



**2022-2023
ANNUAL
COMPREHENSIVE
FINANCIAL
REPORT**



Introductory Section



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City of Dinuba
Annual Comprehensive Financial Report
For the year ended June 30, 2023

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City Manager's Office
559/591-5904

Development Services
559/591-5906

Parks & Community Services
559/591-5940

City Attorney
559/437-1770

Public Works Services
559/591-5924

Fire/Ambulance Services
559/591-5931

Administrative Services
559/591-5900

Engineering Services
559/591-5924

Police Services
559/591-5914

February 9, 2024

To the Honorable Mayor, City Council and Citizens of the City of Dinuba:

The Annual Comprehensive Financial Report (ACFR) of the City of Dinuba, for the fiscal year ended June 30, 2023, is hereby submitted as mandated by both local ordinances and state statutes. These ordinances and statutes require that the City of Dinuba issue annually a report on its financial position and activity, and that an independent firm of certified public accountants audit this report. The accounting firm of Badawi and Associates of Berkeley, California, was retained by the City to perform the audit of financial records for the fiscal year ended June 30, 2023. The audit was designed to meet the requirements of the federal Single Audit Act of 1984, as amended and related OMB Circular A-133. The auditors report on the fair presentation of the financial statements, the internal controls, and compliance with legal requirements and have issued an unmodified (“clean”) opinion on Dinuba’s financial statements.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with management. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the financial position and results of operations of the various funds and component units of the City. All disclosures necessary to enable the reader to gain an understanding of the City’s activities have been included.

Management’s discussion and analysis (MD&A) follows the independent auditor’s report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Government Profile

The financial reporting entity (the government) includes all the funds of the primary government (i.e., the City of Dinuba as legally defined), as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable. Blended component units, although legally separate entities, are, in substance, part of the primary government’s operations and are included as part of the primary government; the Dinuba Financing Authority qualifies as a blended component unit in this regard. City Council members serve as the governing board of the Authority, and the City Manager serves as the Executive Director of the Authority.

The City of Dinuba is situated in the northern part of Tulare County, near the Fresno County line. Roughly, 180 miles north of Los Angeles and 200 miles south of San Francisco, the City lies in the heart of California’s agriculturally rich San Joaquin Valley, near the Sierra Nevada Mountain Range.

FINANCE AND COMMUNITY SERVICES

Dinuba was established in 1888 with the coming of the railroad and was incorporated in 1906. Because of Dinuba's rich agricultural area, it grew quickly into a thriving community as people from outlying areas moved closer to the railroad shipping area. Since its founding, Dinuba has had consistent growth, increasing from 970 persons in 1910 to a 2023 population of 25,467 among the eight incorporated cities of Tulare County, Dinuba ranks fourth in population.

The City, until 1994, operated under the General Laws of the State of California. The voters adopted the City Charter on June 4, 1994, and by the Secretary of State on July 7, 1994. The Charter gives the City government greater latitude in carrying out its operations and enables the City to operate more efficiently.

Springtime in Dinuba is filled with the fragrance of blossoms from the surrounding orchards. Dinuba's warm summer days bring forth the abundance of produce that keeps the packinghouses and shippers busy during the summer months. Mild temperatures year-round enhance the dairy industry in the surrounding area as well.

The Dinuba area is one of the San Joaquin Valley's most productive agricultural spots. The variety of crops includes cotton, nuts, vegetables, and fruits, such as grapes, raisins, plums, peaches, nectarines, and citrus. Raisins are a major product in the Dinuba area, where 40 percent of the world's raisins are grown and dried, a total of approximately 300,000 tons annually. Table grapes and wine are also major products. The City of Dinuba is in Tulare County; a table in the Statistical Section lists the major crops raised in Tulare County and the gross value of the crops in the previous calendar year.

Although agriculture is Dinuba's predominant activity, the community has had a modest commercial and industrial base for many years. Dinuba is home to the headquarters of Ruiz Food Products, Incorporated, which prepares frozen Mexican foods and distributes them worldwide. It is also home to the West Coast Distribution Facility for Best Buy, Inc. and Patterson Logistics, Inc. This concentration of employers attracts more residents, which in turn draws additional commercial businesses. This has been evidenced through continued strength of the building sector in Dinuba. Because of its unparalleled agricultural base and its expanding industrial site, Dinuba is a community with a progressive and diverse economy.

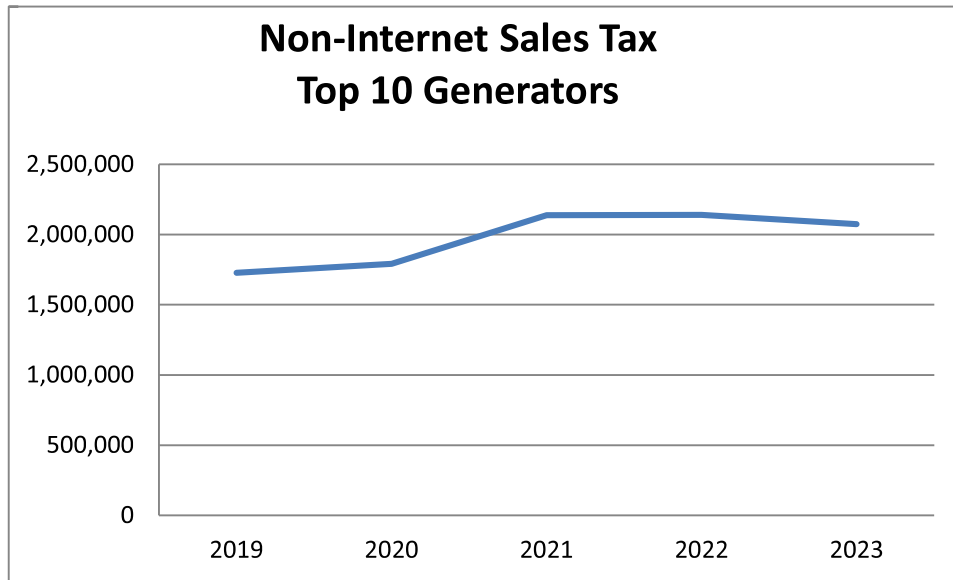
The City has a Council-Manager form of government. There are five Council members who serve overlapping terms of four years and the Council in turn elects one of the Council members to serve as the Mayor for a term of two years. The Council engages a City Manager and a City Attorney. The Manager is the chief executive officer of the City, and it is the City Manager's responsibility to hire department managers for each of the City functions. Such person also proposes the annual budgets, coordinates and oversees all activities of the organization, and implements the policies, budgets, and laws adopted by the City Council. The Dinuba Redevelopment Agency was created on June 12, 1984, by an Ordinance of the City Council, pursuant to the California Community Redevelopment Law. With the dissolution of redevelopment agencies by the state, Tulare County Oversight Board has assumed the role of the board to the Successor Agency of the City of Dinuba.

Local Economy

The economic climate in Dinuba is stabilizing after the pandemic. Over the past 5 years, sales tax from the top 10 non-online businesses grew from approximately \$1.7 million to a high of \$2.1 million in 2022. In the past year, a small decline of 3% is indicating a change in the overall economic climate which focuses in particular in decreases to retail, auto sales and construction.

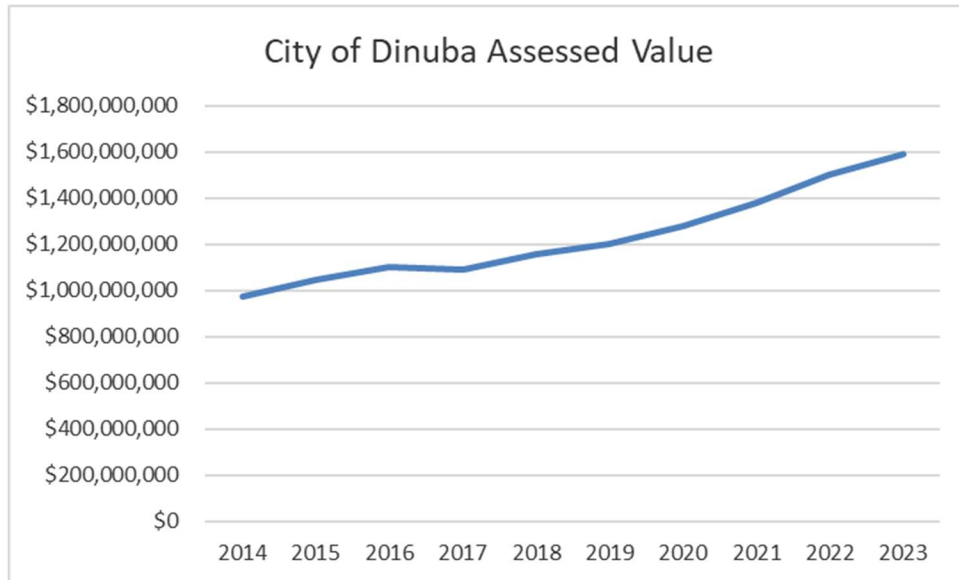
For the past five years, the online sales tax revenue had been the largest source of revenues for the City of Dinuba’s general fund. In September 2023, the California Department of Tax and Fee Administration (CDTFA) completed an audit of the online sales tax and informed the City of the intent to change the allocation of online sales tax which would result in a substantial reduction of sales tax to the City.

Aside from the reallocation going forward, the CDTFA has also indicated that they intend to ‘claw back’ what they have deemed appropriate back to January 2021. The Management Discussion and Analysis (MD&A) and financials represent the City’s efforts to prudently set aside the money that is in question, in the event that the CDTFA’s decision is upheld. However, the City strongly disagrees with the decision and has submitted an appeal of the determination.



In the 2022-2023 fiscal year the City of Dinuba’s Public Works Department issued a total of 925 building permits. A total of 687 of those permits were residential and 238 were for commercial projects. The total valuation for all permits issued was \$30,513,870. There are currently two residential developments that are being built in Dinuba. These include developments that are below market, market, and above market. There are several other residential developments that are working their way through the development process.

Property values saw a slight uptick in fiscal year 2022-2023. The continued growth in new residential and commercial permits is anticipated to continue to reflect in the assessed values going forward and will be apparent in the property tax rolls in future years.



Current Major Initiatives.

During fiscal year 2022-2023 the City’s Public Works Department completed several capital improvements projects. They include:

- **Stony Creek Development.** The project consisted of the installation and construction of various essential components. These include domestic water, sanitary sewer, storm drains, curbs, gutters, sidewalks, street construction (including signage and markings), landscape, irrigation, and street lighting.
- **Alta Avenue and Nebraska Avenue Roundabout.** The completion of this project has improved traffic control, air quality, and pedestrian safety. The project consisted of constructing a single-lane roundabout, which included a reconstructed pavement section, curb, and gutter, curb ramps, sidewalk, median islands, landscape and irrigation, master-planned storm drain facilities, and other improvements. SB-1, Measure R, CMAQ, and local funds funded this project.
- **El Monte Way Sewer Main Replacement Project.** The project consisted of an investigation of the 12-inch Sewer line in El Monte Way between Lillie Avenue and Alice Avenue, which determined that about 300 feet of the main sewer line needed to be replaced. This project was awarded to Agee Construction Corporation and completed on December 16, 2022. This project was fully funded with ARPA.
- **Serra Village Phase 2.** The City collaborated with Self-Help Enterprises for a \$3.0 million Permanent Local Housing Allocation grant to complete this project, which consists of 64 units. Nine of these units will be set aside for individuals and families experiencing or at risk of homelessness. The completion of this Project provides affordable housing opportunities.

- College Ave Streetlights Project. The completion of this project significantly enhances pedestrian and vehicular visibility around the railroad crossing. The project, which was 100% funded by the Federal Highway Administration, consisted of the installation of four streetlights near existing crosswalks at the intersections of:
 - College Avenue and M Street
 - College Avenue and Golden Way
 - College Avenue and Uruapan Way
 - College Avenue and San Joaquin Valley Railroad (SJVRR) Crossing.

- Rd 74 Street Improvements Project. The project consisted of the reconstruction of the pavement structural section and aggregate base shoulders from Sierra Way to Kamm Avenue on Road 74. This Project was fully funded by ARPA.

Financial Information

City management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. This should provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation costs and benefits require estimates and judgments by management.

As a recipient of federal, state, and local financial assistance, the City also is responsible for ensuring that an adequate internal control structure is in place to ensure and document compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management.

The City maintains budgetary controls with the objective of ensuring compliance with legal provision embodied in the annual appropriated budget approved by the City Council. Activities of most funds are included in the annual appropriated budget and both revenues and expenses are categorized into either recurring or one-time. Project-length financial plans are adopted for long-term capital projects in a five-year Capital Improvement Plan. As a component of capital projects, future operating costs are analyzed, projected, and incorporated into future budget forecasts.

Budgets are prepared for the individual departments within specific funds as management control devices, but the level of budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) remains at the fund level. The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts lapse at year-end. However, encumbrances outstanding at the year-end are generally re-appropriated as part of the following year's budget.

As demonstrated by the statements and schedules included in the financial section of this report, the City of Dinuba continues to meet its responsibility for sound financial management. For further analysis of the City's financial position, please refer to the Management Discussion and Analysis report in the Financial Section.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Dinuba for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2022. This was the

thirtieth consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgements

The preparation, cooperation, and assistance of the Finance Department and the auditing firm of Badawi and Associates is greatly appreciated in the publication of this document. The preparation of the annual comprehensive financial report on a timely basis was made possible by the dedicated service of the entire finance staff. We also thank the Dinuba City Council for their dedicated service in guiding and directing the management of the City of Dinuba.

Respectfully Submitted,

DocuSigned by:

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Karina Solis
Administrative Services Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Dinuba
California**

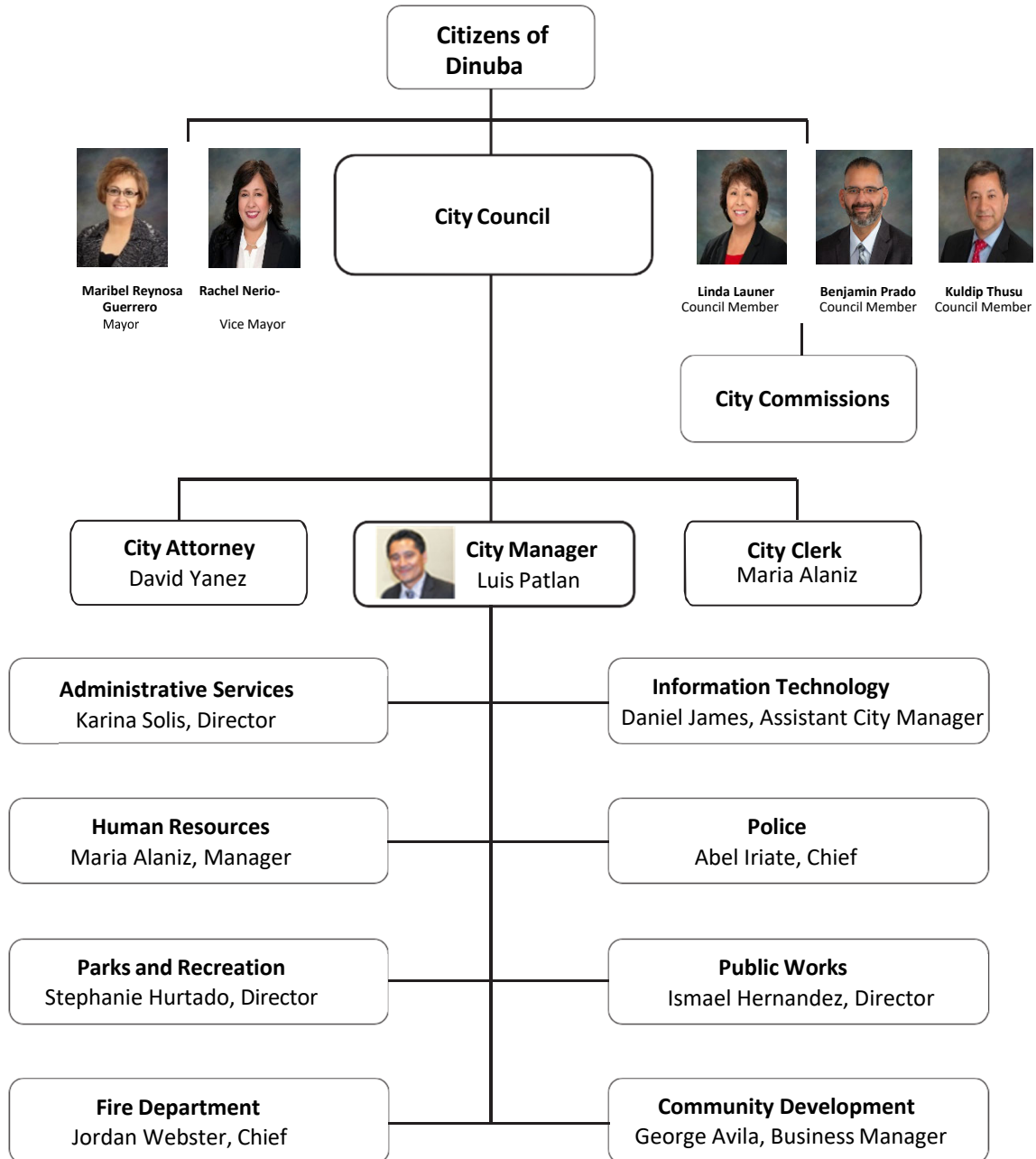
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO

Organizational Chart and Principal Officials



Financial Section



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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the City Council
of the City of Dinuba
Dinuba, California

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Dinuba (City), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison schedules for the General Fund and major special revenue funds, and required pension and other post-employment benefit information on pages 5-18 and 101-110, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management

about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

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

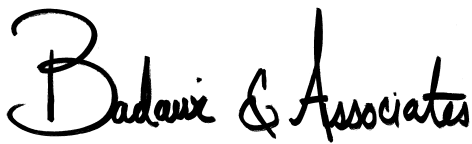
Other Information

Management is responsible for the other information annual reports. The other information comprises the introductory section and statistical section but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

To the Honorable Mayor and Members
of the City Council of the City of Dinuba
Dinuba, California
Page 4

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 9, 2024 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Badawi & Associates". The signature is written in a cursive, flowing style.

Badawi & Associates, CPAs
Berkeley, California
February 9, 2024

Management's Discussion and Analysis ***Fiscal Year Ended June 30, 2023***

This management's discussion and analysis provides an overview of financial activities of the City of Dinuba (City) for the fiscal year ended June 30, 2023. Please read this discussion and analysis in conjunction with the accompanying transmittal letter, the basic financial statements, and the accompanying notes to the basic financial statements.

FINANCIAL HIGHLIGHTS

City-Wide

- City total assets decreased by \$264.6 million to \$103.2 million, of which \$85 million represented governmental assets and \$18.2 million represented business-type assets.
- City total liabilities increased by \$16.6 million to \$105.9 million, of which \$84.6 million were governmental liabilities and \$21.4 million were business-type liabilities.
- The City's total net position increased by \$7.9 million to \$278.6 million.
- City-wide revenues were \$54.6 million, of which \$34 million were generated by governmental activities and \$20.6 were generated by business-type activities.
- City-wide expenses were \$50.9 million, of which \$33.3 million were incurred by governmental activities and \$17.6 were incurred by business-type activities.

Fund Level

- Governmental Fund balances decreased \$8.9 million to \$55.5 million. Of this amount \$11.8 million was unassigned fund balance and available for spending at the City's discretion.
- Governmental Fund revenues were \$33.1 million, a decrease of \$8.7 million from the previous year.
- Governmental Fund expenditures increased by \$10 million to \$41.8 million in fiscal year 2023.
- Enterprise net position increased by \$1.8 million to \$62.9 million. Of this amount, \$8.2 million was unrestricted net position and available for spending at the City's discretion.
- Enterprise Fund operating revenues remained virtually unchanged at \$15.8 million compared to the previous fiscal year which was at 15.3 million.
- Enterprise Fund operating expenses were \$17.2 million in fiscal year 2023, an increase of \$2.5 million compared to the previous fiscal year.

OVERVIEW OF THE BASIC FINANCIAL STATEMENTS

The Comprehensive Annual Financial Report is composed of the following:

1. Introductory section, including the Transmittal Letter
2. Management's Discussion and Analysis
3. Basic Financial Statements, which include the Government-wide and the Fund financial statements
4. Notes to the financial statements
5. Combining statements for Non-Major Governmental, Internal Service and Fiduciary Funds
6. Statistical information

Basic Financial Statements

The Basic Financial Statements consist of the City-wide Financial Statements and the Fund Financial Statements. These two sets of financial statements provide a short-term view as well as a long-term view.

The City-wide Financial Statements are designed to provide a broad overview of all of the City's finances taken as a whole, using a long-term view, in a manner similar to private-sector businesses. The City-wide Financial Statements consist of the Statement of Net Position and the Statement of Activities.

The **Statement of Net Position** provides information about the financial position of the City as a whole, including all of its capital assets, liabilities and long-term liabilities with the difference between the two reported as net position. The full accrual basis of accounting is used, thus the flow of all economic resources are measured.

The **Statement of Activities** presents financial information reporting how the City's net position changed during the fiscal year by listing the revenues and expenses of each of the City's major activities. The full accrual basis of accounting is also used, thereby all changes to net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus revenues and expenses are reported in this statement for some items that will result in cash flows in a future fiscal period.

The fund financial statements report the City's operations in more detail than the City-wide statement and focus primarily on the short-term activities of the City's General Fund and other Major Funds. The Fund Financial Statements measure only current revenues and expenditures, current assets, liabilities and fund balances; they exclude capital assets, long-term debt and other long-term amounts.

City-wide Financial Statements

All of the City's activities are grouped into either Governmental Activities or into Business-type Activities. Governmental Activities are those functions that are principally supported by taxes or by specific governmental program revenues such as developer fees. Business Activities are those services supported by charges paid by direct users of the service such as Disposal collection.

City-wide financial statements are prepared on the accrual basis, which means they measure the flow of all economic resources of the City as a whole.

Fund Financial Statements

The fund financial statements are designed to report information about related accounts that have been segregated for specific activities or objectives. The City uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All of the City's funds are divided into three categories: governmental funds, proprietary funds and fiduciary funds.

The Fund Financial Statements provide detailed information about each of the City's most significant funds called Major Funds. Major Funds account for the major financial activities of the City and are presented individually, while the activities of the Non-major funds are presented in summary as Other Governmental Funds. Subordinate schedules of the Non-major funds present detailed financial information of the City's smaller funds.

Governmental Funds

Most of the City's basic services are reported in governmental funds. These funds focus on reporting the flow of money into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become measurable and available). "Measurable" means that the amount of the transaction can be determined and "available" means that it is collectible within the current period or soon enough thereafter to be used.

The governmental fund financial statements provide a detailed short-term view of the City's general government operations and the basic services provided. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The differences between the Governmental Fund Financial Statements and the Government-Wide Financial Statements are explained in a reconciliation following the Governmental Funds' Financial Statements.

Proprietary Funds

When the City charges customers for services - whether to outside customers or to programs of the City - these services are generally reported in proprietary funds. Proprietary funds are reported in the same way in that all activities are reported in the Statement of Net Position and the Statement of Revenues, Expenses, and Changes in Fund Net Position. The City's enterprise funds are the same as the business-type activities reported in the Government-Wide Financial Statements, but provide more detail and additional information, such as cash flows for each enterprise fund. The City also uses internal service funds to report activities that provide supplies and services for the City's internal program and activities, such as the City's self-insurance.

Fiduciary Funds

The City is the trustee, or fiduciary, for certain funds established to account for assets held by the City in a trustee capacity, or as an agent for individuals, private organizations, and other governmental units. The City's fiduciary activities are reported in separate Statements of Fiduciary Net Position. These activities are excluded from the City's Government-Wide Financial Statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for their specified purposes.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statement can be found following the fund financial statements in this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The net position and changes in net position of the City's Governmental Activities (Tables 1 and 2) and Business-Type Activities (Tables 3 and 4) are presented in the City-wide Statement of Net Position and Statement of Activities.

Governmental Activities

Table 1			
Governmental Net Position at June 30, 2021 and 2022			
(in Thousands)			
	<u>FY 2023</u>	<u>FY 2022</u>	<u>Change</u>
Current and other assets	84,947	81,163	3,784
Capital Assets	<u>214,520</u>	<u>206,530</u>	<u>7,989</u>
Total Assets	299,467	287,693	11,774
Deferred outflows	<u>12,145</u>	<u>8,293</u>	<u>3,853</u>
Total deferred outflow	12,145	8,293	3,853
Current and other liabilities	25,590	13,228	12,362
Long-term obligations outstanding	<u>58,982</u>	<u>58,326</u>	<u>656</u>
Total liabilities	84,573	71,554	13,019
Deferred inflows	<u>11,321</u>	<u>14,800</u>	<u>(3,479)</u>
Total deferred inflow	11,321	14,800	(3,479)
Net Position			
Net investment in capital assets	194,198	185,147	9,051
Restricted	44,038	36,726	7,313
Unrestricted	<u>(22,518)</u>	<u>(12,240)</u>	<u>(10,278)</u>
Total net position	<u>215,719</u>	<u>209,632</u>	<u>6,087</u>

Net Position

As shown in Table 1, the City’s governmental Total Net Position is \$215.7 million. During fiscal year 2023, the overall net position increased by \$6 million, or 3%. During fiscal year 2015, the City implemented GASB 68 & 71, which required the recording of net pension liability and pension related deferred inflows and outflows.

The largest portion of the City’s net position, approximately \$194 million, reflects its investment in capital assets (e.g., land, buildings, improvements other than buildings, equipment, infrastructure, and construction in progress); less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves rarely are used to liquidate these liabilities.

Resources that are subject to restriction that may only be used to construct specified capital projects, debt service or other special revenue programs represent 20.4 % of the City’s Governmental Net Position. These are external restrictions and cannot be changed by the City.

Unrestricted net position can be used to finance day-to-day operation without constraints. Due to the restrictions mentioned and the implementation GASB 68 & 71, the unrestricted net position was (\$22.5) million at year end.

Changes in Net Position

The Statement of Activities provides information regarding the entirety of the City's governmental revenues and expenses. The Statement describes in detail the changes in net position from the previous year.

The City's Governmental Net Position increased by \$6 million in fiscal year 2023. Revenues decreased \$16.8 million and expenses increased by \$6.1 million. The decrease in revenues is primarily due to a change in the way online sales tax is recorded and Miscellaneous, which was one-time revenues in 2021-2022. The increases in expenses are also attributed to the sales tax revenue.

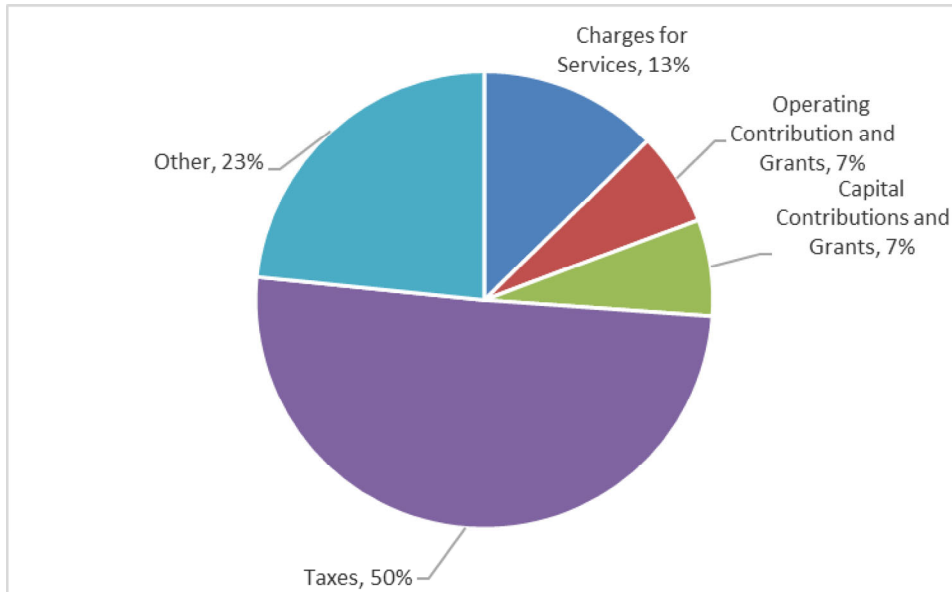
The largest source of revenue had historically been Sales tax revenue, however, the California Department of Tax and Fee Administration (CDTFA) has conducted an audit of the City of Dinuba's allocation of sales tax, particularly with the online sales tax. In September 2023, the CDTFA communicated to the City of Dinuba that they intend to change the allocation of online sales tax, which would result in a substantial reduction of sales tax to the City. The CDTFA has further indicated that they intend to 'claw back' what they have deemed appropriate back to January 2021. The City disagrees with the CDTFA's determination and is appealing the decision. In the meantime, City staff has set the money in question into a liability account, pending the final determination of the CDTFA.

In the following financial document, the sales tax amount that is being questioned by the CDTFA has been recorded in a liability account for the fiscal year 2022-2023 by reducing the revenue received in sales tax. For the amount that precedes the 2022-2023 fiscal year, the amount in question has been recorded as a prior period expense and has also been recorded in the liability account. Going forward, the City will continue to record the amount in question as a liability.

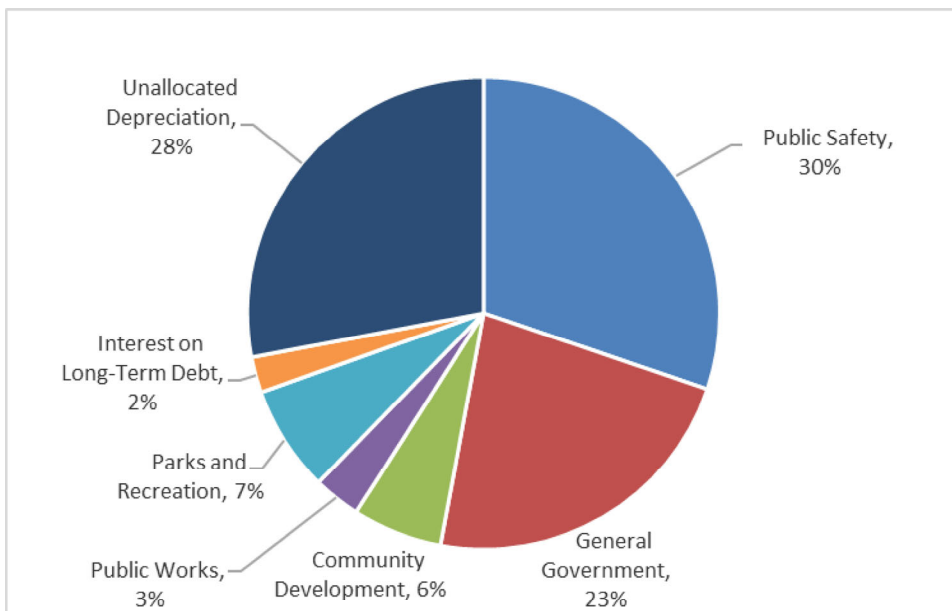
Table 2			
Changes in Governmental Net Position			
(in Thousands)			
	<u>FY 2023</u>	<u>FY 2022</u>	<u>Change</u>
Revenues			
Program Revenues			
Charges for services	4,299	2,858	1,441
Operating contribution and grants	2,250	4,438	(2,189)
Capital contributions and grants	2,318	7,603	(5,285)
General Revenues			
Taxes			
Sales Tax	11,265	17,634	(6,369)
Business license taxes	292	256	36
Utility Users Tax	2,277	1,804	473
Property Tax	1,890	1,667	223
Other Tax	1,418	1,279	140
Investment Earnings	2,152	273	1,879
Miscellaneous	5,793	12,914	(7,121)
Total Revenues	<u>33,955</u>	<u>50,726</u>	<u>(16,772)</u>
Expenses			
Public Safety	10,044	11,548	(1,504)
General Government	7,564	5,981	1,583
Community Development	2,048	2,789	(741)
Public Works	1,080	2,725	(1,645)
Parks and Recreation	2,411	3,048	(637)
Interest on Long-Term Debt	812	1,111	(299)
Sales Tax - Liability Account	9,306	-	9,306
Total Expenses	<u>33,265</u>	<u>27,202</u>	<u>6,063</u>
Excess (deficiency)			
before transfers and special items	<u>690</u>	<u>23,525</u>	<u>(22,835)</u>
Transfers & Special Items (Note 18)			
Total Transfers & Special Items	<u>(1,850)</u>	<u>542</u>	<u>(2,392)</u>
Change in Net Position			
	(1,160)	24,066	(25,226)
Net Position- Beginning, Restated			
	216,879	185,566	31,313
Net Position- Ending			
	215,719	209,632	6,087

The following charts display the City's governmental activities for fiscal year 2023, highlighting the makeup of the governmental revenues and expenses.

**Revenues by Source
Governmental Activities**



**Expenses by Function
Governmental Activities**



Business Type Activities

The statement of Business-Type Net Position (Table 3) and statement of Business-Type Activities (Table 4) are presented below.

Net Position

The business-type activities of the City showed an increase of \$3 million in total assets. Of the total business type net position, 87% was net investment in capital assets and 13% was unrestricted, which is available for future operations.

Table 3			
Business-Type Net Position at June 30, 2021 and 2022			
(in Thousands)			
	<u>FY 2023</u>	<u>FY 2022</u>	<u>Change</u>
Current and other assets	18,555	18,179	376
Capital Assets	<u>64,631</u>	<u>61,920</u>	<u>2,712</u>
Total Assets	83,186	80,099	3,088
Deferred outflows	<u>3,218</u>	<u>1,871</u>	<u>1,347</u>
Total deferred outflow	3,218	1,871	1,347
Current and other liabilities	2,029	1,980	49
Long-term obligations outstanding	<u>19,323</u>	<u>15,759</u>	<u>3,564</u>
Total liabilities	21,352	17,739	3,613
Deferred inflows	<u>2,137</u>	<u>3,179</u>	<u>(1,042)</u>
Total deferred inflow	2,137	3,179	(1,042)
Net Position			
Net investment in capital assets	54,712	50,904	3,808
Unrestricted	<u>8,202</u>	<u>10,147</u>	<u>(1,945)</u>
Total net position	<u>62,915</u>	<u>61,052</u>	<u>1,863</u>

Changes in Net Position

As shown in Table 4, net revenues for business-type activities were \$20.6 million in fiscal year 2023, an increase of \$3.1 million over the prior year. The increase was primarily attributable to funding for Capital projects from grants and operating contributions.

Expenses for business-type activities increased by \$2.5 million compared to the previous fiscal year. The increase in expenses are attributed to the Golf, Sewer, and Ambulance with the largest increase being in Ambulance.

The increase in expenses in both Golf and Sewer is due to capital expenses and projects. The increase of expenses in Ambulance is due to the restructuring of salaries of the personnel to more accurately represent the fact that the majority of calls are for EMS/Medical services..

Table 4			
Business-Type Activities			
(in Thousands)			
	<u>FY 2023</u>	<u>FY 2022</u>	<u>Change</u>
Revenues			
Program Revenues			
Charges for services	15,753	15,254	499
Operating contribution and grants	4,429	2,174	2,255
General Revenues			
Investment Earnings	427	64	363
Miscellaneous	28	52	(24)
Total Revenues	<u>20,637</u>	<u>17,544</u>	<u>3,093</u>
Expenses			
Disposal	3,003	3,027	(25)
Golf Course	4,511	3,515	997
Sewer	3,721	2,954	767
Water	2,887	3,539	(652)
Ambulance	2,818	1,453	1,365
Transit	410	402	8
Compressed Natural Gas	281	286	(5)
Total Expenses	<u>17,630</u>	<u>15,175</u>	<u>2,460</u>
Excess (deficiency) before transfers and special items	<u>3,007</u>	<u>2,369</u>	<u>633</u>
Transfers & Special Items (Note 18)	<u>1,850</u>	<u>(542)</u>	<u>2,392</u>
Total Transfers & Special Items	1,850	(542)	2,392
Change in Net Position	4,857	1,827	3,029
Net Position- Beginning, Restated	58,058	59,224	(1,166)
Net Position- Ending	62,915	61,052	1,863

FINANCIAL ANALYSIS OF CITY'S MAJOR FUNDS

Table 5 summarizes the Governmental balances at the fund level.

