CITY OF YUCAIPA

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2021

CITY OF YUCAIPA, CALIFORNIA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

Year Ended June 30, 2021

Prepared by
Finance Division

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INTRODUCTORY SECTION

April 20, 2022

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

State law requires that every general-purpose local government publish a complete set of audited financial statements for each fiscal year. This report is published to fulfill that requirement for the fiscal year ended June 30, 2021.

This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal controls that it has established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by Van Lant & Fankhanel LLP, an independent firm of certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended June 30, 2021, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amount and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal year ended June 30, 2021, were fairly presented in conformity with Generally Accepted Accounting Principles (GAAP). The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City is a part of a broader, federally mandated "Single Audit" designated to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited City's internal controls and legal requirements involving the administration of federal awards. These reports are available in the City's separately issued Single Audit 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 City's MD&A can be found immediately following the report of the independent auditors.

The annual budget serves as the foundation for the City's financial planning and control. Prior to the beginning of the fiscal year, the City Manager submits a draft budget for the upcoming year to the City Council for their consideration and approval. Management is authorized to approve budget adjustments within designated thresholds; however, they must be reported to City Council on a periodic basis. The City maintains budgetary controls to ensure compliance with provisions embodied in the annual appropriated budget approved by the City Council. Activities of the General Fund, Special Revenue, Debt Service, Capital Projects, and Internal Service funds are included in the annual budget. The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts lapse at year-end. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund and major Special Revenue funds, this comparison is presented as part of the required supplementary information in the accompanying financial statements. For governmental funds that have appropriated annual budgets, other than the General Fund and major special revenue funds, this comparison is presented in the supplementary section of the accompanying financial statements.

PROFILE OF THE GOVERNMENT

The City of Yucaipa was incorporated on November 27, 1989. It is a "General Law" City with a population of approximately 55,000 and is governed by a City Council/City Manager form of government. The City observes State laws and makes local laws (i.e. speed limits). The City Council has the power to make and enforce all laws and regulations with respect to municipal affairs.

The Yucaipa City Council is comprised of five Councilmembers. Each shares equal voting powers on all items coming before the Council. Effective in 2016, councilmembers are elected by district to four-year terms, with elections held in November of even-numbered years. The Council meets annually to choose one of its members as Mayor and another of its members as Mayor Pro-Tem. The City Council appoints the City Manager and City Attorney and members of all advisory boards, commissions and committees. 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 contains 18 parks, encompassing approximately 534 acres, including an equestrian arena and a municipal pool, as well as a 200 acre San Bernardino County regional park with 3 lakes for swimming, boating, and fishing, plus campgrounds and playgrounds for the entire family and the 1,000 +/- acre Wildwood Canyon State Park. The Yucaipa-Calimesa Joint Unified School District has an outstanding reputation, and it ranks at or near the top in every category of educational achievement. In addition, Crafton Hills College offers day and evening programs of continuing education and training opportunities for personal and professional development. Housing to accommodate all lifestyles is readily available, and three museums, a branch of the San Bernardino County Library, a Senior Center, two theater groups, and over 40 churches and 90 social or business clubs round out the community.

During fiscal year 2018-19 the City proudly opened the doors of the Yucaipa Performing Arts Center (YPAC) and the adjacent urban Uptown Park. The YPAC opened in the spring of 2019 and 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, within the Uptown Park the facility opens up an indoor/outdoor stage with an adjoining 14,000 sq. ft. open air plaza for audiences. The YPAC is intended to serve as an anchor within the Historic Uptown district of the City and will provide space for all types of performing arts including concerts, dance, theatre, galas, and major events.

The City of Yucaipa provides a full range of services to its residents. These services include, but are not limited to police protection, fire suppression, paramedic services, the construction and maintenance of streets and infrastructure planning and zoning, building and safety permitting and inspecting, engineering and inspection, code enforcement, recreational activities, enrichment programs and general administration. Other services are provided by: San Bernardino County, Yucaipa-Calimesa Joint Unified School District, and Yucaipa Valley Water District. 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).

ECONOMIC CONDITION AND OUTLOOK

The profile outlined above demonstrates the value placed on public services provided by the City. Through the implementation of relevant fiscal policies, as described below, and a conservative fiscal strategy, combined with the economic outlook of the community, the City is poised and able to provide the amenities and facilities identified in this report on behalf of the residents. The City has successfully maintained a high pavement quality index for all of its streets, invested in parks and facilities and implemented a series of annual festivals to enhance the recreational participation in the community. All of these combine favorably to assist in laying the foundation for financial success into the future. In addition, the City is able to respond to any changes in the economic climate appropriately and effectively.

The information presented in the financial statements is perhaps best understood from the broader perspective of the specific environment within which the City operates.

Local Economy

The City of Yucaipa is primarily a residential community whose economy is based primarily upon service and light manufacturing. Many residents commute for employment to other cities within the region. After the Great Recession, the unemployment rate rose from approximately 4.4% in calendar year 2008 to a peak of 14.8% in calendar year 2013. The unemployment rate steadily improved until calendar year 2019 when unemployment reached 2.9% in April. However, due to the COVID-19 pandemic, the unemployment rate has increased since then, touching a high of 13.3% in April 2020, and finishing fiscal year 2019/2020 with a rate of 11% in June. As of the end of calendar year 2020, the unemployment rate ended at 7.9%.

The City of Yucaipa saw revenue sources stabilize and begin to increase during fiscal year 2015/2016. The increase continued through fiscal year 2020/2021. The City's largest revenue source comes from property taxes. Property tax revenues were received in the amount of $13.3 million in fiscal year 2020/2021, and the City is seeing a continuing trend of rising property values. In fiscal year 2014/2015, the City experienced an increase in property tax revenues by the rate of approximately 5.03%, 4.33% in fiscal year 2015/2016, 6.34% in fiscal year 2016/2017, 5.3% in fiscal year 2017/2018, 4.99% in fiscal year 2018/2019, 4% in fiscal year 2019/2020, and 5.44% in fiscal year 2020/2021.

Sales Tax revenues had experienced growth annually over the last several years, until fiscal year 2019/2020. Sales tax revenues declined in fiscal year 2019/2020 by 10.2% compared to the previous fiscal year due to COVID-19 lockdowns that subdued economic activity for a portion of the fiscal year. In fiscal year 2020/2021, economic activity returned and sales tax revenues increased 22.6%.

For the future, there are a number of projects that hold economic development potential for the community and City staff continues to work with the development community to facilitate economic opportunities and foster responsible impacts to the community. For example, the City has constructed several drainage related projects that have removed 416 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 were very recently completed. Each project plays a vital role in the overall economic development strategy employed by the City Council.

- Crafton Hills College Village 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 built with available cash include: the Community Park and Community Center/Gym, City Hall, Fire Station #3, the Police Station, the Yucaipa Performing Arts Center, El Dorado Park, and now a new City Yard. Many infrastructure improvements that have been financed with available cash include: the Widening of Yucaipa Boulevard, the Live Oak / I-10 Interchange, and numerous drainage and park improvement projects including the most recent acquisition of the 334 acre El Dorado Park to be used as open space and for recreational purposes and as a mitigation “bank” for other important City projects and the 11-acre future Five Winds Ranch Recreation Center.

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 multiple City related capital projects.

Relevant Financial Policies

Through the adoption of GASB 54 in fiscal year 2010/11, City Council set up two contingency accounts to serve as buffers against severe changes in the local economic environment. The first, the General Fund Emergency Contingency, was established to encumber an amount equal to 20% of the annual General Fund Expenditure Budget. That was increased to 30% in fiscal year 2015/2016 and then reduced to 20% for fiscal year 2020/2021 to reflect the potential financial impacts of the COVID-19 pandemic. The General Fund Emergency Contingency Account is committed solely 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. In fiscal year 2020/2021 this commitment amounted to $4,611,873. Secondly, City Council also formalized the Reserve for Economic Uncertainties Contingency. This commitment totals $1,000,000. This contingency account is committed and may be used solely in any fiscal year in which actual General Fund revenue is at least 30% less than budgeted General Fund revenue. Both contingencies have remained encumbered in their entirety through the end of fiscal year 2020/21.

Acknowledgments

The preparation of the annual comprehensive financial report was made possible by the dedicated service of the entire staff of the Finance Division.

Respectfully submitted,

Raymond A. Casey
City Manager

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

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, California, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City of Yucaipa's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Van Lant & Fankhanel, LLP
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Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Yucaipa, California, as of June 30, 2021, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other 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 introductory section, the supplementary information as listed in the table of contents, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information, as listed in the table of contents, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statement themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 20, 2022, on our consideration of the City of Yucaipa'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* and should be considered in assessing the results of our audit.

Van Lant + Fankhanel, LLP

April 20, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Yucaipa, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2021.

FINANCIAL HIGHLIGHTS

- The City's Governmental Net Position increased by approximately 5.8% to $226.5 million as a result of this year's operations, including normal annual depreciation and the capitalization of assets.
- During the year, the City's taxes and other governmental revenues exceeded expenses by approximately $7.6 million.
- The total revenues from all sources were approximately $49 million. The total cost of all City programs was approximately $41.4 million. For capital related expenses, the total cost only includes the portion allocated for depreciation for the fiscal year.
- The General Fund reported total operational expenditures over revenues, including transfers, in the amount of approximately $(2.6) million.
- The revised General Fund budget reflects estimated expenditures over revenues, including transfers, in the net amount of approximately $(3) million.
- For the General Fund, actual operating revenues received exceeded final budget estimates by the amount of $1.3 million, primarily due to increases in property taxes, sales and use taxes, licenses and permits, fines and forfeitures, and other revenues.
- Actual operating expenditures in the General Fund were approximately $6.2 million less than the final budget.
- At the end of Fiscal Year (FY) 2020-2021, the Unassigned Fund Balance in the General Fund was approximately $9.3 million, or 33.9% of the General Fund's total original budgeted expenditures. This represents a net increase from the previous year's Unassigned Fund Balance in the amount of $2.8 million.
- At the end of FY 2020-2021, the unassigned and committed fund balance in the General Fund was approximately $25.1 million and includes the following accounts:

1.	Unassigned Fund Balance	$ 9,284,069
2.	Committed for Reserve for Economic Contingency (20% of Operational Budget)	4,611,873
3.	Committed for Reserve for Economic Stabilization	1,000,000
4.	Committed Fund Balance for Fire Services	9,676,305
5.	Committed OPEB	565,426
	Total	$ 25,137,673

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis 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 three components, 1) Government-wide Financial Statements, 2) Fund Financial Statements and 3) Notes to the Financial Statements. This report contains other supplementary information in addition to the basic financial statements and required information.

Government-wide Financial Statements. The Government-wide Financial Statements are designed to provide readers with a broad overview of the City's financial position, in a manner similar to that of a private-sector business. These statements are reported on the full accrual basis of accounting. Thus, revenues and expenses are reported for some items that will not affect cash flows until future periods.

The Government-wide Financial Statements typically will separate Governmental Activities that are principally supported by taxes and revenues from other agencies, from Business-type Activities and other service fees that are intended to recover all, or a significant portion of their costs, through user fees and charges. The City of Yucaipa currently has no Business-type Activities. The Governmental Activities of the City include General Government, Community Development, Building and Safety, Public Works, Public Safety, Fire Protection Services, Paramedic Services, and Community Services.

The **Government-wide Financial Statements** include not only the City, but also all legal entities for which the City is financially accountable.

The **Statement of Net Position** presents information on all the City's assets and liabilities; the difference between the two is reported as the net position. Assets include all infrastructure assets in accordance with GASB 34. The liabilities include all obligations. 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 declining.

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

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to demonstrate compliance with finance-related legal requirements. All the funds of the City can be divided into three categories: Governmental Funds, Proprietary Funds, and Fiduciary Funds.

Governmental Funds (General Fund, Special Revenue, Debt Service and Capital Projects Funds) are used to account for the same functions reported as Governmental Activities in the Government-wide Financial Statements. However, unlike Government-wide Financial Statements, Fund Financial Statements focus on short-term inflows and outflows of spendable resources. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. This information may be useful in evaluating the City's short-term financing requirements.

The focus of 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 related to Worker's Compensation, liability, and property insurance. The proprietary fund statements provide financial information for the Internal Service Fund.

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. The City currently maintains four fiduciary funds. The first is for a donation received many years ago on behalf of the Sheriff's Department; the interest received thereon funds minor incidental needs of the department's station. The second fiduciary fund is used to account for transactions related to a deposit made for the benefit of the Yucaipa Historical Society relating to the disposition of the Kramer House, previously located within Chapman Heights. The third fiduciary fund includes the debt service reserve funds required for the Community Facilities District No. 98-1 of the City of Yucaipa (Chapman Heights). The fourth fiduciary fund maintained includes the financial information related to the Successor Agency to the City's Redevelopment Agency (RDA).

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

As noted earlier, 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 approximately $227 million as of June 30, 2021. This represents an increase from the previous year by the amount of approximately $2.6 million, excluding the restatement of the beginning net position. See Table 1, below, for a comparative analysis of net position between the fiscal years ended June 30, 2021 and June 30, 2020.

Table 1
Net Position
Governmental Activities

	Fiscal Year Ended June 30			
		2021		2020
Current and other Assets	$	59,548,160	$	40,501,320
Capital Assets, Net		187,300,451		193,575,047
Total Assets	$	246,848,611	$	234,076,367
Deferred Outflows of Resources	$	2,035,864	$	1,434,955
Current Liabilities		13,754,452		4,069,435
Long Term Liabilities		8,333,740		7,345,315
Total Liabilities	$	22,088,192	$	11,414,750
Deferred Inflows of Resources	$	259,415	$	160,512
Net Position:				
Net Investment in Capital Assets		187,300,451		193,575,047
Restricted		13,254,884		5,294,418
Unrestricted		25,981,533		25,066,595
Total Net Position	$	226,536,868	$	223,936,060

A large portion of the City's net position, $187.3 million, reflects its investment in capital assets (i.e., land, buildings, machinery, equipment and infrastructure), less any related debt used to acquire those assets that is still outstanding, if applicable. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities. It is important to note that the only debt currently reported in the financial statements is that debt incurred by the routine payments of current obligations. Debt obligations incurred by the former RDA and the Community Facilities District no. 98-1 are not included in the City's Governmental Financial Statements.

An additional portion of the City's net position, $13.25 million, or 5.85% of total net position, represents resources that are subject to external restrictions on how they may be used. This typically refers to funds received through State and Federal grants. The remaining balance of Unrestricted Net Position, $26 million, may be used to meet the government's ongoing obligations to citizens and creditors.

The condensed summary of activities, which follows, shows that net position increased by approximately $7.6 million during the year as a result of operations. The summary reflects an increase in total revenues in the amount of approximately $8 million from the previous year. The increase is primarily the result of timing related to the receipt of grant funds associated with City initiated capital projects, as well as the sale of City property to developers.

The summary also reflects an increase in total expenses in the amount of approximately $4.3 million from the previous year. The decrease is primarily due to reduced spending related to Community Services, since many services were unable to be provided during the year attributable to the COVID-19 lockdown.

