



City of Baldwin Park, California Comprehensive Annual Financial Report For Fiscal Year Ended June 30, 2017



CANARY ISLAND PINES WESTERN SYCAMORE GRAPE MYRTLE OLIVE QUEEN PALM

Plus new colorful mediterranean and sub-tropical plant and shrub palette.



New Drought Tolerant Tree Planting and Landscaping of Center Medians Along Major City Corridors



Five new CNG Transit Buses Funded by Congestion Mitigation and Air Quality Grant



TREE CITY USA

Prepared by
Finance Department

Comprehensive Annual Financial Report
City of Baldwin Park, California
Year Ended June 30, 2017
With Report of Independent Auditors

Prepared by the Department of Finance

(This page intentionally left blank.)

	<u>Page</u>
INTRODUCTORY SECTION	
Letter of Transmittal	i
Elected and Appointed Officials	v
City of Baldwin Park Organizational Chart.....	vi
City of Baldwin Park Certificate of Achievement for Excellence in Financial Reporting	vii
Award of Financial Reporting Achievement	viii
 FINANCIAL SECTION	
Independent Auditor's Report	1
Management's Discussion and Analysis.....	4
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position	15
Statement of Activities.....	16
Fund Financial Statements:	
Balance Sheet – Governmental Funds	17
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	18
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	19
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities.....	20
Statement of Net Position – Proprietary Funds	21
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	22
Statement of Cash Flows – Proprietary Funds	23
Statement of Fiduciary Net Position – Fiduciary Funds	24
Statement of Changes in Fiduciary Net Position – Fiduciary Fund	25
Notes to the Basic Financial Statements (The Notes to the Basic Financial Statements are an integral part of the financial statements).....	26
Required Supplementary Information:	
Schedule of Changes in Net Pension Liability and Related Ratios.....	70
Schedule of Plan Contributions – Miscellaneous Plan	71
Schedule of the City's Proportionate Share of the Net Pension Liability and Related Ratios as of the Measurement Date	72
Schedule of Plan Contributions – Safety Plan	73
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund	74
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Housing and Community Development Fund	75
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Housing Asset.....	76
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Housing Authority.....	77
Schedule of Funding Progress – OPEB	78
Notes to Required Supplementary Information	79

	<u>Page</u>
FINANCIAL SECTION, Continued	
Supplementary Information:	
Nonmajor Governmental Funds:	
Description of Nonmajor Governmental Funds	80
Combining Balance Sheet – Nonmajor Governmental Funds	84
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	85
Combining Balance Sheet – Nonmajor Special Revenue Funds.....	86
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Special Revenue Funds.....	92
Combining Balance Sheet – Nonmajor Debt Service Funds	98
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Debt Service Funds	99
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Nonmajor Special Revenue Funds.....	100
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Debt Service Funds.....	128
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Capital Projects Fund.....	131
Internal Service Funds:	
Description of Internal Service Funds.....	132
Combining Statement of Net Position – Internal Service Funds	133
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position – Internal Service Funds.....	134
Combining Statement of Cash Flows – Internal Service Funds	135
Fiduciary Funds:	
Description of Fiduciary Funds – Agency Funds.....	136
Statement of Changes in Assets and Liabilities – Fiduciary (Agency) Funds.....	137

STATISTICAL SECTION

Statistical Section Description	138
Net Position by Category.....	139
Fund Balances of Governmental Funds	140
Changes in Net Position.....	141
Changes in Fund Balances of Governmental Funds.....	142
Assessed Value and Estimated Actual Value of Taxable Property	143
Assessed Valuation by Tax District	144
Direct and Overlapping Property Tax Rates	145
Ten Principal Property Taxpayers	146
Property Tax Levies and Collections	147
Ratio of Outstanding Debt by Type.....	148
Computation of Legal Debt Margin.....	149
Direct and Overlapping Bonded Debt	150
Full-Time and Part-Time City Employees – By Function	151
Pledged-Revenue Coverage – Tax Allocation Bonds.....	152
Demographic Statistics.....	153
Operating Indicators by Function.....	154
Capital Assets Statistics by Function.....	155
Per Capita Cost – General Governmental Expenditures by Function	156
Construction Activity.....	157
Ten Principal Employers	158



CITY OF BALDWIN PARK

DEPARTMENT OF FINANCE
14403 E. Pacific Avenue
Baldwin Park, CA 91706
Phone (626) 960-4011

December 27, 2017

Honorable Mayor and City Council
City of Baldwin Park
Baldwin Park, California

It is our pleasure to submit for your information the Comprehensive Annual Financial Report (CAFR) of the City of Baldwin Park (the City) for the fiscal year ended June 30, 2017.

Financial Condition and Overview

As of June 30, 2017, the General Fund cash balance was \$6.5 million plus \$6.9 million committed for future development and \$367,657 for community enhancement. The total General Fund Reserves was \$13.8 million (\$4.4 million was unassigned, \$6.3 million was committed for future development, \$368,032 was assigned for community enhancement, and \$2.7 million was committed based on the City's policy to maintain 10% of current fiscal year adopted operating expenditures as the minimum reserve for emergency purposes). The General Fund Reserves include the Future Development and Community Enhancement Funds decreased by \$1.5 million. The decrease was mainly due to the one-time cost of city-wide energy efficiency improvement project and acquiring a more efficient and cost effective accounting software. The decrease was also due to expenditures increased in legal fees, overtime and part-time pay due to unfilled vacant positions, and CalPERS retirement contribution cost.

The Citywide reserves decreased by \$2.4 million mainly due to one-time costs and other expenditures mentioned above as well as a decrease in revenue from Gas Tax funds. The decrease was also due to the city-wide street and alley paving and median landscaping projects. Total general revenue taxes increased by \$1 million. Utility users' taxes and property taxes increased by 4% to 5%, respectively, while sales, franchise and other taxes decreased slightly during the year. Interest income was doubled from prior year due to better yield. The City continues to promote new businesses and construction. Below are some of the highlights of the new developments:

- A new Grocery Outlet store opened in July 2016. Grocery Outlet is a national chain discount grocery store with most stores being independently operated by locally-based families, including the Baldwin Park store.
- The Metro Village project was completed and officially opened in October 2016. Metro Village is a new \$27 million mixed use project that includes 70 affordable units with 5,500 square feet of retail space.
- The new state of the art LA Fitness center was opened in June 2017. The fitness center is a 45,000 square foot building that includes full-court basketball, swimming pool and spa, men's and women's locker rooms with showers and saunas.
- In fiscal year 2016-17, Bristol Development Partners had a ground breaking to include the following food options in fiscal year 2017-18 at the LA Fitness site: Waba Grill, Jersey Mikes, Chipotle and Coffee Bean and Tea Leaf.

Financial Statements and Management's Responsibility

The financial statements are prepared in accordance with Generally Accepted Accounting Principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB). As required by GAAP, these financial statements present the City (the primary 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 primary government. This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, City management has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls have been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by Vasquez & Company LLP, a public accounting firm, fully licensed and qualified to perform audits of the State and local governments within the State of California. The purpose of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended June 30, 2017 are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal year ended June 30, 2017, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City was part of a broader, federally mandated "Single Audit" designed to meet the special needs of Federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on the City's internal controls and the legal requirements involving the administration of federal awards. These reports are available in the City's separately issued Single Audit Report. GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and the MD&A should be read in conjunction with it.

Profile of the City of Baldwin Park

The City was founded in 1887 and incorporated on January 25, 1956, under the general laws of the State of California. The City operates under Council-Chief Executive Officer form of government. The City's Mayor is elected at large every two years, and the City Council members are elected at large to four-year terms in alternate slates every two years. The City is located 17 miles east of Los Angeles, in the center of the San Gabriel Valley, and shares common boundaries with the cities of El Monte to the west, West Covina to the east and south and Irwindale to the north.

The City occupies 6.7 square miles. Infill residential development has increased the population from 50,554 in 1980 to 75,537 as of January 2017. The City is diversified with single family and multiple family housing development, commercial development and industrial development. Major businesses include Home Depot, Wal-Mart, Nichols Lumber & Hardware, Target, In-N-Out Burgers, the Marriott Hotel and Harley Davidson Sales. Kaiser Permanente, a non-profit medical group, operates a hospital and medical center in the City.

City Services

The City provides a range of municipal services. Services provided include its own police department, recreation and community service, parks, street maintenance and improvements, storm drains maintenance and improvements, local transit services, planning, zoning, building inspection, code enforcement and general administrative and support services. The County of Los Angeles provides fire and emergency services, in addition to library services. The City contracts with the County of Los Angeles for animal control services. A Metro-Link Station is located next to City Hall. The City's Transit Center and Parking Facility in between City Hall and the Metro-Link Station serves both facilities.

Financial Policies

The City Council and Management continue to evaluate the financial policies to aid the City in accomplishing stabilization in revenue and expenditures. Major emphasis and impact will be on conserving fund balances and ensuring long-term fiscal health of the City. One of the financial policies is that the City is to reserve an amount not less than ten percent (10%) of the general fund operating expenditures, and it shall be placed in reserves at the adoption of the annual operating budget.

Budget

The City adopts a comprehensive budget by department prior to the start of the fiscal year on July 1. The budget is further detailed by cost center (division) and character of expenditure, defined as Contractual Services, Personnel Services, Maintenance and Operations, and Capital Outlay. The ledgers of the City and its component units are maintained by line item detail or object of expenditure. However, all budgetary controls are exercised at the department and fund level. Revenues are estimated annually and measured against actual revenues earned.

Major budget initiatives included in the adopted budget for the fiscal year 2016-17 were: wage increases and cost of living adjustments in accordance with employee union agreements, replacement of old vehicles and equipment, restoring staffing levels and events, replacement of a more efficient and cost effective accounting software, city-wide energy efficiency improvement project, city-wide streets and alleys paving, median landscaping, and reinvigorating business communities and attracting new business entities.

Employee Benefits

The City provides its full-time and eligible part-time employees retirement benefits. Members and their beneficiaries are provided benefits through defined benefit pension plans for both public safety employees and miscellaneous employees. These plans are part of the California Public Employees' Retirement System (CalPERS). The City contributes to the plans based on amounts determined by CalPERS actuaries. The City also contributes a portion of the employees' required contributions/cost sharing on their behalf and for their account.

The City also provides post-retirement health benefits to its employees in accordance with agreements reached with the various employee bargaining groups. The City pays for retirees' health care premiums in these plans up to limits established in the agreements with the bargaining units. Additional information on the City's retirement and post-employment benefits can be found in Notes 12 and 13 in the notes to the basic financial statements.

Local Economy and Economic Outlook

During Fiscal Year 2016-17, Baldwin Park continued to benefit from the steady economic improvements that are seen nationwide. The home price continues to rise. This past year the City did see a 5% increase in property tax. This trend has continued in Fiscal Year 2017-18.

For the upcoming 2017-18 fiscal year, the City's operating revenue projections show steady growth in revenues which is consistent with current economic trends. The City will expect increase in sales tax due to a couple of new business added to the City and the reallocation of the sales tax to the General Fund due the refinancing of the former redevelopment agency bonds. There will be additional revenues added to the City's General Fund with the adoption of the City's cannabis ordinance. The Fiscal Year 2017-18 adopted budget shows a balanced budget in the General Fund in the amount of \$27 million. The City still faces the challenge of increased CalPERS costs and medical premiums for its employees and retirees. Thus, the City needs to closely manage the expenditures to ensure that they do not exceed the appropriations for Fiscal Year 2017-18. The City continues to look for other revenue streams to offset the increases in expenditures.

City staff continues to work diligently with the Mayor and City Council to analyze various options to develop strategies to increase economic opportunities and new revenue streams to maintain a balanced budget and healthy level of General Fund reserves.

GFOA Certificate of Achievement Award

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 Baldwin Park for its CAFR for the fiscal year ended June 30, 2016. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of State and local government financial reports.

To be awarded a Certificate of Achievement a government must publish an easily readable and efficiently organized CAFR. This report must satisfy both GAAP and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to GFOA to determine its eligibility for another award.

Acknowledgements

The preparation of this CAFR reflects the hard work, talent, and commitment of the Finance Department staff, including the Finance Interns. This document could not have been accomplished without the high level of professionalism and dedication that they bring to the City of Baldwin Park. All of their hard work and efforts are sincerely appreciated. Gratitude is also extended to all other City Departments for their continued support. We would also like to express our appreciation to Vasquez & Company LLP, the City's independent auditors, who assisted and contributed to the preparation of the CAFR.

Finally, we thank the Mayor and City Council for their valuable support and interest in directing the financial affairs of the City in a responsible, professional and progressive manner.

Respectfully submitted,



Shannon Yauchzee
Chief Executive Officer



Rose Tam
Director of Finance

CITY COUNCIL

MANUEL LOZANO
Mayor

RICARDO PACHECO
Mayor Pro Tem

CRUZ BACA
Councilmember

MONICA GARCIA
Councilmember

SUSAN RUBIO
Councilmember

ADMINISTRATION

MARIA CONTRERAS
City Treasurer

ALEJANDRA AVILA
City Clerk

ROBERT TAFOYA
City Attorney

EXECUTIVE TEAM

SHANNON YAUCHZEE
Chief Executive Officer

MICHAEL TAYLOR
Chief of Police

ROSE TAM
Director of Finance

SAMUEL GUTIERREZ
Interim Director of Public Works

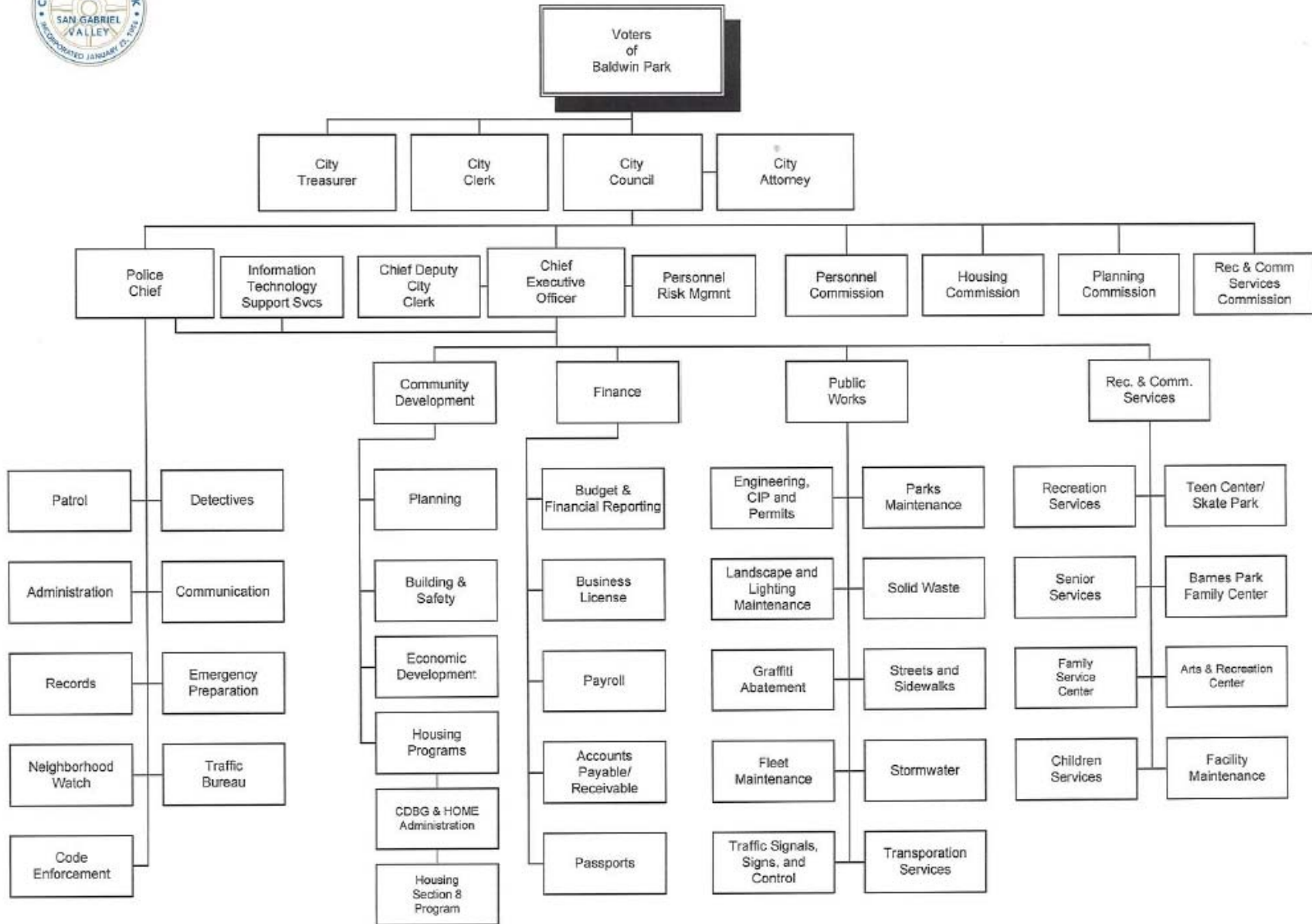
GUSTAVO ROMO
Director of Community
Development

MANUEL CARRILLO
Director of Recreation and
Community Service

LAURA THOMAS
Human Resources Manager



City of Baldwin Park





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Baldwin Park
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2016

Executive Director/CEO



**The Government Finance Officers Association
of the United States and Canada**

presents this

AWARD OF FINANCIAL REPORTING ACHIEVEMENT

to

Finance Department
City of Baldwin Park, California



The award of Financial Reporting Achievement is presented by the Government Finance Officers Association to the individual(s) designated as instrumental in their government unit achieving a Certificate of Achievement for Excellence in Financial Reporting. A Certificate of Achievement is presented to those government units whose annual financial reports are judged to adhere to program standards and represents the highest award in government financial reporting.

Executive Director

Date May 24, 2017

REPORT OF INDEPENDENT AUDITORS

**The Honorable Mayor and the Members of the City Council
City of Baldwin Park, California**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Baldwin Park, California (the City), as of and for the year ended June 30, 2017, and the related notes to financial statements which collectively comprise the City's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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



Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Baldwin Park, California, as of June 30, 2017, and the respective changes in financial position, and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Restatement of Beginning Fund Balances and Net Position

As discussed in Note 20, the beginning fund balance of the Debt Service Fund and the net position of the Enterprise Fund and the governmental activities have been restated for the matters discussed in Note 20. Our opinion is not modified with respect to this matter.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 4 through 14 and Required Supplementary Information on pages 70 through 79, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

The combining and individual nonmajor fund financial statements and budgetary comparison schedules on pages 84 through 135 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and budgetary comparison schedules on pages 84 through 135 are fairly stated in all material respects in relation to the basic financial statements as a whole.



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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 27, 2017, on our consideration of the City of Baldwin Park's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Baldwin Park's internal control over financial reporting and compliance.

Vasquez + Company LLP

**Los Angeles, California
December 27, 2017**

As management of the City of Baldwin Park (City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2017. Please read it in conjunction with the accompanying transmittal letter at the front of this report, and the basic financial statements, which follow this section.

Financial Highlights

- ❖ The City's total assets and deferred outflows of resources as of June 30, 2017, were about \$181 million. Total liabilities and deferred inflows of resources were \$88.7 million, while the total net position was \$92.3 million. The net pension liability of \$45.9 million was reported as part of the total liability in the balance sheet due to the reporting requirements of Governmental Accounting Standards Board (GASB) Statement No. 68. GASB Statement No. 68 also established reporting of deferred outflows and inflows of resources related to pensions. Deferred outflows and inflows of resources related to pensions reported at June 30, 2017 of \$10.9 million and about \$4 million, respectively, represented pension contributions subsequent to measurement date, net difference between projected and actual earnings on plan investments, changes of assumptions, differences in proportion, expected and actual experience, and differences in actual and proportionate share in contribution .
- ❖ The City's beginning Net Position as of July 1, 2016, was restated due to an adjustment related to issuance of refunding debt by the Successor Agency.
- ❖ During the fiscal year ended June 30, 2017, the City's net position decreased by \$13.2 million. Total revenues from all sources were \$47.9 million while total expenses for all functions and programs were \$59.3 million.
- ❖ The City's General Fund revenues were less than expenditures (including transfers out) by \$1.3 million.
- ❖ As of June 30, 2017, the City's governmental funds reported a combined ending fund balance of \$47.9 million, a decrease of \$3.0 million over the prior fiscal year.
- ❖ As of June 30, 2017, the unassigned fund balance of the City's General Fund was \$4.4 million and the committed and assigned fund balance was \$9.4 million for a total of \$13.8 million; this represents a decrease of \$1.5 million from the prior year General Fund balance.
- ❖ The Future Development Fund and the Community Enhancement Fund are reported as part of the General Fund. As of June 30, 2017 the Future Development Fund had a fund balance of \$6.3 million and the Community Enhancement Fund had a fund balance of \$368,032.

Overview of the Financial Statements

This discussion and analysis are an introduction to the City's basic financial statements, which consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also consists of supplementary information in addition to the basic financial statements.

Government-wide Financial Statements The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the City's assets and deferred outflows of resources and on its liabilities and deferred inflows of resources, with the difference between the accounts reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*). The *governmental activities* of the City include general government, public safety, public works, community development, recreation, non-departmental, and interest on long-term debt.

The government-wide financial statements include not only the City itself (known as the primary government), but also two legally separate entities: the Baldwin Park Housing Authority and the Baldwin Park Public Financing Authority. The City is financially accountable for these entities and financial information for these blended component units is reported within the financial information presented for the primary government itself.

Governmental Activities – Majority of the City's primary functions are reported in this category, including: general government (chief executive officer, city clerk, finance, etc.), public safety, parks and recreation services, public works and community development. The financial activities of the special revenue funds and grant programs are also incorporated into this category.

Business-type Activities – This represents the City's enterprise fund which is similar to a private-sector business and is used to account for Public Housing activities.

The government-wide financial statements can be found beginning on page 15 of this report.

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City's near-term financial decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains 32 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Housing and Community Development Fund, Housing Asset Fund, and the Housing Authority Fund, each of which are considered to be major funds. Data from the other 28 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the *nonmajor governmental funds supplementary information* section of this report.

The City adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate its compliance with this budget.

The governmental fund financial statements can be found beginning on page 17 of this report.

Proprietary Funds The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses an enterprise fund to account for its public housing operation. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for vehicle operation and maintenance, information services, capital equipment and self-insurance activities, including general claims liability and workers' compensation insurance.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the maintenance and operation of a public housing fund, which is considered an enterprise fund in the government-wide financial statements. Conversely, the internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements in the *supplementary information* section of this report.

The basic proprietary fund financial statements can be found beginning on page 21 of this report.

Fiduciary Funds Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The fiduciary fund financial statements for the Agency Deposits Fund and the Successor Agency to the Dissolved Redevelopment Agency Private-Purpose Trust Fund can be found beginning on page 24 of this report.

Notes to the Basic Financial Statements The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found beginning on page 26 of this report.

Other Information In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding its obligation to provide pension benefits to its employees and a comparison of budgeted to actual results for the general and major special revenue funds. *Required supplementary information* can be found beginning on page 70 of this report.

**City of Baldwin Park
Management's Discussion and Analysis
June 30, 2017**

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following *the required supplementary information*. Combining and individual fund statements and schedules can be found beginning on page 84 of this report.

Government-wide Financial Analysis

Net position As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The City's net position was \$92.3 million as of June 30, 2017. It decreased \$13.2 million during the fiscal year. Assets decreased \$9.9 million and liabilities increased \$11.4 million compared to June 30, 2016.

By far, the largest portion of the City's net position at June 30, 2017, (\$97.6 million) reflects its net investment in capital assets (e.g., land, infrastructure, buildings, machinery and equipment) less any related debt used to acquire those assets that are still outstanding. The City uses these capital assets to provide services to citizens; these assets are not available for future spending. Although the City's investment in its capital assets is reported as net of related debt, it should be noted that the resources needed to repay this obligation must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

	Governmental Activities		Business-type Activities		Total Activities	
	2017	2016	2017	2016	2017	2016
ASSETS						
Cash and other assets	\$ 72,476,348	\$ 75,904,931	\$ 22,494	\$ 16,015	\$ 72,498,842	\$ 75,920,946
Capital assets net of accumulated depreciation	97,154,198	103,664,486	428,020	442,527	97,582,218	104,107,013
Total assets	169,630,546	179,569,417	450,514	458,542	170,081,060	180,027,959
DEFERRED OUTFLOWS OF RESOURCES						
Deferred Pensions	10,905,015	6,917,706	-	22,407	10,905,015	6,940,113
LIABILITIES						
Current and other liabilities	3,645,826	3,557,161	5,731	6,342	3,651,557	3,563,503
Long-term liabilities	81,056,679	69,688,612	-	105,016	81,056,679	69,793,628
Total liabilities	84,702,505	73,245,773	5,731	111,358	84,708,236	73,357,131
DEFERRED INFLOWS OF RESOURCES						
Deferred Pensions	3,958,648	8,041,404	-	22,744	3,958,648	8,064,148
NET POSITION						
Net investment in capital assets	97,154,197	103,664,486	428,020	442,527	97,582,217	104,107,013
Restricted	25,184,419	22,821,363	-	-	25,184,419	22,821,363
Unrestricted	(30,464,208)	(21,285,903)	16,763	(95,680)	(30,447,445)	(21,381,583)
Total net position	\$ 91,874,408	\$ 105,199,946	\$ 444,783	\$ 346,847	\$ 92,319,191	\$ 105,546,793

As noted earlier, net position may serve over time as a useful indicator of the City's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$92.3 million at June 30, 2017.

**City of Baldwin Park
Management's Discussion and Analysis
June 30, 2017**

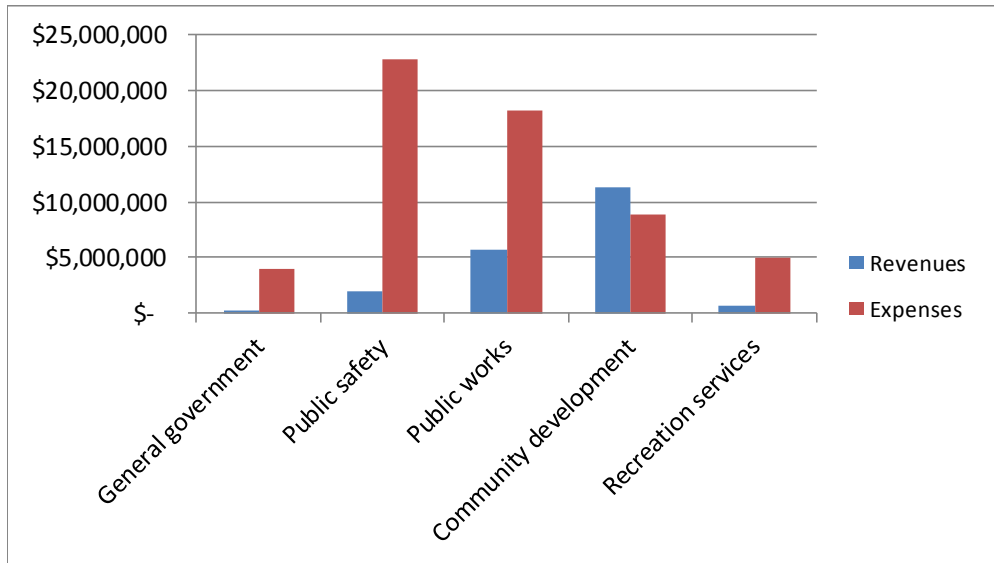
Governmental Activities For fiscal year 2016-17, governmental activities decreased the City's net position by \$12.4 million.