Table 5			
Financial Highlights at Fund Level at June 30, 2022 and 2023			
(in Thousands)			
	<u>FY 2023</u>	<u>FY 2022</u>	<u>Change</u>
Total Assets	82,740	79,680	3,060
Total Liabilities	26,653	14,381	12,272
Total Deferred Inflows of Resources	587	899	(312)
Total Fund Balances	55,500	64,400	(8,900)
Total Revenues	33,126	41,850	(8,724)
Total Expenditures	41,829	31,835	9,994
Total Other Financing Sources (Uses)	(197)	494	(691)

General Fund

The General Fund accounts for all financial resources traditionally associated with government activities that are not accounted for reported in another fund.

Fund balance in the General Fund decreased by 47.9% to end the fiscal year at a balance of \$12 million. The decrease was due primarily to the transition of a portion of the sales tax revenues to a liability account pending the final determination from the CDTFA.

The final budget amount for General Fund expenditures totaled \$19.3 million excluding transfers out. In comparison, actual expenditures excluding transfers out totaled \$27.3 million. The variance in expenditures was \$8.1 million, which was largely due to the recording of prior year sales tax revenues into a liability account. The purpose of setting this money aside is for the aforementioned CDTFA audit. Total revenues were budgeted at \$23 million; actual revenues in the General Fund were \$20 million with a variance of \$3 million, which is due to the current year sales tax revenue recording in the liability account pending the final determination from the CDTFA.

Other Major Funds

HUD Grants

The fund accounts for the Community Development Block Grants (CDBG) and Home Investment Partnership Program (HOME). The fund's assets include \$24.3 million in notes and loans receivable. The loans are offset by deferred inflows as the loans are not expected to be repaid within the next year. The notes and loans receivable are for housing acquisition assistance and housing rehabilitation.

Transportation Construction:

Revenue in the Transportation Construction fund came to \$1.2 million. The revenue is primarily composed of intergovernmental revenues originating with the Tulare County Association of Governments.

Other Governmental Funds:

These funds (referred to as Non-major Funds) are not presented separately in the Basic Financial Statements, but are individually presented in Supplementary Information. Combined they received \$8.9 million in revenue and have a combined Fund Balance at year-end of \$17.8 million.

Business-Type Funds

The business-type funds account for operations that are financed and operated in a manner similar to private business enterprises, wherein the cost of goods and services to the general public are financed or recovered primarily through user charges.

Water

The net position in the water fund increased by \$0.3 million to \$15 million. The unrestricted portion of the net position totaled \$0.7 million.

Sewer

The sewer fund ended the year with a net position of \$17.5 million of which (\$0.5) million was unrestricted. Operating revenues exceeded operating expenses by just a little under \$0.5 million. The fund's net position increased by \$2.4 million.

Disposal

Operating revenues and expenses were virtually flat when compared to the previous fiscal year. The fund ended the year with a net position of \$1.8 million of which \$1.7 million was unrestricted.

Ambulance

In 2023, the City continued to participate in the Inter-governmental Transfer funding provided by the State. Revenue from the IGT transfer was \$4.2 million in 2023. As of June 30, 2023 the fund had net position of \$10.2 million.

Golf Course

Operating revenues decreased by \$0.2 million from the prior fiscal year. Operating expenses increased by \$1 million from the prior year due to several factors, including the purchase of one-time capital expenses and projects for the aging facility, which included the replacement of sand in the bunkers, a pump repair among other repairs and replacements. The net position of the Golf Course at the end of the fiscal year was \$15.4 million.

CAPITAL ASSETS

A summary of the City’s capital assets is shown below in Table 6. More detail regarding the assets can be found in Note 8 of the financial statements.

	FY 2023	FY 2022	Change
Governmental Activities			
Land	123,819	118,683	5,136
Artwork	69	69	-
Construction in Progress	3,361	6,393	(3,032)
Buildings	3,832	14,333	(10,501)
Improvements	8,157	412	7,745
Equipment and Machinery	2,460	(657)	3,117
Infrastructure	72,822	67,297	5,525
Total	<u>214,520</u>	<u>206,530</u>	<u>7,989</u>
Business-Type Activities			
Land	7,752	7,752	0
Construction in Progress	4,475	-	4,475
Buildings and Improvements	16,288	17,967	(1,679)
Equipment and Machinery	2,562	1,636	926
Infrastructure	33,554	34,565	(1,011)
Total	<u>64,631</u>	<u>61,920</u>	<u>2,711</u>

The net increase of \$8 million for governmental activity assets is comprised of the Buildings, Improvements, Equipment and Machinery and Infrastructure that depreciated throughout the year.

The net increase of \$2.7 million for business-type activity assets is due to the construction in progress for several projects and large pieces of equipment that were not complete at the end of the fiscal year.

For Government-wide Financial Statements, capital asset purchases for governmental activities are capitalized and depreciated. In contrast, in the Fund Financial Statements capital asset purchases for governmental activities are recorded as expenditures. More information concerning the City’s investment in capital assets is available in Note 8 in the Notes to Basic Financial Statements section later in this document.

DEBT ADMINISTRATION

Each debt is discussed in more detail in Note 9 to the financial statements.

The City's total long-term debt decreased by \$2.3 million compared to the prior fiscal year. The decrease was primarily due to not acquiring new debt and making payments throughout the fiscal year.

The following table provides a breakdown of the City's outstanding indebtedness as of June 30, 2023:

Table 7			
Outstanding Debt			
(in Thousands)			
	FY 2023	FY 2022	Change
Governmental Activity Debt			
Revenue Bonds Payable	12,155	13,065	(910)
Notes and Capital Leases Payable	8,615	8,820	(205)
Original Issue Discount	(185)	(197)	12
Original Issue Premium	128	137	(9)
Total	20,713	21,825	(1,115)
Business-Type Debt			
Revenue Bonds Payable	7,432	7,982	(550)
Notes and Capital Leases Payable	3,078	3,735	(657)
Original Issue Premium	33	35	(2)
Total	10,543	11,752	(1,209)
Total Long-Term Obligations	31,256	33,577	(2,321)

BUDGETING

The City's annual budget is the legally adopted expenditure control document of the City. Budgetary comparison statements are required for the General Fund and all major special revenue funds and may be found immediately following the Government-wide financial statements in this Financial Section of the ACFR. These statements compare the original adopted budget, the budget as amended throughout the fiscal year, and the actual expenditures for each fund, prepared on a budgetary basis. Budgets are prepared on the modified accrual basis of accounting consistent with GAAP, except that encumbrances are included in budgeted expenditures.

Appropriations lapse at fiscal year-end. The City Council generally reauthorizes appropriations for continuing projects and activities. The City Council has the legal authority to amend the budget of any fund at any time during the fiscal year. The budgetary legal level of control (the level on which expenditures may not legally exceed appropriations) is generally at the fund level. For budgeting purposes, the General Fund is composed of several departments while all other budgeted funds (special revenue funds included) are considered a single department. Budgeted expenditures may be reallocated within a division and between divisions within a department without City Council approval.

ECONOMIC OUTLOOK

Based upon sales tax revenues, the local business climate has decreased slightly. Excluding revenues from the Internet Sales Tax, sales tax from the top 10 sources decreased by 3% from fiscal year 2022 to 2023. This decrease is attributed to the change in the overall economic climate which focuses in particular in decreases to retail, auto sales and construction.

As the economy stabilized from the impacts from the pandemic in early 2020, the unemployment rates had been decreasing steadily through June 2022, however, in 2023, there was an increase of 2.1% for a total unemployment rate of 9.6% for 2023.

The construction of new homes remains at a steady pace, there were 54 permits issued in 2022 for single-family residential homes and 54 in 2023 permits issued for single-family residential homes.

CONTACT THE CITY'S FINANCIAL MANAGEMENT

This management's discussion and analysis is designed to provide the City's residents, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability. If you have questions about this document, separate reports of the City's component unit, or wish any additional financial information, contact:

Karina Solis
Administrative Services Director
405 East El Monte Way
Dinuba, California 93618
Phone (559) 591-5900

Basic Financial Statements



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GOVERNMENT-WIDE FINANCIAL STATEMENTS

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City of Dinuba
Statement of Net Position
June 30, 2023

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets:			
Cash and investments	\$ 44,466,355	\$ 16,007,806	\$ 60,474,161
Receivables:			
Accounts	750,561	2,353,609	3,104,170
Notes and loans	30,538,270	20,607	30,558,877
Accrued interest	57,943	17,913	75,856
Lease receivable	134,164	-	134,164
Internal balances	1,867,426	(1,867,426)	-
Prepaid costs	119,864	83,386	203,250
Due from other governments	6,215,655	372,649	6,588,304
Inventories	-	163,062	163,062
Restricted assets:			
Cash with fiscal agent	796,955	1,051,616	1,848,571
Total current assets	84,947,193	18,203,222	103,150,415
Noncurrent assets:			
Notes and loans	-	352,180	352,180
Capital assets:			
Depreciable	127,248,093	12,227,413	139,475,506
Nondepreciable	87,271,540	52,403,627	139,675,167
Total noncurrent assets	214,519,633	64,983,220	279,502,853
Total assets	299,466,826	83,186,442	382,653,268
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charges on refunding	391,387	623,723	1,015,110
Deferred pension related items	9,335,757	2,157,455	11,493,212
Deferred OPEB related items	2,417,971	436,440	2,854,411
Total deferred outflows of resources	12,145,115	3,217,618	15,362,733
LIABILITIES			
Current liabilities			
Accounts payable	3,069,527	804,523	3,874,050
Accrued liabilities	3,837,185	486,659	4,323,844
Accrued interest	134,025	130,170	264,195
Unearned revenue	3,024,456	255,709	3,280,165
Deposits payable	645,969	351,992	997,961
Due to other governments	14,669,466	-	14,669,466
Accrued Compensated absences - current	209,598	56,097	265,695
Accrued claims and judgements - current	50,000	-	50,000
Long-term debt - current	1,382,763	1,164,480	2,547,243
Total current liabilities	27,022,989	3,249,630	30,272,619
Noncurrent liabilities:			
Accrued Compensated absences	765,287	155,292	920,579
Accrued claims and judgements	-	-	-
Long-term debt	19,330,225	9,378,039	28,708,264
Net pension liability	20,230,699	5,460,347	25,691,046
Total OPEB liability	17,223,320	3,108,777	20,332,097
Total noncurrent liabilities	57,549,531	18,102,455	75,651,986
Total liabilities	84,572,520	21,352,085	105,924,605
DEFERRED INFLOWS OF RESOURCES			
Deferred Pension related items	1,004,101	279,635	1,283,736
Deferred OPEB related items	10,184,500	1,838,283	12,022,783
Deferred inflows related to leases	132,075	19,491	151,566
Total deferred inflows of resources	11,320,676	2,137,409	13,458,085
NET POSITION			
Net investment in capital assets	194,198,032	54,712,244	248,910,276
Restricted for:			
Community development projects	30,310,703	-	30,310,703
Public safety	2,890,903	-	2,890,903
Parks and recreation	8,093	-	8,093
Public work	6,335,796	-	6,335,796
Capital projects	2,810,138	-	2,810,138
Debt service	1,682,853	-	1,682,853
Total restricted	44,038,486	-	44,038,486
Unrestricted	(22,517,773)	8,202,322	(14,315,451)
Total net position	\$ 215,718,745	\$ 62,914,566	\$ 278,633,311

See accompanying Notes to Basic Financial Statements.

City of Dinuba
Statement of Activities
For the year ended June 30, 2023

Functions/Programs	Expenses	Program Revenues			Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
General government	\$ 7,563,541	\$ 1,376,599	\$ 275,456	\$ -	\$ 1,652,055
Public safety	10,043,687	836,227	177,796	-	1,014,023
Community development	2,048,106	-	905,123	-	905,123
Parks and recreation	2,411,417	283,421	-	-	283,421
Public works	1,080,475	1,802,386	891,272	2,317,909	5,011,567
Non-departmental - sales tax settlement	9,305,652	-	-	-	-
Interest on long-term debt	812,001	-	-	-	-
Total governmental activities	33,264,879	4,298,633	2,249,647	2,317,909	8,866,189
Business-type Activities:					
Water	2,886,622	3,231,249	5,312	-	3,236,561
Sewer	3,720,942	3,788,811	-	-	3,788,811
Golf course	4,511,217	3,326,085	-	-	3,326,085
Disposal	3,002,715	3,452,572	-	-	3,452,572
Ambulance	2,817,601	1,817,777	4,189,411	-	6,007,188
Transit	410,084	16,989	233,843	-	250,832
Compressed natural gas	281,025	119,669	-	-	119,669
Total business-type activities	17,630,206	15,753,152	4,428,566	-	20,181,718
Total primary government	\$ 50,895,085	\$ 20,051,785	\$ 6,678,213	\$ 2,317,909	\$ 29,047,907

General Revenues:

Taxes:

Property taxes, levied for general purpose
 Transient occupancy taxes
 Sales taxes
 Franchise taxes
 Business license taxes
 Utility users taxes
 Other taxes

Total taxes

Motor vehicle in lieu, unrestricted
 Use of money and property
 Other
 Contributions

Transfers

Total general revenues and transfers

Change in net position

Net position - beginning of year, as restated

Net position - end of year

Net (Expense) Revenue
and Changes in Net Position

Governmental Activities	Business-Type Activities	Total
\$ (5,911,486)	\$ -	\$ (5,911,486)
(9,029,664)	-	(9,029,664)
(1,142,983)	-	(1,142,983)
(2,127,996)	-	(2,127,996)
3,931,092	-	3,931,092
(9,305,652)	-	(9,305,652)
(812,001)	-	(812,001)
<u>(24,398,690)</u>	<u>-</u>	<u>(24,398,690)</u>
-	349,939	349,939
-	67,869	67,869
-	(1,185,132)	(1,185,132)
-	449,857	449,857
-	3,189,587	3,189,587
-	(159,252)	(159,252)
-	(161,356)	(161,356)
<u>-</u>	<u>2,551,512</u>	<u>2,551,512</u>
<u>(24,398,690)</u>	<u>2,551,512</u>	<u>(21,847,178)</u>
1,890,358	-	1,890,358
363,795	-	363,795
11,265,363	-	11,265,363
340,382	-	340,382
292,029	-	292,029
2,277,276	-	2,277,276
714,122	-	714,122
<u>17,143,325</u>	<u>-</u>	<u>17,143,325</u>
2,484,668	-	2,484,668
2,151,918	427,133	2,579,051
3,308,695	28,204	3,336,899
-	-	-
(1,849,692)	1,849,692	-
<u>23,238,914</u>	<u>2,305,029</u>	<u>25,543,943</u>
(1,159,776)	4,856,541	3,696,765
<u>216,878,521</u>	<u>58,058,025</u>	<u>274,936,546</u>
<u>\$ 215,718,745</u>	<u>\$ 62,914,566</u>	<u>\$ 278,633,311</u>

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FUND FINANCIAL STATEMENTS

Governmental Fund Financial Statements

Proprietary Fund Financial Statements

Fiduciary Fund Financial Statements

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City of Dinuba
Balance Sheet
Governmental Funds
June 30, 2023

	Special Revenue Funds			Capital Project Fund
	General Fund	HUD Grants	ARPA	Transportation Construction
ASSETS				
Cash and investments	\$ 28,217,787	\$ 848,604	\$ 3,013,215	\$ 201,804
Receivables:				
Accounts	436,758	-	-	-
Notes and loans	-	24,331,590	-	-
Accrued interest	34,779	1,072	6,379	-
Lease receivable	134,164	-	-	-
Prepaid costs	68,819	-	-	-
Due from other governments	3,558,131	80,437	-	458,407
Due from other funds	703,810	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Advances to other funds	1,419,094	-	-	-
Total assets	\$ 34,573,342	\$ 25,261,703	\$ 3,019,594	\$ 660,211
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 2,326,053	\$ 1,432	\$ -	\$ 154,308
Accrued liabilities	3,720,140	-	-	-
Unearned revenue	4,862	-	3,019,594	-
Deposits payable	645,969	-	-	-
Due to other funds	-	-	-	-
Due to other governments	14,669,466	-	-	-
Advances from other funds	1,031,663	-	-	-
Total liabilities	22,398,153	1,432	3,019,594	154,308
Deferred Inflows of Resources				
Unavailable revenue	77,884	-	-	-
Deferred inflows related to leases	132,075	-	-	-
Total deferred inflows of resources	209,959	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	68,819	-	-	-
Restricted for:				
Community development projects	-	25,260,271	-	-
Public safety	-	-	-	-
Parks and recreation	-	-	-	-
Public works	-	-	-	-
Capital projects	-	-	-	505,903
Debt service	-	-	-	-
Unassigned	11,896,411	-	-	-
Total fund balances	11,965,230	25,260,271	-	505,903
Total liabilities, deferred inflows of resources and fund balances	\$ 34,573,342	\$ 25,261,703	\$ 3,019,594	\$ 660,211

See accompanying Notes to Basic Financial Statements.

Nonmajor Governmental Funds	Total Governmental Funds
\$ 8,671,486	\$ 40,952,896
232,936	669,694
6,206,680	30,538,270
11,822	54,052
-	134,164
35,801	104,620
2,118,680	6,215,655
-	703,810
706,969	706,969
1,241,237	2,660,331
<u>\$ 19,225,611</u>	<u>\$ 82,740,461</u>
\$ 511,908	\$ 2,993,701
110,973	3,831,113
-	3,024,456
-	645,969
139,528	139,528
-	14,669,466
316,904	1,348,567
<u>1,079,313</u>	<u>26,652,800</u>
377,614	455,498
-	132,075
<u>377,614</u>	<u>587,573</u>
35,801	104,620
5,050,432	30,310,703
2,890,903	2,890,903
8,093	8,093
5,909,810	5,909,810
2,304,235	2,810,138
1,682,853	1,682,853
(113,443)	11,782,968
<u>17,768,684</u>	<u>55,500,088</u>
<u>\$ 19,225,611</u>	<u>\$ 82,740,461</u>

City of Dinuba

Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position June 30, 2023

Total Fund Balances - Total Governmental Funds \$ 55,500,088

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the Governmental Funds Balance Sheet. Except for the internal service funds reported below, the capital assets were adjusted as follows:

	Government- Wide Statement of Net Position	Internal Service Funds	Total
Nondepreciable	\$ 127,248,093	\$ -	127,248,093
Depreciable, net	87,271,540	(56,317)	87,215,223
Total capital assets	<u>\$ 214,519,633</u>	<u>\$ (56,317)</u>	<u>214,463,316</u>

Internal service funds were used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the Internal service funds were included in governmental activities in the Government-Wide Statement of Net Position.

2,231,402

Unavailable revenues recorded in the fund financial statements resulting from activities in which revenues were earned but were not available are reclassified as revenues in the Government-Wide Financial Statements.

455,498

In the Government-Wide Financial Statements, deferred employer contributions for pension and OPEB, certain differences between actuarial estimates and actual results, and other adjustments resulting from changes in assumptions and benefits are deferred in the current year.

	Government- Wide Statement of Net Position	Internal Service Funds	
Deferred outflows of resources related to pension	9,335,757	(256,993)	9,078,764
Deferred outflows of resources related to OPEB	2,417,971	(84,776)	2,333,195
Deferred inflows of resources related to pension	(1,004,101)	33,310	(970,791)
Deferred inflows of resources related to OPEB	(10,184,500)	357,077	(9,827,423)

Long-term liabilities were not due and payable in the current period. Therefore, they were not reported in the Governmental Funds Balance Sheet.

	Government- Wide Statement of Net Position	Internal Service Funds	Total
Compensated absences - due within one year	\$ (209,598)	\$ 12,552	\$ (197,046)
Interest payable	(134,025)		(134,025)
Long-term debt - due within one year	(1,382,763)	34,211	(1,348,552)
Unamortized deferred loss on refunding	391,387	-	391,387
Compensated absences - due in more than one year	(765,287)	28,699	(736,588)
Long-term debt - due in more than one year	(19,330,225)	9,470	(19,320,755)
Net pension liability	(20,230,699)	650,430	(19,580,269)
Net OPEB liability	(17,223,320)	603,864	(16,619,456)
Total long-term liabilities	<u>\$ (58,884,530)</u>	<u>\$ 1,339,226</u>	<u>(57,545,304)</u>

Net Position of Governmental Activities

\$ 215,718,745

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City of Dinuba
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the year ended June 30, 2023

	Special Revenue Funds			Capital Project Fund
	General Fund	HUD Grants	ARPA	Transportation Construction
REVENUES:				
Taxes	\$ 12,581,113	\$ -	\$ -	\$ -
Assessments	1,309,341	-	-	-
Intergovernmental	2,746,320	194,785	2,470,015	1,208,425
Charges for services	1,821,483	-	-	-
Use of money and property	1,331,685	279,336	134,051	697
Fines and forfeitures	65,727	-	-	-
Miscellaneous	107,104	-	-	626
Total revenues	19,962,773	474,121	2,604,066	1,209,748
EXPENDITURES:				
Current:				
General government	3,437,581	-	-	-
Public safety	9,617,519	-	-	-
Community development	1,952,768	194,178	-	-
Parks and recreation	2,660,717	-	-	-
Public works	-	-	-	-
Non-departmental - sales tax settlement	9,305,652	-	-	-
Capital outlay	319,511	-	-	4,741,928
Debt service:				
Principal retirement	51,483	-	-	-
Interest and fiscal charges	2,971	-	-	-
Total expenditures	27,348,202	194,178	-	4,741,928
REVENUES OVER (UNDER) EXPENDITURES				
	(7,385,429)	279,943	2,604,066	(3,532,180)
OTHER FINANCING SOURCES (USES):				
Transfers in	229,211	39	-	3,617,179
Transfers out	(3,852,977)	(119,738)	(2,612,087)	-
Proceeds from sale of property	-	-	-	-
Proceeds from long-term debt	-	-	-	-
Total other financing sources (uses)	(3,623,766)	(119,699)	(2,612,087)	3,617,179
Net change in fund balances	(11,009,195)	160,244	(8,021)	84,999
FUND BALANCES:				
Beginning of year	22,974,425	25,100,027	8,021	420,904
End of year	\$ 11,965,230	\$ 25,260,271	\$ -	\$ 505,903

See accompanying Notes to Basic Financial Statements.

Nonmajor Governmental Funds	Total Governmental Funds
\$ 4,562,212	\$ 17,143,325
-	1,309,341
2,877,795	9,497,340
924,456	2,745,939
330,383	2,076,152
177,626	243,353
2,954	110,684
<u>8,875,426</u>	<u>33,126,134</u>
775,317	4,212,898
2,211,518	11,829,037
-	2,146,946
-	2,660,717
1,511,840	1,511,840
	9,305,652
2,837,073	7,898,512
1,382,284	1,433,767
827,038	830,009
<u>9,545,070</u>	<u>41,829,378</u>
<u>(669,644)</u>	<u>(8,703,244)</u>
3,235,212	7,081,641
(2,397,193)	(8,981,995)
1,351,526	1,351,526
352,040	352,040
<u>2,541,585</u>	<u>(196,788)</u>
1,871,941	(8,900,032)
15,896,743	64,400,120
<u>\$ 17,768,684</u>	<u>\$ 55,500,088</u>

City of Dinuba
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Government-Wide Statement of Activities
For the year ended June 30, 2023

Net Change in Fund Balances - Total Governmental Funds \$ (8,900,032)

Amounts reported for governmental activities in the Government-Wide Statement of Activities were different because:

Governmental funds reported capital outlay as expenditures. However, in the Government-Wide Statement of Activities, the cost of those assets was allocated over their estimated lives as depreciation expense. This was the amount of capital assets recorded in the current period, net of the amount related to internal service funds.	8,512,918
Depreciation expense on capital assets was reported in the Government-Wide Statement of Activities, but did not require the use of current financial resources. Therefore, depreciation expense was not reported as expenditures in the governmental funds, net of the amount related to internal service funds.	(3,883,755)
Proceeds from sale of property	(1,351,526)
Accrued compensated leave payments were reported as expenditures in the governmental funds, however expense is recognized in the Government-Wide Statement of Activities based on earned leave accruals.	47,395
Debt proceeds provide current financial resources to governmental funds, but issuing debt increased long-term liabilities in the Government-Wide Statement of Net Position. Repayment of debt was an expenditure in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Position.	
Long-term debt repayments	1,434,858
Issuance of long-term debt	(352,040)
Amortization of prepaid bond insurance	
Amortization of deferred charges	(49,931)
Amortization of bonds premium (discount), net	(3,692)
Net change in accrued interest payable	74,014
Current year employer OPEB contributions are recorded as expenditures in the governmental funds, however, these amounts are reported as a deferred outflow of resources in the Government-Wide Statement of Net Position. OPEB expense is reported in the Government-Wide Statement of Activities does not require the use of current financial resources, and therefore is not reported as expenditures in governmental funds. This amount represents the net effect of expense and contribution	420,059
Current year employer pension contributions are recorded as expenditures in the governmental funds, however, these amounts are reported as a deferred outflow of resources in the Government-Wide Statement of Net Position. Pension expense is reported in the Government-Wide Statement of Activities does not require the use of current financial resources, and therefore is not reported as expenditures in governmental funds. This amount represents the net effect of expense and contribution	1,257,551
Unavailable revenues recorded in the fund financial statements resulting from activities in which revenues were earned but were not available are reclassified as revenues in the Government-Wide Financial Statements.	29,512
Internal service funds were used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The net revenue of the internal service funds was reported with governmental activities.	881,510
Change in Net Position of Governmental Activities	<u><u>\$ (1,159,776)</u></u>

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City of Dinuba
Statement of Net Position
Proprietary Funds
June 30, 2023

		Business-Type Activities - Enterprise Funds			
		Water	Sewer	Golf Course	Disposal
ASSETS					
Current Assets:					
Cash and investments	\$	2,537,014	\$ -	\$ 200,701	\$ 1,836,941
Receivables:					
Accounts		707,082	726,570	71,246	370,982
Accrued interest		3,219	255	-	2,172
Deferred Loans		-	-	-	-
Prepaid costs		8,192	265	13,683	61,073
Due from other governments		4,702	-	-	-
Inventories		-	-	163,062	-
Restricted:					
Cash and investments with fiscal agents		461,909	589,707	-	-
Total current assets		3,722,118	1,316,797	448,692	2,271,168
Noncurrent:					
Notes and loans		2,180	-	-	-
Advances to other funds		-	-	-	200,000
Capital assets:					
Nondepreciable capital assets		426,502	6,984,275	3,101,766	-
Depreciable capital assets, net		16,711,101	17,841,915	14,174,671	146,389
Net capital assets		17,137,603	24,826,190	17,276,437	146,389
Total noncurrent assets		17,139,783	24,826,190	17,276,437	346,389
Total assets		20,861,901	26,142,987	17,725,129	2,617,557
DEFERRED OUTFLOWS OF RESOURCES					
Deferred charge on refunding		-	623,723	-	-
Deferred pension related items		443,219	228,121	-	190,206
Deferred OPEB related items		163,558	63,083	-	31,969
Total deferred outflows of resources		606,777	914,927	-	222,175
LIABILITIES					
Current liabilities:					
Accounts payable		156,639	360,433	76,625	140,779
Accrued liabilities		15,112	118,165	297,957	6,729
Accrued interest		41,599	88,571	-	-
Unearned revenue		-	-	255,709	-
Deposits payable		351,992	-	-	-
Due to other funds		-	179,802	-	-
Accrued Compensated absences		5,735	7,990	-	4,411
Accrued Claims and judgements		-	-	-	-
Long-term debt - current portion		490,211	568,000	96,678	9,591
Total current liabilities		1,061,288	1,322,961	726,969	161,510
Noncurrent liabilities:					
Advances from other funds		-	-	1,511,764	-
Compensated absences		27,771	17,321	-	14,728
Net pension liability		1,121,752	577,356	-	481,394
Total OPEB liability		1,165,029	449,339	-	227,720
Long-term debt		2,332,935	6,911,759	108,819	20,029
Total noncurrent liabilities		4,647,487	7,955,775	1,620,583	743,871
Total liabilities		5,708,775	9,278,736	2,347,552	905,381
DEFERRED INFLOWS OF RESOURCES					
Deferred pension related items		57,447	29,568	-	24,653
Deferred OPEB related items		688,905	265,703	-	134,655
Deferred inflows related to leases		-	-	-	-
Total deferred inflows of resources		746,352	295,271	-	159,308
NET POSITION					
Net investment in capital assets		14,314,457	17,970,154	17,070,940	116,769
Unrestricted		699,094	(486,247)	(1,693,363)	1,658,274
Total net position	\$	15,013,551	\$ 17,483,907	\$ 15,377,577	\$ 1,775,043

See accompanying Notes to Basic Financial Statements.

Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
Ambulance	Nonmajor Enterprise Funds	Totals		
\$ 11,155,846	\$ 277,304	\$ 16,007,806	\$	3,513,459
473,280	4,449	2,353,609		80,867
11,928	339	17,913		3,891
-	20,607	20,607		-
173	-	83,386		15,244
121,023	246,924	372,649		-
-	-	163,062		-
-	-	1,051,616		89,986
11,762,250	549,623	20,070,648		3,703,447
-	350,000	352,180		-
-	-	200,000		-
1,714,870	-	12,227,413		-
840,885	2,688,666	52,403,627		56,317
2,555,755	2,688,666	64,631,040		56,317
2,555,755	3,038,666	65,183,220		56,317
14,318,005	3,588,289	85,253,868		3,759,764
-	-	623,723		-
1,294,236	1,673	2,157,455		256,993
169,267	8,563	436,440		84,776
1,463,503	10,236	3,217,618		341,769
60,101	9,946	804,523		75,826
47,242	1,454	486,659		6,072
-	-	130,170		-
-	-	255,709		-
-	-	351,992		-
-	375,860	555,662		8,620
36,743	1,218	56,097		12,552
-	-	-		50,000
-	-	1,164,480		34,211
144,086	388,478	3,805,292		187,281
-	-	1,511,764		-
92,173	3,299	155,292		28,699
3,275,611	4,234	5,460,347		650,430
1,205,693	60,996	3,108,777		603,864
4,497	-	9,378,039		9,470
4,577,974	68,529	19,614,219		1,292,463
4,722,060	457,007	23,419,511		1,479,744
167,750	217	279,635		33,310
712,952	36,068	1,838,283		357,077
-	19,491	19,491		-
880,702	55,776	2,137,409		390,387
2,551,258	2,688,666	54,712,244		13,626
7,627,488	397,076	8,202,322		2,217,776
\$ 10,178,746	\$ 3,085,742	\$ 62,914,566	\$	2,231,402

City of Dinuba
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the year ended June 30, 2023

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Golf Course	Disposal
OPERATING REVENUES:				
Sales and service charges	\$ 3,231,249	\$ 3,788,811	\$ 3,326,085	\$ 3,452,572
Miscellaneous	2,003	-	-	(5)
Total operating revenues	3,233,252	3,788,811	3,326,085	3,452,567
OPERATING EXPENSES:				
Salaries and benefits	636,777	512,212	2,181,766	278,861
Contractual services	203,664	(82,268)	313,537	2,428,243
Materials and supplies	418,622	237,640	644,665	75,612
Insurance	-	-	-	-
Employee health insurance	-	-	-	-
Repairs and maintenance	26,960	466,128	136,316	3,742
Utilities	453,101	1,313,162	184,873	38,248
Allocated costs	401,256	410,017	-	140,309
Depreciation expense	658,781	482,098	1,044,759	36,292
Total operating expenses	2,799,161	3,338,989	4,505,916	3,001,307
Operating income (loss)	434,091	449,822	(1,179,831)	451,260
NONOPERATING REVENUES (EXPENSES):				
Intergovernmental	5,312	-	-	-
Interest revenue	85,341	40,815	-	43,612
Interest expense	(87,461)	(381,953)	(5,301)	(1,408)
Total nonoperating revenues (expenses)	3,192	(341,138)	(5,301)	42,204
Income before contributions and transfers	437,283	108,684	(1,185,132)	493,464
CONTRIBUTIONS AND TRANSFERS:				
Transfers in	1,083,572	3,235,982	1,048,819	-
Transfers out	(1,319,575)	(973,728)	(1,048,819)	(92,243)
Total contributions and transfers	(236,003)	2,262,254	-	(92,243)
Change in net position	201,280	2,370,938	(1,185,132)	401,221
NET POSITION:				
Beginning of year	14,756,669	14,966,202	16,994,129	1,374,714
Restatements	55,602	146,767	(431,420)	(892)
Beginning of year, as restated	14,812,271	15,112,969	16,562,709	1,373,822
End of year	\$ 15,013,551	\$ 17,483,907	\$ 15,377,577	\$ 1,775,043

See accompanying Notes to Basic Financial Statements.

Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
Ambulance	Nonmajor Enterprise Funds	Totals		
\$ 1,817,777	\$ 136,658	\$ 15,753,152	\$ 6,286,967	
26,206	-	28,204	-	
<u>1,843,983</u>	<u>136,658</u>	<u>15,781,356</u>	<u>6,286,967</u>	
1,563,849	66,008	5,239,473	362,604	
(103,755)	85,931	2,845,352	140,681	
502,160	70,331	1,949,030	152,465	
-	-	-	1,824,146	
-	-	-	2,753,901	
64,617	44,206	741,969	210,102	
-	94,680	2,084,064	12,688	
569,848	117,205	1,638,635	33,011	
220,882	212,748	2,655,560	39,904	
<u>2,817,601</u>	<u>691,109</u>	<u>17,154,083</u>	<u>5,529,502</u>	
<u>(973,618)</u>	<u>(554,451)</u>	<u>(1,372,727)</u>	<u>757,465</u>	
4,189,411	233,843	4,428,566	-	
248,309	9,056	427,133	75,766	
-	-	(476,123)	(2,383)	
<u>4,437,720</u>	<u>242,899</u>	<u>4,379,576</u>	<u>73,383</u>	
<u>3,464,102</u>	<u>(311,552)</u>	<u>3,006,849</u>	<u>830,848</u>	
-	-	5,368,373	67,868	
(83,491)	(825)	(3,518,681)	(17,206)	
<u>(83,491)</u>	<u>(825)</u>	<u>1,849,692</u>	<u>50,662</u>	
3,380,611	(312,377)	4,856,541	881,510	
9,563,765	3,396,108	61,051,587	1,372,235	
(2,765,630)	2,011	(2,993,562)	(22,343)	
6,798,135	3,398,119	58,058,025	1,349,892	
<u>\$ 10,178,746</u>	<u>\$ 3,085,742</u>	<u>\$ 62,914,566</u>	<u>\$ 2,231,402</u>	

City of Dinuba
Combining Statement of Cash Flows
Proprietary Funds
For the year ended June 30, 2023

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Golf Course	Disposal
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from customers and users	\$ 3,297,228	\$ 3,852,331	\$ 3,254,553	\$ 3,547,532
Cash received from interfund services provided				
Cash paid to suppliers for goods and services	(1,459,409)	(2,154,925)	(1,315,626)	(2,675,899)
Cash paid to employees for services	(839,572)	(686,742)	(2,181,766)	(354,901)
Cash Received from (payments to) others	2,003	-	-	(5)
Net cash provided (used) by operating activities	1,000,250	1,010,664	(242,839)	516,727
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Cash transfers in	1,083,572	3,235,982	1,048,819	-
Cash transfers out	(1,319,575)	(973,728)	(1,048,819)	(92,243)
Short-term loans to/from other funds		179,802		
Intergovernmental revenue	610	-	-	-
Repayments (made)/ received on notes/loans	289	-	-	-
Advance from other funds			150,000	
Net cash provided (used) by noncapital financing activities	(235,104)	2,442,056	150,000	(92,243)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition and construction of capital assets	(250,240)	(3,006,071)	(10,273)	(17,108)
Principal paid on capital debt	(535,135)	(563,891)	(95,524)	(11,600)
Interest paid on capital debt	(93,662)	(275,448)	(5,301)	(1,408)
Net cash provided (used) by capital and related financing activities	(879,037)	(3,845,410)	(111,098)	(30,116)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest earning	86,459	40,932	-	43,671
Net cash provided (used) by investing activities	86,459	40,932	-	43,671
Net increase (decrease) in cash and cash equivalents	(27,432)	(351,758)	(203,937)	438,039
CASH AND INVESTMENTS - Beginning of year	3,026,355	941,465	404,638	1,398,902
CASH AND INVESTMENTS - End of year	\$ 2,998,923	\$ 589,707	\$ 200,701	\$ 1,836,941
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:				
Operating income (loss)	\$ 434,091	\$ 449,822	\$ (1,179,831)	\$ 451,260
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	658,781	482,098	1,044,759	36,292
Changes in pension related items	(166,195)	(158,326)	-	(71,328)
Changes in OPEB liability	(29,446)	(11,358)	-	(5,755)
Changes in lease receivable related items				
(Increase) decrease in accounts receivable	58,634	63,520	(17,987)	94,960
(Increase) decrease in prepaid expense	(625)	4,724	(13,683)	290
(Increase) decrease in inventories	-	-	(61,746)	-
Increase (decrease) in accounts payable & accrued liabilities	44,819	185,030	39,194	9,965
Increase (decrease) in deposits payable	7,345	-	-	-
Increase (decrease) in unearned revenues	-	-	(53,545)	-
Increase (decrease) in compensated absences	(7,154)	(4,846)	-	1,043
Net cash provided by (used in) operating activities	\$ 1,000,250	\$ 1,010,664	\$ (242,839)	\$ 516,727

See accompanying Notes to Basic Financial Statements.

Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
Ambulance	Nonmajor Enterprise Funds	Totals		
\$ 1,805,217	\$ 132,343	\$ 15,889,204	\$ -	-
(1,143,422)	(424,862)	(9,174,143)	6,278,303	(5,103,694)
(2,036,845)		(6,099,826)	(482,179)	
26,206	(68,560)	(40,356)	-	-
(1,348,844)	(361,079)	574,879	692,430	
-	-	5,368,373	67,868	
(83,491)	(825)	(3,518,681)	(17,206)	
4,115,431	375,860	555,662	8,620	
-	13,572	4,129,613	-	
-	(350,000)	(349,711)	-	
-	-	150,000	-	
4,031,940	38,607	6,335,256	59,282	
(1,908,864)	-	(5,192,556)	-	
(1,500)	-	(1,207,650)	(32,829)	
-	-	(375,819)	(2,383)	
(1,910,364)	-	(6,776,025)	(35,212)	
253,364	9,729	434,155	75,938	
253,364	9,729	434,155	75,938	
1,026,096	(312,743)	568,265	792,438	
10,129,750	590,047	16,491,157	2,811,007	
\$ 11,155,846	\$ 277,304	\$ 17,059,422	\$ 3,603,445	
\$ (973,618)	\$ (554,451)	\$ (1,372,727)	\$ 757,465	
220,882	212,748	2,655,560	39,904	
(485,623)	(369)	(881,841)	(96,456)	
(30,474)	(1,542)	(78,575)	(15,262)	
(12,560)	(126)	(126)		
(30)	(4,189)	182,378	(8,664)	
-	325	(8,999)	(9,998)	
(110,522)	-	(61,746)	-	
-	-	168,486	33,298	
-	(12,834)	(5,489)	-	
-	-	(53,545)	-	
43,101	(641)	31,503	(7,857)	
\$ (1,348,844)	\$ (361,079)	\$ 574,879	\$ 692,430	

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City of Dinuba
Statement of Fiduciary Net Position
Fiduciary Funds
For the year ended June 30, 2023

	Redevelopment Successor Agency Private-Purpose Trust Fund
ASSETS	
Cash and investments	\$ 2,194,614
Receivables:	
Accrued interest	2,081
Prepaid costs	1,424
Land held for resale	1,888,463
Restricted assets:	
Cash and investments with fiscal agents	107,931
Capital assets:	
Nondepreciable	2,730,607
Depreciable	167,848
Accumulated depreciation	(133,559)
Total assets	6,959,409
DEFERRED OUTFLOWS OF RESOURCES	
Deferred charge on refunding	1,942,052
Total assets	1,942,052
LIABILITIES	
Accrued liabilities	4,867
Accrued interest	545,102
Due to other governments	187
Long-term liabilities:	
Long-term debt - due within one year	1,625,000
Long-term debt - due in more than one year	38,777,304
Total liabilities	40,952,460
NET POSITION	
Restricted for:	
Held in trust for private purposes	(32,050,999)
Total Net Position	\$ (32,050,999)

City of Dinuba
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the year ended June 30, 2023

	Redevelopment Successor Agency Private-Purpose Trust Fund
ADDITIONS:	
Taxes	\$ 3,502,592
Interest and change in fair value of investments	44,598
Total additions	<u>3,547,190</u>
DEDUCTIONS:	
Administrative expenses	205,445
Contractual services	17,869
Interest expense	1,929,880
Depreciation expense	5,137
Total deductions	<u>2,158,331</u>
Change in net position	1,388,859
NET POSITION:	
Beginning of year	<u>(33,439,858)</u>
End of year	<u>\$ (32,050,999)</u>

NOTES TO BASIC FINANCIAL STATEMENTS

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City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Dinuba (City) have been prepared in conformity with accounting principles generally accepted in the United States of America (USGMP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. Reporting Entity

The City of Dinuba is a political subdivision provided for by the General Law of the State of California and, as such, can exercise the powers specified by the Constitution and laws of the State of California. The City was incorporated in 1906 as a general law city. On June 4, 1994, the voters of the City approved a Charter which gives the City Council greater self-rule, and the Charter was accepted by the Secretary of State on July 7, 1994. The City operates under a council-manager form of government.

The City of Dinuba is a municipal corporation governed by an elected five-member City Council who, in turn, elects one of its members to serve as the Mayor. As required by accounting principles generally accepted in the United States of America, these financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government's operations and so data from these units are combined with data of the City. The blended component units have a June 30 fiscal year end to coincide with the City's.

Blended Component Unit

In addition, in May 1994, the Dinuba Financing Authority (Authority) was formed in order to provide a funding vehicle for necessary street improvements within the City. The governing board of the Dinuba Financing Authority is the City Council, and the City Manager acts as Executive Director. A separate financial report is not being issued for the Dinuba Financing Authority. The activity of the Authority is reported in the Financing Authority Debt Service Fund of the City.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Government-Wide and Fund Financial Statements, Continued

requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds financial statements. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the fiscal year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

In the Fund Financial Statements, fiduciary funds are presented using the accrual basis of accounting. The private-purpose trust funds and custodial funds use the economic resources measurement focus.

Governmental funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in other funds.

HUD Grants Fund - This fund accounts for certain designated projects paid for the HUD Grant Federal program monies received from the State, along with repayments of loans.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation, Continued

ARPA Fund - This fund is used to account for activities funded by the American Rescue Plan Act (ARPA) funds.

Transportation Construction Fund - This fund accounts for other major street construction projects.

The City reports the following major proprietary funds:

The Water Enterprise Fund - This fund accounts for the operation and maintenance of the City's water distribution system.

The Sewer Enterprise Fund - This fund accounts for the operation and maintenance of the City's wastewater collection system including operating costs of the wastewater treatment facility.

The Golf Course Fund - This fund accounts for the operation and maintenance of the City's golf course.

The Disposal Enterprise Fund - This fund accounts for the collection and disposal of solid waste from industrial, commercial, and residential users throughout the Dinuba area.

The Ambulance Enterprise Fund - This fund accounts for ambulance service fees and all costs associated with providing ambulance service throughout the City.

Additionally, the City reports the following fund types:

The Debt Service Funds are used to account for financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

The Internal Service Funds account for financial transactions related to the City's billing and collections, maintenance and repairs, self-insurance programs and technology replacement. These services are provided to other departments or agencies of the City on a cost reimbursement basis.

The Fiduciary Funds are used to report resources held by the City in a purely custodial capacity, which involves only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments. These funds are not included in the government-wide financial statements. The Private-Purpose Trust Funds are used to account for the assets of the former City of Dinuba Redevelopment Agency during the wind down period.

As a general rule, the effect of interfund activity has been eliminated from the governmentwide financial statements. Exceptions to this general rule are charges between the government's proprietary funds function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Enterprise Funds and of the Internal Service Fund are charges to customers for sales and services.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation, Continued

Operating expenses for the Enterprises Funds and the Internal Service Funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, Net Position or Equity

Cash and Investments

In order to maximize the flexibility of its investment program and to aid in cash budgeting, the City pools the cash of all funds, except for monies deposited with fiscal agents in accordance with related bond indentures. The cash and investments balance in each fund represent that fund's equity share of the City's cash and investment pool. As the City places no restrictions on the deposit or withdrawal of a particular fund's equity in the pool, the pool operates like a demand deposit account for the participating funds.

Interest income earned on pooled cash and investments is allocated monthly to the various funds based on month-end balances and is adjusted at fiscal year-end. Interest income on restricted cash and investments with fiscal agents is credited directly to the related fund.

In accordance with the State of California Government Code, the City adopts an investment policy annually that, among other things, authorizes types and concentrations of investments and maximum investment terms.

The City's investments are carried at fair value. The fair value of equity and debt securities is determined based on sales prices or bid-and-asked quotations from SEC-registered securities exchanges or NASDAQ dealers. LAIF determines the fair value of its portfolio quarterly and reports a factor to the City; the City applies that factor to convert its share of LAIF from amortized cost to fair value. Changes in fair value are allocated to each participating fund.

For purposes of the statement of cash flows, the City has defined cash and cash equivalents to be change and petty cash funds, equity in the City's cash and investment pool, and restricted non-pooled investments with initial maturities of three months or less.

Property Taxes

Assessed values for purposes of property taxes are determined on an annual basis for the period July 1 to June 30 by the Tulare County Assessor as of January 1. Taxes are levied annually on July 1 and become a lien on real property at January 1. Taxes are due November 1 and February 1 and are delinquent if not paid by December 10 and April 10, respectively, at which time applicable penalties and interest are assessed. Unsecured taxes became delinquent if not paid by August 31.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, Net Position or Equity, Continued

Prepaid Items

Payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Restricted Assets

Certain proceeds of the City's long-term debt, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and their use is limited by applicable bond covenants.

In the absence of specific statutory provisions governing the issuance of bonds, certificates, or leases, these bond monies may be invested in accordance with the ordinance; resolutions and indentures specifying the types of investments its trustees or fiscal agents may make. These ordinances, resolutions, and indentures are generally more restrictive than the City's general investment policy. In no instance have additional types of investments been authorized that are not permitted by the City's general investment policy.

Capital Assets

Capital assets, which include property, plant, equipment, fine art, and infrastructure assets (e.g., roads, bridges, sidewalks, traffic lights and signals, streetlights, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of \$2,500 or more and an estimated useful life in excess of one year. Such capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital asset, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value. The cost of normal maintenance and repairs that do not add to the value of the capital asset or materially extend capital asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business- type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized during the fiscal year ended June 30, 2023.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, Net Position or Equity, Continued

Capital assets of the City are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	30
Improvements other than buildings	30
Infrastructure	20 to 40
Utility systems	40 to 75
Vehicles	5 to 15
Computer equipment	7

The City's art collection is not depreciated. Periodic restoration and maintenance costs on particular items are charged to expense as incurred.

Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick leave benefits. All vacation and sick leave benefits are accrued as earned by employees. A portion of unused sick leave benefits, varying by employee bargaining unit, vests and is payable upon retirement. For proprietary funds, a current liability is reported for that portion of the estimated value of vacation and sick leave benefits to be used during the subsequent fiscal year, and the estimated value of vested sick leave benefits of employees approaching or at their respective retirement ages.

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Initial-issue bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method (which approximates the effective interest method). The difference between the reacquisition price of refunding bonds and the net carrying amount of refunded debt (deferred amount on refunding) is amortized over the shorter of the life of the refunding debt or remaining life of the refunded debt. Amortization of bond premiums or discounts, and deferred amounts on refunding is included in interest expense.

In the fund financial statements, governmental fund types recognize bond premiums, discounts, and issuance costs during the period issued. The face amount of debt issued is reported as other financing sources. Premiums received are reported as other financing sources, while discounts are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, Net Position or Equity, Continued

Net Pension Liability

For purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense, information about the fiduciary net position and additions to/ deductions from the fiduciary net position have been determined on the same basis as they are reported by the CalPERS Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. CalPERS audited financial statements are publicly available reports that can be obtained at CalPERS' website under Forms and Publications.

Other Post-Employment Benefits (OPEB)

For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense have been determined by an independent actuary. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms.

Generally accepted accounting principles require that the reported results must pertain to liability information within certain defined timeframes. For this report, the following timeframes are used:

Valuation Date	June 30, 2021
Measurement Date	June 30, 2022
Measurement Period	June 1, 2021 to June 30, 2022

Deferred Outflows and Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then. The City reports deferred charges on bond refunding's as well as deferred outflows relating to the net pension liability and total OPEB liability reported in the government-wide statement of net position for governmental and business-type activities.

In addition to liabilities, the statement of net position and governmental balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has four items that qualify for reporting in the category. The first item are deferred inflows relating to the net pension liability reported in the government-wide statement of net position for governmental and business-type activities. The second item relates to revenues earned, but not yet available for resources. The third item is deferred inflows relating to the total OPEB liability reported in the government-wide statement of net position for governmental and business-type activities. The fourth item is deferred inflows related to lease revenues that are recognized over the lease period.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, Net Position or Equity, Continued

Interfund Transactions

Interfund transactions are reflected as either loans, services provided, reimbursements, or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances". Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not available financial resources.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

Net Position and Fund Equity

GASB Statement No. 63 requires that the difference between assets added to the deferred outflows of resources and liabilities added to the deferred inflows of resources be reported as net position. Net position is classified as either net investment in capital assets, restricted, or unrestricted.

Net position that is net investment in capital assets consist of capital assets, net of accumulated depreciation, and reduced by the outstanding principal of related debt.

Restricted net position is the portion of net position that has external constraints placed on it by creditors, grantors, contributors, laws, or regulations of other governments, or through constitutional provisions or enabling legislation. Unrestricted net position consists of net position that does not meet the definition of net investment in capital assets or restricted net position.

In the fund financial statements, governmental funds report fund balance as non-spendable, restricted, committed, assigned or unassigned based primarily on the extent to which the City is bound to honor constraints on how specific amounts can be spent.

- **Non-spendable fund balance** - amounts that cannot be spent because they are either (a) not spendable in form or (b) legally or contractually required to be maintained intact.
- **Restricted fund balance** - amounts with constraints placed on their use that are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, Net Position or Equity, Continued

- ***Committed fund balance*** - amounts that can only be used for specific purposes determined by formal action of the City Council which includes the City Charter, ordinances and resolutions and that remain binding unless removed in the same manner. The underlying action that imposed the limitation needs to occur no later than the close of the reporting period.
- ***Assigned fund balance*** - amounts that are constrained by the City's intent to be used for specific purposes but are neither restricted nor committed. Such intent should be expressed by the City Council or its designated officials to assign amounts to be used. Constraints imposed on the use of assigned amounts can be removed with no formal Council actions.
- ***Unassigned fund balance*** - the residual classification for the City's General Fund that includes amounts not contained in the other classifications. In other funds, the unassigned classification is used only if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

The City Council establishes, modifies, or rescinds fund balance commitments and assignments by passage of a resolution or other formal action. This is done through adoption of the budget, subsequent budget amendments, resolution, or other formal actions when necessary that occur throughout the year.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, followed by unrestricted committed, assigned and unassigned resources as they are needed.

E. Use of Estimates

The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Deficit Fund Balances and Net Position

The Assessment Districts Fund has a deficit fund balance of \$36,412 which should be alleviated as additional revenues or transfers are received.

The MTBE Fund has a deficit fund balance of \$41,230 which should be alleviated as additional revenues or transfers are received.

The Property and Equipment Internal Service Fund has a deficit net position of \$586,440 and the Technology Fund has a deficit net position of \$13,291. These deficits should be alleviated as additional revenues are received by City departments.

3. CASH AND INVESTMENTS

Cash and investments as of June 30, 2023, are classified in the accompanying financial statements as follows:

Statement of net position:	
Cash and investments	\$ 60,474,162
Restricted cash and investments with fiscal agents	1,848,571
Fiduciary funds:	
Cash and investments	2,194,614
Restricted cash and investments with fiscal agents	<u>107,931</u>
	<u>\$ 64,625,278</u>

Cash and investments as of June 30, 2023, consist of the following:

Cash on hand	\$ 8,370
Deposits with financial institutions	10,815,425
Investments	<u>53,801,483</u>
	<u>\$ 64,625,278</u>

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

3. CASH AND INVESTMENTS, Continued

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

The table below identifies the investment types that are authorized for the City of Dinuba (City) by the California Government Code (or the City's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the City's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of the City, rather than the general provisions of the California government Code or the City's investment policy.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Local Agency Investment Fund (State Pool)	N/A	None	\$50 million
U.S. Treasury Obligations	N/A	None	None
U.S. Government Agency Issues	N/A	None	None
Insured Passbook on Demand Deposits with Banks and Savings and Loans	N/A	None	100,000
Certificates of Deposit	5 years	None	100,000
Money Market Funds (must be comprised of eligible securities permitted under this policy)	N/A	None	None
Repurchase Agreements	1 year	None	None

The investment policy allows for the above investments which have equal safety and liquidity as all other allowed investments. Maturity depends on the cash needs of the City.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

3. CASH AND INVESTMENTS, Continued

B. Investments Authorized by Debt Agreements

Investment of debt proceeds held by bond trustees are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City's investment policy. The table below identifies the investment types that are authorized for investments held by bond trustee. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Local Agency Investment Fund (State Pool)	N/A	None	\$50,000
U.S. Treasury Obligations	N/A	None	None
U.S. Government Agency Issues	N/A	None	None
Insured Passbook on Demand Deposits with Banks and Savings and Loans	N/A	None	100,000
Certificates of Deposit	5 years	None	100,000
Commercial Paper			
Mutual Funds (must be comprised of eligible securities permitted under this policy)			
Money Market Funds (must be comprised of eligible securities permitted under this policy)	N/A	None	None
Municipal Bonds (rated highest 2 categories)	N/A	None	None
Investment Agreements	N/A	None	None
Repurchase Agreements	1 year	None	None

The investment policy allows for the above investments which have equal safety and liquidity as all other allowed investments. Maturity depends on the cash needs of the City.

C. Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

3. CASH AND INVESTMENTS, Continued

C. Disclosures Relating to Interest Rate Risk, Continued

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

Investment Type	Remaining Maturity (in Months)	
	Totals	12 Months or Less
State Investment Pool	\$ 28,522,698	\$ 28,522,698
Money Market Funds	23,430,214	23,430,214
Held by Bond Trustees:		
Money Market Funds	1,848,571	1,848,571
Total	\$ 53,801,483	\$ 53,801,483

D. Investments with Fair Values Highly Sensitive to Interest Rate Fluctuations

The City has no investments (including investments held by bond trustees) that are highly sensitive to interest rate fluctuations (to a greater degree than already indicated in the information provided above).

E. Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California Government Code, the City's investment policy, or debt agreements, and the actual rating as of fiscal year end for each investment type.

Investment Type	Amount	Minimum Legal Rating	Rating as of Fiscal Year-end Not Rated
State Investment Pool	\$ 28,522,698	N/A	\$ 28,522,698
Money Market Funds	23,430,214	N/A	23,430,214
Held in Bond Trustees:			
Money Market Funds	1,848,571	N/A	1,848,571
Total	\$ 53,801,483		\$ 53,801,483

The investment policy of the City contains limitations on the amount that can be invested in any one issuer. There are no investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total City investments.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

3. CASH AND INVESTMENTS, Continued

F. Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g. broker- dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments. The California Government Code requires that financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the government unit). The fair value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

As of June 30, 2023, all of the City's deposits with financial institutions in excess of federal depository insurance limits were held in collateralized accounts. As of June 30, 2023, City investments in the following investment types were held by the same broker-dealer (counterparty) that was used by the City to buy the securities:

<u>Investment Type</u>	<u>Reported Amount</u>
Money Market Funds	\$ 1,848,571

G. Investment in State Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

H. Fair Value Measurements

The City categorizes its fair value measurements within the fair value hierarchy establish by generally accepted accounting principles. These principles recognize a three tiered fair value hierarchy as follows: Level 1 - Investments reflect prices quoted in active markets; Level 2 - Investments reflect prices that are based on similar observable asset either directly or indirectly, which may include inputs in markets that are not considered active; and Level 3 - Investments reflect prices based upon unobservable sources. The City has marketable securities that are measured with recurring fair value measurements as of June 30, 2023 and are valued using quoted market prices (level 1 inputs).

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

4. NOTES AND LOANS RECEIVABLE

Notes receivable as of June 30, 2023, totaled \$30,890,450 and were recorded as follows:

Special Revenue Funds	\$ 30,538,270
Enterprise Funds	<u>352,180</u>
Total Notes and Loans Receivables	<u><u>\$ 30,890,450</u></u>

Notes and loans receivable by type are:

Home Loan Rehabilitation Program loans to assist low income residents to afford safe and sanitary housing, including improvements to the housing; non-interest bearing to 10 percent interest; principal and interest generally due at maturity or change of home ownership; secured by deeds of trust; proceeds are paid directly to the builder and a receivable is recorded from the home purchaser.	\$ 12,402,264
HOME program funds were used to loan to a developer for the construction of an affordable Senior housing complex	3,000,000
California Department of Housing and Community Development - City of Dinuba and Self-Help Enterprises Permanent Local Housing Allocation (PLHA)	4,932,503
Promissory notes from developers for the acquisition and development of property for housing projects within the City; interest rates from 3% to 4.81%; terms of the notes are thirty to forty years; notes secured by deeds of trust.	<u>10,555,683</u>
Totals	<u><u>\$ 30,890,450</u></u>

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

5. ACCOUNTS RECEIVABLE

The following is a list of accounts receivable at June 30, 2023:

	<u>Receivable</u>	<u>Allowance</u>	<u>Net</u>
Governmental Activities -			
Due from other governments	\$ 6,215,655	\$ -	\$ 6,215,655
Accounts	750,561	-	750,561
	<u>\$ 6,966,216</u>	<u>\$ -</u>	<u>\$ 6,966,216</u>
Business-type Activities -			
Due from other governments	\$ 372,649	\$ -	\$ 372,649
Accounts	3,159,614	806,005	2,353,609
	<u>\$ 3,532,263</u>	<u>\$ 806,005</u>	<u>\$ 2,726,258</u>

6. INTERFUND TRANSACTIONS

A. Current Interfund Balances

Current interfund balances arise in the normal course of business and are expected to be repaid shortly after the end of the fiscal year. These balances normally represent loans to cover temporary shortages of cash in individual funds. The following presents a summary of current interfund balances at June 30, 2023:

<u>Due to Fund</u>	<u>Amount</u>	<u>Due From Fund</u>	<u>Amount</u>
General Fund	\$ 703,810	Sewer Enterprise Fund	\$ 179,802
		Nonmajor Governmental Funds	139,528
		Nonmajor Enterprise Funds	375,860
		Internal Service Funds	8,620
	<u>\$ 703,810</u>	Total	<u>\$ 703,810</u>

B. Long-term Interfund Advances

At June 30, 2023, the funds below have made/received advances that were not expected to be repaid within one year:

<u>Payable Fund</u>	<u>Account</u>	<u>Receivable Fund</u>	<u>Amount</u>
Major Fund:		Major Fund:	
General	\$ 1,031,663	General	\$ 1,419,094
Major Proprietary Fund:		Major Proprietary Fund:	
Golf Course	1,511,764	Disposal	200,000
Non-Major Governmental Funds	316,904	Non-Major Governmental Funds	1,241,237
Total	<u>\$ 2,860,331</u>	Total	<u>\$ 2,860,331</u>

Advances will be repaid to the advancing fund when revenue in the receiving fund is adequate. These usually occur as impact fees, operating, fees, tax revenues, or sales of property occur.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

6. INTERFUND TRANSACTIONS, Continued

C. Transfers Between Funds

With Council approval, resources may be transferred from one City fund to another. The purpose of the majority of transfers is to cover operating costs and fund capital projects, less often, an equity transfers may be made to open or close a fund.

Transfers In	Amount	Transfers Out	Amount
Major Governmental:		Major Governmental:	
General	\$ 229,211	General	\$ 3,852,977
HUD Grants	39	HUD Grants	119,738
Transportation Construction	3,617,179	ARPA	2,612,087
Major Enterprise:		Major Enterprise:	
Water	1,083,572	Water	1,319,575
Sewer	3,235,982	Sewer	973,728
Golf	1,048,819	Golf	1,048,819
Internal Service Funds	67,868	Disposal	92,243
Non-Major Governmental Funds	3,235,212	Ambulance	83,491
		Non-major Governmental Funds	2,397,193
		Other Enterprise Funds	825
		Internal Service Funds	17,206
	<u>\$ 12,517,882</u>		<u>\$ 12,517,882</u>

7. COMPENSATED ABSENCES

The following is a summary of changes in the City's compensated absences for the fiscal year ended June 30, 2023:

	Balance July 1, 2022	Additions	Reductions	Balance June 30, 2023	Current Portion
Governmental activities	\$ 1,030,137	\$ 893,277	\$ (948,529)	\$ 974,885	\$ 209,598
Business-type activities	179,886	263,968	(232,465)	211,389	56,097
	<u>\$ 1,210,023</u>	<u>\$ 1,157,245</u>	<u>\$ (1,180,994)</u>	<u>\$ 1,186,274</u>	<u>\$ 265,695</u>

Compensated absences in governmental activities have been liquidated in the past fiscal year in the general fund, the gas tax, transportation, public safety sales tax and community enhancement grant, (Special Revenue Funds) and general construction, vocational center, and public works management (Capital Projects funds).

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

8. CAPITAL ASSETS

A. Governmental Activities

Capital asset governmental activity for the fiscal year ended June 30, 2023 was as follows:

	Balance at July 1, 2022	Adjustments	Additions	Deletions	Transfers	Balance at June 30, 2023
Capital Assets not being depreciated:						
Land	\$ 105,978,954	\$ (94,913,013)	\$ -	\$ (465,416)	\$ -	\$ 10,600,525
Artwork	68,641	-	-	-	-	68,641
Right of way s/easements	12,704,381	100,513,914	-	-	-	113,218,295
Construction in progress	6,392,952	(692,846)	6,217,355	-	(8,556,829)	3,360,632
Total	125,144,928	4,908,055	6,217,355	(465,416)	(8,556,829)	127,248,093
Capital Assets being depreciated:						
Buildings	21,010,879	(7,951,866)	181,489	(4,025,334)	-	9,215,168
Improvements other than buildings	4,055,607	7,886,234	79,537	-	-	12,021,378
Equipment and machinery	8,712,219	436,488	729,086	(175,734)	902,924	10,604,983
Infrastructure	101,171,200	(838,057)	1,305,451	-	7,653,905	109,292,499
Total	134,949,905	(467,201)	2,295,563	(4,201,068)	8,556,829	141,134,028
Less accumulated depreciation for:						
Buildings	(6,678,361)	(2,260,661)	(306,543)	3,862,607	-	(5,382,958)
Improvements other than buildings	(3,643,239)	174,801	(395,842)	-	-	(3,864,280)
Equipment and machinery	(9,369,230)	1,610,283	(562,143)	175,734	-	(8,145,356)
Infrastructure	(33,873,808)	63,045	(2,659,131)	-	-	(36,469,894)
Total	(53,564,638)	(412,532)	(3,923,659)	4,038,341	-	(53,862,488)
Total, net of accumulated depreciation	81,385,267	(879,733)	(1,628,096)	(162,727)	8,556,829	87,271,540
Total Capital Assets, Net	\$ 206,530,195	\$ 4,028,322	\$ 4,589,259	\$ (628,143)	\$ -	\$ 214,519,633

Depreciation expense was charged to functions/programs of the City's governmental activities as follows:

General Government	\$ 2,953,434
Public Safety	494,377
Community Development	145,588
Parks & Rec	290,405
Internal Service Funds	39,855
	<u>\$ 3,923,659</u>

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

8. CAPITAL ASSETS, Continued

B. Business-type Activities

Capital asset business-type activity for the fiscal year ended June 30, 2023, was as follows:

	Balance at July 1, 2022	Adjustments	Additions	Deletions	Transfers	Balance at June 30, 2023
Water Fund:						
Capital Assets not being depreciated:						
Land	\$ 261,806	\$ -	\$ -	\$ -	\$ -	\$ 261,806
Construction in progress	-	55,100	109,596	-	-	164,696
Total capital assets	261,806	55,100	109,596	-	-	426,502
Capital Assets being Depreciated:						
Infrastructure	22,462,964	-	4,012	-	-	22,466,976
Buildings and Improvements	4,852,279	-	-	-	-	4,852,279
Equipment and machinery	1,137,908	-	136,180	-	-	1,274,088
Total capital assets being depreciated	28,453,151	-	140,192	-	-	28,593,343
Less accumulated depreciation for:						
Infrastructure	(7,572,163)	(45,475)	(369,863)	-	-	(7,987,501)
Buildings and improvements	(2,879,192)	(125,667)	(142,042)	-	-	(3,146,901)
Equipment and machinery	(772,558)	171,593	(146,876)	-	-	(747,841)
Total accumulated depreciation	(11,223,913)	451	(658,781)	-	-	(11,882,243)
Total capital assets being depreciated, net	17,229,238	451	(518,589)	-	-	16,711,100
Water Fund Capital Assets, net	\$ 17,491,044	\$ 55,551	\$ (408,993)	\$ -	\$ -	\$ 17,137,602
Sewer Fund:						
Capital Assets not being depreciated:						
Land	\$ 4,388,142	\$ -	\$ -	\$ -	\$ -	\$ 4,388,142
Construction in progress	-	220,519	2,375,614	-	-	2,596,133
Total capital assets not being depreciated	4,388,142	220,519	2,375,614	-	-	6,984,275
Capital Assets being depreciated:						
Infrastructure	21,302,953	-	425,947	-	-	21,728,900
Buildings and improvements	4,403,718	-	-	-	-	4,403,718
Equipment and improvements	803,263	-	204,059	-	-	1,007,322
Total capital assets being depreciated	26,509,934	-	630,006	-	-	27,139,940
Less accumulated depreciation for:						
Infrastructure	(5,519,485)	1,838	(380,325)	-	-	(5,897,972)
Buildings and improvements	(2,640,639)	(295,369)	(40,865)	-	-	(2,976,873)
Equipment and machinery	(656,254)	293,982	(60,908)	-	-	(423,180)
Total accumulated depreciation	(8,816,378)	451	(482,098)	-	-	(9,298,025)
Total capital assets being depreciated, net	17,693,556	451	147,908	-	-	17,841,915
Sewer Funds Capital Assets, net	\$ 22,081,698	\$ 220,970	\$ 2,523,522	\$ -	\$ -	\$ 24,826,190
Disposal Funds:						
Capital Assets being depreciated:						
Equipment and machinery	\$ 693,164	\$ -	\$ 16,657	\$ -	\$ -	\$ 709,821
Less accumulated depreciation for:						
Equipment and machinery	(527,591)	451	(36,292)	-	-	(563,432)
Disposal Fund Capital Assets, net	\$ 165,573	\$ 451	\$ (19,635)	\$ -	\$ -	\$ 146,389

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

8. CAPITAL ASSETS, Continued

B. Business-type Activities, Continued

	Balance at July 1, 2022	Adjustments	Additions	Deletions	Transfers	Balance at June 30, 2023
Ambulance Fund:						
Capital Assets not being depreciated:						
Construction in progress	\$ -	\$ 330,328	\$ 1,384,542	\$ -	\$ -	\$ 1,714,870
Capital Assets being depreciated:						
Equipment and machinery	1,445,477	-	551,166	-	-	1,996,643
Less accumulated depreciation for:						
Equipment and machinery	(908,032)	(26,844)	(220,882)	-	-	(1,155,758)
Total capital assets being depreciated, net	537,445	(26,844)	330,284	-	-	840,885
Ambulance Fund Capital Assets, net	\$ 537,445	\$ 303,484	\$ 1,714,826	\$ -	\$ -	\$ 2,555,755
Golf Course Fund:						
Capital Assets not being depreciated:						
Land	\$ 3,101,766	\$ -	\$ -	\$ -	\$ -	\$ 3,101,766
Total capital assets not being depreciated	3,101,766	-	-	-	-	3,101,766
Capital Assets being depreciated:						
Infrastructure	6,530,587	-	-	-	-	6,530,587
Buildings and improvements	20,878,871	-	-	-	-	20,878,871
Equipment and machinery	690,601	-	8,313	-	-	698,914
Total capital assets being depreciated	28,100,059	-	8,313	-	-	28,108,372
Less accumulated depreciation for:						
Infrastructure	(2,639,585)	(431,420)	(215,710)	-	-	(3,286,715)
Building and improvements	(9,627,356)	33,654	(682,901)	-	-	(10,276,603)
Equipment and machinery	(192,541)	(46,109)	(146,148)	14,415	-	(370,383)
Total accumulated depreciation	(12,459,482)	(443,875)	(1,044,759)	14,415	-	(13,933,701)
Total capital assets being depreciated, net	15,640,577	(443,875)	(1,036,446)	14,415	-	14,174,671
Golf Course Capital Assets, net	\$ 18,742,343	\$ (443,875)	\$ (1,036,446)	\$ 14,415	\$ -	\$ 17,276,437
Other Enterprise Funds:						
Capital Assets being depreciated:						
Building and improvements	\$ 4,700,519	\$ (61,675)	\$ -	\$ -	\$ -	\$ 4,638,844
Equipment and machinery	1,440,400	61,672	-	-	-	1,502,072
Total capital assets being depreciated	6,140,919	(3)	-	-	-	6,140,916
Less accumulated depreciation for:						
Buildings and improvements	(1,721,687)	(232,585)	(131,282)	-	-	(2,085,554)
Equipment and machinery	(1,517,815)	232,585	(81,466)	-	-	(1,366,696)
Total accumulated depreciation	(3,239,502)	-	(212,748)	-	-	(3,452,250)
Other Enterprise Funds Capital Assets, net	\$ 2,901,417	\$ (3)	\$ (212,748)	\$ -	\$ -	\$ 2,688,666
Total Business-type Capital Assets, net	\$ 61,919,520	\$ 136,578	\$ 2,560,526	\$ 14,415	\$ -	\$ 64,631,039

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

8. CAPITAL ASSETS, Continued

B. Business-type Activities, Continued

Depreciation expense was charged to functions/programs of the City's business-type activities as follows:

Business-type Activities	
Water	\$ 658,781
Sewer	482,098
Disposal	36,292
Ambulance	220,882
Golf	1,044,759
Other Enterprise Funds	212,748
	<u>212,748</u>
Total	<u>\$ 2,655,560</u>

9. LONG-TERM LIABILITIES

The following is a summary of changes in the City's long-term liabilities for the fiscal year ended June 30, 2023:

	Balance at July 1, 2022	Additions	Reductions	Balance at June 30, 2023	Due Within One Year
Governmental Activities					
Direct Borrowings:					
Finance purchase obligations	\$ 8,820,207	\$ 352,040	\$ (557,687)	\$ 8,614,560	\$ 657,763
Public Offerings:					
Lease revenue bonds payable	13,065,000	-	(910,000)	12,155,000	725,000
Original issue discount	(197,121)	12,090	-	(185,031)	-
Original issue premium	136,857	-	(8,398)	128,459	-
Total Governmental Activities	<u>\$ 21,824,943</u>	<u>\$ 364,130</u>	<u>\$ (1,476,085)</u>	<u>\$ 20,712,988</u>	<u>\$ 1,382,763</u>
Business-type Activities:					
Direct Borrowings:					
Capital leases payable	\$ 540,588	\$ -	\$ (180,441)	\$ 360,147	\$ 162,387
Water notes payable	3,194,672	-	(477,209)	2,717,463	434,093
Public Offerings:					
Revenue bonds	5,835,000	-	(440,000)	5,395,000	455,000
Original issue premium	35,059	-	(2,150)	32,909	-
Private Placement:					
Revenue bonds	2,147,000	-	(110,000)	2,037,000	113,000
Total Business-type Activities	<u>\$ 11,752,319</u>	<u>\$ -</u>	<u>\$ (1,209,800)</u>	<u>\$ 10,542,519</u>	<u>\$ 1,164,480</u>

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

9. LONG-TERM LIABILITIES, Continued

A. Governmental Activities - Lease Revenue Bonds (Public Offerings)

2012 DFA Lease Revenue Bonds Payable - On November 7, 2012, the Dinuba Financing Authority issued \$11,270,000 of 2012 Lease Revenue Refunding Bonds. The proceeds of the bonds were used to refund the 2002 Lease Revenue Bonds in the amount of \$6,430,000, refund the \$3,825,000 remaining balance of the 2010 Lease Revenue Notes issued by the Redevelopment Agency, fund a reserve account, and pay costs of issuance. The bonds consist of \$5,285,000 of serial bonds with maturity dates from September 1, 2014 through 2024. Interest rates vary between 2.0%-3.0% with semi-annual payments due each March 1 and September 1. There are also \$4,650,000 of term bonds due September 1, 2032 and \$1,335,000 term bonds due September 1, 2038, which carry interest rates of 3.75% and 4.00%, respectively.

