CITY OF YUCAIPA, CALIFORNIA

CITY OF Yucaipa

ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ended June 30, 2023

CITY OF YUCAIPA, CALIFORNIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2023

Prepared by
Finance Department

City of Yucaipa
Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2023

TABLE OF CONTENTS

City of Yucaipa
Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2023

TABLE OF CONTENTS - Continued

INTRODUCTORY SECTION

December 21, 2023

Citizens of the City of Yucaipa,
Honorable Mayor and Members of the City Council

It is with great pleasure that we present to you the Annual Comprehensive Financial Report (ACFR) of the City of Yucaipa, California for the fiscal year ended June 30, 2023. This document provides an overview of the City's financial activities during the past fiscal year. It has been prepared by the Finance Department for the benefit of City Council members, citizens, investors, grantors, employees and others who may have an interest in the financial well-being of the City.

The financial statements are prepared in accordance with Generally Accepted Accounting Principles (GAAP) as promulgated by the Government Accounting Standards Board (GASB). This report consists of management's representations concerning the finances of the City of Yucaipa, California. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, and misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls have been designed to provide reasonable rather than an absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Van Lant & Fankhanel LLP, an independent firm of certified public accountants, has issued an unmodified or "clean" opinion on the fair presentation of the financial statements of the City of Yucaipa for the fiscal year ended June 30, 2023. The independent auditor's report is located at the front of the financial section of this report.

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

The statistical section of the ACFR provides additional context and information to assist in understanding and assessing the City's overall financial condition.

PROFILE OF THE CITY

The City of Yucaipa was incorporated on November 27, 1989 as a "General Law" City. The population of approximately 55,000 residents spans 28 square miles of southern San Bernardino County in the foothills adjacent to the San Bernardino National Forest.

Yucaipa operates under the Council-Manager form of government. The City Council is comprised of five members, elected by district to four-year terms. Elections are held in November of even-numbered years. Each Councilmember shares equal voting powers on all items coming before the Council. The Council meets annually to select one member as Mayor and another as Mayor Pro-Tem. The City Manager, City Attorney, members of all advisory boards, commissions and committees are appointed by the City Council. The members of the City Council also serve as the Board of Directors for the Successor Agency to the Yucaipa Redevelopment Agency and the Yucaipa Housing Authority.

Yucaipa is a mature, well-established suburban community nestled in the foothills of the San Bernardino Mountains. Residents enjoy cleaner air and cooler temperatures as a result of the higher elevations, and a comprehensive approach to community safety has produced one of the lowest rates of crime for comparably sized cities anywhere in the State of California.

The City includes 18 parks, a performing arts center, an equestrian arena and a municipal pool. The community also enjoys the day use recreational preserved 900-acre Wildwood Canyon State Park and the 200-acre Yucaipa Regional Park (part of the San Bernardino County park system) with 3 recreational lakes and camping. The highly ranked Yucaipa-Calimesa Joint Unified School District has an outstanding reputation. In addition, Crafton Hills College provides opportunities for higher education including offerings of more than 50 majors in the liberal arts and sciences, vocations and technical studies. Rounding out the community is a Library, a Senior Center, and over 40 churches and 90 social or business clubs round out the community.

The Yucaipa Performing Arts Center (YPAC) and the adjacent urban Uptown Park is a 16,200 sq. ft. facility with a 10,500 sq. ft. multi-purpose theater which has retractable seating for up to 297. The versatile space allows for audiences of up to 500 standing as well as configurations for receptions and meetings. In addition, the facility opens to a stage with an adjoining 14,000 sq. ft. open air plaza in Uptown Park for large audiences. The YPAC serves as an anchor within the Historic Uptown district of Yucaipa providing a venue for concerts, dance, theatre, galas, and events.

Services provided to residents include police protection, fire suppression, paramedic services, the construction and maintenance of streets and infrastructure, planning and zoning, building and safety permitting and inspecting, engineering, recreational activities, enrichment programs and general administration. Other services are provided by San Bernardino County, Yucaipa-

Calimesa Joint Unified School District, Yucaipa Valley Water District, South Mesa Water Company and Western Heights Water Company. The City contracts for law enforcement services with the San Bernardino County Sheriff's Department and for fire suppression and paramedic services with the California Department of Forestry and Fire Prevention (CAL FIRE).

The City's annual operating and capital budgets are adopted by resolutions for the fiscal year that begin July 1st. The budget document is categorized into organizational units referred to as Funds, Departments and Divisions. Actual expenditures of each Fund cannot exceed amounts budgeted within the objects of salaries and benefits, operations and capital. The City Council reviews and approves all changes to the budgets.

ECONOMIC CONDITION AND OUTLOOK

Yucaipa is an established suburban bedroom community. Many residents commute for employment to other cities within the region. Accordingly, the General Fund's primary revenue stream continues to be property tax. The financial impact of Proposition 13 is a long-term smoothing of property tax revenue received. As such, the steady increase in property tax revenue is anticipated to continue regardless of the heating or cooling of the local real estate market. In the current fiscal year, property tax revenue totaled $14.7 million, a 6.5% increase. Economic development projects including the revitalization of Yucaipa's Historic Uptown and the Yucaipa Pointe project have led to a trend of increasing sales tax revenue to establish a significant secondary revenue stream to the General Fund. In the current fiscal year, sales tax revenue totaled $5.5 million, a 3.7% increase. Regionally, sales tax revenue is forecasted to flatten year-over-year. However, within the city limits, new retail and commercial businesses are expected to open and generate sales tax revenue to continue the trend of overall sales tax revenue increases.

Several projects in various stages hold economic potential for the community and the City has stayed ahead of the curve on providing the necessary infrastructure for development. As an example, the City constructed drainage infrastructure that removed over 400 properties from associated flood plains and assisted in the capture and recharge of rainwater, while enhancing travel routes by eliminating low water crossings. In addition, the following major projects are currently under design or in some stage of development or recently completed. Each project plays a vital role in the overall economic development strategy pursued by the City Council.

- College Village Specific Plan
- Widening Yucaipa Boulevard from 15th Street to Interstate 10, including utility undergrounding and sewer and water improvements (Phase III)
- Historic Uptown Revitalization
- Wildwood Canyon Interchange

- Live Oak Canyon Road Improvements
- Oak Glen Creek Specific Plan
- Interstate 10 Gateway Project – Yucaipa Pointe
- Dunlap Park
- Wilson Creek Basin III
- County Line Road Improvements
- Avenue E Road/Intersection Improvements
- Freeway Corridor Specific Plan

Long Term Financial Planning

From the time the City was incorporated, the City has had a longstanding philosophy of only paying cash for capital projects and infrastructure improvements. Several facilities without debt financing include: the Community Park and Community Center, City Hall, Fire Station #3, the Police Station, the Yucaipa Performing Arts Center, El Dorado Park, and the new City Yard. Infrastructure improvements that have been self-financed include: the Widening of Yucaipa Boulevard, the Live Oak / I-10 Interchange, and numerous drainage and park improvement projects.

The City has historically used its discretionary fund balance to leverage outside funding sources in the construction of necessary capital projects. The City has aggressively and successfully acquired numerous federal, state, and local grants to assist in the financing of projects.

Relevant Financial Policies

The City Council has funded two contingency accounts to serve as buffers against severe changes in the local economic environment. The General Fund Emergency Contingency of $5 million is established for use upon the declaration of a state or federal state of emergency or a local emergency as defined in the Yucaipa Municipal Code Section 8.36.030. The Economic Uncertainties Contingency totals $1 million. This account may be used if actual General Fund revenue is at least 30% less than budgeted. Neither balance was utilized during the fiscal year.

Acknowledgments

The Government Finance Officers Association (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to Cities that publish an easily readable and efficiently organized Annual Comprehensive Financial Report, the contents of which conform to the program standards. Such reports must also satisfy both U.S. GAAP and applicable legal requirements. We believe that our current Annual Comprehensive Financial Report conforms to the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to consider its eligibility for the certificate.

We would like to express our appreciation to the City Council for their ongoing oversight of the financial affairs of the City. We also thank City staff members with special appreciation to the Finance Department for their continued effort to provide timely and accurate financial data to City management and to Van Lant & Fankhanel LLP, the City's independent auditors, who assisted and contributed to the preparation of this report.

Respectfully submitted,

Chris Mann
City Manager

Phillip White, CPA
Director of Finance

City of Yucaipa
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City of Yucaipa
List of Principal Officials
June 30, 2023

City Council

Mayor	District 4	Justin Beaver
Mayor Pro Tem	District 3	Bobby Duncan
Council Member	District 1	Matt Garner
Council Member	District 2	Chris Venable
Council Member	District 5	Jon Thorp

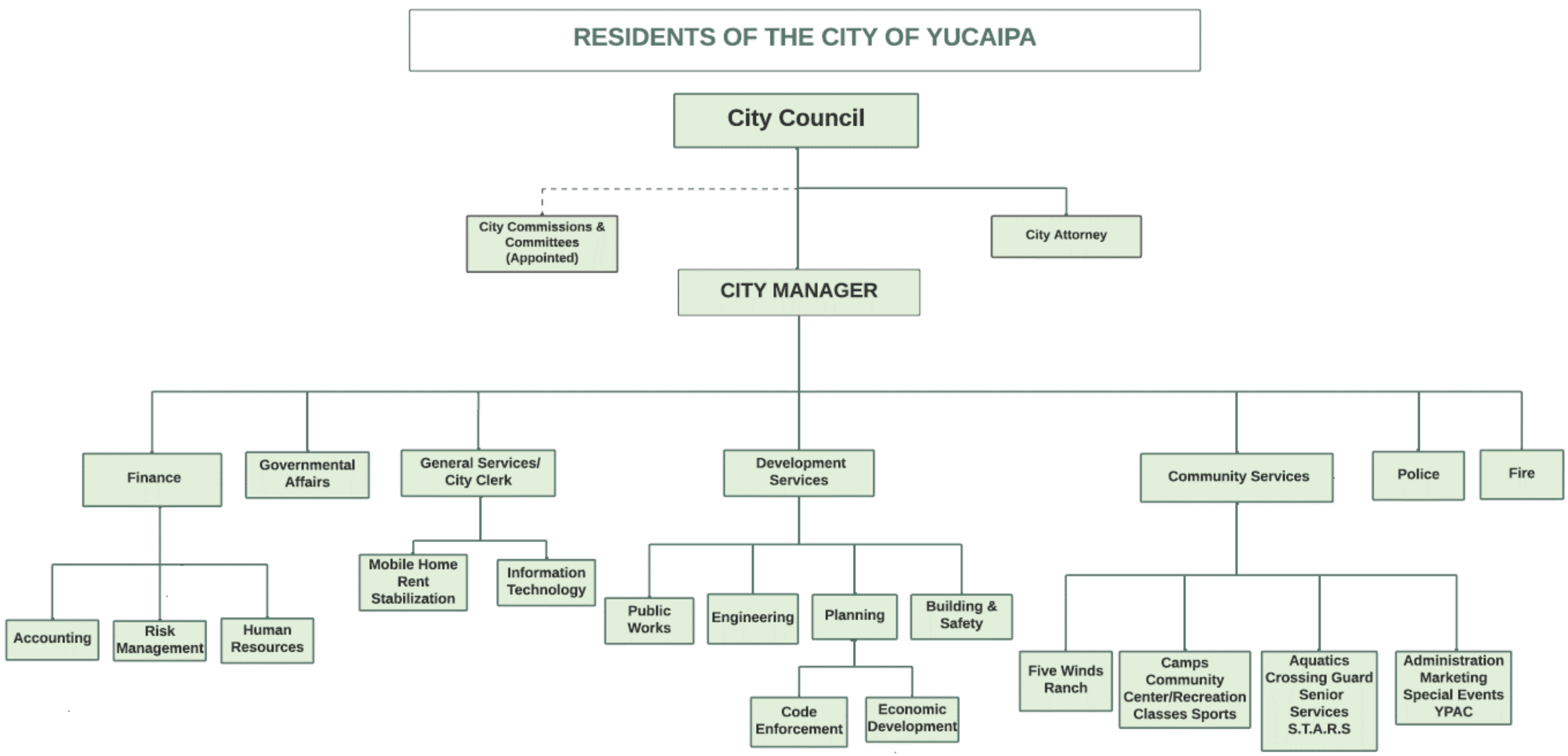
Administration

City Manager	Chris Mann
Assistant City Manager	Jennifer Crawford
City Attorney	Steven Graham

Department Heads

Captain of Police	Michael Walker
Director of Community Services	Megan Wolfe
Director of Development Services	Fermin Preciado
Director of Finance	Phillip White
Director of General Services/City Clerk	Ana Sauseda
Director of Governmental Affairs	Joe Pradetto
Fire Chief	Grant Malinowski

CITY OF YUCAIPA
Organizational Chart
by Departments and Divisions



FINANCIAL SECTION

Van Lant & Fankhanel, LLP
Certified Public Accountants

Independent Auditor's Report

The Honorable City Council
City of Yucaipa, California

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Yucaipa (City), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Yucaipa, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying combining statements and budgetary comparison schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statements, as listed in the table of contents, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated December 21, 2023, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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.

Van Lant & Fankhanel, LLP

December 21, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Yucaipa (City), we offer Management's Discussion and Analysis (MD&A) as a narrative overview of the City of Yucaipa's financial activities for the fiscal year ended June 30, 2023. To obtain a complete picture of the Yucaipa's financial condition, this MD&A should be read in conjunction with the Letter of Transmittal and the basic financial statements.

FINANCIAL HIGHLIGHTS

- Government-wide net position increased by approximately $2.1 million or 0.9% to $233.5 million as a result of operations.
- The total revenues from all sources were approximately $54.5 million. The total cost of all City programs was approximately $52.4 million. Depreciation expense of $6.0 million is included in this amount.
- The General Fund reported revenues and transfers in of $39.7 million and expenditures and transfers out of $40.0 million for a decrease in fund balance of a ($0.3) million.
- At the end of Fiscal Year (FY) 2022-2023, the Unassigned Fund Balance in the General Fund was approximately $15.0 million, or 45.3% of the General Fund's total expenditures. This represents an increase of $4.2 million in Unassigned Fund Balance.
- The June 30, 2023 Committed Fund Balance in the General Fund was approximately $14.7 million and includes the following:

1. Committed for Reserve for Emergency Operating Contingency	$ 5,000,000
2. Committed for Reserve for Economic Stabilization	1,000,000
3. Committed Fund Balance for Fire Protection Services	8,660,463
Total	$ 14,660,463

OVERVIEW OF THE FINANCIAL STATEMENTS

The MD&A is intended to serve as an introduction to the City of Yucaipa's basic financial statements. The City's basic financial statements are comprised of 1) Government-wide Financial Statements, 2) Fund Financial Statements and 3) Notes to the Financial Statements. This report also contains required supplementary information in addition to other supplementary information.

Government-wide Financial Statements. The government-wide financial statements are designed to provide readers an overview of the City's finances. The government-wide statements report assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting which is like private sector accounting. Revenue is recognized as it is earned, and expenses are reported as incurred regardless of the timing of cash flow. The government-wide financial statements include the Statement of Net Position and the Statement of Activities.

The **Statement of Net Position** presents the balance sheet with "net position" defined as the difference between assets plus deferred outflows of resources minus liabilities minus deferred inflows of resources. Evaluating increases or decreases in net assets over time may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The **Statement of Activities** presents activity information on the net cost of each governmental function (activity) during the fiscal year. This statement also identifies the amount of general revenues received during the year.

The government-wide financial statements are included on pages 11 and 12.

Fund Financial Statements. Specific revenues and spending for a particular purpose are monitored using accounting "Funds", or self-balancing sets of accounts. Yucaipa utilizes three categories of Funds: Governmental Funds, Proprietary Funds, and Fiduciary Funds.

Governmental Funds (General Fund, Special Revenue Funds and Capital Projects Funds) utilize the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Expenditures are recorded as incurred.

The modified accrual basis of accounting use for the Fund Financial Statements is narrower than that of the Government-wide Financial Statements. The various fund Balance Sheets and the Statement of Revenues, Expenditures, and Changes in Fund Balances, require a reconciliation to facilitate the comparison between fund statements and the government-wide statements. This reconciliation is required because the government-wide statements are prepared in the full accrual basis of accounting while the fund statements are prepared in the modified accrual basis of accounting. This reconciliation can be found on the pages immediately following the Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances for Governmental Funds.

Proprietary Funds include Enterprise and Internal Service Funds. The City currently has no Enterprise Funds. Internal Service Funds are used to accumulate and allocate costs internally to various functions. The City uses an Internal Service Fund to account for its self-insurance activities. The proprietary fund statements provide financial information for the Internal Service Fund using the accrual basis of accounting method.

Fiduciary Funds are used to account for resources held for the benefit of parties outside of the City. Fiduciary funds are not reflected in the government-wide and fund financial statements because the resources of those funds are not available to support the City's own programs. Fiduciary Funds are reported in the financial section, as appropriate.

Notes to the Financial Statements. The notes provide additional information that is essential to the reader for a full understanding of the data provided in the Government-wide and Fund Financial Statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Yucaipa, assets and deferred outflows exceeded liabilities and deferred inflows by $233.5 million as of June 30, 2023. This represents an increase from the previous year by the amount of $2.1 million. See Table 1, below, for a comparative analysis of net position between the fiscal years ended June 30, 2023 and June 30, 2022.

Table 1
Net Position
Governmental Activities

	Fiscal Year Ended June 30	
	2023	2022
Current and other Assets	$ 62,080,606	$ 59,600,336
Capital Assets, Net	191,562,417	189,293,688
Total Assets	253,643,023	248,894,024
Deferred Outflows of Resources	3,984,740	2,003,136
Current Liabilities	13,920,328	12,029,944
Long Term Liabilities	9,306,445	5,330,312
Total Liabilities	23,226,773	17,360,256
Deferred Inflows of Resources	922,188	2,145,301
Net Position:		
Net Investment in Capital Assets	191,562,417	189,293,688
Restricted	11,632,553	17,862,918
Unrestricted	30,283,832	24,234,997
Total Net Position	$ 233,478,802	$ 231,391,603

A large portion of the City's net position, $191.6 million, reflects its investment in capital assets (i.e., land, buildings, machinery, equipment and infrastructure). The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

$11.6 million, or 5.0% of total net position is considered "restricted" and represents resources that are subject to external spending restrictions. This component of net position includes accumulated resources from State and Federal grants. The remaining balance of net position of $30.3 million, is considered "unrestricted" and may be used to meet the government's ongoing obligations.

The following condensed summary of activities reflects that net position increased by approximately $2.1 million during the year. The summary reflects an increase in total revenues in the amount of approximately $4.4 million from the previous year. Charges for services had a significant increase and all general revenues except miscellaneous reported increases.

The summary also reflects an increase in total expenses of $7.2 million from the previous year. The increase is comprised of the incremental pension cost reported in the general government function ($2.6 million), the increased cost of public safety ($1.5 million), development services ($1.9 million), and community services ($1.1 million).

