

AGENDA
ITEM

5

PART 1

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 7 – Long-Term Debt (Continued)

B. Business-Type Activities (Continued)

Finance Purchase Agreements (Continued)

The annual debt service requirements for the finance purchase agreements outstanding at June 30, 2023 are as follows:

Year Ending June 30,	Principal	Interest	Total
2024	\$ 22,264	\$ 3,225	\$ 25,489
2025	23,907	1,581	25,488
2026	49,857	139	49,996
Total	<u>\$ 96,028</u>	<u>\$ 4,945</u>	<u>\$ 100,973</u>

The leased assets are included in capital assets and are summarized by major asset class below:

Machinery and equipment	\$ 173,422
Less: accumulated depreciation	(86,711)
Total	<u>\$ 86,711</u>

C. Fiduciary Funds

Summary of changes in long-term liabilities for the fiduciary funds for the year ended June 30, 2023 is as follows:

	Balance July 1, 2022	Debt Issued	Debt Retired	Balance June 30, 2023	Classification	
					Due in One Year	Due in more than One Year
Fiduciary Funds:						
Publicly Offered:						
Tax Allocation Bonds - 2011 School District	\$ 1,810,000	\$ -	\$ (1,810,000)	\$ -	\$ -	\$ -
Bond discount	(92,012)	-	92,012	-	-	-
2014 Tax Allocation Refunding Bonds	6,715,000	-	(1,425,000)	5,290,000	1,495,000	3,795,000
Bond premium	839,573	-	(119,941)	719,632	-	719,632
2020 Tax Allocation Refunding Bonds	10,745,000	-	(210,000)	10,535,000	215,000	10,320,000
Total Tax Allocation Bonds	<u>\$ 20,017,561</u>	<u>\$ -</u>	<u>\$ (3,472,929)</u>	<u>\$ 16,544,632</u>	<u>\$ 1,710,000</u>	<u>\$ 14,834,632</u>

2011 Tax Allocation Bonds – School District

On May 19, 2011, the Calexico Community Redevelopment Agency (Agency) issued its Merged Central Business District and Residential Redevelopment Project Area Tax Allocation Bonds (School District), Issue of 2011 (the “2011 CUSD TABs”) for the purpose of financing the construction of certain capital improvements (the “Facilities”) of the Calexico Unified School District (the “CUSD”). The 2011 CUSD TABs were issued at the request of the CUSD. The 2011 CUSD TABs are secured by certain tax increment pass-through revenues (the “CUSD Pass-through Revenues”) pursuant to Section 3 of the each of the following agreements (collectively, the “Antecedent Agreements”):

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 7 – Long-Term Debt (Continued)

C. Fiduciary Funds (Continued)

2011 Tax Allocation Bonds – School District (Continued)

1. First Amended and Restated Public Improvements Agreement dated March 16, 1993;
2. Memorandum of Understanding dated October 20, 1993; and
3. Public Improvements Agreement dated December 20, 1993.

Pursuant to the Antecedent Agreements, the purpose of the CUSD Pass-through Revenues was to finance certain capital projects benefitting the CUSD. To the extent that any of the CUSD Pass-through Revenues were not so used, such unused moneys were to be transferred to the CUSD. Additionally, the CUSD previously requested and authorized the former RDA to use a portion of the CUSD Pass-through Revenues as security for and payment of the debt service for certain prior bonds (the “Prior Bonds”), the proceeds of which were used to finance the construction of certain capital improvements benefitting the CUSD.

The net proceeds from the 2011 CUSD TABs were intended to be used to construct the Facilities benefitting the CUSD and the CUSD Pass-through revenues were committed as security for and payment of the debt service for 2011 CUSD TABs. However, the State Department of Finance did not approve the Agency’s Required Obligation Payment Schedule (ROPS) request to authorize disbursement of the net bond proceeds to CUSD and the net proceeds were not used for Facilities construction. On October 22, 2022, the Agency and CUSD entered into a settlement agreement calling for the bonds to be retired. On February 1, 2023, the 2011 CUSD TABS were redeemed and retired in full.

2014 Tax Allocation Refunding Bonds

On August 1, 2014, the Agency issued the 2014 Tax Allocation Refunding Bonds in the amount of \$15,395,000. The Bonds were issued to refinance previously issued bonds: (i) \$16,120,000 original principal amount of Merged Central Business District and Residential Redevelopment Project Area Tax Allocation Refunding Bonds Issue of 2003A, outstanding principal refunded in the amount of \$11,335,000; and (ii) \$8,600,000 original principal amount of Merged Central Business District and Residential Redevelopment Project Area Tax Allocation Bonds, Issue of 2003C, outstanding principal refunded in the amount of \$6,040,000.

The issue consists of serial bonds in the amount \$15,395,000 payable annually on August 1 of each year, commencing on August 1, 2015 and maturing in 2028 with interest rates ranging from 2.00% to 5.00% per annum. Interest payments are due on August 1 and February 1 of each year until the bonds are paid off. At June 30, 2023, the outstanding balance of the bonds was \$5,290,000. Total principal and interest remaining on the bond is \$5,896,750 payable through 2029.

The annual debt service requirements for the 2014 Tax Allocation Refunding Bonds at June 30, 2023, are as follows:

Year Ending June 30,	Principal	Interest	Total
2024	\$ 1,495,000	\$ 227,125	\$ 1,722,125
2025	1,570,000	150,500	1,720,500
2026	520,000	98,250	618,250
2027	540,000	71,750	611,750
2028	565,000	44,125	609,125
2029	600,000	15,000	615,000
Total	\$ 5,290,000	\$ 606,750	\$ 5,896,750

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 7 – Long-Term Debt (Continued)

C. Fiduciary Funds (Continued)

2020 Tax Allocation Refunding Bonds

In January 2020 the Successor Agency issued \$11,085,000 of Subordinate Tax Allocation Refunding Bonds. The bonds are special obligations of the Successor Agency payable from and secured by a pledge of the Successor Agency's tax revenues. Proceeds from the bonds, along with funds on hand, were used to refinance the Agency's outstanding bonds from series previously issued in 2000 (\$515,000), 2006 (\$9,465,000), and 2011 (\$7,120,000).

The issue consists of serial bonds maturing from 2021 to 2034 in annual installments of \$130,000 to \$1,680,000. The bonds carry interest rates ranging from 1.9% to 3.2% and mature in 2034.

The annual debt service requirements for the 2020 Tax Allocation Refunding Bonds at June 30, 2023, are as follows:

Year Ending June 30,	Principal	Interest	Total
2024	\$ 215,000	\$ 302,298	\$ 517,298
2025	220,000	297,384	517,384
2026	1,420,000	277,210	1,697,210
2027	1,480,000	239,964	1,719,964
2028	1,525,000	198,836	1,723,836
2029-2033	5,400,000	347,099	5,747,099
2034	275,000	4,527	279,527
Total	\$ 10,535,000	\$ 1,667,318	\$ 12,202,318

Pledged Revenues

The Successor Agency has pledged tax revenues to the repayment of the former Calexico Redevelopment Agency's debts transferred to it on February 1, 2012 through the final maturity of the Bonds, or early retirement of the Bonds, whichever comes first.

Tax revenues consist of property tax revenues allocated to the Redevelopment Property Tax Trust Fund (RPTTF) for the Successor Agency that is maintained by the County of Imperial Auditor and Controller. The amounts so allocated are those that would have been allocated to the RDA had the RDA not been dissolved. The Auditor and Controller (A&C) then distributes RPTTF revenues to the Successor Agency based on Recognized Obligation Payment Schedules (ROPS) as approved by the California State Department of Finance (DOF) and after deducting amounts for A&C administrative costs and amounts required to be paid under tax-sharing agreements unless the payment of such amounts has been subordinated to payment of debt services on the Bonds. Each ROPS covers a twelve-month period and includes the applicable debt service payments on the Bonds.

Property tax revenue allocated to the RPTTF for the Successor Agency totaled \$7,796,838 in fiscal year 2023. Total debt service of all Tax Allocation Bonds paid was \$2,365,557, 30% of the RPTTF revenue available for distribution to the Successor Agency.

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 7 – Long-Term Debt (Continued)

D. Conduit Debt

Community Facilities District No. 2005-1 – Special Assessment Tax Bonds

On September 1, 2005, the City issued special assessment tax bonds under the State Improvement Acts of 1911 and 1915 through the Community Facilities District No. 2005-1 (Hearthstone) of the City of Calexico (“District”), which was established by the City pursuant to a bond indenture dated July 1, 2006. The bonds were issued to finance certain public facilities and capital impact fees relating to a residential development within the District, fund an escrow account, fund a reserve account for the bonds, fund 18 months of capitalized interest on the bonds, and pay the cost of issuance of the bonds. These bonds are payable only from special assessment collections from the property owners. The City is not liable for repayment in any manner.

The City is only acting as an agent for the property owners and bondholders in collecting and applying the special assessments toward bond debt service. The bonds are, therefore, not reported as a liability in the accompanying basic financial statements. The special assessment tax bonds totaling \$12,450,000 at June 30, 2023 were held by the District.

The development phases within the District have not been completed and sufficient District levies have not been collected to fully fund the District’s debt service requirements. As of June 30, 2023, the scheduled principal payments due September 1, 2016, 2017, 2018, 2019, 2020, 2021, and 2022 have not been paid. The bond reserve account held by the trustee was \$7,933, which is less than the required balance of \$1,016,560. City administrators, community facilities district consultants, the City Attorney, new property owners, and trustee attorneys are currently working on a financial plan to auction undeveloped property to provide a final solution to this issue.

Community Facilities District No. 2013-1 – Special Tax Bonds

On February 1, 2014, the City issued special assessment tax bonds under the State Improvement Acts of 1911 and 1915 through the Communities Facilities District No. 2013-1 (Gran Plaza) of the City of Calexico (“District”), which was established by the City pursuant to a bond indenture dated February 1, 2014. Proceeds of the Bonds were used to (i) finance certain public facilities relating to an outlet shopping center within the District; (ii) fund a debt service reserve account; (iii) fund capitalized interest; and (iv) pay costs of issuance of the Bonds. These bonds are payable from special assessment collections from the property owner and from certain payments contributed to the District by the City pursuant to an agreement between the City and Property owner dated July 2, 2013. The City acts as an agent for the property owners and bondholders in collecting special assessments from the property owner and its own contributions on behalf of the property owner. The District applies such collections toward bond debt service. The bonds are not reported as a liability of the City in the accompanying basic financial statements. The special assessment tax bonds totaling \$6,245,000 at June 30, 2023 were held by the District.

Note 8 – Compensated Absences

A. Governmental Activities

The City’s liability for vested and unpaid compensated absences (accrued vacation and sick pay) in the governmental activities has been accrued and amounts to \$1,698,987 at June 30, 2023.

	Balance			Balance June 30, 2023	Classification	
	July 1, 2022	Additions	Deletions		Due Within One Year	Due in More Than One Year
Compensated absences	\$ 1,711,673	\$ -	\$ (12,686)	\$ 1,698,987	\$ 207,818	\$ 1,491,169

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 8 – Compensated Absences (Continued)

B. Business-Type Activities

In proprietary funds, the liability for vested and unpaid compensated absences (accrued vacation and sick pay) is reported in the funds as the benefits vest and is earned. The compensated absences accrued in the proprietary funds amount to \$401,965 at June 30, 2023.

