



# ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2021

CITY OF CITRUS HEIGHTS, CALIFORNIA  
ANNUAL COMPREHENSIVE FINANCIAL REPORT  
FOR FISCAL YEAR ENDED JUNE 30, 2021

Prepared by  
Finance,  
A Division of the Administrative Services Department

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ANNUAL COMPREHENSIVE FINANCIAL REPORT  
FOR FISCAL YEAR ENDED JUNE 30, 2021

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*The City of CITRUS HEIGHTS  
is committed to providing  
high quality, economical,  
responsive city services  
to our community.*

PORSCHE MIDDLETON, *Mayor* • TIM SCHAEFER, *Vice Mayor*  
JEANNIE BRUINS, *Council Member* • BRET DANIELS, *Council Member* • STEVE MILLER, *Council Member*  
CHRISTOPHER W. BOYD, *City Manager* • RYAN R. JONES, *City Attorney*



that the financial statements of the City for the fiscal year ended June 30, 2021 are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation.

Based upon the audit, the independent auditors concluded that there was reasonable basis for rendering an unmodified opinion, which states that the City's financial statements for the fiscal year ended June 30, 2021 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports will be available in the City's separately issued Single Audit Reports.

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 the MD&A. The City's MD&A can be found immediately following the report of the independent auditors.

### **Profile of the City of Citrus Heights**

The City of Citrus Heights operates under a Council-Manager form of government and provides municipal services that include public safety, public works, and community development. This report includes all funds of the City of Citrus Heights. The MD&A continues to demonstrate our commitment to providing essential quality of life services, maintaining public safety, improving the City's infrastructure including streets and roads, and growing our local economy while maintaining financial stability.

The City Council establishes annual budgets for the General Fund, Proprietary Funds, and Special Revenue Funds, except for certain Special Revenue Funds for which expenditures are controlled by grant funding or by assessments received. Budgetary control is legally maintained at the fund level for these funds. Department directors submit budget requests to the City Manager. The City Manager prepares an estimate of revenues and prepares recommendations for the following year's budget. The preliminary budget may or may not be amended by the City Council and is adopted by resolution by the City Council on or before June 30<sup>th</sup> of each year in accordance with the City's Municipal Code.

The City of Citrus Heights was incorporated on January 1, 1997, as a general law city. Citrus Heights was the first new city in Sacramento County in more than 50 years and was the largest city to incorporate in the State of California. With a population of approximately 88,000 in a 14.2 square-mile area, Citrus Heights is 98% developed, with two large commercial corridors and a well-established residential community. We attract a population of all ages, and have a higher percentage of millennials and retirees than other cities our size.

The Citrus Heights City Council consists of five members, elected to four-year overlapping terms in district-based elections. Council members must be residents of the City. The positions of Mayor and Vice Mayor are chosen by the City Council through policy direction determined by the City Council. The Mayor conducts the City Council meetings and represents the City on ceremonial occasions.

The City Council serves as the policy board for the municipality. As an elected Board of Directors, the City Council provides policy direction, establishes goals, and sets priorities for the City government. In addition to serving as the policy makers for the community, the City Council also is responsible for numerous land use decisions within its borders, including the General Plan. The City Council appoints the City Manager, City Attorney, and all members of advisory boards and commissions.

In Citrus Heights, the total labor force is approximately 43,400. Unemployment in Sacramento County is at approximately 7.5%, which is below the current rate of unemployment for California (7.6%). The City of Citrus Heights is home to a diverse labor force, specializing in such occupations as sales, executive and managerial services, technical support, professional specialties, and other services. As the geographic center of the Greater Sacramento area, Citrus Heights offers residents and workforce effective access to the region. Almost 90% of Citrus Heights' workforce travels in from outside the City, creating a daytime population of over 30,000 jobs. Citrus Heights jobs are projected to grow by 7% in the next five years.

Most of Citrus Heights' commercial real estate is comprised of large retail and small office space. Citrus Heights has long been known as a retail mecca, but the current retail market is in a state of change. Consumers are relying less on brick and mortar stores now that online shopping is mainstream. Citrus Heights is home to one of the Sacramento area's first regional shopping centers, Sunrise Mall. In its prime, Sunrise Mall served as the economic engine of the City and the community's central gathering place. With the addition of other regional malls and a shift toward online shopping, Sunrise Mall has experienced immense fall off in economic impact — resulting in a decline of almost 50% since 2006. In 2019, City Council directed staff to embark on a specific plan process for Sunrise Mall. This plan has engaged each of the five owners of the 100-acre mall site, stakeholders, and the community, to work together on a new vision for Sunrise Mall. Through zoning, visioning, and entitling, the plan re-envisioned Sunrise Mall as a regional destination and economic engine for the community. Citrus Heights is a City that takes charge of its own future. By undertaking this process, we are encouraging continued growth and prosperity for our

commercial business community. The Specific Plan and Environmental Impact Report was unanimously approved by City Council in October 2021. In addition to fostering in a new era for Sunrise Mall, the City also works hard to support our small businesses. There are over 2,100 businesses in Citrus Heights, and 67% of those have less than 10 employees. Many of our small businesses are supported by three business districts: Sunrise MarketPlace, Auburn Blvd Business Association, and Antelope Crossing Business Association.

## **Budget Initiatives**

The City of Citrus Heights has developed broad policy direction through the development of budget strategies that establish long-term policy guidance for conducting the City's financial activities. Citrus Heights has a long tradition of self-reliance and local control with excellent quality of life services our residents expect and deserve. The City Council has established policies to meet the following strategic objectives:

1. **Strategic Focus** – The City's financial management should be strategic, reflecting the Council's and the community's priorities for service while providing resources that realistically fund routine operations. Most importantly, we strive to maintain essential services reflective of our community's values and engage in continued fiscally responsible planning amid state mandates and takeaways.
2. **Fiscal Control and Accountability** – The City's financial activities should be fiscally sound and accountable to the City Council through the City Manager. It is our intent to maintain local control over local funds for our local needs in a fiscally prudent manner that addresses essential priorities.
3. **Clarity** – The City's financial planning and reporting should be clear and easy to understand so that all participants, the City Council, the community, and staff can productively participate in making good decisions. Our intent is to keep local government transparent and accountable, which includes our community's ability to engage with our financial information. The City of Citrus Heights regularly issues communications that inform and engage residents in fiscal updates.
4. **Long-Term Planning** – The City of Citrus Heights has always taken charge of its own future. We became a city by intent, establishing our own police department and being fiscally responsible, and we have plans for our future. The City's financial planning should emphasize multi-year horizons to promote long-term planning of resource uses. We have always engaged in long-term and comprehensive financial planning to ensure that the City can keep its budget balanced while preserving local control and essential services such as public safety and street maintenance in Citrus Heights.
5. **Flexible and Cost Effective Responses** – The City's financial management practices should encourage a mission-driven organization that responds quickly and

straightforwardly to community demands. The City's management should flexibly respond to opportunities for better service, should proactively manage revenues, and should cost-effectively manage ongoing operating costs. We must maintain public safety, economic development, and local control to adequately address our community's essential services and quality of life.

6. **Staffing Philosophy** – The City has worked towards establishing a balance between City employees and contract staff to ensure the most efficient City operations.

## **Financial Policies**

The City Council has developed policy parameters for the City's fiscal management. Those fiscal policies address a number of issues including financial activity reporting, budgeting and financial planning, appropriation control, debt management, investments, fees and charges, purchasing, performance measures and competitive review, and reserves.

## **Long-Term Financial Planning**

The City's financial planning promotes long-term planning of its resources that is reflective of community priorities, essential services, and quality of life. The ten-year financial forecast has served as the primary budget guidance tool since the City's incorporation in 1997. The forecast is updated annually to project future General Fund revenue and expenditures. Several factors directly affect the City's General Fund revenue. Since the City currently receives approximately 40% of its General Fund revenue from sales and use tax, it is especially susceptible to economic downturns and the changing retail economy. In addition, the City is approximately 98% built out which results in fewer opportunities for revenue generating growth. The City will continue to balance the General Fund by implementing a combination of cost saving measures as well as prudent financial planning.

## **Current Economic Conditions and Outlook**

The outbreak of the coronavirus disease, COVID-19, was declared a pandemic by the World Health Organization. The Governor declared a state of emergency in the State on March 4, 2020 and the Mayor declared a state of emergency in the City on March 19, 2020, each of which is still in effect.

The COVID-19 pandemic has wreaked havoc on the global economy, with a devastating impact on national and local economies. COVID-19 remains a considerable source of uncertainty. Public health orders, business closures, supply chain disruption, changing consumer trends and uncertain markets continue to be variable factors in future planning.

The City of Citrus Heights anticipates receiving the property tax revenue previously retained by the County of Sacramento under the revenue neutrality agreement in January 2023.

health orders, business closures, supply chain disruption, changing consumer trends and uncertain markets continue to be variable factors in future planning.

The City of Citrus Heights anticipates receiving the property tax revenue previously retained by the County of Sacramento under the revenue neutrality agreement in January 2023.

The City's economic development efforts and implementation of the City's financial policies help to promote Citrus Heights' fiscal stability. Since incorporation in 1997, at the direction of the City Council, staff has conducted a systematic review of operations, resulting in some cases in the transition from contract service to an in-house operational model; in other instances, a renegotiation of existing service contracts; and in other instances, retention of the contract operational model with a different service provider. These operational analyses and reforms are intended to promote long-term stability.

### **Awards and Acknowledgements**

The City of Citrus Heights received an award for its submission of the FY 2019-2020 Comprehensive Annual Financial Report for the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association (GFOA). This was the twentieth consecutive year that the City received this award.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Comprehensive Financial Report. 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. City staff believes that this report will again meet the program requirements to receive the award.

The preparation of this Annual Comprehensive Financial Report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Division and the auditing firm of Lance, Soll & Lunghard, LLP. I would also like to thank members of the City Council, the City Manager, and the various departments for their cooperation and support in planning and conducting the financial operations of the City during the past fiscal year.

Respectfully Submitted,



William Zenoni

Interim Administrative Services Director



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Citrus Heights  
California**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

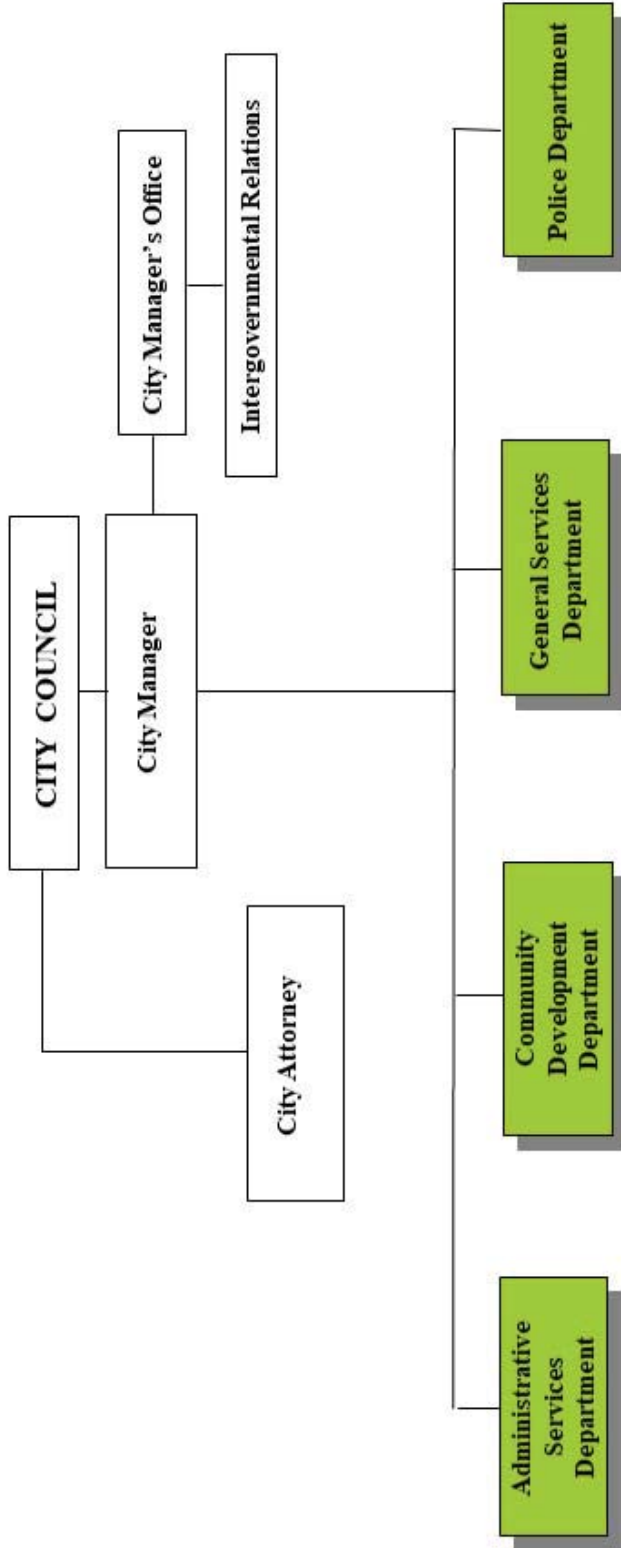
June 30, 2020

*Christopher P. Morrell*

Executive Director/CEO

# CITY OF CITRUS HEIGHTS

## Organization Chart



## **City of Citrus Heights, California**

### **List of Officials**

#### **Elected**

- Steve Miller, Mayor
- Porsche Middleton, Vice Mayor
- Jeannie Bruins, Council Member
- Bret Daniels, Council Member
- Tim Schaefer, Council Member

#### **Appointed**

- Christopher W. Boyd, City Manager
- William J. Zenoni, Interim Administrative Services Director
- Colleen M. McDuffee, Community Development Director
- Ronald A. Lawrence, Chief of Police
- Ryan R. Jones, City Attorney



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## INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of the City Council  
City of Citrus Heights, California

### Report on the Financial Statements

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Citrus Heights, 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, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Citrus Heights, California, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (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 Citrus Heights, 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 *Governmental 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 and the CBDG grants special revenue fund, the schedule of proportionate share of the net pension liability – cost sharing plan, the schedule of plan contributions – cost sharing plan, the schedule of changes in the net OPEB liability and related ratios, 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 Citrus Heights, 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 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 December 14, 2021, 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 cursive script that reads "Lance, Soll &amp; Lughard, LLP".

Sacramento, California  
December 14, 2021

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## MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

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This section provides a narrative overview and analysis of the financial activities of the City of Citrus Heights (City) for the fiscal year ended June 30, 2021. It should be read in conjunction with the accompanying transmittal letter and basic financial statements.

### FINANCIAL HIGHLIGHTS

- ◆ As of June 30, 2021, total assets and deferred outflows of the City exceeded its liabilities and deferred inflows by \$338,846,023 (net position). The portion of net position that may be used to meet the government's ongoing obligations to citizens and creditors (unrestricted net position) is \$(6,506,248). The portion of net position that is restricted and may only be used for specific purposes is \$25,779,873. The remaining \$319,572,398 is invested in capital assets.
- ◆ As of June 30, 2021, the City's governmental funds reported combined ending fund balances of \$35,429,319. Of the combined fund balances, 26.82% (\$9.502 million) is available to meet the City's current and future needs (committed, assigned and unassigned balances).
- ◆ As of June 30, 2021, the committed amount in the General Fund of \$4,486,978 represents amounts committed for insurance, postemployment healthcare benefits and a Council commitment for economic uncertainties and anticipated future short-term structural deficits (i.e. revenue stabilization). See Note 8.
- ◆ Under the revenue neutrality agreement with the County of Sacramento, \$6,203,470 of property tax revenue was retained by the County as payment under the agreement. These payments are expected to continue through the fiscal year ending June 30, 2022.
- ◆ Capital assets, net of depreciation, decreased to \$319,843,497 from \$328,960,349, which includes \$282,581,167 of infrastructure per the requirements of GASB 34.

### OVERVIEW OF THE ANNUAL COMPREHENSIVE FINANCIAL REPORT

This Annual Comprehensive Financial Report is in three major parts:

- 1) **Introductory section**, which includes the Transmittal Letter and general information;
- 2) **Financial section**, which includes the Management's Discussion and Analysis, the Basic Financial Statements, which include the Government-wide and the Fund Financial Statements along with the notes to these financial statements and Combining and Individual Fund Financial Statements and Schedules; and,
- 3) **Statistical section**, which includes detailed information as a context for understanding what the information in the financial statements and footnotes says about the City's overall financial health.

## MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

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### OVERVIEW OF THE ANNUAL COMPREHENSIVE FINANCIAL REPORT, Continued

#### The Basic Financial Statements

The Basic Financial Statements are comprised of the Government-wide Financial Statements and the Fund Financial Statements. These two sets of financial statements provide two different views of the City's financial activities and financial position.

#### The Government-wide Financial Statements

The Government-wide Financial Statements provide a broad overview of the City's activities as a whole and are comprised of the Statement of Net Position and the Statement of Activities. The Statement of Net Position provides information about the financial position of the City as a whole, including all of its capital assets and long-term liabilities on the full accrual basis, similar to that used by corporations. The Statement of Activities provides information about all the City's revenues and expenses, also on the full accrual basis, with the emphasis on measuring net revenues or expenses of each of the City's programs. The Statement of Activities explains in detail the change in net position for the year.

All of the City's activities are grouped into Governmental Activities and Business-type activities, as explained below. All the amounts in the Statement of Net Position and the Statement of Activities are separated into Governmental Activities and Business-type Activities in order to provide a summary of these two activities of the City as a whole.

- ◆ ***Governmental activities*** – All of the City's basic services are considered to be governmental activities, including general government, community development, economic development, public safety, animal control, engineering, community events, public improvements, planning and zoning, building inspections, and general administration. These services are supported by general City revenues such as taxes and by specific program revenues such as user fees.
- ◆ ***Business-type activities*** – All of the City's enterprise activities are reported here. The City's only Business-type activity fund is Solid Waste. Unlike governmental services, this service is supported by charges paid by users based on the amount of the service they use.

#### Fund Financial Statements

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

***Governmental funds.*** Governmental funds are used to account for essentially the same functions reported as governmental activities in the Government-wide Financial Statements. However, unlike the Government-wide Financial Statements, Governmental Fund Financial Statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

## MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

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### OVERVIEW OF THE ANNUAL COMPREHENSIVE FINANCIAL REPORT, *Continued*

Because the focus of the Governmental Fund Financial Statements 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 Statement. By doing so, readers may better understand the long-term impact of the government's near-term financial 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 Governmental Fund Financial Statements provide detailed information about each of the City's most significant funds, called major funds. The concept of major funds, and the determination of which are major funds, was established by GASB Statement 34 and replaces the concept of combining like funds and presenting them as one total. Instead, each major fund is presented individually, with all nonmajor funds summarized and presented only in a single column. Subordinate schedules present the detail of these nonmajor funds. Major funds present the major activities of the City for the year, and may change from year to year as a result of changes in the pattern of the City's activities.

For the fiscal year ended June 30, 2021, the City's major funds include the General Fund, Community Development Block Grant (CDBG) Fund, and the General Capital Improvements Fund.

For the fiscal year ended June 30, 2021, the City adopted annual appropriated budgets for the General Fund and Special Revenue funds.

***Proprietary funds.*** The City maintains one Enterprise-type proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the Government-wide Financial Statements. The City uses an enterprise fund to account for Solid Waste activities.

Proprietary funds provide the same type of information as the Government-wide Financial Statements, only in more detail. The proprietary fund financial statements provide separate information for the Solid Waste operation.

**Notes to the Basic Financial Statements.** The notes provide additional information that is essential to a full understanding of the data provided in the Government-wide and Fund Financial Statements. The notes to the basic financial statements can be found on pages 33-66 of this report. Required Supplementary Information follows the notes on page 67.

**Combining and Individual Fund Financial Statements and Schedules.** The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to the financial statements and required supplementary information. Combining and individual fund statements can be found on pages 77-133 of this report.



**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position.

In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$338,846,023 as of June 30, 2021. Under the revenue neutrality settlement, the County retains the annual property tax for the first twenty-five years after the City's incorporation through the fiscal year ending June 30, 2022. For the fiscal year ended June 30, 2021, the County retained \$6,203,470 of property taxes.

The Summary of Net Position as of June 30, 2021, and 2020, follows:

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Totals</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
Current and other assets	\$ 52,521,022	\$ 35,572,508	\$ 1,034,701	\$ 765,605	\$ 53,555,723	\$ 36,338,113
Capital assets	319,485,541	328,594,520	357,956	365,829	319,843,497	328,960,349
<b>Total Assets</b>	<b>372,006,563</b>	<b>364,167,028</b>	<b>1,392,657</b>	<b>1,131,434</b>	<b>373,399,220</b>	<b>365,298,462</b>
<b>Total Deferred Outflows</b>	<b>6,983,623</b>	<b>7,373,690</b>	<b>87,007</b>	<b>103,898</b>	<b>7,070,630</b>	<b>7,477,588</b>
Long-term liabilities	23,930,072	21,012,791	281,364	261,666	24,211,436	21,274,457
Other liabilities	16,239,828	7,837,771	49,452	43,621	16,289,280	7,881,392
<b>Total Liabilities</b>	<b>40,169,900</b>	<b>28,850,562</b>	<b>330,816</b>	<b>305,287</b>	<b>40,500,716</b>	<b>29,155,849</b>
<b>Total Deferred Inflows</b>	<b>1,107,527</b>	<b>1,126,422</b>	<b>15,584</b>	<b>30,252</b>	<b>1,123,111</b>	<b>1,156,674</b>
Net position:						
Net investment in capital assets	319,214,442	328,594,520	357,956	365,829	319,572,398	328,960,349
Restricted	25,779,873	20,775,754	-	-	25,779,873	20,775,754
Unrestricted	(7,281,556)	(7,806,540)	775,308	533,964	(6,506,248)	(7,272,576)
<b>Total Net Position</b>	<b>\$337,712,759</b>	<b>\$341,563,734</b>	<b>\$ 1,133,264</b>	<b>\$ 899,793</b>	<b>\$338,846,023</b>	<b>\$342,463,527</b>

Restricted net position increased by \$5,004,119 due to an increase in the receipt of restricted funds in a number of special revenue funds for road maintenance, general capital improvement, transit services and various development activities. Unrestricted net position can be used to finance day to day operations without constraints established by debt covenants or other legal requirements. The City had \$(6,506,248) of unrestricted net position (deficit) as of June 30, 2021, which is an increase of \$766,328 from the prior fiscal year. While unrestricted net position is technically unrestricted, much of the amount is committed for a specific use as described in Note 8.

The City maintains a commitment of fund balance in the General Fund, commonly called the General Fund Reserve. It is set at a maximum of \$35 million at June 30, 2021, and the balance is currently \$4.5 million. The net position of business-type activities cannot be used to make up an unrestricted net position deficit in the governmental activities. The City generally can only use these assets to finance the continuing operations of the business-type activities.

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued**

The change in net position for the fiscal years ended June 30, 2021, and 2020, follows:

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Totals</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
<b>Revenues:</b>						
Program revenues:						
Charges for services	\$ 11,469,898	\$ 10,912,471	\$ 904,130	\$ 829,397	\$ 12,374,028	\$ 11,741,868
Grants and contributions:						
Operating	11,072,674	6,053,305	-	-	11,072,674	6,053,305
Capital	3,589,794	3,790,741	-	-	3,589,794	3,790,741
General revenues:						
Property taxes and assessments	383,773	306,250	-	-	383,773	306,250
Sales and use taxes	13,373,483	12,083,836	-	-	13,373,483	12,083,836
Utility users tax	2,717,945	2,650,891	-	-	2,717,945	2,650,891
Other taxes	1,412,898	2,019,859	-	-	1,412,898	2,019,859
Other revenue	-	-	61,151	54,195	61,151	54,195
Shared intergovernmental - unrestricted	9,303,916	8,887,426	-	-	9,303,916	8,887,426
Investment earnings (Losses)	1,650	458,727	1,117	12,206	2,767	470,933
<b>Total Revenues</b>	<b>53,326,031</b>	<b>47,163,506</b>	<b>966,398</b>	<b>895,798</b>	<b>54,292,429</b>	<b>48,059,304</b>
<b>Expenses:</b>						
Governmental activities:						
General government	10,210,576	7,360,783	-	-	10,210,576	7,360,783
Public safety	23,338,398	24,443,611	-	-	23,338,398	24,443,611
Public ways and facilities	18,149,133	19,019,629	-	-	18,149,133	19,019,629
Culture and recreation	540,427	830,572	-	-	540,427	830,572
Economic development	916,027	950,409	-	-	916,027	950,409
Community enhancements	3,877,993	3,928,848	-	-	3,877,993	3,928,848
Interest on long-term debt	144,455	151,957	-	-	144,455	151,957
Business-type activities:						
Solid waste	-	-	732,927	675,849	732,927	675,849
<b>Total Expenses</b>	<b>57,177,009</b>	<b>56,685,809</b>	<b>732,927</b>	<b>675,849</b>	<b>57,909,936</b>	<b>57,361,658</b>
Excess of revenues over expenditures before transfers	(3,850,978)	(9,522,303)	233,471	219,949	(3,617,507)	(9,302,354)
Transfers	-	-	-	-	-	-
<b>Change in Net Position</b>	<b>(3,850,978)</b>	<b>(9,522,303)</b>	<b>233,471</b>	<b>219,949</b>	<b>(3,617,507)</b>	<b>(9,302,354)</b>
Restatement	-	(1,085,331)	-	-	-	(1,085,331)
Net position, beginning of year	341,563,737	352,171,367	899,793	679,844	342,463,530	352,851,211
<b>NET POSITION, JUNE 30</b>	<b>\$ 337,712,759</b>	<b>\$ 341,563,733</b>	<b>\$ 1,133,264</b>	<b>\$ 899,793</b>	<b>\$ 338,846,023</b>	<b>\$ 342,463,526</b>

**Revenues**

The City's total revenues for governmental and business-type activities were \$54,292,429 for the fiscal year ended June 30, 2021. Approximately 70% of the City's key revenues are generated from four major sources.

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued**

The following discusses variances in key revenues from the prior fiscal year:

1. **Sales Tax** - Annual receipts for the fiscal year ended June 30, 2021 increased by \$1,289,647 from the prior year due to some new businesses in the city and the re-opening of some businesses that previously had to shut due to the pandemic.
2. **Shared Intergovernmental Revenues** - Annual receipts for the fiscal year ended June 30, 2021 increased by \$416,490 from the prior year. This amount represents the state motor vehicle in-lieu tax.
3. **Grants and Contributions - Governmental Activities Operating** - Governmental Activities operating grants and contributions were mainly from public safety street, road, and community enhancement grants that were for maintenance and operations as well as CARES Act allocations for CDBG Supplemental and DOJ for public safety. The amounts also included the CARES Act Relief funding for cities and the Great Plates program.
4. **Grants and Contributions - Governmental Activities Capital** - The decrease in capital revenues reflects closure of capital projects in the prior fiscal year. During the fiscal year ended June 30, 2021, only a handful of projects remained open/ under construction.

**Expenses**

Governmental and business-type activity expenses of the City for the year totaled \$57,909,936. Governmental activity expenses totaled \$57,177,009 or 98.7% of total expenses. Business-type activities expenses totaled \$732,927 during the fiscal year. Public safety costs represented 40.8% of total governmental activities expenses and represented the largest single expense for governmental activities.