Table 2
Summary of Activities
Governmental Activities

	Fiscal Year Ended June 30	
	2023	2022
Revenues		
Program Revenues:		
Charges for Services	$ 16,329,217	$ 7,477,356
Operating Grants	4,710,866	5,938,900
Capital Grants	4,498,377	9,340,764
General Revenues:		
Property Taxes	14,702,749	13,802,354
Sales Taxes	5,488,377	5,299,433
Other Taxes and Fees	2,098,917	2,014,485
Motor Vehicle In-Lieu Fees	6,425,960	5,931,673
Investment Income/Misc	216,865	272,835
Total Revenues	54,471,328	50,077,800
Expenses		
Public Safety	19,525,389	18,010,685
Public Works	17,408,927	14,859,754
General Government	7,564,205	4,943,392
Community Services	4,629,458	3,520,861
Community Development	1,544,928	2,724,779
Building and Safety	1,711,222	1,163,594
Total Expenses	52,384,129	45,223,065
Increase in Net Position	2,087,199	4,854,735
Beginning Net Position	231,391,603	226,536,868
Ending Net Position	$ 233,478,802	$ 231,391,603

Table 3
Revenues by Source – Governmental Activities

	For the Fiscal Year Ended			
	June 30, 2023		June 30, 2022	
	Amount	% of Total	Amount	% of Total
Taxes				
Property	$ 14,702,749	27.0%	$ 13,802,354	27.6%
Sales and Use	5,488,377	10.1%	5,299,433	10.6%
Franchise Fees	1,830,862	3.4%	1,672,542	3.3%
Documentary Transfer	238,018	0.4%	318,285	0.6%
Other Taxes	30,037	0.1%	23,658	0.0%
Vehicle License Fees	6,425,960	11.8%	5,931,673	11.8%
Investment Income	11,955	0.0%	(187,606)	-0.4%
Miscellaneous	204,910	0.4%	460,441	0.9%
Charges for Services	16,329,217	30.0%	7,477,356	14.9%
Operating Grants and	4,710,866	8.6%	5,938,900	11.9%
Capital Grants and Contributions	4,498,377	8.3%	9,340,764	18.7%
Total	$ 54,471,328	100%	$ 50,077,800	100%

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Governmental Funds. The focus of the City's governmental funds is to provide information on the near-term inflows, outflows and balances of spendable resources. Such information may be useful in assessing the City's financing requirements. In particular, the unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of $44.2 million, an increase of $1.9 million in comparison with the prior year. The General Fund has a fund balance of $50.7 million, while all other governmental funds combined have a total fund deficit of $6.5 million. This is due primarily to long-term deficit spending in capital projects funds requiring interfund borrowings from the General Fund (see Note 15 Accumulated Fund Deficits for further discussion).

Below is an analysis of each of the City's major funds.

General Fund

For purposes of reporting and presentation in the ACFR, the General Fund is the chief operating fund of the City. As of June 30, 2023, the Unassigned Fund Balance of the General Fund is $15.0 million. Included in the $14.7 million Committed Fund Balance is a $5.0 million Emergency Contingency commitment, a $1.0 million Economic Stabilization commitment, and $8.7 million committed to Fire Protection. The General Fund also reports $21.0 million in Nonspendable Fund Balance bringing the total Fund Balance to $50.7 million as of June 30, 2023.

The General Fund Fund Balance decreased by $0.3 million during the fiscal year. The change in Fund Balance in the prior fiscal year was a decrease of $1.4 million.

The differences in General Fund revenues from the total budgeted estimates are as follows:

Description	2022/23 Budget	2022/23 Actual	Variance	Actual to Budget %
Property Tax	$ 13,392,875	$13,615,398	$ 222,523	101.7%
Sales Tax	5,164,000	5,488,377	324,377	106.3%
Charges for Services	6,179,724	6,342,265	162,541	102.6%
Other Taxes	1,760,570	1,991,636	231,066	113.1%
Other Governmental	6,505,988	6,595,170	89,182	101.4%
Licenses & Permits	1,044,764	2,117,419	1,072,655	202.7%
Investment Income	105,000	214,182	109,182	204.0%
Miscellaneous	2,360,320	162,455	(2,197,865)	6.9%
Transfers In	3,403,210	3,206,571	(196,639)	94.2%
	39,916,451	39,733,473	(182,978)	99.5%

During FY 2022-2023, the City experienced increases among most revenue categories including Property Tax, Sales and Use Tax, Charges for Services, and Licenses and Permits. Investment income increased compared to the prior year.

Miscellaneous Special Revenue Fund:

The Miscellaneous Special Revenue Fund primarily accounts for grant funding restricted for specific purposes. This Fund is used to report remaining American Rescue Plan Act (ARPA) balances. With the exception of ARPA, the Miscellaneous Special Revenue Fund operates primarily on a reimbursement basis meaning that revenues are collected after expenditures are incurred. In FY 2022-2023, Fund Balance decreased by $0.8 million.

Capital Projects Funds:

Development Impact Fees

The Development Impact Fees Capital Projects Fund is used to account for the City's Development Impact Fee Program. Revenues are comprised of impact fees charged for new development. Accumulated revenues are spent on constructing the infrastructure necessary to service the new development. In FY 2022-2023, Fund Balance decreased by $1.2 million.

Facilities Construction

The Facilities Construction Capital Projects Fund is used as the City's primary capital projects fund. In FY 2022-2023, Fund Balance increased by $1.7 million.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. As of June 30, 2023 the City's investment in capital assets is valued at $191.6 million. This investment includes land, infrastructure, buildings and improvements, equipment and construction-in-progress. The City does not report any capital related debt.

This component of net position increased approximately $2.3 million during the fiscal year which is net of deprecation expense of $6.0 million. Refer to Note 5 in the financial statements for detailed information.

Table 4
City of Yucaipa
Recorded Capital Assets at Year-End
(Net of Depreciation)

Land/Right of Way	$ 64,184,888
Infrastructure	93,705,787
Buildings and Improvements	4,096,283
Equipment / Vehicles	2,075,107
Construction-in-Progress	27,500,352
Total Capital Assets	$ 191,562,417

Long-term Debt. As of June 30, 2023, the City had no debt outstanding. Long liabilities are comprised of the Net Pension Liability, the Total Other Post-employment Benefits Liability, and compensated absences which are described in Note 6 to the financial statements.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the City's financial condition for all those with an interest in the City's finances. Questions concerning the information provided in this report or requests for additional information should be addressed to the Director of Finance, 34272 Yucaipa Blvd., Yucaipa, CA 92399.

BASIC FINANCIAL STATEMENTS

City of Yucaipa
Statement of Net Position
June 30, 2023

	Governmental Activities
ASSETS	
Cash and Investments	$ 52,256,964
Restricted Cash and Investments	2,396,340
Receivables:	
Accounts	2,215,915
Interest	272,993
Due From Other Governments	4,472,306
Notes and Loans	280,492
Leases	51,904
Prepaid Items	133,692
Capital Assets, Not Being Depreciated	91,685,240
Capital Assets, Being Depreciated, Net of Accumulated Depreciation	99,877,177
Total Assets	253,643,023
DEFERRED OUTFLOWS OF RESOURCES	
OPEB Related Items	421,810
Pension Related Items	3,562,930
Total Deferred Outflows of Resources	3,984,740
LIABILITIES	
Accounts Payable	4,962,394
Accrued Liabilities	439,817
Deposits Payable	1,460,660
Unearned Revenue	6,916,216
Noncurrent Liabilities:	
Compensated Absences, Due Within One Year	147,340
Claims Liability, Due Within One Year	141,241
Compensated Absences, Due in More Than One Year	442,021
Net Pension Liability	6,439,652
Total OPEB Liability	2,277,432
Total Liabilities	23,226,773
DEFERRED INFLOWS OF RESOURCES	
Lease Related Items	51,904
OPEB Related Items	560,614
Pension Related Items	309,670
Total Deferred Inflows of Resources	922,188
NET POSITION	
Net Investment in Capital Assets	191,562,417
Restricted for:	
Public Safety	1,793,531
Public Works/Transportation	4,712,120
Community Development	1,101,382
Community Services/Public Education	4,025,520
Unrestricted	30,283,832
Total Net Position	$ 233,478,802

The accompanying notes are an integral part of this statement.

City of Yucaipa
Statement of Activities
For the Year Ended June 30, 2023

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Change in Net Position: Governmental Activities
Governmental Activities:					
General Government	$ 7,564,205	$ 4,263,876	$ 732,931	$ -	$ (2,567,398)
Community Development	1,544,928	519,258	830,149	-	(195,521)
Building and Safety	1,711,222	2,453,561	-	-	742,339
Public Works	17,408,927	7,356,290	2,297,243	4,498,377	(3,257,017)
Public Safety	19,525,389	79,886	850,543	-	(18,594,960)
Community Services	4,629,458	1,656,346	-	-	(2,973,112)
Total Governmental Activities	$ 52,384,129	$ 16,329,217	$ 4,710,866	$ 4,498,377	(26,845,669)

General Revenues:	
Taxes:	
Property	14,702,749
Sales and Use	5,488,377
Franchise	1,830,862
Documentary Transfer	238,018
Other	30,037
Vehicle License Fees, Unrestricted	6,425,960
Investment Income	11,955
Miscellaneous	204,910
Total General Revenues	28,932,868
Change in Net Position	2,087,199
Net Position - Beginning of Year, Restated	231,391,603
Net Position - End of Year	$ 233,478,802

The accompanying notes are an integral part of this statement.

City of Yucaipa
Balance Sheet
Governmental Funds
June 30, 2023

	General	Special Revenue	Capital Projects	
		Miscellaneous	Development Impact Fees	Facilities Construction
ASSETS				
Cash and Investments	$ 24,515,693	$ 2,121,209	$ -	$ 12,801,618
Restricted Cash and Investments	1,414,055	-	982,285	-
Receivables:				
Accounts	1,802,665	12,789	-	-
Interest	233,341	194	17,534	6,653
Notes and Loans	26,986	-	-	-
Leases	51,904	-	-	-
Due From Other Governments	1,535,520	1,020,813	349,650	-
Due From Other Funds	5,019,309	-	-	761,000
Advances to Other Funds	20,926,216	184,191	-	-
Prepaid Items	103,437	-	26,875	-
Total Assets	$ 55,629,126	$ 3,339,196	$ 1,376,344	$ 13,569,271
LIABILITIES				
Accounts Payable	$ 2,264,214	$ 43,660	$ 2,229,104	$ 138,959
Accrued Liabilities	408,388	-	-	-
Deposits Payable	1,414,055	45,569	336	-
Due to Other Funds	-	6,623	4,298,375	-
Unearned Revenue	15,000	2,401,216	-	4,500,000
Advances From Other Funds	-	-	18,839,574	-
Total Liabilities	4,101,657	2,497,068	25,367,389	4,638,959
DEFERRED INFLOWS OF RESOURCES				
Lease Related	51,904	-	-	-
Unavailable Revenues	793,098	1,002,115	-	-
Total Deferred Inflows of Resources	845,002	1,002,115	-	-
FUND BALANCES				
Nonspendable	21,029,653	-	-	-
Restricted	-	-	-	-
Committed	14,660,463	-	-	-
Assigned	-	-	-	8,930,312
Unassigned	14,992,351	(159,987)	(23,991,045)	-
Total Fund Balances	50,682,467	(159,987)	(23,991,045)	8,930,312
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 55,629,126	$ 3,339,196	$ 1,376,344	$ 13,569,271

The accompanying notes are an integral part of this statement.

Non-Major Funds	Total Governmental Funds
$ 11,907,641	$ 51,346,161
-	2,396,340
396,732	2,212,186
13,652	271,374
253,506	280,492
-	51,904
1,566,323	4,472,306
-	5,780,309
-	21,110,407
3,380	133,692
$ 14,141,234	$ 88,055,171
$ 284,350	$ 4,960,287
31,429	439,817
700	1,460,660
1,475,311	5,780,309
-	6,916,216
2,270,833	21,110,407
4,062,623	40,667,696
-	51,904
1,313,764	3,108,977
1,313,764	3,160,881
3,380	21,033,033
11,128,786	11,128,786
-	14,660,463
-	8,930,312
(2,367,319)	(11,526,000)
8,764,847	44,226,594
$ 14,141,234	$ 88,055,171

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City of Yucaipa
Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position
June 30, 2023

Fund balances of governmental funds	$ 44,226,594
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not considered current financial resources and therefore are different than the governmental funds balance sheet:	
Capital Assets Not Being Depreciated	91,685,240
Capital Assets Being Depreciated	275,653,327
Accumulated Depreciation	(175,776,150)
Long-term debt obligations are not due and payable in the current period and, therefore, are not reported in the funds:	
Compensated Absences	(589,361)
Net Pension Liability	(6,439,652)
Total OPEB Liability	(2,277,432)
Amounts for deferred inflows and deferred outflows related to the City's Pension and OPEB Liablities are not reported in the funds:	
Deferred Outflows Related to Pensions	3,562,930
Deferred Inflows Related to Pensions	(309,670)
Deferred Outflows Related to OPEB	421,810
Deferred Inflows Related to OPEB	(560,614)
The internal service fund is used by management to charge costs of actitivies involved in rendering services to departments within the City. The assets and liabilities of the internal service fund are included in the statement of net position. but are excluded from the governmental funds balance sheet.	772,803
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	3,108,977
Net position of governmental activities	$ 233,478,802

The accompanying notes are an integral part of this statement.

City of Yucaipa
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2023

		Special Revenue	Capital Projects	
	General	Miscellaneous	Development Impact Fees	Facilities Construction
REVENUES				
Taxes:				
Property	$ 13,615,398	$ -	$ -	$ -
Sales and Use	5,488,377	-	-	-
Franchise	1,723,581	-	-	-
Documentary Transfer	238,018	-	-	-
Other	30,037	-	-	-
Licenses and Permits	2,117,419	-	-	-
Fines and Forfeitures	34,445	16,208	-	-
Charges for Services	6,342,265	70,625	3,404,103	20,000
Intergovernmental	6,595,170	2,592,240	1,503,423	-
Investment Income	214,182	(37,256)	18,654	82,348
Other	128,010	28,611	2,918,762	-
Total Revenues	36,526,902	2,670,428	7,844,942	102,348
EXPENDITURES				
Current:				
General Government	5,727,811	98,686	-	46,493
Community Development	871,119	-	-	-
Building and Safety	1,704,699	6,523	-	-
Public Works	3,379,344	724,066	140,320	1,105,480
Public Safety	17,014,377	32,875	7,056	-
Community Services	4,340,141	-	-	-
Capital Outlay	56,512	34,272	12,849,651	374,771
Total Expenditures	33,094,003	896,422	12,997,027	1,526,744
Excess (Deficiency) of Revenues over Expenditures	3,432,899	1,774,006	(5,152,085)	(1,424,396)
OTHER FINANCING SOURCES (USES)				
Transfers In	3,206,571	31,967	4,375,008	3,103,288
Transfers Out	(6,906,422)	(2,624,376)	(470,323)	(22,170)
Total Other Financing Sources (Uses)	(3,699,851)	(2,592,409)	3,904,685	3,081,118
Net Change in Fund Balances	(266,952)	(818,403)	(1,247,400)	1,656,722
Fund Balances, Beginning of Year	50,949,419	658,416	(22,743,645)	7,273,590
Fund Balances, End of Year	$ 50,682,467	$ (159,987)	$ (23,991,045)	$ 8,930,312

Non-Major Funds	Total Governmental Funds
$ 1,087,351	$ 14,702,749
-	5,488,377
107,280	1,830,861
-	238,018
-	30,037
-	2,117,419
-	50,653
1,124,122	10,961,115
6,426,048	17,116,881
63,585	341,513
-	3,075,383
8,808,386	55,953,006
118,512	5,991,502
-	871,119
-	1,711,222
1,515,881	6,865,091
1,648,062	18,702,370
69,227	4,409,368
1,509,569	14,824,775
4,861,251	53,375,447
3,947,135	2,577,559
4,178,998	14,895,832
(5,502,386)	(15,525,677)
(1,323,388)	(629,845)
2,623,747	1,947,714
6,141,100	42,278,880
$ 8,764,847	$ 44,226,594

The accompanying notes are an integral part of this statement.

City of Yucaipa
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2023

Net change in fund balances - total governmental funds	$ 1,947,714
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of these assets is allocated over their estimated useful lives as depreciation expense:	
Additions	8,465,824
Depreciation	(5,967,643)
Disposals	(229,452)
The internal service fund is reported as a proprietary fund separate from the governmental funds. The revenues and expenses of the internal service fund are included in the statement of activities.	152,146
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This is the net change in unavailable revenue for the current period.	(1,481,678)
Amounts for deferred inflows and deferred outflows related to the City's Pension and OPEB Liabilities are not reported in the funds. This is the net change in deferred inflows and outflows related to these liabilities:	
Deferred Outflows Related to Pensions	2,067,016
Deferred Inflows Related to Pensions	1,697,909
Deferred Outflows Related to Total OPEB Liability	(85,412)
Deferred Inflows Related to Total OPEB Liability	(503,092)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	
Compensated Absences	(63,695)
Net Pension Liability	(4,311,329)
Total OPEB Liability	398,891
Change in net position of governmental activities	$ 2,087,199

The accompanying notes are an integral part of this statement.

City of Yucaipa
Statement of Net Position
Proprietary Fund
June 30, 2023

	Governmental Activities - Internal Service Fund
ASSETS	
Current:	
Cash and Investments	$ 910,803
Accounts Receivable	3,729
Interest Receivable	1,619
Total Current Assets	916,151
LIABILITIES	
Current:	
Accounts Payable	2,107
Noncurrent:	
Claims Payable	141,241
Total Liabilities	143,348
NET POSITION	
Unrestricted	$ 772,803

The accompanying notes are an integral part of this statement.

City of Yucaipa
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Fund
For the Year Ended June 30, 2023

	Governmental Activities - Internal Service Fund
OPERATING REVENUES	
Other Income	$ 3,729
OPERATING EXPENSES	
Professional Services	905
Property and Liability Premiums	491,702
Total Operating Expenses	492,607
Operating Income (Loss)	(488,878)
NON-OPERATING REVENUES (EXPENSES)	
Investment Income	11,179
Income (Loss) before contributions and transfers	(477,699)
Transfers In	629,845
Change in Net Position	152,146
Total Net Position, Beginning of Year	620,657
Total Net Position, End of Year	$ 772,803

The accompanying notes are an integral part of this statement.

City of Yucaipa
Statement of Cash Flows
Proprietary Fund
For the Year Ended June 30, 2023

	Governmental Activities - Internal Service Fund
Cash Flows from Operating Activities	
Cash Paid for Premiums	$ (504,251)
Cash Paid for Claims	(123,581)
Net Cash Provided (Used) by Operating Activities	(627,832)
Cash Flows from Non-Capital Financing Activities	
Transfers from Other Funds	629,845
Cash Flows from Investing Activities	
Interest Received	9,560
Net Increase (Decrease) in Cash and Cash Equivalents	11,573
Cash and Cash Equivalents, Beginning of Year	899,230
Cash and Cash Equivalents, End of Year	$ 910,803
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Operating income (loss)	$ (488,878)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
(Increase) Decrease in Accounts Receivable	(3,729)
Increase (Decrease) in Accounts Payable	(11,644)
Increase (Decrease) in Claim Liabilities	(123,581)
Net Cash Provided (Used) By Operating Activities	$ (627,832)

The accompanying notes are an integral part of this statement.

