

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Fiscal Year Ended
June 30, 2022



Prepared By:

Finance,
A Division of the Administrative
Services Department

CITY OF CITRUS HEIGHTS, CALIFORNIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR FISCAL YEAR ENDED JUNE 30, 2022

Prepared by
Finance,
A Division of the Administrative Services Department

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CITY OF CITRUS HEIGHTS
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR FISCAL YEAR ENDED JUNE 30, 2022

TABLE OF CONTENTS

	<u>Page</u>
INTRODUCTORY SECTION	
Letter of Transmittal	i
Certificate of Achievement for Excellence in Financial Reporting – Government Finance Officers Association	vii
Organizational Chart	viii
List of Officials	ix
FINANCIAL SECTION	
Independent Auditors' Report	1
Management's Discussion and Analysis (Required Supplementary Information)	5
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements:	
Statement of Net Position	17
Statement of Activities.....	18
Fund Financial Statements:	
Balance Sheet – Governmental Funds	20
Reconciliation of Governmental Funds Balance Sheets to the Statement of Net Position	23
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	24
Reconciliation of the Statements of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	26
Statement of Net Position – Proprietary Funds	27
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds.....	28
Statement of Cash Flows – Proprietary Funds	29
Statement of Fiduciary Net Position.....	30
Statement of Changes in Fiduciary Net Position	31
Notes to Basic Financial Statements.....	33

CITY OF CITRUS HEIGHTS
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR FISCAL YEAR ENDED JUNE 30, 2022

TABLE OF CONTENTS

	<u>Page</u>
REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Major Funds:	
General Fund	70
CDBG Grants Special Revenue Fund	71
Schedule of the Proportionate Share of the Net Pension Liability – Cost Sharing Plan	72
Schedule of Plan Contributions – Cost Sharing Plan	74
Schedule of Changes in the Net OPEB Liability and Related Ratios	76
Schedule of OPEB Contributions	77
Notes to Required Supplementary Information	78
SUPPLEMENTARY INFORMATION	
Nonmajor Governmental Funds:	
Description of Nonmajor Funds	80
Combining Balance Sheets	82
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	92
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Special Revenue Funds:	
HOME Program Grants Special Revenue Fund	101
Community Events	102
Code Enforcement	103
Gas Tax	104
Road Maintenance and Rehabilitation	105
Stormwater Utility Tax	106
Road Maintenance	107
Transit	108
Transportation Development Act	109
Police	110
Police Grants	111
Supplemental Law Enforcement Services (SLES)	112
Roadway Development Fees	113
Housing Mitigation Development Fees	114
Tree Mitigation Fees	115
Park Facilities Development Fees	116
Transit Development Fees	117
Other Grants Fund	118
Assessment District Zone 1	119

CITY OF CITRUS HEIGHTS
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR FISCAL YEAR ENDED JUNE 30, 2022

TABLE OF CONTENTS

	<u>Page</u>
SUPPLEMENTARY INFORMATION (CONTINUED)	
Assessment District Zone 2	120
Assessment District Zone 3	121
Assessment District Zone 4	122
Assessment District 98-01	123
Assessment District 98-02	124
Assessment District 03-01	125
Assessment District 98-02 Zone 2	126
Assessment District 03-01 Zone 2	127
Lighting Assessment District	128
Police Donations	129
Schedules of Revenues, Expenditures, and Changes in Fund Balances –	
Budget and Actual – Capital Projects Funds:	
General Capital Improvements Capital Projects Fund	130
Measure A Construction	131
Community Capital Replacement	132
Streets	133
Custodial Funds:	
Combining Statement of Net Position	134
Combining Statement of Changes in Fiduciary Net Position	135
STATISTICAL SECTION:	
Table of Contents	137
Net Position by Component	138
Changes in Net Position	139
Fund Balances, Governmental Funds	140
Changes in Fund Balances, Governmental Funds	141
Assessed Value and Actual Value of Taxable Property	142
Direct and Overlapping Property Tax Rates	143
Principal Property Tax Payers	144
Direct and Overlapping Sales Tax Rates	145
Schedule of Top 25 Principal Sales Tax Remitters	146
Property Tax Levies and Collections	147
Direct and Overlapping Debt	148
Legal Debt Margin Information	149
Ratios of Outstanding Debt by Type – Governmental Activities	150
Demographic and Economic Statistics	151
Principal Employers	152
Full-time and Part-time City Employees by Function	153
Operating Indicators by Function	154
Capital Asset Statistics by Function	155

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

that the financial statements of the City for the fiscal year ended June 30, 2022 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, 2022 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

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

Profile of the City of Citrus Heights

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

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

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

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

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

In Citrus Heights, the total labor force is approximately 43,700. Unemployment in Sacramento County is at approximately 3.7%, which is below the current rate of unemployment for California (4.2%). 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. With total regional employment at 27,426, Citrus Heights jobs are projected to grow by approximately 6% in the next five years.

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

commercial business community. The Specific Plan and Environmental Impact Report was unanimously approved by City Council in October 2021. In addition to fostering in a new era for Sunrise Mall, the City also works hard to support our small businesses. There are over 2,100 businesses in Citrus Heights, and 71% of those have less than 10 employees. Many of our small businesses are supported by three business districts: Sunrise MarketPlace, Auburn Blvd Business Association, and Antelope Crossing Business Association.

Budget Initiatives

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

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

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

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

Financial Policies

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

Long-Term Financial Planning

The City's financial planning promotes long-term planning of its resources that is reflective of community priorities, essential services, and quality of life. The ten-year financial forecast has served as the primary budget guidance tool since the City's incorporation in 1997. The forecast is updated annually to project future General Fund revenue and expenditures. Several factors directly affect the City's General Fund revenue. Since the City currently receives approximately 38% of its General Fund revenue from sales and use tax, it is especially susceptible to economic downturns and the changing retail economy. In addition, the City is approximately 98% built out which results in fewer opportunities for revenue generating growth. The City will continue to balance the General Fund by implementing a combination of cost saving measures as well as prudent financial planning.

Current Economic Conditions and Outlook

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

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

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

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

Awards and Acknowledgements

The City of Citrus Heights received an award for its submission of the FY 2020-2021 Annual Comprehensive Financial Report for the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association (GFOA). This was the twenty-first consecutive year that the City received this award.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Comprehensive Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. City staff believes that this report will again meet the program requirements to receive the award.

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

Respectfully Submitted,



Susan Talwar

Administrative Services Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Citrus Heights
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

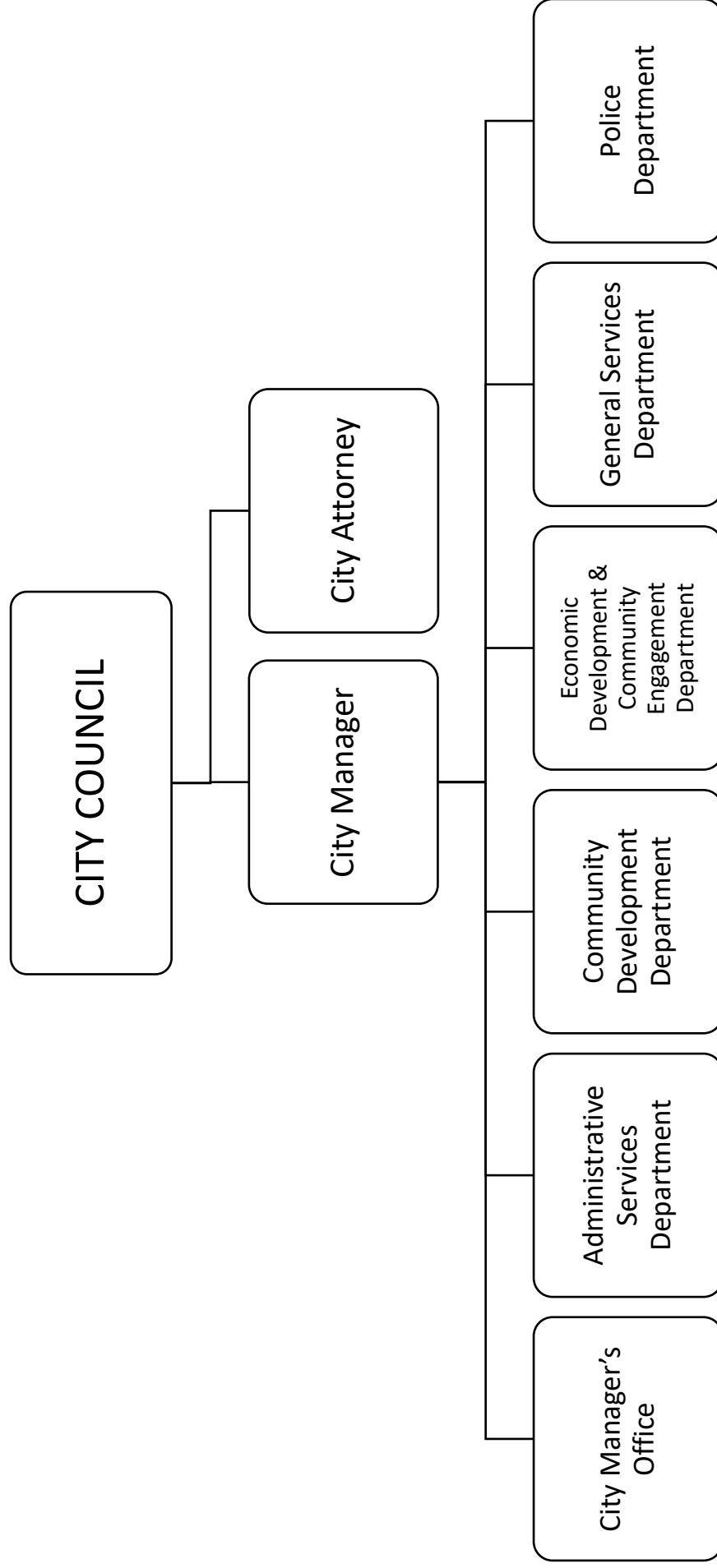
June 30, 2021

Christopher P. Morill

Executive Director/CEO

CITY OF CITRUS HEIGHTS

Organizational Chart



CITY OF CITRUS HEIGHTS, CALIFORNIA

List of Officials 2022

Elected

Mayor	Tim Schaefer
Vice Mayor	Bret Daniels
Council Member	MariJane Lopez-Taff
Council Member	Jayna Karpinski-Costa
Council Member	Porsche Middleton

Appointed

City Manager	Ashley Feeney
Administrative Services Director	Susan Talwar
Community Development Director	Casey Kempenaar
Economic Development & Community Engagement Director	Meghan Huber
General Services Director	Regina Cave
Chief of Police	Alexander Turcotte
City Attorney	Ryan R. Jones, Jones & Mayer

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INDEPENDENT AUDITORS' REPORT

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

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Citrus Heights, California, (the "City") as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Emphasis of Matter

Change in Accounting Principle

As described in the notes to the financial statements, in the fiscal year ended June 30, 2022, the City adopted new accounting guidance, GASB Statement No. 87, *Leases*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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



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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if, there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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

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

Other Reporting Responsibilities

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedules for the General Fund and major special revenue funds, and required pension and other post-employment benefits schedules, as listed on the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required



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

supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2022 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads 'Lance, Soll & Lughard, LLP'.

Sacramento, California
December 28, 2022

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MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2022

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, 2022. It should be read in conjunction with the accompanying transmittal letter and basic financial statements.

FINANCIAL HIGHLIGHTS

- ◆ As of June 30, 2022, total assets and deferred outflows of the City exceeded its liabilities and deferred inflows by \$348,556,176 (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 \$5,449,868. The portion of net position that is restricted and may only be used for specific purposes is \$25,868,240. The remaining \$317,238,068 is invested in capital assets.
- ◆ As of June 30, 2022, the City's governmental funds reported combined ending fund balances of \$39,243,287. Of the combined fund balances, 33.90% (\$13.30 million) is available to meet the City's current and future needs (committed, assigned and unassigned balances).
- ◆ As of June 30, 2022, the committed amount in the General Fund of \$4,486,978 represents amounts committed for insurance, postemployment healthcare benefits and a Council commitment for economic uncertainties and anticipated future short-term structural deficits (i.e. revenue stabilization). See Note 8.
- ◆ Under the revenue neutrality agreement with the County of Sacramento, \$6,521,191 of property tax revenue was retained by the County as payment under the agreement. These payments are expected to continue through the fiscal year ending June 30, 2022.
- ◆ Capital assets, net of depreciation, decreased to \$317,492,638 from \$319,843,497, which includes \$273,040,160 of infrastructure per the requirements of GASB 34.

OVERVIEW OF THE ANNUAL COMPREHENSIVE FINANCIAL REPORT

This Annual Comprehensive Financial Report is in three major parts:

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

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2022

OVERVIEW OF THE ANNUAL COMPREHENSIVE FINANCIAL REPORT, Continued

The Basic Financial Statements

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

The Government-wide Financial Statements

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

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

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

Fund Financial Statements

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

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the Government-wide Financial Statements. However, unlike the Government-wide Financial Statements, Governmental Fund Financial Statements focus on near-term inflows and outflows of spendable resources, as well as on balances of

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2022

OVERVIEW OF THE ANNUAL COMPREHENSIVE FINANCIAL REPORT, *Continued*

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, 2022, the City's major funds include the General Fund, General Capital Improvements Fund, Community Development Block Grant (CDBG) Fund, and Streets Fund.

For the fiscal year ended June 30, 2022, the City adopted annual appropriated budgets for the General Fund and Special Revenue funds.

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

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

Notes to the Basic Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the Government-wide and Fund Financial Statements. The notes to the basic financial statements can be found on pages 33-67 of this report. Required Supplementary Information follows the notes on page 69.

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 79-135 of this report.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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 \$347,074,432 as of June 30, 2022. 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, 2022, the County retained \$6,521,191 of property taxes.

The Summary of Net Position as of June 30, 2022, and 2021, follows:

	Governmental Activities		Business-Type Activities		Totals	
	2022	2021	2022	2021	2022	2021
Current and other assets	\$ 63,880,974	\$ 52,521,022	\$ 1,398,425	\$ 1,034,701	\$ 65,279,399	\$ 53,555,723
Capital assets	317,492,638	319,485,541	350,082	357,956	317,842,720	319,843,497
Total Assets	381,373,612	372,006,563	1,748,507	1,392,657	383,122,119	373,399,220
Total Deferred Outflows	7,180,588	6,983,623	90,666	87,007	7,271,254	7,070,630
Long-term liabilities	8,242,124	23,930,072	125,558	281,364	8,367,682	24,211,436
Other liabilities	22,712,006	16,239,828	101,774	49,452	22,813,780	16,289,280
Total Liabilities	30,954,130	40,169,900	227,332	330,816	31,181,462	40,500,716
Total Deferred Inflows	10,525,638	1,107,527	130,097	15,584	10,655,735	1,123,111
Net position:						
Net investment in capital assets	316,887,986	319,214,442	350,082	357,956	317,238,068	319,572,398
Restricted	25,868,240	25,779,873	-	-	25,868,240	25,779,873
Unrestricted	4,318,206	(7,281,556)	1,131,662	775,308	5,449,868	(6,506,248)
Total Net Position	\$ 347,074,432	\$ 337,712,759	\$ 1,481,744	\$ 1,133,264	\$ 348,556,176	\$ 338,846,023

Restricted net position increased by \$88,367 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 \$5,449,868 of unrestricted net position as of June 30, 2022, which is an increase of \$11,970,870. 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, 2022, 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, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

The change in net position for the fiscal years ended June 30, 2022, and 2021, follows:

	Governmental Activities		Business-Type Activities		Totals	
	2022	2021	2022	2021	2022	2021
Revenues:						
Program revenues:						
Charges for services	\$ 12,516,296	\$ 11,469,898	\$ 1,092,589	\$ 904,130	\$ 13,608,885	\$ 12,374,028
Grants and contributions:						
Operating	10,921,489	11,072,674	-	-	10,921,489	11,072,674
Capital	5,389,435	3,589,794	-	-	5,389,435	3,589,794
General revenues:						
Property taxes and assessments	638,183	383,773	-	-	638,183	383,773
Sales and use taxes	14,412,009	13,373,483	-	-	14,412,009	13,373,483
Utility users tax	2,794,196	2,717,945	-	-	2,794,196	2,717,945
Other taxes	1,684,577	1,412,898	-	-	1,684,577	1,412,898
Other revenue	123,409	-	58,444	61,151	181,853	61,151
Shared intergovernmental - unrestricted	9,683,155	9,303,916	-	-	9,683,155	9,303,916
Investment earnings (Losses)	-	1,650	(14,530)	1,117	(14,530)	2,767
Total Revenues	58,162,749	53,326,031	1,136,503	966,398	59,299,252	54,292,429
Expenses:						
Governmental activities:						
General government	7,729,201	10,210,576	-	-	7,729,201	10,210,576
Public safety	15,877,629	23,338,398	-	-	15,877,629	23,338,398
Public ways and facilities	55,751	18,149,133	-	-	55,751	18,149,133
Culture and recreation	906,037	540,427	-	-	906,037	540,427
Economic development	17,660,038	916,027	-	-	17,660,038	916,027
Community enhancements	4,085,740	3,877,993	-	-	4,085,740	3,877,993
Interest on long-term debt	131,908	144,455	-	-	131,908	144,455
Business-type activities:						
Solid waste	-	-	788,023	732,927	788,023	732,927
Total Expenses	46,446,304	57,177,009	788,023	732,927	47,234,327	57,909,936
Excess of revenues over expenditures before transfers	11,716,445	(3,850,978)	348,480	233,471	12,064,925	(3,617,507)
Transfers	-	-	-	-	-	-
Change in Net Position	11,716,445	(3,850,978)	348,480	233,471	12,064,925	(3,617,507)
Restatement	(2,354,772)	-	-	-	(2,354,772)	-
Net position, beginning of year	337,712,759	341,563,737	1,133,264	899,793	338,846,023	342,463,530
Net Position, June 30	\$ 347,074,432	\$ 337,712,759	\$ 1,481,744	\$ 1,133,264	\$ 348,556,176	\$ 338,846,023

Revenues

The City's total revenues for governmental and business-type activities were \$59,299,252 for the fiscal year ended June 30, 2022. Approximately 69.47% of the City's key revenues are generated from four major sources.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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, 2022 increased by \$1,038,526 from the prior year due to the continued economic recovery following the lifting of pandemic restrictions.
2. **Shared Intergovernmental Revenues** - Annual receipts for the fiscal year ended June 30, 2022 increased by \$379,239 from the prior year. This amount represents the state motor vehicle in-lieu tax.
3. **Grants and Contributions - Governmental Activities Operating** - Governmental Activities operating grants and contributions were mainly from public safety street, road, and community enhancement grants that were for maintenance and operations as well as CARES Act allocations for CDBG Supplemental and DOJ for public safety. The amounts also included the CARES Act Relief funding for cities and the Great Plates program.
4. **Grants and Contributions - Governmental Activities Capital** - The increase in capital revenues reflects receipt of additional funding for new and ongoing capital projects in the current fiscal year.