**Governmental Activities**

The following table shows the cost of each of the City's major programs and the net cost of the programs. The net cost reflects the financial burden that was placed on the City's taxpayers by each of the programs. The total cost of services and the net cost of services for the fiscal years ended June 30, 2021, and 2020, were as follows:

	<b>2021</b>		<b>2020</b>	
	<b>Total Cost of Services</b>	<b>Net Cost of Services</b>	<b>Total Cost of Services</b>	<b>Net Cost of Services</b>
General government	\$ 10,210,576	\$ (6,065,502)	\$ 7,360,783	\$ (5,145,765)
Public safety	23,338,398	(19,674,208)	24,443,611	(21,570,161)
Public ways and facilities	18,149,133	(4,329,129)	950,409	(946,280)
Culture and recreation	540,427	(540,427)	830,572	(800,059)
Economic development	916,027	(916,027)	19,019,629	(5,970,015)
Community enhancements	3,877,993	625,105	3,928,848	(1,345,055)
Interest on long-term debt	144,455	(144,455)	151,957	(151,957)
<b>TOTAL</b>	<b>\$ 57,177,009</b>	<b>\$ (31,044,643)</b>	<b>\$ 56,685,809</b>	<b>\$ (35,929,292)</b>

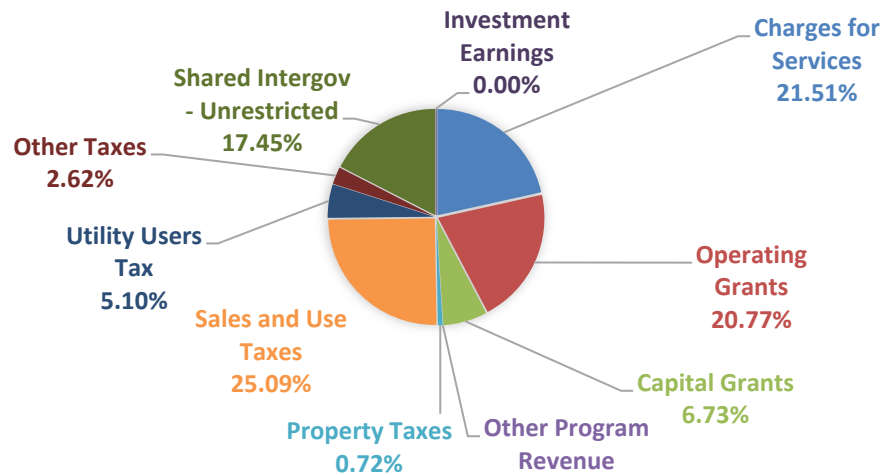
**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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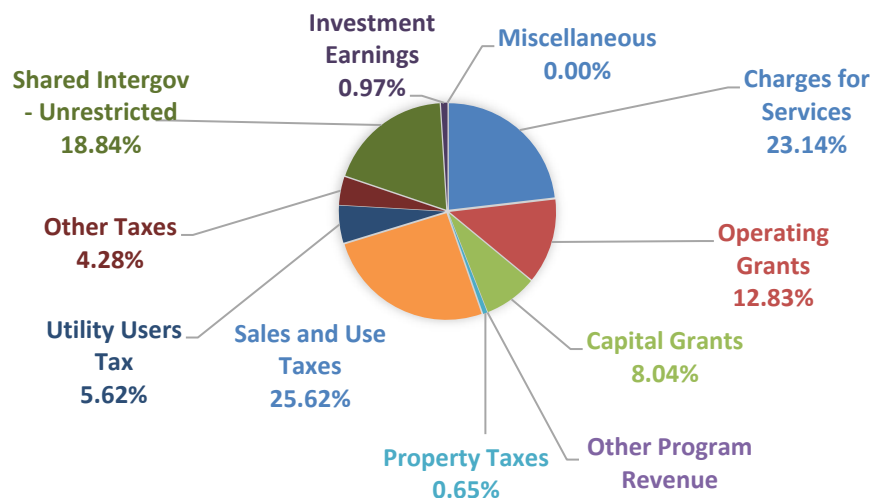
**GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued**

Revenues by source for the fiscal years ended June 30, 2021, and 2020, are as follows:

**REVENUES BY SOURCE - GOVERNMENTAL  
ACTIVITIES - 2021**



**REVENUES BY SOURCE - GOVERNMENTAL  
ACTIVITIES - 2020**

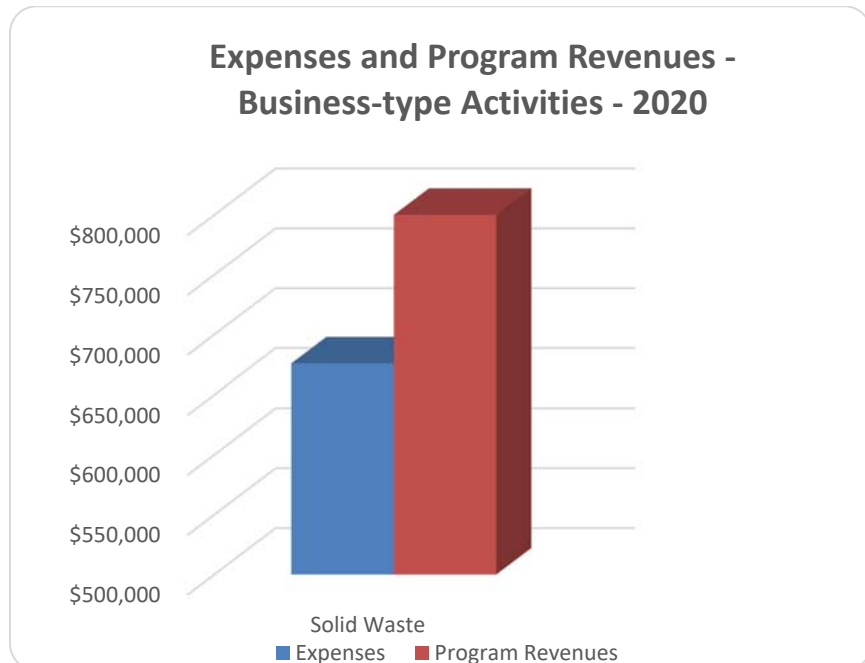
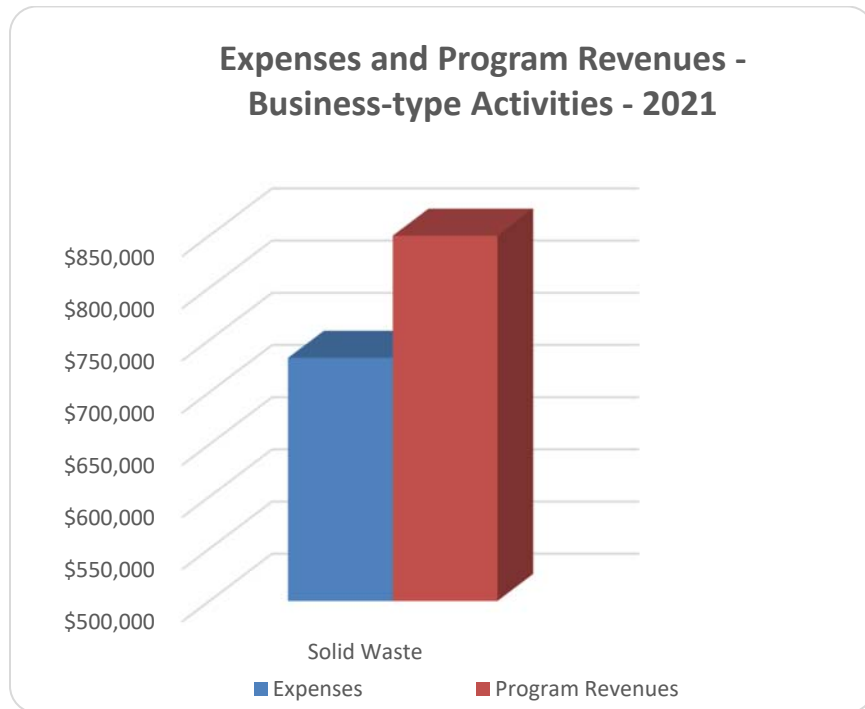


**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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**GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued**

**Business-type activities.** The City's net position for business-type activities increased by \$233,471 for the fiscal year ended June 30, 2021. The City has one business-type activity, which is Solid Waste Operations. The expenses and program revenues for the Solid Waste Operation for the fiscal year ended June 30, 2021, and 2020, are as follows:

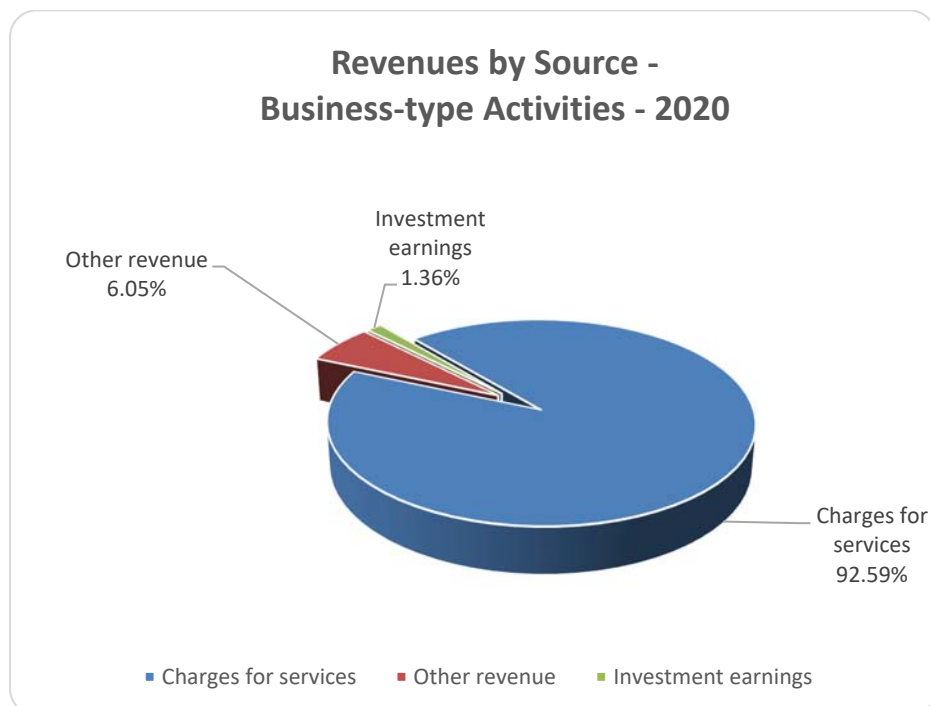
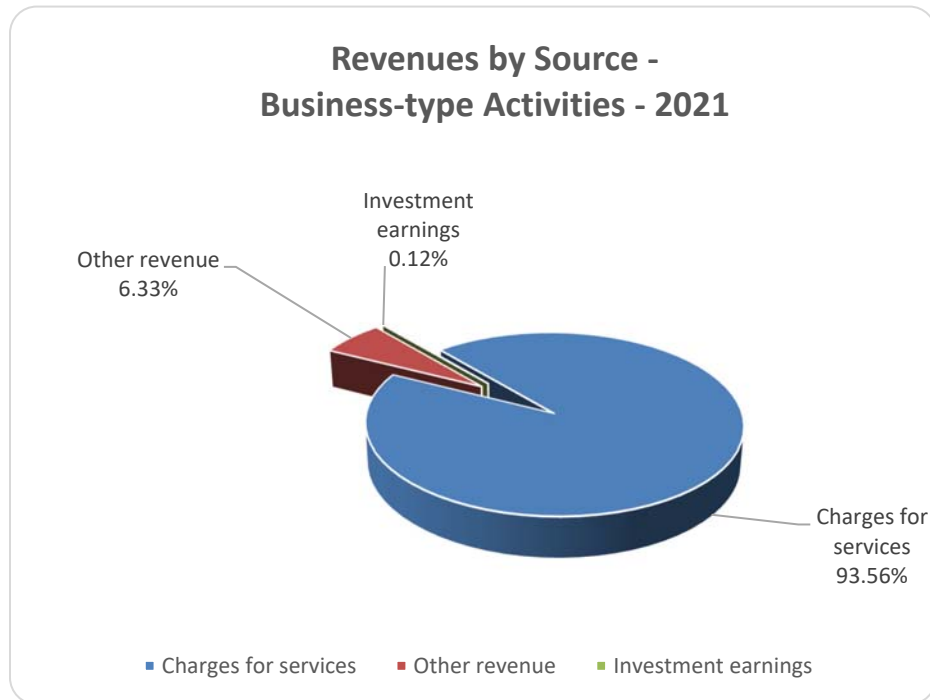


**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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**GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued**

The revenues by source for the solid waste business-type activity for the fiscal years ended June 30, 2021 and 2020 are as follows:



## MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

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### GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

#### Financial Analysis of the Government's Funds

The City of Citrus Heights uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The fund financial statements focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide financial statements.

**Governmental funds.** The City's governmental funds provide information on near-term inflows, outflows, and balances of spending resources. At the fiscal year ended June 30, 2021, the City's governmental funds reported combined fund balances of \$35,429,319.

The General Fund is the chief operating fund of the City. At the fiscal year ended June 30, 2021, the General Fund's fund balance totaled \$8,890,826 of which \$4,486,978 was committed for reserves and revenue stabilization. Fund balance in the General Fund increased by \$3,610,700 largely due to one-time revenues from local development and CARES Act relief funding for public safety.

The CDBG Grants Special Revenue Fund accounts for CDBG grant funds used for low income housing loans for home repair projects, and non-profit public service activities. Fund balance in this fund increased by \$72,093, largely due to loan repayments.

The General Capital Improvements Capital Projects Fund accounts for funds collected and expended for the construction or purchase of public facilities and projects. Fund balance in this fund decreased by \$131,358, largely due to payment for professional services to aid the city in the preparation of the Sunrise Mall Specific Plan and Environmental Impact Report.

**Proprietary funds.** The City has one business-type activity, which is Solid Waste Operations. The Proprietary fund unrestricted net position increased \$233,471 in the fiscal year ended June 30, 2021, largely due to increase in franchise fee revenue and savings in operating expenses.

#### General Fund Budgetary Highlights

The actual total revenues were approximately \$6,196,053 more than the final budgeted amount. Investment earnings, contributions, and fines and forfeitures came in under budget; all other revenue categories exceeded the budget estimate. The largest favorable variance compared to the budget was in intergovernmental revenues, \$3,565,067. This includes one-time CARES Act Relief funds and funding for the Great Plates program. An increase in general sales tax revenue was due to the re-opening of local businesses that had shut down or been impacted by the COVID-19 pandemic. An increase in charges for services was due to the inflationary changes from the City Council approved Master Fee Schedule effective January 1, 2020.

The actual total expenditures were approximately \$1,168,425 less than the final budgeted amount due mainly to salary savings from vacant positions.

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued**

**Capital Assets**

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2021 amounted to \$319,843,497. This investment in capital assets includes land, art, construction in progress costs for road and other improvements, buildings and improvements, infrastructure, the City Hall and Utility Yard assets, and machinery and equipment.

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$ 15,098,544	\$ 15,290,467	\$ -	\$ -	\$ 15,098,544	\$ 15,290,467
Art	103,650	103,650	-	-	103,650	103,650
Construction in progress	2,602,408	1,313,792	-	-	2,602,408	1,313,792
Buildings and improvements	17,698,011	18,126,358			17,698,011	18,126,358
Infrastructure	282,223,211	292,104,850	357,956	365,829	282,581,167	292,470,679
Machinery and equipment	1,759,717	1,655,403	-	-	1,759,717	1,655,403
<b>Total</b>	<b>\$ 319,485,541</b>	<b>\$ 328,594,520</b>	<b>\$ 357,956</b>	<b>\$ 365,829</b>	<b>\$ 319,843,497</b>	<b>\$ 328,960,349</b>

The increase in construction in progress was mainly due to the following projects:

- Auburn Blvd – Rusch/ Northern City Project,
- Electric Greenway Project,
- Signalized Intersection Improvements, and
- Energy Efficient Lighting Upgrades.

More detail of the capital assets and current activity can be found in the notes to the financial statements on pages 47 and 48.

**Long-term Debt**

The City's long-term debt at June 30, 2021 totaled \$24,211,436 for amounts due in more than one year, and included a net pension liability of \$18,520,579. More detail on the City's long-term debt can be found in Note 6 and 7 on page 49, Note 10 on page 53, Note 11 on pages 54-60, and Note 12 on pages 61-65.

**Economic Outlook and COVID-19**

The outbreak of the coronavirus disease, COVID-19, has been declared a pandemic by the World Health Organization. The Governor declared a state of emergency in the State of California on March 4, 2020 and the Mayor for the City of Citrus Heights declared a state of emergency in the City on March 19, 2020, each of which is still in effect.

The ultimate impact of the COVID-19 pandemic and its effect on future City revenues cannot be determined at this time. No assurance can be provided that the COVID-19 pandemic will not result in city revenues that are lower than projected.



**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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**GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued**

The City will review the outlook for revenues and expenditures as part of the mid-year budget update.

**Requests for Information**

This Annual Comprehensive Financial Report is intended to provide citizens, taxpayers, investors, and creditors with a general overview of the City's finances. If you have any questions about this report, need additional financial information, or would like to obtain component unit financial statements, contact the City of Citrus Heights Administrative Services Department, 6360 Fountain Square Drive, Citrus Heights, California 95621, or visit the City's web page at [www.citrusheights.net](http://www.citrusheights.net).

## CITY OF CITRUS HEIGHTS

STATEMENT OF NET POSITION  
JUNE 30, 2021

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>Assets:</b>			
Current Assets:			
Pooled cash and investments	\$ 32,612,216	\$ 918,344	\$ 33,530,560
Receivables:			
Accounts	974,335	115,032	1,089,367
Interest	20,731	719	21,450
Prepaid items	129,210	-	129,210
Deposits	4,000	-	4,000
Due from other governments	7,322,607	606	7,323,213
Total Current Assets	41,063,099	1,034,701	42,097,800
Noncurrent Assets:			
Interest receivable - lease	354,143	-	354,143
Notes and loans	5,470,345	-	5,470,345
Allowance on uncollectible notes and loans	(4,255,867)	-	(4,255,867)
Direct financing lease receivable	3,664,605	-	3,664,605
Land held for resale	6,224,697	-	6,224,697
Capital assets not being depreciated	17,804,602	-	17,804,602
Capital assets, net of depreciation	301,680,939	357,956	302,038,895
Total Noncurrent Assets	330,943,464	357,956	331,301,420
<b>Total Assets</b>	<b>372,006,563</b>	<b>1,392,657</b>	<b>373,399,220</b>
<b>Deferred Outflows of Resources:</b>			
Pension related items	6,861,311	85,970	6,947,281
OPEB related items	122,312	1,037	123,349
<b>Total Deferred Outflows of Resources</b>	<b>6,983,623</b>	<b>87,007</b>	<b>7,070,630</b>
<b>Liabilities:</b>			
Current Liabilities:			
Accounts payable	2,483,439	12,506	2,495,945
Accrued liabilities	614,598	-	614,598
Accrued interest	65,200	-	65,200
Unearned revenue	10,526,218	-	10,526,218
Retentions payable	23,046	-	23,046
Deposits payable	77,651	-	77,651
Due to other governments	398,415	36,946	435,361
Loans payable	63,048	-	63,048
Compensated absences - due within one year	1,282,000	-	1,282,000
Claims payable - due within one year	706,213	-	706,213
Total Current Liabilities	16,239,828	49,452	16,289,280
Noncurrent liabilities:			
Compensated absences - due in more than one year	414,651	-	414,651
Claims payable - due in more than one year	1,229,787	-	1,229,787
Loans payable	208,051	-	208,051
Line of credit	3,520,001	-	3,520,001
Net pension liability	18,241,892	278,687	18,520,579
Net OPEB liability	315,690	2,677	318,367
Total Noncurrent Liabilities	23,930,072	281,364	24,211,436
<b>Total Liabilities</b>	<b>40,169,900</b>	<b>330,816</b>	<b>40,500,716</b>
<b>Deferred Inflows of Resources:</b>			
Pension related items	734,156	12,417	746,573
OPEB related items	373,371	3,167	376,538
<b>Total Deferred Inflows of Resources</b>	<b>1,107,527</b>	<b>15,584</b>	<b>1,123,111</b>
<b>Net Position:</b>			
Net investment in capital assets	319,214,442	357,956	319,572,398
Restricted for:			
Housing projects	19,744,245	-	19,744,245
Stormwater maintenance	2,688,205	-	2,688,205
Streets, roads and park projects	1,824,597	-	1,824,597
Assessment district maintenance	1,522,826	-	1,522,826
Unrestricted	(7,281,556)	775,308	(6,506,248)
<b>Total Net Position</b>	<b>\$ 337,712,759</b>	<b>\$ 1,133,264</b>	<b>\$ 338,846,023</b>

See Notes to Financial Statements.

## CITY OF CITRUS HEIGHTS

STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2021

		Program Revenues		
		Charges for	Operating	Capital
	Expenses	Services	Contributions	Contributions
			and Grants	and Grants
<b>Functions/Programs</b>				
<b>Primary Government:</b>				
Governmental Activities:				
General government	\$ 10,210,576	\$ 1,904,861	\$ 2,240,213	\$ -
Public safety	23,338,398	2,074,980	1,589,210	-
Economic development	916,027	-	-	-
Culture and recreation	540,427	-	-	-
Public ways and facilities	18,149,133	4,759,239	5,890,606	3,170,159
Community enhancements	3,877,993	2,730,818	1,352,645	419,635
Interest on long-term debt	144,455	-	-	-
<b>Total Governmental Activities</b>	<b>57,177,009</b>	<b>11,469,898</b>	<b>11,072,674</b>	<b>3,589,794</b>
Business-Type Activities:				
Solid Waste	732,927	904,130	-	-
<b>Total Business-Type Activities</b>	<b>732,927</b>	<b>904,130</b>	<b>-</b>	<b>-</b>
<b>Total Primary Government</b>	<b>\$ 57,909,936</b>	<b>\$ 12,374,028</b>	<b>\$ 11,072,674</b>	<b>\$ 3,589,794</b>

**General Revenues:**

## Taxes:

Property taxes, levied for general purpose

Transient occupancy taxes

Sales taxes

Franchise taxes

Utility users tax

Other taxes

Motor vehicle in lieu - unrestricted

Use of money and property

Other

**Total General Revenues**

Change in Net Position

Net Position at Beginning of Year

**Net Position at End of Year**

<b>Net (Expenses) Revenues and Changes in Net Position</b>		
<b>Primary Government</b>		
<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
\$ (6,065,502)	\$ -	\$ (6,065,502)
(19,674,208)	-	(19,674,208)
(916,027)	-	(916,027)
(540,427)	-	(540,427)
(4,329,129)	-	(4,329,129)
625,105	-	625,105
(144,455)	-	(144,455)
<b>(31,044,643)</b>	<b>-</b>	<b>(31,044,643)</b>
-	171,203	171,203
-	<b>171,203</b>	<b>171,203</b>
<b>(31,044,643)</b>	<b>171,203</b>	<b>(30,873,440)</b>
383,773	-	383,773
23,237	-	23,237
13,373,483	-	13,373,483
1,141,844	-	1,141,844
2,717,945	-	2,717,945
48,708	-	48,708
9,303,916	-	9,303,916
199,109	1,117	200,226
1,650	61,151	62,801
<b>27,193,665</b>	<b>62,268</b>	<b>27,255,933</b>
(3,850,978)	233,471	(3,617,507)
341,563,737	899,793	342,463,530
<b>\$ 337,712,759</b>	<b>\$ 1,133,264</b>	<b>\$ 338,846,023</b>

See Notes to Financial Statements.

## CITY OF CITRUS HEIGHTS

BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2021

		Special Revenue Funds	Capital Projects Funds
	General	CDBG Grants Special Revenue Fund	General Capital Improvements Capital Projects Fund
<b>Assets:</b>			
Pooled cash and investments	\$ 12,881,557	\$ -	\$ 538,698
Receivables:			
Accounts	597,291	-	-
Notes and loans	14,478	1,319,707	-
Allowance on uncollectible notes and loans	-	(1,319,707)	-
Interest	7,898	-	-
Interest - lease	354,143	-	-
Direct financing lease receivable	3,664,605	-	-
Prepaid items	126,865	-	-
Deposits	4,000	-	-
Due from other governments	4,871,944	491,977	-
Due from other funds	810,080	-	-
Land held for resale	-	-	3,440,097
<b>Total Assets</b>	<b>\$ 23,332,861</b>	<b>\$ 491,977</b>	<b>\$ 3,978,795</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 648,444	\$ 92,653	\$ 32,221
Accrued liabilities	614,598	-	-
Unearned revenues	8,538,390	-	-
Retentions payable	-	-	-
Deposits payable	77,651	-	-
Due to other governments	300,643	1,038	-
Due to other funds	-	164,168	-
<b>Total Liabilities</b>	<b>10,179,726</b>	<b>257,859</b>	<b>32,221</b>
<b>Deferred Inflows of Resources:</b>			
Unavailable revenues	243,561	-	-
Unavailable revenues - direct financing lease	3,664,605	-	-
Unavailable revenues - direct financing lease interest	354,143	-	-
<b>Total Deferred Inflows of Resources</b>	<b>4,262,309</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>			
Nonspendable	145,343	-	-
Restricted	-	234,118	3,440,096
Committed	4,486,978	-	-
Assigned	-	-	506,478
Unassigned	4,258,505	-	-
<b>Total Fund Balances</b>	<b>8,890,826</b>	<b>234,118</b>	<b>3,946,574</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 23,332,861</b>	<b>\$ 491,977</b>	<b>\$ 3,978,795</b>

## CITY OF CITRUS HEIGHTS

BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2021

	Other Governmental Funds	Total Governmental Funds
<b>Assets:</b>		
Pooled cash and investments	\$ 19,191,961	\$ 32,612,216
Receivables:		
Accounts	377,044	974,335
Notes and loans	4,136,160	5,470,345
Allowance on uncollectible notes and loans	(2,936,160)	(4,255,867)
Interest	12,833	20,731
Interest - lease	-	354,143
Direct financing lease receivable	-	3,664,605
Prepaid items	2,345	129,210
Deposits	-	4,000
Due from other governments	1,958,686	7,322,607
Due from other funds	-	810,080
Land held for resale	2,784,600	6,224,697
<b>Total Assets</b>	<b>\$ 25,527,469</b>	<b>\$ 53,331,102</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>		
<b>Liabilities:</b>		
Accounts payable	\$ 1,710,121	\$ 2,483,439
Accrued liabilities	-	614,598
Unearned revenues	323,852	8,862,242
Retentions payable	23,046	23,046
Deposits payable	-	77,651
Due to other governments	96,734	398,415
Due to other funds	645,912	810,080
<b>Total Liabilities</b>	<b>2,799,665</b>	<b>13,269,471</b>
<b>Deferred Inflows of Resources:</b>		
Unavailable revenues	370,003	613,564
Unavailable revenues - direct financing lease	-	3,664,605
Unavailable revenues - direct financing lease interest	-	354,143
<b>Total Deferred Inflows of Resources</b>	<b>370,003</b>	<b>4,632,312</b>
<b>Fund Balances:</b>		
Nonspendable	2,345	147,688
Restricted	22,105,659	25,779,873
Committed	-	4,486,978
Assigned	665,731	1,172,209
Unassigned	(415,934)	3,842,571
<b>Total Fund Balances</b>	<b>22,357,801</b>	<b>35,429,319</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 25,527,469</b>	<b>\$ 53,331,102</b>

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CITY OF CITRUS HEIGHTS

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

Fund balances of governmental funds		\$ 35,429,319
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.		319,485,541
Long-term liabilities are not due and payable in the current period and, therefore are not reported in governmental fund activity:		
Line of credit	\$ (3,520,001)	
Loan payable	(271,099)	
Claims payable	(1,936,000)	
Compensated absences	<u>(1,696,651)</u>	(7,423,751)
Net pension liability not included in the governmental fund activity		(18,241,892)
Net OPEB liability not included in the governmental fund activity		(315,690)
Deferred outflows related to pension items are not included in the governmental fund activity		6,861,311
Deferred inflows related to pension items are not included in the governmental fund activity		(734,156)
Deferred outflows related to OPEB items are not included in the governmental fund activity		122,312
Deferred inflows related to OPEB items are not included in the governmental fund activity		(373,371)
Accrued interest payable for the current portion of interest due on Bonds has not been reported in the governmental funds.		(65,200)
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.		613,564
The City's direct financing lease receivable is reported as unearned revenue under GASB Statement No. 62 for government-wide purposes.		
Unavailable revenue associated with direct financing lease	4,018,748	
Unearned revenue associated with direct financing lease	<u>(1,663,976)</u>	<u>2,354,772</u>
<b>Net Position of Governmental Activities</b>		<b><u>\$ 337,712,759</u></b>



## CITY OF CITRUS HEIGHTS

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

		Special Revenue Funds	Capital Projects Funds
	General	CDBG Grants Special Revenue Fund	General Capital Improvements Capital Projects Fund
<b>Revenues:</b>			
Taxes	\$ 17,671,002	\$ -	\$ -
Assessments	-	-	-
Licenses and permits	2,718,036	-	-
Intergovernmental	13,340,010	970,562	-
Charges for services	1,987,566	-	-
Use of money and property	178,867	-	-
Fines and forfeitures	881,919	-	-
Contributions	150	-	-
Miscellaneous	87,669	90,216	-
<b>Total Revenues</b>	<b>36,865,219</b>	<b>1,060,778</b>	<b>-</b>
<b>Expenditures:</b>			
Current:			
General government	8,983,370	-	-
Public safety	19,684,115	-	-
Economic development	513,761	-	131,358
Culture and recreation	374,905	-	-
Public ways and facilities	-	-	-
Community enhancements	2,962,987	508,789	-
Capital outlay	115,769	-	-
Debt service:			
Principal retirement	76,169	-	-
Interest and fiscal charges	154,731	-	-
<b>Total Expenditures</b>	<b>32,865,807</b>	<b>508,789</b>	<b>131,358</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,999,412	551,989	(131,358)
<b>Other Financing Sources (Uses):</b>			
Transfers in	48,600	-	-
Transfers out	(437,312)	(479,896)	-
Loan issued	-	-	-
Proceeds from sale of capital asset	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>(388,712)</b>	<b>(479,896)</b>	<b>-</b>
Net Change in Fund Balances	3,610,700	72,093	(131,358)
Fund Balances, Beginning of Year	5,280,126	162,025	4,077,932
<b>Fund Balances, End of Year</b>	<b>\$ 8,890,826</b>	<b>\$ 234,118</b>	<b>\$ 3,946,574</b>

## CITY OF CITRUS HEIGHTS

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

	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>		
Taxes	\$ -	\$ 17,671,002
Assessments	17,988	17,988
Licenses and permits	282,386	3,000,422
Intergovernmental	9,179,628	23,490,200
Charges for services	5,330,377	7,317,943
Use of money and property	12,865	191,732
Fines and forfeitures	345,607	1,227,526
Contributions	103,240	103,390
Miscellaneous	132,203	310,088
<b>Total Revenues</b>	<b>15,404,294</b>	<b>53,330,291</b>
<b>Expenditures:</b>		
Current:		
General government	6,322	8,989,692
Public safety	1,335,454	21,019,569
Economic development	262,565	907,684
Culture and recreation	103,605	478,510
Public ways and facilities	6,347,685	6,347,685
Community enhancements	116,817	3,588,593
Capital outlay	3,664,901	3,780,670
Debt service:		
Principal retirement	-	76,169
Interest and fiscal charges	-	154,731
<b>Total Expenditures</b>	<b>11,837,349</b>	<b>45,343,303</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,566,945	7,986,988
<b>Other Financing Sources (Uses):</b>		
Transfers in	2,099,607	2,148,207
Transfers out	(1,230,999)	(2,148,207)
Loan issued	347,268	347,268
Proceeds from sale of capital asset	36,246	36,246
<b>Total Other Financing Sources (Uses)</b>	<b>1,252,122</b>	<b>383,514</b>
Net Change in Fund Balances	4,819,067	8,370,502
Fund Balances, Beginning of Year	17,538,734	27,058,817
<b>Fund Balances, End of Year</b>	<b>\$ 22,357,801</b>	<b>\$ 35,429,319</b>

**CITY OF CITRUS HEIGHTS**

**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 \$ 8,370,502

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	\$ 3,737,928	
Depreciation	(12,639,484)	
Proceeds from sale of capital assets	(36,246)	
Loss on disposition of capital assets	(171,177)	(9,108,979)

Repayment of long-term liabilities is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Loan issued	(347,268)	
Loan repayments	76,169	(271,099)

Accrued interest for long-term liabilities. This is the net change in accrued interest for the current period. 10,276

Certain long-term liabilities were reported in the Government-Wide Statement of Activities and Changes in Net Position, but they do not require the use of current financial resources. Therefore, long-term liabilities were not reported as expenditures in governmental funds. These amounts represented the changes in those long-term liabilities:

Changes in compensated absences	140,491	
Changes in claims payable	146,000	286,491

Pension expenses recognized in accordance with GASB 68 not recognized in the governmental fund activity. (2,707,953)

OPEB expenses recognized in accordance with GASB 75 not recognized in the governmental fund activity. (425,956)

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. (11,637)

Changes in differences between the direct financing lease receivable principal balance and outstanding unearned revenue amount, recognized in accordance with GASB Statement No. 62 for government-wide purposes

7,377

**Change in Net Position of Governmental Activities \$ (3,850,978)**

## CITY OF CITRUS HEIGHTS

STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2021

	<u>Solid Waste</u>
<b>Assets:</b>	
Current:	
Pooled cash and investments	\$ 918,344
Receivables:	
Accounts	115,032
Interest	719
Due from other governments	<u>606</u>
<b>Total Current Assets</b>	<b><u>1,034,701</u></b>
Noncurrent:	
Capital assets - net of accumulated depreciation	<u>357,956</u>
<b>Total Noncurrent Assets</b>	<b><u>357,956</u></b>
<b>Total Assets</b>	<b><u>1,392,657</u></b>
<b>Deferred Outflows of Resources:</b>	
Pension related items	85,970
OPEB related items	<u>1,037</u>
<b>Total Deferred Outflows of Resources</b>	<b><u>87,007</u></b>
<b>Liabilities, Deferred Inflows of Resources, and Net Position:</b>	
<b>Liabilities:</b>	
Current:	
Accounts payable	12,506
Due to other governments	<u>36,946</u>
<b>Total Current Liabilities</b>	<b><u>49,452</u></b>
Noncurrent:	
Net pension liability	278,687
Net OPEB liability	<u>2,677</u>
<b>Total Noncurrent Liabilities</b>	<b><u>281,364</u></b>
<b>Total Liabilities</b>	<b><u>330,816</u></b>
<b>Deferred Inflows of Resources:</b>	
Pension related items	12,417
OPEB related items	<u>3,167</u>
<b>Total Deferred Inflows of Resources</b>	<b><u>15,584</u></b>
<b>Net Position:</b>	
Investment in capital assets	357,956
Unrestricted	<u>775,308</u>
<b>Total Net Position</b>	<b><u>\$ 1,133,264</u></b>

CITY OF CITRUS HEIGHTS

STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
YEAR ENDED JUNE 30, 2021

	<u>Solid Waste</u>
<b>Operating Revenues:</b>	
Sales and service charges	\$ 904,130
Miscellaneous	<u>61,151</u>
<b>Total Operating Revenues</b>	<b><u>965,281</u></b>
<b>Operating Expenses:</b>	
Salaries and benefits	259,396
Professional services	144,291
Materials and supplies	103,170
General and administrative expenses	218,197
Depreciation expense	<u>7,873</u>
<b>Total Operating Expenses</b>	<b><u>732,927</u></b>
Operating Income	232,354
<b>Nonoperating Revenues:</b>	
Interest revenue	<u>1,117</u>
<b>Total Nonoperating Revenues</b>	<b><u>1,117</u></b>
Changes in Net Position	233,471
<b>Net Position:</b>	
Beginning of Year	<u>899,793</u>
<b>End of Fiscal Year</b>	<b><u>\$ 1,133,264</u></b>

CITY OF CITRUS HEIGHTS

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 YEAR ENDED JUNE 30, 2021

	<u>Solid Waste</u>
<b>Cash Flows from Operating Activities:</b>	
Cash received from customers and users	\$ 966,964
Cash paid to suppliers for goods and services	(241,630)
Cash paid to employees for services	<u>(455,672)</u>
<b>Net Cash Provided by Operating Activities</b>	<u><b>269,662</b></u>
<b>Cash Flows from Investing Activities:</b>	
Interest received	<u>2,414</u>
<b>Net Cash Provided by Investing Activities</b>	<u><b>2,414</b></u>
<b>Net Increase in Cash and Cash Equivalents</b>	<b>272,076</b>
Cash and Cash Equivalents at Beginning of Year	<u>646,268</u>
<b>Cash and Cash Equivalents at End of Year</b>	<u><b>\$ 918,344</b></u>
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities:</b>	
Operating income	\$ 232,354
<b>Adjustments to Reconcile Operating Income</b>	
<b>Net Cash Provided by Operating Activities:</b>	
Depreciation	7,873
(Increase) decrease in accounts receivable	2,289
(Increase) decrease in due from other governments	(606)
Increase (decrease) in accounts payable	(18,819)
Increase (decrease) in due to other governments	24,650
Increase (decrease) in pension and related items	21,531
Increase (decrease) in OPEB and related items	<u>390</u>
<b>Total Adjustments</b>	<u><b>37,308</b></u>
<b>Net Cash Provided by Operating Activities</b>	<u><b>\$ 269,662</b></u>

CITY OF CITRUS HEIGHTS

STATEMENT OF FIDUCIARY NET POSITION  
JUNE 30, 2021

	<u>Custodial Funds</u>
<b>Assets:</b>	
Cash and cash equivalents	<u>\$ 538,862</u>
<b>Total Assets</b>	<u><b>538,862</b></u>
<b>Liabilities:</b>	
Intergovernmental payables	<u>193,555</u>
<b>Total Liabilities</b>	<u><b>193,555</b></u>
<b>Net Position:</b>	
Held for individuals, organizations and other governments	<u>345,307</u>
<b>Total Net Position</b>	<u><b>\$ 345,307</b></u>

CITY OF CITRUS HEIGHTS

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

	<u>Custodial Funds</u>
<b>Additions:</b>	
Intergovernmental	<u>\$ 899,837</u>
<b>Total Additions</b>	<u><b>899,837</b></u>
<b>Deductions:</b>	
Contractual services	<u>573,418</u>
<b>Total Deductions</b>	<u><b>573,418</b></u>
Changes in Net Position	326,419
Net Position - Beginning of the Year	-
Restatements (Note 1)	<u>18,888</u>
Net Position - Beginning of the Year, as Restated	<u>18,888</u>
<b>Net Position - End of the Year</b>	<u><b>\$ 345,307</b></u>



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NOTES TO BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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**Note 1: Summary of Significant Accounting Policies**

The financial statements of the City have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. The GASB issued a codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The City applies all GASB pronouncements to its activities. The more significant of these accounting policies are described below.