Table 2
Summary of Governmental Activities

	Fiscal Year Ended June 30	
	2021	2020
Revenues		
Program Revenues:		
Charges for Services	$ 4,557,440	$ 4,492,201
Operating Grants	3,568,495	2,203,890
Capital Grants	9,636,799	9,938,960
General Revenues:		
Property Taxes	13,283,544	12,598,276
Sales Taxes	4,600,872	3,751,828
Other Taxes and Fees	1,901,420	1,700,225
Motor Vehicle In-Lieu Fees	5,689,226	5,448,407
Investment Income/Misc	5,718,369	805,065
Total Revenues	$ 48,956,165	$ 40,938,852
Expenses		
General Government	5,523,173	4,640,613
Public Safety/Fire/Paramedic	21,553,475	16,758,782
Comm. Dev./Pub. Works/Build. & Safety	12,466,518	13,004,985
Community Services	1,846,775	2,720,132
Total Expenses	$ 41,389,941	$ 37,124,512
Increase in Net Position	$ 7,566,224	$ 3,814,340
Beginning Net Position, Restated	$ 218,970,644	$ 220,121,720
Ending Net Position	$ 226,536,868	$ 223,936,060

Table 3
Revenues by Source – Governmental Activities
For the Years Ended June 30, 2021 & 2020

	2020/21			2019/20		
	Amount		% of Total	Amount		% of Total
Taxes						
Property	$	13,283,544	27.1%	$	12,598,276	30.8%
Sales and Use		4,600,872	9.4%		3,751,828	9.2%
Franchise Fees		1,567,185	3.2%		1,491,027	3.6%
Doc. Transfer		311,936	0.6%		186,819	0.5%
Other Taxes		22,299	0.0%		22,379	0.1%
Fees for Services		4,557,440	9.3%		4,492,201	11.0%
Fines & Forfeitures		381,295	0.8%		40,581	0.1%
Other Agencies		17,525,597	35.8%		16,813,811	41.1%
Interest		43,503	0.1%		412,106	1.0%
Licenses & Permits		987,628	2.0%		736,865	1.8%
Miscellaneous Revenues		5,674,866	11.6%		392,959	1.0%
Total	$	48,956,165	100%	$	40,938,852	100%

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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 approximately $41.2 million, an increase of approximately $12.9 million in comparison with the prior year. The General Fund has a fund balance of approximately $52.4 million, while all other governmental funds combined have an approximate total fund balance deficit of approximately $(11.2) million. This is due mainly to long-term deficit spending in capital projects requiring of loans from the General Fund (see Note 14 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 CAFR, the General Fund and Fire Services Fund were combined beginning in FY 2018-2019 to constitute the chief operating fund of the City. At the end of the fiscal year ended on June 30, 2021, the Unassigned Fund Balance of the General Fund was approximately $9.3 million. Included in the Committed Fund Balance is approximately

$4.6 million that was authorized by City Council for future operating and economic contingencies and approximately $9.7 million related to the consolidation of the Fire Services Fund Balance. The total Fund Balance in the General Fund, as of June 30, 2021, was approximately $52.4 million.

The total Fund Balance of the City's General Fund decreased by an amount of approximately $(2.6) million. This decrease in Fund Balance was due to a transfer out of approximately $6 million from the General Fund to the Facilities Construction Fund to fund future capital projects.

The differences in General Fund revenues from the total budgeted estimates can be summarized as follows:

Description	2020/21 Budget Estimate	2020/21 Actual Revenue	Variance	% Change
Property Tax	$ 11,650,034	$ 12,186,699	$ 536,665	4.6%
Sales Tax	3,513,701	4,600,872	1,087,171	30.9%
Current Services	3,104,750	1,610,723	(1,494,027)	-48.1%
Other Taxes	1,507,600	1,808,884	301,284	20.0%
Other Governmental	5,844,951	5,907,405	62,454	1.1%
Licenses & Permits	545,153	987,628	442,475	81.2%
Investment Income	260,000	80,344	(179,656)	-69.1%
Misc. Revenues	652,567	1,222,953	570,386	87.4%
Transfers In	1,603,712	849,318	(754,394)	-47.0%

During FY 2020-2021, the City experienced increases among most revenue categories including Property Taxes, Sales and Use Taxes, Fines and Forfeitures, and Other Governmental revenues. Charges for Services was one exception, as the City experienced a decrease of approximately $(789k) from the prior fiscal year. This decrease is attributable to COVID-19 lockdowns that subdued economic activity for the fiscal year. Investment income also decreased from the prior fiscal year, coinciding with declining interest rates over the same time period.

Special Revenue Fund:

Measure I

The Measure I Special Revenue Fund accounts for the ½% sales tax that is required to be used for the maintenance and improvement of City streets. In FY 2020-2021, the fund balance of the Measure I Fund increased by approximately $7.5 million due mainly to approximately $6.2 million in grant reimbursements related to the prior fiscal year.

Miscellaneous

The Miscellaneous Special Revenue Fund includes grant funding restricted for specific purposes. In FY 2020-2021, the fund balance decreased by approximately $125k due to Cares Act funding not received within the availability period to be recognized as revenue totaling $190k.

Capital Projects Funds:

Public Facilities

The Public Facilities Fund is a component of the City's Development Impact Fee Program. It is used to account for financial transactions specifically related to the construction of Public Facilities. Over the years, the General Fund has loaned the Public Facilities Fund resources for the construction of public facilities, including the Yucaipa Performing Arts Center. These resources are to be repaid with the collection of future Development Impact Fees. In FY 2020-2021, the fund balance of the Public Facilities Fund increased by approximately $267k due to the timing of funding sources received for capital projects.

Park Facilities

The Park Facilities Fund is a component of the City's Development Impact Fee Program. It is used to account for financial transactions specifically related to the construction of Park Facilities including parks, amenities, and open space. In prior years, the General Fund has loaned the Park Facilities Fund resources for the construction of park facilities. These resources are to be repaid with the collection of future Development Impact Fees. In FY 2020-2021, the fund balance of the Park Facilities Fund decreased by approximately $463k due to capital outlays for various capital projects.

Drainage

The Drainage Fund is a component of the City's Development Impact Fee Program. It is used to account for financial transactions specifically related to the construction of drainage projects. In prior years, the General Fund has loaned the Drainage Fund resources for the construction of drainage. In FY 2020-2021, the fund balance of the Drainage Fund decreased by approximately $50k due to a transfer out totaling $59k to reimburse the General Fund for indirect costs related to the City's cost allocation plan.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. The City's investment in capital assets for its governmental activities as of June 30, 2021, amounts to approximately $187.3 million (net of accumulated depreciation). This investment in capital assets includes land, infrastructure, buildings and improvements, equipment and construction-in-progress.

The total net decrease in the City's net investment in capital assets for the current fiscal year was approximately $(6.3) million. The primary major capital assets added during FY 2020-2021 were the completion of several public works projects such as the completion of a significant street improvement project, the addition of a fire truck, as well as various offers of dedication received for right of way. Construction-in-progress totaled $14.7 million as of June 30, 2021 and depreciation expense was approximately $6.8 million. See Table 4 below for the capital asset amounts by category as of June 30, 2021. Also, please refer to Note 4 in the financial statements for more detailed information.

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

Land/Rights of Way	$	63,284,934
Infrastructure		101,911,849
Structures and Improvements		4,940,962
Equipment / Vehicles		2,506,731
Construction-in-Progress		14,655,975
Total Capital Assets	$	187,300,451

Long-term Debt. At the end of the current fiscal year, other than the obligations outlined in Note 8 related to the total Other Post-Employment Benefits (OPEB), Note 7 related to Pension Plan liabilities, and Compensated Absences, the City had no outstanding long-term debt. As of June 30, 2021 the Successor Agency to the Yucaipa RDA owed long-term debt in the amount of $6,771,516. This amount represents bonded indebtedness incurred as a result of Tax Allocation Bonds issued by the former RDA in 1998, 2004, and 2010. The former RDA issued 2010 Tax Allocation Bonds, dated November 2, 2010, in the amount of $6,030,000 to finance Redevelopment projects. The 2010 bonds are issued on parity with the Agency's 1998 and 2004 bonds and have interest rates ranging from 4.00% to 5.50%. The final payment is due September 1, 2040.

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 any of 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, 2021

	Governmental Activities
ASSETS	
Cash and Investments	$ 50,030,678
Receivables:	
Accounts	2,315,444
Interest	51,795
Due From Other Governments	2,584,719
Restricted Cash and Investments	1,229,249
Notes and Loans Receivable	3,259,121
Prepaid Items	77,154
Capital Assets, Not Being Depreciated	77,940,909
Capital Assets, Net of Accumulated Depreciation	109,359,542
Total Assets	246,848,611
DEFERRED OUTFLOWS OF RESOURCES	
Deferred OPEB Related Items	358,706
Deferred Pension Related Items	1,677,158
Total Deferred Outflows	2,035,864
LIABILITIES	
Accounts Payable	8,441,373
Accrued Liabilities	75,000
Deposits Payable	1,229,149
Unearned Revenue	4,008,930
Noncurrent Liabilities:	
Due Within One Year	60,757
Due in More Than One Year	8,272,983
Total Liabilities	22,088,192
DEFERRED INFLOWS OF RESOURCES	
Deferred OPEB Related Items	28,965
Deferred Pension Related Items	230,450
Total Deferred Inflows	259,415
NET POSITION	
Net Investment in Capital Assets	187,300,451
Restricted for:	
Public Safety	842,456
Public Works/Transportation	172,578
Community Development	8,399
Community Services/Public Education	3,433,073
Capital Projects	8,798,378
Unrestricted	25,981,533
Total Net Position	$ 226,536,868

The accompanying notes are an integral part of this statement.

City of Yucaipa
Statement of Activities
Year Ended June 30, 2021

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	$ 5,523,173	$ 622,240	$ 1,486,456	$ -	$ (3,414,477)
Community Development	2,662,672	748,466	6,982	90,341	(1,816,883)
Building and Safety	814,756	1,235,854	-	-	421,098
Public Works	13,813,740	874,848	1,343,689	9,452,749	(2,142,454)
Public Safety	11,610,569	425,676	175,880	844	(11,008,169)
Fire Protection Services	3,568,310	170,323	207,485	-	(3,190,502)
Paramedic Services	1,549,946	-	-	-	(1,549,946)
Community Services	1,846,775	480,033	348,003	92,865	(925,874)
Total Governmental Activities	$ 41,389,941	$ 4,557,440	$ 3,568,495	$ 9,636,799	(23,627,207)

General Revenues:	
Taxes:	
Property Taxes	13,283,544
Sales and Use Taxes	4,600,872
Franchise Taxes	1,567,185
Documentary Transfer Tax	311,936
Other Taxes	22,299
Vehicle License Fees, Unrestricted	5,689,226
Investment Income	43,503
Miscellaneous	5,674,866
Total General Revenues	31,193,431
Change in Net Position	7,566,224
Net Position - Beginning of Year, Restated	218,970,644
Net Position - End of Year	$ 226,536,868

The accompanying notes are an integral part of this statement.

City of Yucaipa
Balance Sheet
Governmental Funds
June 30, 2021

		Special Revenue		Capital Projects
	General	Measure I	Miscellaneous	Developer Fees Public Facilities
ASSETS				
Cash and Investments	$ 32,389,163	$ 1,595,623	$ 4,058,382	$ 507,079
Receivables:				
Accounts	1,955,860	-	-	-
Interest	47,727	672	85	-
Due From Other Governments	-	1,435,538	280,960	-
Due From Other Funds	102,946	-	-	-
Restricted Cash and Investments	1,228,249	-	-	-
Advances to Other Funds	24,769,138	-	1,037,430	-
Notes and Loans Receivable	-	-	-	-
Prepaid Items	77,154	-	-	-
Total Assets	$ 60,570,237	$ 3,031,833	$ 5,376,857	$ 507,079
LIABILITIES				
Accounts Payable & Accrued Liabilities	$ 6,394,860	$ -	$ 57,280	$ 4,877
Deposits Payable	1,228,249	-	-	-
Due to Other Funds	-	-	-	-
Unearned Revenue	-	-	4,008,930	-
Advances From Other Funds	-	-	-	12,451,569
Total Liabilities	7,623,109	-	4,066,210	12,456,446
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues	575,252	-	190,000	-
Total Deferred Inflows of Resources	575,252	-	190,000	-
FUND BALANCES				
Nonspendable	24,846,292	-	-	-
Restricted	-	3,031,833	1,120,647	-
Committed	15,853,604	-	-	-
Assigned	2,387,911	-	-	-
Unassigned	9,284,069	-	-	(11,949,367)
Total Fund Balances	52,371,876	3,031,833	1,120,647	(11,949,367)
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 60,570,237	$ 3,031,833	$ 5,376,857	$ 507,079

The accompanying notes are an integral part of this statement.

Capital Projects			
Developer Fees Parks	Developer Fees Drainage	Non-Major Funds	Total Governmental Funds
$ 227,338	$ -	$ 10,870,827	$ 49,648,412
290,225	2,580	66,779	2,315,444
111	-	3,186	51,781
-	-	868,221	2,584,719
-	-	761,000	863,946
-	-	1,000	1,229,249
-	-	-	25,806,568
-	2,893,575	365,546	3,259,121
-	-	-	77,154
$ 517,674	$ 2,896,155	$ 12,936,559	$ 85,836,394
$ 33,498	$ 870,404	$ 1,053,897	$ 8,414,816
-	-	900	1,229,149
-	-	863,946	863,946
-	-	-	4,008,930
5,102,229	2,681,825	5,570,945	25,806,568
5,135,727	3,552,229	7,489,688	40,323,409
290,225	2,893,575	335,008	4,284,060
290,225	2,893,575	335,008	4,284,060
-	-	-	24,846,292
-	-	5,072,954	9,225,434
-	-	-	15,853,604
-	-	5,449,265	7,837,176
(4,908,278)	(3,549,649)	(5,410,356)	(16,533,581)
(4,908,278)	(3,549,649)	5,111,863	41,228,925
$ 517,674	$ 2,896,155	$ 12,936,559	$ 85,836,394

The accompanying notes are an integral part of this statement.

City of Yucaipa
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2021

Fund balances of governmental funds	$ 41,228,925
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:	
Capital Assets Not Being Depreciated	77,940,909
Capital Assets Being Depreciated	272,673,256
Accumulated Depreciation	(163,313,714)
Long-term debt obligations are not due and payable in the current period and, therefore, are not reported in the funds:	
Compensated Absences	(478,604)
Net Pension Liability	(5,532,698)
Net OPEB Liability	(2,322,438)
Amounts for deferred inflows and deferred outflows related to the City's Net Pension and OPEB Liablities are not reported in the funds:	
Deferred Outflows Related to Pensions	1,677,158
Deferred Inflows Related to Pensions	(230,450)
Deferred Outflows Related to OPEB	358,706
Deferred Inflows Related to OPEB	(28,965)
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.	280,723
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	4,284,060
Net position of governmental activities	$ 226,536,868

The accompanying notes are an integral part of this statement.

City of Yucaipa
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2021

	General	Special Revenue: Measure I	Special Revenue: Miscellaneous	Capital Projects: Developer Fees Public Facilities
REVENUES				
Taxes:				
Property Taxes	$ 12,186,699	$ -	$ -	$ -
Sales and Use Taxes	4,600,872	-	-	-
Franchise Taxes	1,474,649	-	-	-
Documentary Transfer Tax	311,936	-	-	-
Other Taxes	22,299	-	-	-
Licenses and Permits	987,628	-	-	-
Fines and Forfeitures	374,502	-	6,793	-
Charges for Services	1,610,723	-	71,293	86,623
Intergovernmental	5,907,405	8,545,641	1,517,029	-
Investment Income	80,344	8,229	1,261	1,098
Other	848,451	-	36,857	1,009,105
Total Revenues	28,405,508	8,553,870	1,633,233	1,096,826
EXPENDITURES				
Current:				
General Government	3,850,010	-	401,807	-
Community Development	1,112,220	-	24,270	-
Building and Safety	814,756	-	-	-
Public Works	2,723,288	-	37,115	18,158
Public Safety	9,493,043	-	1,245,007	-
Fire Protection Services	3,568,310	-	-	-
Paramedic Services	-	-	-	-
Community Services	1,574,865	-	2,438	-
Capital Outlay	906,083	-	243,811	759,092
Total Expenditures	24,042,575	-	1,954,448	777,250
Excess (Deficiency) of Revenues over Expenditures	4,362,933	8,553,870	(321,215)	319,576
OTHER FINANCING SOURCES (USES)				
Transfers In	849,318	17,970	205,250	-
Transfers Out	(7,793,871)	(1,073,571)	(9,116)	(52,962)
Total Other Financing Sources (Uses)	(6,944,553)	(1,055,601)	196,134	(52,962)
Net Change in Fund Balances	(2,581,620)	7,498,269	(125,081)	266,614
Fund Balances, Beginning of Year	54,953,496	(4,466,436)	1,245,728	(12,215,981)
Prior Period Adjustment	-	-	-	-
Fund Balances, End of Year	$ 52,371,876	$ 3,031,833	$ 1,120,647	$ (11,949,367)

The accompanying notes are an integral part of this statement.

