# CITY OF YUCAIPA, CALIFORNIA

CITY OF Yucaipa

# ANNUAL COMPREHENSIVE FINANCIAL REPORT

## Fiscal Year Ended June 30, 2024

# CITY OF YUCAIPA, CALIFORNIA

# ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2024

Prepared by
Finance Department

**City of Yucaipa**
**Annual Comprehensive Financial Report**
For the Fiscal Year Ended June 30, 2024

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# INTRODUCTORY SECTION

CITY OF Yucaipa

March 31, 2025

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

We are proud to present the City of Yucaipa's 2023-24 Annual Comprehensive Financial Report (ACFR), a document that shows how the City collected and spent its money during the fiscal year ending June 30, 2024. It includes an independent audit to provide confidence that the report is trustworthy. Information presented in the ACFR aims to share the City's financial decisions and health in a clear and transparent way to build trust between the City and the people who live, work, and invest here.

The information in the ACFR may be used to make good decisions about budgets and projects. Citizens may use it to learn how their tax money is spent and to see if the City is being responsible. Investors and businesses may use the ACFR to decide if they want to invest or do business here. In short, the ACFR is a helpful guide for anyone who wants to understand the City's finances and make informed choices for the future.

**Financial Statements**

The City of Yucaipa's management team prepares the City's financial statements according to Generally Accepted Accounting Principles (GAAP) set by the Government Accounting Standards Board (GASB). Management takes full responsibility for making sure the information is complete and accurate.

To make sure the information is complete and accurate, the City has set up a system of checks and balances (known as internal controls) that helps protect the City's assets from loss or misuse and ensures that the numbers in the financial statements follow these accounting rules. Since every control has a cost, the system is designed to offer reasonable—not absolute—assurance that the financial statements are free of material errors.

*Auditor's Opinion*

Van Lant & Fankhanel LLP, an independent firm of certified public accountants, reviewed the City's financial statements and its internal controls and has issued an unmodified opinion. An unmodified opinion means the auditors have concluded that the City's financial statements are presented reasonably accurately and in accordance with the appropriate accounting rules. This type of opinion is significant because it gives you confidence that you can trust what you see in the financial statements.

You will find the independent auditor's opinion at the front of the financial section of this report.

*Management's Discussion and Analysis*

Following the auditor's opinion, is the Management's Discussion and Analysis (MD&A), a narrative introduction and overview of the basic financial documents. The MD&A is an extension of this transmittal letter and is a good place to begin your study of this report.

*Statistical Section*

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

**Additional Context and Acknowledgements**

The following information is presented to provide context about the City of Yucaipa and other financial and economic considerations.

*City Profile*

The City of Yucaipa became a "General Law" City on November 27, 1989. It covers 28 square miles in southern San Bernardino County, near the San Bernardino National Forest, and is home to about 55,000 residents.

*City Government*

Yucaipa has a Council-Manager form of government. The City Council has five members, each elected by district to serve four-year terms. Elections are held in November of even-numbered years. All Councilmembers have the same voting power, and once a year they choose one member to be Mayor and another to be Mayor Pro-Tem. The Council also appoints the City Manager, City Attorney, and all members of advisory boards, commissions, and committees. In addition, the Council serves as the Board of Directors for the Successor Agency to the Yucaipa Redevelopment Agency and the Yucaipa Housing Authority.

*Community Features*

Yucaipa is a mature suburban community in the foothills of the San Bernardino Mountains. Thanks to its higher elevation, it enjoys cleaner air and cooler temperatures. A focus on public safety has made its crime rate one of the lowest for similar sized cities in California.

Residents have access to 18 parks, a performing arts center, a community center, a library, a senior center, an equestrian arena, and a municipal pool, along with Wildwood Canyon State Park

(900 acres for daytime use) and Yucaipa Regional Park (200 acres with three lakes and camping). The local school district, Yucaipa-Calimesa Joint Unified, is highly ranked, and Crafton Hills College offers more than 50 majors.

*City Services*

City services include police and fire protection, paramedics, street construction and maintenance, planning and zoning, building inspections, engineering, recreation, enrichment programs, and general administration. Other services—like water—come from agencies such as the Yucaipa-Calimesa Joint Unified School District, Yucaipa Valley Water District, South Mesa Water Company, and Western Heights Water Company. The City contracts with the San Bernardino County Sheriff's Department for law enforcement and with CAL FIRE for fire protection and paramedic services.

*Budget*

Each year, the City Council adopts a budget for the fiscal year beginning July 1. The budget is organized by Funds, Departments, and Divisions, and actual spending in each Fund cannot exceed budgeted amounts in salaries, operations, or capital categories. A budget is adopted by the City Council for the General Fund and each Special Revenue Fund. The legal level of budgetary control is the Fund level and any changes at that level must be approved by the City Council.

*Economic Condition and Outlook*

Yucaipa is primarily a "bedroom community," meaning many residents commute elsewhere for work. Property tax is the main source of revenue for the City's General Fund, and Proposition 13 keeps property tax income relatively steady over time. In the most recent fiscal year, property tax revenue reached $15.8 million (a 7.6% increase). Because of projects like the revitalization of Historic Uptown and the Yucaipa Pointe development, sales tax has become a growing secondary revenue source, totaling $5.5 million this year—about the same as last year. However, the City expects sales tax collections to rise again once new retail and commercial businesses open. Additionally, the community approved Measure S, a one-percent general sales tax measure on the November 2024 ballot. Measure S is expected to add $6 million in sales tax revenue beginning next fiscal year.

Several ongoing or planned projects, such as road widenings, drainage improvements, and business developments, are designed to support economic growth. By investing in infrastructure—like the drainage system that took hundreds of properties out of flood-risk zones—the City is positioning itself for long-term development.

*Long-Term Financial Planning*

Since incorporation, the City has preferred to pay cash for capital projects rather than take on debt. As a result, key facilities (including parks, a Community Center, Fire Station 3, Yucaipa Police Department, City Hall, and the Yucaipa Performing Arts Center) were built without borrowing money. The City also uses its reserves to leverage grants and outside funding for these projects, allowing it to keep improving local infrastructure.

*Relevant Financial Policies*

To protect against major financial shifts, the City Council has set aside two reserves. A General Fund Emergency Contingency of $5 million is available if a state or local emergency is declared. An Economic Uncertainties Contingency of $1 million is available if General Fund revenue falls at least 30% short of the budget. Neither reserve was used this year.

*Acknowledgments*

The Government Finance Officers Association (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to cities that produce comprehensive and well-organized reports conforming to both U.S. GAAP and legal requirements. We believe this Annual Comprehensive Financial Report meets those standards and have submitted it for consideration.

We appreciate the City Council's support and oversight of Yucaipa's finances. Special thanks go to the City's Finance Department for their diligence in providing accurate financial information, as well as to Van Lant & Fankhanel LLP, the independent auditors who assisted in preparing this report.

Respectfully submitted,

Jennifer Crawford
Acting City Manager

Phillip White, CPA
Director of Finance

City of Yucaipa
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# City of Yucaipa
## List of Principal Officials
### June 30, 2024

## City Council

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

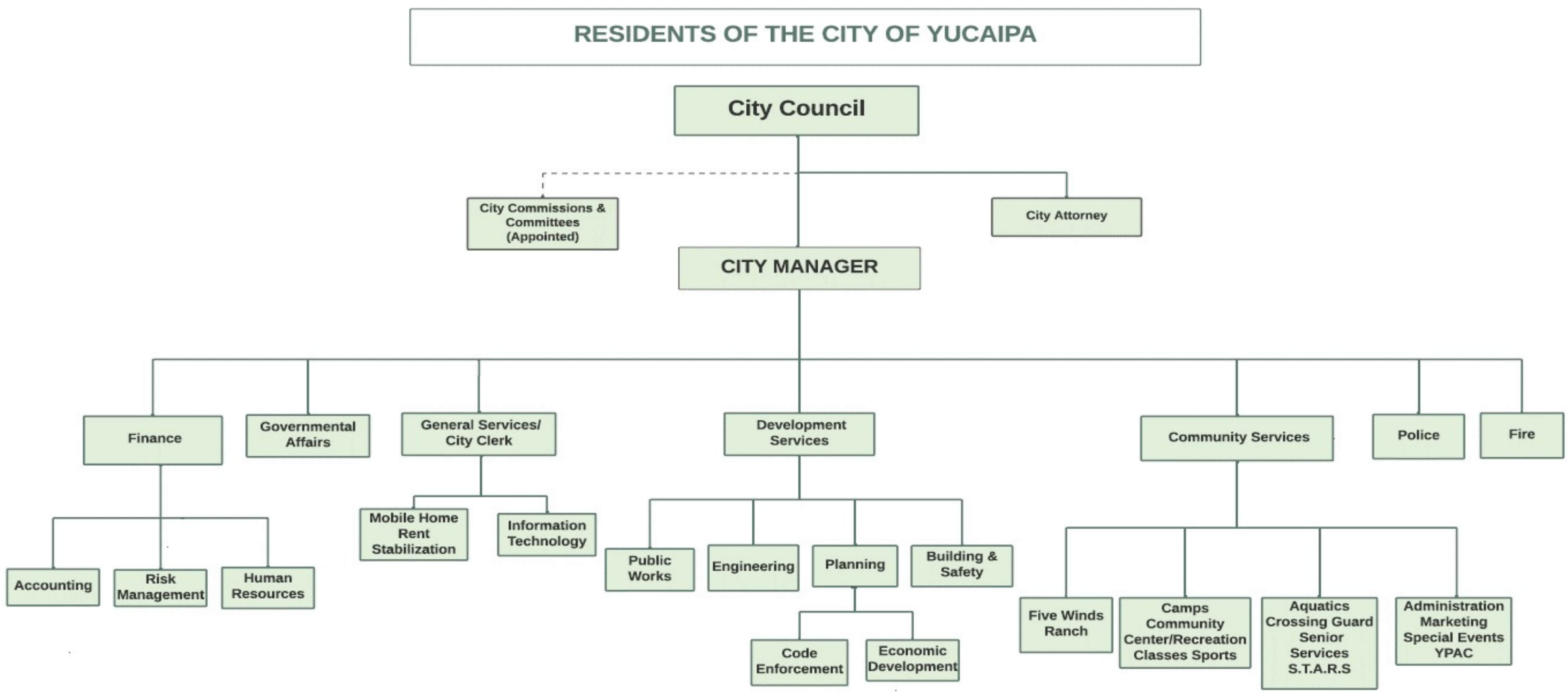
## Administration

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

## Department Heads

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

# CITY OF YUCAIPA
# Organizational Chart
# by Departments and Divisions



Government Finance Officers Association

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

**City of Yucaipa**
**California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morrill

Executive Director/CEO

# FINANCIAL SECTION

Van Lant & Fankhanel, LLP
Certified Public Accountants

## Independent Auditor's Report

The Honorable City Council
City of Yucaipa, California

### Report on the Financial Statements

#### *Opinions*

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Yucaipa (City), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Yucaipa, as of June 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinions*

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

#### *Responsibilities of Management for the Financial Statements*

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

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

#### *Auditor's Responsibilities for the Audit of the Financial Statements*

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

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

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

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

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

### *Required Supplementary Information*

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

### *Supplementary Information*

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

### *Other Information*

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

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

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

In accordance with *Government Auditing Standards*, we have also issued a report dated March 31, 2025, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Van Lant & Fankhanel, LLP

March 31, 2025

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Yucaipa (City), we offer Management's Discussion and Analysis (MD&A) as a narrative overview of the City's financial activities for the fiscal year ended June 30, 2024. To obtain a complete picture of the City's financial condition, this MD&A should be read in conjunction with the Letter of Transmittal and the basic financial statements.

### FINANCIAL HIGHLIGHTS

- Government-wide net position increased by approximately $8.2 million or 3.5% to $241.7 million as a result of operations.
- The total revenues from all sources were approximately $61.7 million. The total cost of all City programs was approximately $53.4 million. Depreciation expense of $5.7 million is included in this amount.
- The General Fund reported revenues and transfers in of $43.3 million and expenditures and transfers out of $43.0 million for an increase in fund balance of a $0.2 million.
- At the end of Fiscal Year (FY) 2023-2024, the Unassigned Fund Balance in the General Fund was approximately $18.3 million, or 43% of General Fund expenditures. This represents an increase of $3.3 million in Unassigned Fund Balance.
- The June 30, 2024 Committed Fund Balance in the General Fund was approximately $13.5 million and includes the following:

| | | |
|---|---|---|
| 1. | Committed Reserve for Emergency Operating Contingency | $ 5,000,000 |
| 2. | Committed Reserve for Economic Stabilization | 1,000,000 |
| 3. | Committed Fund Balance for Fire Protection Services | 7,468,799 |
| | Total | 13,468,799 |

### OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

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

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

The government-wide financial statements are included on pages 13 and 14.

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

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

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

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

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

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

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Yucaipa, assets and deferred outflows exceeded liabilities and deferred inflows by $241.7 million as of June 30, 2024. This represents an increase from the previous year of $8.2 million. See Table 1, below, for a comparative analysis of net position between the fiscal years ended June 30, 2024 and June 30, 2023.

Table 1
Net Position
Governmental Activities

| | Fiscal Year Ended June 30 | |
|---|---|---|
| | 2024 | 2023 |
| Current and other Assets | $ 70,501,622 | $ 62,080,606 |
| Capital Assets, Net | 193,941,766 | 191,562,417 |
| Total Assets | 264,443,388 | 253,643,023 |
| | | |
| Deferred Outflows of Resources | 3,942,020 | 3,984,740 |
| | | |
| Current Liabilities | 15,438,540 | 13,920,328 |
| Long Term Liabilities | 9,961,196 | 9,306,445 |
| Total Liabilities | 25,399,736 | 23,226,773 |
| | | |
| Deferred Inflows of Resources | 1,277,929 | 922,188 |
| | | |
| Net Position: | | |
| Net Investment in Capital Assets | 193,941,766 | 191,562,417 |
| Restricted | 13,841,326 | 11,632,553 |
| Unrestricted | 33,924,651 | 30,283,832 |
| Total Net Position | $ 241,707,743 | $ 233,478,802 |

Current assets increased $8.4 million primarily as a result of timing of cash flow. Cash and accounts payable increased $4 million and $2 million respectively. Additionally, Notes and Loans receivable increased $4 million. A large portion of the City's net position, $193.9 million, reflects its investment in capital assets (i.e., land, buildings, machinery, equipment and infrastructure). The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

$13.8 million, or 5.7% of total net position is considered "restricted" and represents resources that are subject to external spending restrictions. This component of net position includes accumulated resources from State and Federal grants. The remaining balance of net position of $33.9 million, is considered "unrestricted" and may be used to meet the government's ongoing obligations.

Yucaipa's primary general revenues are property tax and sales tax and both continue to be stable. Property tax grew $1.1 million to $15.8 million. The 7 % growth exceeded the historical average growth of 5% and the revenue stream continues to be a dependable source of financial resources. Regionally, sales tax was forecasted to flatten during the year which is consistent with Yucaipa's recognized $5.5 million. Capital Grants and contributions are nonrecurring and a significant component of the City's funding of infrastructure. This program revenue stream increased $3.4 million to $7.9 million. The City renewed its focus on identifying and charging for costs to deliver services. Charges for services increased $2.7 million during the year. Overall, revenues increased $7.2 million.

Table 2
Revenues by Source – Governmental Activities

| | For the Fiscal Year Ended | | | |
|---|---|---|---|---|
| | June 30, 2024 | | June 30, 2023 | |
| | Amount | % of Total | Amount | % of Total |
| Taxes | | | | |
| Property | $ 15,830,863 | 25.7% | $ 14,702,749 | 27.0% |
| Sales and Use | 5,529,736 | 9.0% | 5,488,377 | 10.1% |
| Franchise Fees | 1,833,767 | 3.0% | 1,830,862 | 3.4% |
| Documentary Transfer | 198,320 | 0.3% | 238,018 | 0.4% |
| Other Taxes | 179,225 | 0.3% | 30,037 | 0.1% |
| Vehicle License Fees | 6,953,493 | 11.3% | 6,425,960 | 11.8% |
| Investment Income | 30,225 | 0.0% | 11,955 | 0.0% |
| Miscellaneous | 332,145 | 0.5% | 204,910 | 0.4% |
| Charges for Services | 19,070,733 | 30.9% | 16,329,217 | 30.0% |
| Operating Grants and Contributions | 3,778,818 | 6.1% | 4,710,866 | 8.6% |
| Capital Grants and Contributions | 7,931,320 | 12.9% | 4,498,377 | 8.3% |
| Total | $ 61,668,645 | 100% | $ 54,471,328 | 100% |

The following condensed summary of activities reflects that net position increased by approximately $8.2 million during the year. Yucaipa contracts for police and fire protection services. These contracts continue to utilize the highest percentage of financial resources. Public safety costs grew $2 million to $21.6 million. Community services also continued to grow, adding $1.4 million in costs as events were expanded and school-partnership programs continued to expand. Public works, community development and building and safety did not have significant changes in programming, however expenses are subject to vary due to factors such as capitalization of activity and the recognition of depreciation. The governmental affairs department was added and placed in the General Government function. General Government increased $840 thousand during the year. Overall, expenses increased $1.1 million and 2%.

Table 3
Summary of Activities
Governmental Activities

| | Fiscal Year Ended June 30 | |
|---|---|---|
| | 2024 | 2023 |
| Revenues | | |
| Program Revenues: | | |
| Charges for Services | $ 19,070,733 | $ 16,329,217 |
| Operating Grants | 3,778,818 | 4,710,866 |
| Capital Grants | 7,931,320 | 4,498,377 |
| General Revenues: | | |
| Property Tax | 15,830,863 | 14,702,749 |
| Sales Tax | 5,529,736 | 5,488,377 |
| Other Taxes and Fees | 2,211,312 | 2,098,917 |
| Motor Vehicle In-Lieu Fees | 6,953,493 | 6,425,960 |
| Investment Income/Misc | 362,370 | 216,865 |
| Total Revenues | 61,668,645 | 54,471,328 |
| Expenses | | |
| Public Safety | 21,566,925 | 19,525,389 |
| Public Works | 12,183,311 | 17,408,927 |
| General Government | 8,402,250 | 7,564,205 |
| Community Services | 6,020,215 | 4,629,458 |
| Community Development | 1,568,570 | 1,544,928 |
| Building and Safety | 3,698,433 | 1,711,222 |
| Total Expenses | 53,439,704 | 52,384,129 |
| Increase in Net Position | 8,228,941 | 2,087,199 |
| Beginning Net Position | 233,478,802 | 231,391,603 |
| Ending Net Position | $241,707,743 | $233,478,802 |

## FINANCIAL ANALYSIS OF THE CITY'S FUNDS

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

At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of $51.8 million, an increase of $7.5 million in comparison with the prior year. The General Fund has a fund balance of $50.7 million, while all other governmental funds combined have a total fund balance of $0.9 million. This is due primarily to long-term deficit spending in capital projects funds requiring interfund borrowings from the General Fund (see Note 3 Interfund Transactions for further discussion).

General Fund

The General Fund is the chief operating fund of the City. As of June 30, 2024, the Unassigned Fund Balance of the General Fund is $18.3 million. Included in the $13.5 million Committed Fund Balance is a $5 million Emergency Contingency, a $1 million Economic Stabilization reserve, and $7.5 million committed to Fire Protection. The General Fund also reports $19.1 million in Nonspendable Fund Balance related to the interfund advances bringing the total Fund Balance to $50.9 million as of June 30, 2024.

The General Fund Fund Balance increased by $0.2 million during the fiscal year. The change in Fund Balance in the prior fiscal year was a decrease of $0.3 million.