**Financial Reporting Entity**

The City of Citrus Heights (City) was incorporated on January 1, 1997, under the laws and regulations of the State of California (State). The City operates under a City Council/Manager form of government and provides the following services: public safety (police), highways and streets, solid waste, stormwater utility, public improvements, planning and zoning, building, animal services, transit, and general administration.

The City operates as a self-governing local government unit within the State. It has limited authority to levy taxes and has the authority to determine user fees for the services that it provides. The City's main funding sources include sales taxes, utility user tax, other intergovernmental revenue from state and federal sources, user fees, and federal and state financial assistance. All secured and unsecured ad valorem property taxes, with the exception of tax assessments associated with lighting and landscaping special assessments, are paid to Sacramento County (County) as part of the revenue neutrality payment obligation through June 30, 2022. The financial statements do not reflect the amounts received on behalf of the City and retained by the County.

The financial reporting entity consists of (a) the primary government, the City, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (a) the City has the ability to impose its will on the organization, or (b) there is a potential for the organization to provide a financial benefit to or impose a financial burden on the City.

As required by GAAP, these financial statements would present the government and its component units, entities for which the government is considered to be financially accountable. The City does not have any component units.

**Basis of Presentation**

Government-Wide Financial Statements

The government-wide statement of net position and statement of activities display information about the nonfiduciary activities of the government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues, while business-type activities rely to a significant extent on fees and charges to external parties.

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

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**Note 1: Summary of Significant Accounting Policies (Continued)**

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided by a given function or segment, 2) operating grants and contributions, and 3) capital grants and contributions restricted to the operating or capital requirements of a specific function or segment. All taxes and internally dedicated resources classified as program revenues are reported as general revenues.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

- a. Total assets, liabilities, revenues or expenditures/expenses of that individual governmental fund are at least ten percent of the corresponding total for all funds of that category or type; and,
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund are at least five percent of the corresponding total for all governmental funds combined.

Qualitative factors are also considered in determining major programs as applicable.

The City reports the following major funds:

- **General Fund** – The General Fund is the primary operating fund of the City. It accounts for all activities except those legally or administratively required to be accounted for in another fund. From this fund are paid the City's general operating expenditures, the fixed charges, and the capital costs that are not paid through other funds.
- **Community Development Block Grants (CDBG) Special Revenue Fund** – Accounts for CDBG grant funds used for low income housing loans for home repair projects, and non-profit public service activities.
- **General Capital Improvements Capital Projects Fund** – Accounts for funds collected and expended for the construction or purchase of public facilities and projects.
- **Solid Waste Enterprise Fund** – Accounts for all administrative costs required for all solid waste activities.

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

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**Note 1: Summary of Significant Accounting Policies (Continued)**

Additionally, the City reports the following fund types:

**Governmental Funds**

Special Revenue Funds - The Special Revenue Funds are used to account for specific revenues that are legally or otherwise restricted to expenditures for particular purposes.

Capital Project Funds - The Capital Projects Funds are used to account for financial resources used for the acquisition or construction of major capital facilities other than those financed by proprietary funds.

**Fiduciary Funds**

Custodial Funds - Custodial Funds account for assets held by the City in a fiduciary capacity. The Custodial Funds account for monies held for other governments and/or entities to which the City provides accounting and investing services, which none are held in trust. There are two custodial funds reported by the City, including a fund that collects fire development fees on behalf of the Sacramento Metropolitan Fire District and a fund that collects transportation fees on behalf of the State.

**Measurement Focus**

Measurement focus is a term used to describe which transactions are recorded within the various financial statements.

The government-wide financial statements are presented using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds and fiduciary funds. The accounting objectives of economic resources measurement focus are the determination of net income, financial position, and cash flows. 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 recorded in the year for which they are levied. Sales taxes are recognized when the underlying sales transaction takes place. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met. All assets and liabilities (whether current or noncurrent) as well as deferred outflows and inflows of resources, associated with their activities are reported. Fund equity is classified as net position, which serves as an indicator of financial position.

In the governmental fund financial statements, the "current financial resources" measurement focus is used and the modified accrual basis of accounting. Only current financial assets and liabilities along with deferred outflows and inflows of resources are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

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

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**Note 1: Summary of Significant Accounting Policies (Continued)**

**Basis of Accounting**

In the government-wide statements, proprietary funds and private purpose trust funds are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Operating revenues in the fund are those revenues that are generated from the primary operations of the fund, including charges for services. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when "measurable and available." Measurable means knowing or being able to reasonably estimate the amount, and available means the amount is collectible within the current period or soon enough thereafter to pay current liabilities. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within 60 days after year end, with the exception of grant revenues, sales tax and Transportation Development Act (TDA) revenues. Grant revenues are considered to be available if collected within 180 days and sales tax and TDA revenues are considered to be available if collected within 90 days of the end of the current fiscal period.

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 year. All other revenue items are considered to be measurable and available only when cash is received by the government. Expenditures (including capital outlay) are recorded when the related fund liability is incurred.

**Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Equity**

Cash and Investments

The City's cash and cash equivalents include cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition, including the City's investments in LAIF, and U.S. Agency Obligations.

The City pools cash and investments from all funds for the purpose of increasing income through investment activities. Highly liquid money market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value in accordance with GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools. Market value is used as fair value for those securities for which market quotations are readily available.

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include sales and use taxes, utility user taxes, intergovernmental subventions, interest earnings, and expense reimbursements.

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

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**Note 1: Summary of Significant Accounting Policies (Continued)**

In the fund financial statements, material receivables in governmental funds include revenue accruals such as sales tax, utility user tax, and intergovernmental subventions since they are usually both measurable and available. Non-exchange transactions collectible but not available, such as property tax, are deferred in the fund financial statements in accordance with the modified accrual basis, but not deferred in the government-wide financial statements in accordance with the accrual basis.

Interest and investment earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available. The City's experience is that all accounts receivable are collectible; therefore an allowance for doubtful accounts is unnecessary.

Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the government-wide Statement of Net Position. See Note 9 for details of interfund transactions, including receivables and payables at year-end.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. In the governmental fund financial statements, prepaid items are reported as nonspendable fund balance to indicate they do not constitute current resources available for appropriation. The consumption method is used to recognize prepaid items.

Capital Assets

The City's assets are capitalized at historical cost or estimated historical cost, if actual cost is unavailable. Donated capital assets are recorded at the acquisition value, which is the price that would be paid to acquire an asset with equivalent service potential in an orderly market transaction at the acquisition date. The City policy has set the capitalization threshold at \$5,000 for non-infrastructure capital assets and \$25,000 for infrastructure capital assets.

Public domain (infrastructure) capital assets include roads, bridges, curbs and gutters, streets, sidewalks, drainage systems, and lighting systems. Prior to July 1, 2003, governmental activity infrastructure assets were not capitalized; however, since then these assets have been valued at estimated historical cost.

The accounting treatment of capital assets depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements. Purchases of capital assets are reported as capital outlay expenditures in governmental funds and proceeds from sales of capital assets are reported as other financing sources. In the government-wide and proprietary fund statements, the cost of assets sold or retired, net of accumulated depreciation, is removed from the statement of net position in the year of sale or retirement and the resulting gain or loss on disposal is reported.

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

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**Note 1: Summary of Significant Accounting Policies (Continued)**

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation.

The range of estimated useful lives by type of asset is as follows:

Building and improvements	5-50 years
Leasehold improvements	5 years
Machinery and equipment	5 years
Network equipment/ phone system	10 years
Computer equipment	5 years
Vehicles	5-15 years

Deferred Outflows and Inflows of Resources

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred outflows and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position by the government that is applicable to a future reporting period. Deferred inflows of resources represent an acquisition of net position that is applicable to a future reporting period. These amounts will not be recognized as an outflow of resources (expenditure/expense) or an inflow of resources (revenue) until the earnings process is complete. The governmental funds report unavailable revenues for grants and other revenues when the amounts meet the asset recognition criteria under GASB Statement No. 33 and were accrued as receivables, but the amounts were not received in the availability period. Deferred outflows and inflows of resources include amounts deferred related to the City's pension plan under GASB 68 as described in Note 11 and the City's OPEB plan as described in Note 12.

Compensated Absences

Employees accrue annual leave, long-term medical, holiday and compensatory time off benefits. City employees have vested interests in the amount of accrued time off, with the exception of long-term medical leave, and are paid at termination. Also, annually an employee may elect to be compensated for up to 40 hours of unused annual leave. However, this is contingent upon the employee using at least 40 hours of annual leave during the previous year and, the employee having a minimum balance of 80 annual leave hours after the payment. Compensated absences are accrued when incurred in the government-wide and proprietary financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations or retirements and is currently payable. The City had no employee resignations or retirements for which compensated absences should be accrued in governmental funds at year-end. The General Fund is typically used to liquidate compensated absences.

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

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**Note 1: Summary of Significant Accounting Policies (Continued)**

**Equity Classification**

Government-Wide Statements

Equity in government-wide and proprietary fund statements is classified as net position and is displayed in three components:

- a. Net investment in capital assets – consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. The net investment in capital assets for the City represents the balance of capital assets, net of depreciation since the City has no long-term liabilities outstanding.
- b. Restricted net position – consists of net position with constraints placed on the use by external groups such as creditors, grantors, contributors, or by laws or regulations of other governments or law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – all other net position that do not meet the definition of “restricted” or “net investment in capital assets.”

Fund Financial Statements

Governmental fund equity is classified as fund balance and displayed in the following components:

**Nonspendable Fund Balance –**

- Assets that will never convert to cash (prepaid items and inventory) and assets that will not convert to cash soon enough to affect the current period (long-term notes or loans receivable).

**Restricted Fund Balance –**

- Resources that are subject to externally enforceable legal restrictions imposed by parties altogether outside the government (creditors, grantors, contributors and other governments).
- Resources that are subject to limitations imposed by law through constitutional provisions or enabling legislation (e.g., Gas Tax).

**Committed Fund Balance –**

- Self-imposed limitations set in place prior to the end of the period (encumbrances, economic contingencies and uncertainties).
- Limitation at the highest level of decision-making (Council) that requires formal action at the same level to remove. Council Resolution is required to be approved to establish, modify or rescind a fund balance commitment.



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

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**Note 1: Summary of Significant Accounting Policies (Continued)**

**Assigned Fund Balance –**

- Resources constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed.
- Governmental fund amounts in excess of nonspendable, restricted and committed in other than the General Fund are automatically reported as assigned.
- Assigned amounts for specific purposes are determined and authorized by the City Manager. Use of assigned funds exceeding the City Manager's \$50,000 spending authority are approved as part of the budget or by Council Resolution.

**Unassigned Fund Balance –**

- Residual net resources.
- Total fund balance in the General Fund in excess of nonspendable, restricted, committed and assigned fund balance (surplus).
- Excess of nonspendable, restricted and committed fund balance over total fund balance (deficit).

See Note 8 for more information about the City's net position and fund balances.

**Revenues, Expenditures, and Expenses**

Program Revenues

Amounts reported as 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 (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

Property Tax

The County of Sacramento (County) is responsible for the collection and allocation of property taxes. Under California law, property taxes are assessed and collected by the County up to 1% of the full cash value of taxable property, plus other increases approved by the voters and distributed in accordance with statutory formulas. The City recognizes property taxes when the individual installments are due, provided they are collected within 60 days after year-end.

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

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**Note 1: Summary of Significant Accounting Policies (Continued)**

Secured property taxes are levied on or before the first day of September of each year. They become a lien on real property on March 1 preceding the fiscal year for which taxes are levied. These taxes are paid in two equal installments; the first is due November 1 and delinquent with penalties after December 10; the second is due February 1 and delinquent with penalties after April 10. Secured property taxes, which are delinquent and unpaid as of June 30, are declared to be tax defaulted and are subject to redemption penalties, cost, and interest when paid. If the delinquent taxes are not paid at the end of five years, the property is sold at public auction and the proceeds are used to pay the delinquent amounts due. Any excess is remitted, if claimed, to the taxpayer. Additional tax liens are created when there is a change in ownership of property or upon completion of new construction. Tax bills for these new tax liens are issued throughout the fiscal year and contain various payments and delinquent dates, but are generally due within one year. If the new tax liens are lower, the taxpayer receives a tax refund rather than a tax bill. Unsecured personal property taxes are not a lien against real property. These taxes are due on March 1, and become delinquent if unpaid on August 31.

The City participates in an alternative method of distribution of property tax levies and assessments known as the "Teeter Plan." The State Revenue and Taxation Code allow counties to distribute secured real property, assessment, and supplemental property taxes on an accrual basis resulting in full payment to cities each fiscal year. Any subsequent delinquent payments and penalties and interest during a fiscal year will revert to Sacramento County. The Teeter Plan payment, which includes 95% of the outstanding accumulated delinquency, is included in property tax revenue retained by Sacramento County under the revenue neutrality agreement. Under the Teeter Plan Code, 5% of the delinquency must remain with the County as a reserve for Teeter Plan funding.

Interfund Transfers

Resources are reallocated between funds by reporting them as interfund transfers. For the purposes of the Statement of Activities, all interfund transfers within individual governmental funds have been eliminated. See Note 9 for more information about the City's interfund transfers.

Pensions

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the City's California Public Employees' Retirement System (CalPERS) plans (Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The General Fund, Solid Waste Fund and any non-major special revenue funds that have contributions expense are used to liquidate the net pension liability.

Other Post-Employment Benefits Plan (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the plan and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, the plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value. The General Fund, Solid Waste Fund and any non-major special revenue funds that have contributions expense are used to liquidate the net OPEB liability.

## CITY OF CITRUS HEIGHTS

### NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED JUNE 30, 2021

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#### Note 1: Summary of Significant Accounting Policies (Continued)

##### Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues, and expenses. Actual results could differ from those estimates.

##### Joint Power Authorities or Jointly Governed Organizations

The City of Citrus Heights is a member of several Joint Powers Agencies (JPA) and/or jointly managed agencies, including:

<u>Agency Name</u>	<u>Purpose</u>
Sacramento Metropolitan Air Quality Management District	Monitors and enforces air quality requirements
Sacramento Regional County Sanitation District	Waste water conveyance, treatment and disposal
Sacramento Area Sewer District	Sewer service
Sacramento Transportation Authority	Administration of transportation projects
Sacramento Area Council of Governments	Regional planning (primarily transportation)

Funding, if any, for each of these agencies from the City is based on annual appropriations. The City has no continuing financial liability and does not expect any financial burden from its participation in any of these agencies. Separate financial statements of the JPA's can be obtained by contacting the individual agencies.

#### **New GASB Pronouncements**

Current Year Standards – In fiscal year 2021, the City implemented GASB Statement No. 84 – Fiduciary Activities – The requirements of this Statement will enhance consistency and comparability by (1) establishing specific criteria for identifying activities that should be reported as fiduciary activities and (2) clarifying whether and how business-type activities should report their fiduciary activities. Greater consistency and comparability enhance the value provided the information reported in the financial statements for assessing government accountability and stewardship. The change in accounting principle resulted in a prior period adjustment in the amount of \$18,888 being reported for the custodial funds in the Statement of Changes in Fiduciary Net Position.

Upcoming Standards – The following pronouncements have been postponed as a temporary relieve to governments and other stakeholders in light of the COVID-19 pandemic and the new effective date are reflected in the following fiscal years:

GASB 87 – *Leases* – The requirements of this statement are now effective for the fiscal year ending June 30, 2022.

**CITY OF CITRUS HEIGHTS**

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

**Note 2: Cash and Investments**

At June 30, 2021, the City's pooled cash and investments are classified in the accompanying financial statements as follows:

Government-Wide Statements of Net Position	
Governmental Activities	\$ 32,612,216
Business-Type Activities	918,344
Statement of Fiduciary Net Position	538,862
Total Cash and Investments	<u>\$ 34,069,422</u>

Cash and investments are categorized as follows under GASB Statement No. 40:

Cash on hand	\$ 4,600
Deposits with financial institutions	716,173
Total Cash and Deposits	<u>720,773</u>
Local Agency Investment Funds (LAIF)	33,348,649
Total Investments	<u>33,348,649</u>
Total Cash and Deposits	<u>\$ 34,069,422</u>

**Investments Authorized by the California Government Code and the City's Investment Policy**

Investments are reported at fair value. California statutes authorize cities to invest idle or surplus funds in a variety of credit instruments as provided for in the California Government Code, Section 53600, Chapter 4 – Financial Affairs. The table below identifies the investment types that are authorized for the City by the California Government Code that address interest rate risk, credit risk, and concentration of credit risk.

During the year ended June 30, 2021, the City's permissible investments included the following instruments:

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality	Maximum Percentage Of Portfolio	Maximum Investment In One Issuer
U.S. Treasury obligations	5 years	N/A	None	None
U.S. Agency securities	5 years	N/A	None	None
Local agency bonds	5 years	N/A	None	None
Bankers acceptances	180 days	N/A	40%	10%
High grade commercial paper	270 days	AAA	25%	10%
Negotiable certificates of deposit	5 years	A	15%	3%
Medium-term corporate notes	5 years	A	30%	10%
Mutual funds	90 days	AAA	20%	10%
Money market mutual funds	90 days	AAA	20%	10%
Repurchase agreements	1 year	A	20%	None
Reverse repurchase agreements	92 days	A	20% of base value	None
LAIF	N/A	N/A	\$50,000,000	None

# CITY OF CITRUS HEIGHTS

## NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED JUNE 30, 2021

### Note 2: Cash and Investments (Continued)

The City complied with the provisions of California Government Code pertaining to the types of investments held, institutions in which deposits were made and security requirements. The City will continue to monitor compliance with applicable statutes pertaining to public deposits and investments.

#### Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer maturity of an investment, the greater the sensitivity of its fair value is to changes in market interest rates. In accordance with its investment policy, the City manages its exposures to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than 5 years. As of June 30, 2021, the weighted average maturity of investments was 12 months or less.

Information about the sensitivity of the fair values of the City's investments to market rate interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

Type of Investment	Total	Maturities as of Year-end		
		12 months or Less	13-24 Months	25-60 Months
Local Agency Investment Fund	\$ 33,348,649	\$ 33,348,649	\$ -	\$ -
Total	\$ 33,348,649	\$ 33,348,649	\$ -	\$ -

#### 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. Presented below is the minimum rating required by (where applicable) the California Government Code, the City's investment policy, and the actual rating as of year-end for each investment type.

Type of Investment	Total	Ratings as of Year-end		
		AAA	AA+	Unrated
Local Agency Investment Fund	\$ 33,348,649	\$ -	\$ -	\$ 33,348,649
Total	\$ 33,348,649	\$ -	\$ -	\$ 33,348,649

#### Concentration of Credit Risk

The investment policy of the City contains no limitation on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. At June 30, 2021 the City did not hold investments in any one issuer, other than U.S. Treasury securities, mutual funds, and external investment pools that represent more than 5% of the City's investment portfolio.

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

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**Note 2: Cash and Investments (Continued)**

**Custodial Credit Risk**

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, other than the following provision for deposits. The California Government Code requires that a financial institution secure deposits made by state or local government units by pledging securities in an undivided collateral pool held by depository regulated under state law (unless so waived by the governmental unit).

The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure public agency deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

At June 30, 2021, the carrying amount of the City's deposits was \$716,173 and the balance in financial institutions was \$666,480. Of the balance in financial institutions, \$250,000 was covered by federal depository insurance and \$416,480 was collateralized as required by State law (Government Code Section 53630), by the pledging financial institution with assets held in a common pool for the City and governmental agencies, but not in the name of the City.

**Investment in LAIF**

LAIF is stated at fair value. LAIF is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The total fair value amount invested by all public agencies in LAIF is \$33,348,649 and is managed by the State Treasurer. Of that amount, 2.31 percent was invested in structured notes and asset-backed securities. The Local Investment Advisory Board (Board) has oversight responsibility for LAIF. The Board consists of five members as designated by State Statute. 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 withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. The weighted average maturity of investments held by LAIF was 291 days at June 30, 2021.

**Fair Value Measurement**

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Uncategorized – Investments in the Local Agency Investment Funds/State Investment Pools (LAIF) are not measured using the input levels above because the City's transactions are based on a stable net asset value per share. All contributions and redemptions are transacted at \$1.00 net asset value per share. The City reports its investment in LAIF at the fair value amount provided by LAIF, which is the same as the value of the pool share. The balance of LAIF is available for withdrawal on demand.

**CITY OF CITRUS HEIGHTS**

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

**Note 2: Cash and Investments (Continued)**

As of June 30, 2021, 100% of the City's investments were invested in LAIF with a reported balance of \$33,348,649.

**Note 3: Loans and Notes Receivable**

Through the City's various housing rehabilitation funds and first-time home buyer's funds, the City has loaned funds to qualifying individuals and businesses. Interest rates vary depending on the terms of the loan. Accrued interest receivable on the loans totaled \$370,865 at year-end. The City also has loans receivable from employees for computer purchases in the General Fund.

Governmental activities loans and notes receivable consisted of the following for the year ended June 30, 2021:

	Beginning June 30, 2020	Additions	Deletions	Ending June 30, 2021
General Fund	\$ 13,073	\$ 1,405	\$ -	\$ 14,478
Home Program Grants Special Revenue Fund	2,782,707	30,484	111,696	2,701,495
CDBG Special Revenue Fund	1,445,974	11,036	137,303	1,319,707
Housing Agency Fund	1,434,665	-	-	1,434,665
Total Loans/Notes Receivable	<u>\$ 5,676,419</u>	<u>\$ 42,925</u>	<u>\$ 248,999</u>	<u>\$ 5,470,345</u>

The following is a summary of the loans and notes receivable outstanding as of June 30, 2021:

**General Fund** – These loans are for employees to purchase computers for personal use as a benefit provided by the City, loans are provided on a two-year amortization schedule and do not bear interest. The balance of these loans at June 30, 2021, was \$14,478.

**HOME Program Grants Special Revenue Fund** – The City made various loans to qualifying participants within the City that are reported in this fund under the following programs:

Federal First Time Home Buyers Program (HOME) - Interest rates vary depending on the terms of the loan and interest is deferred until the loan is refinanced or title to the property changes. The loan principal may be assumed by another qualifying borrower or must be returned to the City if a nonqualifying buyer purchases the related property. Interest rates ranged from 0% to 3% at year-end and the loans mature through 2044. The HOME notes receivable balance at June 30, 2021 was \$2,692,792.

HUD Economic Development Initiative Grants - Interest rates vary depending on the terms of the loan and interest is deferred until the loan is refinanced or title to the property changes. The interest rates were 3% at year-end. The down payment assistance notes receivable at June 30, 2021 were \$8,703.

Total HOME Program Grant Special Revenue Fund loans totaled \$2,701,495, of which, an allowance on uncollectible loans was set up for the full amount.



# CITY OF CITRUS HEIGHTS

## NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED JUNE 30, 2021

### Note 3: Loans and Notes Receivable (Continued)

**Community Development Block Grant (CDBG) Special Revenue Fund** – The City participates in a CDBG Revolving loan program. The program is federally funded and provides housing rehabilitation loans to eligible applicants. The City makes loans to resident homeowners who qualify as low income, some of which are deferred and are not repaid until the title to the property changes. Interest rates range from 0% to 3% at year-end and mature through 2048. The balance of these loans outstanding at June 30, 2021 was \$1,319,707 of which, an allowance on uncollectible loans was set up for the full amount.

**Housing Agency Fund** – The City took over maintenance of loans receivable during the year ended June 30, 2016, for Low and Moderate-income Housing that were previously reported in the Successor Agency Housing Fund. The City provides home rehabilitation loans to eligible low and moderate-income borrowers. Interest on certain loans may be waived by the City if the loan remains outstanding for the full term; therefore, interest income is recorded when received. Interest rates ranged from 0% to 3% and loans mature through 2044. The balance of these loans outstanding at June 30, 2021 was \$1,434,665, of which, an allowance on uncollectible loans was set up for the \$234,665.

### Note 4: Capital Assets

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

	Balance June 30, 2020	Additions	Deletions	Transfers	Balance June 30, 2021
<b>Governmental Activities:</b>					
Capital assets not being depreciated:					
Land	\$ 15,290,467	\$ 15,500	\$ (207,423)	\$ -	\$ 15,098,544
Art	103,650	-	-	-	103,650
Construction in Progress	1,313,792	3,044,853	-	(1,756,237)	2,602,408
Total capital assets not being depreciated	16,707,909	3,060,353	(207,423)	(1,756,237)	17,804,602
Capital assets being depreciated:					
Buildings and improvements	41,275,495	-	-	-	41,275,495
Infrastructure and land improvements	579,602,489	-	-	1,756,237	581,358,726
Machinery and equipment	9,623,615	677,575	(552,124)	-	9,749,066
Total capital assets, being depreciated	630,501,599	677,575	(552,124)	1,756,237	632,383,287
Less accumulated depreciation for:					
Buildings and improvements	(23,149,137)	(428,347)	-	-	(23,577,484)
Infrastructure and land improvements	(287,497,639)	(11,637,876)	-	-	(299,135,515)
Machinery and equipment	(7,968,212)	(573,261)	552,124	-	(7,989,349)
Total accumulated depreciation	(318,614,988)	(12,639,484)	552,124	-	(330,702,348)
Total capital assets being depreciated, net	311,886,611	(11,961,909)	-	1,756,237	301,680,939
Total capital assets, net	\$ 328,594,520	\$ (8,901,556)	\$ (207,423)	\$ -	\$ 319,485,541



## CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2021**Note 4: Capital Assets (Continued)**

	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2020
<b>Business-type Activities:</b>				
Capital assets, being depreciated:				
Infrastructure	\$ 393,675	\$ -	\$ -	\$ 393,675
Total capital assets being depreciated	393,675	-	-	393,675
Less accumulated depreciation for:				
Infrastructure	(27,846)	(7,873)	-	(35,719)
Total accumulated depreciation	(27,846)	(7,873)	-	(35,719)
Total capital assets, net	\$ 365,829	\$ (7,873)	\$ -	\$ 357,956

Depreciation expense for capital assets was charged to functions as follows:

General government	\$ 474,594
Public safety	521,559
Public ways and facilities	11,621,191
Culture and recreation	22,140
Total Governmental Activities	<u>\$ 12,639,484</u>
Solid waste	\$ 7,873
Total Business-Type Activities	<u>\$ 7,873</u>

**Note 5: Direct Financing Lease Receivable**

In February 2017, the City entered into a ground lease receivable agreement with Dignity Health Medical Foundation (Dignity Health) to lease the former City Hall site at Fountain Square Drive and Greenback Lane. The property will be used for medical office building for outpatient services and other medical uses. Under the terms of the agreement, Dignity Health will own all improvements made to the property and will be responsible for all taxes, insurance and other property related expenses. Dignity Health reimbursed the City \$749,249 incurred by the City to demolish the old City Hall building and prepare the site for use by Dignity Health. Dignity Health provided an initial payment of \$1,000,000 in February 2017 and will pay monthly lease payments ranging from \$10,828 to \$57,554 over a 15-year period beginning six months after the core and shell of the medical office building are completed. The core and shell of the building were completed on June 15, 2018, resulting in payments beginning on December 1, 2018. The agreement contains a provision for the City to sell the property to Dignity Health for \$1 at the end of the lease term. Interest was imputed at 4.5%, which was the estimated market rate for similar instruments at the date the lease was executed. Principal payments on the lease at inception were \$4,664,605. Cumulative unpaid interest as of June 30, 2021, was \$354,143.

The lease and related interest receivable are offset with deferred inflows in the General Fund since the amounts were not received in the availability period. The difference between the leased property and principal amount of the lease of \$1,663,976 is reported as unearned revenue in the government-wide statements under GASB Statement No. 62.