	Governmental Activities			Business-type Activities			Total Activities		
	2017	2016	Increase (Decrease)	2017	2016	Increase (Decrease)	2017	2016	Increase (Decrease)
General Revenues									
Charges for services	\$ 5,783,358	\$ 3,617,083	\$ 2,166,275	\$ 33,736	\$ 34,806	\$ (1,070)	\$ 5,817,094	\$ 3,651,889	\$ 2,165,205
Operating contributions and grants	14,069,468	12,808,675	1,260,793	-	-	-	14,069,468	12,808,675	1,260,793
Capital contributions and grants	46,286	1,975,682	(1,929,396)	-	-	-	46,286	1,975,682	(1,929,396)
Taxes									
Property taxes	13,517,129	12,862,879	654,250	-	-	-	13,517,129	12,862,879	654,250
Sales taxes	5,402,494	5,614,000	(211,506)	-	-	-	5,402,494	5,614,000	(211,506)
Franchise taxes	2,457,753	2,530,504	(72,751)	-	-	-	2,457,753	2,530,504	(72,751)
Utility users taxes	2,401,252	2,305,780	95,472	-	-	-	2,401,252	2,305,780	95,472
Other taxes	1,546,154	1,878,295	(332,141)	-	-	-	1,546,154	1,878,295	(332,141)
Investment income	466,942	222,210	244,732	-	-	-	466,942	222,210	244,732
Other income	2,196,065	1,906,251	289,814	-	-	-	2,196,065	1,906,251	289,814
Total	47,886,901	45,721,359	2,165,543	33,736	34,806	(1,070)	47,920,637	45,756,165	2,164,473
Expenses									
Governmental Activities									
General government	3,934,170	3,685,485	248,685	-	-	-	3,934,170	3,685,485	248,685
Public safety	22,840,607	18,502,015	4,338,592	-	-	-	22,840,607	18,502,015	4,338,592
Public works	18,128,344	17,119,952	1,008,392	-	-	-	18,128,344	17,119,952	1,008,392
Community development	8,832,071	8,323,589	508,482	-	-	-	8,832,071	8,323,589	508,482
Recreation services	4,950,577	5,387,714	(437,137)	-	-	-	4,950,577	5,387,714	(437,137)
Interest and fiscal charges	567,180	925,917	(358,737)	-	-	-	567,180	925,917	(358,737)
Business-type Activities									
Public housing	-	-	-	55,381	7,526	47,855	55,381	7,526	47,855
Total	59,252,949	53,944,672	5,308,277	55,381	7,526	47,855	59,308,330	53,952,198	5,356,132
Change in net assets before transfers	(11,366,048)	(8,223,313)	(3,142,734)	(21,645)	27,280	(48,925)	(11,387,693)	(8,196,033)	(3,191,659)
Transfers	(1,018,018)	(13,653)	-	14,228	13,653	-	(1,003,790)	-	(1,003,790)
Change in net position	(12,384,066)	(8,236,966)	(3,142,734)	(7,417)	40,933	(48,925)	(12,391,483)	(8,196,033)	(4,195,449)
Net position, beginning, as restated	104,258,474	113,436,912	(9,178,438)	452,200	305,914	146,286	104,710,674	113,742,826	(9,032,152)
Net position, ending	\$ 91,874,408	\$ 105,199,946	\$ (12,321,172)	\$ 444,783	\$ 346,847	\$ 97,361	\$ 92,319,191	\$ 105,546,793	\$ (13,227,601)

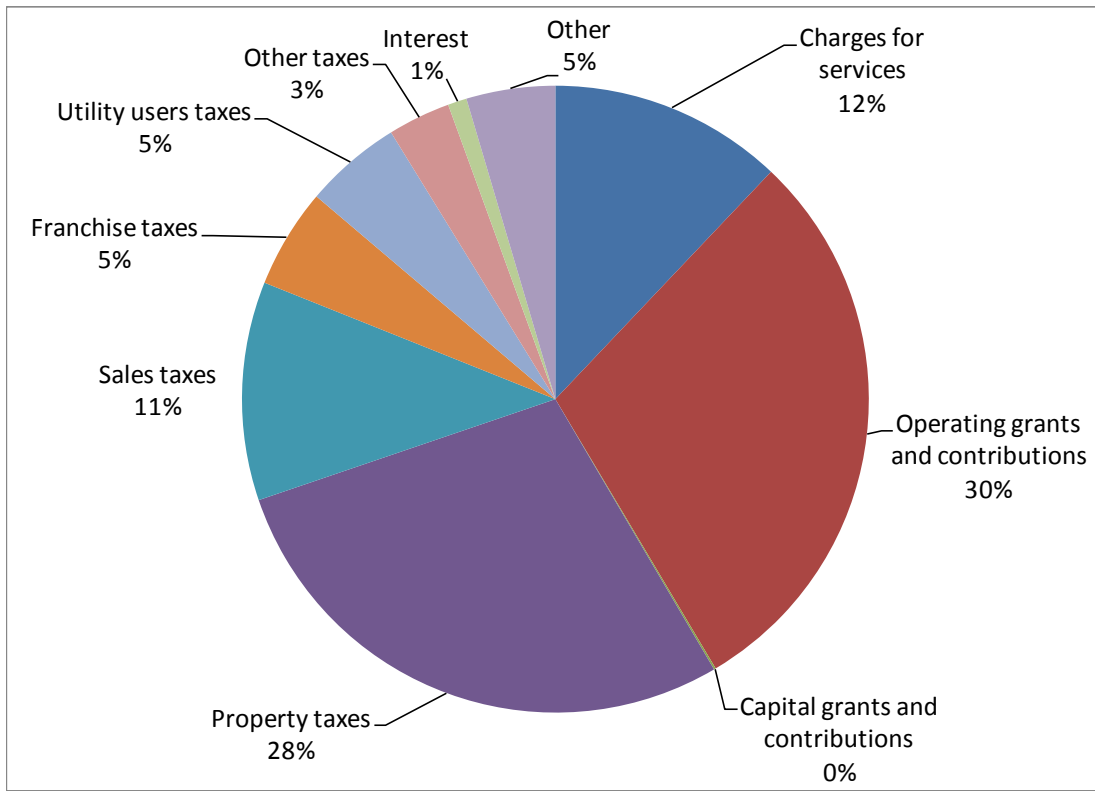
Key elements of both increases and decreases in fiscal year 2016-17 are as follows:

- Property taxes and utility user's taxes increased while sales, franchise and other taxes slightly decreased during the year.
- Investment income increased during the year due to better yield on investments.
- Charges for services increased by \$2.2 million mainly due to revenue received from billboards, construction permits, zoning fees, false alarms, parking citations, latch-key childcare, storm drainage fees, public art fees, park fees, and general plan check fees.
- Operating contributions and grants increased by \$1.3 million due to grants received for CDBG, Home program, public safety, and loan repayment.
- Capital contributions and grants decreased by \$1.9 million due to one-time purchased of five CNG buses from Federal grant in the prior year and a decreased of grant monies received from other agencies in the current fiscal year.
- The increase in General Government, Public Safety, Public Works and Community Development expenses were due to additional pension expense reported as part of GASB 68 pension adjustments.
- The decrease in interest expense and fiscal charges were due to lower outstanding principal balance.

Expenses and Program Revenues – Governmental Activities



Revenues by Source – Governmental Activities



Financial Analysis of the City's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows and balances of *spendable* resources. Such information may be useful in assessing the City's financing requirements.

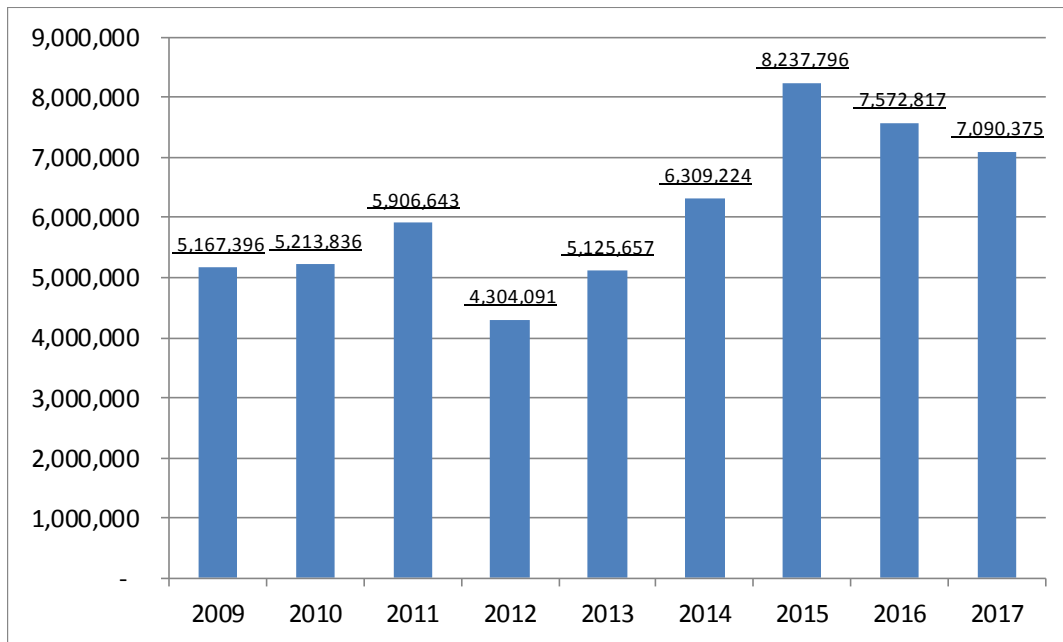
The City implemented GASB Statement No. 54 in fiscal year 2010-11. It substantially altered the categories and terminology used to describe "fund balance." The new categories are as follows:

- Nonspendable fund balance (inherently nonspendable)
- Restricted fund balance (externally enforceable limitations on use)
- Committed fund balance (self-imposed limitations on use)
- Assigned fund balance (limitation resulting from intended use)
- Unassigned fund balance (residual net resources)

Unassigned fund balance, previously referred to as *unreserved fund balance*, may serve as a useful measure of the City's net resources available for spending at the end of the fiscal year. As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$47.9 million. Of the total fund balance, \$14.4 million is nonspendable of which \$14 million is related to long-term advances to other funds, \$377 thousand is property held for resale and \$50 thousand is for prepaid expenses; \$21.1 million is restricted of which \$8.8 million is related to low and moderate income housing projects, \$11.6 million is related to special revenue funds, \$753 thousand is for debt service and \$9,575 is for capital projects. \$9 million is committed of which \$6.3 million is for future development and \$2.7 million for the 10% budget stabilization fund, \$368 thousand is assigned for community development; and \$3 million is unassigned.

General Fund

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the total fund balance is \$28.1 million. Of this amount, \$14.4 million is nonspendable of which \$14 million is related to long-term advances to other funds, \$377 thousand is property held for resale and \$14 thousand is prepaid items. \$9 million is committed whereby \$6.3 million is for future development fund and \$2.7 million is for maintaining a ten percent minimum in reserves, \$368 thousand is assigned for community development and \$4.4 million is unassigned. The \$2.7 million and \$4.4 million make up the City's General Fund Reserve Balance of \$7.1 million as shown in the following chart.



The City's General Fund Reserve Balance decreased by \$482 thousand or 6% from the prior year mainly due to expenditures increased in legal fees, overtime, part-time salary, and CalPERS retirement contribution cost.

As a measure of General Fund liquidity, it may be useful to compare the unassigned fund balance to total fund expenditures. General Fund unassigned fund balance represents 15% of total general fund expenditures including transfers out of \$916 thousand. This is a decrease of 3% over last year.

As discussed in Note 20, during the fiscal year 2015-16, the Future Development Fund was merged with the General Fund, thereby showing an additional \$6.3 million in the General Fund's fund balance as of June 30, 2017 because the Future Development Fund does not meet the criteria for a special revenue fund. The Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for special purposes. The balance from Future Development Fund is committed for future development as approved by City Council and is not reflected in the chart above.

Housing Authority Fund

Housing and Urban Development (HUD) adopted a Cash Management Policy for all Housing Authorities in January 2012. The policy mandated that Housing Assistance grant payments be made on an "as needed" basis. Any excess assistance grant payments in the prior years need to be returned to HUD. The Housing Authority net fund balance increased by \$49,671 in FY2016-17.

Proprietary Fund

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Enterprise Fund - Total assets of the enterprise fund were \$454,277, while total liabilities were \$9,494. This resulted in a net position of \$444,783, a decrease of \$7,417 for the fiscal year ended June 30, 2017.

Internal Service Funds The City's internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its self-insurance activities, including liability insurance, and workers' compensation insurance, vehicle operations and maintenance, information services, and capital equipment acquisitions. As of June 30, 2017, net position of the internal service funds had a deficit of \$878,539 and an increase in net position deficit during Fiscal Year 2017 of \$81,958. The increase in the current year's net position deficit resulted from costs of information services and capital equipment not fully recovered by charges to other funds. The services provided by the internal service funds have been allocated to governmental functions in the government-wide financial statements based on a percentage of a department's use of the funds' services and charges.

Capital Asset and Debt Administration

Capital Assets The City's investment in capital assets for its governmental activities amounts to \$97.2 million (net of accumulated depreciation of \$166.6 million) as of June 30, 2017. This investment in capital assets includes land, buildings, improvements other than building, infrastructure (roads, sidewalks, streetlights, etc.), and machinery and equipment. The total decrease in the City's investment in capital assets for the current fiscal year was \$6 million after depreciation.

Capital Assets (Net of Accumulated Depreciation) June 30, 2017 and 2016

	Governmental Activities		Business-type Activities		Total Activities	
	2017	2016	2017	2016	2017	2016
Land	\$ 1,576,793	\$ 1,644,507	\$ 159,644	\$ 159,644	\$ 1,736,437	\$ 1,804,151
Construction in progress	1,824,729	858,818	-	-	1,824,729	858,818
Buildings and improvements	29,991,813	30,725,032	268,376	282,883	30,260,189	31,007,915
Vehicles and equipment	2,828,303	3,542,041	-	-	2,828,303	3,542,041
Infrastructure	60,932,560	66,894,088	-	-	60,932,560	66,894,088
Total	\$ 97,154,198	\$ 103,664,486	\$ 428,020	\$ 442,527	\$ 97,582,218	\$ 104,107,013

Additional information on the City's capital assets can be found in note 7 to the basic financial statements of this report.

Debt Administration At the end of the current fiscal year, the City had total bonded debt outstanding of \$9.8 million. Of this amount, \$8 million represents lease revenue bonds and \$1.8 million represents pension obligation bonds used to finance the unfunded liability of the safety retirement system. Reduction from last year in the amount of \$1.9 million was due to the repayment of outstanding principal.

**Outstanding Debt and Obligations
June 30, 2017 and 2016**

	<u>2017</u>	<u>2016</u>	<u>Increase (Decrease)</u>	
			<u>Amount</u>	<u>%</u>
Bonded Indebtedness:				
Lease revenue bonds	\$ 7,990,000	\$ 8,270,000	\$ (280,000)	-3%
Pension obligation bonds	1,795,000	3,440,000	(1,645,000)	-48%
Other long-term debt:				
Other post-employment benefits	13,078,848	11,036,661	2,042,187	19%
Compensated absences	1,712,325	1,587,650	124,675	8%
Notes and loans payable	4,889,718	3,324,000	1,565,718	47%
Net pension liability	45,931,311	35,625,118	10,306,193	29%
Claims liability	6,403,477	6,510,199	(106,722)	-2%
Total	<u>\$ 81,800,679</u>	<u>\$ 69,793,628</u>	<u>\$ 12,007,051</u>	17%

In addition to the City's bonded indebtedness, the Fiduciary Funds reported \$17 million of tax allocation bonds issued for redevelopment projects, and \$16.8 million tax increment deferral due to the Los Angeles County, with both liabilities relating to the dissolved Redevelopment Agency.

State statutes limit the amount of general obligation debt a governmental entity may issue to 15% of its total assessed valuation. The current limitation for the City is \$203.1 million which is significantly in excess of the City's outstanding general obligation debt. Therefore, the City is in an exceptional financial position in relation to debt and obligation. Additional information on the City's long-term liabilities can be found in note 9 to the basic financial statements of this report.

Economic Factors and Next Year's Budget

There was moderate growth in revenue in FY2016-17. Total general revenue taxes increased by \$1 million. Utility Users Taxes and Property Taxes increased by 4% to 5%, respectively while Sales, Franchise and other taxes decreased slightly during the year. Interest income was doubled from prior year due to better yield.

The City's General Fund Reserve Balance decreased by \$482 thousand or 6%, from the prior year mainly due to expenditures increase in legal fees and CalPERS retirement contribution cost. The increase in overtime and part-time pay were due to unfilled vacant positions. As of June 30, 2017, committed, assigned and unassigned general fund balances total \$13.8 million, representing 46% of general fund expenditures (including transfer outs).

The City continues to expect steady growth in revenues in FY2017-18. With the refinancing of the former redevelopment agency bonds, there will be an estimated total savings of \$2.13 million over the next 14 years plus \$450 thousand annual sales tax added to the General Fund. The City also refinanced the 2004 Lease Revenue Bonds for the Community Center project with an expected total savings of \$2.12 million over the next 15 years.

A new Grocery Outlet (a national chain discount grocery store) was opened and being independently operated by locally-based families. The Metro Village project officially opened. Metro Village is a new \$27 million mixed-use project that includes 70 affordable units with 5,500 square feet of retail space. The new state of the art LA Fitness center was opened with a 45,000 square foot building that includes a full-court basketball, swimming pool and spa, and men's and women's locker rooms with showers and saunas. The Bristol Development Partners had a ground breaking to include the following food options in fiscal year 2017-18 at the LA Fitness site: Waba Grill, Jersey Mikes, Chipotle and Coffee Bean and Tea Leaf. The City also passed an Ordinance to allow cannabis cultivation, manufacture, testing, and distribution in the City.

While the City has experienced steady growth, its finances are also dependent on the local economy and legislative actions of the Federal and State governments. Another big factor that continues to affect most cities is the continued increase in the CalPERS pension cost. The Mayor, City Council, and City Staff will continue to work diligently in fiscal year 2017-18 to develop strategies to increase economic opportunities and new revenue streams to maintain a balanced budget and healthy level of General Fund reserves.

Request for Information

This financial report is designed to provide a general overview of the City's finances for readers of the financial statements. Questions concerning any of the information in this report or requests for additional financial information should be addressed to the Department of Finance, 14403 E. Pacific Avenue, Baldwin Park, CA 91706.

**City of Baldwin Park
Statement of Net Position
June 30, 2017**

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Unrestricted cash and investments	\$ 31,708,849	\$ 25,576	\$ 31,734,425
Restricted cash and investments	686,593	-	686,593
Total cash and investments	<u>32,395,442</u>	<u>25,576</u>	<u>32,421,018</u>
Intergovernmental receivables	3,969,010	-	3,969,010
Property taxes receivables	277,981	-	277,981
Other receivables, net	799,965	31	799,996
Internal balances	3,763	(3,763)	-
Loans receivable	5,688,635	-	5,688,635
Long term receivables	519,175	-	519,175
Due from successor agency	323,836	-	323,836.00
Advances to successor agency	22,155,588	-	22,155,588
Prepays	50,843	650	51,493
Property held for resale	6,292,110	-	6,292,110
Capital assets not being depreciated			
Land	1,576,793	159,644	1,736,437
Construction-in-process	1,824,729	-	1,824,729
Capital assets, net of accumulated depreciation			
Buildings and improvements	29,991,813	268,376	30,260,189
Vehicles and equipment	2,828,303	-	2,828,303
Infrastructure	60,932,560	-	60,932,560
Total assets	<u>169,630,546</u>	<u>450,514</u>	<u>170,081,060</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred pensions	10,905,015	-	10,905,015
Total deferred outflows of resources	<u>10,905,015</u>	<u>-</u>	<u>10,905,015</u>
LIABILITIES			
Accounts payable	1,893,186	3,064	1,896,250
Accrued interest	263,176	-	263,176
Accrued other liabilities	943,768	716	944,484
Deposits	277,134	1,951	279,085
Due to other governmental agencies	7,071	-	7,071
Unearned revenues	261,491	-	261,491
Long-term liabilities:			
Loan - due in more than one year	1,565,718	-	1,565,718
Bonds and notes - due within one year	2,866,000	-	2,866,000
Bonds and notes - due in more than one year	9,499,000	-	9,499,000
Compensated absences	1,712,325	-	1,712,325
Other post-employment benefits	13,078,848	-	13,078,848
Net pension liability	45,931,311	-	45,931,311
Insurance liabilities - current portion	361,680	-	361,680
Insurance liabilities - long-term portion	6,041,797	-	6,041,797
Total liabilities	<u>84,702,505</u>	<u>5,731</u>	<u>84,708,236</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred pensions	3,958,648	-	3,958,648
Total deferred inflows of resources	<u>3,958,648</u>	<u>-</u>	<u>3,958,648</u>
NET POSITION			
Net investment in capital assets	97,154,197	428,020	97,582,217
Restricted for:			
Debt service	752,618	-	752,618
Community development	11,551,838	-	11,551,838
Public safety	722,988	-	722,988
Public works	12,156,607	-	12,156,607
Recreation services	368	-	368
Unrestricted	(30,464,208)	16,763	(30,447,445)
Total net position	<u>\$ 91,874,408</u>	<u>\$ 444,783</u>	<u>\$ 92,319,191</u>

The notes to the basic financial statements are an integral part of these financial statements.

**City of Baldwin Park
Statement of Activities
Year ended June 30, 2017**

Functions/Programs	Expenses	Program Revenues			Total	Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Contributions and Grants	Capital Contributions and Grants		Governmental Activities	Business-Type Activities	Total
Governmental activities								
General government	\$ 3,934,170	\$ 303,237	\$ 14,932	\$ -	\$ 318,169	\$ (3,616,001)	\$ -	\$ (3,616,001)
Public safety	22,840,607	1,109,054	896,368	-	2,005,422	(20,835,185)	-	(20,835,185)
Public works	18,128,344	386,340	5,258,466	46,286	5,691,092	(12,437,252)	-	(12,437,252)
Community development	8,832,071	3,389,351	7,854,992	-	11,244,343	2,412,272	-	2,412,272
Recreation services	4,950,577	595,376	44,710	-	640,086	(4,310,491)	-	(4,310,491)
Interest and fiscal charges	567,180	-	-	-	-	(567,180)	-	(567,180)
Total governmental activities	<u>\$ 59,252,949</u>	<u>\$ 5,783,358</u>	<u>\$ 14,069,468</u>	<u>\$ 46,286</u>	<u>\$ 19,899,112</u>	<u>\$ (39,353,837)</u>	<u>\$ -</u>	<u>\$ (39,353,837)</u>
Business-type activities								
Public housing	\$ 55,381	\$ 33,736	\$ -	\$ -	\$ 33,736	\$ -	\$ (21,645)	\$ (21,645)
Total government-wide activities	<u>\$ 59,308,330</u>	<u>\$ 5,817,094</u>	<u>\$ 14,069,468</u>	<u>\$ 46,286</u>	<u>\$ 19,932,848</u>	<u>\$ (39,353,837)</u>	<u>\$ (21,645)</u>	<u>\$ (39,375,482)</u>
General revenues								
Taxes								
Property taxes						13,517,129	-	13,517,129
Sales taxes						5,402,494	-	5,402,494
Franchise taxes						2,457,753	-	2,457,753
Utility users taxes						2,401,252	-	2,401,252
Other taxes						1,546,154	-	1,546,154
Interest						466,942	-	466,942
Other						2,196,065	-	2,196,065
Transfers in/out						(14,228)	14,228	-
Net transfers to Successor Agency						(1,003,790)	-	(1,003,790)
Total general revenues and transfers						<u>26,969,771</u>	<u>14,228</u>	<u>26,983,999</u>
Change in net position						(12,384,066)	(7,417)	(12,391,483)
Net position - beginning, as restated						<u>104,258,474</u>	<u>452,200</u>	<u>104,710,674</u>
Net position - ending						<u>\$ 91,874,408</u>	<u>\$ 444,783</u>	<u>\$ 92,319,191</u>

The notes to the basic financial statements are an integral part of these financial statements.