Budgeted inflows in the General Fund were approximately $42 million. The General Fund revenues played out according to the estimates as actual inflows exceeded budget by approximately $1M primarily due to investment income exceeding budget.

| Description | 2023/24 Budget | 2023/24 Actual | Variance | Actual to Budget % |
|---|---|---|---|---|
| Property Tax | $ 13,766,000 | $ 14,716,261 | $ 950,261 | 106.9% |
| Sales Tax | 5,548,294 | 5,529,736 | (18,558) | 99.7% |
| Charges for Services | 6,194,803 | 7,180,919 | 986,116 | 115.9% |
| Other Taxes | 1,838,000 | 2,135,046 | 297,046 | 116.2% |
| Other Governmental | 9,400,000 | 7,331,376 | (2,068,624) | 78.0% |
| Licenses & Permits | 2,137,304 | 1,883,453 | (253,851) | 88.1% |
| Investment Income | 5,000 | 1,713,694 | 1,708,694 | 34273.9% |
| Miscellaneous | 200,402 | 169,066 | (31,336) | 84.4% |
| Transfers In | 3,290,885 | 2,625,140 | (665,745) | 79.8% |
| | 42,380,688 | 43,284,691 | 904,003 | 102.1% |

Budgeted outflows in the General Fund were approximately $47 million. During the year storm damage was experienced and clean up continued after June 30. Additionally, planned community service programming did not occur by year-end. This contributed to actual expenditures of $43 million being less than budget by $4 million. The City's budgeted $5 million deficit in the General Fund resulted in a break even actual result.

Miscellaneous Special Revenue Fund:

The Miscellaneous Special Revenue Fund primarily accounts for grant funding restricted for specific purposes. This Fund is used to report remaining American Rescue Plan Act (ARPA) balances. During the year, $2.2 million in ARPA was recognized. Budgeted inflows of $5.7 million translated into actual inflows of $3.8 million as some grant funded activities were not completed during the year and as such costs were not incurred. Similarly budgeted outflows of

$6.1 million resulted in actual expenditures of $2.8 million. Fund Balance increased by $1 million.

Capital Projects Funds:

Development Impact Fees

The Development Impact Fees Capital Projects Fund is used to account for the City's Development Impact Fee Program. Revenues are comprised of impact fees charged for new development. Accumulated revenues are spent on constructing the infrastructure necessary to service the new development. During the year, Fund Balance increased by $3.1 million. Significant interfund advances payable from this Fund are further discussed at Note 3 – Interfund Transactions.

Facilities Construction

The Facilities Construction Capital Projects Fund is used as the City's primary capital projects fund. During the year, Fund Balance decreased by $0.8 million.

Miscellaneous Capital Projects

The Miscellaneous Capital Projects Fund is used to account for various restricted grant revenues for capital projects. During the year, Fund Balance increased by $0.3 million.

## CAPITAL ASSET AND DEBT ADMINISTRATION

**Capital Assets.** As of June 30, 2024 the City's investment in capital assets is valued at $193.9 million. This investment includes land, infrastructure, buildings and improvements, equipment and construction-in-progress. The City does not report any capital related debt.

This component of net position increased approximately $2.4 million during the fiscal year which is net of deprecation expense of $5.7 million. Refer to Note 5 in the financial statements for detailed information.

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

| | | |
|---|---|---|
| Land/Right of Way | $ | 64,413,170 |
| Infrastructure | | 91,927,121 |
| Buildings and Improvements | | 3,676,572 |
| Equipment / Vehicles | | 2,038,435 |
| Construction-in-Progress | | 31,886,468 |
| Total Capital Assets | $ | 193,941,766 |

**Long-term Debt**. As of June 30, 2024, the City had no debt outstanding. Long liabilities are comprised of the Net Pension Liability, the Total Other Post-employment Benefits Liability, and compensated absences which are described in Note 6 to the financial statements.

REQUEST FOR INFORMATION

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

# BASIC FINANCIAL STATEMENTS

# City of Yucaipa
# Statement of Net Position
# June 30, 2024

| | Governmental Activities |
|---|---|
| **ASSETS** | |
| Cash and Investments | $ 56,120,593 |
| Restricted Cash and Investments | 1,284,090 |
| Receivables: | |
| Accounts | 4,376,370 |
| Interest | 377,917 |
| Due From Other Governments | 3,260,516 |
| Notes and Loans | 4,818,980 |
| Leases | 18,051 |
| Prepaid Items | 245,105 |
| Capital Assets, Not Being Depreciated | 96,299,638 |
| Capital Assets, Being Depreciated, Net of Accumulated Depreciation | 97,642,128 |
| Total Assets | 264,443,388 |
| **DEFERRED OUTFLOWS OF RESOURCES** | |
| OPEB Related Items | 375,983 |
| Pension Related Items | 3,566,037 |
| Total Deferred Outflows of Resources | 3,942,020 |
| **LIABILITIES** | |
| Accounts Payable | 6,912,702 |
| Accrued Liabilities | 377,090 |
| Deposits Payable | 1,330,695 |
| Unearned Revenue | 6,575,155 |
| Noncurrent Liabilities: | |
| Compensated Absences, Due Within One Year | 209,310 |
| Total OPEB Liability, Due Within One Year | 43,462 |
| Compensated Absences, Due in More Than One Year | 627,929 |
| Claims Liability, Due in More Than One Year | 242,898 |
| Net Pension Liability, Due in More Than One Year | 7,201,492 |
| Total OPEB Liability, Due in More Than One Year | 1,879,003 |
| Total Liabilities | 25,399,736 |
| **DEFERRED INFLOWS OF RESOURCES** | |
| Lease Related Items | 18,051 |
| OPEB Related Items | 1,043,684 |
| Pension Related Items | 216,194 |
| Total Deferred Inflows of Resources | 1,277,929 |
| **NET POSITION** | |
| Net Investment in Capital Assets | 193,941,766 |
| Restricted for: | |
| Public Safety | 2,764,418 |
| Public Works/Streets | 6,219,769 |
| Community Development | 490,172 |
| Community Services/Public Education | 4,366,967 |
| Unrestricted | 33,924,651 |
| Total Net Position | $ 241,707,743 |

The accompanying notes are an integral part of this statement.

# City of Yucaipa
# Statement of Activities
# For the Year Ended June 30, 2024

| | | Program Revenues | | | Net (Expense) Revenue and Change in Net Position |
|---|---|---|---|---|---|
| Functions/Programs | Expenses | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities |
| Governmental Activities: | | | | | |
| General Government | $ 8,402,250 | $ 2,524,066 | $ - | $ - | $ (5,878,184) |
| Community Development | 1,568,570 | 736,783 | 933,494 | - | 101,707 |
| Building and Safety | 3,698,433 | 2,434,167 | - | - | (1,264,266) |
| Public Works | 12,183,311 | 7,911,861 | 2,594,671 | 7,597,391 | 5,920,612 |
| Public Safety | 21,566,925 | 64,040 | 250,653 | 92,272 | (21,159,960) |
| Community Services | 6,020,215 | 3,692,971 | - | 241,657 | (2,085,587) |
| Total Governmental Activities | $ 53,439,704 | $ 17,363,888 | $ 3,778,818 | $ 7,931,320 | (24,365,678) |

| | |
|---|---|
| General Revenues: | |
| Taxes: | |
| Property | 15,830,863 |
| Sales and Use | 5,529,736 |
| Franchise | 1,833,767 |
| Documentary Transfer | 198,320 |
| Other | 179,225 |
| Vehicle License Fees, Unrestricted | 6,953,493 |
| Investment Income | 1,737,071 |
| Miscellaneous | 332,144 |
| Total General Revenues | 32,594,619 |
| Change in Net Position | 8,228,941 |
| Net Position - Beginning of Year | 233,478,802 |
| Net Position - End of Year | $ 241,707,743 |

The accompanying notes are an integral part of this statement.

# City of Yucaipa
# Balance Sheet
# Governmental Funds
# June 30, 2024

| | | Special Revenue | Capital Projects | |
|---|---|---|---|---|
| | General | Miscellaneous | Development Impact Fees | Facilities Construction |
| **ASSETS** | | | | |
| Cash and Investments | $ 27,532,599 | $ 2,519,465 | $ 2,405,954 | $ 3,187,599 |
| Restricted Cash and Investments | 1,284,090 | - | - | - |
| Receivables: | | | | |
| Accounts | 2,745,162 | 7,563 | - | - |
| Interest | 338,415 | 236 | 6,946 | 3,240 |
| Notes and Loans | 87,483 | - | - | 4,500,000 |
| Leases | 18,051 | - | - | - |
| Due From Other Governments | 1,462,025 | 476,419 | 132,559 | - |
| Due From Other Funds | 6,509,872 | - | - | 761,000 |
| Advances to Other Funds | 18,995,018 | - | - | - |
| Prepaid Items | 172,347 | - | - | - |
| Total Assets | $ 59,145,062 | $ 3,003,683 | $ 2,545,459 | $ 8,451,839 |
| **LIABILITIES** | | | | |
| Accounts Payable | $ 5,705,770 | $ 58,800 | $ 465,635 | $ 160,176 |
| Accrued Liabilities | 371,535 | - | - | - |
| Deposits Payable | 1,284,090 | 45,569 | 336 | - |
| Due to Other Funds | - | 46,154 | 5,550,809 | - |
| Unearned Revenue | 37,833 | 1,879,822 | - | 157,500 |
| Advances From Other Funds | - | - | 17,360,486 | - |
| Total Liabilities | 7,399,228 | 2,030,345 | 23,377,266 | 317,676 |
| **DEFERRED INFLOWS OF RESOURCES** | | | | |
| Lease Related | 18,051 | - | - | - |
| Unavailable Revenues | 823,200 | 123,712 | 73,554 | - |
| Total Deferred Inflows of Resources | 841,251 | 123,712 | 73,554 | - |
| **FUND BALANCES** | | | | |
| Nonspendable | 19,167,365 | - | - | - |
| Restricted | - | 849,626 | - | - |
| Committed | 13,468,799 | - | - | - |
| Assigned | - | - | - | 8,134,163 |
| Unassigned | 18,268,419 | - | (20,905,361) | - |
| Total Fund Balances | 50,904,583 | 849,626 | (20,905,361) | 8,134,163 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | $ 59,145,062 | $ 3,003,683 | $ 2,545,459 | $ 8,451,839 |

The accompanying notes are an integral part of this statement.

| Capital Projects Miscellaneous | Non-Major Funds | Total Governmental Funds |
|---|---|---|
| $ 5,792,420 | $ 13,423,086 | $ 54,861,123 |
| - | - | 1,284,090 |
| 43,164 | 1,441,118 | 4,237,007 |
| - | 27,591 | 376,428 |
| - | 231,497 | 4,818,980 |
| - | - | 18,051 |
| 334,058 | 855,455 | 3,260,516 |
| - | - | 7,270,872 |
| - | - | 18,995,018 |
| - | - | 172,347 |
| $ 6,169,642 | $ 15,978,747 | $ 95,294,432 |
| $ 13,068 | $ 334,008 | $ 6,737,457 |
| - | 5,555 | 377,090 |
| 700 | - | 1,330,695 |
| 1,089,044 | 584,865 | 7,270,872 |
| 4,500,000 | - | 6,575,155 |
| - | 1,634,532 | 18,995,018 |
| 5,602,812 | 2,558,960 | 41,286,287 |
| - | - | 18,051 |
| 51,366 | 1,156,924 | 2,228,756 |
| 51,366 | 1,156,924 | 2,246,807 |
| - | - | 19,167,365 |
| 515,464 | 14,056,262 | 15,421,352 |
| - | - | 13,468,799 |
| - | - | 8,134,163 |
| - | (1,793,399) | (4,430,341) |
| 515,464 | 12,262,863 | 51,761,338 |
| $ 6,169,642 | $ 15,978,747 | $ 95,294,432 |

# City of Yucaipa
# Reconciliation of the Balance Sheet - Governmental Funds
# to the Statement of Net Position
# June 30, 2024

| | |
|---|---|
| Fund balances of governmental funds | $ 51,761,338 |
| Amounts reported for governmental activities in the Statement of Net Position are different because: | |
| Capital assets used in governmental activities are not considered current financial resources and therefore are different than the governmental funds balance sheet: | |
| Capital Assets Not Being Depreciated | 96,299,638 |
| Capital Assets Being Depreciated | 279,006,557 |
| Accumulated Depreciation | (181,364,429) |
| Long-term debt obligations are not due and payable in the current period and, therefore, are not reported in the funds: | |
| Compensated Absences | (837,239) |
| Net Pension Liability | (7,201,492) |
| Total OPEB Liability | (1,922,465) |
| Amounts for deferred inflows and deferred outflows related to the City's Pension and OPEB Liablities are not reported in the funds: | |
| Deferred Outflows Related to Pensions | 3,566,037 |
| Deferred Inflows Related to Pensions | (216,194) |
| Deferred Outflows Related to OPEB | 375,983 |
| Deferred Inflows Related to OPEB | (1,043,684) |
| The internal service fund is used by management to charge costs of actitivies involved in rendering services to departments within the City. The assets and liabilities of the internal service fund are included in the statement of net position. but are excluded from the governmental funds balance sheet. | 1,054,937 |
| Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds. | 2,228,756 |
| Net position of governmental activities | $ 241,707,743 |

The accompanying notes are an integral part of this statement.

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## City of Yucaipa
## Statement of Revenues, Expenditures, and Changes in Fund Balances
## Governmental Funds
## For the Year Ended June 30, 2024

| | | Special Revenue | Capital Projects | |
|---|---|---|---|---|
| | General | Miscellaneous | Development Impact Fees | Facilities Construction |
| **REVENUES** | | | | |
| Taxes: | | | | |
| Property | $ 14,716,261 | $ - | $ - | $ - |
| Sales and Use | 5,529,736 | - | - | - |
| Franchise | 1,757,501 | - | - | - |
| Documentary Transfer | 198,320 | - | - | - |
| Other | 179,225 | - | - | - |
| Licenses and Permits | 1,883,453 | - | - | - |
| Fines and Forfeitures | 46,683 | 28,153 | - | - |
| Charges for Services | 7,180,919 | 74,180 | 6,273,966 | - |
| Intergovernmental | 7,331,376 | 3,330,571 | 793,672 | - |
| Investment Income | 1,713,694 | 24,478 | 74,628 | 452,077 |
| Other | 122,383 | 47,302 | - | 100,000 |
| Total Revenues | 40,659,551 | 3,504,684 | 7,142,266 | 552,077 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General Government | 6,631,549 | 71,642 | - | - |
| Community Development | 1,359,359 | - | - | - |
| Building and Safety | 3,593,489 | 104,944 | - | - |
| Public Works | 3,997,246 | 28,439 | 291,980 | 631,592 |
| Public Safety | 18,862,751 | 19,992 | - | - |
| Fire Protection Services | - | - | 135,231 | - |
| Community Services | 5,801,175 | - | - | - |
| Capital Outlay | 481,967 | 92,272 | 4,762,817 | 638,067 |
| Total Expenditures | 40,727,536 | 317,289 | 5,190,028 | 1,269,659 |
| Excess (Deficiency) of Revenues over Expenditures | (67,985) | 3,187,395 | 1,952,238 | (717,582) |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | 2,625,140 | 388,468 | 1,351,023 | 167,421 |
| Transfers Out | (2,335,039) | (2,566,250) | (217,577) | (245,988) |
| Total Other Financing Sources (Uses) | 290,101 | (2,177,782) | 1,133,446 | (78,567) |
| Net Change in Fund Balances | 222,116 | 1,009,613 | 3,085,684 | (796,149) |
| Fund Balances, Beginning, as previously reported | 50,682,467 | (159,987) | (23,991,045) | 8,930,312 |
| Change within financial reporting entity (nonmajor to major) | - | - | - | - |
| Fund Balances, Beginning, as adjusted | 50,682,467 | (159,987) | (23,991,045) | 8,930,312 |
| Fund Balances, End of Year | $ 50,904,583 | $ 849,626 | $ (20,905,361) | $ 8,134,163 |

| Capital Projects<br>Miscellaneous | Non-Major Funds | Total Governmental Funds |
|---|---|---|
| $ - | $ 1,114,602 | $ 15,830,863 |
| - | - | 5,529,736 |
| - | 76,267 | 1,833,768 |
| - | - | 198,320 |
| - | - | 179,225 |
| - | - | 1,883,453 |
| - | - | 74,836 |
| 50,000 | 814,740 | 14,393,805 |
| 390,868 | 7,697,367 | 19,543,854 |
| 35,596 | 447,317 | 2,747,790 |
| - | 63,531 | 333,216 |
| 476,464 | 10,213,824 | 62,548,866 |
| | | |
| - | 51,014 | 6,754,205 |
| - | 12,996 | 1,372,355 |
| - | - | 3,698,433 |
| - | 1,890,907 | 6,840,164 |
| - | 1,719,221 | 20,601,964 |
| - | - | 135,231 |
| - | | 5,801,175 |
| 149,022 | 3,125,536 | 9,249,681 |
| 149,022 | 6,799,674 | 54,453,208 |
| | | |
| 327,442 | 3,414,150 | 8,095,658 |
| | | |
| 474,949 | 5,054,860 | 10,061,861 |
| (468,678) | (4,789,243) | (10,622,775) |
| 6,271 | 265,617 | (560,914) |
| 333,713 | 3,679,767 | 7,534,744 |
| - | 8,764,847 | 44,226,594 |
| 181,751 | (181,751) | - |
| 181,751 | 8,583,096 | 44,226,594 |
| $ 515,464 | $ 12,262,863 | $ 51,761,338 |

The accompanying notes are an integral part of this statement.

# City of Yucaipa
## Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities
## For the Year Ended June 30, 2024

| | |
|---|---|
| Net change in fund balances - total governmental funds | $ 7,534,744 |
| Amounts reported for governmental activities in the Statement of Activities are different because: | |
| Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of these assets is allocated over their estimated useful lives as depreciation expense: | |
| Additions | 8,037,975 |
| Depreciation | (5,653,138) |
| Disposals | (5,488) |
| 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. | 282,134 |
| 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. | (880,221) |
| Amounts for deferred inflows and deferred outflows related to Pension and OPEB liabilities are not reported in the funds. This is the net change in related deferred inflows and outflows: | |
| Deferred Outflows Related to Pensions | 3,107 |
| Deferred Inflows Related to Pensions | 93,476 |
| Deferred Outflows Related to OPEB | (45,827) |
| Deferred Inflows Related to OPEB | (483,070) |
| 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. This is the net change in these liabilities: | |
| Compensated Absences | (247,878) |
| Net Pension Liability | (761,840) |
| Total OPEB Liability | 354,967 |
| Change in net position of governmental activities | $ 8,228,941 |

The accompanying notes are an integral part of this statement.

# City of Yucaipa
# Statement of Net Position
# Proprietary Funds
# June 30, 2024

| | Governmental Activities - Internal Service Funds |
|---|---|
| **ASSETS** | |
| Current: | |
| Cash and Investments | $ 1,259,470 |
| Accounts Receivable | 139,363 |
| Interest Receivable | 1,489 |
| Prepaid Items | 72,758 |
| Total Current Assets | 1,473,080 |
| **LIABILITIES** | |
| Current: | |
| Accounts Payable and Accrued Liabilities | 175,245 |
| Total Current Liabilities | 175,245 |
| Noncurrent: | |
| Claims Payable | 242,898 |
| Total Noncurrent Liabilities | 242,898 |
| Total Liabilities | 418,143 |
| **NET POSITION** | |
| Unrestricted | $ 1,054,937 |

The accompanying notes are an integral part of this statement.

# City of Yucaipa
# Statement of Revenues, Expenses, and Changes in Net Position
# Proprietary Funds
# For the Year Ended June 30, 2024

| | Governmental Activities - Internal Service Funds |
|---|---|
| **OPERATING REVENUES** | |
| Charges for Services | $ 2,012,081 |
| Other Income | 139,086 |
| Total Operating Revenues | 2,151,167 |
| **OPERATING EXPENSES** | |
| General and Administrative | 1,464,329 |
| Property and Liability Premiums | 694,230 |
| Claims Expense | 282,204 |
| Total Operating Expenses | 2,440,763 |
| Operating Income (Loss) | (289,596) |
| **NON-OPERATING REVENUES (EXPENSES)** | |
| Investment Income | 10,816 |
| Income (Loss) before contributions and transfers | (278,780) |
| Transfers In | 700,000 |
| Transfers Out | (139,086) |
| Total Transfers | 560,914 |
| Change in Net Position | 282,134 |
| Total Net Position, Beginning of Year | 772,803 |
| Total Net Position, End of Year | $ 1,054,937 |

The accompanying notes are an integral part of this statement.