CITY OF CITRUS HEIGHTS

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

**Note 6: Long-Term Liabilities**

The following is a summary of changes in long-term liabilities for the year ended June 30, 2021:

	Balance June 30, 2020	Additions	Retirements	Balance June 30, 2021	Due Within One Year
<b>Governmental Activities:</b>					
Line of credit	\$ 3,520,001	\$ -	\$ -	\$ 3,520,001	\$ -
Equipment loan	-	347,268	(76,169)	271,099	63,048
	<u>\$ 3,520,001</u>	<u>\$ 347,268</u>	<u>\$ (76,169)</u>	<u>\$ 3,791,100</u>	<u>\$ 63,048</u>

On November 29, 2018, the City executed the 2018 Lease Revenue Credit Facility financing in the amount of \$12,000,000 which included a revolving credit agreement, site lease, facilities sublease and assignment agreement. The revolving line of credit funds may be utilized to fund certain capital improvements and operating expenditures until the City receives its share of property tax revenue from Sacramento County in Fiscal Year 2022-23 under the terms of the 1997 Revenue Neutrality Agreement described in Note 13. The revolving line of credit bears interest ranging from 4.40% to 6.09%. Interest payments on any funds drawn from the line of credit will be due on March 1 and September 1 of each year beginning March 1, 2019. Payment of outstanding principal is due on September 1, 2024 at which time the line of credit will be repaid in full. The City has the option to repay all or a portion of the funds it has drawn beginning March 1, 2021 with no prepayment penalty. The City's drawdown of funds during fiscal year 2019-20 was used to purchase the Sylvan Middle School property, which is being marketed for redevelopment and currently reported as land held for resale. The outstanding balance at June 30, 2021, is \$3,520,001, while the unused amount is \$8,479,999.

On July 20, 2020, the City executed the equipment loan in the amount of \$347,268. The funds were used to purchase audio video equipment for use in the City's Community Center. The loan bears interest of 4.84%. Payments of principal and interest are due annually in July. The final annual payment is due July 20, 2024. The outstanding balance at June 30, 2021, is \$271,099.

The annual debt services requirements at June 30, 2021, on the equipment loan are as follows:

Year Ending June 30,	Audio Video Equipment Loan		
	Principal	Interest	Total
2022	\$ 63,048	\$ 13,121	\$ 76,169
2023	66,099	10,070	76,169
2024	69,299	6,870	76,169
2025	72,653	3,516	76,169
Totals	<u>\$ 271,099</u>	<u>\$ 33,577</u>	<u>\$ 304,676</u>

**Note 7: Compensated Absences**

The following is a summary of changes in the City's compensated absences for the fiscal year ended June 30, 2021:

	June 30, 2020	Additions	Reductions	June 30, 2021	Current Portion
Governmental Activities	\$ 1,837,142	\$ 1,502,152	\$ 1,642,643	\$ 1,696,651	\$ 1,282,000
Total	<u>\$ 1,837,142</u>	<u>\$ 1,502,152</u>	<u>\$ 1,642,643</u>	<u>\$ 1,696,651</u>	<u>\$ 1,282,000</u>

## CITY OF CITRUS HEIGHTS

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

## Note 8: Fund Balances

Nonspendable, restricted, committed and assigned fund balance consisted of the following at June 30, 2021:

Fund Balance Classifications	Major Funds			Total Nonmajor Governmental Funds	Total
	General Fund	CDBG Grants	General Capital Improvements		
Nonspendable:					
Loans and notes receivable	\$ 14,478	\$ -	\$ -	\$ -	\$ 14,478
Prepaid items	126,865	-	-	2,345	129,210
Deposits	4,000	-	-	-	4,000
Total Nonspendable Fund Balances	145,343	-	-	2,345	147,688
Restricted for:					
Donations for projects	-	-	-	1,839	1,839
Stormwater maintenance	-	-	-	4,653,324	4,653,324
Streets, roads and park projects	-	-	3,440,096	8,968,658	12,408,754
Assessment district maintenance	-	-	-	1,344,239	1,344,239
Police activities	-	-	-	862,270	862,270
Housing projects	-	234,118	-	5,749,415	5,983,533
Pedestrian and bicycle facilities	-	-	-	102,181	102,181
Community Events	-	-	-	81,713	81,713
Transit program	-	-	-	186,690	186,690
Tree mitigation	-	-	-	155,330	155,330
Total Restricted Fund Balances	-	234,118	3,440,096	22,105,659	25,779,873
Committed to:					
Insurance	300,000	-	-	-	300,000
Petty Cash	2,600	-	-	-	2,600
Revenue stabilization	4,184,378	-	-	-	4,184,378
Total Committed Fund Balances	4,486,978	-	-	-	4,486,978
Assigned to:					
Capital improvements and equipment replacement	-	-	506,478	665,731	1,172,209
	-	-	506,478	665,731	1,172,209
Unassigned in:					
General Fund	4,258,505	-	-	-	4,258,505
Special Revenue Funds	-	-	-	(35,416)	(35,416)
Capital Project Funds	-	-	-	(380,518)	(380,518)
Total Unassigned Fund Balances	4,258,505	-	-	(415,934)	3,842,571
Total fund balances (deficit)	\$ 8,890,826	\$ 234,118	\$ 3,946,574	\$ 22,357,801	\$ 35,429,319

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

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**Note 8: Fund Balances (Continued)**

**Nonspendable**

- **Loans and notes receivable** – used to segregate that portion of fund balance to indicate that long-term loans or notes receivable do not represent available, spendable resources, even though they are components of assets. Only loans and notes not deferred are reported in this category.
- **Prepaid items** – used to indicate that prepaid amounts do not represent available, spendable resources, even though they are components of assets.
- **Deposits** – used to indicate that deposits receivable do not represent available, spendable resources, even though they are components of assets.

**Restricted**

- **HOME Program Grants** – represents amounts restricted for housing under the HOME program.
- **CDBG Grants** – represents amounts restricted for housing purposes by the Department of Housing and Urban Development.
- **Housing Agency** – represents assets of the former redevelopment agency that are restricted for low and moderate-income housing.
- **Code Enforcement** – represents amounts restricted for the rental housing inspection program.
- **Gas Tax** – represents amounts restricted for street maintenance and construction by the State excise Gas Tax.
- **Road Maintenance and Rehabilitation** – represents amounts restricted for use by the Road Repair Accountability Act SB1.
- **Stormwater Utility Tax** – represents parcel tax revenue restricted for stormwater drainage activities.
- **Road Maintenance** – represents amounts restricted for streets and road maintenance by the Department of Transportation.
- **Transit** – represents transit revenues restricted for transit activities.
- **Transportation Development Act** – represents amounts restricted for use by the Transportation Development Act for transportation, including pedestrian and bicycle.
- **Police** – represents police revenues restricted to fund programs to combat drug abuse and divert gang activity.
- **Police Grants** – represents police grants revenues restricted for police programs and activities.

## CITY OF CITRUS HEIGHTS

### NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED JUNE 30, 2021

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#### Note 8: Fund Balances (Continued)

- **Property Based Improvement District** – represents special assessments on Sunrise Market Place businesses for marketing expenditures and special assessments on homeowners for lighting and landscaping and other expenses.
- **Roadway Development Fees** – represents impact fees restricted for roadway development.
- **Housing Mitigation Development Fees** – represents impact fees restricted for housing mitigation development.
- **Tree Mitigation Fees** – represents impact fees restricted for tree mitigation.
- **Park Facilities Development Fees** – represents impact fees restricted for park facilities development.
- **Transit Development Fees** – represents impact fees restricted for transit development.
- **Assessment District Funds** – represents special assessments restricted to assessment district activities.
- **Police Donations** – represents donations received restricted to police K-9 and other programs.
- **Measure A Construction** – represents funds received from the Sacramento Transportation Authority restricted for construction, upgrade and improvement of the City's roadways.

#### Committed

General Fund Reserve – used to represent that portion of fund balance committed for unexpected events that may impact the City's ability to provide essential day-to-day services. The attached table lists specific amounts committed by the City Council. The revenue stabilization commitment amount may only be used if there is a revenue shortfall of 10% of budgeted revenues. This amount can only be changed by Council Resolution.

#### Assigned

The fund balances of the General Capital Improvements Fund and Community Capital Replacement Fund are assigned to various equipment and public improvement projects.

The City's policy is to use restricted, committed, assigned and unassigned resources, in that order, when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. Deficit fund balances consisted of the following:

#### Nonmajor Special Revenue Funds:

Transit Fund – \$35,416 deficit was the result of revenues received being below the amount budgeted. Deficit will be eliminated by future expenditure reductions or transfers in.

Streets Fund – \$380,518 deficit was the result of expenditures and transfers out exceeding the budget. The deficits will be eliminated with future expenditure reductions.

**CITY OF CITRUS HEIGHTS**

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

**Note 9: Interfund Transactions**

**a. Due to and due from other funds**

Due From Other Funds	Due to Other Funds	Amount
General Fund	Non-Major Governmental Funds	\$ 645,912
	CDBG Grants Special Revenue Fund	164,168
		<u>\$ 810,080</u>

This balance resulted from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur. All interfund receivables are expected to be paid back within the next fiscal year.

**b. Interfund Transfers**

Transfers Out	Transfers In	Amount
General Fund	Non-Major Governmental Funds	\$ 437,312
CDBG Grants Special Revenue	Non-Major Governmental Funds	479,896
Non-Major Governmental Funds	General Fund	48,600
	Non-Major Governmental Funds	1,182,399
		<u>\$ 2,148,207</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the funds that statute or budget requires to expend them and (2) subsidize operating losses.

**Note 10: Risk Management**

The City is a member of the Public Agency Risk Sharing Authority of California (PARSAC), for liability and workers' compensation risk coverage. The liability program includes coverage for general liability, property, bond and employment practices. PARSAC is a statewide joint powers authority providing risk sharing services to California public entities that provide a municipal service. The City pays an annual premium to PARSAC for its risk coverage and purchases commercial insurance for claims exceeding PARSAC limits.

The City's insurance coverage for liability and workers' compensation provided through membership in PARSAC are as follows:

Amount	Coverage Provider	Payment Source
<b>General Liability Claims</b>		
\$0 - \$ 100,000	Self-insured retention	City funds
100,001 - 1,000,000	Public Agency Risk Sharing Authority of California	Shared risk pool
1,000,001 - 50,000,000	CSAC - Excess Insurance Authority	Shared risk pool
50,000,001 - statutory limits	Excess insurance (purchased with CSAC-EIA)	
<b>Workers' Compensation Claims</b>		
\$0 - \$ 100,000	Self-Insured retention	City funds
100,001 - 500,000	Public Agency Risk Sharing Authority of California	Shared risk pool
500,001 - 5,000,000	Local Agency Workers' Compensation Excess Pool	Shared risk pool
5,000,001 - 50,000,000	Commercial reinsurance (purchased with CSAC-EIA)	
50,000,001 - statutory limits	Excess insurance (purchased with CSAC-EIA)	

**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2021**
**Note 10: Risk Management (Continued)**

PARSAC is governed by a Board of Directors and member agencies are entitled to representation on the board. Upon termination of the joint powers authority agreements, all property of PARSAC would be returned to the respective parties that transferred the property to PARSAC and any surplus of funds and assets would be returned to the parties in proportion to actual balances of each entity. Complete financial information for PARSAC is available at 1525 Response Road, Sacramento, California 95815.

The City accrues a claims liability for probable losses under the self-insured retention amounts in the table above for the general liability and workers' compensation programs. While the ultimate amount of losses incurred through June 30 is dependent on future developments, the estimated claims liability is based upon information from the actuarial valuation reports. The liability is based on the estimated ultimate cost of settling the claims, including the effects of inflation and other societal and economic factors, and includes an estimate for incurred but not reported claims. There are no claims that exceed insurance coverage and no significant changes or reductions in insurance coverage over the last three fiscal years. Costs relating to the litigation of claims are charged to expenditures as incurred. Claims are generally liquidated by the General Fund. At June 30, 2021 and 2020, fund balance of \$300,000 has been committed for self-insured general liability claims.

Changes in the liability and workers' compensation claims payable amounts during the year ended June 30, 2021, were as follows:

	Beginning June 30, 2020	Claims and Changes in Estimates	Claims Paid	Ending June 30, 2021	Amount Due Within One Year
General Liability	\$ 612,000	\$ 48,720	\$ (94,720)	\$ 566,000	\$ 216,438
Workers' Compensation	1,470,000	500,842	(600,842)	1,370,000	489,775
Total Claims Payable	<u>\$ 2,082,000</u>	<u>\$ 549,562</u>	<u>\$ (695,562)</u>	<u>\$ 1,936,000</u>	<u>\$ 706,213</u>

**Note 11: Pension Plans****a. General Information about the Defined Benefit Pension Plan****Plan Description**

All qualified permanent and probationary employees are eligible to participate in the City's Cost-Sharing Multiple Employer Defined Benefit Pension Plan (the Plan or PERFC) administered by the California Public Employees' Retirement System (CalPERS). PERFC consists of a miscellaneous risk pool and a safety risk pool, which are comprised of the following rate plans:

- Miscellaneous Plan
- Miscellaneous Second Tier Plan
- PEPRA Miscellaneous Plan
- Safety Plan
- Safety Second Tier Plan
- PEPRA Safety Police Plan

Although one Plan exists, CalPERS provides the information separately for the Miscellaneous and Safety Risk Pools and the information is presented separately below where available. Benefit provisions under the Plan are established by

CITY OF CITRUS HEIGHTS

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

Note 11: Pension Plans (Continued)

State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website at [www.calpers.ca.gov](http://www.calpers.ca.gov).

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 (52 for PEPRA Miscellaneous Plan) with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 5 years of service. The death benefit is one of the following: the 1959 Survivor Benefit level 4, 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.

The rate plans' provisions and benefits in effect at June 30, 2021, are summarized as follows:

	Miscellaneous Rate Plan	Miscellaneous Second Tier Rate Plan	PEPRA Miscellaneous Rate Plan
Hire date	Prior to August 13, 2011	August 13, 2011 to December 31, 2012	On or after January 1, 2013
Benefit formula (at full retirement)	2.7% @ 55	2.0% @ 55	2.0% @ 62
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50 - 55	50 - 63	52 - 67
Monthly benefits, as a % of eligible compensation	2.0% to 2.7%	1.426% to 2.418%	1.0% to 2.5%
Required employee contribution rates	8.00%	7.00%	6.25%
Required employer contribution rates	13.182%	9.680%	6.985%
Required UAL payment	\$504,233	\$2,611	\$957
	Safety Rate Plan	Safety Second Tier Rate Plan	PEPRA Safety Rate Plan
	Prior to August 13, 2011	August 13, 2011 to December 31, 2012	On or after January 1, 2013
Benefit formula (at full retirement)	3.0% @ 50	3.0% @ 55	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50 - 55	50 - 55	50 - 57
Monthly benefits, as a % of eligible compensation	3.00%	2.40% to 3.00%	2.00% to 2.70%
Required employee contribution rates	9.00%	9.00%	12.00%
Required employer contribution rates	21.927%	18.928%	13.034%
Required UAL payment	\$ 388,830	\$ 5,757	\$ 3,370



**CITY OF CITRUS HEIGHTS**

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

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**Note 11: Pension Plans (Continued)**

All rate plans except the PEPRA plans are closed to new members that are not already CalPERS participants. All miscellaneous rate plans are combined and reported below as the Miscellaneous Risk Pool and all safety rate plans are combined and reported below as the Safety Risk Pool.

**Contributions**

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for the risk pools are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the year ended June 30, 2021, the contributions recognized as a reduction of the net pension liability for each risk pool were as follows:

	Miscellaneous Risk Pool	Safety Risk Pool	Total
Contributions - Employer	\$ 1,419,774	\$ 1,782,277	\$ 3,202,051

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

As of June 30, 2021, the City reported a net pension liability for its proportionate share of the net pension liability of each risk pool as follows:

	Proportionate Share of Net Pension Liability
Miscellaneous Risk Pool	\$ 9,609,910
Safety Risk Pool	8,910,669
Total Net Pension Liability	\$ 18,520,579
<u>Financial Statement Classification:</u>	
Governmental Activities	\$ 18,241,892
Business-type Activities	278,687
Total Net Pension Liability	\$ 18,520,579

CITY OF CITRUS HEIGHTS

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

Note 11: Pension Plans (Continued)

The City's net pension liability for each risk pool is measured as the proportionate share of the net pension liability. The net pension liability of each risk pool is measured as of June 30, 2020, and the total pension liability for each risk pool 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 risk pool relative to the projected contributions of all participating employers, actuarially determined. The City's proportionate share of the net pension liability for each risk pool as of June 30, 2020 and 2021 for the measurement date as of the previous year-end were as follows:

Measurement Date	Miscellaneous Risk Pool	Safety Risk Pool	Total
Proportion - June 30, 2019	0.072750%	0.083660%	0.156410%
Proportion - June 30, 2020	0.088323%	0.076199%	0.164522%
Change - Increase (Decrease)	0.015573%	-0.007461%	0.008112%

For the year ended June 30, 2021, the City recognized pension expense of \$6,212,150 for both risk pools combined. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to each risk pool and combined from the following sources:

	Miscellaneous Risk Pool		Safety Risk Pool		Total	
	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	\$ 1,524,519	\$ -	\$ 1,958,149	\$ -	\$ 3,482,668	\$ -
Differences between actual and expected experience	495,227	-	690,977	-	1,186,204	-
Changes in assumptions	-	68,542	-	29,682	-	98,224
Differences between the employer's contributions and the employer's proportionate share of contributions	-	359,647	98,857	288,702	98,857	648,349
Change in employer's proportion	659,267	-	1,041,141	-	1,700,408	-
Net differences between projected and actual earnings on plan investments	285,478	-	193,666	-	479,144	-
Total	<u>\$ 2,964,491</u>	<u>\$ 428,189</u>	<u>\$ 3,982,790</u>	<u>\$ 318,384</u>	<u>\$ 6,947,281</u>	<u>\$ 746,573</u>
<b>Financial Statement Classification:</b>						
Governmental Activities					\$ 6,861,311	\$ 734,156
Business-type Activities					85,970	12,417
Total					<u>\$ 6,947,281</u>	<u>\$ 746,573</u>

# CITY OF CITRUS HEIGHTS

## NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED JUNE 30, 2021

### Note 11: Pension Plans (Continued)

The \$3,482,668 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 next fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the risk pools will be recognized as pension expense as follows:

Year Ended June 30	Miscellaneous Risk Pool	Safety Risk Pool	Total
2022	\$ 274,080	\$ 756,088	\$ 1,030,168
2023	349,959	550,286	900,245
2024	250,821	302,846	553,667
2025	136,923	97,037	233,960
	<u>\$ 1,011,783</u>	<u>\$ 1,706,257</u>	<u>\$ 2,718,040</u>

### Actuarial Assumptions

The total pension liabilities in the June 30, 2020, actuarial valuations for each risk pool was determined using the following actuarial assumptions:

Valuation Date	June 30, 2019
Measurement Date	June 30, 2020
Actuarial Cost Method	Entry-Age Normal Cost Method
Amortization Method	Level Percent of Payroll
Asset Valuation Method	Market Value
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.50%
Projected Salary Increase	Varies by Entry Age and Service
Mortality Rate Table <sup>1</sup>	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

<sup>1</sup> 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 MO 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 2015, including updates to salary increase, mortality and retirement rates. The Experience Study report can be obtained at CalPERS' website under Forms and Publications.

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

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**Note 11: Pension Plans (Continued)****Discount Rate**

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

**Long-term Expected Rate of Return**

The long-term expected rate of return on pension plan investments was determined using a building-block method in which 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 and forecasted information for all the Public Employees Retirement Funds' asset classes (which includes the agent plan and two cost-sharing plans or PERF A, B, and C funds), 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 PERF C 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</u>	<u>Assumed Asset Allocation</u>	<u>Real Return Years 1-10 (a)</u>	<u>Real Return Years 11+ (b)</u>
Global Equity	50.0%	4.80%	5.98%
Fixed Income	28.0%	1.00%	2.62%
Inflation Assets	0.0%	0.77%	1.81%
Private Equity	8.0%	6.30%	7.23%
Real Assets	13.0%	3.75%	4.93%
Liquidity	1.0%	0.00%	-0.92%
Total	<u>100.0%</u>		

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

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

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


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**Note 11: Pension Plans (Continued)****Subsequent Events**

On November 15, 2021, the CalPERS Board of Administration selected a new asset allocation mix that will guide the fund's investment portfolio for the next four years, while at the same time retaining the reduction of discount rate from 7.0% to 6.8%. Notable changes for employers include a decrease in median total employer contribution rates, from less than 1% in miscellaneous plans to a decrease of more than 2% in some safety plans. Contribution changes will take effect in fiscal year 2023-24 for public agencies.

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

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

	Miscellaneous Risk Pool	Safety Risk Pool	Total
1% Decrease	6.15%	6.15%	6.15%
Net Pension Liability	\$ 15,995,678	\$ 15,824,865	\$ 31,820,543
Current Discount Rate	7.15%	7.15%	7.15%
Net Pension Liability	\$ 9,609,910	\$ 8,910,669	\$ 18,520,579
1% Increase	8.15%	8.15%	8.15%
Net Pension Liability	\$ 4,333,551	\$ 3,236,918	\$ 7,570,469

**Pension Plan Fiduciary Net Position**

Detailed information about each risk pool's fiduciary net position is available in the separately issued CalPERS financial reports.

**Defined Contribution Plan**

On June 22, 2017, the City Council approved an Internal Revenue Code (IRC) Section 401(a) retirement plan in the form of a Governmental Money Purchase Plan & Trust (the 401(a) Plan), which is a single employer defined contribution retirement plan. Eligible employees include the City's full-time executive management directors, who may participate at their employment date. The 401(a) Plan is administered by the ICMA Retirement Corporation and assets are invested in an IRC qualifying trust fund with VantageTrust, which holds assets for the benefit of participants.

Benefit terms, including contribution requirements, for the 401(a) Plan are established and may be amended by the City Council. For each employee in the 401(a) Plan, the City is required to contribute a match 5% of the employee's annual salary to an individual employee account. Employees are mandated to contribute a minimum of 5% and up to 20% of their salary to the 401(a) Plan, subject to IRC contribution limits. Employees vest immediately in their own contributions and City contributions, as well as earnings on those contributions. For the year ended June 30, 2021, the employer and employee contributions made totaled \$26,052 each.

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


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**Note 12: Other Post-Employment Benefits Plan****Plan Description**

The City's defined benefit other post-employment healthcare benefit plan, the City of Citrus Heights Retiree Healthcare Plan (the Plan), is an agent multiple-employer defined benefit plan administered by CalPERS. The Plan provides access to lifetime healthcare benefits to eligible retirees and their dependents. Employees are eligible to participate in the Plan if they retire directly from the City under CalPERS at age 50 or above and with five years of CalPERS service (there is no minimum service requirement if retirement is due to a service-connected disability). The City does not provide dental, vision, life, or Medicare Part B reimbursement to retirees. The City Council has the authority under the California Government Code and City Municipal Code to establish and amend the benefit provisions of the Plan subject to collective bargaining arrangements. The City participates in the California Employers' Retiree Benefit Trust (CERBT) Fund, which is administered by CalPERS. The CERBT is a tax-qualified irrevocable trust organized under Internal Revenue Code Section 115 to administer retiree healthcare benefits and collectively invest plan assets of all trust members. The CERBT issues publicly available financial statements that can be obtained from the CalPERS website at [www.calpers.ca.gov](http://www.calpers.ca.gov). The City's Plan does not issue separate financial statements.

**Benefits Provided**

The City provides retiree medical benefits through the California Public Employees' Medical and Hospital Care Act (PEMHCA). The City pays the PEMHCA minimum contribution for active employees. For eligible retirees, the City contributes not less than 5% of the active employee contribution, multiplied by the number of years the City has participated in PEMHCA (the City joined PEMHCA in 1998). The City's active employee contributions were \$143 and \$139 per month and retiree contributions were \$143 and \$139 per month for the years ended June 30, 2021 and 2020, respectively. In May 2014, the Actuarial Standards Board released revisions to ASOP 6 requiring that the implied subsidy for claims in excess of premiums be valued for community rated plans such as PEMHCA.

**Employees Covered by Benefit Terms**

At the June 30, 2019, actuarial valuation date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	19
Inactive employees entitled to but not yet receiving benefit payments	58
Active employees	179
Total	<u>256</u>

**Contributions**

The City Council has the authority to establish and amend the contribution requirements of the City and employees, subject to the City's Memorandum of Understanding with employee bargaining units. The City currently funds Plan benefits through the CERBT by contributing at least 100% of the actuarially determined contribution based on the active employee contributions described above. During the measurement period, the City contributed \$0 to the CERBT, which were recognized as reductions to the City's net OPEB liability.

## CITY OF CITRUS HEIGHTS

### NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED JUNE 30, 2021

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#### Note 12: Other Post-Employment Benefits Plan (Continued)

##### Net OPEB Liability

The City's net OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2019.

##### Actuarial Assumptions

The total OPEB liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Valuation date	June 30, 2019
Measurement date	June 30, 2020
Actuarial cost method	Entry Age Normal, Level Percentage of Payroll
Actuarial assumptions:	
Discount rate	6.75%
Inflation	2.75%
Salary increases	3.00%, aggregate
Mortality, retirement, disability and termination	Derived using CalPERS 1997-2015 Experience Study
Mortality improvement	Society of Actuaries mortality improvement Scale MP-2018
Healthcare cost trend rates	Non-Medicare - 7.25% for 2021, decreasing to an ultimate rate of 4.0% in 2076 and later years Medicare - 6.3% for 2021, decreasing to an ultimate rate of 4.0% in 2076 and later years

Pre-retirement mortality information was derived from data collected during 1997 to 2015 CalPERS Experience Study dated December 2017 and post-retirement mortality information was derived from the 2007 to 2015 CalPERS Experience Study. The Experience Study Reports may be accessed on the CalPERS website [www.calpers.ca.gov](http://www.calpers.ca.gov) under Forms and Publications.

The long-term expected rate of return on OPEB 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 OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

CITY OF CITRUS HEIGHTS

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

**Note 12: Other Post-Employment Benefits Plan (Continued)**

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation CERBT- Strategy 1	Long-term Expected Rate of Return
Global Equity	59.0%	4.82%
Fixed Income	25.0%	1.47%
Treasury Inflation Protected Securities (TIPS)	5.0%	1.29%
Commodities	3.0%	0.84%
Real Estate Investment Trusts (REITs)	8.0%	3.76%
Total	100.0%	
Assumed Long-Term Rate of Inflation		2.75%
Expected Long-Term Net Rate of Return, Rounded		6.75%

**Discount Rate**

The discount rate used to measure the total OPEB liability was 6.75% which was the same discount rate used in the previous valuation. 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. 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.

	Total OPEB Liability	Increase (Decrease) Plan Fiduciary Net Position	Net OPEB Liability
Balance at June 30, 2020 (6/30/2019 Measurement Date)	\$ 2,652,536	\$ 2,623,365	\$ 29,171
Changes in the year:			
Service cost	217,915	-	217,915
Interest	192,196	-	192,196
Assumption changes	(29,367)	-	(29,367)
Investment income	-	92,830	(92,830)
Administrative expenses	-	(1,282)	1,282
Benefit payments	(46,180)	(46,180)	-
Net changes	334,564	45,368	289,196
Balance at June 30, 2021 (6/30/2020 Measurement Date)	\$ 2,987,100	\$ 2,668,733	\$ 318,367
Financial Statement Classification:			
Governmental Activities			\$ 315,690
Business-type Activities			2,677
			\$ 318,367



**NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2021**
**Note 12: Other Post-Employment Benefits Plan (Continued)**
**Sensitivity of the Net OPEB Liability/(Asset) to Changes in the Discount Rate and Healthcare Cost Trend Rates**

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current discount rate:

	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net OPEB liability	\$ 756,351	\$ 318,367	\$ (42,153)

**Sensitivity of the Net OPEB Liability/(Asset) to Changes in the Healthcare Cost Trend Rates**

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower or one percentage point higher than the current healthcare cost trend rates:

	1% Decrease (6.5%/5.5% decreasing to 3%)	Current Healthcare Cost Trend Rates (7.5%/6.5% decreasing to 4%)	1% Increase (8.5%/7.5% decreasing to 5%)
Net OPEB liability	\$ (142,159)	\$ 318,367	\$ 901,552

**OPEB Plan Fiduciary Net Position**

Detailed information about the Plan's fiduciary net position is available in the separately issued CERBT financial report at [www.calpers.ca.gov](http://www.calpers.ca.gov).

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources**

For the year ended June 30, 2021, the City recognized OPEB expense of \$198,710. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB contributions subsequent to measurement date	\$ 68,364	\$ -
Changes in assumptions	-	62,519
Differences between expected and actual experience	-	314,019
Net differences between projected and actual earnings on plan investments	54,985	-
Total	<u>\$ 123,349</u>	<u>\$ 376,538</u>

## CITY OF CITRUS HEIGHTS

### NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED JUNE 30, 2021

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#### Note 12: Other Post-Employment Benefits Plan (Continued)

The \$68,364 reported as deferred outflows of resources related to contributions after the measurement date will be recognized as a reduction of the net pension liability in the following fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

Year Ended June 30	Deferred Inflows of Resources
2022	\$ (35,649)
2023	(24,771)
2024	(20,784)
2025	(22,943)
2026	(39,783)
Thereafter	(177,623)
	<u>\$ (321,553)</u>

#### Note 13: Commitments and Contingencies

The City is a party to claims and lawsuits arising in the ordinary course of business. The City's management and legal counsel are of the opinion that the ultimate liability, if any, arising from these claims will not have material adverse impact on the financial position of the City.

The City participates in a number of federal and state assisted grant programs. These programs are subject to program compliance audits by the grantors. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

The City of Citrus Heights and the County of Sacramento entered into a revenue neutrality agreement pursuant to Government Code §56845, as a means of mitigating the financial impacts of the incorporation of the City in 1997 on the County's general fund. Currently all secured and unsecured ad valorem property taxes levied and collected pursuant to state law within the City's corporate limits, except landscaping and lighting special assessments, are retained by the County. The County will collect and retain the property taxes beginning January 1, 1997 through June 30, 2022. For the fiscal year ended June 30, 2021, property taxes retained by the County in accordance with the revenue neutrality agreement totaled \$6,203,470.

In 2011, the City purchased fifteen parcels in foreclosure along Sayonara Drive and demolished the buildings. Because affordable housing was demolished, a statutory requirement exists under the State of California Health & Safety Code, Redevelopment Law, Chapter 4, Article 9, Section 33413 to replace the affordable housing. The City must replace either 35 units or 70 bedrooms of affordable housing. The replacement requirement may be satisfied within or outside of the former redevelopment project area. The City is currently pursuing alternatives for replacement of the affordable housing. Options being considered include selling the property for fair market value and selling the property with an affordable housing requirement attached to the property. The parcels are reported as land held for resale in the Housing Agency Special Revenue Fund.

