

City of IRWINDALE California

Annual Comprehensive
Financial Report
for the fiscal year
ended June 30, 2023



ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2023

CITY OF IRWINDALE

CALIFORNIA



Albert F. Ambriz, Mayor
Larry G. Burrola, Mayor Pro Tem
H. Manuel Ortiz, Councilmember
Mark A. Breceda, Councilmember
Manuel R. Garcia, Councilmember

(At Date of Issuance)

Julian A. Miranda, City Manager

PREPARED BY THE CITY OF IRWINDALE FINANCE DEPARTMENT
Kambiz Borhani, CPA, CGMA, Finance Director / City Treasurer

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 Year Ended June 30, 2023

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February 12, 2024

***Honorable Mayor, Members of the Council,
& Citizens of the City of Irwindale***

It is our pleasure to submit the Annual Comprehensive Financial Report (ACFR) for the City of Irwindale (City) for the fiscal year ended June 30, 2023. The City annually issues a report on its financial position and activity, audited by an independent firm of certified public accountants. The City's Finance Department prepared this report in accordance with generally accepted accounting principles (GAAP), as set forth by the Governmental Accounting Standards Board (GASB) and other sources. This ACFR conforms to GASB Statement 34 financial reporting standards, providing the reader a dual-perspective financial report and GASB 54 that requires fund balance reporting and governmental fund type definitions. The ACFR also complies with GASB 68, 75 and 87, and 96, which requires additional detailed financial information on the City's pension, other post-employment benefits, leases, and subscription-based information technology arrangements. The report contains a citywide view of all governmental activities, as well as a focus on the financial position and operating results of the City's major funds.

Responsibility for the accuracy of the data, and the completeness and fairness of the presentations and disclosures rests with the City. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse, and to compile sufficient reliable information for the presentation of the City's financial statements in conformity with accounting principles generally accepted in the United States of America. Because the cost of internal controls should not outweigh their benefits, internal controls have been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. Also, all disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

Lance Soll & Lunghard, LLP, Certified Public Accountants, have issued an unmodified opinion on the City of Irwindale's financial statement for the year ended June 30, 2023. The independent auditor's report is located at the front of the financial section of this report.

GAAP requires that management provide a narrative introduction overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE GOVERNMENT

The City of Irwindale was incorporated in 1957 and is located in the center of the San Gabriel Valley which is just 20 miles east from downtown Los Angeles. The City is located at the confluence of the 605 and 210 freeways, providing an enviable location which attracts many large, well known and successful businesses. The City of Irwindale currently occupies a land area of about 9.5 square miles and serves a population of about 30,000 during the business day and approximately 1,483 that reside in the City.



The City of Irwindale is a full service, charter city. A charter city allows voters to determine how their city government is organized and, with respect to municipal affairs, enact legislation different than that adopted by the state. The City endeavors to create a livable community with a high quality of life through land-use policies that balance the need for housing, jobs, open space and essential services. The city is a legally separate and fiscally independent agency. It can issue debt, set and modify budgets, charge fees, and sue and be sued.

The City of Irwindale operates under the Council-Manager form of government with a five-member council, elected at large by the city residents. The City Council acts as the legislative body of the City. City Council members appoint the City Manager and City Attorney. City Council members serve four-year terms with elections staggered every two years. The Mayor and Mayor Pro-Tem are chosen by the Council to serve as the presiding officers. Traditionally, these positions serve a one-year term. The City Manager is responsible for carrying out the policies and ordinances of the governing council, for overseeing the day-to-day operations of City government, and working with the directors and managers of City departments.

The City provides a full range of services, including police protection; construction and maintenance of highways, streets and other infrastructure; community development; community services (such as recreation, senior center, aquatics, and library programs); parks; general and administrative services. The City is financially accountable for the successor agency to the former redevelopment agency, a housing authority, a reclamation authority, and a joint powers authority (which had no activity to report in FY 2022-2023,) all of which are reported separately with the City's financial statements. Additional information regarding these legally separate entities can be found in the notes to the financial statements.

The Council is required to adopt a final budget by no later than the close of the fiscal year. The annual budget serves as the foundation for the City of Irwindale's financial planning and established control. The budget is prepared by fund, department, and division, and all funds of the City are appropriated annually. Department heads may transfer resources within a department as needed and available, and the City Manager has authority to transfer resources within an individual fund. Supplemental appropriations and transfers between funds require approval from the governing body.

REPORTING ENTITY

The California Supreme Court upheld Assembly Bill 1X 26 that provided for the dissolution of all redevelopment agencies in the State of California as of February 1, 2012. This action impacted the reporting entity of the City of Irwindale that previously reported a redevelopment agency within the reporting entity of the City as a blended component unit. On January 11, 2012, the City Council elected the City to become the Successor Agency to the former Irwindale Community Redevelopment Agency in accordance with Assembly Bill 1X 26. Additional information on the dissolution is included in Note 12 of the Notes to the Financial Statements.

This report combines the financial statements of the City of Irwindale, the Successor Agency to the Irwindale Community Redevelopment Agency, the Irwindale Housing Authority, the Irwindale Reclamation Authority, and the Irwindale Joint Powers Authority to constitute a single reporting entity. This combined presentation better represents the financial activities of the City of Irwindale.

ECONOMIC CONDITION AND OUTLOOK

In the years preceding the global health crisis, the recovery has been nothing short of impressive. Despite all the challenges like high interest rates, elevated trade tensions with China, the ongoing Russia-Ukraine war, conflict in the Middle East, climate change, state budget deficit, and upcoming elections, the efforts taken by the City to control or reduce costs have kept the City's reserves at a very strong level. City staff continue to approach budgeting conservatively, projecting revenues at the low end of expectations and expenditures at potential full cost.

Economic development projects in the City that have recently been completed, or are currently in progress, have contributed to the City's revenue base by bringing in significant additional building related revenue. The City is fortunate that building and construction activities were not restricted during the pandemic, and therefore the revenue losses caused by the pandemic were offset by the significant building related revenue the City has received.

In 2011, the City adopted a fund balance policy in compliance with Governmental Accounting Standards Board Statement No. 54. This fund balance policy includes a requirement of a minimum of \$5 million assigned for economic contingencies. The assigned and unassigned fund balances in the General Fund total approximately \$55 million, which equates to approximately 234% of the General Fund operating expenditure budget adopted for the following fiscal year. These reserves are assigned, or set aside, for several purposes, including capital asset replacement, capital improvement program, continuing appropriations, compensated absences, pension and other post-retirement benefits, and economic contingencies.

LONG-TERM FINANCIAL PLANNING

The City has consistently maintained strong financial reserves, and therefore the City remains cautiously optimistic as it faces the challenges of the downturn in the economy caused by the pandemic.

However, as part of the City's long term financial planning, it is still actively looking to generate more General Fund revenue to offset future expenditure increases. Some of the initiatives include adoption of Residential Linkage Fee on future development projects to generate revenue earmarked specifically for Housing Authority activities. Actions already adopted include implementation of a Commercial Linkage Fee, Development Impact Fee, and a new .75% local Transactions and Use Tax. This tax measure was approved on November 5, 2019, and became effective on April 1, 2020. The first revenues from this new measure were effective on April 1, 2020. This additional local tax is projected to generate approximately \$3.2 million (FY 2022-2023) annually in additional General Fund revenue.

On the expenditure side, the City has also adopted significant policies to control future increases where possible. In addition to restructuring its risk management and liability program, the City has also taken strong measure to address its increasing pension and other post-retirement benefits liabilities.

The City is also continuing its concerted efforts in economic development. The City's Economic Strategic Plan was updated and it outlined the City's best course of long-term economic strategies to create a sustainable stream of new revenues, while maximizing and leveraging development opportunities. The City also entered into its first sales tax sharing agreement as part of its economic development strategies.

Some of the priority near-term and long-term development opportunities include:

- A Materials Recovery Facility/Transfer Station on a 17-acre site
- Industrial/commercial development: The Park @ Live Oak Project. (Formally known as United Rock Pit #1)
- Retail/commercial/industrial development of the Vulcan Reliance II Pit
- Industrial/commercial development: Speedway Drive
- Industrial Development: 15715 Arrow Highway
- Industrial Development: 4416 Azusa Canyon Road
- Development Agreement: 210 FWY & 605 FWY
- Development Agreement: 4800 Rivergrade Road
- Development Agreement: 210 Fwy & Irwindale Ave
- Industrial Development: 14005 Live Oak

The City Council continues to prioritize its focus on discussing the vision for the Allen Drive Site. Topics include potential uses including housing and/or public facilities. Community development workshops will be planned and scheduled to take place starting in March of 2024.

The City will also be completing labor negotiations for four bargaining groups with negotiations anticipated for completion in fiscal year 2023-24.

CAPITAL IMPROVEMENT PROGRAM (CIP)

The City of Irwindale continues to complete capital and infrastructure projects to improve services to residents and visitors to Irwindale. Funding for CIPs are often from sources other than the General Fund. Project funding sources typically include the Mining Impact Fund, State Gas Tax, Proposition C, Measure R, TDA Article 3, Measure M, Measure W, Community Development Block Grants, Federal/State Grants, and Development Impact Fees.

During FY 2021-22, the City of Irwindale spent approximately \$1.6 million in infrastructure and capital improvements. The project completed include the Resurfacing Project. The City is also anticipating \$6,635,594 in grant funding for the design and construction of a new city library. Additionally, another \$9.7 million (\$5.4 (FY 2023 budget) + \$4.3 (library)) in new capital project appropriations have been approved that are currently underway or in the design phase.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Irwindale for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2022. This was the thirteenth consecutive year the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized ACFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe the current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The City's ACFR was prepared through the combined efforts of City staff, under the leadership of the City Council. We would like to extend our appreciation to the Mayor and City Council for their continued support in maintaining the highest standards of professionalism in the management of the City's finances. Special recognition is extended to the Finance Department Staff for their hard work and dedication throughout the year.

Respectfully submitted,



Kambiz Borhani, CPA, CGMA
Finance Director / City Treasurer



Julian A. Miranda
City Manager

CITY OF IRWINDALE
LIST OF PRINCIPAL OFFICIALS

JUNE 30, 2023

ELECTED OFFICIALS

Mayor	Albert F. Ambriz
Mayor Pro Tem	Larry G. Burrola
Councilmember	H. Manuel Ortiz
Councilmember	Mark A. Breceda
Councilmember	Manuel R. Garcia

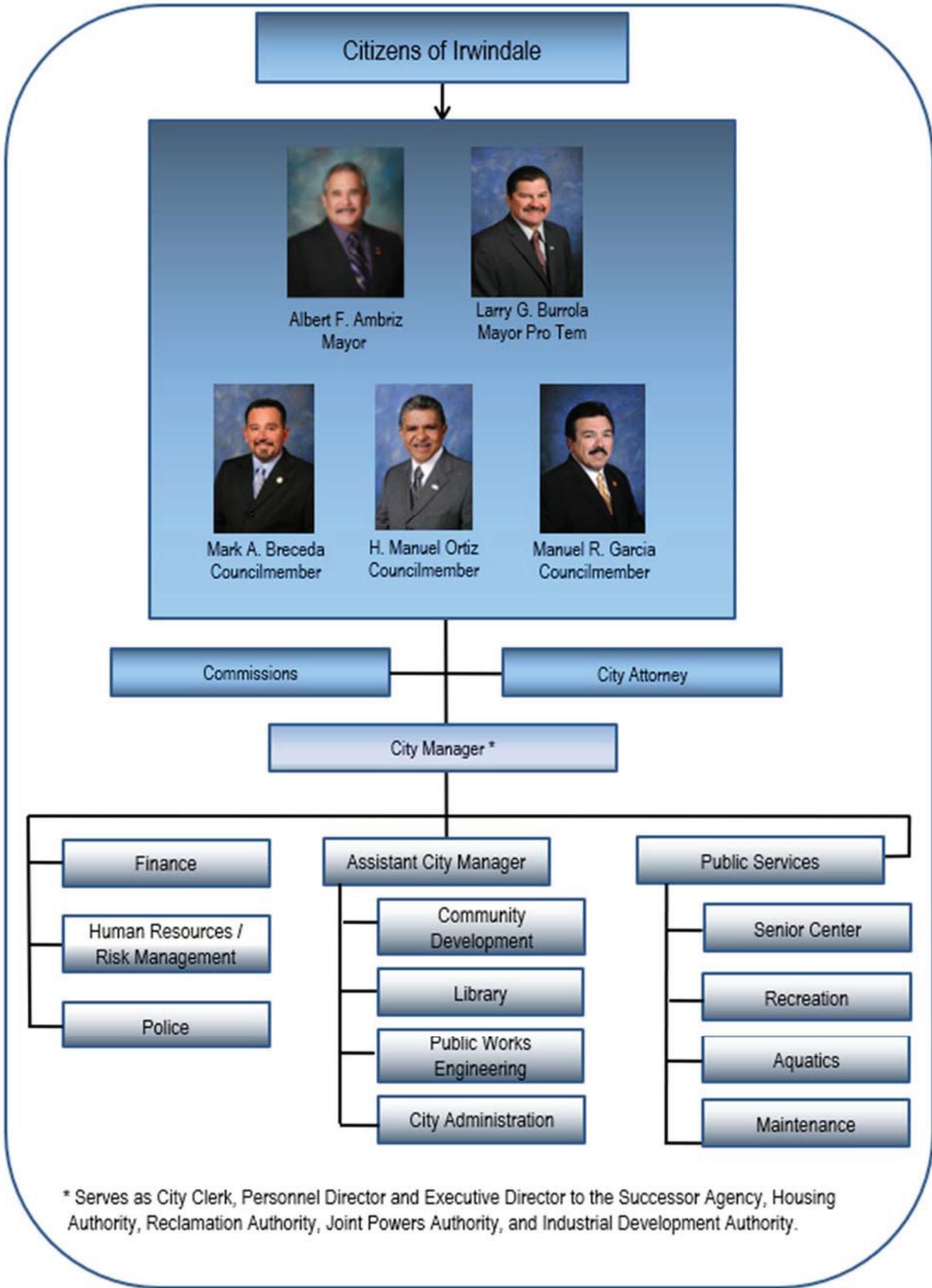
EXECUTIVE MANAGEMENT

City Manager	Julian A. Miranda
Assistant City Manager	Theresa Olivares
Finance Director/City Treasurer	Kambiz Borhani
Chief of Police	Christopher Hofford
Director of Engineer/Building Official	Eddie Chan
Community Development Director	Marilyn Simpson
Public Services Director	Elizabeth Rodriguez
Chief Deputy City Clerk	Laura Nieto

CITY ATTORNEY

Adrian R. Guerra, Aleshire & Wynder, LLP

**CITY OF IRWINDALE
ORGANIZATION CHART
June 30, 2023**



* Serves as City Clerk, Personnel Director and Executive Director to the Successor Agency, Housing Authority, Reclamation Authority, Joint Powers Authority, and Industrial Development Authority.



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Irwindale
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO



INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of the City Council
City of Irwindale, California

Report on the Audit of 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 Irwindale, California (the "City"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2023, and the respective changes in financial position, as listed in the table of contents, 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.

Emphasis of Matter

Change in Accounting Principle

As described in Note 1 to the financial statements, in 2023, the City adopted new accounting guidance, GASB Statement No. 96, *Subscription Based Information Technology Arrangements*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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 fraud or error.

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



To the Honorable Mayor and Members of the City Council
City of Irwindale, California

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 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 for the General Fund and major special revenue funds, and the required pension and other postemployment benefits schedules, as listed in the table of contents, 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.



To the Honorable Mayor and Members of the City Council
City of Irwindale, California

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 and individual fund financial statements and schedules (supplementary information) 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 supplementary information is 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 our report dated February 12, 2024, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the City's 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 City's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Lance, Solt & Loughard, LLP".

Brea, California
February 12, 2024

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**CITY OF IRWINDALE
MANAGEMENT’S DISCUSSION AND ANALYSIS
JUNE 30, 2023**

As management of the City of Irwindale, California (City), we offer readers of the City’s financial statements this narrative overview and analysis of the financial activities of the City (the “Primary Government”) for the fiscal year ended June 30, 2023. It is encouraged that the readers consider the information presented here in conjunction with the accompanying basic financial statements.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of fiscal year (FY) 2022/23 by \$159,846,377 (Net Position). This amount is reflective of the entire City which includes all funds. Of this amount, \$80,211,632 is not restricted by external law or administrative action for a specified purpose. The City Council’s approval is required before these funds may be used to meet the City’s ongoing obligations to citizens and creditors. GASB defines “Net Position” as assets and deferred outflows of resources less liabilities and deferred inflows of resources. GASB requires the City to record infrastructure assets (streets, parks, buildings, etc.) less accumulated depreciation as a restricted fund balance titled, “Invested in Capital Assets” (\$53,396,690). Restrictions for Special Revenue Funds (\$26,238,055), this reduces the Total Net Position to the Unrestricted Net Position (\$80,211,632).
- Cash and Investments are \$110,558,007 while Total Liabilities are \$55,563,438; therefore, the City has Cash in excess of Total Liabilities of \$55.0 million. In other words, Cash is approximately two times the amount of Total Liabilities.
- The City has zero bonded indebtedness and no bank loans.
- The City’s Total Net Position decreased by \$6,881,200 during the fiscal year.
- As of June 30, 2023, the City’s governmental funds (General Fund, Special Revenue Funds and Capital Projects Funds) reported combined ending fund balances of \$104,692,220, an increase of \$11,585,446 from the prior year.
- On June 30, 2023, fund balances for the General Fund were \$55,158,439 (\$6,283,069 is in nonspendable form, \$5,000,000 is assigned for an economic contingency reserve, and \$43,875,370 assigned for other specific purposes.)

OVERVIEW OF THE BASIC FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City’s basic financial statements. The City’s basic financial statements are comprised of three components:

- 1) Government-wide financial statements
- 2) Fund financial statements
- 3) Notes to basic financial statements

Other required supplementary information is included in addition to the basic financial statements.

**CITY OF IRWINDALE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023**

Government-Wide Financial Statements. These statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *governmental activities* of the City include general government, public safety, public works, parks and recreation, capital outlay, and debt service. The City does not have any *business-type activities*.

The *statement of net position* presents financial information on all of the City's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenditures are reported for some items that will only result in cash flows in future fiscal periods (i.e., uncollected taxes and earned but unused leave).

The government-wide financial statements include not only the City as the primary government, but also a legally separate Irwindale (Public Financing, Housing, Reclamation, Industrial Development, and Joint Powers) Authorities, and Irwindale Community Foundation (a nonprofit entity) of the City. Although legally separate from the City, these component units are blended with the primary government because of their governance or financial relationships to the City.

GASB 68 reporting for pension was implemented nine years ago and the figures are recorded on the government-wide statements. The City has a net pension liability with CalPERS for \$7,520,755, and a net pension liability of \$3,738,477 with PARS; reflecting an overall net pension liability of \$11,259,232.

GASB 75 reporting for other post-employment benefits (OPEB) was implemented in FY 2017/18. The City has an OPEB liability of \$15,287,159.

The Redevelopment Agency of the City of Irwindale (Agency) was dissolved on February 1, 2012 as legislated in Assembly Bill x1 26. Its Successor Agency is shown as a Private Purpose Trust Fund.

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

Governmental Funds. *Governmental Funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in assessing the City's near-term financing requirements.

**CITY OF IRWINDALE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023**

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental* activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances, provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains a variety of individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Housing Authority, Mining Impact Fund, and Capital Projects. All of which are considered to be major funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these other governmental funds is provided in the form of combining statements in the other governmental funds section of this report.

The City adopts an annual budget for all its funds. A budgetary comparison statement is provided for all funds with an annually adopted budget to demonstrate compliance with their respective budgets.

Fiduciary Funds. Fiduciary funds, which consist solely of trust and agency funds, are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reported in the government-wide financial statements because the resources of those funds *are* not available to support the City's own programs. Fiduciary funds are custodial in nature and, therefore, the accounting used does not involve the measurement of the results of operations. The basic fiduciary fund financial statement can be found on pages 27-28 of this report. The assets, liabilities, fund equity and operations of the dissolved Agency were transferred to the "Successor Agency Private Purpose Trust Fund".

Notes to the Basic Financial Statements. The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 29-68 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position over time, may serve as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities by \$160 million at the close of the most recent fiscal year.

**CITY OF IRWINDALE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023**

CITY OF IRWINDALE'S NET POSITION

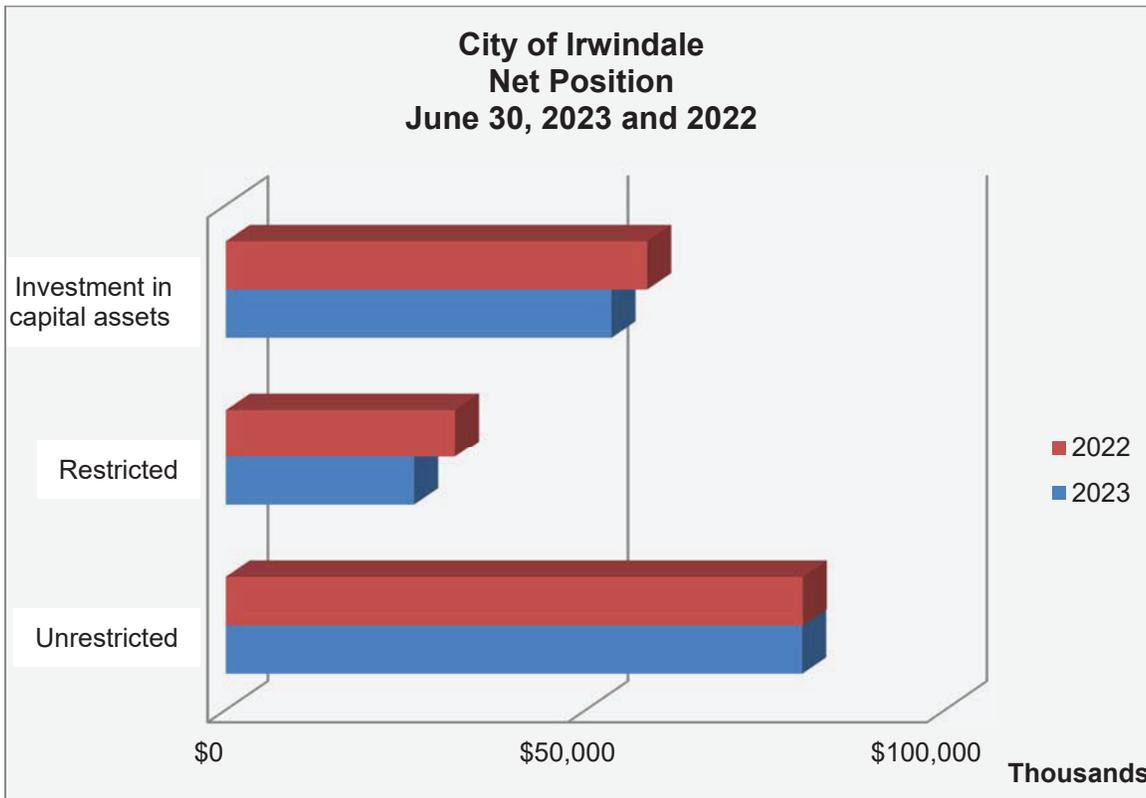
	Governmental Activities	
	2023	2022
Assets:		
Current and other assets	\$ 138,273,211	\$ 121,602,812
Net pension asset - CalPERS	-	9,399,348
Land held for resale	15,568,641	15,568,641
Capital assets	53,485,047	58,497,198
Total Assets	207,326,899	205,067,999
Deferred Outflows:		
Pension related	16,121,140	16,406,287
OPEB related	3,955,800	3,435,359
Total Deferred Outflows	20,076,940	19,841,646
Liabilities:		
Current liabilities	27,320,582	20,051,576
Net pension and OPEB liabilities	26,546,391	16,853,250
Other liabilities	1,696,465	1,781,893
Total Liabilities	55,563,438	38,686,719
Deferred Inflows:		
Leases related	7,448,657	7,777,770
Pension related	4,432,532	6,906,455
OPEB related	112,835	1,008,370
Total Deferred Inflows	11,994,024	15,692,595
Net Position:		
Investment in capital assets	53,396,690	58,531,808
Restricted	26,238,055	31,822,214
Unrestricted	80,211,632	80,176,309
Total Net Position	\$ 159,846,377	\$ 170,530,331

By far, the largest portion of the City's net position (33.4%) reflects its investment in capital assets, (i.e., land, buildings, machinery, equipment, vehicles and infrastructure), less any related outstanding debt that was used to acquire those assets. The City uses these capital assets to provide a variety of services to its citizens. Accordingly these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources used to prepay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position (16.4%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$80,211,632 is unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors, subject to applicable federal and state laws and regulations.

At the end of the current fiscal year, the City is able to report in all reported categories of net position, both for the City as a whole, as well as for its separate governmental activities. The same situation held true for the prior fiscal year.

**CITY OF IRWINDALE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023**



However, the City's overall net position decreased \$29,799,266 from the prior fiscal year. The reasons for this overall decrease are discussed in the following sections for governmental activities.

Governmental Activities. During the current fiscal year, net position for governmental activities decreased by \$6,881,200 bringing the ending net position balance to \$159,846,377. Key elements of this shortage are a combination of factors highlighted below.

Revenue Highlights

Total revenues of governmental activities were \$40.4 million. The largest component of total revenue is taxes at \$27.1 million, making up 67% of total revenues. This is consistent with the nature and purpose of governmental funds, particularly in the General Fund, where programs are largely supported by general taxes. Other general revenues also increased by \$1.5 million mainly due to an increase in development related fees collected and higher investment income earned and overall better performance of the market.

Expense Highlights

Functional expenses for the year totaled \$47.3 million in the governmental funds, which was an increase of \$31.6 million from the prior year. 49% of this addition was attributed to increase in both pension and other post-retirement benefits obligations; 7% for prior period restatements related to capital assets; 18% related to first time homebuyers and capital improvement programs; and 5% increase in Mining Impact Fund percentage distribution of expenditures. The remaining 21% was the fluctuations in the remaining expense categories causing an overall deficit at year-end.