# City of Yucaipa
# Statement of Cash Flows
# Proprietary Funds
# For the Year Ended June 30, 2024

| | Governmental Activities - Internal Service Funds |
|---|---|
| **Cash Flows from Operating Activities** | |
| Cash Received from Users | $ 2,012,081 |
| Cash Paid to Employees for Salaries and Benefits | (446,774) |
| Cash Paid to Suppliers for Goods and Services | (950,398) |
| Cash Paid for Claims and Premiums | (841,554) |
| Other Receipts | 3,452 |
| Net Cash Provided (Used) by Operating Activities | (223,193) |
| **Cash Flows from Non-Capital Financing Activities** | |
| Transfers from Other Funds | 700,000 |
| Transfers to Other Funds | (139,086) |
| Net Cash Provided (Used) by Non-Capital Financing Activities | 560,914 |
| **Cash Flows from Investing Activities** | |
| Interest Received | 10,946 |
| Net Increase (Decrease) in Cash and Cash Equivalents | 348,667 |
| Cash and Cash Equivalents, Beginning of Year | 910,803 |
| Cash and Cash Equivalents, End of Year | $ 1,259,470 |
| **Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities** | |
| Operating income (loss) | $ (289,596) |
| Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities: | |
| (Increase) Decrease in Accounts Receivable | (135,634) |
| (Increase) Decrease in Prepaid Items | (72,758) |
| Increase (Decrease) in Accounts Payable | 173,138 |
| Increase (Decrease) in Claim Liabilities | 101,657 |
| **Net Cash Provided (Used) By Operating Activities** | $ (223,193) |

The accompanying notes are an integral part of this statement.

# City of Yucaipa
# Statement of Fiduciary Net Position
# Fiduciary Funds
# June 30, 2024

| | Successor Agency Private-Purpose Trust Fund | Custodial Funds |
|---|---|---|
| **ASSETS** | | |
| Cash and Investments | $ 731,407 | $ 2,187,959 |
| Cash and Investments with Fiscal Agent | 582,649 | 293,090 |
| Accounts Receivable | - | 10,924 |
| Interest Receivable | 55 | - |
| Prepaid Items | 10,169 | - |
| Total Assets | 1,324,280 | 2,491,973 |
| **LIABILITIES** | | |
| Accounts Payable | 13 | - |
| Accrued Liabilities | 8,368 | - |
| Interest Payable | 107,418 | - |
| Bonds Payable | 6,124,041 | - |
| Total Liabilities | 6,239,840 | - |
| **NET POSITION** | | |
| Restricted for Successor Agency Activities | (4,915,560) | - |
| Restricted for Individuals and Organizations | - | 2,491,973 |
| | $ (4,915,560) | $ 2,491,973 |

The accompanying notes are an integral part of this statement.

# City of Yucaipa
# Statement of Changes in Fiduciary Net Position
# Fiduciary Funds
# For the Year Ended June 30, 2024

| | Successor Agency Private-Purpose Trust Fund | Custodial Funds |
|---|---|---|
| **ADDITIONS** | | |
| Taxes and Assessments Collected for Others | $ 736,321 | $ 2,076,641 |
| Investment Income | 45,301 | 76,529 |
| Total Additions | 781,622 | 2,153,170 |
| **DEDUCTIONS** | | |
| Administration Costs | 187,472 | 271,396 |
| Interest Expense | 323,453 | - |
| Payments to Bondholders | - | 4,559,106 |
| Total Deductions | 510,925 | 4,830,502 |
| Change in Net Position | 270,697 | (2,677,332) |
| Net Position - Beginning | (5,186,257) | 5,169,305 |
| Net Position - Ending | $ (4,915,560) | $ 2,491,973 |

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

<u>Government-Wide Financial Statements</u>

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.

<u>Proprietary Fund and Fiduciary Funds</u>

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

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

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

**C) Fund Classifications**

The City reports the following major governmental funds:

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

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

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

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

The *Miscellaneous Capital Projects Fund* accounts for various grant revenues received restricted for capital projects.

Additionally, the City reports the following fund types:

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

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

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

**D) Cash and Investments**

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

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

**E) Cash Equivalents**

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

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

**F) Due from Other Governments**

The amounts recorded as due from other governments, include sales taxes, property taxes, and grant revenues, collected or provided by Federal, State, County and City governments and remain unremitted to the City as of June 30, 2024.

**G) Interfund Advances**

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

**H) Prepaid Items**

Prepaid items are payments to vendors for costs applicable to future accounting periods. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

**I) 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.

**J) 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).

**K) 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.

## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

### L) 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.

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 |

### M) Notes and Loans Receivable

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

### N) Unearned Revenue

The City reports unearned revenue for grants received prior to the period when eligible expenditures are incurred. The $6,575,155 in unearned revenue reported as of June 30, 2024 represents grant funds received but not yet expended on eligible costs.

### O) 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.

### P) Net Position

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

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

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

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

## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

### R) 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.

### S) 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.

### T) Other Postemployment Benefits (OPEB)

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

| | |
|---|---|
| Valuation Date | June 30, 2023 |
| Measurement Date | June 30, 2023 |
| Measurement Period | July 1, 2022 to June 30, 2023 |

## 1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

### U) Leases

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

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

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

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

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

At June 30, 2024 the balances of the lease receivable and deferred inflow of resources were $18,051 and $18,051, respectively.

## 2) CASH AND INVESTMENTS

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

| | | |
|---|---|---|
| Statement of Net Position: | | |
| Cash and Investments | $ | 56,120,593 |
| Restricted Cash and Investments | | 1,284,090 |
| Statement of Fiduciary Net Postion: | | |
| Cash and Investments | | 2,919,366 |
| Cash and Investments with Fiscal Agent | | 875,739 |
| Total Cash and Investments | $ | 61,199,788 |

Cash and Investments consist of the following:

| | | |
|---|---|---|
| Cash on Hand | $ | 2,950 |
| Deposits with Financial Institutions | | 3,907,965 |
| Investments | | 57,288,873 |
| Total Cash and Investments | $ | 61,199,788 |

**2) CASH AND INVESTMENTS - Continued**

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.

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

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

Investments Authorized by Debt Agreements

Investments of debt proceeds held by bond trustee are governed by provisions of the debt agreements, rather than the general provision of the California Government Code or the City's investment policy. The table below identifies the investment types that are authorized for investments held by bond trustee.

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

**2) CASH AND INVESTMENTS - Continued**

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rate. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer-term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the City's investments (including investments held by bond trustee) to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investment by maturity:

| | | Remaining Maturity (in Months) | | |
|---|---|---|---|---|
| Investment Type | Total | 12 Months or Less | 1 to 2 Years | 2 to 5 Years |
| U.S. Treasury Obligations | $ 22,189,804 | $ 12,869,761 | $ 3,697,004 | $ 5,623,039 |
| U.S. Agency Securities | 5,812,874 | 1,224,069 | 4,006,520 | 582,285 |
| Supranational Agency Securities | 242,261 | 242,261 | - | - |
| Municipal Bonds | 187,724 | - | 187,724 | - |
| Medium Term Notes | 2,509,315 | 452,574 | 321,550 | 1,735,191 |
| Negotiable Certificates of Deposit | 490,042 | - | - | 490,042 |
| LAIF | 17,348,366 | 17,348,366 | - | - |
| Money Market Mutual Funds | 7,632,748 | 7,632,748 | - | - |
| Held by Bond Trustee: | | | | |
| LAIF | 46,908 | 46,908 | - | - |
| Money Market Mutual Funds | 828,831 | 828,831 | - | - |
| Total Pooled Investments | $ 57,288,873 | $ 40,645,518 | $ 8,212,798 | $ 8,430,557 |

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California Government Code, the City's investment policy, or debt agreements, and the actual rating as of year-end for each investment type. The investments must meet the minimum investment rating when purchased.

| Investment Type | Total | Minimum Legal Rating | AAA | A/AA | BBB | Rating not Required |
|---|---|---|---|---|---|---|
| U.S. Treasury Obligations | $ 22,189,804 | N/A | $ - | $ 22,189,804 | $ - | $ - |
| U.S. Agency Securities | 5,812,874 | N/A | - | 5,812,874 | - | - |
| Supranational Agency Securities | 242,261 | A- | 242,261 | - | - | - |
| Municipal Bonds | 187,724 | A- | - | 187,724 | - | - |
| Medium Term Notes | 2,509,315 | A- | 683,398 | 1,540,754 | 285,163 | - |
| Negotiable Certificates of Deposit | 490,042 | N/A | 490,042 | - | - | - |
| LAIF | 17,348,366 | N/A | - | - | - | 17,348,366 |
| Money Market Mutual Funds | 7,632,748 | N/A | 7,632,748 | - | - | - |
| Held by Bond Trustee: | | | | | | |
| LAIF | 46,908 | N/A | - | - | - | 46,908 |
| Money Market Mutual Funds | 828,831 | AAA | 828,831 | - | - | - |
| Total Pooled Investments | $ 57,288,873 | | $ 9,877,280 | $ 29,731,156 | $ 285,163 | $ 17,395,274 |

**2) CASH AND INVESTMENTS – Continued**

Concentration of Credit Risk

The investment policy of the City contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. As of June 30, 2024, there were no investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total City investments.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local government units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. As of June 30, 2024, 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, 2024, none of the City's investments were held by the broker-dealer (counterparty) that was used by the City to purchase the securities. For investments identified herein as held by bond trustee, the bond trustee selects the investments under terms of the applicable trust agreement, acquires the investment, and holds the investment on behalf of the reporting government.

Fair Value

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Level 2 inputs are valued using a matrix pricing model. The City has the following recurring fair value measurements as of June 30, 2024:

**2) CASH AND INVESTMENTS - Continued**

| | | Fair Value Hierarchy | | |
|---|---|---|---|---|
| Investment Type | Total | Level 1 | Level 2 | Level 3 |
| U.S. Treasury Obligations | $ 22,189,804 | $ 22,189,804 | $ - | $ - |
| U.S. Agency Securities | 5,812,874 | - | 5,812,874 | - |
| Supranational Agency Securities | 242,261 | - | 242,261 | - |
| Municipal Bonds | 187,724 | - | 187,724 | - |
| Medium Term Notes | 2,509,315 | - | 2,509,315 | - |
| Total Pooled Investments | $ 30,941,978 | $ 22,189,804 | $ 8,752,174 | $ - |

Investment in State Investment Pool

The City is a voluntary participant in the LAIF that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the City's investment in this pool is reported at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

**3) INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS**

Interfund receivables and payables at June 30, 2024 are as follows:

| Due From (Receivable) | Due To (Payable) | Amount |
|---|---|---|
| General Fund | Miscellaneous Special Revenue | $ 46,154 |
| | Development Impact Fees | 4,789,809 |
| | Miscellaneous Capital Projects | 1,089,044 |
| | Non-major Governmental Funds | 584,865 |
| Facilities Construction | Development Impact Fees | 761,000 |
| Total | | $ 7,270,872 |

The interfund balance due to the General Fund was the result of short-term borrowings to cover deficit cash balances at June 30, 2024. The $761,000 due from non-major governmental funds is a result of short-term borrowings for capital projects. Interfund advances at June 30, 2024 are as follows:

| Advances to Other Funds (Receivable) | Advances From Other Funds (Payable) | Amount |
|---|---|---|
| General Fund | Development Impact Fees | $ 17,360,486 |
| General Fund | Non-major Governmental Funds | 1,634,532 |
| Total Advances To/From Other Funds | | $ 18,995,018 |

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

## 3) INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS - Continued

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

| Advances Include: | | Interfund Loan Agreement % |
|---|---|---|
| Public Facilities Development Impact Fees | $ 11,064,695 | 100% |
| Fire Facilities Development Impact Fees | 1,838,246 | 50% |
| Park Facilities Development Impact Fees | 4,427,545 | 50% |
| Low Water Crossing Fund | 1,634,532 | |
| | $ 18,965,018 | |

Interfund transfers at June 30, 2024 are as follows:

| | TRANSFERS IN | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| TRANSFERS OUT | General Fund | Miscellaneous Special Revenue | Development Impact Fees | Facilities Construction | Miscellaneous Capital Projects | Internal Service Fund | Non-Major Funds | Total |
| General Fund | $ - | $ 7,377 | $ - | $ - | $ 285,000 | $ 700,000 | $ 1,342,662 | $ 2,335,039 |
| Miscellaneous Special Revenue | 2,261,437 | - | 137,392 | 167,421 | - | - | - | 2,566,250 |
| Development Impact Fees | - | 217,577 | - | - | - | - | - | 217,577 |
| Facilities Construction | - | 162,087 | - | - | 83,901 | - | - | 245,988 |
| Miscellaneous Capital Projects | - | - | - | - | - | - | 468,678 | 468,678 |
| Non-Major Funds | 224,617 | 1,427 | 1,213,631 | - | 106,048 | - | 3,243,520 | 4,789,243 |
| Internal Service Funds | 139,086 | - | - | - | - | - | - | 139,086 |
| | $ 2,625,140 | $ 388,468 | $ 1,351,023 | $ 167,421 | $ 474,949 | $ 700,000 | $ 5,054,860 | $ 10,761,861 |

The transfers from the General Fund to Development Impact Fees was to fund development related capital projects The transfers from the General Fund to Non-Major Funds was to fund Paramedic Services. The $700,000 transfer to the Internal Service Fund was to cover future claims expenses. The $2,261,437 transfers from the Miscellaneous Special Revenue Fund to the General Fund were to help fund various costs, including $2,176,115 of ARPA funds to cover Covid-related revenue loss. The General Fund transferred $285,000 to the Miscellaneous Capital Projects Fund for capital project costs. In addition, the Miscellaneous Capital Projects Fund transferred $468,878 to the Non-major funds for various capital projects.

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

## 4) NOTES AND LOANS RECEIVABLE

Notes and Loans Receivable at June 30, 2024 include $231,497 in loans relating to the City’s Energy Independence Program, and $87,483 relating to the City’s Façade Improvement Program. A loan secured by land in the amount of $4,500,000 is held in the Facilities Construction Capital Project Fund. Interest only payments are due monthly. Principal is due at loan maturity, December 31, 2026. The agreement also includes a purchase option at any point during the loan period. Other Notes and Loans are offset by an allowance for doubtful accounts.

# City of Yucaipa
# Notes to Financial Statements
# For the Year Ended June 30, 2024

## 5) CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2024 is as follows:

| **Governmental Activities:** | Beginning Balance | Increases | Decreases | Ending Balance |
|---|---|---|---|---|
| Capital Assets Being Depreciated: | | | | |
| Buildings and Improvements | $ 15,158,183 | $ - | $ - | $ 15,158,183 |
| Equipment | 3,532,353 | 429,588 | - | 3,961,941 |
| Vehicles | 3,899,260 | 159,574 | (70,347) | 3,988,487 |
| Infrastructure | 253,063,531 | 2,834,415 | - | 255,897,946 |
| Total Depreciable Capital Assets | 275,653,327 | 3,423,577 | (70,347) | 279,006,557 |
| Less Accumulated Depreciation: | | | | |
| Buildings and Improvements | (11,061,900) | (419,711) | - | (11,481,611) |
| Equipment | (2,542,800) | (370,809) | - | (2,913,609) |
| Vehicles | (2,813,706) | (249,537) | 64,859 | (2,998,384) |
| Infrastructure | (159,357,744) | (4,613,081) | - | (163,970,825) |
| Total Accumulated Depreciation | (175,776,150) | (5,653,138) | 64,859 | (181,364,429) |
| Capital Assets, Net of Accumulated Depreciation | 99,877,177 | (2,229,561) | (5,488) | 97,642,128 |
| Capital Assets, Not Being Depreciated: | | | | |
| Land | 5,050,091 | - | - | 5,050,091 |
| Right of Way | 59,134,797 | 228,282 | - | 59,363,079 |
| Construction in Progress | 27,500,352 | 7,220,531 | (2,834,415) | 31,886,468 |
| Total Capital Assets Not Being Depreciated | 91,685,240 | 7,448,813 | (2,834,415) | 96,299,638 |
| Total Capital Assets | $ 191,562,417 | $ 5,219,252 | $ (2,839,903) | $ 193,941,766 |

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

| | |
|---|---|
| General Government | $ 282,200 |
| Public Safety | 829,730 |
| Public Works | 4,125,953 |
| Community Development | 196,215 |
| Community Services | 219,040 |
| Total Depreciation Expense | $ 5,653,138 |

## 6) CHANGES IN LONG-TERM LIABILITIES

The following is a summary of long-term liability activity, all of which will be liquidated by the General Fund, for the year ended June 30, 2024:

| | Beginning Balance | Additions | Deletions | Ending Balance | Due Within One Year | Due Beyond One Year |
|---|---|---|---|---|---|---|
| **Governmental Activities:** | | | | | | |
| Total OPEB Liability | $ 2,277,432 | $ - | $ 354,967 | $ 1,922,465 | $ 43,462 | $ 1,879,003 |
| Net Pension Liability | 6,439,652 | 761,840 | - | 7,201,492 | - | 7,201,492 |
| Claims Liability | 141,241 | 105,137 | 3,480 | 242,898 | - | 242,898 |
| Compensated Absences, Net | 589,361 | 247,878 | - | 837,239 | 209,310 | 627,929 |
| Total | $ 9,447,686 | $ 1,114,855 | $ 358,447 | $ 10,204,094 | $ 252,772 | $ 9,951,322 |

### Compensated Absences

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

## 7) FIDUCIARY FUND LONG-TERM DEBT

The following is a summary of long-term debt activity for the City's fiduciary fund for the year ended June 30, 2024:

| | Beginning Balance | Additions | Deletions | Ending Balance | Due Within One Year | Due Beyond One Year |
|---|---|---|---|---|---|---|
| Tax Allocation Bonds: | | | | | | |
| 1998 | $ 235,000 | $ - | $ 30,000 | $ 205,000 | $ 30,000 | $ 175,000 |
| 2004 | 1,390,000 | - | 55,000 | 1,335,000 | 60,000 | 1,275,000 |
| 2010 | 4,710,000 | - | 140,000 | 4,570,000 | 145,000 | 4,425,000 |
| Unamortized Premium | 14,866 | - | 825 | 14,041 | 825 | 13,216 |
| Total | $ 6,349,866 | $ - | $ 225,825 | $ 6,124,041 | $ 235,825 | $ 5,888,216 |

### 1998 Tax Allocation Bonds

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

**7) FIDUCIARY FUND LONG-TERM DEBT – Continued**

| Fiscal Year Ending June 30, | Principal | Interest | Total |
|---|---|---|---|
| 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 | $ 205,000 | $ 30,937 | $ 235,937 |

**2004 Tax Allocation Bonds**

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

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

| Fiscal Year Ending June 30, | Principal | Interest | Total |
|---|---|---|---|
| 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 | $ 1,335,000 | $ 423,288 | $ 1,758,288 |

**2010 Tax Allocation Bonds**

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

## 7) FIDUCIARY FUND LONG-TERM DEBT – Continued

The bonds accrue interest at rates between 4.00% and 5.50% and are payable semiannually on March 1 and September 1 of each year commencing March 1, 2011. Principal on the bonds is payable in amounts ranging from $85,000 to $525,000 and is payable in annual installments commencing on September 1, 2011 and ending September 1, 2040. The outstanding balance at June 30, 2024 was $4,570,000.

Future debt service requirements are as follows:

| Fiscal Year Ending June 30, | Principal | Interest | Total |
|---|---|---|---|
| 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 |
| 2030-2034 | 875,000 | 948,918 | 1,823,918 |
| 2035-2039 | 1,995,000 | 583,603 | 2,578,603 |
| 2040-2041 | 1,025,000 | 57,063 | 1,082,063 |
| | $ 4,570,000 | $ 2,734,070 | $ 7,304,070 |

## 8) PENSION PLAN

### General Information about the Defined Benefit Pension Plan

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

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

**Benefits Provided** – The Plan is a cost-sharing multiple-employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS). A full description of the pension plan benefit provisions, assumptions for funding purposes but not accounting purposes, and membership information is listed in the June 30, 2022 Annual Actuarial Valuation Report. Details of the benefits provided can be obtained in Appendix B of the June 30, 2022 actuarial valuation report. This report is a publicly available valuation report that can be obtained at CalPERS' website under Forms and Publications.