COVID-19 Pandemic – In March 2020, the World Health Organization declared COVID-19 a global pandemic. The economic shock from the pandemic has been sudden and unprecedented. Many businesses and public gathering spaces were shutdown statewide, consumer spending on non-emergency items plummeted, and initial unemployment filings

## CITY OF CITRUS HEIGHTS

### NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED JUNE 30, 2021

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#### Note 13: Commitments and Contingencies (Continued)

shattered historical records. During fiscal year 2021, businesses, retail stores, and other organizations began to slowly open due to the distribution of the COVID-19 vaccine during December 2020. The City is continuing to monitor and assess the effects of the COVID-19 pandemic on the government agency, the ultimate impact of the COVID-19 outbreak or a similar health epidemic is highly uncertain and subject to change.

American Rescue Plan Act (ARPA) – On March 11, 2021, the President signed into law the ARPA, which includes \$350 billion in additional funding for state and local governments to provide economic relief in the wake of the COVID-19 pandemic and financial slowdown that resulted from it. The money would be disbursed into two installments of \$7.8 Million, with the City of Citrus Heights having already received the first installment in May 2021. The remaining balance is expected to be delivered by May 2022. The funds are subject to guidance specified in U.S. Department of Treasury's ARPA Interim Final Rule.

Contractual Commitments – The City had the following significant unexpended contractual commitments as of June 30, 2021:

Auburn Complete Streets	\$ 901,367
Mariposa Phase 4	1,530,189
Various Signalized Intersections	801,843
Total significant commitments	<u>\$ 3,233,399</u>

## **REQUIRED SUPPLEMENTARY INFORMATION**

## CITY OF CITRUS HEIGHTS

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED JUNE 30, 2021**

	<b>Budget Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget Positive (Negative)</b>
<b>Revenues:</b>				
Taxes	\$ 17,442,225	\$ 16,059,278	\$ 17,671,002	\$ 1,611,724
Licenses and permits	1,271,370	1,271,370	2,718,036	1,446,666
Intergovernmental	9,593,074	9,774,943	13,340,010	3,565,067
Charges for services	1,923,078	1,923,078	1,987,566	64,488
Use of money and property	661,107	661,107	178,867	(482,240)
Fines and forfeitures	952,800	952,800	881,919	(70,881)
Contributions	1,000	1,000	150	(850)
Miscellaneous	25,590	25,590	87,669	62,079
<b>Total Revenues</b>	<b>31,870,244</b>	<b>30,669,166</b>	<b>36,865,219</b>	<b>6,196,053</b>
<b>Expenditures:</b>				
General government	6,160,676	6,890,251	8,983,370	(2,093,119)
Public safety	22,470,906	22,363,906	19,684,115	2,679,791
Economic development	465,733	559,933	513,761	46,172
Culture and recreation	578,803	578,803	374,905	203,898
Community enhancements	3,311,314	3,311,314	2,962,987	348,327
Capital outlay	6,875	6,875	115,769	(108,894)
Debt service:				
Principal retirement	-	-	76,169	(76,169)
Interest and fiscal charges	323,150	323,150	154,731	168,419
<b>Total Expenditures</b>	<b>33,317,457</b>	<b>34,034,232</b>	<b>32,865,807</b>	<b>1,168,425</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,447,213)	(3,365,066)	3,999,412	7,364,478
<b>Other Financing Sources (Uses):</b>				
Transfers in	25,000	25,000	48,600	23,600
Other debts issued	1,200,000	1,200,000	-	(1,200,000)
Transfers out	(269,843)	(409,843)	(437,312)	(27,469)
<b>Total Other Financing Sources (Uses)</b>	<b>955,157</b>	<b>815,157</b>	<b>(388,712)</b>	<b>(1,203,869)</b>
Net Change in Fund Balance	(492,056)	(2,549,909)	3,610,700	6,160,609
Fund Balances, Beginning of Year	5,280,126	5,280,126	5,280,126	-
<b>Fund Balances, End of Year</b>	<b>\$ 4,788,070</b>	<b>\$ 2,730,217</b>	<b>\$ 8,890,826</b>	<b>\$ 6,160,609</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 CDBG GRANTS  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Intergovernmental	\$ 20,000	\$ 20,000	\$ 970,562	\$ 950,562
Use of money and property	500	500	-	(500)
Miscellaneous	50,000	50,000	90,216	40,216
<b>Total Revenues</b>	<b>70,500</b>	<b>70,500</b>	<b>1,060,778</b>	<b>990,278</b>
<b>Expenditures:</b>				
Current:				
Community enhancements	278,084	278,084	508,789	(230,705)
Capital outlay	368,000	368,000	-	368,000
<b>Total Expenditures</b>	<b>646,084</b>	<b>646,084</b>	<b>508,789</b>	<b>137,295</b>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(575,584)	(575,584)	551,989	1,127,573
<b>Other Financing Sources(Uses):</b>				
Transfers out	-	-	(479,896)	(479,896)
<b>Total Other Financing Sources</b>				
<b>(Uses)</b>	<b>-</b>	<b>-</b>	<b>(479,896)</b>	<b>(479,896)</b>
Net Change in Fund Balance	(575,584)	(575,584)	72,093	647,677
Fund Balances, Beginning of Year	162,025	162,025	162,025	-
<b>Fund Balances, End of Year</b>	<b>\$ (413,559)</b>	<b>\$ (413,559)</b>	<b>\$ 234,118</b>	<b>\$ 647,677</b>

## CITY OF CITRUS HEIGHTS

**COST SHARING MULTIPLE-EMPLOYER PLAN  
 SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
 AS OF JUNE 30, 2021**

	2015	2016	2017	2018
<b>Miscellaneous Rate Plan</b>				
Rate Plan's Proportion of the Net Pension Liability	0.06364%	0.07230%	0.07496%	0.07939%
Rate Plan's Proportionate Share of the Net Pension Liability	\$ 3,959,792	\$ 4,962,609	\$ 6,486,625	\$ 7,873,259
Rate Plan's Covered Payroll	\$ 7,143,034	\$ 7,437,222	\$ 8,102,528	\$ 8,017,935
Rate Plan's Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	55.44%	66.73%	80.06%	98.20%
<b>Safety Rate Plan</b>				
Rate Plan's Proportion of the Net Pension Liability	0.05785%	0.05364%	0.05852%	0.06404%
Rate Plan's Proportionate Share of the Net Pension Liability	\$ 3,599,860	\$ 3,681,807	\$ 5,064,060	\$ 6,351,188
Rate Plan's Covered Payroll	\$ 7,239,564	\$ 7,350,834	\$ 7,921,496	\$ 8,247,151
Rate Plan's Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	49.72%	50.09%	63.93%	77.01%
<b>Total Plan</b>				
Plan Proportion of the Net Pension Liability	0.12149%	0.12594%	0.13349%	0.14343%
Plan Proportionate Share of the Net Pension Liability	\$ 7,559,652	\$ 8,644,416	\$ 11,550,685	\$ 14,224,447
Plan Covered Payroll	\$ 14,382,598	\$ 14,788,056	\$ 16,024,024	\$ 16,265,086
Plan Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	52.56%	58.46%	72.08%	87.45%
<b>The Pension Plan's (PERF-C) Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	<b>79.82%</b>	<b>78.40%</b>	<b>74.06%</b>	<b>73.31%</b>

**Notes to Schedule:**

Benefit Changes: There were no changes to benefit terms. However, the figures above do not include any liability impact that may have resulted from plan changes which occurred after the measurement dates. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes).

Changes of Assumptions: In 2020, there were no changes. In 2019, there were no changes. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions December 2017. There were no changes in the discount rate in 2018. In 2017, the accounting discount rate reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense.) In 2014, amount reported were based on the 7.5 percent discount rate.

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

	2019		2020		2021
	0.07897%		0.08366%		0.08832%
\$	7,610,202	\$	8,572,628	\$	9,609,910
\$	7,889,233	\$	8,319,602	\$	8,169,066
	96.46%		103.04%		117.64%
	0.06658%		0.07275%		0.08190%
\$	6,415,392	\$	7,454,716	\$	8,910,669
\$	8,354,763	\$	7,715,475	\$	7,542,123
	76.79%		96.62%		118.15%
	0.14555%		0.15641%		0.17022%
\$	14,025,594	\$	16,027,344	\$	18,520,579
\$	16,243,996	\$	16,035,077	\$	15,711,189
	86.34%		99.95%		117.88%
	75.26%		75.26%		75.10%



## CITY OF CITRUS HEIGHTS

**COST SHARING MULTIPLE-EMPLOYER PLAN  
SCHEDULE OF PLAN CONTRIBUTIONS  
AS OF JUNE 30, 2021**

	2015	2016	2017	2018
<b>Miscellaneous Rate Plan</b>				
Actuarially Determined Contribution	\$ 1,237,660	\$ 1,052,606	\$ 1,109,977	\$ 1,127,777
Contribution in Relation to the Actuarially Determined Contribution	(1,237,660)	(1,052,606)	(1,109,977)	(1,127,777)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 7,437,222	\$ 8,102,528	\$ 8,017,935	\$ 7,889,233
Contributions as a Percentage of Covered Payroll	16.64%	12.99%	13.84%	14.30%
<b>Safety Rate Plan</b>				
Actuarially Determined Contribution	\$ 1,937,578	\$ 1,460,317	\$ 1,605,543	\$ 1,675,225
Contribution in Relation to the Actuarially Determined Contribution	(1,937,578)	(1,460,317)	(1,605,543)	(1,675,225)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 7,350,834	\$ 7,921,496	\$ 8,247,151	\$ 8,354,763
Contributions as a Percentage of Covered Payroll	26.36%	18.43%	19.47%	20.05%
<b>Total Plan</b>				
Actuarially Determined Contribution	\$ 3,175,238	\$ 2,512,923	\$ 2,715,520	\$ 2,803,002
Contribution in Relation to the Actuarially Determined Contribution	(3,175,238)	(2,512,923)	(2,715,520)	(2,803,002)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 14,788,056	\$ 16,024,024	\$ 16,265,086	\$ 16,243,996
Contributions as a Percentage of Covered Payroll	21.47%	15.68%	16.70%	17.26%

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

**Note to Schedule:**

Valuation Date: June 30, 2018

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method

Entry Age Normal Cost Method

Amortization method

Level percentage of pay, a summary of the current policy is provided in the table below:

Driver	Source				
	(Gain)/Loss		Assumption/ Method Change	Benefit Change	Golden Handshake
	Investment	Non-investment			
Amortization Period	30 years	30 Years	20 Years	20 Years	5 Years
Escalation Rate					
- Active Plans	2.750%	2.750%	2.750%	2.750%	2.750%
- Inactive Plans	0%	0%	0%	0%	0%
Ramp Up	5	5	5	0	0
Ramp Down	5	5	5	0	0

Asset valuation method

Direct rate smoothing

Inflation

2.50%

Payroll Growth

2.75%

Projected Salary Increases

Varies by Entry Age and Service

Investment Rate of Return

7.00% (net of pension plan investment and administrative expenses, includes inflation)

Retirement Age

All other actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period from 1997 to 2015, 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](http://www.calpers.ca.gov) under Forms and Publications.

Mortality

The mortality table used was developed based on CalPERS' specific data. The table includes 15 years of mortality improvements using 90 percent of Society of Actuaries' Scale 2016. For more details on this table, please refer to the 2017 experience study report.

2019	2020	2021
\$ 1,259,805	\$ 1,419,774	\$ 1,524,519
(1,259,805)	(1,419,774)	(1,524,519)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 8,319,602	\$ 8,715,322	\$ 8,169,066
15.14%	16.29%	18.66%
\$ 1,743,186	\$ 1,782,277	\$ 1,958,149
(1,743,186)	(1,782,277)	(1,958,149)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 7,715,475	\$ 8,420,924	\$ 7,542,123
22.59%	21.16%	25.96%
\$ 3,002,991	\$ 3,202,051	\$ 3,482,668
(3,002,991)	(3,202,051)	(3,482,668)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 16,035,077	\$ 17,136,246	\$ 15,711,189
18.73%	18.69%	22.17%

## CITY OF CITRUS HEIGHTS

**SCHEDULE OF CHANGE IN THE NET OPEB LIABILITY AND RELATED RATIOS  
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)**

	2018	2019	2020	2021
<b>Total OPEB Liability</b>				
Service cost	\$ 205,006	\$ 211,156	\$ 217,491	\$ 217,915
Interest on the total OPEB liability	149,338	171,850	195,735	192,196
Actual and expected experience difference	-	-	(380,831)	-
Changes in assumptions	-	-	(43,330)	(29,367)
Benefit payments	(20,597)	(33,358)	(37,626)	(46,180)
<b>Net change in total OPEB liability</b>	<b>333,747</b>	<b>349,648</b>	<b>(48,561)</b>	<b>334,564</b>
<b>Total OPEB liability - beginning</b>	<b>2,017,702</b>	<b>2,351,449</b>	<b>2,701,097</b>	<b>2,652,536</b>
<b>Total OPEB liability - ending</b>	<b>\$ 2,351,449</b>	<b>\$ 2,701,097</b>	<b>\$ 2,652,536</b>	<b>\$ 2,987,100</b>
<b>Plan Fiduciary Net Position</b>				
Contribution - employer	\$ 373,000	\$ 378,000	\$ 288,000	\$ -
Net investment income	159,817	143,701	140,138	92,830
Benefit payments	(20,597)	(33,358)	(37,626)	(46,180)
Administrative expense	(837)	(3,288)	(479)	(1,282)
<b>Net change in plan fiduciary net position</b>	<b>511,383</b>	<b>485,055</b>	<b>390,033</b>	<b>45,368</b>
<b>Plan fiduciary net position - beginning</b>	<b>1,236,894</b>	<b>1,748,277</b>	<b>2,233,332</b>	<b>2,623,365</b>
<b>Plan fiduciary net position - ending (b)</b>	<b>\$ 1,748,277</b>	<b>\$ 2,233,332</b>	<b>\$ 2,623,365</b>	<b>\$ 2,668,733</b>
<b>Net OPEB Liability</b>	<b>\$ 603,172</b>	<b>\$ 467,765</b>	<b>\$ 29,171</b>	<b>\$ 318,367</b>
<b>Plan fiduciary net position as a percentage of the total OPEB liability</b>	<b>74.35%</b>	<b>82.68%</b>	<b>98.90%</b>	<b>89.34%</b>
<b>Covered-employee payroll</b>	<b>\$ 18,696,235</b>	<b>\$ 18,764,996</b>	<b>\$ 19,084,505</b>	<b>\$ 19,487,524</b>
<b>Net OPEB liability as a percentage of covered-employee payroll</b>	<b>3.23%</b>	<b>2.49%</b>	<b>0.15%</b>	<b>1.63%</b>

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

**Notes to Schedule:**

**Changes in Assumptions:** In 2020, no changes. In 2019, Demographic assumptions were updated to CalPERS 1997-2015 Experience Study, and mortality improvement scale was updated to Scale MP-2018.

## CITY OF CITRUS HEIGHTS

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

	2018	2019	2020	2021
Actuarially Determined Contribution	\$ 378,000	\$ 288,000	\$ 296,000	\$ 248,000
Contribution in Relation to the Actuarially Determined Contributions	(378,000)	(288,000)	(296,000)	(68,364)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 179,636</u>
Covered-employee payroll	\$ 18,764,996	\$ 19,084,505	\$ 19,487,524	\$ 19,538,878
Contributions as a percentage of covered-employee payroll	2.01%	1.51%	1.52%	1.27%

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

**Notes to Schedule:****Methods and assumptions used to determine contributions:**

Valuation Date	June 30, 2019
Actuarial Cost Method	Entry Age Normal, Level Percentage of Payroll
Amortization Method	Level percent of pay
Amortization Period	15-year average remaining fixed period for 2019/20
Asset Valuation Method	Investment gains and losses spread over 5-year rolling period
Discount Rate	6.75%
Inflation	2.75%
Medical Trend	Non-Medicare – 7.25% for 2021, decreasing to an ultimate rate of 4.0% in 2076 and later years Medicare – 6.3% for 2021, decreasing to an ultimate rate of 4.0% in 2076 and later years
Mortality Rate	CalPERS 1997-2015 Experience Study
Mortality Improvement	Mortality projected fully generational with Society of Actuaries Scale MP-2018

## **CITY OF CITRUS HEIGHTS**

### **NOTES TO REQUIRED SUPPLEMENTARY INFORMATION BUDGETARY ACCOUNTING AND CONTROL YEAR ENDED JUNE 30, 2021**

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#### **Budgetary Accounting**

The City Council establishes budgets for the General Fund and all Special Revenue Funds, except for certain Special Revenue Funds for which expenditures are controlled by grant funding or by assessments received. Budgetary control is legally maintained at the fund level for these funds. Department heads submit budget requests to the City Manager. The City Manager prepares an estimate of revenues and prepares recommendations for the next year's budget. The preliminary budget may or may not be amended by the City Council and is adopted by resolution by the City Council on or before June 30 in accordance with the municipal code.

The City Council may amend the budget by motion during the fiscal year. Only the Council can authorize transfers between funds and approve inter-fund loans. The City Manager is authorized to transfer budgeted amounts within a fund without formal council action or approval.

Expenditures may not legally exceed appropriations at the fund level, which is the legal level of control. Supplemental appropriations, which increase appropriations, may be made during the fiscal year. There were no material supplemental appropriations made for the fiscal year ended June 30, 2021. Budget information is presented for the General and budgeted Special Revenue Funds in the fund financial statements. The budget information is presented on a basis consistent with generally accepted accounting principles. Appropriations, except open project appropriations and unexpended grant appropriations, lapse at the end of each fiscal year.

For the fiscal year ending June 30, 2021, the following funds had no adopted annual budgets:

Housing Agency Fee Special Revenue Fund  
AD 98-02 Zone 3 Special Revenue Fund

**COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES**

## NON-MAJOR GOVERNMENTAL FUNDS

The following funds are reported in total on the Governmental Fund Financial Statements under the column Other Governmental Funds.

### SPECIAL REVENUE FUNDS

**HOME Program Grants** – Accounts for HOME Program Grant funds used for low income housing activities.

**Community Events** – Accounts for funds received and expended for the City's community events.

**Code Enforcement** – Accounts for funds to be used on Code Enforcement for neighborhood enhancement activities.

**Gas Tax** – Accounts for State gas tax revenues used for street maintenance and construction.

**Road Maintenance and Rehabilitation** – Accounts for revenue and expenditures on deferred maintenance on local streets and road systems with State funds provided by the Road Repair and Accountability Act SB1.

**Stormwater Utility Tax** – Accounts for revenues and expenditures associated with the administration and coordination of stormwater drainage activities as supported by a parcel tax.

**Road Maintenance** – Accounts for sales tax revenue collected in accordance with a voter approved special tax to be used for repairs and maintenance of streets.

**Transit** – Accounts for Transportation Development Act revenues restricted for the City's transportation needs.

**Transportation Development Act** – Accounts for Transportation Development Act monies received for road and sidewalk improvement purposes and transit related activities.

**Police** – Accounts for police revenues received that are restricted to fund programs designed to combat drug abuse and divert gang activity.

**Police Grants** – Accounts for police grants received that are restricted to fund specific police programs, including sobriety checkpoints, methamphetamine enforcement, stolen vehicles, children exposed to domestic violence and other programs.

**Supplemental Law Enforcement Services (SLES)** – Accounts for revenues and expenditures associated with State funds provided as a match for the COPS Universal Hiring Grant.

**Housing Agency** – Accounts for the housing assets of the former redevelopment agency that are used for low and moderate income housing activities.

**Roadway Development Fees** – Accounts for the revenues and expenditures associated with new development of infrastructure and low income housing.

**Housing Mitigation Development Fees** – Accounts for the revenues and expenditures associated with new development of infrastructure and low income housing.

**Tree Mitigation Fees** – Accounts for the revenues and expenditures associated with new development of infrastructure and low income housing.

**Park Facilities Development Fees** – Accounts for the revenues and expenditures associated with new development of infrastructure and low income housing.

## **SPECIAL REVENUE FUNDS (CONTINUED)**

**Transit Development Fees** – Accounts for the revenues and expenditures associated with new development of infrastructure and low income housing.

**Other Grants** – Accounts for revenues and expenditures for miscellaneous state grants and programs.

**Assessment Districts:** Accounts for special assessments collected for the assessment districts below within the City limits for which the City is obligated to maintain. The Lighting Assessment District accounts for special assessments used for street lighting purposes. The remaining assessment districts were organized under the Landscaping and Lighting Act of 1972 to account for special assessment used for street corridor landscape, open space maintenance and sound wall maintenance expenses.

- Assessment District 98-02 Zone 3
- Assessment District Zone 1
- Assessment District Zone 2
- Assessment District Zone 3
- Assessment District Zone 4
- Assessment District 98-01
- Assessment District 98-02
- Assessment District 03-01
- Assessment District 98-02, Zone 2
- Assessment District 03-01, Zone 2
- Lighting Assessment District

**Police Donations** – Accounts for donations received for K-9 and other police activities and programs.

## **CAPITAL PROJECT FUNDS**

**Measure A Construction** – Accounts for Measure A revenues received from the Sacramento Transportation Authority that are restricted for expenditures associated with specific purposes, including construction, upgrade and improvements of the City's roadways.

**Community Capital Replacement** – Accounts for funds expended on various capital improvement and replacement projects, including vehicle replacement.

**Streets Capital Projects Fund** – Accounts for funds expended on various street capital improvement and paving projects, including an intersection improvements project and Old Auburn Bike Trail development.



## CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 JUNE 30, 2021

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 Special Revenue Funds
 

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	HOME Program Grants	Community Events	Code Enforcement	Gas Tax
<b>Assets:</b>				
Pooled cash and investments	\$ 710,245	\$ 81,713	\$ 632,891	\$ 1,119,119
Receivables:				
Accounts	-	-	334,033	296
Notes and loans	2,701,495	-	-	-
Allowance on uncollectible notes and loans	(2,701,495)	-	-	-
Interest	487	-	487	741
Prepaid costs	-	-	2,070	-
Due from other governments	-	-	5,388	-
Land held for resale	-	-	-	-
<b>Total Assets</b>	<b>\$ 710,732</b>	<b>\$ 81,713</b>	<b>\$ 974,869</b>	<b>\$ 1,120,156</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 18	\$ -	\$ 524	\$ 176,064
Unearned revenues	-	-	-	-
Retentions payable	-	-	-	-
Due to other governments	-	-	-	7,952
Due to other funds	-	-	-	-
<b>Total Liabilities</b>	<b>18</b>	<b>-</b>	<b>524</b>	<b>184,016</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	-	-	324,402	2,886
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>324,402</b>	<b>2,886</b>
<b>Fund Balances:</b>				
Nonspendable	-	-	2,070	-
Restricted	710,714	81,713	647,873	933,254
Assigned	-	-	-	-
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<b>710,714</b>	<b>81,713</b>	<b>649,943</b>	<b>933,254</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 710,732</b>	<b>\$ 81,713</b>	<b>\$ 974,869</b>	<b>\$ 1,120,156</b>

## CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2021

(CONTINUED)

	Special Revenue Funds			
	Road Maintenance and Rehabilitation	Stormwater Utility Tax	Road Maintenance	Transit
<b>Assets:</b>				
Pooled cash and investments	\$ 3,003,562	\$ 4,666,480	\$ 2,203,741	\$ -
Receivables:				
Accounts	-	-	-	-
Notes and loans	-	-	-	-
Allowance on uncollectible notes and loans	-	-	-	-
Interest	2,059	3,308	1,578	-
Prepaid costs	-	-	-	-
Due from other governments	296,648	237,081	-	-
Land held for resale	-	-	-	-
<b>Total Assets</b>	<b>\$ 3,302,269</b>	<b>\$ 4,906,869</b>	<b>\$ 2,205,319</b>	<b>\$ -</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 77,880	\$ 216,198	\$ 26,300	\$ -
Unearned revenues	-	6,000	-	-
Retentions payable	-	-	-	-
Due to other governments	-	31,347	10	-
Due to other funds	-	-	-	35,416
<b>Total Liabilities</b>	<b>77,880</b>	<b>253,545</b>	<b>26,310</b>	<b>35,416</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Nonspendable	-	-	-	-
Restricted	3,224,389	4,653,324	2,179,009	-
Assigned	-	-	-	-
Unassigned	-	-	-	(35,416)
<b>Total Fund Balances</b>	<b>3,224,389</b>	<b>4,653,324</b>	<b>2,179,009</b>	<b>(35,416)</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 3,302,269</b>	<b>\$ 4,906,869</b>	<b>\$ 2,205,319</b>	<b>\$ -</b>

## CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 JUNE 30, 2021

	Special Revenue Funds			
	Transportation Development Act	Police	Police Grants	Supplemental Law Enforcement Services (SLES)
<b>Assets:</b>				
Pooled cash and investments	\$ 217,550	\$ 849,329	\$ -	\$ 269,890
Receivables:				
Accounts	-	-	-	-
Notes and loans	-	-	-	-
Allowance on uncollectible notes and loans	-	-	-	-
Interest	159	484	-	209
Prepaid costs	-	275	-	-
Due from other governments	-	4,050	141,188	-
Land held for resale	-	-	-	-
<b>Total Assets</b>	<b>\$ 217,709</b>	<b>\$ 854,138</b>	<b>\$ 141,188</b>	<b>\$ 270,099</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ 5,304	\$ 300	\$ -
Unearned revenues	-	-	-	270,099
Retentions payable	-	-	-	-
Due to other governments	-	540	-	-
Due to other funds	-	-	139,049	-
<b>Total Liabilities</b>	<b>-</b>	<b>5,844</b>	<b>139,349</b>	<b>270,099</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Nonspendable	-	275	-	-
Restricted	217,709	848,019	1,839	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<b>217,709</b>	<b>848,294</b>	<b>1,839</b>	<b>-</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 217,709</b>	<b>\$ 854,138</b>	<b>\$ 141,188</b>	<b>\$ 270,099</b>

## CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2021

(CONTINUED)

## Special Revenue Funds

	Housing Agency	Roadway Development Fees	Housing Mitigation Development Fees	Tree Mitigation Fees
<b>Assets:</b>				
Pooled cash and investments	\$ 31,510	\$ 827,229	\$ 378,257	\$ 158,018
Receivables:				
Accounts	-	32,209	-	-
Notes and loans	1,434,665	-	-	-
Allowance on uncollectible notes and loans	(234,665)	-	-	-
Interest	-	583	263	110
Prepaid costs	-	-	-	-
Due from other governments	-	-	-	-
Land held for resale	2,784,600	-	-	-
<b>Total Assets</b>	<b>\$ 4,016,110</b>	<b>\$ 860,021</b>	<b>\$ 378,520</b>	<b>\$ 158,128</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ 9,560	\$ 3,802	\$ 2,798
Unearned revenues	-	-	-	-
Retentions payable	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>9,560</b>	<b>3,802</b>	<b>2,798</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	-	32,209	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>32,209</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Nonspendable	-	-	-	-
Restricted	4,016,110	818,252	374,718	155,330
Assigned	-	-	-	-
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<b>4,016,110</b>	<b>818,252</b>	<b>374,718</b>	<b>155,330</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 4,016,110</b>	<b>\$ 860,021</b>	<b>\$ 378,520</b>	<b>\$ 158,128</b>

## CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 JUNE 30, 2021

## Special Revenue Funds

	Park Facilities Development Fees	Transit Development Fees	Other Grants	AD 98-02 Zone 3
<b>Assets:</b>				
Pooled cash and investments	\$ 102,112	\$ 189,311	\$ -	\$ 17,121
Receivables:				
Accounts	-	6,908	-	-
Notes and loans	-	-	-	-
Allowance on uncollectible notes and loans	-	-	-	-
Interest	69	131	-	11
Prepaid costs	-	-	-	-
Due from other governments	-	-	262,103	6
Land held for resale	-	-	-	-
<b>Total Assets</b>	<b>\$ 102,181</b>	<b>\$ 196,350</b>	<b>\$ 262,103</b>	<b>\$ 17,138</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ 2,752	\$ 74,627	\$ 690
Unearned revenues	-	-	47,753	-
Retentions payable	-	-	-	-
Due to other governments	-	-	-	27
Due to other funds	-	-	139,723	-
<b>Total Liabilities</b>	<b>-</b>	<b>2,752</b>	<b>262,103</b>	<b>717</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	-	6,908	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>6,908</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Nonspendable	-	-	-	-
Restricted	102,181	186,690	-	16,421
Assigned	-	-	-	-
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<b>102,181</b>	<b>186,690</b>	<b>-</b>	<b>16,421</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 102,181</b>	<b>\$ 196,350</b>	<b>\$ 262,103</b>	<b>\$ 17,138</b>

## CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2021

(CONTINUED)

## Special Revenue Funds

	Assessment District Zone 1	Assessment District Zone 2	Assessment District Zone 3	Assessment District Zone 4
<b>Assets:</b>				
Pooled cash and investments	\$ 36,499	\$ 81,009	\$ 1,137	\$ 2,305
Receivables:				
Accounts	-	-	-	-
Notes and loans	-	-	-	-
Allowance on uncollectible notes and loans	-	-	-	-
Interest	8	58	-	-
Prepaid costs	-	-	-	-
Due from other governments	138	234	4	66
Land held for resale	-	-	-	-
<b>Total Assets</b>	<b>\$ 36,645</b>	<b>\$ 81,301</b>	<b>\$ 1,141</b>	<b>\$ 2,371</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ 3,719	\$ 1,141	\$ 1,627
Unearned revenues	-	-	-	-
Retentions payable	-	-	-	-
Due to other governments	-	-	-	744
Due to other funds	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>3,719</b>	<b>1,141</b>	<b>2,371</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Nonspendable	-	-	-	-
Restricted	36,645	77,582	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<b>36,645</b>	<b>77,582</b>	<b>-</b>	<b>-</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 36,645</b>	<b>\$ 81,301</b>	<b>\$ 1,141</b>	<b>\$ 2,371</b>

## CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 JUNE 30, 2021

## Special Revenue Funds

	Assessment District 98-01	Assessment District 98-02	Assessment District 03-01	Assessment District 98-02 Zone 2
<b>Assets:</b>				
Pooled cash and investments	\$ 143,925	\$ 77,488	\$ 966,737	\$ 38,743
Receivables:				
Accounts	-	-	-	-
Notes and loans	-	-	-	-
Allowance on uncollectible notes and loans	-	-	-	-
Interest	103	57	695	27
Prepaid costs	-	-	-	-
Due from other governments	86	313	51	363
Land held for resale	-	-	-	-
<b>Total Assets</b>	<b>\$ 144,114</b>	<b>\$ 77,858</b>	<b>\$ 967,483</b>	<b>\$ 39,133</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 836	\$ 4,339	\$ 3,337	\$ 8,411
Unearned revenues	-	-	-	-
Retentions payable	-	-	-	-
Due to other governments	308	-	32,472	-
Due to other funds	-	-	-	-
<b>Total Liabilities</b>	<b>1,144</b>	<b>4,339</b>	<b>35,809</b>	<b>8,411</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Nonspendable	-	-	-	-
Restricted	142,970	73,519	931,674	30,722
Assigned	-	-	-	-
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<b>142,970</b>	<b>73,519</b>	<b>931,674</b>	<b>30,722</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 144,114</b>	<b>\$ 77,858</b>	<b>\$ 967,483</b>	<b>\$ 39,133</b>

## CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2021

(CONTINUED)