The principal balance outstanding on the 2012 bonds as of June 30, 2023 was \$6,955,000. The refunding of the 2002 bonds resulted in a cash savings over the repayment period of \$690,097 and an economic gain of \$481,729. The refunding of the 2010 bonds resulted in a cash deficit of \$2,361,946 as the 2010 bonds were due in 2017 whereas the 2012 bonds are due through 2038.

2012 DFA Lease Revenue Refunding Bonds Payable - On September 20, 2012, the Dinuba Financing Authority issued \$1,500,000 of Lease Revenue Bonds. The proceeds of these bonds are to be used for financing and refinancing the purchase of certain land parcels within the City and pay costs of issuance. The bonds carry interest at 3.0%, interest is paid semi-annually each March 1 and September 1. Principal is due each September 1 through 2022. The 2012 Lease Revenue Bonds was paid off during the fiscal year ended June 30, 2023.

2016 DFA Lease Revenue Refunding Bonds Payable - October 12, 2016, the Dinuba Financing Authority issued \$6,580,000 of 2016 Lease Revenue Refunding Bonds. The proceeds of the bonds were used to refund the 2007 Lease Revenue Bonds in the amount of \$6,255,000 and pay costs of issuance.

The bonds consist of \$6,580,000 of serial bonds with maturity dates from September 1, 2018 through 2038. Interest rates vary between 2.0%-4.0% with semi-annual payments due each March 1 and September 1.

The refunding of the 2007 bonds resulted in a cash savings over the repayment period of \$1,529,810 and an economic loss of \$296,346. The principal balance outstanding on the 2016 bonds as of June 30, 2023 was \$5,200,000.

B. Governmental Activities - Finance Purchase Agreements (Direct Borrowings)

On July 1, 2015, the City entered into a Site and Facility Lease with Compass Bank. The City determined it was necessary and desirable to repay a loan to the Successor Agency to the Dinuba Redevelopment Agency. The City will lease real property and improvements consisting of the Dinuba Transit Center to Compass in consideration for Compass's paying the City the sum of not to exceed \$1,300,000 in advance rental. Compass bank will then lease the site and facility back to the City at an interest rate not to exceed 5.25%. The site and facility lease will commence on July 1, 2015 and shall end on May 25, 2030. The outstanding principal balance of this finance purchase obligation at June 30, 2023 is \$773,149.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

9. LONG-TERM LIABILITIES, Continued

B. Governmental Activities - Finance Purchase Agreements (Direct Borrowings), Continued

On December 1, 2013, the City entered into a lease purchase agreement with the Dinuba Financing Authority and Western Alliance Bank in the amount of \$8,433,377. The lease was executed to finance the costs associated with the acquisition, construction, and installation of solar energy improvements to City facilities. The funds are to be deposited into a project fund (\$8,146,742), a capitalized interest fund (\$176,785) and a delivery costs fund (\$109,850). Lease payments are made semi-annually on June 12 and December 12. Interest is 4.1925%. The lease term matures on December 12, 2033. The City has the right to prepay the lease at any time. The outstanding balance as of June 30, 2023 is \$7,214,921.

On July 1, 2016, the City entered into an agreement with Ray Morgan Company (RMC) for the purpose leasing a City Hall copy machine in the amount of \$159,000. The monthly payments begin July 1, 2016 with a final maturity date of June 1, 2023. On May 17, 2021, the City re-entered into an agreement with RMC for the purpose leasing a City Hall copy machine in the amount of \$98,265. The agreement has no stated interest rate and the monthly payments are \$2,075. Payments are split between the governmental and business-type funds. The outstanding balance of the finance purchase obligation as of June 30, 2023 related to the governmental funds was \$57,321.

On October 15, 2015, the City entered into an agreement with US Bank Equipment Finance for the purpose of leasing multiple copiers for the Police Department in the amount of \$52,140. The monthly payments begin October 15, 2015 with a final maturity date of October 15, 2020. On June 6, 2019, the City re-entered into an agreement with US Bank Equipment Finance for the purpose of leasing multiple copiers for the Police Department in the amount of \$50,160. The monthly payments begin June 2019 with a final maturity date of May 2024. The agreement has no stated interest rate and the monthly payments are \$869 and \$836, respectively. The outstanding balance of the finance purchase obligation as of June 30, 2023 was \$9,196.

On July 1, 2016, the City entered into an agreement with Ray Morgan Company (RMC) for the purpose leasing a Public Works copy machine in the amount of \$50,190. The monthly payments begin July 1, 2016 with a final maturity date of June 1, 2023. On May 18, 2021, the City re-entered into an agreement with RMC for the purpose leasing a Public Works copy machine in the amount of \$8,127. The agreement has no stated interest rate and the monthly payments are \$645. Payments are split between the governmental and business-type funds. The outstanding balance of the finance purchase obligation as of June 30, 2023 related to the governmental funds was \$4,740.

On June 26, 2018, the City entered into an agreement with Enterprise Car Trust for the purpose of leasing thirteen 2019 Ram 1500 Classics in the amount of \$354,082; of which \$147,203 relates to governmental activities. The interest rate is 1.35% and the monthly payments are \$5,270. The outstanding balance of the finance purchase obligations as of June 30, 2023 was \$15,156.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

9. LONG-TERM LIABILITIES, Continued

B. Governmental Activities - Finance Purchase Agreements (Direct Borrowings), Continued

On June 26, 2019, the City entered into an agreement with Ray Morgan Company (RMC) for the purpose of leasing a Lanier copy machine for the Fire Department in the amount of \$5,880. The first monthly payment was made in June 2019. The monthly payments are \$98. The outstanding balance of the finance purchase obligations as of June 30, 2023 was \$1,078.

On September 25, 2019, the City entered into an agreement with Dell Financial Services for the purpose of providing services, software and hardware in the amount of \$160,114. The first payment was due November 1, 2019. The agreement has an interest rate of 4.13% and the monthly payments are \$2,948. The outstanding balance of the finance purchase obligation as of June 30, 2023 was \$43,681.

On December 1, 2019, the City entered into an agreement with Enterprise to lease 3 vehicles for the Police Department in the amount of \$55,472. The first monthly payment was made in January 2020. The monthly payment is \$924.16. Subsequently, on August 14, 2020, the City entered into an additional agreement with Enterprise to lease 2 additional vehicles for the Police Department. The monthly payment is \$1,241.92. The outstanding balance of the finance purchase obligations as of June 30, 2023, was \$44,072.

On August 3, 2020, the City entered into an agreement with Image 200 to lease a copier for the Fire Department in the amount of \$16,200. The first monthly payment was made in October 2020. The monthly payments are \$270. The outstanding balance of the finance purchase obligation as of June 30, 2023 was \$7,290.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

9. LONG-TERM LIABILITIES, Continued

C. Long-Term Debt Amortization -Governmental Activities

The annual requirements to amortize long-term debt outstanding at June 30, 2023 (other than compensated absences) are as follows:

Fiscal Year Ended June 30,	2012 DFA Lease Revenue Refunding Bonds		
	Principal	Interest	Total
2024	\$ 475,000	\$ 249,750	\$ 724,750
2025	495,000	235,200	730,200
2026	510,000	218,212	728,212
2027	525,000	198,806	723,806
2028	545,000	178,744	723,744
2029-2033	3,070,000	563,250	3,633,250
2034-2038	1,090,000	161,400	1,251,400
2039	245,000	4,900	249,900
	<u>\$ 6,955,000</u>	<u>\$ 1,810,262</u>	<u>\$ 8,765,262</u>

Fiscal Year Ended June 30,	2016 DFA Lease Revenue Refunding Bonds		
	Principal	Interest	Total
2024	\$ 250,000	\$ 163,200	\$ 413,200
2025	260,000	154,250	414,250
2026	265,000	143,750	408,750
2027	280,000	132,850	412,850
2028	1,545,000	510,025	2,055,025
2029-2033	1,805,000	258,075	2,063,075
2034-2038	795,000	18,000	813,000
	<u>\$ 5,200,000</u>	<u>\$ 1,380,150</u>	<u>\$ 6,580,150</u>

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

9. LONG-TERM LIABILITIES, Continued

C. Long-Term Debt Amortization -Governmental Activities, Continued

Fiscal Year Ended June 30,	Site and Facility		
	Principal	Interest	Total
2024	\$ 86,777	\$ 38,940	\$ 125,717
2025	91,331	34,386	125,717
2026	96,123	29,594	125,717
2027	101,167	24,551	125,718
2028	106,475	19,242	125,717
2029-2033	291,276	23,018	314,294
	<u>\$ 773,149</u>	<u>\$ 169,731</u>	<u>\$ 942,880</u>

Fiscal Year Ended June 30,	Solar Energy		
	Principal	Interest	Total
2024	\$ 356,286	\$ 298,790	\$ 655,076
2025	411,724	283,278	695,002
2026	471,541	265,396	736,937
2027	536,023	244,958	780,981
2028	605,475	221,764	827,239
2029-2033	4,266,799	648,889	4,915,688
2034-2038	567,073	11,887	578,960
	<u>\$ 7,214,921</u>	<u>\$ 1,974,962</u>	<u>\$ 9,189,883</u>

Fiscal Year Ended June 30,	RMC City Hall Copier		
	Principal	Interest	Total
2024	\$ 19,653	\$ -	\$ 19,653
2025	19,653	-	19,653
2026	18,015	-	18,015
	<u>\$ 57,321</u>	<u>\$ -</u>	<u>\$ 57,321</u>

Fiscal Year Ended June 30,	DeLange Fire Department		
	Principal	Interest	Total
2024	\$ 3,240	\$ -	\$ 3,240
2025	3,240	-	3,240
2026	810	-	810
	<u>\$ 7,290</u>	<u>\$ -</u>	<u>\$ 7,290</u>

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

9. LONG-TERM LIABILITIES, Continued

C. Long-Term Debt Amortization -Governmental Activities, Continued

US Bank Police Department Copier			
Fiscal Year Ended June 30,	Principal	Interest	Total
2024	\$ 9,196	\$ -	\$ 9,196
	9,196	-	9,196

RMC Public Works Copier			
Fiscal Year Ended June 30,	Principal	Interest	Total
2024	\$ 1,625	\$ -	\$ 1,625
2025	1,625	-	1,625
2026	1,490	-	1,490
	\$ 4,740	\$ -	\$ 4,740

Enterprise Car			
Fiscal Year Ended June 30,	Principal	Interest	Total
2024	\$ 136,556	\$ 29,968	\$ 166,524
2025	110,064	25,778	135,842
2026	96,445	24,489	120,934
2027	70,159	19,122	89,281
2028	60,792	13,934	74,726
	\$ 474,016	\$ 113,291	\$ 587,307

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

9. LONG-TERM LIABILITIES, Continued

C. Long-Term Debt Amortization -Governmental Activities, Continued

RMC Fire Department Copier			
Fiscal Year Ended June 30,	Principal	Interest	Total
2024	\$ 1,078	\$ -	\$ 1,078
	<u>\$ 1,078</u>	<u>\$ -</u>	<u>\$ 1,078</u>
Dell Financial Services			
Fiscal Year Ended June 30,	Principal	Interest	Total
2024	\$ 34,211	\$ 1,161	\$ 35,372
2025	9,470	68	9,538
	<u>\$ 43,681</u>	<u>\$ 1,229</u>	<u>\$ 44,910</u>
Hortbox			
Fiscal Year Ended June 30,	Principal	Interest	Total
2024	\$ 9,142	\$ 1,815	\$ 10,957
2025	9,710	1,247	10,957
2026	10,315	642	10,957
	<u>\$ 29,167</u>	<u>\$ 3,704</u>	<u>\$ 32,871</u>
Total Governmental Activities			
Fiscal Year Ended June 30,	Principal	Interest	Total
2024	\$ 1,382,764	\$ 783,624	\$ 2,166,388
2025	1,411,817	734,207	2,146,024
2026	1,469,739	682,083	2,151,822
2027	1,512,349	620,287	2,132,636
2028	2,862,742	943,709	3,806,451
2029-2033	9,433,076	1,493,233	10,926,309
2034-2038	2,452,073	191,287	2,643,360
2039	245,000	4,900	249,900
	<u>20,769,560</u>	<u>\$ 5,453,330</u>	<u>\$ 26,222,890</u>
Net Premium (Discount)	(56,572)		
Grand Total Governmental Activities	<u>\$ 20,712,988</u>		

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

9. LONG-TERM LIABILITIES, Continued

D. Business-Type Activities

Finance Purchase Agreements (Direct Borrowing)

On June 26, 2018, the City entered into an agreement with Enterprise Car Trust for the purpose of leasing thirteen 2019 Ram 1500 Classics in the amount of \$354,082; of which \$206,879 relates to governmental activities. The interest rate is 1.35% and the monthly payments are \$5,270. The outstanding balance of the finance purchase obligation as of June 30, 2023 was \$19,371

On July 1, 2016, the City entered into an agreement with Ray Morgan Company (RMC) for the purpose leasing a City Hall copy machine in the amount of \$159,000. The monthly payments begin July 1, 2016 with a final maturity date of June 1, 2021. On May 17, 2021, the City re-entered into an agreement with RMC for the purpose leasing a City Hall copy machine in the amount of \$26, 150. The agreement has no stated interest rate and the monthly payments are \$2,075. Payments are split between the governmental and business-type funds. The outstanding balance of the finance purchase obligation as of June 30, 2023 related to the business-type funds was \$15,683.

On July 1, 2016, the City entered into an agreement with Ray Morgan Company (RMC) for the purpose leasing a Public Works copy machine in the amount of \$50, 190. The monthly payments begin July 1, 2016 with a final maturity date of June 1, 2021. On May 18, 2021, the City re-entered into an agreement with RMC for the purpose leasing a Public Works copy machine in the amount of \$30,574. The agreement has no stated interest rate and the monthly payments are \$645. Payments are split between the governmental and business-type funds. The outstanding balance of the finance purchase obligation as of June 30, 2023 related to the business-type funds was \$18,315.

On December 1, 2019, the City entered into an agreement with Leasing 2, Inc for the purpose of leasing a PipeHunter VacHunter excavator in the amount of \$174,830. The first payment was due June 1, 2020. The agreement has an interest rate of 3.77%. The outstanding balance of the finance purchase obligation as of June 30, 2023 was \$79,064.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

9. LONG-TERM LIABILITIES, Continued

D. Business-Type Activities, Continued

On March 16, 2020, the City entered into an agreement with RJMS Corporation for the purpose of leasing a Toyota Madvac Litter Vacuum in the amount of \$50,332. The first payment was due April 8, 2020. The agreement has a total finance charge of \$7,312. The outstanding balance of the finance purchase obligation as of June 30, 2023 was \$22,163.

On September 18, 2020, the City entered into an agreement with PNC Equipment Finance, LLC (Lessor) for the purpose of financing the purchase of 75 Golf Carts in the amount of \$280,512. The monthly payments begin January 1, 2021 with a final maturity date of January 1, 2025. The agreement has no stated interest rate and the monthly payments are \$5,844. The outstanding balance of the finance purchase obligation as of June 30, 2023 was \$105,192.

On February 1, 2021, the City entered into an agreement with PNC Equipment Finance, LLC (Lessor) for the purpose of financing the purchase of utility equipment in the amount of \$144,642. The monthly payments begin March 1, 2021 with a final maturity date of March 1, 2026. The agreement has interest rate of 5.017% and the monthly payments are \$2,331. The outstanding balance of the finance purchase obligation as of June 30, 2023 was \$93,479.

2012 Wastewater Revenue Refunding Bonds (Public Offering)

On November 7, 2012, the City issued \$8,145,000 of Series 2012 Wastewater Revenue Refunding Bonds. The bonds were issued to refund \$3,005,000 of outstanding 1998A Refunding Certificates of Participation, \$3,845,000 of outstanding 2008 Lease Revenue Bonds, fund a reserve fund, and pay the costs of issuance.

These bonds will be payable from and secured by net revenues and certain funds and accounts of the City's wastewater system.

The bonds consist of \$1,880,000 of service bonds at an interest rate of 2% and maturing between 2014 and 2020. The issue also includes \$6,265,000 of term bonds with interest rates ranging from 2.50% to 5.00% and maturing between 2022 and 2038. Interest is payable semi-annually each March 1 and September 1. Principal is due annually each September 1.

The outstanding principal balance of the bonds as of June 30, 2023 was \$5,395,000. The City advanced refunded the 1998A Refunding Certificates of Participation of the 2008 Lease Revenue Bonds to reduce its total debt service over the next 25 years by \$416,788 and \$869,754, respectively. These refundings also provided an economic gain of \$311,941 and \$561,370, respectively.

2019 Wastewater Revenue Refunding Bonds (Private Placement)

On November 1, 2019, the City issued \$2,360,000 of Series 2019 Wastewater Revenue Refunding Bonds. The bonds were issued to refund \$2,430,000 of outstanding 2007 DFA Wastewater System Revenue Bonds and \$110,777 of the proceeds is to pay the cost of issuance.

These bonds will be payable from and secured by net revenues and certain funds and accounts of the City's wastewater system.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

9. LONG-TERM LIABILITIES, Continued

D. Business-Type Activities, Continued

The bonds have an interest rate of 2.66% and maturing between 2020 and 2038. Interest is payable semi-annually each March 1 and September 1, commencing on March 1, 2020. Principal is due annually each September 1.

The outstanding principal balance of the bonds as of June 30, 2023 was \$2,037,000.

Water Notes Payable (Direct Borrowing)

The State of California Department of Water Resources granted a loan to the Water Fund of the City for construction of water facilities in the amount of \$2,700,000. Of this amount, \$1,924,399 was drawn down from the State. The note calls for semiannual payments of \$54,710 including interest at 2.955% until January 2024. The balance at June 30, 2023 is \$52,602.

The State of California Department of Water Resources granted a loan to the Water Fund of the City for construction of water facilities in the amount of \$7,462,450. Of this amount, \$6,956,217 was drawn down from the State. The note calls for semiannual payments of \$224, 125 including interest at 2.60% until January 2029. The balance at June 30, 2023 is \$2,664,861.

E. Long-Term Debt Amortization - Business-type Activities

The annual requirements to amortize enterprise long-term debt outstanding at June 30, 2023 are as follows:

Fiscal Year Ended June 30,	Golf Cart		
	Principal	Interest	Total
2024	\$ 70,128	\$ -	\$ 70,128
2025	35,064	-	35,064
	<u>\$ 105,192</u>	<u>\$ -</u>	<u>\$ 105,192</u>

Fiscal Year Ended June 30,	Utility Vehicle		
	Principal	Interest	Total
2024	\$ 23,820	\$ 4,152	\$ 27,972
2025	25,042	2,930	27,972
2026	26,328	1,644	27,972
2027	18,289	349	18,638
	<u>\$ 93,479</u>	<u>\$ 9,075</u>	<u>\$ 102,554</u>

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

9. LONG-TERM LIABILITIES, Continued

E. Long-Term Debt Amortization - Business-type Activities, Continued

RMC City Hall Copier			
Fiscal Year Ended June 30,	Principal	Interest	Total
2024	\$ 5,247	\$ -	\$ 5,247
2025	5,247	-	5,247
2026	5,189	-	5,189
	<u>\$ 15,683</u>	<u>\$ -</u>	<u>\$ 15,683</u>

RMC Public Works Copier			
Fiscal Year Ended June 30,	Principal	Interest	Total
2024	\$ 6,115	\$ -	\$ 6,115
2025	6,115	-	6,115
2026	6,085	-	6,085
2027	-	-	-
2028	-	-	-
	<u>\$ 18,315</u>	<u>\$ -</u>	<u>\$ 18,315</u>

2012 Lease Revenue Bonds			
Fiscal Year Ended June 30,	Principal	Interest	Total
2024	\$ 455,000	\$ 208,363	\$ 663,363
2025	470,000	194,488	664,488
2026	475,000	178,531	653,531
2027	500,000	160,250	660,250
2028	520,000	150,875	670,875
2029-2033	1,390,000	569,375	1,959,375
2034-2038	1,290,000	240,500	1,530,500
2039	295,000	7,375	302,375
	<u>\$ 5,395,000</u>	<u>\$ 1,709,757</u>	<u>\$ 7,104,757</u>

1998 Water Note Payable			
Fiscal Year Ended June 30,	Principal	Interest	Total
2024	\$ 52,602	\$ 810	\$ 53,412
	<u>\$ 52,602</u>	<u>\$ 810</u>	<u>\$ 53,412</u>

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

9. LONG-TERM LIABILITIES, Continued

E. Long-Term Debt Amortization - Business-type Activities, Continued

Fiscal Year Ended June 30,	2005 Water Note Payable		
	Principal	Interest	Total
2024	\$ 381,427	\$ 66,823	\$ 448,250
2025	391,408	56,842	448,250
2026	401,652	46,598	448,250
2027	412,161	36,088	448,249
2028	422,948	25,302	448,250
2029-2033	655,265	17,110	672,375
	<u>\$ 2,664,861</u>	<u>\$ 248,763</u>	<u>\$ 2,913,624</u>

Fiscal Year Ended June 30,	Enterprise Car		
	Principal	Interest	Total
2024	\$ 19,371	\$ 8,059	\$ 27,430
	<u>\$ 19,371</u>	<u>\$ 8,059</u>	<u>\$ 27,430</u>

Fiscal Year Ended June 30,	Pipehunter Excavator		
	Principal	Interest	Total
2024	\$ 25,385	\$ 2,983	\$ 28,368
2025	26,343	2,025	28,368
2026	27,336	1,031	28,367
	<u>\$ 79,064</u>	<u>\$ 6,039</u>	<u>\$ 85,103</u>

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

9. LONG-TERM LIABILITIES, Continued

E. Long-Term Debt Amortization - Business-type Activities, Continued

Madvac Litter Vacuum			
Fiscal Year Ended June 30,	Principal	Interest	Total
2024	\$ 9,591	\$ 924	\$ 10,515
2025	12,572	382	12,954
	<u>\$ 22,163</u>	<u>\$ 1,306</u>	<u>\$ 23,469</u>
Golf Cart EZ #12			
Fiscal Year Ended June 30,	Principal	Interest	Total
2024	\$ 2,730	\$ -	\$ 2,730
2025	2,730	-	2,730
2026	1,366	-	1,366
	<u>\$ 6,826</u>	<u>\$ -</u>	<u>\$ 6,826</u>
2019 Wastewater Refunding Bond			
Fiscal Year Ended June 30,	Principal	Interest	Total
2024	\$ 113,000	\$ 52,681	\$ 165,681
2025	116,000	49,636	165,636
2026	119,000	46,510	165,510
2027	122,000	43,305	165,305
2028	125,000	40,020	165,020
2029-2033	676,000	147,791	823,791
2034-2038	766,000	71,051	837,051
	<u>\$ 2,037,000</u>	<u>\$ 450,994</u>	<u>\$ 2,487,994</u>
Total Business-type Activities			
Fiscal Year Ended June 30,	Principal	Interest	Total
2024	\$ 1,164,416	\$ 344,795	\$ 1,509,211
2025	1,090,521	306,303	1,396,824
2026	1,061,956	274,314	1,336,270
2027	1,052,450	239,992	1,292,442
2028	1,067,948	216,197	1,284,145
2029-2033	2,721,265	734,276	3,455,541
2034-2038	2,056,000	311,551	2,367,551
2039	295,000	7,375	302,375
	<u>10,509,556</u>	<u>\$ 2,434,803</u>	<u>\$ 12,944,359</u>
Net Premium (Discount)	<u>32,909</u>		
Grand Total Governmental	<u>\$ 10,542,465</u>		

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

10. LEASES

The City implemented GASB Statement No. 87 in the fiscal year ended June 30, 2022. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. For additional information, refer to the disclosures below.

Leases Receivable and Deferred Inflows of Resources

The City entered into a 60 month-lease as Lessor for the use of a building at 920 College Ave. An initial lease receivable was recorded in the amount of \$96,558. As of June 30, 2023, the value of the lease receivable is \$57,935. The lessee is required to make monthly fixed payments of \$1,609. The lease has no interest rate. The value of the deferred inflow of resources as of June 30, 2023 was \$57,935, and the City recognized lease revenue of \$19,312 during the fiscal year.

The City entered into a 21 month-lease as Lessor for the use of a building at 1390 E Elizabeth. An initial lease receivable was recorded in the amount of \$37,497. As of June 30, 2023, the value of the lease receivable is \$0. The lessee is required to make quarterly payments ranging from \$4,695 to \$4,930. The lease has an interest rate of 3.0%. The value of the deferred inflow of resources as of June 30, 2023 was \$0, and the City recognized lease revenue of \$18,748 during the fiscal year.

The City entered into a 22 month-lease as Lessor for the use of a building at 199 N L St. An initial lease receivable was recorded in the amount of \$612,336. As of June 30, 2023, the value of the lease receivable is \$0. The lessee is required to make monthly payments of \$28,571. The lease has an interest rate of 3.0%. The value of the deferred inflow of resources as of June 30, 2023 was \$0, and the City recognized lease revenue of \$278,334 during the fiscal year.

The City entered into a 95 month-lease as Lessor for the use of a building at 920 College Ave A. An initial lease receivable was recorded in the amount of \$36,987. As of June 30, 2023, the value of the lease receivable is \$29,294. The lessee is required to make monthly fixed payments of \$400. The lease has an interest rate of 3.0%. The value of the deferred inflow of resources as of June 30, 2023 was \$28,454, and the City recognized lease revenue of \$4,266 during the fiscal year.

The City entered into a 51 month-lease as Lessor for the use of land. An initial lease receivable was recorded in the amount of \$86,296. As of June 30, 2023, the value of the lease receivable is \$46,936. The lessee is required to make monthly fixed payments of \$1,800. The lease has an interest rate of 3.0%. The value of the deferred inflow of resources as of June 30, 2023 was \$45,686, and the City recognized lease revenue of \$20,305 during the fiscal year.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

10. LEASES, Continued

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

Fiscal Year	Total Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2024	\$ 43,754	\$ 1,900	\$ 45,654
2025	44,500	1,150	45,650
2026	28,908	583	29,491
2027	4,349	440	4,789
2028-2032	12,654	516	13,170
Total	<u>\$ 134,165</u>	<u>\$ 4,589</u>	<u>\$ 138,754</u>

The City entered into a 38 month-lease as Lessor for the use of a building at 180 W Merced. An initial lease receivable was recorded in the amount of \$52,903. As of June 30, 2023, the value of the lease receivable is \$20,607. The lessee is required to make monthly fixed payments of ranging from \$1,379 to \$1,506. The lease has an interest rate of 3.0%. The value of the deferred inflow of resources as of June 30, 2023 was \$19,437, and the City recognized lease revenue of \$16,760 during the fiscal year.

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

Fiscal Year	Business-Type Activities		
	Principal Payments	Interest Payments	Total Payments
2024	\$ 17,606	\$ 338	\$ 17,944
2025	3,001	4	3,005
Total	<u>\$ 20,607</u>	<u>\$ 342</u>	<u>\$ 20,949</u>

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

11. PENSION PLAN

Plan Description

All qualified permanent and probationary employees are eligible to participate in the City of Dinuba Miscellaneous & Safety cost-sharing multiple-employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plan are established by State statute and Local Government resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The rate plan provisions and benefits in effect at June 30, 2023, are summarized as follows:

	<u>Miscellaneous Cost-Sharing Rate Plans</u>	
	<u>Tier 1*</u>	<u>PEPRA</u>
Hire Date	Prior to January 1, 2013	On or after January 1, 2013
Benefit formula	2% @ 55	2% @ 62
Benefit Vesting Schedule	5 years service	5 years service
Benefit payments	Monthly for life	Monthly for life
Retirement Age	Minimum 50 years	Minimum 52 years
Monthly benefits, as a % of eligible compensation	1.426% to 2.418%	1.0% to 2.5%
Required employee contribution rates	7.00%	6.25%
Required employer normal contribution rates	10.87%	7.47%
Required employer UAL contributions	\$ 915,316	\$ 13,701

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

11. PENSION PLAN, Continued

	Safety Cost-Sharing Rate Plans		
	Tier 1*	PEPRA	PEPRA Fire
Hire Date	Prior to January 1, 2013	On or after January 1, 2013	On or after January 1, 2013
Benefit formula			
Benefit Vesting Schedule	5 years service	5 years service	5 years service
Benefit payments	Monthly for life	Monthly for life	Monthly for life
Retirement Age	Minimum 50 years	Minimum 50 years	Minimum 50 years
Monthly benefits, as a % of eligible compensation	2.4% to 3.0%	2.0% to 2.7%	2.0% to 2.7%
Required employee contribution rates	9.00%	12.00%	12.00%
Required employer contribution rates	19.27%	12.78%	12.78%
Required employer UAL contributions	\$ 1,231,984	\$ 10,214	\$ 7,612

Contribution Description

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through the CalPERS' annual actuarial valuation process. For public agency cost-sharing plans covered by either the Miscellaneous or Safety risk pools, the Plan's actuarially determined rate is based on the estimated amount necessary to pay the Plan's allocated share of the risk pool's costs of benefits earned by employees during the year, and any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the year ended June 30, 2023, the employer contributions recognized as a reduction to the net pension liability for the Plan were \$1,226,073 for Miscellaneous and \$1,950,523 for Safety.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

11. PENSION PLAN, Continued

Pension Liabilities, Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions

As of June 30, 2023, the City reported net pension liabilities for its proportionate shares of the net pension liability of the Plan as follows:

<u>Proportionate Share of Net Pension Liability/ (Asset)</u>	
Miscellaneous Plan	\$ (11,510,980)
Safety Plan	<u>(14,180,065)</u>
Total Plan Net Pension Liability	<u>\$ (25,691,045)</u>

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

The City's proportionate share of the net pension liability for the City's Miscellaneous Rate Plan as of the June 30, 2021 and 2022 measurement dates were as follows:

	<u>Miscellaneous Plan</u>
Proportion - June 30, 2021	0.10748%
Proportion - June 30, 2022	<u>0.24600%</u>
Change - Increase (Decrease)	<u>0.13852%</u>

The City's proportionate share of the net pension liability for the City's Safety Rate Plan as of June 30, 2021 and 2022 measurement dates were as follows:

	<u>Safety Plan</u>
Proportion - June 30, 2021	0.23776%
Proportion - June 30, 2022	<u>0.20636%</u>
Change - Increase (Decrease)	<u>-0.03140%</u>

For the year ended June 30, 2023, the City recognized a total pension income of \$366,288 for the Miscellaneous Plan and pension expense of \$1,569,648 for the Safety Plan.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

11. PENSION PLAN, Continued

At June 30, 2023, the City reported deferred outflows and deferred inflows of resources related to the plans as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 3,432,871	\$ -
Change of Assumptions	2,609,320	-
Difference between Expected and Actual Experiences	818,025	308,807
Changes in employer's proportion	285,258	-
Differences between the employer's contribution and the employer's proportionate share of contributions	-	974,929
Net Difference between Projected and Actual Earnings on Pension Plan Investments	4,347,738	-
	<u>\$ 11,493,212</u>	<u>\$ 1,283,736</u>

The \$1,346,268 for the Miscellaneous Plan and the \$2,086,604 for the Safety Plan, reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows or deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Fiscal Year Ended June 30:	Total
2024	\$ 1,861,696
2025	1,473,834
2026	785,481
2027	2,655,594
	<u>\$ 6,776,605</u>

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

11. PENSION PLAN, Continued

Actuarial Methods and Assumptions Used to Determine Total Pension Liability For the measurement period ended June 30, 2021, the total pension liability was determined by rolling forward the June 30, 2021 total pension liability. The June 30, 2020 and the June 30, 2021 total pension liabilities were based on the following actuarial methods and assumptions:

Actuarial Costs Method	Entry Age Normal in accordance with the requirements of GASB Statement No. 68
Actuarial Assumptions	
Discount Rate	6.90%
Inflation	2.30%
Salary Increases	Varies by Entry Age and Service
Mortality Rate Table (1)	Derived using CalPERS' Membership Data for all Funds
Post Retirement Benefit Increase	Contract COLA up to 2.30% until Purchasing Power Protection Allowance Floor on Purchasing Power applies

(1) The mortality table was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP 2020 published by the Society of Actuaries. For more details, please refer to the 2021 experience study report that can be found on the CalPERS website.

Discount Rate

Discount Rate - The discount rate used to measure the total pension liability as of the measurement date of June 30, 2022 for the Plan was 6.90%, which differs from the discount rate used as of the measurement date of June 30, 2021, of 7.15%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability. A detailed report testing these projections can be obtained from the CalPERS website.

In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated and, combined with risk estimates, are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

11. PENSION PLAN, Continued

Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each PERF C fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and 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.

Asset Class	Current Target Allocation	Real Return ⁽¹⁾⁽²⁾
Global equity - cap-weighted	30.0%	4.45%
Global equity non-cap-weighted	12.0%	3.84%
Private Equity	13.0%	7.28%
Treasury	5.0%	0.27%
Mortgage-backed Securities	5.0%	0.50%
Investment Grade Corporates	10.0%	1.56%
High Yield	5.0%	2.27%
Emerging Market Debt	5.0%	2.48%
Private Debt	5.0%	3.57%
Real Assets	15.0%	3.21%
Leverage	-5.0%	-0.59%

¹ An expected inflation of 2.3% used for this period

² Figures are based on the 2021-2022 Asset Liability Management study

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

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

Plan	Proportionate Share of Net Pension Liability/(Asset)		
	Discount Rate - 1 % 5.90%	Current Discount 6.90%	Discount Rate +1 % 7.90%
	Miscellaneous Plan	\$ 17,268,352	\$ 11,510,980
Safety Plan	21,347,185	14,180,065	8,322,564
Total	\$ 38,615,537	\$ 25,691,045	\$ 15,096,656

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

12. OTHER POST-EMPLOYMENT BENEFITS (OPEB)

Pension Plan Fiduciary Net Position

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

Description of the Plan

The City sponsors and administers a single-employer health care plan (HC Plan) for its employees. The plan provides medical, dental and vision plan coverage. Medical coverage is provided through CalPERS under the Public Employees' Medical and Hospital Care Act (PEMHCA), also referred to as PERS Health. Children are eligible for coverage until age 26.

As the City's OPEB benefits are administered by City personnel, no separate financial statements are issued.

The City participates in the CalPERS Health Program, a community-rated program for its medical coverage.

Employees Covered

As of the June 30, 2021 actuarial valuation, the following current and former employees were covered by the benefit terms under the Plan:

Active	69
Inactive employees or beneficiaries currently receiving benefits	28
	<u>97</u>

Contributions

The HC Plan and its contribution requirements are established by Memoranda of Understanding with the applicable employee bargaining units and may be amended by agreements between the City and the bargaining units. The City is funding the benefits as a "Pay-as-you-go", meaning the City only contributes the required benefits when due. Total contributions were \$349,517, which include the City's cash contributions of \$253,936 and implied subsidy of \$95,581.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

12. OTHER POST-EMPLOYMENT BENEFITS (OPEB), Continued

Total OPEB Liability

The City's Total OPEB liability was measured as of June 30, 2022 and the total OPEB liability used to calculate the total OPEB liability was determined by an actuarial valuation dated June 30, 2021, based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions	
Discount Rate	3.69% at June 30, 2022 Bond Buyer Index 1.92% at June 30, 2021 Bond Buyer Index
Inflation	2.50%
Salary Increase	3.00% per year
Mortality*	CalPERS 2017 Experience Study; Projected with MW Scale 2022
Medical Trend	5.6% in 2024, fluctuating down 3.9% by 2076

*Demographic actuarial assumptions used in this valuation are based on the 2017 experience study of the CalPERS using data from 1997 to 2015, except for a different basis used to project future mortality improvements. The representative mortality rates were those published by CalPERS and adjusted to back out 15 years Scale MP 2016 to central year 2015.

Changes of Assumptions

Discount rate changed from 1.92% as of June 30, 2021 to 3.69% as of June 30, 2022, based on the published change in return for the applicable municipal bond index.