	Balance			Classification		
	July 1, 2022	Additions	Deletions	June 30, 2023	Due Within One Year	Due in More Than One Year
Compensated absences	\$ 341,276	\$ 60,689	\$ -	\$ 401,965	\$ 21,819	\$ 380,146

Note 9 – Risk Management

A. Summary

Changes in the claims liability amounts were as follows:

Workers' Compensation

	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year End
2020-2021	\$ 1,939,000	\$ 565,046	\$ (432,046)	\$ 2,072,000
2021-2022	2,072,000	869,805	(585,805)	2,356,000
2022-2023	2,356,000	731,949	(708,949)	2,379,000

General Liability

	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year End
2020-2021	\$ 757,568	\$ 830,828	\$ (29,332)	\$ 1,559,064
2021-2022	1,559,064	(536,071)	(5,193)	1,017,800
2022-2023	1,017,800	795,592	38,368	1,851,760

B. Public Risk Innovation, Solutions, and Management – Excess Insurance Authority

The City is a member of Public Risk Innovation, Solutions, and Management – Excess Insurance Authority (PRISM). The Authority is comprised of 55 California counties and currently consists of 262 public agencies, which includes municipalities, school districts, special districts and other Joint Powers Authorities (JPA). PRISM was formed as a Joint Powers Authority in 1979, pursuant to the California Government Code. The purpose of the Authority is to arrange, provide and administer programs of insurance for the pooling of self-insured losses and to purchase excess insurance coverage.

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 9 – Risk Management (Continued)

C. Public Risk Innovation, Solutions, and Management – Excess Insurance Authority (Continued)

The Board of Directors is comprised of 62 members, one representative from each member county and seven members elected by the public entity membership.

General Liability Insurance

Annual deposits are paid by member cities and are adjusted retroactively to cover costs. Each member city has a specific self-insured retention (“SIR”) level. The City has a SIR level of \$100,000 and pays 100% of all losses incurred under \$100,000. The City does not share or pay for losses of other cities under \$100,000. Losses of \$100,000 to \$5,000,000 are prorated among all participating cities on a payroll basis. Losses in excess of \$5,000,000 are covered by excess insurance purchased by the participating cities, as a part of the pool, to a limit of \$10,000,000. This cost is also prorated on a payroll basis. The City purchased an optional excess coverage, which covers up to \$20,000,000, and catastrophic coverage up to \$50,000,000.

Workers’ Compensation

The City has a SIR of \$125,000 per claim and additional coverage above its SIR with PRISM to \$5 million per claim; there is an additional \$45 million of reinsurance above PRISM coverage bringing the total coverage to over \$50 million per claim. The PRISM is ranked as the second largest public entity risk pool and the largest property and casualty pool in the nation.

During the past three fiscal (claims) years none of the above programs of protection have had settlements or judgments that exceeded pooled or insured coverage. There have been no significant reductions in pooled or insured liability coverage in the prior year.

The latest financial information of the Public Risk Innovation, Solutions, and Management – Excess Insurance Authority for fiscal year ended June 30, 2023, is as follows:

Total assets	<u>\$1,184,851,570</u>
Total deferred outflows	<u>\$ 4,727,766</u>
Total liabilities	<u>\$ 921,522,389</u>
Total deferred inflows	<u>\$ 4,229,528</u>
Total equities	<u>\$ 263,827,419</u>
Total revenues	<u>\$1,610,800,387</u>
Total expenses	<u>\$1,491,011,440</u>
Revenues over expenses	<u>\$ 119,788,947</u>

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 10 – Pension Plans

A. Summary

	Governmental Activities	Business-Type Activities	Total
Deferred Outflows of Resources:			
Pension contribution made after measurement date:			
CalPERS Miscellaneous	\$ 1,046,787	\$ 642,849	\$ 1,689,636
CalPERS Safety	2,089,521	-	2,089,521
Total pension contribution made after measurement date	<u>3,136,308</u>	<u>642,849</u>	<u>3,779,157</u>
Change in assumption:			
CalPERS Miscellaneous	1,049,718	644,648	1,694,366
CalPERS Safety	1,909,830	-	1,909,830
Total change in assumption	<u>2,959,548</u>	<u>644,648</u>	<u>3,604,196</u>
Projected earnings on pension plan investments in excess of actual earnings:			
CalPERS Miscellaneous	1,876,441	1,152,350	3,028,791
CalPERS Safety	2,991,054	-	2,991,054
Total projected earnings on pension plan investments in excess of actual earnings	<u>4,867,495</u>	<u>1,152,350</u>	<u>6,019,845</u>
Adjustment due to difference in proportions:			
CalPERS Safety	1,013,012	-	1,013,012
Total adjustment due to difference in proportions	<u>1,013,012</u>	<u>-</u>	<u>1,013,012</u>
Difference between expected and actual experience:			
CalPERS Miscellaneous	67,938	41,722	109,660
CalPERS Safety	578,216	-	578,216
Total difference between expected and actual experience	<u>646,154</u>	<u>41,722</u>	<u>687,876</u>
Total deferred outflows of resources:			
CalPERS Miscellaneous	4,040,884	2,481,569	6,522,453
CalPERS Safety	8,581,633	-	8,581,633
Total deferred outflows of resources	<u>\$ 12,622,517</u>	<u>\$ 2,481,569</u>	<u>\$ 15,104,086</u>
Net Pension Liabilities:			
CalPERS Miscellaneous	\$ 10,244,060	\$ 6,291,039	\$ 16,535,099
CalPERS Safety	18,941,036	-	18,941,036
Total net pension liabilities	<u>\$ 29,185,096</u>	<u>\$ 6,291,039</u>	<u>\$ 35,476,135</u>

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 10 – Pension Plans (Continued)

A. Summary (Continued)

	Governmental Activities	Business-Type Activities	Total
Deferred Inflows of Resources:			
Adjustment due to difference in proportions:			
CalPERS Miscellaneous	\$ 18,047	\$ 11,081	\$ 29,128
CalPERS Safety	-	-	-
Total adjustment due to difference in proportions	18,047	11,081	29,128
Employer contributions in excess of proportionate share of contribution:			
CalPERS Miscellaneous	619,096	380,197	999,293
CalPERS Safety	1,374,311	-	1,374,311
Total employer contributions in excess of proportionate share of contribution	1,993,407	380,197	2,373,604
Total deferred inflows of resources:			
CalPERS Miscellaneous	637,143	391,278	1,028,421
CalPERS Safety	1,374,311	-	1,374,311
Total deferred inflows of resources	<u>\$ 2,011,454</u>	<u>\$ 391,278</u>	<u>\$ 2,402,732</u>
Pension Expense:			
CalPERS Miscellaneous	\$ 443,348	\$ 271,729	\$ 715,077
CalPERS Safety	445,116	-	445,116
Total net pension expense	<u>\$ 888,464</u>	<u>\$ 271,729</u>	<u>\$ 1,160,193</u>

B. General Information about Pension Plans

Plan Description

The City contributes to the California Public Employees' Retirement System ("CalPERS"), a cost-sharing multiple-employer defined benefit pension plan. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. CalPERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by state statute and City ordinance. Copies of the CalPERS annual financial report may be obtained from their executive office located at 400 P Street, Sacramento, California 95814.

Employees Covered by Benefit Terms

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

	Miscellaneous		Safety		Safety
	Miscellaneous	PEPRA	Safety	PEPRA Police	PEPRA Fire
Active employees	57	47	33	10	7
Transferred and terminated employees	101	21	80	10	1
Retired employees and beneficiaries	132	-	90	-	-
Total	<u>290</u>	<u>68</u>	<u>203</u>	<u>20</u>	<u>8</u>

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 10 – Pension Plans (Continued)

B. General Information about Pension Plans (Continued)

Benefits Provided

CalPERS provide retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Classic and PEPRA Safety CalPERS member becomes eligible for service retirement upon attainment of age 55 with at least 5 years of credited service. PEPRA miscellaneous members become eligible for service retirement upon attainment of age 62 with at least five years of service. The service retirement benefit is a monthly allowance equal to the product of the benefit factor, years of service, and final compensation. The final compensation is the monthly average of the member’s highest 36 full-time equivalent monthly pay.

Following are the benefit provisions for each plan:

	Miscellaneous		Safety		Safety	
	Miscellaneous	PEPRA	Safety	PEPRA Police	PEPRA Fire	
Benefit formula	2.7% @ 55	2.0% @ 62	3.0% @ 50	2.7% @ 57	2.7% @ 57	
Benefit vesting schedule	5 years service	5 years service	5 years service	5 years service	5 years service	
Benefit payments	monthly for life	monthly for life	monthly for life	monthly for life	monthly for life	
Retirement age	55	62	50	50-57	50-57	
Monthly benefits, as a % of eligible compensation	2.7%	2.0%	3.0%	2.7%	2.7%	
Required employer contribution rate	7.959%	7.114%	18.152%	13.044%	13.044%	

Contributions

For the year ended June 30, 2023, the contributions recognized as part of pension expense for each plan were as follows:

Miscellaneous	\$ 715,077
Safety	445,116
	\$ 1,160,193

Change in Assumptions

The discount rate lowered from 7.15% in 2022 to 6.90% in 2023. In the prior year, the actuarial report did not have any changes in assumptions.

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 10 – Pension Plans (Continued)

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

Proportionate Share of Net Pension Liability and Pension Expense

The following table shows the plan’s proportionate share of the risk pool collective net pension liability over the measurement period:

	<u>Plan Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Miscellaneous			
Balance at: 6/30/21 (valuation date)	\$ 57,464,091	\$ 49,348,516	\$ 8,115,575
Balance at: 6/30/22 (measurement date)	60,184,125	43,649,026	16,535,099
Net changes during 2021-2022	2,720,034	(5,699,490)	8,419,524
Safety			
Balance at: 6/30/21 (valuation date)	\$ 59,791,046	\$ 49,540,092	\$ 10,250,954
Balance at: 6/30/22 (measurement date)	63,830,960	44,889,924	18,941,036
Net changes during 2021-2022	4,039,914	(4,650,168)	8,690,082
Total			
Balance at: 6/30/21 (valuation date)	\$ 117,255,137	\$ 98,888,608	\$ 18,366,529
Balance at: 6/30/22 (measurement date)	124,015,085	88,538,950	35,476,135
Net changes during 2021-2022	6,759,948	(10,349,658)	17,109,606

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

	<u>Miscellaneous</u>	<u>Safety</u>	<u>Total</u>
Proportion - June 30, 2021	0.15006%	0.18954%	0.26351%
Proportion - June 30, 2022	0.14315%	0.16398%	0.30713%
Change - increase/(decrease)	<u>-0.00691%</u>	<u>-0.02556%</u>	<u>0.04362%</u>

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 10 -- Pension Plans (Continued)

C. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

For the year ended June 30, 2023, the City recognized pension expense of \$715,077 and \$445,116, for the Miscellaneous and Safety plans, respectively. At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Miscellaneous Plans		
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions made subsequent to measurement date	\$ 1,689,636	\$ -
Difference between projected and actual earning on pension plan investments	3,028,791	-
Adjustment due to differences in proportions	-	29,128
Changes in assumptions	1,694,366	-
Difference between actual and expected experience	109,660	-
Difference between employer's actual contributions and proportionate share of contributions	-	999,293
Total	<u>\$ 6,522,453</u>	<u>\$ 1,028,421</u>
Safety Plans		
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions made subsequent to measurement date	\$ 2,089,521	\$ -
Difference between projected and actual earning on pension plan investments	2,991,054	-
Adjustment due to differences in proportions	1,013,012	-
Changes in assumptions	1,909,830	-
Difference between actual and expected experience	578,216	-
Difference between employer's actual contributions and proportionate share of contributions	-	1,374,311
Total	<u>\$ 8,581,633</u>	<u>\$ 1,374,311</u>
Total		
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions made subsequent to measurement date	\$ 3,779,157	\$ -
Difference between projected and actual earning on pension plan investments	6,019,845	-
Adjustment due to differences in proportions	1,013,012	29,128
Changes in assumptions	3,604,196	-
Difference between actual and expected experience	687,876	-
Difference between employer's actual contributions and proportionate share of contributions	-	2,373,604
Total	<u>\$ 15,104,086</u>	<u>\$ 2,402,732</u>

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 10 – Pension Plans (Continued)

C. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

For the Miscellaneous Plan and Safety Plan, \$1,689,636 and \$2,089,521, respectively, was reported as deferred outflows of resources related to pensions resulting from City’s contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the measurement period ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	Miscellaneous Plans	Safety Plans	Total
2024	\$ 782,203	\$ 1,450,541	\$ 2,232,744
2025	735,449	1,179,496	1,914,945
2026	434,232	663,183	1,097,415
2027	1,852,512	1,824,581	3,677,093
2028	-	-	-
Thereafter	-	-	-
	\$ 3,804,396	\$ 5,117,801	\$ 8,922,197

Actuarial Assumptions

The total pension liabilities in the June 30, 2022 actuarial valuations were determined using the following actuarial assumptions:

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Discount rate	6.90%
Inflation	2.30%
Payroll growth	2.75%
Salary increases	Varies by Entry Age and Service
Investment rate of return	7.00%
Mortality rate table	Derived using CalPERS’ Membership Data for all Funds. The mortality table used was developed based on CalPERS’ specific data. The table includes 20 years of mortality improvements using Society of Actuaries Scale MP-2020.
Post retirement benefit increase	Contract COLA up to 2.30% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.30% thereafter.