	Special Revenue Funds			Capital Projects Funds
	Assessment District 03-01 Zone 2	Lighting Assessment District	Police Donations	Measure A Construction
<b>Assets:</b>				
Pooled cash and investments	\$ 36,342	\$ 43,040	\$ 14,251	\$ 1,612,076
Receivables:				
Accounts	-	3,598	-	-
Notes and loans	-	-	-	-
Allowance on uncollectible notes and loans	-	-	-	-
Interest	25	-	-	1,181
Prepaid costs	-	-	-	-
Due from other governments	93	3,591	-	-
Land held for resale	-	-	-	-
<b>Total Assets</b>	<b>\$ 36,460</b>	<b>\$ 50,229</b>	<b>\$ 14,251</b>	<b>\$ 1,613,257</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 1,800	\$ 23,292	\$ -	\$ 17,171
Unearned revenues	-	-	-	-
Retentions payable	-	-	-	-
Due to other governments	205	23,089	-	40
Due to other funds	-	-	-	-
<b>Total Liabilities</b>	<b>2,005</b>	<b>46,381</b>	<b>-</b>	<b>17,211</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	-	3,598	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>3,598</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Nonspendable	-	-	-	-
Restricted	34,455	250	14,251	1,596,046
Assigned	-	-	-	-
Unassigned	-	-	-	-
<b>Total Fund Balances</b>	<b>34,455</b>	<b>250</b>	<b>14,251</b>	<b>1,596,046</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 36,460</b>	<b>\$ 50,229</b>	<b>\$ 14,251</b>	<b>\$ 1,613,257</b>



## CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 JUNE 30, 2021

	Capital Projects Funds		
	Community Capital Replacement	Streets	Total Other Governmental Funds
<b>Assets:</b>			
Pooled cash and investments	\$ 680,331	\$ -	\$ 19,191,961
Receivables:			
Accounts	-	-	377,044
Notes and loans	-	-	4,136,160
Allowance on uncollectible notes and loans	-	-	(2,936,160)
Interest	-	-	12,833
Prepaid costs	-	-	2,345
Due from other governments	-	1,007,283	1,958,686
Land held for resale	-	-	2,784,600
<b>Total Assets</b>	<b>\$ 680,331</b>	<b>\$ 1,007,283</b>	<b>\$ 25,527,469</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 14,600	\$ 1,033,031	\$ 1,710,121
Unearned revenues	-	-	323,852
Retentions payable	-	23,046	23,046
Due to other governments	-	-	96,734
Due to other funds	-	331,724	645,912
<b>Total Liabilities</b>	<b>14,600</b>	<b>1,387,801</b>	<b>2,799,665</b>
<b>Deferred Inflows of Resources:</b>			
Unavailable revenues	-	-	370,003
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>370,003</b>
<b>Fund Balances:</b>			
Nonspendable	-	-	2,345
Restricted	-	-	22,105,659
Assigned	665,731	-	665,731
Unassigned	-	(380,518)	(415,934)
<b>Total Fund Balances</b>	<b>665,731</b>	<b>(380,518)</b>	<b>22,357,801</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 680,331</b>	<b>\$ 1,007,283</b>	<b>\$ 25,527,469</b>

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## CITY OF CITRUS HEIGHTS

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

	Special Revenue Funds			
	HOME Program Grants	Community Events	Code Enforcement	Gas Tax
<b>Revenues:</b>				
Assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	64	-	-	1,947,651
Charges for services	-	-	743,680	-
Use of money and property	244	-	(486)	730
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	111,696	-	-	2,590
<b>Total Revenues</b>	<b>112,004</b>	<b>-</b>	<b>743,194</b>	<b>1,950,971</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	646,743	-
Economic development	-	-	-	-
Culture and recreation	-	103,605	-	-
Public ways and facilities	-	-	-	1,479,320
Community enhancements	26,391	-	-	-
Capital outlay	-	-	-	-
<b>Total Expenditures</b>	<b>26,391</b>	<b>103,605</b>	<b>646,743</b>	<b>1,479,320</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	85,613	(103,605)	96,451	471,651
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	185,318	57,854	-
Transfers out	-	-	(25,000)	(139,114)
Other debts issued	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>185,318</b>	<b>32,854</b>	<b>(139,114)</b>
Net Change in Fund Balances	85,613	81,713	129,305	332,537
Fund Balances, Beginning of Year	625,101	-	520,638	600,717
<b>Fund Balances, End of Year</b>	<b>\$ 710,714</b>	<b>\$ 81,713</b>	<b>\$ 649,943</b>	<b>\$ 933,254</b>

## CITY OF CITRUS HEIGHTS

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

(CONTINUED)

	Special Revenue Funds			
	Road Maintenance and Rehabilitation	Stormwater Utility Tax	Road Maintenance	Transit
<b>Revenues:</b>				
Assessments	\$ -	\$ 17,988	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	1,627,888	-	2,340,615	245,364
Charges for services	-	3,869,992	-	-
Use of money and property	3,316	5,189	1,817	(403)
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	-	1,943	-	-
<b>Total Revenues</b>	<b>1,631,204</b>	<b>3,895,112</b>	<b>2,342,432</b>	<b>244,961</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic development	-	-	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	80,327	2,176,529	1,300,032	294,559
Community enhancements	-	-	-	-
Capital outlay	-	-	-	-
<b>Total Expenditures</b>	<b>80,327</b>	<b>2,176,529</b>	<b>1,300,032</b>	<b>294,559</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,550,877	1,718,583	1,042,400	(49,598)
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	-	-	-
Transfers out	(117,157)	(343,628)	(198,972)	-
Other debts issued	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>(117,157)</b>	<b>(343,628)</b>	<b>(198,972)</b>	<b>-</b>
Net Change in Fund Balances	1,433,720	1,374,955	843,428	(49,598)
Fund Balances, Beginning of Year	1,790,669	3,278,369	1,335,581	14,182
<b>Fund Balances, End of Year</b>	<b>\$ 3,224,389</b>	<b>\$ 4,653,324</b>	<b>\$ 2,179,009</b>	<b>\$ (35,416)</b>

## CITY OF CITRUS HEIGHTS

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

	Special Revenue Funds			
	Transportation Development Act	Police	Police Grants	Supplemental Law Enforcement Services (SLES)
<b>Revenues:</b>				
Assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	65,649	-	526,990	144,101
Charges for services	-	-	-	-
Use of money and property	215	429	-	252
Fines and forfeitures	-	345,607	-	-
Contributions	-	-	-	-
Miscellaneous	-	14,074	-	-
<b>Total Revenues</b>	<b>65,864</b>	<b>360,110</b>	<b>526,990</b>	<b>144,353</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	-	-
Public safety	-	112,314	477,896	77,587
Economic development	-	-	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	-	-	-	-
Community enhancements	-	-	-	-
Capital outlay	-	34,480	49,094	65,939
<b>Total Expenditures</b>	<b>-</b>	<b>146,794</b>	<b>526,990</b>	<b>143,526</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	65,864	213,316	-	827
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	26,671	-	-
Transfers out	(6,059)	(23,600)	-	-
Other debts issued	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>(6,059)</b>	<b>3,071</b>	<b>-</b>	<b>-</b>
Net Change in Fund Balances	59,805	216,387	-	827
Fund Balances, Beginning of Year	157,904	631,907	1,839	(827)
<b>Fund Balances, End of Year</b>	<b>\$ 217,709</b>	<b>\$ 848,294</b>	<b>\$ 1,839</b>	<b>\$ -</b>

## CITY OF CITRUS HEIGHTS

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

(CONTINUED)

	Special Revenue Funds			
	Housing Agency	Roadway Development Fees	Housing Mitigation Development Fees	Tree Mitigation Fees
<b>Revenues:</b>				
Assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	228,381	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	38,354	54,236
Use of money and property	-	309	425	24
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	-	-	1,000	-
<b>Total Revenues</b>	<b>-</b>	<b>228,690</b>	<b>39,779</b>	<b>54,260</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic development	-	-	6,092	-
Culture and recreation	-	-	-	-
Public ways and facilities	-	14,152	-	-
Community enhancements	-	-	-	16,580
Capital outlay	-	-	-	-
<b>Total Expenditures</b>	<b>-</b>	<b>14,152</b>	<b>6,092</b>	<b>16,580</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	214,538	33,687	37,680
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	-	-	-
Transfers out	-	(113,358)	-	(4,996)
Other debts issued	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>(113,358)</b>	<b>-</b>	<b>(4,996)</b>
Net Change in Fund Balances	-	101,180	33,687	32,684
Fund Balances, Beginning of Year	4,016,110	717,072	341,031	122,646
<b>Fund Balances, End of Year</b>	<b>\$ 4,016,110</b>	<b>\$ 818,252</b>	<b>\$ 374,718</b>	<b>\$ 155,330</b>

## CITY OF CITRUS HEIGHTS

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

	Special Revenue Funds			
	Park Facilities Development Fees	Transit Development Fees	Other Grants	AD 98-02 Zone 3
<b>Revenues:</b>				
Assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	54,005	-	-
Intergovernmental	-	-	432,308	-
Charges for services	71,490	-	-	11,306
Use of money and property	(317)	298	-	12
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<b>71,173</b>	<b>54,303</b>	<b>432,308</b>	<b>11,318</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic development	-	-	256,473	-
Culture and recreation	-	-	-	-
Public ways and facilities	-	4,409	100,000	4,891
Community enhancements	-	-	73,846	-
Capital outlay	-	-	-	-
<b>Total Expenditures</b>	<b>-</b>	<b>4,409</b>	<b>430,319</b>	<b>4,891</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	71,173	49,894	1,989	6,427
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	-	-	-
Transfers out	(4,652)	-	-	-
Other debts issued	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>(4,652)</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net Change in Fund Balances	66,521	49,894	1,989	6,427
Fund Balances, Beginning of Year	35,660	136,796	(1,989)	9,994
<b>Fund Balances, End of Year</b>	<b>\$ 102,181</b>	<b>\$ 186,690</b>	<b>\$ -</b>	<b>\$ 16,421</b>

## CITY OF CITRUS HEIGHTS

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

(CONTINUED)

	Special Revenue Funds			
	Assessment District Zone 1	Assessment District Zone 2	Assessment District Zone 3	Assessment District Zone 4
<b>Revenues:</b>				
Assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	10,595	12,572	6,595	4,699
Use of money and property	(105)	16	-	-
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<b>10,490</b>	<b>12,588</b>	<b>6,595</b>	<b>4,699</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic development	-	-	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	5,093	14,757	15,025	17,627
Community enhancements	-	-	-	-
Capital outlay	-	-	-	-
<b>Total Expenditures</b>	<b>5,093</b>	<b>14,757</b>	<b>15,025</b>	<b>17,627</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,397	(2,169)	(8,430)	(12,928)
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	-	25,072	24,322
Transfers out	-	-	-	-
Other debts issued	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>25,072</b>	<b>24,322</b>
Net Change in Fund Balances	5,397	(2,169)	16,642	11,394
Fund Balances, Beginning of Year	31,248	79,751	(16,642)	(11,394)
<b>Fund Balances, End of Year</b>	<b>\$ 36,645</b>	<b>\$ 77,582</b>	<b>\$ -</b>	<b>\$ -</b>



## CITY OF CITRUS HEIGHTS

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

	Special Revenue Funds			
	Assessment District 98-01	Assessment District 98-02	Assessment District 03-01	Assessment District 98-02 Zone 2
<b>Revenues:</b>				
Assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	10,646	22,163	88,751	16,297
Use of money and property	(31)	(76)	33	10
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<b>10,615</b>	<b>22,087</b>	<b>88,784</b>	<b>16,307</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic development	-	-	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	22,877	46,201	196,118	19,233
Community enhancements	-	-	-	-
Capital outlay	-	-	-	-
<b>Total Expenditures</b>	<b>22,877</b>	<b>46,201</b>	<b>196,118</b>	<b>19,233</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,262)	(24,114)	(107,334)	(2,926)
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Other debts issued	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net Change in Fund Balances	(12,262)	(24,114)	(107,334)	(2,926)
Fund Balances, Beginning of Year	155,232	97,633	1,039,008	33,648
<b>Fund Balances, End of Year</b>	<b>\$ 142,970</b>	<b>\$ 73,519</b>	<b>\$ 931,674</b>	<b>\$ 30,722</b>

## CITY OF CITRUS HEIGHTS

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

(CONTINUED)

	Special Revenue Funds			Capital Projects Funds
	Assessment District 03-01 Zone 2	Lighting Assessment District	Police Donations	Measure A Construction
<b>Revenues:</b>				
Assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	570,070
Charges for services	19,354	349,647	-	-
Use of money and property	(145)	-	-	1,109
Fines and forfeitures	-	-	-	-
Contributions	-	-	3,240	-
Miscellaneous	-	250	-	-
<b>Total Revenues</b>	<b>19,209</b>	<b>349,897</b>	<b>3,240</b>	<b>571,179</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	20,914	-
Economic development	-	-	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	52,536	446,168	-	51,307
Community enhancements	-	-	-	-
Capital outlay	-	-	-	-
<b>Total Expenditures</b>	<b>52,536</b>	<b>446,168</b>	<b>20,914</b>	<b>51,307</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(33,327)	(96,271)	(17,674)	519,872
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	166,967	27,469	-
Transfers out	-	-	-	(254,463)
Other debts issued	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>166,967</b>	<b>27,469</b>	<b>(254,463)</b>
Net Change in Fund Balances	(33,327)	70,696	9,795	265,409
Fund Balances, Beginning of Year	67,782	(70,446)	4,456	1,330,637
<b>Fund Balances, End of Year</b>	<b>\$ 34,455</b>	<b>\$ 250</b>	<b>\$ 14,251</b>	<b>\$ 1,596,046</b>

## CITY OF CITRUS HEIGHTS

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

	Capital Projects Funds		
	Community Capital Replacement	Streets	Total Other Governmental Funds
<b>Revenues:</b>			
Assessments	\$ -	\$ -	\$ 17,988
Licenses and permits	-	-	282,386
Intergovernmental	-	1,278,928	9,179,628
Charges for services	-	-	5,330,377
Use of money and property	-	-	12,865
Fines and forfeitures	-	-	345,607
Contributions	100,000	-	103,240
Miscellaneous	-	650	132,203
<b>Total Revenues</b>	<b>100,000</b>	<b>1,279,578</b>	<b>15,404,294</b>
<b>Expenditures:</b>			
Current:			
General government	6,322	-	6,322
Public safety	-	-	1,335,454
Economic development	-	-	262,565
Culture and recreation	-	-	103,605
Public ways and facilities	-	6,524	6,347,685
Community enhancements	-	-	116,817
Capital outlay	455,034	3,060,354	3,664,901
<b>Total Expenditures</b>	<b>461,356</b>	<b>3,066,878</b>	<b>11,837,349</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(361,356)	(1,787,300)	3,566,945
<b>Other Financing Sources (Uses):</b>			
Transfers in	140,000	1,445,934	2,099,607
Transfers out	-	-	(1,230,999)
Other debts issued	347,268	-	347,268
Proceeds from sale of capital asset	36,246	-	36,246
<b>Total Other Financing Sources (Uses)</b>	<b>523,514</b>	<b>1,445,934</b>	<b>1,252,122</b>
Net Change in Fund Balances	162,158	(341,366)	4,819,067
Fund Balances, Beginning of Year	503,573	(39,152)	17,538,734
<b>Fund Balances, End of Year</b>	<b>\$ 665,731</b>	<b>\$ (380,518)</b>	<b>\$ 22,357,801</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 HOME PROGRAM GRANTS  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ -	\$ 64	\$ 64
Use of money and property	100	100	244	144
Miscellaneous	-	-	111,696	111,696
<b>Total Revenues</b>	<b>100</b>	<b>100</b>	<b>112,004</b>	<b>111,904</b>
<b>Expenditures:</b>				
Community enhancements	171,078	171,078	26,391	144,687
<b>Total Expenditures</b>	<b>171,078</b>	<b>171,078</b>	<b>26,391</b>	<b>144,687</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(170,978)	(170,978)	85,613	256,591
Fund Balances, Beginning of Year	625,101	625,101	625,101	-
<b>Fund Balances, End of Year</b>	<b>\$ 454,123</b>	<b>\$ 454,123</b>	<b>\$ 710,714</b>	<b>\$ 256,591</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 COMMUNITY EVENTS  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Contributions	\$ 15,000	\$ 15,000	\$ -	\$ (15,000)
<b>Total Revenues</b>	<b>15,000</b>	<b>15,000</b>	<b>-</b>	<b>(15,000)</b>
<b>Expenditures:</b>				
Current:				
Culture and recreation	183,563	183,563	103,605	79,958
<b>Total Expenditures</b>	<b>183,563</b>	<b>183,563</b>	<b>103,605</b>	<b>79,958</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(168,563)	(168,563)	(103,605)	64,958
<b>Other Financing Sources:</b>				
Transfers in	185,318	185,318	185,318	-
<b>Total Other Financing Sources</b>	<b>185,318</b>	<b>185,318</b>	<b>185,318</b>	<b>-</b>
Net Change in Fund Balance	16,755	16,755	81,713	64,958
Fund Balances, Beginning of Year	-	-	-	-
<b>Fund Balances, End of Year</b>	<b>\$ 16,755</b>	<b>\$ 16,755</b>	<b>\$ 81,713</b>	<b>\$ 64,958</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 CODE ENFORCEMENT  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Charges for services	\$ 894,000	\$ 894,000	\$ 743,680	\$ (150,320)
Use of money and property	-	-	(486)	(486)
<b>Total Revenues</b>	<b>894,000</b>	<b>894,000</b>	<b>743,194</b>	<b>(150,806)</b>
<b>Expenditures:</b>				
Current:				
Public safety	935,644	935,644	646,743	288,901
<b>Total Expenditures</b>	<b>935,644</b>	<b>935,644</b>	<b>646,743</b>	<b>288,901</b>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(41,644)	(41,644)	96,451	138,095
<b>Other Financing Sources(Uses):</b>				
Transfers out	(25,000)	(25,000)	(25,000)	-
Transfers in	57,854	57,854	57,854	-
<b>Total Other Financing Sources</b>	<b>32,854</b>	<b>32,854</b>	<b>32,854</b>	<b>-</b>
<b>(Uses)</b>				
Net Change in Fund Balance	(8,790)	(8,790)	129,305	138,095
Fund Balances, Beginning of Year	520,638	520,638	520,638	-
<b>Fund Balances, End of Year</b>	<b>\$ 511,848</b>	<b>\$ 511,848</b>	<b>\$ 649,943</b>	<b>\$ 138,095</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 GAS TAX  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Intergovernmental	\$ 2,198,365	\$ 2,198,365	\$ 1,947,651	\$ (250,714)
Use of money and property	-	-	730	730
Miscellaneous	98,935	98,935	2,590	(96,345)
<b>Total Revenues</b>	<b>2,297,300</b>	<b>2,297,300</b>	<b>1,950,971</b>	<b>(346,329)</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	1,701,203	1,701,203	1,479,320	221,883
Capital outlay	300,000	300,000	-	300,000
<b>Total Expenditures</b>	<b>2,001,203</b>	<b>2,001,203</b>	<b>1,479,320</b>	<b>521,883</b>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	296,097	296,097	471,651	175,554
<b>Other Financing Uses:</b>				
Transfers out	(8,000)	(8,000)	(139,114)	(131,114)
<b>Total Other Financing Uses</b>	<b>(8,000)</b>	<b>(8,000)</b>	<b>(139,114)</b>	<b>(131,114)</b>
Net Change in Fund Balance	288,097	288,097	332,537	44,440
Fund Balances, Beginning of Year	600,717	600,717	600,717	-
<b>Fund Balances, End of Year</b>	<b>\$ 888,814</b>	<b>\$ 888,814</b>	<b>\$ 933,254</b>	<b>\$ 44,440</b>

## CITY OF CITRUS HEIGHTS

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
ROAD MAINTENANCE AND REHABILITATION  
YEAR ENDED JUNE 30, 2021**

	<b>Budget Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget Positive (Negative)</b>
<b>Revenues:</b>				
Intergovernmental	\$ 1,517,000	\$ 1,517,000	\$ 1,627,888	\$ 110,888
Use of money and property	-	-	3,316	3,316
<b>Total Revenues</b>	<b>1,517,000</b>	<b>1,517,000</b>	<b>1,631,204</b>	<b>114,204</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	150,000	150,000	80,327	69,673
Capital outlay	1,600,000	1,600,000	-	1,600,000
<b>Total Expenditures</b>	<b>1,750,000</b>	<b>1,750,000</b>	<b>80,327</b>	<b>1,669,673</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(233,000)	(233,000)	1,550,877	1,783,877
<b>Other Financing Uses:</b>				
Transfers out	-	-	(117,157)	(117,157)
<b>Total Other Financing Uses</b>	<b>-</b>	<b>-</b>	<b>(117,157)</b>	<b>(117,157)</b>
Net Change in Fund Balance	(233,000)	(233,000)	1,433,720	1,666,720
Fund Balances, Beginning of Year	1,790,669	1,790,669	1,790,669	-
<b>Fund Balances, End of Year</b>	<b>\$ 1,557,669</b>	<b>\$ 1,557,669</b>	<b>\$ 3,224,389</b>	<b>\$ 1,666,720</b>



## CITY OF CITRUS HEIGHTS

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
STORMWATER UTILITY TAX  
YEAR ENDED JUNE 30, 2021**

	<b>Budget Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget Positive (Negative)</b>
<b>Revenues:</b>				
Taxes	-	-	17,988	17,988
Charges for services	\$ 3,700,000	\$ 3,700,000	\$ 3,869,992	\$ 169,992
Use of money and property	-	-	5,189	5,189
Miscellaneous	-	-	1,943	1,943
<b>Total Revenues</b>	<b>3,700,000</b>	<b>3,700,000</b>	<b>3,895,112</b>	<b>195,112</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	2,307,174	2,307,174	2,176,529	130,645
Capital outlay	2,750,000	2,750,000	-	2,750,000
<b>Total Expenditures</b>	<b>5,057,174</b>	<b>5,057,174</b>	<b>2,176,529</b>	<b>2,880,645</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,357,174)	(1,357,174)	1,718,583	3,075,757
<b>Other Financing Uses:</b>				
Transfers out	-	-	(343,628)	(343,628)
<b>Total Other Financing Uses</b>	<b>-</b>	<b>-</b>	<b>(343,628)</b>	<b>(343,628)</b>
Net Change in Fund Balance	(1,357,174)	(1,357,174)	1,374,955	2,732,129
Fund Balances, Beginning of Year	3,278,369	3,278,369	3,278,369	-
<b>Fund Balances, End of Year</b>	<b>\$ 1,921,195</b>	<b>\$ 1,921,195</b>	<b>\$ 4,653,324</b>	<b>\$ 2,732,129</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
ROAD MAINTENANCE  
YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
<b>Revenues:</b>				
Intergovernmental	\$ 2,189,666	\$ 2,189,666	\$ 2,340,615	\$ 150,949
Use of money and property	-	-	1,817	1,817
<b>Total Revenues</b>	<b>2,189,666</b>	<b>2,189,666</b>	<b>2,342,432</b>	<b>152,766</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	1,455,300	1,455,300	1,300,032	155,268
Capital outlay	600,000	600,000	-	600,000
<b>Total Expenditures</b>	<b>2,055,300</b>	<b>2,055,300</b>	<b>1,300,032</b>	<b>755,268</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	134,366	134,366	1,042,400	908,034
<b>Other Financing Uses:</b>				
Transfers out	(93,674)	(93,674)	(198,972)	(105,298)
<b>Total Other Financing Uses</b>	<b>(93,674)</b>	<b>(93,674)</b>	<b>(198,972)</b>	<b>(105,298)</b>
Net Change in Fund Balance	40,692	40,692	843,428	802,736
Fund Balances, Beginning of Year	1,335,581	1,335,581	1,335,581	-
<b>Fund Balances, End of Year</b>	<b>\$ 1,376,273</b>	<b>\$ 1,376,273</b>	<b>\$ 2,179,009</b>	<b>\$ 802,736</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 TRANSIT  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Intergovernmental	\$ 275,000	\$ 275,000	\$ 245,364	\$ (29,636)
Use of money and property	-	-	(403)	(403)
<b>Total Revenues</b>	<b>275,000</b>	<b>275,000</b>	<b>244,961</b>	<b>(30,039)</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	345,066	345,066	294,559	50,507
<b>Total Expenditures</b>	<b>345,066</b>	<b>345,066</b>	<b>294,559</b>	<b>50,507</b>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(70,066)	(70,066)	(49,598)	20,468
Fund Balances, Beginning of Year	14,182	14,182	14,182	-
<b>Fund Balances, End of Year</b>	<b>\$ (55,884)</b>	<b>\$ (55,884)</b>	<b>\$ (35,416)</b>	<b>\$ 20,468</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 TRANSPORTATION DEVELOPMENT ACT  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Intergovernmental	\$ 72,000	\$ 72,000	\$ 65,649	\$ (6,351)
Use of money and property	-	-	215	215
<b>Total Revenues</b>	<b>72,000</b>	<b>72,000</b>	<b>65,864</b>	<b>(6,136)</b>
<b>Expenditures:</b>				
Capital outlay	72,000	72,000	-	72,000
<b>Total Expenditures</b>	<b>72,000</b>	<b>72,000</b>	<b>-</b>	<b>72,000</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	65,864	65,864
<b>Other Financing Uses:</b>				
Transfers out	-	-	(6,059)	(6,059)
<b>Total Other Financing Uses</b>	<b>-</b>	<b>-</b>	<b>(6,059)</b>	<b>(6,059)</b>
Net Change in Fund Balance	-	-	59,805	59,805
Fund Balances, Beginning of Year	157,904	157,904	157,904	-
<b>Fund Balances, End of Year</b>	<b>\$ 157,904</b>	<b>\$ 157,904</b>	<b>\$ 217,709</b>	<b>\$ 59,805</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
POLICE  
YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Use of money and property	\$ -	\$ -	\$ 429	\$ 429
Fines and forfeitures	56,000	56,000	345,607	289,607
Miscellaneous	-	-	14,074	14,074
<b>Total Revenues</b>	<b>56,000</b>	<b>56,000</b>	<b>360,110</b>	<b>304,110</b>
<b>Expenditures:</b>				
Current:				
Public safety	98,254	98,254	112,314	(14,060)
Capital outlay	-	-	34,480	(34,480)
<b>Total Expenditures</b>	<b>98,254</b>	<b>98,254</b>	<b>146,794</b>	<b>(48,540)</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(42,254)	(42,254)	213,316	255,570
<b>Other Financing Sources (Uses):</b>				
Transfers out	-	-	(23,600)	(23,600)
Transfers in	26,671	26,671	26,671	-
<b>Total Other Financing Sources (Uses)</b>	<b>26,671</b>	<b>26,671</b>	<b>3,071</b>	<b>(23,600)</b>
Net Change in Fund Balance	(15,583)	(15,583)	216,387	231,970
Fund Balances, Beginning of Year	631,907	631,907	631,907	-
<b>Fund Balances, End of Year</b>	<b>\$ 616,324</b>	<b>\$ 616,324</b>	<b>\$ 848,294</b>	<b>\$ 231,970</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 POLICE GRANTS  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Intergovernmental	\$ 85,142	\$ 85,142	\$ 526,990	\$ 441,848
<b>Total Revenues</b>	<b>85,142</b>	<b>85,142</b>	<b>526,990</b>	<b>441,848</b>
<b>Expenditures:</b>				
Current:				
Public safety	87,492	87,492	477,896	(390,404)
Capital outlay	-	-	49,094	(49,094)
<b>Total Expenditures</b>	<b>87,492</b>	<b>87,492</b>	<b>526,990</b>	<b>(439,498)</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,350)	(2,350)	-	2,350
Fund Balances, Beginning of Year	1,839	1,839	1,839	-
<b>Fund Balances, End of Year</b>	<b>\$ (511)</b>	<b>\$ (511)</b>	<b>\$ 1,839</b>	<b>\$ 2,350</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 SUPPLEMENTAL LAW ENFORCEMENT SERVICES (SLES)  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ -	\$ 144,101	\$ 144,101
Use of money and property	-	-	252	252
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>144,353</b>	<b>144,353</b>
<b>Expenditures:</b>				
Current:				
Public safety	30,000	30,000	77,587	(47,587)
Capital outlay	35,000	35,000	65,939	(30,939)
<b>Total Expenditures</b>	<b>65,000</b>	<b>65,000</b>	<b>143,526</b>	<b>(78,526)</b>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(65,000)	(65,000)	827	65,827
Fund Balances, Beginning of Year	(827)	(827)	(827)	-
<b>Fund Balances, End of Year</b>	<b>\$ (65,827)</b>	<b>\$ (65,827)</b>	<b>\$ -</b>	<b>\$ 65,827</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 ROADWAY DEVELOPMENT FEES  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
<b>Revenues:</b>				
Licenses and permits	\$ -	\$ -	\$ 228,381	\$ 228,381
Use of money and property	-	-	309	309
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>228,690</b>	<b>228,690</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	50,000	50,000	14,152	35,848
<b>Total Expenditures</b>	<b>50,000</b>	<b>50,000</b>	<b>14,152</b>	<b>35,848</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(50,000)	(50,000)	214,538	264,538
<b>Other Financing Uses:</b>				
Transfers out	-	-	(113,358)	(113,358)
<b>Total Other Financing Uses</b>	<b>-</b>	<b>-</b>	<b>(113,358)</b>	<b>(113,358)</b>
Net Change in Fund Balance	(50,000)	(50,000)	101,180	151,180
Fund Balances, Beginning of Year	717,072	717,072	717,072	-
<b>Fund Balances, End of Year</b>	<b>\$ 667,072</b>	<b>\$ 667,072</b>	<b>\$ 818,252</b>	<b>\$ 151,180</b>



## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 HOUSING MITIGATION DEVELOPMENT FEES  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
<b>Revenues:</b>				
Charges for services	\$ 16,000	\$ 16,000	\$ 38,354	\$ 22,354
Use of money and property	-	-	425	425
Miscellaneous	-	-	1,000	1,000
<b>Total Revenues</b>	<b>16,000</b>	<b>16,000</b>	<b>39,779</b>	<b>23,779</b>
<b>Expenditures:</b>				
Current:				
Community development	50,000	50,000	6,092	43,908
<b>Total Expenditures</b>	<b>50,000</b>	<b>50,000</b>	<b>6,092</b>	<b>43,908</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(34,000)	(34,000)	33,687	67,687
Fund Balances, Beginning of Year	341,031	341,031	341,031	-
<b>Fund Balances, End of Year</b>	<b>\$ 307,031</b>	<b>\$ 307,031</b>	<b>\$ 374,718</b>	<b>\$ 67,687</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 TREE MITIGATION FEES  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Charges for services	\$ 35,000	\$ 35,000	\$ 54,236	\$ 19,236
Use of money and property	-	-	24	24
<b>Total Revenues</b>	<b>35,000</b>	<b>35,000</b>	<b>54,260</b>	<b>19,260</b>
<b>Expenditures:</b>				
Current:				
Community enhancements	35,000	35,000	16,580	18,420
<b>Total Expenditures</b>	<b>35,000</b>	<b>35,000</b>	<b>16,580</b>	<b>18,420</b>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	37,680	37,680
<b>Other Financing Uses:</b>				
Transfers out	-	-	(4,996)	(4,996)
<b>Total Other Financing Uses</b>	<b>-</b>	<b>-</b>	<b>(4,996)</b>	<b>(4,996)</b>
Net Change in Fund Balance	-	-	32,684	32,684
Fund Balances, Beginning of Year	122,646	122,646	122,646	-
<b>Fund Balances, End of Year</b>	<b>\$ 122,646</b>	<b>\$ 122,646</b>	<b>\$ 155,330</b>	<b>\$ 32,684</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 PARK FACILITIES DEVELOPMENT FEES  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Charges for services	\$ 96,700	\$ 96,700	\$ 71,490	\$ (25,210)
Use of money and property	-	-	(317)	(317)
<b>Total Revenues</b>	<b>96,700</b>	<b>96,700</b>	<b>71,173</b>	<b>(25,527)</b>
<b>Expenditures:</b>				
Current:				
Community enhancements	50,000	50,000	-	50,000
<b>Total Expenditures</b>	<b>50,000</b>	<b>50,000</b>	<b>-</b>	<b>50,000</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	46,700	46,700	71,173	24,473
<b>Other Financing Uses:</b>				
Transfers out	-	-	(4,652)	4,652
<b>Total Other Financing Uses</b>	<b>-</b>	<b>-</b>	<b>(4,652)</b>	<b>(4,652)</b>
Net Change in Fund Balance	46,700	46,700	66,521	19,821
Fund Balances, Beginning of Year	35,660	35,660	35,660	-
<b>Fund Balances, End of Year</b>	<b>\$ 82,360</b>	<b>\$ 82,360</b>	<b>\$ 102,181</b>	<b>\$ 19,821</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 TRANSIT DEVELOPMENT FEES  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
<b>Revenues:</b>				
Licenses and permits	\$ 66,950	\$ 66,950	\$ 54,005	\$ (12,945)
Use of money and property	515	515	298	(217)
<b>Total Revenues</b>	<b>67,465</b>	<b>67,465</b>	<b>54,303</b>	<b>(13,162)</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	-	-	4,409	(4,409)
<b>Total Expenditures</b>	<b>-</b>	<b>-</b>	<b>4,409</b>	<b>(4,409)</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	67,465	67,465	49,894	(17,571)
Fund Balances, Beginning of Year	136,796	136,796	136,796	-
<b>Fund Balances, End of Year</b>	<b>\$ 204,261</b>	<b>\$ 204,261</b>	<b>\$ 186,690</b>	<b>\$ (17,571)</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 OTHER GRANTS  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Intergovernmental	\$ 35,000	\$ 35,000	\$ 432,308	\$ 397,308
<b>Total Revenues</b>	<b>35,000</b>	<b>35,000</b>	<b>432,308</b>	<b>397,308</b>
<b>Expenditures:</b>				
Current:				
Economic development	-	-	256,473	(256,473)
Public ways and facilities	-	-	100,000	(100,000)
Community enhancements	35,000	35,000	73,846	(38,846)
<b>Total Expenditures</b>	<b>35,000</b>	<b>35,000</b>	<b>430,319</b>	<b>(395,319)</b>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	1,989	1,989
Fund Balances, Beginning of Year	(1,989)	(1,989)	(1,989)	-
<b>Fund Balances, End of Year</b>	<b>\$ (1,989)</b>	<b>\$ (1,989)</b>	<b>\$ -</b>	<b>\$ 1,989</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 ASSESSMENT DISTRICT ZONE 1  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Charges for services	\$ 10,523	\$ 10,523	\$ 10,595	\$ 72
Use of money and property	-	-	(105)	(105)
<b>Total Revenues</b>	<b>10,523</b>	<b>10,523</b>	<b>10,490</b>	<b>(33)</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	16,336	16,336	5,093	11,243
<b>Total Expenditures</b>	<b>16,336</b>	<b>16,336</b>	<b>5,093</b>	<b>11,243</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,813)	(5,813)	5,397	11,210
Fund Balances, Beginning of Year	31,248	31,248	31,248	-
<b>Fund Balances, End of Year</b>	<b>\$ 25,435</b>	<b>\$ 25,435</b>	<b>\$ 36,645</b>	<b>\$ 11,210</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 ASSESSMENT DISTRICT ZONE 2  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Charges for services	\$ 12,413	\$ 12,413	\$ 12,572	\$ 159
Use of money and property	-	-	16	16
<b>Total Revenues</b>	<b>12,413</b>	<b>12,413</b>	<b>12,588</b>	<b>175</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	18,160	18,160	14,757	3,403
<b>Total Expenditures</b>	<b>18,160</b>	<b>18,160</b>	<b>14,757</b>	<b>3,403</b>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(5,747)	(5,747)	(2,169)	3,578
Fund Balances, Beginning of Year	79,751	79,751	79,751	-
<b>Fund Balances, End of Year</b>	<b>\$ 74,004</b>	<b>\$ 74,004</b>	<b>\$ 77,582</b>	<b>\$ 3,578</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 ASSESSMENT DISTRICT ZONE 3  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Charges for services	\$ 6,550	\$ 6,550	\$ 6,595	\$ 45
<b>Total Revenues</b>	<b>6,550</b>	<b>6,550</b>	<b>6,595</b>	<b>45</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	15,364	15,364	15,025	339
<b>Total Expenditures</b>	<b>15,364</b>	<b>15,364</b>	<b>15,025</b>	<b>339</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,814)	(8,814)	(8,430)	384
<b>Other Financing Sources(Uses):</b>				
Transfers in	-	-	25,072	25,072
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>25,072</b>	<b>25,072</b>
Net Change in Fund Balance	(8,814)	(8,814)	16,642	25,456
Fund Balances, Beginning of Year	(16,642)	(16,642)	(16,642)	-
<b>Fund Balances, End of Year</b>	<b>\$ (25,456)</b>	<b>\$ (25,456)</b>	<b>\$ -</b>	<b>\$ 25,456</b>



## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 ASSESSMENT DISTRICT ZONE 4  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Charges for services	\$ 4,718	\$ 4,718	\$ 4,699	\$ (19)
<b>Total Revenues</b>	<b>4,718</b>	<b>4,718</b>	<b>4,699</b>	<b>(19)</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	15,181	15,181	17,627	(2,446)
<b>Total Expenditures</b>	<b>15,181</b>	<b>15,181</b>	<b>17,627</b>	<b>(2,446)</b>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(10,463)	(10,463)	(12,928)	(2,465)
<b>Other Financing Sources:</b>				
Transfers in	5,785	8,000	24,322	16,322
<b>Total Other Financing Sources</b>	<b>5,785</b>	<b>8,000</b>	<b>24,322</b>	<b>16,322</b>
Net Change in Fund Balance	(4,678)	(2,463)	11,394	13,857
Fund Balances, Beginning of Year	(11,394)	(11,394)	(11,394)	-
<b>Fund Balances, End of Year</b>	<b>\$ (16,072)</b>	<b>\$ (13,857)</b>	<b>\$ -</b>	<b>\$ 13,857</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 ASSESSMENT DISTRICT 98-01  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Charges for services	\$ 10,640	\$ 10,640	\$ 10,646	\$ 6
Use of money and property	-	-	(31)	(31)
<b>Total Revenues</b>	<b>10,640</b>	<b>10,640</b>	<b>10,615</b>	<b>(25)</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	12,934	12,934	22,877	(9,943)
<b>Total Expenditures</b>	<b>12,934</b>	<b>12,934</b>	<b>22,877</b>	<b>(9,943)</b>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(2,294)	(2,294)	(12,262)	(9,968)
Fund Balances, Beginning of Year	155,232	155,232	155,232	-
<b>Fund Balances, End of Year</b>	<b>\$ 152,938</b>	<b>\$ 152,938</b>	<b>\$ 142,970</b>	<b>\$ (9,968)</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 ASSESSMENT DISTRICT 98-02  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Charges for services	\$ 22,200	\$ 22,200	\$ 22,163	\$ (37)
Use of money and property	-	-	(76)	(76)
<b>Total Revenues</b>	<b>22,200</b>	<b>22,200</b>	<b>22,087</b>	<b>(113)</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	26,284	26,284	46,201	(19,917)
<b>Total Expenditures</b>	<b>26,284</b>	<b>26,284</b>	<b>46,201</b>	<b>(19,917)</b>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(4,084)	(4,084)	(24,114)	(20,030)
Fund Balances, Beginning of Year	97,633	97,633	97,633	-
<b>Fund Balances, End of Year</b>	<b>\$ 93,549</b>	<b>\$ 93,549</b>	<b>\$ 73,519</b>	<b>\$ (20,030)</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 ASSESSMENT DISTRICT 03-01  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Charges for services	\$ 88,700	\$ 88,700	\$ 88,751	\$ 51
Use of money and property	-	-	33	33
<b>Total Revenues</b>	<b>88,700</b>	<b>88,700</b>	<b>88,784</b>	<b>84</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	48,736	48,736	196,118	(147,382)
<b>Total Expenditures</b>	<b>48,736</b>	<b>48,736</b>	<b>196,118</b>	<b>(147,382)</b>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	39,964	39,964	(107,334)	(147,298)
Fund Balances, Beginning of Year	1,039,008	1,039,008	1,039,008	-
<b>Fund Balances, End of Year</b>	<b>\$ 1,078,972</b>	<b>\$ 1,078,972</b>	<b>\$ 931,674</b>	<b>\$ (147,298)</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 ASSESSMENT DISTRICT 98-02 ZONE 2  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
<b>Revenues:</b>				
Charges for services	\$ 16,288	\$ 16,288	\$ 16,297	\$ 9
Use of money and property	-	-	10	10
<b>Total Revenues</b>	<b>16,288</b>	<b>16,288</b>	<b>16,307</b>	<b>19</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	19,876	19,876	19,233	643
<b>Total Expenditures</b>	<b>19,876</b>	<b>19,876</b>	<b>19,233</b>	<b>643</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,588)	(3,588)	(2,926)	662
Fund Balances, Beginning of Year	33,648	33,648	33,648	-
<b>Fund Balances, End of Year</b>	<b>\$ 30,060</b>	<b>\$ 30,060</b>	<b>\$ 30,722</b>	<b>\$ 662</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 ASSESSMENT DISTRICT 03-01 ZONE 2  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
<b>Revenues:</b>				
Charges for services	\$ 19,343	\$ 19,343	\$ 19,354	\$ 11
Use of money and property	-	-	(145)	(145)
<b>Total Revenues</b>	<b>19,343</b>	<b>19,343</b>	<b>19,209</b>	<b>(134)</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	33,484	33,484	52,536	(19,052)
<b>Total Expenditures</b>	<b>33,484</b>	<b>33,484</b>	<b>52,536</b>	<b>(19,052)</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(14,141)	(14,141)	(33,327)	(19,186)
Fund Balances, Beginning of Year	67,782	67,782	67,782	-
<b>Fund Balances, End of Year</b>	<b>\$ 53,641</b>	<b>\$ 53,641</b>	<b>\$ 34,455</b>	<b>\$ (19,186)</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 LIGHTING ASSESSMENT DISTRICT  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Charges for services	\$ 350,591	\$ 350,591	\$ 349,647	\$ (944)
Miscellaneous	-	-	250	250
<b>Total Revenues</b>	<b>350,591</b>	<b>350,591</b>	<b>349,897</b>	<b>(694)</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	456,152	456,152	446,168	9,984
<b>Total Expenditures</b>	<b>456,152</b>	<b>456,152</b>	<b>446,168</b>	<b>9,984</b>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(105,561)	(105,561)	(96,271)	9,290
<b>Other Financing Sources:</b>				
Transfers in	93,674	93,674	166,967	73,293
<b>Total Other Financing Sources</b>	<b>93,674</b>	<b>93,674</b>	<b>166,967</b>	<b>73,293</b>
Net Change in Fund Balance	(11,887)	(11,887)	70,696	82,583
Fund Balances, Beginning of Year	(70,446)	(70,446)	(70,446)	-
<b>Fund Balances, End of Year</b>	<b>\$ (82,333)</b>	<b>\$ (82,333)</b>	<b>\$ 250</b>	<b>\$ 82,583</b>

## CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 POLICE DONATIONS  
 YEAR ENDED JUNE 30, 2021

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Contributions	\$ -	\$ -	\$ 3,240	\$ 3,240
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>3,240</b>	<b>3,240</b>
<b>Expenditures:</b>				
Current:				
Public safety	33,000	-	20,914	(20,914)
<b>Total Expenditures</b>	<b>33,000</b>	<b>-</b>	<b>20,914</b>	<b>(20,914)</b>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(33,000)	-	(17,674)	(17,674)
<b>Other Financing Sources:</b>				
Transfers in	-	-	27,469	27,469
<b>Total Other Financing Sources</b>	<b>-</b>	<b>-</b>	<b>27,469</b>	<b>27,469</b>
Net Change in Fund Balance	(33,000)	-	9,795	9,795
Fund Balances, Beginning of Year	4,456	4,456	4,456	-
<b>Fund Balances, End of Year</b>	<b>\$ (28,544)</b>	<b>\$ 4,456</b>	<b>\$ 14,251</b>	<b>\$ 9,795</b>



## CITY OF CITRUS HEIGHTS

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL CAPITAL IMPROVEMENT CAPITAL PROJECT FUND  
YEAR ENDED JUNE 30, 2021**

	<b>Budget Amounts</b>		<b>Actual</b>	<b>Variance with</b>
	<b>Original</b>	<b>Final</b>	<b>Amounts</b>	<b>Final Budget</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Expenditures:</b>				
Current:				
Economic development	\$ -	\$ -	\$ 131,358	\$ (131,358)
<b>Total Expenditures</b>	<b>-</b>	<b>-</b>	<b>131,358</b>	<b>(131,358)</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(131,358)	(131,358)
Fund Balances, Beginning of Year	4,077,932	4,077,932	4,077,932	-
<b>Fund Balances, End of Year</b>	<b>\$ 4,077,932</b>	<b>\$ 4,077,932</b>	<b>\$ 3,946,574</b>	<b>\$ (131,358)</b>

## CITY OF CITRUS HEIGHTS

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
MEASURE A CONSTRUCTION  
YEAR ENDED JUNE 30, 2021**

	<b>Budget Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues:</b>				
Intergovernmental	\$ -	\$ -	\$ 570,070	\$ 570,070
Use of money and property	-	-	1,109	1,109
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>571,179</b>	<b>571,179</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	93,098	93,098	51,307	41,791
Capital outlay	220,288	220,288	-	220,288
<b>Total Expenditures</b>	<b>313,386</b>	<b>313,386</b>	<b>51,307</b>	<b>262,079</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(313,386)	(313,386)	519,872	833,258
<b>Other Financing Uses:</b>				
Transfers out	-	-	(254,463)	(254,463)
<b>Total Other Financing Uses</b>	<b>-</b>	<b>-</b>	<b>(254,463)</b>	<b>(254,463)</b>
Net Change in Fund Balance	(313,386)	(313,386)	265,409	578,795
Fund Balances, Beginning of Year	1,330,637	1,330,637	1,330,637	-
<b>Fund Balances, End of Year</b>	<b>\$ 1,017,251</b>	<b>\$ 1,017,251</b>	<b>\$ 1,596,046</b>	<b>\$ 833,258</b>

## CITY OF CITRUS HEIGHTS

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
COMMUNITY CAPITAL REPLACEMENT  
YEAR ENDED JUNE 30, 2021**

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Licenses and permits	\$ 18,000	\$ 18,000	\$ -	\$ (18,000)
Contributions	-	-	100,000	100,000
<b>Total Revenues</b>	<b>18,000</b>	<b>18,000</b>	<b>100,000</b>	<b>82,000</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	6,322	(6,322)
Capital outlay	-	-	455,034	(455,034)
<b>Total Expenditures</b>	<b>-</b>	<b>-</b>	<b>461,356</b>	<b>(461,356)</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	18,000	18,000	(361,356)	(379,356)
<b>Other Financing Sources:</b>				
Transfers in	-	140,000	140,000	-
Other debts issued	-	-	347,268	347,268
Proceeds from sale of capital asset	-	-	36,246	36,246
<b>Total Other Financing Sources</b>	<b>-</b>	<b>140,000</b>	<b>523,514</b>	<b>383,514</b>
Net Change in Fund Balance	18,000	158,000	162,158	4,158
Fund Balances, Beginning of Year	503,573	503,573	503,573	-
<b>Fund Balances, End of Year</b>	<b>\$ 521,573</b>	<b>\$ 661,573</b>	<b>\$ 665,731</b>	<b>\$ 4,158</b>

## CITY OF CITRUS HEIGHTS

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
STREETS  
YEAR ENDED JUNE 30, 2021**

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Intergovernmental	\$ 1,184,684	\$ 1,184,684	\$ 1,278,928	\$ 94,244
Miscellaneous	-	-	650	650
<b>Total Revenues</b>	<b>1,184,684</b>	<b>1,184,684</b>	<b>1,279,578</b>	<b>94,894</b>
<b>Expenditures:</b>				
Current:				
Public ways and facilities	289,539	289,539	6,524	283,015
Capital outlay	4,415,000	4,415,000	3,060,354	1,354,646
<b>Total Expenditures</b>	<b>4,704,539</b>	<b>4,704,539</b>	<b>3,066,878</b>	<b>1,637,661</b>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(3,519,855)	(3,519,855)	(1,787,300)	1,732,555
<b>Other Financing Sources:</b>				
Transfers in	-	-	1,445,934	1,445,934
<b>Total Other Financing Sources</b>	<b>-</b>	<b>-</b>	<b>1,445,934</b>	<b>1,445,934</b>
Net Change in Fund Balance	(3,519,855)	(3,519,855)	(341,366)	3,178,489
Fund Balances, Beginning of Year	(39,152)	(39,152)	(39,152)	-
<b>Fund Balances, End of Year</b>	<b>\$ (3,559,007)</b>	<b>\$ (3,559,007)</b>	<b>\$ (380,518)</b>	<b>\$ 3,178,489</b>

## CITY OF CITRUS HEIGHTS

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

	Fire Capital Facilities Fee	STA Fees	WISN ESAC	Totals
<b>Assets:</b>				
Cash and cash equivalents	\$ 189,022	\$ 193,557	\$ 156,283	\$ 538,862
<b>Total Assets</b>	<b>189,022</b>	<b>193,557</b>	<b>156,283</b>	<b>538,862</b>
<b>Liabilities:</b>				
Intergovernmental payables	-	193,555	-	193,555
<b>Total Liabilities</b>	<b>-</b>	<b>193,555</b>	<b>-</b>	<b>193,555</b>
<b>Net Position:</b>				
Held for individuals, organizations and other governments	189,022	2	156,283	345,307
<b>Total Net Position</b>	<b>\$ 189,022</b>	<b>\$ 2</b>	<b>\$ 156,283</b>	<b>\$ 345,307</b>

## CITY OF CITRUS HEIGHTS

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

	<u>Fire Capital Facilities Fee</u>	<u>STA Fees</u>	<u>WISN ESAC</u>	<u>Totals</u>
<b>Additions:</b>				
Intergovernmental	<u>\$ 482,241</u>	<u>\$ 261,313</u>	<u>\$ 156,283</u>	<u>\$ 899,837</u>
<b>Total Additions</b>	<u><b>482,241</b></u>	<u><b>261,313</b></u>	<u><b>156,283</b></u>	<u><b>899,837</b></u>
<b>Deductions:</b>				
Contractual services	<u>302,950</u>	<u>270,468</u>	<u>-</u>	<u>573,418</u>
<b>Total Deductions</b>	<u><b>302,950</b></u>	<u><b>270,468</b></u>	<u><b>-</b></u>	<u><b>573,418</b></u>
<b>Changes in Net Position</b>	<u><b>179,291</b></u>	<u><b>(9,155)</b></u>	<u><b>156,283</b></u>	<u><b>326,419</b></u>
Net Position - Beginning of the Year	-	-	-	-
Restatements (Note 1)	<u>9,731</u>	<u>9,157</u>	<u>-</u>	<u>18,888</u>
Net Position - Beginning of the Year, as Restated	<u>9,731</u>	<u>9,157</u>	<u>-</u>	<u>18,888</u>
<b>Net Position - End of the Year</b>	<u><b>\$ 189,022</b></u>	<u><b>\$ 2</b></u>	<u><b>\$ 156,283</b></u>	<u><b>\$ 345,307</b></u>

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## STATISTICAL SECTION

This part of the City of Citrus Heights' annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, footnotes, and required supplementary information says about the City's overall financial health.

<b>Contents</b>	<b>Page(s)</b>
<b>Financial Trends</b>	
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	137-141
<b>Revenue Capacity</b>	
generate revenues. Property taxes, sales and use taxes, charges for services, licenses, permits and fees and intergovernmental revenue are the City's most significant revenue sources.	142-147
<b>Debt Capacity</b>	
These schedules contain information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt	148-150
<b>Demographic and Economic Information</b>	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	151-152
<b>Operating Information</b>	
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	153-155

**Sources:** Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.



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**City of Citrus Heights, California**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
**(Fiscal year ended June 30)**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Governmental activities</b>										
Invested in capital assets	\$ 370,403,423	\$ 369,630,853	\$ 366,354,751	\$ 362,247,604	\$ 351,834,754	\$ 355,292,096	\$ 344,507,138	\$ 336,912,872	\$ 328,594,520	\$ 319,214,442
Restricted	3,696,281	22,751,540	15,749,227	15,682,624	15,279,052	15,935,790	16,266,052	13,375,587	19,575,754	25,779,873
Unrestricted	51,220,587	25,246,205	28,626,101	12,581,607	14,663,297	4,264,024	1,755,048	1,882,908	(6,606,540)	(7,281,556)
<b>Total governmental activities net position</b>	<b>\$ 425,320,291</b>	<b>\$ 417,628,598</b>	<b>\$ 410,730,079</b>	<b>\$ 390,511,835</b>	<b>\$ 381,777,103</b>	<b>\$ 375,491,910</b>	<b>\$ 362,528,238</b>	<b>\$ 352,171,367</b>	<b>\$ 341,563,734</b>	<b>\$ 337,712,759</b>
<b>Business-type activities</b>										
Invested in capital assets	\$ -	\$ -	\$ 200,000	\$ 200,000	\$ 321,123	\$ 389,449	\$ 381,575	\$ 373,702	\$ 365,829	\$ 357,956
Unrestricted	759,833	655,163	614,441	406,354	265,517	160,563	219,434	306,142	533,964	775,308
<b>Total business-type activities net position</b>	<b>\$ 759,833</b>	<b>\$ 655,163</b>	<b>\$ 814,441</b>	<b>\$ 606,354</b>	<b>\$ 586,640</b>	<b>\$ 550,012</b>	<b>\$ 601,009</b>	<b>\$ 679,844</b>	<b>\$ 899,793</b>	<b>\$ 1,133,264</b>
<b>Primary government</b>										
Invested in capital assets	\$ 370,403,423	\$ 369,630,853	\$ 366,554,751	\$ 362,447,604	\$ 352,155,877	\$ 355,681,545	\$ 344,888,713	\$ 337,286,574	\$ 328,960,349	\$ 319,572,398
Restricted	3,696,281	22,751,540	15,749,227	15,682,624	15,279,052	15,935,790	16,266,052	13,375,587	19,575,754	25,779,873
Unrestricted	51,980,420	25,901,368	29,240,542	12,987,961	14,928,814	4,424,587	1,974,482	2,189,050	(6,072,576)	(6,506,248)
<b>Total primary government net position</b>	<b>\$ 426,080,124</b>	<b>\$ 418,283,761</b>	<b>\$ 411,544,520</b>	<b>\$ 391,118,189</b>	<b>\$ 382,363,743</b>	<b>\$ 376,041,922</b>	<b>\$ 363,129,247</b>	<b>\$ 352,851,211</b>	<b>\$ 342,463,527</b>	<b>\$ 338,846,023</b>

**City of Citrus Heights, California**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**(Fiscal year ended June 30)**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Expenses</b>										
Governmental activities:										
General government	\$ 5,190,638	\$ 4,905,500	\$ 4,825,401	\$ 5,401,023	\$ 4,704,899	\$ 5,463,122	\$ 6,106,557	\$ 6,909,949	\$ 7,360,783	\$ 10,210,576
Public safety	19,522,974	18,371,871	19,595,533	18,092,747	17,355,288	18,378,242	21,698,128	24,025,017	24,443,611	23,338,398
Public ways and facilities	25,489,982	25,152,231	27,499,125	30,037,037	34,185,103	24,188,701	24,395,899	21,730,069	19,019,629	18,149,133
Culture and recreation	883,463	692,989	613,235	555,342	654,183	669,948	722,254	720,442	830,572	540,427
Economic development	64,906	114,616	172,083	159,243	214,978	402,904	353,608	296,233	950,409	916,027
Community enhancements	4,532,930	4,429,170	4,407,068	4,319,791	4,313,943	4,710,977	4,664,278	3,953,127	3,928,848	3,877,993
Interest on long-term debt	-	-	-	-	-	-	-	70,962	151,957	144,455
Total governmental activities expenses	55,684,893	53,666,377	57,112,445	58,565,183	61,428,394	53,813,894	57,940,724	57,705,799	56,685,809	57,177,009
Business-type activities:										
Solid waste	579,195	752,084	529,464	903,522	757,028	798,694	751,291	809,466	675,849	732,927
Total business-type activities expenses	579,195	752,084	529,464	903,522	757,028	798,694	751,291	809,466	675,849	732,927
Total primary government expenses	56,264,088	54,418,461	57,641,909	59,468,705	62,185,422	54,612,588	58,692,015	58,515,265	57,361,658	57,909,936
<b>Program revenues</b>										
Governmental activities:										
Charges for services:										
General government	343,013	305,057	331,675	381,923	1,120,688	1,151,570	1,185,547	1,888,219	1,902,206	1,904,861
Public safety	443,227	366,726	459,073	337,199	1,547,840	1,759,927	1,488,252	1,978,407	2,133,898	2,074,980
Public ways and facilities	3,642,658	4,789,239	4,730,893	4,666,240	4,359,774	4,500,372	4,324,674	4,474,641	5,344,895	4,759,239
Culture and recreation	394,188	343,817	374,244	311,350	352,401	354,517	449,711	32,526	22,473	-
Economic development	-	-	-	100	50	-	-	-	-	-
Community enhancements	858,413	842,151	1,036,139	1,298,079	1,912,936	1,597,005	498,673	1,242,148	1,508,999	2,730,818
Operating grants and contributions	12,857,360	10,909,700	13,558,056	13,179,453	10,236,552	6,087,515	6,265,040	7,165,367	6,053,305	11,072,674
Capital grants and contributions	187,957	7,590,789	7,173,645	2,418,225	4,489,329	2,006,396	1,483,643	7,101,580	3,790,741	3,589,794
Total governmental activities program revenues	18,726,816	25,147,479	27,663,725	22,592,569	24,019,570	17,457,302	15,695,540	23,882,888	20,756,517	26,132,366
Business-type activities:										
Charges for services:										
Solid waste	616,288	651,300	657,027	710,618	732,401	761,614	798,838	839,030	829,397	904,130
Total business-type activities program revenues	616,288	651,300	657,027	710,618	732,401	761,614	798,838	839,030	829,397	904,130
Total primary government program revenues	19,343,104	25,798,779	28,320,752	23,303,187	24,751,971	18,218,916	16,494,378	24,721,918	21,585,914	27,036,496
<b>Net (Expense)/Revenue</b>										
Governmental activities	(36,958,077)	(28,518,898)	(29,448,720)	(35,972,614)	(37,408,824)	(36,356,592)	(42,245,184)	(33,822,911)	(35,929,292)	(31,044,643)
Business-type activities	37,093	(100,784)	127,563	(192,904)	(24,627)	(37,080)	47,547	29,564	153,548	171,203
Total primary government net expense	(36,920,984)	(28,619,682)	(29,321,157)	(36,165,518)	(37,433,451)	(36,393,672)	(42,197,637)	(33,793,347)	(35,775,744)	(30,873,440)

**City of Citrus Heights, California**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**(Fiscal year ended June 30)**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Continued from previous page:										
<b>General Revenues and Other Changes in Net Position:</b>										
Governmental activities:										
Taxes:										
Property taxes	2,117,970	270,913	139,634	138,659	946,113	991,552	758,653	339,571	306,250	383,773
Sales and use tax	10,617,617	11,261,741	11,195,869	11,230,382	15,977,575	15,412,345	15,653,986	12,542,158	12,083,836	13,373,483
Utility users tax	2,771,161	2,770,644	2,739,486	2,768,562	2,810,771	2,881,617	2,932,236	2,739,888	2,650,891	2,717,945
Other taxes	1,353,716	1,362,446	1,332,334	1,416,552	1,601,229	1,616,163	1,600,300	2,225,772	2,019,859	1,412,898
Shared intergovernmental revenues	6,418,174	6,659,357	6,652,222	7,015,174	7,260,670	7,611,171	8,037,540	8,436,657	8,887,426	9,303,916
Investment earnings	561,376	(299,378)	455,531	246,710	527,734	1,108,551	254,162	32,181	458,727	1,650
Transfers	2,334	2,918	35,125	-	-	-	-	-	-	-
Extraordinary loss on dissolution of redevelopment	(3,389,059)	-	-	-	-	-	-	-	-	-
Total governmental activities	20,453,289	22,028,641	22,550,201	22,816,039	29,124,092	29,621,399	29,236,877	26,316,227	26,406,989	27,193,665
Business-type activities:										
Investment earnings	8,754	(968)	31,715	4,158	4,913	452	3,450	49,255	66,401	1,117
Other revenue	-	-	-	-	-	-	-	-	-	61,151
Transfers	(2,334)	(2,918)	-	-	-	-	-	-	-	-
Total business-type activities	6,420	(3,886)	31,715	4,158	4,913	452	3,450	49,255	66,401	62,268
Total primary government	20,459,709	22,024,755	22,581,916	22,820,197	29,129,005	29,621,851	29,240,327	26,365,482	26,473,390	27,255,933
<b>Changes in Net Position</b>										
Governmental activities	(16,504,788)	(6,490,257)	(6,898,519)	(13,156,575)	(8,284,732)	(6,735,193)	(13,008,307)	(10,356,855)	(10,607,634)	(3,850,978)
Business-type activities	43,513	(104,670)	159,278	(188,746)	(19,714)	(36,628)	50,997	78,819	219,949	233,471
Total primary government	\$ (16,461,275)	\$ (6,594,927)	\$ (6,739,241)	\$ (13,345,321)	\$ (8,304,446)	\$ (6,771,821)	\$ (12,957,310)	\$ (10,278,036)	\$ (10,387,685)	\$ (3,617,507)

**Source:** City Administrative Services Department

**City of Citrus Heights, California**  
**Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
**(Fiscal year ended June 30)**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>General Fund:</b>										
Nonspendable	\$ 1,366,759	\$ 1,233,199	\$ 1,144,639	\$ 962,457	\$ 298,407	\$ 32,159	\$ 279,210	\$ 135,485	\$ 302,545	\$ 145,343
Restricted	-	-	6,443	14,148	14,613	25,394	21,143	-	-	-
Committed	32,677,537	29,080,819	27,279,124	19,395,418	18,616,257	4,559,378	4,559,378	4,561,978	4,486,978	4,486,978
Unassigned	172,951	855,369	925,202	64,943	146,734	1,101,504	314,061	1,833,065	490,603	4,258,505
<b>Total general fund</b>	<b>34,217,247</b>	<b>31,169,387</b>	<b>29,355,408</b>	<b>20,436,966</b>	<b>19,076,011</b>	<b>5,718,435</b>	<b>5,173,792</b>	<b>6,530,528</b>	<b>5,280,126</b>	<b>8,890,826</b>
<b>All Other Governmental Funds:</b>										
Nonspendable	-	512,312	643,352	-	-	-	2,784,600	2,285,330	1,980	2,345
Restricted	3,696,281	3,454,581	9,994,202	9,479,154	9,723,591	10,067,839	8,702,340	13,375,587	20,775,754	25,779,873
Assigned	13,451,353	9,705,971	-	1,652,198	928,925	894,318	1,374,838	945,767	1,141,407	1,172,209
Unassigned (deficit)	(14)	(578,904)	950,267	(570,131)	(122,707)	(132,660)	(262,719)	(181,979)	(140,450)	(415,934)
<b>Total all other governmental funds</b>	<b>17,147,620</b>	<b>13,093,960</b>	<b>11,587,821</b>	<b>10,561,221</b>	<b>10,529,809</b>	<b>10,829,497</b>	<b>12,599,059</b>	<b>16,424,705</b>	<b>21,778,691</b>	<b>26,538,493</b>
<b>Total all governmental funds</b>	<b>\$ 51,364,867</b>	<b>\$ 44,263,347</b>	<b>\$ 40,943,229</b>	<b>\$ 30,998,187</b>	<b>\$ 29,605,820</b>	<b>\$ 16,547,932</b>	<b>\$ 17,772,851</b>	<b>\$ 22,955,233</b>	<b>\$ 27,058,817</b>	<b>\$ 35,429,319</b>

**NOTE:** Information was not available from the City's pension plan to report both the pension liability and changes in pension liability under GASB Statement No. 68 prior to 2015. Consequently, the amounts reported above in 2014 and prior years are prior to restatement.

