

City Of
IRWINDALE
California



Annual Comprehensive
Financial Report
For the fiscal year ended
June 30, 2021

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ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2021

CITY OF IRWINDALE

CALIFORNIA



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

(At Date of Issuance)

Julian A. Miranda, City Manager

PREPARED BY THE CITY OF IRWINDALE FINANCE DEPARTMENT
Jeanette Duran, Interim Finance Director / City Treasurer

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JUNE 30, 2021

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March 11, 2022

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, 2021. 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 which requires fund balance reporting and governmental fund type definitions. The ACFR also complies with GASB 68 and GASB 75 which require additional detailed financial information on the City's pension liabilities and other post-employment benefit liabilities. 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, 2021. 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 1,441 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, 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, 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 13 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 recent years, economic conditions both at the national and state levels have reflected a positive outlook for the City. However, in March 2020, an emergency was declared at local, state and national levels due to the global COVID-19 Pandemic. The pandemic has caused severe impacts to the economy at all levels due to the required shutdowns and restrictions on many businesses.

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.

The duration and continued severity of the fiscal impact of the pandemic are yet unknown, and therefore the future outlook of the economy cannot be easily predicted. It is anticipated that, with the vaccines finally being distributed, the pandemic will start to slow down and the economy can recover within the next couple of years.

The City has 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 \$35.7 million, which equates to approximately 172% of the General Fund operating expenditure budget adopted for the following fiscal year. These reserves are assigned, or set aside, for several purposes, including pension and post-retirement benefits, compensated absences, continuing appropriations, capital and facility improvements, 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 actions adopted recently is the implementation of a Development Impact Fee Program 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 received in FY 2019-2020. This additional local tax is projected to generate approximately \$1.6 million 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 liabilities.

One of the most significant fiscal challenges currently faced by all government agencies relates to the pension funding crisis. The City is a member of the California Public Employees Retirement System (CalPERS), and during the past several years CalPERS has implemented significant changes to the rate calculations and assumptions used in their actuarial valuations. This has resulted in generating massive Unfunded Actuarial Liabilities (UAL) for all its member agencies. To address the UAL, CalPERS provided cities with a 30 year amortization payoff schedule at a 7% interest rate, as well as projected steep increases to the Cities' future annual pension rates. The City of Irwindale was faced with a \$21 million UAL as of FY 2016-2017.

The City worked directly with CalPERS actuaries and leading experts in this field to determine the most recommended approach to address the UAL. Paying it off as soon as possible would result in millions of interest costs saved over the amortization period. Therefore, in June 2018, the City Council approved a significant budget initiative to use its reserves to pay down its UAL over three years. This approach would not only save millions in interest, but also mitigate the City's annual pension cost increases by reducing the steep increases projected for the City's annual future pension rates. The payoff plan consisted of three annual payments of \$7 million each in FY 2017-2018, FY 2018-2019, and FY 2019-2020. In FY 2019-2020, the City made the last of the \$7 million payments, and the CalPERS recent actuarial reports reflect the drop in its UAL balances, and lowered pension rates than previously projected, which will help the City's operating budgets.

The City is also continuing its concerted efforts in economic development. The City's Economic Strategic Plan update will be completed in the near future, and will outline 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 has not entered into, nor currently plans to enter into, any tax abatement agreements 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 Flex development: Arrow Highway Property
- Industrial development: Vincent Avenue property (Formally known as Manning Pit);
- 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
- Retail/commercial/industrial development of the North Kincaid Pit

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 CIP is often from sources other than the General Fund. Project funding sources typically include the Mining Impact Fund, State Gas Tax, Proposition C, Measure R, Measure M, Community Development Block Grants, Federal/State Grants, and Development Impact Fees.

During FY 2020-21, the City of Irwindale spent approximately \$3.2 million in infrastructure and capital improvements. The projects completed include the Resurfacing Project, the Community Center HVAC/Roof Project, Recreation HVAC/Roof Project, fitness equipment, and Traffic Control Systems. A total of \$1.7 million was spent on the Irwindale Park Phase IIB, which is an approved multi-year project. Additionally, another \$6.5 million 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, 2020. This was the eleventh 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,



Julian A. Miranda
City Manager



Jeanette Duran
Interim Finance Director/City Treasurer

CITY OF IRWINDALE
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2021

ELECTED OFFICIALS



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

EXECUTIVE MANAGEMENT

City Manager	William K. Tam
Assistant City Manager	Theresa Olivares
Chief of Police	Ty Henshaw
City Engineer/Building Official	Arsanious Hanna
Finance Director/City Treasurer	Eva Carreon
Chief Deputy City Clerk	Laura Nieto

CITY ATTORNEY

Adrian R. Guerra, Aleshire & Wynder, LLP



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, 2020

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 Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of City of Irwindale, California, (the City) as of and for the year ended June 30, 2021, 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 of Irwindale, California, as of June 30, 2021, and the respective changes in financial position 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 (GAAS) 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 audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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



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 opinion. 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 the GAAS 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 GAAS 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.

Other Reporting Responsibilities

Required Supplementary Information

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



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 combining and individual nonmajor fund financial statements and schedules 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section and statistical section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the financial statements does 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 financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the 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 March 11, 2022, 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 the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Lance, Solt & Lughard, LLP". The signature is written in a cursive, flowing style.

Brea, California
March 11, 2022

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MANAGEMENT DISCUSSION AND ANALYSIS

This section of the City of Irwindale's Annual Comprehensive Financial Report (ACFR) presents management's discussion and analysis of the City's performance during the fiscal year that ended June 30, 2021. This analysis should be read in conjunction with the Transmittal Letter at the front of this report and the accompanying financial statements.

FINANCIAL HIGHLIGHTS

Long-Term Economic Resource (Government-wide) Focus – Economic resources are differentiated from financial resources in that the economic measurement focus measures changes in net position as soon as the event occurs regardless of the timing of related cash flows. Therefore, this measurement focus includes current spendable resources and fixed non-spendable assets, and long-term claims against these assets. The resulting net position utilizing this measurement focus provides one measure of the City's overall long-term financial condition.

- The City's assets and deferred outflows exceeded its liabilities and deferred inflows at the close of the fiscal year by \$147.6 million.
- The City's total net position increased by \$13.7 million. This increase is primarily due to the changes in the net investments in capital assets, and the land held for resale.
- The City's non-current liabilities include \$1.7 million in compensated absences, \$5.6 million in pension liabilities, and \$12.4 million in other post employment benefit liabilities.
- The City's governmental funds reported a combined fund balance of \$90.6 million.

Short-Term Financial Resource (Fund) Focus - The financial resources focus measures inflows of current spendable assets. The resulting net difference between current financial assets and current financial liabilities, otherwise known as fund balance (or net working capital in the private sector), is to measure the City's ability to finance activities in the near term.

- At the close of the current fiscal year, the City's Governmental Funds reported a combined ending fund balance of \$90.6 million, which represents an increase of \$16.0 million from the previous year. This increase is primarily attributed to the land held for resale.
- Approximately \$29.1 million of the total fund balances are assigned for specific purposes and may be modified as deemed appropriate. The purposes for which the current fund balances have been assigned include economic contingency, pension and post-employment benefits, compensated absences, continuing appropriations, and capital and facility improvements.
- The General Fund reported a total fund balance of \$41.9 million as of June 30, 2021.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of the comprehensive annual financial report contains the following information: *Independent Auditor's Report*, *Management's Discussion and Analysis* (this section), the *Basic Financial Statements*, and the *Supplementary Information* section, an optional section that presents combining and budgetary schedules for individual non-major funds. The *Basic Financial Statements* are comprised of three components: 1) *Government-wide Financial Statements*, 2) *Fund Financial Statements* and 3) *Notes to the Financial Statements*. The Management's Discussion and Analysis is intended to be an introduction to the Basic Financial Statements.

BASIC FINANCIAL STATEMENTS

Government-wide financial statements. The Government-wide Financial Statements are intended to provide a "Big Picture" view of the City as a whole using accounting methods similar to those used by private sector companies. The Statement of Net Position includes all of the City's assets (including non-spendable assets like streets and roads) and liabilities (including long-term liabilities that may be paid over many years). All of the current year revenues and expenses are accounted for in the Statement of Activities regardless of when cash is received or paid.

The two Government-wide Financial Statements report the City's net position and changes:

The Statement of Net Position – presents information on all of the City of Irwindale's assets and liabilities, with the difference between the two reported as net position. Net position is one way to measure the City's financial health. Over time, increases or decreases in the City's net position are an indicator of whether its financial health is improving or deteriorating, respectively. To assess the overall health of the City, one should also consider additional non-financial factors such as changes in the City's property tax base and the condition of the City's roads.

The Statement of Activities – presents information showing how the government'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 expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes).

Both of the government-wide financial statements distinguish functions of the City of Irwindale that are principally supported by taxes and intergovernmental revenues (*government activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City of Irwindale include general government, public safety, public works, and parks and recreation. The City of Irwindale does not provide any business-type activities.

The government-wide financial statements include the blending of separate legal entities—the City of Irwindale, the Irwindale Housing Authority, the Irwindale Reclamation Authority and the Irwindale Joint Powers Authority. Although legally separate, these "component units" are important because the City of Irwindale is financially accountable for them.

Fund Financial Statements – Funds are accounting devices that the City uses to track and control resources intended for specific purposes. The Fund Financial Statements provide more detailed information about the City's most significant funds (major funds), but not the City as a whole. Some funds are required by State and Federal law or by bond covenants, whereas other funds are utilized simply to control and manage resources intended for particular purposes.

The City utilizes two categories of 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 statements, governmental fund financial statements focus on near-term 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 evaluating a government's near-term financing requirements.

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 government'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 of Irwindale maintains 23 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, the Housing Authority, the Mining Impact Tax Fund, and the Capital Project Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The City of Irwindale adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

Fiduciary Funds – The City utilizes Fiduciary Funds to account for assets held by the City in a trustee capacity for other governmental entities, private organizations, or individuals. All of the City’s fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. We exclude these activities from the City’s Government-wide Financial Statements because the City cannot use these assets to finance its operations. Upon dissolution of the Irwindale Community Redevelopment Agency effective February 1, 2012, the remaining balances of the agency’s assets and obligations were transferred to a private purpose trust fund which accounts for all the financial transactions of the Successor Agency to the former Irwindale Community Redevelopment Agency.

Notes to the Financial Statements – The financial statements also include Notes to the Financial Statements that provide important narrative details about the information contained in the financial statements. Information contained in the Notes to the Financial Statements is critical to a reader’s full understanding of the Government-wide and Fund Financial Statements.

Supplementary Information – In addition to the required elements of the Basic Financial Statements, we have also included a Supplementary Information section, which includes budgetary and combining schedules that provide additional details about the City’s non-major Governmental Funds and Fiduciary Funds.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position

The net position serves over time as a useful indicator of a government’s financial position. The City’s net position for the year ended June 30, 2021, as shown in the following table, is \$147.6 million.

City of Irwindale
Net Position at June 30, 2021 and 2020 (in Thousands)

	Governmental Activities	
	2021	2020
Current and other assets	\$ 120,086	\$ 99,068
Capital assets	59,023	57,374
Total assets	<u>179,109</u>	<u>156,442</u>
Deferred Outflows of Resources	<u>11,879</u>	<u>19,017</u>
Pension & OPEB liabilities	17,918	23,883
Other liabilities	17,421	11,927
Total liabilities	<u>35,339</u>	<u>35,810</u>
Deferred Inflows of Resources	<u>8,037</u>	<u>5,925</u>
Net Position:		
Net investment in capital assets	59,023	56,825
Restricted	48,761	40,959
Unrestricted	<u>39,828</u>	<u>35,940</u>
Total net position	<u>\$ 147,612</u>	<u>\$ 133,724</u>

Net Investment in Capital Assets – This component is \$59.0 million and represents 40% of Net Position and represents the amount of funds required to acquire the City’s capital assets, less any related debt used for such acquisition that is still outstanding. The City uses these capital assets to provide services to citizens. The capital assets of the City are not sources of income for repayment of debt as most assets are not revenue generating, and generally are not liquidated to repay debt. Therefore, debt service payments are funded from other sources available to the City.

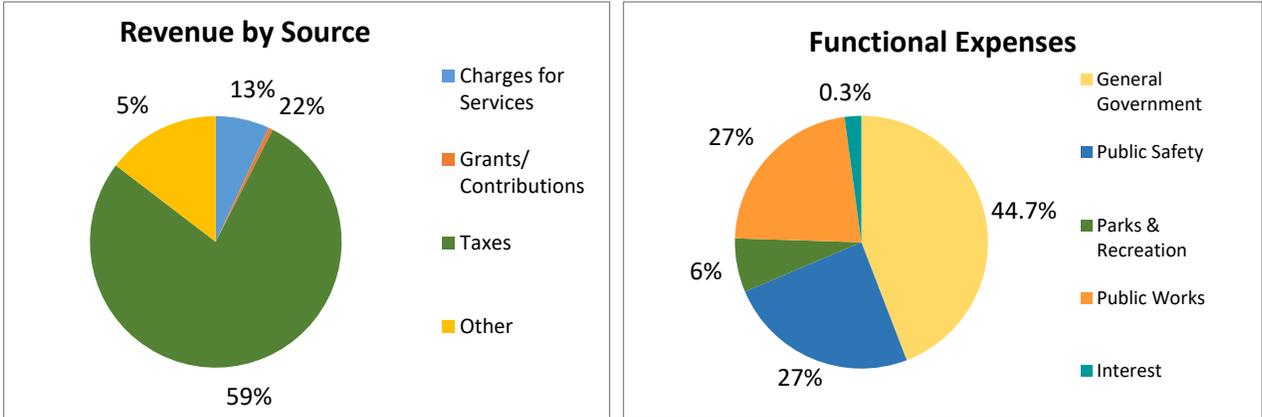
Restricted Assets – An additional portion of the City’s net position, \$48.8 million, represents resources that are subject to external restrictions on how they may be used, which include capital projects, debt service, grants, etc.

Overall the City’s net position increased by \$13.7 million during the current fiscal year. This increase is primarily due to the increase of tax revenue. In the prior year there was a large reduction in the government wide land held for resale values from the sale of three properties sold at a loss totaling \$9.0 million.

Statement of Activities - The following is a condensed Statement of Activities for the fiscal years ended June 30, 2021 and 2020.

City of Irwindale – Statement of Activities
(Changes in Net Position) as of June 30, 2021 and 2020 (in Thousands)

	2021	2020
Revenues		
Program revenues:		
Charges for services	\$ 5,729	\$ 4,233
Operating contributions and grants	1,055	5,555
Capital contributions and grants	1,582	1,362
Total program revenues	8,366	11,150
General revenues:		
Taxes:		
Property taxes	2,493	1,925
Mining/Processing taxes	7,304	6,234
Sales taxes	8,501	4,065
Franchise taxes	1,386	1,345
Business License taxes	1,419	1,433
Utility Users' Tax	3,229	3,440
Other taxes	573	412
Motor vehicle in lieu	160	154
Use of money and property	729	630
Other	474	950
Total general revenues	26,269	9,562
Total revenues	34,635	26,225
Special Item:		
Special item	8,952	(5,513)
Total special item	8,952	(5,513)
Expenses		
General government	10,318	14,321
Public safety	8,814	8,822
Parks and recreation	2,463	1,941
Public works	8,203	7,010
Interest on long-term debt	57	110
Total expenses	29,855	32,204
Change in net position	13,732	(5,959)
Net position at beginning of year, as originally reported	133,724	139,694
Restatement of Net Position	156	0
Net position at beginning of year, as restated	133,880	139,694
Net position at end of year	\$ 147,612	\$ 133,724



Governmental Activities – The City reported program revenues of \$8.4 million and general revenues and special item of \$35.2 million.

Program Revenues show a decrease of \$2.8 million over the prior year. This decrease in Program Revenue is due to the contribution of unspent housing bond proceeds of \$2.8 million transferred to the Housing Authority for its low income housing program from the Successor Agency to the Irwindale Community Redevelopment Agency.

General Revenues increased 17 million over prior year general revenues. Special items are unusual and infrequent in nature but within the control of management. As of June 30, 2021, the City reported a special item of \$8,952,218. \$9,308,000 relates to a sale of land held for resale in the general fund and (\$355,782) relates to a sale of land held for resale in the Housing Successor Fund.

In FY 2020-2021, total expenses decreased by \$2 million over the prior year. This decrease is primarily due to general government expenses.

Each programs' net cost (total cost less revenues generated by the activities) is presented in the table below. The net cost shows the extent to which the City's general taxes support each of the City's programs.

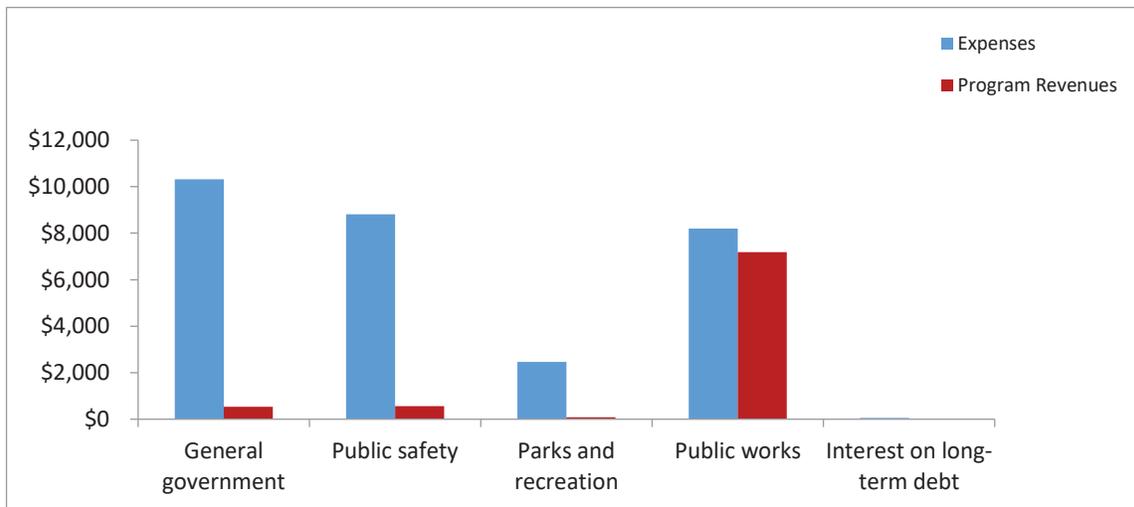
**City of Irwindale
Governmental Activities as of June 30, 2021 and 2020
(in Thousands)**

	Program Expenses		Program Revenues		Net Cost of Services	
	2021	2020	2021	2020	2021	2020
General government	\$ 10,318	\$ 14,358	\$ 539	\$ 3,766	\$ (9,779)	\$ (10,592)
Public safety	8,814	8,840	564	716	(8,250)	(8,124)
Parks and recreation	2,463	1,933	78	122	(2,385)	(1,811)
Public works	8,203	6,954	7,185	6,546	(1,018)	(408)
Interest on long-term debt	57	110	-	-	(57)	(110)
Totals	\$ 29,855	\$ 32,195	\$ 8,366	\$ 11,150	\$ (21,489)	\$ (21,045)

The net cost of services indicates that the overall cost of government is more than the revenues generated to support it. The City is not fully recovering the cost of these services with program revenues from user fees and other contributions.

The table below provides an illustrative chart comparing program expenses to program revenues for governmental activities.