**8) PENSION PLAN - Continued**

The Plan's provisions and benefits in effect at June 30, 2024, are summarized as follows:

| | Miscellaneous | Miscellaneous PEPRA |
|---|---|---|
| | Prior to | On or after |
| Hire date | January 1, 2013 | 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% | 8.25% |
| Required employer contribution rates | 13.26% + $425,273 | 8.00% |

**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 $425,273 in fiscal year 2024. The City's contributions to the Plan for the year ended June 30, 2024 were $1,116,750.

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

As of June 30, 2024, the City reported a net pension liability for its proportionate shares of the net pension liability of the Plan of $7,201,492. 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, 2023, 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, 2022 rolled forward to June 30, 2023 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, 2023, and 2024 was as follows:

| | |
|---|---|
| Proportion - June 30, 2023 | 0.13762% |
| Proportion - June 30, 2024 | 0.14402% |
| Change - Increase (Decrease) | 0.00640% |

**8) PENSION PLAN - Continued**

For the year ended June 30, 2024, the City recognized a pension expense of $1,782,006. At June 30, 2024, 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 | $ 1,116,750 | $ - |
| Differences between actual and expected experience | 367,891 | 57,069 |
| Changes in assumptions | 434,786 | - |
| Change in employer's proportion | 480,623 | - |
| Differences between employer's contributions and employer's proportionate share of contributions | - | 159,125 |
| Net differences between projected and actual earnings on plan investments | 1,165,987 | - |
| Total | $ 3,566,037 | $ 216,194 |

$1,116,750 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, 2025. Other amounts reported as deferred outflows and deferred inflows related to pensions will be recognized as pension expense as follows:

| Year Ending June 30, | Amount |
|---|---|
| 2025 | $ 768,880 |
| 2026 | 522,088 |
| 2027 | 908,669 |
| 2028 | 33,456 |

**Actuarial Assumptions** – The total pension liabilities in the June 30, 2022 actuarial valuations were determined using the following actuarial assumptions:

| | |
|---|---|
| Valuation date | June 30, 2022 |
| Measurement date | June 30, 2023 |
| Actuarial cost method | entry-age normal |
| Actuarial assumptions: | |
| Discount rate | 6.90% |
| Inflation | 2.30% |
| Projected salary increase | (1) |
| Investment rate of return | 6.90% |
| Mortality | (2) |

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

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

**8) PENSION PLAN - Continued**

**Long-term Expected Rate of Return** - The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund.

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

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

(1) An expected inflation of 2.3% used for this period.
(2) Figures are based on the 2021 Asset Liability Management study.

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

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

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

**8) PENSION PLAN - Continued**

| | | |
|---|---|---|
| 1% Decrease | | 5.90% |
| Net Pension Liability/(Asset) | $ | 11,698,752 |
| Current Discount Rate | | 6.90% |
| Net Pension Liability/(Asset) | $ | 7,201,492 |
| 1% Increase | | 7.90% |
| Net Pension Liability/(Asset) | $ | 3,499,860 |

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

**9) OTHER POSTEMPLOYMENT BENEFITS**

**General Information About the OPEB Plan**

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

**Benefits Provided** - Employees are eligible for retiree health benefits if they retire from the City on or after age 50 and 5 years of service (age 52 for Miscellaneous PEPRA employees), and continue health insurance through a City-sponsored health insurance plan, the City will contribute the minimum monthly amount (as required by CalPERS) of the health insurance premium ($151 and $157 for the calendar years 2023 and 2024 respectively). No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75. The City's health plan does not issue a publicly available financial report.

**Employees Covered by Benefit Terms –** As of the June 30, 2023 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 | 13 |
| Active employees | 68 |
| | 81 |

**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, 2024, the City's pay-as-you-go costs were $25,632 and an implicit subsidy of $19,029.

**Total OPEB Liability -** The City's total OPEB liability was measured as of June 30, 2023 and the total OPEB liability used to calculate the OPEB liability was determined by an actuarial valuation dated June 30, 2023, based on the following actuarial methods and assumptions:

**9) OTHER POSTEMPLOYMENT BENEFITS - Continued**

| | |
|---|---|
| Valuation Date | June 30, 2023 |
| Actuarial Cost Method | Entry Age, Level Percent of Pay |
| Mortality | CalPERS 2000-2019 Experience Study |
| Age at Retirement | 60 |
| Health Care Trend Rate | 6.00% for 2023, 5.50% for 2024, ultimate rate of 4.00% for 2030 and later years |
| Inflation Rate | 2.50% |
| Salary Changes | 3.00% |
| Discount Rate | 3.86% - Bond Buyer 20-Bond GO index: June 30, 2023<br>3.69% - Bond Buyer 20-Bond GO index: June 30, 2022 |
| Medical CPI | 3.50% - used to project PERS statutory minimum benefit |

**Discount Rate –** The discount rate used to measure the total OPEB liability was 3.86 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, 2023 (June 30, 2022 measurement date) | $ 2,277,432 |
| Changes in the year: | |
| Service cost | 175,859 |
| Interest on the total OPEB liability | 89,732 |
| Changes in assumptions or other inputs | 43,148 |
| Difference between expected and actual experience | (620,244) |
| Benefit payments, including implicit subsidy | (43,462) |
| Net changes | (354,967) |
| Balance at June 30, 2024 (June 30, 2023 measurement date) | $ 1,922,465 |

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

| | 1% Decrease (2.86%) | Discount Rate (3.86%) | 1% Increase (4.86%) |
|---|---|---|---|
| Total OPEB liability | $ 2,202,354 | $ 1,922,465 | $ 1,694,618 |

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

| | 1% Decrease | Current Rates | 1% Increase |
|---|---|---|---|
| Total OPEB liability | $ 1,652,515 | $ 1,922,465 | $ 2,268,217 |

## 9) OTHER POSTEMPLOYMENT BENEFITS - Continued

**OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB** - For the year ended June 30, 2024, the City recognized OPEB expense of $211,005. 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 | $ 37,075 | $ - |
| Differences Between Expected and Actual Experience | - | 606,023 |
| Changes in Assumptions or Other Inputs | 338,908 | 437,661 |
| Total | $ 375,983 | $ 1,043,684 |

The $37,075 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2023 measurement date will be recognized as a reduction of the total OPEB liability during the fiscal year ended June 30, 2025. Other amounts reported as deferred outflows of resources related to OPEB will be recognized as expense as follows:

| Year Ending June 30, | Amount |
|---|---|
| 2025 | $ (54,586) |
| 2026 | (54,586) |
| 2027 | (60,453) |
| 2028 | (81,787) |
| 2029 | (104,448) |
| Thereafter | (348,916) |

## 10) SUMMARY DISCLOSURE OF SELF-INSURANCE CONTINGENCIES

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

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

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

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

## 10) SUMMARY DISCLOSURE OF SELF-INSURANCE CONTINGENCIES

| Fiscal Year | Claims Payable Beginning of Year | Additions | Deletions | Claims Payable End of Year |
|---|---|---|---|---|
| 6/30/24 | $ 141,241 | $ 105,137 | $ (3,480) | $ 242,898 |
| 6/30/23 | 264,822 | 757 | (124,338) | 141,241 |
| 6/30/22 | 75,000 | 297,918 | (108,096) | 264,822 |

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

## 11) DEVELOPMENT IMPACT FEES

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

As of June 30, 2024, deferral fees owed to the City for all types of development impact fees totaled approximately $259,276.

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

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

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

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

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

In November 2011, the City issued $28 million in Special Tax Refunding Bonds, to refund the 1999, 2002 and 2003 CFD Bonds. The principal balance outstanding on the 2011 Refunding Bonds as of June 30, 2024 is $9,935,000. Neither the faith and credit nor the taxing power of the City, the County of San Bernardino, the State of California or any political subdivision thereof is pledged to the payment of the bonds. Except for the special taxes, no other taxes are pledged to the payment of the bonds. The bonds are not general obligations of the City or County or general obligations of the District, but are limited obligations of the District payable solely from the special taxes as described in the official bond documents.

## 13) COMMITMENTS AND CONTINGENCIES

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

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

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

Remaining commitments on construction contracts at year-end were $1,673,802.

## 14) FUND BALANCE

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

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

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

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

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.

**14) FUND BALANCE - Continued**

The City's committed fund balance includes:

- General Fund Emergency Operating Contingency:
  Fund balance in the General Fund has been committed for emergency contingencies, as set by resolution, and is specifically for severe economic emergencies defined as a state or federal state of emergency, or declaration of a local emergency as defined in the City of Yucaipa Municipal Code Section 8.36.030. In fiscal year 2024, the contingency now remains at $5,000,000.

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

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

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

Unassigned Fund Balance - This classification includes the residual balance for the City's general fund and includes all spendable amounts not contained in other classifications. In other funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed or assigned.

The City's governmental fund balances at June 30, 2024, are presented below:

| | General Fund | Miscellaneous Special Revenue Fund | Development Impact Fees | Facilities Construction | Miscellaneous Capital Projects | Non-major Governmental Funds | Total |
|---|---|---|---|---|---|---|---|
| Nonspendable: | | | | | | | |
| Advances to Other Funds | $18,995,018 | $ - | $ - | $ - | $ - | $ - | $18,995,018 |
| Prepaids | 172,347 | - | - | - | - | - | 172,347 |
| Restricted for: | | | | | | | |
| Capital Projects | - | - | - | - | - | 62,820 | 62,820 |
| Public Works/Street Projects | - | 849,626 | - | - | 515,464 | 6,219,769 | 7,584,859 |
| Public Safety | - | - | - | - | - | 2,764,418 | 2,764,418 |
| Landscape & Lighting | - | - | - | - | - | 3,337,525 | 3,337,525 |
| Community Services/Education | - | - | - | - | - | 1,671,730 | 1,671,730 |
| Committed to: | | | | | | | |
| Emergency Contingency | 5,000,000 | - | - | - | - | - | 5,000,000 |
| Economic Stabilization | 1,000,000 | - | - | - | - | - | 1,000,000 |
| Fire Protection | 7,468,799 | - | - | - | - | - | 7,468,799 |
| Assigned to: | | | | | | | |
| Capital Projects | - | - | - | 8,134,163 | - | - | 8,134,163 |
| Unassigned | 18,268,419 | - | (20,905,361) | - | - | (1,793,399) | (4,430,341) |
| Total Fund Balances | $50,904,583 | $ 849,626 | $ (20,905,361) | $ 8,134,163 | $ 515,464 | $12,262,863 | $51,761,338 |

## 15) ACCUMULATED FUND DEFICITS

At June 30, 2024, the following funds had deficit fund balances:

| | |
|---|---|
| Major Funds – Capital Projects: | |
| Development Impact Fees | $ (20,905,361) |
| Non-major Funds | |
| Housing Authority | (158,963) |
| Low Water Crossings | (1,634,436) |

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

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

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

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

## 16) CHANGE WITHIN THE FINANCIAL REPORTING ENTITY

During the year, the following changes within the financial reporting entity occurred as a result of a previously reported nonmajor fund now reported as a major fund due to the quantitative factors:

| | Reporting Units Affected by Adjustments to and Restatements of Beginning Balances | |
|---|---|---|
| | Newly Major Governmental Fund Miscellaneous Capital Projects | Non-major Funds |
| Net position or fund balances, beginning of year, as previously reported | $ - | $ - |
| Change withing the reporting entity | 181,751 | (181,751) |
| Net position or fund balances, beginning of year, as restated | $ 181,751 | $ (181,751) |

## REQUIRED SUPPLEMENTARY INFORMATION

# City of Yucaipa
# Required Supplementary Information
# Year Ended June 30, 2024

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

| Measurement Date | Proportion of the Net Pension Liability | Proportionate Share of Net Pension Liability | Covered Payroll | Proportionate Share of the Net Pension Liability as a % of Payroll | Plan Fiduciary Net Position as a % of the Total Pension Liability |
|---|---|---|---|---|---|
| 2023 | 0.14402% | $ 7,201,492 | $ 5,825,390 | 123.62% | 78.34% |
| 2022 | 0.13762% | 6,439,652 | 4,920,339 | 130.88% | 79.08% |
| 2021 | 0.03935% | 2,128,323 | 4,304,091 | 49.45% | 92.58% |
| 2020 | 0.05085% | 5,532,698 | 4,475,311 | 123.63% | 79.11% |
| 2019 | 0.04851% | 4,971,001 | 4,036,015 | 123.17% | 79.66% |
| 2018 | 0.04836% | 4,660,507 | 3,643,825 | 127.90% | 79.39% |
| 2017 | 0.04945% | 4,904,437 | 3,496,726 | 140.26% | 77.14% |
| 2016 | 0.04759% | 4,117,708 | 3,362,231 | 122.47% | 78.21% |
| 2015 | 0.04376% | 3,003,608 | 3,081,312 | 97.48% | 83.14% |
| 2014 | 0.04583% | 2,851,533 | 2,970,681 | 95.99% | 75.28% |

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

**Benefit Changes:** None

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

# City of Yucaipa
# Required Supplementary Information
# Year Ended June 30, 2024

### Schedule of Plan Contributions
### Last 10 Years

| Fiscal Year | Contractually Required Contributions | Contributions in Relation to the Actuarially Determined Contributions | Contribution Deficiency/ (Excess) | Covered Payroll | Contributions as a % of Covered Payroll |
|---|---|---|---|---|---|
| 2024 | $ 1,116,750 | $ (1,116,750) | $ - | $ 6,492,568 | 17.20% |
| 2023 | 1,006,968 | (1,006,968) | - | 5,825,390 | 17.29% |
| 2022 | 856,580 | (1,056,163) | (199,583) | 4,920,339 | 21.47% |
| 2021 | 750,096 | (1,000,022) | (249,926) | 4,304,091 | 23.23% |
| 2020 | 687,263 | (687,263) | - | 4,475,311 | 15.36% |
| 2019 | 614,613 | (826,891) | (212,278) | 4,036,015 | 20.49% |
| 2018 | 502,982 | (646,954) | (143,972) | 3,643,825 | 17.75% |
| 2017 | 451,203 | (451,203) | - | 3,496,726 | 12.90% |
| 2016 | 416,057 | (416,057) | - | 3,362,231 | 12.37% |
| 2015 | 553,517 | (553,517) | - | 3,081,312 | 17.96% |

**Notes to the Schedule of Plan Contributions**

Valuation Date: 6/30/2013, 6/30/2014, 6/30/2015, 6/30/2016, 6/30/2017, 6/30/2018, 6/30/2019, 6/30/2020, 6/30/2021, 6/30/2022

**City of Yucaipa**
**Required Supplementary Information**
**Year Ended June 30, 2024**

## CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS

Last 10 Years

| | Measurement Period 2023 | Measurement Period 2022 | Measurement Period 2021 |
|---|---|---|---|
| **Total OPEB Liability** | | | |
| Service cost | $ 175,859 | $ 185,107 | $ 154,728 |
| Interest on total OPEB liability | 89,732 | 54,463 | 60,116 |
| Difference between expected and actual experience | (620,244) | - | (38,585) |
| Changes in assumptions | 43,148 | (588,579) | 224,819 |
| Benefit payments, including implicit subsidy | (43,462) | (49,882) | (47,193) |
| Net change in total OPEB liability | (354,967) | (398,891) | 353,885 |
| Total OPEB liability - beginning | 2,277,432 | 2,676,323 | 2,322,438 |
| Total OPEB liability - ending | $ 1,922,465 | $ 2,277,432 | $ 2,676,323 |
| Covered-employee payroll | $ 7,555,408 | $ 5,777,443 | $ 4,865,564 |
| Total OPEB liability as a percentage of covered-employee payroll | 25.44% | 39.42% | 55.01% |

*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 2024, the accounting discount rate was changed from 3.69% to 3.86%. In fiscal year 2023, the account discount rate changed from 1.92% to 3.69%.

| | Measurement Period | | | |
|---|---|---|---|---|
| | 2020 | 2019 | 2018 | 2017 |
| | $ 142,461 | $ 119,792 | $ 102,354 | $ 99,373 |
| | 65,155 | 63,678 | 50,657 | 46,820 |
| | - | (39,127) | - | - |
| | 196,730 | 189,572 | (104,868) | - |
| | (41,805) | (26,360) | (28,231) | (19,085) |
| | 362,541 | 307,555 | 19,912 | 127,108 |
| | 1,959,897 | 1,652,342 | 1,632,430 | 1,505,322 |
| | $ 2,322,438 | $ 1,959,897 | $ 1,652,342 | $ 1,632,430 |
| | $ 5,131,471 | $ 4,750,449 | $ 3,643,825 | $ 3,496,726 |
| | 45.26% | 41.26% | 45.35% | 46.68% |

# City of Yucaipa
# Required Supplementary Information
# Year Ended June 30, 2024

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

| Fiscal Year | Contractually Required Contributions | Contributions in Relation to the Contractually Required Contributions | Contribution Deficiency/ (Excess) | Covered Employee Payroll | Contributions as a % of Covered Employee Payroll |
|---|---|---|---|---|---|
| 2024 | $ 37,075 | $ (37,075) | $ - | $ 7,555,408 | 0.49% |
| 2023 | 43,462 | (43,462) | - | 5,825,390 | 0.75% |
| 2022 | 49,882 | (49,882) | - | 5,777,443 | 0.86% |
| 2021 | 47,193 | (47,193) | - | 4,865,564 | 0.97% |
| 2020 | 41,805 | (41,805) | - | 5,131,471 | 0.81% |
| 2019 | 26,360 | (26,360) | - | 4,750,449 | 0.55% |
| 2018 | 28,231 | (28,231) | - | 3,643,825 | 0.77% |
| 2017 | 19,085 | (19,085) | - | 3,496,726 | 0.55% |

**Notes to the Schedule of Plan Contributions**

Valuation Date: 6/30/2018, 6/30/2021, 6/30/2023

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

# City of Yucaipa
# Schedule of Revenues, Expenditures, and Changes in Fund Balance
# Budget and Actual - General Fund
# Year Ended June 30, 2024

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Taxes: | | | | |
| Property Taxes | $ 13,766,000 | $ 13,766,000 | $ 14,716,261 | $ 950,261 |
| Sales and Use Taxes | 5,548,294 | 5,548,294 | 5,529,736 | (18,558) |
| Franchise Taxes | 1,538,000 | 1,538,000 | 1,757,501 | 219,501 |
| Documentary Transfer Tax | 200,000 | 200,000 | 198,320 | (1,680) |
| Other Taxes | 100,000 | 100,000 | 179,225 | 79,225 |
| Licenses and Permits | 1,060,304 | 2,137,304 | 1,883,453 | (253,851) |
| Fines and Forfeitures | 31,000 | 31,000 | 46,683 | 15,683 |
| Charges for Services | 4,820,476 | 6,194,803 | 7,180,919 | 986,116 |
| Intergovernmental | 6,500,000 | 9,400,000 | 7,331,376 | (2,068,624) |
| Investment Income | 5,000 | 5,000 | 1,713,694 | 1,708,694 |
| Other | 169,042 | 169,042 | 122,383 | (46,659) |
| Total Revenues | 33,738,116 | 39,089,443 | 40,659,551 | 1,570,108 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General Government: | | | | |
| City Manager | 1,239,621 | 1,245,643 | 1,209,056 | 36,587 |
| City Council | 127,427 | 127,427 | 113,336 | 14,091 |
| General Services/City Clerk | 1,079,063 | 1,140,588 | 958,294 | 182,294 |
| Information Technology | 2,012,081 | 2,012,081 | 2,012,081 | 0 |
| Finance | 2,164,653 | 2,142,628 | 1,694,763 | 447,865 |
| Non-departmental | 990,392 | 1,035,867 | 644,019 | 391,848 |
| Community Development | 1,694,665 | 1,625,945 | 1,359,359 | 266,586 |
| Building and Safety | 810,343 | 3,773,023 | 3,593,489 | 179,534 |
| Public Works | 3,742,798 | 4,151,390 | 3,997,246 | 154,144 |
| Public Safety: | | | | |
| Police Services | 13,401,811 | 13,667,861 | 13,539,502 | 128,359 |
| Fire Protection Services | 5,657,462 | 5,708,972 | 5,323,249 | 385,723 |
| Community Services | 5,458,394 | 6,980,382 | 5,801,175 | 1,179,207 |
| Capital Outlay | 951,097 | 1,126,712 | 481,967 | 644,745 |
| Total Expenditures | 39,329,807 | 44,738,519 | 40,727,536 | 4,010,983 |
| Excess (Deficiency) of Revenues over Expenditures | (5,591,691) | (5,649,076) | (67,985) | 5,581,091 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | 2,880,587 | 3,290,885 | 2,625,140 | (665,745) |
| Transfers Out | (2,328,126) | (2,345,040) | (2,335,039) | 10,001 |
| Total Other Financing Sources (Uses) | 552,461 | 945,845 | 290,101 | (655,744) |
| Net Change in Fund Balances | (5,039,230) | (4,703,231) | 222,116 | 4,925,347 |
| Fund Balances, Beginning of Year | 50,682,467 | 50,682,467 | 50,682,467 | - |
| Fund Balances, End of Year | $ 45,643,237 | $ 45,979,236 | $ 50,904,583 | $ 4,925,347 |