Capital Projects			
Developer Fees Parks	Developer Fees Drainage	Non-Major Funds	Total Governmental Funds
$ -	$ -	$ 1,096,845	$ 13,283,544
-	-	-	4,600,872
-	-	92,536	1,567,185
-	-	-	311,936
-	-	-	22,299
-	-	-	987,628
-	-	-	381,295
96,321	592,098	2,033,713	4,490,771
90,111	356,791	3,302,660	19,719,637
2,754	-	271,625	365,311
3,000	3,777,783	6,835	5,682,031
192,186	4,726,672	6,804,214	51,412,509
-	-	68,459	4,320,276
-	-	55,752	1,192,242
-	-	-	814,756
18,631	93,592	1,608,921	4,499,705
-	-	19,977	10,758,027
-	-	-	3,568,310
-	-	1,549,946	1,549,946
-	-	48,943	1,626,246
627,343	4,627,597	2,769,376	9,933,302
645,974	4,721,189	6,121,374	38,262,810
(453,788)	5,483	682,840	13,149,699
65,085	3,701	9,522,381	10,663,705
(74,778)	(59,060)	(1,810,347)	(10,873,705)
(9,693)	(55,359)	7,712,034	(210,000)
(463,481)	(49,876)	8,394,874	12,939,699
(4,444,797)	(3,499,773)	(3,648,557)	27,923,680
-	-	365,546	365,546
$ (4,908,278)	$ (3,549,649)	$ 5,111,863	$ 41,228,925

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 of Governmental Funds to the Statement of Activities
Year Ended June 30, 2021

Net change in fund balances - total governmental funds	$ 12,939,699
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:	
Capital Outlay	5,144,319
Depreciation	(6,752,130)
Disposals	(647,539)
Donation of Capital Assets	1,311,716
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.	(175,362)
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.	(3,768,060)
Amounts for deferred inflows and deferred outflows related to the City's Net 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	433,515
Deferred Inflows Related to Pensions	(103,984)
Deferred Outflows Related to Total OPEB Liability	167,394
Deferred Inflows Related to Total OPEB Liability	5,081
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	(64,187)
Net Pension Liability	(561,697)
Total OPEB Liability	(362,541)
Change in net position of governmental activities	$ 7,566,224

The accompanying notes are an integral part of this statement.

City of Yucaipa
Statement of Net Position
Proprietary Fund
June 30, 2021

	Governmental Activities - Internal Service Fund
ASSETS	
Current:	
Cash and Investments	$ 382,266
Accounts Receivable	-
Interest Receivable	14
Total Current Assets	382,280
LIABILITIES	
Current:	
Accounts Payable	26,557
Accrued Liabilities	75,000
Total Current Liabilities	101,557
NET POSITION	
Unrestricted	280,723
Total Net Position	$ 280,723

The accompanying notes are an integral part of this statement.

City of Yucaipa
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Fund
Year Ended June 30, 2021

	Governmental Activities - Internal Service Fund
OPERATING REVENUES	
Charges for Services	$ -
Other Income	155,059
Total Operating Revenues	155,059
OPERATING EXPENSES	
Professional Services	1,865
Property and Liability Premiums	399,576
Claims Expense	139,513
Total Operating Expenses	540,954
Operating Income (Loss)	(385,895)
NON-OPERATING REVENUES (EXPENSES)	
Investment Earnings	533
Intergovernmental	-
Total Non-Operating Revenues (Expenses)	533
Income (Loss) before contributions and transfers	(385,362)
Transfers In	210,000
Transfers Out	-
Total Transfers	210,000
Change in Net Position	(175,362)
Total Net Position, Beginning of Year	456,085
Total Net Position, End of Year	$ 280,723

The accompanying notes are an integral part of this statement.

City of Yucaipa
Statement of Cash Flows
Proprietary Fund
Year Ended June 30, 2021

	Governmental Activities - Internal Service Fund
Cash Flows from Operating Activities	
Cash Received from Users	$ -
Cash Paid to Suppliers for Goods and Service	(399,591)
Cash Paid for Claims	(139,513)
Other Income	203,209
Net Cash Provided (Used) by Operating Activities	(335,895)
Cash Flows from Non-Capital Financing Activities	
Transfers from Other Funds	210,000
Net Cash Provided (Used) by Non-Capital Financing Activities	210,000
Cash Flows from Investing Activities	
Interest on Investments	664
Net Cash Provided (Used) by Investing Activities	664
Net Increase (Decrease) in Cash and Cash Equivalents	(125,231)
Cash and Cash Equivalents, Beginning of Year	507,497
Cash and Cash Equivalents, End of Year	$ 382,266
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Operating income (loss)	$ (385,895)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
(Increase) Decrease in Accounts Receivable	48,150
Increase (Decrease) in Accounts Payable	1,850
Net Cash Provided (Used) By Operating Activities	$ (335,895)

The accompanying notes are an integral part of this statement.

City of Yucaipa
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2021

	Successor Agency Private-Purpose Trust Fund	Custodial Funds
ASSETS		
Cash and Investments	$ 515,829	$ 2,822,188
Cash and Investments with Fiscal Agent	779,648	2,371,370
Accounts Receivable	-	15,734
Interest Receivable	269	1,404
Total Assets	1,295,746	5,210,696
LIABILITIES		
Accounts Payable	3,112	584
Interest Payable	117,143	-
Bonds Payable	6,771,516	-
Total Liabilities	6,891,771	584
NET POSITION		
Restricted for Successor Agency Activities	(5,596,025)	-
Restricted for Individuals and Organizations	-	5,210,112
	$ (5,596,025)	$ 5,210,112

The accompanying notes are an integral part of this statement.

City of Yucaipa
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
Year Ended June 30, 2021

	Successor Agency Private-Purpose Trust Fund	Custodial Funds
ADDITIONS		
Taxes and Assessments Collected for Others	$ 623,531	$ 2,199,156
Investment Income	4,683	18,887
Other	100,000	-
Total Additions	728,214	2,218,043
DEDUCTIONS		
Administration Costs	109,282	85,659
Interest Expense	361,613	-
Payments to Bondholders	-	2,150,262
Total Deductions	470,895	2,235,921
Change in Net Position	257,319	(17,878)
Net Position - Beginning, Restated	(5,853,344)	5,227,990
Net Position - Ending	$ (5,596,025)	$ 5,210,112

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 private-purpose trust fund 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 *Measure I Special Revenue Fund* accounts for the ½% sales tax that is required to be used for the maintenance and improvement of City streets.

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

The *Developer Fees Public Facilities Capital Projects Fund* accounts for and reports financial resources collected from development impact fees on new development and restricted for construction of public facilities.

The *Developer Fees Parks Capital Projects Fund* accounts for and reports financial resources collected from development impact fees on new development and restricted for construction of park facilities.

The *Developer Fees Drainage Capital Projects Fund* accounts for and reports financial resources collected from development impact fees on new development and restricted for drainage 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 Fund* 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, 2021.

G) Advances Between Funds

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) 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.

M) Fund Equity

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.

N) 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.

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 the Net Pension Liability and the Total OPEB Liability.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

O) 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.

P) Implementation of Governmental Accounting Standards Board (GASB) Pronouncements

The Governmental Accounting Standards Board has issued the following Statements, which may affect the City's financial reporting requirements in the future:

GASB 87 – Leases: This Statement requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020.

GASB 89 – Accounting for Interest Cost Incurred before the End of a Construction Period: This Statement establishes accounting requirements for interest cost incurred before the end of a construction period. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020.

GASB 91 – Conduit Debt Obligations: The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice. The requirements of this Statement are effective for reporting periods beginning after December 15, 2021.

GASB 92 – Omnibus 2020: The requirements of this Statement will enhance comparability in the application of accounting and financial reporting requirements and will improve the consistency of authoritative literature. More comparable reporting will improve the usefulness of information for users of state and local government financial statements. The requirements of this Statement will take effect for financial statements starting with the fiscal year that ends June 30, 2022.

GASB 96 – Subscription-Based Information Technology Arrangements: The requirements of this Statement will improve financial reporting by establishing a definition for SBITAs and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. The requirements of this Statement will take effect for financial statements starting with the fiscal year that ends June 30, 2023.

Q) 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.

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

R) Other Postemployment Benefits (OPEB)

For purposes of measuring the net 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	July 1, 2019
Measurement Date	June 30, 2020
Measurement Period	July 1, 2019 to June 30, 2020

2) CASH AND INVESTMENTS

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

Statement of Net Position:		
Cash and Investments	$	50,030,678
Restricted Cash and Investments		1,229,249
Statement of Fiduciary Net Postion:		
Cash and Investments		3,338,017
Cash and Investments with Fiscal Agents		3,151,018
Total Cash and Investments	$	57,748,962

Cash and Investments consist of the following:

Cash on Hand	$	1,450
Deposits with Financial Institutions		13,427,187
Investments		44,320,325
Total Cash and Investments	$	57,748,962

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.

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.

2) CASH AND INVESTMENTS - Continued

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	2 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

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.

2) CASH AND INVESTMENTS - Continued

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:

Investment Type	Total	Remaining Maturity (in Months) 12 Months or Less	1 to 2 Years	2 to 5 Years
U.S. Treasury Obligations	$ 13,636,723	$ 126,387	$ 5,381,016	$ 8,129,320
U.S. Agency Securities	287,858	4,816	283,042	-
Supranational Agency Securities	69,830	-	69,830	-
Medium Term Notes	1,378,745	-	454,984	923,761
Asset Backed Securities	280,045	-	175,149	104,896
LAIF	25,379,775	25,379,775	-	-
Money Market Mutual Funds	136,330	136,330	-	-
Held by Bond Trustee:				
LAIF	54,059	54,059	-	-
Money Market Mutual Funds	3,096,960	3,096,960	-	-
Total Pooled Investments	$ 44,320,325	$ 28,798,327	$ 6,364,021	$ 9,157,977

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.

Investment Type	Total	Minimum Legal Rating	AAA	AA	A and A-1	Rating not Required
U.S. Treasury Obligations	$ 13,636,723	N/A	$ -	$ 13,636,723	$ -	$ -
U.S. Agency Securities	287,858	N/A	-	287,858	-	-
Supranational Agency Securities	69,830	A-	69,830	-	-	-
Medium Term Notes	1,378,745	A-	-	993,983	384,762	-
Asset Backed Securities	280,045	AA	280,045	-	-	-
LAIF	25,379,775	N/A	-	-	-	25,379,775
Money Market Mutual Funds	136,330	N/A	136,330	-	-	-
Held by Bond Trustee:						
LAIF	54,059	N/A	-	-	-	54,059
Money Market Mutual Funds	3,096,960	AAA	3,096,960	-	-	-
Total Pooled Investments	$ 44,320,325		$ 3,583,165	$ 14,918,564	$ 384,762	$ 25,433,834

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, 2021, 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.

2) CASH AND INVESTMENTS - Continued

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, 2021, 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, 2021, 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. The City has the following recurring fair value measurements as of June 30, 2021:

		Fair Value Hierarchy		
Investment Type	Total	Level 1	Level 2	Level 3
U.S. Treasury Obligations	$ 13,636,723	$ 13,636,723	$ -	$ -
U.S. Agency Securities	287,858	-	287,858	-
Supranational Agency Securities	69,830	-	69,830	-
Medium Term Notes	1,378,745	-	1,378,745	-
Asset Backed Securities	280,045	-	280,045	-
Total Pooled Investments	$ 15,653,201	$ 13,636,723	$ 2,016,478	$ -

Level 2 inputs are valued using a matrix pricing model.

Investment in State Investment Pool

The City is a voluntary participant in the LAIF that is regulated by the California Government Code under the

2) CASH AND INVESTMENTS - Continued

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, 2021 are as follows:

Due From (Receivable)	Due To (Payable)	Amount
General Fund	Non-major Governmental Funds	$ 102,946
Non-major Governmental Funds	Non-major Governmental Funds	761,000
Total		$ 863,946

The interfund balance from the General Fund was the result of short-term borrowings to cover deficit cash balances at June 30, 2021 as well as for cash flow to cover operations.

Interfund advances at June 30, 2021 are as follows:

Advances to Other Funds (Receivable)	Advances From Other Funds (Payable)	Amount
General Fund	Developer Fees Public Facilities	$ 12,451,569
	Developer Fees Parks	5,102,229
	Developer Fees Drainage	2,681,825
	Non-major Governmental Funds	4,533,515
Non-major Governmental Funds	Traffic Facilities	1,037,430
Total Advances To/From Other Funds		$ 25,806,568

The interfund balances were a result of the City's General Fund 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. These balances are expected to be repaid with future revenues.

Interfund transfers at June 30, 2021 are as follows:

	TRANSFERS IN							
TRANSFERS OUT	General Fund	Measure I	Miscellaneous Special Revenue	Developer Fees Parks	Developer Fees Drainage	Internal Service Fund	Non-Major Funds	Total
General Fund	$ -	$ -	$ 205,250	$ 65,085	$ -	$ 210,000	$ 7,313,536	$ 7,793,871
Measure I	2,107	-	-	-	3,701	-	1,067,763	1,073,571
Miscellaneous Special Revenue	9,116	-	-	-	-	-	-	9,116
Developer Fees Public Facilities	52,962							52,962
Developer Fees Parks	74,778	-	-	-	-	-	-	74,778
Developer Fees Drainage	-	-	-	-	-	-	59,060	59,060
Non-Major Funds	710,355	17,970	-	-	-	-	1,082,022	1,810,347
	$ 849,318	$ 17,970	$ 205,250	$ 65,085	$ 3,701	$ 210,000	$ 9,522,381	$10,873,705

3) INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS - Continued

The transfers from the General Fund to the other Major Funds and Non-Major Funds were to fund various park and facility projects and for paramedic services. The $210,000 transfer to the Internal Service Fund was to cover claims expenses. The $849,318 transfers from the various funds to the General Fund were to help fund various costs, including Covid-related expenditures.

The transfers from the Measure I fund to the Traffic Facilities and Non-Major Funds was to fund various street-related projects.

The $17,970 transfer from the Traffic Facilities Fund to the Measure I Fund was to help fund street-related projects.

The transfer from the Developer Fees Parks Fund to the Developer Fees Public Facilities Fund was to fund projects related to parks from prior years that were initially charged to the Developer Fees Facilities Fund.