City of Irwindale
Program Expenses and Revenues – Governmental Activities
Fiscal Year Ended June 30, 2021
(in thousands)



FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City of Irwindale uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of June 30, 2021, the City of Irwindale's governmental funds reported combined ending fund balances of \$90.6 million. Of this balance, 7% is nonspendable and held for prepaid costs, land held for resale, and notes and loans; 54% is legally restricted to fund functions and programs, such as housing projects, public safety, community services, public works and debt service; 32% is assigned to continuing appropriations, capital and facility improvements, compensated absences, pension liabilities, post retirement benefits, and economic contingencies. These designations have been made to provide resources for the City's future needs and liabilities.

The General Fund ended the year with a \$41.9 million fund balance, which reflects an increase of \$6.8 million from the prior fiscal year. The General Fund reflects an increase because, although the City realized higher tax and building related revenues, this higher revenue was offset by an extraordinary large payment of \$5.5 million (of a total \$7 million payment) made to pay down the City's California Public Employee Retirement System (CalPERS) Unfunded Actuarial Liability that were made the prior year.

Assigned fund balances are established for specific intended purposes and can be modified as deemed appropriate. As a measure of the general fund's liquidity, it may be useful to compare the assigned fund balance to both the total fund balance and total general fund expenditures. The assigned fund balance totals \$29.1 million, which represents 69.5% of the total general fund balance of \$41.9 million, and 47% of the FY 2020-21 general fund expenditures totaling \$19.7 million. These fund balance amounts represent continued efforts by the City of Irwindale to remain fiscally conservative and ensure that the City maintains adequate reserves to cover economic contingencies, future employee obligations, and future capital and facility improvements and infrastructure needs.

The Housing Authority ended the fiscal year with a fund balance of \$21.7 million. This represents an increase of \$8.8 million from the Housing Authority's prior year fund balance, and is solely due to the land held for resale from the 10-acre site. This enables the Housing Authority to convert some of its land assets allowing the funds to be used to continue its low income housing program for its residents.

The Mining Impact Fund ended the fiscal year with \$14.1 million in its fund balance, which represents a net decrease of \$0.1 million from the prior year. The decrease is primarily due to transfers out for a capital improvement resurfacing project. This payment represents the Mining Impact Fund's allocation of this liability.

The Capital Projects Fund ended the fiscal year with a fund balance of \$56,072, which represents a decrease of \$0.05 million from the prior year fund balance of \$107,456. The Capital Projects Fund was a newly established fund in the prior fiscal year to consolidate the accounting of all capital projects in the City and allow for better project tracking. During that year, funds totaling \$0.1 million were transferred into the new fund from the General Fund, Mining Impact Fund, and several special revenue funds to pay for future capital projects. In FY 2020-2021, an additional \$2.5 million was also transferred into the Capital Projects Fund to cover the total expenditures of several capital projects in FY 2020-2021, totaling \$3.0 million.

On December 29, 2011, the California Supreme Court upheld Assembly Bill 1X 26 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 reported a redevelopment agency within the reporting entity of the City as a blended component unit. Upon dissolution of the Irwindale Community Redevelopment Agency effective February 1, 2012, the remaining balances of the assets and obligations were transferred to a private purpose trust fund, which accounts for all the financial transactions of the Successor Agency to the former Irwindale Community Redevelopment Agency. Additional information on the Successor Agency is included in Note 12 of the Notes to the Financial Statements.

GENERAL FUND BUDGETARY HIGHLIGHTS

The original appropriations for the General Fund included total revenue estimates of \$22.5 million and total expenditure appropriations of \$22.5 million. At year end, the revised revenue estimates totaled \$27.4 million and the expenditure appropriations totaled \$26.5 million. The changes to the General Fund budget are summarized below:

Changes to Original Budget:

Resources (Inflows)—

- Revenue estimates reflect an overall increase of \$ 4.9 million to the original revenue budget.
- The difference in revenue estimates is the net difference of an increase made to revenues earlier in the year for funds from the new Transactions and Use Tax. That became effective during the prior fiscal year, nonetheless due to the impacts from COVID-19 Pandemic there were projects ongoing producing a positive fiscal impacts to the revenue.

Appropriations (Outflows)—

- Expenditure appropriations reflect a decrease of \$5.6 million to the original budget.
- The majority of this decrease is attributed to the payoff of the Olive Pit Loan of \$4 million.
- Other transfer outs for additional appropriations for Capital Projects, for FY 2020-21 Resurfacing Project.

Variances with Final Budget:

Resources (Inflows)—

- The General Fund final FY 2020-21 revenue budget totaled \$62.7 million.
- Actual General Fund revenues, including transfers totaled \$73.8 million, resulting in a positive variance of \$11.2 million. The positive variance is primarily due to additional building and plan check revenue received from large development project activity during the fiscal year.

Appropriations (Outflows)—

- The General Fund final FY 2020-21 expenditure budget totaled \$26.5 million.
- Actual General Fund expenditures, including transfers out, totaled \$32.0 million, resulting in a negative variance of \$5.5 million in expenditures coming in under budget.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of FY 2020-21, the City had \$59.0 million invested in a broad range of capital assets, including land, buildings, infrastructure, and equipment. This amount represents a net increase (including additions and deductions) of approximately \$1.6 million from last year.

City of Irwindale
Capital Assets as of June 30, 2021 and 2020
(Net of Depreciation, in Thousands)

	Government Activities	
	2021	2020
Land	\$ 3,112	\$ 3,112
Buildings and Improvements	6,111	4,020
Furniture and Equipment	1,450	1,052
Infrastructure	40,479	37,507
Construction in progress	7,871	11,683
Totals	<u>\$ 59,023</u>	<u>\$ 57,374</u>

The net increase of \$1.6 million is primarily due to an increase in the City's Construction in Progress. In FY 2020-2021 the City started many capital projects that incurred significant expenditures, however these projects were not completed by the end of the fiscal year. The value of these active projects is listed as Construction in Progress in the City's capital assets, and include the FY 2020-2021 Resurfacing Project. Additional detail on Capital Assets can be found in Note 5 of the Notes to the Financial Statements.

Long-Term Debt

As of June 30, 2021, the City of Irwindale's outstanding balance on the 2013 Lease Revenue Refunding Bonds is \$0.

City of Irwindale
Outstanding Debt as of June 30, 2021 and 2020
(in Thousands)

	2021	2020
2013 Lease Revenue Bonds	\$ -	\$ 573
Totals	\$ -	\$ 573

There is no total outstanding debt service payments needed for the 2013 Lease Revenue Bonds as it has been paid in full as of April 2021. Additional detail on the City's long-term debt can be found in Note 6 of the Notes to the Financial Statements.

FACTORS EFFECTING NEXT YEAR'S BUDGET

At the time the FY 2021-2022 Budget was prepared, there was much uncertainty regarding the severity and duration of the COVID-19 Pandemic's fiscal impact to local governments. Therefore, the revenue projections for FY 2021-22 reflect anticipated reductions of approximately 20-30% in some of the City's major tax revenue sources. The Adopted Budget includes projected operating General Fund revenues of \$21.4 million. The FY 2021-2022 revenue budget also includes \$6.3 million in building and \$4.3 million in plan check related revenue resulting from several very large developments in the City. This revenue is considered "one-time" revenue, and therefore not included as part of the City's regular operating revenue budget.

The Fiscal Year 2021-2022 Adopted Budget also includes an operating General Fund expenditure budget of \$20.7 million, which reflects a decrease of approximately \$1.8 million from the FY 2020-2021 adopted operating expenditure budget of \$22.5 million. This decrease is primarily attributed to budget reductions made for capital/one-time items from the prior year. The expenditure budget does include some increases that are required and unavoidable, such as increases in employer pension rates, health coverage premiums, and liability insurance premiums.

The rising rate of pension costs and Unfunded Actuarial Liability (UAL) balances is one of the most concerning challenges facing all cities throughout California. Over the past several years these pension liabilities have increased exponentially due to CalPERS' reduction of the discount rate and changes in assumptions in their actuarial valuations. Both the extremely high UAL balances and annual pension rate increases were projected to create severe challenges for the City's financial future. Therefore, on June 27, 2018 the City Council approved a CalPERS Unfunded Actuarial Liability 3-Year Pay Down Plan. This pay down plan consisted of making three annual payments of \$7 million each to pay down the City's UAL over three years. The first of the three \$7 million payments was made in FY 2017-18, the second payment was made in FY 2018-19, and the third payment was made in FY 2019-20. The FY 2020-2021 & 2021-2022 budget no longer includes a large lump sum payment for the CalPERS UAL, however it does now include the regularly scheduled payments that are amortized and billed by CalPERS annually.

The Statement of Net Position included in this financial report lists the City's current pension liability at \$12.3 million. This amount consists of both the CalPERS liability of \$6.6 million and the PARS Retirement Enhancement Program liability of \$5.7 million. The \$12.3 million pension liability marks a \$0.5 million reduction from the prior year's pension liability. Additional information on the City Employees Retirement Plan and Retirement Enhancement Plan can be found in Notes 8 and 9 of the Notes to the Financial Statements.

In compliance with GASB 75, the Statement of Net Position also lists the City's current Other Post Employment Benefits (OPEB) liability at \$12 million. The City has established a qualified OPEB Trust with the California Employer's Retiree Benefit Trust Fund (CERBT) to fund future retiree medical benefits. Additional information on the City's OPEB benefits can be found in Note 10 of the Notes to the Financial Statements.

The City of Irwindale is fortunate to have consistently maintained healthy General Fund Balance reserves, which currently include assigned fund balances totaling \$29 million as of June 30, 2021. Per the City's adopted Fund Balance Policy, an Economic Contingency Reserve is required to be maintained at \$5 million, and the remaining \$24 reserves are assigned for other functions, including pension and post-retirement benefits, compensated absences, continuing appropriations and capital and facility improvements.

The City's strong General Fund reserves provide the City Council and City Staff the time and opportunity to work strategically to address any current and future financial challenges. This was especially true in FY 2020-2021 that saw the COVID-19 Pandemic spread globally, leaving many cities struggling financially to implement measures to address the pandemic, and keep residents and employees safe wherever possible, while still providing essential services. In FY 2021-2022, the City plans to continue providing essential services and follow all safety and shelter in place protocols ordered by state and county officials.

In FY 2021-2022 Budget included large one-time increases in projected revenue; and one-time expenditures. The City was still able to adopt a balanced budget made possible with the significant one-time building related revenues projected to be realized in FY 2021-2022. Going forward, the City will continue to focus on cost reduction measures and revenue enhancement strategies wherever possible to offset future budget challenges. The City is looking at all options to generate more General Fund revenue, including future economic development projects. As a note, the voters of the City passed a new .75% local Transactions and Use Tax on November 5, 2019. FY 2020-2021 will mark the first full fiscal year with this additional revenue source for the City, which is projected to generate approximately \$1.6 million in additional General Fund revenue.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, you may contact the City's Finance Department at (626) 430-2200 located at Irwindale City Hall, 5050 North Irwindale Avenue, Irwindale, California, 91706.

CITY OF IRWINDALE

STATEMENT OF NET POSITION
JUNE 30, 2021

	Governmental Activities
Assets:	
Cash and investments	\$ 85,014,116
Receivables:	
Accounts	628,489
Taxes	4,784,597
Notes and loans	13,427,948
Accrued interest	92,397
Deferred loans	493,469
Prepaid costs	51,202
Land held for resale	15,568,641
Restricted assets:	
Cash and investments	25,000
Capital assets not being depreciated	10,983,212
Capital assets, net of depreciation	<u>48,040,188</u>
Total Assets	<u>179,109,259</u>
Deferred Outflows of Resources:	
Deferred pension related items	9,328,489
Deferred OPEB related items	<u>2,550,889</u>
Total Deferred Outflows of Resources	<u>11,879,378</u>
Liabilities:	
Accounts payable	2,465,346
Accrued liabilities	630,360
Unearned revenue	2,844,007
Deposits payable	9,804,954
Noncurrent liabilities:	
Due within one year	
Compensated absences	680,168
Due in more than one year	
Compensated absences	995,666
Net pension liability	5,557,274
Net OPEB liability	<u>12,360,857</u>
Total Liabilities	<u>35,338,632</u>
Deferred Inflows of Resources:	
Deferred pension related items	7,861,840
Deferred OPEB related items	<u>175,900</u>
Total Deferred Inflows of Resources	<u>8,037,740</u>
Net Position:	
Net investment in capital assets	59,023,400
Restricted for:	
Housing activities	21,670,354
Public safety	245,116
Parks and recreation	21,724
Public works	5,474,608
Capital projects	21,349,401
Unrestricted	<u>39,827,662</u>
Total Net Position	<u>\$ 147,612,265</u>

See Notes to Financial Statements.

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CITY OF IRWINDALE

STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2021

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	\$ 10,317,742	\$ 387,006	\$ 151,603	\$ -	\$ (9,779,133)
Public safety	8,814,208	369,519	194,148	-	(8,250,541)
Parks and recreation	2,462,513	15,921	61,674	-	(2,384,918)
Public works	8,203,369	4,956,452	647,427	1,581,613	(1,017,877)
Interest on long-term debt	57,268	-	-	-	(57,268)
Total Governmental Activities	29,855,100	5,728,898	1,054,852	1,581,613	(21,489,737)
Total Primary Government	\$ 29,855,100	\$ 5,728,898	\$ 1,054,852	\$ 1,581,613	(21,489,737)
General Revenues:					
Taxes:					
Property taxes, levied for general purpose					2,492,984
Mining/processing taxes					7,303,874
Sales taxes					8,501,430
Franchise taxes					1,386,036
Business licenses taxes					1,419,423
Utility users tax					3,229,073
Other taxes					573,085
Motor vehicle in lieu - unrestricted					159,937
Use of money and property					729,032
Other					474,094
Total General Revenues					26,268,968
Special Item:					
Special item					8,952,218
Total Special Item					8,952,218
Change in Net Position					13,731,449
Net Position at Beginning of Year, as Originally Reported					133,724,282
Restatement of Net Position					156,534
Net Position at Beginning of Year					133,880,816
Net Position at End of Year					\$ 147,612,265

See Notes to Financial Statements.

CITY OF IRWINDALE

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021**

	Special Revenue Funds			Capital Projects Funds
	General	Housing Authority	Mining Impact Fund	Capital Projects
Assets:				
Pooled cash and investments	\$ 44,680,125	\$ 11,825,282	\$ 15,032,339	\$ 6,324,510
Receivables:				
Accounts	317,695	-	14,652	45,111
Taxes	3,475,466	-	1,304,287	-
Notes and loans	8,740	13,419,208	-	-
Accrued interest	48,948	12,247	19,619	2,492
Deferred loans	-	493,469	-	-
Prepaid costs	50,899	-	303	-
Due from other funds	63,999	-	-	-
Advances to other funds	-	-	-	-
Land held for resale	6,118,641	9,450,000	-	-
Restricted assets:				
Cash and investments	25,000	-	-	-
Total Assets	\$ 54,789,513	\$ 35,200,206	\$ 16,371,200	\$ 6,372,113
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 1,238,485	\$ 68,255	\$ 161,821	\$ 967,070
Accrued liabilities	540,637	-	81,338	-
Unearned revenues	1,618,910	-	1,145,036	80,061
Deposits payable	3,788,199	-	792,956	5,223,799
Due to other funds	-	-	-	-
Advances from other funds	5,530,000	-	-	-
Total Liabilities	12,716,231	68,255	2,181,151	6,270,930
Deferred Inflows of Resources:				
Unavailable revenues	192,745	13,461,597	-	45,111
Total Deferred Inflows of Resources	192,745	13,461,597	-	45,111
Fund Balances:				
Nonspendable:				
Prepaid costs	50,889	-	-	-
Land held for resale	6,118,641	-	-	-
Notes and loans	8,740	-	-	-
Restricted for:				
Housing activities	-	21,670,354	-	-
Public safety - police activities	-	-	-	-
Parks and recreation	-	-	-	-
Public works	-	-	14,190,049	-
Capital Projects	-	-	-	56,072
Assigned to:				
Capital/Facility improvements	6,900,000	-	-	-
Continuing appropriations	181,794	-	-	-
Compensated absences liability	1,340,667	-	-	-
Post Retirement Benefits	15,591,300	-	-	-
Economic contingency	5,078,403	-	-	-
Unassigned	6,610,103	-	-	-
Total Fund Balances	41,880,537	21,670,354	14,190,049	56,072
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 54,789,513	\$ 35,200,206	\$ 16,371,200	\$ 6,372,113

CITY OF IRWINDALE

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021**

	Other Governmental Funds	Total Governmental Funds
Assets:		
Pooled cash and investments	\$ 7,151,860	\$ 85,014,116
Receivables:		
Accounts	251,031	628,489
Taxes	4,844	4,784,597
Notes and loans	-	13,427,948
Accrued interest	9,091	92,397
Deferred loans	-	493,469
Prepaid costs	-	51,202
Due from other funds	-	63,999
Advances to other funds	5,530,000	5,530,000
Land held for resale	-	15,568,641
Restricted assets:		
Cash and investments	-	25,000
Total Assets	\$ 12,946,826	\$ 125,679,858
Liabilities, Deferred Inflows of Resources, and Fund Balances:		
Liabilities:		
Accounts payable	\$ 29,715	\$ 2,465,346
Accrued liabilities	8,385	630,360
Unearned revenues	-	2,844,007
Deposits payable	-	9,804,954
Due to other funds	63,999	63,999
Advances from other funds	-	5,530,000
Total Liabilities	102,099	21,338,666
Deferred Inflows of Resources:		
Unavailable revenues	80,163	13,779,616
Total Deferred Inflows of Resources	80,163	13,779,616
Fund Balances:		
Nonspendable:		
Prepaid costs	-	50,889
Land held for resale	-	6,118,641
Notes and loans	-	8,740
Restricted for:		
Housing activities	-	21,670,354
Public safety - police activities	245,116	245,116
Parks and recreation	21,724	21,724
Public works	12,577,888	26,767,937
Capital Projects	-	56,072
Assigned to:		
Capital/Facility improvements	-	6,900,000
Continuing appropriations	-	181,794
Compensated absences liability	-	1,340,667
Post Retirement Benefits	-	15,591,300
Economic contingency	-	5,078,403
Unassigned	(80,164)	6,529,939
Total Fund Balances	12,764,564	90,561,576
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 12,946,826	\$ 125,679,858

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CITY OF IRWINDALE

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2021**

Fund balances of governmental funds		\$ 90,561,576
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets net of depreciation have not been included as financial resources in governmental fund activity.		
Capital Assets	\$ 98,201,734	
Accumulated Depreciation	<u>(39,178,334)</u>	59,023,400
Deferred outflows of resources relate to:		
PERS Contributions made after the measurement date	1,638,848	
PERS Difference due to expected and actual experiences	237,529	
PERS Net difference between projected and actual earnings on plan investments	80,710	
PERS Difference in actual to prop share contribution	6,511,683	
PARS net difference between projected and actual earnings	859,719	
OPEB Contributions made after the measurement date	816,052	
OPEB Experience Gains/Losses	1,568,984	
OPEB Investment Gains/Losses	<u>165,853</u>	11,879,378
Long-term debt and compensated absences that have not been included in the governmental fund activity:		
Compensated Absences	<u>(1,675,834)</u>	(1,675,834)
Governmental funds report all pension contributions as expenditures, however, in the statement of net position, the excess of the plan proportionate share of the total pension liability over the proportionate share of the plan fiduciary net position is reported as a net pension liability.		
California Public Employees' Retirement Plan (PERS)	(3,373,779)	
PARS net pension liability	<u>(2,183,495)</u>	(5,557,274)
Governmental funds report all OPEB contributions as expenditures, however, in the statement of net position, the excess of the total OPEB liability over the plan fiduciary net position is reported as a net OPEB liability.		
		(12,360,857)
Deferred inflows of resources relate to:		
PERS Changes in assumptions	(14,759)	
PERS Adjustment due to differences in proportions	(6,663,537)	
PARS Changes of assumptions	(193,069)	
PARS Net differences between projected and actual earnings	(990,475)	
OPEB Differences between projected and actual return on assets	<u>(175,900)</u>	(8,037,740)
Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity.		
		<u>13,779,616</u>
Net Position of Governmental Activities		<u><u>\$ 147,612,265</u></u>