Expenses

Governmental and business-type activity expenses of the City for the year totaled \$47,234,327. Governmental activity expenses totaled \$46,446,304 or 98.33% of total expenses. Business-type activities expenses totaled \$788,023 during the fiscal year. Public safety costs represented 34.18% 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, 2022, and 2021, were as follows:

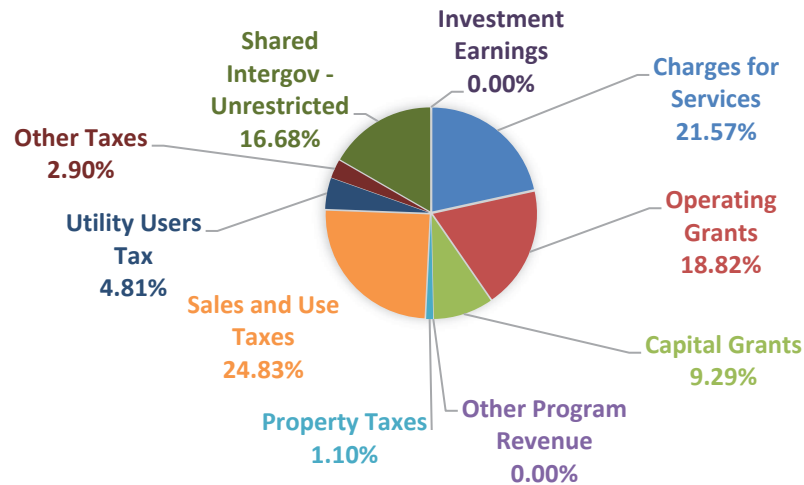
	2022		2021	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
General government	\$ 7,729,201	\$ (3,396,225)	\$ 10,210,576	\$ (6,065,502)
Public safety	15,877,629	(12,450,546)	23,338,398	(19,674,208)
Public ways and facilities	55,751	(55,751)	18,149,133	(4,329,129)
Culture and recreation	906,037	(887,724)	540,427	(540,427)
Economic development	17,660,038	(2,967,719)	916,027	(916,027)
Community enhancements	4,085,740	2,270,789	3,877,993	625,105
Interest on long-term debt	131,908	(131,908)	144,455	(144,455)
TOTAL	\$ 46,446,304	\$ (17,619,084)	\$ 57,177,009	\$ (31,044,643)

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

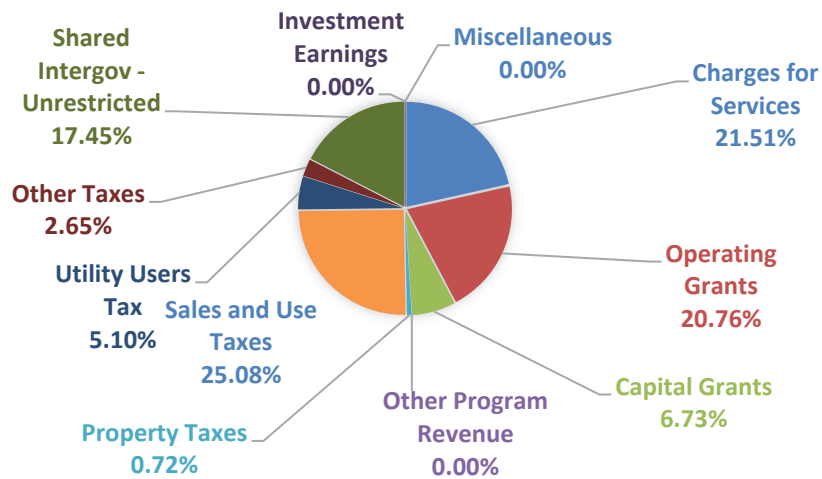
GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Revenues by source for the fiscal years ended June 30, 2022, and 2021, are as follows:

**REVENUES BY SOURCE - GOVERNMENTAL
ACTIVITIES - 2022**



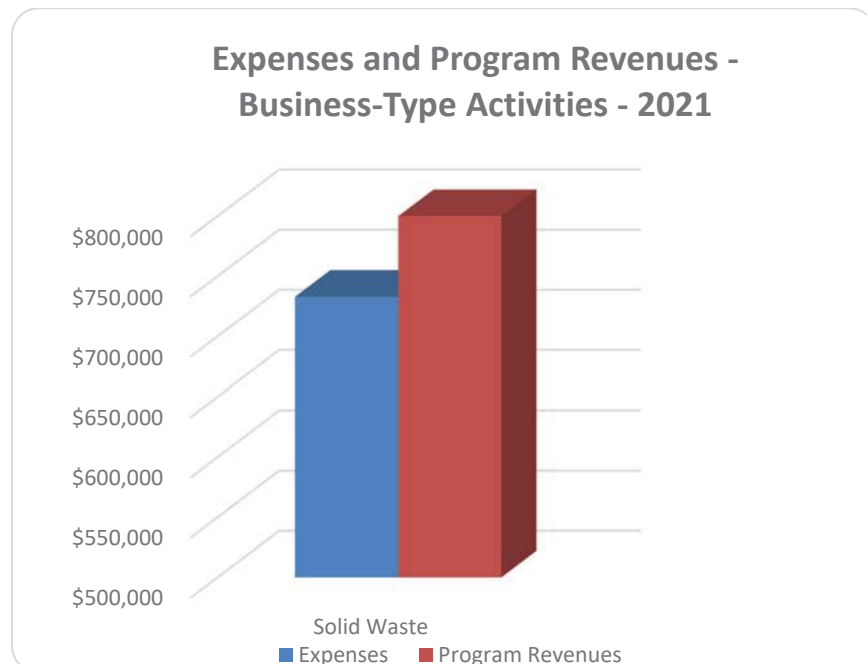
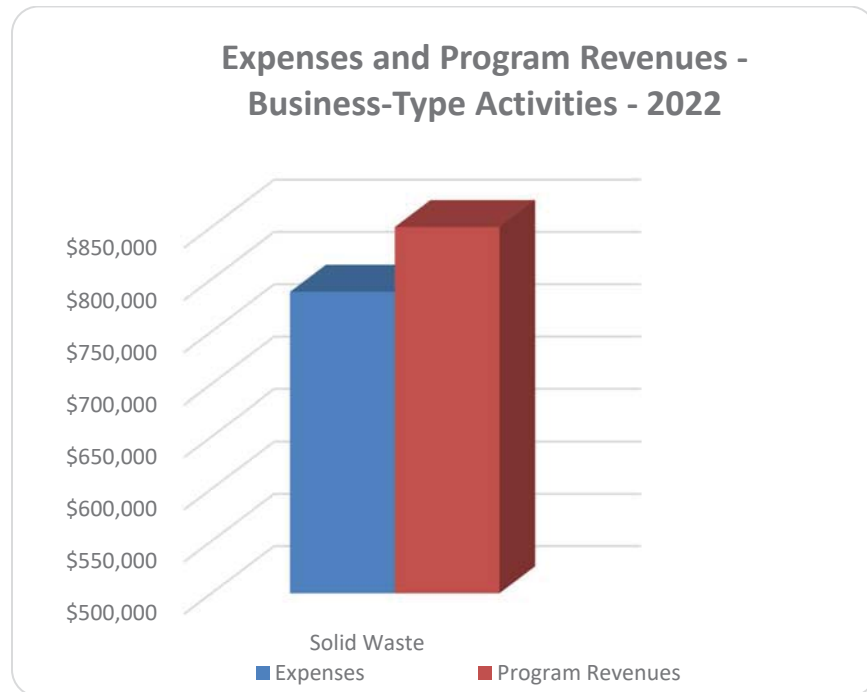
**REVENUES BY SOURCE - GOVERNMENTAL
ACTIVITIES - 2021**



**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

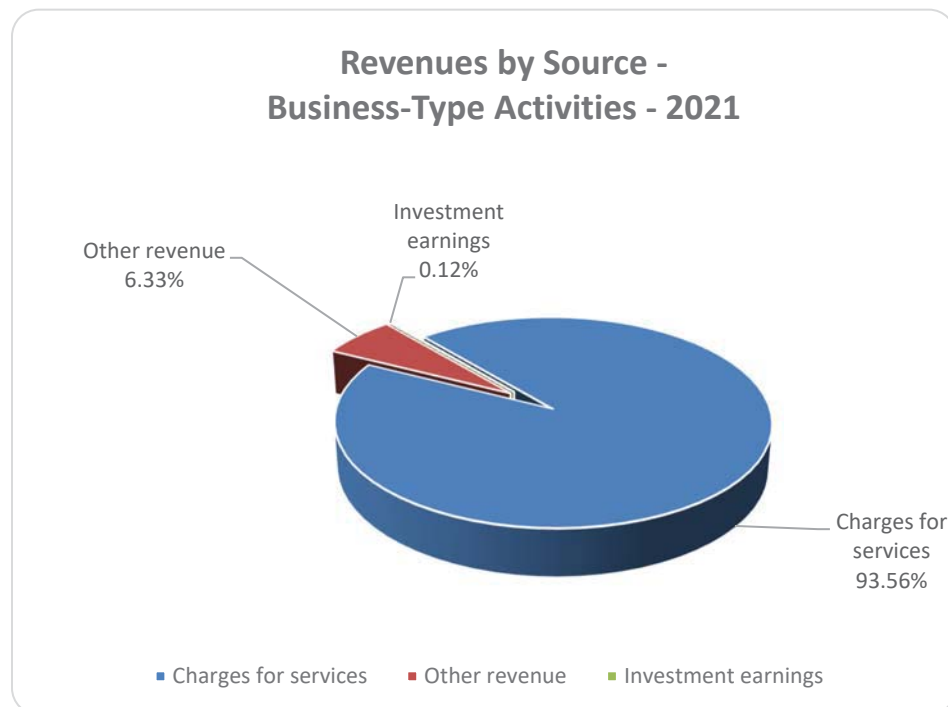
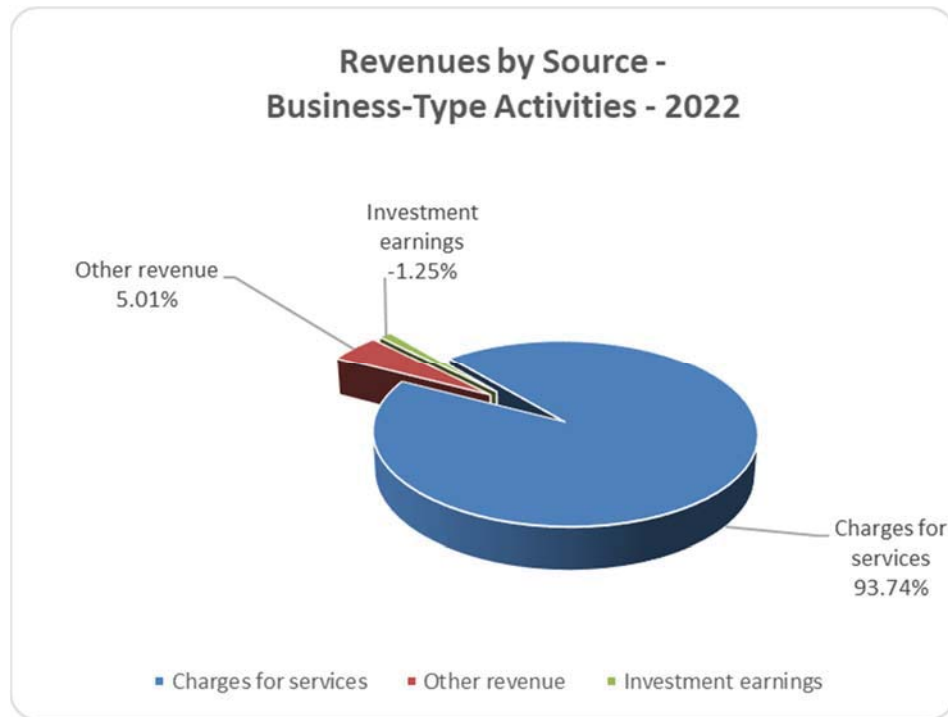
Business-type activities. The City's net position for business-type activities increased by \$348,480 for the fiscal year ended June 30, 2022. The City has one business-type activity, which is Solid Waste Operations. The expenses and program revenues for the Solid Waste Operation for the fiscal year ended June 30, 2022, and 2021, are as follows:



**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

The revenues by source for the solid waste business-type activity for the fiscal years ended June 30, 2022 and 2021 are as follows:



MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2022

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, 2022, the City's governmental funds reported combined fund balances of \$39,243,287.

The General Fund is the chief operating fund of the City. At the fiscal year ended June 30, 2022, the General Fund's fund balance totaled \$11,932,391 of which \$4,486,978 was committed for reserves and revenue stabilization. Fund balance in the General Fund increased by \$3,041,565 largely due to decreased expenditures caused by vacant positions.

The CDBG Grants Special Revenue Fund accounts for CDBG grant funds used for low income housing loans for home repair projects, and non-profit public service activities. Fund balance in this fund increased by \$71,513 largely due to loan repayments.

The General Capital Improvements Capital Projects Fund accounts for funds collected and expended for the construction or purchase of public facilities and projects. Fund balance in this fund increased by \$53,671 largely due to an increase in license and permits revenue for general plan amendments.

Proprietary funds. The City has one business-type activity, which is Solid Waste Operations. The Proprietary fund unrestricted net position increased \$348,480 in the fiscal year ended June 30, 2022, largely due to increase in franchise fee revenue and savings in operating expenses.

General Fund Budgetary Highlights

The actual total revenues were approximately \$385,789 more than the final budgeted amount. Intergovernmental revenue and charges for services came in under budget; all other revenue categories exceeded the budget estimate. The largest favorable variance compared to the budget was in tax revenues, \$599,268. An increase in general sales tax revenue was due to the continuing increase of sales at local businesses that had shut down or been impacted by the COVID-19 pandemic. A decrease in intergovernmental revenue was caused by grant reimbursements being delayed beyond the end of the fiscal year.

The actual total expenditures were approximately \$4,655,713 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, 2022**

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, 2022 amounted to \$317,842,720. 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	
	2022	2021	2022	2021	2022	2021
Land	\$ 15,450,246	\$ 15,098,544	\$ -	\$ -	\$ 15,450,246	\$ 15,098,544
Art	103,650	103,650	-	-	103,650	103,650
Construction in progress	10,574,939	2,602,408	-	-	10,574,939	2,602,408
Buildings and improvements	17,321,405	17,698,011	-	-	17,321,405	17,698,011
Infrastructure	272,690,078	282,223,211	350,082	357,956	273,040,160	282,581,167
Machinery and equipment	1,352,320	1,759,717	-	-	1,352,320	1,759,717
Total	\$ 317,492,638	\$ 319,485,541	\$ 350,082	\$ 357,956	\$ 317,842,720	\$ 319,843,497

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

- Bonita Drive – Old Auburn Storm Drain Improvements,
- Mariposa Ave Safe Routes to School Phase 4,
- Signalized Intersection Improvements,
- Auburn Blvd Complete Street – Rusch/Northern City, and
- Greenback Lane Complete Streets

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

Long-term Debt

The City's long-term debt at June 30, 2022 totaled \$8,367,682 and included a net pension liability of \$6,202,339. More detail on the City's long-term debt can be found in Note 6 and 7 on pages 49-50, and Notes 11 and 12 on pages 56-66.

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, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

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 continue to monitor the effects of the pandemic on its revenues and expenditures.

Requests for Information

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

CITY OF CITRUS HEIGHTS

STATEMENT OF NET POSITION
JUNE 30, 2022

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets:			
Current Assets:			
Pooled cash and investments	\$ 44,227,366	\$ 1,205,475	\$ 45,432,841
Receivables:			
Accounts	964,174	188,883	1,153,057
Interest	67,934	2,315	70,249
Lease	78,846	-	78,846
Prepaid items	62,791	883	63,674
Deposits	4,000	-	4,000
Due from other governments	7,032,124	-	7,032,124
Total Current Assets	52,437,235	1,397,556	53,834,791
Noncurrent Assets:			
Notes and loans	5,227,463	-	5,227,463
Allowance on uncollectible notes and loans	(4,021,311)	-	(4,021,311)
Land held for resale	6,224,697	-	6,224,697
Lease receivable	3,905,666	-	3,905,666
Net OPEB asset	107,224	869	108,093
Capital assets not being depreciated	26,128,835	-	26,128,835
Capital assets, net of depreciation	291,363,803	350,082	291,713,885
Total Noncurrent Assets	328,936,377	350,951	329,287,328
Total Assets	381,373,612	1,748,507	383,122,119
Deferred Outflows of Resources:			
Pension related items	6,816,896	87,718	6,904,614
OPEB related items	363,692	2,948	366,640
Total Deferred Outflows of Resources	7,180,588	90,666	7,271,254
Liabilities:			
Current Liabilities:			
Accounts payable	3,772,081	43,946	3,816,027
Accrued liabilities	757,188	9,305	766,493
Accrued interest	12,269	-	12,269
Unearned revenue	14,781,536	-	14,781,536
Retentions payable	265,445	-	265,445
Deposits payable	202,774	-	202,774
Due to other governments	501,140	48,523	549,663
Loans payable	82,046	-	82,046
Compensated absences - due within one year	1,419,891	-	1,419,891
Claims payable - due within one year	917,636	-	917,636
Total Current Liabilities	22,712,006	101,774	22,813,780
Noncurrent liabilities:			
Compensated absences - due in more than one year	315,549	-	315,549
Claims payable - due in more than one year	1,327,188	-	1,327,188
Loans payable	522,606	-	522,606
Net pension liability	6,076,781	125,558	6,202,339
Total Noncurrent Liabilities	8,242,124	125,558	8,367,682
Total Liabilities	30,954,130	227,332	31,181,462
Deferred Inflows of Resources:			
Lease	3,681,510	-	3,681,510
Pension related items	6,028,867	123,489	6,152,356
OPEB related items	815,261	6,608	821,869
Total Deferred Inflows of Resources	10,525,638	130,097	10,655,735
Net Position:			
Net investment in capital assets	316,887,986	350,082	317,238,068
Restricted for:			
Housing projects	16,480,954	-	16,480,954
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
Other	3,351,658	-	3,351,658
Unrestricted	4,318,206	1,131,662	5,449,868
Total Net Position	\$ 347,074,432	\$ 1,481,744	\$ 348,556,176

See Notes to Financial Statements.

CITY OF CITRUS HEIGHTS

STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

		Program Revenues		
		Charges for	Operating	Capital
	Expenses	Services	Contributions	Contributions
			and Grants	and Grants
Functions/Programs				
Primary Government:				
Governmental Activities:				
General government	\$ 7,729,201	\$ 1,745,213	\$ 2,587,763	\$ -
Public safety	15,877,629	2,173,237	1,253,846	-
Economic development	55,751	-	-	-
Culture and recreation	906,037	18,313	-	-
Public ways and facilities	17,660,038	5,357,787	5,344,606	3,989,926
Community enhancements	4,085,740	3,221,746	1,735,274	1,399,509
Interest on long-term debt	131,908	-	-	-
Total Governmental Activities	46,446,304	12,516,296	10,921,489	5,389,435
Business-Type Activities:				
Solid Waste	788,023	1,092,589	-	-
Total Business-Type Activities	788,023	1,092,589	-	-
Total Primary Government	\$ 47,234,327	\$ 13,608,885	\$ 10,921,489	\$ 5,389,435

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
\$ (3,396,225)	\$ -	\$ (3,396,225)
(12,450,546)	-	(12,450,546)
(55,751)	-	(55,751)
(887,724)	-	(887,724)
(2,967,719)	-	(2,967,719)
2,270,789	-	2,270,789
(131,908)	-	(131,908)
(17,619,084)	-	(17,619,084)
-	304,566	304,566
-	304,566	304,566
(17,619,084)	304,566	(17,314,518)
638,183	-	638,183
32,595	-	32,595
14,412,009	-	14,412,009
1,290,165	-	1,290,165
2,794,196	-	2,794,196
50,185	-	50,185
9,683,155	-	9,683,155
311,632	(14,530)	297,102
123,409	58,444	181,853
29,335,529	43,914	29,379,443
11,716,445	348,480	12,064,925
337,712,759	1,133,264	338,846,023
(2,354,772)	-	(2,354,772)
\$ 347,074,432	\$ 1,481,744	\$ 348,556,176

See Notes to Financial Statements.