City of Yucaipa
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2023

	Successor Agency Private-Purpose Trust Fund	Custodial Funds
ASSETS		
Cash and Investments	$ 702,997	$ 2,714,555
Cash and Investments with Fiscal Agent	575,164	2,442,327
Accounts Receivable	-	14,616
Interest Receivable	31	-
Prepaid Items	398	51
Total Assets	1,278,590	5,171,549
LIABILITIES		
Accounts Payable	495	2,244
Accrued Liabilities	3,845	-
Interest Payable	110,641	-
Bonds Payable	6,349,866	-
Total Liabilities	6,464,847	2,244
NET POSITION		
Restricted for Successor Agency Activities	(5,186,257)	-
Restricted for Individuals and Organizations	-	5,169,305
	$ (5,186,257)	$ 5,169,305

The accompanying notes are an integral part of this statement.

City of Yucaipa
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2023

	Successor Agency Private-Purpose Trust Fund	Custodial Funds
ADDITIONS		
Taxes and Assessments Collected for Others	$ 711,208	$ 2,285,788
Investment Income	10,057	43,504
Total Additions	721,265	2,329,292
DEDUCTIONS		
Administration Costs	185,402	94,497
Interest Expense	333,265	-
Payments to Bondholders	-	2,183,316
Total Deductions	518,667	2,277,813
Change in Net Position	202,598	51,479
Net Position - Beginning	(5,388,855)	5,117,826
Net Position - Ending	$ (5,186,257)	$ 5,169,305

The accompanying notes are an integral part of this statement.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A) Reporting Entity

The City of Yucaipa was incorporated on November 27, 1989 under the general laws of the State of California. The City operates under the Council-Manager form of government.

As required by generally accepted accounting principles, these financial statements present the City of Yucaipa and its component units, entities for which the City is considered to be financially accountable. The City is considered to be financially accountable for an organization if the City appoints a voting majority of that organization's governing body and the City is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the City. The City is also considered to be financially accountable for an organization if that organization is fiscally dependent (i.e., it is unable to adopt its budget, levy taxes, set rates or charges, or issue bonded debt without approval from the City). In certain cases, other organizations are included as component units if the nature and significance of their relationship with the City are such that their exclusion would cause the City's financial statements to be misleading or incomplete.

Currently, the City of Yucaipa does not have any component units to report.

B) Basis of Accounting and Measurement Focus

The basic financial statements of the City are composed of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements

Government-Wide Financial Statements

Government-wide financial statements display information about the reporting government as a whole, except for its fiduciary activities. Eliminations have been made in the Statement of Activities so that certain allocated expenses are recorded only once (by the function to which they were allocated). However, general government expenses have not been allocated as indirect expenses to the various functions of the City.

Government-wide financial statements are presented using the economic resources measurement focus and accrual basis of accounting. Under the economic resources measurement focus, all (both current and long-term) economic resources and obligations of the reporting government are reported in the government-wide financial statements. Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported in the financial statements. Under the accrual basis of accounting, revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, as amended.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Program revenues include charges for services and payments made by parties outside the reporting government's citizenry if that money is restricted to a particular program. Program revenues are netted with program expenses in the statement of activities to present the net cost of each program.

Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as an expense. Proceeds of long-term debt are recorded as a liability in the government-wide financial statements, rather than as an other financing source. Amounts paid to reduce long-term indebtedness of the reporting government are reported as a reduction of the related liability, rather than as an expense.

Fund Financial Statements

The underlying accounting system of the City is organized and operated on the basis of separate funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Fund financial statements for the primary government's governmental funds are presented after the government-wide financial statements. These statements display information about the major funds individually and nonmajor funds in the aggregate for all funds.

Governmental Funds

In the fund financial statements, governmental funds are presented using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. *Measurable* means that the amounts can be estimated, or otherwise determined. *Available* means that the amounts were collected during the reporting period or soon enough thereafter to be available to finance the expenditures accrued for the reporting period.

The City uses an availability period of 60 days, except for grants which are considered available if they are collected within 120 days after year-end. Sales taxes, property taxes, franchise taxes, gas taxes, motor vehicle in lieu, transient occupancy taxes, grants and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues in the current fiscal period to the extent normally collected within the availability period. Other revenue items are considered to be measurable and available when cash is received by the government.

Revenue recognition is subject to the *measurable* and *availability* criteria for the governmental funds in the fund financial statements. Exchange transactions are recognized as revenues in the period in which they are earned (i.e., the related goods or services are provided). *Locally imposed derived tax revenues* are recognized as revenues in the period in which the underlying exchange transaction upon which they are based takes place. *Imposed nonexchange transactions* are recognized as revenues in the period for which they were imposed. If the period of use is not specified, they are recognized as revenues when an enforceable legal claim to the revenues arises or when they are received, whichever occurs first. *Government-mandated and voluntary nonexchange transactions* are recognized as revenues when all applicable eligibility requirements have been met.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

In the fund financial statements, governmental funds are presented using the *current financial resources measurement focus*. This means that only current assets and current liabilities are generally included on their balance sheets. The reported fund balance (net current assets) is considered to be a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Non-current portions of long-term receivables due to governmental funds are reported on their balance sheets in spite of their spending measurement focus. Special reporting treatments are used to indicate, however, that they should not be considered "available spendable resources," since they do not represent the net current assets.

Recognition of governmental fund type revenues represented by non-current receivables are deferred until they become current receivables. Non-current portions of long-term receivables are offset by nonspendable fund balance.

Due to the nature of their spending measurement focus, expenditure recognition for governmental fund types excludes amounts represented by noncurrent liabilities. Since they do not affect current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

Amounts expended to acquire capital assets are recorded as expenditures in the year that resources were expended, rather than as fund assets. The proceeds of long-term debt are recorded as *other financing sources* rather than as a fund liability. Amounts paid to reduce long-term indebtedness are reported as fund expenditures.

When both restricted and unrestricted resources are combined in a fund, expenses are considered to be paid first from restricted resources, and then from unrestricted resources.

Proprietary Fund and Fiduciary Funds

The City's internal service fund is a proprietary fund. In the fund financial statements, the proprietary fund and fiduciary funds are presented using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when the related goods or services are delivered. In the fund financial statements, the proprietary fund and the fiduciary funds are presented using the *economic resources measurement focus*. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net position.

The proprietary fund distinguishes operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's internal service fund are charges to internal customers for risk management functions. Operating expenses for the internal service fund include the cost of services and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

C) Fund Classifications

The City reports the following major governmental funds:

The *General Fund* is the City's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

The *Miscellaneous Special Revenue Fund* accounts for various grant revenues received for restricted purposes.

The *Development Impact Fees Capital Projects Fund* accounts for and reports financial resources collected from development impact fees on new development and restricted for construction of public facilities, park facilities, drainage facilities, traffic facilities, and fire facilities.

The *Facilities Construction Capital Projects Fund* accounts for and reports financial resources assigned to the construction of various government facilities.

Additionally, the City reports the following fund types:

The *Self Insurance Internal Service Fund* accounts for self-funded insurance. Departments of the City are charged for services provided or benefits received from this fund.

The *Private-purpose Trust Fund* accounts for the balances and transactions of the Successor Agency to the Yucaipa Redevelopment Agency.

The *Custodial Funds* accounts for monies held for assessment districts, and other deposits.

D) Cash and Investments

Cash includes amounts in demand and time deposits. Investments are reported in the accompanying financial statements at fair value, except for certain certificates of deposit and investment contracts that are reported at cost because they are not transferable and they have terms that are not affected by changes in market interest rates. Changes in fair value that occur during a fiscal year are recognized as *investment income* reported for that fiscal year. *Investment income* includes interest earnings, changes in fair value, and any gains or losses realized upon the liquidation, maturity, or sale of investments.

The City pools cash and investments of all funds, except for assets held by fiscal agents. Each fund's share in this pool is displayed in the accompanying financial statements as *cash and investments*. Investment income earned by the pooled investments is allocated to the various funds based on each fund's average cash and investment balance.

E) Cash Equivalents

For purposes of the statement of cash flows, cash equivalents are defined as short-term highly liquid investments that are both readily convertible to known amounts of cash or so near their maturity that they present insignificant risk of changes in value because of changes in interest rates, and have an original maturity date of 3 months or less.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

F) Due from Other Governments

The amounts recorded as due from other governments, include sales taxes, property taxes, and grant revenues, collected or provided by Federal, State, County and City governments and remain unremitted to the City as of June 30, 2023.

G) Interfund Advances

Advances receivable, as reported in the fund financial statements, are offset by nonspendable fund balance in the General Fund to indicate that they are not available for appropriation and are not expendable available financial resources.

H) Property Tax Calendar

Property taxes attach as an enforceable lien on property as of January 1, each year. Taxes are levied on July 1, and are payable in two installments no later than December 10, and April 10, of each year. The County of San Bernardino bills and collects the property taxes and remits them to the City in installments during the year. Under the provisions of NCGA Interpretation 3, property tax revenue is recognized in the fiscal year for which the taxes have been levied, provided it is collected within 60 days of the end of the fiscal year.

The County is permitted by State law (Proposition 13) to levy taxes at 1% of full market value (at time of purchase) and can increase the property tax rate no more than 2% per year. The City receives a share of this basic levy proportionate to what was received in the 1976 to 1978 period and transferred to the City upon incorporation.

I) Claims and Judgments

The City maintains funds in the Self Insurance Internal Service Fund as a reserve for litigation, judgments and claims equal to a minimum of three times the City's self-insured retention. This reserve represents an estimate for claims, including "incurred but not reported" (IBNR).

J) Employee Leave Benefits

In accordance with GASB Statement No 16, a liability is recorded for unused balances only to the extent that it is probable that the unused balances will result in termination payments. This is estimated by including in the liability the unused balances of employees currently entitled to receive termination payment, as well as those who are expected to become eligible to receive termination benefits as a result of continuing their employment with the City. Other amounts of unused sick leave are excluded from the liability since their payment is contingent solely upon the occurrence of a future event (illness) which is outside the control of the City and the employee.

K) Capital Assets

Capital assets are recorded at cost where historical records are available and at an estimated historical cost where no historical records exist. Contributed capital assets received prior to the implementation of GASB 72 are valued at their estimated fair market value at the date of the contribution. Contributed capital assets received subsequent to the implementation of GASB 72 are recorded at acquisition value as of the date received. Generally, capital asset purchases in excess of $10,000 and infrastructure greater than $100,000 are capitalized.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Capital assets include public domain (infrastructure) assets consisting of certain improvements including roads, streets, sidewalks, medians and storm drains. Depreciation has been provided using the straight-line method over the estimated useful life of the asset in the government-wide financial statements.

The following schedule summarizes capital asset useful lives:

Building and Improvements	10 - 30 years
Equipment	7 - 10 years
Vehicles	7 - 10 years
Infrastructure	10 - 30 years

L) Notes and Loans Receivable

The accompanying financial statements report certain loans receivable for loans made to private developers, private homeowners, and other parties. Where applicable, an allowance for doubtful accounts has been recorded to reflect management's best estimate of probable losses associated with non-repayment.

M) Unearned Revenue

The City reports unearned revenue for grants received prior to the period when eligible expenditures are incurred. The $6,916,216 in unearned revenue reported as of June 30, 2023 represents grant funds received but not yet expended on eligible costs.

N) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

O) Net Position

In the government-wide financial statements, net position is classified in the following categories:

Net investment in capital assets describes the portion of net position which is represented by the current net book value of the City's capital assets, less the outstanding balance of any debt issued to finance these assets.

Restricted describes the portion of net position which is restricted as to use by the terms and conditions of agreements with outside parties, governmental regulation, laws, or other restrictions which the City cannot unilaterally alter.

Unrestricted describes the portion of net position which is not restricted to use.

P) Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents consumption of net position that applies to future period(s) and so will not be recognized as an outflow of resources (expense) until then. The City reports deferred outflows of resources relating to the Net Pension Liability and the Total OPEB Liability.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources,* represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has certain items, which arise only under the modified accrual basis of accounting, which qualifies for reporting in this category. Accordingly, the item, *unavailable revenue,* is reported in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes, special assessments, grant receivables, and other miscellaneous receivables. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In addition, the City reports deferred inflows relating to leases, the Net Pension Liability and the Total OPEB Liability.

Q) Net Position Flow Assumption

Sometimes the City will fund outlays for a particular purpose from both restricted (e.g. restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the statement of net position, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted net position to have been depleted before unrestricted net position.

R) Pensions

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 City of Yucaipa's California Public Employees' Retirement System (CalPERS) plan (Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by CalPERS. 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.

S) Other Postemployment Benefits (OPEB)

For purposes of measuring the Total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City's plan (OPEB Plan) and additions to/deductions from the OPEB Plan's fiduciary net position have been determined on the same basis. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used:

Valuation Date	June 30, 2021
Measurement Date	June 30, 2022
Measurement Period	July 1, 2021 to June 30, 2022

T) Leases

Lessor: The City is a lessor for noncancellable leases of land owned by the City. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements. At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially the same amount as the beginning lease receivable. The deferred inflow of resources is reduced as revenue on a straight-line basis over the life of the lease term.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Key estimates and judgments include how the City determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The City monitors changes in circumstances that would require a remeasurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

The City has entered into a lease with American Tower to allow the utilization of a cellular tower on City property. The lease term is 5 years and the agreement includes additional 5-year options. Lease payments increase by 4% each year in June under the terms of the lease. Payments received during the year were $2,694 from July through May and $2,752 in June. The current 5-year term will expire in December 2024.

At June 30, 2023 the balances of the lease receivable and deferred inflow of resources were $51,904 and $51,904, respectively.

2) CASH AND INVESTMENTS

Cash and investments are classified in the accompanying financial statements as follows:

Statement of Net Position:		
Cash and Investments	$	52,256,964
Restricted Cash and Investments		2,396,340
Statement of Fiduciary Net Postion:		
Cash and Investments		3,417,552
Cash and Investments with Fiscal Agent		3,017,491
Total Cash and Investments	$	61,088,347

Cash and Investments consist of the following:

Cash on Hand	$	2,950
Deposits with Financial Institutions		758,380
Investments		60,327,017
Total Cash and Investments	$	61,088,347

Investments Authorized by the City's Investment Policy

The table below identifies the investment types that are authorized for the 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, if more restrictive) that address interest rate risk, credit risk, and concentration of credit risk.

2) CASH AND INVESTMENTS - Continued

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.

Authorized Investment Type	Authorized by Investment Policy	Maximum Maturity*	Maximum Percentage of Portfolio*	Maximum Investment In One Issuer*
Local Agency Bonds	No	5 years	None	None
U.S. Treasury Obligations	Yes	5 years	None	None
U.S. Agency Securities	Yes	5 years	None	None
Banker's Acceptances	Yes	180 days	40%	30%
Commercial Paper	Yes	270 days	15%	10%
Negotiable Certificates of Deposit	Yes	2 years	30%	None
Repurchase Agreements	Yes	1 year	None	None
Reverse Repurchase Agreements	No	92 days	20% of base value	None
Medium Term Notes	No	5 years	30%	None
Mutual Funds	No	N/A	20%	10%
Money Market Mutual Funds	Yes	N/A	20%	10%
Mortgage Pass-through Securities	No	5 years	20%	None
County Pooled Investment Funds	No	N/A	None	None
Local Agency Investment Fund (LAIF)	Yes	N/A	None	None
Supranationals	Yes	5 years	30%	None
JPA Pools (other investment pools)	No	N/A	None	None

*Based on state law requirements or investment policy requirements, whichever is more restrictive.

Investments Authorized by Debt Agreements

Investments of debt proceeds held by bond trustee are governed by provisions of the debt agreements, rather than the general provision 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.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment In One Issuer
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
Banker's Acceptances	180 days	40%	30%
Commercial Paper	270 days	25%	10%
Negotiable Certificates of Deposit	5 years	30%	None
Medium Term Notes	5 years	30%	5%
Money Market Mutual Funds	N/A	20%	10%
Repurchase Agreements	270 days	30%	None
Investment Contracts	30 years	None	None
Local Agency Investment Fund (LAIF)	N/A	$50 million	None

2) CASH AND INVESTMENTS - Continued

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 rate. 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 investment by maturity:

		Remaining Maturity (in Months)		
Investment Type	Total	12 Months or Less	1 to 2 Years	2 to 5 Years
U.S. Treasury Obligations	$ 28,752,434	$ 13,195,167	$ 9,736,499	$ 5,820,768
U.S. Agency Securities	2,227,845	982,500	1,245,345	-
Supranational Agency Securities	230,827	-	230,827	-
Municipal Bonds	180,187	-	-	180,187
Medium Term Notes	3,452,028	442,547	736,329	2,273,152
Certificates of Deposit	948,369	948,369	-	-
LAIF	20,007,913	20,007,913	-	-
Money Market Mutual Funds	1,509,922	1,509,922	-	-
Held by Bond Trustee:				
LAIF	45,657	45,657	-	-
Money Market Mutual Funds	2,971,835	2,971,835	-	-
Total Pooled Investments	$ 60,327,017	$ 40,103,910	$ 11,949,000	$ 8,274,107

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 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 year-end for each investment type. The investments must meet the minimum investment rating when purchased.

Investment Type	Total	Minimum Legal Rating	AAA	A/AA	BBB	Rating not Required
U.S. Treasury Obligations	$ 28,752,434	N/A	$ -	$ 28,752,434	$ -	$ -
U.S. Agency Securities	2,227,845	N/A	-	2,227,845	-	-
Supranational Agency Securities	230,827	A-	230,827	-	-	-
Municipal Bonds	180,187	A-	-	180,187	-	-
Medium Term Notes	3,452,028	A-	939,670	2,205,515	306,843	-
Asset Backed Securities	948,369	N/A	948,369	-	-	-
LAIF	20,007,913	N/A	-	-	-	20,007,913
Money Market Mutual Funds	1,509,922	N/A	1,509,922	-	-	-
Held by Bond Trustee:						
LAIF	45,657	N/A	-	-	-	45,657
Money Market Mutual Funds	2,971,835	AAA	2,971,835	-	-	-
Total Pooled Investments	$ 60,327,017		$ 6,600,623	$ 33,365,981	$ 306,843	$ 20,053,570

2) CASH AND INVESTMENTS – Continued

Concentration of Credit Risk

The investment policy of the City contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. As of June 30, 2023, there were no investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total City investments.

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 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, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local government 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 market 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, 2023, no deposits with financial institutions in excess of federal depository insurance limits were held in uncollateralized accounts.

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 investments. With respect to investments, custodial credit risk generally applies only to direct investments in marketable securities.

Custodial credit risk does not apply to a local government's indirect investment in securities through the use of mutual funds or government investment pools (such as LAIF). As of June 30, 2023, none of the City's investments were held by the broker-dealer (counterparty) that was used by the City to purchase the securities. For investments identified herein as held by bond trustee, the bond trustee selects the investments under terms of the applicable trust agreement, acquires the investment, and holds the investment on behalf of the reporting government.