CITY OF IRWINDALE

STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	Special Revenue Funds			Capital Projects Funds
	General	Housing Authority	Mining Impact Fund	Capital Projects
Revenues:				
Taxes	\$ 20,581,042	\$ -	\$ 4,015,467	\$ -
Licenses and permits	2,725,917	-	-	-
Intergovernmental	134,762	-	-	-
Charges for services	2,142,294	-	-	-
Use of money and property	351,631	330,171	29,681	3,770
Fines and forfeitures	137,662	-	-	-
Contributions	61,674	-	-	-
Miscellaneous	1,829,494	-	1,052	98,192
Total Revenues	27,964,476	330,171	4,046,200	101,962
Expenditures:				
Current:				
General government	6,675,929	560,705	1,850,723	40,000
Public safety	6,788,563	-	-	-
Parks and recreation	1,715,357	-	-	-
Public works	4,380,496	-	1,625,530	-
Capital outlay	89,521	-	117,593	3,118,668
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	50,186	-	-	-
Total Expenditures	19,700,052	560,705	3,593,846	3,158,668
Excess (Deficiency) of Revenues Over (Under) Expenditures	8,264,424	(230,534)	452,354	(3,056,706)
Other Financing Sources (Uses):				
Transfers in	1,450,251	9,450,000	-	3,005,322
Transfers out	(12,396,157)	-	(624,623)	-
Total Other Financing Sources (Uses)	(10,945,906)	9,450,000	(624,623)	3,005,322
Special Item:				
Loss on sale of property	9,308,000	(355,782)	-	-
Net Change in Fund Balances	6,626,518	8,863,684	(172,269)	(51,384)
Fund Balances, Beginning of Year, as previously reported	35,097,485	12,806,670	14,362,318	107,456
Restatements	156,534	-	-	-
Fund Balances, Beginning of Year, as restated	35,254,019	12,806,670	14,362,318	107,456
Fund Balances, End of Year	\$ 41,880,537	\$ 21,670,354	\$ 14,190,049	\$ 56,072

CITY OF IRWINDALE

STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	Other Governmental Funds	Total Governmental Funds
Revenues:		
Taxes	\$ 294,187	\$ 24,890,696
Licenses and permits	-	2,725,917
Intergovernmental	863,300	998,062
Charges for services	307,132	2,449,426
Use of money and property	13,779	729,032
Fines and forfeitures	-	137,662
Contributions	-	61,674
Miscellaneous	1,516,502	3,465,782
Total Revenues	2,994,900	35,458,251
Expenditures:		
Current:		
General government	7,364	9,134,721
Public safety	208,308	6,996,871
Parks and recreation	257,998	1,973,355
Public works	400,182	6,406,208
Capital outlay	188,434	3,514,216
Debt service:		
Principal retirement	540,000	540,000
Interest and fiscal charges	21,600	71,786
Total Expenditures	1,623,886	28,637,157
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,371,014	6,821,094
Other Financing Sources (Uses):		
Transfers in	693,280	14,598,853
Transfers out	(1,557,531)	(14,598,853)
Total Other Financing Sources (Uses)	(864,251)	-
Special Item:		
Loss on sale of property	-	8,952,218
Net Change in Fund Balances	506,763	15,773,312
Fund Balances, Beginning of Year, as previously reported	12,257,801	74,631,730
Restatements	-	156,534
Fund Balances, Beginning of Year, as restated	12,257,801	74,788,264
Fund Balances, End of Year	\$ 12,764,564	\$ 90,561,576

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, 2021**

Net change in fund balances - total governmental funds		\$ 15,773,312
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 costs of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		
Capital outlay	\$ 3,914,689	
Depreciation	<u>(2,265,366)</u>	1,649,323
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		
Capital lease repayment		
2013 Lease Revenue Refunding Bonds	540,000	
2013 Lease Revenue Refunding Bonds Deferred Charge amortization	(23,689)	
2013 Lease Revenue Refunding Bonds Premium amortization	<u>32,896</u>	549,207
Accrued interest for long-term liabilities. This is the net change in accrued interest for the current period.		
		5,311
Compensated absences expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
		(159,163)
Governmental funds report all contributions in relation to the actuarially determined contribution for OPEB as expenditures, however in the statement of activities only the annual OPEB cost is an expense.		
		(608,545)
Pension obligation expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
California Public Employees' Retirement Plan (PERS)	(2,901,555)	
PARS Retirement Enhancement Plan	<u>247,479</u>	(2,654,076)
Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity.		
		<u>(823,920)</u>
Change in Net Position of Governmental Activities		<u>\$ 13,731,449</u>

CITY OF IRWINDALE

STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 JUNE 30, 2021

	Custodial Funds	Private- Purpose Trust Fund Successor Agency of the Former ICRA
Assets:		
Pooled cash and investments	\$ 118,483	\$ 21,464,005
Accrued interest	160	19,743
Land held for resale	-	5,289,643
Restricted assets:		
Cash and investments with fiscal agents	-	3,454,187
Total Assets	118,643	30,227,578
Deferred Outflows of Resources:		
Deferred charge on refunding		327,821
Total Deferred Outflows of Resources		327,821
Liabilities:		
Accounts payable	3,698	15,249
Accrued interest	-	779,766
Long-term liabilities:		
Due in one year	-	5,995,000
Due in more than one year	-	33,441,133
Total Liabilities	3,698	40,231,148
Net Position:		
Held in trust for other purposes	114,945	(9,675,749)
Total Net Position	\$ 114,945	\$ (9,675,749)

CITY OF IRWINDALE

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 YEAR ENDED JUNE 30, 2021

	Custodial Funds	Private- Purpose Trust Fund <u>Successor Agency of the Former ICRA</u>
Additions:		
Taxes	\$ 155,079	\$ 8,076,758
Interest and change in fair value of investments	412	41,439
Miscellaneous	-	11,661
Total Additions	155,491	8,129,858
Deductions:		
Administrative expenses	326,171	249,252
Contractual services	-	40,432
Interest expense	19,250	2,088,649
Total Deductions	1,115,421	2,378,333
Changes in Net Position	(959,930)	5,751,525
Net Position - Beginning of the Year	-	(15,427,274)
Restatement of Net Position	1,074,875	-
Net Position - End of the Year	\$ 114,945	\$ (9,675,749)

I. SIGNIFICANT ACCOUNTING POLICIES

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.

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

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 and the Irwindale Reclamation Authority.

The Industrial Development Authority was established on November 30, 1982, pursuant to the 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.

The Irwindale Community Foundation (the Foundation) is a nonprofit Foundation whose purpose is to provide assistance to fund recreation, Senior Center, 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.

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.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

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 are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. 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.

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. Revenues include bond proceeds held by the Irwindale Successor Agency that will be transferred for use into this fund for affordable housing activities.
- 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.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

- 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 Community Facilities District (CFD#1), the Live Oak Sewer Assessment District, 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.

d. 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, 2021. 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.

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

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

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 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, 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 and 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.

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

<u>Assets</u>	<u>Years</u>
Infrastructure	25 - 100
Buildings	50
Furniture, Fixtures and Equipment	3 - 10

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

5. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) 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. One is deferred charge on refunding reported in the Government-Wide Statement of Net Position and the Statement of Fiduciary Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The other items 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 financial 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 position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has two items to report in this category. One 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 related to deferred inflows related to the pensions reported in the Government-wide Statement of Net Position.

Gains and losses related to changes in total pension or OPEB liability and their related fiduciary net position are recognized in pension or OPEB expense, respectively, systematically over time. Amounts are first recognized in pension or OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pension or OPEB and are to be recognized in future pension and OPEB expense, respectively.

The recognition period differs depending on the source of the gain or loss:

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, 2020, EARLS were:	0 years	OPEB plan
	3.8 years	Pension Misc. – Cost Sharing Plan
	3.8 years	Pension Safety – Cost Sharing Plan
	5.0 years	Retirement Enhancement Plan

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

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. 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.

9. 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, 2021, there were no material long-term claims and judgments against the City and no liability was reported.

10. 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.

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

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.

11. 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.

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, 2019
Measurement Date	June 30, 2020
Measurement Period	July 1, 2019 to June 30, 2020

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

Valuation Date	June 30, 2020
Measurement Date	June 30, 2021
Measurement Period	July 1, 2020 to June 30, 2021

12. 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.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

For this report, the following timeframes are used:

Valuation Date	June 30, 2019
Measurement Date	June 30, 2020
Measurement Period	July 1, 2019 to June 30, 2020

13. 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.

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.

14. 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.

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

- 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.
- 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.

II. STEWARDSHIP

Note 2: Stewardship, Compliance and Accountability

a. Deficit Fund Balances or Net Position

At June 30, 2021, the State Grants Fund had a deficit fund balance of \$80,164 and the Successor Agency of the Former ICRA had a deficit net position of \$9,675,749.

The Development Impact Fees and Irwindale Community Foundation Funds did not adopt a budget for fiscal year 2020-21 and therefore budgetary comparison is not presented.

III. DETAILED NOTES ON ALL FUNDS

Note 3: Cash and Investments

As of June 30, 2021, cash and investments were reported in the accompanying financial statements as follows:

Governmental activities	
Cash and investments	\$ 85,014,116
Restricted	25,000
Fiduciary funds	
Cash and investments	21,582,488
Restricted	3,454,187
Total Cash and Investments	<u>\$ 110,075,791</u>
Demand Deposits	\$ 3,877,863
Investments	106,197,928
Total Cash and Investments	<u>\$ 110,075,791</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.

CITY OF IRWINDALE

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 3: Cash and Investments (Continued)

Deposits

As of June 30, 2021, the carrying amount of the City's deposits was \$3,877,863 and the bank balance was \$3,622,783. The \$255,080 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.

CITY OF IRWINDALE

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

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, 2021, 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, 2021, 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, 2021, none of the City's deposits or investments was exposed to custodial credit risk.

CITY OF IRWINDALE

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

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, 2021, the Agency 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, 2021, the City has invested \$17,977,870 (17%) in Federal Home Loan Mortgage Corp.

Investments guaranteed by the U.S. government and 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, 2021, 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)	\$ 83,035,512	\$ -	\$ -	\$ -	\$ 83,035,512
Certificates of Deposit	727,085	978,274	-	-	1,705,359
Federal Agency Securities	-	-	4,981,650	12,996,220	17,977,870
Restricted Cash and Investments:					
CJPIA TPA Trust	25,000	-	-	-	25,000
Investments with fiscal agents:					
Money Market Mutual Fund	3,454,187	-	-	-	3,454,187
	<u>\$ 87,241,784</u>	<u>\$ 978,274</u>	<u>\$ 4,981,650</u>	<u>\$ 12,996,220</u>	<u>\$ 106,197,928</u>

CITY OF IRWINDALE

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

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; Level 3 inputs are significant unobservable inputs. Methods utilized by the City to determine fair market 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, 2021:

Investment Type	Totals	Investments not Measured at Fair Value	Level		Uncategorized
			1	2	
Certificates of deposit	1,705,359	\$ 1,705,359	\$ -	\$ -	\$ -
Federal Government Agency	17,977,870	-	-	17,977,870	-
Local Agency Investment Fund (LAIF)	83,035,512	-	-	-	83,035,512
CJPIA TPA Trust	25,000	25,000	-	-	-
Investments with Fiscal Agent:					
Money Market Funds	3,454,187	-	-	3,454,187	-
Total Investments	<u>\$ 106,197,928</u>	<u>\$ 1,730,359</u>	<u>\$ -</u>	<u>\$ 21,432,057</u>	<u>\$ 83,035,512</u>

Note 4: Interfund Receivable, Payable and Transfer

The composition of interfund balances as of June 30, 2021, is as follows:

a. Due To/From Other Funds

Due To Other Funds	Due From Other Funds
	General Fund
Nonmajor governmental funds	\$ 63,999
	<u>\$ 63,999</u>

The above amounts resulted from temporary reclassifications made at June 30, 2021, to cover cash shortfalls.

b. Advances To/From Other Funds

On January 9, 2013, the City of Irwindale entered into an agreement with the Irwindale Housing Authority (“Authority”) to purchase property known as the Olive Pit for a total of \$4,134,000. As a result, a promissory note between the City and the Housing Authority was issued in the amount of \$4,134,000 with principal payments due every April 9th over ten years in equal annual installments of \$413,400. Interest is accrued at 3% of the annual payment if the payment is not made. The outstanding balance as of June 30, 2021, was \$0.

In fiscal year 2018-2019, the Reclamation Fund advanced \$5,530,000 to the General Fund for the payment of the CalPERS Unfunded Accrued Liability. The outstanding balance as of June 30, 2021, was \$5,530,000.

CITY OF IRWINDALE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021

Note 4: Interfund Receivable, Payable and Transfer (Continued)

c. Interfund Transfers

Transfers In	Transfers Out			Total
	General Fund	Mining Impact Fund	Nonmajor Governmental Funds	
General Fund	\$ -	\$ -	\$ 1,450,251	\$ 1,450,251
Capital Projects	2,384,557	513,485	107,280	3,005,322
Housing Authority	9,450,000	-	-	9,450,000
Nonmajor Governmental Funds	582,142	111,138	-	693,280
Total	\$ 12,416,699	\$ 624,623	\$ 1,557,531	\$ 14,598,853

The Mining Impact fund transferred \$111,138 to the Reclamation Nonmajor Governmental Fund for annual mining contributions pursuant to a settlement agreement and \$513,485 to the Capital Projects fund to budget the new Capital Projects fund. The General Fund transferred \$561,600 to the Irwindale Joint Powers Authority for the principal and interest payments for the 2013 Lease Revenue Refunding Bonds, \$2,384,557 to the Capital Projects fund to fund capital projects, and \$9,450,000 to the Housing Authority as land held for resale. The \$107,280 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 \$1,450,000 to the General Fund as the Reclamation Fund was created for tracking such royalty receipts. \$20,542 was transferred from the General Fund to set up the Irwindale Community Foundation Fund. The remaining \$251 transferred was transferred from the Irwindale Joint Powers Authority to the General Fund to pay off lease revenue bonds.

Note 5: Capital Assets

Capital assets activity for the year ended June 30, 2021, was as follows:

	Beginning Balance	Additions	Deletions	Transfers	Ending Balance
Capital assets, not being depreciated:					
Land	\$ 3,112,220	\$ -	\$ -	\$ -	\$ 3,112,220
Construction-in-progress	11,683,167	3,158,666	-	(6,970,841)	7,870,992
Total Capital Assets, Not Being Depreciated	14,795,387	3,158,666	-	(6,970,841)	10,983,212
Capital assets, being depreciated:					
Buildings and improvements	7,670,431	-	-	2,380,234	10,050,665
Furniture, fixtures and equipment	5,100,395	756,023	(92,223)	-	5,764,195
Infrastructure	66,813,055	-	-	4,590,607	71,403,662
Total Capital Assets, Being Depreciated	79,583,881	756,023	(92,223)	6,970,841	87,218,522
Less accumulated depreciation:					
Buildings and improvements	3,651,196	288,182	-	-	3,939,378
Furniture, fixtures and equipment	4,047,895	359,278	(92,223)	-	4,314,950
Infrastructure	29,306,100	1,617,906	-	-	30,924,006
Total Accumulated Depreciation	37,005,191	2,265,366	(92,223)	-	39,178,334
Total Capital Assets, Being Depreciated, Net	42,578,690	(1,509,343)	-	6,970,841	48,040,188
Governmental Activities Capital Assets, Net	\$ 57,374,077	\$ 1,649,323	\$ -	\$ -	\$ 59,023,400

CITY OF IRWINDALE

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 5: Capital Assets (Continued)

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

Governmental Activities:	
General government	\$ 136,819
Public safety	194,548
Parks and recreation	290,388
Public works	<u>1,643,611</u>
Total Depreciation Expense	<u>\$ 2,265,366</u>

Note 6: Long-Term Debt

The following is a schedule of changes in governmental activities long-term debt for fiscal year ended June 30, 2021.

	Outstanding June 30, 2020	Additions	Deletions	Outstanding June 30, 2021	Due Within One Year
Public Offerings:					
Lease Revenue Bonds	<u>\$ 540,000</u>	<u>\$ -</u>	<u>\$ 540,000</u>	<u>\$ -</u>	<u>\$ -</u>
		Unamortized Bond Premium			
				<u>\$ -</u>	

a. Lease Revenue Refunding Bonds

2013 Lease Revenue Refunding Bonds

On July 2, 2013, the City of Irwindale Joint Powers Authority issued \$3,870,000 in Lease Revenue Refunding Bonds with interest rates ranging from 2.0% to 4.0%. Interest on the bonds is payable semi-annually on April 1 and October 1 of each year commencing October 1, 2014. Principal maturities begin July 2, 2014, and continue annually through April 1, 2021. The bonds were issued for the purpose of refunding the outstanding Certificates of Participation known and designated as the \$8,820,000 City of Irwindale, California, Issue of 2001. As of June 30, 2021, the outstanding balance on the 2013 Lease Revenue Refunding Bonds is \$0.

b. Other Special Obligations

On July 13, 2010, the City of Irwindale Community Facilities District No. 1 issued \$7,685,000 in Special Tax Refunding Bonds with interest rates varying from 3.00% to 5.00% to refund the District's outstanding 1998 Special Tax Refunding Bonds.

The issue described above is not reflected as a liability on the statement of net position because they are special obligations payable solely from and secured by specific revenue source described in the resolutions and official statement of the issue. Neither the faith and credit nor the taxing power of the City, the Successor Agency, the State of California or any political subdivision thereof, is pledged for the payment of these bonds.

As of June 30, 2021, the outstanding balance on the Community Facilities District No. 1 Special Tax Refunding Bonds is \$0.

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 7: 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 fiscal year ended June 30, 2021.

	Outstanding July 1, 2020	Additions	Deletions	Outstanding June 30, 2021	Due in one year
Accrued Employee Benefits	\$ 1,516,671	\$ 774,732	\$ 615,569	\$ 1,675,834	\$ 680,168

IV. OTHER DISCLOSURES

Note 8: City Employees Retirement Plan - Pension Plans

California Public Employees' Retirement Plan (PERS)

1. 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 FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 8: City Employees Retirement Plan - Pension Plans (Continued)

Below is a summary of the plan provisions and benefits in effect at June 30, 2021, for which the City of Irwindale has contracted:

Major Benefit Options	Miscellaneous		Miscellaneous		Safety	
	Miscellaneous *	Tier II *	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	11.746%	11.199%	7.874%	25.540%	24.303%	13.884%
Required employee contribution rates	6.908%	6.908%	7.250%	8.990%	8.990%	13.750%

* Closed to new entrants

Employees Covered

At June 30, 2020, 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	38	6	19	16	7	2
Transferred members	13	2	3	3	1	1
Terminated members	10	2	1	4	1	1
Retired members and beneficiaries	68	1	0	41	1	0
Total	129	11	23	64	10	4

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, 2021, the contributions that were recognized as a reduction to the net pension liability were \$4,089,313 and \$4,091,973 for the Miscellaneous Plan and Safety Plan, respectively.