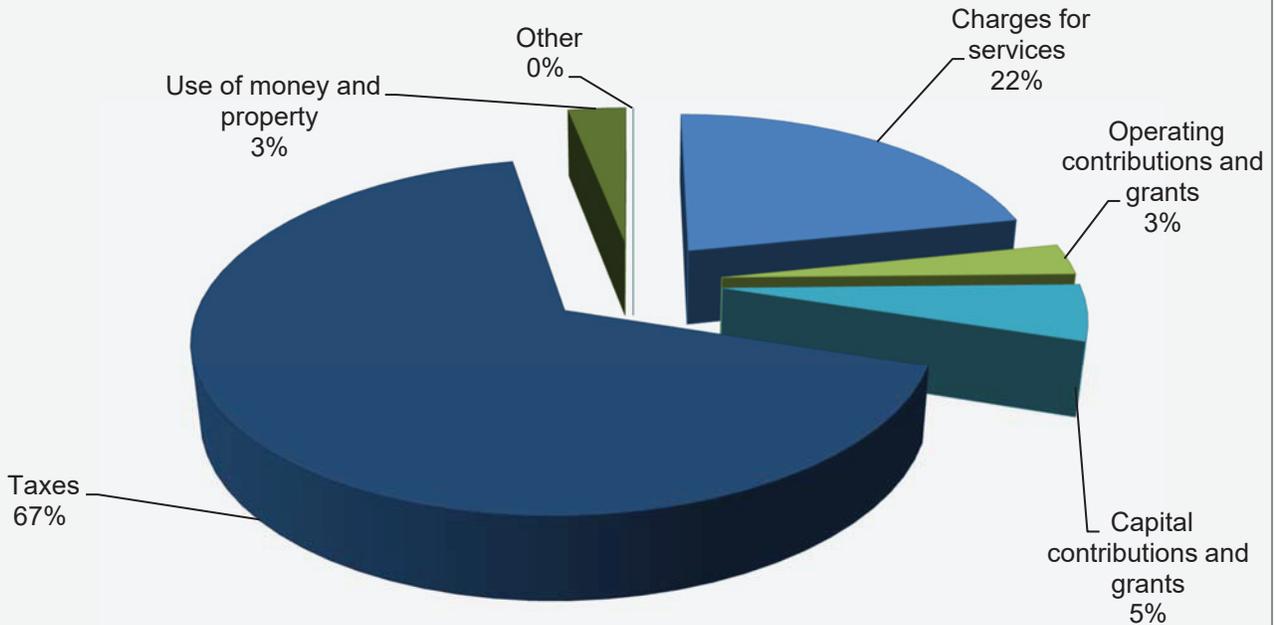
**CITY OF IRWINDALE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023**

CITY OF IRWINDALE'S CHANGES IN NET POSITION

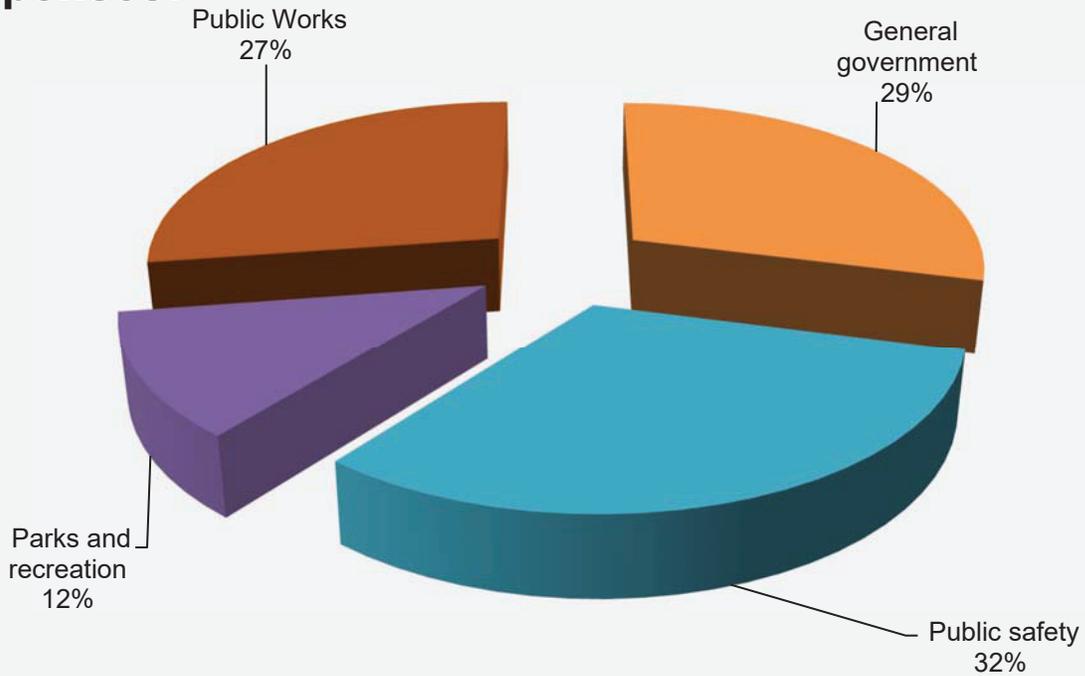
	Governmental Activities	
	2023	2022
Revenues:		
Program Revenues:		
Charges for services	\$ 8,783,269	\$ 6,331,222
Operating contributions and grants	1,169,585	1,284,220
Capital contributions and grants	2,118,916	2,248,038
General Revenues:		
Property taxes	3,109,565	2,937,893
Mining/processing taxes	7,238,368	7,896,155
Sales taxes	8,490,434	8,456,734
Franchise taxes	1,641,809	1,459,690
Business license taxes	1,748,055	1,669,546
Utility users taxes	3,988,477	3,531,654
Other taxes	645,882	632,183
Motor vehicle in lieu	189,089	158,521
Use of money and property	1,245,610	(1,985,618)
Other	-	3,942,241
Total Revenues	40,369,059	38,562,479
Expenses:		
General government	13,708,689	11,146,039
Public safety	14,987,378	170,074
Parks and recreation	5,611,869	706,365
Public Works	12,942,100	3,621,595
Interest on long-term debt	223	340
Total Expenses	47,250,259	15,644,413
Increase in net position	(6,881,200)	22,918,066
Net position - Beginning	170,530,331	147,612,265
Restatement of net position	(3,802,754)	-
Net position - Ending	\$ 159,846,377	\$ 170,530,331

**CITY OF IRWINDALE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023**

Revenues:



Expenses:



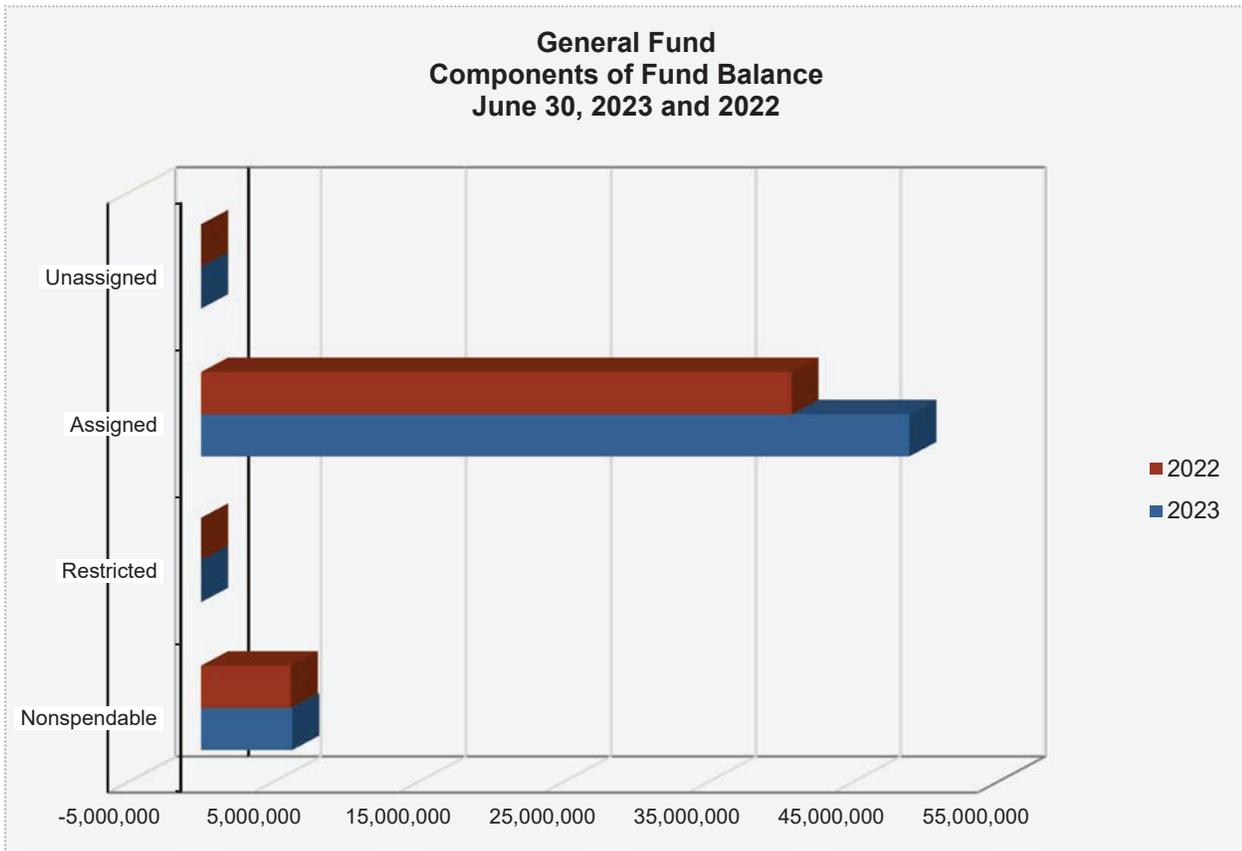
**CITY OF IRWINDALE
MANAGEMENT’S DISCUSSION AND ANALYSIS
JUNE 30, 2023**

FINANCIAL ANALYSIS OF THE CITY’S MAJOR FUNDS

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

Governmental Funds. The focus of the City’s *governmental funds* is to provide information on near-term inflows, outflows, and balance of spendable resources. Such information is useful in assessing the City’s financing requirements. In particular, unassigned fund balance may serve as a useful measure of government’s net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the City itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the City Council.

On June 30, 2023, the City’s governmental funds reported combined fund balances of \$104,692,220, an increase of \$11,585,446 in comparison with the prior year. \$15,735,262 or 15% is nonspendable, \$26,238,055 or 25.1% is restricted by external sources, and \$62,969,632 or 60.1% assigned for other specific purposes deemed appropriate by the City Council.



**CITY OF IRWINDALE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023**

General Funds

The general fund is the main operating fund of the City. At fiscal year-end, its fund balance was \$55,158,439 (consisting of \$6,283,069 in nonspendable form, \$5,000,000 assigned to economic contingency reserve, and \$43,875,370 assigned for other specific purposes,) which increased by \$8,262,099 over the prior year. As a measure of the general fund's liquidity, it may be useful to compare total fund balance to total funds' expenditures. Industry's best practice is to maintain no less than two months of regular general fund operating expenditures. Based on current year's General Fund expenditures and transfers out amount, two months equates to approximately \$4 million dollars, which is consistent with both City Council policy requiring the City to maintain a minimum General Fund economic contingency of \$5 million dollars, and as a matter of standard practice recommended in the industry.

Revenues and expenditures differences between actuals and the final budget for FY 2022/23:

- Actual revenues and transfers in were higher by \$3,483,066 or 12.3% with two of its largest variances being: 1) building permits, which is driven by final submittal and approval of plans which its timing can be delayed for myriad of reasons; 2) investment earnings, which is difficult to estimate since it is dependent on market's performance.
- Actual expenditures were under budget by \$3,252,355 mainly due to salary savings from vacant positions, supply chain and cost rising issues, in addition to shifting operational priorities to deal with the state of emergency declared by the federal, state, and city officials to deal with severe winter storms, flooding and mudslides.
- Transfers Out was under budget by \$12,943,346 due to certain capital project timelines and/or costs shifted to next year.

Key factors for revenues and expenses when compared to FY 2021/22 are as follows:

- The City's charge for services decreased by \$2,079,466 or -46.5% mainly due to plan check fees which is driven by submittal of development applications, plans and specifications, and modifications needed which the timing can be held up for many grounds.
- Use of money and property increased by \$2,807,319 or -131.4% due to fluctuations in investment earnings and market's fair valuation.
- Miscellaneous type under other revenues increased by \$744,038 or 73.9% mainly due to a class action lawsuit settlement.
- Expenditures and transfers out increased by \$302,797 or 1.3% more than the prior year figure mainly due to a \$1 million contributions made to CalPERS pension trust.

**CITY OF IRWINDALE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023**

Housing Authority Funds (Includes Low- and Moderate-Income Housing Asset Fund and Irwindale Housing Authority Fund)

The fund balance of the Housing Authority Fund decreased by \$194,030 mostly due to cancellation of the First Time Home Buyer Program and the bond proceeds. Related program expenditures such as legal also dropped by \$108,756.

Mining Impact Fund

The fund balance of the Mining Impact Fund decreased by \$1,144,460 due to changes made in both personnel and operational costs percentage distribution between Mining Impact Fund and General Fund. Additionally, a million of this change is due to a onetime payment made by Athens as stated in the agreement amendment #10.

Capital Projects Fund

The fund balance of the Capital Project Fund increased by \$90,439 due to higher interest rate earned and overall lower project expense incurred.

Non-Major Governmental Funds

The fund balance of all other Non-Major Governmental Funds increased by \$4,571,398 from the previous fiscal year due to a large development impact fee received for a development project.

General Fund Budgetary Highlights

The City adopts annual appropriated operating budgets for its governmental funds (General Fund, Special Revenue Funds, Debt Service Funds, and Capital Project Funds) and reports the results of operation on a budget comparison basis.

In preparing its budgets, the City attempts to estimate its revenues using realistic, but conservative, methods so as to budget its expenditure appropriations and activities in a prudent manner. As a result, the City Council adopts budget adjustments during the course of the fiscal year to reflect both changed priorities and availability of additional revenues to allow for expansion of existing programs. During the course of the year, the City Council amended the originally adopted budget to re-appropriate prior year approved projects and expenditures, as well as approving many other adjustments for the current year.

The results of the General Fund for the year ended June 30, 2023, were revenues exceeding expenditures by \$8,262,099. Revenues plus Transfers In were \$3,483,066 more than the final budget and expenditures plus Transfers Out ended the year under budget (final) by \$16,195,984. Both inflation and severe winter storm experienced adversely impacted General Fund expenditures and city services. To mitigate, the City

**CITY OF IRWINDALE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023**

significantly curtailed its non-essential expenditures during the last fiscal year in order to provide as much relief for the General Fund as possible. Compared to prior year, the General Fund experienced immense fluctuations in both revenues and expenditures.

CAPITAL ASSETS

The City's investment in capital assets for its governmental activities as of June 30, 2023, amounts to \$53,485,047 million (net of accumulated depreciation). This investment in capital assets includes land, rights of way, construction in progress, buildings and improvements, machinery and equipment, and infrastructure. The total decrease in the capital assets for the current fiscal year was approximately -8.6%.

CITY OF IRWINDALE's Capital Assets (net of depreciation)

	Governmental Activities	
	2023	2022
Land	\$ 3,112,220	\$ 3,112,220
Construction in Progress	4,972,088	8,848,919
Buildings and improvements	19,269,530	10,050,665
Furniture, fixtures and equipment	5,952,994	5,831,798
Lease assets	52,481	52,481
Subscription assets	100,805	-
Infrastructure	67,803,609	71,994,899
Total	\$ 101,263,727	\$ 99,890,982

GASB 34 requires the City account for infrastructure assets on its financial statements. The accompanying government-wide financial statements include those infrastructure assets that were either completed during the current fiscal year or considered construction in progress at current fiscal year-end.

Additional information on the City's capital assets can be found in Note 6.

EMPLOYEE COMPENSATED ABSENCES

As of June 30, 2023, the City's employees benefit obligations decreased by \$139,175 or 8% from prior year.

**CITY OF IRWINDALE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Fiscal Year 2023 was a volatile year. Inflation has touched practically every corner of the economy forcing companies to increase their prices, and with most provisional federal assistance programs to households and businesses ending; discretionary spending and household budgets were all significantly impacted. Inversely, unemployment remained low and wages across industries continued to rise, leading to strong non-discretionary spending. To combat ongoing inflation, Federal Reserve raised interest rates 11 times, 8 of which occurred during this fiscal year. High interest rates have also made financing mortgages more expensive causing potential buyers to be priced out of the market leading to a decline in both purchase and refinancings. The rising costs of services, product and supplies, and utilities have also caused strains in the City's General Fund.

California continues to struggle with a housing shortage and Irwindale is looking direct its focus on discussing the vision for the site on Allen Drive. City Council will be evaluating its potential uses which may include housing and/or public facilities. Community development workshops will be planned and scheduled to take place starting in March of 2024.

The City has protections from the State taking our monetary resources as a result of the passage of Proposition 1A in November 2004 and Proposition 22 in November 2010. However, on July 29, 2011, the Governor of the State of California signed Assembly Bills x1 26 (ABx1 26) and on December 29, 2011, the California Supreme Court issued their ruling upholding the constitutionality of ABx1 26; thereby all redevelopment agencies within the State of California were abolished, effective February 1, 2012. The City's loss of its' Redevelopment Agency eliminated about \$1.5 million for local affordable housing and another \$700,000 in local funding of capital projects.

For FY 2023/24 budget, the City took into consideration the following factors:

- Sales Tax revenues are projected to increase by \$1 million than FY 2022/23.
- Property Tax and Vehicle License fees revenues are projected to increase over \$350 thousand.
- Following revenues are expected to decrease: Mining related taxes by \$150 thousand, Business License and Property Tax Transfer Taxes by \$146 thousand, and Building related permits by \$426 thousand.
- Franchise Tax revenue expects an increase of \$150 thousand from prior year.
- Plan Check fees revenue is estimated to be \$294,000 more than the year before.
- The City plans to contribute \$500,000 towards its Other Post-Retirement Benefit (OPEB) unfunded actuarial liabilities.

**CITY OF IRWINDALE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2023**

- The employee bargaining units negotiated a 3% employee compensation cost of living adjustment in addition to increase in health insurance premiums.

A priority of the City is to maintain high quality of services while adopting a balanced budget. As in prior years, the FY 2023/24 budget as adopted by the City Council is a sustainable budget and will serve as a guide in planning for the future.

REQUESTS FOR INFORMATION

This report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the office of the Finance Department, 5050 North Irwindale Avenue, Irwindale, CA 91706, or at www.IrwindaleCA.gov.

CITY OF IRWINDALE
Statement of Net Position
June 30, 2023

	Governmental Activities
Assets:	
Cash and investments	\$ 110,558,007
Receivables:	
Accounts	919,658
Taxes	4,156,736
Notes and loans	14,075,386
Leases	7,743,862
Accrued interest	645,840
Internal balances	25,000
Prepaid costs	141,621
Land held for resale	15,568,641
Restricted assets:	
Cash and investments	7,101
Capital assets not being depreciated	8,084,308
Capital assets, net of depreciation	<u>45,400,739</u>
Total Assets	<u>207,326,899</u>
Deferred Outflows of Resources:	
Deferred pension related items	16,121,140
Deferred OPEB related items	<u>3,955,800</u>
Total Deferred Outflows of Resources	<u>20,076,940</u>
Liabilities:	
Accounts payable	2,570,713
Accrued liabilities	289,491
Unearned revenue	9,552,259
Deposits payable	14,908,119
Noncurrent liabilities:	
Due within one year	
Leases and subscriptions	37,766
Compensated absences	966,110
Due in more than one year	
Leases and subscriptions	50,591
Compensated absences	641,998
Net pension liability	11,259,232
Net OPEB liability	<u>15,287,159</u>
Total Liabilities	<u>55,563,438</u>
Deferred Inflows of Resources:	
Deferred leases related items	7,448,657
Deferred pension related items	4,432,532
Deferred OPEB related items	<u>112,835</u>
Total Deferred Inflows of Resources	<u>11,994,024</u>
Net Position:	
Net investment in capital assets	53,396,690
Restricted for:	
Housing activities	7,379,231
Public safety	254,193
Parks and recreation	512,049
Public works	17,823,468
Capital projects	216,021
General government	53,093
Unrestricted	<u>80,211,632</u>
Total Net Position	<u>\$ 159,846,377</u>

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CITY OF IRWINDALE
Statement of Activities
Year Ended June 30, 2023

Functions/Programs	Program Revenues				Net
	Expenses	Charges for Services	Operating Contributions and Grants	Capital Contributions and Grants	(Expenses)
					Revenues and Changes in Net Position
Primary Government:	Primary Government				Governmental Activities
Governmental Activities:					
General government	\$ 13,708,689	\$ 468,377	\$ 257,463	\$ -	\$ (12,982,849)
Public safety	14,987,378	461,473	328,914	-	(14,196,991)
Community development	-	-	8,348	-	8,348
Parks and recreation	5,611,869	105,435	-	-	(5,506,434)
Public works	12,942,100	7,747,984	574,860	2,118,916	(2,500,340)
Interest on long-term debt	223	-	-	-	(223)
Total Governmental Activities	47,250,259	8,783,269	1,169,585	2,118,916	(35,178,489)
Total Primary Government	\$ 47,250,259	\$ 8,783,269	\$ 1,169,585	\$ 2,118,916	(35,178,489)
General Revenues:					
Taxes:					
Property taxes, levied for general purpose					3,109,565
Mining/processing taxes					7,238,368
Sales taxes					8,490,434
Franchise taxes					1,641,809
Business licenses taxes					1,748,055
Utility users tax					3,988,477
Other taxes					645,882
Motor vehicle in lieu - unrestricted					189,089
Use of money and property					1,245,610
Total General Revenues					28,297,289
Change in Net Position					(6,881,200)
Net Position at Beginning of Year, as Restated					166,727,577
Net Position at End of Year					\$ 159,846,377

CITY OF IRWINDALE
Balance Sheet
Governmental Funds
June 30, 2023

	General	Special Revenue Funds		Capital Projects Funds
		Housing Authority	Mining Impact Fund	Capital Projects
Assets:				
Pooled cash and investments	\$ 60,248,075	\$ 7,402,698	\$ 15,593,413	\$ 5,734,177
Receivables:				
Accounts	454,772	-	-	-
Taxes	3,054,862	-	1,092,321	-
Notes and loans	-	14,075,386	-	-
Leases	7,743,862	-	-	-
Accrued interest	353,928	56,725	97,213	30,072
Prepaid costs	139,428	-	2,193	-
Due from other funds	47,681	-	-	-
Advances to Agency Fund	25,000	-	-	-
Land held for resale	6,118,641	9,450,000	-	-
Restricted assets:				
Cash and investments	7,101	-	-	-
Total Assets	\$ 78,193,350	\$ 30,984,809	\$ 16,785,140	\$ 5,764,249
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 1,665,079	\$ 21,705	\$ 277,908	\$ 573,808
Accrued liabilities	234,286	-	52,229	-
Unearned revenues	4,525,428	-	1,504,731	76,261
Deposits payable	9,097,656	-	912,304	4,898,159
Due to other funds	-	-	-	-
Total Liabilities	15,522,449	21,705	2,747,172	5,548,228
Deferred Inflows of Resources:				
Unavailable revenues	63,805	14,075,386	-	-
Deferred leases inflows	7,448,657	-	-	-
Total Deferred Inflows of Resources	7,512,462	14,075,386	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	139,428	-	2,193	-
Land held for resale	6,118,641	9,450,000	-	-
Advances to Agency Fund	25,000	-	-	-
Restricted:				
Housing activities	-	7,379,231	-	-
Public safety	-	-	-	-
Parks and recreation	-	-	-	-
Public works	-	-	-	-
Capital projects	-	-	-	216,021
General government	-	-	-	-
Assigned:				
Capital asset replacement	9,097,244	-	7,396,736	-
Capital improvement program	11,015,362	-	1,395,010	-
Continuing appropriations	708,237	58,487	409,521	-
Compensated absences	1,286,486	-	321,622	-
Unfunded actuarial liabilities	21,768,041	-	4,512,886	-
Economic contingency	5,000,000	-	-	-
Unassigned (deficit)	-	-	-	-
Total Fund Balances	55,158,439	16,887,718	14,037,968	216,021
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 78,193,350	\$ 30,984,809	\$ 16,785,140	\$ 5,764,249

CITY OF IRWINDALE
Balance Sheet
Governmental Funds
June 30, 2023

	Other Governmental Funds	Total Governmental Funds
Assets:		
Pooled cash and investments	\$ 21,579,644	\$ 110,558,007
Receivables:		
Accounts	464,886	919,658
Taxes	9,553	4,156,736
Notes and loans	-	14,075,386
Leases	-	7,743,862
Accrued interest	107,902	645,840
Prepaid costs	-	141,621
Due from other funds	-	47,681
Advances to Agency Fund	-	25,000
Land held for resale	-	15,568,641
Restricted assets:		
Cash and investments	-	7,101
Total Assets	\$ 22,161,985	\$ 153,889,533
Liabilities, Deferred Inflows of Resources, and Fund Balances:		
Liabilities:		
Accounts payable	\$ 32,213	\$ 2,570,713
Accrued liabilities	2,976	289,491
Unearned revenues	3,445,839	9,552,259
Deposits payable	-	14,908,119
Due to other funds	47,681	47,681
Total Liabilities	3,528,709	27,368,263
Deferred Inflows of Resources:		
Unavailable revenues	241,202	14,380,393
Deferred leases inflows	-	7,448,657
Total Deferred Inflows of Resources	241,202	21,829,050
Fund Balances:		
Nonspendable:		
Prepaid costs	-	141,621
Land held for resale	-	15,568,641
Advances to Agency Fund	-	25,000
Restricted:		
Housing activities	-	7,379,231
Public safety	254,193	254,193
Parks and recreation	512,049	512,049
Public works	17,823,468	17,823,468
Capital projects	-	216,021
General government	53,093	53,093
Assigned:		
Capital asset replacement	-	16,493,980
Capital improvement program	-	12,410,372
Continuing appropriations	-	1,176,245
Compensated absences	-	1,608,108
Unfunded actuarial liabilities	-	26,280,927
Economic contingency	-	5,000,000
Unassigned (deficit)	(250,729)	(250,729)
Total Fund Balances	18,392,074	104,692,220
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 22,161,985	\$ 153,889,533

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CITY OF IRWINDALE
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2023

Fund balances of governmental funds		\$ 104,692,220
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets, net of depreciation/amortization, used in governmental activities are not financial resources and, therefore, are not reported in the funds.		53,485,047
Differences between expected and actual experiences, assumption changes and net differences between projected and actual earnings, contributions subsequent to the measurement date for the postretirement benefits (pension and OPEB) are recognized as deferred outflows of resources and deferred inflows of resources on the Statement of Net Position.		
Deferred outflows-pension related	16,121,140	
Deferred outflows-OPEB related	3,955,800	
Deferred inflows-pension related	(4,432,532)	
Deferred inflows-OPEB related	<u>(112,835)</u>	15,531,573
Long-term liabilities that are not due and payable in the current period, and therefore, are not reported in the funds.		
Leases and subscriptions	(88,357)	
Compensated absences	(1,608,108)	
Net pension liability	(11,259,232)	
Net OPEB liability	<u>(15,287,159)</u>	(28,242,856)
Revenues reported as unavailable revenue in the governmental funds are recognized in the Statement of Activities.		<u>14,380,393</u>
Net Position of Governmental Activities		<u>\$ 159,846,377</u>

CITY OF IRWINDALE
Statement of Revenues,
Expenditures and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2023

	<u>Special Revenue Funds</u>			<u>Capital Projects Funds</u>
	<u>General</u>	<u>Housing Authority</u>	<u>Mining Impact Fund</u>	<u>Capital Projects</u>
Revenues:				
Taxes	\$ 22,677,170	\$ -	\$ 3,978,994	\$ -
Licenses and permits	2,081,475	-	-	-
Intergovernmental	310,589	-	-	3,800
Charges for services	2,394,786	-	-	-
Use of money and property	670,002	176,733	292,370	90,439
Fines and forfeitures	175,433	-	-	-
Contributions	54,507	-	-	-
Miscellaneous	1,750,853	-	366	-
Total Revenues	30,114,815	176,733	4,271,730	94,239
Expenditures:				
Current:				
General government	7,168,479	-	2,338,890	-
Public safety	8,221,288	-	-	-
Parks and recreation	3,037,224	-	-	-
Public works	4,583,149	-	2,495,121	-
Housing activities	-	370,763	-	-
Capital outlay	425,851	-	165,695	857,874
Debt service:				
Principal retirement	40,608	-	-	-
Interest and fiscal charges	223	-	-	-
Total Expenditures	23,476,822	370,763	4,999,706	857,874
Excess (Deficiency) of Revenues Over (Under) Expenditures	6,637,993	(194,030)	(727,976)	(763,635)
Other Financing Sources (Uses):				
Transfers in	1,674,023	-	-	854,074
Transfers out	(144,272)	-	(416,484)	-
Subscription financing	94,355	-	-	-
Total Other Financing Sources (Uses)	1,624,106	-	(416,484)	854,074
Net Change in Fund Balances	8,262,099	(194,030)	(1,144,460)	90,439
Fund Balances, Beginning of Year	46,896,340	17,081,748	15,182,428	125,582
Fund Balances, End of Year	\$ 55,158,439	\$ 16,887,718	\$ 14,037,968	\$ 216,021

CITY OF IRWINDALE
Statement of Revenues,
Expenditures and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2023

	Other Governmental Funds	Total Governmental Funds
Revenues:		
Taxes	\$ 331,338	\$ 26,987,502
Licenses and permits	-	2,081,475
Intergovernmental	1,157,934	1,472,323
Charges for services	3,729,437	6,124,223
Use of money and property	324,514	1,554,058
Fines and forfeitures	-	175,433
Contributions	-	54,507
Miscellaneous	2,023,259	3,774,478
	<u>7,566,482</u>	<u>42,223,999</u>
Total Revenues	7,566,482	42,223,999
Expenditures:		
Current:		
General government	3,598	9,510,967
Public safety	325,238	8,546,526
Parks and recreation	150,240	3,187,464
Public works	493,232	7,571,502
Housing activities	-	370,763
Capital outlay	55,435	1,504,855
Debt service:		
Principal retirement	-	40,608
Interest and fiscal charges	-	223
	<u>1,027,743</u>	<u>30,732,908</u>
Total Expenditures	1,027,743	30,732,908
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>6,538,739</u>	<u>11,491,091</u>
Other Financing Sources (Uses):		
Transfers in	8,522	2,536,619
Transfers out	(1,975,863)	(2,536,619)
Subscription financing	-	94,355
	<u>(1,967,341)</u>	<u>94,355</u>
Total Other Financing Sources (Uses)	(1,967,341)	94,355
Net Change in Fund Balances	4,571,398	11,585,446
Fund Balances, Beginning of Year	<u>13,820,676</u>	<u>93,106,774</u>
Fund Balances, End of Year	<u>\$ 18,392,074</u>	<u>\$ 104,692,220</u>

CITY OF IRWINDALE
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
Year Ended June 30, 2023

Net change in fund balances - total governmental funds \$ 11,585,446

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 are allocated over their estimated useful lives as depreciation/amortization expense. This is the amount by which depreciation/amortization exceeded capital outlay in the current period.

