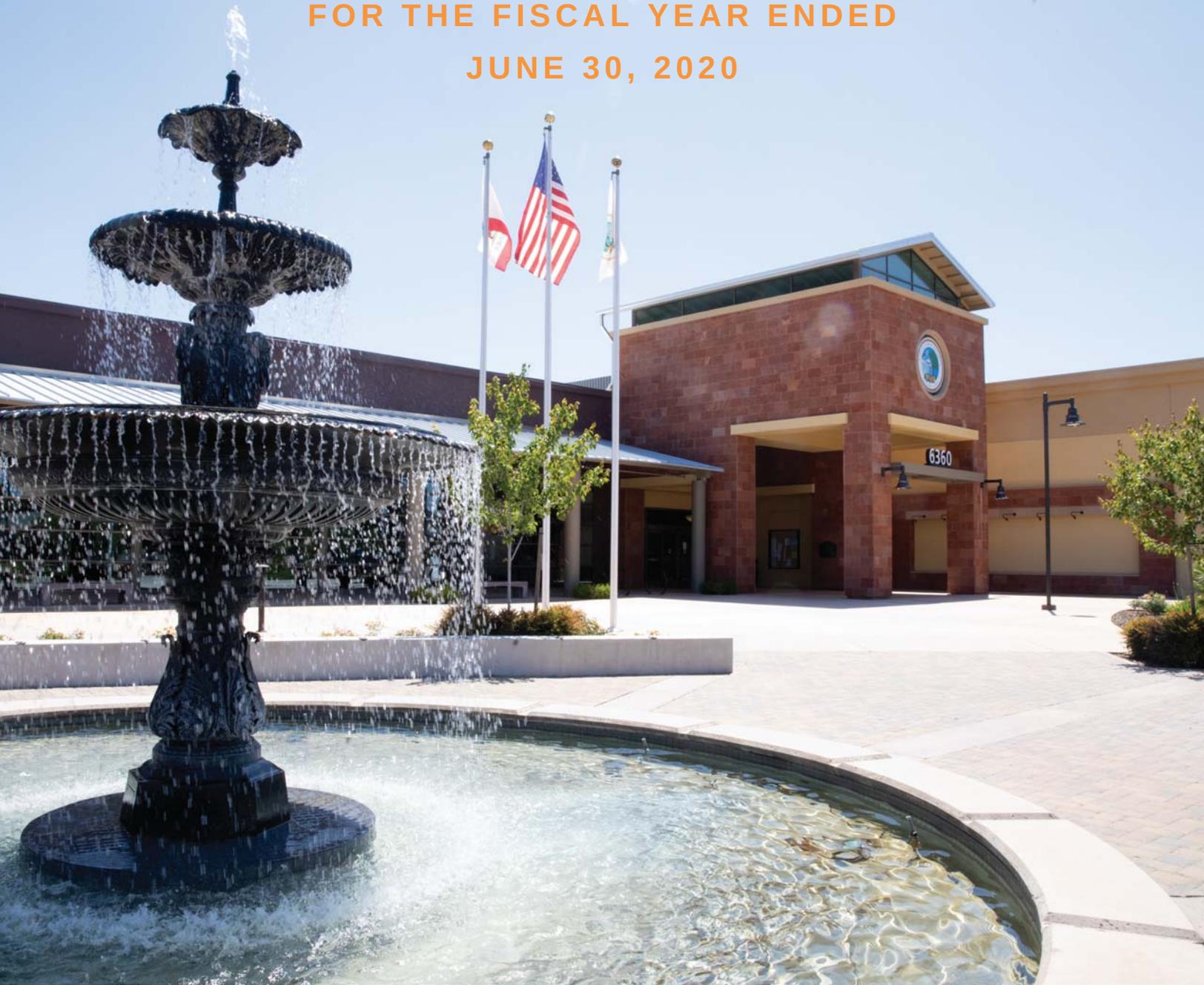


COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
JUNE 30, 2020



CITY OF CITRUS HEIGHTS, CALIFORNIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR FISCAL YEAR ENDED JUNE 30, 2020

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CITY OF CITRUS HEIGHTS
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR FISCAL YEAR ENDED JUNE 30, 2020

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that the financial statements of the City for the fiscal year ended June 30, 2020 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, 2020 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 are 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 30th 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 44,300. Unemployment in Sacramento County is at approximately 8.4%, which is below the current rate of unemployment for California (9.3%). 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. In addition to fostering in a new era for Sunrise Mall, the City also works hard to support our small businesses. There are 2,165 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 these 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.
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. However, underfunded state mandates and money grabs, online retail shopping, and the COVID-19 economic fallout threaten Citrus Heights' financial stability. 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 model has served as the primary budget guidance tool since the City's incorporation in 1997. The model is adjusted annually to project future operating revenue and expenditures. Modest increases in General Fund expenditures have been projected for the next ten years to fund essential services such as public safety. Several factors directly affect the City's General Fund revenue. Since the City receives approximately 45.8% 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 balance the General Fund by implementing a combination of cost saving measures as well as prudent financial planning.

COVID-19, Current Economic Conditions and Outlook

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 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. The extent to which public schools can be safely reopened to full-time in-person learning remains largely undecided. The Coronavirus remains a considerable source of uncertainty as well.

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 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. As part of this operation review, the City has established appropriation limits in key operational areas such as public safety, which has promoted increased operational efficiency.

The City of Citrus Heights anticipates minimal revenue growth for the next ten years. While this presents us with a financial challenge, it is important for us to continue to maintain essential services.

Awards and Acknowledgements

The City of Citrus Heights received an award for its submission of the FY 2018-19 Comprehensive Annual Financial Report for the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association (GFOA). This was the nineteenth 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 Comprehensive Annual 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 Comprehensive Annual 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,

A handwritten signature in blue ink that reads "Ronda Rivera". The signature is written in a cursive, flowing style.

Ronda Rivera

Assistant City Manager



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

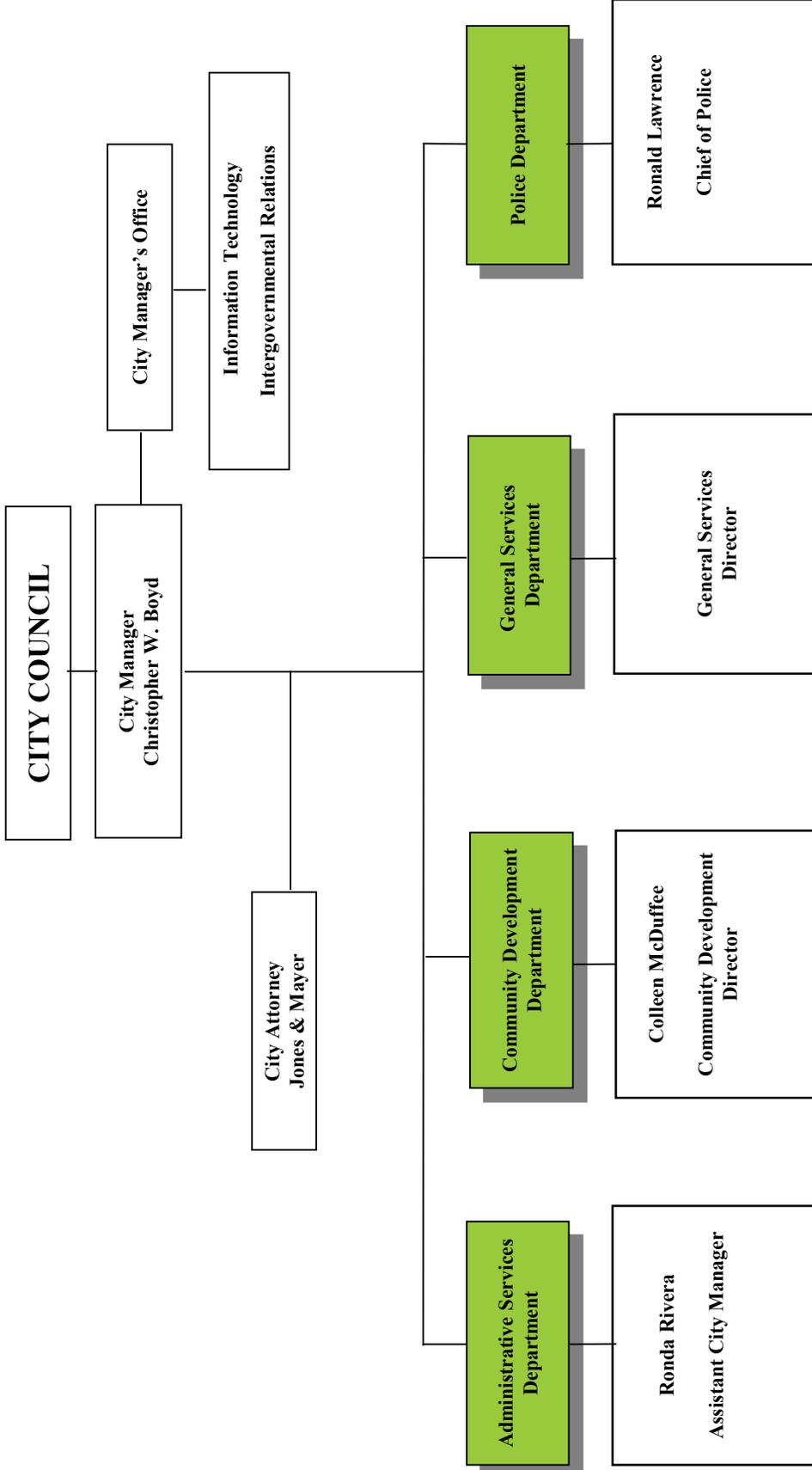
June 30, 2019

Christopher P. Morrill

Executive Director/CEO

CITY OF CITRUS HEIGHTS

Organization Chart



City of Citrus Heights, California

List of Officials

- Jeff Slowey, Mayor
 - Steve Miller, Vice Mayor
 - Jeannie Bruins, Council Member
 - Bret Daniels, Council Member
 - Porsche Middleton, Council Member
-
- Christopher W. Boyd, City Manager
 - Ronda Rivera, Assistant City Manager
 - Colleen McDuffee, Community Development Director
 - Ronald A. Lawrence, Chief of Police
 - Ryan R. Jones, City Attorney



INDEPENDENT AUDITORS' REPORT

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

Report on the Financial Statements

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, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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



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

Opinions

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, 2020, 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.

Other Matters

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, HOME program grants special revenue fund and 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, 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and schedules and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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.

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



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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2020 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.

Lance, Soll & Lughard, LLP

Sacramento, California
December 18, 2020

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**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

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, 2020. It should be read in conjunction with the accompanying transmittal letter and basic financial statements.

FINANCIAL HIGHLIGHTS

- ◆ As of June 30, 2020, total assets and deferred outflows of the City exceeded its liabilities and deferred inflows by \$342,463,526 (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 \$(7,272,577). The portion of net position that is restricted and may only be used for specific purposes is \$20,775,754. The remaining \$328,960,349 is invested in capital assets.
- ◆ As of June 30, 2020, the City's governmental funds reported combined ending fund balances of \$27,058,817. Of the combined fund balances, 22.09% (\$5.979 million) is available to meet the City's current and future needs (committed, assigned and unassigned balances).
- ◆ As of June 30, 2020, 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, \$5,888,260 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, increased to \$328,960,349 from \$337,286,574, which includes \$292,470,679 of infrastructure per the requirements of GASB 34.

OVERVIEW OF THE COMPREHENSIVE ANNUAL FINANCIAL REPORT

This Comprehensive Annual 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, 2020**

OVERVIEW OF THE COMPREHENSIVE ANNUAL 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.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

OVERVIEW OF THE COMPREHENSIVE ANNUAL FINANCIAL REPORT, Continued

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.

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, 2020, the City's major funds include the General Fund, Home Program Grants, Community Development Block Grant (CDBG) Fund, Housing Agency Special Revenue Fund, General Capital Improvements Fund and Streets Capital Projects Fund.

For the fiscal year ended June 30, 2020, 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.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

OVERVIEW OF THE COMPREHENSIVE ANNUAL FINANCIAL REPORT, Continued

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 33-67 of this report. Required Supplementary Information follows the notes on page 70.

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 82-100 of this report.

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 exceeded liabilities by \$341,563,733 as of June 30, 2020. 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, 2020, the County retained \$5,888,260 of property taxes.

The Summary of Net Position as of June 30, 2020, and 2019, follows:

	Governmental Activities		Business-type Activities		Totals	
	2020	2019	2020	2019	2020	2019
Current and other assets	\$ 35,572,508	\$ 32,421,158	\$ 765,605	\$ 577,069	\$ 36,338,113	\$ 32,998,227
Capital assets	328,594,520	336,912,872	365,829	373,702	328,960,349	337,286,574
Total Assets	364,167,028	369,334,030	1,131,434	950,771	365,298,462	370,284,801
Total Deferred Outflows	7,373,690	7,850,849	103,898	238,890	7,477,588	8,089,739
Long-term liabilities	21,012,792	15,550,737	261,666	427,989	21,274,458	15,978,726
Other liabilities	7,837,771	8,740,115	43,621	59,838	7,881,392	8,799,953
Total Liabilities	28,850,563	24,290,852	305,287	487,827	29,155,850	24,778,679
Total Deferred Inflows	1,126,422	722,660	30,252	21,990	1,156,674	744,650
Net position:						
Net investment in capital assets	328,594,520	336,912,872	365,829	373,702	328,960,349	337,286,574
Restricted	20,775,754	13,375,587	-	-	20,775,754	13,375,587
Unrestricted	(7,806,541)	1,882,908	533,964	306,142	(7,272,577)	2,189,050
Total Net Position	\$341,563,733	\$352,171,367	\$ 899,793	\$ 679,844	\$342,463,526	\$352,851,211

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Restricted net position increased by \$7,400,167 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 \$(7,272,577) of unrestricted net position as of June 30, 2020, which is a decrease of \$9,461,627. 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, 2020, 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, 2020**

GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

The change in net position for the fiscal years ended June 30, 2020, and 2019, follows:

	Governmental Activities		Business-type Activities		Totals	
	2020	2019	2020	2019	2020	2019
Revenues:						
Program revenues:						
Charges for services	\$ 10,912,471	\$ 9,615,941	\$ 829,397	\$ 839,030	\$ 11,741,868	\$ 10,454,971
Grants and contributions:						
Operating	6,053,305	7,165,367	-	-	6,053,305	7,165,367
Capital	3,790,741	7,101,580	-	-	3,790,741	7,101,580
General revenues:						
Property taxes and assessments	306,250	339,571	-	-	306,250	339,571
Sales and use taxes	12,083,836	12,542,158	-	-	12,083,836	12,542,158
Utility users tax	2,650,891	2,739,888	-	-	2,650,891	2,739,888
Other taxes	1,211,795	1,216,212	-	-	1,211,795	1,216,212
Shared intergovernmental - unrestricted	8,887,426	8,436,657	-	-	8,887,426	8,436,657
Investment earnings (Losses)	808,064	1,009,560	12,206	41,424	820,270	1,050,984
Other	458,727	32,181	54,195	7,831	512,922	40,012
Total Revenues	47,163,506	50,199,115	895,798	888,285	48,059,304	51,087,400
Expenses:						
Governmental activities:						
General government	7,360,783	6,909,949	-	-	7,360,783	6,909,949
Public safety	24,443,611	24,025,017	-	-	24,443,611	24,025,017
Public ways and facilities	19,019,629	21,730,069	-	-	19,019,629	21,730,069
Culture and recreation	830,572	720,442	-	-	830,572	720,442
Economic development	950,409	296,233	-	-	950,409	296,233
Community enhancements	3,928,848	3,953,127	-	-	3,928,848	3,953,127
Interest on long-term debt	151,957	70,962	-	-	151,957	70,962
Business-type activities:						
Solid waste	-	-	675,849	809,466	675,849	809,466
Total Expenses	56,685,809	57,705,799	675,849	809,466	57,361,658	58,515,265
Excess of revenues over expenditures before transfers	(9,522,303)	(7,506,684)	219,949	78,819	(9,302,354)	(7,427,865)
Transfers	-	-	-	-	-	-
Change in Net Position	(9,522,303)	(7,506,684)	219,949	78,819	(9,302,354)	(7,427,865)
Restatement	(1,085,331)	(2,850,171)	-	-	(1,085,331)	(2,850,171)
Net position, beginning of year	352,171,367	362,528,222	679,844	601,025	352,851,211	363,129,247
NET POSITION, JUNE 30	\$ 341,563,733	\$ 352,171,367	\$ 899,793	\$ 679,844	\$ 342,463,526	\$ 352,851,211

Revenues

The City's total revenues for governmental and business-type activities were \$48,059,304 for the fiscal year ended June 30, 2020. Approximately 69% of the City's key revenues are generated from four major sources.

**MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

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, 2020 decreased \$458,322 from the prior year due to the substantial impact of COVID-19 on taxable sales.
2. **Shared Intergovernmental Revenues** - Annual receipts for the fiscal year ended June 30, 2020 increased by \$450,769 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.
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, 2020, only a handful of projects remained open/ under construction.

Expenses

Governmental and business-type activity expenses of the City for the year totaled \$57,361,658. Governmental activity expenses totaled \$56,685,809 or 98.8% of total expenses. Business-type activities expenses totaled \$675,849 during the fiscal year. Public safety costs represented 43.1% of total governmental activities expenses and represented the largest single expense for governmental activities.

