiscal year 2019 and expenses increased by **\$702,162** resulting in operating income of **\$1,487,660**. Charges for water services increased by 6% on July 1, 2018, and there were 197 new service connections. The water charge increase was necessary to make current and future debt service payments. Rate increases was approved beginning January 1, 2018 through July 1, 2021.

As of June 30, 2019, the fund's net position increased by **\$1,166,235** to a new total of **\$9,727,683**. Of this amount, **\$3,521,921** was net investment in capital assets, and **\$6,205,762** was unrestricted.

*Sewer Fund*

Operating revenues increased by **\$700,289** in fiscal year 2019 and expenses increased by **\$1,246,018** resulting in operating income of **\$531,732**. Charges for sewer services increased by 13% on July 1, 2018, and there were 193 new services connections. The sewer charge increase was necessary to make current and future debt service payments. Rate increases was approved beginning January 1, 2018 through July 1, 2021.

As of June 30, 2019, the fund's net position decreased by **\$79,042** to a new total of **\$8,809,245**. Of this amount, **(\$483,766)** was net investment in capital assets, and **\$9,293,011** was unrestricted.

**CAPITAL ASSETS**

GASB No. 34 required the City to record all its capital assets including infrastructure, which was not recorded prior to GASB No. 34. Infrastructure includes roads, bridges, signals, and similar assets used by the entire population.

In fiscal year 2019, the City reported the cost of all its infrastructure assets and computed the amounts of accumulated depreciation for these assets based on their original acquisition dates. At the end of fiscal year 2019, the cost of infrastructure and other capital assets recorded on the City's financial statements is as shown in Table 7 on the following page.

**CITY OF IMPERIAL**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

Table 7  
**CAPITAL ASSETS**

	Balance at July 1, 2018	Additions	Deletions	Balance at June 30, 2019
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 3,329,400	\$ -	\$ -	\$ 3,329,400
Construction in progress	790,789	2,939,210		3,729,999
Total capital assets, not being depreciated	<u>4,120,189</u>	<u>2,939,210</u>		<u>7,059,399</u>
Capital assets, being depreciated:				
Machinery and Equipment	6,613,558	108,300		6,721,858
Infrastructure	39,019,307			39,019,307
Total capital assets being depreciated	<u>45,632,865</u>	<u>108,300</u>		<u>45,741,165</u>
Less accumulated depreciation for:				
Machinery and Equipment	(5,929,579)	(306,909)		(6,236,488)
Infrastructure	(16,416,492)	(1,498,340)		(17,914,832)
Total accumulated depreciation	<u>(22,346,071)</u>	<u>(1,805,249)</u>		<u>(24,151,320)</u>
Total capital assets, being depreciated, net	<u>23,286,794</u>	<u>(1,696,949)</u>		<u>21,589,845</u>
Governmental activities capital assets, net	<u>\$ 27,406,983</u>	<u>\$ 1,242,261</u>	<u>\$ -</u>	<u>\$ 28,649,244</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 278,397	\$ -	\$ -	\$ 278,397
Construction in progress	819,423			819,423
Total capital assets, not being depreciated	<u>1,097,820</u>			<u>1,097,820</u>
Capital assets, being depreciated:				
Buildings and Improvements	18,408,424	862,188		19,270,612
Machinery and Equipment	5,843,963	230,131		6,074,094
Infrastructure	25,218,997			25,218,997
Total capital assets, being depreciated	<u>49,471,384</u>	<u>1,092,319</u>		<u>50,563,703</u>
Less accumulated depreciation for:				
Buildings and Improvements	(13,866,046)	(695,078)		(14,561,124)
Machinery and Equipment	(4,289,813)	(608,161)		(4,897,974)
Infrastructure	(14,510,775)	(1,478,918)		(15,989,693)
Total accumulated depreciation	<u>(32,666,634)</u>	<u>(2,782,158)</u>		<u>(35,448,792)</u>
Total capital assets, being depreciated, net	<u>16,804,750</u>	<u>(1,689,839)</u>		<u>15,114,911</u>
Business-type activities capital assets, net	<u>\$ 17,902,570</u>	<u>\$ (1,689,839)</u>	<u>\$ -</u>	<u>\$ 16,212,731</u>

Details on capital assets, current year additions and construction in progress can be found in the Notes.

The City depreciates all its capital assets over their estimated useful lives, as required by GASB No. 34. The purpose of depreciation is to spread the cost of a capital asset over the years of its useful life so that an allocable portion of the cost of the asset is borne by all users. Additional information on depreciable lives may be found in the Notes to the financial statements.

**CITY OF IMPERIAL**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**DEBT ADMINISTRATION**

The City issued Wastewater Revenue Bonds series 2019 during the fiscal year ended June 30, 2019 and used a portion of the proceeds to defease the Wastewater Parity COP series 2005. The remaining funds will be utilized for capital improvements to the City's wastewater system. The City made all scheduled repayments of existing debt. The City's debt issues are discussed in detail in Note 7 of the financial statements. The City's debt balances as of June 30 were as follows:

Table 8  
**LONG-TERM LIABILITIES**

	2019	2018
<b>Governmental activities</b>		
Compensated absences	\$ 553,956	\$ 407,683
<b>Total governmental activities</b>	<b>553,956</b>	<b>407,683</b>
<b>Business-type activities</b>		
<b>Water</b>		
Compensated absences	\$ 73,664	\$ 22,891
Certificates of participation	7,512,226	8,418,438
<b>Total for water fund</b>	<b>7,585,890</b>	<b>8,441,329</b>
<b>Sewer</b>		
Compensated absences	35,837	28,194
Certificates of participation	5,511,819	8,192,975
Revenue bonds	16,699,935	-
<b>Total for sewer fund</b>	<b>22,247,591</b>	<b>8,221,169</b>
<b>Total business-type activities</b>	<b>\$ 29,833,481</b>	<b>\$ 16,662,498</b>

**ECONOMIC CONDITION, OUTLOOK AND ACTIVITY**

The City continues to see a slowly improving economy along with a gradual increase in economic activity throughout the community. Property assessment remains stable, and building continues within the Community. Imperial's diverse land use has helped to continue to growth pattern that has resulted in economic strength for the City and a stable housing market. Overall, the City continues to be in a favorable position among target markets and surrounding jurisdictions. Imperial's sales tax revenue has stabilized and the City continues to reach out to prospective and current business owners to continue to strengthen the City's tax base.

Overall, the City's financial position remains in good condition. In the upcoming year, the City estimates the sales and property tax will remain flat with expected increases in operating and personnel costs. The City continues to maintain a fiscally responsible and conservative approach to its fiscal management and will continue to monitor the economic activity of the City.

On March 18, 2020 the City of Imperial declared State of Emergency in response to Coronavirus (COVID-19). The City continues to closely monitor future impacts as they are still unknown.

**CITY OF IMPERIAL**  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

**CONTACTING THE CITY'S FINANCIAL MANAGEMENT**

This Annual Financial Report is intended to provide citizens, taxpayers, and creditors with a general overview of the City's finances. Questions about this report should be directed to the City of Imperial, 420 South Imperial Avenue, Imperial, CA 92251.

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# **BASIC FINANCIAL STATEMENTS**

**CITY OF IMPERIAL**  
**Statement of Net Position**  
June 30, 2019

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>Assets:</b>			
Cash and Investments	\$ 15,712,671	\$ 15,664,244	\$ 31,376,915
Cash and Investments with Fiscal Agent		16,549,404	16,549,404
Accounts Receivable	927,119	1,224,259	2,151,378
Notes Receivable	1,634,137		1,634,137
Inventory		85,923	85,923
Interest Receivable	18,454	19,211	37,665
Capital Assets, Not Being Depreciated	7,059,399	1,097,820	8,157,219
Capital Assets, Net of Accumulated Depreciation	21,589,845	15,114,911	36,704,756
Total Assets	<u>46,941,625</u>	<u>49,755,772</u>	<u>96,697,397</u>
<b>Deferred Outflows of Resources:</b>			
Pension related	936,025	254,429	1,190,454
Total Deferred Outflows of Resources	<u>936,025</u>	<u>254,429</u>	<u>1,190,454</u>
<b>Liabilities:</b>			
Accounts Payable	37,261	131,229	168,490
Deposits Payable	1,307,061	536,130	1,843,191
Noncurrent Liabilities:			
Due Within One Year		1,633,366	1,633,366
Due in More Than One Year	3,783,886	29,078,072	32,861,958
Total Liabilities	<u>5,128,208</u>	<u>31,378,797</u>	<u>36,507,005</u>
<b>Deferred Inflows of Resources:</b>			
Pension related	347,572	94,476	442,048
Total Deferred Inflows of Resources	<u>347,572</u>	<u>94,476</u>	<u>442,048</u>
<b>Net Position:</b>			
Net Investment in Capital Assets	28,649,244	3,038,155	31,687,399
Restricted for:			
Community Development	1,788,500		1,788,500
Public Works	7,693,433		7,693,433
Public Safety	1,232,811		1,232,811
Parks and Recreation	2,736,464		2,736,464
Unrestricted	301,418	15,498,773	15,800,191
Total Net Position	<u>\$ 42,401,870</u>	<u>\$ 18,536,928</u>	<u>\$ 60,938,798</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, 2019

<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	\$ 3,642,348	\$ 1,431,465	\$ 2,064,864	\$ -
Public Safety	4,828,189	407,682	216,946	
Community Development	615,728	1,086,877	1,451,235	
Public Works	3,722,893	629,237	799,034	2,089,513
Parks and Recreation	1,128,817	529,149	43,000	492,372
Total Governmental Activities	<u>13,937,975</u>	<u>4,084,410</u>	<u>4,575,079</u>	<u>2,581,885</u>
Business-type Activities:				
Water	5,332,540	5,201,728		
Sewer	4,948,348	6,135,179		
Total Business-type Activities	<u>10,280,888</u>	<u>11,336,907</u>		
Total Primary Government	<u>\$ 24,218,863</u>	<u>\$ 15,421,317</u>	<u>\$ 4,575,079</u>	<u>\$ 2,581,885</u>

**General Revenues:**

Taxes:

- Property Taxes
- Sales and Use Taxes
- Business License Taxes
- Transient Occupancy Taxes
- Franchise Taxes
- Other Taxes
- 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 Activities</b>	<b>Business- type Activities</b>	<b>Total</b>
\$ (146,019)	\$ -	\$ (146,019)
(4,203,561)		(4,203,561)
1,922,384		1,922,384
(205,109)		(205,109)
(64,296)		(64,296)
<u>(2,696,601)</u>		<u>(2,696,601)</u>
	(130,812)	(130,812)
	1,186,831	1,186,831
	<u>1,056,019</u>	<u>1,056,019</u>
<u>(2,696,601)</u>	<u>1,056,019</u>	<u>(1,640,582)</u>
1,508,709		1,508,709
2,257,348		2,257,348
58,044		58,044
25,309		25,309
319,974		319,974
40,236		40,236
19,640		19,640
124,249		124,249
100,962	98,504	199,466
34,635		34,635
67,330	(67,330)	
<u>4,556,436</u>	<u>31,174</u>	<u>4,587,610</u>
1,859,835	1,087,193	2,947,028
<u>40,542,035</u>	<u>17,449,735</u>	<u>57,991,770</u>
<u>\$ 42,401,870</u>	<u>\$ 18,536,928</u>	<u>\$ 60,938,798</u>