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2022 valuation were based on the results of December 2017 actuarial experience study for the period 1997 to 2015. Further details of the Experiences Study can be found on the CalPERS website.

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 10 – Pension Plans (Continued)

C. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

Discount Rate

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. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds' asset classes expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the 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 equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

The table below reflects long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These geometric rates of return are net of administrative expenses.

<u>Asset Class</u>	<u>Assumed Asset Allocation</u>	<u>Real Return ^{1,2}</u>
Global equity - cap-weighted	30.00%	4.54%
Global equity - non-cap-weighted	12.00%	3.84%
Private equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-backed securities	5.00%	0.50%
Investment grade corporates	10.00%	1.56%
High yield	5.00%	2.27%
Emerging market debt	5.00%	2.48%
Private debt	5.00%	3.57%
Real assets	15.00%	3.21%

The discount rate used to measure the total pension liability was 6.90% for the plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 6.90% discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 6.90% is applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained from the CalPERS website under the GASB 68 Section.

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 10 – Pension Plans (Continued)

C. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions (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 position liability for the Plan, calculated using the discount rate for each Plan, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	Plan's Net Pension Liability/(Asset)		
	Discount Rate - 1%	Current Discount	Discount Rate + 1%
	(5.90%)	Rate (6.90%)	(7.90%)
Miscellaneous	\$ 24,739,280	\$ 16,535,099	\$ 9,785,093
Safety	\$ 27,755,992	\$ 18,941,036	\$ 11,736,801
Total	\$ 52,495,272	\$ 35,476,135	\$ 21,521,894

Pension Plan Fiduciary Net Position

Detailed information about the pension plan’s fiduciary net position is available in the separately issued CalPERS financial reports.

D. Payable to the Pension Plan

At June 30, 2023, the City had no outstanding amounts owed to the pension plan for contributions for the year ended June 30, 2023.

Note 11 – Other Postemployment Benefits

A. Summary

	Governmental Activities	Business-Type Activities	Total
Net OPEB liability:			
Net OPEB liability	\$ 17,435,294	\$ 6,174,001	\$ 23,609,295
Net OPEB liability	\$ 17,435,294	\$ 6,174,001	\$ 23,609,295
Deferred inflows of resources:			
Difference between expected and actual experience	\$ 2,469,091	\$ 874,201	\$ 3,343,292
Changes in assumptions	3,736,441	1,322,918	5,059,359
Net difference between projected and actual earnings in OPEB plan investments	665	236	901
Total deferred inflows of resources	\$ 6,206,197	\$ 2,197,355	\$ 8,403,552

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 11 – Other Postemployment Benefits (Continued)

B. General Information about OPEB

Plan Description

As of June 30, 2023, the date of its most recent OPEB actuarial valuation, the City provided health benefits to 40 retirees. In addition, 78 active employees are earning service credit for future retiree health benefits. With the exception of members of the Calexico Police Officers Association, employees hired on or after July 1, 2008 are not eligible for retiree health benefits. Employees hired prior to May 18, 1993 retiring from the City under CalPERS are eligible for City-paid retiree medical and dental benefits for themselves and eligible dependents. The retiree is responsible for a monthly contribution equal to \$120. Employees hired on or after May 18, 1993 are eligible for City paid retiree medical benefits for themselves only to the retiree’s attainment of age 65.

Eligibility

Eligibility requires retirement from the City under PERS with at least 20 years of service. Retirees with less than 30 years of service at retirement are required to pay a monthly contribution. The retiree may also elect to cover and pay for eligible dependents based on the COBRA rate.

Membership in the plan consisted of the following at June 30, 2022, the date of the latest actuarial valuation:

Retirees	40
Active plan members	78
Total	118

Contributions

The obligation of the City to contribute to the Plan is established and may be amended by the City Council. For the 2022-23 fiscal year, measurement period, Payments made outside of the trust were \$1,141,249. Employees are currently not required to contribute to the plan. The City’s funding policy is to amortize the unfunded net OPEB liability over a 30 year period as a level percentage of payroll.

In fiscal year 2023, the City elected to begin prefunding its OPEB obligation through the use of an irrevocable trust established with the California Employers’ Retiree Benefit Trust Fund (CERBT). This trust fund is an agent multiple-employer plan which is administered by the CalPERS Board of Administration. The trust is used to accumulate and invest funds necessary to pay for future retiree benefits and to reduce the City’s future cash flow requirements. At June 30, 2023, measurement date, the balance in this trust account was \$713,314.

CERBT is a tax qualified irrevocable trust, organized under Internal Revenue Code (IRC) Section 115, established to prefund retirement health benefits. The CERBT issues a publicly available financial report that included financial statements and required supplementary information for the City, not individualizing, but in aggregate with the other CERBT participants. That report may be obtained by contacting CalPERS.

C. Net OPEB Liability, OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

Net OPEB Liability

The City’s net OPEB liability was measured as of June 30, 2023. The net OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2022. The net OPEB liability at June 30, 2023 was \$23,609,295.

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 11 – Other Postemployment Benefits (Continued)

C. Net OPEB Liability, OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB (Continued)

Actuarial Assumptions

The net OPEB liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Valuation Date	June 30, 2021
Actuarial Cost Method	Entry-Age Normal Cost
Asset Valuation Method	Market Value
Inflation	2.50%
Payroll Growth	2.75%
Salary Increases	Varies by Entry Age and Service
Contribution Policy	Contributes full ADC
Discount Rate	4.27%
Mortality, Retirement, Disability, Termination	CalPERS 1997-2015 Experience Study
Mortality Improvement	Mortality projected fully generational with Scale MP-2019
Medical Trend	Non-Medicare - 6.50% for 2023, decreasing to an ultimate rate of 3.75% in 2076 Medicare - 5.65% or 4.60% for 2023, decreasing to an ultimate rate of 3.75% in 2076

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2022 through June 30, 2023. 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.

Change in Assumption

The City's discount rate used to measure the net OPEB liability increased from 4.09% to 4.27% for the measurement period ended June 30, 2022. The final equivalent single discount rate used for this year's valuation is 4.27% with the assumption that the District will eventually pay the pay-go costs out of the OPEB trust when the Trust is expected to be able to pay all future projected benefit payments.

Discount Rate

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	Long-Term Expected Rate of Return
Global Equity	49.00%	N/A
Fixed Income	23.00%	N/A
TIPS	5.00%	N/A
Commodities	3.00%	N/A
REITs	20.00%	N/A
	100.00%	
Long-term assumed rate of inflation		2.50%
Long-term expected rate of return		5.00%

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 11 – Other Postemployment Benefits (Continued)

C. Net OPEB Liability, OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB (Continued)

Change in the Net OPEB Liability

	Total OPEB Liability	Fiduciary Net Position	Net OPEB Liability
Balance at June 30, 2022	\$ 23,973,201	\$ -	\$ 23,973,201
Changes Recognized for the Measurement Period:			
Service Cost	464,532	-	464,532
Interest on the total OPEB liability	976,399	-	976,399
Difference between expected and actual experience	537,612	-	537,612
Changes of assumptions	(487,886)	-	(487,886)
Contributions from the employer	-	1,853,249	(1,853,249)
Net investment income	-	1,316	(1,316)
Administrative expenses	-	(2)	2
Benefit payments	(1,141,249)	(1,141,249)	-
Net Changes during July 1, 2022 to June 30, 2023	349,408	713,314	(363,906)
Balance at June 30, 2023 (measurement date)	\$ 24,322,609	\$ 713,314	\$ 23,609,295

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

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.27%) or 1-percentage-point higher (5.27%) than the current discount rate:

Plan's Net OPEB Liability		
Discount Rate - 1% (3.27%)	Current Discount Rate (4.27%)	Discount Rate + 1% (5.27%)
\$ 26,510,549	\$ 23,609,295	\$ 21,139,119

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

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

Plan's Net OPEB Liability		
-1%	Healthcare Cost Trend Rates	+ 1%
\$ 20,582,073	\$ 23,609,295	\$ 27,256,124

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 11 – Other Postemployment Benefits (Continued)

C. Net OPEB Liability, OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB (Continued)

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

For the fiscal year ended June 30, 2023, the City recognized OPEB expense of \$474,871. At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

<u>Deferred outflows of resources and deferred inflows of resources</u>	<u>Deferred outflows of Resources</u>	<u>Deferred inflows of Resources</u>
Difference between expected and actual experience	\$ -	\$ 3,343,292
Changes of assumptions	-	5,059,359
Net difference between projected and actual earnings in OPEB plan investments	-	901
Total	<u>\$ -</u>	<u>\$ 8,403,552</u>

As of June 30, 2023, the Plan's policy is to amortize the difference between projected OPEB plan investment earnings and actual earnings is amortized over a five-year period. The remaining gains and losses are amortized over the expected average remaining service life. The expected average remaining service life is 5 years, which was determined as of June 30, 2022, the beginning of the measurement period, for employees covered by the OPEB plan benefit terms as of the valuation date.

Amount reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as future OPEB expense as follows:

<u>Measurement Period Ended June 30</u>	<u>Deferred Outflows/ (Inflows) of Resources</u>
2024	\$ (1,757,856)
2025	(1,757,856)
2026	(1,757,859)
2027	(795,559)
2028	(2,341,524)
Thereafter	7,102
	<u>\$ (8,403,552)</u>

Note 12 – Commitments and Contingencies

A. Litigation

The City is a defendant in certain legal actions arising in the normal course of operations. Liabilities for the probable amounts of loss associated with these claims are have been accrued in the financial statements as discussed in Note 9 – Risk Management.

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 12 – Commitments and Contingencies (Continued)

B. Grants

The City participates in certain federal and state assisted grant programs. These programs are subject to program compliance audits by the grantors and their representatives. With respect to the City's other grant programs, any liability for reimbursement which may arise as the result of grantor audits, if any, is not believed to be material.

C. Construction

Various construction projects were in progress at June 30, 2023 with an estimated cost to complete of \$89,119,338 planned for in all fund types.

D. CFD 2013-1

The City has committed to make annual payments to the Community Facility District 2013-1 (District) on behalf of the District's property owner through an Agreement Re: Covenants ("Agreement") executed in July 2013. The District was formed in 2013 to finance improvements supporting the development of the Gran Plaza shopping center and related City development impact fees.