CITY OF IRWINDALE

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 8: City Employees Retirement Plan - Pension Plans (Continued)

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

As of June 30, 2021, the City of Irwindale reported net pension liabilities for its proportionate shares of the net pension liability of \$926,142 and \$2,447,637 for the Miscellaneous Plan and Safety Plan, respectively. The net pension liabilities for the City's pension plans have been liquidated by funding from the General Fund, Mining Impact Fund, and the AB939 Fund.

The City of Irwindale's net pension liability for the Plan is measured as its proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2020, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019, rolled forward to June 30, 2020, using standard update procedures. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. The City's proportionate share of the net pension liability for each Plan as of June 30, 2019 and 2020, was as follows:

Proportions as a percentage of the CalPERS risk pool:

	<u>Miscellaneous</u>	<u>Safety</u>
Proportion - June 30, 2019	0.03721%	0.04708%
Proportion - June 30, 2020	0.00851%	0.020009%
Change - Increase (Decrease)	-77.12443%	-57.50000%

For the year ended June 30, 2021, the City of Irwindale recognized pension expense of \$1,986,555 and \$2,553,848 for the Miscellaneous and Safety Plans, respectively.

At June 30, 2021, 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>	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 673,395	\$ -	\$ 965,453	\$ -	\$ 1,638,848	\$ -
Changes in assumptions	-	(6,606)	-	(8,153)	-	(14,759)
Differences between expected and actual experiences	47,727	-	189,802	-	237,529	-
Net differences between projected and actual earnings on pension plan	27,513	-	53,197	-	80,710	-
Differences in proportionate share of contribution	3,193,779	-	3,317,904	-	6,511,683	-
Adjustment due to differences in proportions	-	(3,333,348)	-	(3,330,189)	-	(6,663,537)
Total	\$ 3,942,414	\$(3,339,954)	\$ 4,526,356	\$(3,338,342)	\$ 8,468,770	\$(6,678,296)

Amounts of \$673,395 and \$965,453 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, 2022.

CITY OF IRWINDALE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021

Note 8: 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
2021	\$ 58,196	\$ 188,314	\$ 246,510
2022	(30,545)	55,065	24,520
2023	(111,782)	(47,474)	(159,256)
2024	13,196	26,656	39,852
	\$ (70,935)	\$ 222,561	\$ 151,626

Actuarial Assumptions

The total pension liabilities in the June 30, 2019, actuarial valuations were determined using the following actuarial methods and assumptions:

Valuation Date	June 30, 2019
Measurement Date	June 30, 2020
Actuarial Cost Method	Entry Age Normal Cost Method
Actuarial Assumptions	
Discount Rate	7.15%
Inflation	2.50%
Salary Increases	Varies by Entry Age and Service
Mortality Rate Table *	Derived using CalPERS' Membership Data for all Funds
Post Retirement Benefit Increase	Contract COLA up to 2.50% until Purchasing Power Protection Allowance Floor on Purchasing Power applies

* The mortality table used was developed based on CalPERS-specific data. The table includes 15 years of mortality improvements using Society of Actuaries Scale 90% of scale MP 2016. For more details on this table, please refer to the December 2017 experience study report (based on CalPERS demographic data from 1997 to 2015) that can be found on the CalPERS website.

All other actuarial assumptions used in the June 30, 2019, valuation were based on the results of an actuarial experience study for the period from 1997 to 2011, including updates to salary increase, mortality and retirement rates. The Experience Study report may be accessed on the CalPERS' website at www.calpers.ca.gov under Forms and Publications.

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 8: City Employees Retirement Plan - Pension Plans (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.15 percent. 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 the 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.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all 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:

<u>Asset Class (1)</u>	<u>Assumed Asset Allocation</u>	<u>Real Return Years 1 - 10 (2)</u>	<u>Real Return Years 11+ (3)</u>
Global Equity	50.00%	4.80%	5.98%
Global Fixed Income	28.00%	1.00%	2.62%
Inflation Sensitive	0.00%	0.77%	1.81%
Private Equity	8.00%	6.30%	7.23%
Real Estate	13.00%	3.75%	4.93%
Liquidity	1.00%	0.00%	-0.92%

(1) In the System's ACFR, Fixed Income is included in Global Debt Securities; Liquidity is included in Short-Term Investments; Inflation Assets are included in both Global Equity Securities and Global Debt Securities.

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

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

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 8: City Employees Retirement Plan - Pension Plans (Continued)***Sensitivity of the Net Pension Liability 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 would be if it were calculated using a discount rate that is 1% point lower (6.15 percent) or 1% point higher (8.15 percent) than the current rate:

Plan's Net Pension Liability/(Assets)	Discount Rate - 1% (6.15%)	Current Discount Rate (7.15%)	Discount Rate +1% (8.15%)
Miscellaneous	\$ 6,988,618	\$ 926,142	\$ (4,083,091)
Safety	8,495,202	2,447,637	(2,514,962)
Total	<u>\$ 15,483,820</u>	<u>\$ 3,373,779</u>	<u>\$ (6,598,053)</u>

Pension Plan Fiduciary Net Position

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

Note 9: Retirement Enhancement Plan***PARS - Public Agency Retirement System***

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, 2021, (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.

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 9: Retirement Enhancement Plan (Continued)

Employees Covered

As of the June 30, 2021, the following employees were covered by the benefit terms under the plan:

Active	35
Terminated vested and other inactives	3
Retirees and beneficiaries	30
Total	<u>68</u>

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

For the measurement period ended June 30, 2021 (the measurement date), the total pension liability was determined by rolling forward the June 30, 2020, total pension liability. The June 30, 2020 and the June 30, 2021 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	2.50%
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, 2021.

CITY OF IRWINDALE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021

Note 9: Retirement Enhancement Plan (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	1.80%	-0.32%	-0.32%
US Core Fixed Income	Bloomberg Barclays Aggregate	35.73%	1.37%	1.26%
US Equity Market	Russell 3000	47.05%	5.33%	3.70%
Foreign Developed Equity	MSCI EAFE NR	7.92%	6.27%	4.52%
Emerging Market Equities	MSCI EM NR	5.52%	8.64%	4.95%
US REITs	FTSE NAREIT Equity REIT	1.98%	5.75%	3.57%
Assumed Inflation - Mean			2.30%	2.30%
Assumed Inflation - Standard Deviation			1.16%	1.16%
Portfolio Real Mean Return			4.08%	3.41%
Portfolio Nominal Mean Return (50th Percentile)			6.38%	5.79%
Portfolio Standard Deviation				11.14%
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.

CITY OF IRWINDALE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021

Note 9: Retirement Enhancement Plan (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, 2020	\$ 10,814,543	\$ 7,552,318	\$ 3,262,225
Changes for the year:			
Service Cost	189,132	-	189,132
Interest on Total Pension Liability	725,646	-	725,646
Effect of Plan Changes	(1,562)	-	(1,562)
Effect of Economic/Demographic Gains or Losses	538,964	-	538,964
Effect of Assumptions Changes or Inputs	-	-	-
Benefit Payments	(515,133)	(515,133)	-
Employer Contributions	-	555,300	(555,300)
Member Contributions	-	20,711	(20,711)
Net Investment Income	-	1,970,350	(1,970,350)
Administrative Expenses	-	(15,451)	15,451
Balance as of June 30, 2021	<u>\$ 11,751,590</u>	<u>\$ 9,568,095</u>	<u>\$ 2,183,495</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	\$ 12,114,610	\$ 11,751,590	\$ 10,787,994
Fiduciary Net Position	9,568,095	9,568,095	9,568,095
Net Pension Liability	<u>\$ 2,546,515</u>	<u>\$ 2,183,495</u>	<u>\$ 1,219,899</u>

As of the start of the measurement period, July 1, 2020, the net pension liability was \$3,262,225. For the measurement period ending June 30, 2021, the City of Irwindale incurred a pension expense of \$307,821 for the Plan. As of the measurement date, June 30, 2021, the net pension liability is \$2,183,495.

CITY OF IRWINDALE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021

Note 9: Retirement Enhancement Plan (Continued)

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, 2021, 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	\$ 859,719	\$ -
Changes of assumptions	-	(193,069)
Net difference between projected and actual earnings	-	(990,475)
Total	<u>\$ 859,719</u>	<u>\$ (1,183,544)</u>

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

Year Ended June 30	Deferred Outflows (Inflows) of Resources
2022	(46,698)
2023	(37,797)
2024	(71,894)
2025	(188,165)
2026	20,729
	<u>\$ (323,825)</u>

Pension Plan Totals

Pension Plans	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	Pension Expense
CalPERS - Miscellaneous Plan	\$ 926,142	\$ 3,942,414	\$ (3,339,954)	\$ 1,986,555
CalPERS - Safety Plan	2,447,637	4,526,356	(3,338,342)	2,553,848
PARS	2,183,495	859,719	(1,183,544)	307,821
Total	<u>\$ 5,557,274</u>	<u>\$ 9,328,489</u>	<u>\$ (7,861,840)</u>	<u>\$ 4,848,224</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.

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 10: Other Post-Employment Employee Benefits (Continued)

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.

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, 2020, the City's cash contributions were \$763,891 in total payments, which were recognized as a reduction to the OPEB liability.

Employees Covered

As of the June 30, 2020, actuarial valuation, the following current and former employees were covered by the benefit terms under the plan:

Active	94
Inactive employees or beneficiaries currently receiving benefits	82
Inactive employees entitled to, but not yet receiving benefits	<u>0</u>
Total	<u><u>176</u></u>

Net OPEB Liability

The results of the June 30, 2019, valuation were based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions	
Discount Rate	7.00%
Inflation	2.75%
Salary Increases	2.75% per year
Investment Rate of Return	7.00%, net of expenses
Mortality Rate	2014 CalPERS Active Mortality for Miscellaneous Employees
Pre-Retirement Turnover	According to the CalPERS 2009 Turnover rate tables
Healthcare Trend Rate	4.00% per year

CITY OF IRWINDALE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021

Note 10: Other Post-Employment Employee Benefits (Continued)

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:

Asset Class	Percentage of Portfolio	Assumed Gross Return
All Equities	59.000%	7.795%
All Fixed Income	25.000%	4.500%
Real Estate Investment Trusts	8.000%	7.500%
Treasury Inflation Protected Securities	5.000%	3.250%
Commodities	3.000%	7.795%
Total	100.000%	

Discount Rate

The discount rate used to measure the total OPEB liability was 7.00 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)		Net OPEB
	Total OPEB Liability/(Assets)	Plan Fiduciary Net Position (b)	Liability/(Assets) (c) = (a) - (b)
Balance at June 30, 2019 (valuation date 6/30/2019)	\$ 17,076,867	\$ 5,093,381	\$ 11,983,486
Changes recognized over the measurement period:			
Service Cost	326,922	-	326,922
Interest	1,173,720	-	1,173,720
Investment Gains/Losses	-	(176,501)	176,501
Contributions to Trust - employer	-	763,891	(763,891)
Contributions as Benefit Payments - employer	-	-	-
Net investment income	-	356,450	(356,450)
Benefit Payments	(763,891)	(763,891)	-
Expected Minus Actual Benefit Payments	(181,919)	-	(181,919)
Experience (Gains)/Losses	-	-	-
Administrative expense	-	(2,488)	2,488
Net Changes	554,832	177,461	377,371
Balance at June 30, 2020 (measurement date 06/30/2019)	\$ 17,631,699	\$ 5,270,842	\$ 12,360,857

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

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021

Note 10: Other Post-Employment Employee Benefits (Continued)

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, 2020:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net OPEB Liability	\$ 14,551,858	\$ 12,360,857	\$ 10,542,490

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, 2020:

	1% Decrease (3.00%)	Current Healthcare Cost Trend Rates (4.00%)	1% Increase (5.00%)
Net OPEB Liability	\$ 10,347,678	\$ 12,360,857	\$ 14,736,731

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, 2021, the City recognized OPEB expense of \$1,424,597. As of fiscal year, ended June 30, 2021, the City reported deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB contributions subsequent to measurement date	\$ 816,052	\$ -
Difference between expected and actual experience	1,568,984	(158,891)
Differences between projected and actual return on assets	165,853	(17,009)
Total	\$ 2,550,889	\$ (175,900)

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 10: Other Post-Employment Employee Benefits (Continued)

Amounts of \$816,052 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, 2022. Amounts reported as deferred inflows of resources related to OPEB will be recognized in future OPEB expenses as follows:

Year Ended June 30	Deferred Outflows (Inflows) of Resources
2022	\$ 277,917
2023	277,918
2024	286,418
2025	278,199
Thereafter	438,485
	\$ 1,558,937

Note 11: Risk Management

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

The City of Irwindale is a member of the California Joint Powers Insurance Authority (Authority). The Authority is composed of 118 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.

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 11: Risk Management (Continued)

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 2020-21 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 as part of a reinsurance policy, and Employer's Liability losses from \$5 million to \$10 million are pooled among members. There is no retained limit under this program (first dollar coverage).

c. Purchased Insurance

Pollution Legal Liability Insurance

The City of Irwindale 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, 2018, through July 1, 2021. Each member of the Authority has a \$10 million sub-limit during the 3-year policy term.

Property Insurance

The City of Irwindale participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. City of Irwindale property is currently insured according to a schedule of covered property submitted by the City of Irwindale to the Authority. City of Irwindale property currently has all-risk property insurance protection in the amount of \$45,970,213. There is a \$10,000 deductible per occurrence except for non-emergency vehicle insurance which has a \$2,500 deductible.

Crime Insurance

The City of Irwindale purchases crime insurance coverage in the amount of \$1,000,000 with a \$2,500 deductible. The fidelity coverage is provided through the Authority.

CITY OF IRWINDALE

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 11: Risk Management (Continued)

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 2020-21.

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.

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	\$ 21,464,005
Cash and investments with fiscal agent	<u>3,454,187</u>
Total cash and investments	<u>\$ 24,918,192</u>

CITY OF IRWINDALE

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 12: Successor Agency Trust for Assets of Former Redevelopment Agency (Continued)

b. Land Held for Resale

The Successor Agency currently has one property that is held for resale in the value of \$5,289,643. The Successor Agency is legally obligated to meet certain requirements before disposition of the former Redevelopment Agency properties.

c. Long-Term Debt

Long-term liability activity for the year ended June 30, 2021, was as follows:

	Outstanding June 30, 2020	Additions	Deletions	Outstanding June 30, 2021	Due Within One Year
Public Offerings:					
Tax Allocation Bonds:					
2005 Tax Allocation Housing Parity Bonds	\$ 10,045,000	\$ -	\$ 1,180,000	\$ 8,865,000	\$ 1,240,000
2006 Tax Allocation Refunding Parity Bonds	19,635,000	-	2,590,000	17,045,000	2,730,000
2006 Subordinate Lien Tax Allocation Refunding Bonds	8,640,000	-	1,045,000	7,595,000	1,100,000
2014 Tax Allocation Refunding Parity Bonds	4,385,000	-	645,000	3,740,000	680,000
2014 Taxable Housing Tax Allocation Refunding Parity Bonds	1,580,000	-	240,000	1,340,000	245,000
Totals	<u>\$ 44,285,000</u>	<u>\$ -</u>	<u>\$ 5,700,000</u>	38,585,000	<u>\$ 5,995,000</u>
			Unamortized bond premium	856,282	
			Unamortized bond discount	(5,149)	
				<u>\$ 39,436,133</u>	

Tax Allocation Bonds

A description of individual issues of bonds outstanding at June 30, 2021, 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

CITY OF IRWINDALE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021

Note 12: Successor Agency Trust for Assets of Former Redevelopment Agency (Continued)

August 1 and February 1. The outstanding balance as of June 30, 2021, is \$8,865,000.

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
2022	\$ 1,240,000	\$ 453,446
2023	1,305,000	384,731
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>\$ 8,865,000</u>	<u>\$ 1,586,663</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, 2021 was \$17,045,000.

CITY OF IRWINDALE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021

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, 2021, including interest, are as follows:

Year Ending June 30,	2006 Tax Allocation Refunding Parity Bonds	
	Principal	Interest
2022	\$ 2,730,000	\$ 936,960
2023	2,880,000	785,498
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>\$ 17,045,000</u>	<u>\$ 3,096,013</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, 2021, was \$7,595,000.

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
2022	\$ 1,100,000	\$ 387,475
2023	1,155,000	325,463
2024	1,220,000	260,150
2025	1,285,000	191,263
2026	2,835,000	118,525
Totals	<u>\$ 7,595,000</u>	<u>\$ 1,282,876</u>

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 12: Successor Agency Trust for Assets of Former Redevelopment Agency (Continued)

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.

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, 2021, was \$3,740,000.

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

2014 Tax Allocation Refunding Parity Bonds	
Principal	Interest
\$ 680,000	\$ 138,100
715,000	103,225
750,000	66,600
785,000	36,075
810,000	12,150
<u>\$ 3,740,000</u>	<u>\$ 356,150</u>

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

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 12: Successor Agency Trust for Assets of Former Redevelopment Agency (Continued)

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, 2021, was \$1,340,000.

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
2022	\$ 245,000	\$ 55,319
2023	260,000	44,894
2024	265,000	33,406
2025	275,000	20,913
2026	295,000	7,191
Totals	\$ 1,340,000	\$ 161,723

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 \$45,068,425 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 \$8,076,758 and the debt service obligation on the bonds was \$7,973,053.

d. 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 FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Note 13: Special Item

Special items are unusual and infrequent in nature but within the control of management. As of June 30, 2021, the City reported a special item of \$8,952,218. \$9,308,000 relates to a sale of land held for resale in the general fund and (\$355,782) relates to a sale of land held for resale in the Housing Successor Fund.

Note 14: Prior Period Adjustments

At June 30, 2021, the City reported a prior period adjustment in the amount of \$156,534 in the governmental funds and \$1,074,875 in the custodial funds. \$142,000 relates to land held for resale that was received in a prior fiscal year and was not recorded. The \$14,534 restatement in the General Fund and \$1,074,875 in the Custodial Funds relate to the implementation of GASB 84.

Note 15: Related Party Transaction

During fiscal year 2020-2021 the Irwindale Community Foundation received a \$250,000 donation from Huy Fong Foods, Inc. On August 18, 2020, the Foundation's Board designated the funds be applied to the following activities:

Library	\$	28,500
Senior Citizen Center		59,000
Recreation		144,500
Community Events		<u>11,000</u>
Total	\$	<u>243,000</u>

Additionally on August 18, 2020, the Foundation's Board authorized the transfer of \$243,000 to the City through Resolution No. ICF 2020-03-005.

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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>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Proportion of the Net Pension Liability	0.02196%	0.95223%	0.15788%	0.24523%
Proportionate Share of the Net Pension Liability	\$ 926,142	\$ 3,813,222	\$ 5,950,032	\$ 9,666,931
Covered Payroll	\$ 5,041,489	\$ 4,553,394	\$ 4,292,439	\$ 3,946,594
Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	18.37%	83.74%	138.62%	244.94%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.30%	75.30%	75.30%	73.30%

Notes to Schedule:

Benefit Changes: There were no changes in benefits.