**CITY OF IMPERIAL**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2019**

	<u>Special Revenue</u>		<b>Nonmajor Governmental Funds</b>
	<u>General</u>	<u>LTA Measure D</u>	
<b>Assets:</b>			
Cash and Investments	\$ 2,547,066	\$ 4,336,980	\$ 8,828,625
Accounts Receivable	688,996	27,710	210,413
Interest Receivable	4,217	5,319	8,918
Loan Receivable			1,634,137
Due from Other Funds	891,495		
Total Assets	<u>\$ 4,131,774</u>	<u>\$ 4,370,009</u>	<u>\$ 10,682,093</u>
<b>Liabilities and Fund Balances:</b>			
Liabilities:			
Accounts Payable	\$ 8,030	\$ 29,231	\$ -
Deposits Payable	1,307,061		
Due to Other Funds			891,495
Total Liabilities	<u>1,315,091</u>	<u>29,231</u>	<u>891,495</u>
Deferred Inflows of Resources::			
Loans Related			1,634,137
Total Deferred Inflows of Resources			<u>1,634,137</u>
Total Liabilities and Deferred Inflows of Resources	<u>1,315,091</u>	<u>29,231</u>	<u>2,525,632</u>
Fund Balances:			
Restricted for:			
Community Development			2,736,464
Public Safety			1,232,811
Public Works		4,340,778	3,352,655
Parks and Recreation			1,726,026
Unassigned	2,816,683		(891,495)
Total Fund Balances	<u>2,816,683</u>	<u>4,340,778</u>	<u>8,156,461</u>
Total Liabilities and Fund Balances	<u>\$ 4,131,774</u>	<u>\$ 4,370,009</u>	<u>\$ 10,682,093</u>

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

**Total  
Governmental  
Funds**

\$ 15,712,671  
927,119  
18,454  
1,634,137  
891,495  
\$ 19,183,876

\$ 37,261  
1,307,061  
891,495  
2,235,817

1,634,137  
1,634,137

3,869,954

2,736,464  
1,232,811  
7,693,433  
1,726,026  
1,925,188  
15,313,922

\$ 19,183,876

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**CITY OF IMPERIAL**  
**Reconciliation of the Governmental Funds Balance Sheet**  
**to the Statement of Net Position**  
June 30, 2019

**Total fund balances - governmental funds** \$ 15,313,922

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	\$	52,800,564	
Accumulated depreciation		<u>(24,151,320)</u>	28,649,244

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 outflow related to pension		936,025	
Deferred inflow related to pension		(347,572)	

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		(3,229,930)	
Compensated absences payable		(553,956)	

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

1,634,137

**Total net position - governmental activities** **\$ 42,401,870**

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

**CITY OF IMPERIAL**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Governmental Funds**  
**For the Fiscal Year Ended June 30, 2019**

	<u>General</u>	<u>Special Revenue</u>	<u>Nonmajor Governmental Funds</u>
		<u>LTA Measure D</u>	
<b>Revenues</b>			
Property Taxes	\$ 1,508,709	\$ -	\$ -
Sales and Use Taxes	2,257,348	799,034	
Business License Taxes	58,044		
Transient Occupancy Tax	25,309		
Other Taxes	40,236		
Licenses and Permits	19,640		
Fines and Forfeitures	124,249		
Use of Money and Property	27,472	18,592	54,898
Charges for Services	2,811,481		1,335,403
Intergovernmental	2,064,864	1,309,367	2,983,699
Franchise tax	319,974		
Other	34,333		302
Total Revenues	<u>9,291,659</u>	<u>2,126,993</u>	<u>4,374,302</u>
<b>Expenditures</b>			
Current:			
General Government	2,242,155		
Public Safety	3,548,896		25,373
Public Works	2,004,397	246,430	204,473
Parks and Recreation	1,115,313		13,504
Community Development	387,239		228,489
Capital Outlay		313,954	2,747,229
Total Expenditures	<u>9,298,000</u>	<u>560,384</u>	<u>3,219,068</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>(6,341)</u>	<u>1,566,609</u>	<u>1,155,234</u>
<b>Other Financing Sources (Uses):</b>			
Transfers In	999,296		368,193
Transfers Out		(231,925)	(1,068,234)
Total Other Financing Sources (Uses)	<u>999,296</u>	<u>(231,925)</u>	<u>(700,041)</u>
Net Change in Fund Balances	992,955	1,334,684	455,193
<b>Fund Balances - July 1, 2018</b>	<u>1,823,728</u>	<u>3,006,094</u>	<u>7,701,268</u>
<b>Fund Balances - June 30, 2019</b>	<u>\$ 2,816,683</u>	<u>\$ 4,340,778</u>	<u>\$ 8,156,461</u>

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

**Total  
Governmental  
Funds**

\$ 1,508,709  
3,056,382  
58,044  
25,309  
40,236  
19,640  
124,249  
100,962  
4,146,884  
6,357,930  
319,974  
34,635  
15,792,954

2,242,155  
3,574,269  
2,455,300  
1,128,817  
615,728  
3,061,183  
13,077,452

2,715,502

1,367,489  
(1,300,159)  
67,330

2,782,832  
12,531,090

\$ 15,313,922

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**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, 2019

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

**Net change in fund balances - total governmental funds** \$ 2,782,832

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.

Capital outlay	\$ 3,047,510	
Depreciation expense	<u>(1,805,249)</u>	1,242,261

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.

(62,474)

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.

(146,273)

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.

(1,956,511)

**Change in net position of governmental activities**

\$ 1,859,835

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

**CITY OF IMPERIAL**  
**Statement of Net Position**  
**Proprietary Funds**  
June 30, 2019

	<b>Business-type Activities-Enterprise Funds</b>		
	<b>Water Fund</b>	<b>Sewer Fund</b>	<b>Total</b>
<b>Assets</b>			
Current Assets:			
Cash and Investments	\$ 6,321,578	\$ 9,342,666	\$ 15,664,244
Cash and Investments with Fiscal Agent	1,206,643	15,342,761	16,549,404
Accounts Receivable	690,017	534,242	1,224,259
Interest Receivable	7,753	11,458	19,211
Inventory	85,923		85,923
Total Current Assets	8,311,914	25,231,127	33,543,041
Noncurrent Assets:			
Capital Assets:			
Land	99,357	179,040	278,397
Machinery and Equipment	4,494,172	1,579,924	6,074,096
Infrastructure	23,220,868	21,268,740	44,489,608
Construction In Progress	819,423		819,423
Less:			
Accumulated Depreciation	(18,806,316)	(16,642,477)	(35,448,793)
Total Noncurrent Assets	9,827,504	6,385,227	16,212,731
Deferred Outflows of Resources:			
Pension related	154,870	99,559	254,429
Total Deferred Outflows of Resources	154,870	99,559	254,429
Total Assets and Deferred Outflows of Resources	18,294,288	31,715,913	50,010,201
<b>Liabilities</b>			
Current Liabilities:			
Accounts Payable	131,223	6	131,229
Deposits Payable	257,578	278,552	536,130
Long Term Debt - Due within One Year	946,212	687,154	1,633,366
Total Current Liabilities	1,335,013	965,712	2,300,725
Noncurrent Liabilities:			
Compensated Absences	73,664	35,837	109,501
Net Pension Liability	534,407	343,550	877,957
Due in More Than One Year	6,566,014	21,524,600	28,090,614
Total Noncurrent Liabilities	7,174,085	21,903,987	29,078,072
Deferred Inflows of Resources:			
Pension related	57,507	36,969	94,476
Total Deferred Inflows of Resources	57,507	36,969	94,476
Total Liabilities and Deferred Inflows of Resources	8,566,605	22,906,668	31,473,273
<b>Net Position</b>			
Net Investment in Capital Assets	3,521,921	(483,766)	3,038,155
Unrestricted	6,205,762	9,293,011	15,498,773
Total Net Position	\$ 9,727,683	\$ 8,809,245	\$ 18,536,928

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, 2019

	<b>Business-type Activities - Enterprise funds</b>		
	<b>Water Fund</b>	<b>Sewer Fund</b>	<b>Total</b>
<b>Operating Revenues:</b>			
Charges for Services	\$ 5,802,196	\$ 5,199,735	\$ 11,001,931
Other Operating Revenue	332,983	1,993	334,976
Total Operating Revenues	6,135,179	5,201,728	11,336,907
<b>Operating Expenses:</b>			
Personnel	1,512,278	1,102,897	2,615,175
Administrative	589,375	1,003,401	1,592,776
Materials and Supplies	789,291	318,294	1,107,585
Maintenance	512,514	707,307	1,219,821
Depreciation	1,244,061	1,538,097	2,782,158
Total Operating Expenses	4,647,519	4,669,996	9,317,515
Operating Income	1,487,660	531,732	2,019,392
<b>Non-operating Revenues (Expenses):</b>			
Interest Revenue	29,492	69,012	98,504
Interest Expense	(300,829)	(662,544)	(963,373)
Total Non-Operating Revenue (Expenses)	(271,337)	(593,532)	(864,869)
Income (Loss) before transfers	1,216,323	(61,800)	1,154,523
<b>Transfers</b>			
Transfers Out	(50,088)	(17,242)	(67,330)
Total Transfers	(50,088)	(17,242)	(67,330)
<b>Change in Net Position</b>	1,166,235	(79,042)	1,087,193
Net Position - Beginning of Fiscal Year	8,561,448	8,888,287	17,449,735
Net Position - End of Fiscal Year	\$ 9,727,683	\$ 8,809,245	\$ 18,536,928

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, 2019

	<b>Business-type Activities - Enterprise Funds</b>		
	<b>Water Fund</b>	<b>Sewer Fund</b>	<b>Totals</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Cash Received from Users	\$ 5,958,310	\$ 5,058,661	\$ 11,016,971
Cash Payments to Suppliers and Contractors	(1,798,481)	(2,062,277)	(3,860,758)
Cash Payments to Employees	(1,137,792)	(887,150)	(2,024,942)
Net Cash Provided (Used) By Operating Activities	<u>3,022,037</u>	<u>2,109,234</u>	<u>5,131,271</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>			
Transfers Out	(50,088)	(17,242)	(67,330)
Net Cash Provided (Used) By Noncapital Financing Activities	<u>(50,088)</u>	<u>(17,242)</u>	<u>(67,330)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Interest Received	26,848	65,329	92,177
Net Cash Provided (Used) in Investing Activities	<u>26,848</u>	<u>65,329</u>	<u>92,177</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>			
Acquisition of Property, Plant, and Equipment	(941,318)	(151,000)	(1,092,318)
Proceeds from Debt Borrowings		16,699,935	16,699,935
Principal Payments on Debt Borrowings	(865,000)	(2,670,000)	(3,535,000)
Interest Paid	(342,041)	(673,700)	(1,015,741)
Net Cash Provided (Used) In Capital and Related Financing Activities	<u>(2,148,359)</u>	<u>13,205,235</u>	<u>11,056,876</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	850,438	15,362,556	16,212,994
CASH AND CASH EQUIVALENTS, BEGINNING OF FISCAL YEAR	<u>6,677,783</u>	<u>9,322,871</u>	<u>16,000,654</u>
CASH AND CASH EQUIVALENTS, END OF FISCAL YEAR	<u>\$ 7,528,221</u>	<u>\$ 24,685,427</u>	<u>\$ 32,213,648</u>
Reconciliation to Statement of Net Position:			
Cash and Investments	\$ 6,321,578	\$ 9,342,666	\$ 15,664,244
Cash and Investments with Fiscal Agent	1,206,643	15,342,761	16,549,404
	<u>\$ 7,528,221</u>	<u>\$ 24,685,427</u>	<u>\$ 32,213,648</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Operating Income (Loss)	\$ 1,487,660	\$ 531,732	\$ 2,019,392
Adjustment to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation	1,244,061	1,538,097	2,782,158
Changes in Assets, Deferred Outflows, Liabilities, and Deferred Inflows:			
(Increase) Decrease in Accounts Receivable	(176,869)	(143,067)	(319,936)
Increase (Decrease) in Accounts Payable	56,084	(51,599)	4,485
Increase (Decrease) in Compensated Absences	50,773	7,643	58,416
Increase (Decrease) in Net Pension Liability	(12,930)	(8,312)	(21,242)
(Increase) Decrease in Pension Related Deferred Outflows	298,490	191,889	490,379
Increase (Decrease) in Pension Related Deferred Inflows	38,153	24,527	62,680
Increase (Decrease) in Deposits Payable	36,615	18,324	54,939
Total Adjustments	<u>1,534,377</u>	<u>1,577,502</u>	<u>3,111,879</u>
Net Cash Provided (Used) By Operating Activities	<u>\$ 3,022,037</u>	<u>\$ 2,109,234</u>	<u>\$ 5,131,271</u>

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

## FIDUCIARY FUNDS

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**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.