Governmental Activities

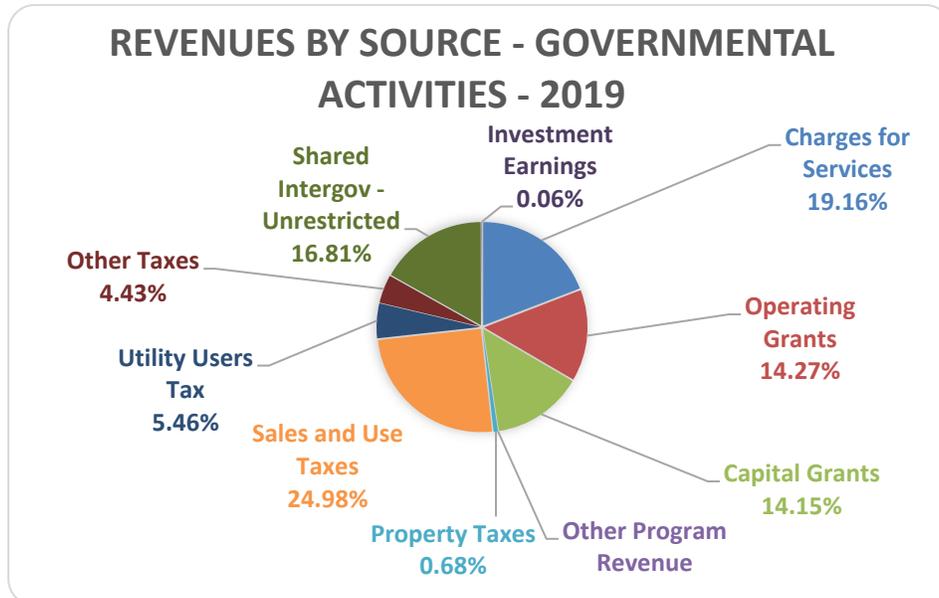
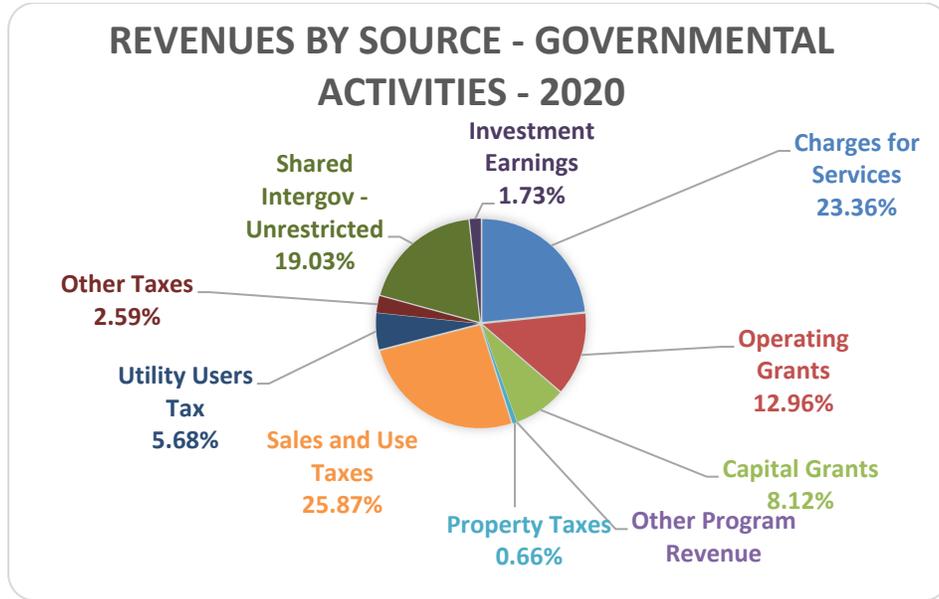
The following table shows the cost of each of the City’s major programs and the net cost of the programs. The net cost reflects the financial burden that was placed on the City’s taxpayers by each of the programs. The total cost of services and the net cost of services for the fiscal years ended June 30, 2020, and 2019, were as follows:

	2020		2019	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
General government	\$ 7,360,783	\$ (5,145,765)	\$ 6,909,949	\$ (4,687,720)
Public safety	24,443,611	(21,570,161)	24,025,017	(21,523,104)
Public ways and facilities	19,019,629	(946,280)	21,730,069	(6,208,340)
Culture and recreation	830,572	(800,059)	720,442	(666,759)
Economic development	950,409	(5,970,015)	296,233	(284,800)
Community enhancements	3,928,848	(1,345,055)	3,953,127	(381,226)
Interest on long-term debt	151,957	(151,957)	70,962	(70,962)
TOTAL	\$ 56,685,809	\$ (35,929,292)	\$ 57,705,799	\$ (33,822,911)

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

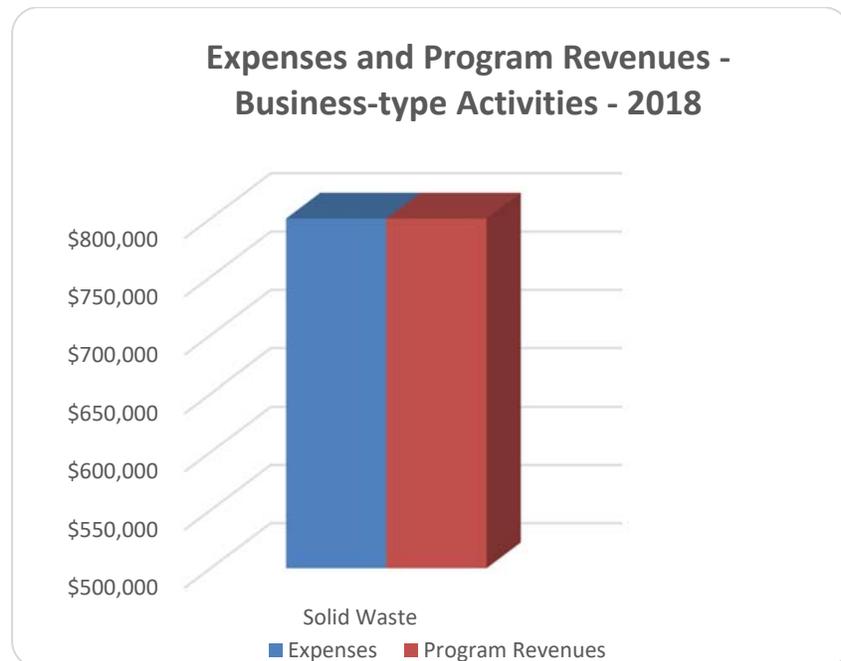
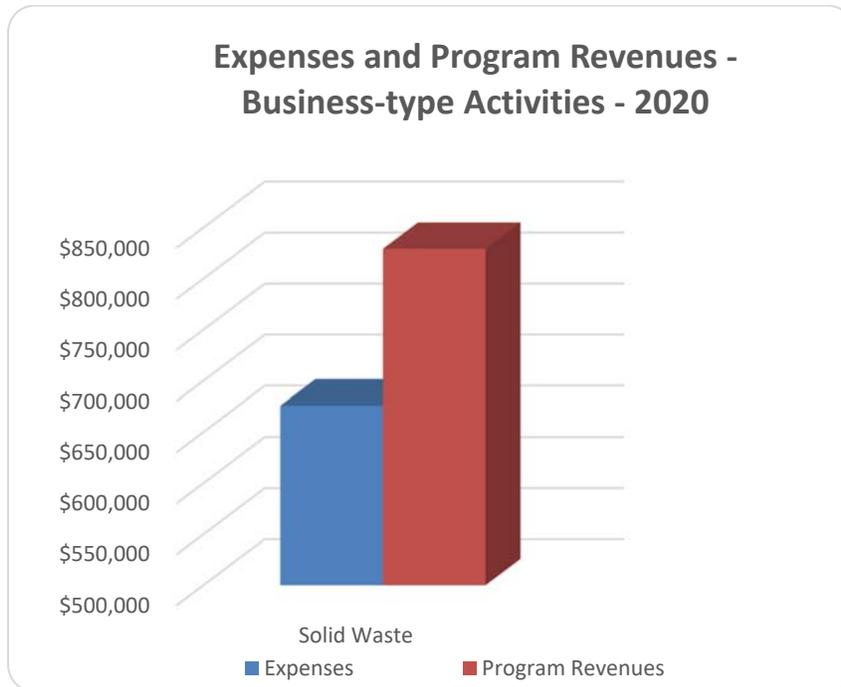
Revenues by source for the fiscal years ended June 30, 2020, and 2019, are as follows:



**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

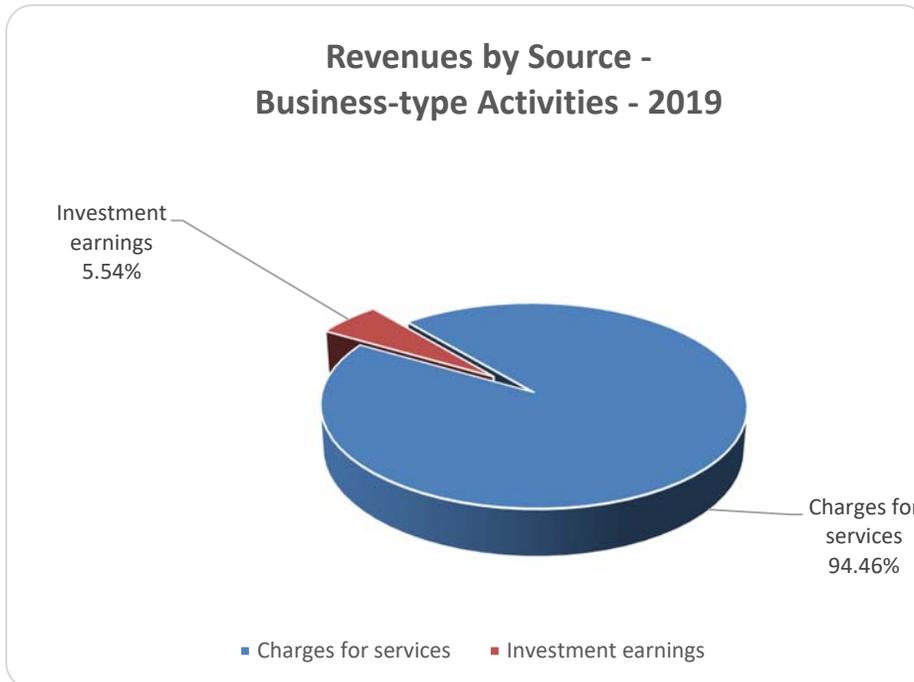
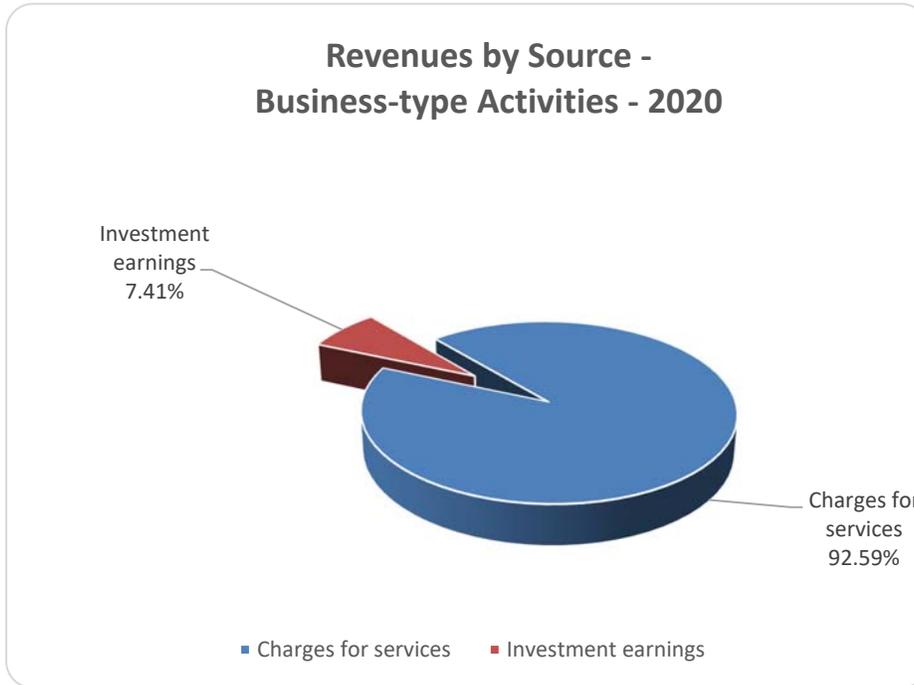
Business-type activities. The City's net position for business-type activities increased by \$219,949 for the fiscal year ended June 30, 2020. The City has one business-type activity, which is Solid Waste Operations. The expenses and program revenues for the Solid Waste Operation for the fiscal year ended June 30, 2020, and 2019, are as follows:



**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

The revenues by source for the solid waste business-type activity for the fiscal years ended June 30, 2020 and 2019 are as follows:



**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

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, 2020, the City's governmental funds reported combined fund balances of \$27,058,817.

The General Fund is the chief operating fund of the City. At the fiscal year ended June 30, 2020, the General Fund's fund balance totaled \$5,280,126 of which \$4,486,978 was committed for council approved projects. Fund balance in the General Fund decreased by \$1,250,402 largely due to the restatement of a loan receivable from the Housing Agency Fund previously recorded.

Proprietary funds. The City has one business-type activity, which is Solid Waste Operations. The Proprietary fund unrestricted net position increased \$219,949 in the fiscal year ended June 30, 2020.

General Fund Budgetary Highlights

The actual total revenues were approximately \$126,271 less than the final budgeted amount. Taxes, 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 charges for services \$489,242. A decrease in general sales tax revenue was due to the substantial impact of COVID-19 on taxable sales. An increase in charges for services was due to the City Council approved Master Fee Schedule effective January 1, 2020.

The actual total expenditures were approximately \$1,332,332 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, 2020**

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, 2020 amounted to \$328,594,520. 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	
	2020	2019	2020	2019	2020	2019
Land	\$ 15,290,467	\$ 15,218,758	\$ -	\$ -	\$ 15,290,467	\$ 15,218,758
Art	103,650	103,650	-	-	103,650	103,650
Construction in progress	1,313,792	4,276,265	-	-	1,313,792	4,276,265
Buildings and improvements	18,126,358	18,544,025	-	-	18,126,358	18,544,025
Infrastructure	292,104,850	296,881,468	365,829	373,702	292,470,679	297,255,170
Assets under capital lease	-	-	-	-	-	-
Machinery and equipment	1,655,403	1,888,706	-	-	1,655,403	1,888,706
Total	\$ 328,594,520	\$ 336,912,872	\$ 365,829	\$ 373,702	\$ 328,960,349	\$ 337,286,574

The increase in land was mainly due to Right of Way (ROW) and land acquisitions. The decrease in construction in progress was mainly due to the completion of several major capital projects including:

- Sunrise/Woodmore Streets Project,
- Highland-Rinconada Drainage Project,
- Mariposa Northridge, and
- Residential Street Resurfacing.

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, 2020 totaled \$21,274,458 and included a net pension liability of \$16,027,344. More detail on the City's long-term debt can be found in Note 6 and 7 on page 49 and Note 11 on pages 55-61.

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.

**MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

The COVID-19 pandemic and economic disruption directly resulting from the measures taken to control the virus’ spread have resulted in reductions to the City’s fiscal year ending June 30, 2020 projected revenues. 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.

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

Requests for Information

This Comprehensive Annual 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, CA 95621, or visit the City’s web page at www.citrusheights.net.

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CITY OF CITRUS HEIGHTS

STATEMENT OF NET POSITION
JUNE 30, 2020

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets:			
Current Assets:			
Pooled cash and investments	\$ 16,900,910	\$ 646,268	\$ 17,547,178
Receivables:			
Accounts	972,278	117,321	1,089,599
Interest	56,685	2,016	58,701
Prepaid items	287,452	-	287,452
Deposits	4,000	-	4,000
Due from other governments	5,902,042	-	5,902,042
Total Current Assets	24,123,367	765,605	24,888,972
Noncurrent Assets:			
Interest receivable - lease	346,766	-	346,766
Notes and loans	5,676,419	-	5,676,419
Allowance on uncollectible notes and loans	(4,463,346)	-	(4,463,346)
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	16,707,909	-	16,707,909
Capital assets, net of depreciation	311,886,611	365,829	312,252,440
Total Noncurrent Assets	340,043,661	365,829	340,409,490
Total Assets	364,167,028	1,131,434	365,298,462
Deferred Outflows of Resources:			
Pension related items	7,086,694	94,894	7,181,588
OPEB related items	286,996	9,004	296,000
Total Deferred Outflows of Resources	7,373,690	103,898	7,477,588
Liabilities:			
Current Liabilities:			
Accounts payable	1,774,727	31,325	1,806,052
Accrued liabilities	601,922	-	601,922
Accrued interest	75,476	-	75,476
Unearned revenue	2,508,579	-	2,508,579
Retentions payable	76,901	-	76,901
Deposits payable	121,656	-	121,656
Due to other governments	457,310	12,296	469,606
Compensated absences - due within one year	1,438,867	-	1,438,867
Claims payable - due within one year	782,333	-	782,333
Total Current Liabilities	7,837,771	43,621	7,881,392
Noncurrent liabilities:			
Compensated absences - due in more than one year	398,275	-	398,275
Claims payable - due in more than one year	1,299,667	-	1,299,667
Line of credit	3,520,001	-	3,520,001
Net pension liability	15,766,565	260,779	16,027,344
Net OPEB liability	28,284	887	29,171
Total Noncurrent Liabilities	21,012,792	261,666	21,274,458
Total Liabilities	28,850,563	305,287	29,155,850
Deferred Inflows of Resources:			
Pension related items	726,917	17,718	744,635
OPEB related items	399,505	12,534	412,039
Total Deferred Inflows of Resources	1,126,422	30,252	1,156,674
Net Position:			
Investment in capital assets	328,594,520	365,829	328,960,349
Restricted for:			
Housing projects	14,740,126	-	14,740,126
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	(7,806,541)	533,964	(7,272,577)
Total Net Position	\$ 341,563,733	\$ 899,793	\$ 342,463,526

CITY OF CITRUS HEIGHTS

STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2020

	Program Revenues			
	Expenses	Charges for Services	Operating Contributions and Grants	
Functions/Programs				
Primary Government:				
Governmental Activities:				
General government	\$ 7,360,783	\$ 1,902,206	\$ 312,812	\$ -
Public safety	24,443,611	2,133,898	739,552	-
Economic development	950,409	-	4,129	-
Culture and recreation	830,572	22,473	8,040	-
Public ways and facilities	19,019,629	5,344,895	4,590,740	3,113,979
Community enhancements	3,928,848	1,508,999	398,032	676,762
Interest on long-term debt	151,957	-	-	-
Total Governmental Activities	56,685,809	10,912,471	6,053,305	3,790,741
Business-Type Activities:				
Solid Waste	675,849	829,397	-	-
Total Business-Type Activities	675,849	829,397	-	-
Total Primary Government	\$ 57,361,658	\$ 11,741,868	\$ 6,053,305	\$ 3,790,741

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

Restatement of Net Position

Net Position at End of Year

Net (Expenses) Revenues and Changes in Net Position Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (5,145,765)	\$ -	\$ (5,145,765)
(21,570,161)	-	(21,570,161)
(946,280)	-	(946,280)
(800,059)	-	(800,059)
(5,970,015)	-	(5,970,015)
(1,345,055)	-	(1,345,055)
(151,957)	-	(151,957)
(35,929,292)	-	(35,929,292)
-	153,548	153,548
-	153,548	153,548
(35,929,292)	153,548	(35,775,744)
306,250	-	306,250
19,879	-	19,879
12,083,836	-	12,083,836
1,161,196	-	1,161,196
2,650,891	-	2,650,891
30,720	-	30,720
8,887,426	-	8,887,426
808,064	12,206	820,270
458,727	54,195	512,922
26,406,989	66,401	26,473,390
(9,522,303)	219,949	(9,302,354)
352,171,367	679,844	352,851,211
(1,085,331)	-	(1,085,331)
\$ 341,563,733	\$ 899,793	\$ 342,463,526

CITY OF CITRUS HEIGHTS

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2020**

	<u>Special Revenue Funds</u>			
	<u>General</u>	<u>HOME Program Grants Special Revenue Fund</u>	<u>CDBG Grants Special Revenue Fund</u>	<u>Housing Agency</u>
Assets:				
Pooled cash and investments	\$ 2,153,256	\$ 623,084	\$ 47,436	\$ 31,510
Receivables:				
Accounts	652,129	-	-	-
Notes and loans	13,073	2,782,707	1,445,974	1,434,665
Allowance on uncollectible notes and loans	-	(2,782,707)	(1,445,974)	(234,665)
Interest	13,580	2,017	329	-
Interest - lease	346,766	-	-	-
Direct financing lease receivable	3,664,605	-	-	-
Prepaid items	285,472	-	-	-
Deposits	4,000	-	-	-
Due from other governments	3,803,873	-	179,678	-
Due from other funds	969,625	-	-	-
Land held for resale	-	-	-	2,784,600
Total Assets	\$ 11,906,379	\$ 625,101	\$ 227,443	\$ 4,016,110
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 744,438	\$ -	\$ 56,611	\$ -
Accrued liabilities	601,922	-	-	-
Unearned revenues	573,352	-	-	-
Retentions payable	-	-	-	-
Deposits payable	121,656	-	-	-
Due to other governments	253,960	-	8,807	-
Due to other funds	-	-	-	-
Total Liabilities	2,295,328	-	65,418	-
Deferred Inflows of Resources:				
Unavailable revenues	319,554	-	-	-
Unavailable revenues - direct financing lease	3,664,605	-	-	-
Unavailable revenues - direct financing lease interest	346,766	-	-	-
Total Deferred Inflows of Resources	4,330,925	-	-	-
Fund Balances:				
Nonspendable	302,545	-	-	-
Restricted	-	625,101	162,025	4,016,110
Committed	4,486,978	-	-	-
Assigned	-	-	-	-
Unassigned	490,603	-	-	-
Total Fund Balances	5,280,126	625,101	162,025	4,016,110
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 11,906,379	\$ 625,101	\$ 227,443	\$ 4,016,110