CITY OF CITRUS HEIGHTS

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

		Special Revenue Funds	Capital Projects Funds	
	General	CDBG Grants Special Revenue Fund	General Capital Improvements Capital Projects Fund	Streets
Assets:				
Pooled cash and investments	\$ 24,296,659	\$ -	\$ 560,148	\$ 3,685,115
Receivables:				
Accounts	604,322	-	-	117
Notes and loans	6,151	1,164,178	-	-
Allowance on uncollectible notes and loans	-	(1,164,178)	-	-
Interest	39,784	-	-	-
Lease	3,984,512	-	-	-
Prepaid items	54,708	-	-	-
Deposits	4,000	-	-	-
Due from other governments	3,299,256	535,239	-	2,009,346
Due from other funds	228,541	-	-	-
Land held for resale	-	-	3,440,097	-
Total Assets	\$ 32,517,933	\$ 535,239	\$ 4,000,245	\$ 5,694,578
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 890,106	\$ 113,177	\$ -	\$ 2,076,380
Accrued liabilities	700,473	-	-	-
Unearned revenues	14,507,725	-	-	-
Retentions payable	-	-	-	265,445
Deposits payable	202,774	-	-	-
Due to other governments	372,496	1,038	-	1,095
Due to other funds	-	115,393	-	-
Total Liabilities	16,673,574	229,608	-	2,342,920
Deferred Inflows of Resources:				
Unavailable revenues	230,458	-	-	-
Lease	3,681,510	-	-	-
Total Deferred Inflows of Resources	3,911,968	-	-	-
Fund Balances:				
Nonspendable	64,859	-	-	-
Restricted	-	305,631	3,440,097	3,351,658
Committed	4,486,978	-	-	-
Assigned	-	-	560,148	-
Unassigned	7,380,554	-	-	-
Total Fund Balances	11,932,391	305,631	4,000,245	3,351,658
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 32,517,933	\$ 535,239	\$ 4,000,245	\$ 5,694,578

CITY OF CITRUS HEIGHTS

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

	Other Governmental Funds	Total Governmental Funds
Assets:		
Pooled cash and investments	\$ 15,685,444	\$ 44,227,366
Receivables:		
Accounts	359,735	964,174
Notes and loans	4,057,134	5,227,463
Allowance on uncollectible notes and loans	(2,857,133)	(4,021,311)
Interest	28,150	67,934
Lease	-	3,984,512
Prepaid items	8,083	62,791
Deposits	-	4,000
Due from other governments	1,188,283	7,032,124
Due from other funds	-	228,541
Land held for resale	2,784,600	6,224,697
Total Assets	\$ 21,254,296	\$ 64,002,291
Liabilities, Deferred Inflows of Resources, and Fund Balances:		
Liabilities:		
Accounts payable	\$ 692,418	\$ 3,772,081
Accrued liabilities	56,715	757,188
Unearned revenues	273,811	14,781,536
Retentions payable	-	265,445
Deposits payable	-	202,774
Due to other governments	126,511	501,140
Due to other funds	113,148	228,541
Total Liabilities	1,262,603	20,508,705
Deferred Inflows of Resources:		
Unavailable revenues	338,331	568,789
Lease	-	3,681,510
Total Deferred Inflows of Resources	338,331	4,250,299
Fund Balances:		
Nonspendable	8,083	72,942
Restricted	18,770,854	25,868,240
Committed	-	4,486,978
Assigned	906,853	1,467,001
Unassigned	(32,428)	7,348,126
Total Fund Balances	19,653,362	39,243,287
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 21,254,296	\$ 64,002,291

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CITY OF CITRUS HEIGHTS

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2022**

Fund balances of governmental funds		\$ 39,243,287
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.		317,492,638
Long-term liabilities are not due and payable in the current period and, therefore are not reported in governmental fund activity:		
Loan payable	\$ (604,652)	
Claims payable	(2,244,824)	
Compensated absences	<u>(1,735,440)</u>	(4,584,916)
Net pension liability not included in the governmental fund activity		(6,076,781)
Net OPEB asset not included in the governmental fund activity		107,224
Deferred outflows related to pension items are not included in the governmental fund activity		6,816,896
Deferred inflows related to pension items are not included in the governmental fund activity		(6,028,867)
Deferred outflows related to OPEB items are not included in the governmental fund activity		363,692
Deferred inflows related to OPEB items are not included in the governmental fund activity		(815,261)
Accrued interest payable for the current portion of interest due on Bonds has not been reported in the governmental funds.		(12,269)
Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity.		<u>568,789</u>
Net Position of Governmental Activities		<u>\$ 347,074,432</u>

CITY OF CITRUS HEIGHTS

STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

	Special Revenue Funds		Capital Projects Funds	
	General	CDBG Grants Special Revenue Fund	General Capital Improvements Capital Projects Fund	Streets
Revenues:				
Taxes	\$ 19,197,868	\$ -	\$ -	\$ -
Assessments	-	-	-	-
Licenses and permits	3,138,451	-	136,004	-
Intergovernmental	12,629,880	1,232,972	-	3,268,099
Charges for services	1,824,188	-	-	-
Use of money and property	465,704	-	-	-
Fines and forfeitures	799,788	-	-	-
Contributions	1,590	-	-	-
Miscellaneous	394,089	165,300	-	-
Total Revenues	38,451,558	1,398,272	136,004	3,268,099
Expenditures:				
Current:				
General government	8,076,452	-	-	-
Public safety	18,749,531	-	-	-
Economic development	445,267	-	82,333	-
Culture and recreation	909,297	-	-	-
Public ways and facilities	-	-	-	26,030
Community enhancements	3,024,578	873,060	-	15,464
Capital outlay	55,413	-	-	10,234,978
Debt service:				
Principal retirement	3,583,049	-	-	-
Interest and fiscal charges	184,839	-	-	-
Total Expenditures	35,028,426	873,060	82,333	10,276,472
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,423,132	525,212	53,671	(7,008,373)
Other Financing Sources (Uses):				
Transfers in	95,433	2,386	-	10,756,655
Transfers out	(477,000)	(456,085)	-	(16,106)
Loan issued	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	(381,567)	(453,699)	-	10,740,549
Net Change in Fund Balances	3,041,565	71,513	53,671	3,732,176
Fund Balances, Beginning of Year	8,890,826	234,118	3,946,574	(380,518)
Fund Balances, End of Year	\$ 11,932,391	\$ 305,631	\$ 4,000,245	\$ 3,351,658

CITY OF CITRUS HEIGHTS

STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

	Other Governmental Funds	Total Governmental Funds
Revenues:		
Taxes	\$ -	\$ 19,197,868
Assessments	19,465	19,465
Licenses and permits	265,661	3,540,116
Intergovernmental	8,196,303	25,327,254
Charges for services	5,901,865	7,726,053
Use of money and property	(154,072)	311,632
Fines and forfeitures	466,032	1,265,820
Contributions	2,826	4,416
Miscellaneous	132,102	691,491
Total Revenues	14,830,182	58,084,115
Expenditures:		
Current:		
General government	9,569	8,086,021
Public safety	1,492,614	20,242,145
Economic development	48,713	576,313
Culture and recreation	52,643	961,940
Public ways and facilities	6,322,251	6,348,281
Community enhancements	226,578	4,139,680
Capital outlay	404,765	10,695,156
Debt service:		
Principal retirement	-	3,583,049
Interest and fiscal charges	-	184,839
Total Expenditures	8,557,133	54,817,424
Excess (Deficiency) of Revenues Over (Under) Expenditures	6,273,049	3,266,691
Other Financing Sources (Uses):		
Transfers in	573,842	11,428,316
Transfers out	(10,479,125)	(11,428,316)
Loan issued	396,601	396,601
Proceeds from sale of capital asset	150,676	150,676
Total Other Financing Sources (Uses)	(9,358,006)	547,277
Net Change in Fund Balances	(3,084,957)	3,813,968
Fund Balances, Beginning of Year	22,738,319	35,429,319
Fund Balances, End of Year	\$ 19,653,362	\$ 39,243,287

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, 2022**

Net change in fund balances - total governmental funds \$ 3,813,968

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	\$ 10,695,156	
Depreciation	(12,660,792)	
Proceeds from sale of capital assets	(150,676)	
Gain on disposition of capital assets	<u>123,409</u>	(1,992,903)

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

Loan issued	(396,601)	
Loan repayments	<u>3,583,049</u>	3,186,448

Accrued interest for long-term liabilities. This is the net change in accrued interest for the current period. 52,931

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	(38,789)	
Changes in claims payable	<u>(308,824)</u>	(347,613)

Pension expenses recognized in accordance with GASB 68 not recognized in the governmental fund activity. 6,825,985

OPEB expenses recognized in accordance with GASB 75 not recognized in the governmental fund activity. 222,404

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. (44,775)

Change in Net Position of Governmental Activities \$ 11,716,445

CITY OF CITRUS HEIGHTS

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 JUNE 30, 2022

	Solid Waste
Assets:	
Current:	
Pooled cash and investments	\$ 1,205,475
Receivables:	
Accounts	188,883
Interest	2,315
Prepaid costs	883
	<u>1,397,556</u>
Total Current Assets	1,397,556
Noncurrent:	
Capital assets - net of accumulated depreciation	350,082
Net OPEB asset	869
	<u>350,951</u>
Total Noncurrent Assets	350,951
Total Assets	1,748,507
Deferred Outflows of Resources:	
Pension related items	87,718
OPEB related items	2,948
	<u>90,666</u>
Total Deferred Outflows of Resources	90,666
Liabilities:	
Current:	
Accounts payable	43,946
Accrued liabilities	9,305
Due to other governments	48,523
	<u>101,774</u>
Total Current Liabilities	101,774
Noncurrent:	
Net pension liability	125,558
	<u>125,558</u>
Total Noncurrent Liabilities	125,558
Total Liabilities	227,332
Deferred Inflows of Resources:	
Pension related items	123,489
OPEB related items	6,608
	<u>130,097</u>
Total Deferred Inflows of Resources	130,097
Net Position:	
Invested in capital assets	350,082
Unrestricted	1,131,662
	<u>1,481,744</u>
Total Net Position	\$ 1,481,744

CITY OF CITRUS HEIGHTS

**STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2022**

	Solid Waste
Operating Revenues:	
Sales and service charges	\$ 1,092,589
Miscellaneous	58,444
Total Operating Revenues	1,151,033
Operating Expenses:	
Salaries and benefits	236,936
Professional services	135,847
Materials and supplies	182,822
General and administrative expenses	224,544
Depreciation expense	7,874
Total Operating Expenses	788,023
Operating Income	363,010
Nonoperating Revenues/Expenses:	
Investment earnings	(14,530)
Total Nonoperating Revenues	(14,530)
Changes in Net Position	348,480
Net Position:	
Beginning of Year	1,133,264
End of Fiscal Year	\$ 1,481,744

CITY OF CITRUS HEIGHTS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 YEAR ENDED JUNE 30, 2022

	<u>Solid Waste</u>
Cash Flows from Operating Activities:	
Cash received from customers and users	\$ 1,077,788
Cash paid to suppliers for goods and services	(267,230)
Cash paid to employees for services	(507,301)
	<u>303,257</u>
Net Cash Provided by Operating Activities	<u>303,257</u>
Cash Flows from Investing Activities:	
Investment earnings	(16,126)
	<u>(16,126)</u>
Net Cash Used for Investing Activities	<u>(16,126)</u>
Net Increase in Cash and Cash Equivalents	287,131
Cash and Cash Equivalents at Beginning of Year	<u>918,344</u>
Cash and Cash Equivalents at End of Year	<u>\$ 1,205,475</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:	
Operating income	\$ 363,010
Adjustments to Reconcile Operating Income	
Net Cash Provided by Operating Activities:	
Depreciation	7,874
(Increase) decrease in accounts receivable	(73,851)
(Increase) decrease in due from other governments	606
(Increase) decrease in prepaid expense	(883)
Increase (decrease) in accounts payable	31,440
Increase (decrease) in accrued liabilities	9,305
Increase (decrease) in due to other governments	11,577
Increase (decrease) in pension and related items	(43,805)
Increase (decrease) in OPEB and related items	(2,016)
	<u>(59,753)</u>
Total Adjustments	<u>(59,753)</u>
Net Cash Provided by Operating Activities	<u>\$ 303,257</u>

CITY OF CITRUS HEIGHTS

STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2022

	<u>Custodial Funds</u>
Assets:	
Cash and cash equivalents	<u>\$ 327,047</u>
Total Assets	<u>327,047</u>
Net Position:	
Restricted for individuals, organizations and other governments	<u>327,047</u>
Total Net Position	<u>\$ 327,047</u>

CITY OF CITRUS HEIGHTS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
YEAR ENDED JUNE 30, 2022

	<u>Custodial Funds</u>
Additions:	
Intergovernmental	<u>\$ 734,337</u>
Total Additions	<u>734,337</u>
Deductions:	
Contractual services	<u>752,597</u>
Total Deductions	<u>752,597</u>
Changes in Net Position	(18,260)
Net Position - Beginning of the Year	<u>345,307</u>
Net Position - End of the Year	<u>\$ 327,047</u>

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CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2022

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, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

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

Fund Financial Statements

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

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

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

The City reports the following major funds:

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

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

Additionally, the City reports the following fund types:

Governmental Funds

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

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

Fiduciary Funds

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

Measurement Focus

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

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

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

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

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

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, expense reimbursements, and leases.

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.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED JUNE 30, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

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.

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.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED JUNE 30, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

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 assets by the government that is applicable to a future reporting period. Deferred inflows of resources represent an acquisition of net assets 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 lease under GASB 87 as described in Note 5, the City's pension plan under GASB 68 as described in Note 11, and the City's OPEB plan under GASB 75 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 are 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.

Equity Classification

Government-Wide Statements

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

- a. Net investment in capital assets – consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. The net investment in capital assets for the City represents the balance of capital assets, net of depreciation since the City has no long-term liabilities outstanding.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

- b. Restricted net position – consists of net position with constraints placed on the use by external groups such as creditors, grantors, contributors, or by laws or regulations of other governments or law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – all other net position that do not meet the definition of “restricted” or “net investment in capital assets.”

Fund Financial Statements

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

Nonspendable Fund Balance –

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

Restricted Fund Balance –

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

Committed Fund Balance –

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

Assigned Fund Balance –

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

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

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.

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

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

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 asset, 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 asset.

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.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED JUNE 30, 2022

Note 1: Summary of Significant Accounting Policies (Continued)

Joint Power Authorities or Jointly Governed Organizations

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

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

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

New GASB Pronouncements

Current Year Standards – In fiscal year 2022, the City adopted the provisions of GASB Statement No. 87 – Leases. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability, and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities.

Note 2: Cash and Investments

At June 30, 2022, the City's pooled cash and investments are classified in the accompanying financial statements as follows:

Government-Wide Statements of Net Position	
Governmental Activities	\$ 44,227,366
Business-Type Activities	1,205,475
Statement of Fiduciary Net Position	327,047
Total Cash and Investments	<u>\$ 45,759,888</u>

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

Cash on hand	\$ 4,600
Deposits with financial institutions	2,282,705
Total Cash and Deposits	<u>2,287,305</u>
Local Agency Investment Fund (LAIF)	43,472,583
Total Investments	<u>43,472,583</u>
Total Cash and Deposits	<u>\$ 45,759,888</u>

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED JUNE 30, 2022

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, 2022, 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, 2022, the weighted average maturity of investments was 12 months or less.

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

Type of Investment	Maturities as of Year-end			
	Total	12 months or Less	13-24 Months	25-60 Months
Local Agency Investment Fund	\$ 43,472,583	\$ 43,472,583	\$ -	\$ -
Total	\$ 43,472,583	\$ 43,472,583	\$ -	\$ -

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Note 2: Cash and Investments (Continued)

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	Ratings as of Year-end			
	Total	AAA	AA+	Unrated
Local Agency Investment Fund	\$ 43,472,583	\$ -	\$ -	\$ 43,472,583
Total	\$ 43,472,583	\$ -	\$ -	\$ 43,472,583

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, 2022 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).

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, 2022, the carrying amount of the City's deposits was \$2,282,705 and the balance in financial institutions was \$2,404,226. Of the balance in financial institutions, \$250,000 was covered by federal depository insurance and \$2,154,226 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.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED JUNE 30, 2022

Note 2: Cash and Investments (Continued)

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 \$43,472,583 and is managed by the State Treasurer. Of that amount, 1.88 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 311 days at June 30, 2022.

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, 2022, 100% of the City's investments were invested in LAIF with a reported balance of \$43,472,583.

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 \$386,743 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, 2022:

	Ending June 30, 2021	Additions	Deletions	Ending June 30, 2022
General Fund	\$ 14,478	\$ -	\$ 8,327	\$ 6,151
Home Program Grants Special Revenue Fund	2,701,495	28,077	107,103	2,622,469
CDBG Special Revenue Fund	1,319,707	9,771	165,300	1,164,178
Housing Agency Fund	1,434,665	-	-	1,434,665
Total Loans/Notes Receivable	<u>\$ 5,470,345</u>	<u>\$ 37,848</u>	<u>\$ 280,730</u>	<u>\$ 5,227,463</u>

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Note 3: Loans and Notes Receivable (Continued)

The following is a summary of the loans and notes receivable outstanding as of June 30, 2022:

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, 2022, was \$6,151.

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, 2022 was \$2,608,342.

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, 2022 were \$14,127.

Total HOME Program Grant Special Revenue Fund loans totaled \$2,622,469, of which, an allowance on uncollectible loans was set up for the full amount.

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, 2022 was \$1,164,178 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, 2022 was \$1,434,665, of which, an allowance on uncollectible loans was set up for the \$234,665.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Note 4: Capital Assets

Capital asset activity was as follows for the year ended June 30, 2022:

	Balance June 30, 2021	Additions	Deletions	Transfers	Balance June 30, 2022
Governmental Activities:					
Capital assets not being depreciated:					
Land	\$ 15,098,544	\$ 351,702	\$ -	\$ -	\$ 15,450,246
Art	103,650	-	-	-	103,650
Construction in Progress	2,602,408	8,392,852	-	(420,321)	10,574,939
Total capital assets not being depreciated	17,804,602	8,744,554	-	(420,321)	26,128,835
Capital assets being depreciated:					
Buildings and improvements	41,275,495	51,741	-	-	41,327,236
Infrastructure and land improvements	581,358,726	1,719,547	-	420,321	583,498,594
Machinery and equipment	9,749,066	179,314	(405,656)	-	9,522,724
Total capital assets, being depreciated	632,383,287	1,950,602	(405,656)	420,321	634,348,554
Less accumulated depreciation for:					
Buildings and improvements	(23,577,484)	(428,347)	-	-	(24,005,831)
Infrastructure and land improvements	(299,135,515)	(11,673,001)	-	-	(310,808,516)
Machinery and equipment	(7,989,349)	(559,444)	378,389	-	(8,170,404)
Total accumulated depreciation	(330,702,348)	(12,660,792)	378,389	-	(342,984,751)
Total capital assets being depreciated, net	301,680,939	(10,710,190)	(27,267)	420,321	291,363,803
Total capital assets, net	\$ 319,485,541	\$ (1,965,636)	\$ (27,267)	\$ -	\$ 317,492,638

	Balance June 30, 2021	Additions	Deletions	Balance June 30, 2022
Business-type Activities:				
Capital assets, being depreciated:				
Infrastructure	\$ 393,675	\$ -	\$ -	\$ 393,675
Total capital assets being depreciated	393,675	-	-	393,675
Less accumulated depreciation for:				
Infrastructure	(35,719)	(7,874)	-	(43,593)
Total accumulated depreciation	(35,719)	(7,874)	-	(43,593)
Total capital assets, net	\$ 357,956	\$ (7,874)	\$ -	\$ 350,082

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

General government	\$ 506,360
Public safety	478,307
Public ways and facilities	11,653,985
Culture and recreation	22,140
Total Governmental Activities	<u>\$ 12,660,792</u>
Solid waste	\$ 7,874
Total Business-Type Activities	<u>\$ 7,874</u>

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Note 5: Lease Receivable

The City is reporting Lease Receivable of \$3,984,512 at June 30, 2022. For 2022, the City reported lease revenue of \$337,238 and interest revenue of \$180,215 related to lease payments received.

The principal and interest payments that are expected to maturity are as follows:

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2023	\$ 78,846	\$ 177,763	\$ 256,609
2024	126,494	173,242	299,736
2025	177,478	166,509	343,987
2026	231,933	157,411	389,344
2027	290,047	145,787	435,834
2028	352,018	131,469	483,487
2029	418,052	114,279	532,331
2030	488,366	94,030	582,396
2031	563,189	70,525	633,714
2032	639,009	43,556	682,565
2033	619,080	14,016	633,096

Dignity Health Lease - On February 14, 2017, the City entered into a fifteen-and-1/2-year lease agreement with the Dignity Health Medical Foundation for the lease of land to place a medical building for the operation of hospital outpatient services and other medical and ancillary uses for the residents of the City and surrounding areas. Based on this agreement, the City is receiving monthly payments through 2033 and will collect \$78,846 in principal and \$177,763 in interest during fiscal year 2023. There are no renewal options included in this lease agreement.

Note 6: Long-Term Liabilities

The following is a summary of changes in long-term liabilities for the year ended June 30, 2022:

	Balance June 30, 2021	Additions	Retirements	Balance June 30, 2022	Due Within One Year
Governmental Activities:					
Line of credit	\$ 3,520,001	\$ -	\$ (3,520,001)	\$ -	\$ -
Equipment loan	271,099	-	(63,048)	208,051	66,099
Streetlight Retrofit	-	396,601	-	396,601	15,947
	<u>\$ 3,791,100</u>	<u>\$ 396,601</u>	<u>\$ (3,583,049)</u>	<u>\$ 604,652</u>	<u>\$ 82,046</u>

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Note 6: Long-Term Liabilities (Continued)

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 loan is paid in full at June 30, 2022.

On July 20, 2020, the City executed the equipment loan in the amount of \$347,268. The funds were used to purchase audio video equipment for use in the City's Community Center. The loan bears interest of 4.84%. Payments of principal and interest are due annually in July. The final annual payment is due July 20, 2024. The outstanding balance at June 30, 2022, is \$208,051.