Capital outlay	1,110,584	
Depreciation/amortization expense	<u>(2,319,981)</u>	(1,209,397)

Issuance of long-term debt (bonds and other debt) provide current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes current financial resources of governmental funds. Whereas repayment of principal reduces long-term liability and issuance of new long-term debt increases long-term liability on the Statement of Net Position.

Subscription financing	(94,355)	
Principal repayment on leases and subscriptions	<u>40,608</u>	(53,747)

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 the governmental funds.

Compensated absences	139,175	
Changes in pension liabilities and related deferred outflows and inflows of resources	(14,716,284)	
Changes in OPEB liabilities and related deferred outflows and inflows of resources	<u>(771,453)</u>	(15,348,562)

Revenues reported as unavailable revenue in the governmental funds are recognized in the Statement of Activities. These are included in the operating contributions and grants revenue in the Statement of Activities.

(1,854,940)

Change in Net Position of Governmental Activities **\$ (6,881,200)**

CITY OF IRWINDALE
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2023

	<u>Custodial Funds</u>	<u>Private- Purpose Trust Fund Successor Agency of the Former ICRA</u>
Assets:		
Cash and investments	\$ 354,012	\$ 6,333,447
Receivables:		
Accounts	-	5,804
Accrued interest	1,565	62,856
Restricted assets:		
Cash and investments with fiscal agents	-	6,193,054
Total Assets	355,577	12,595,161
Deferred Outflows of Resources:		
Deferred charge on refunding	-	113,835
Total Deferred Outflows of Resources	-	113,835
Liabilities:		
Accounts payable	9,048	69
Accrued interest	-	530,374
Unearned revenues	-	259,876
Long-term liabilities:		
Due in one year	-	6,660,000
Due in more than one year	-	20,117,237
Total Liabilities	9,048	27,567,556
Net Position (Deficit):		
Restricted for other purposes	346,529	-
Unrestricted (deficit)	-	(14,858,560)
Total Net Position (Deficit)	\$ 346,529	\$ (14,858,560)

CITY OF IRWINDALE
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
Year Ended June 30, 2023

	Custodial Funds	Private- Purpose Trust Fund
		Successor Agency of the Former ICRA
Additions:		
Taxes	\$ 219,696	\$ 3,335,812
Interest and change in fair value of investments	4,706	408,346
Miscellaneous	-	5,803
Total Additions	224,402	3,749,961
Deductions:		
Administrative expenses	60,565	242,923
Contractual services	-	22,570
Interest expense	-	1,447,308
Total Deductions	60,565	1,712,801
Changes in Net Position	163,837	2,037,160
Net Position (Deficit) - Beginning of the Year	182,691	(16,895,720)
Net Position (Deficit) - End of the Year	\$ 346,529	\$ (14,858,560)

NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of the Reporting Entity

The City of Irwindale, the primary government, was incorporated on August 7, 1957, under the laws of the State of California and enjoys all the rights and privileges applicable to a Charter City. It is governed by an elected five-member board. As required by accounting principles generally accepted in the United States of America, these financial statements present the City of Irwindale (the City) and its component units, entities for which the City is considered financially accountable.

The inclusion of an organization within the scope of the reporting entity of the City of Irwindale is based on the provisions of GASB Statement No. 14 (as amended by GASB Statements No. 39, 61 and 80). The blended component units discussed below, although legally separate entities, are in substance part of the government operation and so data from these component units has been combined herein. The following criteria were used in the determination of the blended component units:

1. The members of the City Council also act as the governing body of the Irwindale Public Financing Authority, the Irwindale Housing Authority, and the Irwindale Reclamation Authority.
2. The Public Financing Authority, the Housing Authority and the Reclamation Authority are managed by employees of the City. A portion of the City's personnel costs is allocated to these component units each year.
3. The City, the Public Financing Authority, the Housing Authority and the Reclamation Authority are financially interdependent. They provide financial benefit/burden to the City.

Blended Component Units

The Irwindale Public Financing Authority was established on October 29, 1990, pursuant to the State of California Joint Exercise of Powers Act. Its purpose is to acquire, construct, modify and rehabilitate facilities; undertake a program of local agency bond pooled financing and lending; and make more efficient use of the common powers of the City of Irwindale and the former Irwindale Community Redevelopment Agency.

The Irwindale Housing Authority was established on August 27, 1987, by a joint exercise of powers agreement between the City and the former Community Redevelopment Agency. Under the bond law, the Authority has the power to issue bonds and loan the proceeds to any local agency.

The Irwindale Reclamation Authority was established on August 17, 2004, under a Joint Powers Agreement between the City of Irwindale and the former Irwindale Redevelopment Agency (Successor Agency). The Authority is organized to receive and reassign the operating rights from each of the mining companies under SMARA for certain quarries located in the City of Irwindale for the purpose of complying with the California Surface Mining and Reclamation Act of 1975 (SMARA) and implementing State Mining and Geology Board Reclamation Regulations (SMGB Regulations). On September 12, 2018, the City Council, Reclamation Authority Board, Successor Agency and the Industrial Development Authority approved the assignment of interest of the Successor Agency in the Irwindale Reclamation Authority to the Industrial Development Authority.

The Industrial Development Authority was established on November 30, 1982, pursuant to State law under Government Code sections 91500 et seq. Its purpose is to provide businesses with an alternative method of financing in acquiring, constructing, or rehabilitating facilities, including, but not limited to, equipment and furnishings. It further has the power to issue revenue bonds.

The Irwindale Joint Powers Authority was established on April 24, 2013, pursuant to Article 1 of Chapter 5, Division 7, Title 1 of the Government Code of the State of California. Its purpose is to provide an entity which can provide assistance to the Irwindale Housing Authority and the City of Irwindale in their respective financing undertakings and to provide assistance in the financing of public capital improvements to be owned by either member. During the year under audit, there was no activity.

NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Separate financial statements have not been prepared for the Irwindale Public Financing Authority, the Irwindale Housing Authority, the Irwindale Reclamation Authority, the Industrial Development Authority and the Irwindale Joint Powers Authority.

The Irwindale Community Foundation (the Foundation) is a nonprofit Foundation whose purpose is to provide assistance to fund recreation, senior center, aquatics, library, and park improvement programs for the City of Irwindale (the City). The Foundation is exempt from income taxes under Section 501 (c)(3) of the Internal Revenue Code (IRC) and applicable state statutes. Separate financial statements are available for the Foundation at City Hall.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. Governmental activities are normally supported by taxes and intergovernmental revenues. The primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized when requirements are met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The City's fiduciary funds consist of custodial funds and a private purpose trust fund. Custodial funds and private purpose trust funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

- The General Fund accounts for all unrestricted resources except those required to be accounted for in another fund.
- The Housing Authority Fund accounts for the transactions of the Irwindale Housing Authority which was established for the development of low and moderate income housing in the City. The fund reports restricted resources and assets transferred from the former Irwindale Community Redevelopment Agency Low and Moderate Income Housing Fund after the passage of AB 1X 26.
- The Mining Impact Fund accounts for the excavation and processing taxes received from the various mining companies in the City.
- The Capital Projects Fund – This fund accounts for all of the City’s capital projects, encompassing all projects for new or improvements to City buildings, parks, streets, storm drains, and mining pits. Funding for these projects will be transferred from approved appropriations in the General Fund, Mining Impact Fund, special revenue funds, grants, or project contributions.

Additionally, the City reports the following fund types:

- Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted for specified purposes.
- Custodial Funds are used to account for funds held for the benefit of parties outside the government. The resources in these custodial funds are not used to support any City programs. Custodial funds for the City consists of the Street Light Assessment District and the Sewer Maintenance Assessment District Fund.
- Private-purpose trust funds are used to account for the assets and liabilities of the former redevelopment agency and the allocated revenue to pay estimated installment payments of enforceable obligations until the obligations of the former redevelopment agency are paid in full and assets have been liquidated.

Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes. Certain indirect costs are included in the program expense reported for individual functions and activities.

When both restricted and unrestricted resources are available for use, it is the government’s policy to use restricted resources first, then unrestricted resources as they are needed.

NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Budgetary Information

1. *Budgetary Basis of Accounting*

The City Council approves each year's budget submitted by the City Manager prior to the beginning of the new fiscal year. Public meetings are conducted prior to its adoption by the Council. The budget is prepared by fund, function and activity, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year. Supplemental appropriations, where required during the period, are also approved by the Council. The City Manager is authorized to transfer budgeted appropriations within the control accounts provided no change is made to the total amount for any one fund. Actual expenditures may not exceed budgeted appropriations at the fund level. At fiscal year-end all operating budget appropriations lapse. During the year, several supplementary appropriations were necessary.

Encumbrances

Encumbrances are estimations of costs related to unperformed contracts for goods and services. These commitments are recorded for budgetary control purposes in the General, Special Revenue and similar governmental funds.

Budget Basis of Accounting

Budgets for governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Accordingly, actual revenues and expenditures can be compared with related budgeted amounts without any significant reconciling items.

As of June 30, 2023, no major funds had an excess of expenditures over appropriations.

The Irwindale Community Foundation Fund did not adopt a budget for the fiscal year ending June 30, 2023, and therefore a budgetary comparison schedule is not presented.

E. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity

1. Cash and Investments

Investments are reported at fair value, which is the quoted market price at June 30, 2023. The City's policy is generally to hold investments until maturity or until fair values equal or exceed cost. The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

All trade and property tax receivables are shown net of an allowance for uncollectibles.

Property tax revenue is recognized on the basis of NCGA Interpretation No. 3 (adopted by GASB); that is, in the fiscal year for which the taxes have been levied providing they become available. Available means then due, or past due and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter (not to exceed 60 days) to be used to pay liabilities of the current period. The County of Los Angeles collects property taxes for the City. Tax liens attach annually as of 12:01 A.M. on the first day in January preceding the fiscal year for which the taxes are levied. The tax levy covers the fiscal period July 1 to June 30. All secured personal property taxes and one-half of the taxes on real property are due November 1; the second installment is due February 1. All taxes are delinquent, if unpaid, on December 10 and April 10, respectively. Unsecured personal property taxes become due on the first day of January each year and are delinquent on August 31.

3. Inventories, Prepaid Items and Land Held for Resale

Governmental funds use the purchases method to account for their inventories of materials and supplies. Under the purchase method, inventories are reported as expenditure when purchased rather than capitalized as an asset. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items using the purchases method in both government-wide and fund financial statements.

Land purchased for resale is capitalized as inventory at acquisition costs or net realizable value if lower.

4. Capital Assets

Capital assets, which include property, plant, equipment, lease assets under GASB Statement 87, subscription assets under GASB Statement 96, infrastructure assets (e.g. roads, bridges, sidewalks and similar items) and intangible assets, are reported in the governmental activities' column in the government-wide financial statements. Capital assets other than infrastructure assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of three years. Infrastructure assets have a capitalization threshold of \$100,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items and capital assets received in a service concession arrangement are recorded at acquisition value at the date of donation.

In accordance with GASB Statement No. 34, the City has reported its general infrastructure assets acquired after June 30, 1980, which include pavement, sidewalk, curb, gutter, streetlights, storm drains, bridges and traffic signals.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property, plant, and equipment of the primary government, as well as its component units, are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Infrastructure	25 - 100
Lease assets	3 - 10
Subscription assets	3 - 10
Buildings	50
Furniture, Fixtures and Equipment	3 - 10

5. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The City has two items that qualify for reporting in this category. They are deferred pension related items and deferred OPEB related items reported on the Government-wide Statement of Net Position.

In addition to liabilities, the statement of net position and governmental fund balance sheet 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 future periods and so will not be recognized as an inflow of resources (revenue) until that time. The City has four items that qualify for reporting in this category. The first arises only under a modified accrual basis of accounting, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from various sources such as grant revenue, taxes and other special revenues. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The second item is deferred leases inflows related to the lease receivable that will be received over the terms of the leases. The other two items are deferred pension related items and deferred OPEB related items reported on the Government-wide Statement of Net Position and are amortized as follows:

Net difference between projected and actual earning on pension or OPEB plan investments	5 years	All plans
All other amounts are amortized over the expected average remaining service lifetime (EARSL) of the respective plan. As of June 30, 2022, EARSL were:	0 years	OPEB plan
	3.7 years	Pension Misc. – Cost Sharing Plan
	3.7 years	Pension Safety – Cost Sharing Plan
	5.0 years	Retirement Enhancement Plan

NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

6. 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 government-wide, 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 is applied.

7. Fund Balance Flow Assumptions

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements 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 fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

8. Leases

Lessee: The City is a lessee for a noncancellable lease of equipment. The City recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The City recognizes lease liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life. Key estimates and judgments related to leases include how the City determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

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

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Lessor: The City is a lessor for a noncancellable lease of a building, land space, and billboards. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue 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.

9. Subscription-Based Information Technology Arrangements

The City is a subscriber for a noncancellable subscription of information technology services. The City recognizes a subscription liability and an intangible right-to-use subscription asset (subscription asset) in the government-wide financial statements. The City recognizes subscription liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a subscription, the City initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of subscription payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for subscription payments made at or before the subscription commencement date, plus certain initial direct costs. Subsequently, the subscription asset is amortized on a straight-line basis over its useful life. Key estimates and judgments related to subscriptions include how the City determines (1) the discount rate it uses to discount the expected subscription payments to present value, (2) lease term, and (3) subscription payments.

- The City uses the interest rate charged by the vendor as the discount rate. When the interest rate charged by the vendor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for subscriptions.
- The subscription term includes the noncancellable period of the subscription. Subscription payments included in the measurement of the subscription liability are composed of fixed payments that the City is reasonably certain to exercise.

The City monitors changes in circumstances that would require a remeasurement of its subscriptions and will remeasure the subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

Subscription assets are reported with other capital assets and subscription liabilities are reported with long-term debt on the statement of net position.

NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

10. Compensated Absences

Vacation pay is payable to employees at the time a vacation is taken or upon termination of employment, upon completion of six months of service. Sick leave is payable when an employee is unable to work because of illness. Upon termination, sick leave accrued will be paid based on the following:

- 75% reimbursement from one day up to 60 days;
- 50% reimbursement from 60 days up to 100 days; and
- 25% reimbursement for any amount of days over 100.

11. Claims and Judgments

Only the short-term liability, if any, is reflected as a current liability in the applicable governmental fund. The short-term liability, which will be liquidated with expendable available financial resources, is the amount of settlement reached, but unpaid, related to claims and judgments entered. As of June 30, 2023, there were no material long-term claims and judgments against the City and no liability was reported.

12. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position. Bond premiums and discounts are amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

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

13. Pensions

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

NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined timeframes. For the pension plan administered under the California Public Employee's Retirement System (CalPERS), the following timeframes are used:

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

For the pension plan administered under the PARS Retirement Enhancement Plan (PARS), the following timeframes are used:

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

14. Other Post-Employment Benefits (OPEB) Liability

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City's plan (OPEB Plan), the assets of which are held by the California Employers' Retiree Benefit Trust Program (CERBT), and additions to/deductions from the OPEB Plan's fiduciary net position have been determined by an independent actuary. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined timeframes.

For this report, the following timeframes are used:

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

15. Fund Equity

In the fund financial statements, government funds report the following fund balance classification:

Non-spendable include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted include amounts that are constrained on the use of resources by either (a) external creditors, grantors, contributors, or laws of regulations of other governments or (b) by law through constitutional provisions or enabling legislation.

Committed include amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest authority, City Council. The formal action that is required to be taken to establish, modify, or rescind a fund balance commitment is by resolution.

NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assigned include amounts that are constrained by the government's intent to be used for specific purposes but are neither restricted nor committed. The City Manager is authorized to assign amounts to a specific purpose, which was established by the governing body in a resolution. City Council adopted Resolution 2011-33-2519 on June 22, 2011, to establish a general fund economic contingency reserve at a minimum of \$5,000,000.

Unassigned include the residual amounts that have not been restricted, committed, or assigned to specific purposes.

The accounting policies of 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 General Fund is the only fund that has a positive unassigned balance.

16. Functional Classifications

Expenditures of the Governmental Funds are classified by function. Functional classifications are defined as follows:

- General Government includes legislative activities which have a primary objective of providing legal and policy guidelines for the City. Also included in this classification are those activities which provide management or support services across more than one functional area.
- Public Safety includes those activities which involve the protection of people and property.
- Public Works includes those activities which involve the maintenance and improvement of City streets, roads and park development and maintenance.
- Parks and Recreation includes those activities, which involve the parks and recreation system.
- Housing includes those activities which involve the Housing Authority.
- Capital Outlay includes those activities which involve the acquisition of capital assets.
- Debt Service includes those activities that account for the payment of long-term debt principal, interest and fiscal charges.

I. New GASB Pronouncements Effective during Fiscal Year

The following Government Accounting Standards Board (GASB) pronouncements were effective for and/or early implemented for the fiscal year ended June 30, 2023:

1. GASB Statement No. 96, Subscription-Based Information Technology Arrangements

The requirements of this Statement will improve financial reporting by establishing a definition for SBITAs and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. That definition and uniform guidance will result in greater consistency in practice. Establishing the capitalization criteria for implementation costs also will reduce diversity and improve comparability in financial reporting by governments. This Statement also will enhance the relevance and reliability of a government's financial statements by requiring a government to report a subscription asset and subscription liability for a SBITA and to disclose essential information about the arrangement. The disclosures will allow users to understand the scale and important aspects of a government's SBITA activities and evaluate a government's obligations and assets resulting from SBITAs.

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. GASB Statement No. 100, Accounting Changes and Error Corrections

The requirements of this Statement will improve the clarity of the accounting and financial reporting requirements for accounting changes and error corrections, which will result in greater consistency in application in practice. In turn, more understandable, reliable, relevant, consistent, and comparable information will be provided to financial statement users for making decisions or assessing accountability. In addition, the display and note disclosure requirements will result in more consistent, decision useful, understandable, and comprehensive information for users about accounting changes and error corrections.

NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Deficit Fund Equity

At June 30, 2023, The City reported deficit fund equities in the following funds:

<u>Fund Name</u>	<u>Fund Type</u>	<u>Deficit</u>	<u>Cause</u>
Federal Grants Fund	Nonmajor Special Revenue Fund	\$ (48,347)	(a)
State Grants Fund	Nonmajor Special Revenue Fund	(202,382)	(a)
Successor Agency of the Former Irwindale Community Redevelopment Agency (ICRA)	Private Purpose Trust Fund	(14,858,560)	(b)

(a) Deficit due to timing differences between grant receipts and disbursements, and is expected to be eliminated through future grant revenues.

(b) Deficit due to the dissolution of the ICRA, and is expected to be eliminated through future distributions from the Redevelopment Property Tax Trust Fund.

NOTE 3: CASH AND INVESTMENTS

As of June 30, 2023, cash and investments were reported in the accompanying financial statements as follows:

Governmental activities	
Cash and investments	\$ 110,558,007
Restricted	7,101
Fiduciary funds	
Cash and investments	6,687,459
Restricted	6,193,054
Total Cash and Investments	<u>\$ 123,445,621</u>
Demand Deposits	\$ 4,417,401
Investments	119,028,220
Total Cash and Investments	<u>\$ 123,445,621</u>

The City of Irwindale maintains a cash and investment pool that is available for use for all funds. Each fund type's position in the pool is reported on the combined balance sheet as cash and investments. The City has adopted an investment policy, which authorizes it to invest in various investments.

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

Deposits

As of June 30, 2023, the carrying amount of the City's deposits was \$4,417,401 and the bank balance was \$4,713,838. The \$296,437 difference represents outstanding checks and other reconciling items.

The California Government Code requires California banks and savings and loan associations to secure a City's deposits by pledging government securities with a value of 110% of a City's deposits. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of a City's total deposits. The City Treasurer may waive the collateral requirement for deposits which are fully insured up to \$250,000 by the FDIC. The collateral for deposits in federal and state chartered banks is held in safekeeping by an authorized Agent of Depository recognized by the State of California Department of Banking. The collateral for deposits with savings and loan associations is generally held in safekeeping by the Federal Home Loan Bank in San Francisco, California as an Agent of Depository. These securities are physically held in an undivided pool for all California public agency depositors. Under Government Code Section 53655, the placement of securities by a bank or savings and loan association with an "Agent of Depository" has the effect of perfecting the security interest in the name of the local governmental agency. Accordingly, all collateral held by California Agents of Depository are considered to be held for, and in the name of, the local governmental agency.

Investments

Under provision of the City's investment policy, and in accordance with the California Government Code, the following investments are authorized:

- Bonds issued by the City
- United States Treasury Bills, Notes & Bonds
- Registered state warrants or treasury notes or bonds issued by the State of California
- Bonds, notes, warrants or other evidence of debt issued by a local agency within the State of California, including pooled investment accounts sponsored by the State of California, County Treasurers, other local agencies or Joint Powers Agencies
- Obligations issued by Agencies or Instrumentality of the US Government
- Bankers Acceptances
- Negotiable Certificates of Deposit which are fully insured by the Federal Deposit Insurance Corporation (FDIC)
- Repurchase/Reverse Repurchase Agreements
- Medium Term Notes
- Corporate Bonds which are fully insurance by the Federal Deposit Insurance Corporation (FDIC)
- Money market mutual funds
- Funds held under the terms of a Trust Indenture or other contract or agreement
- Collateralized bank deposits with a perfected security interest

Investments Authorized by Debt Agreements

The above investments do not address investments of debt proceeds held by a bond trustee. Investments of debt proceeds held by a bond trustee are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City's investment policy.

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

Investments in State Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. LAIF is overseen by the Local Agency Investment Advisory Board, which consists of five members, in accordance with State statute. The State Treasurer's Office audits the fund annually. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawals is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. LAIF does not impose limits or restrictions on participant withdrawals, and the entire balance of the City's investment in the portfolio is available for withdrawal at any time. LAIF is not registered with the Securities and Exchange Commission and is not rated. Deposits and withdrawals in LAIF are made on the basis of \$1 and not fair value. Accordingly, the City's investment in this pool is measured on uncategorized inputs not defined as Level 1, 2, or 3.

GASB Statement No. 31

The City adopted GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools, as of July 1, 1997. GASB Statement No. 31 establishes fair value standards for investments in participating interest earning investment contracts, external investment pools, equity securities, option contracts, stock warrants and stock rights that have readily determinable fair values. Accordingly, the City reports its investments at fair value in the balance sheet. All investment income, including changes in the fair value of investments, is recognized as revenue in the operating statement.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The City's investment policy limits investments in medium-term notes (MTN's) to those rated "AA" or higher by Standard and Poor's (S&P) or by Moody's. As of June 30, 2023, the City's investments in Federal Agency investments were rated "AAA" by Moody's and S&P. All securities were investment grade and legal under State law. Investments in U.S. treasuries are not considered to have credit risk and, therefore, their credit quality is not disclosed. As of June 30, 2023, the City's investments in external investment pools and money market mutual funds are unrated.

Custodial Credit Risk

The 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 deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party.

As of June 30, 2023, none of the City's deposits or investments was exposed to custodial credit risk.

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

Concentration of Credit Risk

The City's investment policy imposes restrictions for certain types of investments with any one issuer for the following types of investments: Medium Term Notes (30%), Medium Term of any one corporation (15%), Banker's Acceptances (20%), and Bank's acceptance of any one commercial bank (10%). With respect to concentration of credit risk, as of June 30, 2023, the City is in compliance with its investment policy.

In accordance with GASB Statement No. 40 a separate disclosure is needed if the City has invested more than 5% of its total investments in any one issuer. As of June 30, 2023, the City had 17.5%, 9.8%, and 11.4% of its cash and investments invested in Federal Home Loan Mortgage Corp, Federal Farm Credit Bank, and Certificate of Deposit respectively. Investments guaranteed by the U.S. government, investments in mutual funds and external investment pools are excluded from this requirement.

Interest Rate Risk

The City's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The City's investment policy states that at least two-thirds of the City's portfolio shall mature in three years or less. The only exception to these maturity limits shall be the investment of the gross proceeds of tax-exempt bonds. The City has elected to use the segmented time distribution method of disclosure for its interest rate risk.

As of June 30, 2023, the City had the following investments and original maturities:

	Investment Maturities				Fair Value
	Less 6 Months	6 Months to 1 Year	1 to 3 Years	3 to 5 Years	
Investments:					
Local Agency Investment Fund (LAIF)	\$ 66,109,176	\$ -	\$ -	\$ -	\$ 66,109,176
Certificates of Deposit	487,360	1,463,307	3,267,900	8,306,706	13,525,273
Corporate Bonds	-	-	-	-	-
Money Market Fund	615,452	-	-	-	615,452
Federal Farm Credit Bank	-	-	7,258,578	4,459,023	11,717,601
Federal Home Loan Mortgage Corp.	-	-	15,457,687	5,402,876	20,860,563
Restricted Cash and Investments:					
CJPIA TPA Trust	7,101	-	-	-	7,101
Investments with fiscal agents:					
Money Market Mutual Fund	6,193,054	-	-	-	6,193,054
	<u>\$ 73,412,143</u>	<u>\$ 1,463,307</u>	<u>\$ 25,984,165</u>	<u>\$ 18,168,605</u>	<u>\$ 119,028,220</u>

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

Fair Value Measurement and Application

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 quoted prices for similar assets in active markets; and Level 3 inputs are significant unobservable inputs. Methods utilized by the City to determine fair value include matrix pricing, market corroborated pricing, and other inputs such as yield curves and indices. The City has the following recurring fair value measurements as of June 30, 2023:

Investment Type	Totals	Investments not Measured at Fair Value	Level		
			1	2	Uncategorized
Federal Farm Credit Bank	11,717,601	\$ -	\$ -	\$ 11,717,601	\$ -
Federal Home Loan Credit Corp.	20,860,563	-	-	20,860,563	-
Certificates of Deposit	13,525,273	-	-	13,525,273	-
Medium-Term Corporate Notes	-	-	-	-	-
Money Market Funds	615,452	-	-	615,452	-
Local Agency Investment Fund (LAIF)	66,109,177	-	-	-	66,109,177
CJPIA TPA Trust	7,101	7,101	-	-	-
Investments with Fiscal Agent:					
Money Market Funds	6,193,053	-	-	3,588,124	-
Total Investments	\$ 119,028,220	\$ 7,101	\$ -	\$ 50,307,013	\$ 66,109,177

NOTE 4: LEASES AND SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

A. Leases Receivable

The City leases the Baldwin Park Postal Service building, AT&T – LARICS – Land Space, and Clear Channel Outdoor – Billboards to various companies. The terms by lease type are listed in the table below. Some leases have extension options of five years. An initial lease receivable was recorded in the amount of \$8,106,883. As of June 30, 2023, the value of the lease receivable is \$7,743,862. The value of the deferred inflow of resources as of June 30, 2023 was \$7,448,657, and the amortization of the deferred inflow during the year totaled \$329,113. The City recognized lease revenue of \$862,307 during the fiscal year which included \$329,113 related to the amortization of the deferred inflow.