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 seven years are shown.

2017	2016	2015
0.23653%	0.21859%	0.22610%
\$ 8,216,929	\$ 5,996,900	\$ 5,588,070
\$ 3,660,664	\$ 3,567,161	\$ 3,363,343
224.47%	168.11%	166.15%
74.10%	78.30%	81.00%

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>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Actuarially Determined Contribution	\$ 524,235	\$ 481,070	\$ 425,569	\$ 719,281
Contribution in Relation to the Actuarially Determined Contribution	(673,395)	(4,089,313)	(3,866,108)	(4,116,032)
Contribution Deficiency (Excess)	<u>\$ (149,160)</u>	<u>\$ (3,608,243)</u>	<u>\$ (3,440,539)</u>	<u>\$ (3,396,751)</u>
Covered Payroll	\$ 4,918,304	\$ 5,041,489	\$ 4,553,394	\$ 4,292,439
Contributions as a Percentage of Covered Payroll	13.69%	81.11%	84.91%	95.89%
	\$ 7,624,471	\$ 8,219,472	\$ 7,595,210	

(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 seven years are shown.

Note to Schedule:

Valuation Date: June 30, 2017

Methods and assumptions used to determine contrib Changes of Assumptions: None.

Actuarial Cost Method	Entry Age Normal Cost Method
Amortization method	Level Percent of Payroll, closed 20 years
Assets valuation method	Fair value
Inflation	2.50%
Salary Increases	Varies by entry age and service
Payroll Growth	2.75%
Investment rate of return	7.00%
Mortality	The probabilities of mortality are based on the 2014 CalPERS Experience Study for the period from 1997 to 2011. Pre-retirement and Post-retirement mortality rates include 20 years of projected mortality improvement using Scale BB published by the Society of Actuaries.

2017	2016	2015
\$ 610,791	\$ 541,695	\$ 421,414
(610,791)	(541,695)	(421,414)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 3,946,594	\$ 3,660,664	\$ 3,567,161
15.48%	14.80%	11.81%

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>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Proportion of the Net Pension Liability	0.03674%	0.07728%	0.12015%	0.17896%
Proportionate Share of the Net Pension Liability	\$ 2,447,637	\$ 4,823,965	\$ 7,049,987	\$ 10,693,035
Covered Payroll	\$ 3,177,983	\$ 3,041,816	\$ 2,782,130	\$ 2,676,103
Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	77.02%	158.59%	253.40%	399.57%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.30%	75.30%	75.30%	73.30%

Notes to Schedule:

Benefit Changes: There were no changes in benefits.

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 seven years are shown.

2017	2016	2015
0.17987%	0.17516%	0.16333%
\$ 9,315,683	\$ 7,217,544	\$ 6,216,449
\$ 2,616,364	\$ 2,350,221	\$ 2,186,973
356.05%	307.10%	284.25%
74.10%	78.30%	81.00%

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>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Actuarially Determined Contribution	\$ 734,338	\$ 700,216	\$ 647,217	\$ 1,010,881
Contribution in Relation to the Actuarially Determined Contribution	(965,453)	(4,091,973)	(4,206,678)	(4,614,130)
Contribution Deficiency (Excess)	<u>\$ (231,115)</u>	<u>\$ (3,391,757)</u>	<u>\$ (3,559,461)</u>	<u>\$ (3,603,249)</u>
Covered Payroll	\$ 2,706,167	\$ 3,177,983	\$ 3,041,816	\$ 2,782,130
Contributions as a Percentage of Covered Payroll	35.68%	128.76%	138.29%	165.85%

(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 seven years are shown.

Note to Schedule:

Valuation Date:	June 30, 2017
Methods and assumptions used to determine contribution rates:	
Actuarial Cost Method	Entry Age Normal Cost Method
Amortization method	Level Percent of Payroll, closed 20 years
Assets valuation method	Fair value
Inflation	2.50%
Salary Increases	Varies by entry age and service
Payroll Growth	2.75%
Investment rate of return	7.00%
Mortality	The probabilities of mortality are based on the 2014 CalPERS Experience Study for the period from 1997 to 2011. Pre-retirement and Post-retirement mortality rates include 20

2017	2016	2015
\$ 895,256	\$ 813,764	\$ 702,231
(895,256)	(813,764)	(702,231)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 2,676,103	\$ 2,616,364	\$ 2,350,221
33.45%	31.10%	29.88%

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)**

MEASUREMENT PERIOD	2021	2020	2019	2018
TOTAL PENSION LIABILITY				
Service Cost	\$ 189,132	\$ 191,206	\$ 186,089	\$ 200,039
Interest on Total Pension Liability	725,646	702,559	650,863	654,683
Effect of Plan Changes	(1,562)	-	6,848	-
Effect of Economic/Demographics Gains or Losses	538,964	-	914,098	-
Effect of Assumptions Changes or Inputs	-	-	(415,843)	408,409
Benefit Payments	(515,133)	(583,078)	(579,586)	(691,543)
Net Change in Total Pension Liability	937,047	310,687	762,469	571,588
Total Pension Liability - Beginning	10,814,543	10,503,856	9,741,387	9,169,799
Total Pension Liability - Ending (a)	\$ 11,751,590	\$ 10,814,543	\$ 10,503,856	\$ 9,741,387
PLAN FIDUCIARY NET POSITION				
Benefit Payments	\$ (515,133)	\$ (583,078)	\$ (579,586)	\$ (691,543)
Employer Contributions	555,300	559,051	488,197	546,242
Member Contributions	20,711	21,063	26,751	38,549
Net Investment Income	1,970,350	183,556	477,852	522,018
Administrative Expenses	(15,451)	(14,380)	(54,670)	(51,768)
Net Change in Fiduciary Net Position	2,015,777	166,212	358,544	363,498
Plan Fiduciary Net Position - Beginning	7,552,318	7,386,106	7,027,562	6,664,064
Plan Fiduciary Net Position - Ending (b)	\$ 9,568,095	\$ 7,552,318	\$ 7,386,106	\$ 7,027,562
Plan Net Pension Liability/(Assets) - Ending (a) - (b)	\$ 2,183,495	\$ 3,262,225	\$ 3,117,750	\$ 2,713,825
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	81.42%	69.83%	70.32%	72.14%
Covered Payroll	2,968,567	2,921,452	2,923,962	3,039,766
Plan Net Pension Liability/(Asset) as a Percentage of Covered Payroll	73.55%	111.66%	106.63%	89.28%

(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 seven years are shown.

(2) Net of administrative expenses.

Notes to Schedule:

Benefit Changes: There were no significant changes.

Changes of Assumptions: There were no changes in the discount rate, demographic assumptions or inflation rates.

	2017	2016	2015
\$	194,213	\$ 224,310	\$ 217,777
	673,221	684,249	660,087
	-	-	-
	(544,681)	-	-
	192,042	-	-
	(858,176)	(578,327)	(546,713)
	(343,381)	330,232	331,151
	9,513,180	9,182,948	8,851,797
	\$ 9,169,799	\$ 9,513,180	\$ 9,182,948
\$	(858,176)	\$ (578,327)	\$ (546,713)
	248,061	524,910	469,394
	10,587	30,941	32,711
	757,582	(60,544)	172,592
	(26,690)	(13,193)	(14,360)
	131,364	(96,213)	113,624
	6,532,700	6,628,913	6,515,289
	\$ 6,664,064	\$ 6,532,700	\$ 6,628,913
	\$ 2,505,735	\$ 2,980,480	\$ 2,554,035
	72.67%	68.67%	72.19%
	2,951,229	2,865,271	3,300,942
	84.90%	104.02%	77.37%

CITY OF IRWINDALE

**RETIREMENT ENHANCEMENT PLAN
SCHEDULE OF PLAN CONTRIBUTIONS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Actuarially Determined Contribution	\$ 596,891	\$ 604,091	\$ 498,568	\$ 517,055
Contribution in Relation to the Actuarially Determined Contribution	<u>(555,300)</u>	<u>(559,051)</u>	<u>(488,197)</u>	<u>(546,242)</u>
Contribution Deficiency (Excess)	<u>\$ 41,591</u>	<u>\$ 45,040</u>	<u>\$ 10,371</u>	<u>\$ (29,187)</u>
Actual Contributions as a Percentage of Actuarial Determined Contributions	93.03%	92.54%	97.92%	105.64%
Covered Payroll	\$ 2,968,567	\$ 2,921,452	\$ 2,923,962	\$ 3,039,766
Contributions as a Percentage of Covered Payroll	18.71%	19.14%	16.70%	17.97%

(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 seven years are shown.

Note to Schedule:

Valuation Date:	June 30, 2020
Methods and assumptions used to determine contribution rates:	
Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed
Remaining amortization period	11 years
Assets valuation method	None
Inflation	2.50%
Payroll growth	2.75%
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

<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 428,931	\$ 484,020	\$ 469,394
<u>(248,061)</u>	<u>(524,910)</u>	<u>(469,394)</u>
<u>\$ 180,870</u>	<u>\$ (40,890)</u>	<u>\$ -</u>
57.83%	108.45%	100.00%
\$ 2,951,229	\$ 2,865,271	\$ 3,300,942
8.41%	18.32%	14.22%

CITY OF IRWINDALE

RETIREMENT ENHANCEMENT PLAN
SCHEDULE OF INVESTMENT RETURNS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Annual Money-Weighted Rate of Return, Net of Investment Expense	25.99%	2.49%	6.84%	7.89%

(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 seven years are shown.

<u>2017</u>	<u>2016</u>	<u>2015</u>
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>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
OPEB Liability				
Service cost	\$ 260,556	\$ 267,721	\$ 275,083	\$ 326,922
Interest on the total OPEB liability	945,602	970,201	997,849	1,173,720
Actual and expected experience difference	-	-	-	-
Changes in assumptions	-	-	-	-
Changes in benefit terms	-	-	-	-
Benefit payments	(877,377)	(846,449)	(837,754)	(763,891)
Expected Minus Actual Benefit Payments	-	-	(9,055)	(181,919)
Experience Gains/Losses	-	-	2,109,899	-
Net change in total OPEB liability	328,781	391,473	2,536,022	554,832
Total OPEB liability - beginning	13,820,591	14,149,372	14,540,845	17,076,867
Total OPEB liability - ending	14,149,372	14,540,845	17,076,867	17,631,699
Plan Fiduciary Net Position				
Contribution - employer	1,150,227	846,449	837,754	763,891
Contributions as Benefit Payments - employer	-	-	50,000	-
Investment Gains/Losses	-	42,524	(41,091)	(176,501)
Net investment income	408,831	308,311	334,298	356,450
Benefit payments	(877,377)	(846,449)	(837,754)	(763,891)
Administrative expense	(2,078)	(8,182)	(1,018)	(2,488)
Net change in plan fiduciary net position	679,603	342,653	342,189	177,461
Plan fiduciary net position - beginning	3,728,936	4,408,539	4,751,192	5,093,381
Plan fiduciary net position - ending (b)	4,408,539	4,751,192	5,093,381	5,270,842
Net OPEB Liability/(Assets) - ending (a) - (b)	\$ 9,740,833	\$ 9,789,653	\$ 11,983,486	\$ 12,360,857
Plan fiduciary net position as a percentage of the total OPEB liability	31.16%	32.67%	29.83%	29.89%
Covered-employee payroll	\$ 6,509,959	\$ 6,545,334	\$ 7,565,795	\$ 7,845,408
Net OPEB liability as a percentage of covered-employee payroll	217.35%	222.16%	225.71%	224.74%

(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 four years are shown.

Notes to Schedule: None

Changes in assumptions: None

CITY OF IRWINDALE

**SCHEDULE OF OPEB CONTRIBUTIONS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)**

	2018	2019	2020	2021
Actuarially Determined Contribution	\$ 870,790	\$ 887,754	\$ 763,891	\$ 816,052
Contribution in Relation to the Actuarially Determined Contributions	(870,790)	(887,754)	(763,891)	(816,052)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	\$ 6,545,334	\$ 7,565,795	\$ 7,845,408	\$ 8,242,890
Contributions as a percentage of covered-employee payroll	13.30%	11.73%	9.74%	9.90%

(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 four years are shown.

Notes to Schedule:

*Actuarial methods and assumptions used to set the actuarially determined contribution for Fiscal Year 2020 were from the actuarial valuation June 30, 2019.

Methods and assumptions used to determine contributions:

Actuarial Cost Method	Entry Age, Level Percent of Pay
Actuarial Assumptions	
Discount Rate	7.00%
Inflation	2.75%
Salary Increases	2.75% per year
Investment Rate of Return	7.00%, net of expenses
Mortality Rate	2014 CalPERS Active Mortality for Miscellaneous Employees
Pre-Retirement Turnover	According to the CalPERS 2009 Turnover rate tables
Healthcare Trend Rate	4.00% per year

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CITY OF IRWINDALE

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2021**

Budgetary Data

General Budget Policies

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, 2021, no major funds had an excess of expenditures over appropriations.

The Development Impact Fees and Irwindale Community Foundation Funds did not adopt a budget for fiscal year 2020-21 and therefore budgetary comparison is not presented.

CITY OF IRWINDALE

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2021**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1, as restated	\$ 35,254,019	\$ 35,254,019	\$ 35,254,019	\$ -
Resources (Inflows):				
Taxes	11,793,800	15,043,800	20,581,042	5,537,242
Licenses and permits	3,068,000	3,068,000	2,725,917	(342,083)
Intergovernmental	14,700	14,700	134,762	120,062
Charges for services	4,676,000	4,676,000	2,142,294	(2,533,706)
Use of money and property	232,140	232,140	351,631	119,491
Fines and forfeitures	154,500	154,500	137,662	(16,838)
Contributions	-	-	61,674	61,674
Miscellaneous	1,135,990	2,810,500	1,850,036	(960,464)
Transfers in	1,450,000	1,450,000	1,450,251	251
Special items	-	-	9,308,000	9,308,000
Amounts Available for Appropriations	57,779,149	62,703,659	73,997,288	11,293,629
Charges to Appropriations (Outflow):				
General government	6,513,240	7,357,948	6,675,929	682,019
Public safety	6,934,820	7,633,356	6,788,563	844,793
Parks and recreation	2,204,070	2,190,836	1,715,357	475,479
Public works	4,204,840	4,242,088	4,380,496	(138,408)
Capital outlay	-	557,922	89,521	468,401
Debt service:				
Interest and fiscal charges	86,820	86,820	50,186	36,634
Transfers out	2,573,640	4,471,912	12,416,699	(7,944,787)
Total Charges to Appropriations	22,517,430	26,540,882	32,116,751	(5,575,869)
Budgetary Fund Balance, June 30	\$ 35,261,719	\$ 36,162,777	\$ 41,880,537	\$ 5,717,760

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 HOUSING AUTHORITY
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 12,806,670	\$ 12,806,670	\$ 12,806,670	\$ -
Resources (Inflows):				
Use of money and property	25,400	25,400	330,171	304,771
Transfers in	-	-	9,450,000	9,450,000
Amounts Available for Appropriations	12,832,070	12,832,070	22,586,841	9,754,771
Charges to Appropriations (Outflow):				
General government	308,820	7,918,749	560,705	7,358,044
Special items	-	-	355,782	(355,782)
Total Charges to Appropriations	308,820	7,918,749	916,487	7,002,262
Budgetary Fund Balance, June 30	\$ 12,523,250	\$ 4,913,321	\$ 21,670,354	\$ 16,757,033

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 MINING IMPACT FUND
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 14,362,318	\$ 14,362,318	\$ 14,362,318	\$ -
Resources (Inflows):				
Taxes	2,556,700	3,756,700	4,015,467	258,767
Use of money and property	25,000	25,000	29,681	4,681
Miscellaneous	-	-	1,052	1,052
Amounts Available for Appropriations	16,944,018	18,144,018	18,408,518	264,500
Charges to Appropriations (Outflow):				
General government	1,968,940	2,035,711	1,850,723	184,988
Public works	1,555,400	1,806,858	1,625,530	181,328
Capital outlay	-	731,935	117,593	614,342
Transfers out	1,044,250	4,614,774	624,623	3,990,151
Total Charges to Appropriations	4,568,590	9,189,278	4,218,469	4,970,809
Budgetary Fund Balance, June 30	\$ 12,375,428	\$ 8,954,740	\$ 14,190,049	\$ 5,235,309

Nonmajor Governmental Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for a particular purpose. Nonmajor special revenue funds for the City of Irwindale are as follows:

Reclamation Fund – This fund accounts for transfers from the Mining Impact Fund pursuant to transfer agreements for the purpose of building the funds to provide financial assurance for the proper reclamation of mining sites in the City.

AB 939 – This fund accounts for revenue received as a result of AB939, adopted by the state in 1989, requiring cities to develop source reduction and recycling programs. Funds for administering these programs are generated through waste collection fees and forwarded to the cities.

Asset Forfeiture – This fund accounts for proportionate funds received from the United States Department of Justice as a result of coordinated drug enforcement efforts. The funds then provide for expenditures in relation to targeting, investigating and prosecuting individuals engaged in drug-trafficking activities, and to seize all assets derived there from.

State Gas Tax Fund – This fund accounts for revenues apportioned to the City by the State, pursuant to the Streets and Highways Code of the State of California, which provide for street maintenance and improvements.

Air Quality Improvement – This fund accounts for the City's share of revenue received under AB 2766 to be used to reduce air pollution from motor vehicles pursuant to the California Clean Air Act of 1988.

Proposition A – This fund accounts for the City's share of the half cent sales tax levied in Los Angeles County effective July 1982, which provides for local transit related expenditures.

Proposition C – This fund accounts for the City's share of the half cent sales tax levied in Los Angeles County effective November 1990, which provides for local transit related expenditures.

Measure R – This fund accounts for the City's share of the half cent sales tax approved by Los Angeles County voters, effective July 1, 2009. Measure R funds are distributed on a per capita basis and are to be used specifically for transportation purposes.

Federal Grants – This fund accounts for the tracking of various federally funded grants received either directly from the United States government, or as pass-through funds.

Community Development Block Grant – This fund is required by federal regulations to account for the use of grant funds received from the federal government. Other revenues in this fund are reimbursements of loans to beneficiaries of a particular housing program or the sale of real property in the furtherance of block grant programs. All such other revenue are "program income" and are considered to be federal revenues.

State Grants – This fund accounts for grants received from the State of California Metro Division and the State of California Department of Transportation. These grants provide for the construction of accessible public transportation.

Citizen's Options for Public Safety (COPS) Fund – This fund accounts for the City's portion of funds distributed to local agencies, pursuant to the AB 2339 COPS grant, which provide for law enforcement related expenditures.

Asset Forfeiture - State – This fund accounts for proportionate funds received from the California Department of Justice as a result of coordinated drug enforcement efforts. The funds then provide for expenditures in relation to targeting, investigating and prosecuting individuals engaged in drug-trafficking activities, and to seize all assets derived there from.

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Irwindale Joint Powers Authority – This fund accounts for all financial activities of the Irwindale Joint Powers Authority (IJPA) which was established on April 24, 2013. The IJPA provides assistance to the City of Irwindale and the Irwindale Housing Authority in their long-term financing undertakings, including financing of public capital improvements to be owned by either entity.

Measure M – This fund accounts for the City's share of the half cent sales tax approved by Los Angeles County voters, effective November 9, 2016. Measure M is to improve transportation and ease traffic congestion consistent with the Measure M Ordinance #16-01.