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

4) CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2021 is as follows:

Governmental Activities:	Beginning Balance	Increases	Decreases	Ending Balance
Buildings and Improvements	$ 15,199,756	$ 55,242	$ (60,315)	$ 15,194,683
Equipment	2,905,696	140,105	(36,013)	3,009,788
Vehicles	3,120,907	725,020	(45,235)	3,800,692
Infrastructure	248,695,869	2,027,191	(54,967)	250,668,093
Total Depreciable Capital Assets	269,922,228	2,947,558	(196,530)	272,673,256
Less Accumulated Depreciation:				
Buildings and Improvements	(9,885,672)	(428,364)	60,315	(10,253,721)
Equipment	(1,621,573)	(341,249)	30,500	(1,932,322)
Vehicles	(2,119,812)	(296,850)	45,235	(2,371,427)
Infrastructure	(143,125,543)	(5,685,667)	54,966	(148,756,244)
Total Accumulated Depreciation	(156,752,600)	(6,752,130)	191,016	(163,313,714)
Net Depreciable Assets	113,169,628	(3,804,572)	(5,514)	109,359,542
Capital Assets, Not Depreciated:				
Land	5,245,319	-	(642,025)	4,603,294
Rights of Way	57,369,923	1,311,717	-	58,681,640
Construction in Progress	17,790,177	5,144,319	(8,278,521)	14,655,975
Total Capital Assets Not Depreciated, Net	80,405,419	6,456,036	(8,920,546)	77,940,909
Total Capital Assets, Net	$ 193,575,047	$ 2,651,464	$ (8,926,060)	$ 187,300,451

Included in the decreases to Construction in Progress is $5,330,962 in prior year project costs which should have been expensed. Depreciation expense was charged to the following functions in the Statement of Activities:

4) CAPITAL ASSETS - Continued

General Government	$ 331,116
Public Safety	852,542
Public Works	3,877,513
Community Development	1,470,430
Community Services	220,529
Total Depreciation Expense	$ 6,752,130

5) CHANGES IN LONG-TERM LIABILITIES

The following is a summary of long-term liability activity, all of which are funded by the General Fund for the year ended June 30, 2021:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year	Due Beyond One Year
Governmental Activities:						
Total OPEB Liability	1,959,897	362,541	-	2,322,438	-	2,322,438
Net Pension Liability	4,971,001	561,697	-	5,532,698	-	5,532,698
Compensated Absences	414,417	125,382	61,195	478,604	60,757	417,847
Total	$ 7,345,315	$ 1,049,620	$ 61,195	$ 8,333,740	$ 60,757	$ 8,272,983

Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation time. The balance of unpaid vacation time which has not matured at June 30, 2021 is recorded as a liability in the statement of net position. The General Fund finances this liability.

6) 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, 2021:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year	Due Beyond One Year
Tax Allocation Bonds:						
1998	$ 320,000	$ -	$ 25,000	$ 295,000	$ 30,000	$ 265,000
2004	1,540,000	-	50,000	1,490,000	50,000	1,440,000
2010	5,090,000	-	120,000	4,970,000	125,000	4,845,000
Unamortized Premium	17,341	-	825	16,516	825	15,691
Total	$ 6,967,341	$ -	$ 195,825	$ 6,771,516	$ 205,825	$ 6,565,691

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.

6) FIDUCIARY FUND LONG-TERM DEBT - Continued

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. Per the bond covenants, the Agency is required to maintain on deposit a reserve fund in an amount equal to $53,638. At June 30, 2021, the amount held in the reserve account was $54,145. Future debt service requirements are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2022	$ 30,000	$ 15,400	$ 45,400
2023	30,000	13,750	43,750
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	$ 295,000	$ 72,187	$ 367,187

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. Per the bond covenants, the Agency is required to maintain on deposit a reserve fund in an amount equal to $191,069. At June 30, 2021, the amount held in the reserve account was $191,082. Future debt service requirements are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2022	$ 50,000	$ 71,633	$ 121,633
2023	50,000	69,407	119,407
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	$ 1,490,000	$ 631,339	$ 2,121,339

6) FIDUCIARY FUND LONG-TERM DEBT – Continued

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. 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, 2021 was $4,970,000.

Per the bond covenants, the Agency is required to maintain a reserve account in an amount equal to $522,580. At June 30, 2021, the amount held in the reserve account was $534,414. Future debt service requirements are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2022	$ 125,000	$ 259,908	$ 384,908
2023	135,000	254,442	389,442
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	145,000	215,447	360,447
2030	155,000	207,759	362,759
2031	165,000	199,456	364,456
2032	175,000	190,422	365,422
2033	185,000	180,747	365,747
2034	195,000	170,534	365,534
2035	240,000	158,844	398,844
2036	405,000	141,509	546,509
2037	425,000	118,938	543,938
2038	450,000	94,875	544,875
2039	475,000	69,437	544,437
2040	500,000	42,625	542,625
2041	525,000	14,438	539,438
Totals	$ 4,970,000	$ 3,496,810	$ 8,466,810

7) 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.

7) PENSION PLAN - Continued

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, 2019 Annual Actuarial Valuation Report. Details of the benefits provided can be obtained in Appendix B of the June 30, 2019 actuarial valuation report. This report is a publicly available valuation report that can be obtained at CalPERS' website under Forms and Publications.

The Plan's provisions and benefits in effect at June 30, 2021, 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	11.746% + $353,826	7.874% + $5,976

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 $359,802 in fiscal year 2021. The City's contributions to the Plan for the year ended June 30, 2021 were $1,000,022.

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

As of June 30, 2021, the City reported a net pension liability for its proportionate shares of the net pension liability of the Plan of $5,532,698.

7) PENSION PLAN - Continued

The City's net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2020, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019 rolled forward to June 30, 2020 using standard 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, 2019, and 2020 was as follows:

Proportion - June 30, 2019	0.04851%
Proportion - June 30, 2020	0.05085%
Change - Increase (Decrease)	0.00234%

For the year ended June 30, 2021, the City recognized pension expense of $1,232,188. At June 30, 2021, 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	$ 1,000,022	$ -
Differences between actual and expected experience	285,116	-
Changes in assumptions	-	39,461
Change in employer's proportion	218,116	-
Differences between employer's contributions and employer's proportionate share of contributions	9,546	190,989
Net differences between projected and actual earnings on plan investments	164,358	-
Total	$ 1,677,158	$ 230,450

$1,000,022 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, 2022. Other amounts reported as deferred outflows and deferred inflows related to pensions will be recognized as pension expense as follows:

Year Ending June 30,	
2022	$ 87,250
2023	159,617
2024	120,988
2025	78,832
2026	-
Thereafter	-

Actuarial Assumptions – The total pension liabilities in the June 30, 2019 actuarial valuations were determined using the following actuarial assumptions:

7) PENSION PLAN - Continued

Valuation date	June 30, 2019
Measurement date	June 30, 2020
Actuarial cost method	entry-age normal
Actuarial assumptions:	
Discount rate	7.15%
Inflation	2.50%
Projected salary increase	(1)
Investment rate of return	7.15%
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 2017 CalPERS Experience Study for the period from 1997 to 2015. Pre-retirement and Post-retirement mortality rates include 15 years of projected mortality improvement using 90% of Scale MP-2016 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 December 2017 that can be found on the CalPERS website.

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 Years 1 - 10 (1)	Real Return Years 11+ (2)
Global Equity	50%	4.80%	5.98%
Global Fixed Income	28%	1.00%	2.62%
Inflation Assets	-	0.77%	1.81%
Private Equity	8%	6.30%	7.23%
Real Assets	13%	3.75%	4.93%
Liquidity	1%	-	-0.92%

(1) An expected inflation of 2.0% used for this period.
(2) An expected inflation of 2.92% used for this period.

7) PENSION PLAN - Continued

Discount Rate – The discount rate used to measure the total pension liability for PERF C was 7.15%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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:

1% Decrease		6.15%
Net Pension Liability	$	9,056,427
Current Discount Rate		7.15%
Net Pension Liability	$	5,532,698
1% Increase		8.15%
Net Pension Liability	$	2,621,152

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

Payable to the Pension Plan

At June 30, 2021, the City reported no payables to the pension plan, for outstanding contributions required for the year ended June 30, 2021.

8) 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 ($139 and $143 for the calendar years 2020 and 2021 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.

8) OTHER POSTEMPLOYMENT BENEFITS - Continued

Employees Covered by Benefit Terms – As of the June 30, 2019 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	12
Active employees	53
	65

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, 2021, the City's pay-as-you-go costs were $24,094 and an implicit subsidy of $17,711.

Total OPEB Liability - The City's total OPEB liability was measured as of June 30, 2020 and the total OPEB liability used to calculate the OPEB liability was determined by an actuarial valuation dated June 30, 2019, based on the following actuarial methods and assumptions:

Valuation Date	June 30, 2019
Actuarial Cost Method	Entry Age, Level Percent of Pay
Mortality	CalPERS 1997-2015 Experience Study
Age at Retirement	60
Health Care Trend Rate	5.90% for 2020; 5.80% for 2021; and decreasing 0.10% per year to an ultimate rate of 5.00% for 2029 and later years
Inflation Rate	3.00%
Salary Changes	3.00%
Discount Rate	3.13% - Bond Buyer 20-Bond GO index: June 30, 2019 2.45% - Bond Buyer 20-Bond GO index: June 30, 2020
Medical CPI	3.50% - used to project PERS statutory minimum benefit

Discount Rate – The discount rate used to measure the total OPEB liability was 2.45 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, 2020 (June 30, 2019 measurement date)	$ 1,959,897
Changes in the year:	
Service cost	142,461
Interest on the total OPEB liability	65,155
Changes in assumptions or other inputs	196,730
Difference between expected and actual experience, changes of assumptions	-
Benefit payments, including implicit subsidy	(41,805)
Net changes	362,541
Balance at June 30, 2021 (June 30, 2020 measurement date)	$ 2,322,438

8) OTHER POSTEMPLOYMENT BENEFITS - Continued

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

	1% Decrease (1.45%)	Discount Rate (2.45%)	1% Increase (3.45%)
Total OPEB liability	$ 2,670,724	$ 2,322,438	$ 2,042,468

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 (4.90% for 2020, 4.00% ultimate)	Current Rates (5.90% for 2020, 5.00% ultimate)	1% Increase (6.90% for 2020, 6.00% ultimate)
Total OPEB liability	$ 1,994,414	$ 2,322,438	$ 2,739,213

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB - For the year ended June 30, 2021, the City recognized OPEB expense of $252,704. 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	$ 47,193	$ -
Differences Between Expected and Actual Experience	-	28,965
Changes in Assumptions or Other Inputs	311,513	-
Total	$ 358,706	$ 28,965

The $47,193 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2020 measurement date will be recognized as a reduction of the total OPEB liability during the fiscal year ended June 30, 2022. Other amounts reported as deferred outflows of resources related to OPEB will be recognized as expense as follows:

Year Ending June 30,	
2022	$ 45,088
2023	45,088
2024	45,088
2025	45,088
2026	45,088
Thereafter	57,108

9) 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

9) SUMMARY DISCLOSURE OF SELF-INSURANCE CONTINGENCIES – Continued

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.

Fiscal Year	Claims Payable Beginning of Year	Additions	Deletions	Claims Payable End of Year
6/30/21	$ 75,000	$ 139,513	$ (139,513)	$ 75,000
6/30/20	75,000	114,831	(114,831)	75,000
6/30/19	75,000	117,802	(117,802)	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.

10) 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, 2021, deferral fees owed to the City for all types of development impact fees totaled approximately $219,941.

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.

11) 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.

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

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.

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, 2021, is $16,975,000. 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.

12) 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 $2,994,148.

13) 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.

13) FUND BALANCE - Continued

Committed Fund Balance - 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.

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.

- 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.

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, 2021, are presented below:

	General Fund	Measure I	Miscellaneous Special Revenue Fund	Developer Fees Public Facilities Fund	Developer Fees Parks	Developer Fees Drainage	Non-major Governmental Funds	Total
Nonspendable:								
Advances to Other Funds	$ 24,769,138	$ -	$ -	$ -	$ -	$ -	$ -	$ 24,769,138
Prepaids	77,154	-	-	-	-	-	-	77,154
Restricted for:								
Capital Projects	-	-	1,120,647	-	-	-	8,399	1,129,046
Housing	-	-	-	-	-	-	-	-
Public Works/Street Projects	-	3,031,833	-	-	-	-	172,578	3,204,411
Public Safety	-	-	-	-	-	-	842,456	842,456
LLMD	-	-	-	-	-	-	2,671,815	2,671,815
Community Services/Education	-	-	-	-	-	-	1,377,706	1,377,706
Committed to:								
Emergency Contingency	4,611,873	-	-	-	-	-	-	4,611,873
Economic Stabilization	1,000,000	-	-	-	-	-	-	1,000,000
OPEB	565,426	-	-	-	-	-	-	565,426
Fire Protection	9,676,305	-	-	-	-	-	-	9,676,305
Assigned to:								
Capital Projects	-	-	-	-	-	-	5,449,265	5,449,265
Continuing Appropriations	2,387,911	-	-	-	-	-	-	2,387,911
Unassigned	9,284,069	-	-	(11,949,367)	(4,908,278)	(3,549,649)	(5,410,356)	(16,533,581)
Total Fund Balances	$ 52,371,876	$ 3,031,833	$ 1,120,647	$ (11,949,367)	$ (4,908,278)	$ (3,549,649)	$ 5,111,863	$ 41,228,925

14) ACCUMULATED FUND DEFICITS

At June 30, 2021, the following funds had deficit fund balances:

Major Funds - Capital Projects:	
Developer Fees Public Facilities	(11,949,367)
Developer Fees Parks	(4,908,278)
Developer Fees Drainage	(3,549,649)
Non-major Funds	
Housing Authority	(8,691)
Miscellaneous Capital Projects	(411,223)
Air Quality Improvement	(255,869)
Traffic Facilities	(554,657)
Developer Impact Fees Fire	(2,205,300)
Low Water Crossings	(1,974,616)

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

Developer Impact Fees Public Facilities Fund - The deficit fund balance is the result of advances made from the General Fund for the construction of various public facilities. These include the City Hall, Police Station, and the Yucaipa Performing Arts Center. The deficit fund balance will be offset by future development impact fee revenues as they are collected. The advances in the General Fund are included as nonspendable fund balance due to the long-term nature of these receivables.

Developer Impact Fees Parks Fund - The deficit fund balance is the result of accumulated expenditures in excess of revenues, funded by advances made from the General Fund for the construction of Community Park. The deficit fund balance will be offset by future development impact fee revenues, as they are collected. The advances in the General Fund are included as nonspendable fund balance due to the long-term nature of these receivables.

Developer Fees Drainage Fund - The deficit fund balance is the result of advances and short-term loans made from the General Fund. Advances made to this fund were for the construction of regional drainage projects. The deficit fund balance will be offset by future development impact fee revenues, as they are collected and by the receipt of resources from grant obligations. The advances made by the General Fund are included as nonspendable fund balance due to the long-term nature of these receivables.

Developer Fees Fire Fund - The deficit fund balance is the result of accumulated expenditures in excess of revenues, funded by advances made from the Fire Fund for the construction of Fire Station #3. The deficit fund balance will be offset by future development impact fee revenues, as they are collected. The advances in the Fire Fund are included as restricted fund balance due to the long-term nature of these receivables.

Low Water Crossings Fund - The deficit fund balance is the result of accumulated expenditures in excess of revenues, funded by short-term interfund loans made from the General Fund. The deficit fund balance will be offset by completion of several ongoing projects and by the receipt of resources from grant obligations.

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

15) PRIOR PERIOD ADJUSTMENTS

Beginning fund balance in the non-major governmental funds, and beginning net position in the Statement of Activities has been increased by $365,546 for previously unrecorded Loans Receivable. Beginning net position in the Statement of Activities was also decreased by $5,330,962 to write off project costs previously reported as Construction in Progress.

Beginning net position in the custodial funds was increased by $5,227,990 due to the implementation of new GASB pronouncements.