CITY OF CITRUS HEIGHTS

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2020**

	<u>Special Revenue Funds</u>	<u>Capital Projects Funds</u>		
	<u>General Capital Improvements Capital Projects Fund</u>	<u>Streets</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets:				
Pooled cash and investments	\$ 936,556	\$ -	\$ 13,109,068	\$ 16,900,910
Receivables:				
Accounts	-	516	319,633	972,278
Notes and loans	-	-	-	5,676,419
Allowance on uncollectible notes and loans	-	-	-	(4,463,346)
Interest	-	-	40,759	56,685
Interest - lease	-	-	-	346,766
Direct financing lease receivable	-	-	-	3,664,605
Prepaid items	-	-	1,980	287,452
Deposits	-	-	-	4,000
Due from other governments	-	865,998	1,052,493	5,902,042
Due from other funds	-	-	68,467	1,038,092
Land held for resale	3,440,097	-	-	6,224,697
Total Assets	\$ 4,376,653	\$ 866,514	\$ 14,592,400	\$ 36,610,600
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 298,721	\$ 96,910	\$ 578,047	\$ 1,774,727
Accrued liabilities	-	-	-	601,922
Unearned revenues	-	-	271,251	844,603
Retentions payable	-	31,625	45,276	76,901
Deposits payable	-	-	-	121,656
Due to other governments	-	-	194,543	457,310
Due to other funds	-	777,131	260,961	1,038,092
Total Liabilities	298,721	905,666	1,350,078	4,915,211
Deferred Inflows of Resources:				
Unavailable revenues	-	-	305,647	625,201
Unavailable revenues - direct financing lease	-	-	-	3,664,605
Unavailable revenues - direct financing lease interest	-	-	-	346,766
Total Deferred Inflows of Resources	-	-	305,647	4,636,572
Fund Balances:				
Nonspendable	-	-	1,980	304,525
Restricted	3,440,098	-	12,532,420	20,775,754
Committed	-	-	-	4,486,978
Assigned	637,834	-	503,573	1,141,407
Unassigned	-	(39,152)	(101,298)	350,153
Total Fund Balances	4,077,932	(39,152)	12,936,675	27,058,817
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 4,376,653	\$ 866,514	\$ 14,592,400	\$ 36,610,600

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CITY OF CITRUS HEIGHTS

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2020**

Fund balances of governmental funds		\$ 27,058,817
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.		328,594,520
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)	
Claims payable	(2,082,000)	
Compensated absences	<u>(1,837,142)</u>	(7,439,143)
Net pension liability not included in the governmental fund activity		(15,766,565)
Net OPEB liability not included in the governmental fund activity		(28,284)
Deferred outflows related to pension items are not included in the governmental fund activity		7,086,694
Deferred inflows related to pension items are not included in the governmental fund activity		(726,917)
Deferred outflows related to OPEB items are not included in the governmental fund activity		286,996
Deferred inflows related to OPEB items are not included in the governmental fund activity		(399,505)
Accrued interest payable for the current portion of interest due on Bonds has not been reported in the governmental funds.		(75,476)
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.		625,201
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	4,011,371	
Unearned revenue associated with direct financing lease	<u>(1,663,976)</u>	<u>2,347,395</u>
Net Position of Governmental Activities		<u>\$ 341,563,733</u>

CITY OF CITRUS HEIGHTS

STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020

	Special Revenue Funds			
	General	HOME Program Grants Special Revenue Fund	CDBG Grants Special Revenue Fund	Housing Agency
Revenues:				
Taxes	\$ 16,252,772	\$ -	\$ -	\$ -
Licenses and permits	1,552,323	-	-	-
Intergovernmental	9,179,940	247	194,009	-
Charges for services	2,472,306	-	-	-
Use of money and property	503,988	12,976	-	-
Fines and forfeitures	947,218	-	-	-
Contributions	5,250	-	-	-
Miscellaneous	206,434	52,237	32,903	31,511
Total Revenues	31,120,231	65,460	226,912	31,511
Expenditures:				
Current:				
General government	6,453,973	-	-	-
Public safety	20,463,161	-	-	-
Economic development	417,168	-	-	-
Culture and recreation	536,317	-	-	-
Public ways and facilities	-	-	-	-
Community enhancements	3,089,306	29,891	416,272	-
Capital outlay	7,964	-	-	-
Debt service:				
Interest and fiscal charges	76,664	-	-	-
Total Expenditures	31,044,553	29,891	416,272	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	75,678	35,569	(189,360)	31,511
Other Financing Sources (Uses):				
Transfers in	2,689	-	-	-
Transfers out	(491,553)	-	-	-
Draw on line of credit	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	(488,864)	-	-	-
Net Change in Fund Balances	(413,186)	35,569	(189,360)	31,511
Fund Balances, Beginning of Year, as previously reported	6,530,528	1,674,863	351,385	3,209,599
Restatements	(837,216)	(1,085,331)	-	775,000
Fund Balances, Beginning of Year, as restated	5,693,312	589,532	351,385	3,984,599
Fund Balances, End of Year	\$ 5,280,126	\$ 625,101	\$ 162,025	\$ 4,016,110

CITY OF CITRUS HEIGHTS

STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020

	Capital Projects Funds			Total Governmental Funds
	General Capital Improvements Capital Projects Fund	Streets	Other Governmental Funds	
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ 16,252,772
Licenses and permits	-	-	397,657	1,949,980
Intergovernmental	-	1,417,229	6,848,731	17,640,156
Charges for services	-	-	5,222,613	7,694,919
Use of money and property	-	-	244,920	761,884
Fines and forfeitures	-	-	206,915	1,154,133
Contributions	-	-	37,119	42,369
Miscellaneous	436,658	-	670,363	1,430,106
Total Revenues	436,658	1,417,229	13,628,318	46,926,319
Expenditures:				
Current:				
General government	-	-	27,782	6,481,755
Public safety	-	-	1,279,870	21,743,031
Economic development	496,823	-	13,779	927,770
Culture and recreation	-	-	251,228	787,545
Public ways and facilities	-	1,018,998	6,450,781	7,469,779
Community enhancements	-	-	173,053	3,708,522
Capital outlay	-	3,681,164	371,322	4,060,450
Debt service:				
Interest and fiscal charges	-	-	-	76,664
Total Expenditures	496,823	4,700,162	8,567,815	45,255,516
Excess (Deficiency) of Revenues Over (Under) Expenditures	(60,165)	(3,282,933)	5,060,503	1,670,803
Other Financing Sources (Uses):				
Transfers in	248,523	3,263,198	661,812	4,176,222
Transfers out	-	-	(3,684,669)	(4,176,222)
Draw on line of credit	3,470,000	-	-	3,470,000
Proceeds from sale of capital asset	-	-	48,112	48,112
Total Other Financing Sources (Uses)	3,718,523	3,263,198	(2,974,745)	3,518,112
Net Change in Fund Balances	3,658,358	(19,735)	2,085,758	5,188,915
Fund Balances, Beginning of Year, as previously reported	419,574	(19,417)	10,788,701	22,955,233
Restatements	-	-	62,216	(1,085,331)
Fund Balances, Beginning of Year, as restated	419,574	(19,417)	10,850,917	21,869,902
Fund Balances, End of Year	\$ 4,077,932	\$ (39,152)	\$ 12,936,675	\$ 27,058,817

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, 2020**

Net change in fund balances - total governmental funds \$ 5,188,915

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	\$ 4,060,450	
Depreciation	(12,350,301)	
Proceeds from sale of capital assets	(48,112)	
Gain on sale of capital assets	<u>19,611</u>	(8,318,352)

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

Drawdown on line of credit	<u>(3,470,000)</u>	(3,470,000)
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Accrued interest for long-term liabilities. This is the net change in accrued interest for the current period.

(75,293)

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	(64,749)	
Changes in claims payable	<u>(390,000)</u>	(454,749)

Pension expenses recognized in accordance with GASB 68 not recognized in the governmental fund activity.

(2,691,211)

OPEB expenses recognized in accordance with GASB 75 not recognized in the governmental fund activity.

80,811

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.

171,396

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

46,180

Change in Net Position of Governmental Activities

\$ (9,522,303)

CITY OF CITRUS HEIGHTS

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 JUNE 30, 2020

	<u>Solid Waste</u>
Assets:	
Current:	
Pooled cash and investments	\$ 646,268
Receivables:	
Accounts	117,321
Interest	2,016
	<u>765,605</u>
Total Current Assets	765,605
Noncurrent:	
Capital assets - net of accumulated depreciation	<u>365,829</u>
	365,829
Total Noncurrent Assets	365,829
Total Assets	1,131,434
Deferred Outflows of Resources:	
Pension related items	94,894
OPEB related items	<u>9,004</u>
Total Deferred Outflows of Resources	103,898
Liabilities:	
Current:	
Accounts payable	31,325
Due to other governments	<u>12,296</u>
Total Current Liabilities	43,621
Noncurrent:	
Net pension liability	260,779
Net OPEB liability	<u>887</u>
Total Noncurrent Liabilities	261,666
Total Liabilities	305,287
Deferred Inflows of Resources:	
Pension related items	17,718
OPEB related items	<u>12,534</u>
Total Deferred Inflows of Resources	30,252
Net Position:	
Investment in capital assets	365,829
Unrestricted	<u>533,964</u>
Total Net Position	\$ 899,793

CITY OF CITRUS HEIGHTS

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2020

	<u>Solid Waste</u>
Operating Revenues:	
Sales and service charges	\$ 829,397
Miscellaneous	54,195
Total Operating Revenues	<u>883,592</u>
Operating Expenses:	
Salaries and benefits	231,586
Professional services	66,088
Materials and supplies	83,753
General and administrative expenses	286,549
Depreciation expense	7,873
Total Operating Expenses	<u>675,849</u>
Operating Income	207,743
Nonoperating Revenues :	
Interest revenue	12,206
Total Nonoperating Revenues	<u>12,206</u>
Changes in Net Position	219,949
Net Position:	
Beginning of Year	679,844
End of Fiscal Year	<u>\$ 899,793</u>

CITY OF CITRUS HEIGHTS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 YEAR ENDED JUNE 30, 2020

	<u>Solid Waste</u>
Cash Flows from Operating Activities:	
Cash received from customers and users	\$ 862,803
Cash paid to suppliers for goods and services	(166,058)
Cash paid to employees for services	(541,204)
	<hr/>
Net Cash Provided by Operating Activities	155,541
	<hr/>
Cash Flows from Investing Activities:	
Interest received	12,186
	<hr/>
Net Cash Provided by Investing Activities	12,186
	<hr/>
Net Increase in Cash and Cash Equivalents	167,727
	<hr/>
Cash and Cash Equivalents at Beginning of Year	478,541
	<hr/>
Cash and Cash Equivalents at End of Year	\$ 646,268
	<hr/> <hr/>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:	
Operating income	\$ 207,743
Adjustments to Reconcile Operating Income Net Cash Provided by Operating Activities:	
Depreciation	7,873
(Increase) decrease in accounts receivable	(21,850)
(Increase) decrease in due from other governments	1,061
Increase (decrease) in accounts payable	(8,243)
Increase (decrease) in due to other governments	(7,974)
Increase (decrease) in pension and related items	(20,743)
Increase (decrease) in OPEB and related items	(2,326)
	<hr/>
Total Adjustments	(52,202)
Net Cash Provided by Operating Activities	\$ 155,541
	<hr/> <hr/>

CITY OF CITRUS HEIGHTS

STATEMENT OF ASSETS AND LIABILITIES - AGENCY FUNDS
JUNE 30, 2020

	<u>Agency Funds</u>
Assets:	
Pooled cash and investments	<u>\$ 18,888</u>
Total Assets	<u>\$ 18,888</u>
Liabilities:	
Due to external parties/other agencies	<u>\$ 18,888</u>
Total Liabilities	<u>\$ 18,888</u>

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2020

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, 2020

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.
- **HOME Program Grants Special Revenue Fund** – Accounts for HOME Program Grant funds used for low income housing activities.
- **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.
- **Housing Agency Fund** – Accounts for the housing assets of the former redevelopment agency that are used for low and moderate income housing activities.
- **General Capital Improvements Capital Projects Fund** – Accounts for funds collected and expended for the construction or purchase of public facilities and projects.
- **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.
- **Solid Waste Enterprise Fund** – Accounts for all administrative costs required for all solid waste activities.

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

Agency Funds - Agency Funds account for assets held by the City in a purely custodial capacity. Since agency funds are custodial in nature, they do not involve the measurement of results of operations and are not presented in the government-wide financial statements. There are two agency 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, with the exception of agency funds, which have no measurement focus. 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.

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.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED JUNE 30, 2020

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.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2020

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.

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. 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 “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.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2020

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 according to the City's fund balance policy. 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, 2020

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, 2020**

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.

Note 2: Cash and Investments

At June 30, 2020, the City's pooled cash and investments are classified in the accompanying financial statements as follows:

Government-Wide Statements of Net Position	
Governmental Activities	\$ 16,900,910
Business-Type Activities	646,268
Statement of Assets and Liabilities - Agency Funds	18,888
Total Cash and Investments	<u>\$ 17,566,066</u>

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

Cash on hand	\$ 4,600
Deposits with financial institutions	592,116
Total Cash and Deposits	<u>596,716</u>
Local Agency Investment Funds (LAIF)	16,969,350
Total Investments	<u>16,969,350</u>
Total Cash and Deposits	<u>\$ 17,566,066</u>

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2020

Note 2: Cash and Investments (Continued)

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, 2020, 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

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, 2020, the weighted average maturity of investments was 2.04 years.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2020

Note 2: Cash and Investments (Continued)

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	\$ 16,969,350	\$ 16,969,350	\$ -	\$ -
Total	\$ 16,969,350	\$ 16,969,350	\$ -	\$ -

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	\$ 16,969,350	\$ -	\$ -	\$ 16,969,350
Total	\$ 16,969,350	\$ -	\$ -	\$ 16,969,350

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, 2020 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.

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).

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED JUNE 30, 2020

Note 2: Cash and Investments (Continued)

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, 2020, the carrying amount of the City's deposits was \$592,116 and the balance in financial institutions was \$896,065. Of the balance in financial institutions, \$250,000 was covered by federal depository insurance and \$646,065 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 \$16,969,350 and is managed by the State Treasurer. Of that amount, 2.67 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 191 days at June 30, 2020.

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.

As of June 30, 2020, 100% of the City's investments were invested in LAIF with a reported balance of \$16,969,350.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2020

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 \$363,020 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, 2020:

	Beginning June 30, 2019	Additions	Deletions	Ending June 30, 2020
General Fund	\$ 18,788	\$ -	\$ 5,715	\$ 13,073
Home Program Grants Special Revenue Fund	2,762,827	72,117	52,237	2,782,707
CDBG Special Revenue Fund	1,434,238	44,139	32,403	1,445,974
Housing Agency Fund	1,466,155	-	31,490	1,434,665
Total Loans/Notes Receivable	<u>\$ 5,682,008</u>	<u>\$ 116,256</u>	<u>\$ 121,845</u>	<u>\$ 5,676,419</u>

The following is a summary of the loans and notes receivable outstanding as of June 30, 2020:

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, 2020, was \$13,073.

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, 2020 was \$2,774,004.

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, 2020 were \$8,703.

Total HOME Program Grant Special Revenue Fund loans totaled \$2,782,707, 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, 2020

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, 2020 was \$1,445,974 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, 2020 was \$1,434,665, of which, an allowance on uncollectible loans was set up for the full amount.

Note 4: Capital Assets

Capital asset activity was as follows for the year ended June 30, 2020:

	Balance June 30, 2019	Additions	Deletions	Transfers	Balance June 30, 2020
Governmental Activities:					
Capital assets not being depreciated:					
Land	\$ 15,218,758	\$ 71,709	\$ -	\$ -	\$ 15,290,467
Art	103,650	-	-	-	103,650
Construction in Progress	4,276,265	3,645,310	-	(6,607,783)	1,313,792
Total capital assets not being depreciated	<u>19,598,673</u>	<u>3,717,019</u>	<u>-</u>	<u>(6,607,783)</u>	<u>16,707,909</u>
Capital assets being depreciated:					
Buildings and improvements	41,275,495	-	-	-	41,275,495
Infrastructure and land improvements	572,994,706	-	-	6,607,783	579,602,489
Machinery and equipment	9,549,524	343,431	(269,340)	-	9,623,615
Total capital assets, being depreciated	<u>623,819,725</u>	<u>343,431</u>	<u>(269,340)</u>	<u>6,607,783</u>	<u>630,501,599</u>
Less accumulated depreciation for:					
Buildings and improvements	(22,731,470)	(417,667)	-	-	(23,149,137)
Infrastructure and land improvements	(276,113,238)	(11,384,401)	-	-	(287,497,639)
Machinery and equipment	(7,660,818)	(548,233)	240,839	-	(7,968,212)
Total accumulated depreciation	<u>(306,505,526)</u>	<u>(12,350,301)</u>	<u>240,839</u>	<u>-</u>	<u>(318,614,988)</u>
Total capital assets being depreciated, net	317,314,199	(12,006,870)	(28,501)	6,607,783	311,886,611
Total capital assets, net	<u>\$ 336,912,872</u>	<u>\$ (8,289,851)</u>	<u>\$ (28,501)</u>	<u>\$ -</u>	<u>\$ 328,594,520</u>

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2020

Note 4: Capital Assets (Continued)

	Balance June 30, 2019	Additions	Deletions	Balance June 30, 2020
Business-type Activities:				
Capital assets, being depreciated:				
Infrastructure	\$ 393,675	\$ -	\$ -	\$ 393,675
Total capital assets being depreciated	<u>393,675</u>	<u>-</u>	<u>-</u>	<u>393,675</u>
Less accumulated depreciation for:				
Infrastructure	(19,973)	(7,873)	-	(27,846)
Total accumulated depreciation	<u>(19,973)</u>	<u>(7,873)</u>	<u>-</u>	<u>(27,846)</u>
Total capital assets, net	<u>\$ 373,702</u>	<u>\$ (7,873)</u>	<u>\$ -</u>	<u>\$ 365,829</u>

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

General government	\$ 469,868
Public safety	493,703
Public ways and facilities	11,367,715
Culture and recreation	19,015
Total Governmental Activities	<u>\$ 12,350,301</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 \$4,706,221. Cumulative unpaid interest as of June 30, 2020, was \$346,766.

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, 2020

Note 6: Long-Term Liabilities

The following is a summary of changes in long-term liabilities for the year ended June 30, 2020:

	Balance June 30, 2019	Additions	Retirements	Balance June 30, 2020	Due Within One Year
Governmental Activities:					
Line of credit	\$ 50,001	\$ 3,470,000	\$ -	\$ 3,520,001	\$ -
	<u>\$ 50,001</u>	<u>\$ 3,470,000</u>	<u>\$ -</u>	<u>\$ 3,520,001</u>	<u>\$ -</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, 2020, is \$3,520,000, while the unused amount is \$8,480,000.