**City of Baldwin Park
Balance Sheet
Governmental Funds
June 30, 2017**

	Special Revenue					Totals
	General	Housing and Community Development Grant	Housing Asset	Housing Authority	Other Governmental Funds	
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES						
Assets						
Pooled cash and investments	\$ 13,743,871	\$ 298,919	\$ 2,578,113	\$ 83,721	\$ 11,804,339	\$ 28,508,963
Cash and investments with fiscal agents	-	-	-	-	686,593	686,593
Property taxes receivable	225,389	-	-	-	52,592	277,981
Intergovernmental receivables	1,495,073	121,777	-	11,416	2,340,744	3,969,010
Loans receivable	-	3,330,910	2,252,297	15,685	89,743	5,688,635
Other receivables	26,467	345	746,223	-	12,960	785,995
Long-term receivables	-	-	-	519,175	-	519,175
Due from other funds	124,687	-	-	-	-	124,687
Due from Successor Agency	-	-	323,836	-	-	323,836
Prepays	14,100	-	-	2,977	33,766	50,843
Property held for resale	376,800	-	5,915,310	-	-	6,292,110
Advances to Successor Agency	22,155,588	-	-	-	-	22,155,588
Total assets	<u>38,161,975</u>	<u>3,751,951</u>	<u>11,815,779</u>	<u>632,974</u>	<u>15,020,737</u>	<u>69,383,416</u>
Deferred outflows of resources						
Total assets and deferred outflows of resources	<u>\$ 38,161,975</u>	<u>\$ 3,751,951</u>	<u>\$ 11,815,779</u>	<u>\$ 632,974</u>	<u>\$ 15,020,737</u>	<u>\$ 69,383,416</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 1,067,610	\$ 9,629	\$ 110	\$ 138,575	\$ 608,245	\$ 1,824,169
Accrued liabilities	796,878	12,454	14,478	10,666	84,489	918,965
Deposits	-	-	-	-	277,134	277,134
Due to other funds	-	137,787	-	184,035	3,318,149	3,639,971
Due to other governmental agencies	-	7,071	-	-	-	7,071
Unearned revenue	-	-	-	-	261,491	261,491
Total liabilities	<u>1,864,488</u>	<u>166,941</u>	<u>14,588</u>	<u>333,276</u>	<u>4,549,508</u>	<u>6,928,801</u>
Deferred inflows of resources						
Unavailable revenue	8,151,836	3,330,910	2,998,520	-	89,743	14,571,009
Total deferred inflows of resources	<u>8,151,836</u>	<u>3,330,910</u>	<u>2,998,520</u>	<u>-</u>	<u>89,743</u>	<u>14,571,009</u>
Fund balances						
Nonspendable						
Advances to other funds, net of accrued interest	14,003,752	-	-	-	-	14,003,752
Property held for resale	376,800	-	-	-	-	376,800
Prepaid items	14,100	-	-	2,977	33,766	50,843
Restricted						
Low and moderate income housing projects	-	-	8,802,671	-	-	8,802,671
Special revenue funds	-	254,100	-	296,721	11,001,017	11,551,838
Debt service funds	-	-	-	-	752,618	752,618
Capital projects funds	-	-	-	-	9,575	9,575
Committed						
Future development	6,292,592	-	-	-	-	6,292,592
10% budget stabilization fund	2,703,423	-	-	-	-	2,703,423
Assigned						
Community development	368,032	-	-	-	-	368,032
Unassigned						
Unassigned	4,386,952	-	-	-	(1,415,490)	2,971,462
Total fund balances	<u>28,145,651</u>	<u>254,100</u>	<u>8,802,671</u>	<u>299,698</u>	<u>10,381,486</u>	<u>47,883,606</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 38,161,975</u>	<u>\$ 3,751,951</u>	<u>\$ 11,815,779</u>	<u>\$ 632,974</u>	<u>\$ 15,020,737</u>	<u>\$ 69,383,416</u>

The notes to the basic financial statements are an integral part of these financial statements.

City of Baldwin Park
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2017

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

Total fund balances		\$ 47,883,606
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:		
Governmental capital assets	\$ 256,977,084	
Less accumulated depreciation	<u>(160,069,020)</u>	96,908,064
Loans receivable not expected to be collected in the current period are offset by unearned revenue in the funds. They have been recognized and are in net position in the government-wide financial statements.		
		5,672,950
Accrued interest on long-term debt is not due and payable in the current period and is not reported in the funds.		
		(263,176)
Certain revenues in the governmental funds are deferred because they are not collected within the prescribed time period after year-end. Those revenues are recognized on the accrual basis in the government-wide statements.		
Unearned interest income on advances for administrative expenses		8,898,059
Long-term liabilities, including bonds payable, are not due and payable in the current year period and therefore are not reported in the funds.		
Loan payable	(1,565,718)	
Lease revenue bonds	(7,990,000)	
Pension obligation bonds	(1,795,000)	
Notes payable	(2,580,000)	
Compensated absences	(1,712,325)	
Other postemployment benefits	(13,078,848)	
Net pension liability	<u>(44,165,748)</u>	(72,887,639)
Deferred outflows are not current assets or financial resources; and deferred inflows are not due and payable in the current period and therefore not reported in the governmental funds.		
Deferred outflows of resources	10,337,317	
Deferred inflows of resources	<u>(3,796,234)</u>	6,541,083
Internal service funds are used by management to charge the costs of information systems, insurance charges and fleet services to individual funds. The assets and liabilities of internal funds are included in governmental activities in the statement of net position.		
		(878,539)
Net position of governmental activities		<u>\$ 91,874,408</u>

The notes to the basic financial statements are an integral part of these financial statements.

City of Baldwin Park
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For The Fiscal Year Ended June 30, 2017

	<u>Special Revenue</u>					Totals
	General	Housing and Community Development Grant	Housing Asset	Housing Authority	Other Governmental Funds	
Revenues						
Taxes	\$ 22,829,853	\$ -	\$ -	\$ -	\$ 2,665,044	\$ 25,494,897
Licenses and permits	842,914	-	-	-	24,577	867,491
Fines, forfeitures and penalties	693,331	-	-	-	176,590	869,921
Use of money and property	284,279	32,664	212,563	-	61,254	590,760
Intergovernmental	258,946	2,260,526	-	5,127,112	5,667,412	13,313,996
Charges for services	1,968,118	-	-	-	1,278,611	3,246,729
Other	429,358	169,481	162,315	64,533	2,544,152	3,369,839
Total revenues	<u>27,306,799</u>	<u>2,462,671</u>	<u>374,878</u>	<u>5,191,645</u>	<u>12,417,640</u>	<u>47,753,633</u>
Expenditures						
Current:						
General government	3,546,947	-	-	-	29,300	3,576,247
Public safety	18,860,919	-	-	-	368,369	19,229,288
Public works	2,274,235	-	-	-	8,465,169	10,739,404
Community development	1,153,584	1,799,234	235,980	5,127,746	337,756	8,654,300
Recreation services	3,422,281	-	-	-	1,076,350	4,498,631
Capital outlay	17,420	-	-	-	1,233,319	1,250,739
Debt service:						
Principal retirement	-	-	-	-	2,669,000	2,669,000
Interest and fiscal charges	-	-	-	-	650,255	650,255
Total expenditures	<u>29,275,386</u>	<u>1,799,234</u>	<u>235,980</u>	<u>5,127,746</u>	<u>14,829,518</u>	<u>51,267,864</u>
Excess (deficiency) of revenues over expenditures	<u>(1,968,587)</u>	<u>663,437</u>	<u>138,898</u>	<u>63,899</u>	<u>(2,411,878)</u>	<u>(3,514,231)</u>
Other financing sources (uses)						
Proceeds from other long-term debt	1,565,718	-	-	-	-	1,565,718
Transfers in	-	-	-	-	1,832,091	1,832,091
Transfers out	(915,740)	(406,456)	-	(14,228)	(1,513,685)	(2,850,109)
Net other financing sources (uses)	<u>649,978</u>	<u>(406,456)</u>	<u>-</u>	<u>(14,228)</u>	<u>318,406</u>	<u>547,700</u>
Net change in fund balances	(1,318,609)	256,981	138,898	49,671	(2,093,472)	(2,966,531)
Beginning fund balances, as restated	<u>29,464,260</u>	<u>(2,881)</u>	<u>8,663,773</u>	<u>250,027</u>	<u>12,474,958</u>	<u>50,850,137</u>
Ending fund balances	<u>\$ 28,145,651</u>	<u>\$ 254,100</u>	<u>\$ 8,802,671</u>	<u>\$ 299,698</u>	<u>\$ 10,381,486</u>	<u>\$ 47,883,606</u>

The notes to the basic financial statements are an integral part of these financial statements.

City Of Baldwin Park
Reconciliation of the Governmental Funds Statement of
Revenues, Expenditures, and Changes in Fund Balances to the
Statement of Activities
For The Fiscal Year Ended June 30, 2017

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

Net change in fund balance - governmental funds \$ (2,966,531)

Governmental funds report capital outlay as expenditures. In the statement of activities the cost of those assets is allocated over their estimated useful lives as depreciation expense.

Capital outlay	\$ 1,179,097	
Write off of capital assets	(89,898)	
Depreciation expense	<u>(7,480,838)</u>	(6,391,639)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.

Unearned interest income on advances for administrative expenses		324,448
--	--	---------

Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Costs associated with the issuance of long-term debt are reported as expenditures in the governmental funds, but deferred and amortized throughout the period during which the related debt is outstanding in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Proceeds from other long-term debt	(1,565,718)	
Principal repayments of notes payable	744,000	
Principal repayments of bonds	1,925,000	
Pension Expense - GASB 68	<u>(2,369,044)</u>	(1,265,762)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

Accrual of other postemployment benefits		(2,042,187)
--	--	-------------

Issuance of long-term receivables are treated as expenditures in governmental funds but increases the long-term receivables in the statement of net position

272,338

Repayment of long-term receivables are treated as revenue in governmental funds, but the repayment reduces the long-term receivables in the statement of net position

(191,175)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

Change in accrued interest on long-term debt	83,075	
Compensated absences	<u>(124,675)</u>	(41,600)

Internal service funds are used by management to charge the costs of information systems, insurance charges and fleet services to individual funds. The net income of the internal service funds is reported with governmental activities.

(81,958)

Change in net position of governmental activities		<u>\$ (12,384,066)</u>
---	--	------------------------

The notes to the basic financial statements are an integral part of these financial statements.

City of Baldwin Park
Statement of Net Position
Proprietary Funds
June 30, 2017

	Business-Type Activities Enterprise Fund	Governmental Activities Internal Service Funds
ASSETS		
Current assets		
Cash and cash equivalents	\$ 25,576	\$ 3,199,886
Accounts receivable	31	-
Interest receivable	-	13,970
Due from other funds	-	3,555,643
Prepaid expenses	650	-
Total current assets	26,257	6,769,499
Noncurrent assets		
Capital assets:		
Land	159,644	-
Building & Improvements	657,585	-
Equipment	38,601	6,772,227
Less accumulated depreciation	(427,810)	(6,526,091)
Net capital assets	428,020	246,136
Total noncurrent assets	428,020	246,136
Total assets	454,277	7,015,635
DEFERRED OUTFLOWS OF RESOURCES		
Deferred pensions	-	567,698
Total deferred outflows of resources	-	567,698
LIABILITIES		
Current liabilities		
Accounts payable	3,064	69,019
Accrued liabilities	716	24,803
Due to other funds	3,763	36,596
Tenant security deposits	1,951	-
Current portion of insurance liabilities	-	361,680
Total current liabilities	9,494	492,098
Noncurrent liabilities		
Workers' compensation liability	-	4,911,554
General insurance liability	-	1,035,243
Unemployment insurance liability	-	20,000
Disability insurance liability	-	75,000
Net pension liability	-	1,765,563
Total noncurrent liabilities	-	7,807,360
Total liabilities	9,494	8,299,458
DEFERRED INFLOWS OF RESOURCES		
Deferred pensions	-	162,414
Total deferred inflows of resources	-	162,414
NET POSITION		
Invested in capital assets	428,020	246,136
Unrestricted	16,763	(1,124,675)
Total net position (deficit) \$	444,783	\$ (878,539)

The notes to the basic financial statements are an integral part of these financial statements.

City of Baldwin Park
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For The Fiscal Year Ended June 30, 2017

	Business-Type Activities Enterprise Fund	Governmental Activities Internal Service Funds
Operating revenues		
Charges for services	\$ -	\$ 4,243,336
Use of money and property	33,736	-
Total operating revenues	33,736	4,243,336
Operating expenses		
Maintenance and operations	21,174	838,669
Provision for insurance claims	-	2,125,698
Depreciation	14,507	136,204
Lease and equipment purchase	-	122,488
Personnel services	19,410	858,641
Contractual services	290	264,833
Total operating expenses	55,381	4,346,533
Operating loss	(21,645)	(103,197)
Nonoperating income		
Interest	-	21,239
Total nonoperating income	-	21,239
Loss before operating transfers	(21,645)	(81,958)
Transfers		
Transfers in	14,228	-
Net transfers	14,228	-
Change in net position	(7,417)	(81,958)
Total net position - beginning, as restated	452,200	(796,581)
Total net position - ending	\$ 444,783	\$ (878,539)

The notes to the basic financial statements are an integral part of these financial statements.

City of Baldwin Park
Statement of Cash Flows
Proprietary Funds
For The Fiscal Year Ended June 30, 2017

	Business-type Activities Enterprise Fund	Governmental Activities Internal Service Funds
Cash flows from operating activities		
Receipts from tenants, customers and users	\$ 34,374	\$ 4,243,336
Payments to suppliers	(22,745)	(1,383,729)
Payments to employees	(19,390)	(886,275)
Payments for insurance	-	(2,232,420)
Net cash provided by (used in) operating activities	(7,761)	(259,088)
Cash flows from capital and related financing activities		
Net acquisition (disposal) of equipment	-	(17,555)
Net cash used in capital and related financing activities	-	(17,555)
Cash flows from non-capital financing activities		
Transfers	14,228	-
Interfund advances	978	(592,413)
Net cash provided by (used in) non-capital financing activities	15,206	(592,413)
Cash flows from investing activities		
Interest received	-	19,854
Change in cash and cash equivalents	7,445	(849,202)
Beginning cash and cash equivalents	18,131	4,049,088
Ending cash and cash equivalents	\$ 25,576	\$ 3,199,886
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:		
Operating income (loss)	\$ (21,645)	\$ (103,197)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:		
Depreciation	14,507	136,204
(Increase) decrease in:		
Accounts receivable	638	-
Prepaid expenses	(650)	1,220
Deferred outflows of resources	-	(272,451)
Increase (decrease) in:		
Accounts payable	(481)	(158,959)
Accrued liabilities	20	268
Tenant security deposits	(150)	-
Insurance liabilities	-	381,827
Net pension liability	-	(106,722)
Deferred inflows of resources	-	(137,278)
Net cash provided by (used in) operating activities	\$ (7,761)	\$ (259,088)

The notes to the basic financial statements are an integral part of these financial statements.

**City of Baldwin Park
Fiduciary Funds
Statement of Fiduciary Net Position
June 30, 2017**

	Agency Deposits Fund	Successor Agency to the Dissolved Redevelopment Agency Private-purpose Trust Fund
ASSETS		
Cash and investments	\$ 1,125,200	\$ 3,061,900
Cash and investments with fiscal agents	-	4,208,009
Accounts receivable	-	108,400
Other receivables, net	1,051	-
Total assets	1,126,251	7,378,309
LIABILITIES		
Liabilities		
Accounts payable	54,490	8,881
Accrued liabilities	-	32,504
Deposits	1,071,761	-
Other payables	-	54,179
Due to Housing Asset Fund	-	323,836
Advances from the City	-	22,155,588
Due to other governmental agencies	-	16,846,010
Tax allocation bonds		
Tax allocation bonds due within one year	-	5,705,000
Tax allocation bonds due in more than one year	-	11,325,000
Total liabilities	1,126,251	56,450,998
NET POSITION (DEFICIT)	\$ -	\$ (49,072,689)

The notes to the basic financial statements are an integral part of these financial statements.

**City of Baldwin Park
Fiduciary Fund
Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended June 30, 2017**

		Successor Agency to the Dissolved Redevelopment Agency Private-Purpose Trust Fund
Additions:		
Taxes	\$	7,358,802
Sales taxes, fines, forfeitures and penalties		696,515
Other		59,495
Total revenues		<u>8,114,812</u>
Deductions:		
General government		143,029
Pass-through expenditures		2,172,878
Interest and fiscal charges		1,187,004
Total expenditures		<u>3,502,911</u>
Excess (deficiency) of revenues over expenditures		4,611,901
Other financing sources (uses)		
Transfer from the City of Baldwin Park		1,015,446
Transfers out		(11,656)
Net other financing sources (uses)		<u>1,003,790</u>
Net change in net assets balances		5,615,691
Fiduciary net position at beginning of the year		<u>(54,688,380)</u>
Fiduciary net position at end of year	\$	<u><u>(49,072,689)</u></u>

The notes to the basic financial statements are an integral part of these financial statements.

(This page intentionally left blank.)

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The reporting entity of the City of Baldwin Park includes the financial activities of the Baldwin Park Housing Authority and the Baldwin Park Financing Authority, as well as the City of Baldwin Park. Although these entities are legally separate from each other, they are included within the scope of the reporting entity.

The inclusion of an organization within the City of Baldwin Park reporting entity is based on the provisions of Governmental Accounting Standards Board (GASB) Statement No. 39 and 61. These organizations are legally separate entities for which the City of Baldwin Park is financially accountable. The governing bodies of these organizations are substantially the same as the City Council and there also exists a financial benefit or burden relationship. As a result, the financial statements of the individual component units described below are blended with the City of Baldwin Park's financial statements. Separate financial statements are not prepared for the Baldwin Park Housing Authority or the Baldwin Park Financing Authority.

The City of Baldwin Park (the City), incorporated on January 25, 1956, is a general law city, which operates under a Council-Chief Executive Officer form of government. The City Council appoints the City Attorney, the Chief Executive Officer, and five department heads. Currently, the City is managed by an Executive Team. The Executive Team is composed of the Chief Executive Officer and five department heads. The City provides a broad range of services to its citizens, which include police protection, street construction and maintenance, parks and recreation, public improvements, planning and zoning, housing and community development, and general and administrative support services.

The Baldwin Park Housing Authority (the Housing Authority) was established on October 27, 1977, pursuant to the Health and Safety Code of the State of California. The Housing Authority's purpose is to oversee the administration of federally funded housing assistance programs. These programs are designed to provide affordable housing opportunities for low and moderate income residents of the cities of Baldwin Park, West Covina, Monrovia, and South El Monte.

The Baldwin Park Financing Authority (the Financing Authority) was established on April 6, 1988, between the City and the former Baldwin Park Redevelopment Agency (now called the Successor Agency to the Dissolved Baldwin Park Community Development Commission [Successor Agency]) by execution of a joint exercise of powers agreement. The Financing Authority is governed by a five-member board consisting of the City Council. The Financing Authority's purpose is to acquire, finance, construct, manage, and maintain or operate certain public capital improvements.

The Baldwin Park Charitable Relief Foundation (the Foundation) is a non-profit entity organized by the City to raise funds for use in certain programs for the children in the City. The Foundation's financial statements were not included in the reporting entity's financial statements because of insignificance of its activities and account balances.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The City's financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental agencies. The GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The City's more significant accounting policies are described below.

Government-Wide and Fund Financial Statements

The statement of net position and statement of activities (i.e., the government-wide financial statements) display information on all of the non-fiduciary activities of the primary government (the City) and its blended component units. Eliminations have been made to minimize the effect of interfund activity. Interfund services provided and used are not eliminated in the process of consolidation. These statements distinguish between the City's *governmental* and *business-type activities*. 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 charged to external parties. The City reports its enterprise fund under business-type activities in the government-wide financial statements.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities and for each segment of the City's business-type activities. Direct expenses are those that are specifically associated with a program or function and are clearly identifiable to a particular function. Program revenues include 1) charges paid by the recipient of goods or services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

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 ongoing operations. The principal operating revenues of the City's proprietary funds are charges to customers for sales and services. Operating expenses for proprietary funds include 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 net positions are available for use, the City's policy is to use restricted resources first, then the unrestricted resources as they are needed.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity with a self-balancing set of accounts established for the purpose of carrying out specific activities or attaining certain objectives in accordance with applicable regulations, restrictions, or limitations. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the last is 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. All remaining governmental and enterprise funds are separately aggregated and reported as nonmajor funds.

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 fund and fiduciary fund financial statements. Revenues are recognized when earned and expenses are recognized when the liabilities are incurred regardless of the timing of related cashflows. Property taxes are recognized as revenues in the 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.

Governmental fund 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 or soon enough thereafter to pay liabilities of the current period. The City considers taxes and assessments associated with the current fiscal period to be available if they are collected within 60 days of the end of the current fiscal period. All other revenue items are considered to be measurable and available only when the City receives cash. Expenditures generally are recorded when a liability is incurred, as under the accrual basis of accounting. However, debt service expenditures are recorded only when payment is due.

The City reports the following major governmental funds:

General Fund - The General Fund is the City's general operating fund. It is used to account for all financial resources, except those required to be accounted for in other funds.

Special Revenue Funds - The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than those for Capital Projects Funds) that are legally restricted to expenditures for special purposes. Major special revenue funds are:

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Housing and Community Development Grant Fund Accounts for revenues from the U.S. Department of Housing and Urban Development. These revenues must be expended to accomplish one of the following objectives: elimination of slum or blight, be of benefit to low and moderate income persons, or meet certain urgent community needs. The fund includes revenues from the BLOCK and HOME programs.

Housing Asset This fund accounts for the housing assets approved by the State of California Department of Finance to remain with the City after the dissolution of the former redevelopment agency.

Housing Authority This fund accounts for housing assistance programs, which include the Voucher and Capital Grant Program, administered by the City's Housing Authority under the rules and regulations of the U.S. Department of Housing and Urban Development.

Additionally, the City reports the following fund types:

Governmental Funds

Descriptions for Special Revenue Funds, Debt Service Funds, and the Capital Projects Fund can be found on pages 80 to 83.

Proprietary Funds

Enterprise Fund – The Enterprise Fund is used to account for a 12-unit complex occupied by elderly low-income tenants, who pay monthly rents to the City.

Internal Service Funds – The Internal Service Funds are used to account for the financing of goods or services provided by one City department to the other departments or agencies on a cost reimbursement basis. These funds account for the revenues and expenses of the City's Fleet Services, Information Services, Capital Equipment, and Internal Insurance.

Fiduciary Funds

Agency Deposits Fund – This fund is used to account for assets held by the City as an agent on behalf of employees, individuals, private organizations, other governments, or other funds. This fund includes resources held for seized assets, police training, donations for others, etc. The Agency Deposits Fund, which is custodial in nature, does not involve measurement of results of operations.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Successor Agency to the Dissolved Redevelopment Agency Private-Purpose Trust Fund – This fund is a fiduciary fund type used by the City to report trust arrangements under which principal and income benefit other governments. This fund reports the assets, liabilities, and activities of the Successor Agency to the Dissolved Baldwin Park Community Development Commission, the City's former Redevelopment Agency. Unlike the limited reporting typically utilized for Agency Funds, Private-Purpose Trust Funds report a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position.

Financial Statement Elements

Cash and Investments

Investments are stated at fair value, the value at which a financial instrument could be exchanged in a current transaction between willing parties other than a forced or liquidation sale.

The City pools all nonrestricted cash for investment purposes. Interest income earned on pooled cash is allocated quarterly to the various funds based on their month-end cash balances. Interest income from restricted cash is allocated directly to the fund earning the income.

Property Taxes

The County of Los Angeles (the County) has the responsibility for property tax and assessment levies and collections. The County's property tax calendar is July 1 to June 30. Property taxes are an enforceable lien on the property as of the preceding January 1. Property tax bills, which include assessments, are levied June 30 and are due in equal installments on November 1 and February 1 of each property tax year. The City records property tax assessment revenues upon receipt or anticipated receipt from the County. Property taxes receivable reported in the fund financial statements are not offset by unearned revenues because they are collectable within 60 days of fiscal year-end.

Receivables and Payables

Property, sales, use, and utility user taxes related to the current fiscal year are accrued as revenue and accounts receivable and considered available if received within 60 days of year-end. Federal and State grants are considered receivable and accrued as revenue when reimbursable costs are incurred under the accrual basis of accounting in the government-wide statement of net position. The amount recognized as revenue under the modified accrual basis of accounting is limited to the amount that is deemed measurable and collectable. Earned but unbilled revenue is recognized as revenue and accounts receivable in the Enterprise Fund.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Interfund Transactions

Interfund transactions are reflected as 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 nonspendable fund balance account 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 and proprietary funds are netted as part of the reconciliation of the government-wide presentation.

Restricted Assets

Certain proceeds of debt issues, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants.

Capital Assets

Capital assets, which include land, buildings, improvements, vehicles, furniture, equipment, and infrastructure assets (e.g., roads, bridges, curbs and gutters, sidewalks and lighting, and drainage systems), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are recorded at historical cost or estimated cost, if historical cost is not available. Contributed assets are recorded at their estimated fair value at the time received. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value. The costs of normal maintenance and repairs that do not add value to the asset or materially extend lives are not capitalized.

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

Building	60 years
Machinery and equipment	3 to 20 years
Vehicles and related equipment	5 to 15 years
Roadway network	20 to 50 years
Commuter rail network	50 years
Sewer network	60 years
Storm drain network	50 years

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

It is the City's policy to capitalize all land, building, improvements, equipment, and infrastructure assets, except assets costing less than \$5,000. Interest incurred during the construction phase of capital assets of business-type activities is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period. Costs of assets sold or retired (and related amounts of accumulated depreciation) are eliminated from the accounts in the year of sale or retirement and the resulting gain or loss is included in the operating statement of the related activity. In governmental funds, the sale of general capital assets is included in the statement of revenues, expenditures, and changes in fund balances as proceeds from sale.

Property Held for Resale

Property held for resale is recorded at the lower of cost or fair value. A corresponding nonspendable fund balance account is recorded which indicates the asset does not represent available expendable resources.

Compensated Absences

It is the City's policy to record the liability for employees' vested earned vacation, compensatory time off, etc. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The City does not provide for the vesting of sick leave; therefore, no liability has been recorded.

Self-Insurance Programs

The City has initiated self-insurance programs for long-term disability and unemployment insurance claims. In addition, the City maintains a cash reserve to provide for the per-occurrence deductible on property damage, workers' compensation, and general liability claims of \$5,000, \$500,000, and \$300,000, respectively. These activities are accounted for in the Internal Insurance Fund.

Operating revenues are primarily user charges to other funds and are planned to match estimated payments resulting from self-insurance programs, operating expenses, and reinsurance premiums. The fund accrues the estimated liability for claims when such amounts are reasonably determinable and where the liability is probable. Further, the fund sets up a cash reserve for these known claims as well as for the estimated liability for such claims expected to be filed for incidents that occurred as of June 30, 2017. The calculation is based on a ten-year historical trend analysis.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

The City is a member of the Independent Cities Risk Management Authority (ICRMA), a joint powers authority formed to provide liability insurance coverage for independent cities. Under the terms of the agreement with ICRMA, the City is insured for liability losses in excess of the \$300,000 Self-Insurance Retention (SIR), with a liability limit of \$1,000,000 per occurrence and workers' compensation losses in excess of the \$500,000 SIR, with a liability limit of \$5,000,000 per any one loss (see Note 15).

Deferred Outflows and Inflows of Resources

Pursuant to GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68, Accounting and Financial Reporting for Pensions*, the City recognizes deferred outflows and inflows of resources. A deferred outflow of resources is defined as a consumption of net position by the City that is applicable to a future reporting period. A deferred inflow of resources is defined as an acquisition of net position by the City that is applicable to a future reporting period. The statement of net position includes an itemized listing of deferred inflows and outflows of resources the City has recognized.

Long-Term Obligations

In the government-wide financial statements and proprietary fund types financial statements, long-term debt and other long-term obligations are recorded as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, if applicable, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the period incurred in accordance with GASB Statement No. 65.

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Pensions

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 California Public Employees' Retirement System (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.

GASB Statement No. 68 requires that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used.