REQUIRED SUPPLEMENTARY INFORMATION

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund
Year Ended June 30, 2021

	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes:				
Property Taxes	$ 11,651,956	$ 11,650,034	$ 12,186,699	$ 536,665
Sales and Use Taxes	4,138,460	3,513,701	4,600,872	1,087,171
Franchise Taxes	1,328,600	1,311,000	1,474,649	163,649
Documentary Transfer Tax	175,000	175,000	311,936	136,936
Other Taxes	21,600	21,600	22,299	699
Licenses and Permits	582,068	545,153	987,628	442,475
Fines and Forfeitures	16,000	56,000	374,502	318,502
Charges for Services	2,698,409	3,104,750	1,610,723	(1,494,027)
Intergovernmental	5,467,384	5,844,951	5,907,405	62,454
Investment Income	260,000	260,000	80,344	(179,656)
Other	644,175	596,567	848,451	251,884
Total Revenues	26,983,652	27,078,756	28,405,508	1,326,752
EXPENDITURES				
Current:				
General Government:				
City Manager	1,199,961	1,361,082	1,046,816	314,266
City Council	75,935	75,870	64,939	10,931
General Services/City Clerk	305,178	325,662	338,774	(13,112)
Administrative Services	1,153,886	2,358,320	1,193,079	1,165,241
Non-departmental	1,719,005	1,180,946	1,206,402	(25,456)
Community Development	838,215	1,115,304	1,112,220	3,084
Building and Safety	393,276	715,026	814,756	(99,730)
Public Works	3,383,471	3,284,203	2,723,288	560,915
Public Safety:				
Police Services	10,852,369	10,940,369	9,493,043	1,447,326
Fire Protection Services	4,360,821	4,570,314	3,568,310	1,002,004
Community Services	2,742,333	2,765,908	1,574,865	1,191,043
Capital Outlay	392,800	1,593,125	906,083	687,042
Total Expenditures	27,417,250	30,286,129	24,042,575	6,243,554
Excess (Deficiency) of Revenues over Expenditures	(433,598)	(3,207,373)	4,362,933	7,570,306
OTHER FINANCING SOURCES (USES)				
Transfers In	-	1,603,712	849,318	(754,394)
Transfers Out	-	(1,423,120)	(7,793,871)	(6,370,751)
Total Other Financing Sources (Uses)	-	180,592	(6,944,553)	(7,125,145)
Net Change in Fund Balances	(433,598)	(3,026,781)	(2,581,620)	445,161
Fund Balances, Beginning of Year	54,953,496	54,953,496	54,953,496	-
Fund Balances, End of Year	$ 54,519,898	$ 51,926,715	$ 52,371,876	$ 445,161

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Measure I Special Revenue Fund
Year Ended June 30, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Intergovernmental	$ 800,300	$ 800,300	$ 8,545,641	$ 7,745,341
Investment Income	100	100	8,229	8,129
Total Revenues	800,400	800,400	8,553,870	7,753,470
EXPENDITURES				
Current:				
Public Works	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	800,400	800,400	8,553,870	7,753,470
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	17,970	17,970
Transfers Out	(800,300)	(800,300)	(1,073,571)	(273,271)
Total Other Financing Sources (Uses)	(800,300)	(800,300)	(1,055,601)	(255,301)
Net Change in Fund Balances	100	100	7,498,269	7,498,169
Fund Balances, Beginning of Year	(4,466,436)	(4,466,436)	(4,466,436)	-
Fund Balances, End of Year	$ (4,466,336)	$ (4,466,336)	$ 3,031,833	$ 7,498,169

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Miscellaneous Special Revenue Fund
Year Ended June 30, 2021

	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Fines & Forfeitures	$ 18,000	$ 18,000	$ 6,793	$ (11,207)
Charges for Services	69,000	69,000	71,293	2,293
Intergovernmental	1,784,436	1,784,436	1,517,029	(267,407)
Investment Income	-	-	1,261	1,261
Other	-	-	36,857	36,857
Total Revenues	1,871,436	1,871,436	1,633,233	(238,203)
EXPENDITURES				
Current:				
General Government	1,394,239	1,394,239	401,807	992,432
Community Development	-	-	24,270	(24,270)
Public Works	41,294	41,294	37,115	4,179
Public Safety	225,602	225,602	1,245,007	(1,019,405)
Community Services	-	-	2,438	(2,438)
Capital Outlay	442,743	442,743	243,811	198,932
Total Expenditures	2,103,878	2,103,878	1,954,448	149,430
Excess (Deficiency) of Revenues over Expenditures	(232,442)	(232,442)	(321,215)	(88,773)
OTHER FINANCING SOURCES (USES)				
Transfers In	205,250	205,250	205,250	-
Transfers Out	-	-	(9,116)	(9,116)
Total Other Financing Sources (Uses)	205,250	205,250	196,134	(9,116)
Net Change in Fund Balance	(27,192)	(27,192)	(125,081)	(97,889)
Fund Balance (Deficit), Beginning of Year	1,245,728	1,245,728	1,245,728	-
Fund Balance (Deficit), End of Year	$ 1,218,536	$ 1,218,536	$ 1,120,647	$ (97,889)

City of Yucaipa
Required Supplementary Information
Year Ended June 30, 2021

CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
Last 10 Years*

	Measurement Period			
	2020	2019	2018	2017
Total OPEB Liability				
Service cost	$ 142,461	$ 119,792	$ 102,354	$ 99,373
Interest on total OPEB liability	65,155	63,678	50,657	46,820
Difference between expected and actual experience	-	(39,127)	-	-
Changes in assumptions	196,730	189,572	(104,868)	-
Changes in benefits	-	-	-	-
Benefit payments, including implicit subsidy	(41,805)	(26,360)	(28,231)	(19,085)
Net change in total OPEB liability	362,541	307,555	19,912	127,108
Total OPEB liability - beginning	1,959,897	1,652,342	1,632,430	1,505,322
Total OPEB liability - ending	$ 2,322,438	$ 1,959,897	$ 1,652,342	$ 1,632,430
Covered-employee payroll	$ 5,131,471	$ 4,750,449	$ 3,643,825	$ 3,496,726
Total OPEB liability as a percentage of covered-employee payroll	45.26%	41.26%	45.35%	46.68%

*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 2020, the accounting discount rate change from 3.62% to 3.13%

City of Yucaipa
Required Supplementary Information
Year Ended June 30, 2021

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
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%.

*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, 2021

Fiscal Year	Contractually Required Contributions	Contributions in Relation to the Actuarially Determined Contributions	Contribution Deficiency/ (Excess)	Covered Payroll	Contributions as a % of Covered Payroll
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

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

City of Yucaipa
Notes to Required Supplementary Information
Year Ended June 30, 2021

1. Budgetary Control and Accounting

The City Council approves each year's budget submitted by the City Manager and Assistant City Manager prior to the beginning of the new 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.

The Fire Special Revenue fund activity and budget was incorporated into the General Fund. Budgets were not adopted for the PEG Video Special Revenue Fund, Pool Capital Replacement Capital Projects Fund, and the I-10 Specific Plan Capital Projects Fund.

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 Balance
Budget and Actual - Developer Fees Public Facilities Capital Projects Fund
Year Ended June 30, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Charges for Services	$ -	$ 42,343	$ 86,623	$ 44,280
Intergovernmental	-	-	-	-
Investment Income	-	-	1,098	1,098
Other	-	-	1,009,105	1,009,105
Total Revenues	-	42,343	1,096,826	1,054,483
EXPENDITURES				
Current:				
Public Works	-	-	18,158	(18,158)
Capital Outlay	-	1,031,550	759,092	272,458
Total Expenditures	-	1,031,550	777,250	254,300
Excess (Deficiency) of Revenues over Expenditures	-	(989,207)	319,576	1,308,783
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	(84,500)	(52,962)	31,538
Total Other Financing Sources (Uses)	-	(84,500)	(52,962)	31,538
Net Change in Fund Balance	-	(1,073,707)	266,614	1,340,321
Fund Balance (Deficit), Beginning of Year	(12,215,981)	(12,215,981)	(12,215,981)	-
Fund Balance (Deficit), End of Year	$ (12,215,981)	$ (13,289,688)	$ (11,949,367)	$ 1,340,321

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual - Developer Impact Fees Parks Capital Projects Fund
Year Ended June 30, 2021

	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Charges For Services	$ -	$ 86,203	$ 96,321	$ 10,118
Intergovernmental	-	-	90,111	90,111
Investment Income	-	-	2,754	2,754
Other	-	-	3,000	3,000
Total Revenues	-	86,203	192,186	105,983
EXPENDITURES				
Current:				
Public Works	-	-	18,631	(18,631)
Capital Outlay	-	1,106,098	627,343	478,755
Total Expenditures	-	1,106,098	645,974	460,124
Excess (Deficiency) of Revenues over Expenditures	-	(1,019,895)	(453,788)	566,107
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	65,085	65,085
Transfers Out	-	(77,000)	(74,778)	2,222
Total Other Financing Sources (Uses)	-	(77,000)	(9,693)	67,307
Net Change in Fund Balances	-	(1,096,895)	(463,481)	633,414
Fund Balances (Deficit), Beginning of Year	(4,444,797)	(4,444,797)	(4,444,797)	-
Fund Balances (Deficit), End of Year	$ (4,444,797)	$ (5,541,692)	$ (4,908,278)	$ 633,414

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Developer Fees Drainage Capital Projects Fund
Year Ended June 30, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Charges for Services	$ -	$ 92,404	$ 592,098	$ 499,694
Intergovernmental	-	1,843,850	356,791	(1,487,059)
Other	-	-	3,777,783	3,777,783
Total Revenues	-	1,936,254	4,726,672	2,790,418
EXPENDITURES				
Current:				
Public Works	-	-	93,592	(93,592)
Capital Outlay	-	21,108,632	4,627,597	16,481,035
Total Expenditures	-	21,108,632	4,721,189	16,387,443
Excess (Deficiency) of Revenues over Expenditures	-	(19,172,378)	5,483	19,177,861
OTHER FINANCING SOURCES (USES)				
Transfers In	-	185,000	3,701	(181,299)
Transfers Out	-	(185,376)	(59,060)	126,316
Total Other Financing Sources (Uses)	-	(376)	(55,359)	(54,983)
Net Change in Fund Balance	-	(19,172,754)	(49,876)	19,122,878
Fund Balance (Deficit), Beginning of Year	(3,499,773)	(3,499,773)	(3,499,773)	-
Fund Balance (Deficit), End of Year	$ (3,499,773)	$ (22,672,527)	$ (3,549,649)	$ 19,122,878

NON-MAJOR GOVERNMENTAL FUNDS

City of Yucaipa
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2021

	State Gas Tax	Energy Independence Program	State COPs Grant
ASSETS			
Cash and Investments	$ 75,168	$ 203,256	$ 710,983
Restricted Cash and Investments	-	-	-
Receivables:			
Interest	402	67	187
Due From Other Governments	188,209	-	61,300
Due From Other Funds	-	-	-
Accounts	-	-	-
Notes and Loans Receivable	-	365,546	-
Advances to Other Funds	-	-	-
Land Held for Resale	-	-	-
Total Assets	$ 263,779	$ 568,869	$ 772,470
LIABILITIES			
Accounts Payable & Accrued Liabilities	$ 112,655	$ -	$ -
Deposits Payable	-	-	-
Due to Other Funds	-	-	-
Advances From Other Funds	-	-	-
Total Liabilities	112,655	-	-
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenues	-	-	61,300
Total Deferred Inflows of Resources	-	-	61,300
FUND BALANCES			
Restricted	151,124	568,869	711,170
Assigned	-	-	-
Unassigned	-	-	-
Total Fund Balances	151,124	568,869	711,170
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 263,779	$ 568,869	$ 772,470

Special Revenue					Capital Projects	
Office of Traffic and Safety	LLMD	Housing Authority	Paramedic	PEG Video	Miscellaneous Capital Projects	CDBG Capital
$ 131,274	$ 2,599,701	$ -	$ 303,342	$ 738,313	$ 365,267	$ 59,876
-	-	-	-	-	1,000	-
12	714	-	4	192	100	13
-	113,938	-	11,720	22,753	-	14,454
-	-	-	-	-	-	-
-	-	2,865	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
$ 131,286	$ 2,714,353	$ 2,865	$ 315,066	$ 761,258	$ 366,367	$ 74,343
$ -	$ 42,538	$ -	$ 315,066	$ -	$ 15,690	$ 15,402
-	-	-	-	-	900	-
-	-	11,556	-	-	761,000	-
-	-	-	-	-	-	-
-	42,538	11,556	315,066	-	777,590	15,402
-	-	-	-	-	-	11,362
-	-	-	-	-	-	11,362
131,286	2,671,815		-	761,258	-	47,579
-	-	-	-	-	-	-
-	-	(8,691)	-	-	(411,223)	
131,286	2,671,815	(8,691)	-	761,258	(411,223)	47,579
$ 131,286	$ 2,714,353	$ 2,865	$ 315,066	$ 761,258	$ 366,367	$ 74,343

Continued

City of Yucaipa
Combining Balance Sheet
Non-Major Governmental Funds (Continued)
June 30, 2021

	Capital Projects			
	Air Quality Improvement	Pool Capital Replacement	Street Maintenance	TDA Article 3
ASSETS				
Cash and Investments	$ -	$ 8,397	$ 12,464	$ -
Restricted Cash and Investments	-	-	-	-
Receivables:				
Interest	26	2	-	-
Due From Other Governments	281,930	-	-	-
Due From Other Funds	-	-	-	-
Accounts	-	-	-	-
Notes and Loans Receivable	-	-	-	-
Advances to Other Funds	-	-	-	-
Land Held for Resale	-	-	-	-
Total Assets	$ 281,956	$ 8,399	$ 12,464	$ -
LIABILITIES				
Accounts Payable	$ 184,089	$ -	$ 12,464	$ -
Deposits Payable	-	-	-	-
Due to Other Funds	91,390	-	-	-
Advances From Other Funds	-	-	-	-
Total Liabilities	275,479	-	12,464	-
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues - Land Sale	262,346	-	-	-
Total Deferred Inflows of Resources	262,346	-	-	-
FUND BALANCES				
Restricted	-	8,399	-	-
Assigned	-	-	-	-
Unassigned	(255,869)	-		-
Total Fund Balances	(255,869)	8,399	-	-
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 281,956	$ 8,399	$ 12,464	$ -

Capital Projects					
I-10 Specific Plan	Trafic Facilities	Developer Impact Fees Fire	Facilities Construction	Low Water Crossings	Total Nonmajor Governmental Funds
$ 21,448	$ 863,654	$ 86,017	$ 4,691,667	$ -	$ 10,870,827
-	-	-	-	-	1,000
6	1,400	61	-	-	3,186
-	173,917	-	-	-	868,221
-	-	-	761,000	-	761,000
-	-	-	-	63,914	66,779
-	-	-	-	-	365,546
-	-	-	-	-	-
-	-	-	-	-	-
$ 21,454	$ 1,038,971	$ 86,078	$ 5,452,667	$ 63,914	$ 12,936,559
$ -	$ 352,250	$ -	$ 3,402	$ 341	$ 1,053,897
-	-	-	-	-	900
-	-	-	-	-	863,946
-	1,241,378	2,291,378	-	2,038,189	5,570,945
-	1,593,628	2,291,378	3,402	2,038,530	7,489,688
-	-	-	-	-	335,008
-	-	-	-	-	335,008
21,454	-	-	-	-	5,072,954
-	-	-	5,449,265	-	5,449,265
-	(554,657)	(2,205,300)		(1,974,616)	(5,410,356)
21,454	(554,657)	(2,205,300)	5,449,265	(1,974,616)	5,111,863
$ 21,454	$ 1,038,971	$ 86,078	$ 5,452,667	$ 63,914	$ 12,936,559

City of Yucaipa
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-Major Governmental Funds
Year Ended June 30, 2021

	State Gas Tax	Energy Independence Program	State COPs Grant
REVENUES			
Taxes:			
Property Taxes	$ -	$ -	$ -
Franchise Taxes	-	-	-
Fines & Forfeitures	-	-	-
Charges for Services	-	-	-
Intergovernmental	2,258,425	-	156,893
Investment Income	3,305	231,361	2,680
Other	6,835	-	-
Total Revenues	2,268,565	231,361	159,573
EXPENDITURES			
Current:			
General Government	-	-	-
Community Development	-	-	-
Public Works	919,437	-	-
Public Safety	-	-	6,791
Fire Protection Services	-	-	-
Paramedic Services	-	-	-
Community Services	-	-	-
Capital Outlay	26,014	-	-
Total Expenditures	945,451	-	6,791
Excess (Deficiency) of Revenues over Expenditures	1,323,114	231,361	152,782
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	(1,283,739)	(65,000)	-
Total Other Financing Sources (Uses)	(1,283,739)	(65,000)	-
Net Change in Fund Balances	39,375	166,361	152,782
Fund Balances (Deficit), Beginning of Year	111,749	36,962	558,388
Prior Period Adjustment	-	365,546	-
Fund Balances (Deficit), End of Year	$ 151,124	$ 568,869	$ 711,170