Note 7: Compensated Absences

The following is a summary of changes in the City's compensated absences for the fiscal year ended June 30, 2020:

	June 30, 2019	Additions	Reductions	June 30, 2020	Current Portion
Governmental Activities	\$ 1,772,393	\$ 1,688,688	\$ 1,623,939	\$ 1,837,142	\$ 1,438,867
Total	<u>\$ 1,772,393</u>	<u>\$ 1,688,688</u>	<u>\$ 1,623,939</u>	<u>\$ 1,837,142</u>	<u>\$ 1,438,867</u>

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 YEAR ENDED JUNE 30, 2020

Note 8: Fund Balances

Nonspendable, restricted, committed and assigned fund balance consisted of the following at June 30, 2020:

Fund Balance Classifications	Major Funds						Total Nonmajor Governmental Funds	Total
	General Fund	HOME Program Grants	CDBG Grants	Housing Agency	General Capital Improvements	Streets		
Nonspendable:								
Loans and notes receivable	\$ 13,073	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,073
Prepaid items	285,472	-	-	-	-	-	1,980	287,452
Deposits	4,000	-	-	-	-	-	-	4,000
Total Nonspendable Fund Balances	302,545	-	-	-	-	-	1,980	304,525
Restricted for:								
Donations for projects	-	-	-	-	-	-	1,839	1,839
Stormwater maintenance	-	-	-	-	-	-	3,278,369	3,278,369
Streets, roads and park projects	-	-	-	-	3,440,098	-	5,930,741	9,370,839
Assessment district maintenance	-	-	-	-	-	-	1,514,296	1,514,296
Police activities	-	-	-	-	-	-	1,156,860	1,156,860
Housing projects	-	625,101	162,025	4,016,110	-	-	341,031	5,144,267
Pedestrian and bicycle facilities	-	-	-	-	-	-	35,660	35,660
Business marketing	-	-	-	-	-	-	-	-
Transit program	-	-	-	-	-	-	150,978	150,978
Tree mitigation	-	-	-	-	-	-	122,646	122,646
Total Restricted Fund Balances	-	625,101	162,025	4,016,110	3,440,098	-	12,532,420	20,775,754
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	-	-	-	-	637,834	-	503,573	1,141,407
	-	-	-	-	637,834	-	503,573	1,141,407
Unassigned in:								
General Fund	490,603	-	-	-	-	-	-	490,603
Special Revenue Funds	-	-	-	-	-	-	(101,298)	(101,298)
Capital Project Funds	-	-	-	-	-	(39,152)	-	(39,152)
Total Unassigned Fund Balances	490,603	-	-	-	-	(39,152)	(101,298)	350,153
Total fund balances (deficit)	\$ 5,280,126	\$ 625,101	\$ 162,025	\$ 4,016,110	\$ 4,077,932	\$ (39,152)	\$ 12,936,675	\$ 27,058,817

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2020

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, 2020

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:

Supplemental Law Enforcement Services (SLES) – \$827 deficit was the result of revenues received being below the amount budgeted. Deficit will be eliminated by future expenditure reductions or transfers in.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 YEAR ENDED JUNE 30, 2020

Note 8: Fund Balances (Continued)

Other Grants Fund – \$1,989 deficit was the result of expenditures and transfers out exceeding the budget. The deficits will be eliminated with future expenditure reductions.

Assessment District Zone 3 – \$16,642 was the result of expenditures and transfers out exceeding the budget. The deficits will be eliminated with future expenditure reductions.

Assessment District Zone 4 – \$11,394 was the result of expenditures and transfers out exceeding the budget. The deficits will be eliminated with future expenditure reductions.

Lighting Assessment District – \$70,446 deficits was the result of expenditures and transfers out exceeding the budget. The deficits will be eliminated with future expenditure reductions.

Note 9: Interfund Transactions

a. Due to and due from other funds

<u>Due From Other Funds</u>	<u>Due to Other Funds</u>	<u>Amount</u>
General Fund	Streets	\$ 777,131
	Non-Major Governmental Funds	192,494
Non-Major Governmental Funds	Non-Major Governmental Funds	68,467
		<u>\$ 1,038,092</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

<u>Transfers Out</u>	<u>Transfers In</u>	<u>Amount</u>
General Fund	Streets	\$ 595
	Non-Major Governmental Funds	490,958
Non-Major Governmental Funds	General Fund	2,689
	Streets	3,262,603
	General Capital Improvement Fund	248,523
	Non-Major Governmental Funds	170,854
		<u>\$ 4,176,222</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.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2020

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
General Liability Claims		
\$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)	
Workers' Compensation Claims		
\$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)	

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, 2020 and 2019, fund balance of \$300,000 has been committed for self-insured general liability claims.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2020

Note 10: Risk Management (Continued)

Changes in the liability and workers' compensation claims payable amounts during the year ended June 30, 2020, were as follows:

	Beginning June 30, 2019	Claims and Changes in Estimates	Claims Paid	Beginning June 30, 2020	Amount Due Within One Year
General Liability	\$ 481,000	\$ 165,216	\$ (34,216)	\$ 612,000	\$ 240,638
Workers' Compensation	1,211,000	824,970	(565,970)	1,470,000	541,695
Total Claims Payable	<u>\$ 1,692,000</u>	<u>\$ 990,186</u>	<u>\$ (600,186)</u>	<u>\$ 2,082,000</u>	<u>\$ 782,333</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 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.

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.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 YEAR ENDED JUNE 30, 2020

Note 11: Pension Plans (Continued)

The rate plans' provisions and benefits in effect at June 30, 2020, 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	12.212%	8.892%	6.842%
Required UAL payment	\$406,228.00	\$1,520.00	\$383.00
	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	20.556%	17.614%	12.141%
Required UAL payment	\$ 289,140	\$ 2,593	\$ 1,497

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.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 YEAR ENDED JUNE 30, 2020

Note 11: Pension Plans (Continued)

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, 2020, 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	\$ 1,259,805	\$ 1,743,186	\$ 3,002,991

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

As of June 30, 2020, 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	\$ 8,572,628
Safety Risk Pool	7,454,716
Total Net Pension Liability	<u>\$ 16,027,344</u>
<u>Financial Statement Classification:</u>	
Governmental Activities	\$ 15,766,565
Business-type Activities	260,779
Total Net Pension Liability	<u>\$ 16,027,344</u>

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2020

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, 2019, 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, 2018 rolled forward to June 30, 2019 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, 2019 and 2020 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	0.201931%	0.109337%	0.311268%
Proportion - June 30, 2020	0.072750%	0.083660%	0.156410%
Change - Increase (Decrease)	-0.129181%	-0.025677%	-0.154858%

For the year ended June 30, 2020, the City recognized pension expense of \$5,872,517 for both risk pools combined. At June 30, 2020, 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	\$ 1,419,774	\$ -	\$ 1,782,277	\$ -	\$ 3,202,051	\$ -
Differences between actual and expected experience	595,391	46,131	486,727	-	1,082,118	46,131
Changes in assumptions	408,773	144,907	305,556	59,629	714,329	204,536
Differences between the employer's contributions and the employer's proportionate share of contributions	8,406	241,543	323,610	-	332,016	241,543
Change in employer's proportion	687,085	-	1,163,989	-	1,851,074	-
Net differences between projected and actual earnings on plan investments	-	149,873	-	102,552	-	252,425
Total	\$ 3,119,429	\$ 582,454	\$ 4,062,159	\$ 162,181	\$ 7,181,588	\$ 744,635
Financial Statement Classification:						
Governmental Activities					\$ 7,086,694	\$ 726,917
Business-type Activities					94,894	17,718
Total					\$ 7,181,588	\$ 744,635

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 YEAR ENDED JUNE 30, 2020

Note 11: Pension Plans (Continued)

The \$3,202,051 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
2021	\$ 941,033	\$ 1,452,030	\$ 2,393,063
2022	39,494	432,055	471,549
2023	106,391	213,661	320,052
2024	30,283	19,955	50,238
	<u>\$ 1,117,201</u>	<u>\$ 2,117,701</u>	<u>\$ 3,234,902</u>

Actuarial Assumptions

The total pension liabilities in the June 30, 2018 actuarial valuations for each risk pool was determined using the following actuarial assumptions:

Valuation Date	June 30, 2018
Measurement Date	June 30, 2019
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 ¹	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

¹ 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, 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 can be obtained at CalPERS' website under Forms and Publications.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 YEAR ENDED JUNE 30, 2020

Note 11: Pension Plans (Continued)

Discount Rate

The discount rate used to measure the total pension liability 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, staff took into account both short-term and long-term market return expectations as well as the expected pension fund (PERF C) cash flows. Taking into account historical returns of 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 single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses. The expected real rates of return by asset class are as followed:

Asset Class	Assumed Asset Allocation	Real Return Years 1-10 (a)	Real Return Years 11+ (b)
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	100.0%		

(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, 2020

Note 11: Pension Plans (Continued)

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	\$ 14,592,856	\$ 13,644,768	\$ 28,237,624
Current Discount Rate	7.15%	7.15%	7.15%
Net Pension Liability	\$ 8,572,628	\$ 7,454,716	\$ 16,027,344
1% Increase	8.15%	8.15%	8.15%
Net Pension Liability	\$ 3,603,354	\$ 2,379,843	\$ 5,983,197

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. Existing employees are mandated to contribute 5% and new employees can contribute 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, 2020, the employer and employee contributions made totaled \$30,615 each.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2020

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. 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 \$139 and \$136 per month and retiree contributions were \$139 and \$136 per month for the years ended June 30, 2020 and 2019, 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	14
Inactive employees entitled to but not yet receiving benefit payments	44
Active employees	206
Total	<u>264</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 \$288,000 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, 2020

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

Net OPEB Liability

The City's net OPEB liability was measured as of June 30, 2019, 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, 2019
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 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, 2020

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.

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
Balance at June 30, 2019 (6/30/2018 Measurement Date)	\$ 2,701,097	\$ 2,233,332	\$ 467,765
Changes in the year:			
Service cost	217,491	-	217,491
Interest	195,735	-	195,735
Actual vs. expected experience	(380,831)	-	(380,831)
Assumption changes	(43,330)	-	(43,330)
Contributions - employer	-	288,000	(288,000)
Investment income	-	140,138	(140,138)
Administrative expenses	-	(479)	479
Benefit payments	(37,626)	(37,626)	-
Net changes	(48,561)	390,033	(438,594)
Balance at June 30, 2020 (6/30/2019 Measurement Date)	\$ 2,652,536	\$ 2,623,365	\$ 29,171
Financial Statement Classification:			
Governmental Activities			\$ 28,284
Business-type Activities			887
			\$ 29,171

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 YEAR ENDED JUNE 30, 2020

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	\$ 423,725	\$ 29,171	\$ (295,444)

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	\$ (366,403)	\$ 29,171	\$ 528,542

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.

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

For the year ended June 30, 2020, the City recognized OPEB expense of \$212,863. At June 30, 2020, 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	\$ 296,000	\$ -
Changes in assumptions	-	39,529
Differences between expected and actual experience	-	347,425
Net differences between projected and actual earnings on plan investments	-	25,085
Total	\$ 296,000	\$ 412,039

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2020

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

The \$296,000 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
2021	\$ (49,914)
2022	(49,914)
2023	(39,036)
2024	(35,049)
2025	(37,207)
Thereafter	(200,919)
	<u>\$ (412,039)</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, 2020, property taxes retained by the County in accordance with the revenue neutrality agreement totaled \$5,888,260.

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.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2020

Note 13: Commitments and Contingencies (Continued)

The City had the following significant unexpended contractual commitments as of June 30, 2020:

Auburn Boulevard Enhancements	\$ 1,246,915
Electric Greenway	195,366
Mariposa Phase 4	76,215
Total significant commitments	<u>\$ 1,518,496</u>

Note 14: Fund Balance/Net Position Restatements

During the year ended June 30, 2020, the City reported the following net position and fund balance restatements:

Beginning fund balance was restated in the General Fund in the amount of \$837,216 as a result of removing an advance to the Housing Agency Fund recorded in the previous fiscal year. Of the total restatement, \$775,000 represents the principal balance and \$62,216 represents the interest portion, as additionally noted below.

Beginning fund balance was restated in the HOME Program Grants Special Revenue Fund in the amount of \$1,085,331, as a result of an adjustment to the allowance for uncollectible loans that originated in prior years.

Beginning fund balance was restated in the Housing Agency Fund in the amount of \$775,000, as a result of an advance from the General Fund previous recorded and a loan to Sacramento Housing Redevelopment Agency for the Mariposa and Tiara apartments modernization project.

Fund Balance was restated in Other Non-Major Governmental Funds in the amount of \$62,216 as a result of correcting previous years interest receivable not properly recorded.

Note 15: Subsequent Events

On March 27, 2020, in response to the economic fallout of the Coronavirus pandemic in the United States, Congress passed the Coronavirus Aid, Relief, and Economic Security Act, also known as the CARES Act, which provided \$2.2 trillion in economic stimulus funding through a variety of channels. The State of California received a \$500 million allocation to provide cities which did not receive a direct federal allocation through the CARES Act. The City entered into an agreement with the State of California in July 2020 to receive their allocation of the CARES Act funding. The funding is to be received in six monthly installments of \$180,702, with the first installment received by the City in July 2020. The total amount of CARES Act funding to be received by the City is \$1,084,214. This funding was for the reimbursement of costs incurred by the City since the start of the pandemic.

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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, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 17,174,045	\$ 17,339,045	\$ 16,252,772	\$ (1,086,273)
Licenses and permits	1,244,176	1,244,176	1,552,323	308,147
Intergovernmental	8,948,940	9,037,310	9,179,940	142,630
Charges for services	1,983,064	1,983,064	2,472,306	489,242
Use of money and property	610,517	610,517	503,988	(106,529)
Fines and forfeitures	952,800	952,800	947,218	(5,582)
Contributions	1,000	1,000	5,250	4,250
Miscellaneous	78,590	78,590	206,434	127,844
Total Revenues	30,993,132	31,246,502	31,120,231	(126,271)
Expenditures:				
General government	6,192,841	6,446,211	6,453,973	(7,762)
Public safety	21,654,067	21,621,067	20,463,161	1,157,906
Economic development	446,264	446,264	417,168	29,096
Culture and recreation	563,826	563,826	536,317	27,509
Community enhancements	3,145,742	3,145,742	3,089,306	56,436
Capital outlay	6,875	6,875	7,964	(1,089)
Debt service:				
Interest and fiscal charges	146,900	146,900	76,664	70,236
Total Expenditures	32,156,515	32,376,885	31,044,553	1,332,332
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,163,383)	(1,130,383)	75,678	1,206,061
Other Financing Sources (Uses):				
Transfers in	25,000	25,000	2,689	(22,311)
Other debts issued	1,300,000	1,300,000	-	(1,300,000)
Transfers out	(265,800)	(265,800)	(491,553)	(225,753)
Total Other Financing Sources (Uses)	1,059,200	1,059,200	(488,864)	(1,548,064)
Net Change in Fund Balance	(104,183)	(71,183)	(413,186)	(342,003)
Fund Balances, Beginning of Year, as restated	5,693,312	5,693,312	5,693,312	-
Fund Balances, End of Year	\$ 5,589,129	\$ 5,622,129	\$ 5,280,126	\$ (342,003)

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 HOME PROGRAM GRANTS
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 247	\$ 247
Use of money and property	100	100	12,976	12,876
Miscellaneous	-	-	52,237	52,237
Total Revenues	100	100	65,460	65,360
Expenditures:				
Current:				
Community enhancements	169,228	169,228	29,891	139,337
Total Expenditures	169,228	169,228	29,891	139,337
Excess (Deficiency) of Revenues Over (Under) Expenditures	(169,128)	(169,128)	35,569	204,697
Fund Balances, Beginning of Year, As Restated	589,532	589,532	589,532	-
Fund Balances, End of Year	\$ 420,404	\$ 420,404	\$ 625,101	\$ 204,697

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 CDBG GRANTS
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 580,000	\$ 580,000	\$ 194,009	\$ (385,991)
Use of money and property	500	500	-	(500)
Miscellaneous	50,000	50,000	32,903	(17,097)
Total Revenues	630,500	630,500	226,912	(403,588)
Expenditures:				
Current:				
Community enhancements	397,046	397,046	416,272	(19,226)
Capital outlay	585,000	585,000	-	585,000
Total Expenditures	982,046	982,046	416,272	565,774
Excess (Deficiency) of Revenues Over (Under) Expenditures	(351,546)	(351,546)	(189,360)	162,186
Fund Balances, Beginning of Year	351,385	351,385	351,385	-
Fund Balances, End of Year	\$ (161)	\$ (161)	\$ 162,025	\$ 162,186

CITY OF CITRUS HEIGHTS

**COST SHARING MULTIPLE-EMPLOYER PLAN
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
AS OF JUNE 30, 2020**

	2015	2016	2017	2018	2019	2020
Miscellaneous Rate Plan						
Rate Plan's Proportion of the Net Pension Liability	0.06364%	0.07230%	0.07496%	0.07939%	0.07897%	0.08366%
Rate Plan's Proportionate Share of the Net Pension Liability	\$ 3,959,792	\$ 4,962,609	\$ 6,486,625	\$ 7,873,259	\$ 7,610,202	\$ 8,572,628
Rate Plan's Covered Payroll	\$ 7,143,034	\$ 7,437,222	\$ 8,102,528	\$ 8,017,935	\$ 7,889,233	\$ 8,319,602
Rate Plan's Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	55.44%	66.73%	80.06%	98.20%	96.46%	103.04%
Safety Rate Plan						
Rate Plan's Proportion of the Net Pension Liability	0.05785%	0.05364%	0.05852%	0.06404%	0.06658%	0.07275%
Rate Plan's Proportionate Share of the Net Pension Liability	\$ 3,599,860	\$ 3,681,807	\$ 5,064,060	\$ 6,351,188	\$ 6,415,392	\$ 7,454,716
Rate Plan's Covered Payroll	\$ 7,239,564	\$ 7,350,834	\$ 7,921,496	\$ 8,247,151	\$ 8,354,763	\$ 7,715,475
Rate Plan's Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	49.72%	50.09%	63.93%	77.01%	76.79%	96.62%
Total Plan						
Plan Proportion of the Net Pension Liability	0.12149%	0.12594%	0.13349%	0.14343%	0.14555%	0.15641%
Plan Proportionate Share of the Net Pension Liability	\$ 7,559,652	\$ 8,644,416	\$ 11,550,685	\$ 14,224,447	\$ 14,025,594	\$ 16,027,344
Plan Covered Payroll	\$ 14,382,598	\$ 14,788,056	\$ 16,024,024	\$ 16,265,086	\$ 16,243,996	\$ 16,035,077
Plan Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	52.56%	58.46%	72.08%	87.45%	86.34%	99.95%
The Pension Plan's (PERF-C) Fiduciary Net Position as a Percentage of the Total Pension Liability	79.82%	78.40%	74.06%	73.31%	75.26%	75.26%

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 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 six years are shown.