Valuation Date (VD)	June 30, 2015
Measurement Date (MD)	June 30, 2016
Measurement Period (MP)	July 1, 2015 to June 30, 2016

Fund Balance

The City follows GASB Statement No. 54, *Fund Balance Reporting and Government Fund-Type Definitions*. Fund balance is the difference between the assets and liabilities reported in the City's governmental funds. There are generally limitations on the purpose for which all or a portion of the resources of a governmental fund may be used. The force behind these limitations can vary significantly, depending upon their source. Consequently, the fund balance reported in the annual financial statements is categorized into five components whereby each component identifies the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the fund can be spent. The five components of fund balance are as follows (See Note 10):

- **Nonspendable:** Resources that are 1) not in spendable form, such as inventories, prepaids, long-term receivables, or non-financial assets held for resale, or 2) required to be maintained intact, such as an endowment.
- **Restricted:** Resources that are subject to externally enforceable legal restrictions; these restrictions would be either 1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or 2) imposed by law through constitutional provisions or enabling legislation.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

- **Committed:** Includes amounts that can only be used for specific purposes determined by a formal action of the City Council such as a resolution or staff report approved by the City Council, the City's highest level of decision-making authority. Commitments may be changed or lifted only by the government taking the same formal action that imposed the constraint originally.
- **Assigned:** Resources that are constrained by the City's intent to be used for specific purposes, but that are neither restricted nor committed. The City Council has designated the Chief Executive Officer and the Director of Finance as the City officials to determine and define the amounts of those components of fund balance that are classified as Assigned Fund Balance.
- **Unassigned:** Within the General Fund, the residual resources, either positive or negative, in excess of what can be properly classified in one of the other four fund balance categories. Within all other governmental funds, the negative residual resources in excess of what can be properly classified as nonspendable, restricted, or committed.

The City Council, as the City's highest level of decision-making authority, may commit fund balance for specific purposes pursuant to constraints imposed by a formal action of the City Council. Committed amounts cannot be used for any other purpose unless the City Council removes or changes the specific use through the same type of formal action taken to establish the commitment.

The City Council delegates the authority to assign fund balance to the Chief Executive Officer for purposes of reporting in the annual financial statements.

The City considers the restricted fund balances to have been spent when expenditures are incurred for purposes for which both unrestricted and restricted fund balance is available. The City considers unrestricted fund balances to have been spent when expenditures are incurred for purposes for which amounts in any of the unrestricted classifications of fund balance could be used. When expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, it is the policy of the City to reduce the committed amounts first, followed by assigned amounts, and then unassigned amounts.

In 2011, the City Council adopted a resolution establishing a minimum General Fund Reserve of ten percent of the General Fund Operating Expenditures at the adoption of the annual operating budget as budget stabilization fund to be used for emergency purposes or for fluctuations in the economy such as when there is significant fluctuation in revenues or when budgetary imbalances arise.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Stabilization amounts may be expended only when such specific circumstances exist and as approved by the City Council. Only the City Council, as the City's highest level of decision-making authority, can increase or reduce the budget stabilization fund balance for specific purposes pursuant to constraints imposed by formal actions taken or a resolution by the City Council.

Statement of Cash Flows

For purposes of the statement of cash flows, cash equivalents are defined as investments with original maturities of 90 days or less, which are readily convertible to known amounts of cash and not subject to significant changes in value from interest rate fluctuations.

The City considers all pooled cash and investments (consisting of cash and investments and restricted cash and investments) held by the City as cash and cash equivalents because the pool is used essentially as a demand deposit account from the standpoint of the funds. The City also considered all non-pooled cash and investments (consisting of cash with fiscal agent and restricted cash and investments held by fiscal agent) as cash and cash equivalents because investments meet the criteria for cash equivalents defined above.

Use of Estimates

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

Implementation of New Pronouncements

During the fiscal year ended June 30, 2017, the City adopted the following new Statements of the Governmental Accounting Standards Board (GASB):

- GASB Statement No. 77, *Tax Abatement Disclosures*. The scope of this Statement addresses accounting and financial reporting by giving users of financial statements information that is not consistently or comprehensively reported to the public at present. This Statement requires governments that enter into tax abatement agreements to disclose relevant information such as brief descriptive information, that includes the tax being abated, the authority under which tax abatements are provided, eligibility criteria, the mechanism by which taxes are abated, provisions for recapturing abated taxes, and the types of commitments made by the tax abatement recipients. The implementation of this new standards did not have a significant impact on the City's 2017 financial statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Implementation of New Pronouncements (Continued)

- GASB Statement No. 78, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*. The objective of this Statement is to address a practice issue regarding the scope and applicability of Statement No. 68, *Accounting and Financial Reporting for Pensions*. The Statement is effective for periods beginning after December 15, 2015. The implementation of this new standards did not have a significant impact on the City's 2017 financial statements.

- GASB Statement No. 80, *Blending Requirements for Certain Component Units—an amendment of GASB Statement No. 14*. The objective of this Statement is to improve financial reporting by clarifying the financial statement presentation requirements for certain component units. This Statement amends the blending requirements established in paragraph 53 of Statement No. 14, *The Financial Reporting Entity*, as amended. The Statement is effective for periods beginning after June 15, 2016. The implementation of this new standards did not have a significant impact on the City's 2017 financial statements.

- GASB Statement No. 82, *Pension Issues—an amendment of GASB Statements No. 67, No. 68, and No. 73*. The objective of this Statement is to address certain issues that have been raised with respect to Statements No. 67, *Financial Reporting for Pension Plans*, No. 68, *Accounting and Financial Reporting for Pensions*, and No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68*, and Amendments to Certain Provisions of GASB Statement. The Statement is effective for periods beginning after June 15, 2016. The implementation of this new standards did not have a significant impact on the City's 2017 financial statements.

NOTE 2 NET POSITION/FUND BALANCES

The governmental activities and business-type activities in the government-wide financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted, and unrestricted.

- Net investment in capital assets – This amount consists of all capital assets, including infrastructure, net of accumulated depreciation and reduced by outstanding debt that is attributed to the acquisition, construction, or improvement of these assets.

NOTE 2 NET POSITION/FUND BALANCES (CONTINUED)

- Restricted – This category presents amounts with external restrictions imposed by creditors, grantors, contributors, laws or regulations of other governments, and restrictions imposed by law through constitutional provisions or enabling legislation.
- Unrestricted – This category represents the City’s net position which is not restricted for any project or other purpose.

NOTE 3 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Expenditures in Excess of Appropriations

Expenditures for the year ended June 30, 2017, exceeded appropriations in the following funds:

	<u>Expenditures</u>	<u>Appropriations</u>	<u>Excess</u>
General Fund:			
General government	\$ 3,546,947	\$ 3,302,308	\$ (244,639)
Public works	2,274,235	165,983	(2,108,252)
Recreation services	3,422,281	3,322,322	(99,959)
Federal Asset Forfeiture:			
Public safety	218,565	62,354	(156,211)
Capital outlay	87,085	78,121	(8,964)
State Gasoline Tax			
Capital outlay	223,934	186,095	(37,839)
Prop A Fund			
Recreation services	155,962	110,680	(45,282)
Prop C Fund			
Capital outlay	321,971	238,623	(83,348)
Integrated Waste Management			
Public works	388,125	354,603	(33,522)
State Asset Forfeiture			
Public safety	37,467	-	(37,467)
Capital outlay	4,038	-	(4,038)
Park Land and Public Art Fees			
Recreation services	21,000	-	(21,000)
Measure R			
Capital outlay	81,319	56,000	(25,319)
Other Grants			
Recreation services	3,934	-	(3,934)
Police Grants			
Public safety	112,337	70,000	(42,337)

NOTE 3 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

Deficit Fund Balance

The following funds have deficit fund balances or net position at June 30, 2017. Management expects to eliminate the deficits with subsequent revenue in the funds or transfers from the General Fund.

Nonmajor Governmental Funds:	
Federal Surface Transportation Program	\$ 41,717
Other Grants	1,373,773
Total nonmajor governmental funds	<u>1,415,490</u>
Proprietary funds:	
Internal Service Funds	
Fleet Services	513,022
Information Services	346,796
Internal Insurance	188,073
Total internal services funds	<u>1,047,891</u>
	<u>\$ 2,463,381</u>

NOTE 4 CASH AND INVESTMENTS

At June 30, 2017, the City's cash and investments consist of:

	Governmental Activities	Business-Type Activities	Fiduciary Funds	Total
Unrestricted assets				
Cash and investments	\$ 31,708,849	\$ 25,576	\$ 4,187,100	\$ 35,921,525
Restricted assets				
Cash and investments with fiscal agent	686,593	-	4,208,009	4,894,602
Total cash and Investments	<u>\$ 32,395,442</u>	<u>\$ 25,576</u>	<u>\$ 8,395,109</u>	<u>\$ 40,816,127</u>

Cash and investments at June 30, 2017, consisted of the following:

Cash on hand	\$ 833
Deposits with financial institutions	20,585,397
Investments	<u>20,229,897</u>
 Total cash and investments	 <u>\$ 40,816,127</u>

NOTE 4 CASH AND INVESTMENTS

The City follows the practice of pooling cash and investments of all funds, except for funds required to be held by outside fiscal agents under the provisions of bond indentures. Interest income is allocated quarterly to the various funds based on monthly balances. Interest income from cash and investments with fiscal agents is credited directly to the related fund.

Investment Policy

The City's investment policy outlines the guidelines required to be used in effectively managing the City's available cash in accordance with the California Government Code. Summarized below are the investment vehicles that are authorized and certain provisions of the policy that address interest rate risk and concentration of credit risk.

	Maturity	Maximum Allowable Investment Percentage	Maximum Percentage per Issuer
U.S. Treasury Obligations	365 days	Unlimited	N/A
U.S. Agency Securities and Instrumentalities of Government Sponsored Corporation	365 days	Unlimited	N/A
Negotiable Certificates of Deposit	365 days	30%	N/A
Time Deposits - Collateralized	365 days	Unlimited	\$ 500,000
Time Deposits - Uncollateralized	365 days	Unlimited	\$ 100,000
Banker's Acceptances	180 days	40%	
Repurchase Agreements	180 days	Unlimited	N/A
Commercial Paper Rated A-1 by Standard and Poor's Corporation or P-1 by Moody's Investors Services, Inc.	180 days	30%	10%
Local Agency Investment Fund (LAIF)	N/A	Unlimited	\$ 40,000,000

Cash and Investments with Fiscal Agents

The City has monies held by trustees or fiscal agents pledged to the payment or security of certain notes, bonds, and certain construction projects. Money market mutual funds may be purchased as allowed under California Government Code. Only funds holding U.S. Treasury or Agency obligations can be utilized.

Interest Rate Risk

Interest rate risk, as defined under GASB Statement No. 40, is the risk that changes in interest rates will adversely affect the fair value of an investment. Most of the City's investments are held in trust by the fiscal agents as required by the bond indenture. The following table summarizes the distribution of the City's investments according to maturity at June 30, 2017.

NOTE 4 CASH AND INVESTMENTS (CONTINUED)

	Less than 1 year	1 -5 years	More than 5 years	Total
Local Agency Investment Fund	\$ 15,335,295	\$ -	\$ -	\$ 15,335,295
Unrestricted cash and investments	<u>15,335,295</u>	<u>-</u>	<u>-</u>	<u>15,335,295</u>
Cash and investments with fiscal agents	-	4,159,411	735,191	4,894,602
Restricted cash and investments	<u>-</u>	<u>4,159,411</u>	<u>735,191</u>	<u>4,894,602</u>
Total cash and investments	\$ 15,335,295	\$ 4,159,411	\$ 735,191	\$ 20,229,897

Concentration of Credit Risk

Under GASB Statement No. 40, concentration of credit risk is the risk of loss attributable to the magnitude of the City's investment in a single issuer. The City's investment policy imposes restrictions for certain types of investments with any one issuer to 15% of the total investment pool except for the types of investments described in the investment policy table above. As of June 30, 2017, the City is in compliance with the investment policy restrictions.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. In accordance with GASB Statement No. 40, deposits are exposed to custodial credit risk if they are uninsured and either:

- a. Uncollateralized or
- b. Collateralized with securities held by the pledging financial institution, or by its trust department or agent, but not in the depositor-government's name.

The California Government Code requires California banks and savings and loan associations to secure a city's deposits by pledging government securities as collateral. The market value of the pledged securities must equal at least 110% of a city's deposits. California law also allows financial institutions to secure city deposits by pledging first trust deed mortgage notes having a value of 150% of a city's total deposits. The City may waive collateral requirements for deposits, which are fully insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC).

The carrying amounts of the City's cash deposits were \$20,585,397 at June 30, 2017. Bank balances before reconciling items were \$21,885,402 at that date, the total amount of which was collateralized or insured with securities held by the pledging financial institution in the City's name.

NOTE 4 CASH AND INVESTMENTS (CONTINUED)

The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit exposure to custodial credit risk for deposits or investments, other than the following provision applicable to deposits:

The California Government Code requires California banks and savings and loan associations to secure the City's cash deposits by pledging securities as collateral. This code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the City's name.

Credit Risk and Fair Value of Investments

Investments are exposed to custodial credit risk if they are uninsured, unregistered, and held by either:

- a. The counterparty or
- b. The counterparty's trust department or agent but not in the government's name.

The City's investments are in external investment pools and in mutual funds, which are not exposed to custodial credit risk.

Presented below is the minimum rating as required by (where applicable) the California Government Code, the City's investment policy, or debt agreement and the actual rating as reported by Standard & Poor's Corporation as of year-end for each investment type.

Investment Type	Totals as of June 30, 2017	Minimum Legal Rating	Rating Not Available	Unrated
Local Agency Investment Fund	\$ 15,335,295	(1)	\$ -	\$ 15,335,295
Held by bond trustee:				
Local Agency Investment Fund	306	(1)	306	-
US Treasury Notes	4,159,411	(1)	4,159,411	-
Mutual Funds	734,885	(2)	734,885	-
Total cash and investments	\$ 20,229,897		\$ 4,894,602	\$ 15,335,295

(1) Not applicable

(2) Accepted to the Municipal Bond Insurer

Investment in State Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. LAIF is overseen by the Local Agency Investment Advisory Board, which consists of five members, in accordance with State statute. The State Treasurer's Office audits the fund annually. The fair value of the portion in the investment pool approximates the amortized value of the pool shares.

NOTE 4 CASH AND INVESTMENTS (CONTINUED)

Restricted Cash and Investments

The City has monies held by financial institutions, which are restricted for the payment of certain notes and bonds.

Fair Value Measurement

During the fiscal year ended June 30 2016, the City implemented GASB Statement No. 72, *Fair Value Measurement and Application*. GASB 72 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset.

- Level 1 inputs are quoted prices for identical assets or liabilities in active markets that government can access at the measurement date.
- Level 2 inputs are other than quoted prices included in Level 1 that are observable for an asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for an asset or liability.

The following table represents the City's fair value hierarchy for its financial assets measured at fair value on a recurring basis:

Investment Type	Totals as of June 30, 2017	Level of Inputs
Local Agency Investment Fund	\$ 15,335,295	Uncategorized
Held by bond trustee:		
Local Agency Investment Fund	306	Uncategorized
Investment Agreement	4,159,411	Uncategorized
Mutual Funds	734,885	Level 2
Total cash and investments	\$ 20,229,897	

The City's investment in LAIF as of June 30, 2017 is reported at the City's pro-rata share of the amortized cost provided by LAIF. This amount approximates fair value.

City of Baldwin Park, California
Notes to the Basic Financial Statements
June 30, 2017

NOTE 5 LOANS RECEIVABLE AND UNAVAILABLE REVENUES

Loans Receivable and Unavailable Revenues at June 30, 2017, consisted of the following:

	Loans Receivable	Unavailable Revenues
General Fund	\$ 8,151,836	\$ 8,151,836
Special Revenue Funds:		
Loans receivable from Residential Rehabilitation Program	325,897	325,897
Loans receivable from HOME Program	3,005,013	3,005,013
Loans receivable from CalHOME Program	89,743	89,743
Loans receivable from Developers and First Time Home Buyer Program	2,998,520	2,998,520
Total \$	14,571,009	\$ 14,571,009

Unavailable revenues in the General Fund of \$8,151,836 pertain to interest on advances to the Successor Agency, which is not available for current operations. The other unavailable revenues pertain to long-term loans receivable related to the City's housing and community development programs, including interest receivable of \$746,223 on the loans receivable and reported in the other receivable account.

NOTE 6 INTERFUND BALANCES

At June 30, 2017, the City's interfund receivables and payables were as follows:

	Due from Other Funds	Due to Other Funds	Advances to Other Funds	Advances from Other Funds
Major governmental funds				
General Fund	\$ 124,687	\$ -	\$ 22,155,588	\$ -
Housing and Community Development	-	137,787	-	-
Housing Authority	-	184,035	-	-
Housing Asset	323,836	-	-	-
Total major governmental funds	448,523	321,822	22,155,588	-
Nonmajor governmental funds	-	3,318,149	-	-
Total governmental funds	448,523	3,639,971	22,155,588	-
Proprietary funds				
Enterprise Funds	-	3,763	-	-
Internal Service Funds	3,555,643	36,596	-	-
Total proprietary funds	3,555,643	40,359	-	-
Fiduciary funds				
Total fiduciary funds	-	323,836	-	22,155,588
Total funds \$	4,004,166	\$ 4,004,166	\$ 22,155,588	\$ 22,155,588

NOTE 6 INTERFUND BALANCES (CONTINUED)

Due To and Due From Other Funds

Amounts due to the Internal Service Funds represent short-term borrowings by the Housing and Community Development and Nonmajor Funds. These balances are expected to be repaid within the next fiscal year.

Advances to the Successor Agency

The City has an agreement with the Baldwin Park Successor Agency (the Successor Agency) (formerly the Redevelopment Agency) providing for the advance of funds to finance improvements and operations relating to and within the project areas. The Successor Agency accrues interest on the original advances at LAIF's prevailing interest rate. At June 30, 2017, the City has advanced \$22,155,588 which includes accrued interest of \$8,151,836.

In June 2011, Assembly Bill 26 (1st extraordinary session) dissolved the former Redevelopment Agency, effective (after some litigation on the matter) February 1, 2012. As part of the dissolution process set forth in that bill and a later bill clarifying and modifying the terms of the dissolution (Assembly Bill 1484, adopted in June 2012), the existing loan from the City to the Redevelopment Agency was considered by the Department of Finance to be not enforceable. The Successor Agency to the former Redevelopment Agency has sought reconsideration by the Department of Finance as to the enforceability of the loan. In addition, the loan may be reinstated (but is not required to be) under Assembly Bill 1484 following the completion of a due diligence process being undertaken by the Successor Agency. The loan has been reinstated on the Recognized Obligation Payment Schedule and approved by the State of California, Department of Finance.

Interfund Transfers

Interfund transfers at June 30, 2017, are as follows:

	Transfers in	Transfers out
Major governmental funds		
General Fund	\$ -	\$ 915,740
Housing and Community Development	-	406,456
Housing Authority	-	14,228
Total major governmental funds	-	1,336,424
Nonmajor governmental funds	1,832,091	1,513,685
Total governmental funds	1,832,091	2,850,109
Proprietary funds		
Enterprise Funds	14,228	-
Successor Agency	1,015,446	11,656
Total funds	\$ 2,861,765	2,861,765

Transfers to other governmental funds were to fund the matching requirements on certain grants and capital projects and fund debt service payments.

City of Baldwin Park, California
Notes to the Basic Financial Statements
June 30, 2017

NOTE 6 INTERFUND BALANCES (CONTINUED)

Transfers to Successor Agency were to transfer the cash reserve used to defease the Successor Agency bonds.

NOTE 7 CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2017, was as follows:

	Balance June 30, 2016	Additions	Deletions/ Adjustments	Balance June 30, 2017
Capital assets not being depreciated:				
Land	\$ 1,644,507	\$ -	\$ (67,714)	\$ 1,576,793
Construction in progress	858,818	965,911	-	1,824,729
Total capital assets not being depreciated	<u>2,503,325</u>	<u>965,911</u>	<u>(67,714)</u>	<u>3,401,522</u>
Capital assets being depreciated				
Buildings and improvements	44,908,164	-	-	44,908,164
Vehicles and equipment	17,345,100	230,742	(1,637,885)	15,937,957
Infrastructure	199,501,666	-	-	199,501,666
Total	<u>261,754,930</u>	<u>230,742</u>	<u>(1,637,885)</u>	<u>260,347,787</u>
Less accumulated depreciation for:				
Buildings and improvements	14,183,132	733,219	-	14,916,351
Vehicles and equipment	13,803,059	923,029	(1,616,434)	13,109,654
Infrastructure	132,607,578	5,960,794	734	138,569,106
Total	<u>160,593,769</u>	<u>7,617,042</u>	<u>(1,615,700)</u>	<u>166,595,111</u>
Net capital assets being depreciated	<u>101,161,161</u>	<u>(7,386,300)</u>	<u>(22,185)</u>	<u>93,752,676</u>
Net capital assets - governmental activities	<u>\$ 103,664,486</u>	<u>\$ (6,420,389)</u>	<u>\$ (89,899)</u>	<u>\$ 97,154,198</u>

	Balance July 1, 2016	Additions	Deletions/ Adjustments	Balance June 30, 2017
Capital assets not being depreciated:				
Land	\$ 159,644	-	-	\$ 159,644
Total	<u>159,644</u>	<u>-</u>	<u>-</u>	<u>159,644</u>
Capital assets being depreciated				
Buildings and improvements	657,585	-	-	657,585
Equipment	38,602	-	-	38,602
Total	<u>696,187</u>	<u>-</u>	<u>-</u>	<u>696,187</u>
Less accumulated depreciation for:				
Buildings and improvements	374,702	14,507	-	389,209
Equipment	38,602	-	-	38,602
Total	<u>413,304</u>	<u>14,507</u>	<u>-</u>	<u>427,811</u>
Net capital assets being depreciated	<u>282,883</u>	<u>(14,507)</u>	<u>-</u>	<u>268,376</u>
Net capital assets - governmental activities	<u>\$ 442,527</u>	<u>\$ (14,507)</u>	<u>\$ -</u>	<u>\$ 428,020</u>

NOTE 7 CAPITAL ASSETS (CONTINUED)

Depreciation expense was charged to functions of the governmental and business-type activities as follows:

Governmental Activities

General government	\$	212,932
Public safety		157,510
Public works		6,793,695
Parks, recreation and culture		96,430
Community Development		269,533
Internal service fund		86,942
Total	\$	<u>7,617,042</u>

Business-type Activities

Public housing	\$	14,507
Total	\$	<u>14,507</u>

NOTE 8 ACCOUNTS PAYABLE AND OTHER CURRENT LIABILITIES

Composition of accounts payable and other current liabilities is as follows:

	Vendors	Accrued Liabilities	Deposits	Total
Major governmental funds				
General Fund	\$ 1,067,610	\$ 796,878	\$ -	\$ 1,864,488
Housing and Community Development Grant	9,629	12,454	-	22,083
Housing Assets	110	14,478	-	14,588
Housing Authority	138,575	10,666	-	149,241
Total major governmental fund	1,215,924	834,476	-	2,050,400
Nonmajor governmental funds	608,245	84,489	277,134	969,868
Total funds	<u>\$ 1,824,169</u>	<u>\$ 918,965</u>	<u>\$ 277,134</u>	<u>\$ 3,020,268</u>

NOTE 9 LONG-TERM LIABILITIES

Changes in Long-Term Liabilities

Summary of changes in long-term liabilities during the year ended June 30, 2017 (\$ in thousands):

	Balance July 1, 2016	Increases	Decreases	Balance June 30, 2017	Due Within One Year
Loan payable	\$ -	\$ 1,566	\$ -	\$ 1,566	\$ -
Bonded indebtedness	11,710	-	1,925	9,785	2,085
Notes payable	3,324	-	744	2,580	781
Compensated absences	1,588	134	10	1,712	134
Other postemployment benefits	11,037	2,834	792	13,079	-
Net pension liability	35,625	10,306	-	45,931	-
Total	<u>\$ 63,284</u>	<u>\$ 14,840</u>	<u>\$ 3,471</u>	<u>\$ 74,653</u>	<u>\$ 3,000</u>

NOTE 9 LONG-TERM LIABILITIES (CONTINUED)

Bonded Indebtedness

At June 30, 2017, bonded indebtedness consisted of (\$ in thousands):

	Date Issued	Final Maturity	Interest Rate %	Amount Issued	Outstanding Balance
Lease Revenue Bonds:					
Baldwin Park Financing Authority					
2004 Lease Revenue Refunding Bonds	October 2004	August 2034	3.75 - 5.0	\$ 10,840	\$ 7,990
Pension Obligation Bonds					
2007- Series A-1	August 2007	June 2018	5.06-5.30	12,810	1,795
Total bonded indebtedness				\$ 23,650	\$ 9,785

Sources of Debt Service

Interest and principal redemptions for the Lease Revenue Bonds are payable solely from lease payments made by the City to the Financing Authority as rent for the Community Center. The Pension Obligation Bonds 2007 – Series A-1 were issued and used to advance pay safety employee pension obligations. Interest and principal are funded by the City's General Fund.

Bond Covenants and Other Requirements

The City is in compliance with all the provisions of the bond covenants and the requirements regarding arbitrage rebates.

Notes Payable

Notes payable is composed of:

Section 108 Loan from the Department of Housing and Urban Development (HUD) for the City's real property acquisitions. The loan is payable annually from August 2008 through August 2021 with interest payable semi-annually with rates ranging from 5.25% to 5.46%. The loan will be repaid through future HUD entitlements. \$ 2,188,000

Promissory certificate from the Bank of the West for the City's lease payments. The loan is payable annually from October 2009 through October 2012 with interest payable semi-annually at 4.05%. 392,000
\$ 2,580,000

NOTE 9 LONG-TERM LIABILITIES (CONTINUED)

Debt Service Requirements

The following are future scheduled Annual Debt Service Requirements for the bonded indebtedness (\$ in thousands):

Year Ending June 30,	Principal	Interest	Total Debt Service
2018	\$ 2,085	\$ 482	\$ 2,567
2019	300	374	674
2020	315	361	676
2021	330	346	676
2022	345	329	674
2023-2027	2,000	1,363	3,363
2028-2032	2,550	796	3,346
2033-2035	1,860	143	2,003
Total	<u>\$ 9,785</u>	<u>\$ 4,193</u>	<u>\$ 13,978</u>

The following are future scheduled Annual Debt Service Requirements for the Notes Payable (\$ in thousands):

Year Ending June 30,	Principal	Interest	Total Debt Service
2018	\$ 781	\$ 44	\$ 825
2019	412	32	444
2020	436	25	461
2021	462	16	478
2022	489	6	495
Total	<u>\$ 2,580</u>	<u>\$ 122</u>	<u>\$ 2,702</u>

Compensated Absences Payable

The City's policies relating to compensated absences are described in Note 1. The outstanding balance at June 30, 2017, was \$1,712,325. The estimated amount of compensated absences due within one year is \$134,486. The liability for governmental activities is primarily liquidated from the General Fund while the liability for business-type activities is liquidated from the Enterprise Fund.