In the Agreement, the City agreed to pay a portion of sales tax revenues earned from the Gran Plaza shopping center to the CFD on behalf of the property owner. Annual City payments are calculated in the following four step process:

1. The City retains the first \$300,000 of sales tax earned at Gran Plaza each operating (calendar) year.
2. Sales tax in excess of \$300,000 is paid to the District up to the District's annual debt service.
3. Sales tax in excess of \$300,000 and in excess of the District's annual debt service is retained by the City, up to an amount matching the City's payment to the District for its annual debt service.
4. Sales tax in excess of amounts applied in Steps 1 to 3 is divided in half, with half retained by the City and half paid to the District for the refunding of outstanding District bonds.

During the year ended June 30, 2023, the City paid \$225,402 to the District under the terms of this Agreement.

Note 13 – Deferred Compensation Plan

The City offers a deferred compensation plan for regular employees created in accordance with Internal Revenue Code Section 457. Under the terms of this plan, employees may defer amounts of income up to a maximum of \$17,000 per year or one-hundred percent (100%) of includable compensation, whichever is less. Amounts so deferred may be withdrawn or directed for future payment at separation of employment but may not be paid to the employee during employment with the City except for a catastrophic circumstance creating an undue and unforeseen financial hardship for the employee.

Federal legislation, (Small Business Job Protection Act of 1996) requires the Section 457 plan assets to be placed in trust for the exclusive use of the plan participants and their beneficiaries. The City's deferred compensation administrator qualifies as the plan trustee to meet Federal requirements. Since the plan assets are not considered the property and rights of the City, such assets are not reflected in the accompanying basic financial statements.

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 14 – Self-Funded Medical, Dental and Vision Plan

The City provides its employees, eligible retirees and elected officials with an option to participate in a self-funded employer sponsored health plan. In this plan the City takes on the financial risk of funding the plan from its assets and is responsible for managing and administering the plan.

The City administers the plan through a third-party administrator (TPA) and purchases excess insurance coverage to protect itself from extreme claims and utilization levels. This excess insurance is called employer stop-loss (ESL) coverage. In addition to covering the potential losses inherent with any group benefit plan, the City’s ESL coverage provides protection for the entire covered group, reimbursement for medical expenses above a specified dollar amount of \$75,000, and coverage for catastrophic and high dollar claims such as transplants, leukemia, renal failure and premature births.

The City provides a network of Exclusive Provider Organization (EPO) participants and a Preferred Provider Organization (PPO) network for eligible retirees and Police Officers Association (POA) members.

Note 15 – Other Required Disclosures

A. Deficit Fund Balances/Net Position

At June 30, 2023, the Governmental Activities Statement of Net Position had an unrestricted net position deficit of \$21,842,491.

At June 30, 2023, the following funds had a fund balances (deficit) or net position (deficit), which will be eliminated through the collection of grants revenues, future RPTTF tax allocations, and future development fees:

Fund	Fund Type	Deficit
DIF - Fire Fund	Special Revenue Fund	\$ 63,430
Successor Agency to the Calexico Community Redevelopment Agency	Private Purpose Trust Fund	10,712,247

B. Expenditures Exceeding Appropriations

For the year ended June 30, 2023, expenditures exceeded appropriations in the following functions of the General Fund:

Fund	Function	Excess Expenditures
General Fund	Public safety: Fire	\$ 156,389

City of Calexico
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2023

Note 16 – Fund Balance Classification

The City classifies fund balances, as shown on the *Balance Sheet – Governmental Funds* as of June 30, 2023 as follows:

	Major Funds				Total
	General Fund	LTA Measure D Special Revenue Fund	FEMA/ARPA Special Revenue Fund	Other Governmental Funds	
Non-spendable:					
Inventories and prepaid items	\$ 68,715	\$ -	\$ -	\$ -	\$ 68,715
Total non-spendable	68,715	-	-	-	68,715
Restricted:					
Debt service payments	-	-	-	998,170	998,170
Public works	-	-	-	6,469,732	6,469,732
Culture and recreation	-	-	-	81,928	81,928
Housing	-	-	-	6,938,376	6,938,376
Capital projects	-	12,484,975	6,912,447	7,163,657	26,561,079
Total restricted	-	12,484,975	6,912,447	21,651,863	41,049,285
Assigned:					
Measure H	228,569	-	-	-	228,569
Capital projects	-	-	-	1,192,429	1,192,429
Total assigned	228,569	-	-	1,192,429	1,420,998
Unassigned (deficit)	3,223,861	-	-	(63,430)	3,160,431
Total unassigned	3,223,861	-	-	(63,430)	3,160,431
Total fund balances	\$ 3,521,145	\$ 12,484,975	\$ 6,912,447	\$ 22,780,862	\$45,699,429

Note 17 – Net Investment in Capital Assets

Net Investment in Capital Assets at June 30 consisted of the following:

	Governmental Activities	Business-Type Activities
Net investment in capital assets:		
Capital assets, nondepreciable	\$ 10,760,921	\$ 10,891,758
Capital assets, depreciable, net	68,579,839	39,886,090
Unspent bond proceeds	-	36,859,054
Deferred loss on refunding	-	72,069
Long-term debt:		
Measure H Lease Revenue Bonds	(6,138,976)	-
Finance Purchase Agreement	(757,273)	(96,028)
Water Revenue Bonds	-	(16,519,615)
Wastewater Revenue Bonds	-	(23,101,295)
Total net investment in capital assets	\$ 72,444,511	\$ 47,992,033

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited).

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City of Calexico
Required Supplementary Information (Unaudited)
Notes to the Budgetary Information
For the Year Ended June 30, 2023

Note 1 – Budgetary Information

The City Council has the responsibility for adoption of the City’s budget. From the effective date of the budget, the amounts stated as proposed expenditures become appropriations to the various City departments. The City Council may amend the budget by motion during each fiscal year. The City Manager is authorized to transfer budget appropriations within the General Fund at the department level or at the fund level for other funds. Budget amendments to a total General Fund department budget, non-General Fund budget, or a capital project require City Council approval.

All appropriations lapse at the end of the fiscal year to the extent that they have not been expended. Lease contracts entered into by the City are subject to annual review by the City Council; hence, they legally are one-year contracts with an option to review for another fiscal year.

City of Calexico
Required Supplementary Information (Unaudited) (Continued)
Budgetary Comparison Schedule – General Fund
For the Year Ended June 30, 2023

	Budgeted Amounts				Actual Amounts	Variance with Final Budget
	General Fund	Measure H Fund	Original			
	Original	Original	Total	Final		
REVENUES:						
Property taxes	\$ 2,972,790	\$ -	\$ 2,972,790	\$ 3,112,590	\$ 3,125,032	\$ 12,442
Other taxes:						
Other taxes	6,343,760	-	6,343,760	6,308,560	6,442,911	134,351
Measure H sales tax	-	3,600,000	3,600,000	3,600,000	3,587,998	(12,002)
Total other taxes	6,343,760	3,600,000	9,943,760	9,908,560	10,030,909	122,349
Licenses, permits and fees	1,914,202	-	1,914,202	2,174,002	1,941,657	(232,345)
Intergovernmental	3,698,100	-	3,698,100	3,793,100	3,790,861	(2,239)
Charges for services	1,982,050	-	1,982,050	1,829,050	2,063,045	233,995
Fines and forfeitures	215,000	-	215,000	220,000	221,308	1,308
Investment income (loss)	519,913	-	519,913	524,913	564,981	40,068
Other revenues	-	-	-	-	20,527	20,527
Total revenues	17,645,815	3,600,000	21,245,815	21,562,215	21,758,320	196,105
EXPENDITURES:						
Current:						
General government	2,967,214	-	2,967,214	3,218,735	3,160,021	58,714
Public safety:						
Police	5,876,558	850,000	6,726,558	6,713,202	6,633,909	79,293
Fire	5,711,999	400,000	6,111,999	6,111,999	6,268,388	(156,389)
Total public safety	11,588,557	1,250,000	12,838,557	12,825,201	12,902,297	(77,096)
Public works	1,251,638	-	1,251,638	1,026,638	1,018,893	7,745
Culture and recreation	1,194,209	100,000	1,294,209	1,149,209	1,127,772	21,437
Planning and building	1,103,640	-	1,103,640	844,640	843,029	1,611
Housing	149,900	-	149,900	149,900	133,380	16,520
Contribution to CFD 2013-1	250,000	-	250,000	225,402	225,402	-
Debt service:						
Principal	235,874	-	235,874	235,874	235,874	-
Interest and fiscal charges	4,782	-	4,782	4,782	4,782	-
Total expenditures	18,745,814	1,350,000	20,095,814	19,680,381	19,651,450	28,931
REVENUES OVER (UNDER) EXPENDITURES	(1,099,999)	2,250,000	1,150,001	1,881,834	2,106,870	225,036
OTHER FINANCING SOURCES (USES):						
Transfers in	1,100,000	(1,100,000)	-	-	-	-
Transfers out	-	(998,000)	(998,000)	(1,525,000)	(1,522,250)	2,750
Total other financing sources (uses)	1,100,000	(2,098,000)	(998,000)	(1,525,000)	(1,522,250)	2,750
Net changes in fund balance	\$ 1	\$ 152,000	\$ 152,001	\$ 356,834	584,620	\$ 227,786
FUND BALANCE:						
Beginning of year					2,936,525	
End of year					<u>\$ 3,521,145</u>	

City of Calexico
Required Supplementary Information (Unaudited) (Continued)
Budgetary Comparison Schedule – LTA Measure D Special Revenue Fund
For the Year Ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 1,219,292	\$ 1,219,292	\$ 1,847,350	\$ 628,058
Investment income (loss)	-	-	216,173	216,173
Total revenues	<u>1,219,292</u>	<u>1,219,292</u>	<u>2,063,523</u>	<u>844,231</u>
EXPENDITURES:				
Current:				
Public works	150,000	150,000	150,000	-
Capital outlay	8,420,340	10,617,965	65,639	10,552,326
Total expenditures	<u>8,570,340</u>	<u>10,767,965</u>	<u>215,639</u>	<u>10,552,326</u>
Net changes in fund balance	<u>\$ (7,351,048)</u>	<u>\$ (9,548,673)</u>	1,847,884	<u>\$ 11,396,557</u>
FUND BALANCE:				
Beginning of year			<u>10,637,091</u>	
End of year			<u>\$ 12,484,975</u>	

City of Calexico
Required Supplementary Information (Unaudited) (Continued)
Budgetary Comparison Schedule – FEMA/ARPA Special Revenue Fund
For the Year Ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 8,296,487	\$ 8,296,487	\$ 4,763,493	\$ (3,532,994)
Total revenues	<u>8,296,487</u>	<u>8,296,487</u>	<u>4,763,493</u>	<u>(3,532,994)</u>
EXPENDITURES:				
Current:				
Public safety	-	-	-	-
Culture and recreation	108,565	108,565	41,206	67,359
Planning and building	200,000	200,000	37,308	162,692
Capital outlay	8,118,922	8,118,922	980,048	7,138,874
Total expenditures	<u>8,427,487</u>	<u>8,427,487</u>	<u>1,058,562</u>	<u>7,368,925</u>
Net changes in fund balance	<u>\$ (131,000)</u>	<u>\$ (131,000)</u>	<u>3,704,931</u>	<u>\$ 3,835,931</u>
FUND BALANCE:				
Beginning of year			<u>3,207,516</u>	
End of year			<u>\$ 6,912,447</u>	

City of Calexico
Required Supplementary Information (Unaudited) (Continued)
Schedule of the City's Proportionate Share of the Net Pension Liability and Related Ratios
Last Ten Years
For the Year Ended June 30, 2023

Measurement period, year ended	Miscellaneous Plan					
	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017
Plan's proportion of the net pension liability	0.1431511%	0.1500581%	0.1282135%	0.1248795%	0.1205049%	0.1152051%
Plan's proportionate share of the net pension liability	\$ 16,535,099	\$ 8,115,575	\$ 13,950,179	\$ 12,796,448	\$ 11,612,169	\$ 11,772,982
Plan's covered-employee payroll	\$ 6,163,719	\$ 5,984,193	\$ 5,434,448	\$ 5,438,921	\$ 5,280,506	\$ 5,126,704
Plan's proportionate share of the net pension liability as a percentage of covered-employee payroll	268.26%	135.62%	256.70%	235.28%	219.91%	229.64%
Plan's fiduciary net position	\$ 43,649,026	\$ 49,348,516	\$ 41,257,766	\$ 40,604,002	\$ 39,627,144	\$ 38,307,558
Plan's fiduciary net position as a percentage of the total pension liability	72.53%	85.88%	74.73%	76.04%	77.34%	76.49%
Plan's proportionate share of aggregate employer contributions	\$ 1,494,398	\$ 1,313,856	\$ 1,133,328	\$ 895,434	\$ 687,419	\$ 467,363

¹ The Miscellaneous Plans transitioned from an Agent plan to Cost-Sharing plan at Measurement Date (6/30/2016), therefore only years since transition are shown.