Governmental Activities				
Lease Type	Term Range	Lease Receivable	Lease Revenue	Lease Interest
Building	5 - 10 years	\$ 59,494	\$ 19,022	\$ 821
Land Space	4 - 14 years	58,267	29,255	747
Billboards	28 years	7,626,101	280,836	207,840
Total - governmental activities		\$ 7,743,862	\$ 329,113	\$ 209,408

NOTE 4: LEASES AND SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (CONTINUED)

B. Leases Payable

The City has entered into a lease agreement as lessee for the acquisition and use of Ricoh Copiers. The term of this leasing arrangement is 35 months. As of June 30, 2023, the total value of the lease liability was \$16,622. The City is required to make monthly fixed payments of \$1,518. The lease has an interest rate of 0.8453%. Information on the lease assets as of June 30, 2023, are as follows:

<u>Lease Type</u>	<u>Asset Class</u>	<u>Lease Asset Value</u>	<u>Accumulated Amortization</u>
Equipment Lease	Lease Assets	<u>\$ 52,481</u>	<u>\$ 35,918</u>

The future principal and interest lease payments as of June 30, 2023, were as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2024	<u>\$ 16,622</u>	<u>\$ 70</u>

C. Subscription-Based Information Technology Arrangements

The City implemented GASB Statement No. 96 in the fiscal year ended June 30, 2023. The primary objective of this statement is to enhance the relevance and consistency of information about governments' subscription based-information technology arrangement (SBITA) activities. This statement establishes a single model for SBITA accounting based on the principle that SBITAs are financings of the right to use an underlying asset. Under this Statement, a subscriber is required to recognize a subscription liability and an intangible right-to-use subscription asset. For additional information, refer to the disclosures below.

The City has entered into various SBITAs as the subscriber for the use of software as a service. An initial subscription liability was recorded in the amount of \$94,355 during the current fiscal year. The terms of these subscriptions range from two to nine years. As of June 30, 2023, the total value of the subscription liability was \$71,735. The City is required to make annual principal and interest payments of ranging from \$499 to \$8,190. The subscriptions have interest rates ranging from 2.1860% to 3.1630%. Information on the subscription assets as of June 30, 2023, are as follows:

<u>Governmental Activities</u>		
<u>Subscription Type</u>	<u>Amount of SBITA Capital Assets</u>	<u>Accumulated Amortization</u>
Software as a service	<u>\$ 100,805</u>	<u>\$ 14,332</u>

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

NOTE 4: LEASES AND SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (CONTINUED)

The future principal and interest subscription payments as of June 30, 2023, were as follows:

Fiscal Year Ending June 30,	Governmental Activities	
	Principal	Interest
2024	\$ 21,144	\$ 2,157
2025	13,154	1,548
2026	13,554	1,148
2027	13,966	736
2028	9,917	311
Totals	<u>\$ 71,735</u>	<u>\$ 5,900</u>

NOTE 5: INTERFUND RECEIVABLE, PAYABLE AND TRANSFER

The composition of interfund balances as of June 30, 2023, is as follows:

A. Due To/From Other Funds

Due To Other Funds	Due From Other Funds
	General Fund
Nonmajor governmental funds	<u>\$ 47,681</u>

The above amounts resulted from temporary reclassifications made at June 30, 2023, to cover cash shortfalls.

B. Interfund Transfers

Transfers In	Transfers Out			Total
	General Fund	Mining Impact Fund	Nonmajor Governmental Funds	
General Fund	\$ -	\$ -	\$ 1,674,023	\$ 1,674,023
Capital Projects	144,272	407,962	301,840	854,074
Nonmajor Governmental Funds	-	8,522	-	8,522
Total	<u>\$ 144,272</u>	<u>\$ 416,484</u>	<u>\$ 1,975,863</u>	<u>\$ 2,536,619</u>

The Mining Impact Fund transferred \$8,522 to the Reclamation Nonmajor Governmental Fund for annual mining contributions pursuant to a settlement agreement and \$407,962 to the Capital Projects Fund to fund capital projects. The General Fund transferred \$144,272 to the Capital Projects Fund to fund various capital projects. The \$301,840 transferred from Nonmajor Governmental Funds to the Capital Projects Fund was to fund future capital projects. The Reclamation Nonmajor Governmental Fund transferred royalty receipts in the amount of \$1,674,023 to the General Fund as the Reclamation Fund was created for tracking such royalty receipts.

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

NOTE 6: CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2023, was as follows:

	Beginning Balance	Adjustments*	Additions	Deletions	Transfers	Ending Balance
Capital assets, not being depreciated/amortized:						
Land	\$ 3,112,220	\$ -	\$ -	\$ -	\$ -	\$ 3,112,220
Construction-in-progress	8,848,919	(592,441)	811,615	-	(4,096,005)	4,972,088
Total Capital Assets, Not Being Depreciated/Amortized	11,961,139	(592,441)	811,615	-	(4,096,005)	8,084,308
Capital assets, being depreciated/amortized:						
Buildings and improvements	10,050,665	5,864,993	-	-	3,353,872	19,269,530
Furniture, fixtures and equipment	5,831,798	6,045	198,164	(83,013)	-	5,952,994
Lease assets	52,481	-	-	-	-	52,481
Subscription assets	-	-	100,805	-	-	100,805
Infrastructure	71,994,899	(4,933,423)	-	-	742,133	67,803,609
Total Capital Assets, Being Depreciated/Amortized	87,929,843	937,615	298,969	(83,013)	4,096,005	93,179,419
Less accumulated depreciation/amortization:						
Buildings and improvements	4,227,560	5,002,041	627,157	-	-	9,856,758
Furniture, fixtures and equipment	4,555,390	-	430,682	(83,013)	-	4,903,059
Lease assets	17,959	-	17,959	-	-	35,918
Subscription assets	-	-	14,332	-	-	14,332
Infrastructure	32,592,875	(854,113)	1,229,851	-	-	32,968,613
Total Accumulated Depreciation/Amortization	41,393,784	4,147,928	2,319,981	(83,013)	-	47,778,680
Total Capital Assets, Being Depreciated/Amortized, Net	46,536,059	(3,210,313)	(2,021,012)	-	4,096,005	45,400,739
Governmental Activities Capital Assets, Net	\$ 58,497,198	\$ (3,802,754)	\$ (1,209,397)	\$ -	\$ -	\$ 53,485,047

*Adjustments relate to various prior period adjustments of construction-in-progress, buildings and improvements, and infrastructure activity recorded in prior years in order to properly reconcile with capital asset values as of June 30, 2022. See Note 14 for detailed information.

Depreciation/amortization expense was charged to functions/programs of the primary government as follows:

Governmental Activities:	
General government	\$ 151,374
Public safety	240,691
Parks and recreation	534,941
Public works	<u>1,392,975</u>
Total Depreciation/Amortization Expense	\$ <u>2,319,981</u>

NOTE 7: LONG-TERM LIABILITIES

The following is a schedule of changes in governmental activities long-term debt for fiscal year ended June 30, 2023.

	Outstanding July 1, 2022	Additions	Deletions	Outstanding June 30, 2023	Due Within One Year
Lease liability (See Note 4)	\$ 34,610	\$ -	\$ 17,988	\$ 16,622	\$ 16,622
Subscription liability (See Note 4)	-	94,355	22,620	71,735	21,144
Total long-term liabilities	\$ 34,610	\$ 94,355	\$ 40,608	\$ 88,357	\$ 37,766

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

NOTE 8: COMPENSATED ABSENCES

The City’s policies relating to compensated absences are described in Note 1 of the Notes to Financial Statements. The liability will be paid in future years by the General Fund. The following is a schedule of changes in compensated absences for the fiscal year ended June 30, 2023.

	Outstanding July 1, 2022	Additions	Deletions	Outstanding June 30, 2023	Due Within One Year
Governmental Activities	\$ 1,747,283	\$ 910,548	\$ 1,049,723	\$ 1,608,108	\$ 966,110

NOTE 9: CITY EMPLOYEES RETIREMENT PLAN - PENSION PLANS

	Net Pension Liability	Deferred Pension Outflows	Deferred Pension Inflows	Pension Expense (Revenue)
CalPERS:				
Miscellaneous Plan	\$ (3,097,284)	\$ 7,921,218	\$ (2,419,084)	\$ 8,336,806
Safety Plan	(4,423,471)	6,911,182	(1,883,746)	6,237,519
PARS	(3,738,477)	1,288,740	(129,702)	141,959
Total Pension Plans	\$ (11,259,232)	\$ 16,121,140	\$ (4,432,532)	\$ 14,716,284

A. California Public Employees’ Retirement Plan (CalPERS)

General Information about the Pension Plans

Plan Descriptions

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 (benefits tiers) within a safety risk pool (police and fire) and a miscellaneous risk pool (all other). Plan assets may be used to pay benefits for any employer rate plan of 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 sponsors six rate plans (three miscellaneous and three safety). 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

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

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

NOTE 9: CITY EMPLOYEES RETIREMENT PLAN - PENSION PLANS (CONTINUED)

Below is a summary of the plan provisions and benefits in effect at June 30, 2023, for which the City of Irwindale has contracted:

Major Benefit Options	Miscellaneous *	Miscellaneous Tier II *	Miscellaneous PEPRA	Safety *	Safety Tier II *	Safety PEPRA
Hire Date	Prior to January 1, 2011	After January 1, 2011 and before January 1, 2013	On or after January 1, 2013	Prior to January 1, 2011	After January 1, 2011 and before January 1, 2013	On or after January 1, 2013
Benefit Provision						
Benefit Formula	2.0% @ 55	2.0% @ 55	2.0% @ 62	3.0% @ 50	3.0% @ 50	2.7% @ 57
Social Security	no	no	no	no	no	no
Full/Modified	full	full	full	full	full	full
Benefit vesting schedule	5 yrs service	5 yrs service	5 yrs service	5 yrs service	5 yrs service	5 yrs service
Benefit payments	monthly for life	monthly for life	monthly for life	monthly for life	monthly for life	monthly for life
Retirement age	minimum 50	minimum 50	minimum 50	minimum 50	minimum 50	minimum 50
Monthly benefits, as a % of eligible compensation	1.426% to 2.418%	1.426% to 2.418%	1.0% to 2.5	3%	3%	1.426% to 2.0%
Required employer contribution rates	11.610%	11.060%	7.760%	25.640%	24.360%	13.660%
Required employee contribution rates	6.920%	6.920%	7.250%	8.990%	8.990%	13.750%

* Closed to new entrants

Employees Covered

At the June 30, 2022 measurement date, the following employees were covered by the benefit terms of the Plans:

Description	Number of Members					
	Miscellaneous	Miscellaneous Tier II	Miscellaneous PEPRA	Safety	Safety Tier II	Safety PEPRA
Active members	32	5	42	14	5	6
Terminated members	5	3	4	0	0	0
Retired members and beneficiaries	73	1	0	41	2	0
Total	110	9	46	55	8	6

Contribution Description

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The Plan's actuarially determined rate is based on 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.

For the year ended June 30, 2023, the contributions that were recognized as a reduction to the net pension liability were \$814,904 and \$1,141,996 for the Miscellaneous Plan and Safety Plan, respectively.

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

NOTE 9: CITY EMPLOYEES RETIREMENT PLAN - PENSION PLANS (CONTINUED)

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

As of June 30, 2023, the City of Irwindale reported net pension liability of \$3,097,284 and \$4,423,471 for the Miscellaneous Plan and Safety Plan, respectively for its proportionate share of the cost sharing plan.

The City of Irwindale's net pension liability for the Plan is measured as its proportionate share of the net pension liability of the Plan. The net pension liability of the Plan is measured as of June 30, 2022, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2021, rolled forward to June 30, 2022, using standard update procedures. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. The City's proportionate share of the net pension liability for each Plan as of June 30, 2021 and 2022, was as follows:

Proportions as a percentage of the CalPERS risk pool:

	<u>Miscellaneous</u>	<u>Safety</u>
Proportion - June 30, 2021	-0.10244%	-0.07136%
Proportion - June 30, 2022	<u>0.02681%</u>	<u>-0.01680%</u>
Change - Increase (Decrease)	0.12925%	0.05455%

For the year ended June 30, 2023, the City of Irwindale recognized pension expense of \$8,336,806 and \$6,237,519 for the Miscellaneous and Safety Plans, respectively.

At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Miscellaneous</u>		<u>Safety</u>		<u>Total</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension contributions subsequent to measurement date	\$ 680,736	\$ -	\$ 891,350	\$ -	\$ 1,572,086	\$ -
Changes in assumptions	317,381	-	446,020	-	763,401	-
Differences between expected and actual experiences	62,200	(41,659)	183,071	(48,035)	245,271	(89,694)
Net differences between projected and actual earnings on pension plan investments	567,340	-	698,528	-	1,265,868	-
Differences in proportionate share of contribution	441,103	(1,804,661)	402,877	(1,323,494)	843,980	(3,128,155)
Adjustment due to differences in proportions	<u>5,852,458</u>	<u>(572,764)</u>	<u>4,289,336</u>	<u>(512,217)</u>	<u>10,141,794</u>	<u>(1,084,981)</u>
Total	<u>\$ 7,921,218</u>	<u>\$ (2,419,084)</u>	<u>\$ 6,911,182</u>	<u>\$ (1,883,746)</u>	<u>\$ 14,832,400</u>	<u>\$ (4,302,830)</u>

Amounts of \$680,736 and \$891,350 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2024.

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

NOTE 9: CITY EMPLOYEES RETIREMENT PLAN - PENSION PLANS (CONTINUED)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Measurement Period Ended June 30	Miscellaneous Deferred Outflows/ (Inflows) of Resources	Safety Deferred Outflows/ (Inflows) of Resources	Total Deferred Outflows/ (Inflows) of Resources
2023	\$ 1,652,829	\$ 1,595,482	\$ 3,248,311
2024	1,715,409	1,444,239	3,159,648
2025	1,106,156	670,253	1,776,409
2026	347,004	426,112	773,116
	<u>\$ 4,821,398</u>	<u>\$ 4,136,086</u>	<u>\$ 8,957,484</u>

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

The June 30, 2021, valuation was rolled forward to determine the June 30, 2022 total pension liability, based on the following actuarial methods and assumptions:

Valuation Date	June 30, 2021
Measurement Date	June 30, 2022
Actuarial Cost Method	Entry Age Normal Cost Method
Actuarial Assumptions	
Discount Rate	6.90%
Inflation	2.30%
Projected Salary Increases	Varies by Entry Age and Service
Mortality Rate Table (1)	Derived using CalPERS' Membership Data for all Funds
Post Retirement Benefit Increase	Contract COLA up to 2.30% until Purchasing Power Protection Allowance Floor on Purchasing Power applies

(1) The mortality table was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP 2020 published by the Society of Actuaries. For more details, please refer to the 2021 experience study report that can be found on the CalPERS website.

Discount Rate

The discount rate used to measure the total pension liability 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.

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.

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

NOTE 9: CITY EMPLOYEES RETIREMENT PLAN - PENSION PLANS (CONTINUED)

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 of the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the rounded single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

The expected real rates of return by asset class are as followed:

Asset Class	Assumed Asset Allocation	Real Return Years 1 - 10 (1, 2)
Global equity - cap-weighted	30.00%	4.45%
Global equity non-cap-weighted	12.00%	3.84%
Private Equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-backed Securities	5.00%	0.50%
Investment Grade Corporates	10.00%	1.56%
High Yield	5.00%	2.27%
Emerging Market Debt	5.00%	2.48%
Private Debt	5.00%	3.57%
Real Assets	15.00%	3.21%
Leverage	-5.00%	-0.59%

- (1) An expected inflation of 2.30% used for this period.
- (2) Figures are based on the 2021-22 Asset Liability Management study.

Sensitivity of the Net Pension Liability/(Asset) to Changes in the Discount Rate

The following presents the City's proportionate share of the net pension liability/(asset) of the Plan, calculated using the discount rate for the Plan, as well as what the City's proportionate share of the net pension liability/(asset) would be if it were calculated using a discount rate that is 1% point lower (5.90 percent) or 1% point higher (7.90 percent) than the current rate:

Plan's Net Pension Liability/(Assets)	Discount Rate - 1% (5.90%)	Current Discount Rate (6.90%)	Discount Rate +1% (7.90%)
Miscellaneous	\$ 9,823,087	\$ 3,097,284	\$ (2,436,383)
Safety	11,152,461	4,423,471	(1,075,956)
Total	\$ 20,975,548	\$ 7,520,755	\$ (3,512,339)

Pension Plan Fiduciary Net Position

Detailed information about each pension plan's fiduciary net position is available in the separately issued CalPERS financial reports. See CalPERS website for additional information.

NOTE 9: CITY EMPLOYEES RETIREMENT PLAN - PENSION PLANS (CONTINUED)

B. Retirement Enhancement Plan - PARS - Public Agency Retirement System

Plan Descriptions

The City of Irwindale established the PARS Retirement Enhancement Plan (PARS) for its miscellaneous employees to supplement PERS retirement benefits. PARS is a 401(a)tax-qualified single-employer benefit plan made up of California governmental agencies. To be eligible for benefits under this plan, employees must be a full-time or part-time employee, be at least 50 years of age, have completed at least three years of continuous employment with the City as of the last day of employment with the City if hired prior to January 1, 2007, or 10 years of continuous employment if hired on or after January 1, 2007. Employees must terminate employment with the City; concurrently retire under PERS; and have applied for benefits under this plan. PARS supplements the current 2% at 55 PERS benefits to provide a combined total retirement benefit equivalent to a 3% at 55 PERS benefits based on the total credited PERS years of service.

Contribution Description

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on July 1 following notice of a change in the rate. The total plan contributions are determined by an independent pension actuary using information furnished by the City and by PARS. 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 employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. For the measurement period ended June 30, 2023, (the measurement date), the employer's contribution rate is 20.66% percent of annual payroll, and no contributions were made by the employees. Employer contribution rates may change if plan contracts are amended. It is the responsibility of the employer to make necessary accounting adjustments to reflect the impact due to any Employer Paid Member Contributions or situations where members are paying a portion of the employer contribution.

Employees Covered

As of the June 30, 2023, the following employees were covered by the benefit terms under the plan:

Active	32
Terminated vested and other inactives	3
Retirees and beneficiaries	<u>31</u>
Total	<u><u>66</u></u>

NOTE 9: CITY EMPLOYEES RETIREMENT PLAN - PENSION PLANS (CONTINUED)

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

For the measurement period ended June 30, 2023 (the measurement date), the total pension liability was determined by rolling forward the July 1, 2022 actuarial valuation. The fiscal year June 30, 2022 and the June 30, 2023 total pension liabilities were based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions	
Discount Rate	6.75%
Inflation	2.30%
Salary Increases	Consistent with the rates used to value the Miscellaneous Agency CalPERS Pension Plans (Entry Age 30)
Investment Rate of Return	6.75%
Cost of Living Adjustments	2.00%
Mortality	CalPERS Miscellaneous Non-Industrial Rates
Maximum Benefits and Salary	Salary limits under ICR 401(a)(17)
Beneficiaries	80% of active employees are assumed to be married with with males to be three years older than female partners.

Discount Rate

The plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

The table on the next page reflects long-term expected real rate of return by asset class. The projection is of the 30-year average return derived by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation on the plan's current asset allocation. The capital market assumptions are per actuarial investment consulting practice as of June 30, 2023.

NOTE 9: CITY EMPLOYEES RETIREMENT PLAN - PENSION PLANS (CONTINUED)

<u>Asset Class</u>	<u>Index</u>	<u>Target Allocation</u>	<u>Long-Term Expected Arithmetic Real Rate of Return</u>	<u>Long-Term Expected Geometric Real Rate of Return</u>
US Cash	BAML 3-Mon Tbill	6.10%	0.51%	0.49%
US Core Fixed Income	Bloomberg Barclays Aggregate	37.21%	2.07%	1.93%
US Broad Equity Market	Russell 3000 TR	43.60%	5.56%	3.90%
Foreign Developed Equity	MSCI EAFE NR	6.93%	6.89%	5.07%
Emerging Market Equities	MSCI EM NR	4.39%	9.58%	6.18%
US REITs	FTSE Nareit All Equity REIT	1.77%	6.96%	4.74%
Assumed Inflation - Mean			2.32%	3.32%
Assumed Inflation - Standard Deviation			1.42%	1.42%
Portfolio Real Mean Return			4.25%	3.66%
Portfolio Nominal Mean Return (50th Percentile)			6.56%	6.08%
Portfolio Standard Deviation				10.34%
Long-Term Expected Rate of Return				6.75%

A blended discount rate is generally required to be used to measure the Total Pension Liability (the Actuarial Accrued Liability calculated using the Individual Entry Age Normal Cost Method). The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's Fiduciary Net Position (fair value of assets) is projected to cover benefit payments and administrative expenses. A 20-year high quality (AA/Aa or higher) municipal bond rate must be used for periods where the Fiduciary Net Position is not projected to cover benefit payments and administrative expenses. Determining the discount rate will often require that the actuary perform complex projects of future benefit payments and asset values. Alternative evaluations of projected solvency are allowed if such evaluation can reliability be made.

NOTE 9: CITY EMPLOYEES RETIREMENT PLAN - PENSION PLANS (CONTINUED)

Pension Plan Fiduciary Net Position

The following table shows the changes in net pension liability recognized over the measurement period:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Assets) (c)=(a)-(b)
Balance as of June 30, 2022	\$ 12,169,430	\$ 8,415,910	\$ 3,753,520
Changes for the year:			
Service Cost	167,473	-	167,473
Interest on Total Pension Liability	810,800	-	810,800
Effect of Plan Changes	-	-	-
Effect of Economic/Demographic Gains or Losses	511,571	-	511,571
Effect of Assumptions Changes or Inputs	(108,162)	-	(108,162)
Benefit Payments	(660,885)	(660,885)	-
Employer Contributions	-	677,982	(677,982)
Member Contributions	-	23,177	(23,177)
Net Investment Income	-	711,487	(711,487)
Administrative Expenses	-	(15,921)	15,921
Balance as of June 30, 2023	<u>\$ 12,890,227</u>	<u>\$ 9,151,750</u>	<u>\$ 3,738,477</u>

The net pension liabilities for the City's pension plan have been liquidated by funding from the General Fund, Mining Impact Fund, and the AB939 Fund.

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

The following presents the net pension liability of the City of Irwindale, calculated using the discount rate of 6.75%, as well as what the Plan's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.75%) or 1 percentage point higher (7.75%) than the current rate:

	Discount Rate - 1% (5.75%)	Current Discount Rate (6.75%)	Discount Rate + 1% (7.75%)
Total Pension Liability	\$ 14,028,537	\$ 12,890,227	\$ 11,884,048
Fiduciary Net Position	9,151,750	9,151,750	9,151,750
Net Pension Liability	<u>\$ 4,876,787</u>	<u>\$ 3,738,477</u>	<u>\$ 2,732,298</u>

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

NOTE 9: CITY EMPLOYEES RETIREMENT PLAN - PENSION PLANS (CONTINUED)

As of the start of the measurement period, July 1, 2022, the net pension liability was \$3,753,520. For the measurement period ending June 30, 2023, the City of Irwindale incurred a pension expense of \$141,959 for the Plan. As of the measurement date of June 30, 2023, the net pension liability is \$3,738,477.

Note that no adjustments have been made for contributions subsequent to the measurement date. Adequate treatment of any contributions made after the measurement date is the responsibility of the employer.

As of June 30, 2023, the City of Irwindale has deferred outflows and deferred inflows of resources related to pensions as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 728,687	\$ -
Changes of assumptions	-	(129,702)
Net difference between projected and actual earnings	560,053	-
Total	<u>\$ 1,288,740</u>	<u>\$ (129,702)</u>

Amounts reported as deferred outflows of resources related to pensions will be recognized in future pension expense as follows:

Measurement Period Ended June 30,	Deferred Outflows (Inflows) of Resources
2024	383,709
2025	267,438
2026	476,331
2027	31,560
	<u>\$ 1,159,038</u>

NOTE 10: OTHER POST-EMPLOYMENT EMPLOYEE BENEFITS

Plan Description

The City has established a qualified OPEB trust with the California Employers' Retiree Benefit Trust Fund (CERBT), an agent multiple-employer plan, to fund future benefits. The City provides medical insurance for its retired employees according to the Personnel Rules and Regulations. The authority to do so is included in the Memorandum of Understanding between the City and each of its employee groups and ultimately passed by Council action.

For employees hired before July 1, 2010, the plan provides lifetime benefits towards medical insurance for all employees who retire from the City on or after attaining the age of 50 with at least five years of service. For employees hired after July 1, 2010, retiree medical benefits will be implemented in accordance with the vesting resolution with CalPERS which mirrors the state plan for contribution levels, requiring 10 years of service for 50% contribution of state designated amount towards retiree medical premiums and 20 years of service for 100% contribution of state designated amount towards retiree medical premiums.

NOTE 10: OTHER POST-EMPLOYMENT EMPLOYEE BENEFITS (CONTINUED)

Contributions

The contribution requirements of plan members and the City are established and may be amended by the City, City Council and/or the employee association. Currently, contributions are not required from plan members. The City pays current benefits on a pay- as-you-go basis and makes additional contribution to the California Employers' Retiree Benefit Trust Fund (CERBT) to fund future benefits. For the measurement date ended June 30, 2022, the City's cash contributions were \$898,714 in total payments, which were recognized as a reduction to the OPEB liability.

Employees Covered

As of the June 30, 2021, actuarial valuation, the following current and former employees were covered by the benefit terms under the plan:

Active	83
Inactive employees or beneficiaries currently receiving benefits	<u>81</u>
Total	<u><u>164</u></u>

Net OPEB Liability

The results of the June 30, 2021 valuation was based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions	
Discount Rate	6.52%
Inflation	2.50%
Salary Increases	2.75% per year
Investment Rate of Return	6.52%, net of expenses
Mortality Rate	2017 CalPERS Active Mortality for Miscellaneous Employees
Pre-Retirement Turnover	According to the CalPERS 2017 Turnover rate tables
Healthcare Trend Rate	4.00% per year

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. The expected investment return was offset by investment expenses of 25 basis points. The assumed asset allocation and assumed rate of return for each asset class are summarized in the following table:

<u>Asset Class</u>	<u>Percentage of Portfolio</u>	<u>Assumed Gross Return</u>
All Equities	59.000%	7.545%
All Fixed Income	25.000%	4.250%
Real Estate Investment Trusts	8.000%	7.250%
Treasury Inflation Protected Securities	5.000%	3.000%
Commodities	<u>3.000%</u>	7.545%
Total	<u><u>100.000%</u></u>	

NOTE 10: OTHER POST-EMPLOYMENT EMPLOYEE BENEFITS (CONTINUED)

Discount Rate

The discount rate used to measure the total OPEB liability was 6.52 percent. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Changes in the OPEB Liability

The changes in the net OPEB liability for the Plan are as follows:

	Increase(Decrease)		
	Total OPEB Liability/(Assets)	Plan Fiduciary Net Position (b)	Net OPEB Liability/(Assets) (c) = (a) - (b)
Balance at June 30, 2022 (measurement date 6/30/2021)	\$ 19,817,471	\$ 6,717,741	\$ 13,099,730
Changes recognized over the measurement period:			
Service Cost	397,382	-	397,382
Interest	1,317,498	(899,129)	2,216,627
Contributions as Benefit Payments - employer	-	995,332	(995,332)
Benefit Payments	(995,332)	(995,332)	-
Changes in Assumptions	567,051	-	567,051
Administrative expense	-	(1,701)	1,701
Net Changes	<u>1,286,599</u>	<u>(900,830)</u>	<u>2,187,429</u>
Balance at June 30, 2023 (measurement date 06/30/2022)	<u>\$ 21,104,070</u>	<u>\$ 5,816,911</u>	<u>\$ 15,287,159</u>

The net OPEB liabilities for the City's pension plan have been liquidated by funding from the General Fund.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the City if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2022:

	1% Decrease (5.52%)	Current Discount Rate (6.52%)	1% Increase (7.52%)
Net OPEB Liability	\$ 18,017,195	\$ 15,287,159	\$ 13,016,568

Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates

The following presents the net OPEB liability of the City if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2022:

	1% Decrease	Current Healthcare Cost Trend Rates	1% Increase
Net OPEB Liability	\$ 12,594,903	\$ 15,287,159	\$ 18,691,452

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

NOTE 10: OTHER POST-EMPLOYMENT EMPLOYEE BENEFITS (CONTINUED)

OPEB Plan Fiduciary Net Position

CalPERS issues a separate Annual Comprehensive Financial Report. Copies of the annual financial report may be obtained from the CalPERS Executive Office at 400 P Street, Sacramento, California, 95814.