Discount Rate

The discount rate used to measure the total OPEB liability was 3.69 percent. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the actuarially determined contribution rates. The City does not participate in a trust fiduciary fund.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

12. OTHER POST-EMPLOYMENT BENEFITS (OPEB), Continued

Changes in the OPEB Liability

The changes in the Total OPEB liability for the HC Plan are as follows:

	<u>Increase (Decrease)</u>
	<u>Total OPEB Liability</u>
Balance at June 30, 2022 (measurement date 06/30/2021)	\$ 26,025,434
Changes recognized over the measurement period:	
Service Cost	1,081,677
Interest	515,191
Change of assumptions	(6,741,676)
Difference between expected and actual experience	-
Benefit Payments	<u>(548,529)</u>
Net Changes	<u>(5,693,337)</u>
Balance at June 30, 2023 (measurement date 06/30/2022)	<u>\$ 20,332,097</u>

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

The following presents the total OPEB liability of the City if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2022:

	<u>1% Increase</u>	<u>Current</u>	<u>1% Increase</u>
	<u>(2.69%)</u>	<u>Discount Rate</u>	<u>(4.69%)</u>
		<u>(3.69%)</u>	
Total Net OPEB Liability	\$ 23,794,319	\$ 20,332,097	\$ 17,587,119

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

The following presents the total OPEB liability of the City if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2022:

	<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
		<u>Healthcare</u>	
		<u>Cost Trend Rates</u>	
Total Net OPEB Liability	\$ 16,618,503	\$ 20,332,097	\$ 25,254,813

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

12. OTHER POST-EMPLOYMENT BENEFITS (OPEB), Continued

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

For the fiscal year ended June 30, 2023, the City recognized OPEB expense (income) of \$(164,380) as of fiscal year ended June 30, 2023, the City reported deferred outflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
OPEB Contributions subsequent to the measurement date	\$ 349,517	\$ -
Changes of assumptions	2,504,894	7,074,714
Differences between expected and actual experiences	-	4,948,069
	<u>\$ 2,854,411</u>	<u>\$ 12,022,783</u>

The \$349,517 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2022 measurement date will be recognized as a reduction of the Total OPEB Liability during the fiscal year ending June 30, 2024. Other amounts reported as deferred outflows or deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

<u>Fiscal Year ended June 30:</u>	<u>Deferred Outflows/(Inflows of Resources</u>
2024	\$ (1,761,247)
2025	(1,761,247)
2026	(1,761,247)
2027	(1,761,247)
2028	(1,647,880)
Thereafter	(825,021)
	<u>\$ (9,517,889)</u>

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

13. DEFERRED COMPENSATION

The City has established a Deferred Compensation Plan and Trust as provided in Section 457 of the Internal Revenue Code of 1986, as amended. The City, acting as trustee of this plan, has agreed to perform its services as trustee in accordance with, and, as necessary, limited to comply with, applicable law. All amounts of compensation deferred pursuant to the plan, all property and rights purchased with such amounts, and all income attributable to such amounts, property or rights shall be held in trust for the exclusive benefit of participants and beneficiaries under the plan.

14. RISK MANAGEMENT/JOINT VENTURE

The City's risk management activities are recorded in the internal service fund. The purpose of the fund is to administer the employee life, health, property and liability, and workers' compensation insurance programs of the City.

The City participates with other public entities in a joint venture under a joint powers agreement which establishes the Central San Joaquin Valley Risk Management Authority (CSJVRMA). The relationship between the City and CSJVRMA is such that CSJVRMA is not a component unit of the City for financial reporting purposes.

The City is covered for the first \$1,000,000 of each general liability claim and \$500,000 of each worker's compensation claim through the CSJVRMA. The City has the right to receive dividends or the obligation to pay assessments based on a formula which among other expenses, charges the City's account for liability losses under \$50,000 and workers' compensation losses under \$50,000. The CSJVRMA purchases excess reinsurance from \$1,000,000 to \$29,000,000. The CSJVRMA participates in an excess pool which provides Workers' Compensation coverage from \$500,000 to \$1,500,000 and purchases excess reinsurance above \$5,000,000 to the statutory limit.

The CSJVRMA is a consortium of fifty-five (55) cities in San Joaquin Valley, California. It was established under the provisions of California Government Code Section 6500 et seq. The CSJVRMA is governed by a Board of Directors, which meets three times per year, consisting of one member appointed by each member city. The day-to-day business is handled by a management group employed by the CSJVRMA. The financial statements of CSJVRMA can be obtained at 1831 K Street, Sacramento, California 95814.

The financial position and results of operations for the CSJVRMA as of June 30, 2023 are presented below:

Total Assets	<u>\$ 153,984,502</u>
Total Liabilities	120,022,096
Total Net Position	<u>33,962,406</u>
Total Liabilities and Net Position	153,984,502
Revenues for Fiscal Year	<u>73,088,767</u>
Expenses for Fiscal Year	<u>71,300,255</u>
Change in Position	<u>\$ 1,788,512</u>

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

14. RISK MANAGEMENT/JOINT VENTURE, Continued

At the termination of the joint powers agreement and after all claims have been settled, any excess or deficit will be divided among the cities in accordance with its governing documents.

The City is self-insured for health insurance for its employees. Each department and division is charged an actuarially determined amount for health insurance expenses based on its employees. All claims are administered by an independent insurance processor; the City is responsible for reimbursing the company for all claims up to \$50,000 per covered individual, with any expenses greater than that being covered by the insurance provider.

The claims liability of \$50,000 for health insurance at June 30, 2023 is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The claims liability was estimated from the average amount of claims paid per lag reports provided by the administrator. Settlements have not exceeded coverages for each of the past three fiscal years.

Changes in health claim liabilities at June 30, 2023 and 2022, were as follows:

	<u>2023</u>	<u>2022</u>
Liability - beginning of fiscal year	\$ 50,000	\$ 50,000
Current year claims and changes in estimates	2,238,082	2,843,643
Claim payments	<u>(2,238,082)</u>	<u>(2,843,643)</u>
Liability - end of fiscal year	<u>\$ 50,000</u>	<u>\$ 50,000</u>

15. COMMITMENTS

The City is committed to pay the local Chamber of commerce 40% of the annual business license fees collected. For the fiscal year ended June 30, 2023 this amount is approximately \$111,000. The budgeted amount for fiscal year June 30, 2023 is \$98,000.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

16. CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the government expects such amounts, if any, to be immaterial.

The City is subject to various lawsuits and claims involving public liability and other actions incidental to the ordinary course of City operations. In the aggregate, those claims seek monetary damages in significant amounts. To the extent the outcome of such litigation may be determined to result in financial loss to the City, in the opinion of City management, any potential liability for these actions is adequately provided for in the basic financial statements. The timing of potential payment of such losses cannot presently be determined.

17. TAX ABATEMENTS

The City entered into an operating covenant agreement with a retailer of consumer electronic goods in 2015. The City agreed to rebate quarterly 50% of sales tax revenues attributable to online taxable sales. This agreement qualifies as tax abatement under the provisions of GASB Statement 77. However, due to legal restrictions per the California Revenue and Taxation Code Section 7056, additional disclosures cannot be provided.

The City entered into a professional services agreement with a consultant to provide specialized legal and sales tax expertise and information services to the City. The consultant will also assist in any local sales tax audit or appeal with the California Department of Tax and Fee Administration (CDTFA). The City agreed to pay quarterly 20% of what the City retains from the aforementioned operating covenant agreement. This agreement qualifies as tax abatement under the provisions of GASB Statement 77. However, due to legal restrictions per the California Revenue and Taxation Code Section 7056, additional disclosures cannot be provided.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

18. SUCCESSOR AGENCY TRUST FOR ASSETS OF THE FORMER REDEVELOPMENT AGENCY (SADRA)

On December 29, 2011, the California Supreme Court upheld AB X1 26 that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the City that previously had reported a redevelopment agency within the reporting entity of the City as a blended component unit.

AB X1 26 provides that upon dissolution of a redevelopment agency, either the city or another unit of local government will agree to serve as the "successor agency" to hold the assets until they are distributed to other units of state and local government. The City Council elected to become the Successor Agency for the former redevelopment agency in accordance with AB X1 26.

After enactment of the law, which occurred on June 28, 2011, redevelopment agencies in the State of California cannot enter into new projects, obligations or commitments. Subject to the control of a newly established oversight board, remaining assets can only be used to pay enforceable obligations in existence at the date of dissolution (including the completion of any unfinished projects that were subject to legally enforceable contractual commitments).

In future fiscal years, successor agencies will only be allocated revenue in the amount that is necessary to pay the estimated annual installment payments on enforceable obligations of the former redevelopment agency until all enforceable obligations of the prior redevelopment agency have been paid in full and all assets have been liquidated.

AB X1 26 directs the State Controller of the State of California to review the propriety of any transfers of assets between redevelopment agencies and other public bodies that occurred after January 1, 2011. If the public body that received such transfers is not contractually committed to a third party for the expenditure or encumbrance of those assets, the State Controller is required to order the available assets to be transferred to the public body designated as the successor agency by AB X1 26.

In accordance with the timeline set forth in the Bill (as modified by the California Supreme Court on December 29, 2011) all redevelopment agencies in the State of California were dissolved and ceased to operate as a legal entity as of February 1, 2012. Prior to that date, the final seven months of the activity of the redevelopment agency continued to be reported in the Low-Moderate Income Housing, Tax Allocation and Redevelopment Agency governmental funds of the City. After the date of dissolution, the assets and activities of the dissolved redevelopment agency are reported in a fiduciary fund (private-purpose trust fund) in the financial statements of the City.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

18. SUCCESSOR AGENCY TRUST FOR ASSETS OF THE FORMER REDEVELOPMENT AGENCY (SADRA), Continued

A. Capital Assets Held by SADRA

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023
Capital assets, not depreciated:				
Land	\$ 2,730,606	\$ -	\$ -	\$ 2,730,606
Total capital assets, not depreciated	2,730,606	-	-	2,730,606
Capital assets, depreciated:				
Buildings and structures	167,848	-	-	167,848
Total capital assets, depreciated	167,848	-	-	167,848
Less accumulated depreciation for:				
Buildings and structures	(128,422)	(5,137)	-	(133,559)
Total accumulated depreciation	(128,422)	(5,137)	-	(133,559)
Total capital assets, depreciated, net	39,426	(5,137)	-	34,289
Total capital assets, net	<u>\$ 2,770,032</u>	<u>\$ (5,137)</u>	<u>\$ -</u>	<u>\$ 2,764,895</u>

B. Summary of SADRA's Long-Term Debt

	Balance July 1, 2022	Deletions	Balance June 30, 2023	Current Portion
Public Offerings:				
Tax allocation Bonds	\$ 41,005,000	\$ 1,570,000	\$ 39,435,000	\$ 1,625,000
Original issue premium	1,080,755	84,878	995,877	N/A
Original issue discount	(30,317)	(1,744)	(28,573)	N/A
Total long-term liabilities, net	<u>\$ 42,055,438</u>	<u>\$ 1,653,134</u>	<u>\$ 40,402,304</u>	<u>\$ 1,625,000</u>

2012 Subordinate Tax Allocation Refunding Bonds - On December 6, 2012, SADRA issued \$1,700,000 Subordinate Tax Allocation Refunding Bonds bearing interest of 2.0% to 4.25% payable semi-annually on March 1 and September 1 commencing March 1, 2014. The bonds mature annually at various amounts through September 2039. The bonds are payable from and secured by incremental tax revenues. Bonds outstanding as of June 30, 2023 were \$1,235,000.

The Bonds were issued to refinance the Agency's previously issued \$1,370,000, 2009 Tax Allocation Notes. As a result, the 2009 Tax Allocation Notes are considered to be defeased and the liability for those bonds have been removed from the long-term liabilities.

The aggregate debt service payments of the new debt is \$1,406,600 more than the old debt.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

18. SUCCESSOR AGENCY TRUST FOR ASSETS OF THE FORMER REDEVELOPMENT AGENCY (SADRA), Continued

B. Summary of SADRA's Long-Term Debt, Continued

After using funds remaining from the 2001 and 2003 issues, recognizing an original issue premium, paying costs of issuance, and paying an escrow agent for the refunding, the SADRA recognized a deferred loss on refunding in the amount of \$495,141.

2014 Tax Allocation Refunding Bonds - On May 14, 2014, the Successor Agency to the Dinuba Redevelopment Agency issued \$14,650,000 Tax Allocation Refunding Bonds bearing interest of 3% payable semi-annually on March 1 and September 1 commencing September 1, 2014. The bonds mature annually at various amounts through September 1, 2033. The bonds are payable from and secured by incremental tax revenues. Bonds outstanding as of June 30, 2023 were \$10,630,000.

The Bonds are being issued to refinance the outstanding amount (\$9,630,000) of the Agency's previously issued 2001 Tax Allocation Bonds and outstanding amount (\$6,465,000) of the Agency's 2003 Tax Allocation Bonds. As a result, the 2001 and 2003 Tax Allocation Bonds are considered to be defeased and the liability for those bonds have been removed from the long-term liabilities of the Private Purpose Trust Fund.

2015 Tax Allocation Refunding Bonds - On October 1, 2015, the Successor Agency to the Dinuba Redevelopment Agency issued \$15,055,000 Tax Allocation Refunding Bonds bearing interest of 3% payable semi-annually on March 1 and September 1 commencing March 1, 2017. The bonds mature annually at various amounts through September 1, 2036. The bonds are payable from and secured by incremental tax revenues. Bonds outstanding as of June 30, 2023 were \$10,975,000.

The Bonds were issued to refinance the outstanding amount (\$4,440,000) of the Agency's previously issued 2005 Tax Allocation Refunding Bonds and outstanding amount (\$11,375,000) of the Agency's 2006 Tax Allocation Refunding Bonds. As a result, the 2005 Tax Allocation Refunding Bonds are considered to be defeased and the liability for the bonds have been removed from the long-term liabilities of the Private Purpose Trust Fund.

As a result of this refunding, the SADRA recognized a deferred loss on refunding in the amount of \$828,923.

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

18. SUCCESSOR AGENCY TRUST FOR ASSETS OF THE FORMER REDEVELOPMENT AGENCY (SADRA), Continued

B. Summary of SADRA's Long-Term Debt, Continued

2017 Tax Allocation Refunding Bonds - On February 22, 2017, the Successor Agency to the Dinuba Redevelopment Agency issued \$18,875,000 Tax Allocation Refunding Bonds bearing interest of 2%-4% payable semi-annually on March 1 and September 1 commencing September 1, 2017. The bonds mature annually at various amounts through September 1, 2041. The bonds are payable from and secured by incremental tax revenues. Bonds outstanding as of June 30, 2023 were \$16,595,000.

The Bonds were issued to refinance the outstanding amount (\$3,000,000) of the Agency's previously issued 2006 Tax Allocation Refunding Bonds, outstanding amount (\$10,365,000) of the Agency's previously issued 2011A Tax Allocation Refunding Bonds and outstanding amount (\$4,325,000) of the Agency's 2011 B Tax Allocation Refunding Bonds. As a result, the 2006, 2011A, and 2011 B Tax Allocation Refunding Bonds are considered to be defeased and the liability for the bonds have been removed from the long-term liabilities of the Private Purpose Trust Fund.

As a result of this refunding, the SADRA recognized a deferred loss on refunding in the amount of \$2,820,201.

The annual requirements to amortize long-term debt outstanding at June 30, 2023 are as follows:

Fiscal Year Ended June 30,	Principal	Interest	Total
2024	\$ 1,625,000	\$ 1,619,619	\$ 3,244,619
2025	1,710,000	1,541,175	3,251,175
2026	1,795,000	1,458,644	3,253,644
2027	1,885,000	1,380,594	3,265,594
2028-2032	10,485,000	5,654,522	16,139,522
2033-2037	12,985,000	3,068,457	16,053,457
2038-2042	8,950,000	748,319	9,698,319
Subtotal	<u>39,435,000</u>	<u>\$ 15,471,330</u>	<u>\$ 54,906,330</u>
Net Premium Discount	<u>967,304</u>		
Grand Total SADRA	<u>\$ 40,402,304</u>		

City of Dinuba
Notes to Basic Financial Statements
For the Year Ended June 30, 2023

19. RESTATEMENT

The City restated its beginning balances to correct the allocation of OPEB amounts among the opinion units and to record corrections to capital assets to reconcile to the assets inventory lists. Below is a summary of the restatements by opinion unit.

Reporting Unit	As previously stated	OPEB	Capital Assets	Other	As restated
Governmental activities	\$ 209,632,216	\$ 3,217,983	\$ 4,028,322	\$ -	\$ 216,878,521
Business-type activities	61,051,587	(3,217,983)	174,527	49,894	58,058,025
<u>Enterprise Funds</u>					
Water	14,756,669	502	55,100	-	14,812,271
Sewer	14,966,202	(73,752)	220,519	-	15,112,969
Golf course	16,994,129	-	(431,420)	-	16,562,709
Disposal	1,374,714	(892)			1,373,822
Ambulance	9,563,765	(3,145,852)	330,328	49,894	6,798,135
Nonmajor funds:					
Transit	1,469,910	2,011	-	-	1,471,921
<u>Internal Service Funds</u>					
Property and Equipment	(603,103)	-	(22,343)	-	(625,446)

Required Supplementary

Information



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City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

General Fund

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 15,495,700	\$ 15,981,366	\$ 12,581,113	\$ (3,400,253)
Assessments	1,301,791	1,301,791	1,309,341	7,550
Intergovernmental	2,476,000	2,690,231	2,746,320	56,089
Charges for services	1,107,004	1,671,797	1,821,483	149,686
Use of money and property	69,214	1,270,941	1,331,685	60,744
Fines and forfeitures	77,600	77,600	65,727	(11,873)
Miscellaneous	9,585	39,121	107,104	67,983
Total revenues	20,536,894	23,032,847	19,962,773	(3,070,074)
EXPENDITURES:				
Current:				
General government:				
City council	128,345	135,345	144,145	(8,800)
City manager	325,833	325,833	329,882	(4,049)
City attorney	200,000	515,000	419,836	95,164
Human resources	1,782,331	1,856,853	1,763,077	93,776
General services	-	10,739	14,968	(4,229)
Finance administration	836,222	836,222	765,673	70,549
Public safety:				
Police services	7,300,226	7,435,835	6,796,288	639,547
Fire control	2,794,468	2,955,526	2,821,231	134,295
Community development:				
Engineering	409,632	577,100	634,370	(57,270)
Planning	429,411	691,867	690,786	1,081
Code enforcement	206,595	206,595	135,056	71,539
Building	301,561	376,321	416,195	(39,874)
Housing	279,725	279,725	76,361	203,364
Parks and recreation:				
Community services	699,973	699,973	715,122	(15,149)
Parks	819,347	858,022	872,462	(14,440)
Special events	74,817	74,817	66,173	8,644
Youth events	284,434	284,434	248,823	35,611
Sportplex	193,094	243,094	250,894	(7,800)
Sports	191,420	191,420	205,670	(14,250)
Senior citizens	307,719	307,719	301,573	6,146
Non-departmental - sales tax settlement	-	-	9,305,652	(9,305,652)
Capital outlay	319,460	346,035	319,511	26,524
Debt service:				
Principal retirement	60,213	60,213	51,483	8,730
Interest and fiscal charges	2,971	2,971	2,971	-
Total expenditures	17,947,797	19,271,659	27,348,202	(8,076,543)
REVENUES OVER (UNDER) EXPENDITURES	2,589,097	3,761,188	(7,385,429)	(11,146,617)
OTHER FINANCING SOURCES (USES):				
Transfers in	275,912	275,912	229,211	(46,701)
Transfers out	(5,022,187)	(6,947,187)	(3,852,977)	3,094,210
Total other financing sources (uses)	(4,746,275)	(6,671,275)	(3,623,766)	(16,175,651)
Net change in fund balances	\$ (2,157,178)	\$ (2,910,087)	(11,009,195)	\$ (8,099,108)
FUND BALANCES:				
Beginning of year			22,974,425	
End of year			\$ 11,965,230	

City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

HUD Grants

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ 846,558	\$ 846,558	\$ 194,785	\$ (651,773)
Use of money and property	10,647	232,358	279,336	46,978
Total revenues	857,205	1,078,916	474,121	(604,795)
EXPENDITURES:				
Current:				
Community development	847,173	847,173	194,178	652,995
Public works	(2,300)	(2,300)	-	(2,300)
Total expenditures	844,873	844,873	194,178	650,695
REVENUES OVER (UNDER)				
EXPENDITURES	12,332	234,043	279,943	45,900
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	39	39
Transfers out	(5,912)	(125,611)	(119,738)	5,873
Total other financing sources (uses)	(5,912)	(125,611)	(119,699)	702,507
Net change in fund balances	\$ 6,420	\$ 108,432	160,244	\$ 51,812
FUND BALANCES:				
Beginning of year			25,100,027	
End of year			<u>\$ 25,260,271</u>	

City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual ARPA

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ 2,925,796	\$ 2,925,796	\$ 2,470,015	\$ (455,781)
Use of money and property	-	-	134,051	134,051
Total revenues	<u>2,925,796</u>	<u>2,925,796</u>	<u>2,604,066</u>	<u>(321,730)</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	(5,476,592)	(5,476,592)	(2,612,087)	2,864,505
Total other financing sources (uses)	<u>(5,476,592)</u>	<u>(5,476,592)</u>	<u>(2,612,087)</u>	<u>2,542,775</u>
Net change in fund balances	<u>\$ (2,550,796)</u>	<u>\$ (2,550,796)</u>	<u>(8,021)</u>	<u>\$ 2,542,775</u>
FUND BALANCES:				
Beginning of year			8,021	
End of year			<u>\$ -</u>	

City of Dinuba
Required Supplementary Information
For the year ended June 30, 2023

Cost Sharing Multiple-Employer Plan

Schedule of Proportionate Share of the Net Pension Liability - Last 10 Years*

Measurement Date	2015	2016	2017	2018
	6/30/2014	6/30/2015	6/30/2016	6/30/2017
<u>Miscellaneous Rate Plan</u>				
Rate Plan's Proportion of the Net Pension Liability	0.09025%	0.08449%	0.08530%	0.08633%
Rate Plan's proportionate share of the net pension liability	\$ 5,615,605	\$ 5,799,429	\$ 7,380,757	\$ 8,561,182
Plan's covered payroll	\$ 4,337,752	\$ 4,535,654	\$ 4,950,525	\$ 4,855,630
Rate Plan's proportionate share of the net pension liability as percentage of its covered payroll	129.46%	127.86%	149.09%	176.31%
<u>Safety Rate Plan</u>				
Rate Plan's proportion of the net pension liability	0.12534%	0.11578%	0.10988%	0.10815%
Rate Plan's proportionate share of the net pension liability	\$ 7,798,956	\$ 7,946,896	\$ 9,507,786	\$ 10,725,363
Rate Plan's covered payroll	\$ 4,361,016	\$ 4,579,907	\$ 4,837,830	\$ 4,868,573
Rate Plan's proportionate share of the net pension liability as percentage of its covered payroll	178.83%	173.52%	196.53%	220.30%
<u>Total Plan</u>				
Rate Plan's proportion of the net pension liability	0.21558%	0.20027%	0.19517%	0.19447%
Rate Plan's proportionate share of the net pension liability	\$ 13,414,561	\$ 13,746,325	\$ 16,888,543	\$ 19,286,545
Plan's covered payroll	\$ 8,698,768	\$ 9,115,561	\$ 9,788,355	\$ 9,724,203
Plan's proportionate share of the net pension liability as percentage of its covered payroll	154.21%	150.80%	172.54%	198.34%
The Pension Plan's (PERF-C) Fiduciary Net Position as Percentage of the Total Pension Liability	79.82%	78.40%	74.06%	73.31%

Notes to the schedule:

*Fiscal year 2015 was the 1st year of implementation, therefore only nine years are shown.

The CalPERS discount rate was increased from 7.5% to 7.65% in fiscal year 2016, decreased from 7.65% to 7.15% in fiscal year 2018, and then decreased from 7.15% to 6.9% in fiscal year 2023.

The CalPERS mortality assumptions were adjusted in fiscal year 2019.

2019		2020		2021		2022		2023	
6/30/2018		6/30/2019		6/30/2020		6/30/2021		6/30/2022	
	0.08682%		0.08889%		0.09050%		0.10748%		0.24600%
\$	8,366,578	\$	9,108,392	\$	9,846,994	\$	5,812,852	\$	11,510,980
\$	4,623,761	\$	4,190,146	\$	4,115,214	\$	2,742,630	\$	2,879,705
	180.95%		217.38%		239.28%		211.94%		399.73%
	0.02695%		0.11147%		0.11411%		0.13699%		0.20636%
\$	10,683,936	\$	11,422,641	\$	12,415,460	\$	7,408,964	\$	14,180,065
\$	5,340,189	\$	5,275,144	\$	5,276,932	\$	4,272,963	\$	3,654,856
	200.07%		216.54%		235.28%		173.39%		387.98%
	0.11378%		0.20036%		0.20461%		0.24447%		0.22242%
\$	19,050,514	\$	20,531,033	\$	22,262,454	\$	13,221,816	\$	25,691,045
\$	9,963,950	\$	9,465,290	\$	9,392,146	\$	7,015,593	\$	6,534,561
	191.19%		216.91%		237.03%		188.46%		393.16%
	75.26%		75.18%		75.10%		88.29%		76.68%

City of Dinuba
Required Supplementary Information
For the year ended June 30, 2023

Cost Sharing Multiple-Employer Plan
Schedule of Plan Contributions - Last 10 Years*

Miscellaneous Rate Plan

Fiscal Year Ended	2015	2016	2017	2018
Actuarially determined contribution	\$ 558,710	\$ 588,950	\$ 699,287	\$ 801,836
Contributions in relation to actuarially deemed contributions	(558,710)	(588,950)	(699,287)	(801,836)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 4,535,654	\$ 4,950,525	\$ 4,855,630	\$ 4,623,761
Contributions as a percentage of covered payroll	12.32%	11.90%	14.40%	17.34%

Safety Rate Plan

Actuarially determined contribution	\$ 1,170,656	\$ 1,201,260	\$ 1,211,650	\$ 1,487,592
Contributions in relation to actuarially deemed contributions	(1,170,656)	(1,201,260)	(1,211,650)	(1,487,592)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 4,579,907	\$ 4,837,830	\$ 4,868,573	\$ 5,340,189
Contributions as a percentage of covered payroll	25.56%	24.83%	24.89%	27.86%

Total Plan

Actuarially determined contribution	\$ 1,729,366	\$ 1,790,210	\$ 1,910,937	\$ 2,289,428
Contributions in relation to actuarially deemed contributions	(1,729,366)	(1,790,210)	(1,910,937)	(2,289,428)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 9,115,561	\$ 9,788,355	\$ 9,724,203	\$ 9,963,950
Contributions as a percentage of covered payroll	18.97%	18.29%	19.65%	22.98%

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

Notes to Schedule

*Fiscal year 2015 was 1st year of implementation, therefore only nine years are shown

Methods and assumptions used to determine contribution rates:

Valuation date (for contractually required contribution):	6/30/2012	6/30/2013	6/30/2014	6/30/2015
Actuarial cost method:	Entry Age	Entry Age	Entry Age	Entry Age
Amortization method:	(1)	(1)	(1)	(1)
Assets valuation method:	15 Year Smoothed Market Method	Market Value	Market Value	Market Value
Inflation:	2.75%	2.75%	2.75%	2.75%
Salary increases:	(2)	(2)	(2)	(2)
Investment rate of return	7.50%	7.50%	7.50%	7.50%
Retirement age:	(3)	(3)	(3)	(3)
Mortality:	(4)	(4)	(4)	(4)

(1) Level percentage of payroll, closed

(2) Depending on age, service, and type of employment

(3) 50 for all plans, with the exception of 52 for Miscellaneous PEPR 2% @62

(4) Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by CalPERS Board.

2019	2020	2021	2022	2023
\$ 882,029 (882,029)	\$ 1,023,527 (1,023,527)	\$ 1,096,427 (1,096,427)	\$ 1,226,073 (1,226,073)	\$ 1,346,268 (1,346,268)
\$ -	\$ -	\$ -	\$ -	\$ -
\$ 4,190,146 21.05%	\$ 4,115,214 24.87%	\$ 4,127,220 26.57%	\$ 4,486,433 27.33%	\$ 4,672,479 28.81%
\$ 1,553,598 (1,553,598)	\$ 1,702,909 (1,702,909)	\$ 1,842,579 (1,842,579)	\$ 1,950,523 (1,950,523)	\$ 2,086,604 (2,086,604)
\$ -	\$ -	\$ -	\$ -	\$ -
\$ 5,275,144 29.45%	\$ 5,276,932 32.27%	\$ 5,226,210 35.26%	\$ 4,976,379 39.20%	\$ 4,903,344 43%
\$ 2,435,627 (2,435,627)	\$ 2,726,436 (2,726,436)	\$ 2,939,006 (2,939,006)	\$ 3,176,596 (3,176,596)	\$ 3,432,872 (3,432,872)
\$ -	\$ -	\$ -	\$ -	\$ -
\$ 9,465,290 25.73%	\$ 9,392,146 29.03%	\$ 9,353,430 31.42%	\$ 9,462,812 33.57%	\$ 9,575,823 36%

6/30/2016	6/30/2017	6/30/2018	6/30/2019	6/30/2020
Entry Age (1)	Entry Age (1)	Entry Age (1)	Entry Age (1)	Entry Age (1)
Market Value	Market Value	Market Value	Market Value	Market Value
2.75%	2.63%	2.50%	2.50%	2.50%
(2)	(2)	(2)	(2)	(2)
7.375%	7.25%	7.00%	7.00%	7.00%
(3)	(3)	(3)	(3)	(3)
(4)	(4)	(4)	(4)	(4)

City of Dinuba
Required Supplementary Information
For the year ended June 30, 2023

Schedule of Changes in the Total OPEB Liability and Related Ratios - Last 10 Years ⁽¹⁾

Measurement Date	6/30/2018	6/30/2019	6/30/2020	6/30/2021
Total OPEB Liability				
Service cost	\$ 1,508,388	\$ 1,308,469	\$ 1,330,644	\$ 1,040,926
Interest on the total OPEB liability	759,508	879,229	942,696	787,756
Differences between expected and actual experience	(3,331,140)	-	(1,369,150)	-
Changes of assumptions	475,464	(255,242)	(914,613)	3,237,466
Benefit payments	(459,273)	(591,507)	(630,017)	(516,507)
Net change in the total OPEB liability	(1,047,053)	1,340,949	(640,440)	4,549,641
Total OPEB liability - beginning	24,731,785	23,684,732	25,025,681	24,385,241
Total OPEB liability - ending (a)	23,684,732	25,025,681	24,385,241	28,934,882
Covered-employee payroll	\$ 7,746,382	\$ 7,359,008	\$ 6,955,744	\$ 7,015,595
Net OPEB liability as a percentage of covered-employee payroll	305.75%	340.07%	350.58%	412.44%

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

(2) Total employer contributions consist of \$383,380 explicit contributions and \$133,127 implicit contributions.

(3) As of June 30, 2023 there are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.



<u>6/30/2022</u>	<u>6/30/2023</u>
\$ 1,286,106	\$ 1,081,677
734,965	515,191
(3,691,435)	-
(444,836)	(6,741,676)
(794,248)	(548,529)
<u>(2,909,448)</u>	<u>(5,693,337)</u>
<u>28,934,882</u>	<u>26,025,434</u>
<u>26,025,434</u>	<u>20,332,097</u>
\$ 6,883,894	\$ 5,995,531
378.06%	339.12%

City of Dinuba

Required Supplementary Information

For the year ended June 30, 2023

1. BUDGET AND BUDGETARY DATA

- a. The annual budget adopted by the City Council provides for the general operation of the City. It includes proposed expenditures and the means of financing them.
- b. The City Council approves total budgeted appropriations and any amendments to appropriations throughout the fiscal year. All amendments made during the fiscal year are included in the budgetary amounts reported herein. The "appropriated budget" covers all City expenditures, with the exception of debt service on bond issues and capital improvement projects carried forward from prior fiscal years, which expenditures constitute legally authorized "non-appropriated budget". Actual expenditures may not exceed budgeted appropriations at the fund level, which is the legal level of control.

The City Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council.

- c. Formal budgetary integration is employed as a management control device during the fiscal year. Commitments for materials and services, such as purchase orders and contracts, are recorded as encumbrances to assist in controlling expenditures. Appropriations which are encumbered lapse at fiscal year-end, and then are added to the following fiscal year's budgeted appropriations.
- d. Budgets for the General, Special Revenue, and Debt Service Funds are adopted on a basis substantially consistent with accounting principles generally accepted in the United States of America (USGMP). Accordingly, actual revenues and expenditures can be compared with related budgeted amounts without any significant reconciling items.

The Housing Authority Fund and 2020 PLHA Fund do not have legally adopted budgets for the fiscal year ended June 30, 2023.

Budget comparisons are not presented for the Proprietary Funds, as the City is not legally required to adopt a budget for these type funds.

- e. Capital projects are budgeted through the Capital Projects Funds. Appropriations for capital projects authorized but not constructed or completed during the fiscal year are carried forward as continuing appropriations into the following fiscal year's budget.
- f. Under Article XIII-B of the California constitution (the Gann Spending Limitation Initiative), the City is restricted as to the amount of annual appropriations from the proceeds of taxes, and if proceeds of taxes exceed allowed appropriations, the excess must either be refunded to the State Controller or returned to the taxpayers through revised tax rates or revised fee schedules, or an excess in one year may be offset by a deficit in the following year. For the fiscal year ended June 30, 2023, based on calculations by City staff, proceeds of taxes did not exceed appropriations. Further, Section 5 of Article XIII-B allows the City to designate a portion of fund balance for general contingencies, to be used for any purpose.

Other Supplemental Information



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City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Transportation Construction For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ 3,586,855	\$ 3,802,406	\$ 1,208,425	\$ (2,593,981)
Use of money and property	500	500	697	197
Miscellaneous	-	-	626	626
Total revenues	3,587,355	3,802,906	1,209,748	(2,593,158)
EXPENDITURES:				
Capital outlay	10,702,554	12,799,839	4,741,928	8,057,911
Total expenditures	10,702,554	12,799,839	4,741,928	8,057,911
REVENUES OVER (UNDER) EXPENDITURES				
	(7,115,199)	(8,996,933)	(3,532,180)	5,464,753
OTHER FINANCING SOURCES (USES):				
Transfers in	6,817,412	8,742,412	3,617,179	(5,125,233)
Total other financing sources (uses)	6,817,412	8,742,412	3,617,179	8,397,431
Net change in fund balances	\$ (297,787)	\$ (254,521)	84,999	\$ 339,520
FUND BALANCES:				
Beginning of year			420,904	
End of year			\$ 505,903	

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City of Dinuba
Nonmajor Governmental Funds
Year Ended June 30, 2023

Special Revenue Funds

Special revenue funds are used to account for specific revenues (other than those for major capital projects) that are restricted legally to expenditures for particular purposes.

Housing Authority

This fund is used to account for activities of the former low and moderate income housing fund of the former Dinuba Redevelopment Agency.

2020 PLHA

This fund is used to account for activities of the Permanent Local Housing Allocation (PLHA) grant.

Public Safety Sales Tax Fund

This fund accounts for 3/4% add-on sales tax approved by voters in November 2005 for enhanced public safety services.

Gas Tax Fund

This fund accounts for street projects paid out for the City's share of the gas tax monies received from the state.

Parks Reserve Fund

Monies received from developers for the purpose of acquiring additional parklands are accounted for in this fund.

Transportation Fund

This fund accounts for monies received under the Transportation Development Act for street and road projects, and for planning purposes.

System Development Charges Fund

This fund accounts for developer deposits for expanding existing water, sewer, and/or transportation systems, and to provide new systems necessary in new real estate developments.

Community Enhancement Grants Fund

This fund accounts for various State and Federal grants awards to the City.

Assessment Districts Fund

This fund accounts for the lighting and maintenance district costs of various medians and landscape areas in the City. Funding is provided by assessments charged to property owners within the district.

Road Repair and Accountability Act of 2017 (SB1) Fund

This fund accounts for fees collected from developers and saved for future capital outlays for fire equipment.

City of La Verne
Nonmajor Governmental Funds (Continued)
Year Ended June 30, 2023

Capital Projects Funds

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

General Construction Fund

This fund accounts for other major construction projects.

Vocational Center Fund

This fund accounts for the expenditures associated with the operation of the Vocational Center.

MTBE Fund

This fund accounts for the revenue received as part of the MTBE Settlement Litigation. Revenue is received in this fund and allocated-out to the appropriate funds and capital projects that have expenditures associated with MTBE.

Debt Service Funds

Debt service funds are used to account for the accumulation of resources for, and the retirement of, long-term debt principal and interest.

Financing Authority Debt Service Fund

This fund accounts for the accumulation of resources for, and the retirement of, the Authority's long-term debt issue for capital investments.