City of Baldwin Park, California
Notes to the Basic Financial Statements
June 30, 2017

NOTE 10 FUND BALANCE

The City's fund balance consisted of the following:

	<u>Special Revenue</u>					Total Governmental Funds
	General	Housing and Community Development Grant	Housing Assets	Housing Authority	Other Governmental Funds	
Fund Balances:						
Nonspendable						
Prepays	\$ 14,100	\$ -	\$ -	\$ 2,977	\$ 33,766	\$ 50,843
Property held for resale	376,800	-	-	-	-	376,800
Advances to other funds, net of accrued interest	14,003,752	-	-	-	-	14,003,752
Restricted for						
Housing and Community	-	254,100	8,802,671	-	-	9,056,771
Business Improvement Fees	-	-	-	-	158,111	158,111
Air Quality Improvement	-	-	-	-	306,645	306,645
Federal Asset Forfeiture	-	-	-	-	188,910	188,910
State Gasoline Tax	-	-	-	-	915,694	915,694
Bicycle and Pedestrian Safety	-	-	-	-	103,567	103,567
Proposition A	-	-	-	-	443,313	443,313
Proposition C	-	-	-	-	3,145,100	3,145,100
Street Light and Landscape	-	-	-	-	4,991	4,991
Public Art Fees	-	-	-	-	344,483	344,483
Residential Development Tax	-	-	-	-	4	4
Integrated Waste Management	-	-	-	-	167,782	167,782
Assessment District	-	-	-	-	377,124	377,124
State Asset Forfeiture	-	-	-	-	302,843	302,843
Local Law Enforcement Block Grant	-	-	-	-	14,675	14,675
Law Enforcement Development	-	-	-	-	3,438	3,438
Economic Development Administration	-	-	-	-	518	518
Traffic Congestion Relief AB2928	-	-	-	-	240,171	240,171
Park Land and Public Art Fees	-	-	-	-	1,295,211	1,295,211
Storm Drain NPDS	-	-	-	-	38,139	38,139
Calhome Grant	-	-	-	-	16,162	16,162
General Plan Fees	-	-	-	-	1,018,371	1,018,371
Housing Authority	-	-	-	296,721	-	296,721
Measure R	-	-	-	-	1,680,585	1,680,585
Police Grants	-	-	-	-	235,180	235,180
City Debt Service Fund	-	-	-	-	752,618	752,618
Capital Projects	-	-	-	-	9,575	9,575
Committed to						
Future Development	6,292,592	-	-	-	-	6,292,592
10% Budget Stabilization Fund	2,703,423	-	-	-	-	2,703,423
Assigned						
Community Development	368,032	-	-	-	-	368,032
Unassigned	4,386,952	-	-	-	(1,415,490)	2,971,462
Total Fund Balances	\$ 28,145,651	\$ 254,100	\$ 8,802,671	\$ 299,698	\$ 10,381,486	\$ 47,883,606

The City's Fund Balance Policy delegates authority to the City Chief Executive Officer to assign amounts, which are neither restricted nor committed, to be used for specific purposes for annual financial statement reporting.

When expenditures are incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) fund balances are available, the City's policy is to first apply restricted fund balance. When expenditures are incurred for purposes for which committed, assigned, or unassigned fund balances are available, the City's policy is to first apply committed fund balance, then assigned fund balance, and finally unassigned fund balance.

NOTE 11 COMMITMENTS AND CONTINGENCIES

There are various litigations and claims pending against the City, which have been considered in determining the estimated liability for self-insurance. The outcome of these cases and eventual liability to the City, if any, is unknown at this time. The City estimates that the self-insurance liability and cash reserve are adequate to cover any claims not otherwise covered by insurance.

NOTE 12 RETIREMENT PLANS

General Information about the Pension Plans

Plan Descriptions

The Plans consist of an agent, multiple-employer defined benefit pension plan, in addition to a cost-sharing, multiple-employer defined benefit pension plan administered for miscellaneous and safety employees, respectively, by the California Public Employees' Retirement System (CalPERS). A full description of the pension plans regarding number of employees covered, benefit provisions, assumptions (for funding, but not accounting purposes), and membership information are listed in the June 30, 2014 Annual Actuarial Valuation Reports. The actuarial valuation reports and CalPERS' audited financial statements are publicly available reports that can be obtained at CalPERS' website under Forms and Publications, at www.calpers.ca.gov.

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 5 years of service. The death benefit is one of the following: the 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 California Public Employees' Retirement Law.

The Plans operate under the provisions of the California Public Employees' Retirement Law (PERL); the California Public Employees' Pension Reform Act of 2013 (PEPRA); and the regulations, procedures, and policies adopted by the CalPERS Board of Administration. The Plans' authority to establish and amend the benefit terms are set by the PERL and PEPRA, and may be amended by the California State legislature and in some cases require approval by the CalPERS Board of Administration.

NOTE 12 RETIREMENT PLANS (CONTINUED)

The Plans' provisions and benefits in effect at June 30, 2016 (the measurement date) are summarized as follows:

	CalPERS			
	Miscellaneous		Safety	
	Prior to January 1, 2013	On or after January 1, 2013	Prior to January 1, 2013	On or after January 1, 2013
Hire date				
Benefit formula	2.7% @ 55	2% @ 62	3% @ 50	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life	monthly for life
Retirement age	50 - 55	52 - 67	50	50-57
Monthly benefits , as a % of eligible compensation	2.0% to 2.7%	1.0% to 2.5%	3%	2.0% to 2.7%
Required employee contribution rates	8.00%	6.25%	9.00%	11.50%
Required employer contribution rates	27.392%	27.392%	27.849%	11.50%

Employees Covered

At June 30, 2015, the actuarial valuation date, the following employees were covered by the benefit terms:

	CalPERS	
	Miscellaneous	Safety
Inactive employees or beneficiaries currently receiving benefits	223	136
Inactive employees entitled but not yet receiving benefits	457	58
Active employees	150	60
Total	830	254

Contributions

Section 20814(c) of the 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 CalPERS' annual actuarial valuation process. The actuarially determined rate for the miscellaneous plan is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. For public agency cost-sharing plans covered by the 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.

NOTE 12 RETIREMENT PLANS (CONTINUED)

For the year ended June 30, 2017 and 2016, the contributions recognized as part of pension expense for each Plan were as follows:

	2017		2016	
	Miscellaneous	Safety	Miscellaneous	Safety
Contributions - employer	\$ 1,616,453	\$ 1,286,885	\$ 1,079,293	\$ 1,155,063
Contributions - employee	686,354	638,583	715,611	544,320

Net Pension Liability

The City's net pension liability for the miscellaneous and safety plans is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of each of the Plans is measured as of June 30, 2016, using an annual actuarial valuation as of June 30, 2015, rolled forward to June 30, 2016, using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is as follows.

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

For the measurement period ended June 30, 2016 (the measurement date), the total pension liability was determined by rolling forward the June 30, 2015 total pension liability. The June 30, 2015 and June 30, 2016 total pension liabilities were based on the following actuarial methods and assumptions:

	CaIPERS	
	Miscellaneous	Safety
Valuation Date	June 30, 2015	June 30, 2015
Measurement Date	June 30, 2016	June 30, 2016
Actuarial Cost Method	Entry-Age Normal Cost Method	
Actuarial Assumptions:		
Discount Rate	7.65%	7.65%
Inflation	2.75%	2.75%
Payroll Growth	3.00%	3.00%
Projected Salary Increase	(1)	(1)
Investment Rate of Return	7.50% (2)	7.50% (2)
Mortality	(3)	(3)

- (1) Varies by entry age and service
- (2) Net of pension plan investment expenses, including inflation
- (3) Derived using CaIPERS' Membership Data for all funds

NOTE 12 RETIREMENT PLANS (CONTINUED)

Actuarial Methods and Assumptions Used to Determine Total Pension Liability (Continued)

All other actuarial assumptions used in the June 30, 2015 valuation were based on the results of an actuarial experience study for the period from 1997 to 2011, including updates to salary increase and mortality and retirement rates. The Experience Study report can be obtained at CalPERS' website under Forms and Publications.

Discount Rate

The discount rate used to measure the total pension liability was 7.65% for the Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing of the plans, none of the tested plans ran out of assets. Therefore, the current 7.65% discount rate is appropriate and the use of the municipal bond rate calculation is not necessary. The discount rate of 7.65% used for the June 30, 2016 measurement date is without reduction of pension plan administrative expenses and will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

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

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

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

NOTE 12 RETIREMENT PLANS (CONTINUED)

<u>Asset Class</u>	<u>New Strategic Allocation</u>	<u>Real Return Years 1 - 10(a)</u>	<u>Real Return Years 11+(b)</u>
Global Equity	51.00%	5.25%	5.71%
Global Fixed Income	20.00%	0.99%	2.43%
Inflation Sensitive	6.00%	0.45%	3.36%
Private Equity	10.00%	6.83%	6.95%
Real Estate	10.00%	4.50%	5.13%
Infras tructure and Forestland	2.00%	4.50%	5.09%
Liquidity	<u>1.00%</u>	-0.55%	-1.05%
Total	<u>100%</u>		

(a) An expected inflation of 2.5% used for this period.

(b) An expected inflation of 3.0% used for this period.

Changes in the Net Pension Liability and Proportionate Share of Net Pension Liability

The following table shows the changes in net pension liability recognized over the measurement period for the agent, multiple-employer miscellaneous plan.

Miscellaneous Plan

	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Balance at June 30, 2015 (Measurement date)	\$ 67,661,485	\$ 52,217,998	\$ 15,443,487
Changes Recognized for the			
Service Cost	1,109,496	-	1,109,496
Interest on the Total Pension Liability	5,120,476	-	5,120,476
Differences between expected and actual experiences	344,186	-	344,186
Changes of assumptions	-	-	-
Differences in proportions	-	-	-
Differences between actual and proportionate share in contributions	-	-	-
Plan to plan resource movement	-	-	-
Contributions from the employer	-	1,262,395	(1,262,395)
Contributions from the employee	-	775,242	(775,242)
Net Investment Income	-	306,866	(306,866)
Benefit payments	(3,252,202)	(3,252,202)	-
Administrative Expenses	-	(31,824)	31,824
Net Changes during measurement period 2015-2016	<u>3,321,956</u>	<u>(939,523)</u>	<u>4,261,479</u>
Balance at June 30, 2016 (Measurement date)	<u>\$ 70,983,441</u>	<u>\$ 51,278,475</u>	<u>\$ 19,704,966</u>

NOTE 12 RETIREMENT PLANS (CONTINUED)

The following table shows the cost-sharing, multiple-employer plan's proportionate share of the net pension liability over the measurement period.

Safety Plan

<u>Measurement Date</u>	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Balance at June 30, 2015	\$ 94,371,585	\$ 74,189,954	\$ 20,181,631
Balance at June 30, 2016	99,285,023	73,058,678	26,226,345
Net changes during 2015-2016 measurement period	<u>\$ 4,913,438</u>	<u>\$ (1,131,276)</u>	<u>\$ 6,044,714</u>

Effective for measurement period 2015, CalPERS provides GASB 68 Accounting Valuation Report for the Safety pool and allocation methodology to be used by participants in the risk pool. The schedules of employer allocation include three ratios. It includes allocation for the Total Pension Liability, Plan Fiduciary Net Position and all others pension amounts (e.g. deferred outflows/inflows of resources and pension expense). The Total Pension Liability is allocated based on the Actuarial Accrued Liability from the most recent Actuarial Valuation Report as of June 30, 2015 used for funding purposes. The Plan Fiduciary Net Position is allocated based on the sum of the Market Value of Assets from the most recent Actuarial Valuation as of June 30, 2015 used for funding purposes plus supplemental payments made by employers during the current measurement period to reduce their unfunded actuarial accrued liabilities. All other pension amounts (deferred outflows/inflows of resources and pension expense) are allocated based on the legally or statutorily required employer contributions for the fiscal year ended June 30, 2016, including reported contribution adjustments and suspended payroll information.

The City's allocation bases for the Safety Pool pension items are as follows:

	<u>Safety</u>
Total pension liability	0.523620%
Plan fiduciary net position	0.530100%
All other pension amounts (deferred outflows/inflows of resources and pension expense)	0.446440%

NOTE 12 RETIREMENT PLANS (CONTINUED)

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

The following presents the net pension liability for each Plan as of the measurement date, calculated using the discount rate of 7.65%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.65%) or 1 percentage-point higher (8.65%) than the current rate:

	CalPERS	
	Miscellaneous	Safety
1% Decrease	6.65%	6.65%
Net Pension Liability	\$ 29,430,751	\$ 39,703,656
Current Discount Rate	7.65%	7.65%
Net Pension Liability	\$ 19,704,966	\$ 26,226,345
1% Increase	8.65%	8.65%
Net Pension Liability	\$ 11,379,406	\$ 15,162,853

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

For the measurement period ending June 30, 2016 (the measurement date), the City reported a pension expense of \$1,488,164 and \$2,547,181 for the Miscellaneous Plan and Safety Plan, respectively.

As of June 30, 2017, the City has deferred outflows of resources and deferred inflows of resources related to pensions as follows:

	CalPERS				Total	
	Miscellaneous		Safety		Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions subsequent to measurement date	\$ 1,616,453	\$ -	\$ 1,286,885	\$ -	\$ 2,903,338	\$ -
Changes of assumptions	-	-	-	(612,870)	-	(612,870)
Difference between expected and actual experience	152,972	-	-	(141,486)	152,972	(141,486)
Net difference between projected and actual earnings on investments	4,566,495	(1,812,661)	2,724,138	-	7,290,633	(1,812,661)
Difference between actual and proportionate share in contribution	-	-	-	(1,281,544)	-	(1,281,544)
Differences in proportion	-	-	52,187	-	52,187	-
Change in Employer's Proportion	-	-	505,885	(110,087)	505,885	(110,087)
Total	\$ 6,335,920	\$ (1,812,661)	\$ 4,569,095	\$ (2,145,987)	\$ 10,905,015	\$ (3,958,648)

NOTE 12 RETIREMENT PLANS (CONTINUED)

These amounts above are net of deferred outflows of resources and deferred inflows of resources recognized in the 2015-16 measurement period expense. \$1,616,453 and \$1,286,885 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 reporting year ended June 30, 2018, of the Miscellaneous Plan and Safety Plan, respectively. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in future pension expense as follows:

Year Ended June 30	Amount	
	CalPERS	
	Miscellaneous	Safety
2018	\$ 526,757	\$ (642,644)
2019	373,786	(449,651)
2020	1,280,114	1,345,796
2021	726,149	882,721
2022	-	-
Thereafter	-	-

Payable to the Pension Plans

At June 30, 2017, the City reported a payable of \$0 for the outstanding amount of contributions to the pension plans required for the year ended June 30, 2017.

Typically, the City liquidates its pension liabilities with General Fund resources.

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS

Plan Description and Funding Policy

The City provides postretirement health care benefits, as per the requirements of CalPERS, with which the City contracts for health care benefits, for employees who retire while employed with the City. As provided by the Public Employees' Medical and Hospital Care Act (PEMHCA), the City has been under contract with CalPERS for medical plan coverage since at least 1999. As a PEMHCA employer, the City has chosen to satisfy its retiree medical benefit commitment using an equal contribution approach, where it contributes exactly the same amount for retirees as contributed toward active employee medical plan coverage.

The benefit level varies depending upon the bargaining group that represents the employee. Employees represented by S.E.I.U. Local 347 will receive a varying flat monthly amount that has been negotiated through the meet and confer process and all other employees will receive the equivalent of the single party premium for the plan of their choice that has been negotiated through the meet and confer process.

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Following is a description of the current retiree benefit plan:

	S.E.I.U. employees	Nonrepresented
Benefit types provided	Medical only	Medical only
Duration of benefits	Lifetime	Lifetime
Required service	5 years	5 years
Minimum age	50	50
Dependent coverage	Yes	Yes
City contribution	100%	100%
City cap	\$618 per month	Minimum Employer Contribution (MEC) allowed per PEMHCA

Eligible participants to the plan at January 1, 2015, the date of the latest actuarial valuation are as follows:

Eligible active employees:		
Participating		156
Not currently participating		49
	Subtotal	205
Eligible retirees		122
	Total	327

As of June 30, 2017, the City has not established a trust or equivalent that contains an irrevocable transfer of assets dedicated to providing benefits to retirees in accordance with the terms of the plan and that are legally protected from creditors. The City finances these postemployment benefits on a pay-as-you-go basis. Its share of the annual premiums for these benefits are payable as they become due. The cost of retiree health care insurance benefits is recognized as expenditures as insurance premiums are paid. For fiscal year ended June 30, 2017, \$791,963 of postemployment benefit expenditures were paid.

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Annual OPEB Cost and Net OPEB Obligation

The following table shows the components of the City's annual Other Postemployment Benefits (OPEB) cost for the year (based on 30-year amortization), the amount of benefits and/or insurance premiums actually paid, and the City's net OPEB obligation as of June 30, 2017:

	Amount
Annual required contribution	\$ 2,925,251
Interest on net OPEB obligation	441,466
Adjustment to ARC	(532,567)
Annual OPEB cost (expense)	2,834,150
Actual contributions made	(791,963)
Increase in net OPEB obligation	2,042,187
Net OPEB obligation - beginning of year	11,036,661
Net OPEB obligation - end of year	\$ 13,078,848

The ARC is an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial accrued liabilities (or funding excess) over a period not to exceed 30 years.

The General Fund has been used in the prior years to liquidate the net OPEB obligation.

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2017, 2016, and 2015 were:

Fiscal Year Ended	Annual OPEB Cost (APC)	Employer OPEB Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/2017	\$ 2,834,150	791,963	28%	\$ 13,078,848
6/30/2016	2,851,757	718,686	25%	11,036,661
6/30/2015	2,684,558	656,880	24%	8,903,590

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Funded Status and Funding Projects

The funded status of the plan as of June 30, 2017, based on the plan's most recent actuarial valuation date of January 1, 2015, was:

	<u>Amount</u>
Actuarial accrued liability (AAL)	\$ 29,373,517
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	<u>\$ 29,373,517</u>
Covered payroll	\$ <u>12,266,742</u>
UAAL as a percentage of covered payroll	<u>239%</u>
Normal cost	\$ <u>1,367,602</u>

The normal cost for the plan is the amount that the liabilities are expected to increase during the year based on increased eligibility and service. Normal cost is the value of benefits expected to be earned during the year, based on certain methods and assumptions.

The schedule of funding progress for OPEB is presented below. As presented based on the Actuarial Study of Retiree Health Liabilities as of January 1, 2015, the UAAL ratio to covered payroll has decreased from 284% to 247%. Since the City has not established a trust, the plan is unfunded; therefore, the actuarial value of plan assets remains at zero.

Valuation Date	Entry Age Actuarial Accrued Liability (AAL)	Actuarial Value of Assets	Unfunded AAL	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
January 1, 2011	\$ 23,548,132	\$ -	\$ 23,548,132	0%	\$ 10,926,010	216%
January 1, 2013	29,894,139	-	29,894,139	0%	10,513,602	284%
January 1, 2015	29,373,517	-	29,373,517	0%	11,880,622	247%

Actuarial Methods and Assumptions

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the health care cost trend. Amounts determined regarding the funded status of the plan and the ARC of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented in the required supplementary information section, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the AAL for the benefits.

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Significant methods and assumptions are as follows:

Significant methods and assumptions are as follows:

Actuarial valuation date	January 1, 2015
Actuarial cost method	Entry Age Normal cost, level percent of pay
Amortization method	Level percent of pay
Remaining amortization period	27, closed
Asset valuation method	Market value of assets (\$0; plan has not yet been funded)

Actuarial assumptions:

Discount rate	4.50%
Investment rate of return	N/A
Projected salary increases	3.25%
Inflation rate	3.25%

Healthcare cost trend rates:

Medical - PPO	See Table Below
Medical - HMO	See Table Below

Effective July 1	Premium Increase	Effective July 1	Premium Increase
2016	8.00%	2021	5.50%
2017	7.50%	2022	5.00%
2018	7.00%	2023	4.50%
2019	6.50%	2024	4.50%
2020	6.00%	2022 & later	4.64%

In the January 2015 actuarial valuation, the entry age normal actuarial cost method was used to value liabilities. Under the entry age normal cost method, an average age at hire and average retirement age are determined for eligible employees. The actuarial assumptions included (1) a 4% discount rate, (2) a 3.25% annual salary increase and (3) medical plan premiums (cost) rate increase of 8% for year 2016 decreasing by 0.5% every year until year 2022. The UAAL is being amortized as a level percentage of projected payroll over 30 years. Amortization of the UAAL has been determined on a level percent of payroll over a closed 30-year period established in the fiscal year ended June 30, 2009. The remaining amortization years used in developing the ARC for the City's fiscal year ending June 30, 2017, was 22 years.

NOTE 14 DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all City employees, permits them to defer a portion of their salaries until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. The plan assets are under the participants control and are principally invested in demand deposits and mutual funds and are held in trust for the exclusive benefit of the participants and their beneficiaries. At June 30, 2017, the amount held by trustee for employees was \$7,717,540.

NOTE 15 INSURANCE PROGRAM

Self-Insurance Programs

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions, injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties.

The City is a member of the Independent Cities Risk Management Authority (ICRMA), a public entity risk pool, formed to enable individual cities to join together to obtain various insurance coverages as a group, coverages at an affordable cost. ICRMA has 20 member cities, and each city appoints a delegate, alternate and substitute alternate to the ICRMA Governing Board. The City's contributions reflect 3.36% of ICRMA's total budget, which is computed based on the City's self-insurance retention levels, exposure and losses. ICRMA provides coverage for its members for up to \$30,000,000 for liability claims, and statutory limits for workers' compensation claims and \$1,000,000 for employer's liability claims. Other coverages provided through ICRMA's programs include Property, Automobile Physical Damage, Crime, and Cyber Liability.

Changes in the balances of claims liabilities for the three years ended June 30, 2017, were as follows:

Insurance	Year Ended June 30,	Beginning Balance	Claims and Changes in Estimates	Claims Payments	Ending Balance
General Liability	2017	\$ 1,212,384	\$ 383,262	\$ 465,403	\$ 1,130,243
	2016	593,876	887,466	268,958	1,212,384
	2015	545,322	392,352	343,798	593,876
Workers' Compensation	2017	5,297,815	574,880	599,461	5,273,234
	2016	6,404,118	(562,953)	543,350	5,297,815
	2015	7,061,948	(296,965)	360,865	6,404,118

NOTE 15 INSURANCE PROGRAM

There were no significant changes in insurance coverage as compared to last year and settlements have not exceeded coverage in any of the past three fiscal years.

Purchased Insurance

Property Insurance – The properties of the City are covered by commercial insurance purchased from independent third parties. The City is currently insured according to a schedule of covered property submitted by the City to the insurance company. Premiums for the coverage are paid annually and are not subject to retroactive adjustments.

Adequacy of Protection

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

NOTE 16 RISKS AND UNCERTAINTIES

The City invests in various investment securities, including LAIF, which are exposed to various risks such as interest rate, market, and credit risks. Because of the level of risks associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near-term and that such changes could materially affect the values of investments as of June 30, 2017. The actual amount of exposure as of June 30, 2017, is not determinable.

NOTE 17 GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) STATEMENTS ISSUED, NOT YET EFFECTIVE

The Governmental Accounting Standards Board (GASB) has issued several pronouncements prior to June 30, 2017, that have effective dates that may impact future financial presentations. Management has not yet determined any impact the implementation of the following statements may have on the financial statements of the District.

GASB No. 75 - Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. The requirements of this Statement will improve the decision-usefulness of information in employer and governmental nonemployer contributing entity financial reports and will enhance its value for assessing accountability and interperiod equity by requiring recognition of the entire OPEB liability and a more comprehensive measure of OPEB expense. The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2017.

**NOTE 17 GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) STATEMENTS
ISSUED, NOT YET EFFECTIVE (CONTINUED)**

GASB No. 81 – Irrevocable Split-Interest Agreements. This Statement enhances the comparability of financial statements by providing accounting and financial reporting guidance for irrevocable split-interest agreements in which a government is a beneficiary. This Statement also enhances the decision-usefulness of general purpose external financial reports, and their value for assessing accountability, by more clearly identifying the resources that are available for the government to carry out its mission. The provisions of this Statement are effective for financial statements for period beginning after December 15, 2016.

GASB No. 82 – Pension Issues-An Amendment of GASB No. 67, No. 68 and No. 73. The requirements of this Statement will improve financial reporting by enhancing consistency in the application of financial reporting requirements to certain pension issues. The provisions of this Statement are effective for financial statements for period beginning after June 15, 2017.

GASB No. 83 - Certain Asset Retirement Obligations. This Statement addresses accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. GASB Statement No. 83 establishes criteria for determining the timing and pattern of recognition of a liability and a corresponding deferred outflows of resources for AROs. The determination of when the liability is incurred should be based on the occurrence of external laws, regulations, contracts, or court judgments, together with the occurrence of an internal event that obligates a government to perform asset retirement activities. This Statement requires the measurement of an ARO to be based on the best estimate of the current value of outlays expected to be incurred and to be adjusted for the effects of general inflation or deflation at least annually. This Statement also requires disclosure of information about the nature of a government ARO, the methods and assumption used for the estimate of the liabilities, and the estimated remaining useful life of the associated tangible capital assets. The requirements of this Statement are effective for reporting period beginning after June 15, 2018.

GASB No. 85 - Omnibus 2017. This statement addresses practice issues that have been identified during implementation and application of certain GASB Statements. This Statement addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and postemployment benefits (pensions and other postemployment benefits (OPEB)). The requirements of this statement are effective for reporting period beginning after June 15, 2017.

**NOTE 17 GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) STATEMENTS
ISSUED, NOT YET EFFECTIVE (CONTINUED)**

GASB No. 86 - *Certain Debt Extinguishment Issues*. The objective of this Statement is to provide guidance for the accounting of in-substance debt defeasance where existing resources - as opposed to the proceeds of refunding debt - are used to fund an irrevocable trust. Now the debt will be considered defeased whether the trust is funded with existing resources or refunding debt proceeds. However, in financial statements using the economic resources measurement focus, governments must recognize any difference between the reacquisition price (the amount placed in the trust) and the net carrying amount of the debt defeased in substance using only existing resources as a separately identified gain or loss in the period of defeasance. The Statement also requires disclosure of cases where risk-free trust assets can be substituted with assets that are not risk-free. The requirements of this Statement are effective for reporting periods beginning after June 15, 2017.

GASB No. 87 - *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The requirements of this Statement are effective for reporting periods beginning after June 15, 2017.