Safe Clean Water Program Measure W – This fund accounts for dedicated funding for stormwater and urban runoff to increase local water supply, improve water quality, and protect public health by implementing a parcel tax of 2.5% per square foot of impermeable area, surfaces covered by hardscape-like materials such as concrete and asphalt.

Development Impact Fees – This fund accounts for funding to the City for future construction or expansion of government facilities necessary to mitigate the impact of new developments in the City.

Irwindale Community Foundation – This fund is to support the City of Irwindale and residents of the City of Irwindale by providing funding, through grants, donations, and corporate support, for community benefits and services to benefit the community within the present and future boundaries of the City of Irwindale.

CITY OF IRWINDALE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

	Special Revenue Funds			
	Reclamation	AB939	Asset Forfeiture	State Gas Tax
Assets:				
Pooled cash and investments	\$ 4,919,195	\$ 942,021	\$ 33,574	\$ 194,619
Receivables:				
Accounts	136,662	29,233	-	-
Taxes	-	-	-	4,844
Accrued interest	6,782	1,109	43	253
Advances to other funds	5,530,000	-	-	-
Total Assets	\$ 10,592,639	\$ 972,363	\$ 33,617	\$ 199,716
Liabilities, Deferred inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 166	\$ 5,663	\$ 152	\$ -
Accrued liabilities	-	7,457	-	-
Due to other funds	-	-	-	-
Total Liabilities	166	13,120	152	-
Fund Balances:				
Restricted for:				
Public safety - police activities	-	-	33,465	-
Parks and recreation	-	-	-	-
Public works	10,592,473	959,243	-	199,716
Unassigned	-	-	-	-
Total Fund Balances	10,592,473	959,243	33,465	199,716
Total Liabilities and Fund Balances	\$ 10,592,639	\$ 972,363	\$ 33,617	\$ 199,716

CITY OF IRWINDALE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

(CONTINUED)

	Special Revenue Funds			
	Air Quality Improvement	Proposition A	Proposition C	Measure R
Assets:				
Pooled cash and investments	\$ 4,024	\$ 37,567	\$ 8	\$ 43,777
Receivables:				
Accounts	476	-	-	-
Taxes	-	-	-	-
Accrued interest	4	83	15	65
Advances to other funds	-	-	-	-
Total Assets	\$ 4,504	\$ 37,650	\$ 23	\$ 43,842
Liabilities, Deferred inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	-	-	-	-
Fund Balances:				
Restricted for:				
Public safety - police activities	-	-	-	-
Parks and recreation	-	-	-	-
Public works	4,504	37,650	23	43,842
Unassigned	-	-	-	-
Total Fund Balances	4,504	37,650	23	43,842
Total Liabilities and Fund Balances	\$ 4,504	\$ 37,650	\$ 23	\$ 43,842

CITY OF IRWINDALE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

	Special Revenue Funds			
	Federal Grants	Community Development Block Grant	State Grants	COPS
Assets:				
Pooled cash and investments	\$ -	\$ -	\$ -	\$ 209,964
Receivables:				
Accounts	1,871	2,626	80,163	-
Taxes	-	-	-	-
Accrued interest	-	-	-	365
Advances to other funds	-	-	-	-
Total Assets	\$ 1,871	\$ 2,626	\$ 80,163	\$ 210,329
Liabilities, Deferred inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ 1,246	\$ 18,488	\$ -
Accrued liabilities	928	-	-	-
Due to other funds	943	1,380	61,676	-
Total Liabilities	1,871	2,626	80,164	-
Fund Balances:				
Restricted for:				
Public safety - police activities	-	-	-	210,329
Parks and recreation	-	-	-	-
Public works	-	-	-	-
Unassigned	-	-	(80,164)	-
Total Fund Balances	-	-	(80,164)	210,329
Total Liabilities and Fund Balances	\$ 1,871	\$ 2,626	\$ 80,163	\$ 210,329

CITY OF IRWINDALE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

(CONTINUED)

	Special Revenue Fund			
	Asset Forfeiture - State	Irwindale Joint Powers Authority	Measure M	Safe Clean Water Program
Assets:				
Pooled cash and investments	\$ 1,320	\$ -	\$ 9	\$ 432,857
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	-	-
Accrued interest	2	-	12	223
Advances to other funds	-	-	-	-
Total Assets	\$ 1,322	\$ -	\$ 21	\$ 433,080
Liabilities, Deferred inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	-	-	-	-
Fund Balances:				
Restricted for:				
Public safety - police activities	1,322	-	-	-
Parks and recreation	-	-	-	-
Public works	-	-	21	433,080
Unassigned	-	-	-	-
Total Fund Balances	1,322	-	21	433,080
Total Liabilities and Fund Balances	\$ 1,322	\$ -	\$ 21	\$ 433,080

CITY OF IRWINDALE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

	<u>Special Revenue Funds</u>		<u>Total Governmental Funds</u>
	<u>Development Impact Fees</u>	<u>Irwindale Community Foundation</u>	
Assets:			
Pooled cash and investments	\$ 307,201	\$ 25,724	\$ 7,151,860
Receivables:			
Accounts	-	-	251,031
Taxes	-	-	4,844
Accrued interest	135	-	9,091
Advances to other funds	-	-	5,530,000
Total Assets	<u>\$ 307,336</u>	<u>\$ 25,724</u>	<u>\$ 12,946,826</u>
Liabilities, Deferred inflows of Resources, and Fund Balances:			
Liabilities:			
Accounts payable	\$ -	\$ 4,000	\$ 29,715
Accrued liabilities	-	-	8,385
Due to other funds	-	-	63,999
Total Liabilities	<u>-</u>	<u>4,000</u>	<u>102,099</u>
Fund Balances:			
Restricted for:			
Public safety - police activities	-	-	245,116
Parks and recreation	-	21,724	21,724
Public works	307,336	-	12,577,888
Unassigned	<u>-</u>	<u>-</u>	<u>(80,164)</u>
Total Fund Balances	<u>307,336</u>	<u>21,724</u>	<u>12,764,564</u>
Total Liabilities and Fund Balances	<u>\$ 307,336</u>	<u>\$ 25,724</u>	<u>\$ 12,946,826</u>

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CITY OF IRWINDALE

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	Special Revenue Funds			
	Reclamation	AB939	Asset Forfeiture	State Gas Tax
Revenues:				
Taxes	\$ -	\$ 294,187	\$ -	\$ -
Intergovernmental	-	-	14,557	63,238
Charges for services	-	-	-	-
Use of money and property	10,261	1,678	66	383
Miscellaneous	1,256,502	-	-	-
Total Revenues	1,266,763	295,865	14,623	63,621
Expenditures:				
Current:				
General government	-	-	-	3,000
Public safety	-	-	10,855	-
Parks and recreation	-	-	-	-
Public works	52,979	212,576	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	52,979	212,576	10,855	3,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,213,784	83,289	3,768	60,621
Other Financing Sources (Uses):				
Transfers in	111,138	-	-	-
Transfers out	(1,450,000)	-	-	(39,180)
Total Other Financing Sources (Uses)	(1,338,862)	-	-	(39,180)
Net Change in Fund Balances	(125,078)	83,289	3,768	21,441
Fund Balances, Beginning of Year	10,717,551	875,954	29,697	178,275
Fund Balances, End of Year	\$ 10,592,473	\$ 959,243	\$ 33,465	\$ 199,716

CITY OF IRWINDALE

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

(CONTINUED)

	Special Revenue Funds			
	Air Quality Improvement	Proposition A	Proposition C	Measure R
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	1,872	30,301	25,133	18,876
Charges for services	-	-	-	-
Use of money and property	6	130	27	102
Miscellaneous	-	-	-	-
Total Revenues	1,878	30,431	25,160	18,978
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Parks and recreation	-	-	-	-
Public works	-	58,741	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	58,741	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,878	(28,310)	25,160	18,978
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	(26,130)	(19,750)
Total Other Financing Sources (Uses)	-	-	(26,130)	(19,750)
Net Change in Fund Balances	1,878	(28,310)	(970)	(772)
Fund Balances, Beginning of Year	2,626	65,960	993	44,614
Fund Balances, End of Year	\$ 4,504	\$ 37,650	\$ 23	\$ 43,842

CITY OF IRWINDALE

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	Special Revenue Funds			
	Federal Grants	Community Development Block Grant	State Grants	COPS
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	78,223	9,561	10,683	156,727
Charges for services	-	-	-	-
Use of money and property	-	-	-	551
Miscellaneous	-	-	-	-
Total Revenues	78,223	9,561	10,683	157,278
Expenditures:				
Current:				
General government	-	-	3,544	-
Public safety	8,752	9,561	-	179,140
Parks and recreation	-	-	-	-
Public works	-	-	75,886	-
Capital outlay	69,471	-	-	118,963
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	78,223	9,561	79,430	298,103
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(68,747)	(140,825)
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	-	(68,747)	(140,825)
Fund Balances, Beginning of Year	-	-	(11,417)	351,154
Fund Balances, End of Year	\$ -	\$ -	\$ (80,164)	\$ 210,329

CITY OF IRWINDALE

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

(CONTINUED)

	Special Revenue Funds			
	Asset Forfeiture - State	Irwindale Joint Powers Authority	Measure M	Safe Clean Water Program
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	21,387	432,742
Charges for services	-	-	-	-
Use of money and property	3	8	22	338
Miscellaneous	-	-	-	-
Total Revenues	3	8	21,409	433,080
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Parks and recreation	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	540,000	-	-
Interest and fiscal charges	-	21,600	-	-
Total Expenditures	-	561,600	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	3	(561,592)	21,409	433,080
Other Financing Sources (Uses):				
Transfers in	-	561,600	-	-
Transfers out	-	(251)	(22,220)	-
Total Other Financing Sources (Uses)	-	561,349	(22,220)	-
Net Change in Fund Balances	3	(243)	(811)	433,080
Fund Balances, Beginning of Year	1,319	243	832	-
Fund Balances, End of Year	\$ 1,322	\$ -	\$ 21	\$ 433,080

CITY OF IRWINDALE

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2021

	Special Revenue Funds		Total Nonmajor Governmental Funds
	Development Impact Fees	Irwindale Community Foundation	
Revenues:			
Taxes	\$ -	\$ -	\$ 294,187
Intergovernmental	-	-	863,300
Charges for services	307,132	-	307,132
Use of money and property	204	-	13,779
Miscellaneous	-	260,000	1,516,502
Total Revenues	307,336	260,000	2,994,900
Expenditures:			
Current:			
General government	-	820	7,364
Public safety	-	-	208,308
Parks and recreation	-	257,998	257,998
Public works	-	-	400,182
Capital outlay	-	-	188,434
Debt service:			
Principal retirement	-	-	540,000
Interest and fiscal charges	-	-	21,600
Total Expenditures	-	258,818	1,623,886
Excess (Deficiency) of Revenues Over (Under) Expenditures	307,336	1,182	1,371,014
Other Financing Sources (Uses):			
Transfers in	-	20,542	693,280
Transfers out	-	-	(1,557,531)
Total Other Financing Sources (Uses)	-	20,542	(864,251)
Net Change in Fund Balances	307,336	21,724	506,763
Fund Balances, Beginning of Year	-	-	12,257,801
Fund Balances, End of Year	\$ 307,336	\$ 21,724	\$ 12,764,564

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 RECLAMATION
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 10,717,551	\$ 10,717,551	\$ 10,717,551	\$ -
Resources (Inflows):				
Use of money and property	20,500	20,500	10,261	(10,239)
Miscellaneous	1,000,000	1,000,000	1,256,502	256,502
Transfers in	147,260	147,260	111,138	(36,122)
Amounts Available for Appropriations	11,885,311	11,885,311	12,095,452	210,141
Charges to Appropriations (Outflow):				
Public works	121,380	201,585	52,979	148,606
Transfers out	1,450,000	1,450,000	1,450,000	-
Total Charges to Appropriations	1,571,380	1,651,585	1,502,979	148,606
Budgetary Fund Balance, June 30	\$ 10,313,931	\$ 10,233,726	\$ 10,592,473	\$ 358,747

CITY OF IRWINDALE

**BUDGETARY COMPARISON SCHEDULE
AB939
YEAR ENDED JUNE 30, 2021**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 875,954	\$ 875,954	\$ 875,954	\$ -
Resources (Inflows):				
Taxes	250,000	250,000	294,187	44,187
Use of money and property	1,000	1,000	1,678	678
Amounts Available for Appropriations	1,126,954	1,126,954	1,171,819	44,865
Charges to Appropriations (Outflow):				
Public works	244,870	244,870	212,576	32,294
Total Charges to Appropriations	244,870	244,870	212,576	32,294
Budgetary Fund Balance, June 30	\$ 882,084	\$ 882,084	\$ 959,243	\$ 77,159

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 ASSET FORFEITURE
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 29,697	\$ 29,697	\$ 29,697	\$ -
Resources (Inflows):				
Intergovernmental	-	-	14,557	14,557
Use of money and property	-	-	66	66
Amounts Available for Appropriations	29,697	29,697	44,320	14,623
Charges to Appropriations (Outflow):				
Public safety	-	10,105	10,855	(750)
Capital outlay	-	18,180	-	18,180
Total Charges to Appropriations	-	28,285	10,855	17,430
Budgetary Fund Balance, June 30	\$ 29,697	\$ 1,412	\$ 33,465	\$ 32,053

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 STATE GAS TAX
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 178,275	\$ 178,275	\$ 178,275	\$ -
Resources (Inflows):				
Intergovernmental	66,673	66,673	63,238	(3,435)
Use of money and property	70	70	383	313
Amounts Available for Appropriations	245,018	245,018	241,896	(3,122)
Charges to Appropriations (Outflow):				
General government	2,500	5,500	3,000	2,500
Capital outlay	-	20,590	-	20,590
Transfers out	39,180	165,657	39,180	126,477
Total Charges to Appropriations	41,680	191,747	42,180	149,567
Budgetary Fund Balance, June 30	\$ 203,338	\$ 53,271	\$ 199,716	\$ 146,445

CITY OF IRWINDALE

**BUDGETARY COMPARISON SCHEDULE
AIR QUALITY IMPROVEMENT
YEAR ENDED JUNE 30, 2021**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 2,626	\$ 2,626	\$ 2,626	\$ -
Resources (Inflows):				
Intergovernmental	1,700	1,700	1,872	172
Use of money and property	-	-	6	6
Amounts Available for Appropriations	4,326	4,326	4,504	178
Charges to Appropriations (Outflow):				
Transfers out	1,700	1,700	-	1,700
Total Charges to Appropriations	1,700	1,700	-	1,700
Budgetary Fund Balance, June 30	\$ 2,626	\$ 2,626	\$ 4,504	\$ 1,878

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 PROPOSITION A
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 65,960	\$ 65,960	\$ 65,960	\$ -
Resources (Inflows):				
Intergovernmental	31,740	31,740	30,301	(1,439)
Use of money and property	50	50	130	80
Amounts Available for Appropriations	97,750	97,750	96,391	(1,359)
Charges to Appropriations (Outflow):				
Public works	29,570	59,390	58,741	649
Total Charges to Appropriations	29,570	59,390	58,741	649
Budgetary Fund Balance, June 30	\$ 68,180	\$ 38,360	\$ 37,650	\$ (710)

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 PROPOSITION C
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 993	\$ 993	\$ 993	\$ -
Resources (Inflows):				
Intergovernmental	26,330	26,330	25,133	(1,197)
Use of money and property	-	-	27	27
Amounts Available for Appropriations	27,323	27,323	26,153	(1,170)
Charges to Appropriations (Outflow):				
Transfers out	26,330	26,330	26,130	200
Total Charges to Appropriations	26,330	26,330	26,130	200
Budgetary Fund Balance, June 30	\$ 993	\$ 993	\$ 23	\$ (970)

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 MEASURE R
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 44,614	\$ 44,614	\$ 44,614	\$ -
Resources (Inflows):				
Intergovernmental	19,750	19,750	18,876	(874)
Use of money and property	-	-	102	102
Amounts Available for Appropriations	64,364	64,364	63,592	(772)
Charges to Appropriations (Outflow):				
Transfers out	19,750	19,750	19,750	-
Total Charges to Appropriations	19,750	19,750	19,750	-
Budgetary Fund Balance, June 30	\$ 44,614	\$ 44,614	\$ 43,842	\$ (772)

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 FEDERAL GRANTS
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ -	\$ -
Resources (Inflows):				
Intergovernmental	-	106,674	78,223	(28,451)
Amounts Available for Appropriations	-	106,674	78,223	(28,451)
Charges to Appropriations (Outflow):				
Public safety	-	36,475	8,752	27,723
Capital outlay	-	70,199	69,471	728
Total Charges to Appropriations	-	106,674	78,223	28,451
Budgetary Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -

CITY OF IRWINDALE

**BUDGETARY COMPARISON SCHEDULE
COMMUNITY DEVELOPMENT BLOCK GRANT
YEAR ENDED JUNE 30, 2021**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ -	\$ -
Resources (Inflows):				
Intergovernmental	9,900	9,900	9,561	(339)
Amounts Available for Appropriations	9,900	9,900	9,561	(339)
Charges to Appropriation (Outflow):				
Public safety	9,900	9,900	9,561	339
Total Charges to Appropriations	9,900	9,900	9,561	339
Budgetary Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -

CITY OF IRWINDALE

**BUDGETARY COMPARISON SCHEDULE
STATE GRANTS
YEAR ENDED JUNE 30, 2021**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (11,417)	\$ (11,417)	\$ (11,417)	\$ -
Resources (Inflows):				
Intergovernmental	-	89,769	10,683	(79,086)
Amounts Available for Appropriations	(11,417)	78,352	(734)	(79,086)
Charges to Appropriation (Outflow):				
General government	-	15,789	3,544	12,245
Public works	-	187,563	75,886	111,677
Total Charges to Appropriations	-	203,352	79,430	123,922
Budgetary Fund Balance, June 30	\$ (11,417)	\$ (125,000)	\$ (80,164)	\$ 44,836

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 COPS
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 351,154	\$ 351,154	\$ 351,154	\$ -
Resources (Inflows):				
Intergovernmental	-	170,970	156,727	(14,243)
Use of money and property	-	-	551	551
Amounts Available for Appropriations	351,154	522,124	508,432	(13,692)
Charges to Appropriations (Outflow):				
Public safety	-	158,187	179,140	(20,953)
Capital outlay	-	349,693	118,963	230,730
Total Charges to Appropriations	-	507,880	298,103	209,777
Budgetary Fund Balance, June 30	\$ 351,154	\$ 14,244	\$ 210,329	\$ 196,085

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 ASSET FORFEITURE - STATE
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 1,319	\$ 1,319	\$ 1,319	\$ -
Resources (Inflows):				
Use of money and property	-	-	3	3
Amounts Available for Appropriations	1,319	1,319	1,322	3
Charges to Appropriations (Outflow):				
Public safety	-	1,287	-	1,287
Total Charges to Appropriations	-	1,287	-	1,287
Budgetary Fund Balance, June 30	\$ 1,319	\$ 32	\$ 1,322	\$ 1,290

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 IRWINDALE JOINT POWERS AUTHORITY
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 243	\$ 243	\$ 243	\$ -
Resources (Inflows):				
Use of money and property	-	-	8	8
Transfers in	561,600	561,600	561,600	-
Amounts Available for Appropriations	561,843	561,843	561,851	8
Charges to Appropriations (Outflow):				
Debt service:				
Principal retirement	540,000	540,000	540,000	-
Interest and fiscal charges	21,600	21,600	21,600	-
Transfers out	-	-	251	(251)
Total Charges to Appropriations	561,600	561,600	561,851	(251)
Budgetary Fund Balance, June 30	\$ 243	\$ 243	\$ -	\$ (243)

CITY OF IRWINDALE

**BUDGETARY COMPARISON SCHEDULE
MEASURE M
YEAR ENDED JUNE 30, 2021**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 832	\$ 832	\$ 832	\$ -
Resources (Inflows):				
Intergovernmental	22,380	22,380	21,387	(993)
Use of money and property	-	-	22	22
Amounts Available for Appropriations	23,212	23,212	22,241	(971)
Charges to Appropriation (Outflow):				
Transfers out	22,380	22,380	22,220	160
Total Charges to Appropriations	22,380	22,380	22,220	160
Budgetary Fund Balance, June 30	\$ 832	\$ 832	\$ 21	\$ (811)

CITY OF IRWINDALE

**BUDGETARY COMPARISON SCHEDULE
SAFE CLEAN WATER PROGRAM
YEAR ENDED JUNE 30, 2021**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ -	\$ -
Resources (Inflows):				
Intergovernmental	-	440,000	432,742	(7,258)
Use of money and property	-	-	338	338
Amounts Available for Appropriation	-	440,000	433,080	(6,920)
Budgetary Fund Balance, June 30	\$ -	\$ 440,000	\$ 433,080	\$ (6,920)

CITY OF IRWINDALE

**BUDGETARY COMPARISON SCHEDULE
CAPITAL IMPROVEMENT PROJECTS
YEAR ENDED JUNE 30, 2021**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 107,456	\$ 107,456	\$ 107,456	\$ -
Resources (Inflows):				
Use of money and property	-	-	3,770	3,770
Miscellaneous	180,760	180,760	98,192	(82,568)
Transfers in	3,021,670	3,021,670	3,005,322	(16,348)
Amounts Available for Appropriations	3,309,886	3,309,886	3,214,740	(95,146)
Charges to Appropriation (Outflow):				
General government	-	-	40,000	(40,000)
Capital outlay	3,202,430	9,680,880	3,118,668	6,562,212
Total Charges to Appropriations	3,202,430	9,680,880	3,158,668	6,522,212
Budgetary Fund Balance, June 30	\$ 107,456	\$ (6,370,994)	\$ 56,072	\$ 6,427,066

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Custodial Funds

Custodial funds are used to account for funds held for the benefit of parties outside the government. The resources in these agency funds are not used to support any City programs. Custodial funds for the City of Irwindale are as follows:

Community Facilities District (CFD#1) – This fund accounts for the payment of debt service for bonds which were used for community facility improvements.