**City of Citrus Heights, California**  
**Changes in Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
**(Fiscal Year ended June 30)**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Revenues:</b>										
Taxes and assessments	\$ 21,031,929	\$ 20,405,852	\$ 15,419,083	\$ 15,582,175	\$ 16,984,351	\$ 16,631,964	\$ 16,522,415	\$ 16,837,829	\$ 16,252,772	\$ 17,671,002
Licenses, permits and fees	1,056,671	1,069,757	1,162,034	1,467,405	1,524,848	1,631,147	1,462,504	1,567,925	1,949,980	3,000,422
Fines and forfeitures	1,013,877	898,734	947,834	1,454,939	1,084,980	1,247,094	1,147,719	1,127,317	1,154,133	1,227,526
Intergovernmental	16,424,374	22,909,194	24,645,011	19,573,316	22,748,760	19,003,009	18,839,531	21,159,815	17,640,156	23,490,200
Use of money and property	1,786,652	803,392	890,087	577,893	874,978	1,398,709	515,517	944,989	761,884	191,732
Charges for services	652,637	1,080,785	6,281,132	6,197,842	6,470,344	6,598,162	6,594,424	7,049,858	7,694,919	7,317,943
Contributions	24,046	26,522	25,520	27,126	1,807,470	155,409	19,726	26,872	42,369	103,390
Other revenues	553,348	83,037	52,826	6,031	216,226	1,082,642	491,114	1,580,426	1,430,106	328,076
<b>Total revenues</b>	<b>42,543,534</b>	<b>47,277,273</b>	<b>49,423,527</b>	<b>44,886,727</b>	<b>51,711,957</b>	<b>47,748,136</b>	<b>45,592,950</b>	<b>50,295,031</b>	<b>46,926,319</b>	<b>53,330,291</b>
<b>Expenditures:</b>										
General government	4,792,560	4,472,530	4,472,814	4,732,760	4,940,481	5,547,678	5,582,583	6,364,953	6,481,755	8,989,692
Public safety	18,477,602	17,944,997	18,945,346	18,954,246	19,537,621	19,631,973	20,018,189	21,352,292	21,743,031	21,019,569
Public works and facilities	12,658,660	18,506,469	12,507,432	14,809,940	16,288,336	12,303,244	11,251,339	10,177,443	7,469,779	6,347,685
Culture and recreation	690,509	682,528	608,931	560,376	667,099	724,750	704,866	673,253	787,545	478,510
Economic development	64,906	114,395	171,271	159,924	223,753	405,901	298,781	289,440	927,770	907,684
Community enhancements	4,531,696	4,406,960	4,348,398	4,388,846	4,425,724	4,714,654	4,306,626	3,920,072	3,708,522	3,588,593
Capital outlay	4,080,252	8,278,153	12,620,848	25,084,392	7,036,250	4,144,138	2,318,319	5,103,347	4,060,450	3,780,670
Debt service:										
Lease principal <sup>1</sup>	-	-	-	7,638,960	-	13,749,031	-	-	-	-
Principal retirement	-	-	-	-	-	-	-	-	-	76,169
Interest and fiscal charges	49,200	-	-	-	-	-	-	70,962	76,664	154,731
<b>Total expenditures</b>	<b>\$ 45,345,385</b>	<b>\$ 54,406,032</b>	<b>\$ 53,675,040</b>	<b>\$ 76,329,444</b>	<b>\$ 53,119,264</b>	<b>\$ 61,221,369</b>	<b>\$ 44,480,703</b>	<b>\$ 47,951,762</b>	<b>\$ 45,255,516</b>	<b>\$ 45,343,303</b>
<b>Reconciliation of Governmental Revenues</b>										
<b>Less Expenditures to Fund Equity:</b>										
Revenues over (under) expenditures	\$ (2,801,851)	\$ (7,128,759)	\$ (4,251,513)	\$ (31,442,717)	\$ (1,407,307)	\$ (13,473,233)	\$ 1,112,247	\$ 2,343,269	\$ 1,670,803	\$ 7,986,988
Other financing sources (uses):										
Extraordinary loss on dissolution of redevelopment	(3,005,604)	-	-	-	-	-	-	-	-	-
Tax sharing payments	(573,320)	-	-	21,387,991	-	-	-	-	-	-
Loan issued	-	-	-	-	-	-	-	-	-	347,268
Draw on line of credit	-	-	-	-	-	-	-	50,001	3,470,000	-
Proceeds from sale of capital assets	76,147	24,321	105,911	109,684	14,940	415,345	112,672	32,181	48,112	36,246
Transfers in	3,379,196	4,938,773	3,106,136	2,642,014	2,514,601	15,236,333	1,514,764	320,356	4,176,222	2,148,207
Transfers out	(3,376,862)	(4,935,855)	(3,106,136)	(2,642,014)	(2,514,601)	(15,236,333)	(1,514,764)	(320,356)	(4,176,222)	(2,148,207)
Total other financing sources (uses)	(3,500,443)	27,239	105,911	21,497,675	14,940	415,345	112,672	82,182	3,518,112	383,514
<b>Net change in fund balances</b>	<b>\$ (6,302,294)</b>	<b>\$ (7,101,520)</b>	<b>\$ (4,145,602)</b>	<b>\$ (9,945,042)</b>	<b>\$ (1,392,367)</b>	<b>\$ (13,057,888)</b>	<b>\$ 1,224,919</b>	<b>\$ 2,425,451</b>	<b>\$ 5,188,915</b>	<b>\$ 8,370,502</b>
Debt service as a percentage of noncapital expenditures	0.12%	0.00%	0.00%	14.91%	0.00%	24.09%	0.00%	0.17%	0.19%	0.37%

<sup>1</sup> In 2015, the City entered into a capital lease payable agreement for a new City Hall building and utility yard. In 2017, the City exercised its option to purchase the City Hall building and utility yard by making payments totaling \$13,749,031. Due to the purchase, the capital lease liability was extinguished.

**City of Citrus Heights, California**  
**Assessed Value and Actual Value of Taxable Property**  
**For the Last Ten Fiscal Years**  
**(In thousands of dollars)**

	City *										Redevelopment Agency			
	Total Real Property					Total Assessed					Less:		Table	
	Residential Property	Commercial Property	Industrial Property	Other Property	Secured Property	Unsecured Property	Total Assessed	Estimated Full Market	Total Direct Tax Rate	Secured	Unsecured	Exceptions	Assessed Value	Total Direct Tax Rate
FY 11-12	\$ 4,229,677,730	\$ 1,021,508,691	\$ 23,950,691	\$ 42,526,006	\$ 5,317,663,118	\$ 136,830,564	\$ 5,454,493,682	\$ 5,454,493,682	0.13	\$ 561,092,961	\$ 56,908,605	\$ 460,600	\$ 617,540,966	0.084%
FY 12-13	4,125,843,469	987,468,004	24,340,107	40,991,950	5,178,643,530	136,454,777	5,315,098,307	5,315,098,307	0.12	535,868,652	53,083,982	434,000	588,518,634	0.084%
FY 13-14	4,392,797,873	946,260,199	23,975,394	41,160,931	5,406,194,397	130,148,077	5,536,342,474	5,536,342,474	0.08	521,362,337	51,620,891	434,000	572,549,228	0.084%
FY 14-15	4,722,373,921	946,555,612	24,549,642	36,971,515	5,730,450,690	129,655,189	5,860,105,879	5,860,105,879	0.08	519,033,049	48,319,149	420,000	566,932,198	0.084%
FY 15-16	4,904,311,049	959,298,396	25,096,287	51,406,049	5,940,311,781	108,308,288	6,048,620,069	6,048,620,069	0.08	505,368,074	38,951,421	378,000	543,941,495	0.084%
FY 16-17	5,123,458,670	995,114,927	26,777,317	48,869,228	6,194,220,242	127,456,727	6,321,676,969	6,321,676,969	0.08	515,200,283	39,266,230	371,000	554,095,513	0.084%
FY 17-18	5,436,063,995	1,071,328,921	27,361,771	44,407,597	6,579,162,284	125,883,733	6,705,046,017	6,705,046,017	0.08	532,993,401	36,254,710	322,000	568,926,111	0.084%
FY 18-19	5,759,511,551	1,094,930,040	31,158,659	47,155,289	6,932,755,539	131,198,394	7,063,953,933	7,195,152,327	0.08	-	-	-	-	0.000%
FY 19-20	6,063,826,197	1,109,893,409	28,709,180	54,462,552	7,256,891,338	129,920,746	7,386,812,084	7,516,732,830	0.08	-	-	-	-	0.000%
FY 20-21	6,368,025,400	1,142,931,179	29,220,643	63,644,340	7,603,821,562	133,241,641	7,737,063,203	7,870,304,844	0.08	-	-	-	-	0.000%

Source: Sacramento County Assessor 2011/12-2020/21 Combined Tax Rolls

Source: HDL Coren & Core

\* Due to a Revenue Neutrality law, the City has entered into a contract with the County, whereby the County will keep all of the City's property tax revenue through June 2022. Numbers above represent estimates provided by the County.

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 may be increased by an "inflation factor" (limited to a maximum 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 assessed 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 the actual market value of taxable property and is subject to the limitations described above.

**City of Citrus Heights, California**  
**Direct and Overlapping Tax Rates**  
**For the last ten fiscal years**  
**(Rate per \$100 of taxable value)**

	2011/2012	2012/2013	2013/2014	2014/2015	2015/2016	2016/2017	2017/2018	2018/2019	2019/2020	2020/2021
Basic Levy <sup>1</sup>	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
Grant Joint High	0.05890	0.08230	0.07280	0.04850	0.03060	0.06480	0.01460	0.03320	0.02940	0.02000
Los Rios College Bond	0.01920	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
Los Rios College Gob	0.00000	0.01930	0.01810	0.01130	0.00910	0.01410	0.01300	0.01310	0.00000	0.02230
North Sacramento Elementary Gob 2017	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
North Sacto Elementary Gob	0.01450	0.01670	0.02060	0.01850	0.01260	0.01680	0.00000	0.00000	0.00000	0.00000
Rio Linda Elementary Bond	0.06030	0.05760	0.05570	0.05290	0.04890	0.05210	0.00000	0.00000	0.00000	0.00000
Rio Linda Elementary Gob	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
San Juan Unified	0.09480	0.10030	0.16300	0.15090	0.15470	0.15220	0.21150	0.19930	0.17930	0.18090
Twin Rivers Unified	0.00000	0.01170	0.00990	0.05520	0.03890	0.04810	0.14430	0.07340	0.10330	0.10610
<b>Total Direct &amp; Overlapping<sup>2</sup> Tax Rates</b>	<b>1.24770</b>	<b>1.28790</b>	<b>1.34010</b>	<b>1.33730</b>	<b>1.29480</b>	<b>1.34810</b>	<b>1.38340</b>	<b>1.31900</b>	<b>1.33520</b>	<b>1.32930</b>
City's Share of 1% Levy Per Prop 13 <sup>3</sup>	0.08431	0.08431	0.08431	0.08431	0.08431	0.08431	0.08431	0.08431	0.08431	0.08431
Voter Approved City Debt Rate										
Redevelopment Rate <sup>4</sup>	1.00000	-	-	-	-	-	-	-	-	-
Total Direct Rate <sup>5</sup>	0.12715	0.12388	0.07634	0.07664	0.07735	0.07759	0.08140	0.07837	0.07908	0.07908

<sup>1</sup> In 1978, California voters passed Proposition 13 which set the property tax rate at a 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 any voter approved bonds.

<sup>2</sup> Overlapping rates are those of local and county governments that apply to property owners within the City. Not all overlapping rates apply to all city property owners.

<sup>3</sup> City's Share of 1% levy is based on the City's share of the general fund tax rate area with the largest net taxable value within the City. The ERAF general fund tax shifts are unknown and may not be subtracted from the City's share.

<sup>4</sup> Redevelopment Rate is based on the largest RDA tax rate area and only includes rate(s) from indebtedness adopted prior to 1989 per California State statute. RDA direct and overlapping rates are applied only to the incremental property values. The approval of ABX1 26 eliminated Redevelopment from the State of California for the fiscal year 2012/13 and years thereafter.

<sup>5</sup> Total Direct Rate is the weighted average of all individual direct rates applied by the City/Agency preparing the statistical section information and excludes revenues derived from aircraft. Beginning in 2013/14 the Total Direct Rate no longer includes revenue generated from the former redevelopment tax rate areas. Challenges to recognized enforceable obligations are assumed to have been resolved during 2012/13. For the purposes of this report, residual revenue is assumed to be distributed to the City/Agency in the same proportions as general fund revenue.



**City of Citrus Heights, California**  
**Principal Property Tax Payers**  
**Current Year and 9 Years Ago**

Property Owner	2020-2021			2011-2012		
	Assessed Valuation	Rank	% of Total	Assessed Valuation	Rank	% of Total
Montage Apartments Property	\$ 80,099,978	1	1.04%			
Birdcage Marketplace LLC	72,486,465	2	0.94%	57,788,574	2	1.06%
Mitchell Sippola LP	51,730,775	3	0.67%			
Lakeview Gold 101305 LP	48,788,781	4	0.63%			
MG Atwood Apartments Ria LLC	47,940,000	5	0.62%			
Oakmont Properties Autumn Ridge LP	31,009,584	6	0.40%	23,912,716	6	0.44%
Sunrise Mall Realty LLC	29,967,568	7	0.39%			
Wal-Mart Real Estate/Sam's Club	27,683,218	8	0.36%	23,635,804	7	0.43%
MGP XII Sunrise Village LLC	26,842,330	9	0.35%			
Wedgewood Commons Apartments LLC	26,291,052	10	0.34%			
California Tropics Investors 1992				41,853,792	4	0.77%
Comcast Cable				22,411,205	9	0.41%
Costco Wholesale Corporation				21,363,137	10	0.39%
Grove At Sunrise LLC				28,526,113	5	0.52%
Marshall Field Stores Inc				23,300,272	8	0.43%
Steadfast Sunrise LLC				103,096,581	1	1.89%
VIF Lyon Oak Creek LLC				50,261,544	3	0.92%
	<u>\$ 442,839,751</u>		<u>5.74%</u>	<u>\$ 396,149,738</u>		<u>7.26%</u>

Information collected by: HDL Coren & Cone

Data Source: Sacramento County Assessor 2020/21 & 2011/12 Combined Tax Rolls and the SBE Non Unitary Tax Roll

**City of Citrus Heights, California**  
**Direct and Overlapping Sales Tax Rates**  
**Last Ten Fiscal Years**

Fiscal Year Ended June 30	City Direct Rate	Sacramento County	STA Measure A	State of California	Total Sales Tax Rate
2012	1.00	0.25	0.50	6.00	7.75%
2013	1.00	0.25	0.50	6.25	8.00%
2014	1.00	0.25	0.50	6.25	8.00%
2015	1.00	0.25	0.50	6.25	8.00%
2016	1.00	0.25	0.50	6.25	8.00%
2017	1.00	0.25	0.50	6.00	7.75%
2018	1.00	0.25	0.50	6.00	7.75%
2019	1.00	0.25	0.50	6.00	7.75%
2020	1.00	0.25	0.50	6.00	7.75%
2021	1.00	0.25	0.50	6.00	7.75%

Source: California State Board of Equalization

**City of Citrus Heights, California**  
**Schedule of Top 25 Principal Sales Tax Remitters (listed in alphabetical order)**  
**Current year and Nine Years Ago**  
**Fiscal Year Ended June 30, 2021**

2021 (represents 53.58% of total sales tax)	2012 (represents 52.66% of total sales tax)
A&A Stepping Stone Manufacturing	Arco AM PM
Arco AM PM	Arco AM PM
Arco AM PM	AT&T Mobility
Best Buy	Barnes & Noble
BevMo	Best Buy
Burlington	Burlington
Citrus Heights Shell	Carmichael Honda
Costco	Chevron
Harbor Freight Tools	Costco
Hobby Lobby	Granite Data Solutions
Kohls	JC Penney
Lowes	Kmart
Macy's	Kohls
Maita Honda	Lowe's
Marshalls	Macy's
McDonalds	Pastor Auto Care
Palms Auto Sales	Rite Aid
Pastor Auto Care	Ross
Petsmart	Sams Club w/ Fuel
Quik Stop	Sears
Ross	Shell
Sams Club w/ Fuel	Target
Target	Toys R Us
Walgreens	Walgreens
Walmart Supercenter	Walmart Supercenter

\* Firms Listed Alphabetically

Period: July 2020 thru March 2021

Period: July 2011 thru March 2012

Note: The lists above includes both public and private entities and therefore the dollar values have been omitted because the information is not public information and is not provided by HDL. Rankings are determined by the sales dollar volume.

**Source:** HDL & Associates, State Board of Equalization, California Department of Taxes and Fees Administration, State Controller's Office

**City of Citrus Heights, California**  
**Property Tax Levies and Collections**  
**For the last ten fiscal years**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year*	Collected within the		Collections in Subsequent Years	Total Collections to Date	
		Fiscal Year of the Levy			Amount	Percentage of Levy
		Amount	Percentage of Levy			
<b>2012</b>	\$ 3,802,298	\$ 3,802,298	100%	\$ -	\$ 3,802,298	100%
<b>2013</b>	3,952,063	3,952,063	100%	-	3,952,063	100%
<b>2014</b>	4,180,600	4,180,600	100%	-	4,180,600	100%
<b>2015</b>	4,481,889	4,481,889	100%	-	4,481,889	100%
<b>2016</b>	4,801,882	4,662,052	100%	-	4,662,052	100%
<b>2017</b>	4,960,511	4,774,258	100%	-	4,774,258	100%
<b>2018</b>	5,286,616	4,885,101	100%	-	4,885,101	100%
<b>2019</b>	5,593,319	5,593,319	100%	-	5,593,319	100%
<b>2020</b>	5,888,260	5,888,260	100%	-	5,888,260	100%
<b>2021</b>	6,203,470	6,203,470	100%	-	6,203,470	100%

**Source:** Sacramento County Auditor-Controller's Office

\* Due to a Revenue Neutrality law, the City has entered into a contract with the County of Sacramento (County), whereby the County will keep all of the City's property tax revenue through June 2022. Numbers above were provided by the County.

Note: Amounts reported and collected under the Teeter Plan in which all taxes are distributed to the City in the year of the levy with the County retaining any interest or penalties on uncollected balances.

**City of Citrus Heights, California**  
**Direct and Overlapping Debt**  
**Current Year**  
**June 30, 2021**

2020-21 Assessed Valuation \$7,736,264,003

	Total Debt 6/30/2021	% Applicable <sup>1</sup>	City's Share of Debt 6/30/2021
<b>DIRECT &amp; OVERLAPPING TAX &amp; ASSESSMENT DEBT:</b>			
Los Rios Community College District	\$ 415,205,000	3.523%	\$ 14,627,672
San Juan Unified School District	666,805,642	19.331%	128,900,199
Twin Rivers Unified School District	56,250,000	0.225%	126,563
Twin Rivers Unified School District (former Grant Joint UHSD	264,842,691	0.177%	468,772
CA Statewide Communities Development Authority Assessment District No. 19-14Ca	4,641,000	100.000%	4,641,000
<b>City of Citrus Heights</b>	-	<b>100</b>	-
<b>TOTAL DIRECT &amp; OVERLAPPING TAX &amp; ASSESSMENT DEBT</b>			<b>148,764,206</b>
<b>OVERLAPPING GENERAL FUND DEBT:</b>			
Sacramento County General Fund Obligations	139,167,413	4.254%	5,920,182
Sacramento County Pension Obligation Bonds	712,785,052	4.254%	30,321,876
Sacramento Board of Education Certificates of Participation	3,100,000	4.254%	131,874
Twin Rivers Unified School District Certificates of Participation	8,090,000	0.177%	14,319
<b>City of Citrus Heights General Fund Obligations</b>	<b>3,520,001</b>	<b>100.000%</b>	<b>3,520,001</b>
Sacramento Metropolitan Fire District General Fund Obligations	8,375,000	10.441%	874,434
Sacramento Metropolitan Fire District Pension Obligations Bonds	30,410,000	10.441%	3,175,108
Orangevale Recreation and Park District Certificates of Participation	940,000	0.034%	320
Sunrise Recreation and Park District Certificates of Participation	5,275,000	54.950%	2,898,613
<b>TOTAL GROSS OVERLAPPING GENERAL FUND DEBT</b>			<b>46,856,727</b>
Less: Sacramento County supported obligations			635,012
<b>TOTAL NET OVERLAPPING GENERAL FUND DEBT</b>			<b>\$ 46,221,715</b>
<b>TOTAL DIRECT DEBT</b>			<b>\$ 3,520,001</b>
<b>TOTAL GROSS OVERLAPPING DEBT</b>			<b>192,100,932</b>
<b>TOTAL NET OVERLAPPING DEBT</b>			<b>191,465,920</b>
<b>GROSS COMBINED TOTAL DEBT</b>			<b>195,620,933 <sup>2</sup></b>
<b>NET COMBINED TOTAL DEBT</b>			<b>194,985,921</b>

<sup>(1)</sup>The percentage of overlapping debt applicable to the city is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the city divided by the district's total taxable assessed value.

<sup>(2)</sup> Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue, and non-bonded capital lease obligations.

Ratios to 2020-21 Assessed Valuation:

Total Overlapping Tax and Assessment Debt .....	1.92%
<b>Direct Debt</b> .....	<b>0.05%</b>
Gross Combined Total Debt .....	2.53%
Net Combined Total Debt .....	2.52%

**Source:** California Municipal Statistics, Inc.

**City of Citrus Heights, California**  
**Legal Debt Margin Information**  
**Last Ten Fiscal Years**  
**(Dollars in thousands)**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Assessed Value	\$ 5,454,493,682	\$ 5,315,098,307	\$ 5,536,342,474	\$ 5,860,105,879	\$ 6,048,620,069	\$ 6,321,676,969	\$ 6,705,046,017	\$ 7,063,953,933	\$ 7,386,812,084	\$ 7,737,063,203
Conversion Percentage	25%	25%	25%	25%	25%	25%	25%	25%	25%	25%
Adjusted Assessed Value	1,363,623,421	1,328,774,577	1,384,085,619	1,465,026,470	1,512,155,017	1,580,419,242	1,676,261,504	1,765,988,483	1,846,703,021	1,934,265,801
Debt Limit Percentage	15%	15%	15%	15%	15%	15%	15%	15%	15%	15%
Debt limit	204,543,513	199,316,187	207,612,843	219,753,970	226,823,253	237,062,886	251,439,226	264,898,272	277,005,453	290,139,870
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$ 204,543,513	\$ 199,316,187	\$ 207,612,843	\$ 219,753,970	\$ 226,823,253	\$ 237,062,886	\$ 251,439,226	\$ 264,898,272	\$ 277,005,453	\$ 290,139,870
Total net debt applicable to the limit as a percentage of debt limit	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%

**Source:** City Administrative Services Department

Notes: The Government Code of the State of California provides for a legal debt limit of 15% of gross assessed secured tax 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 the assessed value 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.

The City does not have any outstanding general obligation debt subject to the limit.

**City of Citrus Heights, California**  
**Ratios of Outstanding Debt by Type - Government Activities**  
**Last Ten Calendar Years**

Fiscal Year Ended June 30	Debt		Percentage of Personal Income		Per Capita
	\$	-	\$	-	
2012		-	\$	-	-
2013		-		-	-
2014		-		-	-
2015		13,749,031		6.52	162.61
2016		13,749,031		6.52	159.33
2017		-		-	-
2018		-		-	-
2019		50,001		0.02	0.57
2020		3,520,001		1.38	40.09
2021		3,791,100		1.40	43.17

Source: City Administrative Services Department

**City of Citrus Heights, California**  
**Demographic and Economic Statistics**  
**Last Ten Calendar Years**

Calendar Year	Population	Personal Income (In Thousands)	Per Capita Personal Income	Unemployment Rate	Median Age	% of Pop 25+ w/ High School Degree	% of Pop 25+ w/ Bachelor's Degree
2011	83,881	\$2,150,709	\$25,640.00	8.5%	36.7	89.0%	18.9%
2012	84,345	\$2,168,257	\$25,707.00	5.8%	37.1	89.2%	18.5%
2013	84,544	\$2,163,481	\$25,590.00	4.9%	37.0	89.9%	19.2%
2014	84,550	\$2,107,324	\$24,924.00	7.7%	37.0	89.2%	18.9%
2015	86,291	\$2,109,711	\$24,448.00	6.3%	37.8	89.2%	18.9%
2016	87,013	\$2,097,135	\$24,101.00	5.6%	37.3	89.9%	18.8%
2017	87,731	\$2,193,100	\$24,997.00	4.5%	37.7	89.6%	19.0%
2018	88,095	\$2,377,290	\$26,985.00	3.7%	37.6	90.2%	20.0%
2019	87,811	\$2,548,891	\$29,027.00	3.5%	37.7	90.2%	20.7%
2020	87,811	\$2,698,425	\$30,729.00	9.0%	38.0	90.3%	20.4%

**Notes and Data Sources:**

Information collected by: HDL Coren & Cone

Population: California State Department of Finance. Unemployment Data: California Employment Development Department

2000-2009 Income, Age and Education Data: ESRI - Demographic Estimates are based on the last available Census. Projections are developed by incorporating all of the prior census data released to date. Demographic Data is totaled form Census Block Groups that overlap the City's boundaries.

2010 and later - Income, Age and Education Data - US Census Bureau, most recent American Community Survey



**City of Citrus Heights, California**  
**Principal Employers**  
**Current Year and Ten Years Ago**

Employer	2021*			2012*		
	Employees	Rank	Percentage of Top 10 Employment	Employees	Rank	Percentage of Top 10 Employment
State of California	82,076	1	48.00%	69,763	1	53.88%
UC Davis/US Davis Health System	14,618	2	8.55%	7,725	3	5.97%
Sacramento County	12,585	3	7.36%	11,450	2	8.84%
Kaiser Permanente	12,078	4	7.06%	6,360	6	4.91%
U.S. Government	11,752	5	6.87%			
Dignity Health	10,888	6	6.37%	7,069	4	5.46%
Sutter Health Sacramento Sierra Region	10,764	7	6.29%	5,765	7	4.45%
Intel Corp	5,992	8	3.50%	6,633	5	5.12%
CA State University Sacramento	5,283	9	3.09%			
San Juan Unified School District	4,962	10	2.90%	4,700	10	3.63%
Elk Grove Unified School District				5,021	8	3.88%
Sacramento Unified School District				5,000	9	3.86%
Total	170,998		100.00%	129,486		100.00%

Notes:

\* Information presented is for the Sacramento Region Largest Sacramento County Employers and Largest Private-Sector Employers, since separate data is not available for the City of Citrus Heights. Companies surveyed for this list have offices in Sacramento County. Not all responded to inquiries.

Source: Sacramento Business Journal

**City of Citrus Heights, California**  
**Full-time and Part-time City Employees by Function**  
**Last Ten Fiscal Years**  
**(Fiscal year ended June 30)**

Function	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General government	22	22	22	22	25	28	28	23	31	31
Public safety	150	141	150	145	144	144	151	149	149	133
Public works	23	27	25	25	20	18	16	28	16	19
Community development	17	19	16	17	18	18	18	15	14	13
Community center	10	11	15	14	14	11	9	8	6	4
Total	222	220	228	223	221	219	222	223	216	200

**Source:** City Administrative Services Department

**City of Citrus Heights, California**  
**Operating Indicators by Function**  
**Last Ten Fiscal Years**  
**(Fiscal year ended June 30)**

Function	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Police										
Arrests	3,176	3,276	3,348	3,185	2,990	2,730	2,452	2,249	1,966	2,054
Parking citations issued	803	724	539	685	520	650	908	906	581	393
Total police actions	3,979	4,000	3,887	3,870	3,510	3,380	3,360	3,155	2,547	2,447
Fire **	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Public works										
Street resurfacing (miles)	1	1	4	2	4	1	-	-	2	-
Parks and recreation **	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Water **	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Sewer **	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Building:										
Commercial/Industrial Construction	3	2	1	3	12	2	1	2	1	5
Residential Construction	6	7	10	43	28	9	17	26	24	140
Total building actions	9	9	11	46	40	11	18	28	25	145

\*\* Services are provided by Special Districts, which are separate from the City. Information not available.

**Source:** City Administrative Services Department

**City of Citrus Heights, California**  
**Capital Asset Statistics by Function**  
**Last Ten Fiscal Years**  
**(Fiscal year ended June 30)**

Function	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Police: Stations	1	1	1	1	1	1	1	1	1	1
Fire *										
Fire stations	5	5	5	5	4	4	4	4	4	4
Public works										
Streets (miles)	237	237	237	237	237	237	237	214	237	237
Streetslights	4289	4337	4365	4407	4497	4480	4702	4714	4736	4741
Parks and recreation										
Parks *	12	14	14	14	15	15	15	15	17	17
Community centers	1	3	3	3	3	3	3	3	3	3
Water *										
Water mains (miles)	225	225	225	225	225	225	225	225	340	340
Daily average consumption in MGD **	17.8	17.8	17.8	17.8	12	12	12	12	14.052	13.415
Sewer *										
Sanitary sewers (miles)	235	235	235	235	235	235	235	235	238	240.73
Number of pump stations	1	1	1	1	1	1	1	1	2	2
Building										
Commercial/Industrial Construction Value	\$ 2,093,500	\$ 1,202,480	\$ 1,600,000	\$ 4,387,549	\$ 22,135,000	\$ 7,105,826	\$ 680,000	\$ 9,950,000	\$ 875,001	\$ 591,141
Residential Construction Value	468,007	1,275,716	1,675,004	10,993,691	6,898,647	6,306,226	2,753,290	4,495,473	2,720,549	1,047,021

\* Services are provided by Special Districts, which are separate from the City. The data provided are for those portions of the system located within the City of Citrus Heights.

\*\* MGD = Million Gallons per Day.

**Source:** City Administrative Services Department

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