Fair Value

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Level 2 inputs are valued using a matrix pricing model. The City has the following recurring fair value measurements as of June 30, 2023:

2) CASH AND INVESTMENTS - Continued

		Fair Value Hierarchy		
Investment Type	Total	Level 1	Level 2	Level 3
U.S. Treasury Obligations	$ 28,752,434	$ 28,752,434	$ -	$ -
U.S. Agency Securities	2,227,845	-	2,227,845	-
Supranational Agency Securities	230,827	-	230,827	-
Municipal Bonds	180,187	-	180,187	-
Medium Term Notes	3,452,028	-	3,452,028	-
Total Pooled Investments	$ 34,843,321	$ 28,752,434	$ 6,090,887	$ -

Investment in State Investment Pool

The City is a voluntary participant in the 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 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.

3) INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivables and payables at June 30, 2023 are as follows:

Due From (Receivable)	Due To (Payable)	Amount
General Fund	Miscellaneous Special Revenue	$ 6,623
	Development Impact Fees	3,537,375
	Non-major Governmental Funds	1,475,311
Facilities Construction	Development Impact Fees	761,000
Total		$ 5,780,309

The interfund balance due to the General Fund was the result of short-term borrowings to cover deficit cash balances at June 30, 2023. The $761,000 due from non-major governmental funds is a result of short-term borrowings for capital projects. Interfund advances at June 30, 2023 are as follows:

Advances to Other Funds (Receivable)	Advances From Other Funds (Payable)	Amount
General Fund	Development Impact Fees	$ 18,655,383
Miscellaneous Special Revenue	Development Impact Fees	184,191
General Fund	Non-major Governmental Funds	2,270,833
Total Advances To/From Other Funds		$ 21,110,407

The advances due to the City's General Fund resulted from financing the construction improvements to the Live Oak/Oak Glen Road Interchange, construction of the City Hall, Aquatic Center, construction of the Community Park, construction of Fire Station No. 3, and the Yucaipa Performing Arts Center, respectively.

3) INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS - Continued

The City has adopted a Resolution establishing an interfund loan agreement, where the Developer Fees Funds are required to pay off the advances at 50% of the impact fees received, except for the Developer Fees Public Facilities Fund, which is required to make payments at 100% of the impact fees received. The Miscellaneous Special Revenue Fund has provided advances to nonmajor governmental funds for certain street projects. These balances are expected to be repaid with future revenues.

Interfund transfers at June 30, 2023 are as follows:

	TRANSFERS IN						
TRANSFERS OUT	General Fund	Miscellaneous Special Revenue	Development Impact Fees	Facilities Construction	Internal Service Fund	Non-Major Funds	Total
General Fund	$ -	$ -	$ 1,076,487	$ 3,000,000	$ 629,845	$ 2,200,090	$ 6,906,422
Facilities Construction	22,170	-	-	-	-	-	22,170
Miscellaneous Special Revenue	2,082,090	-	459,955	-	-	82,331	2,624,376
Development Impact Fees	427,211					43,112	470,323
Non-Major Funds	675,100	31,967	2,838,566	103,288	-	1,853,465	5,502,386
	$ 3,206,571	$ 31,967	$ 4,375,008	$ 3,103,288	$ 629,845	$ 4,178,998	$ 15,525,677

The transfers from the General Fund to Development Impact Fees was to fund development related capital projects The transfers from the General Fund to Non-Major Funds was to fund Paramedic Services. The $629,845 transfer to the Internal Service Fund was to cover future claims expenses. The $3,206,571 transfers from the various funds to the General Fund were to help fund various costs, including $2,082,090 of ARPA funds to cover Covid-related revenue loss.

The transfers from the Non-Major Funds to the other Non-Major Funds were to fund project costs for streets, parks, and various other public facilities.

4) NOTES AND LOANS RECEIVABLE

Notes and Loans Receivable at June 30, 2023 include $253,506 in loans relating to the City's Energy Independence Program, and $26,986 relating to the City's Façade Improvement Program. Other Notes and Loans are offset by an allowance for doubtful accounts at a gross amount of $4,367,550.

City of Yucaipa
Notes to Financial Statements
For the Year Ended June 30, 2023

5) CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2023 is as follows:

Governmental Activities:	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets Being Depreciated:				
Buildings and Improvements	$ 15,194,683	$ -	$ (36,500)	$ 15,158,183
Equipment	3,225,117	359,194	(51,958)	3,532,353
Vehicles	3,797,134	127,626	(25,500)	3,899,260
Infrastructure	253,048,531	15,000	-	253,063,531
Total Depreciable Capital Assets	275,265,465	501,820	(113,958)	275,653,327
Less Accumulated Depreciation:				
Buildings and Improvements	(10,676,061)	(422,339)	36,500	(11,061,900)
Equipment	(2,253,132)	(338,528)	48,860	(2,542,800)
Vehicles	(2,601,738)	(237,468)	25,500	(2,813,706)
Infrastructure	(154,388,436)	(4,969,308)	-	(159,357,744)
Total Accumulated Depreciation	(169,919,367)	(5,967,643)	110,860	(175,776,150)
Capital Assets, Net of Accumulated Depreciation	105,346,098	(5,465,823)	(3,098)	99,877,177
Capital Assets, Not Being Depreciated:				
Land	4,603,294	446,797	-	5,050,091
Right of Way	58,681,640	453,157	-	59,134,797
Construction in Progress	23,519,293	7,092,695	(3,111,636)	27,500,352
Total Capital Assets Not Being Depreciated	86,804,227	7,992,649	(3,111,636)	91,685,240
Total Capital Assets	$ 192,150,325	$ 2,526,826	$ (3,114,734)	$ 191,562,417

*Included in the decreases to construction in progress is a prior period adjustment of $2,856,637 for prior year costs that are considered repairs and maintenance.

Depreciation expense was charged to the following functions in the Statement of Activities:

General Government	$ 295,292
Public Safety	823,019
Public Works	3,955,433
Community Development	673,809
Community Services	220,090
Total Depreciation Expense	$ 5,967,643

6) CHANGES IN LONG-TERM LIABILITIES

The following is a summary of long-term liability activity, all of which will be liquidated by the General Fund, for the year ended June 30, 2023:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year	Due Beyond One Year
Governmental Activities:						
Total OPEB Liability	$ 2,676,323	$ -	$ 398,891	$ 2,277,432	$ -	$ 2,277,432
Net Pension Liability	2,128,323	4,311,329	-	6,439,652	-	6,439,652
Compensated Absences	525,666	457,600	393,905	589,361	147,340	442,021
Total	$ 5,330,312	$ 4,768,929	$ 792,796	$ 9,306,445	$ 147,340	$ 9,159,105

Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation time. The balance of accumulated vacation time is reported as a liability in the Statement of Net Position.

7) FIDUCIARY FUND LONG-TERM DEBT

The following is a summary of long-term debt activity for the City's fiduciary fund for the year ended June 30, 2023:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year	Due Beyond One Year
Tax Allocation Bonds:						
1998	$ 265,000	$ -	$ 30,000	$ 235,000	$ 30,000	$ 205,000
2004	1,440,000	-	50,000	1,390,000	55,000	1,335,000
2010	4,845,000	-	135,000	4,710,000	140,000	4,570,000
Unamortized Premium	15,691	-	825	14,866	825	14,041
Total	$ 6,565,691	$ -	$ 215,825	$ 6,349,866	$ 225,825	$ 6,124,041

1998 Tax Allocation Bonds

In 1998, the Yucaipa Redevelopment Agency issued $720,000 of 1998 Tax Allocation Bonds. The proceeds were used to finance various improvement projects throughout the Agency. The bonds are payable exclusively from tax revenues allocated to the Agency. The 1998 Bonds consist of $720,000 of term bonds. The bonds accrue interest at rates between 4.00% and 5.60% and are payable semiannually on March 1 and September 1 of each year commencing September 1, 1998. Principal on the bonds is payable in amounts ranging from $15,000 to $50,000 and in annual installments commencing on March 1, 1998 and ending September 1, 2028. Future debt service requirements are as follows:

7) FIDUCIARY FUND LONG-TERM DEBT – Continued

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	$ 30,000	$ 12,100	$ 42,100
2025	30,000	10,450	40,450
2026	35,000	8,662	43,662
2027	45,000	6,463	51,463
2028	45,000	3,987	48,987
2029	50,000	1,375	51,375
Totals	$ 235,000	$ 43,037	$ 278,037

2004 Tax Allocation Bonds

On October 12, 2004, the Yucaipa Redevelopment Agency issued $2,500,000 of 2004 Tax Allocation Bonds. The proceeds were used to finance various improvement projects throughout the Agency. The bonds are payable exclusively from pledged tax revenues. The 2004 Bonds consist of $2,500,000 of term bonds.

The bonds accrue interest rates between 2.10% and 5.00% and are payable semiannually on March 1 and September 1 of each year commencing March 1, 2005. Principal on the bonds is payable in amounts ranging from $30,000 to $170,000 and is payable in semi-annual installments commencing on March 1, 2005 and ending September 1, 2034. Future debt service requirements are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	$ 55,000	$ 67,011	$ 122,011
2025	60,000	64,329	124,329
2026	85,000	60,900	145,900
2027	85,000	56,862	141,862
2028	90,000	52,650	142,650
2029	90,000	48,263	138,263
2030	145,000	42,534	187,534
2031	150,000	35,250	185,250
2032	155,000	27,625	182,625
2033	160,000	19,750	179,750
2034	170,000	11,500	181,500
2035	145,000	3,625	148,625
Totals	$ 1,390,000	$ 490,299	$ 1,880,299

2010 Tax Allocation Bonds

On November 2, 2010, the Yucaipa Redevelopment Agency issued $6,030,000 of 2010 Tax Allocation Bonds. The proceeds are to be used to finance various improvement projects throughout the project area and are payable exclusively from pledged tax revenue. The 2010 Tax Allocation Bonds consisted of $6,030,000 of term bonds.

7) FIDUCIARY FUND LONG-TERM DEBT – Continued

The bonds accrue interest at rates between 4.00% and 5.50% and are payable semiannually on March 1 and September 1 of each year commencing March 1, 2011. Principal on the bonds is payable in amounts ranging from $85,000 to $525,000 and is payable in annual installments commencing on September 1, 2011 and ending September 1, 2040. The outstanding balance at June 30, 2023 was $4,710,000.

Future debt service requirements are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	$ 140,000	$ 248,390	$ 388,390
2025	145,000	241,833	386,833
2026	125,000	235,378	360,378
2027	125,000	229,206	354,206
2028	135,000	222,622	357,622
2029-2033	825,000	993,831	1,818,831
2034-2038	1,715,000	684,700	2,399,700
2039-2041	1,500,000	126,500	1,626,500
	$ 4,710,000	$ 2,982,460	$ 7,692,460

8) PENSION PLAN

General Information about the Defined Benefit Pension Plan

Plan Description – All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (Plan) administered by the California Public Employees' Retirement System (CalPERS.) The Plan consists of individual rate plans (benefit tiers) within a safety risk pool (police and fire) and a miscellaneous risk pool (all others). Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under GASB Statement No. 68.

Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The City of Yucaipa sponsors 2 rate plans (both are miscellaneous). Benefit provisions under the Plan are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Benefits Provided – The Plan is a cost-sharing multiple-employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS). A full description of the pension plan benefit provisions, assumptions for funding purposes but not accounting purposes, and membership information is listed in the June 30, 2021 Annual Actuarial Valuation Report. Details of the benefits provided can be obtained in Appendix B of the June 30, 2021 actuarial valuation report. This report is a publicly available valuation report that can be obtained at CalPERS' website under Forms and Publications.

8) PENSION PLAN - Continued

The Plan's provisions and benefits in effect at June 30, 2023, are summarized as follows:

	Miscellaneous	Miscellaneous PEPRA
Hire date	Prior to January 1, 2013	On or after January 1, 2013
Benefit formula	2% @ 55	2% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	55	62
Monthly benefits, as a % of eligible compensation	2%	2%
Required employee contribution rates	7%	7.25%
Required employer contribution rates	11.61% + $440,996	7.76% + $7,952

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 the 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.

Beginning in fiscal year 2016, CalPERS collects employer contributions for the Plan as a percentage of payroll for the normal cost portion as noted in the rates above and as a dollar amount for contributions toward the unfunded liability and side fund. The dollar amounts are billed on a monthly basis.

The City's required contribution for the unfunded liability and side fund was $448,948 in fiscal year 2023. The City's contributions to the Plan for the year ended June 30, 2023 were $1,006,968.

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

As of June 30, 2023, the City reported a net pension liability for its proportionate shares of the net pension liability of the Plan of $6,439,652. 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, 2022, 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, 2021 rolled forward to June 30, 2022 using standard update procedures. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

The City's proportionate share of the net pension liability as of June 30, 2022, and 2023 was as follows:

Proportion - June 30, 2022	0.11209%
Proportion - June 30, 2023	0.13762%
Change - Increase (Decrease)	0.02553%

8) PENSION PLAN - Continued

For the year ended June 30, 2023, the City recognized a pension expense of $1,553,373. At June 30, 2023, 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	$ 1,006,968	$ -
Differences between actual and expected experience	129,321	86,613
Changes in assumptions	659,877	-
Change in employer's proportion	587,191	-
Differences between employer's contributions and employer's proportionate share of contributions	-	223,057
Net differences between projected and actual earnings on plan investments	1,179,573	-
Total	$ 3,562,930	$ 309,670

$1,006,968 reported as deferred outflows related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows and deferred inflows related to pensions will be recognized as pension expense as follows:

Year Ending June 30,	Amount
2024	$ 632,439
2025	565,164
2026	327,221
2027	721,468

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

Valuation date	June 30, 2021
Measurement date	June 30, 2022
Actuarial cost method	entry-age normal
Actuarial assumptions:	
Discount rate	6.90%
Inflation	2.30%
Projected salary increase	(1)
Investment rate of return	6.90%
Mortality	(2)

(1) Depending on age, service and type of employment
(2) Derived using CalPERS' Membership Data for all Funds.

The mortality table used was developed based on CalPERS-specific data. The probabilities of mortality are based on the 2021 CalPERS Experience Study for the period from 2001 to 2019. Pre-retirement and Post-retirement mortality rates include generational mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries. For more details on this table, please refer to the CalPERS Experience Study and Review of Actuarial Assumptions report from November 2021 that can be found on the CalPERS website.

8) PENSION PLAN - Continued

Long-term Expected Rate of Return - 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 rounded single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses. The expected real rates of return by asset class are as follows:

Asset Class	New Strategic Allocation	Real Return (1,2)
Global Equity - Cap Weighted	30%	4.54%
Global Equity - Non-Cap Weighted	12%	3.84%
Private Equity	13%	7.28%
Treasury	5%	0.27%
Mortgage-backed Securities	5%	0.50%
Investment Grade Corporates	10%	1.56%
High Yield	5%	2.27%
Emerging Market Debt	5%	2.48%
Private Debt	5%	3.57%
Real Assets	15%	3.21%
Leverage	-5%	-0.59%

(1) An expected inflation of 2.3% used for this period.

(2) Figures are based on the 2021 Asset Liability Management study.

Discount Rate – The discount rate used to measure the total pension liability for PERF C was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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

8) PENSION PLAN - Continued

1% Decrease		5.90%
Net Pension Liability/(Asset)	$	10,635,603
Current Discount Rate		6.90%
Net Pension Liability/(Asset)	$	6,439,652
1% Increase		7.90%
Net Pension Liability/(Asset)	$	2,987,425

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

9) OTHER POSTEMPLOYMENT BENEFITS

General Information About the OPEB Plan

Plan Description - The City provides the same medical plans to retirees and surviving spouses as to its active employees, with the exception that once a retiree becomes eligible for Medicare, he or she must join a Medicare HMO or a Medicare Supplement plan, with Medicare becoming the primary payer. The plan is a single-employer defined benefit post-employment healthcare benefits plan.

Benefits Provided - Employees are eligible for retiree health benefits if they retire from the City on or after age 50 and 5 years of service (age 52 for Miscellaneous PEPRA employees), and continue health insurance through a City-sponsored health insurance plan, the City will contribute the minimum monthly amount (as required by CalPERS) of the health insurance premium ($149 and $151 for the calendar years 2022 and 2023 respectively). No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75. The City's health plan does not issue a publicly available financial report.

Employees Covered by Benefit Terms – As of the June 30, 2021 actuarial valuation, the following current and former employees were covered by the benefit terms under the Plan:

Retirees or spouses of retirees currently receiving benefits	17
Active employees	50
	67

Contributions – The Plan and its contribution requirements are established by Memoranda of Understanding with the applicable employee bargaining units and may be amended by agreements between the City and the bargaining units. The annual contributions to the Plan are based on the costs to provide the benefits as described above on a pay as you go basis. For the fiscal year ended June 30, 2023, the City's pay-as-you-go costs were $28,747 and an implicit subsidy of $21,135.

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

9) OTHER POSTEMPLOYMENT BENEFITS - Continued

Valuation Date	June 30, 2021
Actuarial Cost Method	Entry Age, Level Percent of Pay
Mortality	CalPERS 2000-2019 Experience Study
Age at Retirement	60
Health Care Trend Rate	6.00% for 2022, 5.50% for 2023, ultimate rate of 4.50% for 2031 and later years
Inflation Rate	3.00%
Salary Changes	3.00%
Discount Rate	3.69% - Bond Buyer 20-Bond GO index: June 30, 2022
	1.92% - Bond Buyer 20-Bond GO index: June 30, 2021
Medical CPI	3.50% - used to project PERS statutory minimum benefit

Discount Rate – The discount rate used to measure the total OPEB liability was 3.69 percent and is based on the Bond Buyer 20-Bond GO index.

Changes in the Total OPEB Liability

	Total OPEB Liability (TOL)
Balance at June 30, 2022 (June 30, 2021 measurement date)	$ 2,676,323
Changes in the year:	
Service cost	185,107
Interest on the total OPEB liability	54,463
Changes in assumptions or other inputs	(588,579)
Benefit payments, including implicit subsidy	(49,882)
Net changes	(398,891)
Balance at June 30, 2023 (June 30, 2022 measurement date)	$ 2,277,432

Sensitivity of the Total OPEB Liability to changes in the Discount Rate - The following presents the total OPEB liability of the City if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	1% Decrease (2.69%)	Discount Rate (3.69%)	1% Increase (4.69%)
Total OPEB liability	$ 2,581,999	$ 2,277,432	$ 2,029,657

Sensitivity of the Net OPEB Liability to changes in the Healthcare Cost Trend Rates - The following presents the net OPEB liability of the City, as well as what the City's Net OPEB would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rate:

	1% Decrease	Current Rates	1% Increase
Total OPEB liability	$ 1,985,207	$ 2,277,432	$ 2,644,477

9) OTHER POSTEMPLOYMENT BENEFITS - Continued

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB - For the year ended June 30, 2023, the City recognized OPEB expense of $233,075. The City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB Contributions Subsequent to the Measurement Date	$ 43,462	$ -
Differences Between Expected and Actual Experience	-	47,494
Changes in Assumptions or Other Inputs	378,348	513,120
Total	$ 421,810	$ 560,614

The $43,462 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2022 measurement date will be recognized as a reduction of the total OPEB liability during the fiscal year ended June 30, 2024. Other amounts reported as deferred outflows of resources related to OPEB will be recognized as expense as follows:

Year Ending June 30,	Amount
2024	$ (6,495)
2025	(6,495)
2026	(6,495)
2027	(12,362)
2028	(33,696)
Thereafter	(116,723)

10) SUMMARY DISCLOSURE OF SELF-INSURANCE CONTINGENCIES

The City maintains self-insurance programs for workers' compensation, general and auto liability. Claims are processed by an independent third-party claims administrator. The general and auto liability programs provide for self-insurance up to a maximum of $50,000 per incident. Claims which exceed the limit are insured by the California Intergovernmental Risk Authority (CIRA), a joint powers authority of California municipalities, up to a maximum $15,000,000 per incident.