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the fiscal year ended June 30, 2023, the City recognized OPEB expense of \$771,453. As of fiscal year, ended June 30, 2023, the City reported deferred inflows of resources related to OPEB from the following sources:

Amounts of \$898,714 are reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2024. Amounts reported as deferred inflows of resources related to OPEB will be recognized in future OPEB expenses as follows:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
OPEB contributions subsequent to measurement date	\$ 898,714	\$ -
Changes of assumptions	1,325,643	-
Difference between expected and actual experience	1,218,617	(112,835)
Differences between projected and actual return on assets	512,826	-
Total	<u>\$ 3,955,800</u>	<u>\$ (112,835)</u>

<u>Measurement Period Ended June 30,</u>	<u>Deferred Outflows (Inflows) of Resources</u>
2023	\$ 620,780
2024	612,561
2025	577,265
2026	766,668
Thereafter	366,977
	<u>\$ 2,944,251</u>

NOTE 11: RISK MANAGEMENT

A. Description of Self-Insurance Pool Pursuant to Joint Powers Agreement

The City is a member of the California Joint Powers Insurance Authority (Authority). The Authority is composed of 124 California public entities and is organized under a joint power's agreement pursuant to California Government Code §6500 et seq. The purpose of the Authority is to arrange and administer programs for the pooling of self-insured losses, to purchase excess insurance or reinsurance, and to arrange for group purchased insurance for property and other lines of coverage. The California JPIA began covering claims of its members in 1978. Each member government has an elected official as its representative on the Board of Directors. The Board operates through a nine-member Executive Committee.

B. Self-Insurance Programs of the Authority

Each member pays an annual contribution at the beginning of the coverage period. A retrospective adjustment is then conducted annually thereafter, for coverage years 2012-13 and prior. Coverage years 2013-14 and forward are not subject to routine annual retrospective adjustment. The total funding requirement for primary self-insurance programs is based on an actuarial analysis. Costs are allocated to individual agencies based on payroll and claims history, relative to other members of the risk-sharing pool.

Excess Liability

Claims are pooled separately between police and general government exposures. The City has a retained limit of \$150,000 per occurrence for liability. Outstanding claim obligations of the City are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated.

The City pays an annual contribution to CJPIA and may share in any member refunds in the event that pooled funding ultimately exceeds the cost of pooled claims and claim-related expenses, conversely, the City may be required to pay additional contributions as necessary based upon CJPIA's operating results.

Additional claims and lawsuits have been filed against the City in the normal course of business. It is reasonably possible that the City may be liable for claims not to exceed \$150,000 per occurrence. In the opinion of management, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

Primary Workers' Compensation Program

Claims are pooled separately between public safety (police and fire) and general government exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to \$50,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from \$50,000 to \$100,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs from \$100,000 to statutory limits are distributed based on the outcome of cost allocation within the first and second loss layers.

For 2022-23 the Authority's pooled retention is \$1 million per occurrence, with reinsurance to statutory limits under California Workers' Compensation Law. Employer's Liability losses are pooled among members to \$1 million. Coverage from \$1 million to \$5 million is purchased through reinsurance policies, and Employer's Liability losses from \$5 million to \$10 million are pooled among members.

NOTE 11: RISK MANAGEMENT (CONTINUED)

C. Purchased Insurance

All-Risk Property Protection Program

The City participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. City property is currently insured according to a schedule of covered property submitted by the City to the Authority. City property currently has all-risk property insurance protection in the amount of \$58,903,890. There is a \$10,000 deductible per occurrence except for non-emergency vehicle insurance which has a \$2,500 deductible.

Earthquake and Flood Insurance

The City participates in the earthquake and flood insurance program which is available through the Authority. The coverage is part of the Property Protection Program. The City has total insured values of \$50,726,775 scheduled for coverage under this program. There is a deductible of 5% per unit of value with a minimum deductible of \$100,000.

Pollution Legal Liability Insurance

The City participates in the pollution legal liability insurance program which is available through the Authority. The policy covers sudden and gradual pollution of scheduled property, streets, and storm drains owned by the City of Irwindale. Coverage is on a claims-made basis. There is a \$250,000 deductible. The Authority has an aggregate limit of \$20 million for the 3-year period from July 1, 2020, through July 1, 2023. Each member of the Authority has a \$10 million sub-limit during the 3-year policy term.

Crime Insurance

The City purchases crime insurance coverage in the amount of \$1,000,000 with a \$2,500 deductible. This policy covers faithful performance, depositor's forgery, theft of money and securities, and computer fraud related to the transfer of money. The coverage is provided through the Authority.

D. Adequacy of Protection

During the past three fiscal years, none of the above programs of protection experienced settlements or judgments that exceeded pooled or insured coverage. There were also no significant reductions in pooled or insured liability coverage in fiscal year 2023.

NOTE 12: SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY

The California Supreme Court upheld Assembly Bill 1X 26 ("the Bill") that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the City of Irwindale that previously had reported a redevelopment agency within the reporting entity of the City as a blended component unit.

The Bill provided that upon dissolution of a redevelopment agency, either the city or another unit of local government will agree to serve as the "successor agency" to hold the assets until they are distributed to other units of state and local government. On January 11, 2012, the City Council elected to become the Successor Agency for the former redevelopment agency in accordance with the Bill as part of City resolution number 2012-08-2547. In accordance with the timeline set forth in the Bill (as modified by the California Supreme Court on December 29, 2011) all redevelopment agencies in the State of California were dissolved and ceased to operate as a legal entity as of February 1, 2012.

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

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

After enactment of the law, which occurred on June 28, 2011, redevelopment agencies in the State of California cannot enter into new projects, obligations or commitments. Subject to the control of a newly established oversight board, remaining assets can only be used to pay enforceable obligations in existence at the date of dissolution (including the completion of any unfinished projects that were subject to legally enforceable contractual commitments).

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

A. Cash and Investments

Cash and investments reported in the accompanying financial statements consisted of the following:

Cash and investments pooled with the City	\$ 6,333,447
Cash and investments with fiscal agent	<u>6,193,054</u>
Total cash and investments	<u>\$ 12,526,501</u>

B. Long-Term Debt

Long-term debt activity for the year ended June 30, 2023, was as follows:

	<u>Balance July 1, 2022</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2023</u>	<u>Due Within One Year</u>
Public Offerings:					
Tax Allocation Bonds:					
2005 Tax Allocation Housing Parity Bonds	\$ 7,625,000	\$ -	\$ 1,305,000	\$ 6,320,000	\$ 1,380,000
2006 Tax Allocation Refunding Parity Bonds	14,315,000	-	2,880,000	11,435,000	3,045,000
2006 Subordinate Lien Tax Allocation Refunding Bonds	6,495,000	-	1,155,000	5,340,000	1,220,000
2014 Tax Allocation Refunding Parity Bonds	3,060,000	-	715,000	2,345,000	750,000
2014 Taxable Housing Tax Allocation Refunding Parity Bonds	<u>1,095,000</u>	<u>-</u>	<u>260,000</u>	<u>835,000</u>	<u>265,000</u>
Totals	<u>\$ 32,590,000</u>	<u>\$ -</u>	<u>\$ 6,315,000</u>	26,275,000	<u>\$ 6,660,000</u>
				505,094	
				<u>(2,857)</u>	
				<u>\$ 26,777,237</u>	

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

Tax Allocation Bonds

A description of individual issues of bonds outstanding at June 30, 2023, was as follows:

2005 Taxable Housing Tax Allocation Parity Bonds

On August 2, 2005, the former redevelopment agency issued \$17,445,000 of Taxable Housing Tax Allocation Parity Bonds to refinance the outstanding balance of the 1998 Tax Allocation Housing Refunding Bonds and to finance low- and moderate-income housing activities of the former redevelopment agency. The 2005 Taxable Housing Tax Allocation Parity Bonds were payable on a parity with certain obligations of the former redevelopment agency solely from certain Housing Set-Aside Revenues of the former redevelopment agency. The bonds consist of \$5,225,000 serial bonds maturing from August 2006 through August 2017 bearing annual interest ranging from 4.32% to 5.25%, \$5,900,000 term bonds due August 1, 2022, bearing annual interest at 5.4%, and \$6,320,000 term bonds due August 1, 2026, bearing annual interest at 5.53%. Interest on the bonds is payable beginning February 1, 2006, and semi-annually thereafter on August 1 and February 1. The outstanding balance as of June 30, 2023, is \$6,320,000.

The annual requirements to amortize the outstanding bond indebtedness, including interest, are as follows:

Year Ending June 30,	2005 Taxable Housing Tax Allocation Parity Bonds	
	Principal	Interest
2024	\$ 1,380,000	\$ 311,339
2025	1,455,000	232,951
2026	1,535,000	150,278
2027	1,950,000	53,918
Totals	<u>\$ 6,320,000</u>	<u>\$ 748,486</u>

The outstanding bonds contain a provision that if an event of default should occurred and is continuing, the Trustee may, and shall if requested in writing by the Insurer or the Owners of a majority in aggregate principal amount of the bonds then outstanding (a) declare the principal of the bonds, together with the accrued interest thereon, to be due and payable immediately, and upon any such declaration the same shall become immediately due and payable, anything in the Indenture or in the bonds to the contrary notwithstanding, and (b) upon receipt of any indemnity satisfaction to it from any liability or expense, exercise any other remedies available to the Trustee and the Owner in law or at equity.

2006 Tax Allocation Refunding Parity Bonds

In July 2006, the former redevelopment agency issued the City Industrial Development Project 2006 Tax Allocation Refunding Parity Bonds in the amount of \$44,035,000 for the purpose of refunding, on a current basis, the Agency's 1996 Senior Lien Tax Allocation Bonds. The 2006 Tax Allocation Refunding Parity Bonds were payable on a parity with certain obligations of the former redevelopment agency solely from certain tax increment revenues allocated to the former redevelopment agency as further discussed in each official statement of the issue. The bonds consist of \$18,465,000 serial bonds maturing from January 15, 2007 through July 15, 2017, bearing annual interest ranging from 4.25% to 5.25%, and term bonds ranging from \$2,275,000 to \$3,510,000 due July 15, 2020, through 2026, respectively, and bearing annual interest at 5.25% and 5.85%, respectively. Interest on the bonds is payable semi-annually on January 15 and July 15. The outstanding balance as of June 30, 2023 was \$11,435,000.

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

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

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2023, including interest, are as follows:

Year Ending June 30,	2006 Tax Allocation Refunding Parity Bonds	
	Principal	Interest
2024	\$ 3,045,000	\$ 623,438
2025	3,225,000	445,039
2026	3,410,000	253,744
2027	1,755,000	51,334
Totals	<u>\$ 11,435,000</u>	<u>\$ 1,373,555</u>

The outstanding bonds contain a provision that if an event of default should occurred and is continuing, the Trustee may (with the consent of the Insurer), if requested in writing by the Owners of a majority in aggregate principal amount of the bonds then outstanding the Trustee shall, (a) declare principal of the bonds, together with the accrued interest thereon, to be due and payable immediately and upon any such declaration the same shall become immediately due and payable, anything in the Indenture or in the bonds to the contrary notwithstanding, and (b) exercise any other remedies available to the Trustee and the Owners in law or at equity.

2006 Subordinate Lien Tax Allocation Refunding Bonds

In October 2006, the former redevelopment agency issued the City Industrial Development Project 2006 Subordinate Lien Tax Allocation Refunding Bonds in the amount of \$18,505,000 for the purpose of refunding, on a current basis, the former redevelopment agency's 1996 Subordinate Lien Tax Allocation Bond. The 2006 Subordinate Lien Tax Allocation Refunding Bonds were payable on a subordinate basis to certain obligations of the former redevelopment agency solely from certain tax increment revenues allocated to the former redevelopment agency as further discussed in each official statement for the issue. The bonds consist of \$18,505,000 serial bonds ranging from \$565,000 to \$1,475,000 maturing from December 1, 2007 through June 1, 2026, bearing annual interest ranging from 4.50% to 5.50%, due December 1, 2007 through 2026, respectively. Interest on the bonds is payable annually on December 1. The outstanding balance as of June 30, 2023, was \$5,340,000.

The annual requirements to amortize the outstanding bond indebtedness, including interest, are as follows:

Year Ending June 30,	2006 Subordinate Lien Tax Allocation Refunding Bonds	
	Principal	Interest
2024	\$ 1,220,000	\$ 260,150
2025	1,285,000	191,263
2026	2,835,000	118,525
Totals	<u>\$ 5,340,000</u>	<u>\$ 569,938</u>

The outstanding bonds contain a provision that if an event of default should occur and continuance of an event of default as defined herein, Insurer shall be entitled to control and direct the enforcement of all rights and remedies grants to the Owners or the Trustee for the benefit of the Owners under the Indenture including, without limitation (i) right to accelerate the principal of the 2006 Bonds as described in the Indenture, and (ii) the right to annul any declaration of acceleration, and Insurer shall also be entitled to approve all waivers of events of default.

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

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

2014 Tax Allocation Refunding Parity Bonds

In April 2014, the Successor Agency issued the City Industrial Development Project 2014 Tax Allocation Refunding Parity Bonds in the amount of \$7,910,000 for the purpose of refunding, on a current basis, the former redevelopment agency previously issued \$14,175,000 City Industrial Development Project 2002 Tax Allocation Senior Parity Bonds. The 2002 Tax Allocation Senior Parity Bonds were payable and secured solely from non-housing tax revenues. Interest on the bonds is payable semi-annually on January 15 and July 15, commencing July 15, 2014. The bonds carry various interest rates from 2.0% to 5.0%. Principal maturities begin July 15, 2014 and continue through 2025. The outstanding balance as of June 30, 2023, was \$2,345,000.

The annual requirements to amortize the outstanding bond indebtedness, including interest, are as follows:

Year Ending June 30,	2014 Tax Allocation Refunding Parity Bonds	
	Principal	Interest
2024	\$ 750,000	\$ 66,600
2025	785,000	36,075
2026	810,000	12,150
Totals	\$ 2,345,000	\$ 114,825

The outstanding bonds contain a provision that if an event of default should occur and is continuing, the Trustee may, and if requested in writing by the Owners of a majority in aggregate principal amount of the bonds then outstanding, the Trustee shall, (a) declare the principal of the bonds, together with the accrued interest thereon to be due and payable immediately, and upon any such declaration the same shall become immediately due and payable, anything in the Indenture to the contrary notwithstanding, and (b) upon receipt of indemnity satisfactory to it from any liability or expense, exercise any other remedies available to the Trustee and the Owners in law or at equity.

2014 Taxable Housing Tax Allocation Refunding Parity Bonds

In April 2014, the Successor Agency issued the City Industrial Development Project 2014 Taxable Housing Tax Allocation Refunding Parity Bonds in the amount of \$2,915,000 for the purpose of refunding, on a current basis, the former redevelopment agency's previously issued \$17,445,000 City Industrial Development Project 2005 Taxable Housing Tax Allocation Parity Bonds. The 2002 Tax Allocation Senior Parity Bonds were payable and secured solely from housing tax revenues to be derived from the project area. Interest on the bonds is payable semi-annually on January 15 and July 15, commencing July 15, 2014. The bonds carry various interest rates from 2.0% to 5.0%. Principal maturities begin July 15, 2014 and continue through 2025. The outstanding balance as of June 30, 2023, was \$835,000.

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

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

The annual requirements to amortize the outstanding bond indebtedness, including interest, are as follows:

Year Ending June 30,	2014 Tax Allocation Housing Tax	
	Allocations	Refunding Parity
	Principal	Interest
2024	\$ 265,000	\$ 33,406
2025	275,000	20,913
2026	295,000	7,191
Totals	\$ 835,000	\$ 61,510

The outstanding bonds contain a provision that if an event of default should occur and is continuing, the Trustee may, and if requested in writing by the Owners of a majority in aggregate principal amount of the bonds then outstanding, the Trustee shall, (a) declare the principal of the bonds, together with the accrued interest thereon to be due and payable immediately, and upon any such declaration the same shall become immediately due and payable, anything in the Indenture to the contrary notwithstanding, and (b) upon receipt of indemnity satisfactory to it from any liability or expense, exercise any other remedies available to the Trustee and the Owners in law or at equity.

Pledged Revenue

The City pledged, as security for bonds issued, either directly or through the Financing Authority, a portion of tax increment revenue (including Low and Moderate Income Housing set-aside and pass through allocations) that it receives. The bonds issued were to provide financing for various capital projects, accomplish Low and Moderate Income Housing projects and to defease previously issued bonds. Assembly Bill 1X 26 provided that upon dissolution of the Redevelopment Agency, property taxes allocated to redevelopment agencies no longer are deemed tax increment but rather property tax revenues and will be allocated first to successor agencies to make payments on the indebtedness incurred by the dissolved redevelopment agency. Total principal and interest remaining on the debt is \$29,143,314 with annual debt service requirements as indicated above. For the current year, the total property tax revenue recognized by the Successor Agency for the payment of indebtedness incurred by the dissolved redevelopment agency \$3,338,812 and the debt service obligation on the bonds was \$7,958,811.

C. Insurance

The Successor Agency is covered under the City of Irwindale’s insurance policies. Therefore, the limitation and self-insured retentions applicable to the City also apply to the Successor Agency. Additional information as to coverage and self-insured retentions can be found in Note 11.

CITY OF IRWINDALE
Notes to the Financial Statements
Year Ended June 30, 2023

NOTE 13: RELATED PARTY TRANSACTION

During fiscal year 2022-2023 the Irwindale Community Foundation received a \$250,000 donation from Huy Fong Foods, Inc. On May 23, 2022, the Foundation’s Board designated a portion of the funds to be applied to the following activities within the City:

Library	\$	5,970
Senior Citizen Center		35,350
Recreation		63,200
Aquatics		8,800
Public Services		9,900
Total	\$	<u>123,220</u>

Additionally on May 23, 2023, the Foundation's Board authorized the transfer of \$123,220 to the City through Resolution No. ICF 2023-15-3393.

NOTE 14: PRIOR PERIOD ADJUSTMENTS

A. Corrections of Errors

For the fiscal year ended June 30, 2023, the City determined there were material inconsistencies with capital asset values reported in prior Annual Comprehensive Financial Reports in comparison to underlying City capital asset records. In order to correct these errors, numerous prior period adjustments were recorded to construction-in-progress; buildings and improvements; furniture, fixtures, and equipment; infrastructure; and respective accumulated depreciation.

B. Adjustments to and Restatements of Beginning Balances

During fiscal year 2023, changes to or within the financial reporting entity, correction of errors, and changes in accounting principles resulted in adjustments to and restatements of beginning net position as follows.

	June 30, 2022 As Previously Reported	Changes to or within the Reporting Entity	Error Correction	Changes in Accounting Principle	June 30, 2022 As Restated
Government-wide					
Governmental activities	\$ 170,530,331	\$ -	\$ (3,802,754)	\$ -	\$ 166,727,577

NOTE 15: CONTINGENCIES

There are certain claims and lawsuits pending against the City that seek monetary damages. As of June 30, 2023, in the opinion of City management, there was no additional outstanding matters that would have a significant effect on the financial position of the City.

NOTE 16: SUBSEQUENT EVENTS

The City evaluated subsequent events for recognition and disclosure through February 12, 2024, the date on which these financial statements were available to be issued. Management concluded that no material subsequent events have occurred since June 30, 2023, that required recognition or disclosure in these financial statements.

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CITY OF IRWINDALE
Miscellaneous Plan
Schedule of Proportionate Share of the Net Pension Liability
Cost-Sharing Multiple-Employer Defined Benefit Pension Plan
As of June 30, For the Last Ten Fiscal Years (1)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Proportion of the Net Pension Liability	0.06619%	-0.29177%	0.02196%	0.95223%
Proportionate Share of the Net Pension Liability/(Asset)	\$ 3,097,284	\$ (5,540,165)	\$ 926,142	\$ 3,813,222
Covered Payroll	\$ 5,673,204	\$ 4,918,304	\$ 5,041,489	\$ 4,553,394
Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	54.6%	-112.6%	18.4%	83.7%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	76.7%	88.3%	75.3%	75.3%

Notes to Schedule:

Benefit Changes: None

Changes of Assumptions: None.

(1) Historical information is required only for measurement for which GASB Statement No. 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only nine years are shown.

2019	2018	2017	2016	2015
0.15788%	0.24523%	0.23653%	0.21859%	0.22610%
\$ 5,950,032	\$ 9,666,931	\$ 8,216,929	\$ 5,996,900	\$ 5,588,070
\$ 4,292,439	\$ 3,946,594	\$ 3,660,664	\$ 3,567,161	\$ 3,363,343
138.6%	244.9%	224.5%	168.1%	166.1%
75.3%	73.3%	74.1%	69.7%	155.3%

CITY OF IRWINDALE
Miscellaneous Plan
Schedule of Plan Contributions
Cost-Sharing Multiple-Employer Defined Benefit Pension Plan
As of June 30, For the Last Ten Fiscal Years (1)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Actuarially Determined Contribution	\$ 633,848	\$ 586,048	\$ 524,235	\$ 481,070
Contribution in Relation to the Actuarially Determined Contribution	<u>(680,736)</u>	<u>(814,904)</u>	<u>(673,395)</u>	<u>(4,089,313)</u>
Contribution Deficiency (Excess)	<u>\$ (46,888)</u>	<u>\$ (228,856)</u>	<u>\$ (149,160)</u>	<u>\$ (3,608,243)</u>
Covered Payroll	\$ 6,242,919	\$ 5,673,204	\$ 4,918,304	\$ 5,041,489
Contributions as a Percentage of Covered Payroll	10.9%	14.4%	13.7%	81.1%

(1) Historical information is required only for measurement for which GASB Statement No. 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only nine years are shown.

Note to Schedule:

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2022-23 were derived from the June 30, 2021 funding valuation report.

Actuarial Cost Method: Entry Age Normal
Amortization Method/Period: For details, see June 30, 2021 Funding Valuation Report.
Asset Valuation Method: Market Value of Assets. For details, see June 30, 2021 Funding Valuation Report.

Inflation: 2.30%
Salary Increases: Varies by Entry Age and Service
Retirement Age: The probabilities of Retirement are based on the 2021 CalPERS Experience Study for the period of 2001 to 2019.
Mortality: 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.

(1) Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only nine years are shown.

2019	2018	2017	2016	2015
\$ 425,569	\$ 719,281	\$ 610,791	\$ 541,695	\$ 421,414
(3,866,108)	(4,116,032)	(610,791)	(541,695)	(421,414)
<u>\$ (3,440,539)</u>	<u>\$ (3,396,751)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 4,553,394	\$ 4,292,439	\$ 3,946,594	\$ 3,660,664	\$ 3,567,161
84.9%	95.9%	15.5%	14.8%	11.8%

CITY OF IRWINDALE
Safety Plan
Schedule of Proportionate Share of the Net Pension Liability
Cost-Sharing Multiple-Employer Defined Benefit Pension Plan
As of June 30, For the Last Ten Fiscal Years (1)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Proportion of the Net Pension Liability	0.06437%	-0.10996%	0.03674%	0.07728%
Proportionate Share of the Net Pension Liability/(Asset)	\$ 4,423,471	\$ (3,859,183)	\$ 2,447,637	\$ 4,823,965
Covered Payroll	\$ 2,993,007	\$ 2,706,167	\$ 3,177,983	\$ 3,041,816
Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	147.8%	-142.6%	77.0%	158.6%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.5%	86.6%	73.1%	75.3%

Notes to Schedule:

Benefit Changes: None.

Changes of Assumptions: None.

(1) Historical information is required only for measurement for which GASB Statement No. 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only nine years are shown.

2019	2018	2017	2016	2015
0.12015%	0.17896%	0.17987%	0.17516%	0.16333%
\$ 7,049,987	\$ 10,693,035	\$ 9,315,683	\$ 7,217,544	\$ 6,216,449
\$ 2,782,130	\$ 2,676,103	\$ 2,616,364	\$ 2,350,221	\$ 2,186,973
253.4%	399.6%	356.1%	307.1%	284.2%
75.3%	73.3%	74.1%	78.3%	81.0%

CITY OF IRWINDALE
Safety Plan
Schedule of Plan Contributions
Cost-Sharing Multiple-Employer Defined Benefit Pension Plan
As of June 30, For the Last Ten Fiscal Years (1)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Actuarially Determined Contribution	\$ 839,298	\$ 827,065	\$ 734,338	\$ 700,216
Contribution in Relation to the Actuarially Determined Contribution	<u>(891,350)</u>	<u>(1,141,996)</u>	<u>(965,453)</u>	<u>(4,091,973)</u>
Contribution Deficiency (Excess)	<u>\$ (52,052)</u>	<u>\$ (314,931)</u>	<u>\$ (231,115)</u>	<u>\$ (3,391,757)</u>
Covered Payroll	\$ 3,152,778	\$ 2,993,007	\$ 2,706,167	\$ 3,177,983
Contributions as a Percentage of Covered Payroll	28.3%	38.2%	35.7%	128.8%

Note to Schedule:

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2022-23 were derived from the June 30, 2021 funding valuation report.

Actuarial Cost Method: Entry Age Normal
Amortization Method/Period: For details, see June 30, 2021 Funding Valuation Report.
Asset Valuation Method: Market Value of Assets. For details, see June 30, 2021 Funding Valuation Report.

Inflation: 2.30%
Salary Increases: Varies by Entry Age and Service
Retirement Age: The probabilities of Retirement are based on the 2021 CalPERS Experience Study for the period of 2001 to 2019.

Mortality: 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.

⁽¹⁾ Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only nine years are shown.

2019	2018	2017	2016	2015
\$ 647,217	\$ 1,010,881	\$ 895,256	\$ 813,764	\$ 702,231
<u>(4,206,678)</u>	<u>(4,614,130)</u>	<u>(895,256)</u>	<u>(813,764)</u>	<u>(702,231)</u>
<u>\$ (3,559,461)</u>	<u>\$ (3,603,249)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 3,041,816	\$ 2,782,130	\$ 2,676,103	\$ 2,616,364	\$ 2,350,221
138.3%	165.8%	33.5%	31.1%	29.9%

CITY OF IRWINDALE
Retirement Enhancement Plan
Schedule of Changes in Net Pension Liability and Related Ratios
As of June 30, For the Last Ten Fiscal Years (1)

	2023	2022	2021	2020
TOTAL PENSION LIABILITY				
Service Cost	\$ 167,473	\$ 194,559	\$ 189,132	\$ 191,206
Interest on Total Pension Liability	810,800	787,629	725,646	702,559
Effect of Plan Changes	-	-	(1,562)	-
Effect of Economic/Demographics Gains or Losses	511,571	-	538,964	-
Effect of Assumptions Changes or Inputs	(108,162)	-	-	-
Benefit Payments	(660,885)	(564,348)	(515,133)	(583,078)
Net Change in Total Pension Liability	720,797	417,840	937,047	310,687
Total Pension Liability - Beginning	12,169,430	11,751,590	10,814,543	10,503,856
Total Pension Liability - Ending (a)	\$ 12,890,227	\$ 12,169,430	\$ 11,751,590	\$ 10,814,543
PLAN FIDUCIARY NET POSITION				
Benefit Payments	\$ (660,885)	\$ (564,348)	\$ (515,133)	\$ (583,078)
Employer Contributions	677,982	744,770	555,300	559,051
Member Contributions	23,177	23,593	20,711	21,063
Net Investment Income	711,487	(1,339,397)	1,970,350	183,556
Administrative Expenses	(15,921)	(16,803)	(15,451)	(14,380)
Net Change in Fiduciary Net Position	735,840	(1,152,185)	2,015,777	166,212
Plan Fiduciary Net Position - Beginning	8,415,910	9,568,095	7,552,318	7,386,106
Plan Fiduciary Net Position - Ending (b)	\$ 9,151,750	\$ 8,415,910	\$ 9,568,095	\$ 7,552,318
Plan Net Pension Liability/(Assets) - Ending (a) - (b)	\$ 3,738,477	\$ 3,753,520	\$ 2,183,495	\$ 3,262,225
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	71.0%	69.2%	81.4%	69.8%
Covered Payroll	\$ 2,843,160	\$ 2,806,290	\$ 2,968,567	\$ 2,921,452
Plan Net Pension Liability/(Asset) as a Percentage of Covered Payroll	131.5%	133.8%	73.6%	111.7%

Notes to Schedule:

Benefit Changes: None.