CITY OF CITRUS HEIGHTS

**COST SHARING MULTIPLE-EMPLOYER PLAN
SCHEDULE OF PLAN CONTRIBUTIONS
AS OF JUNE 30, 2020**

	2015	2016	2017	2018	2019	2020
Miscellaneous Rate Plan						
Actuarially Determined Contribution	\$ 1,237,660	\$ 1,052,606	\$ 1,109,977	\$ 1,127,777	\$ 1,259,805	\$ 1,419,774
Contribution in Relation to the Actuarially Determined Contribution	(1,237,660)	(1,052,606)	(1,109,977)	(1,127,777)	(1,259,805)	(1,419,774)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 7,437,222	\$ 8,102,528	\$ 8,017,935	\$ 7,889,233	\$ 8,319,602	\$ 8,715,322
Contributions as a Percentage of Covered Payroll	16.64%	12.99%	13.84%	14.30%	15.14%	16.29%
Safety Rate Plan						
Actuarially Determined Contribution	\$ 1,937,578	\$ 1,460,317	\$ 1,605,543	\$ 1,675,225	\$ 1,743,186	\$ 1,782,277
Contribution in Relation to the Actuarially Determined Contribution	(1,937,578)	(1,460,317)	(1,605,543)	(1,675,225)	(1,743,186)	(1,782,277)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 7,350,834	\$ 7,921,496	\$ 8,247,151	\$ 8,354,763	\$ 7,715,475	\$ 8,420,924
Contributions as a Percentage of Covered Payroll	26.36%	18.43%	19.47%	20.05%	22.59%	21.16%
Total Plan						
Actuarially Determined Contribution	\$ 3,175,238	\$ 2,512,923	\$ 2,715,520	\$ 2,803,002	\$ 3,002,991	\$ 3,202,051
Contribution in Relation to the Actuarially Determined Contribution	(3,175,238)	(2,512,923)	(2,715,520)	(2,803,002)	(3,002,991)	(3,202,051)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 14,788,056	\$ 16,024,024	\$ 16,265,086	\$ 16,243,996	\$ 16,035,077	\$ 17,136,246
Contributions as a Percentage of Covered Payroll	21.47%	15.68%	16.70%	17.26%	18.73%	18.69%

(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 six years are shown.

Note to Schedule:

Valuation Date: June 30, 2017

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method
Amortization method

Entry Age Normal Cost 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	2.875%	2.875%	2.875%	2.875%	2.875%
- Inactive Plans	0%	0%	0%	0%	0%
Ramp Up	5	5	5	0	0
Ramp Down	5	5	5	0	0

Asset valuation method
Inflation
Payroll Growth
Projected Salary Increases
Investment Rate of Return
Retirement Age

Direct rate smoothing

2.63%
2.88%

Varies by Entry Age and Service

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

All other actuarial assumptions used in the June 30, 2017 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 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.

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

(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 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
Actuarially Determined Contribution	\$ 378,000	\$ 288,000	\$ 296,000
Contribution in Relation to the Actuarially Determined Contributions	(378,000)	(288,000)	(296,000)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 18,764,996	\$ 19,084,505	\$ 19,487,524
Contributions as a percentage of covered-employee payroll	2.01%	1.51%	1.52%

(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, 2017
Actuarial Cost Method	Entry Age Normal, Level Percentage of Payroll
Amortization Method	Level percent of pay
Amortization Period	9.9-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 – 7.5% for 2020, decreasing to an ultimate rate of 4.0% in 2076 and later years Medicare – 6.5% for 2020, decreasing to an ultimate rate of 4.0% in 2076 and later years
Mortality Rate	CalPERS 1997-2011 Experience Study
Mortality Improvement	Mortality projected fully generational with Society of Actuaries Scale MP-2016

CITY OF CITRUS HEIGHTS

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY ACCOUNTING AND CONTROL
YEAR ENDED JUNE 30, 2020**

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, 2020. 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, 2020, the following funds had no adopted annual budgets:

Housing Agency Fee Special Revenue Fund
Property Based Improvement District Special Revenue Fund
AD 98-02 Zone 3 Special Revenue Fund

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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

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.

Property Based Improvement District – Accounts for assessments made on Sunrise Market Place businesses reduced by related marketing expenditures.

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 Fund – 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 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.

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2020

	Special Revenue Funds			
	Community Events	Code Enforcement	Gas Tax	Road Maintenance and Rehabilitation
Assets:				
Pooled cash and investments	\$ -	\$ 489,909	\$ 638,291	\$ 1,332,997
Receivables:				
Accounts	-	276,622	296	-
Interest	-	1,721	2,405	4,808
Prepaid costs	-	1,980	-	-
Due from other governments	-	5,545	4,566	456,686
Due from other funds	-	-	68,467	-
Total Assets	\$ -	\$ 775,777	\$ 714,025	\$ 1,794,491
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 99,389	\$ 56
Unearned revenues	-	-	-	-
Retentions payable	-	-	-	3,766
Due to other governments	-	6	11,033	-
Due to other funds	-	-	-	-
Total Liabilities	-	6	110,422	3,822
Deferred Inflows of Resources:				
Unavailable revenues	-	255,133	2,886	-
Total Deferred Inflows of Resources	-	255,133	2,886	-
Fund Balances:				
Nonspendable	-	1,980	-	-
Restricted	-	518,658	600,717	1,790,669
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	-	520,638	600,717	1,790,669
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ -	\$ 775,777	\$ 714,025	\$ 1,794,491

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2020

(CONTINUED)

	Special Revenue Funds			
	Stormwater Utility Tax	Road Maintenance	Transit	Transportation Development Act
Assets:				
Pooled cash and investments	\$ 3,342,612	\$ 1,377,441	\$ 13,871	\$ 163,371
Receivables:				
Accounts	-	-	-	-
Interest	9,811	4,903	311	449
Prepaid costs	-	-	-	-
Due from other governments	266,854	-	-	4,663
Due from other funds	-	-	-	-
Total Assets	\$ 3,619,277	\$ 1,382,344	\$ 14,182	\$ 168,483
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 268,377	\$ 46,763	\$ -	\$ -
Unearned revenues	6,000	-	-	-
Retentions payable	35,594	-	-	5,916
Due to other governments	30,937	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	340,908	46,763	-	5,916
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	4,663
Total Deferred Inflows of Resources	-	-	-	4,663
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	3,278,369	1,335,581	14,182	157,904
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	3,278,369	1,335,581	14,182	157,904
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 3,619,277	\$ 1,382,344	\$ 14,182	\$ 168,483

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2020

	<u>Special Revenue Funds</u>			
	<u>Police</u>	<u>Police Grants</u>	<u>Supplemental Law Enforcement Services (SLES)</u>	<u>Property Based Improvement District</u>
Assets:				
Pooled cash and investments	\$ 612,091	\$ -	\$ 277,166	\$ -
Receivables:				
Accounts	-	-	-	-
Interest	1,703	-	953	-
Prepaid costs	-	-	-	-
Due from other governments	24,773	143,910	-	-
Due from other funds	-	-	-	-
Total Assets	<u>\$ 638,567</u>	<u>\$ 143,910</u>	<u>\$ 278,119</u>	<u>\$ -</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 6,660	\$ 7,788	\$ 73,874	\$ -
Unearned revenues	-	-	205,072	-
Retentions payable	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	134,283	-	-
Total Liabilities	<u>6,660</u>	<u>142,071</u>	<u>278,946</u>	<u>-</u>
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	631,907	1,839	-	-
Assigned	-	-	-	-
Unassigned	-	-	(827)	-
Total Fund Balances	<u>631,907</u>	<u>1,839</u>	<u>(827)</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 638,567</u>	<u>\$ 143,910</u>	<u>\$ 278,119</u>	<u>\$ -</u>

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2020

(CONTINUED)

	Special Revenue Funds			
	Roadway Development Fees	Housing Mitigation Development Fees	Tree Mitigation Fees	Park Facilities Development Fees
Assets:				
Pooled cash and investments	\$ 714,755	\$ 340,138	\$ 123,760	\$ 120,722
Receivables:				
Accounts	32,209	-	-	-
Interest	2,317	893	404	390
Prepaid costs	-	-	-	-
Due from other governments	-	-	-	-
Due from other funds	-	-	-	-
Total Assets	\$ 749,281	\$ 341,031	\$ 124,164	\$ 121,112
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 1,518	\$ -
Unearned revenues	-	-	-	-
Retentions payable	-	-	-	-
Due to other governments	-	-	-	85,452
Due to other funds	-	-	-	-
Total Liabilities	-	-	1,518	85,452
Deferred Inflows of Resources:				
Unavailable revenues	32,209	-	-	-
Total Deferred Inflows of Resources	32,209	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	717,072	341,031	122,646	35,660
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	717,072	341,031	122,646	35,660
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 749,281	\$ 341,031	\$ 124,164	\$ 121,112

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2020

	Special Revenue Funds			
	Transit Development Fees	Other Grants Fund	AD 98-02 Zone 3	Assessment District Zone 1
Assets:				
Pooled cash and investments	\$ 136,495	\$ -	\$ 10,515	\$ 30,930
Receivables:				
Accounts	6,908	-	-	-
Interest	301	-	28	121
Prepaid costs	-	-	-	-
Due from other governments	-	137,901	-	197
Due from other funds	-	-	-	-
Total Assets	\$ 143,704	\$ 137,901	\$ 10,543	\$ 31,248
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ 21,500	\$ 525	\$ -
Unearned revenues	-	60,179	-	-
Retentions payable	-	-	-	-
Due to other governments	-	-	24	-
Due to other funds	-	58,211	-	-
Total Liabilities	-	139,890	549	-
Deferred Inflows of Resources:				
Unavailable revenues	6,908	-	-	-
Total Deferred Inflows of Resources	6,908	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	136,796	-	9,994	31,248
Assigned	-	-	-	-
Unassigned	-	(1,989)	-	-
Total Fund Balances	136,796	(1,989)	9,994	31,248
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 143,704	\$ 137,901	\$ 10,543	\$ 31,248

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2020

(CONTINUED)

Special Revenue Funds

	Assessment District Zone 2	Assessment District Zone 3	Assessment District Zone 4	Assessment District 98-01
Assets:				
Pooled cash and investments	\$ 79,683	\$ -	\$ -	\$ 161,467
Receivables:				
Accounts	-	-	-	-
Interest	255	-	-	518
Prepaid costs	-	-	-	-
Due from other governments	227	82	21	40
Due from other funds	-	-	-	-
Total Assets	\$ 80,165	\$ 82	\$ 21	\$ 162,025
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 414	\$ 1,076	\$ 634	\$ 6,471
Unearned revenues	-	-	-	-
Retentions payable	-	-	-	-
Due to other governments	-	417	865	322
Due to other funds	-	15,231	9,916	-
Total Liabilities	414	16,724	11,415	6,793
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	79,751	-	-	155,232
Assigned	-	-	-	-
Unassigned	-	(16,642)	(11,394)	-
Total Fund Balances	79,751	(16,642)	(11,394)	155,232
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 80,165	\$ 82	\$ 21	\$ 162,025

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2020

	Special Revenue Funds			
	Assessment District 98-02	Assessment District 03-01	Assessment District 98-02 Zone 2	Assessment District 03-01 Zone 2
Assets:				
Pooled cash and investments	\$ 103,847	\$ 1,064,709	\$ 34,264	\$ 84,775
Receivables:				
Accounts	-	-	-	-
Interest	336	3,400	106	275
Prepaid costs	-	-	-	-
Due from other governments	150	1,734	-	41
Due from other funds	-	-	-	-
Total Assets	\$ 104,333	\$ 1,069,843	\$ 34,370	\$ 85,091
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 6,700	\$ 4,567	\$ 722	\$ 560
Unearned revenues	-	-	-	-
Retentions payable	-	-	-	-
Due to other governments	-	26,268	-	16,749
Due to other funds	-	-	-	-
Total Liabilities	6,700	30,835	722	17,309
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	97,633	1,039,008	33,648	67,782
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	97,633	1,039,008	33,648	67,782
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 104,333	\$ 1,069,843	\$ 34,370	\$ 85,091

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2020

(CONTINUED)

	Special Revenue Funds		Capital Projects Funds	
	Lighting Assessment District	Police Donations	Measure A Construction	Community Capital Replacement
Assets:				
Pooled cash and investments	\$ -	\$ 5,922	\$ 1,342,380	\$ 506,957
Receivables:				
Accounts	3,598	-	-	-
Interest	-	-	4,351	-
Prepaid costs	-	-	-	-
Due from other governments	5,103	-	-	-
Due from other funds	-	-	-	-
Total Assets	\$ 8,701	\$ 5,922	\$ 1,346,731	\$ 506,957
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 9,809	\$ 1,466	\$ 16,094	\$ 3,084
Unearned revenues	-	-	-	-
Retentions payable	-	-	-	-
Due to other governments	22,170	-	-	300
Due to other funds	43,320	-	-	-
Total Liabilities	75,299	1,466	16,094	3,384
Deferred Inflows of Resources:				
Unavailable revenues	3,848	-	-	-
Total Deferred Inflows of Resources	3,848	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	-	4,456	1,330,637	-
Assigned	-	-	-	503,573
Unassigned	(70,446)	-	-	-
Total Fund Balances	(70,446)	4,456	1,330,637	503,573
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 8,701	\$ 5,922	\$ 1,346,731	\$ 506,957

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2020

	Total Other Governmental Funds
Assets:	
Pooled cash and investments	\$ 13,109,068
Receivables:	
Accounts	319,633
Interest	40,759
Prepaid costs	1,980
Due from other governments	1,052,493
Due from other funds	68,467
	<hr/>
Total Assets	\$ 14,592,400
	<hr/> <hr/>
Liabilities, Deferred Inflows of Resources, and Fund Balances:	
Liabilities:	
Accounts payable	\$ 578,047
Unearned revenues	271,251
Retentions payable	45,276
Due to other governments	194,543
Due to other funds	260,961
	<hr/>
Total Liabilities	1,350,078
	<hr/>
Deferred Inflows of Resources:	
Unavailable revenues	305,647
	<hr/>
Total Deferred Inflows of Resources	305,647
	<hr/>
Fund Balances:	
Nonspendable	1,980
Restricted	12,532,420
Assigned	503,573
Unassigned	(101,298)
	<hr/>
Total Fund Balances	12,936,675
	<hr/>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 14,592,400
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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, 2020

	Special Revenue Funds			
	Community Events	Code Enforcement	Gas Tax	Road Maintenance and Rehabilitation
Revenues:				
Licenses and permits	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	1,931,307	1,749,483
Charges for services	181	737,087	-	-
Use of money and property	-	7,324	12,535	31,744
Fines and forfeitures	-	-	-	-
Contributions	7,790	-	-	-
Miscellaneous	-	-	99,038	-
Total Revenues	7,971	744,411	2,042,880	1,781,227
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	679,367	-	-
Economic development	-	-	-	-
Culture and recreation	181,469	-	-	-
Public ways and facilities	-	-	1,526,084	12,686
Community enhancements	-	-	-	-
Capital outlay	-	54,773	-	-
Total Expenditures	181,469	734,140	1,526,084	12,686
Excess (Deficiency) of Revenues Over (Under) Expenditures	(173,498)	10,271	516,796	1,768,541
Other Financing Sources (Uses):				
Transfers in	176,317	-	-	-
Transfers out	-	-	(67,987)	(1,498,672)
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	176,317	-	(67,987)	(1,498,672)
Net Change in Fund Balances	2,819	10,271	448,809	269,869
Fund Balances, Beginning of Year, as previously reported	(2,819)	510,367	151,908	1,520,800
Restatements	-	-	-	-
Fund Balances, Beginning of Year, as Restated	(2,819)	510,367	151,908	1,520,800
Fund Balances, End of Year	\$ -	\$ 520,638	\$ 600,717	\$ 1,790,669

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020

(CONTINUED)

	<u>Special Revenue Funds</u>			
	<u>Stormwater Utility Tax</u>	<u>Road Maintenance</u>	<u>Transit</u>	<u>Transportation Development Act</u>
Revenues:				
Licenses and permits	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	2,036,395	289,001	76,904
Charges for services	3,837,131	-	-	-
Use of money and property	57,141	28,279	2,793	3,759
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	3,349	-	-	72,116
Total Revenues	3,897,621	2,064,674	291,794	152,779
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic development	-	-	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	2,267,622	1,301,940	317,718	-
Community enhancements	-	-	-	-
Capital outlay	35,855	-	-	-
Total Expenditures	2,303,477	1,301,940	317,718	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,594,144	762,734	(25,924)	152,779
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	(1,003,981)	(409,808)	-	(160,975)
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	(1,003,981)	(409,808)	-	(160,975)
Net Change in Fund Balances	590,163	352,926	(25,924)	(8,196)
Fund Balances, Beginning of Year, as previously reported	2,688,206	982,655	40,106	166,100
Restatements	-	-	-	-
Fund Balances, Beginning of Year, as Restated	2,688,206	982,655	40,106	166,100
Fund Balances, End of Year	\$ 3,278,369	\$ 1,335,581	\$ 14,182	\$ 157,904

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020

	Special Revenue Funds			
	Police	Police Grants	Supplemental Law Enforcement Services (SLES)	Property Based Improvement District
Revenues:				
Licenses and permits	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	325,332	165,785	-
Charges for services	-	-	-	-
Use of money and property	10,790	-	1,587	-
Fines and forfeitures	206,915	-	-	-
Contributions	-	-	-	-
Miscellaneous	6,000	-	-	-
Total Revenues	223,705	325,332	167,372	-
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	113,470	319,417	126,525	-
Economic development	-	-	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	-	-	-	-
Community enhancements	-	-	-	-
Capital outlay	-	5,915	40,846	-
Total Expenditures	113,470	325,332	167,371	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	110,235	-	1	-
Other Financing Sources (Uses):				
Transfers in	59,109	-	-	-
Transfers out	-	-	-	(2,689)
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	59,109	-	-	(2,689)
Net Change in Fund Balances	169,344	-	1	(2,689)
Fund Balances, Beginning of Year, as previously reported	462,563	1,839	(828)	2,689
Restatements	-	-	-	-
Fund Balances, Beginning of Year, as Restated	462,563	1,839	(828)	2,689
Fund Balances, End of Year	\$ 631,907	\$ 1,839	\$ (827)	\$ -

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020

(CONTINUED)

	Special Revenue Funds			
	Roadway Development Fees	Housing Mitigation Development Fees	Tree Mitigation Fees	Park Facilities Development Fees
Revenues:				
Licenses and permits	\$ 327,953	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for services	-	637	77,648	12,664
Use of money and property	12,845	5,897	2,099	2,594
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	-	1,000	-	-
Total Revenues	340,798	7,534	79,747	15,258
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic development	-	9,650	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	19,270	-	-	-
Community enhancements	-	-	11,197	90,663
Capital outlay	-	-	-	-
Total Expenditures	19,270	9,650	11,197	90,663
Excess (Deficiency) of Revenues Over (Under) Expenditures	321,528	(2,116)	68,550	(75,405)
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	(75,591)	-	(388)	(11,293)
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	(75,591)	-	(388)	(11,293)
Net Change in Fund Balances	245,937	(2,116)	68,162	(86,698)
Fund Balances, Beginning of Year, as previously reported	471,135	280,931	54,484	122,358
Restatements	-	62,216	-	-
Fund Balances, Beginning of Year, as Restated	471,135	343,147	54,484	122,358
Fund Balances, End of Year	\$ 717,072	\$ 341,031	\$ 122,646	\$ 35,660

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020

	Special Revenue Funds			
	Transit Development Fees	Other Grants Fund	AD 98-02 Zone 3	Assessment District Zone 1
Revenues:				
Licenses and permits	\$ 46,737	\$ -	\$ -	\$ -
Intergovernmental	-	274,524	-	-
Charges for services	-	-	11,300	10,457
Use of money and property	1,479	-	90	780
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	48,216	274,524	11,390	11,237
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic development	-	4,129	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	6,984	210,000	1,396	16,247
Community enhancements	-	62,384	-	-
Capital outlay	-	-	-	-
Total Expenditures	6,984	276,513	1,396	16,247
Excess (Deficiency) of Revenues Over (Under) Expenditures	41,232	(1,989)	9,994	(5,010)
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	41,232	(1,989)	9,994	(5,010)
Fund Balances, Beginning of Year, as previously reported	95,564	-	-	36,258
Restatements	-	-	-	-
Fund Balances, Beginning of Year, as Restated	95,564	-	-	36,258
Fund Balances, End of Year	\$ 136,796	\$ (1,989)	\$ 9,994	\$ 31,248