The membership of CIRA consists of thirty-seven California cities. The primary purpose of CIRA is to provide coverage for losses from tort liability, workers' compensation, health benefits, and the ownership or use of real and personal property. A representative from each member city, appointed to the position by their City Council, serves on the Governing Board of the Authority. Each member of the Board has an equal vote in matters concerning the Authority.

The City also participates in CIRA's workers' compensation program. The program operates as a partially self-insured program, which is combined with joint-purchased commercial excess insurance. Participants' losses are pooled to the programs' self-insured retention of $250,000 then the commercial excess insurance attaches and provides coverage to statutory limits.

Included in the accrued claims of the Internal Service Fund is an estimated liability for claims filed, as calculated by the City's third-party claims administrator, but not paid, in the amount of $75,000 for general and auto liability claims.

10) SUMMARY DISCLOSURE OF SELF-INSURANCE CONTINGENCIES

Fiscal Year	Claims Payable Beginning of Year	Additions	Deletions	Claims Payable End of Year
6/30/23	$ 264,822	$ 757	$ (124,338)	$ 141,241
6/30/22	75,000	297,918	(108,096)	264,822
6/30/21	75,000	139,513	(139,513)	75,000

During the past three fiscal years none of the above programs of protection have had settlements or judgments that exceeded pooled or insured coverage. There have been no significant reductions in pooled or insured liability covered from coverage in the prior year.

11) DEVELOPMENT IMPACT FEES

The City of Yucaipa collects development impact fees for the construction of new development in accordance with the State Government Code. Normally, the City collects the development impact fees at the time building permits are issued. City policy allows builders to defer fees until the issuance of certificates of occupancy. The City secures the deferral of such fees by putting liens on the properties. The liens are then released when payment of the fees is received.

As of June 30, 2023, deferral fees owed to the City for all types of development impact fees totaled approximately $222,283.

The City development impact fee ordinances allow for the entering of agreements with developers for the construction of improvements identified to be paid for such fees. Through such agreements, the developer constructs certain public improvements and is given credit for the value of the improvements to offset developer fees due from the developer.

12) COMMUNITY FACILITIES DISTRICT NO. 98-1 (CHAPMAN HEIGHTS)

During the 1998-99 fiscal year the Community Facilities District No. 98-1 of the City of Yucaipa (Chapman Heights) (CFD) was formed. The District was formed to finance a portion of the costs associated with the construction of certain public facilities including streets, utilities, parks, landscaping and other infrastructure improvements within the Chapman Heights project. These other improvements include improvements to water and sewer facilities, which will be owned and operated by the Yucaipa Valley Water District, and certain storm drainage facilities which will be owned and operated by the San Bernardino County Flood Control District.

The City has entered into joint community facilities agreements with the Flood Control District and the Water District whereby proceeds from the sale of Bonds will be used for the acquisition of the facilities as discussed above. On March 9, 1999, the CFD issued $17,500,000 of bonds for the purpose of constructing infrastructure as discussed above. The 1998 Special Tax Bonds are authorized pursuant to the Mello-Roos Community Facilities Act of 1982, as amended, and are payable from certain special taxes to be levied on property within CFD 98-1 (Chapman Heights) of the City of Yucaipa, according to the Rate and Method of Apportionment of Special Tax approved by the voters within the district and by the City Council of the City. In June 2002, the CFD issued an additional $5,800,000 in bonds. In July 2003, the CFD issued an additional $6,700,000 in bonds.

12) COMMUNITY FACILITIES DISTRICT NO. 98-1 (CHAPMAN HEIGHTS) - Continued

In November 2011, the City issued $28 million in Special Tax Refunding Bonds, to refund the 1999, 2002 and 2003 CFD Bonds. The principal balance outstanding on the 2011 Refunding Bonds as of June 30, 2023 is $14,185,000. Neither the faith and credit nor the taxing power of the City, the County of San Bernardino, the State of California or any political subdivision thereof is pledged to the payment of the bonds. Except for the special taxes, no other taxes are pledged to the payment of the bonds. The bonds are not general obligations of the City or County or general obligations of the District, but are limited obligations of the District payable solely from the special taxes as described in the official bond documents.

13) COMMITMENTS AND CONTINGENCIES

The City has contracts with the County of San Bernardino for various services, most notably law enforcement. These service contracts are renegotiated annually and cancelable by the City or the County. These are based on an hourly rate and may be adjusted throughout the fiscal year.

The City is involved as a defendant in various legal proceedings. While it is not feasible to predict or determine the outcome in these cases, it is the opinion of the City that the outcome will have no material adverse effect on the financial position of the City.

The City has received State and Federal funds that are subject to review and audit by the grantor agencies. Such audits could generate expenditure disallowances under terms of the grants; however, it is believed that any such reimbursements will not be significant.

Remaining commitments on construction contracts at year-end were $1,078,871.

14) FUND BALANCE

The City implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* as of June 30, 2011. Fund balances in governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The City considers restricted fund balance to have been spent first when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. Similarly, when an expenditure is incurred for purposes for which amounts in any of the unrestricted classifications of fund balance could be used, the City considers committed amounts to be reduced first, followed by assigned amounts and then unassigned amounts.

The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

<u>Nonspendable Fund Balance</u> - Amounts that cannot be spent either because they are in nonspendable form or are required to be maintained intact.

<u>Restricted Fund Balance</u> - Amounts that are constrained to specific purposes by state or federal laws, or externally imposed conditions by grantors or creditors.

<u>Committed Fund Balance</u> - Amounts that may be specified by the City Council by ordinance to formally commit part of the City's fund balances or future revenues for a specific purpose(s) or program. To change or repeal any such commitment will require an additional formal City Council action utilizing the same type of action that was originally used.

14) FUND BALANCE - Continued

The City's committed fund balance includes:

- General Fund Emergency Operating Contingency:
  Fund balance in the General Fund has been committed for emergency contingencies, as set by resolution, and is specifically for severe economic emergencies defined as a state or federal state of emergency, or declaration of a local emergency as defined in the City of Yucaipa Municipal Code Section 8.36.030. In fiscal year 2023, the contingency now remains at $5,000,000.

- Economic Stabilization Contingency:
  Fund balance in the General Fund has been committed for economic stabilization contingencies, set by resolution in the amount of $1,000,000, and is available specifically for use in an event of severe fiscal hardship or instability, defined as any fiscal year in which actual General Fund revenue is at least 30% less than budgeted General Fund revenue.

- Fire Protection:
  Fund Balance in the General Fund has been committed to fire protection services. Fire is accounted for separately by the City internally, but rolls up into the General Fund. This commitment is the fund balance of this internal fund balance.

Assigned Fund Balance - Amounts that are constrained by the City Council's intent to use specified financial resources for specific purposes, but are neither restricted nor committed. The City's fund balance policy delegates the authority to assign amounts to be used for specific purposes to the City Manager, or his designee.

Unassigned Fund Balance - These are either residual positive net resources of fund balance in excess of what can properly be classified in one of the other four categories, or negative balances.

The City's governmental fund balances at June 30, 2023, are presented below:

	General Fund	Miscellaneous Special Revenue Fund	Development Impact Fees	Facilities Construction	Non-major Governmental Funds	Total
Nonspendable:						
Advances to Other Funds	$20,926,216	$ -	$ -	$ -	$ -	$20,926,216
Prepaids	103,437	-	-	-	3,380	106,817
Restricted for:						
Capital Projects	-	-	-	-	8,340	8,340
Public Works/Street Projects	-	-	-	-	4,712,120	4,712,120
Public Safety	-	-	-	-	1,793,531	1,793,531
Landscape & Lighting	-	-	-	-	3,089,313	3,089,313
Community Services/Education	-	-	-	-	1,525,482	1,525,482
Committed to:						
Emergency Contingency	5,000,000	-	-	-	-	5,000,000
Economic Stabilization	1,000,000	-	-	-	-	1,000,000
Fire Protection	8,660,463	-	-	-	-	8,660,463
Assigned to:						
Capital Projects	-	-	-	8,930,312	-	8,930,312
Unassigned	14,992,351	(159,987)	(23,991,045)	-	(2,367,319)	(11,526,000)
Total Fund Balances	$50,682,467	$ (159,987)	$ (23,991,045)	$ 8,930,312	$ 8,764,847	$44,226,594

15) ACCUMULATED FUND DEFICITS

At June 30, 2023, the following funds had deficit fund balances:

Major Funds – Special Revenue:		
Miscellaneous	$	(159,987)
Major Funds - Capital Projects:		
Development Impact Fees		(23,991,045)
Non-major Funds		
Housing Authority		(108,034)
Air Quality Improvement		(30,993)
TDA Article 3		(140,230)
Low Water Crossings		(2,269,481)

Management's explanations for the resolution of accumulated fund deficits in the funds are summarized as follows:

Development Impact Fees Capital Projects Fund - The deficit fund balance is the result of cash flow advances made from the General Fund for the construction of various public facilities. In accordance with the interfund borrowing agreement, the advances are repaid as development impact fees are received in the fund.

Low Water Crossings Fund - The deficit fund balance is the result of cash flow advances made from the General Fund. The advances are repaid as funding is received.

Other deficits will be funded by future revenues and/or transfers as deemed necessary.

REQUIRED SUPPLEMENTARY INFORMATION

City of Yucaipa
Required Supplementary Information
Year Ended June 30, 2023

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

Measurement Date	Proportion of the Net Pension Liability	Proportionate Share of Net Pension Liability	Covered Payroll	Proportionate Share of the Net Pension Liability as a % of Payroll	Plan Fiduciary Net Position as a % of the Total Pension Liability
2022	0.13762%	$ 6,439,652	$ 4,920,339	130.88%	79.08%
2021	0.03935%	2,128,323	4,304,091	49.45%	92.58%
2020	0.05085%	5,532,698	4,475,311	123.63%	79.11%
2019	0.04851%	4,971,001	4,036,015	123.17%	79.66%
2018	0.04836%	4,660,507	3,643,825	127.90%	79.39%
2017	0.04945%	4,904,437	3,496,726	140.26%	77.14%
2016	0.04759%	4,117,708	3,362,231	122.47%	78.21%
2015	0.04376%	3,003,608	3,081,312	97.48%	83.14%
2014	0.04583%	2,851,533	2,970,681	95.99%	75.28%

Notes to the Schedule of the City's Proportionate Share of the Net Pension Liability

Benefit Changes: None

Changes in Assumptions: In 2017, the accounting discount rate changed from 7.65% to 7.15%. In 2023, the accounting discount rate changed from 7.15% to 6.90%.

*Fiscal year 2015 was the first year of implementation, therefore, 10 years of information are not yet available.

City of Yucaipa
Required Supplementary Information
Year Ended June 30, 2023

Schedule of Plan Contributions
Last 10 Years*

Fiscal Year	Contractually Required Contributions	Contributions in Relation to the Actuarially Determined Contributions	Contribution Deficiency/ (Excess)	Covered Payroll	Contributions as a % of Covered Payroll
2023	$ 1,006,968	$ (1,006,968)	$ -	$ 5,825,390	17.29%
2022	856,580	(1,056,163)	(199,583)	4,920,339	21.47%
2021	750,096	(1,000,022)	(249,926)	4,304,091	23.23%
2020	687,263	(687,263)	-	4,475,311	15.36%
2019	614,613	(826,891)	(212,278)	4,036,015	20.49%
2018	502,982	(646,954)	(143,972)	3,643,825	17.75%
2017	451,203	(451,203)	-	3,496,726	12.90%
2016	416,057	(416,057)	-	3,362,231	12.37%
2015	553,517	(553,517)	-	3,081,312	17.96%

Notes to the Schedule of Plan Contributions

Valuation Date: 6/30/2013, 6/30/2014, 6/30/2015, 6/30/2016, 6/30/2017, 6/30/2018, 6/30/2019, 6/30/2020, 6/30/2021

*Fiscal year 2015 was the first year of implementation, therefore, not all 10 years of information are available.

City of Yucaipa
Required Supplementary Information
Year Ended June 30, 2023

CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS

Last 10 Years

	Measurement Period		
	2022	2021	2020
Total OPEB Liability			
Service cost	$ 185,107	$ 154,728	$ 142,461
Interest on total OPEB liability	54,463	60,116	65,155
Difference between expected and actual experience	-	(38,585)	-
Changes in assumptions	(588,579)	224,819	196,730
Benefit payments, including implicit subsidy	(49,882)	(47,193)	(41,805)
Net change in total OPEB liability	(398,891)	353,885	362,541
Total OPEB liability - beginning	2,676,323	2,322,438	1,959,897
Total OPEB liability - ending	$ 2,277,432	$ 2,676,323	$ 2,322,438
Covered-employee payroll	$ 5,777,443	$ 4,865,564	$ 5,131,471
Total OPEB liability as a percentage of covered-employee payroll	39.42%	55.01%	45.26%

*Fiscal year 2018 was the first year of implementation; therefore, 10 years of information are not yet available.

Notes to Schedule:
No assets are accumulated in a trust that meets the criteria in GASBS No. 75, paragraph 4, to pay related benefits.

Benefit Changes: None

Changes in Assumptions: In fiscal year 2023, the account discount rate changed from 1.92% to 3.69%.

Measurement Period		
2019	2018	2017
$ 119,792	$ 102,354	$ 99,373
63,678	50,657	46,820
(39,127)	-	-
189,572	(104,868)	-
(26,360)	(28,231)	(19,085)
307,555	19,912	127,108
1,652,342	1,632,430	1,505,322
$ 1,959,897	$ 1,652,342	$ 1,632,430
$ 4,750,449	$ 3,643,825	$ 3,496,726
41.26%	45.35%	46.68%

City of Yucaipa
Required Supplementary Information
Year Ended June 30, 2023

Schedule of Plan Contributions
for the City's OPEB Plan
Last 10 Years*

Fiscal Year	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency/ (Excess)	Covered Employee Payroll	Contributions as a % of Covered Employee Payroll
2023	$ 43,462	$ (43,462)	$ -	$ 5,825,390	0.75%
2022	49,882	(49,882)	-	5,777,443	0.86%
2021	47,193	(47,193)	-	4,865,564	0.97%
2020	41,805	(41,805)	-	5,131,471	0.81%
2019	26,360	(26,360)	-	4,750,449	0.55%
2018	28,231	(28,231)	-	3,643,825	0.77%
2017	19,085	(19,085)	-	3,496,726	0.55%

Notes to the Schedule of Plan Contributions

Valuation Date: 6/30/2018, 6/30/2021

*Fiscal year 2018 was the first year of implementation, therefore, not all 10 years of information are available.

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund
Year Ended June 30, 2023

	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes:				
Property Taxes	$ 13,392,875	$ 13,392,875	$ 13,615,398	$ 222,523
Sales and Use Taxes	5,164,000	5,164,000	5,488,377	324,377
Franchise Taxes	1,488,000	1,488,000	1,723,581	235,581
Documentary Transfer Tax	250,000	250,000	238,018	(11,982)
Other Taxes	22,570	22,570	30,037	7,467
Licenses and Permits	1,044,764	1,044,764	2,117,419	1,072,655
Fines and Forfeitures	36,000	36,000	34,445	(1,555)
Charges for Services	4,291,740	6,179,724	6,342,265	162,541
Intergovernmental	6,444,448	6,505,988	6,595,170	89,182
Investment Income	105,000	105,000	214,182	109,182
Other	119,542	2,324,320	128,010	(2,196,310)
Total Revenues	32,358,939	36,513,241	36,526,902	13,661
EXPENDITURES				
Current:				
General Government:				
City Manager	1,285,863	1,601,767	1,517,813	83,954
City Council	75,585	75,585	65,019	10,566
General Services/City Clerk	1,045,778	1,119,931	894,251	225,680
Information Technology	1,910,626	1,953,208	1,405,695	547,513
Finance	1,285,182	1,322,471	1,237,840	84,631
Non-departmental	48,631	1,028,507	607,193	421,314
Community Development	1,178,637	1,208,541	871,119	337,422
Building and Safety	809,118	1,705,418	1,704,699	719
Public Works	3,983,636	3,961,021	3,379,344	581,677
Public Safety:				
Police Services	12,130,256	12,130,256	11,919,453	210,803
Fire Protection Services	5,201,261	5,459,504	5,094,924	364,580
Community Services	4,815,468	5,520,267	4,340,141	1,180,126
Capital Outlay	-	56,520	56,512	8
Total Expenditures	33,770,041	37,142,996	33,094,003	4,048,993
Excess (Deficiency) of Revenues over Expenditures	(1,411,102)	(629,755)	3,432,899	4,062,654
OTHER FINANCING SOURCES (USES)				
Transfers In	4,031,056	3,403,210	3,206,571	(196,639)
Transfers Out	(2,619,955)	(7,157,908)	(6,906,422)	251,486
Total Other Financing Sources (Uses)	1,411,101	(3,754,698)	(3,699,851)	54,847
Net Change in Fund Balances	(1)	(4,384,453)	(266,952)	4,117,501
Fund Balances, Beginning of Year	50,949,419	50,949,419	50,949,419	-
Fund Balances, End of Year	$ 50,949,418	$ 46,564,966	$ 50,682,467	$ 4,117,501

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Miscellaneous Special Revenue Fund
Year Ended June 30, 2023

	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Fines & Forfeitures	$ 12,500	$ 12,500	$ 16,208	$ 3,708
Charges for Services	78,000	78,000	70,625	(7,375)
Intergovernmental	2,148,094	2,883,646	2,592,240	(291,406)
Investment Income	10,100	10,100	(37,256)	(47,356)
Other	58,777	58,777	28,611	(30,166)
Total Revenues	2,307,471	3,043,023	2,670,428	(372,595)
EXPENDITURES				
Current:				
General Government	220,822	220,822	98,686	122,136
Building and Safty	142,700	142,700	6,523	136,177
Public Works	34,275	906,657	724,066	182,591
Public Safety	2,500	27,070	32,875	(5,805)
Fire Protection Services	-	6,671	-	6,671
Capital Outlay	64,934	99,206	34,272	64,934
Total Expenditures	465,231	1,403,126	896,422	506,704
Excess (Deficiency) of Revenues over Expenditures	1,842,240	1,639,897	1,774,006	134,109
OTHER FINANCING SOURCES (USES)				
Transfers In	-	196,343	31,967	(164,376)
Transfers Out	(2,066,236)	(2,625,997)	(2,624,376)	1,621
Total Other Financing Sources (Uses)	(2,066,236)	(2,429,654)	(2,592,409)	(162,755)
Net Change in Fund Balance	(223,996)	(789,757)	(818,403)	(28,646)
Fund Balance, Beginning of Year	658,416	658,416	658,416	-
Fund Balance, End of Year	$ 434,420	$ (131,341)	$ (159,987)	$ (28,646)

City of Yucaipa
Notes to Required Supplementary Information
Year Ended June 30, 2023

1. Budgetary Control and Accounting

The City Council approves each year's budget prior to the beginning of the fiscal year. Public hearings are conducted prior to its adoption by the Council. All supplemental appropriations, where required during the period, are also approved by the Council. Certain inter- and intra-departmental budget transfers are approved by management. In most cases, expenditures may not exceed appropriations at the departmental level within the General Fund and at the fund level for other funds. At fiscal year-end, all operating budget appropriations lapse.