City of Calexico
Required Supplementary Information (Unaudited) (Continued)
Schedule of the City's Proportionate Share of the Net Pension Liability and Related Ratios (Continued)
Last Ten Years
For the Year Ended June 30, 2023

Measurement period, year ended	Safety Plan							
	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015
Plan's proportion of the net pension liability	0.163980%	0.189542%	0.149893%	0.145009%	0.146625%	0.144796%	0.144796%	0.151039%
Plan's proportionate share of the net pension liability	\$ 18,941,036	\$ 10,250,954	\$ 16,309,009	\$ 14,859,140	\$ 14,129,130	\$ 14,359,822	\$ 12,862,930	\$ 10,367,155
Plan's covered-employee payroll	\$ 4,885,896	\$ 4,743,588	\$ 3,298,148	\$ 4,302,084	\$ 4,176,782	\$ 4,055,128	\$ 3,937,017	\$ 4,423,592
Plan's proportionate share of the net pension liability as a percentage of covered-employee payroll	387.67%	216.10%	494.49%	345.39%	338.28%	354.12%	326.72%	234.36%
Plan's fiduciary net position	\$ 44,889,924	\$ 49,540,092	\$ 41,647,330	\$ 40,888,911	\$ 39,609,126	\$ 37,100,280	\$ 34,521,294	\$ 36,372,416
Plan's fiduciary net position as a percentage of the total pension liability	70.33%	82.86%	71.86%	73.35%	73.71%	72.10%	72.85%	77.82%
Plan's proportionate share of aggregate employer contributions	\$ 1,860,024	\$ 1,750,135	\$ 1,517,998	\$ 1,249,931	\$ 1,523,035	\$ 1,466,631	\$ 1,385,061	\$ 1,275,182

¹ Information only presented from the implementation year

City of Calexico
Required Supplementary Information (Unaudited) (Continued)
Schedule of Changes in the Net Pension Liability and Related Ratios
Last Ten Years
For the Year Ended June 30, 2023

Miscellaneous Plan

	6/30/2015 ¹	6/30/2014 ¹
Total Pension Liability		
Service cost	\$ 667,325	\$ 693,757
Interest on total pension liability	3,135,933	2,997,774
Differences between expected and actual experience	(259,080)	-
Changes in assumptions	(840,438)	-
Changes in benefit terms	-	-
Benefit payments, including refunds of employee contributions	(1,654,333)	(1,458,707)
	1,049,407	2,232,824
Net change in total pension liability		
Total pension liability - beginning	42,585,621	40,352,797
Total pension liability - ending (a)	\$ 43,635,028	\$ 42,585,621
Plan fiduciary net position		
Contributions - employer	\$ 389,771	\$ 344,145
Contributions - employee	375,172	396,410
Investment income (net of administrative expenses)	807,277	5,423,642
Benefit payments	(1,654,333)	(1,458,707)
Other	(40,762)	-
	(122,875)	4,705,490
Net change in plan fiduciary net position		
Plan fiduciary net position - beginning	36,319,001	31,613,511
Plan fiduciary net position - ending (b)	\$ 36,196,126	\$ 36,319,001
Net pension liability - ending (a)-(b)	\$ 7,438,902	\$ 6,266,620
Plan fiduciary net position as a percentage of the total pension liability	82.95%	77.52%
Covered-employee payroll	\$ 5,315,723	\$ 5,851,522
Net pension liability as a percentage of covered-employee payroll	139.94%	107.09%

Notes to Schedule:

¹ - The Miscellaneous Plans transitioned from an Agent plan to Cost-Sharing plan at Measurement Date (6/30/2016), therefore only two years are shown.

City of Calexico
Required Supplementary Information (Unaudited) (Continued)
Schedule of Plan Contributions - Pension
Last Ten Years
For the Year Ended June 30, 2023

Miscellaneous Plan					
Fiscal Year:	2022-23	2021-22	2020-21	2019-20	2018-19
Contractually determined contribution (actuarially determined)	\$ 1,689,636	\$ 1,494,398	\$ 1,313,856	\$ 1,133,328	\$ 895,434
Contributions in relation to the actuarially determined contributions	(1,689,636)	(1,494,398)	(1,313,856)	(1,133,328)	(895,434)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 6,348,630	\$ 6,163,719	\$ 5,984,193	\$ 5,434,448	\$ 5,438,921
Contributions as a percentage of covered payroll	26.61%	21.96%	21.96%	20.85%	16.46%
Fiscal Year:	2017-18	2016-17	2015-16	2014-15	2013-14 ¹
Contractually determined contribution (actuarially determined)	\$ 687,419	\$ 467,363	\$ 438,015	\$ 389,770	\$ 344,145
Contributions in relation to the actuarially determined contributions	(687,419)	(467,363)	(438,015)	(389,770)	(344,145)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 5,280,506	\$ 5,126,704	\$ 4,977,383	\$ 5,315,723	\$ 5,851,522
Contributions as a percentage of covered payroll	13.02%	9.12%	8.80%	7.33%	5.88%

Notes to Schedule

Methods and assumptions used to determine contribution rates:

The actuarial methods and assumption used to set the actuarially determined contributions for Fiscal Year 2023 were derived from the June 30, 2020 funding valuation report.

Actuarial cost method	Entry Age Normal
Amortization method/period	For details, see June 30, 2020 Funding Valuation Report
Asset valuation method	Actuarial Value of Assets. For details, see June 30, 2020 Funding Valuation Report.
Inflation	2.50%
Salary increases	Varies by entry age and service
Payroll growth	2.750%
Investment rate of return	7.00% net of pension plan investment and administrative expenses.
Retirement age	The probabilities of retirement are based on the 2017 CalPERS Experience Study for the period from 1997 and 2015.
Mortality	The probabilities of mortality are based on the 2017 CalPERS Experience Study for the period from 1997 to 2015. Pre-retirement and Post-retirement mortality rates include 15 years of projected mortality improvement using 90% of Scale MP-2016 published by the Society of Actuaries.

¹ Information only presented from the

City of Calexico
Required Supplementary Information (Unaudited) (Continued)
Schedule of Plan Contributions – Pension (Continued)
Last Ten Years
For the Year Ended June 30, 2023

		Safety Plan				
Fiscal Year:		2022-23	2021-22	2020-21	2019-20	2018-19
Contractually determined contribution (actuarially determined)	\$	2,089,521	\$ 1,860,024	\$ 1,750,135	\$ 1,517,998	\$ 1,249,931
Contributions in relation to the actuarially determined contributions		(2,089,521)	(1,860,024)	(1,750,135)	(1,517,998)	(1,249,931)
Contribution deficiency (excess)	\$	-	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$	5,032,473	\$ 4,885,896	\$ 4,743,588	\$ 3,298,148	\$ 4,302,084
Contributions as a percentage of covered payroll		41.52%	39.21%	36.89%	46.03%	29.05%
Fiscal Year:		2017-18	2016-17	2015-16	2014-15	2013-14¹
Contractually determined contribution (actuarially determined)	\$	1,523,035	\$ 1,466,631	\$ 1,385,061	\$ 1,275,182	\$ 1,305,223
Contributions in relation to the actuarially determined contributions		(1,523,035)	(1,466,631)	(1,385,061)	(1,275,182)	(1,305,223)
Contribution deficiency (excess)	\$	-	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$	4,176,781	\$ 4,055,128	\$ 3,937,017	\$ 4,423,592	\$ 4,864,763
Contributions as a percentage of covered payroll		36.46%	36.17%	35.18%	28.83%	26.83%

Notes to Schedule

Methods and assumptions used to determine contribution rates:

The actuarial methods and assumption used to set the actuarially determined contributions for Fiscal Year 2023 were derived from the June 30, 2020 funding valuation report.

Actuarial cost method	Entry Age Normal
Amortization method/period	For details, see June 30, 2020 Funding Valuation Report
Asset valuation method	Actuarial Value of Assets. For details, see June 30, 2020 Funding Valuation Report.
Inflation	2.50%
Salary increases	Varies by entry age and service
Payroll growth	2.750%
Investment rate of return	7.00% net of pension plan investment and administrative expenses.
Retirement age	The probabilities of retirement are based on the 2017 CalPERS Experience Study for the period from 1997 and 2015.
Mortality	The probabilities of mortality are based on the 2017 CalPERS Experience Study for the period from 1997 to 2015. Pre-retirement and Post-retirement mortality rates include 15 years of projected mortality improvement using 90% of Scale MP-2016 published by the Society of Actuaries.