NOTE 18 SUCCESSOR AGENCY DISCLOSURES

The accompanying financial statements also include the Private-Purpose Trust Fund for the Successor Agency to the City's former Redevelopment Agency (Successor Agency). The City, as the Successor Agency, serves in a fiduciary capacity, as custodian for the assets and to wind down the affairs of the former Redevelopment Agency. Its assets are held in trust for the benefit of the taxing entities within the former Redevelopment Agency's boundaries and as such, are not available for the use of the City.

Long-Term Liabilities

Summary of changes in long-term liabilities during the year ended June 30, 2017 follow:

NOTE 18 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

Bonded Indebtedness

At June 30, 2017, bonded indebtedness consisted of (\$ in thousands):

	Date Issued	Final Maturity	Interest Rate %	Amount Issued	Outstanding
Tax Allocation Bonds:					
Financing Authority Series A	Jan-90	Aug-19	6.65 - 7.75	\$ 20,680	\$ 1,765
Financing Authority Series 2003	Dec-03	Aug-21	1.75 - 5.25	6,265	2,280
Tax Allocation Refunding Bonds, Series 2017	May-17	Sep-30	2.96	-	12,985
Total bonded indebtedness				\$ 26,945	\$ 17,030

On May 16, 2017, the Successor Agency issued \$12,985,000 Tax Allocation Refunding Bonds, Series 2017. The proceeds of the bonds were used to refund the Baldwin Park Public Financing Authority's outstanding Revenue (Tax Allocation) Bonds, 1990 Series A (the "1990 Authority Bonds") and Sales Tax and Tax Allocation Refunding Bonds (Puente Merced Redevelopment Project), Series 2003 (the "2003 Authority Bonds"), the Baldwin Park Financing Authority's outstanding San Gabriel River Tax Allocation Bonds (Refunding and Housing Projects), Series 1998 (the "1998 Authority Bonds") and the Baldwin Park Redevelopment Agency's outstanding Merged Redevelopment Project, 2000 Tax Allocation Refunding Bonds (the "2000 Bonds"). The bonds bear interest of 2.96%, payable semi-annually until maturity date of September 1, 2030.

Sources of Debt Service

Tax allocation bond interest and principal redemptions are to be funded by incremental tax revenues derived from the redevelopment project areas.

Bond Covenants and Other Requirements

The Successor Agency is in compliance with all the provisions of the bond covenants and the requirements on arbitrage rebate calculations.

County Deferral

The Successor Agency and County entered into an agreement whereby the County will defer tax increment (County Deferral) generated within the project area to meet the Successor Agency's debt service obligations. Only the County Deferrals for Sierra Vista accrue interest of 2.42%. The County Deferrals are to be repaid whenever there is an excess of property tax revenues received by the Successor Agency in excess of its bonded debt payment requirements. The County Deferrals are recorded as revenue when received by the Successor Agency. At June 30, 2017, the balance of the County Deferrals including interest was \$16,846,010.

NOTE 18 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

Debt Service Requirements

The following are future scheduled Annual Debt Service Requirements:

Year Ending June 30,	Principal	Interest	Total Debt Service
2018	\$ 2,605	\$ 505	\$ 3,110
2019	2,705	470	3,175
2020	2,855	348	3,203
2021	1,640	255	1,895
2022	1,695	195	1,890
2023-2027	4,160	518	4,678
2028-2030	1,370	83	1,453
Total	<u>\$ 17,030</u>	<u>\$ 2,372</u>	<u>\$ 19,402</u>

NOTE 19 SUBSEQUENT EVENTS

The City has evaluated events subsequent to June 30, 2017 to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through December 27, 2017, the date the financial statements were available to be issued. Based upon this evaluation, it was determined that no subsequent events occurred that require recognition or additional disclosure in the financial statements.

NOTE 20 RESTATEMENT OF BEGINNING NET POSITION AND FUND BALANCES

The accompanying financial statements reflect adjustments that resulted in the restatement of beginning fund balances in the governmental and proprietary funds financial statements and net position of Governmental and Business-type Activities in the government-wide financial statements. The following schedule summarizes the effect of the restatement of the beginning fund balances and net position as of July 1, 2016:

Governmental and Proprietary Funds

	Debt Service Fund	Enterprise Fund
Fund balance at July 1, 2016, as previously reported	\$ 2,695,521	\$ 346,847
Prior Period Adjustments:		
Cash with fiscal agent (1)	(941,472)	-
Reversal of net pension liability (2)	-	105,353
Fund balance at July 1, 2016, as restated	<u>\$ 1,754,049</u>	<u>\$ 452,200</u>

**NOTE 20 RESTATEMENT OF BEGINNING NET POSITION AND FUND BALANCES
(CONTINUED)**

Government-wide Financial Statements

	Governmental Activities	Business Type Activities
Net Position at July 1, 2016, as previously reported	\$ 105,199,946	\$ 346,847
Prior Period Adjustments:		
Cash with fiscal agent (1)	(941,472)	-
Reversal of net pension liability (2)	-	105,353
Net Position at July 1, 2016, as restated	\$ 104,258,474	\$ 452,200

- 1) This balance is to correct the balance of cash with fiscal agent resulting from defeasance of debt.

- 2) This adjustment is to remove pension related items from the enterprise fund as a result of management's decision not to use the enterprise funds' resources to liquidate net pension liability.

REQUIRED SUPPLEMENTARY INFORMATION

City of Baldwin Park
Schedule Of Changes In Net Pension Liability And Related Ratios – Miscellaneous Plan
Last Ten Years*

	Measurement Period		
	2013-2014	2014-2015	2015-2016
Total Pension Liability			
Service Cost	\$ 1,102,612	\$ 974,416	\$ 1,109,496
Interest on total pension liability	4,713,690	4,888,264	5,120,476
Differences between expected and actual experience	-	(433,114)	344,186
Changes of assumptions	-	(1,235,648)	-
Benefit payments, including refunds of employee contributions	(2,841,840)	(3,225,709)	(3,252,202)
Net change in total pension liability	<u>2,974,462</u>	<u>968,209</u>	<u>3,321,956</u>
Total pension liability - beginning	63,718,814	66,693,276	67,661,485
Total pension liability - ending (a)	<u>\$ 66,693,276</u>	<u>\$ 67,661,485</u>	<u>\$ 70,983,441</u>
Plan Fiduciary Net Position			
Contributions - employer	\$ 891,325	\$ 1,010,130	\$ 1,262,395
Contributions - employer paid member contributions	700,907	752,636	775,242
Contributions - employee	99,353	-	-
Net investment income	7,912,332	1,181,946	306,866
Benefit payments	(2,841,840)	(3,225,709)	(3,252,202)
Administrative expenses	-	(58,778)	(31,824)
Net change in plan fiduciary net position	<u>6,762,077</u>	<u>(339,775)</u>	<u>(939,523)</u>
Plan fiduciary net position - beginning	45,795,696	52,557,773	52,217,998
Plan fiduciary net position - ending (b)	<u>\$ 52,557,773</u>	<u>\$ 52,217,998</u>	<u>\$ 51,278,475</u>
Net pension liability - ending (a)-(b)	<u>\$ 14,135,503</u>	<u>\$ 15,443,487</u>	<u>\$ 19,704,966</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>78.81%</u>	<u>77.18%</u>	<u>72.24%</u>
Covered - employee payroll	<u>\$ 5,563,628</u>	<u>\$ 5,852,700</u>	<u>\$ 6,763,571</u>
Net pension liability as percentage of covered-employee payroll	<u>254.07%</u>	<u>263.87%</u>	<u>291.34%</u>

Notes to Schedule:

Benefit changes - The figures above do not include any liability impact that may have resulted from plan changes which occurred after the June 30, 2015 valuation date. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes).

Changes in assumption - In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense.) In 2014, amounts reported were based on the 7.5 percent discount rate.

* Fiscal year 2015 was the first year of implementation, therefore only three years are shown.

City of Baldwin Park
Schedule Of Plan Contributions - Miscellaneous Plan
Last Ten Years*

	Fiscal Year End		
	2015	2016	2017
Actually determined contributions	\$ 1,010,130	\$ 1,262,395	\$ 1,616,453
Contributions in relation to the actuarially determined contributions	(1,010,130)	(1,262,395)	(1,616,453)
Contribution deficiency / (excess)	\$ -	\$ -	\$ -
 Covered-Employee Payroll	 \$ 5,852,700	 \$ 6,763,571	 \$ 6,681,010
 Contributions as a percentage of Covered-Employee Payroll	 17.26%	 18.66%	 24.19%

Notes to Schedule:

Valuation date	6/30/2013	6/30/2014	6/30/2015
----------------	-----------	-----------	-----------

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2015-16 were from the June 30, 2013 funding valuation report.

Actuarial Cost Method	Entry age normal
Amortization method / Period	For details, see June 30, 2013 Funding Valuation Report.
Asset valuation method	Market Value of Assets. For details, see June 30, 2013 Funding Valuation Report.
Inflation	2.75%
Salary increases	Varies by Entry age and Service
Payroll Growth	3.00%
Investment rate of return	7.50 Net of Pension Plan Investment and Administrative Expenses; includes Inflation.
Retirement age	The probabilities of Retirement are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007.
Mortality	The probabilities of mortality are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007. Pre-retirement and Post-retirement mortality rates include 5 years of projected mortality improvement using Scale AA published by the Society of Actuaries.

* Fiscal year 2015 was the first year of implementation, therefore only three years are shown.

City of Baldwin Park
Schedule of the City's Proportionate Share of the
Net Pension Liability And Related Ratios – Safety Plan
As of the Measurement Date
Last Ten Years*

	Measurement Period		
	2013-2014	2014-2015	2015-2016
City's Proportion of the Fiduciary Net Position	N/A	0.520478%	0.523620%
City's Proportion of the Total Pension Liability	0.275300%	0.529502%	0.530100%
City's Proportion of the Other Pension Items	N/A	0.396436%	0.446440%
City's Proportionate Share of the Total Pension Liability	\$ 92,190,535	\$ 94,371,584	\$ 99,285,023
City's Proportionate Share of the Fiduciary Net Position	\$ 75,060,283	\$ 74,189,953	\$ 73,058,679
City's Proportionate Share of the Net Pension Liability	\$ 17,130,252	\$ 20,181,631	\$ 26,226,345
Covered - employee payroll ⁽¹⁾	\$ 5,701,386	\$ 5,713,436	\$ 6,874,715
City's Proportionate Share of the net pension liability as percentage of covered-employee payroll	300.46%	353.23%	381.49%
City's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	81.42%	78.61%	73.58%
City's Proportionate Share of Aggregate Employer Contributions ⁽²⁾	\$ 2,125,045	\$ 1,889,766	\$ 2,524,386

Notes to Schedule

¹ GASB Statement Nos. 68 and 82 define covered-employee payroll as the total payroll of employees that are provided pensions through the pension plan or the payroll on which contributions are made.

² The City's proportionate share of aggregate employer contributions may not match the actual contributions made by the employer during the measurement period.

* Fiscal year 2015 was the first year of implementation, therefore only three years are shown.

City of Baldwin Park
Schedule Of Plan Contributions – Safety Plan
Last Ten Years*

	Fiscal Year End		
	2015	2016	2017
Actuarially determined contributions	\$ 1,491,478	\$ 1,575,644	\$ 1,286,885
Contributions in relation to the actuarially determined contributions	(1,491,478)	(1,575,644)	(1,286,885)
Contribution deficiency / (excess)	\$ -	\$ -	\$ -
 Covered-Employee Payroll	 \$ 5,701,386	 \$ 5,713,436	 \$ 6,874,715
 Contributions as a percentage of Covered-Employee Payroll	 26.16%	 27.58%	 18.72%

Notes to Schedule:

Valuation date	6/30/2013	6/30/2014	6/30/2015
----------------	-----------	-----------	-----------

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2015-16 were from the June 30, 2013 funding valuation report.

Actuarial Cost Method	Entry age normal
Amortization method / Period	For details, see June 30, 2013 Funding Valuation Report.
Asset valuation method	Market Value of Assets. For details, see June 30, 2013 Funding Valuation Report.
Inflation	2.75%
Salary increases	Varies by Entry age and Service
Payroll Growth	3.00%
Investment rate of return	7.50 Net of Pension Plan Investment and Administrative Expenses; includes Inflation.
Retirement age	The probabilities of Retirement are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007.
Mortality	The probabilities of mortality are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007. Pre-retirement and Post-retirement mortality rates include 5 years of projected mortality improvement using Scale AA published by the Society of Actuaries.

* Fiscal year 2015 was the first year of implementation, therefore only three years are shown.

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes in
Fund Balances – Budget And Actual
General Fund
For the Year Ended June 30, 2017

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Taxes	\$ 23,312,966	\$ 23,579,489	\$ 22,829,853	\$ (749,636)
Licenses and permits	744,512	744,512	842,914	98,402
Fines, forfeitures and penalties	677,000	495,000	693,331	198,331
Use of money and property	371,062	351,062	284,279	(66,783)
Intergovernmental	220,089	223,863	258,946	35,083
Charges for services	1,609,761	1,662,853	1,968,118	305,265
Other	49,500	49,500	429,358	379,858
Total revenues	<u>26,984,890</u>	<u>27,106,279</u>	<u>27,306,799</u>	<u>200,520</u>
Expenditures				
Current				
General government	2,996,711	3,302,308	3,546,947	(244,639)
Public safety	18,882,622	18,936,943	18,860,919	76,024
Public works	154,823	165,983	2,274,235	(2,108,252)
Community development	1,240,032	1,251,941	1,153,584	98,357
Recreation services	3,322,322	3,322,322	3,422,281	(99,959)
Capital outlay	31,348	31,348	17,420	13,928
Debt service				
Interest and fiscal charges	500	500	-	500
Total expenditures	<u>26,628,358</u>	<u>27,011,345</u>	<u>29,275,386</u>	<u>(2,264,041)</u>
Excess (deficiency) of revenues over expenditures	<u>356,532</u>	<u>94,934</u>	<u>(1,968,587)</u>	<u>(2,063,521)</u>
Other financing sources (uses)				
Proceeds from loan payable	-	-	1,565,718	1,565,718
Transfers out	(845,812)	(845,812)	(915,740)	(69,928)
Net other financing sources (uses)	<u>(845,812)</u>	<u>(845,812)</u>	<u>649,978</u>	<u>1,495,790</u>
Net change in fund balances	(489,280)	(750,878)	(1,318,609)	(567,731)
Beginning fund balance, as restated	<u>29,464,260</u>	<u>29,464,260</u>	<u>29,464,260</u>	<u>-</u>
Ending fund balances	<u>\$ 28,974,979</u>	<u>\$ 28,713,382</u>	<u>\$ 28,145,651</u>	<u>\$ (567,731)</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes in
Fund Balances – Budget And Actual
Housing and Community Development Fund
For the Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Use of money and property	\$ -	\$ -	\$ 32,664	\$ 32,664
Intergovernmental	2,765,212	2,765,212	2,260,526	(504,686)
Other	-	-	169,481	169,481
Total revenues	<u>2,765,212</u>	<u>2,765,212</u>	<u>2,462,671</u>	<u>(302,541)</u>
Expenditures				
Current				
Community development	2,358,112	2,358,112	1,799,234	558,878
Total expenditures	<u>2,358,112</u>	<u>2,358,112</u>	<u>1,799,234</u>	<u>558,878</u>
Excess (deficiency) of revenues over expenditures	<u>407,100</u>	<u>407,100</u>	<u>663,437</u>	<u>256,337</u>
Other financing uses				
Transfers out	(406,456)	(406,456)	(406,456)	-
Net change in fund balances	644	644	256,981	256,337
Beginning fund balance	(2,881)	(2,881)	(2,881)	-
Ending fund balances	<u>\$ (2,237)</u>	<u>\$ (2,237)</u>	<u>\$ 254,100</u>	<u>\$ 256,337</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes in
Fund Balances – Budget And Actual
Housing Asset
For the Year Ended June 30, 2017

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Use of money and property	\$ -	\$ 202,074	\$ 212,563	\$ 10,489
Other	-	205,000	162,315	(42,685)
Total revenues	<u>-</u>	<u>407,074</u>	<u>374,878</u>	<u>(32,196)</u>
Expenditures				
Current				
Community development	345,100	368,150	235,980	132,170
Total expenditures	<u>345,100</u>	<u>368,150</u>	<u>235,980</u>	<u>132,170</u>
Excess (deficiency) of revenues over expenditures	<u>(345,100)</u>	<u>38,924</u>	<u>138,898</u>	<u>99,974</u>
Net change in fund balances	(345,100)	38,924	138,898	99,974
Beginning fund balances	8,663,773	8,663,773	8,663,773	-
Ending fund balances	<u>\$ 8,318,673</u>	<u>\$ 8,702,697</u>	<u>\$ 8,802,671</u>	<u>\$ 99,974</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes in
Fund Balances – Budget And Actual
Housing Authority
For the Year Ended June 30, 2017

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$ 5,635,900	\$ 5,635,900	\$ 5,127,112	\$ (508,788)
Other	4,000	4,000	64,533	60,533
Total revenues	<u>5,639,900</u>	<u>5,639,900</u>	<u>5,191,645</u>	<u>(448,255)</u>
Expenditures				
Current				
Community development	5,639,517	5,639,517	5,127,746	511,771
Capital outlay	1,600	1,600	-	1,600
Total expenditures	<u>5,641,117</u>	<u>5,641,117</u>	<u>5,127,746</u>	<u>513,371</u>
Excess (deficiency) of revenues over expenditures	<u>(1,217)</u>	<u>(1,217)</u>	<u>63,899</u>	<u>65,116</u>
Other financing uses				
Transfers out	<u>(14,228)</u>	<u>(14,228)</u>	<u>(14,228)</u>	<u>-</u>
Net change in fund balances	(15,445)	(15,445)	49,671	65,116
Beginning fund balances	250,027	250,027	250,027	-
Ending fund balances	<u>\$ 234,582</u>	<u>\$ 234,582</u>	<u>\$ 299,698</u>	<u>\$ 65,116</u>

City of Baldwin Park
Schedule of Funding Progress - OPEB
For the Year Ended June 30, 2017

Other Postemployment Benefit Plan

Valuation Date	Entry Age Actuarial Accrued Liability (AAL) (A)	Actuarial Asset Value (B)	Unfunded AAL (Excess Assets) [(A)-(B)] (UAAL) (C)	Funded Ratio [(B)/(A)] (D)	Covered Payroll (E)	UAAL as Percentage of Covered Payroll [(A)-(B)/(E)] (F)
January 1, 2011	\$ 23,548,132	\$ -	\$ 23,548,132	0.00%	\$ 10,926,010	216%
January 1, 2013	29,894,139	-	29,894,139	0.00%	10,513,602	284%
January 1, 2015	29,373,517	-	29,373,517	0.00%	11,880,662	247%

NOTE 1 BASIS OF PRESENTATION

Budgets for the General Fund and certain Special Revenue Funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Accordingly, actual revenues and expenditures are comparable to budgeted amounts.

NOTE 2 BUDGETARY CONTROL AND ACCOUNTING

The City of Baldwin Park (the City) budget is prepared under the direction of the Chief Executive Officer. Revenues are budgeted by source. Expenditures are budgeted by function, with sub classifications by department, cost center, object of expenditure, and project. A cost center represents a particular area of operations within a department; for example, within the Police Department there are cost centers for the Chief of Police, Patrol, Investigations, Administration, Communications, and Records. Total budgeted expenditures of each Governmental Fund may not legally exceed such fund's appropriations.

The City Council approves total budgeted appropriations and any amendments to total appropriations made during the year. This "appropriated budget" covers substantially all City expenditures, with the exception of Assessment District and Low/Moderate Income Housing Special Revenue Funds and Debt Service and Capital Projects Funds, which have legally authorized "nonappropriated budgets." Department heads are authorized to transfer budgeted amounts up to \$10,000 between cost centers and any amount which does not alter total budgeted appropriations to a cost center. The Chief Executive Officer is authorized to transfer amounts in excess of \$10,000. City Council approval is required for any overall increase in total appropriations to a fund. The legal level of budgetary control is the fund level. All appropriations lapse at year-end and are appropriated and budgeted again, if necessary. Supplemental appropriations during the year ended June 30, 2017, were not significant.

Formal budgetary integration is employed as a management control device. Commitments for materials and services, such as purchase orders and contracts, are recorded during the year as encumbrances to assist in controlling expenditures. Such encumbrances are reappropriated into the City's budget for the next fiscal year.

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. If proceeds of taxes exceed allowed appropriations, the excess must either be refunded to the State Controller or returned to the taxpayers through revised rates, revised fee schedules, or other arrangements. For the fiscal year ended June 30, 2017, proceeds of taxes did not exceed allowed appropriations.

SUPPLEMENTARY INFORMATION

(This page intentionally left blank.)

SPECIAL REVENUE FUNDS

The Special Revenue Funds account for the proceeds of specific sources that are legally restricted for expenditures related to specific purposes. Funds included are:

<i>Business Improvement Fees</i>	To account for the Parking and Business Improvement Law (Assembly Bill (AB) 1693) revenue. The revenue is collected through a City-wide Business Improvement District and used to promote local business activities.
<i>Air Quality Improvement</i>	To account for monies received from the South Coast Air Quality Management District. These monies are to be used for programs that reduce air pollution from motor vehicles.
<i>Federal Asset Forfeiture Fund</i>	To account for monies received from Federal agencies in Asset Forfeiture cases. These monies are restricted solely for law enforcement purposes.
<i>Park Maintenance District</i>	To account for revenues received from a City-wide Park Maintenance Assessment District. The District is responsible for landscaping, tree trimming, irrigation, and maintenance of parks within the City.
<i>State Gasoline Tax Fund</i>	To account for the City's share of tax revenues collected by the State on the sale of fuel for motor vehicles. The use of these funds is restricted to the construction, improvement, or maintenance of public streets.
<i>Bicycle and Pedestrian Safety</i>	To account for revenues received from the State under the Transportation Development Act. Their use is restricted to the construction of bicycle and pedestrian facilities.
<i>Proposition A Fund</i>	To account for the City's share of an additional one-half percent sales tax that was approved by the electorate in November 1980 and is collected by the County of Los Angeles to finance certain transportation projects.
<i>Proposition C Fund</i>	To account for the City's share of a sales tax increase approved by Los Angeles County voters in 1990 to fund transportation projects.
<i>Street Light and Landscape Fund</i>	To account for revenues received from a City-wide Landscape Maintenance District. The District is responsible for the maintenance of streetlights and the landscaping of median islands, parkways, street trees, and City parks.

City of Baldwin Park, California
Description of Nonmajor Governmental Funds

<i>Public Art Fees</i>	To account for development of cultural and artistic assets, including but not limited to art work and performing arts that are financed by the development and revitalization of the City which diminishes the availability of community resources those opportunities and contributes to community urbanization.
<i>Residential Development Tax</i>	To account for fees received from developers constructing new residential units. These monies are used to help defray the cost of providing public services for the new residents.
<i>Integrated Waste Management Fund</i>	To account for revenues received from AB 939 fees. These monies are used for waste management projects.
<i>Summer Food Program Fund</i>	To account for revenues received from the U.S. Department of Agriculture (USDA), which are used to provide meals to youths.
<i>Federal Surface Transportation Program Fund</i>	To account for monies received from the Federal government to improve designated public right-of-ways.
<i>Proposition A Parks Fund</i>	To account for monies received from the County of Los Angeles to construct and improve parks.
<i>Assessment District Fund</i>	To account for the revenues collected through assessments of property owners within Assessment District 93-1. Assessment District 93-1 was formed to construct certain public improvements.
<i>State Asset Forfeiture Fund</i>	To account for monies received from State agencies in Asset Forfeiture cases. These monies are restricted solely for law enforcement purposes.
<i>Local Law Enforcement Block Grant Fund</i>	To account for monies received from the Federal government to be used for basic law enforcement purposes.
<i>Law Enforcement Development Fund</i>	To account for revenue collected to cover any additional need for basic police equipment and infrastructure to continue to provide the current level of police service required with the new development/growth.
<i>Economic Development Administration Grant</i>	To account for monies received from the Economic Development Administration to improve designated public right-of-ways.
<i>Traffic Congestion Relief</i>	This fund was created to monitor the use of funds provided by the State of California for street and highway pavement maintenance, rehabilitation, and reconstruction of necessary associated facilities such as drainage and traffic control devices.

City of Baldwin Park, California
Description of Nonmajor Governmental Funds

<i>Park Land Fees</i>	May only be utilized for the acquisition of new and rehabilitation of existing community park and recreational facilities.
<i>Storm Drain National Pollutant Discharge System (NPDS)</i>	These are developer fees to be used for storm drain protection, master planning updates, and system upgrade.
<i>CalHOME Grant</i>	This fund is used to account for revenues and expenditures for grants restricted for residential rehabilitation program.
<i>General Plan Fees</i>	May be utilized toward activities that support and implement the goals and policies contained within the General Plan (i.e., Housing Element updates and Zoning Code changes). The technology portion of this fee shall only be utilized toward the purchase and ongoing maintenance of an electronic permitting system for primary use by Building, Planning, Code Enforcement, and Public Works.
<i>Measure R</i>	These are similar to local return type funds to be used for traffic relief and transportation upgrades City-wide over the next 30 years. These funds may be for projects such as pothole repairs, major street resurfacing, left-turn signals, pedestrian improvements, streetscapes, traffic signal synchronization, bikeways, and local transit services and programs.
<i>Other Grants</i>	To account for revenues and expenditures for various grants that are restricted for specific use.
<i>Police Grants</i>	To account for revenues and expenditures for police grants that are restricted for specific use.

DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources for, and the payment of debt.

City This fund is used to account for the receipt of revenues and debt service payments on the City's assessment districts.

Pension Obligation This fund is used to account for the receipt of revenues and debt service payments on the pension obligation bond.

Baldwin Park Financing Authority Debt Service Fund This fund accounts for the receipt of revenues and payment of debt incurred for the City's projects.

CAPITAL PROJECTS FUND

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Building Reserve This fund is used to account for the receipt of resources for the 2004 Community Center Lease Revenue Bonds.