Live Oak Sewer Assessment District – This fund accounts for the payment of debt service for bonds which were used for sewer improvements on Live Oak Avenue.

Street Light Assessment District – This fund accounts for special assessments levied by the City for the operation and maintenance of street lights in the Irwindale Business Center.

Sewer Maintenance Assessment District – This fund accounts for special assessments levied for sewer system maintenance at the Irwindale Business Center.

CITY OF IRWINDALE

COMBINING STATEMENT OF NET POSITION
 ALL CUSTODIAL FUNDS
 JUNE 30, 2021

	CFD #1	Live Oak Assessment District	Street Lighting District
Assets:			
Pooled cash and investments	\$ -	\$ -	\$ 39,552
Receivables:			
Accrued interest	-	-	48
Total Assets	-	-	39,600
Liabilities:			
Accounts payable	-	-	284
Total Liabilities	-	-	284
Net Position:			
Held in trust for other purposes	-	-	39,316
Total Net Position	\$ -	\$ -	\$ 39,316

CITY OF IRWINDALE

COMBINING STATEMENT OF NET POSITION
 ALL CUSTODIAL FUNDS
 JUNE 30, 2021

	Sewer Maintenance District	Totals
Assets:		
Pooled cash and investments	\$ 78,931	\$ 118,483
Receivables:		
Accrued interest	112	160
Total Assets	79,043	118,643
Liabilities:		
Accounts payable	3,414	3,698
Total Liabilities	3,414	3,698
Net Position:		
Held in trust for other purposes	75,629	114,945
Total Net Position	\$ 75,629	\$ 114,945

CITY OF IRWINDALE

COMBINING STATEMENT OF CHANGES IN NET POSITION
 ALL CUSTODIAL FUNDS
 YEAR ENDED JUNE 30, 2021

	CFD #1	Live Oak Assessment District	Street Lighting District
Additions:			
Taxes	\$ -	\$ -	\$ 11,884
Interest and change in fair value of investments	169	-	73
Total Additions	169	-	11,957
Deductions:			
Administrative expenses	140,308	3,530	11,733
Interest expense	19,250	-	-
Reimbursement of prior taxes to County	770,000	-	-
Total Deductions	929,558	3,530	11,733
Changes in Net Position	(929,389)	(3,530)	224
Net Position - Beginning of the Year	-	-	-
Restatement of Net Position	929,389	3,530	39,092
Net Position - End of the Year	\$ -	\$ -	\$ 39,316

CITY OF IRWINDALE

COMBINING STATEMENT OF CHANGES IN NET POSITION
 ALL CUSTODIAL FUNDS
 YEAR ENDED JUNE 30, 2021

	Sewer Maintenance District	Totals
Additions:		
Taxes	\$ 143,195	\$ 155,079
Interest and change in fair value of investments	170	412
Total Additions	143,365	155,491
Deductions:		
Administrative expenses	170,600	326,171
Interest expense	-	19,250
Reimbursement of prior taxes to County	-	770,000
Total Deductions	170,600	1,115,421
Changes in Net Position	(27,235)	(959,930)
Net Position - Beginning of the Year	-	-
Restatement of Net Position	102,864	1,074,875
Net Position - End of the Year	\$ 75,629	\$ 114,945

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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,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental activities										
Net investment in capital assets	\$ 54,163,083	\$ 49,061,789	\$ 49,624,207	\$ 50,299,501	\$ 49,794,671	\$ 49,601,338	\$ 51,120,018	\$ 52,952,415	\$ 56,824,870	\$ 59,023,400
Restricted	84,591,464	89,708,274	59,274,997	50,523,767	60,867,149	57,816,698	52,235,181	49,089,392	40,959,612	48,761,203
Unrestricted	37,421,055	33,485,053	33,115,512	30,064,576	23,747,719	31,214,451	31,221,394	37,652,546	35,930,871	39,827,662
Total governmental activities net position	\$ 176,175,602	\$ 172,255,116	\$ 142,014,716	\$ 130,887,844	\$ 134,409,539	\$ 138,632,487	\$ 134,576,593	\$ 139,694,353	\$ 133,715,353	\$ 147,612,265

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

	Fiscal Year Ended June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental activities:										
General government	\$ 11,618,188	\$ 7,675,365	\$ 7,460,530	\$ 7,629,859	\$ 8,761,277	\$ 13,737,232	\$ 7,288,404	\$ 8,340,672	\$ 14,321,050	\$ 10,317,742
Public safety	5,947,245	5,797,927	5,666,135	5,718,022	5,837,909	6,360,040	7,104,410	7,444,547	8,821,671	8,814,208
Public works	5,743,162	5,392,703	6,804,537	7,152,933	6,268,933	8,457,410	8,615,524	10,579,291	7,009,865	8,203,369
Parks and recreation	1,846,848	1,835,292	1,859,710	1,853,463	1,879,106	2,775,633	2,147,371	1,672,481	1,941,613	2,462,513
Interest on long-term debt	2,657,051	297,961	376,489	142,709	145,043	127,274	121,752	117,524	109,880	57,268
Total primary government expenses	\$ 27,812,494	\$ 20,999,248	\$ 22,167,401	\$ 22,496,986	\$ 22,892,268	\$ 31,457,589	\$ 25,277,461	\$ 28,154,515	\$ 32,204,079	\$ 29,855,100
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 502	\$ 442	\$ 12	\$ -	\$ 400	\$ -	\$ 994,225	\$ 424,921	\$ 380,424	\$ 387,006
Public safety	497,442	409,754	301,789	241,960	219,112	427,686	517,901	547,025	427,120	369,519
Public works	523,323	499,829	1,104,906	1,004,298	780,947	1,627,920	2,851,874	2,067,126	3,351,914	4,956,452
Parks and recreation	117,481	116,836	102,531	113,399	121,177	132,209	135,159	132,454	73,328	15,921
Operating grants and contributions	887,048	615,256	1,504,715	800,651	1,010,005	836,673	473,320	447,927	5,555,246	1,054,852
Capital grants and contributions	34,169	227,058	75,051	196,263	290,685	4,897	3,290,793	5,460,370	1,362,431	1,581,613
Total primary government revenues	\$ 2,059,965	\$ 1,869,175	\$ 3,089,004	\$ 2,356,571	\$ 2,422,326	\$ 3,029,385	\$ 8,263,272	\$ 9,079,823	\$ 11,150,463	\$ 8,365,363
Net Revenues (Expense)										
Total primary government net expense	\$ (25,752,529)	\$ (19,130,073)	\$ (19,078,397)	\$ (20,140,415)	\$ (20,469,942)	\$ (28,428,204)	\$ (17,014,189)	\$ (19,074,692)	\$ (21,053,616)	\$ (21,489,737)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property	\$ 9,022,938	\$ 3,621,003	\$ 1,296,288	\$ 1,994,517	\$ 2,166,117	\$ 1,925,140	\$ 2,257,962	\$ 2,182,643	\$ 1,924,401	\$ 2,492,984
Mining/processing	4,457,993	5,001,084	5,726,528	6,446,449	6,717,324	6,291,651	7,088,995	7,130,002	6,233,454	7,303,874
Sales	3,394,807	3,757,466	4,246,191	3,882,558	3,691,820	3,937,691	4,220,157	4,527,677	4,065,292	8,501,430
Utility Users	3,134,265	3,289,837	3,658,588	4,018,841	3,755,043	3,601,434	3,873,263	3,759,934	3,439,780	3,229,073
Franchise	1,114,846	1,068,712	1,210,925	1,332,218	1,330,527	1,348,162	1,410,694	1,355,055	1,345,110	1,386,036
Business licenses	1,118,699	1,064,552	1,047,405	983,323	1,151,728	1,234,886	1,236,833	1,513,989	1,433,490	1,419,423
Other	310,334	267,682	331,731	376,131	345,301	426,282	413,519	363,873	412,270	573,085
Motor vehicle in lieu	111,598	113,675	121,712	124,842	127,443	129,810	138,747	146,857	153,720	159,937
Use of money and property	2,725,901	1,330,941	623,267	1,013,123	1,155,492	600,339	599,074	2,541,718	629,741	729,032
Gain on sale of assets	-	514,453	-	-	718,150	4,572,836	-	-	-	-
Other	411,368	1,135,156	728,407	275,362	2,809,931	8,651,269	869,325	670,704	950,250	474,094
Extraordinary gain/(loss) on dissolution of redevelopment agency *	50,571,909	(5,974,974)	(30,153,045)	5,785,449	-	-	-	-	(5,512,892)	8,952,218
Total primary government	76,374,658	15,209,587	(11,162,003)	26,232,813	23,968,876	32,719,500	22,108,569	24,192,452	15,074,616	35,221,186
Change in Net Position										
Total primary government	\$ 50,622,129	\$ (3,920,486)	\$ (30,240,400)	\$ 6,092,398	\$ 3,498,934	\$ 4,291,296	\$ 5,094,380	\$ 5,117,760	\$ (5,979,000)	\$ 13,731,449

* 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 that serves as the Successor Agency to the Irwindale Community Redevelopment Agency.

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

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General fund										
Nonspendable	\$ 30,191,045	\$ 34,346,793	\$ 4,188,578	\$ 11,013,366	\$ 12,142,153	\$ 9,181,943	\$ 8,869,831	\$ 5,971,949	\$ 6,173,082	\$ 6,178,270
Restricted	-	2,464,622	-	-	-	-	-	-	-	-
Assigned	25,176,638	17,677,821	17,057,727	14,897,110	18,676,485	30,620,784	30,112,196	32,081,720	29,253,846	29,092,164
Unassigned	-	-	-	-	-	-	-	-	(329,443)	6,610,103
Total general fund	55,367,683	54,489,236	21,246,305	25,910,476	30,818,638	39,802,727	38,982,027	38,053,669	35,097,485	41,880,537
All other governmental funds										
Nonspendable	\$ 29,122,352	\$ 17,162,644	\$ 14,590,361	\$ 13,401,152	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted:										
Continuing Operations	3,400,709	16,151,287	18,095,879	19,226,187	-	-	-	-	-	-
Public safety	347,622	439,857	785,583	498,511	321,512	332,320	400,881	404,524	382,170	245,116
Parks and recreation	-	-	-	-	-	-	-	-	-	21,724
Public works	21,567,736	23,336,819	24,887,273	27,031,968	-	-	29,781,088	26,971,910	26,249,123	26,767,937
Capital projects funds	-	-	-	-	30,375,656	30,621,096	-	2,909,411	107,456	56,072
Housing activities	-	-	-	-	30,169,981	26,862,878	22,052,482	18,802,558	12,806,670	21,670,354
Debt service	-	-	915,900	915,964	-	404	730	989	243	-
Assigned	-	-	-	-	-	-	-	1,400,000	-	-
Unassigned	-	-	-	(4,805)	(4,863)	(180,356)	(26,479)	(1,446)	(11,417)	(80,164)
Total all other governmental funds	\$ 54,438,419	\$ 57,090,607	\$ 59,274,996	\$ 61,068,977	\$ 60,862,286	\$ 57,636,342	\$ 52,208,702	\$ 50,487,946	\$ 39,534,245	\$ 48,681,039

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

	Fiscal Year Ended June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues:										
Taxes	\$ 22,984,591	\$ 17,717,330	\$ 17,209,830	\$ 19,479,493	\$ 19,304,177	\$ 18,654,064	\$ 20,597,369	\$ 20,432,581	\$ 18,908,037	\$ 24,890,696
Licenses and permits	283,398	247,039	530,137	576,658	554,101	938,966	1,715,887	1,396,588	1,072,463	2,725,917
Intergovernmental	854,348	1,088,969	870,432	1,151,984	685,971	474,772	563,951	1,017,960	804,439	998,062
Charges for services	470,000	447,475	753,446	570,149	526,145	1,504,357	1,517,298	1,114,488	2,567,927	2,449,426
Use of money and property	2,725,901	1,330,941	623,267	1,013,123	1,155,492	599,476	599,361	2,685,365	2,019,171	729,032
Fines and forfeitures	385,350	332,347	225,655	212,850	193,467	243,812	305,749	326,981	204,280	137,662
Contributions	2,000	8,600	10,730	208,041	556,028	41,079	37,550	253,994	3,379,612	61,674
Miscellaneous	1,714,792	1,143,637	734,104	278,003	2,812,240	8,672,122	5,007,717	4,451,692	2,445,400	3,465,782
Total revenues	\$ 29,430,380	\$ 22,316,338	\$ 20,957,601	\$ 23,154,301	\$ 25,787,621	\$ 31,128,648	\$ 30,344,882	\$ 31,673,749	\$ 31,401,329	\$ 35,458,251
Expenditures:										
General government	\$ 11,009,364	\$ 6,891,893	\$ 7,368,913	\$ 7,459,738	\$ 7,999,231	\$ 13,525,715	\$ 12,858,871	\$ 9,197,821	\$ 14,543,070	\$ 9,134,721
Public safety	5,792,040	5,569,075	5,472,221	5,552,325	5,702,613	5,780,504	9,915,262	9,740,120	10,467,471	6,996,871
Parks and recreation	1,662,490	1,653,370	1,661,622	1,661,770	1,781,960	1,935,900	1,862,459	1,927,800	2,050,185	1,973,355
Public works	4,407,686	4,159,516	4,345,647	4,793,164	4,741,024	6,610,493	8,418,135	8,016,992	6,428,605	6,406,208
Capital outlay	1,449,905	927,084	1,772,245	2,429,246	987,916	1,490,419	2,927,419	3,510,263	5,669,393	3,514,216
Debt Service:										
Principal	3,739,902	445,159	4,835,000	440,000	455,000	465,000	480,000	495,000	520,000	540,000
Interest and fiscal charges	4,246,611	235,979	409,021	145,356	136,556	135,308	131,076	126,996	119,598	71,786
Total expenditures	\$ 32,307,998	\$ 19,882,076	\$ 25,864,669	\$ 22,481,599	\$ 21,804,300	\$ 29,943,339	\$ 36,593,222	\$ 33,014,992	\$ 39,798,322	\$ 28,637,157
Excess of revenues over (under) expenditures	\$ (2,877,618)	\$ 2,434,262	\$ (4,907,068)	\$ 672,702	\$ 3,983,321	\$ 1,185,309	\$ (6,248,340)	\$ (1,336,243)	\$ (8,396,993)	\$ 6,821,094
Other financing sources (uses):										
Transfers in	\$ 10,041,173	\$ 642,717	\$ 3,963,307	\$ 1,200,515	\$ 3,909,009	\$ 5,391,719	\$ 3,006,609	\$ 6,372,238	\$ 5,523,924	\$ 14,598,853
Transfers out	(10,041,173)	(642,717)	(3,963,307)	(1,200,515)	(3,909,009)	(5,391,719)	(3,006,609)	(6,372,238)	(5,523,924)	(14,598,853)
Proceeds on sale of land held	-	514,453	-	-	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	-	-	-	-	-	-	-	-	-	-
Bond premium	-	-	3,870,000	-	-	-	-	-	-	-
Contributions to Successor Agency	-	-	131,572	-	-	-	-	-	-	-
Total other financing sources (uses)	(545,416)	\$ 514,453	\$ 4,001,572	\$ -	\$ 718,150	\$ 4,572,836	\$ -	\$ (1,312,871)	\$ (5,512,892)	\$ 8,952,218
Extraordinary Gain/(Loss) *	(31,443,000)	(1,174,974)	(30,153,045)	5,785,449	-	-	-	-	-	-
Net change in fund balances before restatements	\$ (34,866,034)	\$ 1,773,741	\$ (31,058,541)	\$ 6,458,151	\$ 4,701,471	\$ 5,758,145	\$ (6,248,340)	\$ (2,649,114)	\$ (13,909,885)	\$ 15,773,312
Restatement of fund balances	-	-	-	-	-	-	-	-	-	156,534
Net change in fund balances, after restatement	\$ (34,866,034)	\$ 1,773,741	\$ (31,058,541)	\$ 6,458,151	\$ 4,701,471	\$ 5,758,145	\$ (6,248,340)	\$ (2,649,114)	\$ (13,909,885)	\$ 15,929,846
Debt service as a percentage of noncapital expenditures **	25.88%	3.59%	21.77%	2.92%	2.84%	2.11%	1.82%	2.11%	1.87%	2.44%

* 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 Inverdale Community Redevelopment Agency are now reported as a fiduciary fund in the financial statements of the City of Inverdale which serves as the Successor Agency to the Inverdale 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 Inwindale
Governmental Activities Tax Revenues By Source
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year Ended June 30	Property Tax	Mining Tax	Sales Tax	Utility Users Tax	Other Tax	Total Taxes
2012 *	9,022,938	4,457,993	3,394,807	3,134,265	2,543,879	22,553,882
2013 *	3,621,003	5,001,084	3,757,466	3,289,837	2,420,946	18,090,336
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