The annual debt services requirements at June 30, 2022, on the equipment loan are as follows:

Year Ending June 30,	Audio Video Equipment Loan		
	Principal	Interest	Total
2023	\$ 66,099	\$ 10,070	\$ 76,169
2024	69,299	6,870	76,169
2025	72,653	3,516	76,169
Totals	<u>\$ 208,051</u>	<u>\$ 20,456</u>	<u>\$ 228,507</u>

On December 30, 2021, the City executed the Energy Conservation Assistance Act Loan Agreement in the amount of \$396,601 to replace existing street lights with energy efficient materials and implement energy efficiency measures, including replacing the palm uplights on Sunrise Blvd in the Sunrise MarketPlace. The loan bears interest of 1%. Payments of principal and interest are due June 22 and December 22 of each year beginning December 22, 2022. The final annual payment is due December 22, 2041. The outstanding balance at June 30, 2022, is \$396,601.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Note 6: Long-Term Liabilities (Continued)

The annual debt services requirements at June 30, 2022, on the Streetlight Retrofit loan are as follows:

Year Ending June 30,	Streetlight Retrofit Loan		
	Principal	Interest	Total
2023	\$ 15,947	\$ 7,209	\$ 23,156
2024	19,387	3,768	23,155
2025	19,592	3,564	23,156
2026	19,788	3,368	23,156
2027	19,986	3,169	23,155
2028-2032	102,965	12,814	115,779
2033-2037	108,241	7,538	115,779
2038-2041	90,695	2,057	92,752
Totals	<u>\$ 396,601</u>	<u>\$ 43,487</u>	<u>\$ 440,088</u>

Note 7: Compensated Absences

The following is a summary of changes in the City's compensated absences for the fiscal year ended June 30, 2022:

	June 30, 2021	Additions	Reductions	June 30, 2022	Current Portion
Governmental Activities	<u>\$ 1,696,651</u>	<u>\$ 1,667,296</u>	<u>\$ 1,628,507</u>	<u>\$ 1,735,440</u>	<u>\$ 1,419,891</u>
Total	<u>\$ 1,696,651</u>	<u>\$ 1,667,296</u>	<u>\$ 1,628,507</u>	<u>\$ 1,735,440</u>	<u>\$ 1,419,891</u>

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Note 8: Fund Balances

Nonspendable, restricted, committed and assigned fund balance consisted of the following at June 30, 2022:

Fund Balance Classifications	Major Funds				Total Nonmajor Governmental Funds	Total
	General Fund	CDBG Grants	General Capital Improvements	Streets		
Nonspendable:						
Loans and notes receivable	\$ 6,151	\$ -	\$ -	\$ -	\$ -	\$ 6,151
Prepaid items	54,708	-	-	-	8,083	62,791
Deposits	4,000	-	-	-	-	4,000
Total Nonspendable Fund Balances	64,859	-	-	-	8,083	72,942
Restricted for:						
Donations for projects	-	-	-	-	-	-
Stormwater maintenance	-	-	-	-	2,920,941	2,920,941
Streets, roads and park projects	-	-	3,440,097	3,351,658	6,714,197	13,505,952
Assessment district maintenance	-	-	-	-	1,213,193	1,213,193
Police activities	-	-	-	-	1,167,186	1,167,186
Housing projects	-	305,631	-	-	6,060,172	6,365,803
Pedestrian and bicycle facilities	-	-	-	-	222,709	222,709
Transit program	-	-	-	-	270,173	270,173
Tree mitigation	-	-	-	-	202,283	202,283
Total Restricted Fund Balances	-	305,631	3,440,097	3,351,658	18,770,854	25,868,240
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	-	-	560,148	-	906,853	1,467,001
	-	-	560,148	-	906,853	1,467,001
Unassigned in:						
General Fund	7,380,554	-	-	-	-	7,380,554
Special Revenue Funds	-	-	-	-	(32,428)	(32,428)
Total Unassigned Fund Balances	7,380,554	-	-	-	(32,428)	7,348,126
Total fund balances (deficit)	\$ 11,932,391	\$ 305,631	\$ 4,000,245	\$ 3,351,658	\$ 19,653,362	\$ 39,243,287

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

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.

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

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:

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Note 9: Interfund Transactions

a. Due to and due from other funds

Due From Other Funds	Due to Other Funds	Amount
General Fund	Non-Major Governmental Funds	\$ 113,148
	CDBG Grants Special Revenue Fund	115,393
		<u>\$ 228,541</u>

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

b. Interfund Transfers

Transfers Out	Transfers In	Amount
General Fund	Non-Major Governmental Funds	\$ 477,000
CDBG Grants Special Revenue	Streets Capital Projects Fund	359,243
CDBG Grants Special Revenue	Non-Major Governmental Funds	96,842
Non-Major Governmental Funds	General Fund	79,327
Streets Capital Projects Fund	General Fund	16,106
Non-Major Governmental Funds	CDBG Grants Special Revenue	2,386
Non-Major Governmental Funds	Streets Capital Projects Fund	10,397,412
		<u>\$ 11,428,316</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. The majority of transfers were from city revenue funds to cover the costs of the City's capital projects. Transfers into the general fund were reimbursements of unused funds.

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.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Note 10: Risk Management (Continued)

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, 2022 and 2021, fund balance of \$300,000 has been committed for self-insured general liability claims.

Changes in the liability and workers' compensation claims payable amounts during the year ended June 30, 2022, were as follows:

	Beginning June 30, 2021	Claims and Changes in Estimates	Claims Paid	Ending June 30, 2022	Amount Due Within One Year
General Liability	\$ 566,000	\$ 404,820	\$ (57,172)	\$ 913,648	\$ 404,595
Workers' Compensation	1,370,000	468,879	(507,703)	1,331,176	513,041
Total Claims Payable	<u>\$ 1,936,000</u>	<u>\$ 873,699</u>	<u>\$ (564,875)</u>	<u>\$ 2,244,824</u>	<u>\$ 917,636</u>

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

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, 2022

Note 11: Pension Plans (Continued)

The rate plans' provisions and benefits in effect at June 30, 2022, 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%	6.75%
Required employer contribution rates	14.194%	10.484%	7.732%
Required UAL payment	\$592,582	\$12,299	\$6,821

	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%	13.00%
Required employer contribution rates	23.674%	20.585%	13.044%
Required UAL payment	\$ 482,504	\$ 28,635	\$ 17,279

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

Contributions

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

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

Note 11: Pension Plans (Continued)

For the year ended June 30, 2022, 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	\$ 1,524,519	\$ 1,958,149	\$ 3,482,668

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

As of June 30, 2022, 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	\$ 3,998,659
Safety Risk Pool	2,203,680
Total Net Pension Liability	\$ 6,202,339
<u>Financial Statement Classification:</u>	
Governmental Activities	\$ 6,076,781
Business-type Activities	125,558
Total Net Pension Liability	\$ 6,202,339

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, 2021, 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, 2020 rolled forward to June 30, 2021 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, 2021 and 2022 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, 2020	0.227830%	0.133750%	0.361580%
Proportion - June 30, 2021	0.210590%	0.062790%	0.273380%
Change - Increase (Decrease)	-0.017240%	-0.070960%	-0.088200%

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED JUNE 30, 2022

Note 11: Pension Plans (Continued)

For the year ended June 30, 2022, the City recognized pension expense of \$3,321,597 for both risk pools combined. At June 30, 2022, 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	\$ 1,582,843	\$ -	\$ 1,965,298	\$ -	\$ 3,548,141	\$ -
Differences between actual and expected experience	448,407	-	376,497	1,311,613	824,904	1,311,613
Changes in assumptions	-	-	-	-	-	-
Differences between the employer's contributions and the employer's proportionate share of contributions	-	442,149	18,787	907,976	18,787	1,350,125
Change in employer's proportion	762,327	-	1,750,455	-	2,512,782	-
Net differences between projected and actual earnings on plan investments	-	3,490,618	-	-	-	3,490,618
Total	\$ 2,793,577	\$ 3,932,767	\$ 4,111,037	\$ 2,219,589	\$ 6,904,614	\$ 6,152,356

Financial Statement Classification:

Governmental Activities	\$ 6,816,896	\$ 6,028,867
Business-type Activities	87,718	123,489
Total	\$ 6,904,614	\$ 6,152,356

The \$3,548,141 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
2023	\$ (469,689)	\$ 299,526	\$ (170,163)
2024	(564,848)	105,081	(459,767)
2025	(722,868)	(117,519)	(840,387)
2026	(964,628)	(360,938)	(1,325,566)
	\$ (2,722,033)	\$ (73,850)	\$ (2,795,883)

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

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

The total pension liabilities in the June 30, 2021, actuarial valuations for each risk pool was determined using the following actuarial assumptions:

Valuation Date	June 30, 2020
Measurement Date	June 30, 2021
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, 2020, 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.

Discount Rate

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

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022
Note 11: Pension Plans (Continued)**Long-term Expected Rate of Return**

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

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical and forecasted information for all the Public Employees Retirement Funds' asset classes (which includes the agent plan and two cost-sharing plans or PERF A, B, and C funds), expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each PERF C fund. The expected rate of return was set by calculating the rounded single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses. The expected real rates of return by asset class are as followed:

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.

Subsequent Events

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

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

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	\$ 10,803,611	\$ 9,928,188	\$ 20,731,799
Current Discount Rate	7.15%	7.15%	7.15%
Net Pension Liability	\$ 3,998,659	\$ 2,203,680	\$ 6,202,339
1% Increase	8.15%	8.15%	8.15%
Net Pension Liability	\$ (1,626,897)	\$ (4,141,049)	\$ (5,767,946)

Pension Plan Fiduciary Net Position

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

Defined Contribution Plan

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

Benefit terms, including contribution requirements, for the 401(a) Plan are established and may be amended by the City Council. For each employee in the 401(a) Plan, the City is required to contribute a match 5% of the employee's annual salary to an individual employee account. Employees are mandated to contribute a minimum of 5% and up to 20% of their salary to the 401(a) Plan, subject to IRC contribution limits. Employees vest immediately in their own contributions and City contributions, as well as earnings on those contributions. For the year ended June 30, 2022, the employer and employee contributions made totaled \$41,695 each.

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

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

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

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 \$149 and \$143 per month and retiree contributions were \$149 and \$143 per month for the years ended June 30, 2022 and 2021, 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, 2020, actuarial valuation date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	21
Inactive employees entitled to but not yet receiving benefit payments	58
Active employees	<u>179</u>
Total	<u><u>258</u></u>

Contributions

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

Net OPEB Asset

The City's net OPEB asset was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of June 30, 2020.

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

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

Actuarial Assumptions

The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Valuation date	June 30, 2020
Measurement date	June 30, 2021
Actuarial cost method	Entry Age Normal, Level Percentage of Payroll
Actuarial assumptions:	
Discount rate	6.75%
Inflation	2.50%
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 4.04% in 2076 and later years
	Medicare - 6.3% for 2021, decreasing to an ultimate rate of 4.04% 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.

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%	4.42%
Fixed Income	25.0%	1.00%
Treasury Inflation Protected Securities (TIPS)	5.0%	0.15%
Commodities	3.0%	1.73%
Real Estate Investment Trusts (REITs)	8.0%	3.98%
Total	100.0%	
Assumed Long-Term Rate of Inflation		2.50%
Expected Long-Term Net Rate of Return, Rounded		6.70%

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022

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

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/(Asset)
Balance at June 30, 2021 (6/30/2020 Measurement Date)	\$ 2,987,100	\$ 2,668,733	\$ 318,367
Changes in the year:			
Service cost	245,140	-	245,140
Interest	215,907	-	215,907
Actual vs. expected experience	16,101	-	16,101
Assumption changes	(101,261)	-	(101,261)
Contributions - employer	-	68,364	(68,364)
Investment income	-	734,994	(734,994)
Administrative expenses	-	(1,011)	1,011
Benefit payments	(68,364)	(68,364)	-
Net changes	307,523	733,983	(426,460)
Balance at June 30, 2022 (6/30/2021 Measurement Date)	<u>\$ 3,294,623</u>	<u>\$ 3,402,716</u>	<u>\$ (108,093)</u>
Financial Statement Classification:			
Governmental Activities			\$ (107,224)
Business-type Activities			(869)
			<u>\$ (108,093)</u>

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/(asset) of the City, as well as what the City's net OPEB liability/(asset) 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/(asset)	\$ 306,488	\$ (108,093)	\$ (457,600)

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022
Note 12: Other Post-Employment Benefits Plan (Continued)**Sensitivity of the Net OPEB Liability/(Asset) to Changes in the Healthcare Cost Trend Rates**

The following presents the net OPEB liability/(asset) of the City, as well as what the City's net OPEB liability/(asset) 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/(asset)	\$ (526,538)	\$ (108,093)	\$ 407,344

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, 2022, the City recognized OPEB expense of \$127,583. At June 30, 2022, 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	\$ 352,003	\$ -
Changes in assumptions	-	148,197
Differences between expected and actual experience	14,637	280,613
Net differences between projected and actual earnings on plan investments	-	393,059
Total	<u>\$ 366,640</u>	<u>\$ 821,869</u>

The \$352,003 reported as deferred outflows of resources related to contributions after the measurement date will be recognized as a reduction of the net pension liability in the following fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

Year Ended June 30	Deferred Inflows of Resources
2022	\$ (143,491)
2023	(139,504)
2024	(141,663)
2025	(158,501)
2026	(47,525)
Thereafter	(176,548)
	<u>\$ (807,232)</u>

CITY OF CITRUS HEIGHTS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED JUNE 30, 2022

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, 2022, property taxes retained by the County in accordance with the revenue neutrality agreement totaled \$6,521,191.

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.

Contractual Commitments – The City had the following significant unexpended contractual commitments as of June 30, 2022:

Residential Street Resurfacing	\$ 3,041,877
Old Auburn Road Complete Streets	1,956,372
Total significant commitments	<u>\$ 4,998,249</u>

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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, 2022**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 17,649,600	\$ 18,598,600	\$ 19,197,868	\$ 599,268
Licenses and permits	1,630,200	2,833,500	3,138,451	304,951
Intergovernmental	12,399,026	13,422,476	12,629,880	(792,596)
Charges for services	1,862,942	1,829,842	1,824,188	(5,654)
Use of money and property	600,376	419,451	465,704	46,253
Fines and forfeitures	983,400	760,000	799,788	39,788
Contributions	10,000	1,000	1,590	590
Miscellaneous	66,900	200,900	394,089	193,189
Total Revenues	35,202,444	38,065,769	38,451,558	385,789
Expenditures:				
General government	8,000,939	8,850,026	8,076,452	773,574
Public safety	21,962,176	22,212,176	18,749,531	3,462,645
Economic development	602,447	554,749	445,267	109,482
Culture and recreation	752,165	1,068,665	909,297	159,368
Community enhancements	3,058,927	3,062,427	3,024,578	37,849
Capital outlay	7,081	7,081	55,413	(48,332)
Debt service:				
Principal retirement	76,169	3,596,170	3,583,049	13,121
Interest and fiscal charges	332,845	332,845	184,839	148,006
Total Expenditures	34,792,749	39,684,139	35,028,426	4,655,713
Excess (Deficiency) of Revenues Over (Under) Expenditures	409,695	(1,618,370)	3,423,132	5,041,502
Other Financing Sources (Uses):				
Transfers in	-	-	95,433	95,433
Transfers out	(487,000)	(487,000)	(477,000)	10,000
Total Other Financing Sources (Uses)	(487,000)	(487,000)	(381,567)	105,433
Net Change in Fund Balance	(77,305)	(2,105,370)	3,041,565	5,146,935
Fund Balances, Beginning of Year	8,890,826	8,890,826	8,890,826	-
Fund Balances, End of Year	\$ 8,813,521	\$ 6,785,456	\$ 11,932,391	\$ 5,146,935

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 CDBG GRANTS
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Intergovernmental	\$ 900,000	\$ 900,000	\$ 1,232,972	\$ 332,972
Miscellaneous	-	-	165,300	165,300
Total Revenues	900,000	900,000	1,398,272	498,272
Expenditures:				
Current:				
Community enhancements	741,459	1,233,319	873,060	360,259
Capital outlay	379,040	-	-	-
Total Expenditures	1,120,499	1,233,319	873,060	360,259
Excess (Deficiency) of Revenues Over (Under) Expenditures	(220,499)	(333,319)	525,212	858,531
Other Financing Sources(Uses):				
Transfers out	(743,478)	(743,478)	(456,085)	287,393
Transfers in	-	-	2,386	2,386
Total Other Financing Sources (Uses)	(743,478)	(743,478)	(453,699)	289,779
Net Change in Fund Balance	(963,977)	(1,076,797)	71,513	1,148,310
Fund Balances, Beginning of Year	234,118	234,118	234,118	-
Fund Balances, End of Year	\$ (729,859)	\$ (842,679)	\$ 305,631	\$ 1,148,310

CITY OF CITRUS HEIGHTS

COST SHARING MULTIPLE-EMPLOYER PLAN

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

AS OF JUNE 30, 2022

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

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 2021, there were no changes. In 2020, there were no changes. In 2019, there were no changes. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions December 2017. There were no changes in the discount rate in 2018. In 2017, the accounting discount rate reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense.) In 2014, amount reported were based on the 7.5 percent discount rate.

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

2019	2020	2021	2022
0.07897%	0.08366%	0.08832%	0.07394%
\$ 7,610,202	\$ 8,572,628	\$ 9,609,910	\$ 3,998,659
\$ 7,889,233	\$ 8,319,602	\$ 8,715,322	\$ 8,169,066
96.46%	103.04%	110.26%	48.95%
0.06658%	0.07275%	0.08190%	0.04075%
\$ 6,415,392	\$ 7,454,716	\$ 8,910,669	\$ 2,203,680
\$ 8,354,763	\$ 7,715,475	\$ 8,420,924	\$ 7,542,123
76.79%	96.62%	105.82%	29.22%
0.14555%	0.15641%	0.17022%	0.11468%
\$ 14,025,594	\$ 16,027,344	\$ 18,520,579	\$ 6,202,339
\$ 16,243,996	\$ 16,035,077	\$ 17,136,246	\$ 15,711,189
86.34%	99.95%	108.08%	39.48%
75.26%	75.26%	75.10%	88.29%

CITY OF CITRUS HEIGHTS

**COST SHARING MULTIPLE-EMPLOYER PLAN
SCHEDULE OF PLAN CONTRIBUTIONS
AS OF JUNE 30, 2022**

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

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

Note to Schedule:

Valuation Date: June 30, 2019

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method

Entry Age Normal Cost Method

Amortization method

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

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

Asset valuation method

Direct rate smoothing

Inflation

2.50%

Payroll Growth

2.75%

Projected Salary Increases

Varies by Entry Age and Service

Investment Rate of Return

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

Retirement Age

All other actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the period from 1997 to 2015, including updates to salary increase, mortality and retirement rates. The Experience Study report 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.

2019	2020	2021	2022
\$ 1,259,805	\$ 1,419,774	\$ 1,524,519	\$ 1,582,843
(1,259,805)	(1,419,774)	(1,524,519)	(1,582,843)
\$ -	\$ -	\$ -	\$ -
\$ 8,319,602	\$ 8,715,322	\$ 8,169,066	\$ 8,285,854
15.14%	16.29%	18.66%	19.10%
\$ 1,743,186	\$ 1,782,277	\$ 1,958,149	\$ 1,965,298
(1,743,186)	(1,782,277)	(1,958,149)	(1,965,298)
\$ -	\$ -	\$ -	\$ -
\$ 7,715,475	\$ 8,420,924	\$ 7,542,123	\$ 7,104,170
22.59%	21.16%	25.96%	27.66%
\$ 3,002,991	\$ 3,202,051	\$ 3,482,668	\$ 3,548,141
(3,002,991)	(3,202,051)	(3,482,668)	(3,548,141)
\$ -	\$ -	\$ -	\$ -
\$ 16,035,077	\$ 17,136,246	\$ 15,711,189	\$ 15,390,024
18.73%	18.69%	22.17%	23.05%

CITY OF CITRUS HEIGHTS

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

	2018	2019	2020	2021	2022
Total OPEB Liability					
Service cost	\$ 205,006	\$ 211,156	\$ 217,491	\$ 217,915	\$ 245,140
Interest on the total OPEB liability	149,338	171,850	195,735	192,196	215,907
Actual and expected experience difference	-	-	(380,831)	-	(31,942)
Changes in assumptions	-	-	(43,330)	(29,367)	(15,583)
Actual and expected earnings difference	-	-	-	-	(105,999)
Benefit payments	(20,597)	(33,358)	(37,626)	(46,180)	(68,364)
Net change in total OPEB liability	333,747	349,648	(48,561)	334,564	239,159
Total OPEB liability - beginning	2,017,702	2,351,449	2,701,097	2,652,536	2,987,100
Total OPEB liability - ending	\$ 2,351,449	\$ 2,701,097	\$ 2,652,536	\$ 2,987,100	\$ 3,226,259
Plan Fiduciary Net Position					
Contribution - employer	\$ 373,000	\$ 378,000	\$ 288,000	\$ -	\$ -
Net investment income	159,817	143,701	140,138	92,830	734,994
Benefit payments	(20,597)	(33,358)	(37,626)	(46,180)	(68,364)
Administrative expense	(837)	(3,288)	(479)	(1,282)	(1,011)
Net change in plan fiduciary net position	511,383	485,055	390,033	45,368	665,619
Plan fiduciary net position - beginning	1,236,894	1,748,277	2,233,332	2,623,365	2,668,733
Plan fiduciary net position - ending (b)	\$ 1,748,277	\$ 2,233,332	\$ 2,623,365	\$ 2,668,733	\$ 3,334,352
Net OPEB Liability/(Asset)	\$ 603,172	\$ 467,765	\$ 29,171	\$ 318,367	\$ (108,093)
Plan fiduciary net position as a percentage of the total OPEB liability	74.35%	82.68%	98.90%	89.34%	103.35%
Covered-employee payroll	\$ 18,696,235	\$ 18,764,996	\$ 19,084,505	\$ 19,487,524	\$ 19,538,878
Net OPEB liability/(asset) as a percentage of covered-employee payroll	3.23%	2.49%	0.15%	1.63%	-0.55%

(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 2022 and 2021, no changes. In 2020, no changes. In 2019, Demographic assumptions were updated to CalPERS 1997-2015 Experience Study, and mortality improvement scale was updated to Scale MP-2018.