## City of Yucaipa
## Schedule of Revenues, Expenditures, and Changes in Fund Balance
## Budget and Actual - Miscellaneous Special Revenue Fund
## Year Ended June 30, 2024

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Fines & Forfeitures | $ 13,197 | $ 13,197 | $ 28,153 | $ 14,956 |
| Charges for Services | 50,464 | 50,464 | 74,180 | 23,716 |
| Intergovernmental | 4,670,457 | 4,906,275 | 3,330,571 | (1,575,704) |
| Investment Income | - | - | 24,478 | 24,478 |
| Other | 34,872 | 34,872 | 47,302 | 12,430 |
| Total Revenues | 4,768,990 | 5,004,808 | 3,504,684 | (1,500,124) |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General Government | 74,211 | 74,211 | 71,642 | 2,569 |
| Building and Safty | 189,956 | 281,080 | 104,944 | 176,136 |
| Public Works | 85,900 | 102,033 | 28,439 | 73,594 |
| Public Safety | 5,019 | 20,694 | 19,992 | 702 |
| Fire Protection Services | 5,000 | 22,994 | - | 22,994 |
| Capital Outlay | - | 100,000 | 92,272 | 7,728 |
| Total Expenditures | 360,086 | 601,012 | 317,289 | 283,723 |
| Excess (Deficiency) of Revenues over Expenditures | 4,408,904 | 4,403,796 | 3,187,395 | (1,216,401) |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | 602,000 | 690,471 | 388,468 | (302,003) |
| Transfers Out | (5,284,112) | (5,536,854) | (2,566,250) | 2,970,604 |
| Total Other Financing Sources (Uses) | (4,682,112) | (4,846,383) | (2,177,782) | 2,668,601 |
| Net Change in Fund Balance | (273,208) | (442,587) | 1,009,613 | 1,452,200 |
| Fund Balance, Beginning of Year | (159,987) | (159,987) | (159,987) | - |
| Fund Balance, End of Year | $ (433,195) | $ (602,574) | $ 849,626 | $ 1,452,200 |

# City of Yucaipa
# Notes to Required Supplementary Information
# Year Ended June 30, 2024

## 1. Budgetary Control and Accounting

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

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

# SUPPLEMENTARY INFORMATION

## City of Yucaipa
## Schedule of Revenues, Expenditures, and Changes in Fund Balances
## Budget and Actual - Development Impact Fees Capital Projects Fund
## Year Ended June 30, 2024

| | Budgeted Amounts Original | Budgeted Amounts Final | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|---|
| **REVENUES** | | | | |
| Charges For Services | $ 2,590,000 | $ 2,590,000 | $ 6,273,966 | $ 3,683,966 |
| Intergovernmental | - | - | 793,672 | 793,672 |
| Investment Income | - | - | 74,628 | 74,628 |
| Other | 7,914,000 | 7,914,000 | - | (7,914,000) |
| Total Revenues | 10,504,000 | 10,504,000 | 7,142,266 | (3,361,734) |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| Public Works | 314,181 | 314,181 | 291,980 | 22,201 |
| Fire Protection Services | 135,231 | 135,231 | 135,231 | - |
| Capital Outlay | 6,324,000 | 27,509,634 | 4,762,817 | 22,746,817 |
| Total Expenditures | 6,773,412 | 27,959,046 | 5,190,028 | 22,769,018 |
| Excess (Deficiency) of Revenues over Expenditures | 3,730,588 | (17,455,046) | 1,952,238 | 19,407,284 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | 11,113,447 | 13,219,447 | 1,351,023 | (11,868,424) |
| Transfers Out | (1,475,000) | (3,798,578) | (217,577) | 3,581,001 |
| Total Other Financing Sources (Uses) | 9,638,447 | 9,420,869 | 1,133,446 | (8,287,423) |
| Net Change in Fund Balances | 13,369,035 | (8,034,177) | 3,085,684 | 11,119,861 |
| Fund Balances (Deficit), Beginning of Year | (23,991,045) | (23,991,045) | (23,991,045) | - |
| Fund Balances (Deficit), End of Year | $(10,622,010) | $ (32,025,222) | $ (20,905,361) | $ 11,119,861 |

# City of Yucaipa
## Schedule of Revenues, Expenditures, and Changes in Fund Balance
## Budget and Actual - Facilities Construction Capital Projects Fund
## Year Ended June 30, 2024

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Charges for Services | $ - | $ - | $ - | $ - |
| Investment Income | - | - | 452,077 | 452,077 |
| Other | - | - | 100,000 | 100,000 |
| Total Revenues | - | - | 552,077 | 552,077 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General Government | - | - | - | - |
| Public Works | 272,000 | 2,842,328 | 631,592 | 2,210,736 |
| Capital Outlay | 4,757 | 2,592,648 | 638,067 | 1,954,581 |
| Total Expenditures | 276,757 | 5,434,976 | 1,269,659 | 4,165,317 |
| Excess (Deficiency) of Revenues over Expenditures | (276,757) | (5,434,976) | (717,582) | 4,717,394 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | 374,666 | 542,087 | 167,421 | (374,666) |
| Transfers Out | - | (662,088) | (245,988) | 416,100 |
| Total Other Financing Sources (Uses) | 374,666 | (120,001) | (78,567) | 41,434 |
| Net Change in Fund Balances | 97,909 | (5,554,977) | (796,149) | 4,758,828 |
| Fund Balances, Beginning of Year | 8,930,312 | 8,930,312 | 8,930,312 | - |
| Fund Balances, End of Year | $ 9,028,221 | $ 3,375,335 | $ 8,134,163 | $ 4,758,828 |

# City of Yucaipa
## Schedule of Revenues, Expenditures, and Changes in Fund Balance
## Budget and Actual - Miscellaneous Capital Projects Fund
## Year Ended June 30, 2024

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **REVENUES** | | | | |
| Intergovernmental | $ 6,194,800 | $ 6,194,800 | $ 390,868 | $ (5,803,932) |
| Investment Income | - | - | 35,596 | 35,596 |
| Charges for Services | 6,372 | 491,372 | 50,000 | (441,372) |
| Other | 37,000 | 37,000 | - | (37,000) |
| Total Revenues | 6,238,172 | 6,723,172 | 476,464 | (6,246,708) |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General Government | - | - | - | - |
| Public Safety | - | - | - | - |
| Capital Outlay | 285,186 | 1,861,466 | 149,022 | 1,712,444 |
| Total Expenditures | 285,186 | 1,861,466 | 149,022 | 1,712,444 |
| Excess (Deficiency) of Revenues over Expenditures | 5,952,986 | 4,861,706 | 327,442 | (4,534,264) |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | 285,000 | 877,731 | 474,949 | (402,782) |
| Transfers Out | (6,194,800) | (6,693,158) | (468,678) | 6,224,480 |
| Total Other Financing Sources (Uses) | (5,909,800) | (5,815,427) | 6,271 | 5,821,698 |
| Net Change in Fund Balances | 43,186 | (953,721) | 333,713 | 1,287,434 |
| Fund Balance (Deficit), Beginning of Year | 181,751 | 181,751 | 181,751 | - |
| Fund Balance (Deficit), End of Year | $ 224,937 | $ (771,970) | $ 515,464 | $ 1,287,434 |

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# NON-MAJOR GOVERNMENTAL FUNDS

# City of Yucaipa
# Combining Balance Sheet
# Non-Major Governmental Funds
# June 30, 2024

| | Special Revenue | | | |
|---|---|---|---|---|
| | Gas Tax | Measure I | Energy Independence Program | State COPs Grant |
| **ASSETS** | | | | |
| Cash and Investments | $ - | $ 1,217,920 | $ 3,387 | $ 799,299 |
| Receivables: | | | | |
| Accounts | - | 1,349,680 | - | - |
| Interest | 1,402 | - | - | - |
| Due From Other Governments | 414,340 | 112,904 | - | - |
| Notes and Loans Receivable | - | - | 231,497 | - |
| Prepaid Items | - | - | - | - |
| Total Assets | $ 415,742 | $ 2,680,504 | $ 234,884 | $ 799,299 |
| **LIABILITIES** | | | | |
| Accounts Payable | $ 36,196 | $ - | $ - | $ 8,023 |
| Accrued Liabilities | 5,555 | - | - | - |
| Deposits Payable | - | - | - | - |
| Due to Other Funds | 109,244 | - | - | - |
| Advances From Other Funds | - | - | - | - |
| Total Liabilities | 150,995 | - | - | 8,023 |
| **DEFERRED INFLOWS OF RESOURCES** | | | | |
| Unavailable Revenues | 38,539 | 1,035,617 | - | - |
| **FUND BALANCES** | | | | |
| Nonspendable | - | - | - | - |
| Restricted | 226,208 | 1,644,887 | 234,884 | 791,276 |
| Unassigned | - | - | - | - |
| Total Fund Balances | 226,208 | 1,644,887 | 234,884 | 791,276 |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | $ 415,742 | $ 2,680,504 | $ 234,884 | $ 799,299 |

| Office of Traffic and Safety | LLMD | Housing Authority | Paramedic | PEG Video |
|---|---|---|---|---|
| Special Revenue | | | | |
| $ 128,224 | $ 3,374,080 | $ - | $ 1,778,643 | $ 1,011,096 |
| - | 1,725 | 6,236 | 65,131 | 18,346 |
| - | 1,691 | 2 | 19,220 | - |
| - | 6,943 | - | 10,841 | - |
| - | - | - | - | - |
| - | - | - | - | - |
| $ 128,224 | $ 3,384,439 | $ 6,238 | $ 1,873,835 | $ 1,029,442 |
| $ - | $ 46,914 | $ 7 | $ 28,917 | $ - |
| - | - | - | - | - |
| - | - | - | - | - |
| - | - | 165,194 | - | - |
| - | - | - | - | - |
| - | 46,914 | 165,201 | 28,917 | - |
| - | - | - | - | - |
| - | - | - | - | - |
| 128,224 | 3,337,525 | - | 1,844,918 | 1,029,442 |
| - | - | (158,963) | - | - |
| 128,224 | 3,337,525 | (158,963) | 1,844,918 | 1,029,442 |
| $ 128,224 | $ 3,384,439 | $ 6,238 | $ 1,873,835 | $ 1,029,442 |

Continued

# City of Yucaipa
# Combining Balance Sheet
# Non-Major Governmental Funds (Continued)
# June 30, 2024

| | Capital Projects | | | |
|---|---|---|---|---|
| | CDBG Capital | Air Quality Improvement | Pool Capital Replacement | Street Maintenance |
| **ASSETS** | | | | |
| Cash and Investments | $ 504,228 | $ 54,181 | $ 8,639 | $ 4,543,389 |
| Receivables: | | | | |
| Accounts | - | - | - | - |
| Interest | 1,822 | - | - | 3,358 |
| Due From Other Governments | 230,328 | - | - | - |
| Notes and Loans Receivable | - | - | - | - |
| Prepaid Items | - | - | - | - |
| Total Assets | $ 736,378 | $ 54,181 | $ 8,639 | $ 4,546,747 |
| **LIABILITIES** | | | | |
| Accounts Payable | $ 15,878 | $ - | $ - | $ 198,073 |
| Accrued Liabilities | - | - | - | - |
| Deposits Payable | - | - | - | - |
| Due to Other Funds | 230,328 | - | - | - |
| Advances From Other Funds | - | - | - | - |
| Total Liabilities | 246,206 | - | - | 198,073 |
| **DEFERRED INFLOWS OF RESOURCES** | | | | |
| Unavailable Revenues - Land Sale | 82,768 | - | - | - |
| **FUND BALANCES** | | | | |
| Nonspendable | - | - | - | - |
| Restricted | 407,404 | 54,181 | 8,639 | 4,348,674 |
| Unassigned | - | - | - | - |
| Total Fund Balances | 407,404 | 54,181 | 8,639 | 4,348,674 |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | $ 736,378 | $ 54,181 | $ 8,639 | $ 4,546,747 |

| Capital Projects | | |
| --- | --- | --- |
| TDA Article 3 | Low Water Crossings | Total Nonmajor Governmental Funds |
| $ - | $ - | $ 13,423,086 |
| - | - | 1,441,118 |
| - | 96 | 27,591 |
| 80,099 | - | 855,455 |
| - | - | 231,497 |
| - | - | - |
| $ 80,099 | $ 96 | $ 15,978,747 |
| $ - | $ - | $ 334,008 |
| - | - | 5,555 |
| - | - | - |
| 80,099 | - | 584,865 |
| - | 1,634,532 | 1,634,532 |
| 80,099 | 1,634,532 | 2,558,960 |
| - | - | 1,156,924 |
| - | - | - |
| - | - | 14,056,262 |
| - | (1,634,436) | (1,793,399) |
| - | (1,634,436) | 12,262,863 |
| $ 80,099 | $ 96 | $ 15,978,747 |

**City of Yucaipa**
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-Major Governmental Funds**
**Year Ended June 30, 2024**

| | Special Revenue | | | |
|---|---|---|---|---|
| | Gas Tax | Measure I | Energy Independence Program | State COPs Grant |
| **REVENUES** | | | | |
| Taxes: | | | | |
| Property Taxes | $ - | $ - | $ - | $ - |
| Franchise Taxes | - | - | - | - |
| Charges for Services | 8,417 | - | - | - |
| Intergovernmental | 2,912,993 | 3,329,240 | - | 186,306 |
| Investment Income | 33,075 | 107,077 | 21,262 | - |
| Other | - | - | - | - |
| Total Revenues | 2,954,485 | 3,436,317 | 21,262 | 186,306 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General Government | - | - | - | - |
| Community Development | - | - | - | - |
| Public Works | 1,230,966 | - | - | - |
| Public Safety | - | - | - | 112,200 |
| Community Services | - | - | - | - |
| Capital Outlay | 104,726 | - | - | - |
| Total Expenditures | 1,335,692 | - | - | 112,200 |
| Excess (Deficiency) of Revenues over Expenditures | 1,618,793 | 3,436,317 | 21,262 | 74,106 |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | - | 9,535 | - | - |
| Transfers Out | (1,430,000) | (3,031,991) | (39,641) | - |
| Total Other Financing Sources (Uses) | (1,430,000) | (3,022,456) | (39,641) | - |
| Net Change in Fund Balances | 188,793 | 413,861 | (18,379) | 74,106 |
| Fund Balances, Beginning, as previously reported | 37,415 | 1,231,026 | 253,263 | 717,170 |
| Change within financial reporting entity (nonmajor to major) | - | - | - | - |
| Fund Balances, Beginning, as adjusted | 37,415 | 1,231,026 | 253,263 | 717,170 |
| Fund Balances, End of Yeaı | $ 226,208 | $ 1,644,887 | $ 234,884 | $ 791,276 |

| Special Revenue | | | | | (Formerly nonmajor) |
|---|---|---|---|---|---|
| Office of Traffic and Safety | LLMD | Housing Authority | Paramedic | PEG Video | Miscellaneous Capital Projects |
| $ - | $ - | $ - | $ 1,114,602 | $ - | $ - |
| - | - | - | - | 76,267 | - |
| - | 806,323 | - | - | - | - |
| - | - | - | - | - | - |
| - | 101,830 | - | 56,074 | 33,189 | - |
| - | - | - | - | - | - |
| - | 908,153 | - | 1,170,676 | 109,456 | - |
| - | - | 50,929 | - | 85 | - |
| - | - | - | - | - | - |
| - | 659,941 | - | - | - | - |
| - | - | - | 1,607,021 | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | 659,941 | 50,929 | 1,607,021 | 85 | - |
| - | 248,212 | (50,929) | (436,345) | 109,371 | - |
| - | - | - | 1,333,126 | - | - |
| - | - | - | - | (16,136) | - |
| - | - | - | 1,333,126 | (16,136) | - |
| - | 248,212 | (50,929) | 896,781 | 93,235 | - |
| 128,224 | 3,089,313 | (108,034) | 948,137 | 936,207 | 181,751 |
| - | - | - | - | - | (181,751) |
| 128,224 | 3,089,313 | (108,034) | 948,137 | 936,207 | - |
| $ 128,224 | $ 3,337,525 | $ (158,963) | $ 1,844,918 | $ 1,029,442 | $ - |

Continued

# City of Yucaipa
## Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-Major Governmental Funds (Continued)
## Year Ended June 30, 2024

| | Capital Projects | | | |
|---|---|---|---|---|
| | CDBG Capital | Air Quality Improvement | Pool Capital Replacement | Street Maintenance |
| **REVENUES** | | | | |
| Taxes: | | | | |
| Property Taxes | $ - | $ - | $ - | $ - |
| Franchise Taxes | - | - | - | - |
| Charges for Services | - | - | - | - |
| Intergovernmental | 386,234 | 16,578 | - | - |
| Investment Income | 15,711 | 1,167 | 299 | 77,149 |
| Other | - | - | - | - |
| Total Revenues | 401,945 | 17,745 | 299 | 77,149 |
| **EXPENDITURES** | | | | |
| Current: | | | | |
| General Government | - | - | - | - |
| Community Development | 12,996 | - | - | - |
| Public Works | - | - | - | - |
| Public Safety | - | - | - | - |
| Community Services | - | - | - | - |
| Capital Outlay | 324,872 | 4,506 | - | 2,691,432 |
| Total Expenditures | 337,868 | 4,506 | - | 2,691,432 |
| Excess (Deficiency) of Revenues over Expenditures | 64,077 | 13,239 | 299 | (2,614,283) |
| **OTHER FINANCING SOURCES (USES)** | | | | |
| Transfers In | 7,315 | 71,935 | - | 3,599,657 |
| Transfers Out | - | - | - | (83,427) |
| Total Other Financing Sources (Uses) | 7,315 | 71,935 | - | 3,516,230 |
| Net Change in Fund Balances | 71,392 | 85,174 | 299 | 901,947 |
| Fund Balances, Beginning, as previously reported | 336,012 | (30,993) | 8,340 | 3,446,727 |
| Change within financial reporting entity (nonmajor to major) | - | - | - | - |
| Fund Balances, Beginning, as adjusted | 336,012 | (30,993) | 8,340 | 3,446,727 |
| Fund Balances, End of Year | $ 407,404 | $ 54,181 | $ 8,639 | $ 4,348,674 |

| Capital Projects | | |
|---|---|---|
| TDA Article 3 | Low Water Crossings | Total Nonmajor Governmental Funds |
| $ - | $ - | $ 1,114,602 |
| - | - | 76,267 |
| - | - | 814,740 |
| 130,601 | 735,415 | 7,697,367 |
| - | 484 | 447,317 |
| - | 63,531 | 63,531 |
| 130,601 | 799,430 | 10,213,824 |
| - | - | 51,014 |
| - | - | 12,996 |
| - | - | 1,890,907 |
| - | - | 1,719,221 |
| - | - | - |
| - | - | 3,125,536 |
| - | - | 6,799,674 |
| 130,601 | 799,430 | 3,414,150 |
| 9,629 | 23,663 | 5,054,860 |
| - | (188,048) | (4,789,243) |
| 9,629 | (164,385) | 265,617 |
| 140,230 | 635,045 | 3,679,767 |
| (140,230) | (2,269,481) | 8,764,847 |
| - | - | (181,751) |
| (140,230) | (2,269,481) | 8,583,096 |
| $ - | $ (1,634,436) | $ 12,262,863 |