Changes of Assumptions: None.

(1) Historical information is required only for measurement for which GASB Statement No. 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only nine years are shown.

	2019	2018	2017	2016	2015
\$	186,089	\$ 200,039	\$ 194,213	\$ 224,310	\$ 217,777
	650,863	654,683	673,221	684,249	660,087
	6,848	-	-	-	-
	914,098	-	(544,681)	-	-
	(415,843)	408,409	192,042	-	-
	(579,586)	(691,543)	(858,176)	(578,327)	(546,713)
	762,469	571,588	(343,381)	330,232	331,151
	9,741,387	9,169,799	9,513,180	9,182,948	8,851,797
\$	10,503,856	\$ 9,741,387	\$ 9,169,799	\$ 9,513,180	\$ 9,182,948
\$	(579,586)	\$ (691,543)	\$ (858,176)	\$ (578,327)	\$ (546,713)
	488,197	546,242	248,061	524,910	469,394
	26,751	38,549	10,587	30,941	32,711
	477,852	522,018	757,582	(60,544)	172,592
	(54,670)	(51,768)	(26,690)	(13,193)	(14,360)
	358,544	363,498	131,364	(96,213)	113,624
	7,027,562	6,664,064	6,532,700	6,628,913	6,515,289
\$	7,386,106	\$ 7,027,562	\$ 6,664,064	\$ 6,532,700	\$ 6,628,913
\$	3,117,750	\$ 2,713,825	\$ 2,505,735	\$ 2,980,480	\$ 2,554,035
	70.3%	72.1%	72.7%	68.7%	72.2%
\$	2,923,962	\$ 3,039,766	\$ 2,951,229	\$ 2,865,271	\$ 3,300,942
	106.6%	89.3%	84.9%	104.0%	77.4%

CITY OF IRWINDALE
Retirement Enhancement Plan
Schedule of Plan Contributions
As of June 30, For the Last Ten Fiscal Years (1)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Actuarially Determined Contribution	\$ 696,408	\$ 747,485	\$ 596,891	\$ 604,091
Contribution in Relation to the Actuarially Determined Contribution	(677,982)	(744,770)	(555,300)	(559,051)
Contribution Deficiency (Excess)	<u>\$ 18,426</u>	<u>\$ 2,715</u>	<u>\$ 41,591</u>	<u>\$ 45,040</u>
Actual Contributions as a Percentage of Actuarial Determined Contributions	97.4%	99.6%	93.0%	92.5%
Covered Payroll	\$ 2,843,160	\$ 2,806,290	\$ 2,968,567	\$ 2,921,452
Contributions as a Percentage of Covered Payroll	23.8%	26.5%	18.7%	19.1%

Note to Schedule:

Valuation Date:	June 30, 2022
Methods and assumptions used to determine contribution rates:	
Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed
Remaining amortization period	9 years
Assets valuation method	None
Inflation	2.30%
Payroll growth	2.80%
Investment rate of return	6.75%
Retirement age	Consistent with rates used to value the Miscellaneous Agency CalPERS Pension Plans "2.0% at age 55". The rates used are those for retirees with 20 years of service.
Mortality	Consistent with non-industrial rates used to value the Miscellaneous CalPERS Pension Plans

(1) Historical information is required only for measurement for which GASB Statement No. 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only nine years are shown.

2019	2018	2017	2016	2015
\$ 498,568	\$ 517,055	\$ 428,931	\$ 484,020	\$ 469,394
(488,197)	(546,242)	(248,061)	(524,910)	(469,394)
<u>\$ 10,371</u>	<u>\$ (29,187)</u>	<u>\$ 180,870</u>	<u>\$ (40,890)</u>	<u>\$ -</u>

97.9% 105.6% 57.8% 108.4% 100.0%

\$ 2,923,962 \$ 3,039,766 \$ 2,951,229 \$ 2,865,271 \$ 3,300,942

16.7% 18.0% 8.4% 18.3% 14.2%

CITY OF IRWINDALE
Retirement Enhancement Plan
Schedule of Investment Returns
As of June 30, For the Last Ten Fisca Years (1)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Annual Money-Weighted Rate of Return, Net of Investment Expense	8.45%	-13.85%	25.99%	2.49%

(1) Historical information is required only for measurement for which GASB Statement No. 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only nine years are shown.

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
6.84%	7.89%	12.33%	-0.92%	2.66%

CITY OF IRWINDALE
Schedule of Changes in Net OPEB Liability and Related Ratios
As of June 30, For the Last Ten Fiscal Years (1)

	<u>2023</u>	<u>2022</u>	<u>2021</u>
Total OPEB Liability			
Service cost	\$ 397,382	\$ 335,912	\$ 326,922
Interest on the total OPEB liability	1,317,498	1,245,976	1,173,720
Changes in assumptions	567,051	1,167,269	-
Benefit payments	(995,332)	(816,052)	(763,891)
Expected Minus Actual Benefit Payments	-	(134,528)	(181,919)
Experience Gains/Losses	-	387,195	-
Net change in total OPEB liability	1,286,599	2,185,772	554,832
Total OPEB liability - beginning	19,817,471	17,631,699	17,076,867
Total OPEB liability - ending	21,104,070	19,817,471	17,631,699
 Plan Fiduciary Net Position			
Contribution - employer	995,332	816,052	763,891
Contributions as Benefit Payments - employer		-	-
Investment Gains/Losses	(1,352,519)	1,080,004	(176,501)
Net investment income	453,390	368,889	356,450
Benefit payments	(995,332)	(816,052)	(763,891)
Administrative expense	(1,701)	(1,994)	(2,488)
Net change in plan fiduciary net position	(900,830)	1,446,899	177,461
Plan fiduciary net position - beginning	6,717,741	5,270,842	5,093,381
Plan fiduciary net position - ending (b)	5,816,911	6,717,741	5,270,842
 Net OPEB Liability/(Assets) - ending (a) - (b)	\$ 15,287,159	\$ 13,099,730	\$ 12,360,857
 Plan fiduciary net position as a percentage of the total OPEB liability	27.6%	33.9%	29.9%
 Covered-employee payroll	\$ 8,666,212	\$ 8,242,890	\$ 7,845,408
 Net OPEB liability as a percentage of covered-employee payroll	243.5%	240.4%	224.7%

(1) Historical information is required only for the measurement periods for which GASB 75 is applicable. Fiscal Year 2018 was the first year of implementation, therefore only six years are shown.

2020	2019	2018
\$ 275,083	\$ 267,721	\$ 260,556
997,849	970,201	945,602
-	-	-
(837,754)	(846,449)	(877,377)
(9,055)	-	-
2,109,899	-	-
2,536,022	391,473	328,781
14,540,845	14,149,372	13,820,591
17,076,867	14,540,845	14,149,372

837,754	846,449	1,150,227
50,000	-	-
(41,091)	42,524	-
334,298	308,311	408,831
(837,754)	(846,449)	(877,377)
(1,018)	(8,182)	(2,078)
342,189	342,653	679,603
4,751,192	4,408,539	3,728,936
5,093,381	4,751,192	4,408,539
\$ 11,983,486	\$ 9,789,653	\$ 9,740,833

29.8% 32.7% 31.2%

\$ 7,565,795 \$ 6,545,334 \$ 6,509,959

225.7% 222.2% 217.3%

CITY OF IRWINDALE
Schedule of OPEB Contributions
As of June 30, For the Last Ten Fiscal Years (1)

	2023	2022	2021
Actuarially Determined Contribution	\$ 898,714	\$ 790,028	\$ 816,052
Contribution in Relation to the Actuarially Determined Contributions	(898,714)	(790,028)	(816,052)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 9,994,388	\$ 8,666,212	\$ 8,242,890
Contributions as a percentage of covered-employee payroll	9.0%	9.1%	9.9%

Notes to Schedule:

Actuarial methods and assumptions used to set the actuarially determined contribution for Fiscal Year 2023 were from the actuarial valuation dated June 30, 2021.

Methods and assumptions used to determine contributions:

Actuarial Cost Method	Entry Age, Level Percent of Pay
Actuarial Assumptions	
Discount Rate	6.75%
Inflation	2.50%
Salary Increases	2.75% per year
Investment Rate of Return	6.75%, net of expenses
Mortality Rate	2017 CalPERS Active Mortality for Miscellaneous Employees 2014 CalPERS Mortality for Active Safety Employees
Pre-Retirement Turnover	According to the CalPERS 2017 Turnover rate tables
Healthcare Trend Rate	4.00% per year

⁽¹⁾ Historical information is required only for the measurement periods for which GASB 75 is applicable. Fiscal Year 2018 was the first year of implementation. Future years' information will be displayed up to 10 years as information becomes available.

2020	2019	2018
\$ 763,891	\$ 887,754	\$ 870,790
(763,891)	(887,754)	(870,790)
\$ -	\$ -	\$ -
\$ 7,845,408	\$ 7,565,795	\$ 6,545,334
9.7%	11.7%	13.3%

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CITY OF IRWINDALE
Budgetary Comparison Schedule
General Fund
Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 46,896,340	\$ 46,896,340	\$ 46,896,340	\$ -
Resources (Inflows):				
Taxes	19,575,050	19,575,050	22,677,170	3,102,120
Licenses and permits	3,256,060	3,256,060	2,081,475	(1,174,585)
Intergovernmental	14,700	34,842	310,589	275,747
Charges for services	1,486,270	1,486,270	2,394,786	908,516
Use of money and property	777,000	777,000	670,002	(106,998)
Fines and forfeitures	177,000	177,000	175,433	(1,567)
Contributions	45,000	45,000	54,507	9,507
Miscellaneous	1,038,520	1,046,520	1,750,853	704,333
Transfers in	1,908,030	1,908,030	1,674,023	(234,007)
Subscription financing	-	-	94,355	94,355
Amounts Available for Appropriations	75,173,970	75,202,112	78,779,533	3,577,421
Charges to Appropriations (Outflow):				
General government	6,870,825	7,386,947	7,168,479	218,468
Public safety	8,851,340	9,226,763	8,221,288	1,005,475
Parks and recreation	3,488,340	3,716,386	3,037,224	679,162
Public works	4,527,725	5,555,197	4,583,149	972,048
Capital outlay	206,030	803,053	425,851	377,202
Debt service:				
Principal retirement	-	40,608	40,608	-
Interest and fiscal charges	-	223	223	-
Transfers out	4,542,770	13,087,901	144,272	12,943,629
Total Charges to Appropriations	28,487,030	39,817,078	23,621,094	16,195,984
Budgetary Fund Balance, June 30	\$ 46,686,940	\$ 35,385,034	\$ 55,158,439	\$ 19,773,405

CITY OF IRWINDALE
Budgetary Comparison Schedule
Housing Authority
Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 17,081,748	\$ 17,081,748	\$ 17,081,748	\$ -
Resources (Inflows):				
Use of money and property	25,400	25,400	176,733	151,333
Amounts Available for Appropriations	17,107,148	17,107,148	17,258,481	151,333
Charges to Appropriations (Outflow):				
Housing activities	545,600	618,495	370,763	247,732
Total Charges to Appropriations	545,600	618,495	370,763	247,732
Budgetary Fund Balance, June 30	\$ 16,561,548	\$ 16,488,653	\$ 16,887,718	\$ 399,065

CITY OF IRWINDALE
Budgetary Comparison Schedule
Mining Impact Fund
Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 15,182,428	\$ 15,182,428	\$ 15,182,428	\$ -
Resources (Inflows):				
Taxes	4,450,000	4,450,000	3,978,994	(471,006)
Use of money and property	25,000	25,000	292,370	267,370
Miscellaneous	-	-	366	366
Amounts Available for Appropriations	19,657,428	19,657,428	19,454,158	(203,270)
Charges to Appropriations (Outflow):				
General government	3,429,680	3,498,453	2,338,890	1,159,563
Public works	2,581,910	3,143,667	2,495,121	648,546
Capital outlay	-	240,049	165,695	74,354
Transfers out	418,970	1,955,345	416,484	1,538,861
Total Charges to Appropriations	6,430,560	8,837,514	5,416,190	3,421,324
Budgetary Fund Balance, June 30	\$ 13,226,868	\$ 10,819,914	\$ 14,037,968	\$ 3,218,054

CITY OF IRWINDALE
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2023

Special Revenue Funds

	Reclamation	AB939	Asset Forfeiture	State Gas Tax
Assets:				
Pooled cash and investments	\$ 10,950,951	\$ 1,109,940	\$ 56,314	\$ 186,199
Receivables:				
Accounts	196,048	27,223	-	-
Taxes	-	-	-	9,553
Accrued interest	68,603	6,169	519	1,312
Total Assets	\$ 11,215,602	\$ 1,143,332	\$ 56,833	\$ 197,064
Liabilities, Deferred inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 126	\$ 1,593	\$ 1,560	\$ -
Accrued liabilities	-	2,976	-	-
Unearned revenues	-	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	126	4,569	1,560	-
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Restricted for:				
Public safety	-	-	55,273	-
Parks and recreation	-	212,371	-	-
Public works	11,215,476	873,299	-	197,064
General government	-	53,093	-	-
Unassigned (deficit)	-	-	-	-
Total Fund Balances	11,215,476	1,138,763	55,273	197,064
Total Liabilities and Fund Balances	\$ 11,215,602	\$ 1,143,332	\$ 56,833	\$ 197,064

	Special Revenue Funds			
	Air Quality Improvement	Proposition A	Proposition C	Measure R
Assets:				
Pooled cash and investments	\$ 1,625	\$ 71,432	\$ 8,593	\$ 50,858
Receivables:				
Accounts	497	-	-	-
Taxes	-	-	-	-
Accrued interest	33	378	124	350
Total Assets	\$ 2,155	\$ 71,810	\$ 8,717	\$ 51,208
Liabilities, Deferred inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Unearned revenues	-	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	-	-	-	-
Deferred Inflows of Resources:				
Unavailable revenues	497	-	-	-
Total Deferred Inflows of Resources	497	-	-	-
Fund Balances:				
Restricted for:				
Public safety	-	-	-	-
Parks and recreation	-	-	-	-
Public works	1,658	71,810	8,717	51,208
General government	-	-	-	-
Unassigned (deficit)	-	-	-	-
Total Fund Balances	1,658	71,810	8,717	51,208
Total Liabilities and Fund Balances	\$ 2,155	\$ 71,810	\$ 8,717	\$ 51,208

CITY OF IRWINDALE
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2023

	Special Revenue Funds			
	TDA Article 3	Federal Grants	Community Development Block Grant	State Grants
Assets:				
Pooled cash and investments	\$ -	\$ -	\$ 1,246	\$ 3,245,605
Receivables:				
Accounts	413	48,155	-	192,550
Taxes	-	-	-	-
Accrued interest	-	-	-	-
Total Assets	\$ 413	\$ 48,155	\$ 1,246	\$ 3,438,155
Liabilities, Deferred inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ 1,079	\$ -	\$ 2,148
Accrued liabilities	-	-	-	-
Unearned revenues	-	-	-	3,445,839
Due to other funds	413	47,268	-	-
Total Liabilities	413	48,347	-	3,447,987
Deferred Inflows of Resources:				
Unavailable revenues	-	48,155	-	192,550
Total Deferred Inflows of Resources	-	48,155	-	192,550
Fund Balances:				
Restricted for:				
Public safety	-	-	-	-
Parks and recreation	-	-	-	-
Public works	-	-	1,246	-
General government	-	-	-	-
Unassigned (deficit)	-	(48,347)	-	(202,382)
Total Fund Balances	-	(48,347)	1,246	(202,382)
Total Liabilities and Fund Balances	\$ 413	\$ 48,155	\$ 1,246	\$ 3,438,155

CITY OF IRWINDALE
 Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2023

(Continued)

Special Revenue Fund

	COPS	Asset Forfeiture - State	Measure M	Safe Clean Water Program
Assets:				
Pooled cash and investments	\$ 196,564	\$ 1,344	\$ 7,608	\$ 1,143,383
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	-	-
Accrued interest	1,004	8	104	6,386
Total Assets	\$ 197,568	\$ 1,352	\$ 7,712	\$ 1,149,769
Liabilities, Deferred inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 25,707
Accrued liabilities	-	-	-	-
Unearned revenues	-	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	-	-	-	25,707
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Restricted for:				
Public safety	197,568	1,352	-	-
Parks and recreation	-	-	-	-
Public works	-	-	7,712	1,124,062
General government	-	-	-	-
Unassigned (deficit)	-	-	-	-
Total Fund Balances	197,568	1,352	7,712	1,124,062
Total Liabilities and Fund Balances	\$ 197,568	\$ 1,352	\$ 7,712	\$ 1,149,769

CITY OF IRWINDALE
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2023

	Special Revenue Funds		Total Governmental Funds
	Development Impact Fees	Irwindale Community Foundation	
Assets:			
Pooled cash and investments	\$ 4,248,304	\$ 299,678	\$ 21,579,644
Receivables:			
Accounts	-	-	464,886
Taxes	-	-	9,553
Accrued interest	22,912	-	107,902
Total Assets	\$ 4,271,216	\$ 299,678	\$ 22,161,985
Liabilities, Deferred inflows of Resources, and Fund Balances:			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ 32,213
Accrued liabilities	-	-	2,976
Unearned revenues	-	-	3,445,839
Due to other funds	-	-	47,681
Total Liabilities	-	-	3,528,709
Deferred Inflows of Resources:			
Unavailable revenues	-	-	241,202
Total Deferred Inflows of Resources	-	-	241,202
Fund Balances:			
Restricted for:			
Public safety	-	-	254,193
Parks and recreation	-	299,678	512,049
Public works	4,271,216	-	17,823,468
General government	-	-	53,093
Unassigned (deficit)	-	-	(250,729)
Total Fund Balances	4,271,216	299,678	18,392,074
Total Liabilities and Fund Balances	\$ 4,271,216	\$ 299,678	\$ 22,161,985

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CITY OF IRWINDALE
Combining Statement of Revenues,
Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2023

	Special Revenue Funds			
	Reclamation	AB939	Asset Forfeiture	State Gas Tax
Revenues:				
Taxes	\$ -	\$ 331,338	\$ -	\$ -
Intergovernmental	-	-	61,380	76,625
Charges for services	-	-	-	-
Use of money and property	206,320	18,555	1,562	3,947
Miscellaneous	1,745,259	-	8,000	-
Total Revenues	1,951,579	349,893	70,942	80,572
Expenditures:				
Current:				
General government	-	-	-	3,598
Public safety	-	-	139,140	-
Parks and recreation	-	-	-	-
Public works	79,758	212,959	-	-
Capital outlay	-	-	-	-
Total Expenditures	79,758	212,959	139,140	3,598
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,871,821	136,934	(68,198)	76,974
Other Financing Sources (Uses):				
Transfers in	8,522	-	-	-
Transfers out	(1,674,023)	-	-	(76,420)
Total Other Financing Sources (Uses)	(1,665,501)	-	-	(76,420)
Net Change in Fund Balances	206,320	136,934	(68,198)	554
Fund Balances (Deficit), Beginning of Year	11,009,156	1,001,829	123,471	196,510
Fund Balances (Deficit), End of Year	\$ 11,215,476	\$ 1,138,763	\$ 55,273	\$ 197,064

CITY OF IRWINDALE
Combining Statement of Revenues,
Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2023

(Continued)

	Special Revenue Funds			
	Air Quality Improvement	Proposition A	Proposition C	Measure R
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	1,944	37,876	31,417	23,556
Charges for services	-	-	-	-
Use of money and property	99	1,135	372	1,053
Miscellaneous	-	-	-	-
Total Revenues	2,043	39,011	31,789	24,609
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Parks and recreation	-	-	-	-
Public works	-	11,358	-	-
Capital outlay	6,000	-	-	-
Total Expenditures	6,000	11,358	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,957)	27,653	31,789	24,609
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	(29,160)	(21,870)
Total Other Financing Sources (Uses)	-	-	(29,160)	(21,870)
Net Change in Fund Balances	(3,957)	27,653	2,629	2,739
Fund Balances (Deficit), Beginning of Year	5,615	44,157	6,088	48,469
Fund Balances (Deficit), End of Year	\$ 1,658	\$ 71,810	\$ 8,717	\$ 51,208

CITY OF IRWINDALE
Combining Statement of Revenues,
Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2023

	Special Revenue Funds			
	TDA Article 3	Federal Grants	Community Development Block Grant	State Grants
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	5,000	85,647	8,500	202,401
Charges for services	-	-	-	-
Use of money and property	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	5,000	85,647	8,500	202,401
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	87,891	-	-
Parks and recreation	-	-	-	-
Public works	-	-	8,500	25,140
Capital outlay	-	-	-	-
Total Expenditures	-	87,891	8,500	25,140
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,000	(2,244)	-	177,261
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	(5,000)	-	-	(121,958)
Total Other Financing Sources (Uses)	(5,000)	-	-	(121,958)
Net Change in Fund Balances	-	(2,244)	-	55,303
Fund Balances (Deficit), Beginning of Year	-	(46,103)	1,246	(257,685)
Fund Balances (Deficit), End of Year	\$ -	\$ (48,347)	\$ 1,246	\$ (202,382)

CITY OF IRWINDALE
Combining Statement of Revenues,
Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2023

(Continued)

	Special Revenue Funds			
	COPS	Asset Forfeiture - State	Measure M	Safe Clean Water Program
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	165,271	-	26,647	431,670
Charges for services	-	-	-	-
Use of money and property	3,020	24	313	19,207
Miscellaneous	-	-	-	-
Total Revenues	168,291	24	26,960	450,877
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	98,207	-	-	-
Parks and recreation	-	-	-	-
Public works	-	-	-	155,517
Capital outlay	49,435	-	-	-
Total Expenditures	147,642	-	-	155,517
Excess (Deficiency) of Revenues Over (Under) Expenditures	20,649	24	26,960	295,360
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	(24,780)	(19,122)
Total Other Financing Sources (Uses)	-	-	(24,780)	(19,122)
Net Change in Fund Balances	20,649	24	2,180	276,238
Fund Balances (Deficit), Beginning of Year	176,919	1,328	5,532	847,824
Fund Balances (Deficit), End of Year	\$ 197,568	\$ 1,352	\$ 7,712	\$ 1,124,062

CITY OF IRWINDALE
Combining Statement of Revenues,
Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2023

	Special Revenue Funds		Total Nonmajor Governmental Funds
	Development Impact Fees	Irwindale Community Foundation	
Revenues:			
Taxes	\$ -	\$ -	\$ 331,338
Intergovernmental	-	-	1,157,934
Charges for services	3,729,437	-	3,729,437
Use of money and property	68,907	-	324,514
Miscellaneous	-	270,000	2,023,259
Total Revenues	3,798,344	270,000	7,566,482
Expenditures:			
Current:			
General government	-	-	3,598
Public safety	-	-	325,238
Parks and recreation	-	150,240	150,240
Public works	-	-	493,232
Capital outlay	-	-	55,435
Total Expenditures	-	150,240	1,027,743
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,798,344	119,760	6,538,739
Other Financing Sources (Uses):			
Transfers in	-	-	8,522
Transfers out	(3,530)	-	(1,975,863)
Total Other Financing Sources (Uses)	(3,530)	-	(1,967,341)
Net Change in Fund Balances	3,794,814	119,760	4,571,398
Fund Balances (Deficit), Beginning of Year	476,402	179,918	13,820,676
Fund Balances (Deficit), End of Year	\$ 4,271,216	\$ 299,678	\$ 18,392,074

CITY OF IRWINDALE
Budgetary Comparison Schedule
Reclamation
Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 11,009,156	\$ 11,009,156	\$ 11,009,156	\$ -
Resources (Inflows):				
Use of money and property	20,500	20,500	206,320	185,820
Miscellaneous	2,000,000	2,000,000	1,745,259	(254,741)
Transfers in	42,260	42,260	8,522	(33,738)
Amounts Available for Appropriations	13,071,916	13,071,916	12,969,257	(102,659)
Charges to Appropriations (Outflow):				
Public works	140,940	167,615	79,758	87,857
Transfers out	1,908,030	1,908,030	1,674,023	234,007
Total Charges to Appropriations	2,048,970	2,075,645	1,753,781	321,864
Budgetary Fund Balance, June 30	\$ 11,022,946	\$ 10,996,271	\$ 11,215,476	\$ 219,205

CITY OF IRWINDALE
 Budgetary Comparison Schedule
 AB939
 Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 1,001,829	\$ 1,001,829	\$ 1,001,829	\$ -
Resources (Inflows):				
Taxes	260,000	260,000	331,338	71,338
Use of money and property	1,000	1,000	18,555	17,555
Amounts Available for Appropriations	1,262,829	1,262,829	1,351,722	88,893
Charges to Appropriations (Outflow):				
Public works	285,610	285,610	212,959	72,651
Total Charges to Appropriations	285,610	285,610	212,959	72,651
Budgetary Fund Balance, June 30	\$ 977,219	\$ 977,219	\$ 1,138,763	\$ 161,544

CITY OF IRWINDALE
Budgetary Comparison Schedule
Asset Forfeiture
Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 123,471	\$ 123,471	\$ 123,471	\$ -
Resources (Inflows):				
Intergovernmental	-	61,380	61,380	-
Use of money and property	-	93	1,562	1,469
Miscellaneous	-	10,850	8,000	(2,850)
Amounts Available for Appropriations	123,471	195,794	194,413	(1,381)
Charges to Appropriations (Outflow):				
Public safety	-	189,202	139,140	50,062
Capital outlay	-	5,328	-	5,328
Total Charges to Appropriations	-	194,530	139,140	55,390
Budgetary Fund Balance, June 30	\$ 123,471	\$ 1,264	\$ 55,273	\$ 54,009

CITY OF IRWINDALE
Budgetary Comparison Schedule
State Gas Tax
Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 196,510	\$ 196,510	\$ 196,510	\$ -
Resources (Inflows):				
Intergovernmental	80,020	80,020	76,625	(3,395)
Use of money and property	-	-	3,947	3,947
Amounts Available for Appropriations	276,530	276,530	277,082	552
Charges to Appropriations (Outflow):				
General government	3,600	3,600	3,598	2
Transfers out	76,420	186,578	76,420	110,158
Total Charges to Appropriations	80,020	190,178	80,018	110,160
Budgetary Fund Balance, June 30	\$ 196,510	\$ 86,352	\$ 197,064	\$ 110,712

CITY OF IRWINDALE
Budgetary Comparison Schedule
Air Quality Improvement
Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 5,615	\$ 5,615	\$ 5,615	\$ -
Resources (Inflows):				
Intergovernmental	1,700	1,700	1,944	244
Use of money and property	-	-	99	99
Amounts Available for Appropriations	7,315	7,315	7,658	343
Charges to Appropriations (Outflow):				
Capital outlay	6,000	6,000	6,000	-
Total Charges to Appropriations	6,000	6,000	6,000	-
Budgetary Fund Balance, June 30	\$ 1,315	\$ 1,315	\$ 1,658	\$ 343

CITY OF IRWINDALE
 Budgetary Comparison Schedule
 Position A
 Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 44,157	\$ 44,157	\$ 44,157	\$ -
Resources (Inflows):				
Intergovernmental	35,150	35,150	37,876	2,726
Use of money and property	50	50	1,135	1,085
Amounts Available for Appropriations	79,357	79,357	83,168	3,811
Charges to Appropriations (Outflow):				
Public works	35,200	35,200	11,358	23,842
Total Charges to Appropriations	35,200	35,200	11,358	23,842
Budgetary Fund Balance, June 30	\$ 44,157	\$ 44,157	\$ 71,810	\$ 27,653