¹ Information only presented from the

City of Calexico
Required Supplementary Information (Unaudited) (Continued)
Schedule of Changes in Net OPEB Liability and Related Ratios
Last Ten Years
For the Year Ended June 30, 2023

Measurement period, year ending:	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018 ¹
Total OPEB liability						
Service cost	\$ 464,532	\$ 1,117,996	\$ 744,778	\$ 590,159	\$ 517,429	\$ 515,161
Interest	976,399	876,705	751,908	1,072,411	1,102,423	1,060,772
Changes of benefit terms	-	-	-	-	-	-
Differences between expected and actual experience	537,612	(10,079,367)	8,428,759	(9,512,833)	-	-
Changes of assumptions	(487,886)	(6,361,053)	2,394,594	2,776,757	1,696,768	(472,245)
Benefit payments, including refunds of member contributions	(1,141,249)	(985,181)	(871,030)	(852,037)	(832,731)	(781,907)
Net change in total OPEB liability	349,408	(15,430,900)	11,449,009	(5,925,543)	2,483,889	321,781
Total OPEB liability - beginning	23,973,201	39,404,101	27,955,092	33,880,635	31,396,746	31,074,965
Total OPEB liability - ending (a)	\$ 24,322,609	\$ 23,973,201	\$ 39,404,101	\$ 27,955,092	\$ 33,880,635	\$ 31,396,746
OPEB fiduciary net position						
Contributions - employer	\$ 1,853,249	\$ 985,181	\$ 871,030	\$ 852,037	\$ 832,731	\$ 781,907
Net investment income	1,316	-	-	-	-	-
Benefit payments, including refunds of member contributions	(1,141,249)	(985,181)	(871,030)	(852,037)	(832,731)	(781,907)
Administrative expense	(2)	-	-	-	-	-
Net change in plan fiduciary net position	713,314	-	-	-	-	-
Plan fiduciary net position - beginning	-	-	-	-	-	-
Plan fiduciary net position - ending (b)	713,314	-	-	-	-	-
Plan net OPEB liability - ending (a) - (b)	\$ 23,609,295	\$ 23,973,201	\$ 39,404,101	\$ 27,955,092	\$ 33,880,635	\$ 31,396,746
Plan fiduciary net position as a percentage of the total OPEB liability	2.93%	0.00%	0.00%	0.00%	0.00%	0.00%
Covered-employee payroll	\$ 5,532,323	\$ 5,756,155	\$ 6,400,439	\$ 6,229,138	\$ 6,062,421	\$ 5,900,167
Plan net OPEB liability as a percentage of covered-employee payroll	426.75%	416.48%	615.65%	308.14%	347.81%	532.13%

¹ Information only presented from the implementation year

City of Calexico
Required Supplementary Information (Unaudited) (Continued)
Schedule of Plan Contributions - OPEB
Last Ten Years
For the Year Ended June 30, 2023

Fiscal Year:	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18 ¹
Contractually determined contribution (actuarially determined)	\$ 1,853,249	\$ 985,181	\$ 871,030	\$ 852,037	\$ 832,731	\$ 781,907
Contributions in relation to the actuarially determined contributions	(1,853,249)	(985,181)	(871,030)	(852,037)	(832,731)	(781,907)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	\$ 5,532,323	\$ 5,756,155	\$ 6,400,439	\$ 6,229,138	\$ 6,062,421	\$ 5,900,167
Contributions as a percentage of covered-employee payroll	33.50%	17.12%	13.61%	13.68%	13.74%	13.25%

¹ Information only presented from the implementation year of 2018

Notes to Schedule

Methods and assumptions used to determine contribution rates:

The actuarial methods and assumption used to set the actuarially determined contributions for Fiscal Year 2023 are as follows:

Actuarial cost method	Entry Age Normal, Level % of pay
Amortization method/period	Level % of pay / 30-year fixed period for 2022/23
Asset valuation method	Investment gains and losses spread over 5-year rolling period
Discount rate	5.50%
Inflation	2.50%
Salary increases	Varies by entry age and service
Medical trend	Non-Medicare - 6.50% for 2023, decreasing to an ultimate rate of 3.75% in 2076 Medicare (Non-Kaiser) - 5.65% for 2023, decreasing to an ultimate rate of 3.75% in 2076 Medicare (Kaiser) - 4.60% for 2023, decreasing to an ultimate rate of 3.75% in 2076
Mortality	CalPERS 2000-2019 Experience Study
Mortality improvement	Mortality projected fully generational with Scale MP-2021

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SUPPLEMENTARY INFORMATION

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NON-MAJOR GOVERNMENTAL FUNDS

City of Calexico
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2023

	Special Revenue					
	Library Grant	Community Donations	Art in Public Places	Cannabis Permits	Other Operating Grants	Gas Tax
ASSETS						
Cash and investments	\$ 10,732	\$ 74,509	\$ 179,357	\$ 47,628	\$ 30,516	\$ 486,595
Cash and investments with fiscal agents	-	-	-	-	-	-
Receivables:						
Accounts	-	-	-	-	135	-
Intergovernmental	-	-	-	-	-	86,172
Deposits	-	-	-	-	-	-
Total assets	\$ 10,732	\$ 74,509	\$ 179,357	\$ 47,628	\$ 30,651	\$ 572,767
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued liabilities	\$ 3,313	\$ -	\$ -	\$ -	\$ 1,058	\$ 27,709
Accrued payroll	-	-	-	-	-	2,595
Due to other funds	-	-	-	-	-	-
Deposits payable	-	-	-	47,628	-	-
Unearned revenue	-	-	-	-	29,593	-
Total liabilities	3,313	-	-	47,628	30,651	30,304
Fund Balances:						
Restricted	7,419	74,509	179,357	-	-	542,463
Assigned	-	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-	-
Total fund balances	7,419	74,509	179,357	-	-	542,463
Total liabilities and fund balances	\$ 10,732	\$ 74,509	\$ 179,357	\$ 47,628	\$ 30,651	\$ 572,767

(Continued)

City of Calexico
Combining Balance Sheet (Continued)
Non-Major Governmental Funds
June 30, 2023

	Special Revenue					
	Road Maintenance Rehabilitation	LTF Article 3	TDA	Prop 172 Public Safety Sales Tax	State COPS Grant	
ASSETS						
Cash and investments	\$ 2,926,166	\$ 340,697	\$ 142,612	\$ -	\$ -	\$ -
Cash and investments with fiscal agents	-	-	-	-	-	-
Receivables:						
Accounts	-	-	-	-	-	-
Intergovernmental	151,438	-	-	579,005	213,739	13,283
Deposits	-	-	-	-	-	-
Total assets	\$ 3,077,604	\$ 340,697	\$ 142,612	\$ 579,005	\$ 213,739	\$ 13,283
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued liabilities	\$ 46,095	\$ -	\$ 1,046	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-	-	-
Due to other funds	-	-	-	579,005	188,739	13,283
Deposits payable	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Total liabilities	46,095	-	1,046	579,005	188,739	13,283
Fund Balances:						
Restricted	3,031,509	340,697	141,566	-	25,000	-
Assigned	-	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-	-
Total fund balances	3,031,509	340,697	141,566	-	25,000	-
Total liabilities and fund balances	\$ 3,077,604	\$ 340,697	\$ 142,612	\$ 579,005	\$ 213,739	\$ 13,283

(Continued)

City of Calexico
Combining Balance Sheet (Continued)
Non-Major Governmental Funds
June 30, 2023

	Special Revenue					
	HIDTA	Asset Forfeiture	National Opioid Settlement	Bravo-Victoria Eastside Village Assessment	General Plan Update	Solid Waste
ASSETS						
Cash and investments	\$ -	\$ 7,328	\$ 34,921	\$ 1,415,477	\$ 8,596	\$ 991,865
Cash and investments with fiscal agents	-	-	-	-	-	-
Receivables:						
Accounts	-	-	-	-	-	-
Intergovernmental	4,307	-	-	5,713	-	-
Deposits	-	-	-	-	-	-
Total assets	<u>\$ 4,307</u>	<u>\$ 7,328</u>	<u>\$ 34,921</u>	<u>\$ 1,421,190</u>	<u>\$ 8,596</u>	<u>\$ 991,865</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued liabilities	\$ -	\$ 38	\$ -	\$ 1,810	\$ -	\$ 179,719
Accrued payroll	-	-	-	-	-	-
Due to other funds	4,307	-	-	-	-	-
Deposits payable	-	-	-	-	-	-
Unearned revenue	-	-	34,742	-	-	58,085
Total liabilities	<u>4,307</u>	<u>38</u>	<u>34,742</u>	<u>1,810</u>	<u>-</u>	<u>237,804</u>
Fund Balances:						
Restricted	-	7,290	179	1,419,380	8,596	754,061
Assigned	-	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-	-
Total fund balances	<u>-</u>	<u>7,290</u>	<u>179</u>	<u>1,419,380</u>	<u>8,596</u>	<u>754,061</u>
Total liabilities and fund balances	<u>\$ 4,307</u>	<u>\$ 7,328</u>	<u>\$ 34,921</u>	<u>\$ 1,421,190</u>	<u>\$ 8,596</u>	<u>\$ 991,865</u>

(Continued)

City of Calexico
Combining Balance Sheet (Continued)
Non-Major Governmental Funds
June 30, 2023

	Special Revenue					
	Business Improvement District	Federal HOME Grant Fund	Successor Housing	State CalHOME Grant	Federal CDBG Grant	Local Housing Programs
ASSETS						
Cash and investments	\$ 19,634	\$ 868,019	\$ 3,224,410	\$ 91,443	\$ 2,701,992	\$ 203,977
Cash and investments with fiscal agents	-	-	-	-	-	-
Receivables:						
Accounts	-	800	-	-	2,055	5,552
Intergovernmental	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Total assets	<u>\$ 19,634</u>	<u>\$ 868,819</u>	<u>\$ 3,224,410</u>	<u>\$ 91,443</u>	<u>\$ 2,704,047</u>	<u>\$ 209,529</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued liabilities	\$ -	\$ 34,844	\$ -	\$ -	\$ 125,028	\$ -
Accrued payroll	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Deposits payable	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>34,844</u>	<u>-</u>	<u>-</u>	<u>125,028</u>	<u>-</u>
Fund Balances:						
Restricted	19,634	833,975	3,224,410	91,443	2,579,019	209,529
Assigned	-	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-	-
Total fund balances	<u>19,634</u>	<u>833,975</u>	<u>3,224,410</u>	<u>91,443</u>	<u>2,579,019</u>	<u>209,529</u>
Total liabilities and fund balances	<u>\$ 19,634</u>	<u>\$ 868,819</u>	<u>\$ 3,224,410</u>	<u>\$ 91,443</u>	<u>\$ 2,704,047</u>	<u>\$ 209,529</u>

(Continued)

City of Calexico
Combining Balance Sheet (Continued)
Non-Major Governmental Funds
June 30, 2023

	Debt Service		Capital Projects			
	Measure H Debt Service	Measure H Capital Projects	General Capital Projects	Capital Grants Capital Projects Fund	DIF - Libraries	DIF - Parks/ Recreation
ASSETS						
Cash and investments	\$ 116	\$ -	\$ 1,397,679	\$ -	\$ 199,519	\$ 590,327
Cash and investments with fiscal agents	998,054	-	277,704	-	-	-
Receivables:						
Accounts	-	-	-	-	-	-
Intergovernmental	-	-	-	771,506	-	-
Deposits	-	-	-	137,900	-	-
Total assets	\$ 998,170	\$ -	\$ 1,675,383	\$ 909,406	\$ 199,519	\$ 590,327
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ 1,964	\$ 1,368	\$ -
Accrued payroll	-	-	-	-	-	-
Due to other funds	-	-	-	907,442	-	-
Deposits payable	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Total liabilities	-	-	-	909,406	1,368	-
Fund Balances:						
Restricted	998,170	-	482,954	-	198,151	590,327
Assigned	-	-	1,192,429	-	-	-
Unassigned (deficit)	-	-	-	-	-	-
Total fund balances	998,170	-	1,675,383	-	198,151	590,327
Total liabilities and fund balances	\$ 998,170	\$ -	\$ 1,675,383	\$ 909,406	\$ 199,519	\$ 590,327

(Continued)

City of Calexico
Combining Balance Sheet (Continued)
Non-Major Governmental Funds
June 30, 2023

	Capital Projects					
	DIF - Parking	DIF - General Government	DIF - Traffic	DIF - Police	DIF - Fire	Cole Road Improvements
ASSETS						
Cash and investments	\$ 267,242	\$ 339,515	\$ 1,964,529	\$ 319,696	\$ -	\$ 1,588,242
Cash and investments with fiscal agents	-	-	-	-	-	-
Receivables:						
Accounts	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Total assets	\$ 267,242	\$ 339,515	\$ 1,964,529	\$ 319,696	\$ -	\$ 1,588,242
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-	-	-
Due to other funds	-	-	-	-	63,430	-
Deposits payable	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Total liabilities	-	-	-	-	63,430	-
Fund Balances:						
Restricted	267,242	339,515	1,964,529	319,696	-	1,588,242
Assigned	-	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	(63,430)	-
Total fund balances	267,242	339,515	1,964,529	319,696	(63,430)	1,588,242
Total liabilities and fund balances	\$ 267,242	\$ 339,515	\$ 1,964,529	\$ 319,696	\$ -	\$ 1,588,242