Special Revenue					Capital Projects	
Office of Traffic and Safety	LLMD	Housing Authority	Paramedic	PEG Video	Miscellaneous Capital Projects	CDBG Capital
$ -	$ -	$ -	$ 1,096,845	$ -	$ -	$ -
-	-	-	-	92,536	-	-
-	-	-	-	-	-	-
-	740,714	-	-	-	36,204	-
-	-	-	-	-	-	45,720
548	10,509	-	475	2,822	5,808	1,101
-	-	-	-	-	-	-
548	751,223	-	1,097,320	95,358	42,012	46,821
-	-	9,128	-	263	59,068	-
-	-	-	-	-	-	55,752
-	421,690	-	-	-	-	82,688
-	-	-	-	-	13,186	-
-	-	-	-	-	-	-
-	-	-	1,549,946	-	-	-
-	-	-	-	-	-	48,943
-	-	-	-	-	-	169,635
-	421,690	9,128	1,549,946	263	72,254	357,018
548	329,533	(9,128)	(452,626)	95,095	(30,242)	(310,197)
-	-	-	501,736	-	-	15,882
-	(91,823)	-	(49,110)	(85)	-	(11,362)
-	(91,823)	-	452,626	(85)	-	4,520
548	237,710	(9,128)	-	95,010	(30,242)	(305,677)
130,738	2,434,105	437	-	666,248	(380,981)	353,256
-	-	-	-	-	-	-
$ 131,286	$ 2,671,815	$ (8,691)	$ -	$ 761,258	$ (411,223)	$ 47,579

Continued

City of Yucaipa
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-Major Governmental Funds (Continued)
Year Ended June 30, 2021

	Capital Projects			
	Air Quality Improvement	Pool Capital Replacement	Street Maintenance	TDA Article 3
REVENUES				
Taxes:				
Property Taxes	$ -	$ -	$ -	$ -
Franchise Taxes	-	-	-	-
Fines & Forfeitures	-	-	-	-
Charges for Services	-	-	-	-
Intergovernmental	74,920	-	-	150,060
Investment Income	677	35	-	-
Other	-	-	-	-
Total Revenues	75,597	35	-	150,060
EXPENDITURES				
Current:				
General Government	-	-	-	-
Community Development	-	-	-	-
Public Works	12,768	-	28,046	-
Public Safety	-	-	-	-
Fire Protection Services	-	-	-	-
Paramedic Services	-	-	-	-
Community Services	-	-	-	-
Capital Outlay	429,870	-	177,496	-
Total Expenditures	442,638	-	205,542	-
Excess (Deficiency) of Revenues over Expenditures	(367,041)	35	(205,542)	150,060
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	1,487,882	-
Transfers Out	(4,664)	-	(36,317)	-
Total Other Financing Sources (Uses)	(4,664)	-	1,451,565	-
Net Change in Fund Balances	(371,705)	35	1,246,023	150,060
Fund Balances (Deficit), Beginning of Year	115,836	8,364	(1,246,023)	(150,060)
Prior Period Adjustment	-	-	-	-
Fund Balances (Deficit), End of Year	$ (255,869)	$ 8,399	$ -	$ -

Capital Projects I-10 Specific Plan	Capital Projects Trafic Facilities	Capital Projects Developer Impact Fees Fire	Capital Projects Facilities Construction	Capital Projects Low Water Crossings	Total Nonmajor Governmental Funds
$ -	$ -	$ -	$ -	$ -	$ 1,096,845
-	-	-	-	-	92,536
-	-	-	-	-	-
-	1,202,857	53,938	-	-	2,033,713
-	179,853	-	-	436,789	3,302,660
95	11,364	845	-	-	271,625
-	-	-	-	-	6,835
95	1,394,074	54,783	-	436,789	6,804,214
-	-	-	-	-	68,459
-	-	-	-	-	55,752
369	82,161	-	16,627	45,135	1,608,921
-	-	-	-	-	19,977
-	-	-	-	-	-
-	-	-	-	-	1,549,946
-	-	-	-	-	48,943
-	1,904,266	-	32,293	29,802	2,769,376
369	1,986,427	-	48,920	74,937	6,121,374
(274)	(592,353)	54,783	(48,920)	361,852	682,840
-	1,401,881	-	6,115,000	-	9,522,381
(1,097)	(123,336)	(135,231)	(4,757)	(3,826)	(1,810,347)
(1,097)	1,278,545	(135,231)	6,110,243	(3,826)	7,712,034
(1,371)	686,192	(80,448)	6,061,323	358,026	8,394,874
22,825	(1,240,849)	(2,124,852)	(612,058)	(2,332,642)	(3,648,557)
-	-	-	-	-	365,546
$ 21,454	$ (554,657)	$ (2,205,300)	$ 5,449,265	$ (1,974,616)	$ 5,111,863

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - State Gas Tax Special Revenue Fund
Year Ended June 30, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ 1,355,990	$ 2,258,425	$ 902,435
Investment Income	1,600	3,305	1,705
Other	10,000	6,835	(3,165)
Total Revenues	1,367,590	2,268,565	900,975
EXPENDITURES			
Current:			
Public Works	1,217,654	919,437	298,217
Capital Outlay	-	26,014	(26,014)
Total Expenditures	1,217,654	945,451	272,203
Excess (Deficiency) of Revenues over Expenditures	149,936	1,323,114	1,173,178
OTHER FINANCING SOURCES (USES)			
Transfers In	75,619	-	(75,619)
Transfers Out	-	(1,283,739)	(1,283,739)
Total Other Financing Sources (Uses)	75,619	(1,283,739)	(1,359,358)
Net Change in Fund Balance	225,555	39,375	(186,180)
Fund Balance (Deficit), Beginning of Year	111,749	111,749	-
Fund Balance (Deficit), End of Year	$ 337,304	$ 151,124	$ (186,180)

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, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ -	$ -	$ -
Investment Income	65,000	231,361	166,361
Total Revenues	65,000	231,361	166,361
EXPENDITURES			
Current:			
General Government	-	-	-
Capital Outlay	-	-	-
Total Expenditures	-	-	-
Excess (Deficiency) of Revenues over Expenditures	65,000	231,361	166,361
OTHER FINANCING SOURCES (USES):			
Transfers Out	(65,000)	(65,000)	-
Total Other Financing Sources (Uses)	(65,000)	(65,000)	-
Net Change in Fund Balance	-	166,361	166,361
Fund Balance (Deficit), Beginning of Year	402,508	402,508	-
Fund Balance (Deficit), End of Year	$ 402,508	$ 568,869	$ 166,361

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, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ 175,000	$ 156,893	$ (18,107)
Investment Income	-	2,680	2,680
Total Revenues	175,000	159,573	(15,427)
EXPENDITURES			
Current:			
Public Safety	175,000	6,791	168,209
Capital Outlay	-	-	-
Total Expenditures	175,000	6,791	168,209
Excess (Deficiency) of Revenues over Expenditures	-	152,782	152,782
OTHER FINANCING SOURCES (USES):			
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balance	-	152,782	152,782
Fund Balance (Deficit), Beginning of Year	558,388	558,388	-
Fund Balance (Deficit), End of Year	$ 558,388	$ 711,170	$ 152,782

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, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Charges for Services	$ -	$ -	$ -
Intergovernmental	-	-	-
Investment Income	-	548	548
Total Revenues	-	548	548
EXPENDITURES			
Current:			
Public Safety	-	-	-
Total Expenditures	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	548	548
OTHER FINANCING SOURCES (USES):			
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balance	-	548	548
Fund Balance (Deficit), Beginning of Year	130,738	130,738	-
Fund Balance (Deficit), End of Year	$ 130,738	$ 131,286	$ 548

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - LLMD Special Revenue Fund
Year Ended June 30, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Charges for Services	$ 865,861	$ 740,714	$ (125,147)
Intergovernmental	-	10,509	10,509
Total Revenues	865,861	751,223	(114,638)
EXPENDITURES			
Current:			
Public Works	779,273	421,690	357,583
Capital Outlay	-	-	-
Total Expenditures	779,273	421,690	357,583
Excess (Deficiency) of Revenues over Expenditures	86,588	329,533	242,945
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	(86,588)	(91,823)	(5,235)
Total Other Financing Sources (Uses)	(86,588)	(91,823)	(5,235)
Net Change in Fund Balance	-	237,710	237,710
Fund Balance (Deficit), Beginning of Year	2,434,105	2,434,105	-
Fund Balance (Deficit), End of Year	$ 2,434,105	$ 2,671,815	$ 237,710

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Housing Authority Special Revenue Fund
Year Ended June 30, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Property Taxes	$ -	$ -	$ -
Investment Income	-	-	-
Other	-	-	-
Total Revenues	-	-	-
EXPENDITURES			
Current:			
Community Development	43,235	9,128	34,107
Total Expenditures	43,235	9,128	34,107
Excess (Deficiency) of Revenues over Expenditures	(43,235)	(9,128)	34,107
OTHER FINANCING SOURCES (USES)			
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balance	(43,235)	(9,128)	34,107
Fund Balance (Deficit), Beginning of Year	437	437	-
Fund Balance (Deficit), End of Year	$ (42,798)	$ (8,691)	$ 34,107

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Paramedic Special Revenue Fund
Year Ended June 30, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Property Taxes	$ 1,636,715	$ 1,096,845	$ (539,870)
Investment Income	-	475	475
Total Revenues	1,636,715	1,097,320	(539,395)
EXPENDITURES			
Current:			
Paramedic Services	1,636,715	1,549,946	86,769
Capital Outlay	-	-	-
Total Expenditures	1,636,715	1,549,946	86,769
Excess (Deficiency) of Revenues over Expenditures	-	(452,626)	(452,626)
OTHER FINANCING SOURCES (USES)			
Transfers In	-	501,736	501,736
Transfers Out		(49,110)	(49,110)
Total Other Financing Sources (Uses)	-	452,626	452,626
Net Change in Fund Balance	-	-	-
Fund Balance, Beginning of Year	-	-	-
Fund Balance, End of Year	$ -	$ -	$ -

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Miscellaneous Capital Projects Fund
Year Ended June 30, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ 45,000	$ -	$ (45,000)
Investment Income	-	5,808	5,808
Charges for Services	38,000	36,204	(1,796)
Other	-	-	-
Total Revenues	83,000	42,012	(40,988)
EXPENDITURES			
Current:			
General Government	66,000	59,068	6,932
Public Safety	45,000	13,186	31,814
Total Expenditures	111,000	72,254	38,746
Excess (Deficiency) of Revenues over Expenditures	(28,000)	(30,242)	(2,242)
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balances	(28,000)	(30,242)	(2,242)
Fund Balance (Deficit), Beginning of Year	(380,981)	(380,981)	-
Fund Balance (Deficit), End of Year	$ (408,981)	$ (411,223)	$ (2,242)

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - CDBG Capital Projects Fund
Year Ended June 30, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ 495,528	$ 45,720	$ (449,808)
Investment Income	-	1,101	1,101
Total Revenues	495,528	46,821	(448,707)
EXPENDITURES			
Current:			
Community Development	202,897	55,752	147,145
Public Works	-	82,688	(82,688)
Community Services	43,896	48,943	(5,047)
Capital Outlay	1,165,372	169,635	995,737
Total Expenditures	1,412,165	357,018	1,055,147
Excess (Deficiency) of Revenues over Expenditures	(916,637)	(310,197)	606,440
OTHER FINANCING SOURCES (USES)			
Transfers In		15,882	15,882
Transfers Out	-	(11,362)	(11,362)
Total Other Financing Sources (Uses)	-	4,520	4,520
Net Change in Fund Balance	(916,637)	(305,677)	610,960
Fund Balance (Deficit), Beginning of Year	353,256	353,256	-
Fund Balance (Deficit), End of Year	$ (563,381)	$ 47,579	$ 610,960

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, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ 60,000	$ 74,920	$ 14,920
Investment Income	-	677	677
Total Revenues	60,000	75,597	15,597
EXPENDITURES			
Current:			
Public Works	-	12,768	(12,768)
Capital Outlay	1,993,850	429,870	1,563,980
Total Expenditures	1,993,850	442,638	1,551,212
Excess (Deficiency) of Revenues over Expenditures	(1,933,850)	(367,041)	1,566,809
OTHER FINANCING SOURCES (USES)			
Transfers In	150,060	-	(150,060)
Transfers Out	(71,140)	(4,664)	66,476
Total Other Financing Sources (Uses)	78,920	(4,664)	(83,584)
Net Change in Fund Balance	(1,854,930)	(371,705)	1,483,225
Fund Balance (Deficit), Beginning of Year	115,836	115,836	-
Fund Balance (Deficit), End of Year	$ (1,739,094)	$ (255,869)	$ 1,483,225

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Street Maintenance Capital Projects Fund
Year Ended June 30, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ -	$ -	$ -
Investment Income	-	-	-
Total Revenues	-	-	-
EXPENDITURES			
Current:			
Public Works	-	28,046	(28,046)
Capital Outlay	3,497,056	177,496	3,319,560
Total Expenditures	3,497,056	205,542	3,291,514
Excess (Deficiency) of Revenues over Expenditures	(3,497,056)	(205,542)	3,291,514
OTHER FINANCING SOURCES (USES)			
Transfers In	100,000	1,487,882	1,387,882
Transfers Out	-	(36,317)	(36,317)
Total Other Financing Sources (Uses)	100,000	1,451,565	1,351,565
Net Change in Fund Balance	(3,397,056)	1,246,023	4,643,079
Fund Balance (Deficit), Beginning of Year	(1,246,023)	(1,246,023)	-
Fund Balance (Deficit), End of Year	$ (4,643,079)	$ -	$ 4,643,079

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, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ -	$ 150,060	$ 150,060
Investment Income	-	-	-
Total Revenues	-	150,060	150,060
EXPENDITURES			
Current:			
Public Works	-	-	-
Capital Outlay	-	-	-
Total Expenditures	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	150,060	150,060
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	(150,060)	-	150,060
Total Other Financing Sources (Uses)	(150,060)	-	150,060
Net Change in Fund Balance	(150,060)	150,060	300,120
Fund Balance (Deficit), Beginning of Year	(150,060)	(150,060)	-
Fund Balance (Deficit), End of Year	$ (300,120)	$ -	$ 300,120

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual -Traffic Facilities Fund
Year Ended June 30, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Charges for Services	$ 608,499	$ 1,202,857	$ 594,358
Intergovernmental	-	179,853	179,853
Investment Income	-	11,364	11,364
Total Revenues	608,499	1,394,074	785,575
EXPENDITURES			
Current:			
Public Works	-	82,161	(82,161)
Capital Outlay	15,469,654	1,904,266	13,565,388
Total Expenditures	15,469,654	1,986,427	13,483,227
Excess (Deficiency) of Revenues over Expenditures	(14,861,155)	(592,353)	14,268,802
OTHER FINANCING SOURCES (USES)			
Transfers In	-	1,401,881	1,401,881
Transfers Out	(241,311)	(123,336)	117,975
Total Other Financing Sources (Uses)	(241,311)	1,278,545	1,519,856
Net Change in Fund Balances	(15,102,466)	686,192	15,788,658
Fund Balances, Beginning of Year	(1,240,849)	(1,240,849)	-
Fund Balances, End of Year	$ (16,343,315)	$ (554,657)	$ 15,788,658