CITY OF IRWINDALE
 Budgetary Comparison Schedule
 Proposition C
 Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 6,088	\$ 6,088	\$ 6,088	\$ -
Resources (Inflows):				
Intergovernmental	29,160	29,160	31,417	2,257
Use of money and property	-	-	372	372
Amounts Available for Appropriations	35,248	35,248	37,877	2,629
Charges to Appropriations (Outflow):				
Transfers out	29,160	29,160	29,160	-
Total Charges to Appropriations	29,160	29,160	29,160	-
Budgetary Fund Balance, June 30	\$ 6,088	\$ 6,088	\$ 8,717	\$ 2,629

CITY OF IRWINDALE
 Budgetary Comparison Schedule
 Measure R
 Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 48,469	\$ 48,469	\$ 48,469	\$ -
Resources (Inflows):				
Intergovernmental	21,870	21,870	23,556	1,686
Use of money and property	-	-	1,053	1,053
Amounts Available for Appropriations	70,339	70,339	73,078	2,739
Charges to Appropriations (Outflow):				
Transfers out	21,870	21,870	21,870	-
Total Charges to Appropriations	21,870	21,870	21,870	-
Budgetary Fund Balance, June 30	\$ 48,469	\$ 48,469	\$ 51,208	\$ 2,739

CITY OF IRWINDALE
 Budgetary Comparison Schedule
 TDA Article 3
 Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ -	\$ -
Resources (Inflows):				
Intergovernmental	5,000	5,000	5,000	-
Amounts Available for Appropriations	5,000	5,000	5,000	-
Charges to Appropriation (Outflow):				
Transfers out	5,000	5,000	5,000	-
Total Charges to Appropriations	5,000	5,000	5,000	-
Budgetary Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -

CITY OF IRWINDALE
 Budgetary Comparison Schedule
 Federal Grants
 Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (46,103)	\$ (46,103)	\$ (46,103)	\$ -
Resources (Inflows):				
Intergovernmental	-	229,923	85,647	(144,276)
Amounts Available for Appropriations	(46,103)	183,820	39,544	(144,276)
Charges to Appropriations (Outflow):				
Public safety	-	183,869	87,891	95,978
Total Charges to Appropriations	-	183,869	87,891	95,978
Budgetary Fund Balance, June 30	\$ (46,103)	\$ (49)	\$ (48,347)	\$ (48,298)

CITY OF IRWINDALE
Budgetary Comparison Schedule
Community Development Block Grant
Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 1,246	\$ 1,246	\$ 1,246	\$ -
Resources (Inflows):				
Intergovernmental	8,500	8,500	8,500	-
Amounts Available for Appropriations	9,746	9,746	9,746	-
Charges to Appropriation (Outflow):				
Public works	8,500	8,500	8,500	-
Total Charges to Appropriations	8,500	8,500	8,500	-
Budgetary Fund Balance, June 30	\$ 1,246	\$ 1,246	\$ 1,246	\$ -

CITY OF IRWINDALE
 Budgetary Comparison Schedule
 State Grants
 Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (257,685)	\$ (257,685)	\$ (257,685)	\$ -
Resources (Inflows):				
Intergovernmental	-	3,947,188	202,401	(3,744,787)
Amounts Available for Appropriations	(257,685)	3,689,503	(55,284)	(3,744,787)
Charges to Appropriation (Outflow):				
Public works	-	121,699	25,140	96,559
Transfers out	-	3,567,797	121,958	3,445,839
Total Charges to Appropriations	-	3,689,496	147,098	3,542,398
Budgetary Fund Balance, June 30	\$ (257,685)	\$ 7	\$ (202,382)	\$ (202,389)

CITY OF IRWINDALE
 Budgetary Comparison Schedule
 COPS
 Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 176,919	\$ 176,919	\$ 176,919	\$ -
Resources (Inflows):				
Intergovernmental	-	165,271	165,271	-
Use of money and property	-	1,045	3,020	1,975
Amounts Available for Appropriations	176,919	343,235	345,210	1,975
Charges to Appropriations (Outflow):				
Public safety	-	222,666	98,207	124,459
Capital outlay	-	119,524	49,435	70,089
Total Charges to Appropriations	-	342,190	147,642	194,548
Budgetary Fund Balance, June 30	\$ 176,919	\$ 1,045	\$ 197,568	\$ 196,523

CITY OF IRWINDALE
Budgetary Comparison Schedule
Asset Forfeiture - State
Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 1,328	\$ 1,328	\$ 1,328	\$ -
Resources (Inflows):				
Use of money and property	-	-	24	24
Amounts Available for Appropriations	1,328	1,328	1,352	24
Charges to Appropriations (Outflow):				
Public safety	-	1,869	-	1,869
Total Charges to Appropriations	-	1,869	-	1,869
Budgetary Fund Balance, June 30	\$ 1,328	\$ (541)	\$ 1,352	\$ 1,893

CITY OF IRWINDALE
 Budgetary Comparison Schedule
 Measure M
 Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 5,532	\$ 5,532	\$ 5,532	\$ -
Resources (Inflows):				
Intergovernmental	24,780	24,780	26,647	1,867
Use of money and property	-	-	313	313
Amounts Available for Appropriations	30,312	30,312	32,492	2,180
Charges to Appropriation (Outflow):				
Transfers out	24,780	24,780	24,780	-
Total Charges to Appropriations	24,780	24,780	24,780	-
Budgetary Fund Balance, June 30	\$ 5,532	\$ 5,532	\$ 7,712	\$ 2,180

CITY OF IRWINDALE
Budgetary Comparison Schedule
Safe Clean Water Program
Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 847,824	\$ 847,824	\$ 847,824	\$ -
Resources (Inflows):				
Intergovernmental	432,700	432,700	431,670	(1,030)
Use of money and property	-	-	19,207	19,207
Amounts Available for Appropriation	1,280,524	1,280,524	1,298,701	18,177
Charges to Appropriation (Outflow):				
Public works	129,810	174,325	155,517	18,808
Transfers out	302,890	873,685	19,122	854,563
Total Charges to Appropriations	432,700	1,048,010	174,639	873,371
Budgetary Fund Balance, June 30	\$ 847,824	\$ 232,514	\$ 1,124,062	\$ 891,548

CITY OF IRWINDALE
Budgetary Comparison Schedule
Development Impact Fees
Year Ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 476,402	\$ 476,402	\$ 476,402	\$ -
Resources (Inflows):				
Charges for services	325,600	325,600	3,729,437	3,403,837
Use of money and property	40,000	40,000	68,907	28,907
Amounts Available for Appropriation	842,002	842,002	4,274,746	3,432,744
Charges to Appropriation (Outflow):				
Transfers out	365,600	540,652	3,530	537,122
Total Charges to Appropriations	365,600	540,652	3,530	537,122
Budgetary Fund Balance, June 30	\$ 476,402	\$ 301,350	\$ 4,271,216	\$ 3,969,866

CITY OF IRWINDALE
 Budgetary Comparison Schedule
 Capital Projects
 Year ended June 30, 2023

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 125,582	\$ 125,582	\$ 125,582	\$ -
Resources (Inflows):				
Intergovernmental	-	-	3,800	3,800
Use of money and property	-	-	90,439	90,439
Transfers in	5,372,890	13,106,479	854,074	(12,252,405)
Amounts Available for Appropriations	5,498,472	13,232,061	1,073,895	(12,158,166)
Charges to Appropriation (Outflow):				
Capital outlay	5,372,890	21,784,881	857,874	20,927,007
Total Charges to Appropriations	5,372,890	21,784,881	857,874	20,927,007
Budgetary Fund Balance, June 30	\$ 125,582	\$ (8,552,820)	\$ 216,021	\$ 8,768,841

CITY OF IRWINDALE
Combining Statement of Net Position
All Custodial Funds
June 30, 2023

	<u>Street Lighting District</u>	<u>Sewer Maintenance District</u>	<u>Totals</u>
Assets:			
Pooled cash and investments	\$ 41,716	\$ 312,296	\$ 354,012
Receivables:			
Accrued interest	235	1,330	1,565
Total Assets	<u>41,951</u>	<u>313,626</u>	<u>355,577</u>
Liabilities:			
Accounts payable	292	8,756	9,048
Total Liabilities	<u>292</u>	<u>8,756</u>	<u>9,048</u>
Net Position:			
Restricted for other purposes	41,659	304,870	346,529
Total Net Position	<u>\$ 41,659</u>	<u>\$ 304,870</u>	<u>\$ 346,529</u>

CITY OF IRWINDALE
Combining Statement of Changes in Net Position
All Custodial Funds
Year Ended June 30, 2023

	Street Lighting District	Sewer Maintenance District	Totals
Additions:			
Taxes	\$ 18,989	\$ 200,707	\$ 219,696
Interest and change in fair value of investments	707	3,999	4,706
Total Additions	19,696	204,706	224,402
Deductions:			
Administrative expenses	14,272	46,293	60,565
Total Deductions	14,272	46,293	60,565
Changes in Net Position	5,424	158,413	163,837
Net Position - Beginning of the Year	36,234	146,457	182,691
Net Position - End of the Year	\$ 41,659	\$ 304,870	\$ 346,529

Statistical Section

The Statistical Section of the City of Irwindale'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 city's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the City of Irwindale's financial position has changed over time.

- Table 1: Net Position by Component – Last Ten Fiscal Years
- Table 2: Changes in Net Position – Last Ten Fiscal Years
- Table 3: Fund Balances of Governmental Funds – Last Ten Fiscal Years
- Table 4: Changes in Fund Balances of Governmental Funds – Last Ten Fiscal Years

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the City of Irwindale's ability to generate revenues.

- Table 5: Governmental Activities Tax Revenues By Source – Last Ten Fiscal Years
- Table 6: Mining Tax Revenues – Last Ten Fiscal Years
- Table 7: Mining Tax Rates – Last Ten Fiscal Years
- Table 8: Principal Mining Taxpayers – Current Year and Nine Years Ago
- Table 9: Assessed Value and Estimated Actual Value of Taxable Property – Last Ten Fiscal Years
- Table 10: Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years
- Table 11: Principal Property Taxpayers – Current Year and Nine Years Ago
- Table 12: Property Tax Levies and Collections – Last Ten Fiscal Years
- Table 13: Taxable Sales by Category – Last Ten Fiscal Years
- Table 14: Top 25 Sales Tax Producers – Current Year and Nine Years Ago

Debt Capacity

These schedules present information to help the reader assess City of Irwindale's levels of outstanding debt and the City's ability to issue additional debt in the future.

- Table 15: Ratios of Outstanding Debt by Type – Last Ten Fiscal Years
- Table 16: Bonded Debt Pledged Revenue Coverage Successor Agency Tax Allocation Bonds – Last Ten Fiscal Years
- Table 17: Direct and Overlapping Debt
- Table 18: Legal Debt Margin Information – Last Ten Fiscal Years

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment in which the City of Irwindale operates, and to help make comparisons over time and among other governments.

- Table 19: Demographic and Economic Statistics – Last Ten Fiscal Years
- Table 20: Principal Employers – Current Year and Nine Years Ago

Operating Information

These schedules contain information about the City of Irwindale's operations and resources to help the reader understand how the City's financial information relates to the services and activities it provides.

- Table 21: Full-Time and Part-Time City Employees by Function – Last Ten Fiscal Years
- Table 22: Operating Indicators by Function – Last Ten Fiscal Years
- Table 23: Capital Asset Statistics by Function – Last Ten Fiscal Years

Sources: *Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Reports for each relevant year.*

Table 1
City of Irwindale
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental activities										
Net investment in capital assets	\$ 49,624,207	\$ 50,299,501	\$ 49,794,671	\$ 49,601,338	\$ 51,120,018	\$ 52,952,415	\$ 56,824,870	\$ 59,023,400	\$ 58,531,808	\$ 53,396,690
Restricted	59,274,997	50,523,767	60,867,149	57,816,698	52,235,181	49,089,392	40,959,612	48,761,203	31,822,214	26,238,055
Unrestricted	33,115,512	30,064,576	23,747,719	31,214,451	31,221,394	37,652,546	35,930,871	39,827,662	80,176,309	80,211,632
Total governmental activities net position	\$ 142,014,716	\$ 130,887,844	\$ 134,409,599	\$ 138,632,487	\$ 134,576,593	\$ 139,694,353	\$ 133,715,353	\$ 147,612,265	\$ 170,530,331	\$ 159,846,377

Table 2
City of Inwindsale
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Governmental activities:										
General government	\$ 7,460,530	\$ 7,629,859	\$ 8,761,277	\$ 13,737,232	\$ 7,288,404	\$ 8,340,672	\$ 14,321,050	\$ 10,317,742	\$ 11,146,039	\$ 13,708,689
Public safety	5,666,135	5,718,022	5,837,909	6,360,040	7,104,410	7,444,547	8,821,671	8,814,208	170,074	14,987,378
Public works	6,804,537	7,152,933	6,268,933	8,457,410	8,615,524	10,579,291	7,009,865	8,203,369	3,621,595	12,942,100
Parks and recreation	1,859,710	1,853,463	1,879,106	2,775,633	2,147,371	1,672,481	1,941,613	2,462,513	706,365	5,611,869
Interest on long-term debt	376,489	142,709	145,043	127,274	121,752	117,524	109,880	57,268	340	223
Total primary government expenses	\$ 22,167,401	\$ 22,496,986	\$ 22,892,268	\$ 31,457,589	\$ 25,277,461	\$ 28,154,515	\$ 32,204,079	\$ 29,855,100	\$ 15,644,413	\$ 47,250,259
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 12	\$ -	\$ 400	\$ -	\$ 994,225	\$ 424,921	\$ 380,424	\$ 387,006	\$ 166,908	\$ 468,377
Public safety	301,789	241,960	219,112	427,686	517,901	547,025	427,120	369,519	460,219	461,473
Public works	1,104,906	1,004,298	780,947	1,627,920	2,851,874	2,067,126	3,351,914	4,956,452	5,630,565	7,747,984
Parks and recreation	102,531	113,399	121,177	132,209	135,159	132,454	73,328	15,921	73,530	105,435
Operating grants and contributions	1,504,715	800,651	1,010,005	836,673	473,320	447,927	5,555,246	1,054,852	1,284,220	1,169,585
Capital grants and contributions	75,051	196,263	290,685	4,897	3,290,793	5,460,370	1,362,431	1,581,613	2,248,038	2,118,916
Total primary government revenues	\$ 3,089,004	\$ 2,356,571	\$ 2,422,326	\$ 3,029,385	\$ 8,263,272	\$ 9,079,823	\$ 11,150,463	\$ 8,365,363	\$ 9,863,480	\$ 12,071,770
Net Revenues (Expense)										
Total primary government net expense	\$ (19,078,397)	\$ (20,140,415)	\$ (20,469,942)	\$ (28,428,204)	\$ (17,014,189)	\$ (19,074,692)	\$ (21,053,616)	\$ (21,489,737)	\$ (5,780,933)	\$ (35,178,489)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes	\$ 1,296,288	\$ 1,994,517	\$ 2,166,117	\$ 1,925,140	\$ 2,257,962	\$ 2,182,643	\$ 1,924,401	\$ 2,492,984	\$ 2,937,893	\$ 3,109,565
Property	5,726,528	6,446,449	6,717,324	6,291,651	7,088,995	7,130,002	6,233,454	7,303,874	7,896,155	7,238,368
Mining/processing	4,246,191	3,882,558	3,691,820	3,937,691	4,220,157	4,527,677	4,065,292	8,501,430	8,456,734	8,490,434
Sales	3,658,588	4,018,841	3,755,043	3,601,434	3,873,263	3,759,934	3,439,780	3,229,073	3,531,654	3,988,477
Utility Users	1,210,925	1,332,218	1,330,527	1,348,162	1,410,694	1,355,055	1,345,110	1,386,036	1,459,690	1,641,809
Franchise	1,047,405	983,323	1,151,728	1,234,886	1,236,833	1,513,989	1,433,490	1,419,423	1,669,546	1,748,055
Business licenses	331,731	376,131	345,301	426,282	413,519	363,873	412,270	573,085	632,183	645,882
Other	121,712	124,842	127,443	129,810	138,747	146,857	153,720	159,937	158,521	189,089
Motor vehicle in lieu	623,267	1,013,123	1,155,492	600,339	599,074	2,541,718	629,741	729,032	(1,985,618)	1,245,610
Use of money and property	-	-	718,150	4,572,836	-	-	-	-	-	-
Gain on sale of assets	728,407	275,362	2,809,931	8,651,269	869,325	670,704	950,250	453,552	3,942,241	-
Other	(30,153,045)	5,785,449	-	-	-	-	(5,512,892)	8,952,218	-	-
Extraordinary gain/(loss) on dissolution of redevelopment agency *	(11,162,003)	26,232,813	23,968,876	32,719,500	22,108,569	24,192,452	15,074,616	35,200,644	28,698,999	28,297,289
Total primary government	\$ (30,240,400)	\$ 6,092,398	\$ 3,498,934	\$ 4,291,296	\$ 5,094,380	\$ 5,117,760	\$ (5,979,000)	\$ 13,710,907	\$ 22,918,066	\$ (6,881,200)

* Per State Assembly Bill AB 1X26, redevelopment agencies in California were dissolved as of February 1, 2012. After this dissolution date, the assets and financial activities of the former Inwindsale Community Redevelopment Agency are reported as a fiduciary fund in the financial statements of the City of Inwindsale which serves as the Successor Agency to the Inwindsale Community Redevelopment Agency.

Table 3
City of Irwindale
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General fund										
Nonspendable	\$ 4,188,578	\$ 11,013,366	\$ 12,142,153	\$ 9,181,943	\$ 8,869,831	\$ 5,971,949	\$ 6,173,082	\$ 6,178,270	\$ 6,181,495	\$ 6,283,069
Restricted:										
Assigned	17,057,727	14,897,110	18,676,485	30,620,784	30,112,196	32,081,720	29,253,846	24,013,761	40,714,845	48,875,370
Unassigned	-	-	-	-	-	-	(329,443)	11,688,506	-	-
Total general fund	21,246,305	25,910,476	30,818,638	39,802,727	38,982,027	38,053,669	35,097,485	41,880,537	46,896,340	55,158,439
All other governmental funds										
Nonspendable	\$ 14,590,361	\$ 13,401,152	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,460,033	\$ 9,452,193
Restricted:										
Continuing Operations	18,095,879	19,226,187	-	-	-	-	-	-	-	-
Public safety	785,583	498,511	321,512	332,320	400,881	404,524	382,170	245,116	301,718	254,193
Parks and recreation	-	-	-	-	-	-	-	21,724	179,918	512,049
Public works	24,887,273	27,031,968	-	-	29,781,088	26,971,910	26,249,123	26,767,937	23,602,002	17,823,468
Capital projects funds	-	-	30,375,656	30,621,096	-	2,909,411	107,456	56,072	125,582	216,021
Housing activities	-	-	30,169,981	26,862,878	22,052,482	18,802,558	12,806,670	21,670,354	7,612,994	7,379,231
Debt service	915,900	915,964	-	404	730	989	243	-	-	-
General government	-	-	-	-	-	-	-	-	-	53,093
Assigned	-	-	-	-	-	1,400,000	-	-	5,231,975	14,094,262
Unassigned	-	(4,805)	(4,863)	(180,356)	(26,479)	(1,446)	(11,417)	(80,164)	(303,788)	(250,729)
Total all other governmental funds	\$ 59,274,996	\$ 61,068,977	\$ 60,862,286	\$ 57,636,342	\$ 52,208,702	\$ 50,487,946	\$ 39,534,245	\$ 48,681,039	\$ 46,210,434	\$ 49,533,781

Table 4
City of Inwindale
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis accounting)

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues:										
Taxes	\$ 17,209,830	\$ 19,479,493	\$ 19,304,177	\$ 18,654,064	\$ 20,597,369	\$ 20,432,581	\$ 18,908,037	\$ 24,890,696	\$ 26,525,879	\$ 26,987,502
Licenses and permits	530,137	576,658	554,101	938,966	1,715,887	1,396,588	1,072,463	2,725,917	1,274,644	2,081,475
Invergovernmental	870,432	815,984	685,971	474,772	563,951	1,017,960	804,439	998,062	1,136,135	1,472,323
Charges for services	753,446	570,149	526,145	1,504,357	1,517,298	1,114,488	2,567,927	2,449,426	4,788,178	6,124,223
Use of money and property	623,267	1,013,123	1,155,492	599,476	599,361	2,685,365	2,019,171	729,032	(1,985,618)	1,554,058
Fines and forfeitures	225,655	212,850	193,467	243,812	305,749	326,981	204,280	137,662	186,362	175,433
Contributions	10,730	208,041	556,028	41,079	37,550	253,094	3,379,612	61,674	50,851	54,507
Miscellaneous	734,104	278,003	2,812,240	8,672,122	5,007,717	4,451,692	2,445,400	3,445,240	4,130,331	3,774,478
Total revenues	\$ 20,957,601	\$ 23,154,301	\$ 25,767,621	\$ 31,128,648	\$ 30,344,862	\$ 31,678,749	\$ 31,401,329	\$ 35,437,709	\$ 36,106,762	\$ 42,223,999
Expenditures:										
General government	\$ 7,368,913	\$ 7,459,738	\$ 7,999,231	\$ 13,525,715	\$ 12,858,871	\$ 9,197,821	\$ 14,543,070	\$ 9,134,721	\$ 14,130,600	\$ 9,510,967
Public safety	5,472,221	5,552,325	5,702,613	5,780,504	9,915,262	9,740,120	10,467,471	6,996,871	8,003,715	8,546,526
Parks and recreation	1,661,622	1,661,770	1,781,960	1,935,900	1,862,459	1,927,800	2,050,185	1,973,355	2,658,718	3,187,464
Public works	4,345,647	4,793,164	4,741,024	6,610,493	8,418,135	8,016,992	6,428,605	6,406,208	6,969,667	7,571,502
Housing Activities	-	-	-	-	-	-	-	-	-	-
Capital outlay	1,772,245	2,429,246	987,916	1,490,419	2,927,419	3,510,263	5,669,393	3,514,216	1,833,134	370,763
Debt Service:										
Principal	4,835,000	440,000	455,000	465,000	480,000	495,000	520,000	540,000	17,871	40,608
Interest and fiscal charges	409,021	145,356	136,556	135,308	131,076	126,996	119,598	71,786	340	223
Total expenditures	\$ 25,864,669	\$ 22,481,599	\$ 21,804,300	\$ 29,943,339	\$ 36,593,222	\$ 33,014,992	\$ 39,798,322	\$ 28,637,157	\$ 33,614,045	\$ 30,732,908
Excess of revenues over (under) expenditures	\$ (4,907,068)	\$ 672,702	\$ 3,963,321	\$ 1,185,309	\$ (6,248,340)	\$ (1,336,243)	\$ (8,396,993)	\$ 6,800,552	\$ 2,492,717	\$ 11,491,091
Other financing sources (uses):										
Transfers in	\$ 3,963,307	\$ 1,200,515	\$ 3,909,009	\$ 5,391,719	\$ 3,006,609	\$ 6,372,238	\$ 5,523,924	\$ 14,578,311	\$ 2,975,755	\$ 2,536,619
Transfers out	(3,963,307)	(1,200,515)	(3,909,009)	(5,391,719)	(3,006,609)	(6,372,238)	(5,523,924)	(14,578,311)	(2,975,755)	(2,536,619)
Capital leases	-	-	-	-	-	-	-	-	52,481	-
Subscription issuance	-	-	-	-	-	-	-	-	-	94,355
Proceeds on sale of land held	-	-	718,150	4,572,836	-	1,229,321	-	-	-	-
Loss on sale of land held	-	-	-	-	-	(2,542,192)	(5,512,892)	8,952,218	-	-
Bonds issued	3,870,000	-	-	-	-	-	-	-	-	-
Bond premium	131,572	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	\$ 4,001,572	\$ -	\$ 718,150	\$ 4,572,836	\$ -	\$ (1,312,871)	\$ (5,512,892)	\$ 8,952,218	\$ 52,481	\$ 94,355
Extraordinary Gain/(Loss) *	(30,153,045)	5,785,449	-	-	-	-	-	-	-	-
Net change in fund balances before restatements	\$ (31,058,541)	\$ 6,458,151	\$ 4,701,471	\$ 5,758,145	\$ (6,248,340)	\$ (2,649,114)	\$ (13,909,885)	\$ 15,752,770	\$ 2,545,198	\$ 11,585,446
Restatement of fund balances	-	-	-	-	-	-	-	177,076	-	-
Net change in fund balances, after restatement	\$ (31,058,541)	\$ 6,458,151	\$ 4,701,471	\$ 5,758,145	\$ (6,248,340)	\$ (2,649,114)	\$ (13,909,885)	\$ 15,929,846	\$ 2,545,198	\$ 11,585,446
Debt service as a percentage of noncapital expenditures **	21.77%	2.92%	2.84%	2.11%	1.82%	2.11%	1.87%	2.44%	0.06%	0.14%

* Per State Assembly Bill AB 1X26, redevelopment agencies in California were dissolved as of February 1, 2012. The assets and financial activities of the former Inwindale Community Redevelopment Agency are now reported as a fiduciary fund in the financial statements of the City of Inwindale which serves as the Successor Agency to the Inwindale Community Redevelopment Agency, which has resulted in these Extraordinary Gains/(Loss) amounts.

** The amount of capital outlay used to calculate the ratio of total debt service expenditures to noncapital expenditures is based on the capital outlay amount in the government-wide statement. Reconciliation of the Statement of Revenues, Expenditures, and Changes to Fund Balances of Governmental Funds to the Statement of Activities

Table 5
City of Irwindale
Governmental Activities Tax Revenues By Source
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year Ended June 30	Property		Mining		Sales		Utility Users		Other		Total	
	Tax	Tax	Tax	Tax	Tax	Tax	Tax	Tax	Tax	Tax	Tax	Taxes
2014	1,296,288		5,726,528		4,246,191		3,658,588		2,590,061			17,517,656
2015	1,994,517		6,446,449		3,882,558		4,018,841		2,691,672			19,034,037
2016	2,166,117		6,717,324		3,691,820		3,755,043		2,827,556			19,157,860
2017	1,926,393		6,291,651		3,937,691		3,601,434		3,009,330			18,766,499
2018	2,257,962		7,088,995		4,220,157		3,873,263		3,061,046			20,501,423
2019	2,182,643		7,130,002		4,527,677		3,759,934		3,232,917			20,833,173
2020	1,924,401		6,233,454		4,065,292		3,439,780		3,190,870			18,853,797
2021	2,492,984		7,303,874		8,501,430		3,229,073		3,378,544			24,905,905
2022	2,937,893		7,896,155		8,456,734		3,531,654		3,761,419			26,583,855
2023	3,109,565		7,238,368		8,490,434		3,988,477		4,035,746			26,862,590

* Per State Assembly Bill AB 1X26, redevelopment agencies in California were dissolved as of February 1, 2012. After this dissolution date, the assets and financial activities of the former Irwindale Community Redevelopment Agency are reported as a fiduciary fund in the financial statements of the City of Irwindale, which serves as the Successor Agency to the Irwindale Community Redevelopment Agency. Fiscal Year 2012 reflects a partial year of tax increment revenue, as these funds discontinued after February 2012 to the dissolution of the redevelopment agency. Fiscal Year 2013 reflects the first full year without tax increment revenues. This amount includes property taxes, as well as taxes received by the County as residual revenue from the Successor Agency.