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

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

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**CITY OF IMPERIAL  
FIDUCIARY FUNDS  
STATEMENT OF NET POSITION  
June 30, 2019**

	<b>Private Purpose Trust Fund</b>	
	<b>RDA</b>	<b>Agency</b>
	<b>Successor Agency</b>	<b>Fund</b>
<b>ASSETS</b>		
Cash and investments	\$ 1,968,000	\$ -
Cash and investments with fiscal agent		3,320,196
Interest receivable	2,413	
Loans receivable	501,073	
Capital assets, net of accumulated depreciation	311,012	
Total Assets	2,782,498	\$ 3,320,196
<b>LIABILITIES</b>		
Deposits payable	\$ -	\$ 3,320,196
Long-term debt, due within one year	755,000	
Long-term debt, due in more than one year	18,435,000	
Total Liabilities	19,190,000	\$ 3,320,196
<b>NET POSITION</b>		
Held in trust for others	(16,407,502)	
Total Net Position	\$ (16,407,502)	

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

## **NOTES TO BASIC FINANCIAL STATEMENTS**

**CITY OF IMPERIAL  
FIDUCIARY FUNDS  
STATEMENT OF CHANGES IN NET POSITION  
For the Fiscal Year Ended June 30, 2019**

	<b>Private Purpose Trust Fund</b>
	<b>RDA Successor Agency</b>
Additions:	
Intergovernmental	\$ 1,901,184
Interest	7,393
Total additions	1,908,577
Deductions:	
Community Development	112,290
Interest Expense	675,613
Contribution to City	250,000
Total deductions	1,037,903
Change in net position	870,674
Net Position - July 1, 2018	(17,278,176)
Net Position - June 30, 2019	\$ (16,407,502)

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

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**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 in 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, 2019**

**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 associate with street and highway projects received as part of the local transportation authority Measure D sales tax.

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, 2019**

**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, 2019**

**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>.

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

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

**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, 2019.

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

**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.

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

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

**5. Compensated Absences (Continued)**

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.

**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.

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

**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.

Statement No. 84	"Fiduciary Activities"	The provisions of this statement are effective for fiscal years beginning after December 15, 2018.
Statement No. 87	"Leases"	The provisions of this statement are effective for fiscal years beginning after December 15, 2019.
Statement No. 89	"Accounting for Interest Cost Incurred before the End of a Construction Period"	The provisions of this statement are effective for fiscal years beginning after December 15, 2019.
Statement No. 90	"Majority Equity Interest an Amendment of GASB Statements No. 14 and No. 61"	The provisions of this statement are effective for fiscal years beginning after December 15, 2018.
Statement No. 91	"Conduit Debt Obligations"	The provisions of this Statement are effective for fiscal years beginning after December 15, 2020.

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

**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, 2019, there were no budgets adopted for the following funds: Traffic Congestion Relief, Dial-A-Ride, Asset Forfeiture, ED CDBG, Prop 1B, Police Technology Grant, Austin Worthington, AB 109, Community Services Grant, STPL, and Prop 10 Library.

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, 2019**

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

**C. Excess of Expenditures over Appropriations**

For the fiscal year ended June 30, 2019, the following funds had excess expenditures over appropriations.

Fund	Amount
<u>Nonmajor Governmental Funds:</u>	
COPS Grant 2018	\$ 5,946
CDBG Home	14
Housing Rehabilitation	677,265
Paseo Del Sol Landscaping and Lighting	5,246
Park Impact Fees	1,984,339

**D. Deficit Fund Equity**

At June 30, 2019, the following funds had an accumulated deficit:

Fund	Amount
<u>Nonmajor Governmental Funds:</u>	
Prop 1B	\$ 164,419
Police Technology Grant	112,075
STPL	615,001
<u>Private Purpose Trust Fund:</u>	
RDA Successor Agency	16,407,502

These fund balance deficits are primarily due to the City incurring costs in excess of 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, 2019 are classified in the accompanying financial statements as follows:

Statement of net position:	
Cash and investments	\$ 31,376,915
Cash and investments with fiscal agents	16,549,404
Fiduciary funds:	
Cash and investments	1,968,000
Cash and investments with fiscal agents	3,320,196
Total cash and investments	\$ 53,214,515

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

Cash and investments as of June 30, 2019 consist of the following:

Cash on hand	\$	450
Deposits with financial institutions		25,970,210
Investments		26,243,855
		26,243,855
Total cash and investments	\$	52,214,515

**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	\$65 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, 2019**

**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)	\$ 6,271,872	\$ 6,271,872	\$ -	\$ -	\$ -
Certificates of Deposit	102,383	102,383			
Held by Bond Trustees:					
Money Market Funds	19,869,600	19,869,600			
	<u>\$ 26,243,855</u>	<u>\$ 26,243,855</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, 2019**

**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	\$ 6,271,872	N/A	\$ -	\$ -	\$ -	\$ -	\$ 6,271,872
Certificates of Deposit	102,383	N/A					102,383
Held by Bond Trustee:							
Money Market Funds	19,869,600	N/A					19,869,600
<b>Total</b>	<b>\$ 26,243,855</b>		<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 26,243,855</b>

**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, 2019, 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, 2019**

**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, 2019.

**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, 2019:

Receivable Fund	Amount	Payable Fund	Amount
Major Governmental Fund:		Nonmajor Governmental Funds:	
General Fund	\$ 891,495	Prop 1B Fund	\$ 164,419
		Police Technology Grant Fund	112,075
Totals	\$ 891,495	STPL Fund	615,001
		Totals	\$ 891,495

**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, 2019:

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

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

Fund	Transfers-in	Transfers-out
Major Governmental Funds:		
General Fund	\$ 999,296	\$ -
LTA Measure D		231,925
Major Enterprise Funds:		
Water Fund		50,088
Sewer Fund		17,242
Nonmajor Governmental Funds:		
TCRF Special Revenue Fund		10,000
Traffic Safety Special Revenue Fund		2,500
Gas Tax Special Revenue Fund		425,397
Local Transportation Special Revenue Fund		5,000
Successor Agency Housing Special Revenue Fund		430,745
Public Safety Prop 172 Special Revenue Fund		96,916
COPS Grant 2017 Special Revenue Fund	3,121	7,918
COPS Grant 2018 Special Revenue Fund		3,100
COPS Grant 2016 Special Revenue Fund	7,148	
RLA Special Revenue Fund		15,523
Wildflower Landscaping and Lighting Special Revenue Fund		7,100
Paseo Del Sol Landscaping and Lighting Special Revenue Fund		14,900
COPS Grant 2015 Special Revenue Fund	32	
Sky Ranch District Special Revenue Fund		27,375
Library Literacy Special Revenue Fund		13,760
AB 109 Funding Special Revenue Fund	217	
Housing General Special Revenue Fund		8,000
Parking Impact Fees Special Revenue Fund		
Totals	<u>357,675</u> <u>\$ 1,367,489</u>	<u>\$ 1,367,489</u>

**NOTE 5 – CAPITAL ASSETS**

Capital Asset activity for the fiscal year ended June 30, 2019 was as follows:

	Balance at July 1, 2018	Additions	Deletions	Balance at June 30, 2019
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 3,329,400	\$ -	\$ -	\$ 3,329,400
Construction in progress	790,789	2,939,210		3,729,999
Total capital assets, not being depreciated	<u>4,120,189</u>	<u>2,939,210</u>		<u>7,059,399</u>
Capital assets, being depreciated:				
Machinery and Equipment	6,613,558	108,300		6,721,858
Infrastructure	39,019,307			39,019,307
Total capital assets being depreciated	<u>45,632,865</u>	<u>108,300</u>		<u>45,741,165</u>
Less accumulated depreciation for:				
Machinery and Equipment	(5,929,579)	(306,909)		(6,236,488)
Infrastructure	(16,416,492)	(1,498,340)		(17,914,832)
Total accumulated depreciation	<u>(22,346,071)</u>	<u>(1,805,249)</u>		<u>(24,151,320)</u>
Total capital assets, being depreciated, net	<u>23,286,794</u>	<u>(1,696,949)</u>		<u>21,589,845</u>
Governmental activities capital assets, net	<u>\$ 27,406,983</u>	<u>\$ 1,242,261</u>	<u>\$ -</u>	<u>\$ 28,649,244</u>

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

Capital Asset activity for the fiscal year ended June 30, 2019 was as follows (continued):

	Balance at July 1, 2018	Additions	Deletions	Balance at June 30, 2019
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 278,397	\$ -	\$ -	\$ 278,397
Construction in progress	819,423			819,423
Total capital assets, not being depreciated	<u>1,097,820</u>			<u>1,097,820</u>
Capital assets, being depreciated:				
Buildings and Improvements	18,408,424	862,188		19,270,612
Machinery and Equipment	5,843,963	230,131		6,074,094
Infrastructure	25,218,997			25,218,997
Total capital assets, being depreciated	<u>49,471,384</u>	<u>1,092,319</u>		<u>50,563,703</u>
Less accumulated depreciation for:				
Buildings and Improvements	(13,866,046)	(695,078)		(14,561,124)
Machinery and Equipment	(4,289,813)	(608,161)		(4,897,974)
Infrastructure	(14,510,775)	(1,478,918)		(15,989,693)
Total accumulated depreciation	<u>(32,666,634)</u>	<u>(2,782,158)</u>		<u>(35,448,792)</u>
Total capital assets, being depreciated, net	<u>16,804,750</u>	<u>(1,689,839)</u>		<u>15,114,911</u>
Business-type activities capital assets, net	<u>\$ 17,902,570</u>	<u>\$ (1,689,839)</u>	<u>\$ -</u>	<u>\$ 16,212,731</u>

**Depreciation**

Depreciation expense was charged to governmental functions as follows:

General Government	\$ 601,750
Public Works	601,750
Public Safety	<u>601,749</u>
Total depreciation expense – governmental functions	<u>\$ 1,805,249</u>

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

Water	\$ 1,244,061
Sewer	<u>1,538,097</u>
Total depreciation expense – business-type functions	<u>\$ 2,782,158</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, 2019**

**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, 2019:

	Balance at June 30, 2018	Additions	Repayments	Balance at June 30, 2019	Due Within One Year
<b>Governmental Activities:</b>					
Compensated absences	\$ 407,683	\$ 202,328	\$ (56,055)	\$ 553,956	\$ -
Total	<u>\$ 407,683</u>	<u>\$ 202,328</u>	<u>\$ (56,055)</u>	<u>\$ 553,956</u>	<u>\$ -</u>
<b>Business-type Activities:</b>					
<b>Water Fund:</b>					
Compensated absences	\$ 22,891	\$ 72,763	\$ (21,990)	\$ 73,664	\$ -
2005 Certificates of participation	1,595,000		(60,000)	1,535,000	60,000
2012 Certificates of participation	6,480,000		(805,000)	5,675,000	845,000
2012 Certificates of participation premium	343,438		(41,212)	302,226	41,212
<b>Sewer Fund:</b>					
Compensated absences	28,194	32,777	(25,134)	35,837	
2005 Certificates of participation	2,105,000		(2,105,000)		
2012 Certificates of participation	5,995,000		(565,000)	5,430,000	580,000
2012 Certificates of participation premium	92,975		(11,156)	81,819	11,156
2019 Wastewater revenue bonds		15,620,000		15,620,000	60,000
2019 Wastewater revenue bonds premium		1,079,935		1,079,935	35,998
Total	<u>\$ 16,662,498</u>	<u>\$ 16,805,475</u>	<u>\$ (3,634,492)</u>	<u>\$ 29,833,481</u>	<u>\$ 1,633,366</u>

**1. Business -type Activities – Water/Wastewater Parity 2005 COP**

On November 1, 2005, the City issued the Parity 2005 certificates of participation in the amount of \$2,160,000 for the water facility and \$2,845,000 for the wastewater facility. The proceeds were used to finance certain capital improvements to the City's water and wastewater systems. Interest will be payable semi-annually on April and October 15 commencing on April 15, 2006. As of June 30, 2019, the balance remaining for Water refunding is \$1,535,000. The Wastewater Parity 2005 certificates of participation were refunded with the 2019 Wastewater revenue bonds.

Annual debt service requirements for the certificates are shown below:

Fiscal Year Ended June 30,	2005 Certificates of Participation - Water		
	Principal	Interest	Total
2020	\$ 60,000	\$ 70,582	\$ 130,582
2021	65,000	67,862	132,862
2022	65,000	64,969	129,969
2023	70,000	61,931	131,931
2024	75,000	58,631	133,631
2025-2029	425,000	236,861	661,861
2030-2034	525,000	124,094	649,094
2035-2038	250,000	12,114	262,114
	<u>\$ 1,535,000</u>	<u>\$ 697,044</u>	<u>\$ 2,232,044</u>

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

**2. 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. As of June 30, 2019, the balances remaining for Water and Wastewater Refunding COPs are \$5,675,000 and \$5,430,000 respectively.

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

Fiscal Year Ended June 30,	2012 Certificates of Participation - Water		
	Principal	Interest	Total
2020	\$ 845,000	\$ 242,987	\$ 1,087,987
2021	885,000	199,737	1,084,737
2022	595,000	167,943	762,943
2023	615,000	147,512	762,512
2024	635,000	120,875	755,875
2025-2028	2,100,000	161,000	2,261,000
	<u>\$ 5,675,000</u>	<u>\$ 1,040,054</u>	<u>\$ 6,715,054</u>

Fiscal Year Ended June 30,	2012 Certificates of Participation - Wastewater		
	Principal	Interest	Total
2020	\$ 580,000	\$ 213,850	\$ 793,850
2021	610,000	184,100	794,100
2022	640,000	158,450	798,450
2023	660,000	136,500	796,500
2024	690,000	110,287	800,287
2025-2028	2,250,000	145,986	2,395,986
	<u>\$ 5,430,000</u>	<u>\$ 949,173</u>	<u>\$ 6,379,173</u>

**3. 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. 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. As of June 30, 2019, the balance outstanding for 2019 Wastewater revenue bonds was \$15,620,000.

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

**3. Business -type Activities – Wastewater Revenue Bonds 2019 (Contiued)**

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

Fiscal Year Ended June 30,	2019 Wastewater Revenue Bonds		
	Principal	Interest	Total
2020	\$ 60,000	\$ 573,126	\$ 633,126
2021	75,000	597,800	672,800
2022	80,000	595,476	675,476
2023	85,000	593,000	678,000
2024	80,000	590,526	670,526
2025-2029	1,215,000	2,871,952	4,086,952
2030-2034	2,835,000	2,335,502	5,170,502
2035-2039	3,030,000	1,716,330	4,746,330
2040-2044	3,310,000	1,153,804	4,463,804
2045-2049	3,975,000	476,710	4,451,710
2050	875,000	14,220	889,220
	<u>\$ 15,620,000</u>	<u>\$ 11,518,446</u>	<u>\$ 26,249,226</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, 2019, was \$502,008 for governmental activities and \$109,501 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, 2019**

**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.

***A. General Information about the Pension Plan (Continued)***

*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, 2019, are summarized as follows:

	City Misc Plan		City Safety Plan	
	Prior to January 1, 2013	On or after January 1, 2013	Prior to January 1, 2013	On or after January 1, 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, 2019**

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

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

As of June 30, 2019, 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 Liability	
Misc. Plan	Safety Plan
\$ 1,781,201	\$ 2,326,685

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, 2018, 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, 2017 rolled forward to June 30, 2018 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, 2017 and 2018 was as follows:

	City Miscellaneous Plan	City Safety Plan
Proportion - June 30, 2017	0.04640%	0.03980%
Proportion - June 30, 2018	0.04726%	0.03965%
Change - Increase (Decrease)	0.00086%	-0.00014%

For the fiscal year ended June 30, 2019, the City recognized pension expense of \$324,247. At June 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 396,147	\$ -
Net differences between projected and actual earnings on pension plan investments	24,559	
Difference between actual vs proportionate contribution		(274,445)
Changes in assumptions	431,351	(80,567)
Difference in actual experience	118,334	(23,446)
Adjustment due to differences in proportions	220,063	(63,590)
Total	\$ 1,190,454	\$ (442,048)

\$396,147 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, 2020. 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, 2019**

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

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

Fiscal Year Ended	Amount
June 30,	
2020	\$ 327,497
2021	196,495
2022	(139,598)
2023	(32,135)
Total	\$ 352,259

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, 2018, using an annual actuarial valuation as of June 30, 2017 rolled forward to June 30, 2018 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, 2018 actuarial valuations were determined using the following actuarial assumptions:

	Miscellaneous	Safety
Valuation Date	June 30, 2017	June 30, 2017
Measurement Date	June 30, 2018	June 30, 2018
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 for all	

(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, 2017 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 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, 2019**

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

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

CalPERS is scheduled to review all actuarial assumptions as part of its regular Asset Liability Management (ALM) review cycle that is scheduled to be completed in February 2018. Any changes to the discount rate will require Board action and proper stakeholder outreach. For these reasons, CalPERS expects to continue using a discount rate net of administrative expenses for GASB 67 and 68 calculations through at least the 2017-18 fiscal year. CalPERS will continue to check the materiality of the difference in calculation until such time as we have changed our methodology.

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 returns were calculated over the short-term (first 10 years) and the long-term (11-60 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 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 equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

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 Year 1 - 10(a)	Real Return Years 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%
Liquidity	1.00%	0.00%	-0.92%
Total	100.00%		

(a) An expected inflation of 2.00% used for this period.

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

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

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

*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:

	<u>Discount Rate -1%</u>	<u>Current Discount Rate</u>	<u>Discount Rate +1%</u>
	6.15%	7.15%	8.15%
Employer's Net Pension Liability - Miscellaneous	\$ 3,137,966	\$ 1,781,201	\$ 661,213
Employer's Net Pension Liability - Safety	3,450,055	2,326,685	1,406,284
Employer's Net Pension Liability - Total	<u>\$ 6,588,022</u>	<u>\$ 4,107,886</u>	<u>\$ 2,067,498</u>

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

**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.

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

A. Capital assets of the Successor Agency as of June 30, 2019 consisted of the following:

	Balance at July 1, 2018	Additions	Deletions	Balance at June 30, 2019
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, 2019, consisted of the following:

	Balance at June 30, 2018	Additions	Deletions	Balance at June 30, 2019	Due within one year
2016 A Series Tax Allocation Bond	\$ 5,615,000	\$ -	\$ (225,000)	\$ 5,390,000	\$ 225,000
2016 B Series Tax Allocation Bond	14,325,000		(525,000)	13,800,000	530,000
Totals	<u>\$ 19,940,000</u>	<u>\$ -</u>	<u>\$ (750,000)</u>	<u>\$ 19,190,000</u>	<u>\$ 755,000</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, 2019, the outstanding principal balance is \$5,390,000.

Fiscal Year Ended June 30,	2016 Series A Tax Allocation Bonds		
	Principal	Interest	Total
2020	\$ 225,000	\$ 187,050	\$ 412,050
2021	225,000	182,550	407,550
2022	245,000	177,850	422,850
2023	250,000	172,900	422,900
2024	250,000	167,900	417,900
2025-2029	1,360,000	711,200	2,071,200
2030-2034	1,665,000	405,500	2,070,500
2035-2038	1,170,000	71,400	1,241,400
	<u>\$ 5,390,000</u>	<u>\$ 2,076,350</u>	<u>\$ 7,466,350</u>

**CITY OF IMPERIAL**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**June 30, 2019**

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

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, 2019, the outstanding principal balance is \$13,800,000.