Budgets for governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).

SUPPLEMENTARY INFORMATION

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Development Impact Fees Capital Projects Fund
Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Charges For Services	$ 4,323,000	$ 4,323,000	$ 3,404,103	$ (918,897)
Intergovernmental	1,010,000	1,010,000	1,503,423	493,423
Investment Income	-	-	18,654	18,654
Other	7,914,000	7,914,000	2,918,762	(4,995,238)
Total Revenues	13,247,000	13,247,000	7,844,942	(5,402,058)
EXPENDITURES				
Current:				
Public Works	100,000	237,072	140,320	96,752
Fire Protection Services	-	7,268	-	7,268
Capital Outlay	23,762,000	25,777,593	12,849,651	12,927,942
Total Expenditures	23,862,000	26,021,933	12,989,971	13,031,962
Excess (Deficiency) of Revenues over Expenditures	(10,615,000)	(12,774,933)	(5,145,029)	7,629,904
OTHER FINANCING SOURCES (USES)				
Transfers In	1,500,000	6,168,190	4,375,008	(1,793,182)
Transfers Out	(974,576)	(499,658)	(470,323)	29,335
Total Other Financing Sources (Uses)	525,424	5,668,532	3,904,685	(1,763,847)
Net Change in Fund Balances	(10,089,576)	(7,106,401)	(1,240,344)	5,866,057
Fund Balances (Deficit), Beginning of Year	(22,743,645)	(22,743,645)	(22,743,645)	-
Fund Balances (Deficit), End of Year	$(32,833,221)	$ (29,850,046)	$ (23,983,989)	$ 5,866,057

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Facilities Construction Capital Projects Fund
Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Charges for Services	$ -	$ -	$ 20,000	$ 20,000
Investment Income	-	-	82,348	82,348
Total Revenues	-	-	102,348	102,348
EXPENDITURES				
Current:				
General Government	-	46,500	46,493	7
Public Works	-	2,471,161	1,105,480	1,365,681
Capital Outlay	-	486,667	374,771	111,896
Total Expenditures	-	3,004,328	1,526,744	1,477,584
Excess (Deficiency) of Revenues over Expenditures	-	(3,004,328)	(1,424,396)	1,579,932
OTHER FINANCING SOURCES (USES)				
Transfers In	-	3,352,488	3,103,288	(249,200)
Transfers Out	(1,554,757)	(1,743,683)	(22,170)	1,721,513
Total Other Financing Sources (Uses)	(1,554,757)	1,608,805	3,081,118	1,472,313
Net Change in Fund Balances	(1,554,757)	(1,395,523)	1,656,722	3,052,245
Fund Balances, Beginning of Year	7,273,590	7,273,590	7,273,590	-
Fund Balances, End of Year	$ 5,718,833	$ 5,878,067	$ 8,930,312	$ 3,052,245

NON-MAJOR GOVERNMENTAL FUNDS

City of Yucaipa
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2023

	Special Revenue			
	Gas Tax	Measure I	Energy Independence Program	State COPs Grant
ASSETS				
Cash and Investments	$ -	$ 1,001,670	$ -	$ 762,725
Receivables:				
Accounts	-	351,525	977	-
Interest	1,029	-	-	-
Due From Other Governments	358,375	69,359	-	-
Notes and Loans Receivable	-	-	253,506	-
Prepaid Items	3,048	-	-	-
Total Assets	$ 362,452	$ 1,422,554	$ 254,483	$ 762,725
LIABILITIES				
Accounts Payable	$ 66,682	$ -	$ -	$ 45,555
Accrued Liabilities	30,706	-	-	-
Deposits Payable	-	-	-	-
Due to Other Funds	205,081	-	1,220	-
Advances From Other Funds	-	-	-	-
Total Liabilities	302,469	-	1,220	45,555
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues	22,568	191,528	-	-
FUND BALANCES				
Nonspendable	3,048	-	-	-
Restricted	34,367	1,231,026	253,263	717,170
Unassigned	-	-	-	-
Total Fund Balances	37,415	1,231,026	253,263	717,170
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 362,452	$ 1,422,554	$ 254,483	$ 762,725

	Special Revenue					Capital Projects
	Office of Traffic and Safety	LLMD	Housing Authority	Paramedic	PEG Video	Miscellaneous Capital Projects
	$ 128,224	$ 3,073,236	$ -	$ 999,298	$ 915,296	$ 1,054,968
	-	-	3,020	-	20,911	20,299
	-	1,814	-	6,651	-	406
	-	31,864	-	9,626	-	417,019
	-	-	-	-	-	-
	-	-	332	-	-	-
	$ 128,224	$ 3,106,914	$ 3,352	$ 1,015,575	$ 936,207	$ 1,492,692
	$ -	$ 17,601	$ 187	$ 66,715	$ -	$ 1,644
	-	-	-	723	-	-
	-	-	-	-	-	700
	-	-	111,199	-	-	871,280
	-	-	-	-	-	-
	-	17,601	111,386	67,438	-	873,624
	-	-	-	-	-	437,317
	-	-	332	-	-	-
	128,224	3,089,313	-	948,137	936,207	-
	-	-	(108,366)	-	-	181,751
	128,224	3,089,313	(108,034)	948,137	936,207	181,751
	$ 128,224	$ 3,106,914	$ 3,352	$ 1,015,575	$ 936,207	$ 1,492,692

Continued

City of Yucaipa
Combining Balance Sheet
Non-Major Governmental Funds (Continued)
June 30, 2023

	Capital Projects			
	CDBG Capital	Air Quality Improvement	Pool Capital Replacement	Street Maintenance
ASSETS				
Cash and Investments	$ 464,122	$ 25,057	$ 8,340	$ 3,474,705
Receivables:				
Accounts	-	-	-	-
Interest	462	1,838	-	100
Due From Other Governments	164,031	50,057	-	-
Notes and Loans Receivable	-	-	-	-
Prepaid Items	-	-	-	-
Total Assets	$ 628,615	$ 76,952	$ 8,340	$ 3,474,805
LIABILITIES				
Accounts Payable	$ -	$ 57,888	$ -	$ 28,078
Accrued Liabilities	-	-	-	-
Deposits Payable	-	-	-	-
Due to Other Funds	146,301	-	-	-
Advances From Other Funds	-	-	-	-
Total Liabilities	146,301	57,888	-	28,078
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues - Land Sale	146,302	50,057	-	-
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	336,012	-	8,340	3,446,727
Unassigned	-	(30,993)	-	-
Total Fund Balances	336,012	(30,993)	8,340	3,446,727
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 628,615	$ 76,952	$ 8,340	$ 3,474,805

Capital Projects			
TDA Article 3	I-10 Specific Plan	Low Water Crossings	Total Nonmajor Governmental Funds
$ -	$ -	$ -	$ 11,907,641
-	-	-	396,732
-	-	1,352	13,652
140,230	-	325,762	1,566,323
-	-	-	253,506
-	-	-	3,380
$ 140,230	$ -	$ 327,114	$ 14,141,234
$ -	$ -	$ -	$ 284,350
-	-	-	31,429
-	-	-	700
140,230	-	-	1,475,311
-	-	2,270,833	2,270,833
140,230	-	2,270,833	4,062,623
140,230	-	325,762	1,313,764
-	-	-	3,380
-		-	11,128,786
(140,230)	-	(2,269,481)	(2,367,319)
(140,230)	-	(2,269,481)	8,764,847
$ 140,230	$ -	$ 327,114	$ 14,141,234

City of Yucaipa
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-Major Governmental Funds
Year Ended June 30, 2023

	Special Revenue			
	Gas Tax	Measure I	Energy Independence Program	State COPs Grant
REVENUES				
Taxes:				
Property Taxes	$ -	$ -	$ -	$ -
Franchise Taxes	-	-	-	-
Charges for Services	30,711	-	-	-
Intergovernmental	2,612,652	2,477,752	-	88,095
Investment Income	6,505	(6,698)	22,290	(9,717)
Other	-	-	-	-
Total Revenues	2,649,868	2,471,054	22,290	78,378
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Works	1,065,437	-	-	-
Public Safety	-	-	-	167,877
Community Services	69,227	-	-	-
Capital Outlay	46,649	-	-	-
Total Expenditures	1,181,313	-	-	167,877
Excess (Deficiency) of Revenues over Expenditures	1,468,555	2,471,054	22,290	(89,499)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	(1,750,139)	(2,830,336)	(315,025)	-
Total Other Financing Sources (Uses)	(1,750,139)	(2,830,336)	(315,025)	-
Net Change in Fund Balances	(281,584)	(359,282)	(292,735)	(89,499)
Fund Balances (Deficit), Beginning of Year	318,999	1,590,308	545,998	806,669
Fund Balances (Deficit), End of Year	$ 37,415	$ 1,231,026	$ 253,263	$ 717,170

	Special Revenue					Capital Projects
	Office of Traffic and Safety	LLMD	Housing Authority	Paramedic	PEG Video	Miscellaneous Capital Projects
	$ -	$ -	$ -	$ 1,087,351	$ -	$ -
	-	-	-	-	107,280	-
	-	768,094	-	-	-	33,607
	-	-	-	-	-	61,956
	(1,696)	13,840	-	8,086	3,963	5,632
	-	-	-	-	-	-
	(1,696)	781,934	-	1,095,437	111,243	101,195
	-	-	43,503	-	-	37,839
	-	419,579	-	-	-	-
	-	-	-	1,480,185	-	-
	-	-	-	-	-	-
	-	-	-	-	-	34,763
	-	419,579	43,503	1,480,185	-	72,602
	(1,696)	362,355	(43,503)	(384,748)	111,243	28,593
	-	-	-	1,028,310	-	264,633
	-	(91,823)	(4,413)	(49,110)	(85)	(110,880)
	-	(91,823)	(4,413)	979,200	(85)	153,753
	(1,696)	270,532	(47,916)	594,452	111,158	182,346
	129,920	2,818,781	(60,118)	353,685	825,049	(595)
	$ 128,224	$ 3,089,313	$ (108,034)	$ 948,137	$ 936,207	$ 181,751

Continued

City of Yucaipa
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-Major Governmental Funds (Continued)
Year Ended June 30, 2023

	Capital Projects			
	CDBG Capital	Air Quality Improvement	Pool Capital Replacement	Street Maintenance
REVENUES				
Taxes:				
Property Taxes	$ -	$ -	$ -	$ -
Franchise Taxes	-	-	-	-
Charges for Services	-	-	-	291,710
Intergovernmental	658,391	381,465	-	-
Investment Income	332	1,839	28	17,829
Other	-	-	-	-
Total Revenues	658,723	383,304	28	309,539
EXPENDITURES				
Current:				
General Government	37,170	-	-	-
Public Works	1,560	-	-	29,305
Public Safety	-	-	-	-
Community Services	-	-	-	-
Capital Outlay	17,868	609,002	-	579,937
Total Expenditures	56,598	609,002	-	609,242
Excess (Deficiency) of Revenues over Expenditures	602,125	(225,698)	28	(299,703)
OTHER FINANCING SOURCES (USES)				
Transfers In	13,770	200,671	-	2,481,373
Transfers Out	(146,301)	(4,664)	-	(128,974)
Total Other Financing Sources (Uses)	(132,531)	196,007	-	2,352,399
Net Change in Fund Balances	469,594	(29,691)	28	2,052,696
Fund Balances (Deficit), Beginning of Year	(133,582)	(1,302)	8,312	1,394,031
Fund Balances (Deficit), End of Year	$ 336,012	$ (30,993)	$ 8,340	$ 3,446,727

Capital Projects			
TDA Article 3	I-10 Specific Plan	Low Water Crossings	Total Nonmajor Governmental Funds
$ -	$ -	$ -	$ 1,087,351
-	-	-	107,280
-	-	-	1,124,122
-	-	145,737	6,426,048
-	-	1,352	63,585
-	-	-	-
-	-	147,089	8,808,386
-	-	-	118,512
-	-	-	1,515,881
-	-	-	1,648,062
-	-	-	69,227
-	-	221,350	1,509,569
-	-	221,350	4,861,251
-	-	(74,261)	3,947,135
-	-	190,241	4,178,998
(50,502)	(20,134)	-	(5,502,386)
(50,502)	(20,134)	190,241	(1,323,388)
(50,502)	(20,134)	115,980	2,623,747
(89,728)	20,134	(2,385,461)	6,141,100
$ (140,230)	$ -	$ (2,269,481)	$ 8,764,847

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Gas Tax Special Revenue Fund
Year Ended June 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Charges for Services	$ 10,000	$ 30,711	$ 20,711
Intergovernmental	2,894,086	2,612,652	(281,434)
Investment Income	1,800	6,505	4,705
Total Revenues	2,905,886	2,649,868	(256,018)
EXPENDITURES			
Current:			
Public Works	1,153,897	1,065,437	88,460
Community Services	80,910	69,227	11,683
Capital Outlay	46,649	46,649	-
Total Expenditures	1,281,456	1,181,313	100,143
Excess (Deficiency) of Revenues over Expenditures	1,624,430	1,468,555	(155,875)
OTHER FINANCING SOURCES (USES)			
Transfers Out	(1,832,139)	(1,750,139)	82,000
Total Other Financing Sources (Uses)	(1,832,139)	(1,750,139)	82,000
Net Change in Fund Balance	(207,709)	(281,584)	(73,875)
Fund Balance, Beginning of Year	318,999	318,999	-
Fund Balance, End of Year	$ 111,290	$ 37,415	$ (73,875)

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Measure I Special Revenue Fund
Year Ended June 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ 1,657,860	$ 2,477,752	$ 819,892
Investment Income	10,000	(6,698)	(16,698)
Total Revenues	1,667,860	2,471,054	803,194
OTHER FINANCING SOURCES (USES)			
Transfers Out	(3,704,709)	(2,830,336)	874,373
Total Other Financing Sources (Uses)	(3,704,709)	(2,830,336)	874,373
Net Change in Fund Balances	(2,036,849)	(359,282)	1,677,567
Fund Balances, Beginning of Year	1,590,308	1,590,308	-
Fund Balances, End of Year	$ (446,541)	$ 1,231,026	$ 1,677,567

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Energy Independence Program Special Revenue Fund
Year Ended June 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Investment Income	$ 20,672	$ 22,290	$ 1,618
Excess (Deficiency) of Revenues over Expenditures	20,672	22,290	1,618
OTHER FINANCING SOURCES (USES):			
Transfers Out	(315,048)	(315,025)	23
Net Change in Fund Balance	(294,376)	(292,735)	1,641
Fund Balance, Beginning of Year	545,998	545,998	-
Fund Balance, End of Year	$ 251,622	$ 253,263	$ 1,641

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - State COPs Grant Special Revenue Fund
Year Ended June 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ 175,000	$ 88,095	$ (86,905)
Investment Income	2,500	(9,717)	(12,217)
Total Revenues	177,500	78,378	(99,122)
EXPENDITURES			
Current:			
Public Safety	175,000	167,877	7,123
Net Change in Fund Balance	2,500	(89,499)	(91,999)
Fund Balance, Beginning of Year	806,669	806,669	-
Fund Balance, End of Year	$ 809,169	$ 717,170	$ (91,999)

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Office of Traffic and Safety Special Revenue Fund
Year Ended June 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Investment Income	$ -	$ (1,696)	$ (1,696)
Net Change in Fund Balance	-	(1,696)	(1,696)
Fund Balance, Beginning of Year	129,920	129,920	-
Fund Balance, End of Year	$ 129,920	$ 128,224	$ (1,696)

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - LLMD Special Revenue Fund
Year Ended June 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Charges for Services	$ 805,464	$ 768,094	$ (37,370)
Investment Income	-	13,840	13,840
Total Revenues	805,464	781,934	(23,530)
EXPENDITURES			
Current:			
Public Works	714,141	419,579	294,562
Excess (Deficiency) of Revenues over Expenditures	91,323	362,355	271,032
OTHER FINANCING SOURCES (USES)			
Transfers Out	(91,823)	(91,823)	-
Net Change in Fund Balance	(500)	270,532	271,032
Fund Balance, Beginning of Year	2,818,781	2,818,781	-
Fund Balance, End of Year	$ 2,818,281	$ 3,089,313	$ 271,032

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Housing Authority Special Revenue Fund
Year Ended June 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
EXPENDITURES			
Current:			
Community Development	$ 52,616	$ 43,503	$ 9,113
Total Expenditures	52,616	43,503	9,113
Excess (Deficiency) of Revenues over Expenditures	(52,616)	(43,503)	9,113
OTHER FINANCING SOURCES (USES)			
Transfers Out	(4,413)	(4,413)	-
Total Other Financing Sources (Uses)	(4,413)	(4,413)	-
Net Change in Fund Balance	(57,029)	(47,916)	9,113
Fund Balance (Deficit), Beginning of Year	(60,118)	(60,118)	-
Fund Balance (Deficit), End of Year	$ (117,147)	$ (108,034)	$ 9,113

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Paramedic Special Revenue Fund
Year Ended June 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Property Taxes	$ 1,104,500	$ 1,087,351	$ (17,149)
Investment Income	500	8,086	7,586
Total Revenues	1,105,000	1,095,437	(9,563)
EXPENDITURES			
Current:			
Paramedic Services	2,096,295	-	2,096,295
Excess (Deficiency) of Revenues over Expenditures	(991,295)	1,095,437	2,086,732
OTHER FINANCING SOURCES (USES)			
Transfers In	1,028,310	1,028,310	-
Transfers Out	(49,110)	(49,110)	-
Total Other Financing Sources (Uses)	979,200	979,200	-
Net Change in Fund Balance	(12,095)	2,074,637	2,086,732
Fund Balance, Beginning of Year	353,685	353,685	-
Fund Balance, End of Year	$ 341,590	$ 2,428,322	$ 2,086,732

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - PEG Video Special Revenue Fund
Year Ended June 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Franchise Taxes	$ 93,000	$ 107,280	$ 14,280
Investment Income	2,500	3,963	1,463
Total Revenues	95,500	111,243	15,743
OTHER FINANCING SOURCES (USES)			
Transfers Out	(85)	(85)	-
Net Change in Fund Balance	95,500	111,158	15,743
Fund Balance, Beginning of Year	825,049	825,049	-
Fund Balance, End of Year	$ 920,549	$ 936,207	$ 15,658

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Miscellaneous Capital Projects Fund
Year Ended June 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ 25,800	$ 61,956	$ 36,156
Investment Income	800	5,632	4,832
Charges for Services	36,178	33,607	(2,571)
Other	89,000	-	(89,000)
Total Revenues	151,778	101,195	(50,583)
EXPENDITURES			
Current:			
General Government	81,449	37,839	43,610
Public Safety	-	-	-
Capital Outlay	418,000	34,763	383,237
Total Expenditures	499,449	72,602	426,847
Excess (Deficiency) of Revenues over Expenditures	(347,671)	28,593	376,264
OTHER FINANCING SOURCES (USES)			
Transfers In	264,633	264,633	-
Transfers Out	(786)	(110,880)	(110,094)
Total Other Financing Sources (Uses)	263,847	153,753	(110,094)
Net Change in Fund Balances	(83,824)	182,346	266,170
Fund Balance (Deficit), Beginning of Year	(595)	(595)	-
Fund Balance (Deficit), End of Year	$ (348,266)	$ 181,751	$ 266,170