Table 6
City of Irwindale
Mining Tax Revenues
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year Ended June 30	Excavation Tax	Processing Tax	Mining Impact Excavation Tax	Mining Impact Processing Tax	Total Mining Taxes
2014	1,698,843	879,048	2,076,325	1,072,312	5,726,528
2015	1,917,157	984,895	2,343,051	1,201,346	6,446,449
2016	1,982,039	1,042,060	2,422,446	1,270,779	6,717,324
2017	1,857,818	979,163	2,260,579	1,194,091	6,291,651
2018	2,091,731	1,099,413	2,557,242	1,340,609	7,088,995
2019	2,097,535	1,112,120	2,564,302	1,356,045	7,130,002
2020	1,638,905	1,166,733	2,005,071	1,422,745	6,233,454
2021	1,919,450	1,368,957	2,346,581	1,668,886	7,303,875
2022	2,182,228	1,381,362	2,643,757	1,688,808	7,896,155
2023	1,865,013	1,394,361	2,279,897	1,699,097	7,238,368

Source: City of Irwindale Finance Department

Table 7
City of Irwindale
Mining Tax Rates
Last Ten Fiscal Years

Fiscal Year Ended June 30	Excavation Tax Rate (per ton)	Processing Tax Rate (per ton)	Mining Impact Excavation Tax Rate (per ton)	Mining Impact Processing Tax Rate (per ton)
2013	0.2619	0.1310	0.3201	0.1598
2014	0.2656	0.1328	0.3246	0.1620
2015	0.2669	0.1335	0.3262	0.1628
2016	0.2770	0.1362	0.3327	0.1661
2017	0.2795	0.1399	0.3417	0.1706
2018	0.2907	0.1455	0.3554	0.1774
2019	0.3003	0.1503	0.3671	0.1833
2020	0.3024	0.1514	0.3697	0.1846
2021	0.3133	0.1569	0.3830	0.1912
2022	0.3381	0.1693	0.4133	0.2063
2023	0.3509	0.1757	0.4290	0.2141

Source: City of Irwindale Finance Department

Table 8
City of Irwindale
Principal Mining Taxpayers
Current Year and Nine Years Ago
June 30, 2023

Mining Operator	2023			2014		
	Mining Taxes	Rank	Percentage of Total Mining Tax Revenue	Mining Taxes	Rank	Percentage of Total Mining Tax Revenue
Vulcan Durbin/Reliance	2,967,959	1	41.0%	2,864,335	1	50.0%
United Rock	2,061,812	2	28.5%	877,650	3	15.3%
Hanson Aggregates	2,041,804	3	28.2%	1,793,558	2	31.3%
All American Asphalt	96,173	4	1.3%	57,285	5	1.0%
Peck Road Gravel Pit	42,170	5	0.6%	97,480	4	1.7%
Holiday Rock	28,450	6	0.4%	36,220	6	0.6%
Totals	<u>7,238,369</u>		<u>100.00%</u>	<u>5,726,527</u>		<u>100.00%</u>

Source: City of Irwindale Finance Department

Table 9
City of Irwindale
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Category	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Residential	48,487,088	51,209,692	53,803,730	55,306,155	59,483,148	64,644,891	69,211,895	73,390,420	75,465,668	81,573,035
Commercial	165,743,037	174,522,114	179,619,293	182,176,675	171,797,899	171,514,320	213,589,419	254,462,647	296,730,366	313,952,251
Industrial	1,383,353,215	1,428,571,157	1,454,273,793	1,480,939,609	1,615,507,741	1,692,091,506	1,839,178,802	1,864,686,637	1,644,090,819	1,743,848,647
Government Owned	496,011	498,217	508,170	515,919	526,237	536,761	547,495	558,444	564,228	575,512
Institutional	157,695	158,410	161,574	164,037	167,317	850,000	-	-	-	-
Miscellaneous	7,354,853	7,804,466	7,806,464	7,795,215	7,764,046	7,781,738	7,829,920	7,830,569	7,790,995	7,820,554
Recreational	11,584,598	11,637,190	22,969,948	23,320,239	26,356,643	26,883,775	27,421,449	27,969,875	27,994,086	26,014,167
Vacant	53,746,555	63,402,720	69,052,434	78,577,829	81,698,273	81,100,375	79,272,843	85,240,244	151,734,585	364,066,540
SBE Nonunitary	7,427,946	7,427,946	7,071,026	7,071,526	7,071,526	7,071,526	7,071,526	7,171,072	7,191,072	7,191,072
Cross Reference	101,727,504	87,844,101	86,806,996	88,007,252	129,623,585	145,323,008	133,542,664	126,933,216	118,288,388	114,333,931
Unsecured	350,202,859	352,575,992	351,397,594	352,596,600	332,009,850	369,615,372	310,428,919	351,867,464	434,527,438	645,962,496
Exempt	(43,339,793)	(43,339,793)	(44,205,503)	(43,526,869)	(40,168,105)	(37,440,651)	(33,879,116)	(33,779,664)	(33,294,975)	(33,161,488)
TOTALS	2,130,281,361	2,185,652,005	2,233,471,022	2,276,471,056	2,432,006,285	2,567,413,272	2,688,094,932	2,800,130,588	2,764,377,645	3,305,338,205
Total Direct Rate	0.11961%	0.11935%	0.11913%	0.11874%	0.11491%	0.11809%	0.11771%	0.11680%	0.11747%	0.11623%

Source: HdL Coren & Cone Reports

Notes: In 1978 the voters of the State of California passed Proposition 13 which limited property taxes to a total maximum rate of 1% based upon the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an "inflation factor" (limited to a maximum increase of 2%). With few exceptions, property is only reassessed as a result of new construction activity or at the time it is sold to a new owner. At that point, the property is reassessed based upon the added value of the construction or the purchase price (market value) or economic value of the property sold. The assessed valuation data shown above represents the only data currently available with respect to actual market value of taxable property and is subject to the limitations described above.

Table 10
City of Irwindale
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

Fiscal Year Ended	Direct Rate		Overlapping Rates				Total Direct & Overlapping Rates
	General Levy	Los Angeles County	School Districts	Community College	Water District		
2014	1.00000	0.00000	0.78442	0.07141	0.00350	1.85933	
2015	1.00000	0.00000	0.81082	0.07277	0.00350	1.88709	
2016	1.00000	0.00000	0.89519	0.06507	0.00350	1.96376	
2017	1.00000	0.00000	0.84665	0.07614	0.00350	1.92629	
2018	1.00000	0.00000	0.92805	0.07348	0.00350	2.00503	
2019	1.00000	0.00000	0.93819	0.07227	0.00350	2.01396	
2020	1.00000	0.00000	0.91819	0.09525	0.00350	2.01694	
2021	1.00000	0.00000	0.93974	0.07978	0.00350	2.02302	
2022	1.00000	0.00000	0.93117	0.10966	0.00350	2.04433	
2023	1.00000	0.00000	0.94054	0.10317	0.00350	2.04721	

Source: HdL Coren & Cone Reports

Notes: In 1978, California voters passed Proposition 13 which sets the property tax rate at 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of the various intergovernmental overlapping debt.

Table 11
City of Irwindale
Principal Property Taxpayers
Current Year and Nine Years Ago
June 30, 2023

Property Owner	2023			2014		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
LIT Reliance II LP	\$ 193,800,000	1	5.85%			
IBY Property Owner LLC	189,703,856	2	5.72%			
IBY LLC	155,140,746	3	4.68%			
Crow Family Holdings Industrial	118,304,033	4	3.57%	\$ 101,802,489	2	4.77%
Rexford Industrial	113,557,778	5	3.43%			
Kaiser	113,115,657	6	3.41%			
BPP Pacific Indl Reit LA Reg	93,089,408	7	2.81%			
Huy Fong Irwindale LLC	75,216,873	8	2.27%	72,087,595	3	3.38%
Biosense Webster Inc.	74,049,455	9	2.23%			
Unitek Corporation	66,483,344	10	2.01%	35,681,055	9	1.67%
Millercoors Inc./Miller Brewing Company				391,192,920	1	18.32%
Hanson Aggregates West Inc.				57,658,974	4	2.70%
Metropolitan Life Insurance Company				54,093,401	5	2.53%
LBA of CPT Industrial-CO III LLC				41,310,000	6	1.93%
Ready Pac Produce Inc.				40,208,276	7	1.88%
Davis Wire Corporation				37,353,552	8	1.75%
Lovin Oven LLC				32,466,657	10	1.52%
Totals	\$ 1,192,461,150		35.98%	\$ 863,854,919		40.45%

Source: HdL Coren & Cone Reports

Table 12
City of Inwindale
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended June 30	City Tax Levy	Collected within the Fiscal Year of the Levy		Collected In Subsequent Years	Total Collections	
		Amount Collected	Percentage of Levy		Amount	Percentage of Levy
2014	203,572	202,460	99.5%	302	202,762	99.6%
2015	203,580	200,674	98.6%	1,269	201,943	99.2%
2016	203,800	202,034	99.1%	NA	202,034	99.1%
2017	207,200	204,997	98.9%	NA	204,997	98.9%
2018	212,230	209,975	98.9%	NA	209,975	98.9%
2019	212,230	207,762	97.9%	NA	207,762	97.9%
2020	212,240	210,165	99.0%	NA	210,165	99.0%
2021	220,400	218,120	99.0%	NA	218,120	99.0%
2022	232,570	230,104	98.9%	NA	230,104	98.9%
2023	483,390	477,942	98.9%	NA	477,942	98.9%

NA - Information not available.

Source: HdL Coren & Cone, City of Inwindale Finance Dept, and County of Los Angeles Office of Auditor-Controller

Table 13
City of Irwindale
Taxable Sales by Category
Last Ten Fiscal Years

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Apparel Stores	664	580	599	483	733	719	635	145	138	1,038
Food Stores	353	458	715	591	353	290	285	372	370	405
Eating and Drinking Places	18,006	18,860	20,889	21,624	21,945	22,122	23,374	20,903	24,092	27,396
Building Materials	10,995	9,844	11,268	12,775	17,564	16,928	16,205	16,515	21,038	24,107
Auto Dealers and Supplies	3,285	3,294	3,606	6,311	7,788	9,331	9,862	9,152	13,417	13,429
Service Stations	51,843	51,248	45,400	38,906	42,478	44,726	50,297	31,987	47,182	67,253
Other Retail Stores	15,128	15,440	14,266	13,493	13,176	14,190	14,248	8,798	14,259	44,196
All Other Outlets	279,913	301,534	303,365	284,013	318,720	295,983	267,808	339,064	328,832	339,979
Total	\$ 380,187	\$ 401,258	\$ 400,108	\$ 378,196	\$ 422,757	\$ 404,289	\$ 382,714	\$ 426,936	\$ 449,328	\$ 517,803

* 2023 data not available.

Source: State of California Board of Equalization and the HdL Companies

Note: Due to confidentiality requirements, the names of the ten largest revenue payers are not disclosed. The categories presented are intended to provide alternative information regarding the sources of the City's revenue. HdL Companies reports run on an adjusted basis which means that they incorporate needed adjustments each year. Totals can also change as business types are more in line to their actual business activity.

Table 14
City of Irwindale
Top 25 Sales Tax Producers
Current Year and Nine Years Ago
June 30, 2023

2023		2014	
Business Name	Business Category	Business Name	Business Category
ACH Supply	Plumbing/Electrical Supplies	ACH Supply	Plumbing/Electrical Supplies
Arco	Service Stations	Airgas	Drugs/Chemicals
Arco AM PM	Service Stations	Arco	Service Stations
Arco AM PM	Service Stations	Arco AM PM	Service Stations
Assa Abloy Residential Group	Heavy Industrial	Arco AM PM	Service Stations
Bartley Optical Sales	Medical/Biotech	Bartley Optical Sales	Medical/Biotech
Chem Arrow	Drugs/Chemicals	Chaparral Concrete Company	Contractors
Crowley Company	Heavy Industrial	Chem Arrow	Drugs/Chemicals
Decore Ative Specialties	Contractors	Decore Ative Specialties	Contractors
Food Makers Bakery Equipment	Food Service Equip./Supplies	Education Management Systems	Business Services
G & I Islas Industries	Heavy Industrial	Food Makers Bakery Equipment	Food Service Equip./Supplies
Geary Pacific Supply	Contractors	H & K	Food Service Equip./Supplies
Home Depot USA	Fulfillment Centers	Holiday Rock Co	Contractors
Johnstone Supply	Light Industrial/Printers	Jacmar Food Service	Food Service Equip./Supplies
McDonalds	Quick-Service Restaurants	McDonald's	Quick-Service Restaurants
Patton Sales	Office Supplies/ Furniture	Miller Brewing Company	Food Service Equip./Supplies
RE Michel Company	Contractors	National Ready Mixed Concrete	Contractors
Rivergrade Shell Station	Service Stations	Rivergrade Shell Station	Service Stations
Scholastic Book Fairs	Stationery/Book Stores	Spot Not Car Wash & Car	Service Stations
Sigler	Contractors	Spragues Rock & Sand	Contractors
Spragues Rock & Sand	Contractors	United Rock Products	Contractors
United Rock Products	Contractors	Unitek	Drugs/Chemicals
Unitek	Drugs/Chemicals	Vulcan Materials	Contractors
Vulcan Materials	Contractors	W W Grainger	Electrical Equipment
Western Emulsions	Contractors	Western Emulsions	Contractors
Percent of Fiscal Year Total Paid by Top 25 Accounts	70.19%		66.10%

Source: HdL Coren & Cone Reports

Firms Listed Alphabetically (April through March data for each year)

Table 15
City of Irwindale
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Lease Revenue Bonds (1)	Capital Leases	Subscription Liability	Total Debt Primary Government	Total Debt As A		Ratio of Outstanding Debt
					Percentage on Taxable Assessed Value	Per Capita Personal Income	
2014 (2)	3,526,572	-	-	3,526,572	0.17%	19,212	NM
2015	3,070,126	-	-	3,070,126	0.14%	18,934	NM
2016	2,598,680	-	-	2,598,680	0.12%	19,594	NM
2017	2,117,234	-	-	2,117,234	0.09%	18,219	NM
2018	1,620,788	-	-	1,620,788	0.07%	18,110	NM
2019	1,109,342	-	-	1,109,342	0.04%	18,389	NM
2020	572,896	-	-	572,896	0.02%	25,002	NM
2021	-	-	-	-	0.00%	27,356	NM
2022	-	34,610	-	34,610	0.00%	29,710	NM
2023	-	16,622	71,735	88,357	0.00%	34,446	NM

Source: City of Irwindale Note 6 to Financial Statements and Statistical Table 19

NM: Not Meaningful - As reflected in Table 19, the city's population is extraordinarily small; the majority of the City consists of Commercial and Industrial businesses. Therefore the Ratio of Outstanding Debt produces a result which is not meaningful or of value for analysis.

(1) Amounts presented included related premiums, discounts, and adjustments.

(2) On July 2, 2013, the City refinanced its 2001 Certificate of Participation Bonds. As of fiscal year ended June 30, 2014, the City's outstanding debt consists of the 2013 Lease Revenue Bonds.

Table 16
City of Irwindale
Bonded Debt Pledged Revenue Coverage
Successor Agency Tax Allocation Bonds
Last Ten Fiscal Years

Fiscal Year	Tax Increment/ Allocation	Debt Service		Coverage
		Principal and	Interest	
2014	5,182,005	8,205,079		0.63
2015	6,400,062	8,059,710		0.79
2016	8,036,419	7,995,186		1.01
2017	6,313,666	7,987,661		0.79
2018	5,286,629	7,982,087		0.66
2019	8,349,620	7,984,142		1.05
2020	8,329,604	7,981,230		1.04
2021	8,076,758	7,973,052		1.01
2022	-	7,966,300		-
2023	3,335,812	7,958,810		0.42

Source: City of Irwindale

Note: Details regarding the Successor Agency's outstanding debt can be found in Note 12c to the Financial Statements.

(1) Per State Assembly Bill AB 1X26, redevelopment agencies in California were dissolved as of February 1, 2012. After this dissolution date, taxes were no longer allocated to redevelopment agencies as Tax Increment. Fiscal Year 2012 lists Tax Increment received for only part of the year.

(2) As of February 1, 2012, the City serves as the Successor Agency to the former redevelopment agency, and funds for payment of debt obligations are allocated through a Recognized Obligation Payment Schedule (ROPS) process. The State must approve the ROPS prior to the County distributing property tax allocations.

Fiscal Year 2012-13 and all fiscal years afterward reflect Redevelopment Property Tax Trust Fund (RPTTF) revenue allocated to the Successor Agency through the ROPS process for payment of its debt obligations. RPTTF allocations are approved by the State and distributed by the County.

Table 17
City of Irwindale
Direct and Overlapping Debt
As of June 30, 2023

	Percentage Applicable to City of Irwindale (1)	Amount Applicable to City of Irwindale
2022-23 Assessed Valuation (after deducting Incremental Value)		
Direct Debt:		
Subscription Liability	100%	71,735
Capital Leases	100%	16,622
		<u>\$ 88,357</u>
Overlapping Debt:		
Metropolitan Water District	0.091%	17,486
Citrus Community College District	5.228%	6,821,249
Mt San Antonio Community College District	1.123%	9,910,282
Rio Hondo Community College District	0.354%	602,629
Azusa Unified School District	14.652%	19,501,582
Baldwin Park Unified School District	9.074%	11,638,042
Covina Valley Unified School District	5.744%	10,579,192
Duarte Unified School District	11.280%	10,128,833
Other School Districts	Various	4,851,478
Total Overlapping Debt		<u>\$ 74,050,773</u>
Total Direct and Overlapping Tax and Assessment Debt:		<u>\$ 74,139,130</u>

Ratio to Assessed Valuation:	
Direct Debt %	0.04%
Overlapping Debt %	37.67%
Total Gross Debt %	37.72%

- (1) Percentage of overlapping agency's assessed valuation located within boundaries of the city.
- (2) Amount presented includes related premiums, discounts, and adjustments.

Source: Hdl Coren & Cone Reports

Table 18
City of Irwindale
Legal Debt Margin Information
Last Ten Fiscal Years

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Assessed valuation	\$ 2,130,281,361	\$ 2,185,652,005	\$ 2,233,471,022	\$ 2,276,471,056	\$ 2,432,006,265	\$ 2,567,413,272	\$ 2,688,094,932	\$ 2,800,130,588	\$ 2,764,377,645	\$ 3,305,338,205
Conversion percentage	25%	25%	25%	25%	25%	25%	25%	25%	25%	25%
Adjusted assessed valuation	532,570,340	546,413,001	558,367,756	569,117,764	608,001,566	641,853,318	672,023,733	700,032,647	691,094,411	826,334,551
Debt limit percentage	15%	15%	15%	15%	15%	15%	15%	15%	15%	15%
Debt limit	79,885,551	81,961,950	83,755,163	85,367,665	91,200,235	96,277,998	100,803,560	105,004,897	103,664,162	123,950,183
Less debt applicable to the limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$ 79,885,551	\$ 81,961,950	\$ 83,755,163	\$ 85,367,665	\$ 91,200,235	\$ 96,277,998	\$ 100,803,560	\$ 105,004,897	\$ 103,664,162	\$ 123,950,183
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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

Source: City of Irwindale, Statistical Table 9 and Notes to Financial Statements.

Table 19
City of Irwindale
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2013	1,466	28,165	19,212	7.9%
2014	1,467	27,776	18,934	10.8%
2015	1,415	27,727	19,594	8.8%
2016	1,423	25,926	18,219	6.9%
2017	1,450	26,261	18,110	6.9%
2018	1,506	27,694	18,389	7.1%
2019	1,434	35,853	25,002	6.6%
2020	1,441	39,420	27,356	15.8%
2021	1,490	44,268	29,710	7.3%
2022	1,483	51,085	34,446	4.4%

* 2023 data not available.

Source: HdL Coren & Cone Reports

Table 20
City of Irwindale
Principal Employers
Current Year and Nine Years Ago

Employer	2023			2014		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Ready-Pac Produce Inc.	1,270	1	8.5%	1,900	2	7.6%
Southern California Edison	1,200	2	8.1%	2,528	1	10.1%
City of Hope	1,109	3	7.4%			
Decore-Active Specialties Inc.	688	4	4.6%			
Charter Communications	485	5	3.3%	331	8	1.3%
City of Hope Medical Foundation	375	6	2.5%			
Athens Services	361	7	2.4%			
Louis Vuitton U.S. Mfg Inc	322	8	2.2%			
Biosense Webster	250	9	1.7%	390	7	1.6%
Best Overnight Express, Inc.	243	10	1.6%	268	9	1.1%
Miller Coors				530	3	2.1%
Asplundh Tree Expert Co.				400	4	1.6%
Mariposa Horticultural Enterprise				382	5	1.5%
R Ranch Market				344	6	1.4%
Superior Communications				243	10	1.0%
Total	6,303		42.3%	7,316		29.3%
Estimated City Employment	14,900			25,000		

Source: HdL Business License System, Survey conducted by City.

Total Estimated City Employment provided by Community Development Department.

* Includes contract employees

Table 21
City of Inwindale
Full-time and Part-time City Employees by Function
Last Ten Fiscal Years

Function	2014	2015	2016	2016	2016	2018	2019	2020	2021	2022	2023
General government	14.00	14.00	14.00	14.00	14.00	17.50	18.50	19.00	19.00	22.00	24.50
Police	47.00	47.00	47.00	47.00	47.00	47.50	47.00	47.00	47.00	48.00	49.00
Community Dvlp & Code En	6.00	6.00	6.00	6.00	6.00	7.50	12.50	13.00	13.00	12.50	14.50
Public Works	19.50	19.00	19.00	19.00	19.00	22.50	26.50	27.00	30.00	35.00	35.00
Library	4.50	4.50	4.50	4.50	4.50	8.00	7.50	7.50	7.50	11.50	11.50
Recreation	15.00	20.50	20.50	20.50	20.50	22.50	27.00	27.00	23.50	24.00	16.00
Senior Center	5.00	5.00	5.00	5.00	5.00	5.00	6.00	6.00	6.00	6.00	6.00
Aquatics	-	-	-	-	-	-	-	-	-	9.00	12.50
Total	111.00	116.00	116.00	116.00	116.00	130.50	145.00	146.50	146.00	168.00	169.00

Source: City of Inwindale, Finance Department, budget document

Note: Reflects the number of positions authorized per the City's annual Compensation Resolution.

Table 22
City of Irwindale
Operating Indicators by Function
Last Ten Fiscal Years

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Police:										
Increase in traffic enforcement citations	1,942	1,259	1,170	5,570	4,739	2,987	699	575	1,107	1,052
DUI arrests	33	47	40	16	17	19	20	11	39	32
Unlicensed drivers arrested or cited	207	233	132	367	207	234	28	22	50	26
Vandalism Arrests	10	6	2	6	7	4	7	4	5	2
Stolen Vehicles	40	24	22	21	44	27	36	37	50	46
Robberies	3	7	5	2	4	6	2	4	5	6
Burglaries	41	34	70	45	43	47	85	59	74	60
Calls for service	22,696	20,412	23,901	21,353	20,064	19,082	12,737	14,694	18,404	20,535
Recreation:										
Number of facility rentals	266	365	555	298	315	477	158	0	128	264
Number of recreation classes/programs	79	80	93	126	126	130	102	63	64	98
Number of special events	41	42	38	46	49	50	40	42	41	51
Number of field trips	45	43	45	49	52	52	45	0	36	46
Aquatic participants	9,846	9,253	12,227	14,075	14,186	10,200	8,070	413	4,605	13,261
Senior Center:										
Number of facility rentals	180	143	129	130	155	160	42	17	86	109
Number of classes/programs	85	85	699	1,793	2,300	2,300	284	540	813	144
Number of special events/activities	39	39	38	239	301	43	24	211	69	63
Number of field trips	26	24	28	34	34	8	8	4	11	12
Number of meals served-Nutrition program/breakfast	8,588	8,090	7,644	8,075	8,439	8,776	10,287	1,020	4,366	8,637
Library										
Adult & children programs	70	160	82	93	103	102	182	15	108	87
Adult & children storytimes	22	22	18	27	36	40	40	0	34	37
Library items added	2,201	2,590	2,146	2,460	2,493	1,808	1,444	1,155	1,388	1,476
Learning Center tutoring hours	306	308	308	320	320	320	180	0	306	351
Public Works										
Street resurfacing (miles)	1,224	0	0	5.13	1.8	1.05	1.19	0.988	1,024	1,024
Sidewalk repair/replacement (sq.ft.)	18,865	10,000	2,238	0	0	8,367	0	0	386	531
Encroachment Permits	92	105	96	139	114	142	184	162	129	109
Field Inspections	4/week	4/week	4/week	4/week	5 daily	5/week	5/week	4/week	4/week	5/week
Transportation Permits	347	354	370	452	503	495	379	302	314	382
Building & Safety										
Permits issued	332	327	361	431	430	524	442	442	394	350
Film Permits Issued	21	11	9	17	22	27	21	13	8	10
Business Licenses issued	1,254	1,108	1,302	1,416	1,456	1,639	1,464	1,438	1,691	1,653
Finance										
Account Payable checks issued	3,146	3,078	2,833	3,098	2,793	3,013	2,835	2,506	2,934	2,773
Payroll checks issued	3,094	3,370	3,330	3,415	3,578	3,725	4,038	3,965	4,440	4,349
Journal Vouchers	2,173	2,281	2,361	2,425	2,320	2,570	2,278	1,950	2,595	2,580
Purchase orders processed	198	197	159	205	225	259	267	225	210	198
Cash & Investments at year-end (in millions)	74.4	72.1	75.4	89.9	83.5	92.0	89.5	105.6	107.0	109.1
Administration										
Constituent requests for information processed	67	37	51	49	57	54	61	49	74	68
Agenda Reports Submitted to Council	305	285	319	233	226	118	220	224	366	258
City Council Meeting Agendas Completed	36	24	24	23	26	26	23	23	28	31
Resolutions (City Council)	48	67	63	70	80	57	89	95	106	138
Resolutions (ICRA)	0	0	0	0	0	0	0	0	0	0
Resolutions (SA)	6	5	9	8	5	3	2	4	15	6
Resolutions (Housing Authority)	7	3	6	5	8	9	13	13	19	3
Resolutions (Reclamation Authority)	1	3	3	1	4	1	2	1	3	2
Ordinances	7	14	9	13	10	13	13	9	3	8
Contracts	58	44	98	111	109	170	63	115	143	192
Weekly Reports to City Council	45	45	42	45	48	48	12	9	50	49
Number of recruitment applications processed	126	191	79	178	254	1,225	312	756	779	748

Source: City of Irwindale, various City Departments

Table 23
City of Inwindale
Capital Asset Statistics by Function
Last Ten Fiscal Years

Function	2014	2015	2016	2017	2017	2017	2019	2020	2021	2022	2023
Police											
Stations	1	1	1	1	1	1	1	1	1	1	1
Substations	0	0	0	0	0	0	0	0	0	0	0
Patrol units	11	11	13	12	12	12	15	14	14	15	15
Motorcycles	2	2	3	1	1	1	1	1	1	2	2
Trailer	1	1	1	1	1	1	1	1	1	1	1
Undercover Vehicle	7	7	7	6	6	6	7	10	10	10	10
Command Vehicle	2	2	1	1	1	1	2	2	2	3	2
Public Works											
Streets/Highway (miles)	27.73	27.73	27.73	27.73	27.73	27.73	29.20	29.20	29.20	29.20	29.20
Streetlights	861	861	870	870	870	870	873	873	873	873	873
Traffic signals	42	42	43	43	43	43	43	43	42	44	44
Bridges	15	15	15	15	15	15	15	15	15	15	15
Culture and recreation											
Recreation											
Parks	3	3	3	3	3	3	3	3	3	3	3
Playground areas	4	4	4	4	4	4	4	4	4	4	4
Tennis courts	1	1	1	1	1	1	1	1	1	1	1
Softball & baseball diamonds	1	1	1	1	1	1	1	1	1	1	1
Basketball full courts	2	2	2	2	2	2	2	2	2	2	2
Basketball half courts	1	1	1	1	1	1	1	1	1	1	1
Skate Parks	1	1	1	1	1	1	1	1	1	1	1
Swimming pools	1	1	1	1	1	1	1	1	1	1	1
Recreation Centers	1	1	1	1	1	1	1	1	1	1	1
Senior Center											
Community Centers	1	1	1	1	1	1	1	1	1	1	1
Senior Centers	1	1	1	1	1	1	1	1	1	1	1
Missions	1	1	1	1	1	1	1	1	1	1	1
Library											
Library buildings	1	1	1	1	1	1	1	1	1	1	1

Source: City of Inwindale, various City Departments