## City of Yucaipa
## Schedule of Revenues, Expenditures, and Changes in Fund Balance
## Budget and Actual - Gas Tax Special Revenue Fund
## Year Ended June 30, 2024

| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|
| **REVENUES** | | | |
| Charges for Services | $ 10,000 | $ 8,417 | $ (1,583) |
| Intergovernmental | 2,917,674 | 2,912,993 | (4,681) |
| Investment Income | - | 33,075 | 33,075 |
| Total Revenues | 2,927,674 | 2,954,485 | 26,811 |
| **EXPENDITURES** | | | |
| Current: | | | |
| Public Works | 1,416,594 | 1,230,966 | 185,628 |
| Capital Outlay | 215,000 | 104,726 | 110,274 |
| Total Expenditures | 1,631,594 | 1,335,692 | 295,902 |
| Excess (Deficiency) of Revenues over Expenditures | 1,296,080 | 1,618,793 | 322,713 |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers Out | (1,430,000) | (1,430,000) | - |
| Total Other Financing Sources (Uses) | (1,430,000) | (1,430,000) | - |
| Net Change in Fund Balance | (133,920) | 188,793 | 322,713 |
| Fund Balance, Beginning of Year | 37,415 | 37,415 | - |
| Fund Balance, End of Year | $ (96,505) | $ 226,208 | $ 322,713 |

# City of Yucaipa
## Schedule of Revenues, Expenditures, and Changes in Fund Balance
## Budget and Actual - Measure I Special Revenue Fund
## Year Ended June 30, 2024

| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|
| **REVENUES** | | | |
| Intergovernmental | $ 9,143,943 | $ 3,329,240 | $ (5,814,703) |
| Investment Income | 10,000 | 107,077 | 97,077 |
| Total Revenues | 9,153,943 | 3,436,317 | (5,717,626) |
| **EXPENDITURES** | | | |
| Capital Outlay | 2,107 | - | 2,107 |
| Total Expenditures | 2,107 | - | 2,107 |
| Excess (Deficiency) of Revenues over Expenditures | 9,151,836 | 3,436,317 | (5,715,519) |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers In | 9,537 | 9,535 | (2) |
| Transfers Out | (11,011,651) | (3,031,991) | 7,979,660 |
| Total Other Financing Sources (Uses) | (11,002,114) | (3,022,456) | 7,979,658 |
| Net Change in Fund Balances | (1,850,278) | 413,861 | 2,264,139 |
| Fund Balances, Beginning of Year | 1,231,026 | 1,231,026 | - |
| Fund Balances, End of Year | $ (619,252) | $ 1,644,887 | $ 2,264,139 |

## 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, 2024

| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|
| **REVENUES** | | | |
| Investment Income | $ 17,631 | $ 21,262 | $ 3,631 |
| Excess (Deficiency) of Revenues over Expenditures | 17,631 | 21,262 | 3,631 |
| **OTHER FINANCING SOURCES (USES):** | | | |
| Transfers Out | (39,641) | (39,641) | - |
| Net Change in Fund Balance | (22,010) | (18,379) | 3,631 |
| Fund Balance, Beginning of Year | 253,263 | 253,263 | - |
| Fund Balance, End of Year | $ 231,253 | $ 234,884 | $ 3,631 |

## 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, 2024

| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|
| **REVENUES** | | | |
| Intergovernmental | $ 100,000 | $ 186,306 | $ 86,306 |
| **EXPENDITURES** | | | |
| Current: | | | |
| Public Safety | 112,200 | 112,200 | - |
| Net Change in Fund Balance | (12,200) | 74,106 | 86,306 |
| Fund Balance, Beginning of Year | 717,170 | 717,170 | - |
| Fund Balance, End of Year | $ 704,970 | $ 791,276 | $ 86,306 |

## 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, 2024

| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|
| **REVENUES** | | | |
| Investment Income | $ - | $ - | $ - |
| Total Revenues | - | - | - |
| **EXPENDITURES** | | | |
| Current: | | | |
| Public Safety | 40,000 | - | 40,000 |
| Total Expenditures | 40,000 | - | 40,000 |
| Excess (Deficiency) of Revenues over Expenditures | (40,000) | - | 40,000 |
| Fund Balance, Beginning of Year | 128,224 | 128,224 | - |
| Fund Balance, End of Year | $ 88,224 | $ 128,224 | $ 40,000 |

## City of Yucaipa
## Schedule of Revenues, Expenditures, and Changes in Fund Balance
## Budget and Actual - LLMD Special Revenue Fund
## Year Ended June 30, 2024

| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|
| **REVENUES** | | | |
| Charges for Services | $ 878,694 | $ 806,323 | $ (72,371) |
| Investment Income | - | 101,830 | 101,830 |
| Total Revenues | 878,694 | 908,153 | 29,459 |
| **EXPENDITURES** | | | |
| Current: | | | |
| Public Works | 1,078,694 | 659,941 | 418,753 |
| Excess (Deficiency) of Revenues over Expenditures | (200,000) | 248,212 | 448,212 |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers Out | - | - | - |
| Net Change in Fund Balance | (200,000) | 248,212 | 448,212 |
| Fund Balance, Beginning of Year | 3,089,313 | 3,089,313 | - |
| Fund Balance, End of Year | $ 2,889,313 | $ 3,337,525 | $ 448,212 |

## City of Yucaipa
## Schedule of Revenues, Expenditures, and Changes in Fund Balance
## Budget and Actual - Housing Authority Special Revenue Fund
## Year Ended June 30, 2024

| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|
| **EXPENDITURES** | | | |
| Current: | | | |
| Community Development | $ 53,462 | $ 50,929 | $ 2,533 |
| Total Expenditures | 53,462 | 50,929 | 2,533 |
| Excess (Deficiency) of Revenues over Expenditures | (53,462) | (50,929) | 2,533 |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers Out | - | - | - |
| Total Other Financing Sources (Uses) | - | - | - |
| Net Change in Fund Balance | (53,462) | (50,929) | 2,533 |
| Fund Balance (Deficit), Beginning of Year | (108,034) | (108,034) | - |
| Fund Balance (Deficit), End of Year | $ (161,496) | $ (158,963) | $ 2,533 |

## City of Yucaipa
## Schedule of Revenues, Expenditures, and Changes in Fund Balance
## Budget and Actual - Paramedic Special Revenue Fund
## Year Ended June 30, 2024

| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|
| **REVENUES** | | | |
| Property Taxes | $ 1,090,000 | $ 1,114,602 | $ 24,602 |
| Investment Income | - | 56,074 | 56,074 |
| Total Revenues | 1,090,000 | 1,170,676 | 80,676 |
| **EXPENDITURES** | | | |
| Current: | | | |
| Paramedic Services | 2,402,502 | 1,607,021 | 795,481 |
| Excess (Deficiency) of Revenues over Expenditures | (1,312,502) | (436,345) | 876,157 |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers In | 1,333,126 | 1,333,126 | - |
| Transfers Out | | | - |
| Total Other Financing Sources (Uses) | 1,333,126 | 1,333,126 | - |
| Net Change in Fund Balance | 20,624 | 896,781 | 876,157 |
| Fund Balance, Beginning of Year | 948,137 | 948,137 | - |
| Fund Balance, End of Year | $ 968,761 | $ 1,844,918 | $ 876,157 |

**City of Yucaipa**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**
**Budget and Actual - PEG Video Special Revenue Fund**
**Year Ended June 30, 2024**

| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|
| **REVENUES** | | | |
| Franchise Taxes | $ 92,000 | $ 76,267 | $ (15,733) |
| Investment Income | - | 33,189 | 33,189 |
| Total Revenues | 92,000 | 109,456 | 17,456 |
| **EXPENDITURES** | | | |
| Current: | | | |
| General Government | 85 | 85 | - |
| Total Expenditures | 85 | 85 | - |
| Excess (Deficiency) of Revenues over Expenditures | 91,915 | 109,371 | 17,456 |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers Out | (16,136) | (16,136) | - |
| Net Change in Fund Balance | 91,915 | 93,235 | 17,456 |
| Fund Balance, Beginning of Year | 936,207 | 936,207 | - |
| Fund Balance, End of Year | $ 1,028,122 | $ 1,029,442 | $ 1,320 |

## City of Yucaipa
## Schedule of Revenues, Expenditures, and Changes in Fund Balance
## Budget and Actual - CDBG Capital Projects Fund
## Year Ended June 30, 2024

| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|
| **REVENUES** | | | |
| Intergovernmental | $ 239,942 | $ 386,234 | $ 146,292 |
| Investment Income | - | 15,711 | 15,711 |
| Total Revenues | 239,942 | 401,945 | 162,003 |
| **EXPENDITURES** | | | |
| Current: | | | |
| General Government | - | - | - |
| Community Development | 25,991 | 12,996 | 12,995 |
| Capital Outlay | 1,762,852 | 324,872 | 1,437,980 |
| Total Expenditures | 1,788,843 | 337,868 | 1,450,975 |
| Excess (Deficiency) of Revenues over Expenditures | (1,548,901) | 64,077 | 1,612,978 |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers In | 1,012,000 | 7,315 | (1,004,685) |
| Transfers Out | (10,000) | - | 10,000 |
| Total Other Financing Sources (Uses) | 1,002,000 | 7,315 | (994,685) |
| Net Change in Fund Balance | (546,901) | 71,392 | 618,293 |
| Fund Balance (Deficit), Beginning of Year | 336,012 | 336,012 | - |
| Fund Balance (Deficit), End of Year | $ (210,889) | $ 407,404 | $ 618,293 |

**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, 2024**

| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|
| **REVENUES** | | | |
| Intergovernmental | $ - | $ 16,578 | $ 16,578 |
| Investment Income | - | 1,167 | 1,167 |
| Total Revenues | - | 17,745 | 17,745 |
| **EXPENDITURES** | | | |
| Capital Outlay | 526,093 | 4,506 | 521,587 |
| Excess (Deficiency) of Revenues over Expenditures | (526,093) | 13,239 | 539,332 |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers In | 358,000 | 71,935 | (286,065) |
| Transfers Out | (131,935) | - | 131,935 |
| Total Other Financing Sources (Uses) | 226,065 | 71,935 | (154,130) |
| Net Change in Fund Balance | (300,028) | 85,174 | 385,202 |
| Fund Balance (Deficit), Beginning of Year | (30,993) | (30,993) | - |
| Fund Balance (Deficit), End of Year | $ (331,021) | $ 54,181 | $ 385,202 |

# City of Yucaipa
## Schedule of Revenues, Expenditures, and Changes in Fund Balance
## Budget and Actual - Pool Capital Replacement Capital Projects Fund
## Year Ended June 30, 2024

| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|
| **REVENUES** | | | |
| Investment Income | $ - | $ 299 | $ 299 |
| Total Revenues | - | 299 | 299 |
| Net Change in Fund Balance | - | 299 | 299 |
| Fund Balance, Beginning of Year | 8,340 | 8,340 | - |
| Fund Balance, End of Year | $ 8,340 | $ 8,639 | $ 299 |

# City of Yucaipa
## Schedule of Revenues, Expenditures, and Changes in Fund Balance
## Budget and Actual - Street Maintenance Capital Projects Fund
## Year Ended June 30, 2024

| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|
| **REVENUES** | | | |
| Charges for Services | $ 91,940 | $ - | $ (91,940) |
| Investment Income | - | 77,149 | 77,149 |
| Total Revenues | 91,940 | 77,149 | (14,791) |
| **EXPENDITURES** | | | |
| Current: | | | |
| Public Works | - | - | - |
| Capital Outlay | 4,476,132 | 2,691,432 | 1,784,700 |
| Total Expenditures | 4,476,132 | 2,691,432 | 1,784,700 |
| Excess (Deficiency) of Revenues over Expenditures | (4,384,192) | (2,614,283) | 1,769,909 |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers In | 3,517,657 | 3,599,657 | 82,000 |
| Transfers Out | (83,428) | (83,427) | 1 |
| Total Other Financing Sources (Uses) | 3,434,229 | 3,516,230 | 82,001 |
| Net Change in Fund Balance | (949,963) | 901,947 | 1,851,910 |
| Fund Balance (Deficit), Beginning of Year | 3,446,727 | 3,446,727 | - |
| Fund Balance (Deficit), End of Year | $ 2,496,764 | $ 4,348,674 | $ 1,851,910 |

# 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, 2024

| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|
| **REVENUES** | | | |
| Intergovernmental | $ - | $ 130,601 | $ 130,601 |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers In | 9,629 | 9,629 | - |
| Net Change in Fund Balance | 9,629 | 140,230 | 130,601 |
| Fund Balance (Deficit), Beginning of Year | (140,230) | (140,230) | - |
| Fund Balance (Deficit), End of Year | $ (130,601) | $ - | $ 130,601 |

## 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, 2024

| | Final Budgeted Amounts | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|
| **REVENUES** | | | |
| Intergovernmental | $ - | $ 735,415 | $ 735,415 |
| Investment Income | - | 484 | 484 |
| Other | - | 63,531 | 63,531 |
| Total Revenues | - | 799,430 | 799,430 |
| **EXPENDITURES** | | | |
| Capital Outlay | 6,004,248 | - | 6,004,248 |
| Excess (Deficiency) of Revenues over Expenditures | (6,004,248) | 799,430 | 6,803,678 |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Transfers In | 5,786,800 | 23,663 | (5,763,137) |
| Transfers Out | (188,049) | (188,048) | 1 |
| Total Other Financing Sources (Uses) | 5,598,751 | (164,385) | (5,763,136) |
| Net Change in Fund Balances | (405,497) | 635,045 | 1,040,542 |
| Fund Balance (Deficit), Beginning of Year | (2,269,481) | (2,269,481) | - |
| Fund Balance (Deficit), End of Year | (2,674,978) | $ (1,634,436) | $ 1,040,542 |

# INTERNAL SERVICE FUNDS

# City of Yucaipa
# Combining Statement of Net Position
# Internal Service Funds
# June 30, 2024

| | Self Insurance | Information Technology | Totals |
|---|---|---|---|
| **ASSETS** | | | |
| Current: | | | |
| Cash and Investments | $ 620,624 | $ 638,846 | $ 1,259,470 |
| Accounts Receivable | 139,363 | - | 139,363 |
| Interest Receivable | 1,489 | - | 1,489 |
| Prepaid Items | - | 72,758 | 72,758 |
| Total Current Assets | 761,476 | 711,604 | 1,473,080 |
| **LIABILITIES** | | | |
| Current: | | | |
| Accounts Payable and Accrued Liabilities | 31,661 | 143,584 | 175,245 |
| Noncurrent: | | | |
| Claims Payable | 242,898 | - | 242,898 |
| Total Liabilities | 274,559 | 143,584 | 418,143 |
| **NET POSITION** | | | |
| Unrestricted | $ 486,917 | $ 568,020 | $ 1,054,937 |

# City of Yucaipa
# Combining Statement of Revenues, Expenses, and Changes in Net Position
# Internal Service Funds
# For the Year Ended June 30, 2024

| | Self Insurance | Information Technology | Totals |
|---|---|---|---|
| **OPERATING REVENUES** | | | |
| Charges for Services | $ - | $ 2,012,081 | $ 2,012,081 |
| Other Income | 139,086 | - | 139,086 |
| Total Operating Revenues | 139,086 | 2,012,081 | 2,151,167 |
| **OPERATING EXPENSES** | | | |
| General and Administrative | 20,268 | 1,444,061 | 1,464,329 |
| Property and Liability Premiums | 694,230 | - | 694,230 |
| Claims Expense | 282,204 | - | 282,204 |
| Total Operating Expenses | 996,702 | 1,444,061 | 2,440,763 |
| Operating Income (Loss) | (857,616) | 568,020 | (289,596) |
| **NON-OPERATING REVENUES (EXPENSES)** | | | |
| Investment Income | 10,816 | - | 10,816 |
| Income (Loss) before contributions and transfers | (846,800) | 568,020 | (278,780) |
| Transfers In | 700,000 | - | 700,000 |
| Transfers Out | (139,086) | - | (139,086) |
| Total Transfers | 560,914 | - | 560,914 |
| Change in Net Position | (285,886) | 568,020 | 282,134 |
| Total Net Position, Beginning of Year | 772,803 | - | 772,803 |
| Total Net Position, End of Year | $ 486,917 | $ 568,020 | $ 1,054,937 |

# City of Yucaipa
# Combining Statement of Cash Flows
# Internal Service Funds
# For the Year Ended June 30, 2024

| | Self Insurance | Information Technology | Totals |
|---|---|---|---|
| **Cash Flows from Operating Activities** | | | |
| Cash Received from Users | $ - | $ 2,012,081 | $ 2,012,081 |
| Cash Paid to Employees for Salaries and Benefits | (20,184) | (426,590) | (446,774) |
| Cash Paid to Suppliers for Goods and Services | (3,753) | (946,645) | (950,398) |
| Cash Paid for Claims and Premiums | (841,554) | - | (841,554) |
| Other Receipts | 3,452 | - | 3,452 |
| Net Cash Provided (Used) by Operating Activities | (862,039) | 638,846 | (223,193) |
| **Cash Flows from Non-Capital Financing Activities** | | | |
| Transfers from Other Funds | 700,000 | - | 700,000 |
| Transfers to Other Funds | (139,086) | - | (139,086) |
| Net Cash Provided (Used) by Non-Capital Financing Activities | 560,914 | - | 560,914 |
| **Cash Flows from Investing Activities** | | | |
| Interest Received | 10,946 | - | 10,946 |
| Net Increase (Decrease) in Cash and Cash Equivalents | (290,179) | 638,846 | 348,667 |
| Cash and Cash Equivalents, Beginning of Year | 910,803 | - | 910,803 |
| Cash and Cash Equivalents, End of Yea | $ 620,624 | $ 638,846 | $ 1,259,470 |
| **Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities** | | | |
| Operating income (loss) | $ (857,616) | $ 568,020 | $ (289,596) |
| Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities: | | | |
| (Increase) Decrease in Accounts Receivable | (135,634) | - | (135,634) |
| (Increase) Decrease in Prepaid Items | - | (72,758) | (72,758) |
| Increase (Decrease) in Accounts Payable and Accrued Liabilities | 29,554 | 143,584 | 173,138 |
| Increase (Decrease) in Claim Liabilities | 101,657 | - | 101,657 |
| **Net Cash Provided (Used) By Operating Activitie** | $ (862,039) | $ 638,846 | $ (223,193) |

## CUSTODIAL FUNDS

# City of Yucaipa
# Combining Statement of Fiduciary Net Position
# Custodial Funds
# June 30, 2024

| | Police Department Donation | Cramer House | CFD 98-1 Debt Reserves | Totals |
|---|---|---|---|---|
| **ASSETS** | | | | |
| Cash and Investments | $ 56,830 | $ 54,820 | $ 2,076,309 | $ 2,187,959 |
| Cash and Investments with Fiscal Agents | - | - | 293,090 | 293,090 |
| Accounts Receivable | - | - | 10,924 | 10,924 |
| Interest Receivable | - | - | - | - |
| Total Assets | 56,830 | 54,820 | 2,380,323 | 2,491,973 |
| **LIABILITIES** | | | | |
| Accounts Payable | - | - | - | - |
| Total Liabilities | - | - | - | - |
| **NET POSITION** | | | | |
| Restricted for Organizations and Individuals | $ 56,830 | $ 54,820 | $ 2,380,323 | $ 2,491,973 |