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Developer Impact Fees Fire Capital Projects Fund
Year Ended June 30, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Charges for Services	$ 23,997	$ 53,938	$ 29,941
Investment Income	-	845	845
Total Revenues	23,997	54,783	30,786
EXPENDITURES			
Current:			
Public Works	-	-	-
Total Expenditures	-	-	-
Excess (Deficiency) of Revenues over Expenditures	23,997	54,783	30,786
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	(80,051)	(135,231)	(55,180)
Total Other Financing Sources (Uses)	(80,051)	(135,231)	(55,180)
Net Change in Fund Balances	(56,054)	(80,448)	(24,394)
Fund Balance (Deficit), Beginning of Year	(2,124,852)	(2,124,852)	-
Fund Balance (Deficit), End of Year	$ (2,180,906)	$ (2,205,300)	$ (24,394)

City of Yucaipa
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Facilities Construction Fund
Year Ended June 30, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	$ -	$ -	$ -
Total Revenues	-	-	-
EXPENDITURES			
Current:			
Public Works	-	16,627	(16,627)
Capital Outlay	1,576,873	32,293	1,544,580
Total Expenditures	1,576,873	48,920	1,527,953
Excess (Deficiency) of Revenues over Expenditures	(1,576,873)	(48,920)	1,527,953
OTHER FINANCING SOURCES (USES)			
Transfers In	-	6,115,000	6,115,000
Transfers Out	-	(4,757)	(4,757)
Total Other Financing Sources (Uses)	-	6,110,243	6,110,243
Net Change in Fund Balances	(1,576,873)	6,061,323	7,638,196
Fund Balances, Beginning of Year	(612,058)	(612,058)	-
Fund Balances, End of Year	$ (2,188,931)	$ 5,449,265	$ 7,638,196

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, 2021

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Charges for Services	$ -	$ -	$ -
Intergovernmental	664,000	436,789	(227,211)
Investment Income	-	-	-
Other	-	-	-
Total Revenues	664,000	436,789	(227,211)
EXPENDITURES			
Current:			
Public Works	-	45,135	(45,135)
Capital Outlay	1,789,963	29,802	1,760,161
Total Expenditures	1,789,963	74,937	1,715,026
Excess (Deficiency) of Revenues over Expenditures	(1,125,963)	361,852	1,487,815
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	(3,826)	(3,826)
Total Other Financing Sources (Uses)	-	(3,826)	(3,826)
Net Change in Fund Balances	(1,125,963)	358,026	1,483,989
Fund Balance (Deficit), Beginning of Year	(2,332,642)	(2,332,642)	-
Fund Balance (Deficit), End of Year	(3,458,605)	$ (1,974,616)	$ 1,483,989

CUSTODIAL FUNDS

City of Yucaipa
Combining Statement of Fiduciary Net Position
Custodial Funds
June 30, 2021

	Police Department Donation	Cramer House	CFD 98-1 Debt Reserves	Totals
ASSETS				
Cash and Investments	$ 55,215	$ 53,284	$ 2,713,689	$ 2,822,188
Cash and Investments with Fiscal Agents	-	-	2,371,370	2,371,370
Accounts Receivable	-	-	15,734	15,734
Interest Receivable	37	14	1,353	1,404
Total Assets	55,252	53,298	5,102,146	5,210,696
LIABILITIES				
Accounts Payable	-	-	584	584
Total Liabilities	-	-	584	584
NET POSITION				
Restricted for Organizations and Individuals	$ 55,252	$ 53,298	$ 5,101,562	$ 5,210,112

City of Yucaipa
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
June 30, 2021

	Police Department Donation	Cramer House	CFD 98-1 Debt Reserves	Totals
ADDITIONS				
Taxes and Assessments Collected for Others	$ -	$ -	$ 2,199,156	$ 2,199,156
Investment Income	230	222	18,435	18,887
Total Additions	230	222	2,217,591	2,218,043
DEDUCTIONS				
General and Administrative	-	-	85,659	85,659
Payments to Bondholders	-	-	2,150,262	2,150,262
Total Deductions	-	-	2,235,921	2,235,921
Net Change in Fiduciary Net Position	230	222	(18,330)	(17,878)
Net Position, Beginning of Year (Restated)	55,022	53,076	5,119,892	5,227,990
Net Position, End of Year	$ 55,252	$ 53,298	$ 5,101,562	$ 5,210,112

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.

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CITY OF YUCAIPA

Net Position by Component

Last Ten Fiscal Years

(accrual basis of accounting)

	Fiscal Year				
	2021	2020	2019	2018	2017
Net Position:					
Investment in Capital Assets	$ 187,300,451	$ 193,575,047	$ 187,442,518	$ 173,234,642	$ 161,130,470
Restricted for:					
Low and Moderate Housing	-	437	21,998	50,095	93,740
Public Safety	842,456	689,126	773,906	1,147,116	1,437,359
Public Works/Transportation	172,578	134,574	1,345,343	1,795,685	3,136,626
Community Development	8,399	8,364	4,306	306	13,106
Community Service / Public Education	3,433,073	3,100,353	2,914,000	2,679,478	2,497,976
Debt Service	-	-	-	-	-
Capital Projects	8,798,378	115,836	2,451,698	2,598,651	3,590,668
Other Purpose	-	1,245,728	1,288,717	1,277,363	1,510,011
Unrestricted	25,981,533	25,066,595	23,879,234	33,974,660	34,487,009
Total Net Position	$ 226,536,868	$ 223,936,060	$ 220,121,720	$ 216,757,996	$ 207,896,965

Fiscal Year				
2016	2015	2014	2013	2012
$ 155,769,811	$ 150,107,657	$ 151,188,060	$ 152,718,653	$ 153,597,104
-	-	-	-	-
1,709,562	1,731,433	1,648,506	1,511,857	1,626,410
3,001,667	9,715,836	9,602,617	8,763,810	4,630,231
14,494	12,815	12,815	5,546,679	4,270,590
2,550,577	2,308,616	2,196,701	1,978,972	281,933
-	-	-	-	-
4,680,900	347,493	323,462	617,337	1,412,695
1,489,306	1,472,937	1,407,186	1,372,341	641,451
38,545,036	38,714,479	42,269,769	41,093,013	47,010,514
$ 207,761,353	$ 204,411,266	$ 208,649,116	$ 213,602,662	$ 213,470,928

CITY OF YUCAIPA

Changes in Net Position

Last Ten Fiscal Years

(accrual basis of accounting)

	Fiscal Year 2021	2020	2019	2018	2017
Expenses:					
Governmental activities:					
General Government	$ 5,523,173	$ 4,640,613	$ 4,052,236	$ 4,093,998	$ 3,810,457
Community Development	2,662,672	2,267,651	2,374,236	2,256,053	2,278,822
Building and Safety	814,756	609,026	478,236	387,227	443,510
Public Works	13,813,740	10,128,308	8,542,114	8,011,508	5,836,411
Public Safety	11,610,569	11,124,230	10,293,490	9,869,497	9,308,288
Fire Protection Services	3,568,310	4,020,422	3,543,496	3,097,650	2,926,527
Paramedic Services	1,549,946	1,614,130	1,589,010	1,486,067	1,329,323
Community Services	1,846,775	2,720,132	2,474,834	2,012,974	2,549,809
Interest on Long-Term Debt	-	-	-	-	-
Total Governmental Activities	41,389,941	37,124,512	33,347,652	31,214,974	28,483,147
Program Revenues:					
Governmental activities:					
Charges for Services	4,557,440	4,492,201	4,452,055	3,598,357	3,695,175
Operating Grants and Contributions	3,568,495	2,203,890	1,698,865	1,730,819	1,590,665
Capital Grants and Contributions	9,636,799	9,938,960	6,044,151	13,559,464	1,648,680
Net (Expense) Revenue and Change in Net Position	(23,627,207)	(20,489,461)	(21,152,581)	(12,326,334)	(21,548,627)
General Revenues:					
Taxes:					
Property Taxes	13,283,544	12,598,276	12,136,328	11,616,465	11,072,145
Sales and Use Taxes	4,600,872	3,751,828	4,178,316	3,491,965	3,446,413
Franchise Taxes	1,567,185	1,491,027	1,422,487	1,381,727	1,339,715
Documentary Transfer Tax	311,936	186,819	165,803	196,525	187,977
Other Taxes	22,299	22,379	22,903	22,529	22,666
Vehicle License Fees, Unrestricted	5,689,226	5,448,407	5,183,224	4,961,077	4,706,421
Investment Income	43,503	412,106	646,973	64,534	183,557
Miscellaneous	5,674,866	392,959	760,271	391,399	725,345
Extraordinary Item		-	-	-	-
Total General Revenue	31,193,431	24,303,801	24,516,305	22,126,221	21,684,239
Change in Net Position	7,566,224	3,814,340	3,363,724	9,799,887	135,612
Net Position- Beginning of the Year	218,970,644	220,121,720	216,757,996	206,958,109	207,761,353
Net Position- End of the Year	$ 226,536,868	$ 223,936,060	$ 220,121,720	$ 216,757,996	$ 207,896,965

Fiscal Year				
2016	2015	2014	2013	2012
$ 3,217,017	$ 3,059,021	$ 2,786,070	$ 3,886,687	$ 3,279,187
5,564,038	5,170,508	6,178,671	6,281,252	6,769,295
535,135	470,200	298,010	262,910	188,449
6,628,742	6,745,133	12,320,777	6,336,623	6,735,182
8,559,107	8,133,233	7,269,032	7,008,652	6,519,554
2,796,287	2,841,475	2,685,834	2,477,517	2,463,995
1,170,740	1,064,232	958,613	960,248	991,761
1,893,305	2,106,093	1,633,333	1,427,406	1,234,728
-	-	-	-	242,212
30,364,371	29,589,895	34,130,340	28,641,295	28,424,363
3,601,914	3,146,047	2,525,564	2,649,133	3,115,795
1,712,301	1,743,410	1,056,654	1,287,363	2,457,849
7,479,465	3,671,538	4,372,675	6,462,954	3,607,604
(17,570,691)	(21,028,900)	(26,175,447)	(18,241,845)	(19,243,115)
10,411,588	10,034,783	9,689,395	9,158,269	10,002,732
3,528,777	3,178,195	2,857,302	2,663,584	2,731,544
1,415,951	1,427,826	1,412,159	1,343,430	1,321,021
165,430	173,871	122,362	115,833	104,569
22,941	18,253	17,656	15,861	12,439
4,459,501	4,267,755	3,963,654	3,895,205	3,883,523
463,238	482,999	315,102	217,721	161,622
453,352	558,284	2,844,271	963,676	547,288
-	-	-	-	1,987,816
20,920,778	20,141,966	21,221,901	18,373,579	20,752,554
3,350,087	(886,934)	(4,953,546)	131,734	1,509,439
204,411,266	205,298,200	213,602,662	213,470,928	211,961,489
$ 207,761,353	$ 204,411,266	$ 208,649,116	$ 213,602,662	$ 213,470,928

CITY OF YUCAIPA

Fund Balances of Governmental Funds

Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2021	2020	2019	2018	2017
General Fund:					
Nonspendable	$ 24,846,293	$ 26,910,385	$ 22,370,194	$ 20,416,604	$ 20,648,580
Restricted	-	-	125,052	192,397	310,760
Committed	15,853,604	18,324,766	17,908,560	7,463,406	7,035,269
Assigned	2,387,911	3,187,945	4,591,778	4,019,175	3,225,598
Unassigned	9,284,068	6,530,400	4,621,841	5,567,230	5,080,248
Total general fund	52,371,876	54,953,496	49,617,425	37,658,812	36,300,455
All other governmental funds:					
Nonspendable	-	-	-	-	-
Restricted	9,225,434	5,684,636	10,027,656	10,547,436	12,901,073
Committed	-	-	-	11,820,420	11,811,080
Assigned	5,449,265	-	-	5,777,260	12,301,900
Unassigned	(25,817,650)	(32,714,452)	(26,585,290)	(27,535,988)	(23,280,361)
Total all other governmental funds	(11,142,951)	(27,029,816)	(16,557,634)	609,128	13,733,692
Total Fund Balances	41,228,925	27,923,680	33,059,791 <1>	38,267,940	50,034,147

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

Fiscal Year				
2016	2015	2014	2013	2012
$ 13,946,845	$ 11,313,445	$ 11,537,445	$ 11,788,003	$ 12,974,225
1,073,460	985,913	1,710,864	928,749	883,501
6,761,166	5,342,829	5,182,303	5,037,196	5,181,542
12,009,103	10,933,751	9,536,944	8,579,695	8,872,998
11,528,265	15,033,672	14,689,176	13,074,022	17,644,570
45,318,839	43,609,610	42,656,731	39,407,665	45,556,836
2,923,167	2,523,014	2,531,014	2,577,079	-
13,272,331	15,532,774	15,039,236	14,897,917	11,977,969
8,878,997	8,870,725	8,458,732	8,053,276	10,669,486
-	36,079	327,168	358,898	-
(15,873,763)	(13,324,985)	(12,172,510)	(5,109,470)	(9,060,234)
9,200,732	13,637,607	14,183,640	20,777,700	13,587,221
54,519,571	57,247,217	56,840,371	60,185,365	59,144,057

CITY OF YUCAIPA

Changes in Fund Balances of Governmental Funds

Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2021	2020	2019	2018	2017
Revenues:					
Taxes:					
Property Taxes	$ 13,283,544	$ 12,598,276	$ 12,136,328	$ 11,616,465	$ 11,072,145
Sales and Use Taxes	4,600,872	3,751,828	4,178,316	3,491,965	3,446,413
Franchise Taxes	1,567,185	1,491,027	1,422,487	1,381,727	1,339,715
Documentary Transfer Tax	311,936	186,819	165,803	196,525	187,977
Other Taxes	22,299	22,379	22,903	22,529	22,666
License and Permits	987,628	736,865	642,926	563,075	669,889
Fines and Forfeitures	381,295	40,581	44,876	42,799	34,708
Charges for Services	4,490,771	3,386,200	4,053,783	3,337,724	3,217,725
Intergovernmental	19,719,637	13,565,747	17,457,588	9,570,510	8,048,047
Investment Income	365,311	1,056,327	1,418,791	478,954	472,118
Other	5,682,031	425,493	819,162	391,399	563,339
Total Revenue	51,412,509	37,261,542	42,362,963	31,093,672	29,074,742
Expenditures:					
Current:					
General Government	4,320,276	3,453,098	3,710,893	3,405,544	3,082,881
Community Development	1,192,242	797,221	914,835	796,652	819,421
Building and Safety	814,756	609,026	478,236	387,227	443,510
Pubic Works	4,499,705	4,880,501	4,288,078	3,984,399	3,632,801
Public Safety	10,758,027	10,338,027	9,540,653	9,127,655	8,658,819
Fire Protection Services	3,568,310	4,020,422	3,543,496	3,097,650	2,926,527
Paramedic Services	1,549,946	1,614,130	1,589,010	1,486,067	1,329,323
Community Service	1,626,246	2,499,404	2,288,639	1,830,426	2,364,323
Capital Outlay	9,933,302	14,185,824	21,217,272	18,848,545	10,191,847
Debt Service:					
Interest and Fiscal Charges	-	-	-	-	-
Principal Payments	-	-	-	-	-
Bond Issuance Costs	-	-	-	-	-
Total Expenditures	38,262,810	42,397,653	47,571,112	42,964,165	33,449,452
Excess (Deficiency) of Revenues over (under) Expenditures	13,149,699	(5,136,111)	(5,208,149)	(11,870,493)	(4,374,710)
Other Financing Sources (Uses)					
Transfer In	10,663,705	19,552,583	18,916,990	7,225,957	26,029,696
Transfer Out	(10,873,705)	(19,552,583)	(18,916,990)	(7,121,671)	(26,140,410)
Tax Allocation Bonds Issued	-	-	-	-	-
Premium on Bonds	-	-	-	-	-
Total Other Financing Sources	(210,000)	-	-	104,286	(110,714)
Extraordinary Item	-	-	-	-	-
Net Change in Fund Balance	12,939,699	(5,136,111)	(5,208,149)	(11,766,207)	(4,485,424)
Fund Balance, Beginning of Year	27,923,680	33,059,791	38,267,940	50,034,147	54,519,571
Fund Balance, End of the Year	$ 41,228,925	$ 27,923,680	$ 33,059,791	$ 38,267,940	$ 50,034,147