Fiscal Year Ended June 30,	2016 Series B Tax Allocation Bonds		
	Principal	Interest	Total
2020	\$ 530,000	\$ 468,543	\$ 998,543
2021	545,000	458,456	1,003,456
2022	550,000	446,818	996,818
2023	560,000	433,631	993,631
2024	580,000	418,656	998,656
2025-2029	3,165,000	1,811,709	4,976,709
2030-2034	3,755,000	1,196,925	4,951,925
2035-2037	4,115,000	369,500	4,484,500
	<u>\$ 13,800,000</u>	<u>\$ 5,604,238</u>	<u>\$ 19,404,238</u>

**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 Measure D	Nonmajor Governmental Funds	Total
<u>Restricted for:</u>				
Community Development	\$ -	\$ -	\$ 2,736,464	\$ 2,736,464
Public Safety			1,232,811	1,232,811
Public Works		4,340,778	3,352,655	7,693,433
Parks and Recreation			1,726,026	1,726,026
Total Restricted		4,340,778	9,047,956	13,388,734
Unassigned:	2,816,683		(891,495)	1,925,188
Total Fund Balances	<u>\$ 2,816,683</u>	<u>\$ 4,340,778</u>	<u>\$ 8,156,461</u>	<u>\$ 15,313,922</u>

**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.

**CITY OF IMPERIAL  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
<b>Revenues</b>				
Property Taxes	\$ 1,758,243	\$ 1,758,243	\$ 1,508,709	\$ (249,534)
Sales and Use Taxes	2,189,251	2,189,251	2,257,348	68,097
Business License Taxes	55,000	55,000	58,044	3,044
Transient Occupancy Tax	22,000	22,000	25,309	3,309
Other Taxes	20,600	20,600	40,236	19,636
Licenses and Permits	10,000	10,000	19,640	9,640
Fines and Forfeitures	119,500	119,500	124,249	4,749
Use of Money and Property	5,000	5,000	27,472	22,472
Charges for Services	2,194,585	2,194,585	2,811,481	616,896
Intergovernmental	1,849,938	1,849,938	2,064,864	214,926
Franchise tax	255,000	255,000	319,974	64,974
Other	245,950	245,950	34,333	(211,617)
Total Revenues	<u>8,725,067</u>	<u>8,725,067</u>	<u>9,291,659</u>	<u>566,592</u>
<b>Expenditures</b>				
Current				
General Government	2,128,696	2,128,696	2,242,155	(113,459)
Public Safety	3,679,695	3,679,695	3,548,896	130,799
Public Works	2,031,083	2,031,083	2,004,397	26,686
Parks and Recreation	1,283,996	1,283,996	1,115,313	168,683
Community Development	682,649	682,649	387,239	295,410
Total Expenditures	<u>9,806,119</u>	<u>9,806,119</u>	<u>9,298,000</u>	<u>508,119</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,081,052)</u>	<u>(1,081,052)</u>	<u>(6,341)</u>	<u>1,074,711</u>
<b>Other Financing Sources (uses):</b>				
Transfers In	1,384,866	1,384,866	999,296	(385,570)
Total Other Financing Sources (Uses)	<u>1,384,866</u>	<u>1,384,866</u>	<u>999,296</u>	<u>(385,570)</u>
Net Change in Fund Balance	303,814	303,814	992,955	689,141
<b>Fund Balance - July 1, 2018</b>	<u>1,823,728</u>	<u>1,823,728</u>	<u>1,823,728</u>	
<b>Fund Balance - June 30, 2019</b>	<u>\$ 2,127,542</u>	<u>\$ 2,127,542</u>	<u>\$ 2,816,683</u>	<u>\$ 689,141</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, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Sales and Use Taxes	\$ 650,000	\$ 650,000	\$ 799,034	\$ 149,034
Use of Money and Property	5,000	5,000	18,592	13,592
Intergovernmental			1,309,367	1,309,367
Total Revenues	<u>655,000</u>	<u>655,000</u>	<u>2,126,993</u>	<u>1,471,993</u>
<b>Expenditures</b>				
Current				
Public Works			246,430	(246,430)
Capital Outlay	2,265,000	2,265,000	313,954	1,951,046
Total Expenditures	<u>2,265,000</u>	<u>2,265,000</u>	<u>560,384</u>	<u>1,704,616</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,610,000)</u>	<u>(1,610,000)</u>	<u>1,566,609</u>	<u>3,176,609</u>
<b>Other Financing Sources (uses):</b>				
Transfers Out	(236,929)	(236,929)	(231,925)	5,004
Total Other Financing Sources (Uses)	<u>(236,929)</u>	<u>(236,929)</u>	<u>(231,925)</u>	<u>5,004</u>
Net Change in Fund Balance	(1,846,929)	(1,846,929)	1,334,684	3,181,613
<b>Fund Balance - July 1, 2018</b>	<u>3,006,094</u>	<u>3,006,094</u>	<u>3,006,094</u>	
<b>Fund Balance - June 30, 2019</b>	<u>\$ 1,159,165</u>	<u>\$ 1,159,165</u>	<u>\$ 4,340,778</u>	<u>\$ 3,181,613</u>

**CITY OF IMPERIAL  
REQUIRED SUPPLEMENTAL INFORMATION  
JUNE 30, 2019**

**Cost Sharing Defined Benefit Pension Plans**

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

	June 30, 2019							
	Misc Plan	Safety Plan						
Proportion of the net pension liability	0.04726%	0.03965%						
Proportionate share of the net pension liability	\$ 1,781,201	\$ 2,326,685						
Covered-employee payroll	\$ 3,150,971	\$ 1,550,355						
Proportionate Share of the net pension liability as a percentage of covered-employee payroll	56.53%	150.07%						
Plan's fiduciary net position	\$ 8,248,766	\$ 5,822,158						
Plan's total pension liability	\$ 10,029,967	\$ 8,148,843						
Plan fiduciary net position as a percentage of total pension liability	82.24%	71.45%						
	June 30, 2018		June 30, 2017		June 30, 2016		June 30, 2015	
	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 five years are shown.

**CITY OF IMPERIAL  
REQUIRED SUPPLEMENTAL INFORMATION  
JUNE 30, 2019**

**Cost Sharing Defined Benefit Pension Plans**

Schedule of Contributions – Last 10 Years\*

	June 30, 2019							
	Misc Plan	Safety Plan						
Contractual required contribution (actuarially determined)	\$ 196,053	\$ 200,094						
Contributions in relation to the actuarially determined contributions	(196,053)	(200,094)						
Contribution deficiency (excess)	\$ -	\$ -						
Covered employee payroll	\$3,150,971	\$ 1,550,355						
Contributions as a percentage of covered employee payroll	6.22%	12.91%						
	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 five years are shown.

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# NONMAJOR GOVERNMENTAL FUNDS

## SPECIAL REVENUE FUNDS

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

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**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 Grant 2017 Fund** was established to account for monies received as part of the 2017 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 COPS Grant 2018 Fund** was established to account for monies received as part of the 2018 COPS police hiring grant from the United States Department of Justice.

**The COPS Grant 2016 Fund** was established to account for monies received as part of the 2016 COPS police hiring grant from the United States Department of Justice.

**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** 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 COPS Grant 2015 Fund** was established to account for monies received as part of the 2015 COPS police hiring grant from the United States Department of Justice.

**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 AB 109 Fund** was established to account for funds received and expended as part of assembly bill AB 109 from the California Department of Correction and Rehabilitation.

**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.

**The Prop 10 Library Fund** was established to account for funds received as part of Prop 10 for future library projects.

**CITY OF IMPERIAL  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2019**

	<b>Special Revenue Funds</b>				
	Traffic Congestion Relief	Traffic Safety	Gas Tax	Local Transportation	Dial-A- Ride
<b>Assets</b>					
Cash and Investments	\$ 32,424	\$ 3,891	\$ 298,699	\$ 435,717	\$ 14,607
Accounts Receivable					
Interest Receivable	40	5	366	534	
Loans Receivable					
Total Assets	<u>\$ 32,464</u>	<u>\$ 3,896</u>	<u>\$ 299,065</u>	<u>\$ 436,251</u>	<u>\$ 14,607</u>
<b>Liabilities</b>					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due To Other Funds					
Total Liabilities					
<b>Deferred Inflows of Resources:</b>					
Loan Related					
Total Deferred Inflows of Resources					
Total Liabilities and Deferred Inflows of Resources					
<b>Fund Balances (Deficits)</b>					
Restricted	32,464	3,896	299,065	436,251	14,607
Unassigned					
Total Fund Balances (Deficits)	<u>32,464</u>	<u>3,896</u>	<u>299,065</u>	<u>436,251</u>	<u>14,607</u>
Total Liabilities and Fund Balances	<u>\$ 32,464</u>	<u>\$ 3,896</u>	<u>\$ 299,065</u>	<u>\$ 436,251</u>	<u>\$ 14,607</u>

**Special Revenue Funds**

Successor Housing	Public Safety Prop 172	Cops Grant 2017	Asset Forfeiture	Cops Grant 2018	Cops Grant 2016	CDBG HOME Grant	Housing Rehab
\$ 775,766	\$ 8,003	\$ 132,447	\$ 3,379	\$ 155,356	\$ -	\$ 15,479	\$ 32,750
573	9	162	4	191		19	40
189,980						758,644	302,570
<u>\$ 966,319</u>	<u>\$ 8,012</u>	<u>\$ 132,609</u>	<u>\$ 3,383</u>	<u>\$ 155,547</u>	<u>\$ -</u>	<u>\$ 774,142</u>	<u>\$ 335,360</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
189,980						758,644	302,570
189,980						758,644	302,570
189,980						758,644	302,570
776,339	8,012	132,609	3,383	155,547		15,498	32,790
776,339	8,012	132,609	3,383	155,547		15,498	32,790
<u>\$ 966,319</u>	<u>\$ 8,012</u>	<u>\$ 132,609</u>	<u>\$ 3,383</u>	<u>\$ 155,547</u>	<u>\$ -</u>	<u>\$ 774,142</u>	<u>\$ 335,360</u>

Continued

**CITY OF IMPERIAL  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2019  
(CONTINUED)**

	<b>Special Revenue Funds</b>				
	ED CDBG	RLA	Wildflower Landscape Lighting	Paseo Del Sol Landscape Lighting	Joshua Tree Street Improvement
<b>Assets</b>					
Cash and Investments	\$ 50	\$ 33,095	\$ 138,344	\$ 191,272	\$ 31,287
Accounts Receivable					
Interest Receivable		41	170	235	
Loans Receivable		209,030			
<b>Total Assets</b>	<b>\$ 50</b>	<b>\$ 242,166</b>	<b>\$ 138,514</b>	<b>\$ 191,507</b>	<b>\$ 31,287</b>
<b>Liabilities</b>					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due To Other Funds					
<b>Total Liabilities</b>					
<b>Deferred Inflows of Resources:</b>					
Loan Related		209,030			
<b>Total Deferred Inflows of Resources</b>		<b>209,030</b>			
<b>Total Liabilities and Deferred Inflows of Resources</b>		<b>209,030</b>			
<b>Fund Balances (Deficits)</b>					
Restricted	50	33,136	138,514	191,507	31,287
Unassigned					
<b>Total Fund Balances (Deficits)</b>	<b>50</b>	<b>33,136</b>	<b>138,514</b>	<b>191,507</b>	<b>31,287</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 50</b>	<b>\$ 242,166</b>	<b>\$ 138,514</b>	<b>\$ 191,507</b>	<b>\$ 31,287</b>



**CITY OF IMPERIAL  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2019  
(CONTINUED)**

	<b>Special Revenue Funds</b>				
	Community Services Grant	General Housing	Fire Impact Fees	Police Impact Fees	Admin Impact Fees
<b>Assets</b>					
Cash and Investments	\$ 5,107	\$ 498,286	\$ 92,581	\$ 787,474	\$ 735,346
Accounts Receivable			16,913	35,212	36,919
Interest Receivable	6		114	966	902
Loans Receivable		173,913			
Total Assets	<u>\$ 5,113</u>	<u>\$ 672,199</u>	<u>\$ 109,608</u>	<u>\$ 823,652</u>	<u>\$ 773,167</u>
<b>Liabilities</b>					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to Other Funds					
Total Liabilities					
<b>Deferred Inflows of Resources:</b>					
Loan Related		173,913			
Total Deferred Inflows of Resources		173,913			
Total Liabilities and Deferred Inflows of Resources		173,913			
<b>Fund Balances (Deficits)</b>					
Restricted	5,113	498,286	109,608	823,652	773,167
Unassigned					
Total Fund Balances (Deficits)	<u>5,113</u>	<u>498,286</u>	<u>109,608</u>	<u>823,652</u>	<u>773,167</u>
Total Liabilities and Fund Balances	<u>\$ 5,113</u>	<u>\$ 672,199</u>	<u>\$ 109,608</u>	<u>\$ 823,652</u>	<u>\$ 773,167</u>