CITY OF CITRUS HEIGHTS

SCHEDULE OF OPEB CONTRIBUTIONS

AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)

	2018	2019	2020	2021	2022
Actuarially Determined Contribution	\$ 378,000	\$ 288,000	\$ 296,000	\$ 248,000	\$ 255,000
Contribution in Relation to the Actuarially Determined Contributions	(378,000)	(288,000)	(296,000)	(68,364)	(352,003)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ 179,636	\$ (97,003)
Covered-employee payroll	\$ 18,764,996	\$ 19,084,505	\$ 19,487,524	\$ 19,538,878	\$ 16,163,096
Contributions as a percentage of covered-employee payroll	2.01%	1.51%	1.52%	1.27%	1.58%

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

CITY OF CITRUS HEIGHTS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION BUDGETARY ACCOUNTING AND CONTROL YEAR ENDED JUNE 30, 2022

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, 2022. 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, 2022, the following funds had no adopted annual budgets:

Housing Agency Fee Special Revenue Fund
AD 98-02 Zone 3 Special Revenue Fund
AD 03-01 Zone 3 Special Revenue Fund

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

NON-MAJOR GOVERNMENTAL FUNDS

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

SPECIAL REVENUE FUNDS

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

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

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

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

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

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

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

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

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

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

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

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

Property Based Improvement District – Accounts for funds associated with the City's Property Based Improvement District.

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

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

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

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

SPECIAL REVENUE FUNDS (CONTINUED)

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

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

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

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

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

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

CAPITAL PROJECT FUNDS

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

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

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

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2022

	Special Revenue Funds			
	HOME Program Grants	Code Enforcement	Gas Tax	Road Maintenance and Rehabilitation
Assets:				
Pooled cash and investments	\$ 806,706	\$ 774,436	\$ 826,827	\$ 281,177
Receivables:				
Accounts	-	316,724	296	-
Notes and loans	2,622,469	-	-	-
Allowance on uncollectible notes and loans	(2,622,468)	-	-	-
Interest	1,459	970	1,638	2,516
Prepaid costs	-	-	447	-
Due from other governments	55,858	5,533	165,617	305,250
Land held for resale	-	-	-	-
Total Assets	\$ 864,024	\$ 1,097,663	\$ 994,825	\$ 588,943
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 34,544	\$ 12,149	\$ 108,675	\$ -
Accrued liabilities	-	15,439	10,960	-
Unearned revenues	-	-	-	-
Due to other governments	-	4,845	10,611	-
Due to other funds	21,324	-	-	-
Total Liabilities	55,868	32,433	130,246	-
Deferred Inflows of Resources:				
Unavailable revenues	-	295,320	296	-
Total Deferred Inflows of Resources	-	295,320	296	-
Fund Balances:				
Nonspendable	-	-	447	-
Restricted	808,156	769,910	863,836	588,943
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	808,156	769,910	864,283	588,943
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 864,024	\$ 1,097,663	\$ 994,825	\$ 588,943

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

(CONTINUED)

	Special Revenue Funds			
	Stormwater Utility Tax	Road Maintenance	Transit	Transportation Development Act
Assets:				
Pooled cash and investments	\$ 2,842,682	\$ 3,368,335	\$ 20,267	\$ 133,067
Receivables:				
Accounts	-	-	-	-
Notes and loans	-	-	-	-
Allowance on uncollectible notes and loans	-	-	-	-
Interest	5,750	5,720	79	240
Prepaid costs	447	447	-	-
Due from other governments	409,697	-	70,434	-
Land held for resale	-	-	-	-
Total Assets	\$ 3,258,576	\$ 3,374,502	\$ 90,780	\$ 133,307
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 285,956	\$ 110,961	\$ 12	\$ -
Accrued liabilities	9,159	9,429	4,583	-
Unearned revenues	-	-	-	-
Due to other governments	42,073	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	337,188	120,390	4,595	-
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable	447	447	-	-
Restricted	2,920,941	3,253,665	86,185	133,307
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	2,921,388	3,254,112	86,185	133,307
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 3,258,576	\$ 3,374,502	\$ 90,780	\$ 133,307

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2022

Special Revenue Funds

	Police	Police Grants	Supplemental Law Enforcement Services (SLES)	Property Based Improvement District
Assets:				
Pooled cash and investments	\$ 1,144,408	\$ -	\$ 108,785	\$ 9,680
Receivables:				
Accounts	-	-	-	-
Notes and loans	-	-	-	-
Allowance on uncollectible notes and loans	-	-	-	-
Interest	1,912	-	201	-
Prepaid costs	-	-	-	-
Due from other governments	14,995	73,280	-	-
Land held for resale	-	-	-	-
Total Assets	\$ 1,161,315	\$ 73,280	\$ 108,986	\$ 9,680
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 7,745	\$ 8,368	\$ 10,839	\$ -
Accrued liabilities	2,370	4,775	-	-
Unearned revenues	-	-	98,147	-
Due to other governments	-	741	-	9,680
Due to other funds	-	91,824	-	-
Total Liabilities	10,115	105,708	108,986	9,680
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	1,151,200	-	-	-
Assigned	-	-	-	-
Unassigned	-	(32,428)	-	-
Total Fund Balances	1,151,200	(32,428)	-	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,161,315	\$ 73,280	\$ 108,986	\$ 9,680

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

(CONTINUED)

Special Revenue Funds

	Housing Agency	Roadway Development Fees	Housing Mitigation Development Fees	Tree Mitigation Fees
Assets:				
Pooled cash and investments	\$ 31,182	\$ 633,081	\$ 377,989	\$ 203,139
Receivables:				
Accounts	-	32,209	-	-
Notes and loans	1,434,665	-	-	-
Allowance on uncollectible notes and loans	(234,665)	-	-	-
Interest	-	1,155	679	369
Prepaid costs	-	-	-	1,367
Due from other governments	-	-	-	-
Land held for resale	2,784,600	-	-	-
Total Assets	\$ 4,015,782	\$ 666,445	\$ 378,668	\$ 204,875
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ 16,320	\$ -	\$ 1,225
Accrued liabilities	-	-	-	-
Unearned revenues	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	-	16,320	-	1,225
Deferred Inflows of Resources:				
Unavailable revenues	-	32,209	-	-
Total Deferred Inflows of Resources	-	32,209	-	-
Fund Balances:				
Nonspendable	-	-	-	1,367
Restricted	4,015,782	617,916	378,668	202,283
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	4,015,782	617,916	378,668	203,650
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 4,015,782	\$ 666,445	\$ 378,668	\$ 204,875

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2022

	Special Revenue Funds			
	Park Facilities Development Fees	Transit Development Fees	Other Grants	AD 98-02 Zone 3
Assets:				
Pooled cash and investments	\$ 222,309	\$ 183,661	\$ 104,078	\$ 21,266
Receivables:				
Accounts	-	6,908	-	-
Notes and loans	-	-	-	-
Allowance on uncollectible notes and loans	-	-	-	-
Interest	400	327	-	37
Prepaid costs	-	-	-	-
Due from other governments	-	-	87,619	-
Land held for resale	-	-	-	-
Total Assets	\$ 222,709	\$ 190,896	\$ 191,697	\$ 21,303
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 16,033	\$ 543
Accrued liabilities	-	-	-	-
Unearned revenues	-	-	175,664	-
Due to other governments	-	-	-	15
Due to other funds	-	-	-	-
Total Liabilities	-	-	191,697	558
Deferred Inflows of Resources:				
Unavailable revenues	-	6,908	-	-
Total Deferred Inflows of Resources	-	6,908	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	222,709	183,988	-	20,745
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	222,709	183,988	-	20,745
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 222,709	\$ 190,896	\$ 191,697	\$ 21,303

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

(CONTINUED)

	Special Revenue Funds			
	Assessment District Zone 1	Assessment District Zone 2	Assessment District Zone 3	Assessment District Zone 4
Assets:				
Pooled cash and investments	\$ 28,829	\$ 70,895	\$ 671	\$ 1,671
Receivables:				
Accounts	-	-	-	-
Notes and loans	-	-	-	-
Allowance on uncollectible notes and loans	-	-	-	-
Interest	52	130	-	-
Prepaid costs	-	-	-	-
Due from other governments	-	-	-	-
Land held for resale	-	-	-	-
Total Assets	\$ 28,881	\$ 71,025	\$ 671	\$ 1,671
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ 489	\$ 626	\$ 709
Accrued liabilities	-	-	-	-
Unearned revenues	-	-	-	-
Due to other governments	-	-	-	962
Due to other funds	-	-	-	-
Total Liabilities	-	489	626	1,671
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	28,881	70,536	45	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	28,881	70,536	45	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 28,881	\$ 71,025	\$ 671	\$ 1,671

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2022

	Special Revenue Funds			
	Assessment District 98-01	Assessment District 98-02	Assessment District 03-01	Assessment District 98-02 Zone 2
Assets:				
Pooled cash and investments	\$ 141,400	\$ 69,629	\$ 841,928	\$ 35,531
Receivables:				
Accounts	-	-	-	-
Notes and loans	-	-	-	-
Allowance on uncollectible notes and loans	-	-	-	-
Interest	255	125	1,593	62
Prepaid costs	-	-	-	-
Due from other governments	-	-	-	-
Land held for resale	-	-	-	-
Total Assets	\$ 141,655	\$ 69,754	\$ 843,521	\$ 35,593
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 426	\$ 1,172	\$ 2,495	\$ 519
Accrued liabilities	-	-	-	-
Unearned revenues	-	-	-	-
Due to other governments	315	-	15,242	-
Due to other funds	-	-	-	-
Total Liabilities	741	1,172	17,737	519
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	140,914	68,582	825,784	35,074
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	140,914	68,582	825,784	35,074
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 141,655	\$ 69,754	\$ 843,521	\$ 35,593

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

(CONTINUED)

	Special Revenue Funds			
	Assessment District 03-01 Zone 2	Lighting Assessment District	Police Donations	Assessment District 03-01 Zone 3
Assets:				
Pooled cash and investments	\$ 23,732	\$ 69,031	\$ 15,986	\$ 87,524
Receivables:				
Accounts	-	3,598	-	-
Notes and loans	-	-	-	-
Allowance on uncollectible notes and loans	-	-	-	-
Interest	53	-	-	132
Prepaid costs	-	-	-	-
Due from other governments	-	-	-	-
Land held for resale	-	-	-	-
Total Assets	\$ 23,785	\$ 72,629	\$ 15,986	\$ 87,656
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	\$ 918	\$ 27,194	\$ -	\$ -
Accrued liabilities	-	-	-	-
Unearned revenues	-	-	-	-
Due to other governments	190	41,837	-	-
Due to other funds	-	-	-	-
Total Liabilities	1,108	69,031	-	-
Deferred Inflows of Resources:				
Unavailable revenues	-	3,598	-	-
Total Deferred Inflows of Resources	-	3,598	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	22,677	-	15,986	87,656
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	22,677	-	15,986	87,656
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 23,785	\$ 72,629	\$ 15,986	\$ 87,656

CITY OF CITRUS HEIGHTS

COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2022

	Capital Projects Funds		
	Measure A Construction	Community Capital Replacement	Total Other Governmental Funds
Assets:			
Pooled cash and investments	\$ 1,289,792	\$ 915,750	\$ 15,685,444
Receivables:			
Accounts	-	-	359,735
Notes and loans	-	-	4,057,134
Allowance on uncollectible notes and loans	-	-	(2,857,133)
Interest	2,296	-	28,150
Prepaid costs	5,375	-	8,083
Due from other governments	-	-	1,188,283
Land held for resale	-	-	2,784,600
Total Assets	\$ 1,297,463	\$ 915,750	\$ 21,254,296
Liabilities, Deferred Inflows of Resources, and Fund Balances:			
Liabilities:			
Accounts payable	\$ 35,603	\$ 8,897	\$ 692,418
Accrued liabilities	-	-	56,715
Unearned revenues	-	-	273,811
Due to other governments	-	-	126,511
Due to other funds	-	-	113,148
Total Liabilities	35,603	8,897	1,262,603
Deferred Inflows of Resources:			
Unavailable revenues	-	-	338,331
Total Deferred Inflows of Resources	-	-	338,331
Fund Balances:			
Nonspendable	5,375	-	8,083
Restricted	1,256,485	-	18,770,854
Assigned	-	906,853	906,853
Unassigned	-	-	(32,428)
Total Fund Balances	1,261,860	906,853	19,653,362
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,297,463	\$ 915,750	\$ 21,254,296

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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, 2022

	Special Revenue Funds			
	HOME Program Grants	Community Events	Code Enforcement	Gas Tax
Revenues:				
Assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	55,879	-	-	2,105,730
Charges for services	-	-	738,400	-
Use of money and property	(8,981)	-	(6,017)	(9,684)
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	107,103	-	-	-
Total Revenues	154,001	-	732,383	2,096,046
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	671,916	-
Economic development	-	-	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	-	-	-	1,532,926
Community enhancements	56,559	-	-	-
Capital outlay	-	-	-	57,000
Total Expenditures	56,559	-	671,916	1,589,926
Excess (Deficiency) of Revenues Over (Under) Expenditures	97,442	-	60,467	506,120
Other Financing Sources (Uses):				
Transfers in	-	-	59,500	-
Transfers out	-	(81,713)	-	(575,091)
Loans issued	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	-	(81,713)	59,500	(575,091)
Net Change in Fund Balances	97,442	(81,713)	119,967	(68,971)
Fund Balances, Beginning of Year	710,714	81,713	649,943	933,254
Fund Balances, End of Year	\$ 808,156	\$ -	\$ 769,910	\$ 864,283

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

(CONTINUED)

	Special Revenue Funds			
	Road Maintenance and Rehabilitation	Stormwater Utility Tax	Road Maintenance	Transit
Revenues:				
Assessments	\$ -	\$ 19,465	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	1,768,222	-	2,715,221	7,539
Charges for services	-	3,965,879	-	349,164
Use of money and property	(14,197)	(33,456)	(35,580)	(492)
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	-	11,287	-	-
Total Revenues	1,754,025	3,963,175	2,679,641	356,211
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic development	-	-	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	-	2,313,148	1,331,021	234,610
Community enhancements	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	2,313,148	1,331,021	234,610
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,754,025	1,650,027	1,348,620	121,601
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	(4,389,471)	(3,381,963)	(273,517)	-
Loans issued	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	(4,389,471)	(3,381,963)	(273,517)	-
Net Change in Fund Balances	(2,635,446)	(1,731,936)	1,075,103	121,601
Fund Balances, Beginning of Year	3,224,389	4,653,324	2,179,009	(35,416)
Fund Balances, End of Year	\$ 588,943	\$ 2,921,388	\$ 3,254,112	\$ 86,185

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

	Special Revenue Funds			
	Transportation Development Act	Police	Police Grants	Supplemental Law Enforcement Services (SLES)
Revenues:				
Assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	283,433	388,224
Charges for services	-	-	-	-
Use of money and property	(1,402)	3,452	-	(1,141)
Fines and forfeitures	-	466,032	-	-
Contributions	-	-	-	-
Miscellaneous	-	13,712	-	-
Total Revenues	(1,402)	483,196	283,433	387,083
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	207,790	317,700	293,989
Economic development	-	-	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	-	-	-	-
Community enhancements	-	-	-	-
Capital outlay	-	-	-	93,094
Total Expenditures	-	207,790	317,700	387,083
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,402)	275,406	(34,267)	-
Other Financing Sources (Uses):				
Transfers in	-	27,500	-	-
Transfers out	(83,000)	-	-	-
Loans issued	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	(83,000)	27,500	-	-
Net Change in Fund Balances	(84,402)	302,906	(34,267)	-
Fund Balances, Beginning of Year	217,709	848,294	1,839	-
Fund Balances, End of Year	\$ 133,307	\$ 1,151,200	\$ (32,428)	\$ -

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

(CONTINUED)

	Special Revenue Funds			
	Housing Agency	Roadway Development Fees	Housing Mitigation Development Fees	Tree Mitigation Fees
Revenues:				
Assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	193,171	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	8,117	64,964
Use of money and property	-	(6,858)	(4,167)	(2,305)
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	-	186,313	3,950	62,659
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic development	-	-	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	-	21,163	-	-
Community enhancements	328	-	-	14,339
Capital outlay	-	-	-	-
Total Expenditures	328	21,163	-	14,339
Excess (Deficiency) of Revenues Over (Under) Expenditures	(328)	165,150	3,950	48,320
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	(365,486)	-	-
Loans issued	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	-	(365,486)	-	-
Net Change in Fund Balances	(328)	(200,336)	3,950	48,320
Fund Balances, Beginning of Year	4,016,110	818,252	374,718	155,330
Fund Balances, End of Year	\$ 4,015,782	\$ 617,916	\$ 378,668	\$ 203,650

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

	Special Revenue Funds			
	Park Facilities Development Fees	Transit Development Fees	Other Grants	AD 98-02 Zone 3
Revenues:				
Assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	54,177	-	-
Intergovernmental	-	-	165,781	-
Charges for services	123,053	-	-	11,274
Use of money and property	(2,525)	(1,985)	-	(230)
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	120,528	52,192	165,781	11,044
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic development	-	-	48,713	-
Culture and recreation	-	-	-	-
Public ways and facilities	-	4,894	-	6,720
Community enhancements	-	-	117,068	-
Capital outlay	-	-	-	-
Total Expenditures	-	4,894	165,781	6,720
Excess (Deficiency) of Revenues Over (Under) Expenditures	120,528	47,298	-	4,324
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	(50,000)	-	-
Loans issued	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	-	(50,000)	-	-
Net Change in Fund Balances	120,528	(2,702)	-	4,324
Fund Balances, Beginning of Year	102,181	186,690	-	16,421
Fund Balances, End of Year	\$ 222,709	\$ 183,988	\$ -	\$ 20,745

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

(CONTINUED)

	Special Revenue Funds			
	Assessment District Zone 1	Assessment District Zone 2	Assessment District Zone 3	Assessment District Zone 4
Revenues:				
Assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	10,457	12,271	6,399	4,650
Use of money and property	(305)	(782)	-	-
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	10,152	11,489	6,399	4,650
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic development	-	-	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	17,916	18,535	14,628	19,701
Community enhancements	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	17,916	18,535	14,628	19,701
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,764)	(7,046)	(8,229)	(15,051)
Other Financing Sources (Uses):				
Transfers in	-	-	8,274	15,051
Transfers out	-	-	-	-
Loans issued	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	-	-	8,274	15,051
Net Change in Fund Balances	(7,764)	(7,046)	45	-
Fund Balances, Beginning of Year	36,645	77,582	-	-
Fund Balances, End of Year	\$ 28,881	\$ 70,536	\$ 45	\$ -

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

	Special Revenue Funds			
	Assessment District 98-01	Assessment District 98-02	Assessment District 03-01	Assessment District 98-02 Zone 2
Revenues:				
Assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	10,621	22,005	88,729	16,246
Use of money and property	(1,562)	(771)	(10,210)	114
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	9,059	21,234	78,519	16,360
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Economic development	-	-	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	11,115	26,171	184,409	12,008
Community enhancements	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	11,115	26,171	184,409	12,008
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,056)	(4,937)	(105,890)	4,352
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Loans issued	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(2,056)	(4,937)	(105,890)	4,352
Fund Balances, Beginning of Year	142,970	73,519	931,674	30,722
Fund Balances, End of Year	\$ 140,914	\$ 68,582	\$ 825,784	\$ 35,074

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

(CONTINUED)

	Special Revenue Funds			
	Assessment District 03-01 Zone 2	Lighting Assessment District	Police Donations	Assessment District 03-01 Zone 3
Revenues:				
Assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	19,961	361,118	-	88,557
Use of money and property	(322)	-	-	(901)
Fines and forfeitures	-	-	-	-
Contributions	-	-	2,826	-
Miscellaneous	-	-	-	-
Total Revenues	19,639	361,118	2,826	87,656
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	991	-
Economic development	-	-	-	-
Culture and recreation	-	-	-	-
Public ways and facilities	31,417	411,165	-	-
Community enhancements	-	-	100	-
Capital outlay	-	-	-	-
Total Expenditures	31,417	411,165	1,091	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,778)	(50,047)	1,735	87,656
Other Financing Sources (Uses):				
Transfers in	-	73,517	-	-
Transfers out	-	(420,321)	-	-
Loans issued	-	396,601	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	-	49,797	-	-
Net Change in Fund Balances	(11,778)	(250)	1,735	87,656
Fund Balances, Beginning of Year	34,455	250	14,251	-
Fund Balances, End of Year	\$ 22,677	\$ -	\$ 15,986	\$ 87,656