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020

(CONTINUED)

	Special Revenue Funds			
	Assessment District Zone 2	Assessment District Zone 3	Assessment District Zone 4	Assessment District 98-01
Revenues:				
Licenses and permits	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for services	12,262	6,509	4,718	10,560
Use of money and property	1,650	-	-	3,340
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	13,912	6,509	4,718	13,900
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic development	-	-	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	12,285	15,936	13,717	14,405
Community enhancements	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	12,285	15,936	13,717	14,405
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,627	(9,427)	(8,999)	(505)
Other Financing Sources (Uses):				
Transfers in	-	-	9,570	-
Transfers out	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	-	-	9,570	-
Net Change in Fund Balances	1,627	(9,427)	571	(505)
Fund Balances, Beginning of Year, as previously reported	78,124	(7,215)	(11,965)	155,737
Restatements	-	-	-	-
Fund Balances, Beginning of Year, as Restated	78,124	(7,215)	(11,965)	155,737
Fund Balances, End of Year	\$ 79,751	\$ (16,642)	\$ (11,394)	\$ 155,232

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020

	Special Revenue Funds			
	Assessment District 98-02	Assessment District 03-01	Assessment District 98-02 Zone 2	Assessment District 03-01 Zone 2
Revenues:				
Licenses and permits	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for services	22,200	88,700	16,286	19,343
Use of money and property	2,204	21,991	623	1,863
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	24,404	110,691	16,909	21,206
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic development	-	-	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	35,181	94,352	12,009	46,310
Community enhancements	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	35,181	94,352	12,009	46,310
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,777)	16,339	4,900	(25,104)
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(10,777)	16,339	4,900	(25,104)
Fund Balances, Beginning of Year, as previously reported	108,410	1,022,669	28,748	92,886
Restatements	-	-	-	-
Fund Balances, Beginning of Year, as Restated	108,410	1,022,669	28,748	92,886
Fund Balances, End of Year	\$ 97,633	\$ 1,039,008	\$ 33,648	\$ 67,782

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020

(CONTINUED)

	Special Revenue Funds		Capital Projects Funds	
	Lighting Assessment District	Police Donations	Measure A Construction	Community Capital Replacement
Revenues:				
Licenses and permits	\$ -	\$ -	\$ -	\$ 22,967
Intergovernmental	-	-	-	-
Charges for services	354,930	-	-	-
Use of money and property	-	83	28,803	2,627
Fines and forfeitures	-	-	-	-
Contributions	-	29,329	-	-
Miscellaneous	-	-	488,860	-
Total Revenues	354,930	29,412	517,663	25,594
Expenditures:				
Current:				
General government	-	-	-	27,782
Public safety	-	29,517	-	11,574
Economic development	-	-	-	-
Culture and recreation	-	-	-	69,759
Public ways and facilities	446,926	-	79,713	-
Community enhancements	-	-	-	8,809
Capital outlay	-	-	-	233,933
Total Expenditures	446,926	29,517	79,713	351,857
Excess (Deficiency) of Revenues Over (Under) Expenditures	(91,996)	(105)	437,950	(326,263)
Other Financing Sources (Uses):				
Transfers in	161,285	-	-	255,531
Transfers out	-	-	(453,285)	-
Proceeds from sale of capital asset	-	-	-	48,112
Total Other Financing Sources (Uses)	161,285	-	(453,285)	303,643
Net Change in Fund Balances	69,289	(105)	(15,335)	(22,620)
Fund Balances, Beginning of Year, as previously reported	(139,735)	4,561	1,345,972	526,193
Restatements	-	-	-	-
Fund Balances, Beginning of Year, as Restated	(139,735)	4,561	1,345,972	526,193
Fund Balances, End of Year	\$ (70,446)	\$ 4,456	\$ 1,330,637	\$ 503,573

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2020

	<u>Total Other Governmental Funds</u>
Revenues:	
Licenses and permits	\$ 397,657
Intergovernmental	6,848,731
Charges for services	5,222,613
Use of money and property	244,920
Fines and forfeitures	206,915
Contributions	37,119
Miscellaneous	670,363
	<u>13,628,318</u>
Total Revenues	13,628,318
Expenditures:	
Current:	
General government	27,782
Public safety	1,279,870
Economic development	13,779
Culture and recreation	251,228
Public ways and facilities	6,450,781
Community enhancements	173,053
Capital outlay	371,322
	<u>8,567,815</u>
Total Expenditures	8,567,815
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>5,060,503</u>
Other Financing Sources (Uses):	
Transfers in	661,812
Transfers out	(3,684,669)
Proceeds from sale of capital asset	48,112
	<u>(2,974,745)</u>
Total Other Financing Sources (Uses)	(2,974,745)
Net Change in Fund Balances	<u>2,085,758</u>
Fund Balances, Beginning of Year, as previously reported	10,788,701
Restatements	<u>62,216</u>
Fund Balances, Beginning of Year, as Restated	<u>10,850,917</u>
Fund Balances, End of Year	\$ 12,936,675

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 COMMUNITY EVENTS
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ -	\$ -	\$ 181	\$ 181
Contributions	15,000	15,000	7,790	(7,210)
Total Revenues	15,000	15,000	7,971	(7,029)
Expenditures:				
Current:				
Culture and recreation	183,855	183,855	181,469	2,386
Total Expenditures	183,855	183,855	181,469	2,386
Excess (Deficiency) of Revenues Over (Under) Expenditures	(168,855)	(168,855)	(173,498)	(4,643)
Other Financing Sources:				
Transfers in	182,025	182,025	176,317	5,708
Total Other Financing Sources	182,025	182,025	176,317	5,708
Net Change in Fund Balance	13,170	13,170	2,819	(10,351)
Fund Balances, Beginning of Year	(2,819)	(2,819)	(2,819)	-
Fund Balances, End of Year	\$ 10,351	\$ 10,351	\$ -	\$ (10,351)

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 CODE ENFORCEMENT
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 874,000	\$ 874,000	\$ 737,087	\$ (136,913)
Use of money and property	-	-	7,324	7,324
Total Revenues	874,000	874,000	744,411	(129,589)
Expenditures:				
Current:				
Public safety	926,916	926,916	679,367	247,549
Capital outlay	-	-	54,773	(54,773)
Total Expenditures	926,916	926,916	734,140	192,776
Excess (Deficiency) of Revenues Over (Under) Expenditures	(52,916)	(52,916)	10,271	63,187
Other Financing Sources(Uses):				
Transfers out	(25,000)	(25,000)	-	(25,000)
Transfers in	57,614	57,614	-	57,614
Total Other Financing Sources (Uses)	32,614	32,614	-	(32,614)
Net Change in Fund Balance	(20,302)	(20,302)	10,271	30,573
Fund Balances, Beginning of Year	510,367	510,367	510,367	-
Fund Balances, End of Year	\$ 490,065	\$ 490,065	\$ 520,638	\$ 30,573

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 GAS TAX
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 2,220,495	\$ 2,220,495	\$ 1,931,307	\$ (289,188)
Use of money and property	-	-	12,535	12,535
Miscellaneous	98,935	98,935	99,038	103
Total Revenues	2,319,430	2,319,430	2,042,880	(276,550)
Expenditures:				
Current:				
Public ways and facilities	1,634,791	1,634,791	1,526,084	108,707
Capital outlay	300,000	300,000	-	300,000
Total Expenditures	1,934,791	1,934,791	1,526,084	408,707
Excess (Deficiency) of Revenues Over (Under) Expenditures	384,639	384,639	516,796	132,157
Other Financing Uses:				
Transfers out	(8,000)	(8,000)	(67,987)	(59,987)
Total Other Financing Uses	(8,000)	(8,000)	(67,987)	(59,987)
Net Change in Fund Balance	376,639	376,639	448,809	72,170
Fund Balances, Beginning of Year	151,908	151,908	151,908	-
Fund Balances, End of Year	\$ 528,547	\$ 528,547	\$ 600,717	\$ 72,170

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ROAD MAINTENANCE AND REHABILITATION
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 1,452,092	\$ 1,452,092	\$ 1,749,483	\$ 297,391
Use of money and property	-	-	31,744	31,744
Total Revenues	1,452,092	1,452,092	1,781,227	329,135
Expenditures:				
Current:				
Public ways and facilities	150,000	150,000	12,686	137,314
Capital outlay	1,600,000	1,600,000	-	1,600,000
Total Expenditures	1,750,000	1,750,000	12,686	1,737,314
Excess (Deficiency) of Revenues Over (Under) Expenditures	(297,908)	(297,908)	1,768,541	2,066,449
Other Financing Uses:				
Transfers out	-	-	(1,498,672)	(1,498,672)
Total Other Financing Uses	-	-	(1,498,672)	(1,498,672)
Net Change in Fund Balance	(297,908)	(297,908)	269,869	567,777
Fund Balances, Beginning of Year	1,520,800	1,520,800	1,520,800	-
Fund Balances, End of Year	\$ 1,222,892	\$ 1,222,892	\$ 1,790,669	\$ 567,777

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 STORMWATER UTILITY TAX
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 3,700,000	\$ 3,700,000	\$ 3,837,131	\$ 137,131
Use of money and property	-	-	57,141	57,141
Fines and forfeitures	-	-	-	-
Miscellaneous	-	-	3,349	3,349
Total Revenues	3,700,000	3,700,000	3,897,621	197,621
Expenditures:				
Current:				
Public ways and facilities	2,258,407	2,258,407	2,267,622	(9,215)
Capital outlay	2,750,000	2,750,000	35,855	2,714,145
Total Expenditures	5,008,407	5,008,407	2,303,477	2,704,930
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,308,407)	(1,308,407)	1,594,144	2,902,551
Other Financing Uses:				
Transfers out	-	-	(1,003,981)	(1,003,981)
Total Other Financing Uses	-	-	(1,003,981)	(1,003,981)
Net Change in Fund Balance	(1,308,407)	(1,308,407)	590,163	1,898,570
Fund Balances, Beginning of Year	2,688,206	2,688,206	2,688,206	-
Fund Balances, End of Year	\$ 1,379,799	\$ 1,379,799	\$ 3,278,369	\$ 1,898,570

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ROAD MAINTENANCE
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 2,127,167	\$ 2,127,167	\$ 2,036,395	\$ (90,772)
Use of money and property	-	-	28,279	28,279
Total Revenues	2,127,167	2,127,167	2,064,674	(62,493)
Expenditures:				
Current:				
Public ways and facilities	1,404,680	1,404,680	1,301,940	102,740
Capital outlay	600,000	600,000	-	600,000
Total Expenditures	2,004,680	2,004,680	1,301,940	702,740
Excess (Deficiency) of Revenues Over (Under) Expenditures	122,487	122,487	762,734	640,247
Other Financing Uses:				
Transfers out	(86,285)	(86,285)	(409,808)	(323,523)
Total Other Financing Uses	(86,285)	(86,285)	(409,808)	(323,523)
Net Change in Fund Balance	36,202	36,202	352,926	316,724
Fund Balances, Beginning of Year	982,655	982,655	982,655	-
Fund Balances, End of Year	\$ 1,018,857	\$ 1,018,857	\$ 1,335,581	\$ 316,724

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 TRANSIT
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 275,000	\$ 275,000	\$ 289,001	\$ 14,001
Use of money and property	-	-	2,793	2,793
Total Revenues	275,000	275,000	291,794	16,794
Expenditures:				
Current:				
Public ways and facilities	336,826	336,826	317,718	19,108
Total Expenditures	336,826	336,826	317,718	19,108
Excess (Deficiency) of Revenues Over (Under) Expenditures	(61,826)	(61,826)	(25,924)	35,902
Net Change in Fund Balance	(61,826)	(61,826)	(25,924)	35,902
Fund Balances, Beginning of Year	40,106	40,106	40,106	-
Fund Balances, End of Year	\$ (21,720)	\$ (21,720)	\$ 14,182	\$ 35,902

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 TRANSPORTATION DEVELOPMENT ACT
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 72,000	\$ 72,000	\$ 76,904	\$ 4,904
Use of money and property	-	-	3,759	3,759
Miscellaneous	-	-	72,116	72,116
Total Revenues	72,000	72,000	152,779	80,779
Expenditures:				
Capital outlay	404,927	404,927	-	404,927
Total Expenditures	404,927	404,927	-	404,927
Excess (Deficiency) of Revenues Over (Under) Expenditures	(332,927)	(332,927)	152,779	485,706
Other Financing Uses:				
Transfers out	-	-	(160,975)	(160,975)
Total Other Financing Uses	-	-	(160,975)	(160,975)
Net Change in Fund Balance	(332,927)	(332,927)	(8,196)	324,731
Fund Balances, Beginning of Year	166,100	166,100	166,100	-
Fund Balances, End of Year	\$ (166,827)	\$ (166,827)	\$ 157,904	\$ 324,731

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 POLICE
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Use of money and property	\$ -	\$ -	\$ 10,790	\$ 10,790
Fines and forfeitures	56,000	56,000	206,915	150,915
Miscellaneous	-	-	6,000	6,000
Total Revenues	56,000	56,000	223,705	167,705
Expenditures:				
Current:				
Public safety	96,323	96,323	113,470	(17,147)
Total Expenditures	96,323	96,323	113,470	(17,147)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(40,323)	(40,323)	110,235	150,558
Other Financing Sources:				
Transfers in	26,161	26,161	59,109	32,948
Total Other Financing Sources	26,161	26,161	59,109	32,948
Net Change in Fund Balance	(14,162)	(14,162)	169,344	183,506
Fund Balances, Beginning of Year	462,563	462,563	462,563	-
Fund Balances, End of Year	\$ 448,401	\$ 448,401	\$ 631,907	\$ 183,506

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 POLICE GRANTS
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 105,069	\$ 105,069	\$ 325,332	\$ 220,263
Total Revenues	105,069	105,069	325,332	220,263
Expenditures:				
Current:				
Public safety	106,505	106,505	319,417	(212,912)
Capital outlay	-	-	5,915	(5,915)
Total Expenditures	106,505	106,505	325,332	(218,827)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,436)	(1,436)	-	1,436
Fund Balances, Beginning of Year	1,839	1,839	1,839	-
Fund Balances, End of Year	\$ 403	\$ 403	\$ 1,839	\$ 1,436

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, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 133,000	\$ 133,000	\$ 165,785	\$ 32,785
Use of money and property	-	-	1,587	1,587
Total Revenues	133,000	133,000	167,372	34,372
Expenditures:				
Current:				
Public safety	58,000	58,000	126,525	(68,525)
Capital outlay	35,000	35,000	40,846	(5,846)
Total Expenditures	93,000	93,000	167,371	(74,371)
Excess (Deficiency) of Revenues Over (Under) Expenditures	40,000	40,000	1	(39,999)
Fund Balances, Beginning of Year	(828)	(828)	(828)	-
Fund Balances, End of Year	\$ 39,172	\$ 39,172	\$ (827)	\$ (39,999)

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ROADWAY DEVELOPMENT FEES
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Licenses and permits	\$ 313,000	\$ 313,000	\$ 327,953	\$ 14,953
Use of money and property	-	-	12,845	12,845
Total Revenues	313,000	313,000	340,798	27,798
Expenditures:				
Current:				
Public ways and facilities	244,668	244,668	19,270	225,398
Capital outlay	120,000	120,000	-	120,000
Total Expenditures	364,668	364,668	19,270	345,398
Excess (Deficiency) of Revenues Over (Under) Expenditures	(51,668)	(51,668)	321,528	373,196
Other Financing Uses:				
Transfers out	-	-	(75,591)	(75,591)
Total Other Financing Uses	-	-	(75,591)	(75,591)
Net Change in Fund Balance	(51,668)	(51,668)	245,937	297,605
Fund Balances, Beginning of Year	471,135	471,135	471,135	-
Fund Balances, End of Year	\$ 419,467	\$ 419,467	\$ 717,072	\$ 297,605

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 HOUSING MITIGATION DEVELOPMENT FEES
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 16,000	\$ 16,000	\$ 637	\$ (15,363)
Use of money and property	-	-	5,897	5,897
Miscellaneous	-	-	1,000	1,000
Total Revenues	16,000	16,000	7,534	(8,466)
Expenditures:				
Current:				
Community development	50,000	50,000	9,650	40,350
Total Expenditures	50,000	50,000	9,650	40,350
Excess (Deficiency) of Revenues Over (Under) Expenditures	(34,000)	(34,000)	(2,116)	31,884
Fund Balances, Beginning of Year, As Restated	343,147	343,147	343,147	-
Fund Balances, End of Year	\$ 309,147	\$ 309,147	\$ 341,031	\$ 31,884

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 TREE MITIGATION FEES
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 35,000	\$ 35,000	\$ 77,648	\$ 42,648
Use of money and property	-	-	2,099	2,099
Total Revenues	35,000	35,000	79,747	44,747
Expenditures:				
Current:				
Community enhancements	38,500	38,500	11,197	27,303
Total Expenditures	38,500	38,500	11,197	27,303
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,500)	(3,500)	68,550	72,050
Other Financing Uses:				
Transfers out	-	-	(388)	(388)
Total Other Financing Sources	-	-	(388)	(388)
Net Change in Fund Balance	(3,500)	(3,500)	68,162	71,662
Fund Balances, Beginning of Year	54,484	54,484	54,484	-
Fund Balances, End of Year	\$ 50,984	\$ 50,984	\$ 122,646	\$ 71,662

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 PARK FACILITIES DEVELOPMENT FEES
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 86,500	\$ 86,500	\$ 12,664	\$ (73,836)
Use of money and property	-	-	2,594	2,594
Total Revenues	86,500	86,500	15,258	(71,242)
Expenditures:				
Current:				
Community enhancements	100,000	100,000	90,663	9,337
Total Expenditures	100,000	100,000	90,663	9,337
Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,500)	(13,500)	(75,405)	(61,905)
Other Financing Uses:				
Transfers out	-	-	(11,293)	11,293
Total Other Financing Uses	-	-	(11,293)	(11,293)
Net Change in Fund Balance	(13,500)	(13,500)	(86,698)	(73,198)
Fund Balances, Beginning of Year	122,358	122,358	122,358	-
Fund Balances, End of Year	\$ 108,858	\$ 108,858	\$ 35,660	\$ (73,198)

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 TRANSIT DEVELOPMENT FEES
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Licenses and permits	\$ 65,000	\$ 65,000	\$ 46,737	\$ (18,263)
Use of money and property	500	500	1,479	979
Total Revenues	65,500	65,500	48,216	(17,284)
Expenditures:				
Current:				
Public ways and facilities	-	-	6,984	(6,984)
Capital outlay	30,000	30,000	-	30,000
Total Expenditures	30,000	30,000	6,984	23,016
Excess (Deficiency) of Revenues Over (Under) Expenditures	35,500	35,500	41,232	5,732
Fund Balances, Beginning of Year	95,564	95,564	95,564	-
Fund Balances, End of Year	\$ 131,064	\$ 131,064	\$ 136,796	\$ 5,732

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 OTHER GRANTS
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 15,000	\$ 15,000	\$ 274,524	\$ 259,524
Total Revenues	15,000	15,000	274,524	259,524
Expenditures:				
Current:				
Economic development	-	-	4,129	(4,129)
Public ways and facilities	-	-	210,000	(210,000)
Community enhancements	61,776	61,776	62,384	(608)
Total Expenditures	61,776	61,776	276,513	(214,737)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(46,776)	(46,776)	(1,989)	44,787
Fund Balances, Beginning of Year	-	-	-	-
Fund Balances, End of Year	\$ (46,776)	\$ (46,776)	\$ (1,989)	\$ 44,787