Special Revenue Funds							Total
Library Impact Fees	Park Impact Fees	Circulation Impact Fees	STPL	EDA	SB 1	Prop 10 Library	Nonmajor Governmental Funds
\$ 559,493	\$ 968,256	\$ 508,090	\$ -	\$ 602,085	\$ 394,700	\$ 2,614	\$ 8,828,625
12,649	72,236	36,484					210,413
686	1,187	623			484		8,918
							1,634,137
<u>\$ 572,828</u>	<u>\$ 1,041,679</u>	<u>\$ 545,197</u>	<u>\$ -</u>	<u>\$ 602,085</u>	<u>\$ 395,184</u>	<u>\$ 2,614</u>	<u>\$ 10,682,093</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
			615,001				891,495
			615,001				891,495
							1,634,137
							1,634,137
			615,001				2,525,632
572,828	1,041,679	545,197	(615,001)	602,085	395,184	2,614	9,047,956
							(891,495)
<u>572,828</u>	<u>1,041,679</u>	<u>545,197</u>	<u>(615,001)</u>	<u>602,085</u>	<u>395,184</u>	<u>2,614</u>	<u>8,156,461</u>
<u>\$ 572,828</u>	<u>\$ 1,041,679</u>	<u>\$ 545,197</u>	<u>\$ -</u>	<u>\$ 602,085</u>	<u>\$ 395,184</u>	<u>\$ 2,614</u>	<u>\$ 10,682,093</u>

**CITY OF IMPERIAL**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**For the Fiscal Year Ended June 30, 2019**

	<b>Special Revenue Funds</b>				
	Traffic Congestion Relief	Traffic Safety	Gas Tax	Local Transportation	Dial-A- Ride
Revenues:					
Use of Money and Property	\$ 145	\$ 23	\$ 1,802	\$ 2,167	\$ -
Charges for Services		2,259			
Intergovernmental	21,846		373,523	29,585	
Other					
Total Revenues	<u>21,991</u>	<u>2,282</u>	<u>375,325</u>	<u>31,752</u>	
Expenditures:					
Current:					
Community Development					
Public Safety					
Public Works	748			12,795	
Parks and Recreation					
Capital Outlay					
Total Expenditures	<u>748</u>			<u>12,795</u>	
Excess (Deficiency) of Revenues over (Under) Expenditures	<u>21,243</u>	<u>2,282</u>	<u>375,325</u>	<u>18,957</u>	
Other Financing Sources (Uses):					
Transfers In					
Transfers Out	(10,000)	(2,500)	(425,397)	(5,000)	
Total Other Financing Sources (Uses)	<u>(10,000)</u>	<u>(2,500)</u>	<u>(425,397)</u>	<u>(5,000)</u>	
Net Change in Fund Balances	11,243	(218)	(50,072)	13,957	
Fund Balances - July 1, 2018	<u>21,221</u>	<u>4,114</u>	<u>349,137</u>	<u>422,294</u>	<u>14,607</u>
Fund Balances - June 30, 2019	<u>\$ 32,464</u>	<u>\$ 3,896</u>	<u>\$ 299,065</u>	<u>\$ 436,251</u>	<u>\$ 14,607</u>

**Special Revenue Funds**

Successor Housing	Public Safety Prop 172	Cops Grant 2017	Asset Forfeiture	Cops Grant 2018	Cops Grant 2016	CDBG HOME Grant	Housing Rehab
\$ 2,646	\$ 256	\$ 612	\$ 21	\$ 398	\$ -	\$ 3,583	\$ 1,089
	17,211	44,562		155,153	20	22,507	536
							1,428,728
<u>2,646</u>	<u>17,467</u>	<u>45,174</u>	<u>21</u>	<u>155,551</u>	<u>20</u>	<u>26,090</u>	<u>1,430,353</u>
219,501		7,790	1,319	6,086	5,918	14	6,619
							670,646
<u>219,501</u>		<u>7,790</u>	<u>1,319</u>	<u>6,086</u>	<u>5,918</u>	<u>14</u>	<u>677,265</u>
<u>(216,855)</u>	<u>17,467</u>	<u>37,384</u>	<u>(1,298)</u>	<u>149,465</u>	<u>(5,898)</u>	<u>26,076</u>	<u>753,088</u>
(430,745)	(96,916)	3,121 (7,918)		(3,100)	7,148		
<u>(430,745)</u>	<u>(96,916)</u>	<u>(4,797)</u>		<u>(3,100)</u>	<u>7,148</u>		
(647,600)	(79,449)	32,587	(1,298)	146,365	1,250	26,076	753,088
<u>1,423,939</u>	<u>87,461</u>	<u>100,022</u>	<u>4,681</u>	<u>9,182</u>	<u>(1,250)</u>	<u>(10,578)</u>	<u>(720,298)</u>
<u>\$ 776,339</u>	<u>\$ 8,012</u>	<u>\$ 132,609</u>	<u>\$ 3,383</u>	<u>\$ 155,547</u>	<u>\$ -</u>	<u>\$ 15,498</u>	<u>\$ 32,790</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, 2019**  
**(CONTINUED)**

	<b>Special Revenue Funds</b>				
	ED CDBG	RLA	Wildflower Landscape Lighting	Paseo Del Sol Landscape Lighting	Joshua Tree Street Improvement
<b>Revenues:</b>					
Use of Money and Property	\$ -	\$ 7,913	\$ 589	\$ 886	\$ -
Charges for Services		7,360	72,588	75,602	
Intergovernmental		23,800			
Other					
Total Revenues		<u>39,073</u>	<u>73,177</u>	<u>76,488</u>	
<b>Expenditures:</b>					
<b>Current:</b>					
Community Development					
Public Safety					
Public Works			11,104	11,846	
Parks and Recreation					
Capital Outlay					
Total Expenditures			<u>11,104</u>	<u>11,846</u>	
Excess (Deficiency) of Revenues over (Under) Expenditures		<u>39,073</u>	<u>62,073</u>	<u>64,642</u>	
<b>Other Financing Sources (Uses):</b>					
Transfers In					
Transfers Out		(15,523)	(7,100)	(14,900)	
Total Other Financing Sources (Uses)		<u>(15,523)</u>	<u>(7,100)</u>	<u>(14,900)</u>	
Net Change in Fund Balances		23,550	54,973	49,742	
Fund Balances - July 1, 2018	50	9,586	83,541	141,765	31,287
Fund Balances - June 30, 2019	<u>\$ 50</u>	<u>\$ 33,136</u>	<u>\$ 138,514</u>	<u>\$ 191,507</u>	<u>\$ 31,287</u>

**Special Revenue Funds**

Library Donation	Cops Grant 2015	Sky Ranch District	Prop 1B	Library Literacy	Police Technology Grant	Austin Worthington	AB 109 Funding
\$ -	\$ -	\$ 5,759 287,875	\$ -	\$ 495	\$ -	\$ -	\$ -
302				43,000			
<u>302</u>		<u>293,634</u>		<u>43,495</u>			
							1,056
222		158,898					
<u>222</u>		<u>158,898</u>					<u>1,056</u>
80		134,736		43,495			(1,056)
	32	(27,375)		(13,760)			217
	<u>32</u>	<u>(27,375)</u>		<u>(13,760)</u>			<u>217</u>
80	32	107,361		29,735			(839)
<u>3,403</u>	<u>(32)</u>	<u>1,061,572</u>	<u>(164,419)</u>	<u>75,687</u>	<u>(112,075)</u>	<u>95,750</u>	<u>839</u>
<u>\$ 3,483</u>	<u>\$ -</u>	<u>\$ 1,168,933</u>	<u>\$ (164,419)</u>	<u>\$ 105,422</u>	<u>\$ (112,075)</u>	<u>\$ 95,750</u>	<u>\$ -</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, 2019**  
**(CONTINUED)**

	<b>Special Revenue Funds</b>				
	Community Services Grant	General Housing	Fire Impact Fees	Police Impact Fees	Admin Impact Fees
Revenues:					
Use of Money and Property	\$ 27	\$ 4,172	\$ 401	\$ 3,904	\$ 3,628
Charges for Services	5,346	20,987	61,004	124,293	130,191
Intergovernmental					
Other					
Total Revenues	<u>5,373</u>	<u>25,159</u>	<u>61,405</u>	<u>128,197</u>	<u>133,819</u>
Expenditures:					
Current:					
Community Development		157			1,602
Public Safety			1,602	1,602	
Public Works					
Parks and Recreation	5,884				
Capital Outlay					
Total Expenditures	<u>5,884</u>	<u>157</u>	<u>1,602</u>	<u>1,602</u>	<u>1,602</u>
Excess (Deficiency) of Revenues over (Under) Expenditures	<u>(511)</u>	<u>25,002</u>	<u>59,803</u>	<u>126,595</u>	<u>132,217</u>
Other Financing Sources (Uses):					
Transfers In					
Transfers Out		(8,000)			
Total Other Financing Sources (Uses)		<u>(8,000)</u>			
Net Change in Fund Balances	(511)	17,002	59,803	126,595	132,217
Fund Balances - July 1, 2018	<u>5,624</u>	<u>481,284</u>	<u>49,805</u>	<u>697,057</u>	<u>640,950</u>
Fund Balances - June 30, 2019	<u>\$ 5,113</u>	<u>\$ 498,286</u>	<u>\$ 109,608</u>	<u>\$ 823,652</u>	<u>\$ 773,167</u>