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

	Capital Projects Funds		
	Measure A Construction	Community Capital Replacement	Total Other Governmental Funds
Revenues:			
Assessments	\$ -	\$ -	\$ 19,465
Licenses and permits	-	18,313	265,661
Intergovernmental	668,846	37,428	8,196,303
Charges for services	-	-	5,901,865
Use of money and property	(13,765)	-	(154,072)
Fines and forfeitures	-	-	466,032
Contributions	-	-	2,826
Miscellaneous	-	-	132,102
Total Revenues	655,081	55,741	14,830,182
Expenditures:			
Current:			
General government	-	9,569	9,569
Public safety	-	228	1,492,614
Economic development	-	-	48,713
Culture and recreation	-	52,643	52,643
Public ways and facilities	130,704	-	6,322,251
Community enhancements	-	38,184	226,578
Capital outlay	-	254,671	404,765
Total Expenditures	130,704	355,295	8,557,133
Excess (Deficiency) of Revenues Over (Under) Expenditures	524,377	(299,554)	6,273,049
Other Financing Sources (Uses):			
Transfers in	-	390,000	573,842
Transfers out	(858,563)	-	(10,479,125)
Loans issued	-	-	396,601
Proceeds from sale of capital asset	-	150,676	150,676
Total Other Financing Sources (Uses)	(858,563)	540,676	(9,358,006)
Net Change in Fund Balances	(334,186)	241,122	(3,084,957)
Fund Balances, Beginning of Year	1,596,046	665,731	22,738,319
Fund Balances, End of Year	\$ 1,261,860	\$ 906,853	\$ 19,653,362

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 HOME PROGRAM GRANTS
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 55,879	\$ 55,879
Use of money and property	103	103	(8,981)	(9,084)
Miscellaneous	-	-	107,103	107,103
Total Revenues	103	103	154,001	153,898
Expenditures:				
Community enhancements	76,355	76,355	56,559	19,796
Total Expenditures	76,355	76,355	56,559	19,796
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(76,252)	(76,252)	97,442	173,694
Fund Balances, Beginning of Year	710,714	710,714	710,714	-
Fund Balances, End of Year	\$ 634,462	\$ 634,462	\$ 808,156	\$ 173,694

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 COMMUNITY EVENTS
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Other Financing Sources:				
Transfers out	\$ -	\$ -	\$ (81,713)	\$ (81,713)
Total Other Financing Sources	-	-	(81,713)	81,713
Net Change in Fund Balance	-	-	(81,713)	(81,713)
Fund Balances, Beginning of Year	81,713	81,713	81,713	-
Fund Balances, End of Year	\$ 81,713	\$ 81,713	\$ -	\$ (81,713)

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 CODE ENFORCEMENT
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Charges for services	\$ 729,000	\$ 729,000	\$ 738,400	\$ 9,400
Use of money and property	1,000	1,000	(6,017)	(7,017)
Total Revenues	730,000	730,000	732,383	2,383
Expenditures:				
Current:				
Public safety	807,281	807,281	671,916	135,365
Total Expenditures	807,281	807,281	671,916	135,365
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(77,281)	(77,281)	60,467	137,748
Other Financing Sources(Uses):				
Transfers in	59,590	59,590	59,500	90
Total Other Financing Sources	59,590	59,590	59,500	90
(Uses)				
Net Change in Fund Balance	(17,691)	(17,691)	119,967	137,658
Fund Balances, Beginning of Year	649,943	649,943	649,943	-
Fund Balances, End of Year	\$ 632,252	\$ 632,252	\$ 769,910	\$ 137,658

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GAS TAX
YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Intergovernmental	\$ 2,278,399	\$ 2,278,399	\$ 2,105,730	\$ (172,669)
Use of money and property	-	-	(9,684)	(9,684)
Total Revenues	2,278,399	2,278,399	2,096,046	(182,353)
Expenditures:				
Current:				
Public safety	-	-	-	-
Public ways and facilities	1,784,565	1,784,565	1,532,926	251,639
Capital outlay	-	-	57,000	(57,000)
Total Expenditures	1,784,565	1,784,565	1,589,926	194,639
Excess (Deficiency) of Revenues Over (Under) Expenditures	493,834	493,834	506,120	12,286
Other Financing Uses:				
Transfers out	(400,000)	(400,000)	(575,091)	(175,091)
Total Other Financing Uses	(400,000)	(400,000)	(575,091)	(175,091)
Net Change in Fund Balance	93,834	93,834	(68,971)	(162,805)
Fund Balances, Beginning of Year	933,254	933,254	933,254	-
Fund Balances, End of Year	\$ 1,027,088	\$ 1,027,088	\$ 864,283	\$ (162,805)

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ROAD MAINTENANCE AND REHABILITATION
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Intergovernmental	\$ 1,721,790	\$ 1,721,790	\$ 1,768,222	\$ 46,432
Use of money and property	-	-	(14,197)	(14,197)
Total Revenues	1,721,790	1,721,790	1,754,025	32,235
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,721,790	1,721,790	1,754,025	32,235
Other Financing Uses:				
Transfers out	(2,600,000)	(2,600,000)	(4,389,471)	(1,789,471)
Total Other Financing Uses	(2,600,000)	(2,600,000)	(4,389,471)	(1,789,471)
Net Change in Fund Balance	(878,210)	(878,210)	(2,635,446)	(1,757,236)
Fund Balances, Beginning of Year	3,224,389	3,224,389	3,224,389	-
Fund Balances, End of Year	\$ 2,346,179	\$ 2,346,179	\$ 588,943	\$ (1,757,236)

CITY OF CITRUS HEIGHTS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
STORMWATER UTILITY TAX
YEAR ENDED JUNE 30, 2022**

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Taxes	\$ -	\$ -	\$ 19,465	\$ 19,465
Charges for services	3,811,000	3,811,000	3,965,879	154,879
Use of money and property	-	-	(33,456)	(33,456)
Miscellaneous	-	-	11,287	11,287
Total Revenues	3,811,000	3,811,000	3,963,175	152,175
Expenditures:				
Current:				
Public safety	-	-	-	-
Public ways and facilities	2,362,369	2,343,289	2,313,148	30,141
Capital outlay	350,000	350,000	-	350,000
Total Expenditures	2,712,369	2,693,289	2,313,148	380,141
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,098,631	1,117,711	1,650,027	532,316
Other Financing Uses:				
Transfers out	(2,838,861)	(2,838,861)	(3,381,963)	(543,102)
Total Other Financing Uses	(2,838,861)	(2,838,861)	(3,381,963)	(543,102)
Net Change in Fund Balance	(1,740,230)	(1,721,150)	(1,731,936)	(10,786)
Fund Balances, Beginning of Year	4,653,324	4,653,324	4,653,324	-
Fund Balances, End of Year	\$ 2,913,094	\$ 2,932,174	\$ 2,921,388	\$ (10,786)

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ROAD MAINTENANCE
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Intergovernmental	\$ 2,260,888	\$ 2,260,888	\$ 2,715,221	\$ 454,333
Use of money and property	-	-	(35,580)	(35,580)
Total Revenues	2,260,888	2,260,888	2,679,641	418,753
Expenditures:				
Current:				
Public ways and facilities	1,149,578	1,135,268	1,331,021	(195,753)
Capital outlay	400,000	400,000	-	400,000
Total Expenditures	1,549,578	1,535,268	1,331,021	204,247
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	711,310	725,620	1,348,620	623,000
Other Financing Uses:				
Transfers out	(200,000)	(200,000)	(273,517)	(73,517)
Total Other Financing Uses	(200,000)	(200,000)	(273,517)	(73,517)
Net Change in Fund Balance	511,310	525,620	1,075,103	549,483
Fund Balances, Beginning of Year	2,179,009	2,179,009	2,179,009	-
Fund Balances, End of Year	\$ 2,690,319	\$ 2,704,629	\$ 3,254,112	\$ 549,483

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 TRANSIT
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Intergovernmental	\$ 278,730	\$ 278,730	\$ 7,539	\$ (271,191)
Charges for services	-	-	349,164	349,164
Use of money and property	-	-	(492)	(492)
Total Revenues	278,730	278,730	356,211	77,481
Expenditures:				
Current:				
Public ways and facilities	273,192	273,192	234,610	38,582
Capital outlay	10,000	10,000	-	10,000
Total Expenditures	283,192	283,192	234,610	48,582
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,462)	(4,462)	121,601	126,063
Fund Balances, Beginning of Year	(35,416)	(35,416)	(35,416)	-
Fund Balances, End of Year	\$ (39,878)	\$ (39,878)	\$ 86,185	\$ 126,063

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 TRANSPORTATION DEVELOPMENT ACT
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Intergovernmental	\$ 74,160	\$ 74,160	\$ -	\$ (74,160)
Use of money and property	-	-	(1,402)	(1,402)
Total Revenues	74,160	74,160	(1,402)	(75,562)
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	74,160	74,160	(1,402)	(75,562)
Other Financing Uses:				
Transfers out	(83,000)	(83,000)	(83,000)	-
Total Other Financing Uses	(83,000)	(83,000)	(83,000)	-
Net Change in Fund Balance	(8,840)	(8,840)	(84,402)	(75,562)
Fund Balances, Beginning of Year	217,709	217,709	217,709	-
Fund Balances, End of Year	\$ 208,869	\$ 208,869	\$ 133,307	\$ (75,562)

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
POLICE
YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Use of money and property	\$ -	\$ -	\$ 3,452	\$ 3,452
Fines and forfeitures	56,000	56,000	466,032	410,032
Miscellaneous	-	-	13,712	13,712
Total Revenues	56,000	56,000	483,196	427,196
Expenditures:				
Current:				
Public safety	125,690	125,690	207,790	(82,100)
Total Expenditures	125,690	125,690	207,790	(82,100)
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(69,690)	(69,690)	275,406	345,096
Other Financing Sources (Uses):				
Transfers in	27,471	27,471	27,500	(29)
Total Other Financing Sources (Uses)	27,471	27,471	27,500	29
Net Change in Fund Balance	(42,219)	(42,219)	302,906	345,125
Fund Balances, Beginning of Year	848,294	848,294	848,294	-
Fund Balances, End of Year	\$ 806,075	\$ 806,075	\$ 1,151,200	\$ 345,125

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 POLICE GRANTS
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Intergovernmental	\$ 334,072	\$ 334,072	\$ 283,433	\$ (50,639)
Total Revenues	334,072	334,072	283,433	(50,639)
Expenditures:				
Current:				
Public safety	258,261	258,261	317,700	(59,439)
Total Expenditures	258,261	258,261	317,700	(59,439)
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	75,811	75,811	(34,267)	(110,078)
Fund Balances, Beginning of Year	1,839	1,839	1,839	-
Fund Balances, End of Year	\$ 77,650	\$ 77,650	\$ (32,428)	\$ (110,078)

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, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Intergovernmental	\$ 133,000	\$ 133,000	\$ 388,224	\$ 255,224
Use of money and property	-	-	(1,141)	(1,141)
Total Revenues	133,000	133,000	387,083	254,083
Expenditures:				
Current:				
Public safety	172,700	172,700	293,989	(121,289)
Capital outlay	-	-	93,094	(93,094)
Total Expenditures	172,700	172,700	387,083	(214,383)
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(39,700)	(39,700)	-	39,700
Fund Balances, Beginning of Year	-	-	-	-
Fund Balances, End of Year	\$ (39,700)	\$ (39,700)	\$ -	\$ 39,700

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ROADWAY DEVELOPMENT FEES
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Licenses and permits	\$ 98,345	\$ 98,345	\$ 193,171	\$ 94,826
Use of money and property	5,000	5,000	(6,858)	(11,858)
Total Revenues	103,345	103,345	186,313	82,968
Expenditures:				
Current:				
Public ways and facilities	125,000	125,000	21,163	103,837
Total Expenditures	125,000	125,000	21,163	103,837
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(21,655)	(21,655)	165,150	186,805
Other Financing Uses:				
Transfers out	(325,000)	(325,000)	(365,486)	(40,486)
Total Other Financing Uses	(325,000)	(325,000)	(365,486)	(40,486)
Net Change in Fund Balance	(346,655)	(346,655)	(200,336)	146,319
Fund Balances, Beginning of Year	818,252	818,252	818,252	-
Fund Balances, End of Year	\$ 471,597	\$ 471,597	\$ 617,916	\$ 146,319

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 HOUSING MITIGATION DEVELOPMENT FEES
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Charges for services	\$ 16,480	\$ 16,480	\$ 8,117	\$ (8,363)
Use of money and property	-	-	(4,167)	(4,167)
Total Revenues	16,480	16,480	3,950	(12,530)
Expenditures:				
Current:				
Community development	51,500	51,500	-	51,500
Total Expenditures	51,500	51,500	-	51,500
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(35,020)	(35,020)	3,950	38,970
Fund Balances, Beginning of Year	374,718	374,718	374,718	-
Fund Balances, End of Year	\$ 339,698	\$ 339,698	\$ 378,668	\$ 38,970

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 TREE MITIGATION FEES
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Charges for services	\$ 36,050	\$ 36,050	\$ 64,964	\$ 28,914
Use of money and property	-	-	(2,305)	(2,305)
Total Revenues	36,050	36,050	62,659	26,609
Expenditures:				
Current:				
Community enhancements	36,050	36,050	14,339	21,711
Total Expenditures	36,050	36,050	14,339	21,711
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	48,320	48,320
Fund Balances, Beginning of Year	155,330	155,330	155,330	-
Fund Balances, End of Year	\$ 155,330	\$ 155,330	\$ 203,650	\$ 48,320

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 PARK FACILITIES DEVELOPMENT FEES
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Charges for services	\$ 76,000	\$ 76,000	\$ 123,053	\$ 47,053
Use of money and property	-	-	(2,525)	(2,525)
Total Revenues	76,000	76,000	120,528	44,528
Expenditures:				
Current:				
Community enhancements	51,500	51,500	-	51,500
Total Expenditures	51,500	51,500	-	51,500
Excess (Deficiency) of Revenues Over (Under) Expenditures	24,500	24,500	120,528	96,028
Fund Balances, Beginning of Year	102,181	102,181	102,181	-
Fund Balances, End of Year	\$ 126,681	\$ 126,681	\$ 222,709	\$ 96,028

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 TRANSIT DEVELOPMENT FEES
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Licenses and permits	\$ 27,847	\$ 27,847	\$ 54,177	\$ 26,330
Use of money and property	530	530	(1,985)	(2,515)
Total Revenues	28,377	28,377	52,192	23,815
Expenditures:				
Current:				
Public ways and facilities	-	-	4,894	(4,894)
Capital outlay	25,000	25,000	-	25,000
Total Expenditures	25,000	25,000	4,894	20,106
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	3,377	3,377	47,298	43,921
Other Financing Sources(Uses):				
Transfers out	(50,000)	(50,000)	(50,000)	-
Total Other Financing Sources	(50,000)	(50,000)	(50,000)	-
(Uses)				
Net Change in Fund Balance	(46,623)	(46,623)	(2,702)	43,921
Fund Balances, Beginning of Year	186,690	186,690	186,690	-
Fund Balances, End of Year	\$ 140,067	\$ 140,067	\$ 183,988	\$ 43,921

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 OTHER GRANTS
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Intergovernmental	\$ 46,050	\$ 166,050	\$ 165,781	\$ (269)
Total Revenues	46,050	166,050	165,781	(269)
Expenditures:				
Current:				
Economic development	-	120,000	48,713	71,287
Community enhancements	-	-	117,068	(117,068)
Total Expenditures	-	120,000	165,781	(45,781)
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	46,050	46,050	-	(46,050)
Fund Balances, Beginning of Year	-	-	-	-
Fund Balances, End of Year	\$ 46,050	\$ 46,050	\$ -	\$ (46,050)

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ASSESSMENT DISTRICT ZONE 1
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Charges for services	\$ 10,523	\$ 10,523	\$ 10,457	\$ (66)
Use of money and property	115	115	(305)	(420)
Total Revenues	10,638	10,638	10,152	(486)
Expenditures:				
Current:				
Public ways and facilities	16,492	16,492	17,916	(1,424)
Total Expenditures	16,492	16,492	17,916	(1,424)
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(5,854)	(5,854)	(7,764)	(1,910)
Fund Balances, Beginning of Year	36,645	36,645	36,645	-
Fund Balances, End of Year	\$ 30,791	\$ 30,791	\$ 28,881	\$ (1,910)

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ASSESSMENT DISTRICT ZONE 2
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Charges for services	\$ 12,413	\$ 12,413	\$ 12,271	\$ (142)
Use of money and property	500	500	(782)	(1,282)
Total Revenues	12,913	12,913	11,489	(1,424)
Expenditures:				
Current:				
Public ways and facilities	13,774	13,774	18,535	(4,761)
Total Expenditures	13,774	13,774	18,535	(4,761)
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(861)	(861)	(7,046)	(6,185)
Fund Balances, Beginning of Year	77,582	77,582	77,582	-
Fund Balances, End of Year	\$ 76,721	\$ 76,721	\$ 70,536	\$ (6,185)

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ASSESSMENT DISTRICT ZONE 3
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Charges for services	\$ 6,550	\$ 6,550	\$ 6,399	\$ (151)
Total Revenues	6,550	6,550	6,399	(151)
Expenditures:				
Current:				
Public ways and facilities	15,221	15,221	14,628	593
Total Expenditures	15,221	15,221	14,628	593
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(8,671)	(8,671)	(8,229)	442
Other Financing Sources(Uses):				
Transfers in	-	-	8,274	8,274
Total Other Financing Sources				
(Uses)	-	-	8,274	8,274
Net Change in Fund Balance	(8,671)	(8,671)	45	8,716
Fund Balances, Beginning of Year	-	-	-	-
Fund Balances, End of Year	\$ (8,671)	\$ (8,671)	\$ 45	\$ 8,716

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ASSESSMENT DISTRICT ZONE 4
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Charges for services	\$ 4,718	\$ 4,718	\$ 4,650	\$ (68)
Total Revenues	4,718	4,718	4,650	(68)
Expenditures:				
Current:				
Public ways and facilities	19,141	19,141	19,701	(560)
Total Expenditures	19,141	19,141	19,701	(560)
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(14,423)	(14,423)	(15,051)	(628)
Other Financing Sources:				
Transfers in	5,959	5,959	15,051	9,092
Total Other Financing Sources	5,959	5,959	15,051	9,092
Net Change in Fund Balance	(8,464)	(8,464)	-	8,464
Fund Balances, Beginning of Year	-	-	-	-
Fund Balances, End of Year	\$ (8,464)	\$ (8,464)	\$ -	\$ 8,464

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ASSESSMENT DISTRICT 98-01
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Charges for services	\$ 10,640	\$ 10,640	\$ 10,621	\$ (19)
Use of money and property	950	950	(1,562)	(2,512)
Total Revenues	11,590	11,590	9,059	(2,531)
Expenditures:				
Current:				
Public ways and facilities	11,601	11,601	11,115	486
Total Expenditures	11,601	11,601	11,115	486
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(11)	(11)	(2,056)	(2,045)
Fund Balances, Beginning of Year	142,970	142,970	142,970	-
Fund Balances, End of Year	\$ 142,959	\$ 142,959	\$ 140,914	\$ (2,045)

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ASSESSMENT DISTRICT 98-02
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Charges for services	\$ 22,200	\$ 22,200	\$ 22,005	\$ (195)
Use of money and property	525	525	(771)	(1,296)
Total Revenues	22,725	22,725	21,234	(1,491)
Expenditures:				
Current:				
Public ways and facilities	30,858	30,858	26,171	4,687
Total Expenditures	30,858	30,858	26,171	4,687
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(8,133)	(8,133)	(4,937)	3,196
Fund Balances, Beginning of Year	73,519	73,519	73,519	-
Fund Balances, End of Year	\$ 65,386	\$ 65,386	\$ 68,582	\$ 3,196

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 ASSESSMENT DISTRICT 03-01
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Charges for services	\$ 88,700	\$ 88,700	\$ 88,729	\$ 29
Use of money and property	6,000	6,000	(10,210)	(16,210)
Total Revenues	94,700	94,700	78,519	(16,181)
Expenditures:				
Current:				
Public ways and facilities	199,650	199,650	184,409	15,241
Total Expenditures	199,650	199,650	184,409	15,241
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(104,950)	(104,950)	(105,890)	(940)
Fund Balances, Beginning of Year	931,674	931,674	931,674	-
Fund Balances, End of Year	\$ 826,724	\$ 826,724	\$ 825,784	\$ (940)