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ASSESSMENT DISTRICT ZONE 1
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 10,523	\$ 10,523	\$ 10,457	\$ (66)
Use of money and property	-	-	780	780
Total Revenues	10,523	10,523	11,237	714
Expenditures:				
Current:				
Public ways and facilities	16,326	16,326	16,247	79
Total Expenditures	16,326	16,326	16,247	79
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,803)	(5,803)	(5,010)	793
Fund Balances, Beginning of Year	36,258	36,258	36,258	-
Fund Balances, End of Year	\$ 30,455	\$ 30,455	\$ 31,248	\$ 793

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ASSESSMENT DISTRICT ZONE 2
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 12,413	\$ 12,413	\$ 12,262	\$ (151)
Use of money and property	-	-	1,650	1,650
Total Revenues	12,413	12,413	13,912	1,499
Expenditures:				
Current:				
Public ways and facilities	18,097	18,097	12,285	5,812
Total Expenditures	18,097	18,097	12,285	5,812
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,684)	(5,684)	1,627	7,311
Fund Balances, Beginning of Year	78,124	78,124	78,124	-
Fund Balances, End of Year	\$ 72,440	\$ 72,440	\$ 79,751	\$ 7,311

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ASSESSMENT DISTRICT ZONE 3
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 6,550	\$ 6,550	\$ 6,509	\$ (41)
Total Revenues	6,550	6,550	6,509	(41)
Expenditures:				
Current:				
Public ways and facilities	15,059	15,059	15,936	(877)
Total Expenditures	15,059	15,059	15,936	(877)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,509)	(8,509)	(9,427)	(918)
Fund Balances, Beginning of Year	(7,215)	(7,215)	(7,215)	-
Fund Balances, End of Year	\$ (15,724)	\$ (15,724)	\$ (16,642)	\$ (918)

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ASSESSMENT DISTRICT ZONE 4
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 4,718	\$ 4,718	\$ 4,718	\$ -
Total Revenues	4,718	4,718	4,718	-
Expenditures:				
Current:				
Public ways and facilities	14,966	14,966	13,717	1,249
Total Expenditures	14,966	14,966	13,717	1,249
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,248)	(10,248)	(8,999)	1,249
Other Financing Sources:				
Transfers in	5,570	5,570	9,570	4,000
Total Other Financing Sources	5,570	5,570	9,570	4,000
Net Change in Fund Balance	(4,678)	(4,678)	571	5,249
Fund Balances, Beginning of Year	(11,965)	(11,965)	(11,965)	-
Fund Balances, End of Year	\$ (16,643)	\$ (16,643)	\$ (11,394)	\$ 5,249

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ASSESSMENT DISTRICT 98-01
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 10,640	\$ 10,640	\$ 10,560	\$ (80)
Use of money and property	-	-	3,340	3,340
Total Revenues	10,640	10,640	13,900	3,260
Expenditures:				
Current:				
Public ways and facilities	12,653	12,653	14,405	(1,752)
Total Expenditures	12,653	12,653	14,405	(1,752)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,013)	(2,013)	(505)	1,508
Fund Balances, Beginning of Year	155,737	155,737	155,737	-
Fund Balances, End of Year	\$ 153,724	\$ 153,724	\$ 155,232	\$ 1,508

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ASSESSMENT DISTRICT 98-02
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 22,200	\$ 22,200	\$ 22,200	\$ -
Use of money and property	-	-	2,204	2,204
Total Revenues	22,200	22,200	24,404	2,204
Expenditures:				
Current:				
Public ways and facilities	43,986	43,986	35,181	8,805
Total Expenditures	43,986	43,986	35,181	8,805
Excess (Deficiency) of Revenues Over (Under) Expenditures	(21,786)	(21,786)	(10,777)	11,009
Fund Balances, Beginning of Year	108,410	108,410	108,410	-
Fund Balances, End of Year	\$ 86,624	\$ 86,624	\$ 97,633	\$ 11,009

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ASSESSMENT DISTRICT 03-01
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 88,700	\$ 88,700	\$ 88,700	\$ -
Use of money and property	-	-	21,991	21,991
Total Revenues	88,700	88,700	110,691	21,991
Expenditures:				
Current:				
Public ways and facilities	47,314	47,314	94,352	(47,038)
Total Expenditures	47,314	47,314	94,352	(47,038)
Excess (Deficiency) of Revenues Over (Under) Expenditures	41,386	41,386	16,339	(25,047)
Fund Balances, Beginning of Year	1,022,669	1,022,669	1,022,669	-
Fund Balances, End of Year	\$ 1,064,055	\$ 1,064,055	\$ 1,039,008	\$ (25,047)

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, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 16,288	\$ 16,288	\$ 16,286	\$ (2)
Use of money and property	-	-	623	623
Total Revenues	16,288	16,288	16,909	621
Expenditures:				
Current:				
Public ways and facilities	19,766	19,766	12,009	7,757
Total Expenditures	19,766	19,766	12,009	7,757
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,478)	(3,478)	4,900	8,378
Fund Balances, Beginning of Year	28,748	28,748	28,748	-
Fund Balances, End of Year	\$ 25,270	\$ 25,270	\$ 33,648	\$ 8,378

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, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 19,343	\$ 19,343	\$ 19,343	\$ -
Use of money and property	-	-	1,863	1,863
Total Revenues	19,343	19,343	21,206	1,863
Expenditures:				
Current:				
Public ways and facilities	32,599	32,599	46,310	(13,711)
Total Expenditures	32,599	32,599	46,310	(13,711)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,256)	(13,256)	(25,104)	(11,848)
Fund Balances, Beginning of Year	92,886	92,886	92,886	-
Fund Balances, End of Year	\$ 79,630	\$ 79,630	\$ 67,782	\$ (11,848)

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 LIGHTING ASSESSMENT DISTRICT
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 350,591	\$ 350,591	\$ 354,930	\$ 4,339
Total Revenues	350,591	350,591	354,930	4,339
Expenditures:				
Current:				
Public ways and facilities	448,763	448,763	446,926	1,837
Total Expenditures	448,763	448,763	446,926	1,837
Excess (Deficiency) of Revenues Over (Under) Expenditures	(98,172)	(98,172)	(91,996)	6,176
Other Financing Sources:				
Transfers in	86,285	86,285	161,285	75,000
Total Other Financing Sources	86,285	86,285	161,285	75,000
Net Change in Fund Balance	(11,887)	(11,887)	69,289	81,176
Fund Balances, Beginning of Year	(139,735)	(139,735)	(139,735)	-
Fund Balances, End of Year	\$ (151,622)	\$ (151,622)	\$ (70,446)	\$ 81,176

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 POLICE DONATIONS
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Use of money and property	\$ -	\$ -	\$ 83	\$ 83
Contributions	-	-	29,329	29,329
Total Revenues	-	-	29,412	29,412
Expenditures:				
Current:				
Public safety	-	33,000	29,517	3,483
Total Expenditures	-	33,000	29,517	3,483
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(33,000)	(105)	32,895
Fund Balances, Beginning of Year	4,561	4,561	4,561	-
Fund Balances, End of Year	\$ 4,561	\$ (28,439)	\$ 4,456	\$ 32,895

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 STREETS
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 376,000	\$ 376,000	\$ 1,417,229	\$ 1,041,229
Total Revenues	376,000	376,000	1,417,229	1,041,229
Expenditures:				
Public ways and facilities	1,892,470	1,892,470	1,018,998	873,472
Capital outlay	904,531	904,531	3,681,164	(2,776,633)
Total Expenditures	2,797,001	2,797,001	4,700,162	(1,903,161)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,421,001)	(2,421,001)	(3,282,933)	(861,932)
Other Financing Sources:				
Transfers in	-	-	3,263,198	3,263,198
Total Other Financing Sources	-	-	3,263,198	3,263,198
Net Change in Fund Balance	(2,421,001)	(2,421,001)	(19,735)	2,401,266
Fund Balances, Beginning of Year	(19,417)	(19,417)	(19,417)	-
Fund Balances, End of Year	\$ (2,440,418)	\$ (2,440,418)	\$ (39,152)	\$ 2,401,266

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 MEASURE A CONSTRUCTION
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Use of money and property	\$ -	\$ -	\$ 28,803	\$ 28,803
Miscellaneous	-	-	488,860	488,860
Total Revenues	-	-	517,663	517,663
Expenditures:				
Public ways and facilities	224,681	224,681	79,713	144,968
Capital outlay	659,375	659,375	-	659,375
Total Expenditures	884,056	884,056	79,713	804,343
Excess (Deficiency) of Revenues Over (Under) Expenditures	(884,056)	(884,056)	437,950	1,322,006
Other Financing Uses:				
Transfers out	-	-	(453,285)	(453,285)
Total Other Financing Uses	-	-	(453,285)	(453,285)
Net Change in Fund Balance	(884,056)	(884,056)	(15,335)	868,721
Fund Balances, Beginning of Year	1,345,972	1,345,972	1,345,972	-
Fund Balances, End of Year	\$ 461,916	\$ 461,916	\$ 1,330,637	\$ 1,322,006

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, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Miscellaneous	\$ -	\$ -	\$ 436,658	\$ 436,658
Total Revenues	-	-	436,658	436,658
Expenditures:				
Economic development	-	-	496,823	(496,823)
Capital outlay	3,470,000	3,470,000	-	3,470,000
Total Expenditures	3,470,000	3,470,000	496,823	2,973,177
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,470,000)	(3,470,000)	(60,165)	3,409,835
Other Financing Sources:				
Transfers in	-	-	248,523	248,523
Other debts issued	3,470,000	3,470,000	3,470,000	-
Total Other Financing Sources	3,470,000	3,470,000	3,718,523	248,523
Net Change in Fund Balance	-	-	3,658,358	3,658,358
Fund Balances, Beginning of Year	419,574	419,574	419,574	-
Fund Balances, End of Year	\$ 419,574	\$ 419,574	\$ 4,077,932	\$ 3,658,358

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 COMMUNITY CAPITAL REPLACEMENT
 YEAR ENDED JUNE 30, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Licenses and permits	\$ 18,000	\$ 18,000	\$ 22,967	\$ 4,967
Use of money and property	-	-	2,627	2,627
Total Revenues	18,000	18,000	25,594	7,594
Expenditures:				
General government	-	-	27,782	(27,782)
Public safety	-	-	11,574	(11,574)
Culture and recreation	-	-	69,759	(69,759)
Community enhancements	-	-	8,809	(8,809)
Capital outlay	185,000	185,000	233,933	(48,933)
Total Expenditures	185,000	185,000	351,857	(166,857)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(167,000)	(167,000)	(326,263)	(159,263)
Other Financing Sources:				
Transfers in	-	-	255,531	255,531
Proceeds from sale of capital asset	-	-	48,112	48,112
Total Other Financing Sources	-	-	303,643	303,643
Net Change in Fund Balance	(167,000)	(167,000)	(22,620)	144,380
Fund Balances, Beginning of Year	526,193	526,193	526,193	-
Fund Balances, End of Year	\$ 359,193	\$ 359,193	\$ 503,573	\$ 144,380

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF ASSETS AND LIABILITIES
ALL AGENCY FUNDS
JUNE 30, 2020

	<u>Fire Capital Facilities Fee</u>	<u>STA Fees</u>	<u>Totals</u>
Assets:			
Pooled cash and investments	\$ 9,731	\$ 9,157	\$ 18,888
Total Assets	<u>\$ 9,731</u>	<u>\$ 9,157</u>	<u>\$ 18,888</u>
Liabilities:			
Due to external parties/other agencies	\$ 9,731	\$ 9,157	\$ 18,888
Total Liabilities	<u>\$ 9,731</u>	<u>\$ 9,157</u>	<u>\$ 18,888</u>

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 YEAR ENDED JUNE 30, 2020

	<u>Balance July 1, 2019</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2020</u>
<u>Fire Capital Facilities Fee</u>				
Assets:				
Pooled cash and investments	\$ 10,397	\$ 30,797	\$ 31,463	\$ 9,731
Total Assets	<u>\$ 10,397</u>	<u>\$ 30,797</u>	<u>\$ 31,463</u>	<u>\$ 9,731</u>
Liabilities:				
Due to external parties/other agencies	\$ 10,397	\$ 62,259	\$ 62,925	\$ 9,731
Total Liabilities	<u>\$ 10,397</u>	<u>\$ 62,259</u>	<u>\$ 62,925</u>	<u>\$ 9,731</u>
<u>STA Fees</u>				
Assets:				
Pooled cash and investments	\$ 30,665	\$ 48,130	\$ 69,638	\$ 9,157
Total Assets	<u>\$ 30,665</u>	<u>\$ 48,130</u>	<u>\$ 69,638</u>	<u>\$ 9,157</u>
Liabilities:				
Due to external parties/other agencies	\$ 30,665	\$ 56,438	\$ 77,946	\$ 9,157
Total Liabilities	<u>\$ 30,665</u>	<u>\$ 56,438</u>	<u>\$ 77,946</u>	<u>\$ 9,157</u>
<u>Totals - All Agency Funds</u>				
Assets:				
Pooled cash and investments	\$ 41,062	\$ 78,927	\$ 101,101	\$ 18,888
Total Assets	<u>\$ 41,062</u>	<u>\$ 78,927</u>	<u>\$ 101,101</u>	<u>\$ 18,888</u>
Liabilities:				
Due to external parties/other agencies	\$ 41,062	\$ 118,697	\$ 140,871	\$ 18,888
Total Liabilities	<u>\$ 41,062</u>	<u>\$ 118,697</u>	<u>\$ 140,871</u>	<u>\$ 18,888</u>

STATISTICAL SECTION

This part of the City of Citrus Heights' comprehensive annual 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.

Contents	Page(s)
Financial Trends	
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
Revenue Capacity	
These schedules contain information to help the reader assess the City's ability to generate revenues. Property taxes, sales and use taxes, charges for services, licenses, permits and fees and intergovernmental revenue are the City's most significant	142-147
Debt Capacity	
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
Demographic and Economic Information	
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
Operating Information	
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 comprehensive annual 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)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Governmental activities										
Invested in capital assets	\$380,131,270	\$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
Restricted	4,342,108	3,696,281	22,751,540	15,749,227	15,682,624	15,279,052	15,935,790	16,266,052	13,375,587	20,775,754
Unrestricted	57,351,701	51,220,587	25,246,205	28,626,101	12,581,607	14,663,297	4,264,024	1,755,048	1,882,908	(7,806,541)
Total governmental activities net position	\$441,825,079	\$425,320,291	\$417,628,598	\$410,730,079	\$390,511,835	\$381,777,103	\$375,491,910	\$362,528,238	\$352,171,367	\$341,563,733
Business-type activities										
Invested in capital assets	\$ -	\$ -	\$ -	\$ 200,000	\$ 200,000	\$ 321,123	\$ 389,449	\$ 381,575	\$ 373,702	\$ 365,829
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	716,320	759,833	655,163	614,441	406,354	265,517	160,563	219,434	306,142	533,964
Total business-type activities net position	\$ 716,320	\$ 759,833	\$ 655,163	\$ 814,441	\$ 606,354	\$ 586,640	\$ 550,012	\$ 601,009	\$ 679,844	\$ 899,793
Primary government										
Invested in capital assets	\$380,131,270	\$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
Restricted	4,342,108	3,696,281	22,751,540	15,749,227	15,682,624	15,279,052	15,935,790	16,266,052	13,375,587	20,775,754
Unrestricted	58,068,021	51,980,420	25,901,368	29,240,542	12,987,961	14,928,814	4,424,587	1,974,482	2,189,050	(7,272,577)
Total primary government net position	\$442,541,399	\$426,080,124	\$418,283,761	\$411,544,520	\$391,118,189	\$382,363,743	\$376,041,922	\$363,129,247	\$352,851,211	\$342,463,526

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Expenses										
Governmental activities:										
General government	\$ 5,984,581	\$ 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
Public safety	18,817,306	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
Public ways and facilities	24,344,523	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
Culture and recreation	820,799	883,463	692,989	613,235	555,342	654,183	669,948	722,254	720,442	830,572
Economic development	62,687	64,906	114,616	172,083	159,243	214,978	402,904	353,608	296,233	950,409
Community enhancements	5,702,868	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
Interest on long-term debt	-	-	-	-	-	-	-	-	70,962	151,957
Total governmental activities expenses	55,732,764	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
Business-type activities:										
Transit	-	-	-	-	-	-	-	-	-	-
Storm water utility	-	-	-	-	-	-	-	-	-	-
Solid waste	535,094	579,195	752,084	529,464	903,522	757,028	798,694	751,291	809,466	675,849
Total business-type activities expenses	535,094	579,195	752,084	529,464	903,522	757,028	798,694	751,291	809,466	675,849
Total primary government expenses	56,267,858	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
Program revenues										
Governmental activities:										
Charges for services:										
General government	332,690	343,013	305,057	331,675	381,923	1,120,688	1,151,570	1,185,547	1,888,219	1,902,206
Public safety	433,535	443,227	366,726	459,073	337,199	1,547,840	1,759,927	1,488,252	1,978,407	2,133,898
Public ways and facilities	7,857,400	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
Culture and recreation	292,134	394,188	343,817	374,244	311,350	352,401	354,517	449,711	32,526	22,473
Economic development	-	-	-	-	100	50	-	-	-	-
Community enhancements	761,323	858,413	842,151	1,036,139	1,298,079	1,912,936	1,597,005	498,673	1,242,148	1,508,999
Operating grants and contributions	14,447,725	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
Capital grants and contributions	1,580,765	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
Total governmental activities program revenues	25,705,572	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
Business-type activities:										
Charges for services:										
Storm water utility	-	-	-	-	-	-	-	-	-	-
Solid waste	613,242	616,288	651,300	657,027	710,618	732,401	761,614	798,838	839,030	829,397
Operating grants and contributions	-	-	-	-	-	-	-	-	-	-
Total business-type activities program revenues	613,242	616,288	651,300	657,027	710,618	732,401	761,614	798,838	839,030	829,397
Total primary government program revenues	26,318,814	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
Net (Expense)/Revenue										
Governmental activities	(30,027,192)	(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)
Business-type activities	78,148	37,093	(100,784)	127,563	(192,904)	(24,627)	(37,080)	47,547	29,564	153,548
Total primary government net expense	(29,949,044)	(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)

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Continued from previous page:										
General Revenues and Other Changes in Net Position:										
Governmental activities:										
Taxes:										
Property taxes	3,089,382	2,117,970	270,913	139,634	138,659	946,113	991,552	758,653	339,571	306,250
Sales and use tax	10,636,890	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
Utility users tax	2,883,331	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
Other taxes	1,346,658	1,353,716	1,362,446	1,332,334	1,416,552	1,601,229	1,616,163	1,600,300	2,225,772	1,670,522
Shared intergovernmental revenues	7,035,404	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
Investment earnings	448,746	561,376	(299,378)	455,531	246,710	527,734	1,108,551	254,162	32,181	808,064
Gain (loss) on sale of assets	-	-	-	-	-	-	-	-	-	-
Transfers	2,216,632	2,334	2,918	35,125	-	-	-	-	-	-
Extraordinary loss on dissolution of redevelopment	-	(3,389,059)	-	-	-	-	-	-	-	-
Restatement of net position	-	-	-	-	-	-	-	-	(2,850,171)	(1,085,331)
Total governmental activities	27,657,043	20,453,289	22,028,641	22,550,201	22,816,039	29,124,092	29,621,399	29,236,877	23,466,056	25,321,658
Business-type activities:										
Investment earnings	6,038	8,754	(968)	31,715	4,158	4,913	452	3,450	49,255	66,401
Transfers	(2,216,632)	(2,334)	(2,918)	-	-	-	-	-	-	-
Total business-type activities	(2,210,594)	6,420	(3,886)	31,715	4,158	4,913	452	3,450	49,255	66,401
Total primary government	25,446,449	20,459,709	22,024,755	22,581,916	22,820,197	29,129,005	29,621,851	29,240,327	23,515,311	25,388,059
Changes in Net Position										
Governmental activities	(2,370,149)	(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)
Business-type activities	(2,132,446)	43,513	(104,670)	159,278	(188,746)	(19,714)	(36,628)	50,997	78,819	219,949
Total primary government	(4,502,595)	(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)