(Continued)

City of Calexico
Combining Balance Sheet (Continued)
Non-Major Governmental Funds
June 30, 2023

	Capital Projects			Total Non-Major Governmental Funds
	Northwest Area Development	East Area Facilities Plan	New River Grants	
ASSETS				
Cash and investments	\$ 468,570	\$ 944,431	\$ 53,310	\$ 21,939,650
Cash and investments with fiscal agents	-	-	-	1,275,758
Receivables:				
Accounts	-	-	-	8,542
Intergovernmental	-	-	1,018,644	2,843,807
Deposits	-	-	-	137,900
Total assets	\$ 468,570	\$ 944,431	\$ 1,071,954	\$ 26,205,657
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 273,403	\$ 697,395
Accrued payroll	-	-	-	2,595
Due to other funds	-	-	798,551	2,554,757
Deposits payable	-	-	-	47,628
Unearned revenue	-	-	-	122,420
Total liabilities	-	-	1,071,954	3,424,795
Fund Balances:				
Restricted	468,570	944,431	-	21,651,863
Assigned	-	-	-	1,192,429
Unassigned (deficit)	-	-	-	(63,430)
Total fund balances	468,570	944,431	-	22,780,862
Total liabilities and fund balances	\$ 468,570	\$ 944,431	\$ 1,071,954	\$ 26,205,657

(Concluded)

City of Calexico
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Governmental Funds
For the Year Ended June 30, 2023

	Special Revenue					
	Library Grant	Community Donations	Art in Public Places	Cannabis Permits	Other Operating Grants	Gas Tax
REVENUES:						
Intergovernmental	\$ 62,889	\$ -	\$ -	\$ -	\$ 32,170	\$ 1,040,896
Charges for services	-	-	56,031	-	-	-
Investment income (loss)	-	-	935	-	-	1,183
Other revenues	-	9,118	-	-	-	-
Total revenues	62,889	9,118	56,966	-	32,170	1,042,079
EXPENDITURES:						
Current:						
General government	-	5,006	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	764,321
Culture and recreation	55,470	2,829	2,394	-	32,172	-
Housing	-	-	-	-	-	-
Capital outlay	-	-	321	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	55,470	7,835	2,715	-	32,172	764,321
REVENUES OVER						
(UNDER) EXPENDITURES	7,419	1,283	54,251	-	(2)	277,758
OTHER FINANCING SOURCES (USES):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	7,419	1,283	54,251	-	(2)	277,758
FUND BALANCES (DEFICIT):						
Beginning of year	-	73,226	125,106	-	2	264,705
End of year	<u>\$ 7,419</u>	<u>\$ 74,509</u>	<u>\$ 179,357</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 542,463</u>

(Continued)

City of Calexico
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Non-Major Governmental Funds
For the Year Ended June 30, 2023

	Special Revenue					
	Road Maintenance Rehabilitation	LTF Article 3	TDA	Prop 172 Public Safety Sales Tax	State COPS Grant	Operation Stonegarden
REVENUES:						
Intergovernmental	\$ 864,223	\$ -	\$ -	\$ 579,006	\$ 100,000	\$ 21,038
Charges for services	-	-	-	-	-	-
Investment income (loss)	14,972	1,712	773	-	-	-
Other revenues	-	5,816	-	-	-	-
Total revenues	879,195	7,528	773	579,006	100,000	21,038
EXPENDITURES:						
Current:						
General government	-	-	-	-	-	-
Public safety	-	-	-	314,006	75,000	21,038
Public works	431,736	-	20,026	-	-	-
Culture and recreation	-	-	-	-	-	-
Housing	-	-	-	-	-	-
Capital outlay	56,760	-	9,275	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	488,496	-	29,301	314,006	75,000	21,038
REVENUES OVER (UNDER) EXPENDITURES	390,699	7,528	(28,528)	265,000	25,000	-
OTHER FINANCING SOURCES (USES):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	390,699	7,528	(28,528)	265,000	25,000	-
FUND BALANCES (DEFICIT):						
Beginning of year	2,640,810	333,169	170,094	(265,000)	-	-
End of year	<u>\$ 3,031,509</u>	<u>\$ 340,697</u>	<u>\$ 141,566</u>	<u>\$ -</u>	<u>\$ 25,000</u>	<u>\$ -</u>

(Continued)

City of Calexico
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Non-Major Governmental Funds
For the Year Ended June 30, 2023

	Special Revenue					
	HIDTA	Asset Forfeiture	National Opioid Settlement	Bravo-Victoria Eastside Village Assessment	General Plan Update	Solid Waste
REVENUES:						
Intergovernmental	\$ 4,307	\$ 7,290	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	532,756	-	2,657,579
Investment income (loss)	-	-	179	7,281	44	2,309
Other revenues	-	-	-	-	-	-
Total revenues	4,307	7,290	179	540,037	44	2,659,888
EXPENDITURES:						
Current:						
General government	-	-	-	-	-	-
Public safety	4,307	-	-	-	-	-
Public works	-	-	-	46,811	-	2,381,926
Culture and recreation	-	-	-	-	-	-
Housing	-	-	-	-	-	-
Capital outlay	-	-	-	14,784	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	4,307	-	-	61,595	-	2,381,926
REVENUES OVER						
(UNDER) EXPENDITURES	-	7,290	179	478,442	44	277,962
OTHER FINANCING SOURCES (USES):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	-	7,290	179	478,442	44	277,962
FUND BALANCES (DEFICIT):						
Beginning of year	-	-	-	940,938	8,552	476,099
End of year	\$ -	\$ 7,290	\$ 179	\$ 1,419,380	\$ 8,596	\$ 754,061

(Continued)

City of Calexico
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Non-Major Governmental Funds
For the Year Ended June 30, 2023

	Special Revenue					
	Business Improvement District	Federal HOME Grant Fund	Successor Housing	State CalHOME Grant	Federal CDBG Grant	Local Housing Programs
REVENUES:						
Intergovernmental	\$ -	\$ 74,382	\$ -	\$ -	\$ 170,817	\$ -
Charges for services	-	-	-	-	-	4,000
Investment income (loss)	-	-	122,036	470	-	73,203
Other revenues	-	-	-	-	-	-
Total revenues	-	74,382	122,036	470	170,817	77,203
EXPENDITURES:						
Current:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Housing	-	5,920	1,257	924	6,214	1,109
Capital outlay	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	-	5,920	1,257	924	6,214	1,109
REVENUES OVER (UNDER) EXPENDITURES	-	68,462	120,779	(454)	164,603	76,094
OTHER FINANCING SOURCES (USES):						
Transfers in	-	-	-	-	-	87,000
Transfers out	-	-	(87,000)	-	-	-
Total other financing sources (uses)	-	-	(87,000)	-	-	87,000
Net change in fund balances	-	68,462	33,779	(454)	164,603	163,094
FUND BALANCES (DEFICIT):						
Beginning of year	19,634	765,513	3,190,631	91,897	2,414,416	46,435
End of year	<u>\$ 19,634</u>	<u>\$ 833,975</u>	<u>\$ 3,224,410</u>	<u>\$ 91,443</u>	<u>\$ 2,579,019</u>	<u>\$ 209,529</u>

(Continued)

City of Calexico
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Non-Major Governmental Funds
For the Year Ended June 30, 2023

	Debt Service		Capital Projects			
	Measure H Debt Service	Measure H Capital Projects	General Capital Projects	Capital Grants		DIF - Parks/ Recreation
				Capital Projects Fund	DIF - Libraries	
REVENUES:						
Intergovernmental	\$ -	\$ -	\$ -	\$ 950,917	\$ -	\$ -
Charges for services	-	-	-	-	83,655	171,070
Investment income (loss)	53	5	5,701	-	1,026	3,037
Other revenues	-	73	-	-	-	-
Total revenues	53	78	5,701	950,917	84,681	174,107
EXPENDITURES:						
Current:						
General government	1,251	-	-	1,012	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	250,000	-	-	-
Culture and recreation	-	-	-	-	-	-
Housing	-	-	-	-	-	-
Capital outlay	-	-	956,880	949,905	22,161	-
Debt service:						
Principal	685,000	-	-	-	-	-
Interest and fiscal charges	309,000	-	-	-	-	-
Total expenditures	995,251	-	1,206,880	950,917	22,161	-
REVENUES OVER (UNDER) EXPENDITURES	(995,198)	78	(1,201,179)	-	62,520	174,107
OTHER FINANCING SOURCES (USES):						
Transfers in	995,328	-	527,000	-	-	-
Transfers out	-	(78)	-	-	-	-
Total other financing sources (uses)	995,328	(78)	527,000	-	-	-
Net change in fund balances	130	-	(674,179)	-	62,520	174,107
FUND BALANCES (DEFICIT):						
Beginning of year	998,040	-	2,349,562	-	135,631	416,220
End of year	\$ 998,170	\$ -	\$ 1,675,383	\$ -	\$ 198,151	\$ 590,327

(Continued)

City of Calexico
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Non-Major Governmental Funds
For the Year Ended June 30, 2023

	Capital Projects					
	DIF - Parking	DIF - General Government	DIF - Traffic	DIF - Police	DIF - Fire	Cole Road Improvements
REVENUES:						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	62,747	129,527	59,331	61,753	-
Investment income (loss)	1,374	1,746	10,104	1,644	(327)	8,169
Other revenues	-	-	-	-	-	-
Total revenues	1,374	64,493	139,631	60,975	61,426	8,169
EXPENDITURES:						
Current:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Housing	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	-	-	-	-	-	-
REVENUES OVER (UNDER) EXPENDITURES	1,374	64,493	139,631	60,975	61,426	8,169
OTHER FINANCING SOURCES (USES):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	1,374	64,493	139,631	60,975	61,426	8,169
FUND BALANCES (DEFICIT):						
Beginning of year	265,868	275,022	1,824,898	258,721	(124,856)	1,580,073
End of year	\$ 267,242	\$ 339,515	\$ 1,964,529	\$ 319,696	\$ (63,430)	\$ 1,588,242

(Continued)

City of Calexico
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Non-Major Governmental Funds
For the Year Ended June 30, 2023

	Capital Projects			Total Non-Major Governmental Funds
	Northwest Area Development	East Area Facilities Plan	New River Grants	
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 1,127,739	\$ 5,035,674
Charges for services	-	-	-	3,818,449
Investment income (loss)	2,411	4,858	-	264,898
Other revenues	-	-	-	15,007
Total revenues	2,411	4,858	1,127,739	9,134,028
EXPENDITURES:				
Current:				
General government	-	-	-	7,269
Public safety	-	-	-	414,351
Public works	-	-	-	3,894,820
Culture and recreation	-	-	-	92,865
Housing	-	-	-	15,424
Capital outlay	-	-	1,127,739	3,137,825
Debt service:				
Principal	-	-	-	685,000
Interest and fiscal charges	-	-	-	309,000
Total expenditures	-	-	1,127,739	8,556,554
REVENUES OVER (UNDER) EXPENDITURES	2,411	4,858	-	577,474
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	-	1,609,328
Transfers out	-	-	-	(87,078)
Total other financing sources (uses)	-	-	-	1,522,250
Net change in fund balances	2,411	4,858	-	2,099,724
FUND BALANCES (DEFICIT):				
Beginning of year	466,159	939,573	-	20,681,138
End of year	\$ 468,570	\$ 944,431	\$ -	\$ 22,780,862

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INTERNAL SERVICE FUNDS

City of Calexico
Statement of Net Position
All Internal Service Funds
June 30, 2023