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - CDBG Capital Projects Fund
Year Ended June 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ 688,286	$ 658,391	$ (29,895)
Investment Income	-	332	332
Total Revenues	688,286	658,723	(29,563)
EXPENDITURES			
Current:			
General Government	52,639	37,170	15,469
Public Works	1,560	1,560	-
Capital Outlay	213,000	17,868	195,132
Total Expenditures	267,199	56,598	210,601
Excess (Deficiency) of Revenues over Expenditures	421,087	602,125	181,038
OTHER FINANCING SOURCES (USES)			
Transfers In	67,439	13,770	(53,669)
Transfers Out	(149,970)	(146,301)	3,669
Total Other Financing Sources (Uses)	(82,531)	(132,531)	(50,000)
Net Change in Fund Balance	338,556	469,594	131,038
Fund Balance (Deficit), Beginning of Year	(133,582)	(133,582)	-
Fund Balance (Deficit), End of Year	$ 204,974	$ 336,012	$ 131,038

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Air Quality Improvement Capital Projects Fund
Year Ended June 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ 1,939,000	$ 381,465	$ (1,557,535)
Investment Income	-	1,839	1,839
Total Revenues	1,939,000	383,304	(1,555,696)
EXPENDITURES			
Capital Outlay	1,342,000	609,002	732,998
Excess (Deficiency) of Revenues over Expenditures	597,000	(225,698)	(822,698)
OTHER FINANCING SOURCES (USES)			
Transfers In	377,671	200,671	(177,000)
Transfers Out	(4,664)	(4,664)	-
Total Other Financing Sources (Uses)	373,007	196,007	(177,000)
Net Change in Fund Balance	970,007	(29,691)	(999,698)
Fund Balance (Deficit), Beginning of Year	(1,302)	(1,302)	-
Fund Balance (Deficit), End of Year	$ 968,705	$ (30,993)	$ (999,698)

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Pool Capital Replacement Capital Projects Fund
Year Ended June 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Investment Income	$ -	$ 28	$ 28
Total Revenues	-	28	28
Net Change in Fund Balance	-	28	28
Fund Balance, Beginning of Year	8,312	8,312	-
Fund Balance, End of Year	$ 8,312	$ 8,340	$ 28

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Street Maintenance Capital Projects Fund
Year Ended June 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Charges for Services	$ -	$ 291,710	$ 291,710
Investment Income	-	17,829	17,829
Total Revenues	-	309,539	309,539
EXPENDITURES			
Current:			
Public Works	61,740	29,305	32,435
Capital Outlay	3,705,168	579,937	3,125,231
Total Expenditures	3,766,908	609,242	3,157,666
Excess (Deficiency) of Revenues over Expenditures	(3,766,908)	(299,703)	3,467,205
OTHER FINANCING SOURCES (USES)			
Transfers In	3,186,800	2,481,373	(705,427)
Transfers Out	(130,307)	(128,974)	1,333
Total Other Financing Sources (Uses)	3,056,493	2,352,399	(704,094)
Net Change in Fund Balance	(710,415)	2,052,696	2,763,111
Fund Balance (Deficit), Beginning of Year	1,394,031	1,394,031	-
Fund Balance (Deficit), End of Year	$ 683,616	$ 3,446,727	$ 2,763,111

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - TDA Article 3 Capital Projects Fund
Year Ended June 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
OTHER FINANCING SOURCES (USES)			
Transfers Out	$ (50,502)	$ (50,502)	$ -
Net Change in Fund Balance	(50,502)	(50,502)	-
Fund Balance (Deficit), Beginning of Year	(89,728)	(89,728)	-
Fund Balance (Deficit), End of Year	$ (140,230)	$ (140,230)	$ -

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - I-10 Specific Plan Capital Projects Fund
Year Ended June 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
OTHER FINANCING SOURCES (USES)			
Transfers Out	-	(20,134)	(20,134)
Net Change in Fund Balance	-	(20,134)	(20,134)
Fund Balance, Beginning of Year	20,134	20,134	-
Fund Balance, End of Year	$ 20,134	$ -	$ (20,134)

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Low Water Crossings Capital Projects Fund
Year Ended June 30, 2023

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ 4,428,000	$ 145,737	$ (4,282,263)
Investment Income	-	1,352	1,352
Total Revenues	4,428,000	147,089	(4,280,911)
EXPENDITURES			
Capital Outlay	5,330,000	221,350	5,108,650
Excess (Deficiency) of Revenues over Expenditures	(902,000)	(74,261)	827,739
OTHER FINANCING SOURCES (USES)			
Transfers In	190,241	190,241	-
Transfers Out	(3,826)	-	3,826
Total Other Financing Sources (Uses)	186,415	190,241	3,826
Net Change in Fund Balances	(715,585)	115,980	831,565
Fund Balance (Deficit), Beginning of Year	(2,385,461)	(2,385,461)	-
Fund Balance (Deficit), End of Year	(3,101,046)	$ (2,269,481)	$ 831,565

CUSTODIAL FUNDS

City of Yucaipa
Combining Statement of Fiduciary Net Position
Custodial Funds
June 30, 2023

	Police Department Donation	Cramer House	CFD 98-1 Debt Reserves	Totals
ASSETS				
Cash and Investments	$ 54,863	$ 52,922	$ 2,606,770	$ 2,714,555
Cash and Investments with Fiscal Agents	-	-	2,442,327	2,442,327
Accounts Receivable	-	-	14,616	14,616
Interest Receivable	-	-	51	51
Total Assets	54,863	52,922	5,063,764	5,171,549
LIABILITIES				
Accounts Payable	-	-	2,244	2,244
Total Liabilities	-	-	2,244	2,244
NET POSITION				
Restricted for Organizations and Individuals	$ 54,863	$ 52,922	$ 5,061,520	$ 5,169,305

City of Yucaipa
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
June 30, 2023

	Police Department Donation	Cramer House	CFD 98-1 Debt Reserves	Totals
ADDITIONS				
Taxes and Assessments Collected for Others	$ -	$ -	$ 2,285,788	$ 2,285,788
Investment Income	186	179	43,139	43,504
Total Additions	186	179	2,328,927	2,329,292
DEDUCTIONS				
General and Administrative	-	-	94,497	94,497
Payments to Bondholders	-	-	2,183,316	2,183,316
Total Deductions	-	-	2,277,813	2,277,813
Net Change in Fiduciary Net Position	186	179	51,114	51,479
Net Position, Beginning of Year	54,677	52,743	5,010,406	5,117,826
Net Position, End of Year	$ 54,863	$ 52,922	$ 5,061,520	$ 5,169,305

STATISTICAL SECTION

STATISTICAL SECTION

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

CONTENTS **PAGE**

CITY OF YUCAIPA

Net Position by Component

Last Ten Fiscal Years

(accrual basis of accounting)

	Fiscal Year				
	2023	2022	2021	2020	2019
Net Position:					
Investment in Capital Assets	$ 191,562,417	$ 192,150,325	$ 187,300,451	$ 193,575,047	$ 187,442,518
Restricted for:					
Low and Moderate Housing		-	-	437	21,998
Public Safety	1,793,531	1,290,274	842,456	689,126	773,906
Public Works/Transportation	4,712,120	3,403,692	172,578	134,574	1,345,343
Community Development	1,101,382	1,297,916	8,399	8,364	4,306
Community Service / Public Education	4,025,520	3,643,830	3,433,073	3,100,353	2,914,000
Capital Projects	-	8,227,206	8,798,378	115,836	2,451,698
Other Purpose	-	-	-	1,245,728	1,288,717
Unrestricted	30,283,832	24,234,997	25,981,533	25,066,595	23,879,234
Total Net Position	$ 233,478,802	$ 234,248,240	$ 226,536,868	$ 223,936,060	$ 220,121,720

Fiscal Year				
2018	2017	2016	2015	2014
$ 173,234,642	$ 161,130,470	$ 155,769,811	$ 150,107,657	$ 151,188,060
50,095	93,740	-	-	-
1,147,116	1,437,359	1,709,562	1,731,433	1,648,506
1,795,685	3,136,626	3,001,667	9,715,836	9,602,617
306	13,106	14,494	12,815	12,815
2,679,478	2,497,976	2,550,577	2,308,616	2,196,701
2,598,651	3,590,668	4,680,900	347,493	323,462
1,277,363	1,510,011	1,489,306	1,472,937	1,407,186
33,974,660	34,487,009	38,545,036	38,714,479	42,269,769
$ 216,757,996	$ 207,896,965	$ 207,761,353	$ 204,411,266	$ 208,649,116

CITY OF YUCAIPA

Changes in Net Position

Last Ten Fiscal Years

(accrual basis of accounting)

	Fiscal Year				
Expenses:	2023	2022	2021	2020	2019
Governmental activities:					
General Government	$ 7,564,205	$ 4,943,392	$ 5,523,173	$ 4,640,613	$ 4,052,236
Community Development	1,544,928	2,724,779	2,662,672	2,267,651	2,374,236
Building and Safety	1,711,222	1,163,594	814,756	609,026	478,236
Public Works	17,408,927	12,003,117	13,813,740	10,128,308	8,542,114
Public Safety	19,525,389	18,010,685	16,728,825	16,758,782	15,425,996
Community Services	4,629,458	3,520,861	1,846,775	2,720,132	2,474,834
Total Governmental Activities	52,384,129	42,366,428	41,389,941	37,124,512	33,347,652
Program Revenues:					
Governmental activities:					
Charges for Services	16,329,217	7,477,356	4,557,440	4,492,201	4,452,055
Operating Grants and Contributions	4,710,866	5,938,900	3,568,495	2,203,890	1,698,865
Capital Grants and Contributions	4,498,377	9,340,764	9,636,799	9,938,960	6,044,151
Total governmental activities program revenues	25,538,460	22,757,020	17,762,734	16,635,051	12,195,071
Net (Expense) Revenue and Change in Net Position	(26,845,669)	(19,609,408)	(23,627,207)	(20,489,461)	(21,152,581)
General Revenues:					
Taxes:					
Property Taxes	14,702,749	13,802,354	13,283,544	12,598,276	12,136,328
Sales and Use Taxes	5,488,377	5,299,433	4,600,872	3,751,828	4,178,316
Franchise Taxes	1,830,862	1,672,542	1,567,185	1,491,027	1,422,487
Documentary Transfer Tax	238,018	318,285	311,936	186,819	165,803
Other Taxes	30,037	23,658	22,299	22,379	22,903
Vehicle License Fees, Unrestricted	6,425,960	5,931,673	5,689,226	5,448,407	5,183,224
Investment Income	11,955	(187,606)	43,503	412,106	646,973
Miscellaneous	204,910	460,441	5,674,866	392,959	760,271
Total General Revenue	28,932,868	27,320,780	31,193,431	24,303,801	24,516,305
Change in Net Position	2,087,199	7,711,372	7,566,224	3,814,340	3,363,724
Net Position- Beginning of the Year	231,391,603	226,536,868	218,970,644	220,121,720	216,757,996
Net Position- End of the Year	$ 233,478,802	$ 234,248,240	$ 226,536,868	$ 223,936,060	$ 220,121,720

	Fiscal Year				
2018	2017	2016	2015	2014
$ 4,093,998	$ 3,810,457	$ 3,217,017	$ 3,059,021	$ 2,786,070
2,256,053	2278822	5564038	5170508	6178671
387,227	443,510	535,135	470,200	298,010
8,011,508	5,836,411	6,628,742	6,745,133	12,320,777
14,453,214	13,564,138	12,526,134	12,038,940	10,913,479
2,012,974	2,549,809	1,893,305	2,106,093	1,633,333
31,214,974	28,483,147	30,364,371	29,589,895	34,130,340
3,598,357	3,695,175	3,601,914	3,146,047	2,525,564
1,730,819	1,590,665	1,712,301	1,743,410	1,056,654
13,559,464	1,648,680	7,479,465	3,671,538	4,372,675
18,888,640	6,934,520	12,793,680	8,560,995	7,954,893
(12,326,334)	(21,548,627)	(17,570,691)	(21,028,900)	(26,175,447)
11,616,465	11,072,145	10,411,588	10,034,783	9,689,395
3,491,965	3,446,413	3,528,777	3,178,195	2,857,302
1,381,727	1,339,715	1,415,951	1,427,826	1,412,159
196,525	187,977	165,430	173,871	122,362
22,529	22,666	22,941	18,253	17,656
4,961,077	4,706,421	4,459,501	4,267,755	3,963,654
64,534	183,557	463,238	482,999	315,102
391,399	725,345	453,352	558,284	2,844,271
22,126,221	21,684,239	20,920,778	20,141,966	21,221,901
9,799,887	135,612	3,350,087	(886,934)	(4,953,546)
206,958,109	207,761,353	204,411,266	205,298,200	213,602,662
$ 216,757,996	$ 207,896,965	$ 207,761,353	$ 204,411,266	$ 208,649,116

CITY OF YUCAIPA

Fund Balances of Governmental Funds

Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2023	2022	2021	2020	2019
General Fund:					
Nonspendable	$ 21,029,653	$ 22,929,682	$ 24,846,293	$ 26,910,385	$ 22,370,194
Restricted	-	-	-	-	125,052
Committed	14,660,463	17,237,963	15,853,604	18,324,766	17,908,560
Assigned	-	-	2,387,911	3,187,945	4,591,778
Unassigned	14,992,351	10,781,774	9,284,068	6,530,400	4,621,841
Total general fund	50,682,467	50,949,419	52,371,876	54,953,496	49,617,425
All other governmental funds:					
Nonspendable	3,380	34,488	-	-	-
Restricted	11,128,786	9,467,285	9,225,434	5,684,636	10,027,656
Committed	-	-	-	-	-
Assigned	8,930,312	7,273,590	5,449,265	-	-
Unassigned	(26,518,351)	(25,445,902)	(25,817,650)	(32,714,452)	(26,585,290)
Total all other governmental funds	(6,455,873)	(8,670,539)	(11,142,951)	(27,029,816)	(16,557,634)
Total Fund Balances	$ 44,226,594	$ 42,278,880	$ 41,228,925	$ 27,923,680	$ 33,059,791
					<1>

<1> Beginning in FY 2018/19, the General Fund and the Fire Special Revenue Fund were combined.

Fiscal Year				
2018	2017	2016	2015	2014
$ 20,416,604	$ 20,648,580	$ 13,946,845	$ 11,313,445	$ 11,537,445
192,397	310,760	1,073,460	985,913	1,710,864
7,463,406	7,035,269	6,761,166	5,342,829	5,182,303
4,019,175	3,225,598	12,009,103	10,933,751	9,536,944
5,567,230	5,080,248	11,528,265	15,033,672	14,689,176
37,658,812	36,300,455	45,318,839	43,609,610	42,656,731
-	-	2,923,167	2,523,014	2,531,014
10,547,436	12,901,073	13,272,331	15,532,774	15,039,236
11,820,420	11,811,080	8,878,997	8,870,725	8,458,732
5,777,260	12,301,900	-	36,079	327,168
(27,535,988)	(23,280,361)	(15,873,763)	(13,324,985)	(12,172,510)
609,128	13,733,692	9,200,732	13,637,607	14,183,640
$ 38,267,940	$ 50,034,147	$ 54,519,571	$ 57,247,217	$ 56,840,371

CITY OF YUCAIPA

Changes in Fund Balances of Governmental Funds

Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2023	2022	2021	2020	2019
Revenues:					
Taxes:					
Property Taxes	$ 14,702,749	$ 13,802,354	$ 13,283,544	$ 12,598,276	$ 12,136,328
Sales and Use Taxes	5,488,377	5,299,433	4,600,872	3,751,828	4,178,316
Franchise Taxes	1,830,861	1,672,542	1,567,185	1,491,027	1,422,487
Documentary Transfer Tax	238,018	318,285	311,936	186,819	165,803
Other Taxes	30,037	23,658	22,299	22,379	22,903
License and Permits	2,117,419	1,375,320	987,628	736,865	642,926
Fines and Forfeitures	50,653	326,104	381,295	40,581	44,876
Charges for Services	10,961,115	8,991,482	4,490,771	3,386,200	4,053,783
Intergovernmental	17,116,881	17,905,890	19,719,637	13,565,747	17,457,588
Investment Income	341,513	(410,975)	365,311	1,056,327	1,418,791
Other	3,075,383	464,790	5,682,031	425,493	819,162
Total Revenue	55,953,006	49,768,883	51,412,509	37,261,542	42,362,963
Expenditures:					
Current:					
General Government	5,991,502	5,190,044	4,320,276	3,453,098	3,710,893
Community Development	871,119	1,388,086	1,192,242	797,221	914,835
Building and Safety	1,711,222	1,163,594	814,756	609,026	478,236
Public Works	6,865,091	5,207,567	4,499,705	4,880,501	4,288,078
Public Safety	18,702,370	17,143,688	15,876,283	15,972,579	14,673,159
Community Service	4,409,368	3,302,618	1,626,246	2,499,404	2,288,639
Capital Outlay	14,824,775	14,376,331	9,933,302	14,185,824	21,217,272
Total Expenditures	53,375,447	47,771,928	38,262,810	42,397,653	47,571,112
Excess (Deficiency) of Revenues over (under) Expenditures	2,577,559	1,996,955	13,149,699	(5,136,111)	(5,208,149)
Other Financing Sources (Uses)					
Transfer In	14,895,832	15,137,307	10,663,705	19,552,583	18,916,990
Transfer Out	(15,525,677)	(16,084,307)	(10,873,705)	(19,552,583)	(18,916,990)
Total Other Financing Sources	(629,845)	(947,000)	(210,000)	-	-
Net Change in Fund Balance	1,947,714	1,049,955	12,939,699	(5,136,111)	(5,208,149)
Fund Balance, Beginning of Year	42,278,880	41,228,925	27,923,680	43,208,549	48,416,698
Fund Balance, End of the Year	$ 44,226,594	$ 42,278,880	$ 41,228,925	$ 38,072,438	$ 43,208,549