**City of Baldwin Park
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2017**

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Totals
Assets				
Pooled cash and investments	\$ 11,728,762	\$ 65,957	\$ 9,620	\$ 11,804,339
Cash with fiscal agent	-	686,593	-	686,593
Property taxes receivable	52,592	-	-	52,592
Intergovernmental receivables	2,340,744	-	-	2,340,744
Loans receivable	89,743	-	-	89,743
Other receivables, net	12,882	68	10	12,960
Prepays	33,766	-	-	33,766
Total assets	\$ 14,258,489	\$ 752,618	\$ 9,630	\$ 15,020,737
Liabilities, deferred inflows of resources and fund balances				
Liabilities				
Accounts payable	\$ 608,190	\$ -	\$ 55	\$ 608,245
Accrued liabilities	84,489	-	-	84,489
Deposits and others	277,134	-	-	277,134
Due to other funds	3,318,149	-	-	3,318,149
Unearned revenue	261,491	-	-	261,491
Total liabilities	4,549,453	-	55	4,549,508
Deferred inflows of resources				
Unavailable revenue	89,743	-	-	89,743
Fund balances				
Nonspendable				
Prepaid items	33,766	-	-	33,766
Restricted				
Special revenue funds	11,001,017	-	-	11,001,017
Debt services funds	-	752,618	-	752,618
Capital projects funds	-	-	9,575	9,575
Unrestricted				
Unassigned	(1,415,490)	-	-	(1,415,490)
Total fund balances	9,619,293	752,618	9,575	10,381,486
Total liabilities, deferred inflows of resources and fund balances	\$ 14,258,489	\$ 752,618	\$ 9,630	\$ 15,020,737

City of Baldwin Park
Combining Statement of Revenues, Expenditures, and Changes In Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Totals
Revenues				
Taxes	\$ 2,665,044	\$ -	\$ -	\$ 2,665,044
Licenses and permits	24,577	-	-	24,577
Fines, forfeitures and penalties	176,590	-	-	176,590
Use of money and property	58,237	2,972	45	61,254
Intergovernmental	5,667,412	-	-	5,667,412
Charges for services	1,278,611	-	-	1,278,611
Other	710,811	1,833,341	-	2,544,152
Total revenues	<u>10,581,282</u>	<u>1,836,313</u>	<u>45</u>	<u>12,417,640</u>
Expenditures				
General government	29,300	-	-	29,300
Public safety	368,369	-	-	368,369
Public works	8,465,169	-	-	8,465,169
Community development	337,756	-	-	337,756
Recreation services	1,076,350	-	-	1,076,350
Capital outlay	1,233,319	-	-	1,233,319
Debt service				
Principal retirement	-	2,669,000	-	2,669,000
Interest and fiscal charges	-	650,255	-	650,255
Total expenditures	<u>11,510,263</u>	<u>3,319,255</u>	<u>-</u>	<u>14,829,518</u>
Excess (deficiency) of revenues over expenditures	<u>(928,981)</u>	<u>(1,482,942)</u>	<u>45</u>	<u>(2,411,878)</u>
Other financing sources (uses)				
Transfers in	335,133	1,496,958	-	1,832,091
Transfers out	(498,238)	(1,015,447)	-	(1,513,685)
Net other financing sources (uses)	<u>(163,105)</u>	<u>481,511</u>	<u>-</u>	<u>318,406</u>
Net change in fund balances	(1,092,086)	(1,001,431)	45	(2,093,472)
Beginning fund balances, as restated	<u>10,711,379</u>	<u>1,754,049</u>	<u>9,530</u>	<u>12,474,958</u>
Ending fund balances	<u>\$ 9,619,293</u>	<u>\$ 752,618</u>	<u>\$ 9,575</u>	<u>\$ 10,381,486</u>

	Business Improvement Fees	Air Quality Improvement	Federal Asset Forfeiture	Park Maintenance District
Assets				
Pooled cash and investments	\$ 187,572	\$ 267,544	\$ 214,421	\$ 53,568
Property taxes receivable	-	-	-	12,492
Intergovernmental receivables	-	46,116	2,211	-
Loans receivable	-	-	-	-
Other receivables, net	216	361	304	-
Prepays	33,766	-	-	-
Total assets	\$ 221,554	\$ 314,021	\$ 216,936	\$ 66,060
Liabilities, deferred inflows of resources and fund balances				
Liabilities				
Accounts payable	\$ 29,672	\$ 7,376	\$ 28,026	\$ 60,289
Accrued liabilities	5	-	-	5,771
Deposits and others	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	-
Total liabilities	29,677	7,376	28,026	66,060
Deferred inflows of resources				
Unavailable revenue	-	-	-	-
Fund balances				
Nonspendable				
Prepaid items	33,766	-	-	-
Restricted				
Special revenue funds	158,111	306,645	188,910	-
Unrestricted				
Unassigned	-	-	-	-
Total fund balances	191,877	306,645	188,910	-
Total liabilities, deferred inflows of resources and fund balances	\$ 221,554	\$ 314,021	\$ 216,936	\$ 66,060

**City of Baldwin Park
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2017**

State Gasoline Tax	Bicycle and Pedestrian Safety	Prop A Fund	Prop C Fund	Street Light and Landscape	Public Art Fees
\$ 1,032,450	\$ 3,563	\$ 596,724	\$ 3,161,361	\$ 154,501	\$ 344,139
-	-	-	-	40,100	-
-	100,000	-	-	-	-
-	-	-	-	-	-
1,020	4	603	2,772	295	344
-	-	-	-	-	-
<u>\$ 1,033,470</u>	<u>\$ 103,567</u>	<u>\$ 597,327</u>	<u>\$ 3,164,133</u>	<u>\$ 194,896</u>	<u>\$ 344,483</u>
\$ 94,841	\$ -	\$ 152,190	\$ 5,326	\$ 55,289	\$ -
22,935	-	1,824	13,707	11,218	-
-	-	-	-	-	-
-	-	-	-	123,398	-
-	-	-	-	-	-
<u>117,776</u>	<u>-</u>	<u>154,014</u>	<u>19,033</u>	<u>189,905</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
915,694	103,567	443,313	3,145,100	4,991	344,483
-	-	-	-	-	-
<u>915,694</u>	<u>103,567</u>	<u>443,313</u>	<u>3,145,100</u>	<u>4,991</u>	<u>344,483</u>
<u>\$ 1,033,470</u>	<u>\$ 103,567</u>	<u>\$ 597,327</u>	<u>\$ 3,164,133</u>	<u>\$ 194,896</u>	<u>\$ 344,483</u>

	Residential Development Tax	Integrated Waste Management	Summer Food Program	Federal Surface Transportation Program
Assets				
Pooled cash and investments	\$ 4	\$ 437,990	\$ -	\$ -
Property taxes receivable	-	-	-	-
Intergovernmental receivables	-	53,849	44,710	-
Loans receivable	-	-	-	-
Other receivables, net	-	515	-	200
Prepays	-	-	-	-
Total assets	<u>\$ 4</u>	<u>\$ 492,354</u>	<u>\$ 44,710</u>	<u>\$ 200</u>
Liabilities, deferred inflows of resources and fund balances				
Liabilities				
Accounts payable	\$ -	\$ 43,715	\$ 2,531	\$ 12,825
Accrued liabilities	-	3,723	2,585	-
Deposits and others	-	277,134	-	-
Due to other funds	-	-	39,594	29,092
Unearned revenue	-	-	-	-
Total liabilities	<u>-</u>	<u>324,572</u>	<u>44,710</u>	<u>41,917</u>
Deferred inflows of resources				
Unavailable revenue	-	-	-	-
Fund balances				
Nonspendable				
Prepaid items	-	-	-	-
Restricted				
Special revenue funds	4	167,782	-	-
Unrestricted				
Unassigned	-	-	-	(41,717)
Total fund balances	<u>4</u>	<u>167,782</u>	<u>-</u>	<u>(41,717)</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 4</u>	<u>\$ 492,354</u>	<u>\$ 44,710</u>	<u>\$ 200</u>

**City of Baldwin Park
Combining Balance Sheet
Nonmajor Special Revenue Funds (Continued)
June 30, 2017**

Prop A Parks	Assessment District	State Asset Forfeiture	Local Law Enforcement Block Grant	Law Enforcement Development
\$ 3,187	\$ 376,740	\$ 306,238	\$ 14,660	\$ 3,436
-	-	-	-	-
-	-	-	-	-
-	384	329	15	2
-	-	-	-	-
<u>\$ 3,187</u>	<u>\$ 377,124</u>	<u>\$ 306,567</u>	<u>\$ 14,675</u>	<u>\$ 3,438</u>
\$ -	\$ -	\$ 3,724	\$ -	\$ -
3,187	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>3,187</u>	<u>-</u>	<u>3,724</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
-	377,124	302,843	14,675	3,438
-	-	-	-	-
<u>-</u>	<u>377,124</u>	<u>302,843</u>	<u>14,675</u>	<u>3,438</u>
<u>\$ 3,187</u>	<u>\$ 377,124</u>	<u>\$ 306,567</u>	<u>\$ 14,675</u>	<u>\$ 3,438</u>

	Economic Development Administration Grant	Traffic Congestion Relief	Park Land Fees	Storm Drain NPDS
Assets				
Pooled cash and investments	\$ 518	\$ 240,361	\$ 1,293,562	\$ 49,747
Property taxes receivable	-	-	-	-
Intergovernmental receivables	-	-	-	-
Loans receivable	-	-	-	-
Other receivables, net	-	242	1,649	172
Prepays	-	-	-	-
Total assets	<u>\$ 518</u>	<u>\$ 240,603</u>	<u>\$ 1,295,211</u>	<u>\$ 49,919</u>
Liabilities, deferred inflows of resources and fund balances				
Liabilities				
Accounts payable	\$ -	\$ 432	\$ -	\$ -
Accrued liabilities	-	-	-	-
Deposits and others	-	-	-	-
Due to other funds	-	-	-	11,780
Unearned revenue	-	-	-	-
Total liabilities	<u>-</u>	<u>432</u>	<u>-</u>	<u>11,780</u>
Deferred inflows of resources				
Unavailable revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances				
Nonspendable				
Prepaid items	-	-	-	-
Restricted				
Special revenue funds	518	240,171	1,295,211	38,139
Unrestricted				
Unassigned	-	-	-	-
Total fund balances	<u>518</u>	<u>240,171</u>	<u>1,295,211</u>	<u>38,139</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 518</u>	<u>\$ 240,603</u>	<u>\$ 1,295,211</u>	<u>\$ 49,919</u>

**City of Baldwin Park
Combining Balance Sheet
Nonmajor Special Revenue Funds (Continued)
June 30, 2017**

CalHome Grant	General Plan Fees	Measure R	Other Grants	Police Grants	Totals
\$ 16,145	\$ 1,019,262	\$ 1,733,510	\$ -	\$ 217,559	\$ 11,728,762
-	-	-	-	-	52,592
-	-	-	2,064,183	29,675	2,340,744
89,743	-	-	-	-	89,743
17	1,013	2,238	-	187	12,882
-	-	-	-	-	33,766
<u>\$ 105,905</u>	<u>\$ 1,020,275</u>	<u>\$ 1,735,748</u>	<u>\$ 2,064,183</u>	<u>\$ 247,421</u>	<u>\$ 14,258,489</u>
\$ -	\$ 7	\$ 47,452	\$ 62,200	\$ 2,295	\$ 608,190
-	1,897	7,711	8	9,918	84,489
-	-	-	-	-	277,134
-	-	-	3,114,285	-	3,318,149
-	-	-	261,463	28	261,491
<u>-</u>	<u>1,904</u>	<u>55,163</u>	<u>3,437,956</u>	<u>12,241</u>	<u>4,549,453</u>
<u>89,743</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>89,743</u>
-	-	-	-	-	33,766
-	-	-	-	-	-
16,162	1,018,371	1,680,585	-	235,180	11,001,017
-	-	-	(1,373,773)	-	(1,415,490)
<u>16,162</u>	<u>1,018,371</u>	<u>1,680,585</u>	<u>(1,373,773)</u>	<u>235,180</u>	<u>9,619,293</u>
<u>\$ 105,905</u>	<u>\$ 1,020,275</u>	<u>\$ 1,735,748</u>	<u>\$ 2,064,183</u>	<u>\$ 247,421</u>	<u>\$ 14,258,489</u>

	Business Improvement Fees	Air Quality Improvement	Federal Asset Forfeiture	Park Maintenance District
Revenues				
Taxes	\$ 75,388	\$ -	\$ -	\$ 699,918
Licenses and permits	-	-	-	-
Fines, forfeitures and penalties	-	-	176,590	-
Use of money and property	1,131	1,401	1,378	-
Intergovernmental	-	95,440	-	-
Charges for services	-	-	-	-
Other	-	21,855	88,320	-
Total revenues	<u>76,519</u>	<u>118,696</u>	<u>266,288</u>	<u>699,918</u>
Expenditures				
General government	-	-	-	-
Public safety	-	-	218,565	-
Public works	-	-	-	-
Community development	194,510	4,524	-	-
Recreation services	-	-	-	827,800
Capital outlay	-	137,984	87,085	-
Total expenditures	<u>194,510</u>	<u>142,508</u>	<u>305,650</u>	<u>827,800</u>
Excess (deficiency) of revenues over expenditures	<u>(117,991)</u>	<u>(23,812)</u>	<u>(39,362)</u>	<u>(127,882)</u>
Other financing sources (uses)				
Transfers in	-	80,000	-	127,882
Transfers out	-	-	(17,813)	-
Net other financing sources (uses)	<u>-</u>	<u>80,000</u>	<u>(17,813)</u>	<u>127,882</u>
Net change in fund balances	(117,991)	56,188	(57,175)	-
Beginning fund balances, as restated	<u>309,868</u>	<u>250,457</u>	<u>246,085</u>	<u>-</u>
Ending fund balances	<u>\$ 191,877</u>	<u>\$ 306,645</u>	<u>\$ 188,910</u>	<u>\$ -</u>

City of Baldwin Park
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2017

State Gasoline Tax	Bicycle and Pedestrian Safety	Prop A Fund	Prop C Fund	Street Light and Landscape	Public Art Fees
\$ -	\$ -	\$ -	\$ -	\$ 1,848,028	\$ -
-	-	24,577	-	-	-
-	-	-	-	-	-
5,729	17	2,663	13,036	443	1,769
1,421,259	100,000	1,405,904	1,169,922	-	-
-	-	-	-	-	-
-	-	46,734	-	-	342,714
<u>1,426,988</u>	<u>100,017</u>	<u>1,479,878</u>	<u>1,182,958</u>	<u>1,848,471</u>	<u>344,483</u>
-	-	-	-	-	-
-	-	-	-	-	-
1,832,146	-	1,178,448	437,421	1,565,320	-
-	-	-	-	-	-
-	-	155,962	-	-	-
223,934	-	-	321,971	7,712	-
<u>2,056,080</u>	<u>-</u>	<u>1,334,410</u>	<u>759,392</u>	<u>1,573,032</u>	<u>-</u>
<u>(629,092)</u>	<u>100,017</u>	<u>145,468</u>	<u>423,566</u>	<u>275,439</u>	<u>344,483</u>
-	-	-	-	-	-
<u>(480,425)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(480,425)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(1,109,517)	100,017	145,468	423,566	275,439	344,483
2,025,211	3,550	297,845	2,721,534	(270,448)	-
<u>\$ 915,694</u>	<u>\$ 103,567</u>	<u>\$ 443,313</u>	<u>\$ 3,145,100</u>	<u>\$ 4,991</u>	<u>\$ 344,483</u>

	Residential Development Tax	Integrated Waste Management	Summer Food Program	Federal Surface Transportation Program
Revenues				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Fines, forfeitures and penalties	-	-	-	-
Use of money and property	-	2,206	-	2,414
Intergovernmental	-	261,068	44,710	-
Charges for services	-	46,875	-	-
Other	-	169,765	-	5,400
Total revenues	<u>-</u>	<u>479,914</u>	<u>44,710</u>	<u>7,814</u>
Expenditures				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	388,125	-	730,288
Community development	-	-	-	-
Recreation services	-	-	67,654	-
Capital outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>388,125</u>	<u>67,654</u>	<u>730,288</u>
	<u>-</u>	<u>91,789</u>	<u>(22,944)</u>	<u>(722,474)</u>
Other financing sources (uses)				
Transfers in	-	-	22,944	-
Transfers out	-	-	-	-
Net other financing sources (uses)	<u>-</u>	<u>-</u>	<u>22,944</u>	<u>-</u>
Net change in fund balances	-	91,789	-	(722,474)
Beginning fund balances, as restated	4	75,993	-	680,757
Ending fund balances	<u>\$ 4</u>	<u>\$ 167,782</u>	<u>\$ -</u>	<u>\$ (41,717)</u>

City of Baldwin Park
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds (Continued)
For the Year Ended June 30, 2017

<u>Prop A Parks</u>	<u>Assessment District</u>	<u>State Asset Forfeiture</u>	<u>Local Law Enforcement Block Grant</u>	<u>Law Enforcement Development</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	1,770	1,155	69	4
-	517	190,476	-	-
-	-	-	-	-
-	-	-	-	3,434
<u>-</u>	<u>2,287</u>	<u>191,631</u>	<u>69</u>	<u>3,438</u>
-	-	-	-	-
-	-	37,467	-	-
123,734	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	4,038	-	-
<u>123,734</u>	<u>-</u>	<u>41,505</u>	<u>-</u>	<u>-</u>
<u>(123,734)</u>	<u>2,287</u>	<u>150,126</u>	<u>69</u>	<u>3,438</u>
86,494	-	-	-	-
-	-	-	-	-
<u>86,494</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(37,240)</u>	<u>2,287</u>	<u>150,126</u>	<u>69</u>	<u>3,438</u>
<u>37,240</u>	<u>374,837</u>	<u>152,717</u>	<u>14,606</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 377,124</u>	<u>\$ 302,843</u>	<u>\$ 14,675</u>	<u>\$ 3,438</u>

	Economic Development Administration Grant	Traffic Congestion Relief	Park Land Fees	Storm Drain NPDS
Revenues				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Fines, forfeitures and penalties	-	-	-	-
Use of money and property	2	1,082	5,594	667
Intergovernmental	-	-	-	-
Charges for services	-	26,289	739,148	111,473
Other	-	-	-	-
Total revenues	<u>2</u>	<u>27,371</u>	<u>744,742</u>	<u>112,140</u>
Expenditures				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	432	-	82,051
Community development	-	-	-	-
Recreation services	-	-	21,000	-
Capital outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>432</u>	<u>21,000</u>	<u>82,051</u>
	<u>2</u>	<u>26,939</u>	<u>723,742</u>	<u>30,089</u>
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Net other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	2	26,939	723,742	30,089
Beginning fund balances, as restated	<u>516</u>	<u>213,232</u>	<u>571,469</u>	<u>8,050</u>
Ending fund balances	<u>\$ 518</u>	<u>\$ 240,171</u>	<u>\$ 1,295,211</u>	<u>\$ 38,139</u>

City of Baldwin Park
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds (Continued)
For the Year Ended June 30, 2017

	CallHome Grant	General Plan Fees	Measure R	Other Grants	Police Grant	Totals
\$	-	\$ -	\$ -	\$ -	\$ 41,710	\$ 2,665,044
	-	-	-	-	-	24,577
	-	-	-	-	-	176,590
	76	4,531	10,270	-	830	58,237
	-	-	874,832	47,006	56,278	5,667,412
	-	319,622	-	-	35,204	1,278,611
	-	-	-	32,589	-	710,811
	<u>76</u>	<u>324,153</u>	<u>885,102</u>	<u>79,595</u>	<u>134,022</u>	<u>10,581,282</u>
	-	-	-	29,300	-	29,300
	-	-	-	-	112,337	368,369
	-	-	1,297,031	830,173	-	8,465,169
	-	138,722	-	-	-	337,756
	-	-	-	3,934	-	1,076,350
	-	-	81,319	369,276	-	1,233,319
	<u>-</u>	<u>138,722</u>	<u>1,378,350</u>	<u>1,232,683</u>	<u>112,337</u>	<u>11,510,263</u>
	<u>76</u>	<u>185,431</u>	<u>(493,248)</u>	<u>(1,153,088)</u>	<u>21,685</u>	<u>(928,981)</u>
	-	-	-	-	17,813	335,133
	-	-	-	-	-	(498,238)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,813</u>	<u>(163,105)</u>
	76	185,431	(493,248)	(1,153,088)	39,498	(1,092,086)
	<u>16,086</u>	<u>832,940</u>	<u>2,173,833</u>	<u>(220,685)</u>	<u>195,682</u>	<u>10,711,379</u>
\$	<u>16,162</u>	<u>\$ 1,018,371</u>	<u>\$ 1,680,585</u>	<u>\$ (1,373,773)</u>	<u>\$ 235,180</u>	<u>\$ 9,619,293</u>

**City of Baldwin Park
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2017**

	Pension Obligation	City	Baldwin Park Financing Authority	Totals
Assets				
Pooled cash and investments	\$ -	\$ 34,547	\$ 31,410	\$ 65,957
Cash with fiscal agent	1,882	-	684,711	686,593
Other receivables, net	-	35	33	68
Total assets	\$ 1,882	\$ 34,582	\$ 716,154	\$ 752,618
Liabilities and fund balances				
Liabilities				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Total liabilities	-	-	-	-
Fund balances				
Restricted				
Debt service funds	1,882	34,582	716,154	752,618
Total fund balances	1,882	34,582	716,154	752,618
Total liabilities and fund balances	\$ 1,882	\$ 34,582	\$ 716,154	\$ 752,618

City of Baldwin Park
Combining Statement of Revenues, Expenditures, and Changes In Fund Balances
Nonmajor Debt Service Funds
For the Year Ended June 30, 2017

	Pension Obligation	City	Baldwin Park Financing Authority	Totals
Revenues				
Use of money and property	\$ 1,608	\$ 162	\$ 1,202	\$ 2,972
Other	1,833,341	-	-	1,833,341
Total revenues	<u>1,834,949</u>	<u>162</u>	<u>1,202</u>	<u>1,836,313</u>
Expenditures				
Debt Service				
Principal retirement	1,645,000	367,000	657,000	2,669,000
Interest and fiscal charges	188,344	39,456	422,455	650,255
Total expenditures	<u>1,833,344</u>	<u>406,456</u>	<u>1,079,455</u>	<u>3,319,255</u>
Excess (deficiency) of revenues over expenditures	<u>1,605</u>	<u>(406,294)</u>	<u>(1,078,253)</u>	<u>(1,482,942)</u>
Other financing sources (uses)				
Transfers in	-	406,456	1,090,502	1,496,958
Transfers out	-	-	(1,015,447)	(1,015,447)
Net other financing sources (uses)	<u>-</u>	<u>406,456</u>	<u>75,055</u>	<u>481,511</u>
Net change in fund balances	1,605	162	(1,003,198)	(1,001,431)
Beginning fund balances, as restated	<u>277</u>	<u>34,420</u>	<u>1,719,352</u>	<u>1,754,049</u>
Ending fund balances	<u>\$ 1,882</u>	<u>\$ 34,582</u>	<u>\$ 716,154</u>	<u>\$ 752,618</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Business Improvement Fees
For the Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$ 65,000	\$ 65,000	\$ 75,388	\$ 10,388
Use of money and property	600	800	1,131	331
Total revenues	<u>65,600</u>	<u>65,800</u>	<u>76,519</u>	<u>10,719</u>
 Expenditures				
Current				
Recreation services	182,285	208,570	194,510	14,060
Total expenditures	<u>182,285</u>	<u>208,570</u>	<u>194,510</u>	<u>14,060</u>
 Excess (deficiency) of revenues over expenditures	<u>(116,685)</u>	<u>(142,770)</u>	<u>(117,991)</u>	<u>24,779</u>
 Net change in fund balances	(116,685)	(142,770)	(117,991)	24,779
 Beginning fund balances	<u>309,868</u>	<u>309,868</u>	<u>309,868</u>	<u>-</u>
Ending fund balances	<u>\$ 193,183</u>	<u>\$ 167,098</u>	<u>\$ 191,877</u>	<u>\$ 24,779</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Air Quality Improvement
For the Year Ended June 30, 2017