# City of Yucaipa
# Combining Statement of Changes in Fiduciary Net Position
# Custodial Funds
# Year Ended June 30, 2024

| | Police Department Donation | Cramer House | CFD 98-1 Debt Reserves | Totals |
|---|---|---|---|---|
| **ADDITIONS** | | | | |
| Taxes and Assessments Collected for Others | $ - | $ - | $ 2,076,641 | $ 2,076,641 |
| Investment Income | 1,967 | 1,898 | 72,664 | 76,529 |
| Total Additions | 1,967 | 1,898 | 2,149,305 | 2,153,170 |
| **DEDUCTIONS** | | | | |
| General and Administrative | - | - | 271,396 | 271,396 |
| Payments to Bondholders | - | - | 4,559,106 | 4,559,106 |
| Total Deductions | - | - | 4,830,502 | 4,830,502 |
| Net Change in Fiduciary Net Position | 1,967 | 1,898 | (2,681,197) | (2,677,332) |
| Net Position, Beginning of Year | 54,863 | 52,922 | 5,061,520 | 5,169,305 |
| Net Position, End of Year | $ 56,830 | $ 54,820 | $ 2,380,323 | $ 2,491,973 |

# 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 | | | | |
|---|---|---|---|---|---|
| | 2024 | 2023 | 2022 | 2021 | 2020 |
| **Net Position:** | | | | | |
| Investment in Capital Assets | $ 193,941,766 | $ 191,562,417 | $ 192,150,325 | $ 187,300,451 | $ 193,575,047 |
| **Restricted for:** | | | | | |
| Low and Moderate Housing | | | - | - | 437 |
| Public Safety | 2,764,418 | 1,793,531 | 1,290,274 | 842,456 | 689,126 |
| Public Works/Streets | 6,219,769 | 4,712,120 | 3,403,692 | 172,578 | 134,574 |
| Community Development | 490,172 | 1,101,382 | 1,297,916 | 8,399 | 8,364 |
| Community Service / Public Education | 4,366,967 | 4,025,520 | 3,643,830 | 3,433,073 | 3,100,353 |
| Capital Projects | - | - | 8,227,206 | 8,798,378 | 115,836 |
| Other Purpose | - | - | - | - | 1,245,728 |
| **Unrestricted** | 33,924,651 | 30,283,832 | 24,234,997 | 25,981,533 | 25,066,595 |
| **Total Net Position** | $ 241,707,743 | $ 233,478,802 | $ 234,248,240 | $ 226,536,868 | $ 223,936,060 |

| Fiscal Year | | | | |
|---|---|---|---|---|
| 2019 | 2018 | 2017 | 2016 | 2015 |
| $ 187,442,518 | $ 173,234,642 | $ 161,130,470 | $ 155,769,811 | $ 150,107,657 |
| 21,998 | 50,095 | 93,740 | - | - |
| 773,906 | 1,147,116 | 1,437,359 | 1,709,562 | 1,731,433 |
| 1,345,343 | 1,795,685 | 3,136,626 | 3,001,667 | 9,715,836 |
| 4,306 | 306 | 13,106 | 14,494 | 12,815 |
| 2,914,000 | 2,679,478 | 2,497,976 | 2,550,577 | 2,308,616 |
| 2,451,698 | 2,598,651 | 3,590,668 | 4,680,900 | 347,493 |
| 1,288,717 | 1,277,363 | 1,510,011 | 1,489,306 | 1,472,937 |
| 23,879,234 | 33,974,660 | 34,487,009 | 38,545,036 | 38,714,479 |
| $ 220,121,720 | $ 216,757,996 | $ 207,896,965 | $ 207,761,353 | $ 204,411,266 |

CITY OF YUCAIPA

Changes in Net Position

Last Ten Fiscal Years

(accrual basis of accounting)

| | Fiscal Year | | | | |
|---|---|---|---|---|---|
| **Expenses:** | 2024 | 2023 | 2022 | 2021 | 2020 |
| Governmental activities: | | | | | |
| General Government | $ 8,402,250 | $ 7,564,205 | $ 4,943,392 | $ 5,523,173 | $ 4,640,613 |
| Community Development | 1,568,570 | 1,544,928 | 2,724,779 | 2,662,672 | 2,267,651 |
| Building and Safety | 3,698,433 | 1,711,222 | 1,163,594 | 814,756 | 609,026 |
| Public Works | 12,183,311 | 17,408,927 | 12,003,117 | 13,813,740 | 10,128,308 |
| Public Safety | 21,566,925 | 19,525,389 | 18,010,685 | 16,728,825 | 16,758,782 |
| Community Services | 6,020,215 | 4,629,458 | 3,520,861 | 1,846,775 | 2,720,132 |
| Total Governmental Activities | 53,439,704 | 52,384,129 | 42,366,428 | 41,389,941 | 37,124,512 |
| | | | | | |
| **Program Revenues:** | | | | | |
| Governmental activities: | | | | | |
| Charges for Services | 17,363,888 | 16,329,217 | 7,477,356 | 4,557,440 | 4,492,201 |
| Operating Grants and Contributions | 3,778,818 | 4,710,866 | 5,938,900 | 3,568,495 | 2,203,890 |
| Capital Grants and Contributions | 7,931,320 | 4,498,377 | 9,340,764 | 9,636,799 | 9,938,960 |
| Total governmental activities program revenues | 29,074,026 | 25,538,460 | 22,757,020 | 17,762,734 | 16,635,051 |
| | | | | | |
| Net (Expense) Revenue and Change in Net Position | (24,365,678) | (26,845,669) | (19,609,408) | (23,627,207) | (20,489,461) |
| | | | | | |
| **General Revenues:** | | | | | |
| Taxes: | | | | | |
| Property Taxes | 15,830,863 | 14,702,749 | 13,802,354 | 13,283,544 | 12,598,276 |
| Sales and Use Taxes | 5,529,736 | 5,488,377 | 5,299,433 | 4,600,872 | 3,751,828 |
| Franchise Taxes | 1,833,767 | 1,830,862 | 1,672,542 | 1,567,185 | 1,491,027 |
| Documentary Transfer Tax | 198,320 | 238,018 | 318,285 | 311,936 | 186,819 |
| Other Taxes | 179,225 | 30,037 | 23,658 | 22,299 | 22,379 |
| Vehicle License Fees, Unrestricted | 6,953,493 | 6,425,960 | 5,931,673 | 5,689,226 | 5,448,407 |
| Investment Income | 1,737,071 | 11,955 | (187,606) | 43,503 | 412,106 |
| Miscellaneous | 332,144 | 204,910 | 460,441 | 5,674,866 | 392,959 |
| Total General Revenue | 32,594,619 | 28,932,868 | 27,320,780 | 31,193,431 | 24,303,801 |
| | | | | | |
| Change in Net Position | 8,228,941 | 2,087,199 | 7,711,372 | 7,566,224 | 3,814,340 |
| | | | | | |
| Net Position- Beginning of the Year | 233,478,802 | 231,391,603 | 226,536,868 | 218,970,644 | 220,121,720 |
| | | | | | |
| Net Position- End of the Year | $ 241,707,743 | $ 233,478,802 | $ 234,248,240 | $ 226,536,868 | $ 223,936,060 |

| Fiscal Year | | | | |
|---|---|---|---|---|
| 2019 | 2018 | 2017 | 2016 | 2015 |
| $ 4,052,236 | $ 4,093,998 | $ 3,810,457 | $ 3,217,017 | $ 3,059,021 |
| 2,374,236 | 2,256,053 | 2278822 | 5564038 | 5170508 |
| 478,236 | 387,227 | 443,510 | 535,135 | 470,200 |
| 8,542,114 | 8,011,508 | 5,836,411 | 6,628,742 | 6,745,133 |
| 15,425,996 | 14,453,214 | 13,564,138 | 12,526,134 | 12,038,940 |
| 2,474,834 | 2,012,974 | 2,549,809 | 1,893,305 | 2,106,093 |
| 33,347,652 | 31,214,974 | 28,483,147 | 30,364,371 | 29,589,895 |
| | | | | |
| 4,452,055 | 3,598,357 | 3,695,175 | 3,601,914 | 3,146,047 |
| 1,698,865 | 1,730,819 | 1,590,665 | 1,712,301 | 1,743,410 |
| 6,044,151 | 13,559,464 | 1,648,680 | 7,479,465 | 3,671,538 |
| 12,195,071 | 18,888,640 | 6,934,520 | 12,793,680 | 8,560,995 |
| | | | | |
| (21,152,581) | (12,326,334) | (21,548,627) | (17,570,691) | (21,028,900) |
| | | | | |
| 12,136,328 | 11,616,465 | 11,072,145 | 10,411,588 | 10,034,783 |
| 4,178,316 | 3,491,965 | 3,446,413 | 3,528,777 | 3,178,195 |
| 1,422,487 | 1,381,727 | 1,339,715 | 1,415,951 | 1,427,826 |
| 165,803 | 196,525 | 187,977 | 165,430 | 173,871 |
| 22,903 | 22,529 | 22,666 | 22,941 | 18,253 |
| 5,183,224 | 4,961,077 | 4,706,421 | 4,459,501 | 4,267,755 |
| 646,973 | 64,534 | 183,557 | 463,238 | 482,999 |
| 760,271 | 391,399 | 725,345 | 453,352 | 558,284 |
| 24,516,305 | 22,126,221 | 21,684,239 | 20,920,778 | 20,141,966 |
| | | | | |
| 3,363,724 | 9,799,887 | 135,612 | 3,350,087 | (886,934) |
| | | | | |
| 216,757,996 | 206,958,109 | 207,761,353 | 204,411,266 | 205,298,200 |
| | | | | |
| $ 220,121,720 | $ 216,757,996 | $ 207,896,965 | $ 207,761,353 | $ 204,411,266 |

CITY OF YUCAIPA

Fund Balances of Governmental Funds

Last Ten Fiscal Years
(modified accrual basis of accounting)

| | Fiscal Year | | | | |
|---|---|---|---|---|---|
| | 2024 | 2023 | 2022 | 2021 | 2020 |
| General Fund: | | | | | |
| Nonspendable | $ 19,167,365 | $ 21,029,653 | $ 22,929,682 | $ 24,846,293 | $ 26,910,385 |
| Restricted | - | - | - | - | - |
| Committed | 13,468,799 | 14,660,463 | 17,237,963 | 15,853,604 | 18,324,766 |
| Assigned | - | - | - | 2,387,911 | 3,187,945 |
| Unassigned | 18,268,419 | 14,992,351 | 10,781,774 | 9,284,068 | 6,530,400 |
| Total general fund | 50,904,583 | 50,682,467 | 50,949,419 | 52,371,876 | 54,953,496 |
| All other governmental funds: | | | | | |
| Nonspendable | - | 3,380 | 34,488 | - | - |
| Restricted | 15,421,352 | 11,128,786 | 9,467,285 | 9,225,434 | 5,684,636 |
| Committed | - | - | - | - | - |
| Assigned | 8,134,163 | 8,930,312 | 7,273,590 | 5,449,265 | - |
| Unassigned | (22,698,760) | (26,518,351) | (25,445,902) | (25,817,650) | (32,714,452) |
| Total all other governmental funds | 856,755 | (6,455,873) | (8,670,539) | (11,142,951) | (27,029,816) |
| Total Fund Balances | $ 51,761,338 | $ 44,226,594 | $ 42,278,880 | $ 41,228,925 | $ 27,923,680 <1> |

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

| Fiscal Year | | | | |
|---|---|---|---|---|
| 2019 | 2018 | 2017 | 2016 | 2015 |
| | | | | |
| $ 22,370,194 | $ 20,416,604 | $ 20,648,580 | $ 13,946,845 | $ 11,313,445 |
| 125,052 | 192,397 | 310,760 | 1,073,460 | 985,913 |
| 17,908,560 | 7,463,406 | 7,035,269 | 6,761,166 | 5,342,829 |
| 4,591,778 | 4,019,175 | 3,225,598 | 12,009,103 | 10,933,751 |
| 4,621,841 | 5,567,230 | 5,080,248 | 11,528,265 | 15,033,672 |
| 49,617,425 | 37,658,812 | 36,300,455 | 45,318,839 | 43,609,610 |
| | | | | |
| - | - | - | 2,923,167 | 2,523,014 |
| 10,027,656 | 10,547,436 | 12,901,073 | 13,272,331 | 15,532,774 |
| - | 11,820,420 | 11,811,080 | 8,878,997 | 8,870,725 |
| - | 5,777,260 | 12,301,900 | - | 36,079 |
| (26,585,290) | (27,535,988) | (23,280,361) | (15,873,763) | (13,324,985) |
| | | | | |
| (16,557,634) | 609,128 | 13,733,692 | 9,200,732 | 13,637,607 |
| | | | | |
| $ 33,059,791 | $ 38,267,940 | $ 50,034,147 | $ 54,519,571 | $ 57,247,217 |

CITY OF YUCAIPA

Changes in Fund Balances of Governmental Funds

Last Ten Fiscal Years
(modified accrual basis of accounting)

| | Fiscal Year 2024 | 2023 | 2022 | 2021 | 2020 |
|---|---|---|---|---|---|
| **Revenues:** | | | | | |
| Taxes: | | | | | |
| Property Taxes | $ 15,830,863 | $ 14,702,749 | $ 13,802,354 | $ 13,283,544 | $ 12,598,276 |
| Sales and Use Taxes | 5,529,736 | 5,488,377 | 5,299,433 | 4,600,872 | 3,751,828 |
| Franchise Taxes | 1,833,768 | 1,830,861 | 1,672,542 | 1,567,185 | 1,491,027 |
| Documentary Transfer Tax | 198,320 | 238,018 | 318,285 | 311,936 | 186,819 |
| Other Taxes | 179,225 | 30,037 | 23,658 | 22,299 | 22,379 |
| License and Permits | 1,883,453 | 2,117,419 | 1,375,320 | 987,628 | 736,865 |
| Fines and Forfeitures | 74,836 | 50,653 | 326,104 | 381,295 | 40,581 |
| Charges for Services | 14,393,805 | 10,961,115 | 8,991,482 | 4,490,771 | 3,386,200 |
| Intergovernmental | 19,543,854 | 17,116,881 | 17,905,890 | 19,719,637 | 13,565,747 |
| Investment Income | 2,747,790 | 341,513 | (410,975) | 365,311 | 1,056,327 |
| Other | 333,216 | 3,075,383 | 464,790 | 5,682,031 | 425,493 |
| Total Revenue | 62,548,866 | 55,953,006 | 49,768,883 | 51,412,509 | 37,261,542 |
| **Expenditures:** | | | | | |
| Current: | | | | | |
| General Government | 6,754,205 | 5,991,502 | 5,190,044 | 4,320,276 | 3,453,098 |
| Community Development | 1,372,355 | 871,119 | 1,388,086 | 1,192,242 | 797,221 |
| Building and Safety | 3,698,433 | 1,711,222 | 1,163,594 | 814,756 | 609,026 |
| Public Works | 6,840,164 | 6,865,091 | 5,207,567 | 4,499,705 | 4,880,501 |
| Public Safety | 20,601,964 | 18,702,370 | 17,143,688 | 15,876,283 | 15,972,579 |
| Fire Protection Services | 135,231 | - | - | - | - |
| Community Service | 5,801,175 | 4,409,368 | 3,302,618 | 1,626,246 | 2,499,404 |
| Capital Outlay | 9,249,681 | 14,824,775 | 14,376,331 | 9,933,302 | 14,185,824 |
| Total Expenditures | 54,453,208 | 53,375,447 | 47,771,928 | 38,262,810 | 42,397,653 |
| Excess (Deficiency) of Revenues over (under) Expenditures | 8,095,658 | 2,577,559 | 1,996,955 | 13,149,699 | (5,136,111) |
| **Other Financing Sources (Uses)** | | | | | |
| Transfer In | 10,061,861 | 14,895,832 | 15,137,307 | 10,663,705 | 19,552,583 |
| Transfer Out | (10,622,775) | (15,525,677) | (16,084,307) | (10,873,705) | (19,552,583) |
| Total Other Financing Sources | (560,914) | (629,845) | (947,000) | (210,000) | - |
| Net Change in Fund Balance | 7,534,744 | 1,947,714 | 1,049,955 | 12,939,699 | (5,136,111) |
| Fund Balance, Beginning of Year | 44,226,594 | 42,278,880 | 41,228,925 | 27,923,680 | 43,208,549 |
| Fund Balance, End of the Year | $ 51,761,338 | $ 44,226,594 | $ 42,278,880 | $ 41,228,925 | $ 38,072,438 |

| Fiscal Year | | | | |
|---|---|---|---|---|
| 2019 | 2018 | 2017 | 2016 | 2015 |
| $ 12,136,328 | $ 11,616,465 | $ 11,072,145 | $ 10,411,588 | $ 10,034,783 |
| 4,178,316 | 3,491,965 | 3,446,413 | 3,528,777 | 3,178,195 |
| 1,422,487 | 1,381,727 | 1,339,715 | 1,415,951 | 1,427,826 |
| 165,803 | 196,525 | 187,977 | 165,430 | 173,871 |
| 22,903 | 22,529 | 22,666 | 22,941 | 18,253 |
| 642,926 | 563,075 | 669,889 | 741,816 | 644,438 |
| 44,876 | 42,799 | 34,708 | 46,210 | 65,641 |
| 4,053,783 | 3,337,724 | 3,217,725 | 4,142,074 | 3,523,712 |
| 17,457,588 | 9,570,510 | 8,048,047 | 11,192,564 | 8,422,778 |
| 1,418,791 | 478,954 | 472,118 | 899,261 | 713,548 |
| 819,162 | 391,399 | 563,339 | 643,662 | 692,134 |
| 42,362,963 | 31,093,672 | 29,074,742 | 33,210,274 | 28,895,179 |
| | | | | |
| 3,710,893 | 3,405,544 | 3,082,881 | 2,761,798 | 2,574,342 |
| 914,835 | 796,652 | 819,421 | 874,127 | 662,301 |
| 478,236 | 387,227 | 443,510 | 535,135 | 470,200 |
| 4,288,078 | 3,984,399 | 3,632,801 | 3,960,098 | 4,217,659 |
| 14,673,159 | 13,711,372 | 12,914,669 | 11,947,953 | 11,476,079 |
| - | - | - | - | - |
| 2,288,639 | 1,830,426 | 2,364,323 | 1,707,102 | 1,908,332 |
| 21,217,272 | 18,848,545 | 10,191,847 | 14,053,736 | 6,964,420 |
| 47,571,112 | 42,964,165 | 33,449,452 | 35,839,949 | 28,273,333 |
| | | | | |
| (5,208,149) | (11,870,493) | (4,374,710) | (2,629,675) | 621,846 |
| | | | | |
| 18,916,990 | 7,225,957 | 26,029,696 | 4,502,284 | 2,392,627 |
| (18,916,990) | (7,121,671) | (26,140,410) | (4,600,255) | (2,607,627) |
| - | 104,286 | (110,714) | (97,971) | (215,000) |
| | | | | |
| (5,208,149) | (11,766,207) | (4,485,424) | (2,727,646) | 406,846 |
| | | | | |
| 48,416,698 | 60,182,905 | 64,668,329 | 67,395,975 | 66,989,129 |
| $ 43,208,549 | $ 48,416,698 | $ 60,182,905 | $ 64,668,329 | $ 67,395,975 |

CITY OF YUCAIPA

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

Last Ten Fiscal Years

| Category | 2024 | 2023 | 2022 | 2021 | 2020 |
|---|---|---|---|---|---|
| Residental | $5,164,832,121 | $4,800,460,936 | $4,477,721,348 | $4,290,661,031 | $4,121,577,454 |
| Commercial | 455,798,465 | 420,932,556 | 392,826,501 | 384,136,677 | 359,691,461 |
| Industrial | 31,122,390 | 26,116,447 | 22,737,494 | 21,352,036 | 19,323,164 |
| Irrigated | 269,953 | 264,661 | 259,472 | 256,811 | 251,775 |
| Dry Farm | 2,530,583 | 2,480,965 | 2,432,318 | 3,068,142 | 3,363,591 |
| Recreational | 5,497,522 | 5,447,436 | 5,342,452 | 5,660,995 | 5,247,653 |
| Institutional | 7,111,812 | 5,581,027 | 10,279,542 | 16,166,803 | 12,156,160 |
| Miscellaneous | 15,956,167 | 15,875,804 | 15,862,094 | 16,814,925 | 17,107,033 |
| Vacant Land | 166,535,176 | 148,076,761 | 134,905,956 | 120,960,512 | 111,676,789 |
| Unsecured | 121,879,311 | 98,793,467 | 81,693,302 | 74,728,619 | 74,568,629 |
| Total | $5,971,533,500 | $5,524,030,060 | $5,144,060,479 | $4,933,806,551 | $4,724,963,709 |
| Total direct rate | 0.23831 | 0.23987 | 0.23994 | 0.23996 | 0.24061 |