General Debt Service Fund

This fund was set up to account for servicing general long-term debt incurred in Governmental Funds through equipment lease-purchases and/or loans, along with its commitment to fund the long-term portion of employee vacation, sick leave, and compensatory time benefits.

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City of Dinuba
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2023

	Special Revenue Funds			
	Housing Authority	2020 PLHA	Public Safety Sales Tax	Gas Tax
ASSETS				
Cash and investments	\$ 1,025	\$ -	\$ 2,237,138	\$ 13,112
Receivables:				
Accounts	-	-	-	-
Notes and loans	-	4,932,503	-	-
Accrued interest	-	-	2,488	297
Prepaid costs	-	-	-	-
Due from other governments	-	-	662,408	443,785
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Advances to other funds	116,904	-	-	-
Total assets	\$ 117,929	\$ 4,932,503	\$ 2,902,034	\$ 457,194
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 58,608	\$ 40,129
Accrued liabilities	-	-	68,767	5,562
Due to other funds	-	-	-	-
Advances from other funds	-	-	-	-
Total liabilities	-	-	127,375	45,691
Deferred Inflows of Resources				
Unavailable revenue	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	-	-
Restricted for:				
Community development projects	117,929	4,932,503	-	-
Public safety	-	-	2,774,659	-
Parks and recreation	-	-	-	-
Public works	-	-	-	411,503
Capital projects	-	-	-	-
Debt service	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	117,929	4,932,503	2,774,659	411,503
Total liabilities, deferred inflows of resources and fund balances	\$ 117,929	\$ 4,932,503	\$ 2,902,034	\$ 457,194

Special Revenue Funds						
Parks Reserve	Transportation	System Development Charges	Community Enhancement Grants	Assessment Districts	Road Repair and Accountability Act of 2017 Fund	
\$ 34,818	\$ 619,693	\$ 2,394,791	\$ 117,521	\$ -	\$ 646,068	
-	-	55,344	-	-	-	
116,998	-	1,157,179	-	-	-	
523	1,355	3,564	162	139	687	
-	-	-	-	8,725	-	
-	902,579	48,692	6,263	4,626	50,327	
-	-	-	-	-	-	
-	-	-	-	-	-	
<u>\$ 152,339</u>	<u>\$ 1,523,627</u>	<u>\$ 3,659,570</u>	<u>\$ 123,946</u>	<u>\$ 13,490</u>	<u>\$ 697,082</u>	
\$ -	\$ 10,183	\$ 12,290	\$ -	\$ 22,258	\$ -	
-	9,227	-	7,702	3,355	-	
-	-	-	-	24,289	-	
116,904	-	-	-	-	-	
<u>116,904</u>	<u>19,410</u>	<u>12,290</u>	<u>7,702</u>	<u>49,902</u>	<u>-</u>	
27,342	-	350,272	-	-	-	
<u>27,342</u>	<u>-</u>	<u>350,272</u>	<u>-</u>	<u>-</u>	<u>-</u>	
-	-	-	-	8,725	-	
-	-	-	-	-	-	
-	-	-	116,244	-	-	
8,093	-	-	-	-	-	
-	1,504,217	3,297,008	-	-	697,082	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	(45,137)	-	
<u>8,093</u>	<u>1,504,217</u>	<u>3,297,008</u>	<u>116,244</u>	<u>(36,412)</u>	<u>697,082</u>	
<u>\$ 152,339</u>	<u>\$ 1,523,627</u>	<u>\$ 3,659,570</u>	<u>\$ 123,946</u>	<u>\$ 13,490</u>	<u>\$ 697,082</u>	

City of Dinuba
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2023

	Capital Projects Funds			Debt Service
	General Construction	Vocational Center	MTBE	Funds
ASSETS				
Cash and investments	\$ 321,856	\$ 2,186,980	\$ -	\$ -
Receivables:				
Accounts	177,592	-	-	-
Notes and loans	-	-	-	-
Accrued interest	-	2,607	-	-
Prepaid costs	-	-	-	-
Due from other governments	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	706,969
Advances to other funds	-	-	-	-
Total assets	\$ 499,448	\$ 2,189,587	\$ -	\$ 706,969
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 368,440	\$ -	\$ -	\$ -
Accrued liabilities	16,360	-	-	-
Due to other funds	-	-	41,230	74,009
Advances from other funds	-	-	-	200,000
Total liabilities	384,800	-	41,230	274,009
Deferred Inflows of Resources				
Unavailable revenue	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund Balances:				
Nonspendable:				
Prepaid costs	-	-	-	-
Restricted for:				
Community development projects	-	-	-	-
Public safety	-	-	-	-
Parks and recreation	-	-	-	-
Public works	-	-	-	-
Capital projects	114,648	2,189,587	-	-
Debt service	-	-	-	432,960
Unassigned	-	-	(41,230)	-
Total fund balances	114,648	2,189,587	(41,230)	432,960
Total liabilities, deferred inflows of resources and fund balances	\$ 499,448	\$ 2,189,587	\$ -	\$ 706,969

Debt Service		
Funds		
General Debt Service		Total Nonmajor Governmental Funds
\$ 98,484	\$	8,671,486
-		232,936
-		6,206,680
-		11,822
27,076		35,801
-		2,118,680
-		706,969
1,124,333		1,241,237
<u>\$ 1,249,893</u>	<u>\$</u>	<u>19,225,611</u>
\$ -	\$	511,908
-		110,973
-		139,528
-		316,904
<u>-</u>	<u>\$</u>	<u>1,079,313</u>
-		377,614
<u>-</u>	<u>\$</u>	<u>377,614</u>
27,076		35,801
-		5,050,432
-		2,890,903
-		8,093
-		5,909,810
-		2,304,235
1,249,893		1,682,853
(27,076)		(113,443)
<u>1,249,893</u>	<u>\$</u>	<u>17,768,684</u>
<u>\$ 1,249,893</u>	<u>\$</u>	<u>19,225,611</u>

City of Dinuba

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds

For the year ended June 30, 2023

	Special Revenue Funds			
	Housing Authority	2020 PLHA	Public Safety Sales Tax	Gas Tax
REVENUES:				
Taxes	\$ -	\$ -	\$ 3,209,591	\$ -
Intergovernmental	-	155,925	-	961,892
Charges for services	-	-	-	-
Use of money and property	-	-	51,505	6,830
Fines and forfeitures	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	-	155,925	3,261,096	968,722
EXPENDITURES:				
Current:				
General government	-	-	-	-
Public safety	-	-	2,045,843	-
Public works	-	-	-	814,805
Capital outlay	-	-	1,039,454	-
Debt service:				
Principal retirement	-	-	56,387	-
Interest and fiscal charges	-	-	12,115	-
Total expenditures	-	-	3,153,799	814,805
REVENUES OVER (UNDER)				
EXPENDITURES	-	155,925	107,297	153,917
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	-	-
Transfers out	-	-	(5,461)	(211,502)
Proceeds from sale of property	-	-	-	-
Proceeds from long-term debt	-	-	314,267	-
Total other financing sources (uses)	-	-	308,806	(211,502)
Net change in fund balances	-	155,925	416,103	(57,585)
FUND BALANCES:				
Beginning of year	117,929	4,776,578	2,358,556	469,088
End of year	\$ 117,929	\$ 4,932,503	\$ 2,774,659	\$ 411,503

Special Revenue Funds

Parks Reserve	Transportation	System Development Charges	Community Enhancement Grants	Assessment Districts	Road Repair and Accountability Act of 2017 Fund
\$ -	\$ 696,833	\$ -	\$ -	\$ 655,788	\$ -
-	850,177	-	177,796	-	554,413
-	-	924,456	-	-	-
9,396	15,093	71,689	3,412	2,801	13,507
177,626	-	-	-	-	-
-	10	-	-	-	-
187,022	1,562,113	996,145	181,208	658,589	567,920
-	107,153	-	-	651,799	-
-	-	-	165,675	-	-
-	694,536	2,499	-	-	-
-	37,773	157,164	12,525	-	486,343
-	22,950	-	-	5,540	-
-	6,704	-	-	1,785	-
-	869,116	159,663	178,200	659,124	486,343
187,022	692,997	836,482	3,008	(535)	81,577
-	7,304	119,699	-	-	82,333
(405,577)	(892,215)	(882,438)	-	-	-
-	-	500	-	-	-
-	37,773	-	-	-	-
(405,577)	(847,138)	(762,239)	-	-	82,333
(218,555)	(154,141)	74,243	3,008	(535)	163,910
226,648	1,658,358	3,222,765	113,236	(35,877)	533,172
\$ 8,093	\$ 1,504,217	\$ 3,297,008	\$ 116,244	\$ (36,412)	\$ 697,082

City of Dinuba

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds

For the year ended June 30, 2023

	Capital Projects Funds			Debt Service Funds
	General Construction	Vocational Center	MTBE	Financing Authority
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	177,592	-	-	-
Charges for services	-	-	-	-
Use of money and property	790	133,759	-	21,600
Fines and forfeitures	-	-	-	-
Miscellaneous	-	-	2,944	-
Total revenues	178,382	133,759	2,944	21,600
EXPENDITURES:				
Current:				
General government	-	16,365	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Capital outlay	1,100,870	-	2,944	-
Debt service:				
Principal retirement	-	-	-	1,014,955
Interest and fiscal charges	-	-	-	756,412
Total expenditures	1,100,870	16,365	2,944	1,771,367
REVENUES OVER (UNDER)				
EXPENDITURES	(922,488)	117,394	-	(1,749,767)
OTHER FINANCING SOURCES (USES):				
Transfers in	932,621	-	-	1,761,537
Transfers out	-	-	-	-
Proceeds from sale of property	-	1,351,026	-	-
Proceeds from long-term debt	-	-	-	-
Total other financing sources (uses)	932,621	1,351,026	-	1,761,537
Net change in fund balances	10,133	1,468,420	-	11,770
FUND BALANCES:				
Beginning of year	104,515	721,167	(41,230)	421,190
End of year	\$ 114,648	\$ 2,189,587	\$ (41,230)	\$ 432,960

Debt Service Funds		Total Nonmajor Governmental Funds	
General Debt Service			
\$ -	\$ 4,562,212		
-	2,877,795		
-	924,456		
1	330,383		
-	177,626		
-	2,954		
<u>1</u>	<u>8,875,426</u>		
		-	775,317
		-	2,211,518
		-	1,511,840
		-	2,837,073
282,452	1,382,284		
50,022	827,038		
<u>332,474</u>	<u>9,545,070</u>		
<u>(332,473)</u>	<u>(669,644)</u>		
331,718	3,235,212		
-	(2,397,193)		
-	1,351,526		
-	352,040		
<u>331,718</u>	<u>2,541,585</u>		
(755)	1,871,941		
1,250,648	15,896,743		
<u>\$ 1,249,893</u>	<u>\$ 17,768,684</u>		

City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Housing Authority

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Net change in fund balances	\$ -	\$ -	-	\$ -
FUND BALANCES:				
Beginning of year			117,929	
End of year			\$ 117,929	

City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual 2020 PLHA

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ -	\$ 155,925	\$ 155,925	\$ -
Total revenues	-	155,925	155,925	-
EXPENDITURES:				
Current:				
Community development	-	155,925	-	155,925
Total expenditures	-	155,925	-	155,925
REVENUES OVER (UNDER) EXPENDITURES	-	-	155,925	155,925
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	155,925	<u>\$ 155,925</u>
FUND BALANCES:				
Beginning of year			4,776,578	
End of year			<u>\$ 4,932,503</u>	

City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Public Safety Sales Tax

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 3,200,000	\$ 3,200,000	\$ 3,209,591	\$ 9,591
Use of money and property	-	41,411	51,505	10,094
Total revenues	3,200,000	3,241,411	3,261,096	19,685
EXPENDITURES:				
Current:				
Public safety	2,426,269	2,443,390	2,045,843	397,547
Capital outlay	190,000	885,948	1,039,454	(153,506)
Debt service:				
Principal retirement	52,899	52,899	56,387	(3,488)
Interest and fiscal charges	10,214	10,214	12,115	(1,901)
Total expenditures	2,679,382	3,392,451	3,153,799	238,652
REVENUES OVER (UNDER) EXPENDITURES	520,618	(151,040)	107,297	258,337
OTHER FINANCING SOURCES (USES):				
Transfers out	(5,492)	(5,492)	(5,461)	31
Proceeds from long-term debt	-	-	314,267	314,267
Total other financing sources (uses)	(5,492)	(5,492)	308,806	497,020
Net change in fund balances	\$ 515,126	\$ (156,532)	416,103	\$ 572,635
FUND BALANCES:				
Beginning of year			2,358,556	
End of year			<u>\$ 2,774,659</u>	

City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Gas Tax

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ 1,017,445	\$ 1,017,445	\$ 961,892	\$ (55,553)
Use of money and property	1,000	1,000	6,830	5,830
Total revenues	1,018,445	1,018,445	968,722	(49,723)
EXPENDITURES:				
Current:				
Public works	708,548	766,326	814,805	(48,479)
Total expenditures	708,548	766,326	814,805	(48,479)
REVENUES OVER (UNDER)				
EXPENDITURES	309,897	252,119	153,917	(98,202)
OTHER FINANCING SOURCES (USES):				
Transfers out	(238,792)	(238,792)	(211,502)	27,290
Total other financing sources (uses)	(238,792)	(238,792)	(211,502)	(119,391)
Net change in fund balances	\$ 71,105	\$ 13,327	(57,585)	\$ (70,912)
FUND BALANCES:				
Beginning of year			469,088	
End of year			<u>\$ 411,503</u>	

City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Parks Reserve For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ 1,000	\$ 1,000	\$ 9,396	\$ 8,396
Fines and forfeitures	255,886	255,886	177,626	(78,260)
Total revenues	256,886	256,886	187,022	(69,864)
EXPENDITURES:				
Current:				
Capital outlay	42,300	42,300	-	42,300
Total expenditures	42,300	42,300	-	42,300
REVENUES OVER (UNDER) EXPENDITURES				
	214,586	214,586	187,022	(27,564)
OTHER FINANCING SOURCES (USES):				
Transfers out	(134,896)	(134,896)	(405,577)	(270,681)
Total other financing sources (uses)	(134,896)	(134,896)	(405,577)	(255,945)
Net change in fund balances	\$ 79,690	\$ 79,690	(218,555)	\$ (298,245)
FUND BALANCES:				
Beginning of year			226,648	
End of year			<u>\$ 8,093</u>	

City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Transportation For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 533,838	\$ 533,838	\$ 696,833	\$ 162,995
Intergovernmental	621,639	621,639	850,177	228,538
Use of money and property	500	10,016	15,093	5,077
Miscellaneous	7,200	7,200	10	(7,190)
Total revenues	1,163,177	1,172,693	1,562,113	389,420
EXPENDITURES:				
Current:				
General government	-	-	107,153	(107,153)
Public works	659,842	678,144	694,536	(16,392)
Capital outlay	-	-	37,773	(37,773)
Debt service:				
Principal retirement	22,934	22,934	22,950	(16)
Interest and fiscal charges	6,721	6,721	6,704	17
Total expenditures	689,497	707,799	869,116	(161,317)
REVENUES OVER (UNDER) EXPENDITURES	473,680	464,894	692,997	228,103
OTHER FINANCING SOURCES (USES):				
Transfers in	7,304	7,304	7,304	-
Transfers out	(553,410)	(553,410)	(892,215)	(338,805)
Proceeds from long-term debt	-	-	37,773	37,773
Total other financing sources (uses)	(546,106)	(546,106)	(847,138)	(272,019)
Net change in fund balances	\$ (72,426)	\$ (81,212)	(154,141)	\$ (72,929)
FUND BALANCES:				
Beginning of year			1,658,358	
End of year			<u>\$ 1,504,217</u>	

City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual System Development Charges For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Charges for services	\$ 3,530,200	\$ 3,530,200	\$ 924,456	\$ (2,605,744)
Use of money and property	4,000	54,684	71,689	17,005
Total revenues	3,534,200	3,584,884	996,145	(2,588,739)
EXPENDITURES:				
Current:				
Public works	60,000	60,000	2,499	57,501
Capital outlay	785,000	585,000	157,164	427,836
Total expenditures	845,000	645,000	159,663	485,337
REVENUES OVER (UNDER) EXPENDITURES				
	2,689,200	2,939,884	836,482	(2,103,402)
OTHER FINANCING SOURCES (USES):				
Transfers in	-	119,699	119,699	-
Transfers out	(3,432,828)	(3,632,828)	(882,438)	2,750,390
Proceeds from sale of property	1,000	1,000	500	(500)
Total other financing sources (uses)	(3,431,828)	(3,512,129)	(762,239)	1,132,325
Net change in fund balances	\$ (742,628)	\$ (572,245)	74,243	\$ 646,488
FUND BALANCES:				
Beginning of year			3,222,765	
End of year			<u>\$ 3,297,008</u>	

City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Community Enhancement Grants For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ 110,000	\$ 165,271	\$ 177,796	\$ 12,525
Use of money and property	-	-	3,412	3,412
Total revenues	110,000	165,271	181,208	15,937
EXPENDITURES:				
Current:				
Public safety	103,993	133,601	165,675	(32,074)
Capital outlay	-	12,525	12,525	-
Total expenditures	103,993	146,126	178,200	(32,074)
REVENUES OVER (UNDER) EXPENDITURES	6,007	19,145	3,008	(16,137)
Net change in fund balances	\$ 6,007	\$ 19,145	3,008	\$ (16,137)
FUND BALANCES:				
Beginning of year			113,236	
End of year			<u>\$ 116,244</u>	

City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Assessment Districts For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$ 428,509	\$ 428,509	\$ 655,788	\$ 227,279
Use of money and property	-	-	2,801	2,801
Total revenues	428,509	428,509	658,589	230,080
EXPENDITURES:				
Current:				
General government	530,822	650,765	651,799	(1,034)
Debt service:				
Principal retirement	5,541	5,541	5,540	1
Interest and fiscal charges	1,786	1,786	1,785	1
Total expenditures	538,149	658,092	659,124	(1,032)
REVENUES OVER (UNDER) EXPENDITURES	(109,640)	(229,583)	(535)	229,048
Net change in fund balances	\$ (109,640)	\$ (229,583)	(535)	\$ 229,048
FUND BALANCES:				
Beginning of year			(35,877)	
End of year			<u>\$ (36,412)</u>	

City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Road Repair and Accountability Act of 2017 (SB1) Fund For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ 604,446	\$ 604,446	\$ 554,413	\$ (50,033)
Use of money and property	1,000	10,655	13,507	2,852
Total revenues	605,446	615,101	567,920	(47,181)
EXPENDITURES:				
Capital outlay	707,403	707,403	486,343	221,060
Total expenditures	707,403	707,403	486,343	221,060
REVENUES OVER (UNDER) EXPENDITURES				
	(101,957)	(92,302)	81,577	173,879
OTHER FINANCING SOURCES (USES):				
Transfers in	82,333	82,333	82,333	-
Total other financing sources (uses)	82,333	82,333	82,333	394,939
Net change in fund balances	\$ (19,624)	\$ (9,969)	163,910	\$ 173,879
FUND BALANCES:				
Beginning of year			533,172	
End of year			<u>\$ 697,082</u>	

City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

General Construction

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ 177,592	\$ 177,592	\$ 177,592	\$ -
Use of money and property	-	-	790	790
Total revenues	177,592	177,592	178,382	790
EXPENDITURES:				
Capital outlay	2,728,468	3,128,468	1,100,870	2,027,598
Total expenditures	2,728,468	3,128,468	1,100,870	2,027,598
REVENUES OVER (UNDER) EXPENDITURES	(2,550,876)	(2,950,876)	(922,488)	2,028,388
OTHER FINANCING SOURCES (USES):				
Transfers in	2,604,576	3,004,576	932,621	(2,071,955)
Total other financing sources (uses)	2,604,576	3,004,576	932,621	1,984,031
Net change in fund balances	\$ 53,700	\$ 53,700	10,133	\$ (43,567)
FUND BALANCES:				
Beginning of year			104,515	
End of year			\$ 114,648	

City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Vocational Center

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ 127,228	\$ 133,759	\$ 6,531
Total revenues	-	127,228	133,759	6,531
EXPENDITURES:				
Current:				
General government	-	12,953	16,365	(3,412)
Total expenditures	-	12,953	16,365	(3,412)
REVENUES OVER (UNDER) EXPENDITURES	-	114,275	117,394	3,119
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of property	-	1,350,776	1,351,026	250
Total other financing sources (uses)	-	1,350,776	1,351,026	(293)
Net change in fund balances	\$ -	\$ 1,465,051	1,468,420	\$ 3,369
FUND BALANCES:				
Beginning of year			721,167	
End of year			\$ 2,189,587	

City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual MTBE

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Miscellaneous	\$ 150,000	\$ 150,000	\$ 2,944	\$ (147,056)
Total revenues	150,000	150,000	2,944	(147,056)
EXPENDITURES:				
Capital outlay	150,000	150,000	2,944	147,056
Total expenditures	150,000	150,000	2,944	147,056
REVENUES OVER (UNDER) EXPENDITURES	-	-	-	-
Net change in fund balances	\$ -	\$ -	-	\$ -
FUND BALANCES:				
Beginning of year			(41,230)	
End of year			<u>\$ (41,230)</u>	

City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Financing Authority For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ 18,184	\$ 21,600	\$ 3,416
Total revenues	-	18,184	21,600	3,416
EXPENDITURES:				
Debt service:				
Principal retirement	1,014,955	1,014,955	1,014,955	-
Interest and fiscal charges	756,531	756,531	756,412	119
Total expenditures	1,771,486	1,771,486	1,771,367	119
REVENUES OVER (UNDER)				
EXPENDITURES	(1,771,486)	(1,753,302)	(1,749,767)	3,535
OTHER FINANCING SOURCES (USES):				
Transfers in	1,771,486	1,771,486	1,761,537	(9,949)
Total other financing sources (uses)	1,771,486	1,771,486	1,761,537	(6,295)
Net change in fund balances	\$ -	\$ 18,184	11,770	\$ (6,414)
FUND BALANCES:				
Beginning of year			421,190	
End of year			<u>\$ 432,960</u>	

City of Dinuba

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual General Debt Service For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 1	\$ 1
Total revenues	-	-	1	1
EXPENDITURES:				
Debt service:				
Principal retirement	282,452	282,452	282,452	-
Interest and fiscal charges	67,266	67,266	50,022	17,244
Total expenditures	349,718	349,718	332,474	17,244
REVENUES OVER (UNDER)				
EXPENDITURES	(349,718)	(349,718)	(332,473)	17,245
OTHER FINANCING SOURCES (USES):				
Transfers in	349,718	349,718	331,718	(18,000)
Total other financing sources (uses)	349,718	349,718	331,718	16,489
Net change in fund balances	\$ -	\$ -	(755)	\$ (755)
FUND BALANCES:				
Beginning of year			1,250,648	
End of year			<u>\$ 1,249,893</u>	

City of Dinuba
Nonmajor Enterprise Funds
Year Ended June 30, 2023

Enterprise funds are used to account for the financing of goods or services provided to customers.

Transit Enterprise Fund

This fund accounts for the operation of the City's transit system, which is accomplished by a private contractor. The principal source of funding for this activity is SB325 money.

Compressed Natural Gas

This fund accounts for the sale of compressed natural gas and related costs to outside entities.

City of Dinuba
Statement of Net Position
Nonmajor Enterprise Funds
June 30, 2023

	Transit	Compressed Natural Gas	Totals
ASSETS			
Current Assets:			
Cash and investments	\$ -	\$ 277,304	\$ 277,304
Receivables:			
Accounts	4,449	-	4,449
Accrued interest	-	339	339
Lease receivable	20,607	-	20,607
Due from other governments	246,924	-	246,924
Total current assets	271,980	277,643	549,623
Noncurrent:			
Notes and loans	350,000	-	350,000
Capital assets:			
Depreciable capital assets, net	1,187,603	1,501,063	2,688,666
Net capital assets	1,187,603	1,501,063	2,688,666
Total noncurrent assets	1,537,603	1,501,063	3,038,666
Total assets	1,809,583	1,778,706	3,588,289
DEFERRED OUTFLOWS OF RESOURCES			
Deferred pension related items	1,673	-	1,673
Deferred OPEB related items	8,563	-	8,563
Total deferred outflows of resources	10,236	-	10,236
LIABILITIES			
Current liabilities:			
Accounts payable	7,961	1,985	9,946
Accrued liabilities	237	1,217	1,454
Due to other funds	375,860	-	375,860
Compensated absences - current	304	914	1,218
Total current liabilities	384,362	4,116	388,478
Noncurrent liabilities:			
Compensated absences	550	2,749	3,299
Net pension liability	4,234	-	4,234
Total OPEB liability	60,996	-	60,996
Total noncurrent liabilities	65,780	2,749	68,529
Total liabilities	450,142	6,865	457,007
DEFERRED INFLOWS OF RESOURCES			
Derred pension related items	217	-	217
Deferred OPEB related items	36,068	-	36,068
Deferred inflows related to leases	19,491	-	19,491
Total deferred inflows of resources	55,776	-	55,776
NET POSITION			
Net investment in capital assets	1,187,603	1,501,063	2,688,666
Unrestricted	126,298	270,778	397,076
Total net position	\$ 1,313,901	\$ 1,771,841	\$ 3,085,742

City of Dinuba
Statement of Revenues, Expenses and Changes in Net Position
Nonmajor Enterprise Funds
For the year ended June 30, 2023

	Transit	Compressed Natural Gas	Totals
OPERATING REVENUES:			
Sales and service charges	\$ 16,989	\$ 119,669	\$ 136,658
Total operating revenues	16,989	119,669	136,658
OPERATING EXPENSES:			
Salaries and benefits	7,298	58,710	66,008
Contractual services	71,309	14,622	85,931
Materials and supplies	70,015	316	70,331
Repairs and maintenance	30,332	13,874	44,206
Utilities	17,983	76,697	94,680
Allocated costs	88,337	28,868	117,205
Depreciation expense	124,810	87,938	212,748
Total operating expenses	410,084	281,025	691,109
Operating income (loss)	(393,095)	(161,356)	(554,451)
NONOPERATING REVENUES (EXPENSES):			
Intergovernmental	233,843	-	233,843
Interest revenue	1,232	7,824	9,056
Total nonoperating revenues (expenses)	235,075	7,824	242,899
Income before contributions and transfers	(158,020)	(153,532)	(311,552)
CONTRIBUTIONS AND TRANSFERS:			
Transfers out	-	(825)	(825)
Total contributions and transfers	-	(825)	(825)
Change in net position	(158,020)	(154,357)	(312,377)
NET POSITION:			
Beginning of year	1,469,910	1,926,198	3,396,108
Restatements	2,011	-	2,011
Beginning of year, as restated	1,471,921	1,926,198	3,398,119
End of year	\$ 1,313,901	\$ 1,771,841	\$ 3,085,742

City of Dinuba
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the year ended June 30, 2023

	Transit	Compressed Natural Gas	Totals
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from customers and users	\$ 12,674	\$ 119,669	\$ 132,343
Cash paid to suppliers for goods and services	(273,838)	(151,024)	(424,862)
Cash paid to employees for services	(8,492)	(60,068)	(68,560)
Net cash provided (used) by operating activities	(269,656)	(91,423)	(361,079)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Cash transfers out	-	(825)	(825)
Short-term loans to/from other funds	375,860	-	375,860
Intergovernmental revenue	13,571	1	13,572
Repayments (made)/ received on notes/loans	(350,000)	-	(350,000)
Net cash provided by (used in) noncapital financing activities	39,431	(824)	38,607
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest received	1,639	8,090	9,729
Net cash provided by (used in) investing activities	1,639	8,090	9,729
Net increase (decrease) in cash and cash equivalents	(228,586)	(84,157)	(312,743)
CASH AND INVESTMENTS - Beginning of year	228,586	361,461	590,047
CASH AND INVESTMENTS - End of year	\$ -	\$ 277,304	\$ 277,304
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:			
Operating income (loss)	\$ (393,095)	\$ (161,356)	\$ (554,451)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation	124,810	87,938	212,748
Changes in pension related items	(369)	-	(369)
Changes in OPEB liability	(1,542)	-	(1,542)
Changes in lease receivable related items	(126)	-	(126)
(Increase) decrease in accounts receivable	(4,189)	-	(4,189)
(Increase) decrease in prepaid expense	325	-	325
Increase (decrease) in accounts payable & accrued liabilities	3,813	(16,647)	(12,834)
Increase (decrease) in compensated absences	717	(1,358)	(641)
Net cash provided by (used in) operating activities	\$ (269,656)	\$ (91,423)	\$ (361,079)

City of Dinuba
Internal Service Funds
Year Ended June 30, 2023

Internal service funds are used to account for the financing of goods or services provided to departments or agencies of the government and to other government units, on a cost reimbursement basis.

Insurance Fund

This fund was set up to account for the cost of general liability, property damage, and employee related health insurance costs. The City is involved in a self-insurance program through a joint powers authority with other local municipalities. The source of funding for the City's program is a charge to all operating departments through a budgeting of the estimated costs to be allocated.

Property and Equipment Service Fund

This fund was set up to account for the costs of maintenance and repairs for both buildings and equipment throughout the City. The source of this funding is a charge against the departments for services rendered.

Technology Replacement Fund

This fund was set up as a computer replacement program, implemented to account for the costs associated with computer, server and Information Technology replacements throughout the City. All costs are spread amongst the benefitting funds.

City of Dinuba
Combining Statement of Net Position
Internal Service Funds
June 30, 2023

	Insurance Fund	Property and Equipment Internal Service Fund	Technology Replacement Fund	Totals
ASSETS				
Current Assets:				
Cash and investments	3,410,122	\$ 103,337	\$ -	\$ 3,513,459
Receivables:				
Accounts	80,867	-	-	80,867
Accrued interest	3,719	172	-	3,891
Prepaid costs	15,084	-	160	15,244
Restricted:				
Cash and investments with fiscal agents	89,986	-	-	89,986
Total current assets	3,599,778	103,509	160	3,703,447
Noncurrent:				
Capital assets:				
Depreciable capital assets, net	-	13,626	42,691	56,317
Net capital assets	-	13,626	42,691	56,317
Total noncurrent assets	-	13,626	42,691	56,317
Total assets	3,599,778	117,135	42,851	3,759,764
DEFERRED OUTFLOWS OF RESOURCES				
Deferred pension related items	159,825	97,168	-	256,993
Deferred OPEB related items	38,820	45,956	-	84,776
Total deferred outflows of resources	198,645	143,124	-	341,769
LIABILITIES				
Current liabilities:				
Accounts payable	36,612	35,373	3,841	75,826
Accrued liabilities	15	6,057	-	6,072
Due to other funds	-	-	8,620	8,620
Compensated absences	2,748	9,804	-	12,552
Claims payable	50,000	-	-	50,000
Lease liability	-	-	34,211	34,211
Total current liabilities	89,375	51,234	46,672	187,281
Noncurrent liabilities:				
Lease liability	-	-	-	-
Compensated absences	12,669	16,030	-	28,699
Claims payable	-	-	-	-
Net pension liability	404,504	245,926	-	650,430
Total OPEB liability	276,517	327,347	-	603,864
Long-term debt	-	-	9,470	9,470
Total noncurrent liabilities	693,690	589,303	9,470	1,292,463
Total liabilities	783,065	640,537	56,142	1,479,744
DEFERRED INFLOWS OF RESOURCES				
Derred pension related items	20,715	12,595	-	33,310
Deferred OPEB related items	163,510	193,567	-	357,077
Total deferred inflows of resources	184,225	206,162	-	390,387
NET POSITION				
Net investment in capital assets	-	13,626	-	13,626
Unrestricted	2,831,133	(600,066)	(13,291)	2,217,776
Total net position	\$ 2,831,133	\$ (586,440)	\$ (13,291)	\$ 2,231,402

City of Dinuba

Combining Statement of Revenues, Expenses and Changes in Net Position

Internal Service Funds

For the year ended June 30, 2023

	Insurance Fund	Property and Equipment Internal Service Fund	Technology Replacement Fund	Totals
OPERATING REVENUES:				
Sales and service charges	\$ 5,478,965	\$ 808,002	\$ -	\$ 6,286,967
Total operating revenues	5,478,965	808,002	-	6,286,967
OPERATING EXPENSES:				
Salaries and benefits	89,388	273,216	-	362,604
Contractual services	27,217	113,464	-	140,681
Materials and supplies	1,348	105,978	45,139	152,465
Insurance	1,824,146	-	-	1,824,146
Employee health insurance	2,753,901	-	-	2,753,901
Repairs and maintenance	-	210,102	-	210,102
Utilities	-	12,688	-	12,688
Allocated costs	-	33,011	-	33,011
Depreciation expense	-	7,886	32,018	39,904
Total operating expenses	4,696,000	756,345	77,157	5,529,502
Operating income (loss)	782,965	51,657	(77,157)	757,465
NONOPERATING REVENUES (EXPENSES):				
Interest revenue	72,540	3,226	-	75,766
Interest expense	-	-	(2,383)	(2,383)
Total nonoperating revenues (expenses)	72,540	3,226	(2,383)	73,383
Income before contributions and transfers	855,505	54,883	(79,540)	830,848
CONTRIBUTIONS AND TRANSFERS:				
Transfers in	-	-	67,868	67,868
Transfers out	(1,329)	(15,877)	-	(17,206)
Total contributions and transfers	(1,329)	(15,877)	67,868	50,662
Change in net position	854,176	39,006	(11,672)	881,510
NET POSITION:				
Beginning of year	1,976,957	(603,103)	(1,619)	1,372,235
Restatements	-	(22,343)	-	(22,343)
Beginning of year, as restated	1,976,957	(625,446)	(1,619)	1,349,892
End of year	\$ 2,831,133	\$ (586,440)	\$ (13,291)	\$ 2,231,402

City of Dinuba
Combining Statement of Cash Flows
Internal Service Funds
For the year ended June 30, 2023

	Insurance Fund	Property and Equipment Internal Service Fund	Technology Replacement Fund	Totals
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from interfund services provided	5,468,853	809,450	-	6,278,303
Cash paid to suppliers for goods and services	(4,600,468)	(461,768)	(41,458)	(5,103,694)
Cash paid to employees for services	(165,111)	(317,068)	-	(482,179)
Net cash provided (used) by operating activities	703,274	30,614	(41,458)	692,430
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Cash transfers in	-	-	67,868	67,868
Cash transfers out	(1,329)	(15,877)	-	(17,206)
Short-term loans from/to other funds	-	-	8,620	8,620
Net cash provided (used) by noncapital financing activities	(1,329)	(15,877)	76,488	59,282
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Principal paid on capital debt	-	-	(32,829)	(32,829)
Interest paid on capital debt	-	-	(2,383)	(2,383)
Net cash provided (used) by capital and related financing activities	-	-	(35,212)	(35,212)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest earnings	72,746	3,192	-	75,938
Net cash provided (used) by investing activities	72,746	3,192	-	75,938
Net increase (decrease) in cash and cash equivalents	774,691	17,929	(182)	792,438
CASH AND INVESTMENTS - Beginning of year	2,725,417	85,408	182	2,811,007
CASH AND INVESTMENTS - End of year	\$ 3,500,108	\$ 103,337	\$ -	\$ 3,603,445
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 782,965	\$ 51,657	\$ (77,157)	\$ 757,465
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	-	7,886	32,018	39,904
Changes in pension related items	(60,225)	(36,231)	-	(96,456)
Changes in OPEB liability	(6,988)	(8,274)	-	(15,262)
(Increase) decrease in accounts receivable	(10,112)	1,448	-	(8,664)
(Increase) decrease in prepaid expense	(10,126)	288	(160)	(9,998)
Increase (decrease) in accounts payable & accrued liabilities	16,270	13,187	3,841	33,298
Increase (decrease) in compensated absences	(8,510)	653	-	(7,857)
Net cash provided (used) by operating activities	\$ 703,274	\$ 30,614	\$ (41,458)	\$ 692,430

Statistical Section



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City of Dinuba Statistical Section

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

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

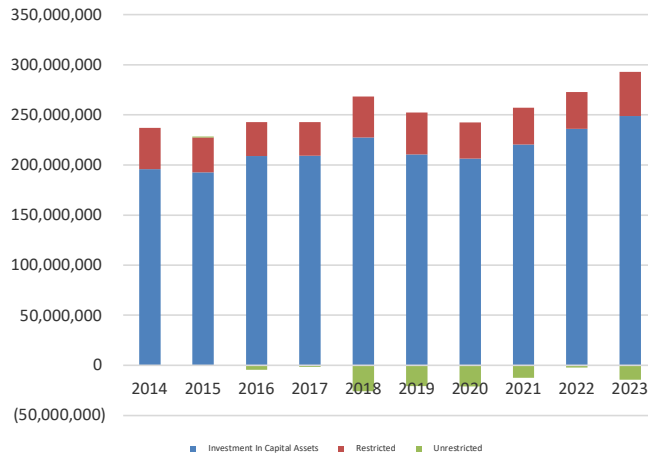
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.