Source: City Administrative Services Department

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Fund:										
Nonspendable	\$ 1,293,139	\$ 1,366,759	\$ 1,233,199	\$ 1,144,639	\$ 962,457	\$ 298,407	\$ 32,159	\$ 279,210	\$ 135,485	\$ 302,545
Restricted	-	-	-	6,443	14,148	14,613	25,394	21,143	-	-
Committed	34,416,550	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
Unassigned	-	172,951	855,369	925,202	64,943	146,734	1,101,504	314,061	1,833,065	490,603
Total general fund	35,709,689	34,217,247	31,169,387	29,355,408	20,436,966	19,076,011	5,718,435	5,173,792	6,530,528	5,280,126
All Other Governmental Funds:										
Nonspendable	4,758,923	-	512,312	643,352	-	-	-	2,784,600	2,285,330	1,980
Restricted	4,414,317	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
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	15,020,966	13,451,353	9,705,971	-	1,652,198	928,925	894,318	1,374,838	945,767	1,141,407
Unassigned (deficit)	(2,236,731)	(14)	(578,904)	950,267	(570,131)	(122,707)	(132,660)	(262,719)	(181,979)	(140,450)
Total all other governmental funds	21,957,475	17,147,620	13,093,960	11,587,821	10,561,221	10,529,809	10,829,497	12,599,059	16,424,705	21,778,691
Total all governmental funds	\$ 57,667,164	\$ 51,364,867	\$ 44,263,347	\$ 40,943,229	\$ 30,998,187	\$ 29,605,820	\$ 16,547,932	\$ 17,772,851	\$ 22,955,233	\$ 27,058,817

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)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues:										
Taxes and assessments	\$ 26,358,981	\$ 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
Licenses, permits and fees	999,510	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
Fines and forfeitures	940,646	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
Intergovernmental	19,781,727	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
Use of money and property	1,951,351	1,786,652	803,392	890,087	577,893	874,978	1,398,709	515,517	944,989	761,884
Charges for services	582,141	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
Contributions	540,192	24,046	26,522	25,520	27,126	1,807,470	155,409	19,726	26,872	42,369
Other revenues	635,554	553,348	83,037	52,826	6,031	216,226	1,082,642	491,114	1,580,426	1,430,106
Total revenues	51,790,102	42,543,534	47,277,273	49,423,527	44,886,727	51,711,957	47,748,136	45,592,950	50,295,031	46,926,319
Expenditures:										
General government	5,498,176	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
Public safety	17,751,208	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
Public ways and facilities	13,457,880	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
Culture and recreation	639,813	690,509	682,528	608,931	560,376	667,099	724,750	704,866	673,253	787,545
Economic development	60,941	64,906	114,395	171,271	159,924	223,753	405,901	298,781	289,440	927,770
Community enhancements	6,671,921	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
Capital outlay	4,698,433	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
Debt service:										
Lease principal ¹	-	-	-	-	7,638,960	-	13,749,031	-	-	-
Interest and fiscal charges	646,767	49,200	-	-	-	-	-	-	70,962	76,664
Total expenditures	49,425,139	45,345,385	54,406,032	53,675,040	76,329,444	53,119,264	61,221,369	44,480,703	47,951,762	45,255,516
Reconciliation of Governmental Revenues										
Revenues over (under) expenditures	\$ 2,364,963	\$ (2,801,851)	\$ (7,128,759)	\$ (4,251,513)	#####	\$ (1,407,307)	\$(13,473,233)	\$ 1,112,247	\$ 2,343,269	\$ 1,670,803
Other financing sources (uses):										
Extraordinary loss on dissolution of redevelopment	-	(3,005,604)	-	-	-	-	-	-	-	-
Tax sharing payments	-	(573,320)	-	-	21,387,991	-	-	-	-	-
Draw on line of credit	-	-	-	-	-	-	-	-	-	-
Proceeds from sale of capital assets	2,648	76,147	24,321	105,911	109,684	14,940	415,345	112,672	32,181	3,470,000
Transfers in	19,571,032	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
Transfers out	(17,354,400)	(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)
Total other financing sources (uses)	2,219,280	(3,500,443)	27,239	105,911	21,497,675	14,940	415,345	112,672	82,182	3,518,112
Net change in fund balances	\$ 4,584,243	\$ (6,302,294)	\$ (7,101,520)	\$ (4,145,602)	\$ (9,945,042)	\$ (1,392,367)	\$ (13,057,888)	\$ 1,224,919	\$ 2,425,451	\$ 5,188,915
Debt service as a percentage of noncapital expenditures	1.45%	0.12%	0.00%	0.00%	14.91%	0.00%	24.09%	0.00%	0.17%	0.19%

¹ 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 *									
	Residential Property	Commercial Property	Industrial Property	Other Property	Total Real Secured Property	Unsecured Property	Total Assessed	Estimated Full Market	Total Direct Tax Rate	
FY 10-11	4,409,260,457	1,058,849,611	23,849,229	51,946,850	5,543,906,147	142,729,495	5,686,635,642	5,686,635,642	0.14	
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	
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	
FY 13-14	4,392,797,873	948,260,199	23,975,394	41,160,931	5,406,194,397	130,148,077	5,536,342,474	5,536,342,474	0.08	
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	
FY 15-16	4,904,511,049	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	
FY 16-17	5,123,458,670	995,114,927	26,777,317	48,869,328	6,194,220,242	127,456,727	6,321,676,969	6,321,676,969	0.08	
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	
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	
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	

Source: Sacramento County Assessor 2010/11-2019/20 Combined Tax Rolls
Source: HDL Coren & Cone

* 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)

	2010/2011	2011/2012	2012/2013	2013/2014	2014/2015	2015/2016	2016/2017	2017/2018	2018/2019	2019/2020
Basic Levy ¹	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
Grant Joint High	0.06330	0.05890	0.08230	0.07280	0.04850	0.03060	0.06480	0.01460	0.03320	0.02940
Los Rios College Bond	0.00000	0.01920	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
Los Rios College Gob	0.00900	0.00000	0.01930	0.01810	0.01130	0.00910	0.01410	0.01300	0.01310	0.02320
North Sacramento Elementary Gob 2017	0.00230	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
North Sacto Elementary Gob	0.00000	0.01450	0.01670	0.02060	0.01850	0.01260	0.01680	0.00000	0.00000	0.00000
Rio Linda Elementary Bond	0.00000	0.06030	0.05760	0.05570	0.05290	0.04890	0.05210	0.00000	0.00000	0.00000
Rio Linda Elementary Gob	0.05100	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
San Juan Unified	0.08130	0.09480	0.10030	0.16300	0.15090	0.15470	0.15220	0.21150	0.19930	0.17930
Twin Rivers Unified	0.00000	0.00000	0.01170	0.00990	0.05520	0.03890	0.04810	0.14430	0.07340	0.10330
Total Direct & Overlapping² Tax Rates	1.20690	1.24770	1.28790	1.34010	1.33730	1.29480	1.34810	1.38340	1.31900	1.33520
City's Share of 1% Levy Per Prop 13 ³	.8431	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 ⁴	1.00000	1.00000								
Total Direct Rate ⁵	0.14260	0.12715	0.12388	0.07634	0.07664	0.07735	0.07759	0.08140	0.07837	0.07908

¹ 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.

² 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.

³ 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.

⁴ 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.

⁵ 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.

Source: Sacramento County Assessor 2010/11 - 2019/20 Tax Rate Table

Source: HDL Coren & Cone

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

Property Owner	2019-2020			2010-2011		
	Assessed Valuation	Rank	% of Total	Assessed Valuation	Rank	% of Total
Birdcage Marketplace LLC	72,143,598	2	0.99%	57,081,298	2	1.03%
California Tropics Investors 1992				41,540,990	5	0.75%
Grove At Sunrise LLC				28,318,238	7	0.51%
Lakeview Gold 101305 LP	47,832,140	3	0.66%			
Lowe's HIW Inc.				26,217,590	8	0.47%
MG Atwood Apartments Ria LLC	47,000,000	5	0.65%			
MGP XII Sunrise Village LLC	26,316,010	8	0.36%			
Mitchell Sippola LP	42,796,932	6	0.59%			
Montage Apartments Property	\$ 78,529,391	1	1.08%			
Oakmont Properties Autumn Ridge LP	30,401,558	7	0.42%			
Ronald P. & Maureen A. Ashley				43,109,631	4	0.78%
Sears Roebuck Co.				22,463,976	9	0.41%
Steadfast Sunrise LLC	46,944,496	4	0.65%	113,903,453	1	2.05%
Sunrise Mall Realty LLC						
VIF Lyon Oak Creek LLC	22,510,000	9	0.31%	\$ 50,270,774	3	0.91%
Wal-Mart Real Estate/Sam's Club	25,780,770	10	0.36%	27,008,938	6	0.49%
Wedgewood Commons Apartments LLC				22,238,900	10	0.40%
	<u>\$ 440,254,895</u>		<u>6.07%</u>	<u>\$ 432,153,788</u>		<u>7.80%</u>

Information collected by: HDL Coren & Cone

Data Source: Sacramento County Assessor 2019/20 & 2010/11 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

<u>Fiscal Year</u> <u>Ended June 30</u>	<u>City</u> <u>Direct Rate</u>	<u>Sacramento</u> <u>County</u>	<u>STA Measure A</u>	<u>State of</u> <u>California</u>	<u>Total</u> <u>Sales Tax Rate</u>
2011	1.00	0.25	0.50	7.00	8.75%
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%

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, 2020

	2020 (represents 53.04% of total sales tax)	2011 (represents 53.79% of total sales tax)
76 Market		Arco AM PM
A&A Stepping Stone Manufacturing		AT&T Mobility
Arco AM PM		Barnes & Noble
Arco AM PM		Best Buy
AT&T Mobility		Burlington
Best Buy		Carmichael Honda
Bevmo		Chevron
Burlington		Costco
Citrus Heights Shell		JC Penney
Costco		Kinart
Harbor Freight Tools		Kohls
JC Penney		Lowes
Kohls		Macys
Lifetouch National School Studios		Marshalls
Lowe's		Pastor Auto Care
Maita Honda		Rite Aid
Marshalls		Ross
McDonald's		Sam's Club w/ Fuel
Pastor Auto Care		Sears
Quik Stop		Shell
Sams Club w/ Fuel		Staples
Spectrio		Target
Target		Toys R Us
Ultra Beauty		Walgreens
Walmart Supercenter		Walmart Supercenter

* Firms Listed Alphabetically
 Period: July 2019 thru March 2020

Period: July 2010 thru March 2011

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* Fiscal Year*	Collected within the		Collections in Subsequent Years	Total Collections to Date		
		Fiscal Year of the Levy	Percentage of Levy		Amount	Percentage of Levy	Amount
2011	7,015,175	7,015,175	100%	-	7,015,175	100%	
2012	5,228,554	5,228,554	100%	-	5,228,554	100%	
2013	3,952,063	3,952,063	100%	-	3,952,063	100%	
2014	4,180,600	4,180,600	100%	-	4,180,600	100%	
2015	4,397,415	4,397,415	100%	-	4,397,415	100%	
2016	4,662,052	4,662,052	100%	-	4,662,052	100%	
2017	4,774,258	4,774,258	100%	-	4,774,258	100%	
2018	4,885,101	4,885,101	100%	-	4,885,101	100%	
2019	5,103,052	5,103,052	100%	-	5,103,052	100%	
2020	5,134,169	5,134,169	100%	-	5,134,169	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, 2020

2019-20 Assessed Valuation \$7,383,082,117

DIRECT & OVERLAPPING TAX & ASSESSMENT DEBT:	Total Debt 6/30/2020	% Applicable ¹	City's Share of Debt 6/30/2020
Los Rios Community College District	455,515,000	3.555%	16,193,558
San Juan Unified School District	545,903,567	19.359%	105,681,472
Twin Rivers Unified School District	59,705,000	0.230%	137,322
Twin Rivers Unified School District (former Grant Joint UHSD)	288,358,637	0.180%	519,046
CA Statewide Communities Development Authority Assessment District No. 19-14Ca	4,641,000	100.000%	4,641,000
City of Citrus Heights	0	100	0
TOTAL DIRECT & OVERLAPPING TAX & ASSESSMENT DEBT			127,172,398

OVERLAPPING GENERAL FUND DEBT:

Sacramento County General Fund Obligations	159,847,468	4.301%	6,875,040
Sacramento County Pension Obligation Bonds	791,614,052	4.301%	34,047,320
Sacramento Board of Education Certificates of Participation	3,545,000	4.301%	152,470
San Juan Unified School District Certificates of Participation	126,302	19.359%	24,451
Twin Rivers Unified School District Certificates of Participation	14,090,000	0.180%	25,362
City of Citrus Heights General Fund Obligations	3,520,001	100.000%	3,520,001
Sacramento Metropolitan Fire District General Fund Obligations	8,625,000	10.480%	903,900
Sacramento Metropolitan Fire District Pension Obligations Bonds	44,708,975	10.480%	4,685,501
Orangevale Recreation and Park District Certificates of Participation	976,000	0.034%	332
Sunrise Recreation and Park District Certificates of Participation	5,485,000	54.876%	3,009,949
TOTAL OVERLAPPING GENERAL FUND DEBT			53,244,326
Less: Sacramento County supported obligations			689,341
TOTAL NET OVERLAPPING GENERAL FUND DEBT			\$ 52,554,985

TOTAL DIRECT DEBT

TOTAL GROSS OVERLAPPING DEBT

TOTAL NET OVERLAPPING DEBT

GROSS COMBINED TOTAL DEBT

NET COMBINED TOTAL DEBT

\$3,520,001
176,896,723
176,207,382
180,416,724 ²
179,727,383

⁽¹⁾The percentage of overlapping debt applicable to the city is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the city divided by the district's total taxable assessed value.
⁽²⁾ Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue, and non-bonded capital lease obligations.

Ratios to 2019-20 Assessed Valuation:

Total Overlapping Tax and Assessment Debt	1.72%
Direct Debt	0.05%
Gross Combined Total Debt	2.44%
Net Combined Total Debt	2.43%

Source: California Municipal Statistics, Inc.

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Assessed Value	\$ 5,492,388,843	\$ 5,290,587,477	\$ 5,155,662,329	\$ 5,408,064,500	\$ 5,714,275,249	\$ 5,925,147,810	\$ 6,194,220,242	\$ 6,579,162,284	\$ 6,933,954,518	\$ 7,256,891,338
Conversion Percentage	25%	25%	25%	25%	25%	25%	25%	25%	25%	25%
Adjusted Assessed Value	1,373,097,211	1,322,646,869	1,288,915,582	1,352,016,125	1,428,568,812	1,481,286,953	1,548,555,061	1,644,790,571	1,733,488,630	1,814,222,835
Debt Limit Percentage	15%	15%	15%	15%	15%	15%	15%	15%	15%	15%
Debt limit	205,964,582	198,397,030	193,337,337	202,802,419	214,285,322	222,193,043	232,283,259	246,718,586	260,023,294	272,133,425
Total net debt applicable to limit	\$ 205,964,582	\$ 198,397,030	\$ 193,337,337	\$ 202,802,419	\$ 214,285,322	\$ 222,193,043	\$ 232,283,259	\$ 246,718,586	\$ 260,023,294	\$ 272,133,425
Legal debt margin	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
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	Capital Lease	Percentage of Personal Income	Per Capita
2011	\$ -	-	\$ -
2012	\$ -	-	\$ -
2013	\$ -	-	\$ -
2014	\$ -	-	\$ -
2015	\$ 13,749,031.00	652.44%	\$ 162.61
2016	\$ 13,749,031.00	651.70%	\$ 159.33
2017	\$ -	-	\$ -
2018	\$ -	-	\$ -
2019	\$ -	-	\$ -
2020	\$ -	-	\$ -

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
2010	88,115	\$2,153,002	\$24,434.00	9.0%	36.6	89.2%	18.8%
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%

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 from 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	2020*			2011*		
	Employees	Rank	Percentage of Top 10 Employment	Employees	Rank	Percentage of Top 10 Employment
State of California	77,172	1	46.34%	70,937	1	53.61%
Sacramento County	12,360	4	7.42%	11,300	2	8.54%
UC Davis/US Davis Health System	14,510	3	8.71%	8,580	3	6.48%
Sutter Health Sacramento Sierra Region	10,764	5	6.46%	6,958	4	5.26%
Mercy/Catholic Healthcare West				6,942	5	5.25%
Intel Corp	6,200	8	3.72%	6,515	6	4.92%
Kaiser Permanente	15,585	2	9.36%	6,367	7	4.81%
Elk Grove Unified School District	6,164	9	3.70%	5,619	8	4.25%
San Juan Unified School District	5,350	10	3.21%	4,600	9	3.48%
Sacramento Unified School District				4,500	10	3.40%
U.S. Government	10,559	6	6.34%			
Dignity Health	7,871	7	4.73%			
Total	166,535		100.00%	132,318		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 inquires.

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	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General government	27	22	22	22	22	25	28	28	23	31
Public safety	150	150	141	150	145	144	144	151	149	149
Public works	22	23	27	25	25	20	18	16	28	28
Community development	16	17	19	16	17	18	18	18	15	14
Community center	9	10	11	15	14	14	11	9	8	9
Total	224	222	220	228	223	221	219	222	223	231

Source: City Administrative Services Department

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

Function	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Police										
Arrests	3,882	3,176	3,276	3,348	3,185	2,990	2,730	2,452	2,249	1,966
Parking citations issued	1,415	803	724	539	685	520	650	908	906	581
Total police actions	5,297	3,979	4,000	3,887	3,870	3,510	3,380	3,360	3,155	2,547
Fire **	n/a									
Public works										
Street resurfacing (miles)	3	1	1	4	2	4	1	0	0	2
Parks and recreation **	n/a									
Water **	n/a									
Sewer **	n/a									
Building:										
Commercial/Industrial Construction	0	3	2	1	3	12	2	1	2	1
Residential Construction	30	6	7	10	43	28	9	17	26	24
Total building actions	30	9	9	11	46	40	11	18	28	25

** 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	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Police: Stations	1	1	1	1	1	1	1	1	1	1
Fire * Fire stations	5	5	5	5	5	4	4	4	4	4
Public works Streets (miles)	237	237	237	237	237	237	237	237	214	237
Streetslights	4283	4289	4337	4365	4407	4497	4480	4702	4714	4736
Parks and recreation Parks *	12	12	14	14	14	15	15	15	15	17
Community centers	1	1	3	3	3	3	3	3	3	3
Water * Water mains (miles)	225	225	225	225	225	225	225	225	225	n/a***
Daily average consumption in MGD **	17.8	17.8	17.8	17.8	17.8	12	12	12	12	n/a****
Sewer * Sanitary sewers (miles)	235	235	235	235	235	235	235	235	235	238
Number of pump stations	1	1	1	1	1	1	1	1	1	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
Residential Construction Value	5,316,613	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

* 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.

*** Data not available for FY 19-20

Source: City Administrative Services Department

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