Special Revenue Funds							Total
Library Impact Fees	Park Impact Fees	Circulation Impact Fees	STPL	EDA	SB 1	Prop 10 Library	Nonmajor Governmental Funds
\$ 2,767	\$ 7,962	\$ 2,283	\$ -	\$ -	\$ 1,368	\$ 2	\$ 54,898
65,901	284,548	190,913				6,000	1,335,403
	492,372				331,392		2,983,699
							302
<u>68,668</u>	<u>784,882</u>	<u>193,196</u>			<u>332,760</u>	<u>6,002</u>	<u>4,374,302</u>
				596			228,489
		1,602			7,480		25,373
1,602	756					5,040	204,473
	2,076,583						13,504
							2,747,229
<u>1,602</u>	<u>2,077,339</u>	<u>1,602</u>		<u>596</u>	<u>7,480</u>	<u>5,040</u>	<u>3,219,068</u>
<u>67,066</u>	<u>(1,292,457)</u>	<u>191,594</u>		<u>(596)</u>	<u>325,280</u>	<u>962</u>	<u>1,155,234</u>
	357,675						368,193
							(1,068,234)
	<u>357,675</u>						<u>(700,041)</u>
67,066	(934,782)	191,594		(596)	325,280	962	455,193
505,762	1,976,461	353,603	(615,001)	602,681	69,904	1,652	7,701,268
<u>\$ 572,828</u>	<u>\$ 1,041,679</u>	<u>\$ 545,197</u>	<u>\$ (615,001)</u>	<u>\$ 602,085</u>	<u>\$ 395,184</u>	<u>\$ 2,614</u>	<u>\$ 8,156,461</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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Revenues:			
Use of Money and Property	\$ 5	\$ 23	\$ 18
Charges For Services	2,000	2,259	259
Total Revenues	<u>2,005</u>	<u>2,282</u>	<u>277</u>
Other Financing Sources (Uses):			
Transfers Out	(2,500)	(2,500)	
Total Other Financing Sources (Uses)	<u>(2,500)</u>	<u>(2,500)</u>	
Net Change in Fund Balance	(495)	(218)	277
Fund Balance - July 1, 2018	<u>4,114</u>	<u>4,114</u>	
Fund Balance - June 30, 2019	<u>\$ 3,619</u>	<u>\$ 3,896</u>	<u>\$ 277</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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Revenues:			
Use of Money and Property	\$ 400	\$ 1,802	\$ 1,402
Intergovernmental	380,391	373,523	(6,868)
Total Revenues	<u>380,791</u>	<u>375,325</u>	<u>(5,466)</u>
Other Financing Sources (Uses):			
Transfers Out	(425,397)	(425,397)	
Total Other Financing Sources (Uses)	<u>(425,397)</u>	<u>(425,397)</u>	
Net Change in Fund Balance	(44,606)	(50,072)	(5,466)
Fund Balance - July 1, 2018	<u>349,137</u>	<u>349,137</u>	
Fund Balance - June 30, 2019	<u>\$ 304,531</u>	<u>\$ 299,065</u>	<u>\$ (5,466)</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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Use of Money and Property	\$ 200	\$ 2,167	\$ 1,967
Intergovernmental	28,520	29,585	1,065
<b>Total Revenues</b>	<b>28,720</b>	<b>31,752</b>	<b>3,032</b>
<b>Expenditures:</b>			
<b>Current:</b>			
Public Works		12,795	(12,795)
Capital Outlay	416,000		416,000
<b>Total Expenditures</b>	<b>416,000</b>	<b>12,795</b>	<b>403,205</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(387,280)</b>	<b>18,957</b>	<b>406,237</b>
<b>Other Financing Sources (Uses):</b>			
Transfers Out	(5,000)	(5,000)	
<b>Total Other Financing     Sources (Uses)</b>	<b>(5,000)</b>	<b>(5,000)</b>	
<b>Net Change in Fund Balance</b>	<b>(392,280)</b>	<b>13,957</b>	<b>406,237</b>
<b>Fund Balance - July 1, 2018</b>	<b>422,294</b>	<b>422,294</b>	
<b>Fund Balance - June 30, 2019</b>	<b>\$ 30,014</b>	<b>\$ 436,251</b>	<b>\$ 406,237</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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Revenues:			
Use of Money and Property	\$ 12,000	\$ 2,646	\$ (9,354)
Total Revenues	<u>12,000</u>	<u>2,646</u>	<u>(9,354)</u>
Expenditures:			
Current:			
Community Development	10,000	219,501	(209,501)
Capital Outlay	<u>1,308,699</u>		<u>1,308,699</u>
Total Expenditures	<u>1,318,699</u>	<u>219,501</u>	<u>1,099,198</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,306,699)</u>	<u>(216,855)</u>	<u>1,089,844</u>
Other Financing Sources (Uses):			
Transfers Out		<u>(430,745)</u>	<u>(430,745)</u>
Total Other Financing Sources (Uses)		<u>(430,745)</u>	<u>(430,745)</u>
Net Change in Fund Balance	(1,306,699)	(647,600)	659,099
Fund Balance - July 1, 2018	<u>1,423,939</u>	<u>1,423,939</u>	
Fund Balance - June 30, 2019	<u>\$ 117,240</u>	<u>\$ 776,339</u>	<u>\$ 659,099</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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Revenues:			
Use of Money and Property	\$ -	\$ 256	\$ 256
Intergovernmental	80,000	17,211	(62,789)
Total Revenues	<u>80,000</u>	<u>17,467</u>	<u>(62,533)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>80,000</u>	<u>17,467</u>	<u>(62,533)</u>
Other Financing Sources (Uses):			
Transfers Out	<u>(96,916)</u>	<u>(96,916)</u>	
Total Other Financing Sources (Uses)	<u>(96,916)</u>	<u>(96,916)</u>	
Net Change in Fund Balance	(16,916)	(79,449)	(62,533)
Fund Balance - July 1, 2018	<u>87,461</u>	<u>87,461</u>	
Fund Balance - June 30, 2019	<u>\$ 70,545</u>	<u>\$ 8,012</u>	<u>\$ (62,533)</u>

CITY OF IMPERIAL  
COPS GRANT 2017 SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Revenues:			
Use of Money and Property	\$ 50	\$ 612	\$ 562
Intergovernmental		44,562	44,562
Total Revenues	<u>50</u>	<u>45,174</u>	<u>45,124</u>
Expenditures:			
Current:			
Public Safety	43,352	7,790	35,562
Total Expenditures	<u>43,352</u>	<u>7,790</u>	<u>35,562</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(43,302)</u>	<u>37,384</u>	<u>80,686</u>
Other Financing Sources (Uses):			
Transfers In		3,121	3,121
Transfers Out	(70,500)	(7,918)	62,582
Total Other Financing Sources (Uses)	<u>(70,500)</u>	<u>(4,797)</u>	<u>65,703</u>
Net Change in Fund Balance	(113,802)	32,587	146,389
Fund Balance - July 1, 2018	<u>100,022</u>	<u>100,022</u>	
Fund Balance - June 30, 2019	<u>\$ (13,780)</u>	<u>\$ 132,609</u>	<u>\$ 146,389</u>

CITY OF IMPERIAL  
COPS GRANT 2018 SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Use of Money and Property	\$ -	\$ 398	\$ 398
Intergovernmental		155,153	155,153
Total Revenues		155,551	155,551
<b>Expenditures:</b>			
<b>Current:</b>			
Public Safety	140	6,086	(5,946)
Total Expenditures	140	6,086	(5,946)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(140)	149,465	149,605
<b>Other Financing Sources (Uses):</b>			
Transfers Out	(9,159)	(3,100)	6,059
Total Other Financing Sources (Uses)	(9,159)	(3,100)	6,059
Net Change in Fund Balance	(9,299)	146,365	155,664
Fund Balance - July 1, 2018	9,182	9,182	
Fund Balance - June 30, 2019	\$ (117)	\$ 155,547	\$ 155,664

CITY OF IMPERIAL  
COPS GRANT 2016 SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ -	\$ 20	\$ 20
Total Revenues	<u>20</u>	<u>20</u>	<u>20</u>
Expenditures:			
Current:			
Public Safety	13,677	5,918	7,759
Total Expenditures	<u>13,677</u>	<u>5,918</u>	<u>7,759</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(13,677)</u>	<u>(5,898)</u>	<u>7,779</u>
Other Financing Sources (Uses):			
Transfers in		7,148	7,148
Total Other Financing Sources (Uses)		<u>7,148</u>	<u>7,148</u>
Net Change in Fund Balance	(13,677)	1,250	14,927
Fund Balance - July 1, 2018	<u>(1,250)</u>	<u>(1,250)</u>	
Fund Balance - June 30, 2019	<u>\$ (14,927)</u>	<u>\$ -</u>	<u>\$ 14,927</u>

CITY OF IMPERIAL  
CDBG HOME SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Revenues:			
Use of Money and Property	\$ 3,000	\$ 3,583	\$ 583
Intergovernmental	500	22,507	22,007
Total Revenues	<u>3,500</u>	<u>26,090</u>	<u>22,590</u>
Expenditures:			
Current:			
Community Development		14	(14)
Total Expenditures		<u>14</u>	<u>(14)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,500</u>	<u>26,076</u>	<u>22,576</u>
Net Change in Fund Balance	3,500	26,076	22,576
Fund Balance - July 1, 2018	<u>(10,578)</u>	<u>(10,578)</u>	
Fund Balance - June 30, 2019	<u>\$ (7,078)</u>	<u>\$ 15,498</u>	<u>\$ 22,576</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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Use of Money and Property	\$ 1,200	\$ 1,089	\$ (111)
Charges for Services		536	536
Intergovernmental	7,000	1,428,728	1,421,728
Total Revenues	<u>8,200</u>	<u>1,430,353</u>	<u>1,422,153</u>
<b>Expenditures:</b>			
Current:			
Community Development		6,619	(6,619)
Capital Outlay		670,646	(670,646)
Total Expenditures		<u>677,265</u>	<u>(677,265)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>8,200</u>	<u>753,088</u>	<u>744,888</u>
<b>Other Financing Sources (Uses):</b>			
Transfers Out	<u>(50,000)</u>		<u>50,000</u>
Total Other Financing Sources (Uses)	<u>(50,000)</u>		<u>50,000</u>
Net Change in Fund Balance	(41,800)	753,088	794,888
Fund Balance - July 1, 2018	<u>(720,298)</u>	<u>(720,298)</u>	
Fund Balance - June 30, 2019	<u>\$ (762,098)</u>	<u>\$ 32,790</u>	<u>\$ 794,888</u>

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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Revenues:			
Use of Money and Property	\$ 3,000	\$ 7,913	\$ 4,913
Charges for Services	50,000	7,360	(42,640)
Intergovernmental		23,800	23,800
Total Revenues	<u>53,000</u>	<u>39,073</u>	<u>(13,927)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>53,000</u>	<u>39,073</u>	<u>(13,927)</u>
Other Financing Sources (Uses):			
Transfers Out	(60,000)	(15,523)	44,477
Total Other Financing Sources (Uses)	<u>(60,000)</u>	<u>(15,523)</u>	<u>44,477</u>
Net Change in Fund Balance	(7,000)	23,550	30,550
Fund Balance - July 1, 2018	<u>9,586</u>	<u>9,586</u>	
Fund Balance - June 30, 2019	<u>\$ 2,586</u>	<u>\$ 33,136</u>	<u>\$ 30,550</u>

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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Revenues:			
Use of Money and Property	\$ 50	\$ 589	\$ 539
Charges for Services	50,300	72,588	22,288
Total Revenues	<u>50,350</u>	<u>73,177</u>	<u>22,827</u>
Expenditures:			
Current:			
Public Works	12,600	11,104	1,496
Total Expenditures	<u>12,600</u>	<u>11,104</u>	<u>1,496</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>37,750</u>	<u>62,073</u>	<u>24,323</u>
Other Financing Sources (Uses):			
Transfers Out	(7,100)	(7,100)	
Total Other Financing Sources (Uses)	<u>(7,100)</u>	<u>(7,100)</u>	
Net Change in Fund Balance	30,650	54,973	24,323
Fund Balance - July 1, 2018	<u>83,541</u>	<u>83,541</u>	
Fund Balance - June 30, 2019	<u>\$ 114,191</u>	<u>\$ 138,514</u>	<u>\$ 24,323</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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Use of Money and Property	\$ 150	\$ 886	\$ 736
Charges for Services	45,500	75,602	30,102
Total Revenues	<u>45,650</u>	<u>76,488</u>	<u>30,838</u>
<b>Expenditures:</b>			
<b>Current:</b>			
Public Works	6,600	11,846	(5,246)
Total Expenditures	<u>6,600</u>	<u>11,846</u>	<u>(5,246)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>39,050</u>	<u>64,642</u>	<u>25,592</u>
<b>Other Financing Sources (Uses):</b>			
Transfers Out	(14,900)	(14,900)	
Total Other Financing Sources (Uses)	<u>(14,900)</u>	<u>(14,900)</u>	
Net Change in Fund Balance	24,150	49,742	25,592
Fund Balance - July 1, 2018	<u>141,765</u>	<u>141,765</u>	
Fund Balance - June 30, 2019	<u>\$ 165,915</u>	<u>\$ 191,507</u>	<u>\$ 25,592</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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Expenditures:			
Capital Outlay	\$ 31,287	\$ -	\$ 31,287
Total Expenditures	<u>31,287</u>		<u>31,287</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(31,287)</u>		<u>31,287</u>
Net Change in Fund Balance	(31,287)		31,287
Fund Balance - July 1, 2018	<u>31,287</u>	<u>31,287</u>	
Fund Balance - June 30, 2019	<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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Revenues:			
Other	\$ 1,000	\$ 302	\$ (698)
Total Revenues	<u>1,000</u>	<u>302</u>	<u>(698)</u>
Expenditures:			
Current:			
Parks and Recreation	4,403	222	4,181
Total Expenditures	<u>4,403</u>	<u>222</u>	<u>4,181</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,403)</u>	<u>80</u>	<u>3,483</u>
Net Change in Fund Balance	(3,403)	80	3,483
Fund Balance - July 1, 2018	<u>3,403</u>	<u>3,403</u>	
Fund Balance - June 30, 2019	<u>\$ -</u>	<u>\$ 3,483</u>	<u>\$ 3,483</u>