Fiscal Year				
2016	2015	2014	2013	2012
$ 10,411,588	$ 10,034,783	$ 9,689,395	$ 9,158,269	$ 10,002,732
3,528,777	3,178,195	2,857,302	2,663,584	2,731,544
1,415,951	1,427,826	1,412,159	1,343,430	1,321,021
165,430	173,871	122,362	115,833	104,569
22,941	18,253	17,656	15,861	12,439
741,816	644,438	439,867	426,965	385,983
46,210	65,641	87,443	99,282	61,941
4,142,074	3,523,712	1,558,693	2,088,953	2,087,682
11,192,564	8,422,778	9,523,229	10,921,608	9,780,385
899,261	713,548	315,102	220,434	203,225
643,662	692,134	1,456,782	1,559,870	1,016,664
33,210,274	28,895,179	27,479,990	28,614,089	27,708,185
2,761,798	2,574,342	2,560,664	3,209,997	2,788,156
874,127	662,301	680,532	639,820	3,016,056
535,135	470,200	298,010	262,910	188,449
3,960,098	4,217,659	3,672,607	3,628,420	5,115,331
7,980,926	7,570,372	6,974,900	6,710,993	6,339,465
2,796,287	2,841,475	2,685,834	2,477,517	2,463,995
1,170,740	1,064,232	958,613	960,248	991,761
1,707,102	1,908,332	1,396,430	1,190,224	1,076,932
14,053,736	6,964,420	13,423,621	8,292,652	7,514,000
-	-	-	-	211,163
-	-	-	-	200,000
-	-	-	-	-
35,839,949	28,273,333	32,651,211	27,372,781	29,905,308
(2,629,675)	621,846	(5,171,221)	1,241,308	(2,197,123)
4,502,284	2,392,627	5,849,550	11,215,090	2,767,624
(4,600,255)	(2,607,627)	(4,023,323)	(11,415,090)	(2,972,624)
-	-	-	-	-
-	-	-	-	-
(97,971)	(215,000)	1,826,227	(200,000)	(205,000)
-	-	-	-	(6,218,903)
(2,727,646)	406,846	(3,344,994)	1,041,308	(8,621,026)
57,247,217	56,840,371	60,185,365	59,144,057	67,765,083
$ 54,519,571	$ 57,247,217	$ 56,840,371	$ 60,185,365	$ 59,144,057

CITY OF YUCAIPA

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

Last Ten Fiscal Years

Category	2021	2020	2019	2018	2017
Residental	4,290,661,031	4,121,577,454	3,922,178,028	3,753,392,419	3,545,207,827
Commercial	384,136,677	359,691,461	343,889,586	318,283,068	307,441,314
Industrial	21,352,036	19,323,164	22,859,396	20,540,942	19,499,887
Irrigated	256,811	251,775	143,693	140,876	138,112
Dry Farm	3,068,142	3,363,591	3,429,995	3,372,477	3,433,192
Recreational	5,660,995	5,247,653	5,188,913	5,127,653	5,069,825
Institutional	16,166,803	12,156,160	8,179,074	9,902,113	10,120,689
Miscellaneous	16,814,925	17,107,033	10,852,354	11,567,874	10,872,131
Vacant Land	120,960,512	111,676,789	108,457,958	113,299,055	112,236,082
Unsecured	74,728,619	74,568,629	69,812,138	66,612,865	67,513,752
Total	4,933,806,551	4,724,963,709	4,494,991,135	4,302,239,342	4,081,532,811
Total direct rate	0.22914	0.22917	0.22919	0.22923	0.22921

Source:
HdL

2016	2015	2014	2013	2012
3,358,340,145	3,197,499,722	2,941,326,218	2,878,776,247	2,846,903,947
282,344,120	279,379,006	278,331,820	276,265,189	273,744,743
28,947,572	27,816,631	25,761,469	23,991,367	20,762,516
136,038	133,374	132,771	130,167	127,614
3,395,439	3,328,926	3,313,882	3,248,902	3,185,198
5,415,474	4,107,321	5,052,198	5,001,371	7,014,523
3,759,117	6,693,945	4,629,021	2,966,082	3,105,703
10,959,685	11,413,452	11,156,895	10,820,367	10,767,981
109,221,283	105,449,947	103,068,595	109,700,908	112,764,550
64,879,744	65,290,823	64,584,003	67,096,047	67,141,606
3,867,398,617	3,701,113,147	3,437,356,872	3,377,996,647	3,345,518,381
0.22914	0.22912	0.22915	0.27624	0.2748

CITY OF YUCAIPA

Direct & Overlapping Property Tax Rates

(Rate Per $100 of Taxable Value)

Agency	2021	2020	2019	2018	2017
Basic Levy	1.00000	1.00000	1.00000	1.00000	1.00000
Redlands Unified School Bond 1993	0.03600	0.03390	0.03240	0.04940	0.05240
San Bernardino Community College Bond	0.06510	0.05620	0.04070	0.03760	0.03500
San Bernardino Valley Muni Water	0.14250	0.14250	0.15250	0.15250	0.16250
Total Direct & Overlapping Tax Rates	1.24360	1.23260	1.22560	1.23950	1.24990
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
Redevelopment Rate [1]					
Total Direct Rate	0.22914	0.22917	0.22919	0.22923	0.22921

[1] The approval of ABx1 26 eliminated Redevelopment from the State of California for the fiscal year 2012/13 and years thereafter.

Source:
HdL

2016	2015	2014	2013	2012
1.00000	1.00000	1.00000	1.00000	1.00000
0.05670	0.05940	0.06290	0.06410	0.05820
0.04030	0.03930	0.04190	0.04590	0.03730
0.16250	0.16250	0.16250	0.16250	0.16500
1.25950	1.26120	1.26730	1.27250	1.26050
0.22228	0.22228	0.22228	0.22228	0.22228
0	0	0	0	0
				1.16500
0.22914	0.22912	0.22915	0.27624	0.27480

CITY OF YUCAIPA

Principal Property Tax Payers

Current Year and Nine Years Ago

Taxpayer	2021 Combined (Secured & Unsecured) Total Assessed Value	Rank	Percent of Net Assessed Value	2012 Combined (Secured & Unsecured) Total Assessed Value	Rank	Percent of Net Assessed Value
SNR 24 GOLDEN OAKS OWNER LLC	$ 19,152,689	1	0.39%	$		
YVCC II LLC	18,691,828	2	0.38%	21,072,260	1	0.63%
YUCAIPA VALLEY ACRES LLC	18,396,132	3	0.37%	10,643,482	6	0.32%
CHAPMAN HEIGHTS YUCAIPA	15,000,978	4	0.30%	12,805,207	4	0.38%
SORENSON ENGINEERING INC	14,831,593	5	0.30%			
YUCAIPA AVENUE E LLC	13,051,156	6	0.26%			
JDP CH INVESTMENT LP	12,611,200	7	0.26%	7,716,788	9	0.23%
SUN LAKEVIEW MOBILE ESTATES LLC	12,611,022	8	0.26%			
CEDAR AVENUE HOLDINGS LLC	12,379,550	9	0.25%			
STATER BROS MARKETS	12,056,444	10	0.24%	13,317,154	3	0.40%
YUCAIPA RETIREMENT RESIDENCE LP				16,758,634	2	0.50%
CALANDA REAL LP				10,779,483	5	0.32%
PUTNAM FAMILY PARTNERSHIP				10,187,680	7	0.30%
TOPAZ-YUCAIPA LLC				8,003,977	8	0.24%
MOBILE HOME GROUP III LP				7,339,322	10	0.22%
TOP TEN TOTAL	148,782,592		3.02%	118,623,987		3.55%
CITY TOTAL	4,933,806,551			3,345,518,381		

Source:
HdL

CITY OF YUCAIPA

Property Tax Levies and Collections [1]

Last Five 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
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%

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

The City of Yucaipa has elected to show only five years of data for this schedule

CITY OF YUCAIPA

Ratios of Outstanding Debt by Type

Last Five Fiscal Years

Fiscal Year Ended June 30	Former RDA Tax Allocation Bonds Principal Outstanding	Percentage of Personal Income [1]	Debt Per Capita [1]
2021	-	0.00%	0
2020	-	0.00%	$ -
2019	-	0.00%	$ -
2018	-	0.00%	$ -
2017	-	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 Five Fiscal Years

Fiscal Year Ended June 30	Former RDA Tax Allocation Bonds [1]	Percentage of Assessed Value [1]	Per Capita [1]
2021	-	0.00%	0
2020	-	0.00%	-
2019	-	0.00%	-
2018	-	0.00%	-
2017	-	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.

CITY OF YUCAIPA

Direct and Overlapping Debt

June 30, 2021

2020-2021 Assessed Valuation: $ 4,933,578,539

	Percentage Applicable	Outstanding Debt 06/30/21	Estimated Share of Overlapping Debt
OVERLAPPING TAX AND ASSESSMENT DEBT:			
San Bernardino Community College District	6.184%	$ 727,578,368	$ 44,993,446
Redlands Unified School District	0.062%	$ 63,768,512	39,536
City of Yucaipa	**100.000%**	**$ -**	**-**
City of Yucaipa Community Facilities District No. 98-1	100.000%	$ 16,975,000	16,975,000
Yucaipa Calimesa Joint Unified School District Community Facilities District No. 2	100.000%	960,000	960,000
Yucaipa Calimesa Joint Unified School District Community Facilities District No. 3	100.000%	2,011,469	2,011,469
California Statewide Community Development Authority Assessment District No. 21-01	100.000%	1,118,000	1,118,000
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT		$ 812,411,349	$ 66,097,451
OVERLAPPING GENERAL FUND DEBT:			
San Bernardino County General Fund Obligations	1.971%	$ 214,095,000	$ 4,219,812
San Bernardino County Pension Obligation Bonds	1.971%	180,825,585	3,564,072
San Bernardino County Flood Control District General Fund Obligations	1.971%	51,360,000	1,012,306
Yucaipa-Calimesa Joint Unified School District Certificates of Participation	83.072%	6,220,000	5,167,078
TOTAL OVERLAPPING GENERAL FUND DEBT		452,500,585	13,963,268
OVERLAPPING TAX INCREMENT DEBT (Successor Agency):	100.000%	6,755,000	6,755,000
DIRECT TAX AND ASSESSMENT DEBT:			
City of Yucaipa	**100.000%**	**$ -**	-
TOTAL DIRECT DEBT		$ -	$ -
COMBINED TOTAL DEBT [2]			86,815,719

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 2020-21 Assessed Valuation:	
Direct Debt……………………………………………………	**0.00%**
Total Direct and Overlapping Tax and Assessment Debt……….	1.34%
Combined Total Debt…………………………………………….	1.76%

Ratios to Redevelopment Successor Agency Incremental Valuation ($271,398,501):	
Total Overlapping Tax Increment Debt…………………………..	2.49%

CITY OF YUCAIPA

Legal Debt Margin Information

Last Five Fiscal Years

	Fiscal Year				
	2021	2020	2019	2018	2017
Assessed Valuation	4,933,806,551	4,724,963,709	4,494,991,135	4,302,239,342	4,081,532,811
Conversion percentage	25%	25%	25%	25%	25%
Adjusted assessed valuation	1,233,451,638	1,181,240,927	1,123,747,784	1,075,559,836	1,020,383,203
Debt limit percentage	15%	15%	15%	15%	15%
Debt limit	185,017,746	177,186,139	168,562,168	161,333,975	153,057,480
Total net debt applicable to the limit					
General obligation bonds	-	-	-	-	-
Legal debt margin	185,017,746	177,186,139	168,562,168	161,333,975	153,057,480
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 when assessed valuation 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 most recent change in ownership for that parcel.) The computations shown above reflect a conversion of assessed valuation data for each fiscal year from the current full valuation 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 government located within the state.

Sources:
San Bernardino County Tax Assessor

CITY OF YUCAIPA

Pledged Revenue Coverage

Last Six Fiscal Years

Tax Allocation Bonds

Fiscal Year Ended June 30	Former RDA Tax Increment	Debt Service		Coverage
		Principal	Interest	
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	-

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
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%
2012	52,549	$ 1,372,475	$ 26,118	7.70%
2011	52,100	$ 1,343,555	$ 25,788	10.60%

Sources:
State Department of Finance, HdL, State of California Employment Development Department
https://www.census.gov/quickfacts/fact/table/yucaipacitycalifornia/BZA115218
https://worldpopulationreview.com/us-cities/yucaipa-ca-population

CITY OF YUCAIPA

Principal Employers

Current Year and Nine Years Ago

	2021*		2012*	
Employer	Number of Employees	Percent of Total Employment	Number of Employees	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				
	2021	2020	2019	2018	2017
Full-time employees:					
Administrative Services Department:					
Administrative Services	3.00	2.00	3.00	3.00	3.00
Finance	5.00	5.00	3.75	3.75	3.75
City Manager Department:	3.55	4.00	3.00	3.00	3.00
Community Services Department:	10.60	10.10	10.20	7.00	7.00
Development Services Department:					
Director	1.00	1.00	0.40	0.40	0.40
Administration	2.00	2.31	1.00	1.75	2.24
Engineering	5.50	4.50	6.00	6.00	5.00
Street Maintenance	5.25	5.25	4.50	4.50	4.00
Parks/Facilities Maintenance	8.75	8.75	8.00	8.00	8.00
Planning	3.25	3.50	2.50	2.50	2.50
Code Enforcement	4.25	3.00	4.16	4.16	4.20
Fire Services Department:	0.00	0.00	0.25	0.25	0.00
General Services Department:	6.38	4.40	4.00	4.00	4.00
Successor Agency to RDA	0.27	0.14	0.48	0.52	0.39
Yucaipa Housing Authority	0.20	0.06	0.16	0.18	0.28
Total	59.00	54.00	53.00	49.00	47.75

Sources:

City of Yucaipa

CITY OF YUCAIPA

Operating Indicators
by Function

Last Five Fiscal Years

Function	2021	2020	Fiscal Year 2019	2018	2017
Police:					
Calls for service	42,814	43,808	44,488	42,964	30,672
Citations issued	1,305	1,252	1,727	1,293	1,380
Fire:					
Number of Incidents	8,263	7,636	8,297	7,922	7,696
Inspections performed	-	-	-	105	1,554
Building and Safety:					
Building Permits Issued	1,885	1,376	1,448	1,274	1,511
No. of New Dwelling Units	119	17	21	125	76
Parks and recreation:					
Community center attendance	7,112	16,897	27,712	21,007	22,475
STARS	1,649	12,269	16,288	15,036	13,347
Camps	433	940	1,388	1,574	-
Aquatics	2,440	1,275	6,950	7,090	6,248
Community Center Classes	715	4,218	5,880	6,508	4,429
Scherer Center Classes	1,153	3,742	5,130	5,267	4,907
Administration					
New Business Licenses	428	422	469	459	514
Renewed Business Licenses	1,564	1,547	1,549	1,487	1,591

Sources:
City of Yucaipa

CITY OF YUCAIPA

Capital Asset Statistics
by Function

Last Five Fiscal Years

Function	Fiscal Year 2021	2020	2019	2018	2017
Police:					
Stations	1	1	1	1	1
Sub-stations					
Fire:					
Fire Stations	3	3	3	3	3
Public Works					
Streets (miles)	227.82	227.82	227.82	227.82	227.82
Traffic signals (city-owned)	32.5	31.5	27.5	27.5	27.5
Roundabouts	4	4	2	2	2
Parks and Recreation:					
Parks (acreage)	534	534	534	532	532
Community Centers	2	2	2	2	2
Performing Arts Centers	1	1	1	0	0

Sources:
City of Yucaipa