Fiscal Year 2018	2017	2016	2015	2014
$ 11,616,465	$ 11,072,145	$ 10,411,588	$ 10,034,783	$ 9,689,395
3,491,965	3,446,413	3,528,777	3,178,195	2,857,302
1,381,727	1,339,715	1,415,951	1,427,826	1,412,159
196,525	187,977	165,430	173,871	122,362
22,529	22,666	22,941	18,253	17,656
563,075	669,889	741,816	644,438	439,867
42,799	34,708	46,210	65,641	87,443
3,337,724	3,217,725	4,142,074	3,523,712	1,558,693
9,570,510	8,048,047	11,192,564	8,422,778	9,523,229
478,954	472,118	899,261	713,548	315,102
391,399	563,339	643,662	692,134	1,456,782
31,093,672	29,074,742	33,210,274	28,895,179	27,479,990
3,405,544	3,082,881	2,761,798	2,574,342	2,560,664
796,652	819,421	874,127	662,301	680,532
387,227	443,510	535,135	470,200	298,010
3,984,399	3,632,801	3,960,098	4,217,659	3,672,607
13,711,372	12,914,669	11,947,953	11,476,079	10,619,347
1,830,426	2,364,323	1,707,102	1,908,332	1,396,430
18,848,545	10,191,847	14,053,736	6,964,420	13,423,621
42,964,165	33,449,452	35,839,949	28,273,333	32,651,211
(11,870,493)	(4,374,710)	(2,629,675)	621,846	(5,171,221)
7,225,957	26,029,696	4,502,284	2,392,627	5,849,550
(7,121,671)	(26,140,410)	(4,600,255)	(2,607,627)	(4,023,323)
104,286	(110,714)	(97,971)	(215,000)	1,826,227
(11,766,207)	(4,485,424)	(2,727,646)	406,846	(3,344,994)
60,182,905	64,668,329	67,395,975	66,989,129	70,334,123
$ 48,416,698	$ 60,182,905	$ 64,668,329	$ 67,395,975	$ 66,989,129

CITY OF YUCAIPA

Assessed Value and Estimated Actual Value of Taxable Property by Major Type

Last Ten Fiscal Years

Category	2023	2022	2021	2020	2019
Residental	$4,800,460,936	$4,477,721,348	$4,290,661,031	$4,121,577,454	$3,922,178,028
Commercial	420,932,556	392,826,501	384,136,677	359,691,461	343,889,586
Industrial	26,116,447	22,737,494	21,352,036	19,323,164	22,859,396
Irrigated	264,661	259,472	256,811	251,775	143,693
Dry Farm	2,480,965	2,432,318	3,068,142	3,363,591	3,429,995
Recreational	5,447,436	5,342,452	5,660,995	5,247,653	5,188,913
Institutional	5,581,027	10,279,542	16,166,803	12,156,160	8,179,074
Miscellaneous	15,875,804	15,862,094	16,814,925	17,107,033	10,852,354
Vacant Land	148,076,761	134,905,956	120,960,512	111,676,789	108,457,958
Unsecured	98,793,467	81,693,302	74,728,619	74,568,629	69,812,138
Total	$5,524,030,060	$5,144,060,479	$4,933,806,551	$4,724,963,709	$4,494,991,135
Total direct rate	0.23987	0.23994	0.22914	0.22917	0.22919

Source:
HdL

2018	2017	2016	2015	2014
$3,753,392,419	$3,545,207,827	$3,358,340,145	$3,197,499,722	$2,941,326,218
318,283,068	307,441,314	282,344,120	279,379,006	278,331,820
20,540,942	19,499,887	28,947,572	27,816,631	25,761,469
140,876	138,112	136,038	133,374	132,771
3,372,477	3,433,192	3,395,439	3,328,926	3,313,882
5,127,653	5,069,825	5,415,474	4,107,321	5,052,198
9,902,113	10,120,689	3,759,117	6,693,945	4,629,021
11,567,874	10,872,131	10,959,685	11,413,452	11,156,895
113,299,055	112,236,082	109,221,283	105,449,947	103,068,595
66,612,865	67,513,752	64,879,744	65,290,823	64,584,003
$4,302,239,342	$4,081,532,811	$3,867,398,617	$3,701,113,147	$3,437,356,872
0.22923	0.22921	0.22914	0.22912	0.22915

CITY OF YUCAIPA

Direct & Overlapping Property Tax Rates

(Rate Per $100 of Taxable Value)

Agency	2023	2022	2021	2020	2019
Basic Levy	1.00000	1.00000	1.00000	1.00000	1.00000
Redlands Unified School Bond 1993	0.02790	0.06620	0.03600	0.03390	0.03240
San Bernardino Community College Bond	0.04500	0.05340	0.06510	0.05620	0.04070
San Bernardino Valley Muni Water	0.13000	0.13000	0.14250	0.14250	0.15250
Total Direct & Overlapping Tax Rates	1.20290	1.24960	1.24360	1.23260	1.22560
City's Share of 1% Levy Per Prop 13	0.22228	0.22228	0.22228	0.22228	0.22228
General Obligation Debt Rate	0	0	0	0	0
Total Direct Rate	0.23987	0.23994	0.22914	0.22917	0.22919

Source:
HdL

2018	2017	2016	2015	2014
1.00000	1.00000	1.00000	1.00000	1.00000
0.04940	0.05240	0.05670	0.05940	0.06290
0.03760	0.03500	0.04030	0.03930	0.04190
0.15250	0.16250	0.16250	0.16250	0.16250
1.23950	1.24990	1.25950	1.26120	1.26730
0.22228	0.22228	0.22228	0.22228	0.22228
0	0	0	0	0
0.22923	0.22921	0.22914	0.22912	0.22915

CITY OF YUCAIPA

Principal Property Tax Payers

Current Year and Nine Years Ago

	2023			2014		
	Combined (Secured & Unsecured)			**Combined (Secured & Unsecured)**		
Taxpayer	Total Assessed Value	Rank	Percent of Net Assessed Value	Total Assessed Value	Rank	Percent of Net Assessed Value
YVCC II LLC	$ 31,027,834	1	0.56%	$ 21,923,582	1	0.64%
SORENSON ENGINEERING INC	25,960,976	2	0.47%	8,646,546	8	0.25%
SUN LAKEVIEW MOBILE ESTATES LLC	24,225,000	3	0.44%			
SNR 24 GOLDEN OAKS OWNER LLC	19,560,095	4	0.35%			
2017 1 IH BORROWER	16,038,945	5	0.29%			
CHAPMAN HEIGHTS YUCAIPA	15,459,516	6	0.28%	13,322,538	4	0.39%
YUCAIPA VENTURE LLC	15,458,508	7	0.28%			
WOODSIDE 05S	14,729,855	8	0.27%			
YUCAIPA AVENUE E LLC	13,758,092	9	0.25%			
CSL WILDWOOD PROPERTY LLC	13,608,983	10	0.25%			
YUCAIPA RETIREMENT RESIDENCE LP				14,656,306	2	0.43%
STATER BROS MARKETS				13,486,445	3	0.39%
GERALD S RUBIN				11,319,202	5	0.33%
CALANDA REAL LP				11,245,892	6	0.33%
PUTNAM FAMILY PARTNERSHIP				10,587,090	7	0.31%
YUCAIPA VALLEY ACRES				8,526,760	9	0.25%
VEDRES FAMILY INVESTMENT PTSHP				8,327,337	10	0.24%
TOP TEN TOTAL	189,827,804		3.44%	122,041,698		3.55%
CITY TOTAL	$ 5,524,030,060			$ 3,437,356,872		

Source:
HdL

CITY OF YUCAIPA

Property Tax Levies and Collections [1]

Last Ten Fiscal Years

Fiscal Year Ended 30-Jun	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of Levy		Subsequent Years Collections of Prior Years [2]	Total Collections to Date	
		Amount	Percent of Levy		Amount	Percent of Levy
2023	$12,756,816	$12,695,990	99.52%	$326,581	$13,022,571	102.08%
2022	11,890,508	11,878,270	99.90%	332,576	12,210,846	102.69%
2021	11,431,712	11,406,447	99.78%	353,249	11,759,696	102.87%
2020	10,977,686	10,806,198	98.44%	295,981	11,102,179	101.13%
2019	10,474,628	10,389,693	99.19%	336,063	10,725,756	102.40%
2018	10,063,603	10,008,179	99.45%	291,704	10,299,883	102.35%
2017	9,600,087	9,431,090	98.24%	353,833	9,784,922	101.93%
2016	9,072,734	8,847,926	97.52%	355,412	9,203,338	101.44%
2015	8,636,028	8,460,894	97.97%	360,019	8,820,913	102.14%
2014	8,112,664	7,905,747	97.45%	378,362	8,284,109	102.11%

NOTE:

[1] The amounts presented include City property taxes and Redevelopment Agency increment. This schedule also includes amounts collected by the City and Redevelopment Agency that were passed-through to other agencies. The State of California dissolved the Redevelopment Agency effective 2012. Collections in subsequent years may include delinquent tax payments from multiple years which are not identified separately by the County of San Bernardino.

[2] Subsequent years collections of prior years may include delinquent tax payments from multiple prior years which are not identified separately by the County of San Bernardino. Limitations exist within the County's tax system which impede the ability to identify prior tax year delinquent payments by assessment year.

Source:
San Bernardino County Auditor-Controller's Office

CITY OF YUCAIPA

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years

Fiscal Year Ended June 30	Former RDA Tax Allocation Bonds Principal Outstanding	Percentage of Personal Income [1]	Debt Per Capita [1]
2023	$ -	0.00%	$ -
2022	-	0.00%	-
2021	-	0.00%	-
2020	-	0.00%	-
2019	-	0.00%	-
2018	-	0.00%	-
2017	-	0.00%	-
2016	-	0.00%	-
2014	-	0.00%	-
2013	-	0.00%	-

[1] These ratios are calculated using personal income and population for the prior calendar year.

NOTE:
Details regarding the City's outstanding debt can be found in the notes to the financial statements.

The City of Yucaipa currently does not have any debt.

CITY OF YUCAIPA

Ratios of General Bonded Debt Outstanding

Last Ten Fiscal Years

Fiscal Year Ended June 30	Former RDA Tax Allocation Bonds [1]	Percentage of Assessed Value [1]	Per Capita [1]
2023	$ -	0.00%	$ -
2022	-	0.00%	-
2021	-	0.00%	-
2020	-	0.00%	-
2019	-	0.00%	-
2018	-	0.00%	-
2017	-	0.00%	-
2016	-	0.00%	-
2015	-	0.00%	-
2014	-	0.00%	-

[1] Assessed Value has been used because the actual value of taxable property is not readily available in the State of California.

NOTE:
Details regarding the City's outstanding debt can be found in the notes to the financial statements.

The City of Yucaipa currently does not have any debt.

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CITY OF YUCAIPA

Direct and Overlapping Debt

June 30, 2023

2022-2023 Assessed Valuation: $ 5,524,030,060

	Percentage Applicable	Outstanding Debt 06/30/23	Estimated Share of Overlapping Debt
OVERLAPPING TAX AND ASSESSMENT DEBT:			
San Bernardino Community College District	5.976%	$ 708,007,978	$ 42,310,557
Redlands Unified School District	0.066%	54,383,512	35,893
City of Yucaipa	**100.000%**	**$ -**	**$ -**
City of Yucaipa Community Facilities District No. 98-1	100.000%	14,185,000	14,185,000
Yucaipa Calimesa Joint Unified School District Community Facilities District No. 2	100.000%	875,000	875,000
Yucaipa Calimesa Joint Unified School District Community Facilities District No. 3	100.000%	1,879,453	1,879,453
California Statewide Community Development Authority Assessment District No. 21-01	100.000%	7,718,000	7,718,000
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT		$ 787,048,943	$ 67,003,903
OVERLAPPING GENERAL FUND DEBT:			
San Bernardino County General Fund Obligations	1.901%	$ 160,860,000	$ 3,057,949
San Bernardino County Pension Obligation Bonds	1.901%	62,960,000	1,196,870
San Bernardino County Flood Control District General Fund Obligations	1.901%	41,065,000	780,646
Yucaipa-Calimesa Joint Unified School District General Fund Obligations	82.540%	5,497,409	4,537,561
TOTAL OVERLAPPING GENERAL FUND DEBT		270,382,409	9,573,026
OVERLAPPING TAX INCREMENT DEBT (Successor Agency):	100.000%	6,335,000	6,335,000
DIRECT TAX AND ASSESSMENT DEBT:			
City of Yucaipa	**100.000%**	**$ -**	**$ -**
TOTAL DIRECT DEBT		$ -	$ -
COMBINED TOTAL DEBT [2]			$ 82,911,929

Notes:

[1] The percentage of overlapping debt applicable to the City is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the City divided by the district's total taxable assessed value.

[2] Excludes tax and revenue anticipation notes, revenue, mortgage revenue and non-bonded capital lease obligations.

Ratios to 2022-23 Assessed Valuation:

Direct Debt……………………………………………………	**0.00%**
Total Direct and Overlapping Tax and Assessment Debt……….	1.21%
Combined Total Debt…………………………………………….	1.50%

Ratios to Redevelopment Successor Agency Incremental Valuation ($335,178,639):

Total Overlapping Tax Increment Debt…………………………..	1.89%

CITY OF YUCAIPA

Legal Debt Margin Information

Last Ten Fiscal Years

	Fiscal Year 2023	2022	2021	2020	2019
Assessed Valuation	$ 5,524,030,060	$ 5,144,060,479	$ 4,933,806,551	$ 4,724,963,709	$ 4,494,991,135
Conversion percentage	25%	25%	25%	25%	25%
Adjusted assessed valuation	1,381,007,515	1,286,015,120	1,233,451,638	1,181,240,927	1,123,747,784
Debt limit percentage	15%	15%	15%	15%	15%
Debt limit	207,151,127	192,902,268	185,017,746	177,186,139	168,562,168
Total net debt applicable to the limit					
General obligation bonds	-	-	-	-	-
Legal debt margin	207,151,127	192,902,268	185,017,746	177,186,139	168,562,168
Total debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%

NOTE:

The Government Code of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision wh was based up 25% of market value. Effective with the 1981-82 fiscal year, each parcel is now assessed at 100% of market value (as of the mos ownership for that parcel.) The computations shown above reflect a conversion of assessed valuation data for each fiscal year from the current perspective to the 25% level that was in effect at the time that the legal debt margin was enacted by the State of California for local governmen state.

Sources:

San Bernardino County Tax Assessor

Fiscal Year				
2018	2017	2016	2015	2014
$ 4,302,239,342	4,081,532,811	3,867,398,617	3,701,113,147	3,437,356,872
25%	25%	25%	25%	25%
1,075,559,836	1,020,383,203	966,849,654	925,278,287	859,339,218
15%	15%	15%	15%	15%
161,333,975	153,057,480	145,027,448	138,791,743	128,900,883
-	-	-	-	-
161,333,975	153,057,480	145,027,448	138,791,743	128,900,883
0.00%	0.00%	0.00%	0.00%	0.00%

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CITY OF YUCAIPA

Pledged Revenue Coverage

Last Ten Fiscal Years

Tax Allocation Bonds

Fiscal Year Ended June 30	Former RDA Tax Increment	Debt Service		Coverage
		Principal	Interest	
2023	$ -	$ 215,000	$ 337,599	$ -
2022	-	205,000	346,941	-
2021	-	195,000	355,602	-
2020	-	190,000	363,828	-
2019	-	180,000	371,675	-
2018	-	175,000	379,137	-
2017	-	165,000	386,243	-
2016	-	160,000	394,394	-
2015	-	155,000	400,775	-
2014	-	150,000	405,032	-

NOTE:

Details regarding the City's outstanding debt can be found in the notes to the financial statements.
Operating expenses do not include interest or depreciation expenses.

On February 1, 2012 the Redevelopment Agency was dissolved.

CITY OF YUCAIPA

Demographic and Economic Statistics

Last Ten Calendar Years

Calendar Year	Population	Personal Income (In Thousands)	Per Capita Personal Income	Unemployment Rate
2022	53,991	$ 1,783,022	$ 33,024	3.40%
2021	54,494	1,722,373	31,606	5.70%
2020	55,634	1,620,848	29,134	7.90%
2019	55,712	1,542,724	27,691	3.20%
2018	54,844	1,407,956	25,672	3.40%
2017	54,651	1,338,730	24,495	4.00%
2016	54,324	1,347,721	24,808	5.80%
2015	53,779	1,367,950	25,436	6.60%
2014	52,598	1,353,662	25,736	8.20%
2013	52,654	1,365,950	25,942	6.60%

Sources:
State Department of Finance, HdL, State of California Employment Development Department

CITY OF YUCAIPA

Principal Employers

Current Year and Nine Years Ago

Employer	2023* Number of Employees	2023* Percent of Total Employment	2014* Number of Employees	2014* Percent of Total Employment
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
TOTAL TOP EMPLOYERS	-	-	-	-
TOTAL EMPLOYEES IN CITY	-		-	

NOTE:
*The City of Yucaipa chooses to not present the principal employer data as the information is not readily available.

CITY OF YUCAIPA

City Employees
by Function

Last Five Fiscal Years

	Employees as of June 30				
	2023	2022	2021	2020	2019
Full-time employees:					
City Council Depatment	0.25	0.00	0.00	0.00	0.00
City Manager Department	3.15	5.05	3.55	4.00	3.00
Community Services Department	18.00	13.60	10.60	10.10	10.20
Development Services Department:					
Director	1.00	1.00	1.00	1.00	0.40
Administration	3.00	2.00	2.00	2.31	1.00
Engineering	5.50	5.50	5.50	4.50	6.00
Street Maintenance	6.75	5.25	5.25	5.25	4.50
Parks/Facilities Maintenance	9.25	9.75	8.75	8.75	8.00
Planning	5.25	4.25	3.25	3.50	2.50
Code Enforcement	5.25	3.25	4.25	3.00	4.16
Economic Development	0.90	0.00	0.00	0.00	0.00
Finance Department	14.33	8.78	8.00	7.00	6.75
Fire Services Department	1.00	0.00	0.00	0.00	0.25
General Services Department	7.80	6.85	6.38	4.40	4.00
Successor Agency to RDA	0.38	0.52	0.27	0.14	0.48
Yucaipa Housing Authority	0.20	0.20	0.20	0.06	0.16
Total	82.00	66.00	59.00	54.00	53.00

Sources:
City of Yucaipa

CITY OF YUCAIPA

Operating Indicators
by Function

Last Five Fiscal Years

Function	2023	2022	Fiscal Year 2021	2020	2019
Police:					
Calls for service	43,078	42,995	42,814	43,808	44,488
Citations issued	2,993	4,236	1,305	1,252	1,727
Fire:					
Number of Incidents	8,229	8,500	8,263	7,636	8,297
Building and Safety:					
Building Permits Issued	2,772	2,210	1,885	1,376	1,448
No. of New Dwelling Units	328	233	119	17	21
Parks and recreation:					
Community center attendance	10,812	14,139	7,112	16,897	27,712
STARS	997	1,093	1,649	12,269	16,288
Camps	730	683	433	940	1,388
Aquatics	4,402	3,570	2,440	1,275	6,950
Community Center Classes	1,944	1,061	715	4,218	5,880
Scherer Center Classes	5,612	5,384	1,153	3,742	5,130
Administration					
New Business Licenses	587	570	428	422	469
Renewed Business Licenses	1,697	1,452	1,564	1,547	1,549

Sources:
City of Yucaipa

CITY OF YUCAIPA

Capital Asset Statistics
by Function

Last Five Fiscal Years

Function	Fiscal Year 2023	2022	2021	2020	2019
Police:					
Stations	1	1	1	1	1
Sub-stations					
Fire:					
Fire Stations	3	3	3	3	3
Public Works					
Streets (miles)	229.05	227.82	227.82	227.82	227.82
Traffic signals (city-owned)	32.5	32.5	32.5	31.5	27.5
Roundabouts	4	4	4	4	2
Parks and Recreation:					
Parks (acreage)	534	534	534	534	534
Community Centers	2	2	2	2	2
Performing Arts Centers	1	1	1	1	1

Sources:
City of Yucaipa