Operating Information

These schedules contain information about the City's operations and resources to help the reader understanding how the City's financial information relates to the services the City provides and the activities it performs.

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CITY OF DINUBA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
 (Accrual Basis of Accounting)



	2014	2015	2016	2017	2018
Governmental Activities					
Investment In Capital Assets	\$148,079,509	\$145,008,916	\$162,419,353	\$162,951,223	\$175,427,868
Restricted	41,313,341	34,836,273	33,955,040	33,547,768	40,668,235
Unrestricted	(6,418,737)	(1,260,101)	(9,391,284)	(6,391,796)	(27,286,468)
Total Governmental Activities Net Position	182,974,113	178,585,088	186,983,109	190,107,195	188,809,635
Business-Type Activities					
Investment In Capital Assets	47,545,851	47,536,365	46,474,326	46,126,105	52,249,502
Restricted					
Unrestricted	6,046,622	2,514,439	4,986,126	4,641,804	1,298,646
Total Business-Type Activities Net Position	53,592,473	50,050,804	51,460,452	50,767,909	53,548,148
Primary Government					
Investment In Capital Assets	195,625,360	192,545,281	208,893,679	209,077,328	227,677,370
Restricted	41,313,341	34,836,273	33,955,040	33,547,768	40,668,235
Unrestricted	(372,115)	1,254,338	(4,405,158)	(1,749,992)	(25,987,822)
Total Primary Government Net Position	\$236,566,586	\$228,635,892	\$238,443,561	\$240,875,104	\$242,357,783

	2019	2020	2021	2022	2023
Governmental Activities					
Investment In Capital Assets	\$157,295,209	\$156,300,701	\$169,862,756	\$185,146,570	\$194,198,032
Restricted	41,721,018	35,733,689	36,825,231	36,725,539	44,038,486
Unrestricted	(26,278,675)	(25,273,886)	(21,122,261)	(12,239,893)	(22,517,773)
Total Governmental Activities Net Position	172,737,552	166,760,504	185,565,726	209,632,216	215,718,745
Business-Type Activities					
Investment In Capital Assets	53,298,542	50,287,699	50,501,822	50,904,157	54,712,244
Restricted					
Unrestricted	5,352,135	4,253,818	8,674,254	10,147,430	8,202,322
Total Business-Type Activities Net Position	58,650,677	54,541,517	59,176,076	61,051,587	62,914,566
Primary Government					
Investment In Capital Assets	210,593,751	206,588,400	220,364,578	236,050,727	248,910,276
Restricted	41,721,018	35,733,689	36,825,231	36,725,539	44,038,486
Unrestricted	(20,926,540)	(21,020,068)	(12,448,007)	(2,092,463)	(14,315,451)
Total Primary Government Net Position	\$231,388,229	\$221,302,021	\$244,741,802	\$270,683,803	\$278,633,311

Source: City of Dinuba Financial Services Division

CITY OF DINUBA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	2014	2015	2016	2017
Expenses				
Governmental Activities				
General Government	\$4,703,501	\$5,345,434	\$4,802,762	\$7,661,240
Public Safety	9,591,236	13,275,052	13,746,235	13,897,596
Public Works	2,761,922	3,334,975	3,943,500	3,752,225
Community Development	548,112	1,641,605	1,178,906	637,522
Parks and Recreation	1,224,454	1,682,401	1,824,431	2,007,951
Interest on Long-Term Debt	1,521,663	1,204,781	1,278,342	1,604,463
Unallocated Depreciation	1,018,182	2,635,342	3,029,796	3,011,661
Non-departmental - sales tax settlement				
Total Governmental Activities Expenses	21,369,070	29,119,590	29,803,972	32,572,658
Business-Type Activities				
Water	2,970,062	2,931,923	3,204,634	2,977,849
Sewer	2,914,729	3,182,025	3,247,602	3,156,499
Disposal	3,320,744	3,336,842	3,239,137	3,206,889
Ambulance	1,386,124	1,377,304	1,368,670	1,523,498
Transit	875,313	1,044,207	1,243,710	1,137,529
Golf Course	3,422,866	3,335,866	3,560,260	3,491,319
Compressed Natural Gas	174,521	165,208	159,572	140,572
Engineering	662,791	658,837	738,550	
Total Business-Type Activities Expenses	15,727,150	16,032,212	16,762,135	15,634,155
Total Primary Government Net Expenses	\$37,096,220	\$45,151,802	\$46,566,107	\$48,206,813
Program Revenues				
Governmental Activities				
Charges for Services				
General Government	\$1,509,801	\$3,055,054	\$5,470,676	\$8,259,877
Public Safety	276,308	898,323	274,181	30,863
Public Works	3,226,541	3,824,832	1,808,508	1,530,664
Community Development	70,343	120,322	22,282	0
Parks and Recreation	162,281	183,922	174,473	38,475
Operating Contributions and Grants	6,248,747	3,274,094	3,375,630	5,263,630
Capital Contributions and Grants	25,473,768	10,114,120	12,075,630	3,011,810
Total Governmental Activities Program Revenues	36,967,789	21,470,667	23,201,380	18,135,319
Business-Type Activities				
Charges for Services				
Water	2,763,415	2,604,665	2,510,596	2,648,278
Sewer	2,719,638	2,751,349	2,838,956	2,947,782
Disposal	3,080,017	3,081,958	3,175,398	3,088,068
Ambulance	1,288,620	1,271,302	1,332,373	1,396,312
Transit	53,507	61,929	85,333	120,565
Golf Course	2,343,736	2,346,921	2,441,531	2,223,355
Compressed Natural Gas	214,162	262,922	284,800	199,896
Engineering	591,278	493,851	710,226	0
Operating Contributions and Grants	885,831	1,705,461	3,178,252	2,496,256
Capital Contributions and Grants	715,188	449,819	1,165,634	
Total Business-Type Activities Program Revenues	14,655,392	15,030,177	17,723,099	15,120,512
Total Primary Government Program Revenues	\$51,623,181	\$36,500,844	\$40,924,479	\$33,255,831

2018	2019	2020	2021	2022	2023
\$3,989,322	\$3,647,223	\$4,464,243	\$7,635,027	\$5,980,513	\$7,563,541
12,920,443	12,503,075	12,801,801	12,899,424	11,547,688	10,043,687
6,577,677	2,429,367	5,116,719	3,009,339	2,725,438	1,080,475
2,350,919	2,277,992	2,427,047	2,576,069	2,788,622	2,048,106
2,127,602	2,527,531	2,705,703	2,858,033	3,048,341	2,411,417
978,293	1,008,877	1,001,611	935,126	1,111,140	812,001
					9,305,652
<u>28,944,256</u>	<u>24,394,065</u>	<u>28,517,124</u>	<u>29,913,018</u>	<u>27,201,742</u>	<u>33,264,879</u>
2,965,352	2,985,641	3,563,885	3,460,883	3,538,809	2,886,622
4,553,169	3,048,253	3,255,224	1,803,845	2,953,695	3,720,942
3,430,622	3,102,875	3,129,253	3,013,999	3,027,382	3,002,715
2,760,551	2,798,210	2,647,280	1,562,676	1,452,769	2,817,601
1,147,311	1,123,030	1,088,585	1,280,248	401,914	410,084
3,131,513	2,298,467	4,097,713	2,839,155	3,514,710	4,511,217
181,928	306,316	318,069	304,582	286,187	281,025
<u>18,170,446</u>	<u>15,662,792</u>	<u>18,100,009</u>	<u>14,265,388</u>	<u>15,175,466</u>	<u>17,630,206</u>
<u>\$47,114,702</u>	<u>\$40,056,857</u>	<u>\$46,617,133</u>	<u>\$44,178,406</u>	<u>\$42,377,208</u>	<u>\$50,895,085</u>
\$1,500,372	\$1,602,391	\$1,234,142	\$1,263,713	\$1,152,165	\$1,376,599
549,566	500,114	837,538	516,452	516,460	836,227
1,977,090	2,132,137	2,675,164	1,728,740	884,816	1,802,386
115,498	60,995	65,077	0	0	0
352,536	336,771	560,971	238,428	304,344	283,421
2,168,438	2,292,863	1,076,942	7,124,303	4,438,339	2,249,647
<u>19,289,803</u>	<u>5,687,693</u>	<u>3,613,910</u>	<u>2,237,038</u>	<u>7,602,539</u>	<u>2,317,909</u>
25,953,303	12,612,964	10,063,744	13,108,674	14,898,663	8,866,189
2,962,303	3,005,484	3,195,777	3,240,648	3,186,976	3,231,249
3,368,250	3,566,985	3,591,874	3,816,657	3,770,310	3,788,811
3,105,381	3,167,180	3,173,221	3,202,112	3,368,605	3,452,572
1,487,640	1,200,884	1,573,951	2,302,744	1,621,264	1,817,777
103,623	89,775	67,142	19,241	17,060	16,989
2,072,902	2,104,304	1,812,421	2,397,750	3,158,714	3,326,085
210,677	209,972	215,107	174,801	130,884	119,669
0	0	0	0	0	0
3,889,532	3,295,905	4,947,792	5,088,783	2,174,054	4,428,566
<u>17,200,308</u>	<u>16,640,489</u>	<u>18,577,285</u>	<u>20,242,736</u>	<u>17,427,867</u>	<u>20,181,718</u>
<u>\$43,153,611</u>	<u>\$29,253,453</u>	<u>\$28,641,029</u>	<u>\$33,351,410</u>	<u>\$32,326,530</u>	<u>\$29,047,907</u>

CITY OF DINUBA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	2014	2015	2016	2017
Net (Expense)/Revenue				
Governmental Activities	\$15,598,719	(\$7,648,923)	(\$6,602,592)	(\$14,437,339)
Business-Type Activities	<u>(1,071,758)</u>	<u>(1,002,035)</u>	<u>960,964</u>	<u>(513,643)</u>
Total Primary Government Net Expense	<u>\$14,526,961</u>	<u>(\$8,650,958)</u>	<u>(\$5,641,628)</u>	<u>(\$14,950,982)</u>
General Revenues and Other Changes in Net Position				
Governmental Activities				
Taxes				
Property Taxes	\$742,122	\$846,306	\$1,260,845	\$1,149,426
Transient Occupancy Taxes	184,211	226,817	248,579	281,005
Sales Taxes	3,700,400	5,461,810	9,729,414	9,080,769
Franchise Taxes	243,956	256,883	252,761	216,407
Business Licenses Taxes				
Utility Users Tax	1,612,836	1,630,654	1,683,265	1,482,077
Other Taxes	249,602	292,650	487,363	273,161
Motor Vehicle Tax	1,571,490	1,633,128	1,754,885	1,847,746
Use of Money and Property	262,191	113,494	262,770	201,154
Other/Contributions	18,522	109,931	552,748	539,928
Gain (Loss) on Sale of Capital Assets	266,189	261,425		
Special Item (Note 18)				
Transfers	<u>195,877</u>	<u>391,944</u>	<u>(269,724)</u>	<u>988,600</u>
Total Governmental Activities	<u>9,047,396</u>	<u>11,225,042</u>	<u>15,962,906</u>	<u>16,060,273</u>
Business-Type Activities				
Use of Money and Property	37,243	18,524	37,175	50,643
Other/Contributions	92,839			
Special Item (Note 18)				
Transfers	<u>(195,877)</u>	<u>(391,944)</u>	<u>269,724</u>	<u>(988,600)</u>
Total Business-Type Activities	<u>(65,795)</u>	<u>(373,420)</u>	<u>306,899</u>	<u>(937,957)</u>
Extraordinary Item - Litigation Settlement	104,921			
Extraordinary Item - Gain on Foreclosure of Property				
Extraordinary Item - RDA Dissolution				
Total Primary Government	<u>\$9,086,522</u>	<u>\$10,851,622</u>	<u>\$16,269,805</u>	<u>\$15,122,316</u>
Change in Net Position				
Governmental Activities	\$24,751,036	\$3,576,119	\$9,360,314	\$1,622,934
Business-Type Activities	<u>(1,137,553)</u>	<u>(1,375,455)</u>	<u>1,267,863</u>	<u>(1,451,600)</u>
Total Primary Government	<u>\$23,613,483</u>	<u>\$2,200,664</u>	<u>\$10,628,177</u>	<u>\$171,334</u>

Source: City of Dinuba Financial Services Division

2018	2019	2020	2021	2022	2023
(\$2,990,953)	(\$11,781,101)	(\$18,453,380)	(\$16,804,344)	(\$12,303,079)	(\$24,398,690)
<u>(970,138)</u>	<u>977,697</u>	<u>477,276</u>	<u>5,977,348</u>	<u>2,252,401</u>	<u>2,551,512</u>
<u><u>(\$3,961,091)</u></u>	<u><u>(\$10,803,404)</u></u>	<u><u>(\$17,976,104)</u></u>	<u><u>(\$10,826,996)</u></u>	<u><u>(\$10,050,678)</u></u>	<u><u>(\$21,847,178)</u></u>
\$1,166,971	\$1,301,585	\$1,377,047	\$1,517,322	\$1,667,353	\$1,890,358
291,190	289,263	244,052	266,474	372,343	363,795
9,926,107	10,777,734	14,059,028	19,276,913	17,633,910	11,265,363
234,815	245,102	258,084	279,774	303,727	340,382
233,387	237,357	259,787	254,098	256,319	292,029
1,491,791	1,475,873	1,534,979	1,668,455	1,804,455	2,277,276
478,877	504,884	495,334	609,054	602,686	714,122
1,841,147	1,943,492	2,033,375	2,151,555	2,332,959	2,484,668
454,092	695,301	724,898	662,583	272,633	2,151,918
698,424	345,361	280,254	8,106,557	10,581,372	3,308,695
		(11,409,298)			
<u>816,888</u>	<u>354,520</u>	<u>3,001,156</u>	<u>873,612</u>	<u>541,812</u>	<u>(1,849,692)</u>
<u>17,633,689</u>	<u>18,170,472</u>	<u>12,858,696</u>	<u>35,666,397</u>	<u>36,369,569</u>	<u>23,238,914</u>
59,094	137,539	205,916	572,378	64,439	427,133
6,585,197	4,054,738	417,505	141,246	52,103	28,204
		(1,350,000)			
<u>(816,888)</u>	<u>(354,520)</u>	<u>(3,001,156)</u>	<u>(873,612)</u>	<u>(541,812)</u>	<u>1,849,692</u>
<u>5,827,403</u>	<u>3,837,757</u>	<u>(3,727,735)</u>	<u>(159,988)</u>	<u>(425,270)</u>	<u>2,305,029</u>
<u><u>\$23,461,092</u></u>	<u><u>\$22,008,229</u></u>	<u><u>\$9,130,961</u></u>	<u><u>\$35,506,409</u></u>	<u><u>\$35,944,299</u></u>	<u><u>\$25,543,943</u></u>
\$14,642,736	\$6,389,371	(\$5,594,684)	\$18,862,053	\$24,066,490	(\$1,159,776)
<u>4,857,265</u>	<u>4,815,454</u>	<u>(3,250,459)</u>	<u>5,817,360</u>	<u>1,827,131</u>	<u>4,856,541</u>
<u><u>\$19,500,001</u></u>	<u><u>\$11,204,825</u></u>	<u><u>(\$8,845,143)</u></u>	<u><u>\$24,679,413</u></u>	<u><u>\$25,893,621</u></u>	<u><u>\$3,696,765</u></u>

CITY OF DINUBA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	2013	2014	2015	2016	2017	2018
General Fund						
Reserved						
Unreserved						
Nondisposable	\$2,742,077	\$2,736,489	\$2,699,439	\$3,082,112	\$3,436,060	\$3,846,794
Unassigned	1,217,109	1,894,697	2,255,325	1,219,528	1,113,239	1,533,739
Total General Fund	\$3,959,186	\$4,631,186	\$4,954,764	\$4,301,640	\$4,549,299	\$5,380,533
All Other Governmental Funds						
Reserved						
Unreserved, Reported In:						
Nondisposable Funds	21,170	572,060	8,957,449	10,334,283	5,045,407	1,298
Restricted Funds	16,917,455	24,668,685	10,838,675	7,636,453	13,091,326	40,668,235
Assigned Funds	147,627	184,506	103,142	55,075	64,462	
Unassigned Funds	(312,176)	(1,215,832)	(618,061)	(695,780)	(451,012)	(453,629)
Total All Other Governmental Funds	\$16,774,076	\$24,209,419	\$19,281,205	\$17,330,031	\$17,750,183	\$40,215,904
Total Governmental Funds	\$20,733,262	\$28,840,605	\$24,235,969	\$21,631,671	\$22,299,482	\$45,596,437

	2018	2019	2020	2021	2022	2023
General Fund						
Reserved						
Unreserved						
Nondisposable	\$3,846,794	\$4,257,720	\$1,724,529	\$1,525,245	\$47,949	\$68,819
Unassigned	1,533,739	3,369,500	7,101,966	15,677,417	22,926,476	11,896,411
Total General Fund	\$5,380,533	\$7,627,220	\$8,826,495	\$17,202,662	\$22,974,425	\$11,965,230
All Other Governmental Funds						
Reserved						
Unreserved, Reported In:						
Nondisposable Funds	1,298	7,450	2,720	9,835	685	35,801
Restricted Funds	40,668,235	41,721,018	35,733,689	36,825,231	36,725,539	43,612,500
Unassigned Funds	(453,629)	(242,862)	(139,889)	(146,255)	(77,107)	(113,443)
Total All Other Governmental Funds	\$40,215,904	\$41,485,606	\$35,596,520	\$36,688,811	\$36,649,117	\$43,534,858
Total Governmental Funds	\$45,596,437	\$49,112,826	\$44,423,015	\$53,891,473	\$59,623,542	\$55,500,088

(a) The change in total fund balance for the General Fund and other governmental funds is explained in Management's Discussion and Analysis.

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CITY OF DINUBA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	2014	2015	2016	2017	2018
Revenues					
Taxes and Assessments	\$10,127,924	\$14,673,041	\$15,417,110	\$17,699,777	\$13,823,138
Licenses and Permits	388,248	825,421	410,496	269,630	
Assessments					1,553,351
Intergovernmental	13,389,637	10,254,854	9,817,361	3,885,183	5,099,899
Charges for Services	2,611,700	2,629,858	1,386,822	1,275,159	2,818,004
Use of Money and Property	372,987	116,046	265,203	205,154	454,092
Fines and Forfeitures	83,015	83,345	96,196	113,012	235,466
Reimbursements	1,866,721	773,948	2,560,957	2,205,415	
Miscellaneous	193,101	26,586	46,056	157,286	326,652
Total Revenues	29,033,333	29,383,099	30,000,201	25,810,616	24,310,602
Expenditures					
Current					
General Government	3,062,629	3,221,524	3,504,184	6,363,752	3,824,662
Public Safety	9,155,928	9,573,198	10,454,857	10,820,834	10,786,365
Public Works ²	2,497,426	2,361,778	2,880,100	2,299,448	6,072,381
Community development	1,813,416	1,205,315	813,013	270,174	1,911,234
Parks and Recreation ¹	1,140,903	1,235,269	1,458,541	1,640,604	1,780,297
Non-departmental - sales tax settlement					
Capital Outlay	12,419,958	14,428,933	11,512,821	2,811,519	739,058
Debt Service					
Principal Retirement	991,156	1,001,685	980,865	7,131,417	1,156,606
Interest and Fiscal Charges	1,010,139	1,177,009	1,216,247	1,762,202	1,020,930
Debt Issuance Costs	106,924				
Total Expenditures	32,198,479	34,204,711	32,820,628	33,099,950	27,291,533
Excess of Revenues Over (Under) Expenditures	(3,165,146)	(4,821,612)	(2,820,427)	(7,289,334)	(2,980,931)
Other Financing Sources (Uses)					
Proceeds from Issuance of debt			1,300,000	6,764,759	437,479
Transfers In	6,091,537	10,198,943	3,115,598	5,091,147	2,907,190
Transfers Out	(5,549,298)	(10,506,999)	(3,385,322)	(4,094,047)	(2,081,721)
Sales of Property	402,248	368,524	148,146		
Capital Leases					
Special Item					
Issuance of Long Term Debt	8,982,000				
Original issuance discount					
Payment to Refunded Bond Escrow Agent					
Total Other Financing Sources (Uses)	9,926,487	60,468	1,178,422	7,761,859	1,262,948
Net Change in Fund Balances before Extraordinary Item	6,761,341	(4,761,144)	(1,642,005)	472,525	(1,717,983)
Extraordinary Item - Litigation Settlement					
Extraordinary Item - Gain on Property Foreclosure					
Net Change In Fund Balances	\$6,761,341	(\$4,761,144)	(\$1,642,005)	\$472,525	(\$1,717,983)
Debt Service as a percentage of non-capital expenditures	10.1%	11.0%	11.5%	29.0%	8.3%

Source: City of Dinuba Financial Services Division

2019	2020	2021	2022	2023
\$14,831,798	\$18,228,311	\$23,872,090	\$22,640,793	\$17,143,325
1,567,928	1,168,344	1,200,122	1,191,159	1,309,341
6,329,384	6,724,227	11,512,896	14,006,631	9,497,340
2,909,545	3,610,155	2,277,342	1,623,439	2,745,939
695,301	971,096	638,369	257,438	2,076,152
178,240	517,712	251,220	143,230	243,353
345,486	345,331	294,962	1,617,054	110,684
26,857,682	31,565,176	40,047,001	41,479,744	33,126,134
2,565,387	2,737,350	2,878,155	2,998,255	4,212,898
10,465,411	10,827,257	11,123,053	11,541,799	11,829,037
1,758,071	2,211,741	2,188,240	2,103,022	1,511,840
1,614,439	1,665,387	1,404,584	2,047,537	2,146,946
1,840,142	1,838,979	1,814,007	2,315,600	2,660,717
3,656,178	4,394,413	9,894,559	8,286,076	7,898,512
1,208,551	1,293,760	1,376,732	1,351,704	1,433,767
989,520	957,349	912,442	893,619	830,009
24,097,699	25,926,236	31,591,772	31,537,612	41,829,378
2,759,983	5,638,940	8,455,229	9,942,132	(8,703,244)
36,863	373,064			352,040
2,610,730	4,474,858	4,622,039	4,163,024	7,081,641
(2,248,067)	(3,473,677)	(3,798,583)	(3,604,530)	(8,981,995)
197,363	85,667	49,128		1,351,526
	(11,409,298)	197,476		
596,889	(9,949,386)	1,070,060	558,494	(196,788)
3,356,872	(4,310,446)	9,525,289	10,500,626	(8,900,032)
<u>\$3,356,872</u>	<u>(\$4,310,446)</u>	<u>\$9,525,289</u>	<u>\$10,500,626</u>	<u>(\$8,900,032)</u>
10.8%	9.5%	9.8%	9.7%	6.7%

**CITY OF DINUBA
GOVERNMENT-WIDE REVENUES
LAST TEN FISCAL YEARS**

Fiscal Year	PROGRAM REVENUES			Total Program Revenues	Total General Revenues	Total Government- Wide Revenues
	Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions			
2014	\$5,245,274	\$6,248,747	\$25,473,768	\$36,967,789	\$8,585,330	\$45,553,119
2015	\$8,082,453	\$3,274,094	\$10,114,120	\$21,470,667	\$11,225,042	\$32,695,709
2016	\$7,750,120	\$3,375,630	\$12,075,630	\$23,201,380	\$16,232,630	\$39,434,010
2017	\$9,859,879	\$5,263,630	\$3,011,810	\$18,135,319	\$15,071,673	\$33,206,992
2018	\$4,495,062	\$2,168,438	\$19,289,803	\$25,953,303	\$16,816,801	\$42,770,104
2019	\$4,632,408	\$2,292,863	\$5,687,693	\$12,612,964	\$17,815,952	\$30,428,916
2020	\$5,372,892	\$1,076,942	\$3,613,910	\$10,063,744	\$21,266,838	\$31,330,582
2021	\$3,747,333	\$7,124,303	\$2,237,038	\$13,108,674	\$34,792,785	\$47,901,459
2022	\$2,857,785	\$4,438,339	\$7,602,539	\$14,898,663	\$35,827,757	\$50,726,420
2023	\$4,298,633	\$2,249,647	\$2,317,909	\$8,866,189	\$25,088,606	\$33,954,795

Fiscal Year	GENERAL REVENUES					Total General Revenues
	Property Taxes	Sales Taxes	Utility Users Taxes	All Other Revenues	Use Of Money And Property	
2014	\$742,122	\$3,700,400	\$1,612,836	\$2,267,781	\$262,191	\$8,585,330
2015	\$846,306	\$5,461,810	\$1,630,654	\$2,519,409	\$766,863	\$11,225,042
2016	\$1,260,845	\$9,729,414	\$1,683,265	\$3,296,336	\$262,770	\$16,232,630
2017	\$1,149,426	\$9,080,769	\$1,482,077	\$3,158,247	\$201,154	\$15,071,673
2018	\$1,166,971	\$9,926,107	\$1,491,791	\$3,777,840	\$454,092	\$16,816,801
2019	\$1,301,585	\$10,777,734	\$1,475,873	\$3,565,459	\$695,301	\$17,815,952
2020	\$1,377,047	\$14,059,028	\$1,534,979	\$3,570,886	\$724,898	\$21,266,838
2021	\$1,517,322	\$19,276,913	\$1,668,455	\$11,667,512	\$662,583	\$34,792,785
2022	\$1,667,353	\$17,633,910	\$1,804,455	\$14,449,406	\$272,633	\$35,827,757
2023	\$1,890,358	\$11,265,363	\$2,277,276	\$7,503,691	\$2,151,918	\$25,088,606

Source: City of Dinuba Financial Services Division

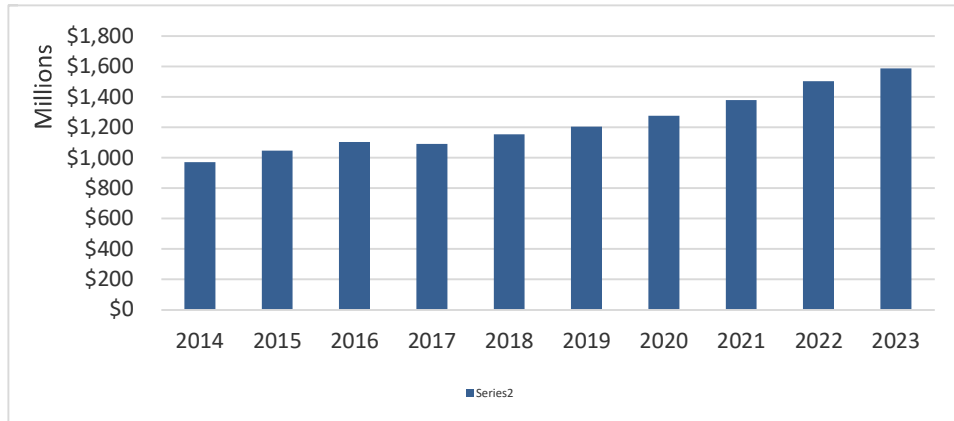
**CITY OF DINUBA
GENERAL GOVERNMENT REVENUES BY SOURCE ¹
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Taxes And Assessments</u>	<u>Licenses And Permits</u>	<u>Intergovernmental</u>	<u>Charges For Services</u>	<u>Use Of Money And Property</u>	<u>Fines And Forfeitures</u>
2014	\$10,127,924	\$388,248	\$13,389,637	\$2,611,700	\$372,987	\$165,482
2015	\$14,673,041	\$825,421	\$10,254,854	\$2,629,858	\$116,046	\$83,345
2016	\$15,417,110	\$410,496	\$9,817,361	\$1,386,822	\$265,203	\$96,196
2017	\$17,699,777	\$269,630	\$3,885,183	\$1,275,159	\$205,154	\$113,012
2018	\$13,823,138	\$0	\$5,099,899	\$2,818,004	\$454,092	\$235,466
2019	\$14,831,798	\$0	\$6,329,384	\$2,909,545	\$695,301	\$178,240
2020	\$18,228,311	\$0	\$6,724,227	\$3,610,155	\$971,096	\$517,712
2021	\$23,872,090	\$0	\$11,512,896	\$2,277,342	\$638,369	\$251,220
2022	\$22,640,793	\$0	\$14,006,631	\$1,623,439	\$257,438	\$143,230
2023	\$17,143,325	\$0	\$9,497,340	\$2,745,939	\$2,076,152	\$243,353

<u>Fiscal Year</u>	<u>Reimbursements</u>	<u>Miscellaneous</u>	<u>Assessments</u>	<u>Total General Government Revenues</u>
2014	\$1,866,721	\$193,101		\$29,115,800
2015	\$773,948	\$26,586		\$29,383,099
2016	\$2,560,957	\$46,056		\$30,000,201
2017	\$2,205,415	\$157,286		\$25,810,616
2018	\$0	\$326,652	\$1,553,351	\$24,310,602
2019	\$0	\$345,486	\$1,567,928	\$26,857,682
2020	\$0	\$345,331	\$1,168,344	\$31,565,176
2021	\$0	\$294,962	\$1,200,122	\$40,047,001
2022	\$0	\$1,617,054	\$1,191,159	\$41,479,744
2023	\$0	\$110,684	\$1,309,341	\$33,126,134

Source: City of Dinuba Financial Services Division

**CITY OF DINUBA
PROPERTY AD VALOREM TAX ASSESSED VALUES ¹
LAST TEN FISCAL YEARS**



Year Ended June 30	Total Assessed Value ²	City		Total Direct Tax Rate ³
		Secured	Unsecured	
2014	\$971,258,710	\$924,710,152	\$46,548,558	0.191%
2015	\$1,046,479,370	\$995,098,304	\$51,381,066	0.191%
2016	\$1,102,575,910	\$1,053,339,826	\$49,236,084	0.192%
2017	\$1,090,992,613	\$1,037,231,993	\$53,760,620	0.191%
2018	\$1,153,818,587	\$1,097,101,654	\$56,716,933	0.191%
2019	\$1,203,500,202	\$1,151,174,099	\$52,326,103	0.189%
2020	\$1,276,069,103	\$1,222,098,187	\$53,970,916	0.189%
2021	\$1,378,988,645	\$1,316,651,190	\$62,337,455	0.188%
2022	\$1,503,021,767	\$1,424,200,024	\$78,821,743	0.188%
2023	\$1,587,984,490	\$1,503,911,298	\$84,073,192	0.186%

¹ Estimated Actual Value of Taxable Property is not available since passage of Proposition 13 in 1978. Property assessed values may rise only to a maximum of 2% per year unless there is new construction or when the property is sold. Consequently, estimated values are not available.

² Pursuant to chapter 1207 of the statutes of 1978, "Assessed Value" means 100% of full taxable value.

³ The City's total direct tax rate varies by tax rate area. The rate shown is the combined rate for the entire city and may not match the rate shown on the "Direct and Overlapping Property Tax Rates" schedule.

Source: Tulare County Auditor's Office

**CITY OF DINUBA
PRINCIPAL PROPERTY TAXPAYERS
AS OF JUNE 30, 2023 AND 2014**

Taxpayer	Type Of Business	Fiscal Year 2023			Fiscal Year 2014		
		Assessed Valuation	Percent Of Total Assessed Valuation	Rank	Assessed Valuation	Percent Of Total Assessed Valuation	Rank
Ruiz Foods Products Inc.	Frozen Food	\$ 68,402,970.00	4.55%	1	\$ 59,252,736.00	6.07%	1
Best Buy Stores, Inc.	Distribution Center	\$ 51,463,488.00	3.42%	2	\$ 57,528,596.00	5.89%	2
Best Buy Warehouse Logistic	Distribution Center	\$ 41,154,280.00	2.74%	3			
Wal-mart Store Inc	Retail Store	\$ 19,986,717.00	1.33%	4	\$ 17,223,425.00	1.76%	4
Patterson Dental Supply	Wholesaler	\$ 15,935,870.00	1.06%	5	\$ 13,738,920.00	1.41%	5
Dinuba Properties	Apartment Complex	\$ 11,992,044.00	0.80%	6			
Webo LLC - Northgate Plaza	Real Estate Investment	\$ 9,532,747.00	0.63%	7			
Aung San/Sai Shiva LLC	Holiday Inn	\$ 8,310,406.00	0.55%	8	\$ 6,878,755.00	0.70%	7
College Operations LLC	Real Estate Investment	\$ 5,544,874.00	0.37%	9			
ES West Inc	Construction	\$ 5,326,322.00	0.35%	10			
Odwalla, Inc.	Fruit Juices				\$ 50,042,997.00	5.13%	3
Dinuba - Veto LLC	Real Estate Investment				\$ 7,935,790.00	0.81%	6
Bloom Energy					\$ 5,299,020.00	0.54%	8
Kmart Corp	Retail Store				\$ 5,206,133.00	0.53%	9
Red Rock Plaza Center LLC	Real Estate Investment				\$ 5,029,500.00	0.52%	10
		<u>\$237,649,718</u>	<u>15.80%</u>		<u>\$ 228,135,872</u>	<u>23.36%</u>	

Source: Tulare County Auditor's Office

**CITY OF DINUBA
DIRECT AND OVERLAPPING PROPERTY TAX RATES
(Rate per \$100 of Assessed Value)
LAST FIVE FISCAL YEARS**

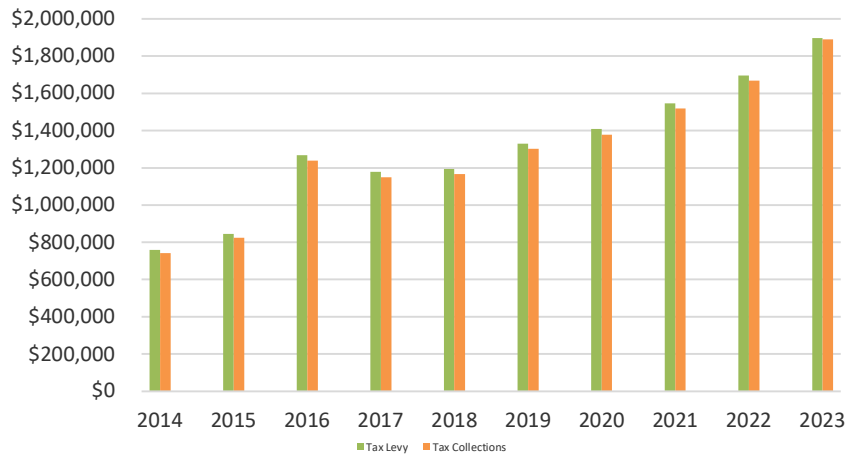
	2019	2020	2021	2022	2023
City Direct Rates:					
City basic rate	0.1891	0.1888	0.1880	0.1880	0.1855
Total City Direct Rate	0.1891	0.1888	0.1880	0.1880	0.1855
Overlapping Rates:					
Tulare County	0.1763	0.1765	0.1765	0.1765	0.1779
Library	0.0152	0.0152	0.0152	0.0152	0.0169
Dinuba School District	0.2720	0.2728	0.2728	0.2728	0.2738
Community College District	0.0456	0.4558	0.0456	0.0456	0.4574
Tulare County Schools	0.0240	0.2404	0.0240	0.0240	0.0241
Alta Cemetery	0.0081	0.0081	0.0081	0.0081	0.0081
Alta Hospital District	0.0184	0.0184	0.0184	0.0184	0.0185
Delta Vector Control	0.0136	0.1363	0.0136	0.0136	0.0230
Dinuba Memorial District	0.0050	0.0050	0.0050	0.0050	0.0063
Tulare County Air Pollution District	0.0003	0.0003	0.0003	0.0003	0.0003
Tulare County Flood District	0.0020	0.0020	0.0020	0.0020	0.0054
Education Revenue Augmentation	0.2295	0.2296	0.2305	0.2305	0.0000
Dinuba School District Bonds	0.1200	0.0950	0.0600	0.0614	0.0938
Community College Bonds	0.0258	0.0258	0.0181	0.0285	0.0209
Total Direct Rate¹	1.1450	1.8701	1.0782	1.0900	1.3120

NOTE: In 1978, California voters passed Proposition 13, which sets the property tax rate at a 1.000% fixed amount. This 1.000% is shared by all taxing agencies for which the subject property resides within. In addition to the fixed amount, property owners are charged taxes as a percentage of assessed property values for the payme of bonded debt service on the voter-approved School District and Community College bonds.