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, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Charges for services	\$ 16,288	\$ 16,288	\$ 16,246	\$ (42)
Use of money and property	200	200	114	(86)
Total Revenues	16,488	16,488	16,360	(128)
Expenditures:				
Current:				
Public ways and facilities	14,253	14,253	12,008	2,245
Total Expenditures	14,253	14,253	12,008	2,245
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	2,235	2,235	4,352	2,117
Fund Balances, Beginning of Year	30,722	30,722	30,722	-
Fund Balances, End of Year	\$ 32,957	\$ 32,957	\$ 35,074	\$ 2,117

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, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Charges for services	\$ 19,343	\$ 19,343	\$ 19,961	\$ 618
Use of money and property	350	350	(322)	(672)
Total Revenues	19,693	19,693	19,639	(54)
Expenditures:				
Current:				
Public ways and facilities	57,478	57,478	31,417	26,061
Total Expenditures	57,478	57,478	31,417	26,061
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(37,785)	(37,785)	(11,778)	26,007
Fund Balances, Beginning of Year	34,455	34,455	34,455	-
Fund Balances, End of Year	\$ (3,330)	\$ (3,330)	\$ 22,677	\$ 26,007

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 LIGHTING ASSESSMENT DISTRICT
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Charges for services	\$ 348,655	\$ 348,655	\$ 361,118	\$ 12,463
Total Revenues	348,655	348,655	361,118	12,463
Expenditures:				
Current:				
Public ways and facilities	464,623	464,623	411,165	53,458
Total Expenditures	464,623	464,623	411,165	53,458
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(115,968)	(115,968)	(50,047)	65,921
Other Financing Sources:				
Transfers out	-	-	(420,321)	(420,321)
Transfers in	85,250	85,250	73,517	(11,733)
Other debts issued	-	-	396,601	396,601
Total Other Financing Sources	85,250	85,250	49,797	(35,453)
Net Change in Fund Balance	(30,718)	(30,718)	(250)	30,468
Fund Balances, Beginning of Year	250	250	250	-
Fund Balances, End of Year	\$ (30,468)	\$ (30,468)	\$ -	\$ 30,468

CITY OF CITRUS HEIGHTS

SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 POLICE DONATIONS
 YEAR ENDED JUNE 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Contributions	\$ -	\$ -	\$ 2,826	\$ 2,826
Total Revenues	-	-	2,826	2,826
Expenditures:				
Current:				
Public safety	1,500	1,500	991	509
Community enhancements	-	-	100	(100)
Total Expenditures	1,500	1,500	1,091	409
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,500)	(1,500)	1,735	3,235
Fund Balances, Beginning of Year	14,251	14,251	14,251	-
Fund Balances, End of Year	\$ 12,751	\$ 12,751	\$ 15,986	\$ 3,235

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, 2022**

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Licenses and permits	\$ -	\$ -	\$ 136,004	\$ 136,004
Total Revenues	-	-	136,004	136,004
Expenditures:				
Current:				
Economic development	-	-	82,333	(82,333)
Total Expenditures	-	-	82,333	(82,333)
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	53,671	53,671
Other Financing Sources:				
Transfers out	(857,192)	(857,192)	-	857,192
Total Other Financing Sources	(857,192)	(857,192)	-	857,192
Net Change in Fund Balance	(857,192)	(857,192)	53,671	910,863
Fund Balances, Beginning of Year	3,946,574	3,946,574	3,946,574	-
Fund Balances, End of Year	\$ 3,089,382	\$ 3,089,382	\$ 4,000,245	\$ 910,863

CITY OF CITRUS HEIGHTS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MEASURE A CONSTRUCTION
YEAR ENDED JUNE 30, 2022**

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 668,846	\$ 668,846
Use of money and property	-	-	(13,765)	(13,765)
Miscellaneous	549,521	549,521	-	(549,521)
Total Revenues	549,521	549,521	655,081	105,560
Expenditures:				
Current:				
Public ways and facilities	275,000	275,000	130,704	144,296
Total Expenditures	275,000	275,000	130,704	144,296
Excess (Deficiency) of Revenues Over (Under) Expenditures	274,521	274,521	524,377	249,856
Other Financing Uses:				
Transfers out	(857,192)	(857,192)	(858,563)	(1,371)
Total Other Financing Uses	(857,192)	(857,192)	(858,563)	(1,371)
Net Change in Fund Balance	(582,671)	(582,671)	(334,186)	248,485
Fund Balances, Beginning of Year	1,596,046	1,596,046	1,596,046	-
Fund Balances, End of Year	\$ 1,013,375	\$ 1,013,375	\$ 1,261,860	\$ 249,856

CITY OF CITRUS HEIGHTS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
COMMUNITY CAPITAL REPLACEMENT
YEAR ENDED JUNE 30, 2022**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Licenses and permits	\$ 18,540	\$ 18,540	\$ 18,313	\$ (227)
Intergovernmental	-	-	37,428	37,428
Total Revenues	18,540	18,540	55,741	37,201
Expenditures:				
Current:				
General government	-	-	9,569	(9,569)
Public safety	65,000	65,000	228	64,772
Culture and recreation	130,000	130,000	52,643	77,357
Community enhancements	-	-	38,184	(38,184)
Capital outlay	485,000	485,000	254,671	230,329
Total Expenditures	680,000	680,000	355,295	324,705
Excess (Deficiency) of Revenues Over (Under) Expenditures	(661,460)	(661,460)	(299,554)	361,906
Other Financing Sources:				
Transfers in	390,000	390,000	390,000	-
Proceeds from sale of capital asset	-	-	150,676	150,676
Transfers out	(857,192)	(857,192)	-	857,192
Total Other Financing Sources	(467,192)	(467,192)	540,676	1,007,868
Net Change in Fund Balance	(1,128,652)	(1,128,652)	241,122	1,369,774
Fund Balances, Beginning of Year	665,731	665,731	665,731	-
Fund Balances, End of Year	\$ (462,921)	\$ (462,921)	\$ 906,853	\$ 1,369,774

CITY OF CITRUS HEIGHTS

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
STREETS
YEAR ENDED JUNE 30, 2022**

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
Revenues:				
Intergovernmental	\$ 5,485,240	\$ 5,485,240	\$ 3,268,099	\$ (2,217,141)
Miscellaneous	-	-	-	-
Total Revenues	5,485,240	5,485,240	3,268,099	(2,217,141)
Expenditures:				
Current:				
Public ways and facilities	1,246,000	1,727,012	26,030	1,700,982
Community enhancements	-	-	15,464	(15,464)
Capital outlay	12,346,771	12,346,771	10,234,978	2,111,793
Total Expenditures	13,592,771	14,073,783	10,276,472	3,797,311
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,107,531)	(8,588,543)	(7,008,373)	1,580,170
Other Financing Sources:				
Transfers in	8,107,531	8,107,531	10,756,655	2,649,124
Transfers out	(857,192)	(857,192)	(16,106)	841,086
Total Other Financing Sources	7,250,339	7,250,339	10,740,549	3,490,210
Net Change in Fund Balance	(857,192)	(1,338,204)	3,732,176	5,070,380
Fund Balances, Beginning of Year	(380,518)	(380,518)	(380,518)	-
Fund Balances, End of Year	\$ (1,237,710)	\$ (1,718,722)	\$ 3,351,658	\$ 5,070,380

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF FIDUCIARY NET POSITION
ALL CUSTODIAL FUNDS
JUNE 30, 2022

	Fire Capital Facilities Fee	STA Fees	WISN ESAC	Totals
Assets:				
Cash and cash equivalents	\$ 25,665	\$ 138,950	\$ 162,432	\$ 327,047
Total Assets	25,665	138,950	162,432	327,047
Net Position:				
Restricted for individuals, organizations and other governments	25,665	138,950	162,432	327,047
Total Net Position	\$ 25,665	\$ 138,950	\$ 162,432	\$ 327,047

CITY OF CITRUS HEIGHTS

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 ALL CUSTODIAL FUNDS
 YEAR ENDED JUNE 30, 2022

	<u>Fire Capital Facilities Fee</u>	<u>STA Fees</u>	<u>WISN ESAC</u>	<u>Totals</u>
Additions:				
Intergovernmental	<u>\$ 352,875</u>	<u>\$ 373,348</u>	<u>\$ 8,114</u>	<u>\$ 734,337</u>
Total Additions	<u>352,875</u>	<u>373,348</u>	<u>8,114</u>	<u>734,337</u>
Deductions:				
Contractual services	<u>516,232</u>	<u>234,400</u>	<u>1,965</u>	<u>752,597</u>
Total Deductions	<u>516,232</u>	<u>234,400</u>	<u>1,965</u>	<u>752,597</u>
Changes in Net Position	<u>(163,357)</u>	<u>138,948</u>	<u>6,149</u>	<u>(18,260)</u>
Net Position - Beginning of the Year	<u>189,022</u>	<u>2</u>	<u>156,283</u>	<u>345,307</u>
Net Position - End of the Year	<u><u>\$ 25,665</u></u>	<u><u>\$ 138,950</u></u>	<u><u>\$ 162,432</u></u>	<u><u>\$ 327,047</u></u>

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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.	138-141
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	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	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.

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

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental activities										
Invested in capital assets	\$ 369,630,853	\$ 366,354,751	\$ 362,247,604	\$ 351,834,754	\$ 355,292,096	\$ 344,507,138	\$ 336,912,872	\$ 328,594,520	\$ 319,214,442	\$ 316,887,986
Restricted	22,751,540	15,749,227	15,682,624	15,279,052	15,935,790	16,266,052	13,375,587	19,575,754	25,779,873	25,868,240
Unrestricted	25,246,205	28,626,101	12,581,607	14,663,297	4,264,024	1,755,048	1,882,908	(6,606,540)	(7,281,556)	4,318,206
Total governmental activities net position	\$ 417,628,598	\$ 410,730,079	\$ 390,511,835	\$ 381,777,103	\$ 375,491,910	\$ 362,528,238	\$ 352,171,367	\$ 341,563,734	\$ 337,712,759	\$ 347,074,432
Business-type activities										
Invested in capital assets	\$ -	\$ 200,000	\$ 200,000	\$ 321,123	\$ 389,449	\$ 381,575	\$ 373,702	\$ 365,829	\$ 357,956	\$ 350,082
Unrestricted	655,163	614,441	406,354	265,517	160,563	219,434	306,142	533,964	775,308	1,131,508
Total business-type activities net position	\$ 655,163	\$ 814,441	\$ 606,354	\$ 586,640	\$ 550,012	\$ 601,009	\$ 679,844	\$ 899,793	\$ 1,133,264	\$ 1,481,590
Primary government										
Invested in capital assets	\$ 369,630,853	\$ 366,554,751	\$ 362,447,604	\$ 352,155,877	\$ 355,681,545	\$ 344,888,713	\$ 337,286,574	\$ 328,960,349	\$ 319,572,398	\$ 317,238,068
Restricted	22,751,540	15,749,227	15,682,624	15,279,052	15,935,790	16,266,052	13,375,587	19,575,754	25,779,873	25,868,240
Unrestricted	25,901,368	29,240,542	12,987,961	14,928,814	4,424,587	1,974,482	2,189,050	(6,072,576)	(6,506,248)	5,449,714
Total primary government net position	\$ 418,283,761	\$ 411,544,520	\$ 391,118,189	\$ 382,363,743	\$ 376,041,922	\$ 363,129,247	\$ 352,851,211	\$ 342,463,527	\$ 338,846,023	\$ 348,556,022

Source: City Administrative Services Department

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

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Governmental activities:										
General government	\$ 4,905,500	\$ 4,825,401	\$ 5,401,023	\$ 4,704,899	\$ 5,463,122	\$ 6,106,557	\$ 6,909,949	\$ 7,360,783	\$ 10,210,576	\$ 7,729,201
Public safety	18,371,871	19,595,533	18,092,747	17,355,288	18,378,242	21,698,128	24,025,017	24,443,611	23,338,398	15,877,629
Public ways and facilities	25,152,231	27,499,125	30,037,037	34,185,103	24,188,701	24,395,899	21,730,069	19,019,629	18,149,133	17,660,038
Culture and recreation	692,989	613,235	555,342	654,183	669,948	722,254	720,442	830,572	540,427	906,037
Economic development	114,616	172,083	159,243	214,978	402,904	353,608	296,233	950,409	916,027	55,751
Community enhancements	4,429,170	4,407,068	4,319,791	4,313,943	4,710,977	4,664,278	3,953,127	3,928,848	3,877,993	4,085,740
Interest on long-term debt	-	-	-	-	-	-	70,962	151,957	144,455	131,908
Total governmental activities expenses	53,666,377	57,112,445	58,565,183	61,428,394	53,813,894	57,940,724	57,705,799	56,685,809	57,177,009	46,446,304
Business-type activities:										
Solid waste	752,084	529,464	903,522	757,028	798,694	751,291	809,466	675,849	732,927	788,023
Total business-type activities expenses	752,084	529,464	903,522	757,028	798,694	751,291	809,466	675,849	732,927	788,023
Total primary government expenses	54,418,461	57,641,909	59,468,705	62,185,422	54,612,588	58,692,015	58,515,265	57,361,658	57,909,936	47,234,327
Program revenues										
Governmental activities:										
Charges for services:										
General government	305,057	331,675	381,923	1,120,688	1,151,570	1,185,547	1,888,219	1,902,206	1,904,861	1,745,213
Public safety	366,726	459,073	337,199	1,547,840	1,759,927	1,488,252	1,978,407	2,133,898	2,074,980	2,173,237
Public ways and facilities	4,789,239	4,730,893	4,666,240	4,359,774	4,500,372	4,324,674	4,474,641	5,344,895	4,759,239	5,357,787
Culture and recreation	343,817	374,244	311,350	352,401	354,517	449,711	32,526	22,473	-	18,313
Economic development	-	-	100	50	-	-	-	-	-	-
Community enhancements	842,151	1,036,139	1,298,079	1,912,936	1,597,005	498,673	1,242,148	1,508,999	2,730,818	3,221,746
Operating grants and contributions	10,909,700	13,558,056	13,179,453	10,236,552	6,087,515	6,265,040	7,165,367	6,053,305	11,072,674	10,921,489
Capital grants and contributions	7,590,789	7,173,645	2,418,225	4,489,329	2,006,396	1,483,643	7,101,580	3,790,741	3,589,794	5,389,435
Total governmental activities program revenues	25,147,479	27,663,725	22,592,569	24,019,570	17,457,302	15,695,540	23,882,888	20,756,517	26,132,366	28,827,220
Business-type activities:										
Charges for services:										
Solid waste	651,300	657,027	710,618	732,401	761,614	798,838	839,030	829,397	904,130	1,092,589
Total business-type activities program revenues	651,300	657,027	710,618	732,401	761,614	798,838	839,030	829,397	904,130	1,092,589
Total primary government program revenues	25,798,779	28,320,752	23,303,187	24,751,971	18,218,916	16,494,378	24,721,918	21,585,914	27,036,496	29,919,809
Net (Expense)/Revenue										
Governmental activities	(28,518,898)	(29,448,720)	(35,972,614)	(37,408,824)	(36,356,592)	(42,245,184)	(33,822,911)	(35,929,292)	(31,044,643)	(17,619,084)
Business-type activities	(100,784)	127,563	(192,904)	(24,627)	(37,080)	47,547	29,564	153,548	171,203	304,566
Total primary government net expense	(28,619,682)	(29,321,157)	(36,165,518)	(37,433,451)	(36,393,672)	(42,197,637)	(33,793,347)	(35,775,744)	(30,873,440)	(17,314,518)

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

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Continued from previous page:										
General Revenues and Other Changes in Net Position:										
Governmental activities:										
Taxes:										
Property taxes	270,913	139,634	138,659	946,113	991,552	758,653	339,571	306,250	383,773	638,183
Sales and use tax	11,261,741	11,195,869	11,230,382	15,977,575	15,412,345	15,653,986	12,542,158	12,083,836	13,373,483	14,412,009
Utility users tax	2,770,644	2,739,486	2,768,562	2,810,771	2,881,617	2,932,236	2,739,888	2,650,891	2,717,945	2,794,196
Other taxes	1,362,446	1,332,334	1,416,552	1,601,229	1,616,163	1,600,300	2,225,772	2,019,859	1,412,898	1,807,986
Shared intergovernmental revenues	6,659,357	6,652,222	7,015,174	7,260,670	7,611,171	8,037,540	8,436,657	8,887,426	9,303,916	9,683,155
Investment earnings	(299,378)	455,531	246,710	527,734	1,108,551	254,162	32,181	458,727	1,650	-
Transfers	2,918	35,125	-	-	-	-	-	-	-	-
Total governmental activities	22,028,641	22,550,201	22,816,039	29,124,092	29,621,399	29,236,877	26,316,227	26,406,989	27,193,665	29,335,529
Business-type activities:										
Investment earnings	(968)	31,715	4,158	4,913	452	3,450	49,255	66,401	1,117	(14,531)
Other revenue									61,151	58,444
Transfers	(2,918)	-	-	-	-	-	-	-	-	-
Total business-type activities	(3,886)	31,715	4,158	4,913	452	3,450	49,255	66,401	62,268	43,913
Total primary government	22,024,755	22,581,916	22,820,197	29,129,005	29,621,851	29,240,327	26,365,482	26,473,390	27,255,933	29,379,442
Changes in Net Position										
Governmental activities	(6,490,257)	(6,898,519)	(13,156,575)	(8,284,732)	(6,735,193)	(13,008,307)	(10,356,855)	(10,607,634)	(3,850,978)	9,361,673
Business-type activities	(104,670)	159,278	(188,746)	(19,714)	(36,628)	50,997	78,819	219,949	233,471	348,480
Total primary government	\$ (6,594,927)	\$ (6,739,241)	\$ (13,345,321)	\$ (8,304,446)	\$ (6,771,821)	\$ (12,957,310)	\$ (10,278,036)	\$ (10,387,685)	\$ (3,617,507)	\$ 9,710,153

Source: City Administrative Services Department

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

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund:										
Nonspendable	\$ 1,233,199	\$ 1,144,639	\$ 962,457	\$ 298,407	\$ 32,159	\$ 279,210	\$ 135,485	\$ 302,545	\$ 145,343	\$ 64,859
Restricted	-	6,443	14,148	14,613	25,394	21,143	-	-	-	-
Committed	29,080,819	27,279,124	19,395,418	18,616,257	4,559,378	4,559,378	4,561,978	4,486,978	4,486,978	4,486,978
Unassigned	855,369	925,202	64,943	146,734	1,101,504	314,061	1,833,065	490,603	4,258,505	7,380,554
Total general fund	<u>31,169,387</u>	<u>29,355,408</u>	<u>20,436,966</u>	<u>19,076,011</u>	<u>5,718,435</u>	<u>5,173,792</u>	<u>6,530,528</u>	<u>5,280,126</u>	<u>8,890,826</u>	<u>11,932,391</u>
All Other Governmental Funds:										
Nonspendable	512,312	643,352	-	-	-	2,784,600	2,285,330	1,980	2,345	8,083
Restricted	3,454,581	9,994,202	9,479,154	9,723,591	10,067,839	8,702,340	13,375,587	20,775,754	25,779,873	25,868,240
Assigned	9,705,971	-	1,652,198	928,925	894,318	1,374,838	945,767	1,141,407	1,172,209	1,467,001
Unassigned (deficit)	(578,904)	950,267	(570,131)	(122,707)	(132,660)	(262,719)	(181,979)	(140,450)	(415,934)	(32,428)
Total all other governmental funds	<u>13,093,960</u>	<u>11,587,821</u>	<u>10,561,221</u>	<u>10,529,809</u>	<u>10,829,497</u>	<u>12,599,059</u>	<u>16,424,705</u>	<u>21,778,691</u>	<u>26,538,493</u>	<u>27,310,896</u>
Total all governmental funds	<u>\$44,263,347</u>	<u>\$40,943,229</u>	<u>\$30,998,187</u>	<u>\$29,605,820</u>	<u>\$16,547,932</u>	<u>\$17,772,851</u>	<u>\$22,955,233</u>	<u>\$27,058,817</u>	<u>\$35,429,319</u>	<u>\$39,243,287</u>