CITY OF IMPERIAL  
COPS GRANT 2015 SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Other Financing Sources (Uses):			
Transfers in	\$ 32	\$ 32	\$ -
Total Other Financing Sources (Uses)	32	32	
Net Change in Fund Balance	32	32	
Fund Balance - July 1, 2018	(32)	(32)	
Fund Balance - June 30, 2019	\$ -	\$ -	\$ -

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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Use of Money and Property	\$ 2,000	\$ 5,759	\$ 3,759
Charges for Services	218,000	287,875	69,875
Total Revenues	<u>220,000</u>	<u>293,634</u>	<u>73,634</u>
<b>Expenditures:</b>			
Current:			
Public Works	92,100	158,898	(66,798)
Capital Outlay	120,000		120,000
Total Expenditures	<u>212,100</u>	<u>158,898</u>	<u>53,202</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>7,900</u>	<u>134,736</u>	<u>126,836</u>
<b>Other Financing Sources (Uses):</b>			
Transfers Out	<u>(27,375)</u>	<u>(27,375)</u>	
Total Other Financing Sources (Uses)	<u>(27,375)</u>	<u>(27,375)</u>	
Net Change in Fund Balance	(19,475)	107,361	126,836
Fund Balance - July 1, 2018	<u>1,061,572</u>	<u>1,061,572</u>	
Fund Balance - June 30, 2019	<u>\$ 1,042,097</u>	<u>\$ 1,168,933</u>	<u>\$ 126,836</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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Revenues:			
Use of Money and Property	\$ 50	\$ 495	\$ 445
Intergovernmental		43,000	43,000
Total Revenues	<u>50</u>	<u>43,495</u>	<u>43,445</u>
Expenditures:			
Current:			
Parks and Recreation	<u>52,138</u>		<u>52,138</u>
Total Expenditures	<u>52,138</u>		<u>52,138</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(52,088)</u>	<u>43,495</u>	<u>95,583</u>
Other Financing Sources (Uses):			
Transfers Out	<u>(13,760)</u>	<u>(13,760)</u>	
Total Other Financing Sources (Uses)	<u>(13,760)</u>	<u>(13,760)</u>	
Net Change in Fund Balance	(65,848)	29,735	95,583
Fund Balance - July 1, 2018	<u>75,687</u>	<u>75,687</u>	
Fund Balance - June 30, 2019	<u>\$ 9,839</u>	<u>\$ 105,422</u>	<u>\$ 95,583</u>

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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Use of Money and Property	\$ 500	\$ 4,172	\$ 3,672
Charges for Services	25,000	20,987	(4,013)
Total Revenues	<u>25,500</u>	<u>25,159</u>	<u>(341)</u>
<b>Expenditures:</b>			
Current:			
Community Development	<u>350,000</u>	<u>157</u>	<u>349,843</u>
Total Expenditures	<u>350,000</u>	<u>157</u>	<u>349,843</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(324,500)</u>	<u>25,002</u>	<u>349,502</u>
<b>Other Financing Sources (Uses):</b>			
Transfers Out	<u>(8,000)</u>	<u>(8,000)</u>	
Total Other Financing Sources (Uses)	<u>(8,000)</u>	<u>(8,000)</u>	
Net Change in Fund Balance	(332,500)	17,002	349,502
Fund Balance - July 1, 2018	<u>481,284</u>	<u>481,284</u>	
Fund Balance - June 30, 2019	<u>\$ 148,784</u>	<u>\$ 498,286</u>	<u>\$ 349,502</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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Revenues:			
Use of Money and Property	\$ 10	\$ 401	\$ 391
Charges for Services	15,000	61,004	46,004
Total Revenues	<u>15,010</u>	<u>61,405</u>	<u>46,395</u>
Expenditures:			
Current:			
Public Safety	2,500	1,602	898
Total Expenditures	<u>2,500</u>	<u>1,602</u>	<u>898</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>12,510</u>	<u>59,803</u>	<u>47,293</u>
Net Change in Fund Balance	12,510	59,803	47,293
Fund Balance - July 1, 2018	<u>49,805</u>	<u>49,805</u>	
Fund Balance - June 30, 2019	<u>\$ 62,315</u>	<u>\$ 109,608</u>	<u>\$ 47,293</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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Revenues:			
Use of Money and Property	\$ 1,000	\$ 3,904	\$ 2,904
Charges for Services	45,000	124,293	79,293
Total Revenues	<u>46,000</u>	<u>128,197</u>	<u>82,197</u>
Expenditures:			
Current:			
Public Safety	2,500	1,602	898
Total Expenditures	<u>2,500</u>	<u>1,602</u>	<u>898</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>43,500</u>	<u>126,595</u>	<u>83,095</u>
Net Change in Fund Balance	43,500	126,595	83,095
Fund Balance - July 1, 2018	<u>697,057</u>	<u>697,057</u>	
Fund Balance - June 30, 2019	<u>\$ 740,557</u>	<u>\$ 823,652</u>	<u>\$ 83,095</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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Use of Money and Property	\$ 800	\$ 3,628	\$ 2,828
Charges for Services	45,000	130,191	85,191
Total Revenues	<u>45,800</u>	<u>133,819</u>	<u>88,019</u>
<b>Expenditures:</b>			
Current:			
Community Development	<u>2,500</u>	<u>1,602</u>	<u>898</u>
Total Expenditures	<u>2,500</u>	<u>1,602</u>	<u>898</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>43,300</u>	<u>132,217</u>	<u>88,917</u>
Net Change in Fund Balance	43,300	132,217	88,917
Fund Balance - July 1, 2018	<u>640,950</u>	<u>640,950</u>	
Fund Balance - June 30, 2019	<u>\$ 684,250</u>	<u>\$ 773,167</u>	<u>\$ 88,917</u>

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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Use of Money and Property	\$ 700	\$ 2,767	\$ 2,067
Charges for Services	30,000	65,901	35,901
Total Revenues	<u>30,700</u>	<u>68,668</u>	<u>37,968</u>
<b>Expenditures:</b>			
Current:			
Parks and Recreation	2,500	1,602	898
Total Expenditures	<u>2,500</u>	<u>1,602</u>	<u>898</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>28,200</u>	<u>67,066</u>	<u>38,866</u>
Net Change in Fund Balance	28,200	67,066	38,866
Fund Balance - July 1, 2018	<u>505,762</u>	<u>505,762</u>	
Fund Balance - June 30, 2019	<u>\$ 533,962</u>	<u>\$ 572,828</u>	<u>\$ 38,866</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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Use of Money and Property	\$ 2,500	\$ 7,962	\$ 5,462
Charges for Services	180,000	284,548	104,548
Intergovernmental		492,372	492,372
Total Revenues	<u>182,500</u>	<u>784,882</u>	<u>602,382</u>
<b>Expenditures:</b>			
Current:			
Parks and Recreation	28,000	756	27,244
Capital Outlay	65,000	2,076,583	(2,011,583)
Total Expenditures	<u>93,000</u>	<u>2,077,339</u>	<u>(1,984,339)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>89,500</u>	<u>(1,292,457)</u>	<u>(1,381,957)</u>
<b>Other Financing Sources (Uses):</b>			
Transfers In	<u>(40,000)</u>	<u>357,675</u>	<u>397,675</u>
Total Other Financing Sources (Uses)	<u>(40,000)</u>	<u>357,675</u>	<u>397,675</u>
Net Change in Fund Balance	49,500	(934,782)	(984,282)
Fund Balance - July 1, 2018	<u>1,976,461</u>	<u>1,976,461</u>	
Fund Balance - June 30, 2019	<u>\$ 2,025,961</u>	<u>\$ 1,041,679</u>	<u>\$ (984,282)</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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Revenues:			
Use of Money and Property	\$ 200	\$ 2,283	\$ 2,083
Charges for Services	90,000	190,913	100,913
Total Revenues	<u>90,200</u>	<u>193,196</u>	<u>102,996</u>
Expenditures:			
Current:			
Public Works	2,500	1,602	898
Total Expenditures	<u>2,500</u>	<u>1,602</u>	<u>898</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>87,700</u>	<u>191,594</u>	<u>103,894</u>
Net Change in Fund Balance	87,700	191,594	103,894
Fund Balance - July 1, 2018	<u>353,603</u>	<u>353,603</u>	
Fund Balance - June 30, 2019	<u><u>\$ 441,303</u></u>	<u><u>\$ 545,197</u></u>	<u><u>\$ 103,894</u></u>

CITY OF IMPERIAL  
EDA SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 1,600,000	\$ -	\$ (1,600,000)
Total Revenues	<u>1,600,000</u>		<u>(1,600,000)</u>
Expenditures:			
Current:			
Community Development	2,202,681	596	2,202,085
Total Expenditures	<u>2,202,681</u>	<u>596</u>	<u>2,202,085</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(602,681)</u>	<u>(596)</u>	<u>602,085</u>
Net Change in Fund Balance	(602,681)	(596)	602,085
Fund Balance - July 1, 2018	<u>602,681</u>	<u>602,681</u>	
Fund Balance - June 30, 2019	<u>\$ -</u>	<u>\$ 602,085</u>	<u>\$ 602,085</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, 2019

	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Use of Money and Property	\$ 50	\$ 1,368	\$ 1,318
Intergovernmental	312,186	331,392	19,206
<b>Total Revenues</b>	<b>312,236</b>	<b>332,760</b>	<b>20,524</b>
<b>Expenditures:</b>			
<b>Current:</b>			
Public Works	5,000	7,480	(2,480)
Capital Outlay	102,634		102,634
<b>Total Expenditures</b>	<b>107,634</b>	<b>7,480</b>	<b>100,154</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>204,602</b>	<b>325,280</b>	<b>120,678</b>
<b>Net Change in Fund Balance</b>	<b>204,602</b>	<b>325,280</b>	<b>120,678</b>
<b>Fund Balance - July 1, 2018</b>	<b>69,904</b>	<b>69,904</b>	
<b>Fund Balance - June 30, 2019</b>	<b>\$ 274,506</b>	<b>\$ 395,184</b>	<b>\$ 120,678</b>