* 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 Inwindale Community Redevelopment Agency are 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. 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	Special Mining Excavation Tax	Special Mining Processing Tax	Total Mining Taxes
2012	1,327,094	679,849	1,621,328	829,722	4,457,993
2013	1,491,796	759,545	1,822,951	926,792	5,001,084
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

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)
2012	0.2596	0.1298	0.3172	0.1584
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

Source: City of Irwindale Finance Department

Table 8
City of Irwindale
Principal Mining Taxpayers
Current Year and Nine Years Ago
June 30, 2021

Mining Operator	2021			2012		
	Mining Taxes	Rank	Percentage of Total Mining Tax Revenue	Mining Taxes	Rank	Percentage of Total Mining Tax Revenue
Vulcan Durbin/Reliance	3,154,434	1	43.2%	2,207,293	1	49.5%
Hanson Aggregates	2,346,350	2	32.1%	1,254,153	2	28.1%
United Rock	1,582,171	3	21.7%	808,487	3	18.1%
All American Asphalt	99,741	4	1.4%	46,963	6	1.1%
Holiday Rock	67,996	5	0.9%	50,496	5	1.1%
Peck Road Gravel Pit	53,182	6	0.7%	90,600	4	2.0%
Totals	<u>7,303,873</u>		<u>100.00%</u>	<u>4,457,991</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	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Residential	46,217,368	47,150,265	48,487,088	51,209,692	53,803,730	55,306,155	59,483,148	64,644,891	69,211,895	73,390,420
Commercial	156,088,581	154,295,529	165,743,037	174,522,114	179,619,293	182,176,675	171,797,899	171,514,320	213,589,419	254,462,647
Industrial	1,251,478,474	1,256,350,532	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
Government Owned	476,710	486,243	496,011	498,217	508,170	515,919	526,237	536,761	547,495	558,444
Institutional	151,574	154,604	157,695	158,410	161,574	164,037	167,317	850,000	-	-
Miscellaneous	7,445,786	7,399,309	7,354,853	7,804,466	7,806,464	7,795,215	7,764,046	7,781,738	7,829,920	7,830,569
Recreational	11,134,758	11,357,451	11,584,598	11,637,190	22,989,948	23,320,239	26,356,643	26,883,775	27,421,449	27,969,875
Vacant	44,946,595	61,389,175	53,746,555	63,402,720	69,052,434	78,577,829	81,698,273	81,100,375	79,272,843	85,240,244
SBE Nonunitary	8,555,358	8,555,358	7,427,946	7,427,946	7,071,026	7,071,526	7,071,526	7,071,526	7,071,526	7,171,072
Cross Reference	98,587,226	104,765,839	101,727,504	87,844,101	86,806,996	88,007,252	129,623,585	145,323,008	133,542,664	126,933,216
Unsecured	328,709,346	335,799,957	350,202,859	352,575,992	351,397,594	352,596,600	332,009,850	369,615,372	310,428,919	351,867,464
Exempt	(44,332,373)	(43,322,431)	(43,339,793)	(43,339,793)	(44,205,503)	(43,526,869)	(40,168,105)	(37,440,651)	(33,879,116)	(33,779,664)
TOTALS	1,951,791,776	1,987,704,262	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	2,800,110,588
Total Direct Rate	0.92704%	0.92472%	0.11961%	0.11935%	0.11913%	0.11874%	0.11491%	0.11809%	0.11771%	0.11680%

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 at 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 Inwindale
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	
2012	1.00000	0.00000	0.80303	0.08507	0.00370	1.89180
2013	1.00000	0.00000	0.79357	0.08298	0.00350	1.88005
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

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, 2021

Property Owner	2021			2012		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
IBY Property Owner LLC	\$ 365,221,012	1	13.01%			
Crow Family Holdings Industrial	114,795,089	2	4.09%	96,370,393	2	4.93%
BPP Pacific Indl Reit LA Reg	90,328,327	3	3.22%			
Huy Fong Irwindale LLC	75,194,492	4	2.68%			
Kaiser	74,455,282	5	2.65%			
Duke Realty	63,750,000	6	2.27%			
Metropolitan Life Insurance Company	60,908,325	7	2.17%	51,992,897	3	2.66%
Vulcan Materials	60,791,886	8	2.17%	31,532,283	9	1.61%
Hanson Aggregates West Inc.	60,782,898	9	2.17%	48,646,649	4	2.49%
Lit Industrial LP	54,939,217	10	1.96%			
Millercoors Inc./Miller Brewing Company				345,033,207	1	17.63%
Ready Pac Produce Inc.				40,846,541	5	2.09%
Unitek Corporation				37,995,019	6	1.94%
Davis Wire Corporation				37,131,472	7	1.90%
Walton CWCA Ramona				31,840,702	8	1.63%
LBA RIV-CO XX LLC				30,608,929	10	1.56%
Totals	\$ 1,021,166,528		36.37%	\$ 751,998,092		38.43%

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	
2012	201,838	200,222	99.2%	280	200,501	99.3%	
2013	203,082	202,147	99.5%	274	202,421	99.7%	
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%	

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

	(in thousands of dollars)									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Apparel Stores	365	363	664	580	599	483	733	719	635	145
Food Stores	376	345	353	458	715	591	353	290	285	372
Eating and Drinking Places	17,682	17,783	18,006	18,860	20,889	21,624	21,945	22,122	23,374	20,903
Building Materials	12,426	11,692	10,995	9,844	11,268	12,775	17,564	16,928	16,205	16,515
Auto Dealers and Supplies	3,134	3,224	3,285	3,294	3,606	6,311	7,788	9,331	9,862	9,152
Service Stations	44,254	50,541	51,843	51,248	45,400	38,906	42,478	44,726	50,297	31,987
Other Retail Stores	32,566	20,349	15,128	15,440	14,266	13,493	13,176	14,190	14,248	8,798
All Other Outlets	267,267	270,907	279,913	301,534	303,365	284,013	318,720	295,983	267,808	339,064
Total	\$ 378,070	\$ 375,204	\$ 380,187	\$ 401,258	\$ 400,108	\$ 378,196	\$ 422,757	\$ 404,289	\$ 382,714	\$ 426,936

* 2021 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, 2021

2021		2012	
Business Name	Business Category	Business Name	Business Category
ACH Supply	Plumbing/Electrical Supplies	No Name on File 084155080	Receivables/Master Outlets
Arco	Service Stations	Arco	Service Stations
Arco AM PM	Service Stations	Arco AM PM	Service Stations
Arco AM PM	Service Stations	Arco AM PM	Service Stations
Bartley Optical Sales	Medical/Biotech	Chaparral Concrete	Concrete
Charter Furniture	Textiles/Furnishings	Chem Arrow	Drugs/Chemicals
Chem Arrow	Drugs/Chemicals	Decore Ative Specialties	Contractors
Decore Ative Specialties	Contractors	Education Management Systems	Business Services
Food Makers Bakery Equipment	Food Service Equip./Supplies	Food Makers Bakery Equipment	Food Service Equip./Supplies
Geary Pacific Supply	Contractors	Gano Excel	Specialty Stores
Gentle Carmen Auto	Used Automotive Dealers	H & K	Food Service Equip./Supplies
Hanson Aggregates West	Contractors	Hanson Aggregates West	Contractors
Holiday Rock Co	Contractors	Holiday Rock Co	Contractors
Johnstone Supply	Light Industrial/Printers	Jacmar Food Service	Food Service Equip./Supplies
McDonalds	Quick-Service Restaurants	Kal Care Enterprises	Electronics/Appliance Store
Miller Coors-Irwindale Brewery	Food Service Equip./Supplies	McDonalds	Quick-Service Restaurants
Patton Sales	Office Supplies/ Furniture	Miller Brewing Company	Food Service Equip./Supplies
Semihandmade	Textiles/Furnishings	National Ready Mixed Concrete	Contractors
Sigler	Contractors	Spragues Rock & Sand	Contractors
Spragues Rock & Sand	Contractors	Standard Concrete Products	Contractors
United Rock Products	Contractors	United Rock Products	Contractors
Unitek	Drugs/Chemicals	Unitek	Drugs/Chemicals
Vulcan Materials	Contractors	Vulcan Materials	Contractors
Western Emulsions	Contractors	W W Grainger	Electrical Equipment
Zotac USA	Office Equipment	Western Emulsions	Contractors
Percent of Fiscal Year Total		67.10%	
Paid by Top 25 Accounts		71.19%	

Source: HdL Coren & Cone Reports

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

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

Fiscal Year	Lease Revenue Bonds (1)	Capital Leases	Total Debt Primary Government	Total Debt As A		Ratio of Outstanding Debt
				Percentage on Taxable Assessed Value	Per Capita Personal Income	
2012	4,800,000	6,492	4,806,492	0.25%	19,040	NM
2013	4,360,000	1,333	4,361,333	0.22%	20,093	NM
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

Source: City of Inwindale 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 it's 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 Inwindale
Bonded Debt Pledged Revenue Coverage
Successor Agency Tax Allocation Bonds
Last Ten Fiscal Years

Fiscal Year	Tax Increment/ Allocation	Debt Service Principal and Interest	Coverage
2012	8,668,428	8,877,673	0.98 (1)
2013	8,613,441	8,211,378	1.05 (2)
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

Source: City of Inwindale

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, 2021

	Percentage Applicable to City of Irwindale	Amount Applicable to City of Irwindale
	(1)	(1)
2020-21 Assessed Valuation (after deducting Incremental Value)		
Direct Debt:		
2013 Lease Revenue Refunding Bond	100%	\$ 197,457,522
		\$ - (2)
		\$ -
Overlapping Debt:		
Metropolitan Water District	0.017%	\$ 23,094
El Monte School District	2.150%	1,972,827
El Monte Union High School District	1.121%	1,705,309
Citrus Community College District	5.349%	4,430,416
Mt San Antonio Community College District	0.970%	7,792,423
Rio Hondo Community College District	0.425%	478,993
Azusa Unified School District	15.988%	16,752,286
Baldwin Park Unified School District	6.240%	12,643,819
Covina Valley Unified School District	5.928%	11,226,141
Duarte Unified School District	9.987%	7,273,353
Monrovia Unified School District	0.731%	139,998
West Covina Unified School District	0.010%	9,604
Total Overlapping Debt		\$ 64,448,263
Total Direct and Overlapping Tax and Assessment Debt:		\$ 64,448,263

Ratio to Assessed Valuation:	
Direct Debt %	0.00%
Overlapping Debt %	32.64%
Total Gross Debt %	32.64%

- (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

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Assessed valuation	\$ 1,951,791,776	\$ 1,987,704,262	\$ 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	\$ 2,800,110,588
Conversion percentage	25%	25%	25%	25%	25%	25%	25%	25%	25%	25%
Adjusted assessed valuation	487,947,944	496,926,066	532,570,340	546,413,001	558,367,756	569,117,764	608,001,566	641,853,318	672,023,733	700,027,647
Debt limit percentage	15%	15%	15%	15%	15%	15%	15%	15%	15%	15%
Debt limit	73,192,192	74,538,910	79,885,551	81,961,950	83,755,163	85,367,665	91,200,235	96,277,998	100,803,560	105,004,147
Less debt applicable to the limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$ 73,192,192	\$ 74,538,910	\$ 79,885,551	\$ 81,961,950	\$ 83,755,163	\$ 85,367,665	\$ 91,200,235	\$ 96,277,998	\$ 100,803,560	\$ 105,004,147
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 Inwindale
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2011	1,416	26,961	19,040	12.7%
2012	1,454	29,215	20,093	9.7%
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 data not available.

Source: HdL Coren & Cone Reports

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

Employer	2021			2012		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Ready-Pac Produce Inc.	1,548	1	9.6%	1,950	2	7.8%
City of Hope	815	2	5.0%			
Decore-Active Specialities Inc.	600	3	3.7%	351	7	1.4%
Charter Communications	471	4	2.9%	361	5	1.4%
Southern California Edison	460	5	2.8%	2,528	1	10.1%
City of Hope Medical Foundation	375	6	2.3%			
Athens Services	365	7	2.3%			
Louis Vuitton U.S. Mfg Inc	351	8	2.2%			
CTI Foods	252	9	1.6%			
Biosense Webster	250	10	1.5%	300	8	1.2%
Miller Coors				520	3	2.1%
R Ranch Market				400	4	1.6%
Mariposa Horticultural Enterprise				360	6	1.4%
California Community News				261	9	1.0%
Gc Services Limited Partner				236	10	0.9%
Total	5,487		33.9%	7,267		29.1%
Estimated City Employment	16,200			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	2012	2013	2014	2015	2016	2016	2016	2018	2019	2020	2021
General government	15.00	15.00	14.00	14.00	14.00	14.00	14.00	17.50	18.50	19.00	19.00
Police	45.00	46.00	47.00	47.00	47.00	47.00	47.00	47.50	47.00	47.00	47.00
Community Dvlp & Code En	6.00	6.00	6.00	6.00	6.00	6.00	6.00	7.50	12.50	13.00	13.00
Public Works	14.50	18.50	19.50	19.00	19.00	19.00	19.00	22.50	26.50	27.00	30.00
Library	4.50	4.50	4.50	4.50	4.50	4.50	4.50	8.00	7.50	7.50	7.50
Recreation	15.00	15.00	15.00	20.50	20.50	20.50	20.50	22.50	27.00	27.00	23.50
Senior Center	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	6.00	6.00	6.00
Total	105.00	110.00	111.00	116.00	116.00	116.00	116.00	130.50	145.00	146.50	146.00

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	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Police:										
Increase in traffic enforcement citations	3,497	2,875	1,942	12,599	11,770	5,570	4,739	2,987	699	575
DUI arrests	216	143	33	47	40	16	17	19	20	11
Unlicensed drivers arrested or cited	495	376	207	233	132	357	207	234	28	22
Vandalism Arrests	12	13	10	6	2	6	7	4	7	4
Stolen Vehicles	39	39	40	24	22	21	44	27	36	37
Robberies	3	5	3	7	5	2	4	6	2	4
Burglaries	54	46	41	34	70	45	43	47	85	59
Calls for service	27,374	22,547	22,666	20,412	23,901	21,353	20,064	19,082	12,737	14,694
Recreation:										
Number of facility rentals	206	238	266	365	555	298	315	477	158	0
Number of recreation classes/programs	102	58	79	80	93	94	126	130	102	63
Number of special events	45	44	41	42	38	46	49	50	40	42
Number of field trips	52	51	45	43	45	49	52	52	45	0
Aquatic participants	8,931	6,016	9,846	9,253	12,227	14,075	14,186	10,200	8,070	413
Senior Center:										
Number of facility rentals	124	171	180	143	129	130	155	160	42	17
Number of classes/programs	85	85	85	85	699	1,793	2,300	2,300	284	540
Number of special events/activities	39	39	39	39	38	239	301	43	24	211
Number of field trips	26	26	26	26	24	28	34	34	8	4
Number of meals served-Nutrition program/breakfast	7,975	9,520	8,588	8,090	7,644	8,075	8,439	8,776	10,287	1,020
Library										
Adult & children programs	65	102	70	160	82	93	103	102	182	15
Adult & children storytimes	21	30	22	22	18	27	38	40	40	0
Library items added	3,525	3,160	2,201	2,590	2,146	2,460	2,493	1,808	1,444	1,155
Learning Center tutoring hours	310	312	306	308	308	320	320	320	180	0
Public Works										
Street resurfacing (miles)	1,164	0	1,224	0	0	5.13	1.8	1.05	1.19	0.988
Sidewalk repair/replacement (sq.ft.)	0	2,617	18,865	10,000	2,238	0	0	8,367	0	386
Encroachment Permits	69	96	92	105	96	139	114	142	184	162
Field Inspections	4/week	4/week	4/week	4/week	4/week	4/week	5 daily	5/week	5/week	4/week
Transportation Permits	0	0	347	354	370	452	503	495	379	302
Building & Safety										
Permits issued	308	346	332	327	361	431	430	524	442	442
Film Permits Issued	14	10	21	11	9	17	22	27	21	13
Business Licenses issued	1,015	1,520	1,254	1,108	1,302	1,416	1,456	1,639	1,464	1,438
Finance										
Account Payable checks issued	3,625	2,922	3,146	3,078	2,833	3,098	2,793	3,013	2,835	2,506
Payroll checks issued	3,372	606	3,094	3,370	3,330	3,415	3,578	3,725	4,038	3,965
Journal Vouchers	2,471	2,223	2,173	2,281	2,361	2,425	2,320	2,570	2,278	1,950
Purchase orders processed	179	126	198	197	159	205	225	259	267	225
Cash & Investments at year-end (in millions)	80.0	76.1	74.4	72.1	75.4	89.9	83.5	92.0	89.5	105.6
Administration										
Constituent requests for information processed	43	73	67	37	51	49	57	54	61	49
Agenda Reports Submitted to Council	334	341	305	285	319	233	226	118	220	224
City Council Meeting Agendas Completed	33	23	36	24	24	23	26	26	24	23
Resolutions (City Council)	49	53	48	67	63	70	80	57	89	95
Resolutions (ICRA)	2	0	0	0	0	0	0	0	0	0
Resolutions (SA)	5	5	6	5	6	8	8	3	2	4
Resolutions (Housing Authority)	3	5	7	3	6	5	5	9	13	13
Resolutions (Reclamation Authority)	1	1	1	3	3	1	4	1	2	1
Ordinances	10	11	7	14	9	13	10	13	13	9
Contracts	68	37	58	44	98	111	109	170	63	115
Weekly Reports to City Council	48	47	45	45	42	45	45	49	12	9
Number of recruitment applications processed	104	282	126	191	79	178	254	1,225	312	756

Source: City of Irwindale, various City Departments

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

Function	2012	2013	2014	2015	2016	2017	2017	2019	2020	2021
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Substations	0	0	0	0	0	0	0	0	0	0
Patrol units	14	14	11	11	13	12	12	15	14	14
Motorcycles	2	2	2	2	3	1	1	1	1	1
Trailer	1	1	1	1	1	1	1	1	1	1
Undercover Vehicle	6	6	7	7	7	6	7	7	10	10
Command Vehicle	3	3	2	2	1	1	2	2	2	2
Public Works										
Streets/Highway (miles)	27.73	27.73	27.73	27.73	27.73	27.73	27.73	29.20	29.20	29.20
Streetlights	861	861	861	861	870	870	870	873	873	873
Traffic signals	41	41	42	42	43	43	43	43	43	42
Bridges	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
Playground areas	4	4	4	4	4	4	4	4	4	4
Tennis courts	1	1	1	1	1	1	1	1	1	1
Softball & baseball diamonds	1	1	1	1	1	1	1	1	1	1
Basketball full courts	2	2	2	2	2	2	2	2	2	2
Basketball half courts	1	1	1	1	1	1	1	1	1	1
Skate Parks	1	1	1	1	1	1	1	1	1	1
Swimming pools	1	1	1	1	1	1	1	1	1	1
Recreation Centers	1	1	1	1	1	1	1	1	1	1
Senior Center										
Community Centers	1	1	1	1	1	1	1	1	1	1
Senior Centers	1	1	1	1	1	1	1	1	1	1
Missions	1	1	1	1	1	1	1	1	1	1
Library										
Library buildings	1	1	1	1	1	1	1	1	1	1

Source: City of Inwindale, various City Departments