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)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues:										
Taxes and assessments	\$ 20,405,852	\$ 15,419,083	\$ 15,582,175	\$ 16,984,351	\$ 16,631,964	\$ 16,522,415	\$ 16,837,829	\$ 16,252,772	\$ 17,671,002	\$ 19,197,868
Licenses, permits and fees	1,069,757	1,162,034	1,467,405	1,524,848	1,631,147	1,462,504	1,567,925	1,949,980	3,000,422	3,540,116
Fines and forfeitures	898,734	947,834	1,454,939	1,084,980	1,247,094	1,147,719	1,127,317	1,154,133	1,227,526	1,265,820
Intergovernmental	22,909,194	24,645,011	19,573,316	22,748,760	19,003,009	18,839,531	21,159,815	17,640,156	23,490,200	25,327,254
Use of money and property	803,392	890,087	577,893	874,978	1,398,709	515,517	944,989	761,884	191,732	311,632
Charges for services	1,080,785	6,281,132	6,197,842	6,470,344	6,598,162	6,594,424	7,049,858	7,694,919	7,317,943	7,726,053
Contributions	26,522	25,520	27,126	1,807,470	155,409	19,726	26,872	42,369	103,390	4,416
Other revenues	83,037	52,826	6,031	216,226	1,082,642	491,114	1,580,426	1,430,106	328,076	710,956
Total revenues	47,277,273	49,423,527	44,886,727	51,711,957	47,748,136	45,592,950	50,295,031	46,926,319	53,330,291	58,084,115
Expenditures:										
General government	4,472,530	4,472,814	4,732,760	4,940,481	5,547,678	5,582,583	6,364,953	6,481,755	8,989,692	8,086,021
Public safety	17,944,997	18,945,346	18,954,246	19,537,621	19,631,973	20,018,189	21,352,292	21,743,031	21,077,282	20,242,145
Public ways and facilities	18,506,469	12,507,432	14,809,940	16,288,336	12,303,244	11,251,339	10,177,443	7,469,779	6,347,685	6,348,281
Culture and recreation	682,528	608,931	560,376	667,099	724,750	704,866	673,253	787,545	478,510	961,940
Economic development	114,395	171,271	159,924	223,753	405,901	298,781	289,440	927,770	907,684	576,313
Community enhancements	4,406,960	4,348,398	4,388,846	4,425,724	4,714,654	4,306,626	3,920,072	3,708,522	3,573,622	4,139,680
Capital outlay	8,278,153	12,620,848	25,084,392	7,036,250	4,144,138	2,318,319	5,103,347	4,060,450	3,737,928	10,695,156
Debt service:										
Lease principal ¹	-	-	7,638,960	-	13,749,031	-	-	-	-	-
Principal retirement ²	-	-	-	-	-	-	-	-	76,169	3,583,049
Interest and fiscal charges	-	-	-	-	-	-	70,962	76,664	154,731	184,839
Total expenditures	54,406,032	53,675,040	76,329,444	53,119,264	61,221,369	44,480,703	47,951,762	45,255,516	45,343,303	54,817,424
Reconciliation of Governmental Revenues										
Less Expenditures to Fund Equity:										
Revenues over (under) expenditures	(7,128,759)	(4,251,513)	(31,442,717)	(1,407,307)	(13,473,233)	1,112,247	2,343,269	1,670,803	7,986,988	3,266,691
Other financing sources (uses):										
Tax sharing payments	-	-	21,387,991	-	-	-	-	-	-	-
Loan issued	-	-	-	-	-	-	-	-	347,268	396,601
Draw on line of credit	-	-	-	-	-	-	50,001	3,470,000	-	-
Proceeds from sale of capital assets	24,321	105,911	109,684	14,940	415,345	112,672	32,181	48,112	36,246	150,676
Transfers in	4,938,773	3,106,136	2,642,014	2,514,601	15,236,333	1,514,764	320,356	4,176,222	2,148,207	11,428,316
Transfers out	(4,935,855)	(3,106,136)	(2,642,014)	(2,514,601)	(15,236,333)	(1,514,764)	(320,356)	(4,176,222)	(2,148,207)	(11,428,316)
Total other financing sources (uses)	27,239	105,911	21,497,675	14,940	415,345	112,672	82,182	3,518,112	383,514	547,277
Net change in fund balances	\$ (7,101,520)	\$ (4,145,602)	\$ (9,945,042)	\$ (1,392,367)	\$ (13,057,888)	\$ 1,224,919	\$ 2,425,451	\$ 5,188,915	\$ 8,370,502	\$ 3,813,968
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	14.91%	0.00%	24.09%	0.00%	0.17%	0.19%	0.55%	8.54%

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.

² In 2022, the City repaid the outstanding revolving line of credit balance.

Due to the purchase, the capital lease liability was extinguished.

Source: City Administrative Services Department

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

	2012/2013	2013/2014	2014/2015	2015/2016	2016/2017	2017/2018	2018/2019	2019/2020	2020/2021	2021/2022
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	0.08230	0.07280	0.04850	0.03060	0.06480	0.01460	0.03320	0.02940	0.02000	0.02360
Los Rios College Gob	0.01930	0.01810	0.01130	0.00910	0.01410	0.01300	0.01310	0.02320	0.02230	0.02490
North Sacto Elementary Gob	0.01670	0.02060	0.01850	0.01260	0.01680	0.00000	0.00000	0.00000	0.00000	0.00000
Rio Linda Elementary Bond	0.05760	0.05570	0.05290	0.04890	0.05210	0.00000	0.00000	0.00000	0.00000	0.00000
San Juan Unified	0.10030	0.16300	0.15090	0.15470	0.15220	0.21150	0.19930	0.17930	0.18090	0.18870
Twin Rivers Unified	0.01170	0.00990	0.05520	0.03890	0.04810	0.14430	0.07340	0.10330	0.10610	0.09840
Total Direct & Overlapping² Tax Rates	1.28790	1.34010	1.33730	1.29480	1.34810	1.38340	1.31900	1.33520	1.32930	1.33560
City's Share of 1% Levy Per Prop 13 ³	0.08431	0.08431	0.08431	0.08431	0.08431	0.08431	0.08431	0.08431	0.08431	0.08431
Voter Approved City Debt Rate										
Redevelopment Rate ⁴										
Total Direct Rate ⁵	0.12388	0.07634	0.07664	0.07735	0.07759	0.08140	0.07837	0.07908	0.07943	0.07966

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 2012/13 - 2021/22 Tax Rate Table
Source: HDL Coren & Cone

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

	Total Real										Redevelopment Agency				
	City *					Total					Table				
	Residential Property	Commercial Property	Industrial Property	Other Property	Secured Property	Unsecured Property	Assessed	Full Market	Tax Rate	Total Direct Tax Rate	Secured	Unsecured	Less: Exemptions	Assessed Value	Direct Tax Rate
FY 12-13	4,125,843,469	987,468,004	24,340,107	40,991,950	5,178,643,530	136,454,777	5,315,098,307	5,315,098,307	0.12	535,868,652	53,083,982	434,000	588,518,634	0.084%	
FY 13-14	4,392,797,873	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	521,362,337	51,620,891	434,000	572,549,228	0.084%	
FY 14-15	4,722,373,921	946,555,612	24,549,642	36,971,515	5,730,450,690	129,655,189	5,860,105,879	5,860,105,879	0.08	519,033,049	48,319,149	420,000	566,932,198	0.084%	
FY 15-16	4,904,511,049	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	505,368,074	38,951,421	378,000	543,941,495	0.084%	
FY 16-17	5,123,458,670	995,114,927	26,777,317	48,869,328	6,194,220,242	127,456,727	6,321,676,969	6,321,676,969	0.08	515,200,283	39,266,230	371,000	554,095,513	0.084%	
FY 17-18	5,436,063,995	1,071,328,921	27,361,771	44,407,597	6,579,162,284	125,883,733	6,705,046,017	6,705,046,017	0.08	532,993,401	36,254,710	322,000	568,926,111	0.084%	
FY 18-19	5,759,511,551	1,094,930,040	31,158,659	47,155,289	6,932,755,539	131,198,394	7,063,953,933	7,195,152,327	0.08	-	-	-	-	0.000%	
FY 19-20	6,063,826,197	1,109,893,409	28,709,180	54,462,552	7,256,891,338	129,920,746	7,386,812,084	7,516,732,830	0.08	-	-	-	-	0.000%	
FY 20-21	6,368,025,400	1,142,931,179	29,220,643	63,644,340	7,603,821,562	133,241,641	7,737,063,203	7,870,304,844	0.08	-	-	-	-	0.000%	
FY 21-22	6,676,628,818	1,104,565,332	29,522,369	86,849,964	7,897,566,483	126,225,115	8,023,791,598	8,150,016,713	0.08	-	-	-	-	100.000%	

Source: Sacramento County Assessor 2012/13-2021/22 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
Principal Property Tax Payers
Current Year and 9 Years Ago

Property Owner	2021-2022			2012-2013		
	Assessed Valuation	Rank	% of Total	Assessed Valuation	Rank	% of Total
Montage Apartments Property	\$ 80,929,813	1	1.01%			
Birdcage Marketplace LLC	68,967,620	2	0.86%	58,944,341	2	1.11%
Lakeview Gold 101305 LP	49,294,232	3	0.61%			
MG Atwood Apartments Ria LLC	48,436,658	4	0.60%			
Spring Creek Apartments LP	46,981,740	5	0.59%			
Mitchell Sippola LP	43,810,911	6	0.55%			
Wal-Mart Real Estate/Sam's Club	27,776,345	7	0.35%	24,131,913	6	0.45%
Wedgewood Commons Apartments LLC	26,586,840	8	0.33%			
Marshall Field Stores Inc	26,408,603	9	0.33%	23,310,903	8	0.44%
Ethan Conrad	26,346,181	10	0.33%			
Steadfast Sunrise LLC				78,628,110	1	1.48%
FOAF Oak Creek LLC				51,230,651	3	0.96%
J. And M. Marlow Family Trust				42,690,867	4	0.80%
Grove at Sunrise LLC				29,091,565	5	0.55%
Ashley 2012 Family Trust				23,897,032	7	0.45%
Sears Roebuck Company				21,531,948	9	0.41%
Costco Wholesale Corporation				21,351,728	10	0.40%
	<u>\$ 445,538,943</u>		<u>5.56%</u>	<u>\$ 374,809,058</u>		<u>7.05%</u>

Information collected by: HDL Coren & Cone

Data Source: Sacramento County Assessor 2021/22 & 2012/13 Combined Tax Rolls and the SBE Non Unitary Tax Roll

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

Fiscal Year Ended June 30	City Direct Rate	Sacramento County	STA Measure A	State of California	Total Sales Tax Rate
2013	1.00	0.25	0.50	6.25	8.00%
2014	1.00	0.25	0.50	6.25	8.00%
2015	1.00	0.25	0.50	6.25	8.00%
2016	1.00	0.25	0.50	6.25	8.00%
2017	1.00	0.25	0.50	6.00	7.75%
2018	1.00	0.25	0.50	6.00	7.75%
2019	1.00	0.25	0.50	6.00	7.75%
2020	1.00	0.25	0.50	6.00	7.75%
2021	1.00	0.25	0.50	6.00	7.75%
2022	1.00	0.25	0.50	6.00	7.75%

Source: California State Board of Equalization

City of Citrus Heights, California

Schedule of Top 25 Principal Sales Tax Remitters (listed in alphabetical order)

Current year and Nine Years Ago

Fiscal Year Ended June 30, 2021

2022 (represents 50.93% of total sales tax)	2013 (represents 53.85% of total sales tax)
7 Eleven	Arco AM PM
76 Market	Arco AM PM
A&A Stepping Stone Manufacturing	AT&T Mobility
Arco AM PM	Barnes & Noble
Arco AM PM	Best Buy
Best Buy	Burlington
Burlington	Chevron
Chevon	Costco
Citrus Heights Shell	JC Penney
Costco	Kmart
Green Acres Nursery & Supply	Kohls
JC Penny	Lowe's
Kohls	Macy's
Lowes	Maita Honda
Maita Honda	Marshalls
Marshalls	Old Navy
McDonalds	Pastor Auto Care
Pastor Auto Care	Ross
Quik Stop	Sams Club w/Fuel
Ross	Sears
Sams Club w/Fuel	Shell
Target	Target
Texas Roadhouse	Toys R Us
Walgreens	Walgreens
Walmart Supercenter	Walmart Supercenter

* Firms Listed Alphabetically

Period: July 2021 thru June 2022

Period: July 2012 thru June 2013

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

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

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

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year*	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
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	4,481,889	4,481,889	100%	-	4,481,889	100%
2016	4,801,882	4,662,052	100%	-	4,662,052	100%
2017	4,960,511	4,774,258	100%	-	4,774,258	100%
2018	5,286,616	4,885,101	100%	-	4,885,101	100%
2019	5,593,319	5,593,319	100%	-	5,593,319	100%
2020	5,888,260	5,888,260	100%	-	5,888,260	100%
2021	6,203,470	6,203,470	100%	-	6,203,470	100%
2022	6,521,191	6,521,191	100%	-	6,521,191	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, 2022

2021-22 Assessed Valuation \$8,022,787,813

	Total Debt 6/30/2022	% Applicable ¹	City's Share of Debt 6/30/2022
DIRECT & OVERLAPPING TAX & ASSESSMENT DEBT:			
Los Rios Community College District	495,095,000	3.480%	17,229,306
San Juan Unified School District	752,168,565	19.242	144,732,275
Twin Rivers Unified School District	51,225,000	0.221	113,207
Twin Rivers Unified School District (former Grant Joint UHSD)	259,153,860	0.174	450,928
CA Statewide Communities Development Authority Assessment District No. 19-14Ca	4,641,000	100	4,561,000
City of Citrus Heights	604,652	100	604,652
TOTAL DIRECT & OVERLAPPING TAX & ASSESSMENT DEBT			167,691,368
OVERLAPPING GENERAL FUND DEBT:			
Sacramento County General Fund Obligations	128,277,354	4.192%	5,377,387
Sacramento County Pension Obligation Bonds	625,201,330	4.192	26,208,440
Sacramento Board of Education Certificates of Participation	2,635,000	4.192	110,459
Twin Rivers Unified School District Certificates of Participation	8,090,000	0.174	14,077
City of Citrus Heights General Fund Obligations	3,520,001	100	3,520,001
Sacramento Metropolitan Fire District General Fund Obligations	8,030,000	10.334	829,820
Sacramento Metropolitan Fire District Pension Obligations Bonds	27,530,000	10.334	2,844,950
Orangevale Recreation and Park District Certificates of Participation	902,000	0.034	307
Sunrise Recreation and Park District Certificates of Participation	5,060,000	54.823	2,774,044
TOTAL GROSS OVERLAPPING GENERAL FUND DEBT			41,679,485
Less: Sacramento County supported obligations			575,870
TOTAL NET OVERLAPPING GENERAL FUND DEBT			\$ 41,103,615
TOTAL DIRECT DEBT			\$4,124,653
TOTAL GROSS OVERLAPPING DEBT			205,246,200
TOTAL NET OVERLAPPING DEBT			204,670,330
GROSS COMBINED TOTAL DEBT			209,370,853 ²
NET COMBINED TOTAL DEBT			208,794,983

⁽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 2021-22 Assessed Valuation:

Total Overlapping Tax and Assessment Debt	2.08%
Direct Debt	0.04%
Gross Combined Total Debt	2.60%
Net Combined Total Debt	2.59%

Source: California Municipal Statistics, Inc.

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

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Assessed Value	\$ 5,315,098,307	\$ 5,536,342,474	\$ 5,860,105,879	\$ 6,048,620,069	\$ 6,321,676,969	\$ 6,705,046,017	\$ 7,063,953,933	\$ 7,386,812,084	\$ 7,737,063,203	\$ 7,897,566,483
Conversion Percentage	25%	25%	25%	25%	25%	25%	25%	25%	25%	25%
Adjusted Assessed Value	1,328,774,577	1,384,085,619	1,465,026,470	1,512,155,017	1,580,419,242	1,676,261,504	1,765,988,483	1,846,703,021	1,934,265,801	1,974,391,621
Debt Limit Percentage	15%	15%	15%	15%	15%	15%	15%	15%	15%	15%
Debt limit	199,316,187	207,612,843	219,753,970	226,823,253	237,062,886	251,439,226	264,898,272	277,005,453	290,139,870	296,158,743
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$ 199,316,187	\$ 207,612,843	\$ 219,753,970	\$ 226,823,253	\$ 237,062,886	\$ 251,439,226	\$ 264,898,272	\$ 277,005,453	\$ 290,139,870	\$ 296,158,743
Total net debt applicable to the limit as a percentage of debt limit	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%

Source: City Administrative Services Department

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

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

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

Fiscal Year Ended June 30	Debt	Percentage of Personal Income	Per Capita
2013	\$ -	-	\$ -
2014	-	-	-
2015	13,749,031	652.44%	162.61
2016	13,749,031	651.70%	159.33
2017	-	-	-
2018	-	-	-
2019	50,001	2.10%	0.57
2020	3,520,001	138.10%	40.09
2021	3,791,100	140.49%	43.17
2022	604,652	21.44%	18.51

Source: City Administrative Services Department

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

Calendar Year	Population	Personal Income (In Thousands)	Per Capita Personal Income	Unemployment Rate	Median Age	% of Pop 25+ w/ High School Degree	% of Pop 25+ w/ Bachelor's Degree
2012	84,345	\$ 2,168,257	\$ 25,707	5.8%	37.1	89.2%	18.5%
2013	84,544	2,163,481	25,590	4.9%	37.0	89.9%	19.2%
2014	84,550	2,107,324	24,924	7.7%	37.0	89.2%	18.9%
2015	86,291	2,109,711	24,448	6.3%	37.8	89.2%	18.9%
2016	87,013	2,097,135	24,101	5.6%	37.3	89.9%	18.8%
2017	87,731	2,193,100	24,997	4.5%	37.7	89.6%	19.0%
2018	88,095	2,377,290	26,985	3.7%	37.6	90.2%	20.0%
2019	87,811	2,548,891	29,027	3.5%	37.7	90.2%	20.7%
2020	87,811	2,698,425	30,729	9.0%	38.0	90.3%	20.4%
2021	86,367	2,820,690	32,659	6.6%	37.6	90.2%	21.6%

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	2022*			2013*		
	Employees	Rank	Percentage of Top 10 Employment	Employees	Rank	Percentage of Top 10 Employment
State of California	82,894	1	50.17%	70,548	1	52.92%
UC Davis/US Davis Health System	16,075	2	9.73%	9,985	3	7.49%
Sacramento County	12,760	3	7.72%	10,634	2	7.98%
Kaiser Permanente	12,301	4	7.45%	5,696	8	4.27%
U.S. Government	10,698	5	6.48%	5,750	7	4.31%
Sutter Health Sacramento Sierra Region	9,595	6	5.81%	6,507	4	4.88%
Dignity Health	7,488	7	4.53%	5,756	6	4.32%
Intel Corp	5,300	8	3.21%	6,000	5	4.50%
San Juan Unified School District	5,126	9	3.10%	4,700	10	3.53%
Raley's	2,980	10	1.80%			
Elk Grove Unified School District				7,735	9	5.80%
Total	165,217		100.00%	133,311		100.00%

Notes:

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

Source: Sacramento Business Journal

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

Function	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General government	22	22	22	25	28	28	23	31	31	27
Public safety	141	150	145	144	144	151	149	149	133	138
Public works	27	25	25	20	18	16	28	16	19	17
Community development	19	16	17	18	18	18	15	14	13	12
Community center	11	15	14	14	11	9	8	6	4	8
Total	220	228	223	221	219	222	223	216	200	202

Source: City Administrative Services Department

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

Function	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Police										
Arrests	3,276	3,348	3,185	2,990	2,730	2,452	2,249	1,966	2,054	1,411
Parking citations issued	724	539	685	520	650	908	906	581	393	681
Total police actions	4,000	3,887	3,870	3,510	3,380	3,360	3,155	2,547	2,447	2,092
Fire **	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Public works										
Street resurfacing (miles)	1	4	2	4	1	-	-	2	-	-
Parks and recreation **	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Water **	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Sewer **	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Building:										
Commercial/Industrial Construction	2	1	3	12	2	1	2	1	5	2
Residential Construction	7	10	43	28	9	17	26	24	140	189
Total building actions	9	11	46	40	11	18	28	25	145	191

** 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	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Police: Stations	1	1	1	1	1	1	1	1	1	1
Fire * Fire stations	5	5	5	4	4	4	4	4	4	4
Public works Streets (miles)	237	237	237	237	237	237	214	237	237	242
Streetlights	4337	4365	4407	4497	4480	4702	4714	4736	4741	4810
Parks and recreation Parks *	14	14	14	15	15	15	15	17	17	17
Community centers	3	3	3	3	3	3	3	3	3	3
Water * Water mains (miles)	225	225	225	225	225	225	225	340	340	366.66
Daily average consumption in MGD **	17.8	17.8	17.8	12	12	12	12	14.052	13.415	13.53
Sewer * Sanitary sewers (miles)	235	235	235	235	235	235	235	238	240	240
Number of pump stations	1	1	1	1	1	1	1	2	2	2
Building Commercial/Industrial Construction Value	\$ 1,202,480	\$ 1,600,000	\$ 4,387,549	\$ 22,135,000	\$ 7,105,826	\$ 680,000	\$ 9,950,000	\$ 875,001	\$ 591,141	\$ 11,269,708
Residential Construction Value	1,275,716	1,675,004	10,993,691	6,898,647	6,306,226	2,753,290	4,495,473	2,720,549	1,047,021	50,274,112

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

** MGD = Million Gallons per Day.

Source: City Administrative Services Department