1 The City's total direct tax rate varies by tax rate area. The rate provided comes from tax rate area 001-005 and is representative of other tax rate areas within the City.

Source: Tulare County Assessor's Office

**CITY OF DINUBA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**



<u>Year Ended June 30</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Levy Collected ¹</u>
2014	\$759,282	\$742,122	97.74
2015	\$844,692	\$823,237	97.46
2016	\$1,267,299	\$1,238,278	97.71
2017	\$1,178,415	\$1,149,426	97.54
2018	\$1,192,370	\$1,166,972	97.87
2019	\$1,329,640	\$1,301,585	97.89
2020	\$1,408,743	\$1,377,047	97.75
2021	\$1,545,764	\$1,517,322	98.16
2022	\$1,696,016	\$1,667,353	98.31
2023	\$1,896,997	\$1,890,358	99.65

Source: Tulare County Auditor's Office

CITY OF DINUBA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities					Total Governmental Activities
	General Bonded Debt Outstanding	Capital Leases	Contracts Payable	Notes Payable	Premiums Discounts	
2014	\$18,895,000	\$9,442,497	\$99,516	\$20,257	(\$318,416)	\$28,138,854
2015	\$18,265,000	\$9,012,913	\$50,877	\$16,734	(\$281,909)	\$27,063,615
2016	\$17,590,000	\$10,085,195	\$0	\$12,965	(\$269,740)	\$27,418,420
2017	\$17,230,000	\$9,897,810	\$0	\$8,932	(\$78,724)	\$27,058,018
2018	\$16,425,000	\$10,000,236	\$0	\$4,616	(\$75,032)	\$26,354,820
2019	\$15,640,000	\$9,778,664	\$0	\$0	(\$71,340)	\$25,347,324
2020	\$14,810,000	\$9,518,983	\$0	\$0	(\$67,648)	\$24,261,335
2021	\$13,960,000	\$9,155,980	\$0	\$0	(\$63,956)	\$23,052,024
2022	\$13,065,000	\$8,820,207	\$0	\$0	(\$60,264)	\$21,824,943
2022	\$12,155,000	\$8,614,560	\$0	\$0	(\$56,572)	\$20,712,988

Fiscal Year	Business-Type Activities					Total Business-Type Activities
	Certificates Of Participation	Notes Payable	Capital Leases	Contracts Payable	Premiums Discounts	
2014	\$18,895,000	\$6,736,215	\$222,586	\$454,773	\$0	\$26,308,574
2015	\$10,540,000	\$7,194,326	\$150,758	\$373,930	\$0	\$18,259,014
2016	\$10,315,000	\$6,602,194	\$76,588	\$292,286	\$0	\$17,286,068
2017	\$10,085,000	\$5,994,444	\$0	\$209,814	\$45,809	\$16,335,067
2018	\$9,845,000	\$5,365,859	\$185,699	\$126,516	\$43,659	\$15,566,733
2019	\$9,605,000	\$4,721,122	\$344,996	\$42,382	\$41,509	\$14,755,009
2020	\$9,045,000	\$4,284,949	\$415,111	\$0	\$39,359	\$13,784,419
2021	\$8,518,000	\$3,836,983	\$716,805	\$0	\$37,209	\$13,108,997
2022	\$7,982,000	\$3,194,672	\$540,588	\$0	\$35,059	\$11,752,319
2023	\$7,432,000	\$2,717,463	\$360,093	\$0	\$32,909	\$10,542,465

Fiscal Year	Primary Government	Per Capita ¹
2014	\$54,447,428	\$2,302
2015	\$45,322,629	\$1,891
2016	\$44,704,488	\$1,813
2017	\$43,393,085	\$1,745
2018	\$41,921,553	\$1,685
2019	\$40,102,333	\$1,583
2020	\$38,045,754	\$1,464
2021	\$36,161,021	\$1,364
2022	\$33,577,262	\$1,336
2023	\$31,255,453	\$1,227

Note: Details regarding the City's outstanding debt can be found in the Notes to the Financial Statements.

¹ See the table of Population and Unemployment Rate later in this section for personal income and population data. Personal income data is not available.

Source: City of Dinuba Financial Services Division

**CITY OF DINUBA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Lease Revenue Bonds</u>	<u>Less: Amounts Available in Debt Service Funds</u>	<u>Total General Bonded Debt Outstanding</u>	<u>Percentage of Assessed Value of Property ¹</u>	<u>Per Capita</u>
2014	\$18,895,000	\$739	\$18,894,261	1.9%	\$799
2015	\$18,265,000	\$2,952	\$18,262,048	1.9%	\$762
2016	\$17,590,000	\$1,260,186	\$16,329,814	1.5%	\$662
2017	\$17,230,000	\$1,256,567	\$15,973,433	1.4%	\$643
2018	\$16,425,000	\$1,257,257	\$15,167,743	1.4%	\$610
2019	\$15,640,000	\$1,256,850	\$14,383,150	1.2%	\$568
2020	\$14,810,000	\$1,389,617	\$13,420,383	1.1%	\$516
2021	\$13,960,000	\$1,253,950	\$12,706,050	1.0%	\$479
2022	\$13,065,000	\$1,250,648	\$11,814,352	0.8%	\$470
2023	\$12,155,000	\$1,249,893	\$10,905,107	0.7%	\$428

¹ Estimated Actual Value of Taxable Property is not available since passage of Proposition 13 in 1978. Property assessed values may rise only to a maximum of 2% per year unless there is new construction or when the property is sold. Consequently, estimated values are not available.

Source: City of Dinuba Financial Services Division

**CITY OF DINUBA
STATEMENT OF DIRECT AND OVERLAPPING DEBT
As of June 30, 2023**

2022 - 2023 Assessed Valuation:	\$1,503,021,767		
Redevelopment Incremental Valuation:			
City Adjusted Assessed Valuation	\$1,503,021,767		
	OUTSTANDING DEBT	% APPLICABLE ¹	ESTIMATED SHARE OF OUTSTANDING DEBT
	6/30/2023		
<u>OVERLAPPING TAX AND ASSESSMENT DEBT</u>			
State Center Community College District	\$394,910,000	1.394%	\$5,505,045
Dinuba Joint Unified School District	29,499,203	68.972%	20,346,190
Kings Canyon Joint Unified School District	73,386,386	1.761%	1,292,334
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT	497,795,589		27,143,570
<u>DIRECT AND OVERLAPPING GENERAL FUND DEBT:</u>			
Tulare County General Fund Obligations	40,995,926	3.459%	1,418,049
Tulare County Pension Obligation Bonds	201,020,000	3.459%	6,953,282
Tulare County Board of Education Certificates of Participation	34,365,000	3.459%	1,188,685
Dinuba Joint Unified School District Certificates of Participation	6,830,000	68.972%	4,710,788
City of Dinuba General Fund Obligations	20,712,988	100.000%	20,712,988
TOTAL OVERLAPPING GENERAL FUND OBLIGATION DEBT	303,923,914		34,983,792
<u>OVERLAPPING TAX INCREMENT DEBT (Successor Agency):</u>			
	39,435,000	100.0000%	39,435,000
TOTAL DIRECT DEBT			20,712,988
TOTAL OVERLAPPING DEBT			80,849,374
COMBINED TOTAL DEBT			\$ 101,562,362 ²

Debt Ratios:

Ratios to 2022-23 Adjusted Valuation:

Total Overlapping Tax and Assessment Debt	1.81%
Total Direct Debt (\$20,143,071)	1.34%
Combined Total Debt	6.72%

Ratios to Redevelopment Increment Valuation (\$937,858,634):

Total Overlapping Tax Increment Debt	4.20%
--------------------------------------	-------

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

² Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bonded capital lease obligations. Qualified Zone Academy bonds are included based on principal due at maturity.

Source: California Municipal Statistics, Inc.

**CITY OF DINUBA
COMPUTATION OF LEGAL DEBT MARGIN
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

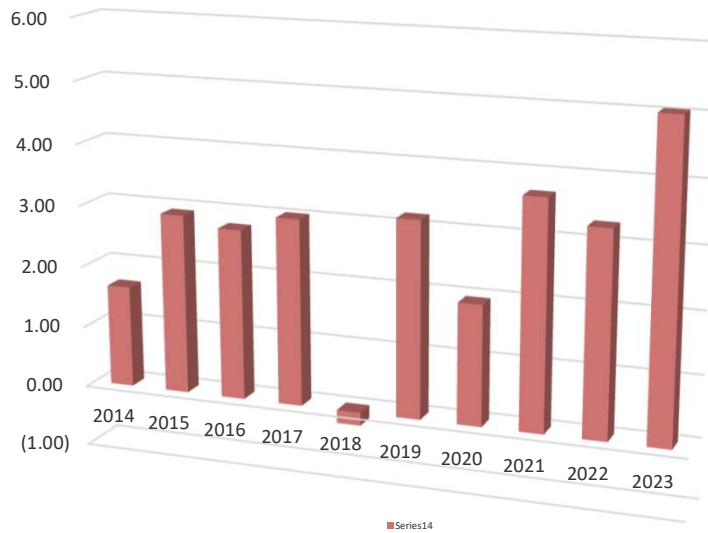
Total Assessed Valuation	<u><u>\$1,503,021,767</u></u>
Debt Limit - 15% of Total Assessed Valuation	\$225,453,265
Amount of Debt Applicable to the Limit	<u>31,255,453</u>
Legal Debt Margin	<u><u>\$194,197,812</u></u>

**LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

Fiscal Year	Debt Limit	Total Debt Applicable	Legal Debt Margin	Total Debt Applicable As A Percentage Of Debt Limit
2014	\$146,453,800	\$54,447,428	\$92,006,372	37.2%
2015	\$147,872,532	\$45,322,629	\$102,549,903	30.6%
2016	\$159,126,938	\$44,704,488	\$114,422,450	28.1%
2017	\$167,529,452	\$43,393,085	\$124,136,367	25.9%
2018	\$165,745,598	\$41,921,553	\$123,824,045	25.3%
2019	\$175,150,875	\$40,102,333	\$135,048,542	22.9%
2020	\$182,570,556	\$38,045,754	\$144,524,802	20.8%
2021	\$193,377,015	\$36,161,021	\$157,215,994	18.7%
2022	\$208,785,547	\$33,577,262	\$175,208,285	16.1%
2023	\$225,453,265	\$31,255,453	\$194,197,812	13.9%

Source: City of Dinuba Financial Services Division

**CITY OF DINUBA
 PLEDGED-REVENUE COVERAGE
 LAST TEN FISCAL YEARS**



Certificates of Participation (Sewer Fund)

Year Ended June 30	Sewer Charges And Other Contributions ¹	Less: Operating Expenses ²	Net Available Revenue	Principal	Interest	Total Debt Service	Debt Service Coverage
2014	\$3,062,058	\$1,920,430	\$1,141,628	\$270,000	\$421,644	\$691,644	1.65
2015	\$3,915,684	\$2,063,218	\$1,852,466	\$220,000	\$415,412	\$635,412	2.92
2016	\$4,027,942	\$2,275,360	\$1,752,582	\$225,000	\$409,500	\$634,500	2.76
2017	\$4,067,626	\$2,155,155	\$1,912,471	\$230,000	\$403,355	\$633,355	3.02
2018	\$3,443,625	\$3,581,543	(\$137,918)	\$240,000	\$396,891	\$636,891	(0.22)
2019	\$3,845,532	\$2,053,342	\$1,792,190	\$240,000	\$324,271	\$564,271	3.18
2020	\$3,712,741	\$2,234,678	\$1,478,063	\$490,000	\$268,986	\$758,986	1.95
2021	\$4,650,641	\$1,595,020	\$3,055,621	\$527,000	\$302,490	\$829,490	3.68
2022	\$4,755,195	\$2,029,529	\$2,725,666	\$536,000	\$290,083	\$826,083	3.30
2023	\$7,024,793	\$2,856,891	\$4,167,902	\$550,000	\$276,334	\$826,334	5.04

¹ Includes transfers from the Water Fund. Bond proceeds from the 2002 Refunding Bond were also used to fund certain Water projects. Therefore, the water fund pays a proportionate share of the debt service.
² Depreciation is eliminated for this calculation.

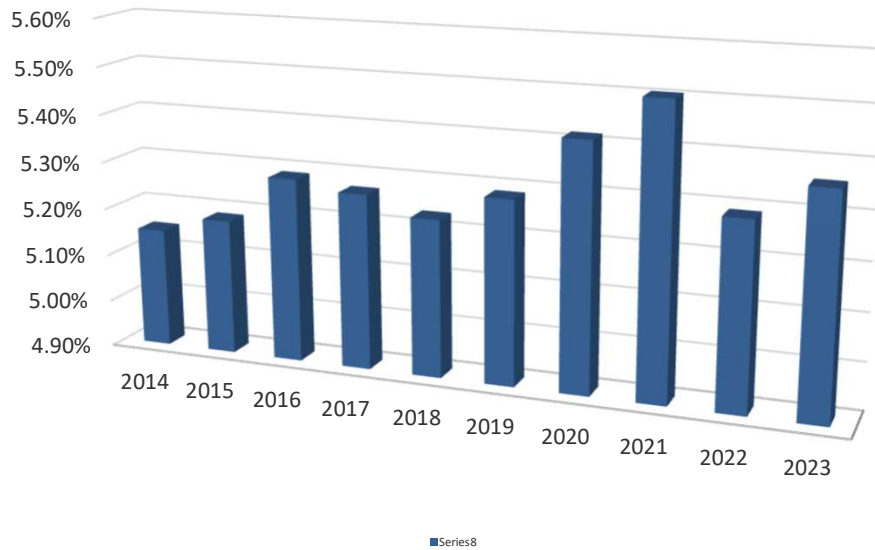
Source: City of Dinuba Financial Services Division

**CITY OF DINUBA
GENERAL BONDED INDEBTEDNESS
MATURITIES BY FISCAL YEAR**

<u>Lease Revenue Bonds</u>			
<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$725,000	\$412,950.00	\$1,137,950
2025	\$755,000	\$389,450.00	\$1,144,450
2026	\$775,000	\$361,962.50	\$1,136,963
2027	\$805,000	\$331,656.25	\$1,136,656
2028	\$835,000	\$300,193.75	\$1,135,194
2029	\$870,000	\$268,987.50	\$1,138,988
2030	\$900,000	\$238,087.50	\$1,138,088
2031	\$935,000	\$206,043.75	\$1,141,044
2032	\$960,000	\$172,931.25	\$1,132,931
2033	\$1,000,000	\$138,675.00	\$1,138,675
2034	\$550,000	\$111,950.00	\$661,950
2035	\$565,000	\$93,175.00	\$658,175
2036	\$595,000	\$73,625.00	\$668,625
2037	\$610,000	\$53,325.00	\$663,325
2038	\$625,000	\$32,500.00	\$657,500
2039	\$650,000	\$10,975.00	\$660,975
	<u>\$12,155,000</u>	<u>\$3,196,488</u>	<u>\$15,351,488</u>

Source: City of Dinuba Financial Services Division

**CITY OF DINUBA
POPULATION AND UNEMPLOYMENT RATE
LAST TEN FISCAL YEARS**



<u>Fiscal Year</u>	<u>City Population ¹</u>	<u>% Change</u>	<u>Tulare County Population</u>	<u>City Population as % of County Population</u>	<u>Unemployment Rate ³</u>
2014	23,666	2.47%	459,446	5.15%	17.3%
2015	23,966	1.25%	462,189	5.19%	10.9%
2016	24,657	2.80%	466,339	5.29%	10.7%
2017	24,861	0.82%	471,842	5.27%	9.5%
2018	24,873	0.05%	475,479	5.23%	8.3%
2019	25,328	1.80%	479,112	5.29%	8.5%
2020	25,994	2.56%	479,977	5.42%	10.9%
2021	26,517	1.97%	481,733	5.50%	8.4%
2022	25,127	-5.53%	475,014	5.29%	7.5%
2023	25,467	1.34%	475,064	5.36%	9.6%

Source: California Department of Finance
California Employment Development Department

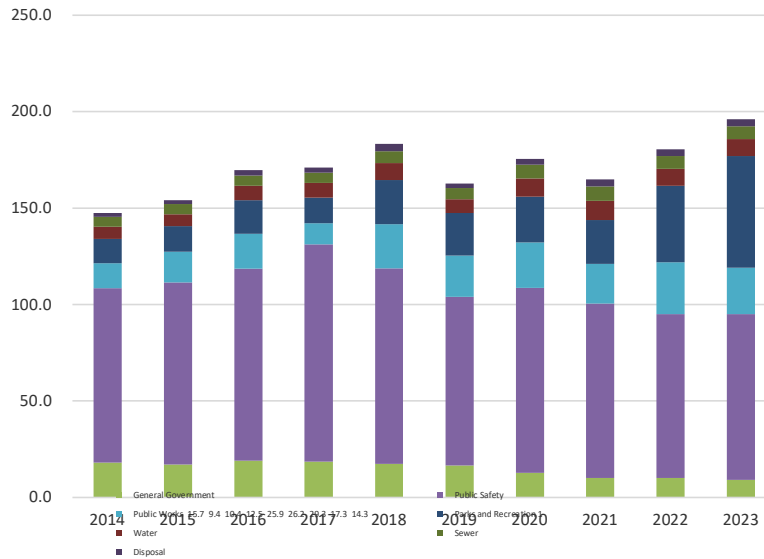
Note: Per capita income and total personal income information not available.

**CITY OF DINUBA
PRINCIPAL EMPLOYERS
AS OF JUNE 30, 2023 AND 2014**

Employer	Type of Business	Fiscal Year 2023			Fiscal Year 2014		
		Employees	Percent of Total City Employment	Rank	Employees	Percent of Total City Employment	Rank
Ruiz Foods Products Inc.	Frozen Food	1,535	40%	1	1,501	36%	1
Dinuba Public Schools	Education	1,014	26%	2	748	18%	2
Wal-mart	Retail Store	455	12%	3	386	9%	4
Best Buy Stores, Inc.	Distribution Center	400	10%	4	350	8%	5
City of Dinuba	Local Government	196	5%	5	158	4%	7
Patterson Dental	Wholesaler	168	4%	6			
United Market	Retail Store	48	1%	7			
Tractor Supply	Retail Store	24	1%	8			
Grocery Outlet	Retail Store	19	0%	9			
MV Transportation	Trnasportation	12	0%	10			
Family Tree Farms	Produce Packing				600	14%	3
Surabian and Sons	Produce/Packing				100	2%	9
Odwalla ¹	Fruit Juices				192	5%	6
Patterson Dental	Wholesaler				104	2%	8
Kmart	Retail Store				78	2%	10
		<u>3,871</u>	<u>100.00%</u>		<u>4,217</u>	<u>100.00%</u>	

Source: City of Dinuba and the U. S. Bureau of the Census

**CITY OF DINUBA
EMPLOYEES BY FUNCTION (FULL TIME EQUIVALENTS)
LAST TEN FISCAL YEARS**



	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental Activities										
General Government	18.0	17.0	19.1	18.5	17.4	16.5	12.7	10.0	10.0	9.0
Public Safety	90.4	94.4	99.5	112.7	101.5	87.5	95.9	90.5	85.0	86.0
Public Works	13.0	16.0	18.1	10.9	22.8	21.5	23.5	20.6	27.0	24.0
Parks and Recreation ¹	12.7	13.2	17.3	13.3	23.0	21.9	23.8	22.7	39.5	58.0
Water	6.2	6.2	7.7	7.7	8.7	7.3	9.4	9.9	8.8	8.8
Sewer	5.3	5.3	5.3	5.3	6.3	5.7	7.0	7.5	6.6	6.6
Disposal	1.9	1.9	2.8	2.6	3.7	2.3	3.1	3.6	3.4	3.6
Total Government-Wide Employees	147.4	154.0	169.8	170.9	183.2	162.7	175.5	164.8	180.3	196.0

**CITY OF DINUBA
CONSTRUCTION ACTIVITY
LAST TEN CALENDAR YEARS**

Calendar Year	Total Permits	Total Valuation	Commercial and Office		Residential Single	
			Number Permits	Valuation	Number Permits	Valuation
2014	437	\$16,722,112	5	\$8,448,970	41	\$4,244,435
2015	552	\$14,559,111	2	\$490,000	78	\$8,286,981
2016	689	\$7,134,510	2	\$1,110,000	57	\$5,565,450
2017	712	\$15,863,961	5	\$1,517,700	62	\$5,777,900
2018	754	\$31,539,649	1	\$60,000	70	\$9,485,662
2019	734	\$24,624,270	2	\$2,500,000	88	\$13,024,036
2020	945	\$46,726,003	3	\$1,525,400	242	\$33,023,369
2021	880	\$37,467,036	2	\$698,982	111	\$18,212,861
2022	845	\$35,992,825	4	\$1,551,600	54	\$18,006,180
2023	657	\$20,405,783	7	\$875,850	48	\$8,008,000

Calendar Year	Residential Multi-Units		All Other	
	Number Permits	Valuation	Number Permits	Valuation
2014	0	\$0	391	\$4,028,707
2015	0	\$0	472	\$5,782,130
2016	0	\$0	630	\$459,060
2017	0	\$0	645	\$8,568,361
2018	3	\$8,522,081	680	\$13,471,903
2019	0	\$0	644	\$9,100,234
2020	0	\$0	709	\$12,177,264
2021	0	\$0	767	\$18,555,193
2022	1	\$9,300,000	844	\$26,692,825
2023	0	\$0	602	\$11,521,934

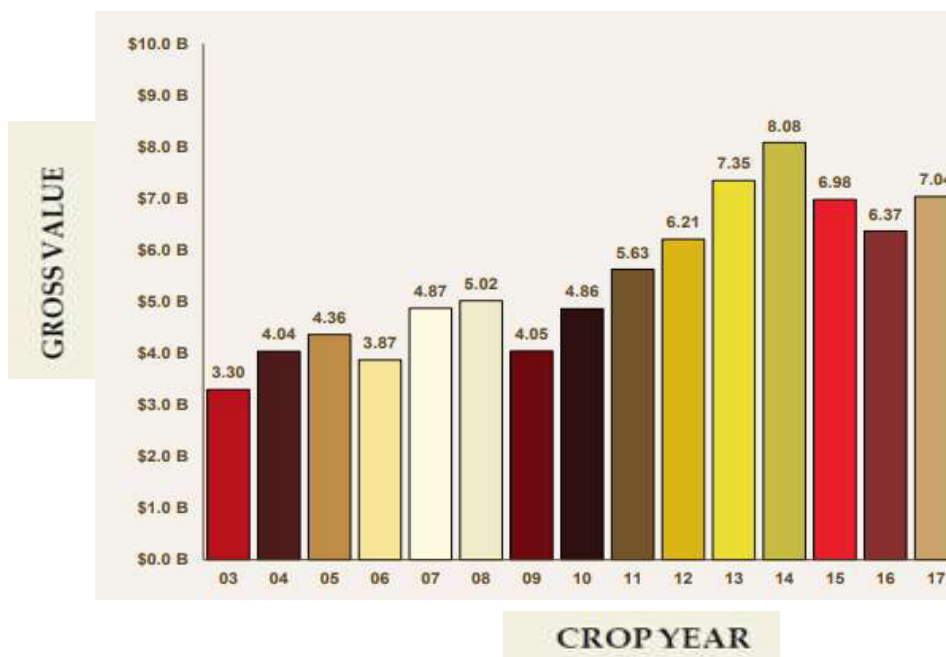
Source: City of Dinuba Annual Building Report

TULARE COUNTY CROP STATISTICS FOR THE CALENDAR YEAR 2022

Dinuba lies in the heart of the farming area of Tulare County, California, which currently ranks second in the nation in agricultural productivity. The following list comprises the major cash crops in the county from farming and ranching for 2022

<u>PRODUCT</u>	<u>GROSS VALUE</u>
1. Milk	\$2,671,291,000
2. Oranges - Navels & Valencias	\$1,308,767,000
3. Grapes	\$841,137,000
4. Cattle & Calves	\$763,200,000
5. Pistachio Nuts	\$442,960,000
6. Almonds Meats & Hulls	\$344,918,000
7. Tangerines	\$324,360,000
8. Corn - Grain & Silage	\$295,093,000
9. Silage - Small Grain	\$190,827,000
10. Lemons	\$164,671,000
Total Value of the Top Ten Tulare County Crops	\$7,347,224,000
Total Value of All Tulare County Crops	\$8,612,450,000

Tulare County Twenty-Year Comparison



Source: Tulare County Agricultural Commissioner news release

**CITY OF DINUBA
CAPITAL ASSETS USED
LAST TEN FISCAL YEARS**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Water:										
Number Water Wells	8	8	8	8	8	8	8	8	8	8
Annual Production (Million Gal)	1,790	1,578	1,218	1,274	1,399	1,463	1,468	1,635	1,549	1,479
Service Connections	5,937	5,742	5,862	5,964	6,031	6,131	6,327	6,448	6,581	6,636
Police:										
Stations	2	2	2	1	1	1	1	1	1	1
Sworn Officers	33	36	28	27	24	32	32	34	35	34
Support Personnel	9	11	11	13	11	11	11	11	9	11
Part-Time Support Personnel	3	2	2	2	2	2	2	2	1	0
Police Vehicles	36	40	38	43	46	49	37	36	40	44
Motorcycles	4	4	4	4	4	4	5	5	5	5
Fire:										
Stations	1	1	1	1	1	1	1	1	1	1
Firefighters	26	26	26	26	26	26	26	26	24	22
Fire and Rescue Vehicles	5	5	5	6	6	6	6	6	6	6
Ambulances	5	5	5	6	6	6	6	6	6	7
Staff Vehicles	6	4	5	5	5	5	5	6	7	5
Parks and Recreation:										
Parks	13	13	13	13	13	13	13	13	13	13
Acres of Park land	66	66	66	66	66	66	66	66	66	66
Acres of Open Space	56	56	56	56	56	56	56	56	56	56
Recreation Centers	2	2	2	2	2	2	2	2	2	2
Other:										
City Land Area (Square Miles)	4.90	4.90	4.90	4.90	4.90	4.90	4.90	4.90	4.90	4.90
Miles of Water Main	74.0	74.0	74.0	74.0	74.0	74.0	74.0	74.0	74.0	74.0
Miles of Storm Drain	19.0	19.0	19.0	19.0	19.0	19.0	19.0	19.0	19.0	19.0
Miles of Sewer Main	74.0	74.0	74.0	74.0	74.0	74.0	74.0	74.0	74.0	74.0
Miles of City Streets	65.7	65.7	65.7	65.7	65.7	65.7	65.7	65.7	65.7	65.7

Source: City of Dinuba Financial Services Division

**CITY OF DINUBA
DEMANDS FOR CITY SERVICES
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Population</u>	<u>Number of Utility Customers</u>	<u>Number of Police Calls - Total</u>	<u>Number of 911 Emergency Calls</u>	<u>Number of Sworn Officers</u>
2014	23,666	5,927	34,611	5,844	35
2015	23,966	5,742	38,637	13,397	34
2016	24,657	5,862	41,314	1,845	28
2017	24,861	5,964	42,319	1,487	37
2018	24,873	6,031	40,019	2,271	32
2019	25,328	6,131	38,525	8,811	32
2020	25,994	6,327	37,870	3,065	32
2021	26,517	6,448	36,655	1,774	34
2022	25,127	6,581	36,600	1,799	35
2023	25,467	6,636	35,172	1,559	34

<u>Fiscal Year</u>	<u>Number of Fire Calls ¹</u>	<u>Number of Ambulance Runs</u>	<u>Number of Fire Fighters</u>
2014	666	3,646	26
2015	887	3,647	24
2016	773	4,154	26
2017	861	3,968	26
2018	984	4,093	26
2019	613	4,466	26
2020	529	4,522	26
2021	458	5,471	26
2022	467	5,214	24
2023	347	5,106	22

¹ Includes calls for fires, explosions, and hazardous conditions.

Source: City of Dinuba Financial Services Division, Fire Department, and Police Department

**CITY OF DINUBA
GENERAL GOVERNMENTAL
EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS ¹**

	2014	2015	2016	2017	2018
Governmental Activities					
General Government	\$4,703,501	\$5,345,434	\$4,802,762	\$7,661,240	\$3,989,322
Public Safety	9,591,236	13,275,052	13,746,235	13,897,596	12,920,443
Public Works	2,761,922	3,334,975	3,943,500	3,752,225	6,577,677
Community Development	548,112	1,641,605	1,178,906	637,522	2,350,919
Parks and Recreation	1,224,454	1,682,401	1,824,431	2,007,951	2,127,602
Debt Service	1,521,663	1,204,781	1,278,342	1,604,463	978,293
Non-departmental - sales tax settlement	0	0	0	0	0
Total Governmental Activities Expenses	\$20,350,888	\$26,484,248	\$26,774,176	\$29,560,997	\$28,944,256

	2019	2020	2021	2022	2023
Governmental Activities					
General Government	\$3,647,223	\$4,464,243	\$7,635,027	\$5,980,513	\$7,563,541
Public Safety	\$12,503,075	\$12,801,801	\$12,899,424	\$11,547,688	\$10,043,687
Public Works	\$2,429,367	\$5,116,719	\$3,009,339	\$2,725,438	\$1,080,475
Community Development	\$2,277,992	\$2,427,047	\$2,576,069	\$2,788,622	\$2,048,106
Parks and Recreation	\$2,527,531	\$2,705,703	\$2,858,033	\$3,048,341	\$2,411,417
Debt Service	\$1,008,877	\$1,001,611	\$935,126	\$1,111,140	\$812,001
Non-departmental - sales tax settlement	\$0	\$0	\$0	\$0	\$9,305,652
Total Governmental Activities Expenses	\$24,394,065	\$28,517,124	\$29,913,018	\$27,201,742	\$33,264,879

¹ Includes General, Special Revenue, Debt Service, and Capital Projects Funds.

Source: City of Dinuba Financial Services Division

**CITY OF DINUBA
SALES TAX RATES
LAST TEN FISCAL YEARS**

<u>YEAR</u>	<u>EFFECTIVE DATE</u>	<u>STATE RATE</u>	<u>LOCAL RATE</u>
2014	1/1/2013	7.50%	8.75%
2015	1/1/2013	7.50%	8.75%
2016	1/1/2013	7.50%	8.75%
2017	1/1/2017	7.25%	8.50%
2018	1/1/2017	7.25%	8.50%
2019	1/1/2017	7.25%	8.50%
2020	1/1/2017	7.25%	8.50%
2021	1/1/2017	7.25%	8.50%
2022	1/1/2017	7.25%	8.50%
2023	1/1/2017	7.25%	8.50%

Source: California State Board of Equalization

**CITY OF DINUBA
TOP 25 SALES TAX GENERATORS
AS OF JUNE 30, 2023 AND 2014
(in alphabetical order)**

Principal Sales Tax Producers

2022-23		2013-14	
Taxpayer	Business Type	Taxpayer	Business Type
ACE HARDWARE	Bldg.Matls-Retail	Autozone	Auto Parts/Repair
ALTA PUMP COMPANY	Business Services	Bestbuy.com	Furniture/Appliance
ARCO AM/PM MINI MARTS	Service Stations	Big 5 Sporting Goods	Recreation Products
AUTOZONE	Auto Parts/Repair	Burger King Restaurants	Restaurants
BESTBUY.COM - EC	Furniture/Appliance	Candy's Diesel Repair	Auto Parts/Repair
BIG 5 SPORTING GOODS	Recreation Products	Dinuba Lumber Company	Bldg.Matls-Whsle
DINUBA AUTO PLAZA		E B M Auto Sales	Auto Sales - Used
ED DENAS AUTO CENTER	Auto Sales - New	Ed Dena's Auto Center	Auto Sales - New
ELITE AUTO WHOLESALE	Auto Salers - Used	El Monte Gas Food & Car Wash	Service Stations
JACK IN THE BOX RESTAURANTS	Restaurants	Gamestop	Miscellaneous Retail
JIM MANNING DODGE	Auto Sales - New	Jack In The Box Restaurants	Restaurants
KWIK KORNER SERVICE STATIONS	Service Stations	Jim Manning Dodge Chryslr Jeep	Auto Sales - New
KWIK SERVE STATION	Service Stations	K Mart Stores	Department Stores
LIQUOR LOCKER	Liquor Stores	McDonald's Restaurants	Restaurants
MCDONALD'S RESTAURANTS	Restaurants	Patterson Veterinary Supply	Light Industry
PANDA EXPRESS	Restaurants	Quick Shop Markets	Food Markets
PATTERSON DENTAL SUPPLY	Light Industry	Quick-N-Handy Mart & Deli	Food Markets
PATTERSON VETERINARY SUPPLY	Light Industry	R J Food & Gas	Service Stations
QUICK N HANDY MART & DELI	Food Markets	Rhodes Service Stations	Service Stations
QUICK SHOP MARKETS	Food Markets	Rite Aid Drug Stores	Drug Stores
RUIZ FOOD PRODUCTS	Food Processing Eqp	Ruiz Food Products	Food Processing Eqp
SCOUT SPECIALTIES	Miscellaneous Other	Smith Auto Parts	Auto Parts/Repair
TRACTOR SUPPLY COMPANY	Miscellaneous Retail	United Market	Food Markets
VALERO SERVICE STATIONS	Service Stations	Valero Service Stations	Service Stations
WAL MART STORES	Department Stores	Walgreen's Drug Stores	Drug Stores

Source: MuniServices

**CITY OF DINUBA
SALES TAX AMOUNTS IN BENCHMARK YEAR
2019-2023 CALENDAR YEARS**

CDTFA NAICS SECTOR	2019	2020	2021	2022	2023
Accommodation and Food Services	326,506	344,827	395,708	422,736	442,992
Agriculture, Forestry, Fishing and Hunting	80,847	50,448	16,093	42,023	57,808
Arts, Entertainment, and Recreation	0	0	0	0	0
Construction	580	3,914	2,072	388	260
Educational Services	13,338	11,904	13,528	22,993	28,559
Information	3,636	9,234	10,991	12,681	14,931
Manufacturing	564,204	570,701	693,227	751,296	758,866
Mining, Quarrying, and Oil and Gas Extraction	12,379	2,744	0	167	8,651
Other Services (except Public Administration)	23,536	23,189	29,998	26,197	24,941
Professional, Scientific, and Technical Services	2,603	1,434	1,209	1,646	1,504
Real Estate and Rental and Leasing	545	133	66	87	1,196
Retail Trade	10,251,171	18,525,816	26,313,725	21,410,654	18,806,437
Utilities	16,158	15,621	11,575	56,873	76,529
All Other NAICS Sectors	44,707	43,064	46,624	51,077	60,155
TOTAL	11,340,209	19,603,029	27,534,816	22,798,817	20,282,829

Source: MuniServices

**CITY OF DINUBA
SCHEDULE OF INSURANCE IN FORCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

TYPES AND DETAILS OF COVERAGE	AMOUNT
1. GENERAL LIABILITY	
a. Self-insured retention, \$1,000,000 limit	\$50,000
b. Liability excess coverage	\$19,000,000
2. AUTO PHYSICAL DAMAGE	
a. Comprehensive coverage, fire trucks, dump trucks, and ambulances, 5% of values at time of loss subject to \$10,000 minimum and \$25,000 maximum.	\$11,707,491
b. Comprehensive coverage, low value vehicles under \$25,000, \$2,000 deductible	\$796,205
3. PROPERTY COVERAGE	
a. Covers all owned buildings and contents at replacement cost, including data processing equipment and valuable papers, \$5,000 deductible.	\$66,971,767
b. Miscellaneous Property Floater	\$8,791,773
c. Special Equipment.	\$3,904,979
d. Extra Expense Associated with Physical Damage or Loss	\$562,000
e. Extra Expense Associated with Floater Equipment	\$10,000
4. WORKERS' COMPENSATION	
a. Self-insured retention \$500,000 limit	\$50,000
b. Workers' compensation excess coverage	\$4,500,000
5. OTHER	
a. Employee's fidelity dishonesty bond (Blanket)	\$250,000
b. Money & Securities	\$15,000
c. Wrongful Discharge, Discrimination, and Sexual Harrassment	\$1,000,000
d. Boiler & Machinery Property Coverage	\$100,000
e. Loss of Earnings/Extra Expense \$5,000 deductible	\$2,828,400

Source: City of Dinuba Risk Manager