Source:
HdL

| 2019 | 2018 | 2017 | 2016 | 2015 |
|---|---|---|---|---|
| $3,922,178,028 | $3,753,392,419 | $3,545,207,827 | $3,358,340,145 | $3,197,499,722 |
| 343,889,586 | 318,283,068 | 307,441,314 | 282,344,120 | 279,379,006 |
| 22,859,396 | 20,540,942 | 19,499,887 | 28,947,572 | 27,816,631 |
| 143,693 | 140,876 | 138,112 | 136,038 | 133,374 |
| 3,429,995 | 3,372,477 | 3,433,192 | 3,395,439 | 3,328,926 |
| 5,188,913 | 5,127,653 | 5,069,825 | 5,415,474 | 4,107,321 |
| 8,179,074 | 9,902,113 | 10,120,689 | 3,759,117 | 6,693,945 |
| 10,852,354 | 11,567,874 | 10,872,131 | 10,959,685 | 11,413,452 |
| 108,457,958 | 113,299,055 | 112,236,082 | 109,221,283 | 105,449,947 |
| 69,812,138 | 66,612,865 | 67,513,752 | 64,879,744 | 65,290,823 |
| $4,494,991,135 | $4,302,239,342 | $4,081,532,811 | $3,867,398,617 | $3,701,113,147 |
| 0.22919 | 0.22923 | 0.22921 | 0.22914 | 0.22912 |

CITY OF YUCAIPA

Direct & Overlapping Property Tax Rates

(Rate Per $100 of Taxable Value)

| Agency | 2024 | 2023 | 2022 | 2021 | 2020 |
|---|---|---|---|---|---|
| **Basic Levy** | 1.00000 | 1.00000 | 1.00000 | 1.00000 | 1.00000 |
| Redlands Unified School Bond 1993 | 0.03160 | 0.02790 | 0.06620 | 0.03600 | 0.03390 |
| San Bernardino Community College Bond | 0.04520 | 0.04500 | 0.05340 | 0.06510 | 0.05620 |
| San Bernardino Valley Muni Water | 0.12000 | 0.13000 | 0.13000 | 0.14250 | 0.14250 |
| Total Direct & Overlapping Tax Rates | 1.19680 | 1.20290 | 1.24960 | 1.24360 | 1.23260 |
| City's Share of 1% Levy Per Prop 13 | 0.22228 | 0.22228 | 0.22228 | 0.22228 | 0.22228 |
| General Obligation Debt Rate | 0 | 0 | 0 | 0 | 0 |
| Total Direct Rate | 0.23831 | 0.23987 | 0.23994 | 0.23996 | 0.24061 |

Source:
HdL

| 2019 | 2018 | 2017 | 2016 | 2015 |
|---|---|---|---|---|
| 1.00000 | 1.00000 | 1.00000 | 1.00000 | 1.00000 |
| 0.03240 | 0.04940 | 0.05240 | 0.05670 | 0.05940 |
| 0.04070 | 0.03760 | 0.03500 | 0.04030 | 0.03930 |
| 0.15250 | 0.15250 | 0.16250 | 0.16250 | 0.16250 |
| 1.22560 | 1.23950 | 1.24990 | 1.25950 | 1.26120 |
| 0.22228 | 0.22228 | 0.22228 | 0.22228 | 0.22228 |
| 0 | 0 | 0 | 0 | 0 |
| 0.22919 | 0.22923 | 0.22921 | 0.22914 | 0.22912 |

CITY OF YUCAIPA

Principal Property Tax Payers

Current Year and Nine Years Ago

| | 2024 | | | 2015 | | |
|---|---|---|---|---|---|---|
| | **Combined (Secured & Unsecured)** | | | **Combined (Secured & Unsecured)** | | |
| Taxpayer | Total Assessed Value | Rank | Percent of Net Assessed Value | Total Assessed Value | Rank | Percent of Net Assessed Value |
| SORENSON ENGINEERING INC | $ 36,317,150 | 1 | 0.61% | $ 10,278,957 | 8 | 0.28% |
| YVCC II LLC | 31,648,391 | 2 | 0.53% | 21,995,104 | 1 | 0.59% |
| SUN LAKEVIEW MOBILE ESTATES LLC | 24,709,500 | 3 | 0.41% | | | |
| SNR 24 GOLDEN OAKS OWNER LLC | 20,023,999 | 4 | 0.34% | 14,125,467 | 2 | 0.38% |
| CHAPMAN HEIGHTS YUCAIPA | 15,768,706 | 5 | 0.26% | 13,383,021 | 4 | 0.36% |
| YUCAIPA VENTURE LLC | 15,767,678 | 6 | 0.26% | | | |
| ELLIS FAMILY TRUST | 13,922,554 | 7 | 0.23% | | | |
| CSL WILDWOOD PROPERTY LLC | 13,890,983 | 8 | 0.23% | | | |
| SPECTRUM PACIFIC WEST LLC | 13,630,010 | 9 | 0.23% | | | |
| JDP CH INVESTMENT LP | 13,256,623 | 10 | 0.22% | | | |
| STATER BROS MARKETS | | | | 13,416,622 | 3 | 0.36% |
| GERALD S RUBIN | | | | 11,351,978 | 5 | 0.31% |
| CALANDA REAL LP | | | | 11,265,240 | 6 | 0.30% |
| PUTNAM FAMILY PARTNERSHIP | | | | 10,635,155 | 7 | 0.29% |
| YUCAIPA VALLEY ACRES | | | | 8,555,054 | 9 | 0.23% |
| VEDRES FAMILY INVESTMENT PTSHP | | | | 8,365,142 | 10 | 0.23% |
| **TOP TEN TOTAL** | 198,935,594 | | 3.33% | 123,371,740 | | 3.33% |
| **CITY TOTAL** | $ 5,971,533,500 | | | $ 3,701,113,147 | | |

Source:
HdL

CITY OF YUCAIPA

Property Tax Levies and Collections [1]

Last Ten Fiscal Years

| Fiscal Year Ended 30-Jun | Taxes Levied for the Fiscal Year | Collected within the Fiscal Year of Levy | | Subsequent Years Collections of Prior Years [2] | Total Collections to Date | |
|---|---|---|---|---|---|---|
| | | Amount | Percent of Levy | | Amount | Percent of Levy |
| 2024 | $13,612,838 | $13,511,026 | 99.25% | $499,180 | $14,010,206 | 102.92% |
| 2023 | 12,756,816 | 12,695,990 | 99.52% | 326,581 | 13,022,571 | 102.08% |
| 2022 | 11,890,508 | 11,878,270 | 99.90% | 332,576 | 12,210,846 | 102.69% |
| 2021 | 11,431,712 | 11,406,447 | 99.78% | 353,249 | 11,759,696 | 102.87% |
| 2020 | 10,977,686 | 10,806,198 | 98.44% | 295,981 | 11,102,179 | 101.13% |
| 2019 | 10,474,628 | 10,389,693 | 99.19% | 336,063 | 10,725,756 | 102.40% |
| 2018 | 10,063,603 | 10,008,179 | 99.45% | 291,704 | 10,299,883 | 102.35% |
| 2017 | 9,600,087 | 9,431,090 | 98.24% | 353,833 | 9,784,922 | 101.93% |
| 2016 | 9,072,734 | 8,847,926 | 97.52% | 355,412 | 9,203,338 | 101.44% |
| 2015 | 8,636,028 | 8,460,894 | 97.97% | 360,019 | 8,820,913 | 102.14% |

NOTE:

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

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

Source:
San Bernardino County Auditor-Controller's Office

CITY OF YUCAIPA

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years

| Fiscal Year Ended June 30 | Former RDA Tax Allocation Bonds Principal Outstanding | Percentage of Personal Income [1] | Debt Per Capita [1] |
|---|---|---|---|
| 2024 | $ - | 0.00% | $ - |
| 2023 | - | 0.00% | - |
| 2022 | - | 0.00% | - |
| 2021 | - | 0.00% | - |
| 2020 | - | 0.00% | - |
| 2019 | - | 0.00% | - |
| 2018 | - | 0.00% | - |
| 2017 | - | 0.00% | - |
| 2016 | - | 0.00% | - |
| 2014 | - | 0.00% | - |
| 2013 | - | 0.00% | - |

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

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

The City of Yucaipa currently does not have any debt.

CITY OF YUCAIPA

Ratios of General Bonded Debt Outstanding

Last Ten Fiscal Years

| Fiscal Year Ended June 30 | Former RDA Tax Allocation Bonds [1] | Percentage of Assessed Value [1] | Per Capita [1] |
|---|---|---|---|
| 2024 | $ - | 0.00% | $ - |
| 2023 | - | 0.00% | - |
| 2022 | - | 0.00% | - |
| 2021 | - | 0.00% | - |
| 2020 | - | 0.00% | - |
| 2019 | - | 0.00% | - |
| 2018 | - | 0.00% | - |
| 2017 | - | 0.00% | - |
| 2016 | - | 0.00% | - |
| 2015 | - | 0.00% | - |
| 2014 | - | 0.00% | - |

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

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

The City of Yucaipa currently does not have any debt.

CITY OF YUCAIPA

Direct and Overlapping Debt

June 30, 2024

2023-2024 Assessed Valuation: $ 5,971,519,136

| | Percentage Applicable | Outstanding Debt 06/30/24 | Estimated Share of Overlapping Debt |
|---|---|---|---|
| OVERLAPPING TAX AND ASSESSMENT DEBT: | | | |
| San Bernardino Community College District | 5.899% | $ 905,105,266 | $ 53,392,160 |
| Redlands Unified School District | 0.063% | 48,943,512 | 30,834 |
| **City of Yucaipa** | **100.000%** | **$ -** | **$ -** |
| City of Yucaipa Community Facilities District No. 98-1 | 100.000% | 9,935,000 | 9,935,000 |
| Yucaipa Calimesa Joint Unified School District Community Facilities District No. 2 | 100.000% | 830,000 | 830,000 |
| Yucaipa Calimesa Joint Unified School District Community Facilities District No. 3 | 100.000% | 1,811,002 | 1,811,002 |
| California Statewide Community Development Authority Assessment District No. 21-01 | 100.000% | 8,292,000 | 8,292,000 |
| TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT | | $ 974,916,780 | $ 74,290,996 |
| OVERLAPPING GENERAL FUND DEBT: | | | |
| San Bernardino County General Fund Obligations | 1.875% | $ 131,565,000 | $ 2,466,844 |
| San Bernardino County Pension Obligation Bonds | 1.875% | 37,295,000 | 699,281 |
| San Bernardino County Flood Control District General Fund Obligations | 0.063% | 21,210,000 | 13,362 |
| Yucaipa-Calimesa Joint Unified School District General Fund Obligations | 82.967% | 43,237,273 | 35,872,668 |
| TOTAL OVERLAPPING GENERAL FUND DEBT | | 233,307,273 | 39,052,155 |
| OVERLAPPING TAX INCREMENT DEBT (Successor Agency): | 100.000% | 6,110,000 | 6,110,000 |
| DIRECT TAX AND ASSESSMENT DEBT: | | | |
| **City of Yucaipa** | **100.000%** | **$ -** | **$ -** |
| TOTAL DIRECT DEBT | | $ - | $ - |
| COMBINED TOTAL DEBT [2] | | | $ 119,453,151 |

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 2023-24 Assessed Valuation:

| | |
|---|---|
| **Direct Debt……………………………………………………** | **0.00%** |
| Total Direct and Overlapping Tax and Assessment Debt………. | 1.24% |
| Combined Total Debt……………………………………………. | 2.00% |

Ratios to Redevelopment Successor Agency Incremental Valuation ($404,687,932):

| | |
|---|---|
| Total Overlapping Tax Increment Debt………………………….. | 1.51% |

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CITY OF YUCAIPA

Legal Debt Margin Information

Last Ten Fiscal Years

| | Fiscal Year | | | | |
|---|---|---|---|---|---|
| | 2024 | 2023 | 2022 | 2021 | 2020 |
| Assessed Valuation | $ 5,971,533,500 | $ 5,524,030,060 | $ 5,144,060,479 | $ 4,933,806,551 | $ 4,724,963,709 |
| Conversion percentage | 25% | 25% | 25% | 25% | 25% |
| Adjusted assessed valuation | 1,492,883,375 | 1,381,007,515 | 1,286,015,120 | 1,233,451,638 | 1,181,240,927 |
| Debt limit percentage | 15% | 15% | 15% | 15% | 15% |
| Debt limit | 223,932,506 | 207,151,127 | 192,902,268 | 185,017,746 | 177,186,139 |
| Total net debt applicable to the limit | | | | | |
| General obligation bonds | - | - | - | - | - |
| Legal debt margin | 223,932,506 | 207,151,127 | 192,902,268 | 185,017,746 | 177,186,139 |
| Total debt applicable to the limit as a percentage of debt limit | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |

NOTE:

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

Sources:

San Bernardino County Tax Assessor

| 2019 | 2018 | 2017 | 2016 | 2015 |
| --- | --- | --- | --- | --- |
| $ 4,494,991,135 | $ 4,302,239,342 | 4,081,532,811 | 3,867,398,617 | 3,701,113,147 |
| 25% | 25% | 25% | 25% | 25% |
| 1,123,747,784 | 1,075,559,836 | 1,020,383,203 | 966,849,654 | 925,278,287 |
| 15% | 15% | 15% | 15% | 15% |
| 168,562,168 | 161,333,975 | 153,057,480 | 145,027,448 | 138,791,743 |
| - | - | - | - | - |
| 168,562,168 | 161,333,975 | 153,057,480 | 145,027,448 | 138,791,743 |
| 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |

ıen assessed valuatio
st recent change i
full valuatio
ıt located within th

CITY OF YUCAIPA

Pledged Revenue Coverage

Last Ten Fiscal Years

Tax Allocation Bonds

| Fiscal Year Ended June 30 | Former RDA Tax Increment | Debt Service | | Coverage |
|---|---|---|---|---|
| | | Principal | Interest | |
| 2024 | $ - | $ 225,000 | $ 327,501 | $ - |
| 2023 | - | 215,000 | 337,599 | - |
| 2022 | - | 205,000 | 346,941 | - |
| 2021 | - | 195,000 | 355,602 | - |
| 2020 | - | 190,000 | 363,828 | - |
| 2019 | - | 180,000 | 371,675 | - |
| 2018 | - | 175,000 | 379,137 | - |
| 2017 | - | 165,000 | 386,243 | - |
| 2016 | - | 160,000 | 394,394 | - |
| 2015 | - | 155,000 | 400,775 | - |
| 2014 | - | 150,000 | 405,032 | - |

NOTE:

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

On February 1, 2012 the Redevelopment Agency was dissolved.

CITY OF YUCAIPA

Demographic and Economic Statistics

Last Ten Calendar Years

| Calendar Year | Population | Personal Income (In Thousands) | Per Capita Personal Income | Unemployment Rate |
|---|---|---|---|---|
| 2023 | 53,810 | $ 1,999,105 | $ 37,151 | 3.70% |
| 2022 | 53,991 | $ 1,783,022 | $ 33,024 | 3.40% |
| 2021 | 54,494 | 1,722,373 | 31,606 | 5.70% |
| 2020 | 55,634 | 1,620,848 | 29,134 | 7.90% |
| 2019 | 55,712 | 1,542,724 | 27,691 | 3.20% |
| 2018 | 54,844 | 1,407,956 | 25,672 | 3.40% |
| 2017 | 54,651 | 1,338,730 | 24,495 | 4.00% |
| 2016 | 54,324 | 1,347,721 | 24,808 | 5.80% |
| 2015 | 53,779 | 1,367,950 | 25,436 | 6.60% |
| 2014 | 52,598 | 1,353,662 | 25,736 | 8.20% |
| 2013 | 52,654 | 1,365,950 | 25,942 | 6.60% |

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

CITY OF YUCAIPA

Principal Employers

Current Year and Nine Years Ago

| | 2024* | | 2014* | |
|---|---|---|---|---|
| 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 | | | | |
|---|---|---|---|---|---|
| | 2024 | 2023 | 2022 | 2021 | 2020 |
| Full-time employees: | | | | | |
| City Council Depatment | 0.25 | 0.25 | 0.00 | 0.00 | 0.00 |
| City Manager Department | 5.35 | 3.15 | 5.05 | 3.55 | 4.00 |
| Community Services Department | 15.00 | 18.00 | 13.60 | 10.60 | 10.10 |
| Development Services Department: | | | | | |
| Director | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 |
| Administration | 3.00 | 3.00 | 2.00 | 2.00 | 2.31 |
| Engineering | 5.50 | 5.50 | 5.50 | 5.50 | 4.50 |
| Street Maintenance | 8.50 | 6.75 | 5.25 | 5.25 | 5.25 |
| Parks/Facilities Maintenance | 10.00 | 9.25 | 9.75 | 8.75 | 8.75 |
| Planning | 4.75 | 5.25 | 4.25 | 3.25 | 3.50 |
| Code Enforcement | 5.25 | 5.25 | 3.25 | 4.25 | 3.00 |
| Economic Development | 1.00 | 0.90 | 0.00 | 0.00 | 0.00 |
| Finance Department | 11.80 | 14.33 | 8.78 | 8.00 | 7.00 |
| Fire Services Department | 1.00 | 1.00 | 0.00 | 0.00 | 0.00 |
| General Services Department | 6.30 | 7.80 | 6.85 | 6.38 | 4.40 |
| Successor Agency to RDA | 0.30 | 0.38 | 0.52 | 0.27 | 0.14 |
| Yucaipa Housing Authority | 1.00 | 0.20 | 0.20 | 0.20 | 0.06 |
| Total | 80.00 | 82.00 | 66.00 | 59.00 | 54.00 |

Sources:
City of Yucaipa

CITY OF YUCAIPA

Operating Indicators
by Function

Last Five Fiscal Years

| Function | Fiscal Year 2024 | 2023 | 2022 | 2021 | 2020 |
|---|---|---|---|---|---|
| Building and Safety: | | | | | |
| Building Permits Issued | 2,235 | 2,772 | 2,210 | 1,885 | 1,376 |
| No. of New Dwelling Units | 328 | 328 | 233 | 119 | 17 |
| Parks and recreation: | | | | | |
| Community center attendance | 10,752 | 10,812 | 14,139 | 7,112 | 16,897 |
| STARS | 719 | 997 | 1,093 | 1,649 | 12,269 |
| Camps | 634 | 730 | 683 | 433 | 940 |
| Aquatics | 6,002 | 4,402 | 3,570 | 2,440 | 1,275 |
| Community Center Classes | 2,375 | 1,944 | 1,061 | 715 | 4,218 |
| Scherer Center Classes | 6,837 | 5,612 | 5,384 | 1,153 | 3,742 |
| Administration | | | | | |
| New Business Licenses | 402 | 587 | 570 | 428 | 422 |
| Renewed Business Licenses | 1,725 | 1,697 | 1,452 | 1,564 | 1,547 |

Sources:
City of Yucaipa

CITY OF YUCAIPA

Capital Asset Statistics
by Function

Last Five Fiscal Years

| Function | Fiscal Year 2024 | 2023 | 2022 | 2021 | 2020 |
|---|---|---|---|---|---|
| Police: | | | | | |
| Stations | 1 | 1 | 1 | 1 | 1 |
| Sub-stations | | | | | |
| Fire: | | | | | |
| Fire Stations | 3 | 3 | 3 | 3 | 3 |
| Public Works | | | | | |
| Streets (miles) | 229.05 | 229.05 | 227.82 | 227.82 | 227.82 |
| Traffic signals (city-owned) | 32.5 | 32.5 | 32.5 | 32.5 | 31.5 |
| Roundabouts | 4 | 4 | 4 | 4 | 4 |
| Parks and Recreation: | | | | | |
| Parks (acreage) | 534 | 534 | 534 | 534 | 534 |
| Community Centers | 2 | 2 | 2 | 2 | 2 |
| Performing Arts Centers | 1 | 1 | 1 | 1 | 1 |

Sources:
City of Yucaipa