	Payroll	Employee Benefits	Medical Retirees	Workers' Compensation
ASSETS				
Current assets:				
Cash and investments	\$ -	\$ 634,453	\$ 548,035	\$ 527,265
Due from other funds	-	-	-	2,000,000
Deposits	-	-	-	125,000
Inventories and prepaid items	-	-	-	4,939
Total current assets	-	634,453	548,035	2,657,204
Total assets	-	634,453	548,035	2,657,204
LIABILITIES				
Current liabilities:				
Accounts payable	-	69,374	92,718	158,142
Claims payable - due within one year	-	-	-	768,000
Total current liabilities	-	69,374	92,718	926,142
Noncurrent liabilities:				
Claims payable - due in more than one year	-	-	-	1,611,000
Total noncurrent liabilities	-	-	-	1,611,000
Total liabilities	-	69,374	92,718	2,537,142
NET POSITION				
Unrestricted	-	565,079	455,317	120,062
Total net position	\$ -	\$ 565,079	\$ 455,317	\$ 120,062

(Continued)

City of Calexico
Statement of Net Position (Continued)
All Internal Service Funds
June 30, 2023

	General Liability	Unemployment Insurance	Total
ASSETS			
Current assets:			
Cash and investments	\$ 1,416,138	\$ 7,314	\$ 3,133,205
Due from other funds	564,758	-	2,564,758
Deposits	50,000	-	175,000
Inventories and prepaid items	3,023	-	7,962
Total current assets	2,033,919	7,314	5,880,925
Total assets	2,033,919	7,314	5,880,925
LIABILITIES			
Current liabilities:			
Accounts payable	93,220	1,753	415,207
Claims payable - due within one year	1,459,760	-	2,227,760
Total current liabilities	1,552,980	1,753	2,642,967
Noncurrent liabilities:			
Claims payable - due in more than one year	392,000	-	2,003,000
Total noncurrent liabilities	392,000	-	2,003,000
Total liabilities	1,944,980	1,753	4,645,967
NET POSITION			
Unrestricted	88,939	5,561	1,234,958
Total net position	\$ 88,939	\$ 5,561	\$ 1,234,958

(Concluded)

City of Calexico
Statement of Revenues, Expenses, and Changes in Net Position
All Internal Service Funds
For the Year Ended June 30, 2023

	Payroll	Employee Benefits	Medical Retirees	Workers' Compensation
OPERATING REVENUES:				
Charges for services	\$ -	\$ 2,342,394	\$ 1,221,043	\$ 1,201,539
Other revenue	-	418,744	54,996	-
Total operating revenues	-	2,761,138	1,276,039	1,201,539
OPERATING EXPENSES:				
Salaries and benefits	-	-	712,000	-
Material, supplies, and operational expenses	-	34,705	8,402	110,260
Insurance	-	-	-	296,950
Claim payments	-	1,286,109	685,386	731,949
Claims administration	-	1,018,719	274,739	37,380
Total operating expenses	-	2,339,533	1,680,527	1,176,539
OPERATING INCOME (LOSS)	-	421,605	(404,488)	25,000
NONOPERATING REVENUES (EXPENSES):				
Investment income	-	7,348	4,938	13,073
Total nonoperating revenues (expenses)	-	7,348	4,938	13,073
INCOME (LOSS) BEFORE TRANSFERS	-	428,953	(399,550)	38,073
TRANSFERS:				
Transfers in	-	-	300,000	-
Transfers out	-	(300,000)	-	(20,000)
Total transfers	-	(300,000)	300,000	(20,000)
Changes in net position	-	128,953	(99,550)	18,073
NET POSITION:				
Beginning of year	-	436,126	554,867	101,989
End of year	\$ -	\$ 565,079	\$ 455,317	\$ 120,062

(Continued)

City of Calexico
Statement of Revenues, Expenses, and Changes in Net Position (Continued)
All Internal Service Funds
For the Year Ended June 30, 2023

	General Liability	Unemployment Insurance	Total
OPERATING REVENUES:			
Charges for services	\$ 1,065,001	\$ 42,943	\$ 5,872,920
Other revenue	-	-	473,740
Total operating revenues	<u>1,065,001</u>	<u>42,943</u>	<u>6,346,660</u>
OPERATING EXPENSES:			
Salaries and benefits	-	-	712,000
Material, supplies, and operational expenses	89,484	-	242,851
Insurance	708,212	-	1,005,162
Claim payments	1,324,622	12,630	4,040,696
Claims administration	34,042	-	1,364,880
Total operating expenses	<u>2,156,360</u>	<u>12,630</u>	<u>7,365,589</u>
OPERATING INCOME (LOSS)	<u>(1,091,359)</u>	<u>30,313</u>	<u>(1,018,929)</u>
NONOPERATING REVENUES (EXPENSES):			
Investment income	4,318	276	29,953
Total nonoperating revenues (expenses)	<u>4,318</u>	<u>276</u>	<u>29,953</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>(1,087,041)</u>	<u>30,589</u>	<u>(988,976)</u>
TRANSFERS:			
Transfers in	1,093,760	-	1,393,760
Transfers out	-	(30,000)	(350,000)
Total transfers	<u>1,093,760</u>	<u>(30,000)</u>	<u>1,043,760</u>
Changes in net position	6,719	589	54,784
NET POSITION:			
Beginning of year	82,220	4,972	1,180,174
End of year	<u>\$ 88,939</u>	<u>\$ 5,561</u>	<u>\$ 1,234,958</u>

(Concluded)

City of Calexico
Statement of Cash Flows
All Internal Service Funds
For the Year Ended June 30, 2023

	Payroll	Employee Benefits	Medical Retirees	Workers Compensation
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from users	\$ 1,587	\$ 2,763,732	\$ 1,276,039	\$ 1,201,539
Cash payments to suppliers for goods and services	(567)	(61,788)	(662,376)	(329,170)
Cash payments for claims	-	(2,304,828)	(960,125)	(746,473)
Net cash provided by (used in) operating activities	1,020	397,116	(346,462)	125,896
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Cash received from other funds	-	-	-	6,486
Cash payments to other funds	(1,020)	-	-	-
Transfers in	-	-	300,000	-
Transfers out	-	(300,000)	-	(20,000)
Net cash provided by (used in) noncapital financing activities	(1,020)	(300,000)	300,000	(13,514)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest income	-	7,348	4,938	13,073
Net cash provided by investing activities	-	7,348	4,938	13,073
Net increase (decrease) in cash and cash equivalents	-	104,464	(41,524)	125,455
CASH AND CASH EQUIVALENTS:				
Beginning of year	-	529,989	589,559	401,810
End of year	\$ -	\$ 634,453	\$ 548,035	\$ 527,265

(Continued)

City of Calexico
Statement of Cash Flows (Continued)
All Internal Service Funds
For the Year Ended June 30, 2023

	General Liability	Unemployment Insurance	Total
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from users	\$ 1,134,559	\$ 42,943	\$ 6,420,399
Cash payments to suppliers for goods and services	(1,292,169)	-	(2,346,070)
Cash payments for claims	(314,609)	(16,309)	(4,342,344)
Net cash provided by (used in) operating activities	<u>(472,219)</u>	<u>26,634</u>	<u>(268,015)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Cash received from other funds	260,636	-	267,122
Cash payments to other funds	-	-	(1,020)
Transfers in	1,093,760	-	1,393,760
Transfers out	-	(30,000)	(350,000)
Net cash provided by (used in) noncapital financing activities	<u>1,354,396</u>	<u>(30,000)</u>	<u>1,309,862</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest income	4,318	276	29,953
Net cash provided by investing activities	<u>4,318</u>	<u>276</u>	<u>29,953</u>
Net increase (decrease) in cash and cash equivalents	886,495	(3,090)	1,071,800
CASH AND CASH EQUIVALENTS:			
Beginning of year	529,643	10,404	2,061,405
End of year	<u>\$ 1,416,138</u>	<u>\$ 7,314</u>	<u>\$ 3,133,205</u>

(Continued)

City of Calexico
Statement of Cash Flows (Continued)
All Internal Service Funds
For the Year Ended June 30, 2023

	Payroll	Employee Benefits	Medical Retirees	Workers Compensation
RECONCILIATION OF OPERATING INCOME				
(LOSS) TO NET CASH PROVIDED				
BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ -	\$ 421,605	\$ (404,488)	\$ 25,000
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Changes in operating assets and liabilities:				
Accounts receivable	1,587	2,594	-	-
Deposits	-	-	-	-
Inventories and prepaid items	-	-	-	(144)
Accounts payable	(567)	(27,083)	58,026	78,040
Accrued payroll	-	-	-	-
Deposits payable	-	-	-	-
Claims payable	-	-	-	23,000
Total adjustments	<u>1,020</u>	<u>(24,489)</u>	<u>58,026</u>	<u>100,896</u>
Net cash provided by (used in) operating activities	<u>\$ 1,020</u>	<u>\$ 397,116</u>	<u>\$ (346,462)</u>	<u>\$ 125,896</u>

(Continued)

City of Calexico
Statement of Cash Flows (Continued)
All Internal Service Funds
For the Year Ended June 30, 2023

	General Liability	Unemployment Insurance	Total
RECONCILIATION OF OPERATING INCOME			
(LOSS) TO NET CASH PROVIDED			
BY OPERATING ACTIVITIES:			
Operating income (loss)	\$ (1,091,359)	\$ 30,313	\$ (1,018,929)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Changes in operating assets and liabilities:			
Accounts receivable	69,558	-	73,739
Deposits	-	-	-
Inventories and prepaid items	210,095	-	209,951
Accounts payable	(494,473)	(3,679)	(389,736)
Accrued payroll	-	-	-
Deposits payable	-	-	-
Claims payable	833,960	-	856,960
Total adjustments	619,140	(3,679)	750,914
Net cash provided by (used in) operating activities	\$ (472,219)	\$ 26,634	\$ (268,015)

(Concluded)

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CUSTODIAL FUNDS

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City of Calexico
Combining Statement of Fiduciary Net Position
Custodial Funds
June 30, 2023

	Corsair 2013-1 Gran Plaza CFD	Hearthstone 2005-1 CFD	Total
	<u>CFD</u>	<u>CFD</u>	<u>Total</u>
ASSETS			
Cash and investments	\$ 226,496	\$ 291,913	\$ 518,409
Cash and investments with fiscal agents	769,275	59,131	828,406
Receivables:			
Intergovernmental	-	55,146	55,146
Total assets	<u>995,771</u>	<u>406,190</u>	<u>1,401,961</u>
LIABILITIES			
Accounts payable	\$ 1,103	\$ 3,438	4,541
Total liabilities	<u>1,103</u>	<u>3,438</u>	<u>4,541</u>
NET POSITION			
Restricted for:			
Individuals, organizations, and other governments	<u>994,668</u>	<u>402,752</u>	<u>1,397,420</u>
Total Net Position	<u>\$ 994,668</u>	<u>\$ 402,752</u>	<u>\$ 1,397,420</u>

City of Calexico
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended June 30, 2023

	Corsair 2013-1 Gran Plaza CFD	Hearthstone 2005-1 CFD	Total
ADDITIONS:			
Special assessments for other governments	\$ 363,847	\$ 726,180	\$ 1,090,027
Investment earnings	23,678	5,650	29,328
Contribution from City	225,402	-	225,402
Total additions	612,927	731,830	1,344,757
DEDUCTIONS:			
Administration	24,358	43,723	68,081
Public safety	-	141,617	141,617
Payments - principal	295,000	-	295,000
Payments - interest	350,350	650,088	1,000,438
Total deductions	669,708	835,428	1,505,136
Changes in net position	(56,781)	(103,598)	(160,379)
NET POSITION:			
Beginning of year	1,051,449	506,350	1,557,799
End of year	\$ 994,668	\$ 402,752	\$ 1,397,420