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
Revenues				
Use of money and property	\$ 1,000	\$ 1,000	\$ 1,401	\$ 401
Intergovernmental	96,900	96,900	95,440	(1,460)
Other	-	-	21,855	21,855
Total revenues	<u>97,900</u>	<u>97,900</u>	<u>118,696</u>	<u>20,796</u>
Expenditures				
Current				
Community development	10,114	55,114	4,524	50,590
Capital outlay	50,000	200,000	137,984	62,016
Total expenditures	<u>60,114</u>	<u>255,114</u>	<u>142,508</u>	<u>112,606</u>
Excess (deficiency) of revenues over expenditures	<u>37,786</u>	<u>(157,214)</u>	<u>(23,812)</u>	<u>133,402</u>
Other financing sources (uses)				
Transfers in	-	80,000	80,000	-
Net change in fund balances	37,786	(77,214)	56,188	133,402
Beginning fund balances	<u>250,457</u>	<u>250,457</u>	<u>250,457</u>	<u>-</u>
Ending fund balances	<u>\$ 288,243</u>	<u>\$ 173,243</u>	<u>\$ 306,645</u>	<u>\$ 133,402</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Federal Asset Forfeiture
For the Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget- Positive (Negative)
Revenues				
Fines, forfeitures and penalties	\$ 150,000	\$ 180,000	\$ 176,590	\$ (3,410)
Use of money and property	3,000	2,000	1,378	(622)
Other	-	-	88,320	88,320
Total revenues	<u>153,000</u>	<u>182,000</u>	<u>266,288</u>	<u>84,288</u>
Expenditures				
Current				
Public safety	-	62,354	218,565	(156,211)
Capital outlay	-	78,121	87,085	(8,964)
Total expenditures	<u>-</u>	<u>140,475</u>	<u>305,650</u>	<u>(165,175)</u>
Excess (deficiency) of revenues over expenditures	<u>153,000</u>	<u>41,525</u>	<u>(39,362)</u>	<u>(80,887)</u>
Other financing sources (uses)				
Transfers out	-	-	(17,813)	(17,813)
Net change in fund balances	153,000	41,525	(57,175)	(98,700)
Beginning fund balances	<u>246,085</u>	<u>246,085</u>	<u>246,085</u>	<u>-</u>
Ending fund balances	<u>\$ 399,085</u>	<u>\$ 287,610</u>	<u>\$ 188,910</u>	<u>\$ (98,700)</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Park Maintenance District
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 717,086	\$ 717,086	\$ 699,918	\$ (17,168)
Total revenues	<u>717,086</u>	<u>717,086</u>	<u>699,918</u>	<u>(17,168)</u>
Expenditures				
Current				
Recreation services	841,393	841,393	827,800	13,593
Capital outlay	2,000	2,000	-	2,000
Total expenditures	<u>843,393</u>	<u>843,393</u>	<u>827,800</u>	<u>15,593</u>
Excess (deficiency) of revenues over expenditures	<u>(126,307)</u>	<u>(126,307)</u>	<u>(127,882)</u>	<u>(1,575)</u>
Other financing sources (uses)				
Transfers in	145,204	145,204	127,882	(17,322)
Net change in fund balances	18,897	18,897	-	(18,897)
Beginning fund balances	-	-	-	-
Ending fund balances	<u>\$ 18,897</u>	<u>\$ 18,897</u>	<u>\$ -</u>	<u>\$ (18,897)</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
State Gasoline Tax
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Use of money and property	\$ 6,000	\$ 6,000	\$ 5,729	\$ (271)
Intergovernmental	1,692,000	1,602,500	1,421,259	(181,241)
Total revenues	<u>1,698,000</u>	<u>1,608,500</u>	<u>1,426,988</u>	<u>(181,512)</u>
Expenditures				
Current				
Public works	1,502,310	2,484,520	1,832,146	652,374
Capital outlay	15,000	186,095	223,934	(37,839)
Total expenditures	<u>1,517,310</u>	<u>2,670,615</u>	<u>2,056,080</u>	<u>614,535</u>
Excess (deficiency) of revenues over expenditures	<u>180,690</u>	<u>(1,062,115)</u>	<u>(629,092)</u>	<u>433,023</u>
Other financing sources (uses)				
Transfers out	<u>(400,511)</u>	<u>(480,511)</u>	<u>(480,425)</u>	<u>86</u>
Net change in fund balances	(219,821)	(1,542,626)	(1,109,517)	433,109
Beginning fund balances	<u>2,025,211</u>	<u>2,025,211</u>	<u>2,025,211</u>	<u>-</u>
Ending fund balances	<u>\$ 1,805,390</u>	<u>\$ 482,585</u>	<u>\$ 915,694</u>	<u>\$ 433,109</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Bicycle and Pedestrian Safety
For the Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Use of money and property	\$ 500	\$ 500	\$ 17	\$ (483)
Intergovernmental	50,165	50,165	100,000	49,835
Total revenues	<u>50,665</u>	<u>50,665</u>	<u>100,017</u>	<u>49,352</u>
Expenditures				
Current				
Public works	-	140,000	-	140,000
Total expenditures	<u>-</u>	<u>140,000</u>	<u>-</u>	<u>140,000</u>
Excess (deficiency) of revenues over expenditures	<u>50,665</u>	<u>(89,335)</u>	<u>100,017</u>	<u>189,352</u>
Net change in fund balances	50,665	(89,335)	100,017	189,352
Beginning fund balances	<u>3,550</u>	<u>3,550</u>	<u>3,550</u>	<u>-</u>
Ending fund balances	<u>\$ 54,215</u>	<u>\$ (85,785)</u>	<u>\$ 103,567</u>	<u>\$ 189,352</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Prop A Fund
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Licenses and permits	\$ 32,000	\$ 32,000	\$ 24,577	\$ (7,423)
Use of money and property	1,500	1,500	2,663	1,163
Intergovernmental	1,411,678	1,411,678	1,405,904	(5,774)
Other	-	-	46,734	46,734
Total revenues	<u>1,445,178</u>	<u>1,445,178</u>	<u>1,479,878</u>	<u>34,700</u>
Expenditures				
Current				
Public works	1,241,872	1,442,126	1,178,448	263,678
Recreation services	110,680	110,680	155,962	(45,282)
Total expenditures	<u>1,352,552</u>	<u>1,552,806</u>	<u>1,334,410</u>	<u>218,396</u>
Excess (deficiency) of revenues over expenditures	<u>92,626</u>	<u>(107,628)</u>	<u>145,468</u>	<u>253,096</u>
Net change in fund balances	92,626	(107,628)	145,468	253,096
Beginning fund balances	297,845	297,845	297,845	-
Ending fund balances	<u>\$ 390,471</u>	<u>\$ 190,217</u>	<u>\$ 443,313</u>	<u>\$ 253,096</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Prop C Fund
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Use of money and property	\$ 6,000	\$ 7,000	\$ 13,036	\$ 6,036
Intergovernmental	1,170,949	1,170,949	1,169,922	(1,027)
Total revenues	<u>1,176,949</u>	<u>1,177,949</u>	<u>1,182,958</u>	<u>5,009</u>
Expenditures				
Current				
Public works	1,003,695	2,459,325	437,421	2,021,904
Capital outlay	91,223	238,623	321,971	(83,348)
Total expenditures	<u>1,094,918</u>	<u>2,697,948</u>	<u>759,392</u>	<u>1,938,556</u>
Excess (deficiency) of revenues over expenditures	<u>82,031</u>	<u>(1,519,999)</u>	<u>423,566</u>	<u>1,943,565</u>
Net change in fund balances	82,031	(1,519,999)	423,566	1,943,565
Beginning fund balances	<u>2,721,534</u>	<u>2,721,534</u>	<u>2,721,534</u>	<u>-</u>
Ending fund balances	<u>\$ 2,803,565</u>	<u>\$ 1,201,535</u>	<u>\$ 3,145,100</u>	<u>\$ 1,943,565</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Street Light and Landscape
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 1,786,000	\$ 1,786,000	\$ 1,848,028	\$ 62,028
Other	2,000	2,000	443	(1,557)
Total revenues	<u>1,788,000</u>	<u>1,788,000</u>	<u>1,848,471</u>	<u>60,471</u>
Expenditures				
Current				
Public works	1,575,603	1,631,103	1,565,320	65,783
Capital outlay	11,250	11,250	7,712	3,538
Total expenditures	<u>1,586,853</u>	<u>1,642,353</u>	<u>1,573,032</u>	<u>69,321</u>
Excess (deficiency) of revenues over expenditures	<u>201,147</u>	<u>145,647</u>	<u>275,439</u>	<u>129,792</u>
Net change in fund balances	201,147	145,647	275,439	129,792
Beginning fund balances	<u>(270,448)</u>	<u>(270,448)</u>	<u>(270,448)</u>	<u>-</u>
Ending fund balances	<u>\$ (69,301)</u>	<u>\$ (124,801)</u>	<u>\$ 4,991</u>	<u>\$ 129,792</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Public Art Fees
For the Year Ended June 30, 2017

	Budgeted Amounts			Variance with
Revenues	Original	Final	Actual	Final Budget-
				Positive
				(Negative)
Use of money and property	\$ -	\$ 917	\$ 1,769	\$ 852
Other	35,000	239,677	342,714	103,037
Total revenues	35,000	240,594	344,483	103,889
Expenditures				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	35,000	240,594	344,483	103,889
Net change in fund balances	35,000	240,594	344,483	103,889
Beginning fund balances	-	-	-	-
Ending fund balances	\$ 35,000	\$ 240,594	\$ 344,483	\$ 103,889

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Residential Development Tax
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Total revenues	\$ -	\$ -	\$ -	\$ -
Expenditures				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Net change in fund balances	-	-	-	-
Beginning fund balances	-	-	4	4
Ending fund balances	\$ -	\$ -	\$ 4	\$ 4

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Integrated Waste Management
For the Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget- Positive (Negative)
Revenues				
Use of money and property	\$ 1,100	\$ 1,100	\$ 2,206	\$ 1,106
Intergovernmental	341,000	341,000	261,068	(79,932)
Charges for services	7,600	7,600	46,875	39,275
Other	-	-	169,765	169,765
Total revenues	<u>349,700</u>	<u>349,700</u>	<u>479,914</u>	<u>130,214</u>
Expenditures				
Current				
Public works	339,603	354,603	388,125	(33,522)
Total expenditures	<u>339,603</u>	<u>354,603</u>	<u>388,125</u>	<u>(33,522)</u>
Excess (deficiency) of revenues over expenditures	<u>10,097</u>	<u>(4,903)</u>	<u>91,789</u>	<u>96,692</u>
Net change in fund balances	10,097	(4,903)	91,789	96,692
Beginning fund balances	75,993	75,993	75,993	-
Ending fund balances	<u>\$ 86,090</u>	<u>\$ 71,090</u>	<u>\$ 167,782</u>	<u>\$ 96,692</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Summer Food Program
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 168,000	\$ 168,000	\$ 44,710	\$ (123,290)
Total revenues	<u>168,000</u>	<u>168,000</u>	<u>44,710</u>	<u>(123,290)</u>
Expenditures				
Current				
Recreation services	189,956	189,956	67,654	122,302
Total expenditures	<u>189,956</u>	<u>189,956</u>	<u>67,654</u>	<u>122,302</u>
Excess (deficiency) of revenues over expenditures	<u>(21,956)</u>	<u>(21,956)</u>	<u>(22,944)</u>	<u>(988)</u>
Other financing sources (uses)				
Transfers in	<u>21,578</u>	<u>21,578</u>	<u>22,944</u>	<u>1,366</u>
Net change in fund balances	(378)	(378)	-	378
Beginning fund balances	-	-	-	-
Ending fund balances	<u>\$ (378)</u>	<u>\$ (378)</u>	<u>\$ -</u>	<u>\$ 378</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Federal Surface Transportation Program
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 1,200	\$ 1,142,387	\$ 2,414	\$ (1,139,973)
Other	-	-	5,400	5,400
Total revenues	<u>1,200</u>	<u>1,142,387</u>	<u>7,814</u>	<u>(1,134,573)</u>
Expenditures				
Current				
Public works	-	1,822,638	730,288	1,092,350
Total expenditures	<u>-</u>	<u>1,822,638</u>	<u>730,288</u>	<u>1,092,350</u>
Excess (deficiency) of revenues over expenditures	<u>1,200</u>	<u>(680,251)</u>	<u>(722,474)</u>	<u>(42,223)</u>
Net change in fund balances	1,200	(680,251)	(722,474)	(42,223)
Beginning fund balances	<u>680,757</u>	<u>680,757</u>	<u>680,757</u>	<u>-</u>
Ending fund balances	<u>\$ 681,957</u>	<u>\$ 506</u>	<u>\$ (41,717)</u>	<u>\$ (42,223)</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Prop A Parks
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 64,300	\$ 64,300	\$ -	\$ (64,300)
Use of money and property	60	60	-	(60)
Total revenues	<u>64,360</u>	<u>64,360</u>	<u>-</u>	<u>(64,360)</u>
Expenditures				
Current				
Public works	133,751	133,751	123,734	10,017
Total expenditures	<u>133,751</u>	<u>133,751</u>	<u>123,734</u>	<u>10,017</u>
Excess (deficiency) of revenues over expenditures	<u>(69,391)</u>	<u>(69,391)</u>	<u>(123,734)</u>	<u>(54,343)</u>
Other financing sources (uses)				
Transfers in	-	-	86,494	86,494
Net change in fund balances	(69,391)	(69,391)	(37,240)	32,151
Beginning fund balances	37,240	37,240	37,240	-
Ending fund balances	<u>\$ (32,151)</u>	<u>\$ (32,151)</u>	<u>\$ -</u>	<u>\$ 32,151</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Assessment District
For the Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget- Positive (Negative)
Revenues				
Use of money and property	\$ 800	\$ 800	\$ 1,770	\$ 970
Intergovernmental	11,630	11,630	517	(11,113)
Total revenues	<u>12,430</u>	<u>12,430</u>	<u>2,287</u>	<u>(10,143)</u>
Expenditures				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>12,430</u>	<u>12,430</u>	<u>2,287</u>	<u>(10,143)</u>
Net change in fund balances	12,430	12,430	2,287	(10,143)
Beginning fund balances	<u>374,837</u>	<u>374,837</u>	<u>374,837</u>	<u>-</u>
Ending fund balances	<u>\$ 387,267</u>	<u>\$ 387,267</u>	<u>\$ 377,124</u>	<u>\$ (10,143)</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
State Asset Forfeiture
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget- Positive (Negative)
Revenues				
Use of money and property	\$ 600	\$ 600	\$ 1,155	\$ 555
Intergovernmental	3,000	3,000	190,476	187,476
Total revenues	<u>3,600</u>	<u>3,600</u>	<u>191,631</u>	<u>188,031</u>
Expenditures				
Current				
Public safety	-	-	37,467	(37,467)
Capital outlay	-	-	4,038	(4,038)
Total expenditures	<u>-</u>	<u>-</u>	<u>41,505</u>	<u>(41,505)</u>
Excess (deficiency) of revenues over expenditures	<u>3,600</u>	<u>3,600</u>	<u>150,126</u>	<u>146,526</u>
Net change in fund balances	3,600	3,600	150,126	146,526
Beginning fund balances	<u>152,717</u>	<u>152,717</u>	<u>152,717</u>	<u>-</u>
Ending fund balances	<u>\$ 156,317</u>	<u>\$ 156,317</u>	<u>\$ 302,843</u>	<u>\$ 146,526</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Local Law Enforcement Block Grant
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Use of money and property	\$ 100	\$ 100	\$ 69	\$ (31)
Total revenues	<u>100</u>	<u>100</u>	<u>69</u>	<u>(31)</u>
Expenditures				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>100</u>	<u>100</u>	<u>69</u>	<u>(31)</u>
Net change in fund balances	100	100	69	(31)
Beginning fund balances	14,606	14,606	14,606	-
Ending fund balances	<u>\$ 14,706</u>	<u>\$ 14,706</u>	<u>\$ 14,675</u>	<u>\$ (31)</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Law Enforcement Development
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Use of money and property	\$ -	\$ -	\$ 4	\$ 4
Other	-	-	3,434	3,434
Total revenues	<u>-</u>	<u>-</u>	<u>3,438</u>	<u>3,438</u>
Expenditures				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>3,438</u>	<u>3,438</u>
Net change in fund balances	-	-	3,438	3,438
Beginning fund balances	-	-	-	-
Ending fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,438</u>	<u>\$ 3,438</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Economic Development Administration Grant
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Use of money and property	\$ -	\$ -	\$ 2	\$ 2
Total revenues	<u>-</u>	<u>-</u>	<u>2</u>	<u>2</u>
Expenditures				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>2</u>	<u>2</u>
Net change in fund balances	-	-	2	2
Beginning fund balances	-	-	516	516
Ending fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 518</u>	<u>\$ 518</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Traffic Congestion Relief
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Use of money and property	\$ 1,000	\$ 1,000	\$ 1,082	\$ 82
Charges for services	9,000	9,000	26,289	17,289
Total revenues	<u>10,000</u>	<u>10,000</u>	<u>27,371</u>	<u>17,371</u>
Expenditures				
Current				
Public works	-	158,289	432	157,857
Total expenditures	<u>-</u>	<u>158,289</u>	<u>432</u>	<u>157,857</u>
Excess (deficiency) of revenues over expenditures	<u>10,000</u>	<u>(148,289)</u>	<u>26,939</u>	<u>175,228</u>
Net change in fund balances	10,000	(148,289)	26,939	175,228
Beginning fund balances	<u>213,232</u>	<u>213,232</u>	<u>213,232</u>	<u>-</u>
Ending fund balances	<u>\$ 223,232</u>	<u>\$ 64,943</u>	<u>\$ 240,171</u>	<u>\$ 175,228</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Park Land Fees
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Use of money and property	\$ 1,800	\$ 1,800	\$ 5,594	\$ 3,794
Charges for services	265,000	695,180	739,148	43,968
Total revenues	<u>266,800</u>	<u>696,980</u>	<u>744,742</u>	<u>47,762</u>
Expenditures				
Current				
Recreation services	-	-	21,000	(21,000)
Capital outlay	295,000	361,000	-	361,000
Total expenditures	<u>295,000</u>	<u>361,000</u>	<u>21,000</u>	<u>340,000</u>
Excess (deficiency) of revenues over expenditures	<u>(28,200)</u>	<u>335,980</u>	<u>723,742</u>	<u>387,762</u>
Net change in fund balances	(28,200)	335,980	723,742	387,762
Beginning fund balances	571,469	571,469	571,469	-
Ending fund balances	<u>\$ 543,269</u>	<u>\$ 907,449</u>	<u>\$ 1,295,211</u>	<u>\$ 387,762</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Storm Drain NPDS
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Use of money and property	\$ 100	\$ 400	\$ 667	\$ 267
Charges for services	50,000	90,928	111,473	20,545
Total revenues	<u>50,100</u>	<u>91,328</u>	<u>112,140</u>	<u>20,812</u>
Expenditures				
Current				
Public works	81,800	99,300	82,051	17,249
Total expenditures	<u>81,800</u>	<u>99,300</u>	<u>82,051</u>	<u>17,249</u>
Excess (deficiency) of revenues over expenditures	<u>(31,700)</u>	<u>(7,972)</u>	<u>30,089</u>	<u>38,061</u>
Net change in fund balances	(31,700)	(7,972)	30,089	38,061
Beginning fund balances	8,050	8,050	8,050	-
Ending fund balances	<u>\$ (23,650)</u>	<u>\$ 78</u>	<u>\$ 38,139</u>	<u>\$ 38,061</u>

City of Baldwin Park
Combining Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Cal Home Grant
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Use of money and property	\$ 330	\$ 360	\$ 76	\$ (284)
Total revenues	<u>330</u>	<u>360</u>	<u>76</u>	<u>(284)</u>
Expenditures				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>330</u>	<u>360</u>	<u>76</u>	<u>(284)</u>
Net change in fund balances	330	360	76	(284)
Beginning fund balances	16,086	16,086	16,086	-
Ending fund balances	<u>\$ 16,416</u>	<u>\$ 16,446</u>	<u>\$ 16,162</u>	<u>\$ (284)</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
General Plan Fees
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Use of money and property	\$ 1,200	\$ 2,200	\$ 4,531	\$ 2,331
Charges for services	112,000	230,000	319,622	89,622
Total revenues	<u>113,200</u>	<u>232,200</u>	<u>324,153</u>	<u>91,953</u>
Expenditures				
Current				
Community development	279,650	279,650	138,722	140,928
Total expenditures	<u>279,650</u>	<u>279,650</u>	<u>138,722</u>	<u>140,928</u>
Excess (deficiency) of revenues over expenditures	<u>(166,450)</u>	<u>(47,450)</u>	<u>185,431</u>	<u>232,881</u>
Net change in fund balances	(166,450)	(47,450)	185,431	232,881
Beginning fund balances	832,940	832,940	832,940	-
Ending fund balances	<u>\$ 666,490</u>	<u>\$ 785,490</u>	<u>\$ 1,018,371</u>	<u>\$ 232,881</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Measure R
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Use of money and property	\$ 2,600	\$ 2,600	\$ 10,270	\$ 7,670
Intergovernmental	878,147	878,147	874,832	(3,315)
Total revenues	<u>880,747</u>	<u>880,747</u>	<u>885,102</u>	<u>4,355</u>
Expenditures				
Current				
Public works	1,026,992	1,925,651	1,297,031	628,620
Capital outlay	6,000	56,000	81,319	(25,319)
Total expenditures	<u>1,032,992</u>	<u>1,981,651</u>	<u>1,378,350</u>	<u>603,301</u>
Excess (deficiency) of revenues over expenditures	<u>(152,245)</u>	<u>(1,100,904)</u>	<u>(493,248)</u>	<u>607,656</u>
Net change in fund balances	(152,245)	(1,100,904)	(493,248)	607,656
Beginning fund balances	<u>2,173,833</u>	<u>2,173,833</u>	<u>2,173,833</u>	<u>-</u>
Ending fund balances	<u>\$ 2,021,588</u>	<u>\$ 1,072,929</u>	<u>\$ 1,680,585</u>	<u>\$ 607,656</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Other Grants
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 50,000	\$ 50,000	\$ 47,006	\$ (2,994)
Other	30,000	30,000	32,589	2,589
Total revenues	<u>80,000</u>	<u>80,000</u>	<u>79,595</u>	<u>(405)</u>
Expenditures				
Current				
General government	30,000	30,000	29,300	700
Public works	50,000	4,672,000	830,173	3,841,827
Recreation services	-	-	3,934	(3,934)
Capital outlay	-	2,173,100	369,276	1,803,824
Total expenditures	<u>80,000</u>	<u>6,875,100</u>	<u>1,232,683</u>	<u>5,642,417</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(6,795,100)</u>	<u>(1,153,088)</u>	<u>5,642,012</u>
Net change in fund balances	-	(6,795,100)	(1,153,088)	5,642,012
Beginning fund balances	<u>(220,685)</u>	<u>(220,685)</u>	<u>(220,685)</u>	<u>-</u>
Ending fund balances	<u>\$ (220,685)</u>	<u>\$ (7,015,785)</u>	<u>\$ (1,373,773)</u>	<u>\$ 5,642,012</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Police Grants
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 170,000	\$ 170,000	\$ 41,710	\$ (128,290)
Use of money and property	-	-	830	830
Intergovernmental	116,894	186,894	56,278	(130,616)
Charges for services	50,000	50,000	35,204	(14,796)
Total revenues	<u>336,894</u>	<u>406,894</u>	<u>134,022</u>	<u>(272,872)</u>
Expenditures				
Current				
Public safety	-	70,000	112,337	(42,337)
Total expenditures	<u>-</u>	<u>70,000</u>	<u>112,337</u>	<u>(42,337)</u>
Excess (deficiency) of revenues over expenditures	<u>336,894</u>	<u>336,894</u>	<u>21,685</u>	<u>(315,209)</u>
Other financing sources (uses)				
Transfers in	-	-	17,813	17,813
Net change in fund balances	<u>336,894</u>	<u>336,894</u>	<u>39,498</u>	<u>(297,396)</u>
Beginning fund balances	<u>195,682</u>	<u>195,682</u>	<u>195,682</u>	<u>-</u>
Ending fund balances	<u>\$ 532,576</u>	<u>\$ 532,576</u>	<u>\$ 235,180</u>	<u>\$ (297,396)</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Debt Service Funds
Pension Obligation
For the Year Ended June 30, 2017

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual	
Revenues				
Use of money and property	\$ 200	\$ 200	\$ 1,608	\$ 1,408
Other	1,832,828	1,832,828	1,833,341	513
Total revenues	<u>1,833,028</u>	<u>1,833,028</u>	<u>1,834,949</u>	<u>1,921</u>
Expenditures				
Debt service				
Principal retirement	1,645,000	1,645,000	1,645,000	-
Interest expense and fiscal charges	187,828	187,828	188,344	(516)
Total expenditures	<u>1,832,828</u>	<u>1,832,828</u>	<u>1,833,344</u>	<u>(516)</u>
Excess (deficiency) of revenues over expenditures	<u>200</u>	<u>200</u>	<u>1,605</u>	<u>1,405</u>
Net change in fund balances	200	200	1,605	1,405
Beginning fund balances	<u>277</u>	<u>277</u>	<u>277</u>	<u>-</u>
Ending fund balances	<u>\$ 477</u>	<u>\$ 477</u>	<u>\$ 1,882</u>	<u>\$ 1,405</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Debt Service Funds
City
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Use of money and property	\$ 100	\$ 100	\$ 162	\$ 62
Intergovernmental	34,050	34,050	-	(34,050)
Total revenues	<u>34,150</u>	<u>34,150</u>	<u>162</u>	<u>(33,988)</u>
Expenditures				
Debt Service				
Principal retirement	367,000	367,000	367,000	-
Interest expense and fiscal charges	39,456	39,456	39,456	-
Total expenditures	<u>406,456</u>	<u>406,456</u>	<u>406,456</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(372,306)</u>	<u>(372,306)</u>	<u>(406,294)</u>	<u>(33,988)</u>
Other financing sources (uses)				
Transfers in	406,456	406,456	406,456	-
Net change in fund balances	34,150	34,150	162	(33,988)
Beginning fund balances	<u>34,420</u>	<u>34,420</u>	<u>34,420</u>	<u>-</u>
Ending fund balances	<u>\$ 68,570</u>	<u>\$ 68,570</u>	<u>\$ 34,582</u>	<u>\$ (33,988)</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Debt Service Funds
Baldwin Park Financing Authority
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues				
Use of money and property	\$ 50	\$ 50	\$ 1,202	\$ 1,152
Total revenues	<u>50</u>	<u>50</u>	<u>1,202</u>	<u>1,152</u>
Expenditures				
Debt Service				
Principal retirement	657,000	657,000	657,000	-
Interest expense and fiscal charges	422,541	422,541	422,455	86
Total expenditures	<u>1,079,541</u>	<u>1,079,541</u>	<u>1,079,455</u>	<u>86</u>
Excess (deficiency) of revenues over expenditures	<u>(1,079,491)</u>	<u>(1,079,491)</u>	<u>(1,078,253)</u>	<u>1,238</u>
Other financing sources (uses)				
Transfers in	1,079,541	1,079,541	1,090,502	10,961
Transfers out	-	-	(1,015,447)	(1,015,447)
Net other financing sources (uses)	<u>1,079,541</u>	<u>1,079,541</u>	<u>75,055</u>	<u>(1,004,486)</u>
Net change in fund balances	50	50	(1,003,198)	(1,003,248)
Beginning fund balances	<u>1,719,352</u>	<u>1,719,352</u>	<u>1,719,352</u>	<u>-</u>
Ending fund balances	<u>\$ 1,719,402</u>	<u>\$ 1,719,402</u>	<u>\$ 716,154</u>	<u>\$ (1,003,248)</u>

City of Baldwin Park
Schedule of Revenues, Expenditures, and Changes In Fund Balances –
Budget And Actual
Capital Projects Fund
For the Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Use of money and property	\$ -	\$ -	\$ 45	\$ 45
Total revenues	<u>-</u>	<u>-</u>	<u>45</u>	<u>45</u>
Expenditures				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>45</u>	<u>45</u>
Net change in fund balances	-	-	45	45
Beginning fund balances	9,530	9,530	9,530	-
Ending fund balances	<u>\$ 9,530</u>	<u>\$ 9,530</u>	<u>\$ 9,575</u>	<u>\$ 45</u>

City of Baldwin Park
Description Of Internal Service Funds
June 30, 2017

Internal Service Funds are used to account for services provided to City departments and agencies on a user charge basis.

- | | |
|---|--|
| <i>Fleet Services Fund</i> | To account for the acquisition, operation, and maintenance of all City-owned or leased motorized vehicles. |
| <i>Information Services Fund</i> | This fund provides printing, copying, mail, central stores, and data processing services to the various departments and programs. |
| <i>Internal Insurance Fund</i> | To account for the City's risk management program and various insurance-related costs. Its activities relate principally to general liability, workers' compensation, long-term disability, property damage, and unemployment insurance. |
| <i>Capital Equipment Fund</i> | To account for the City's capital equipment acquisition and replacement program. Its activities relate principally to funding and acquisition of capital equipment of various departments of the City. |

City of Baldwin Park
Combining Statement of Net Position
Internal Service Funds
June 30, 2017

	Fleet Services	Information Services	Internal Insurance	Capital Equipment	Total
ASSETS					
Current assets					
Cash and cash equivalents	\$ 75,641	\$ 123,108	\$ 3,001,137	\$ -	\$ 3,199,886
Interest receivable	75	127	13,768	-	13,970
Prepaid expenses	-	-	-	-	-
Due from other funds	550	31,084	3,524,009	-	3,555,643
Total current assets	<u>76,266</u>	<u>154,319</u>	<u>6,538,914</u>	<u>-</u>	<u>6,769,499</u>
Noncurrent assets					
Capital assets					
Vehicle and equipment	3,878,174	2,607,996	-	286,057	6,772,227
Less accumulated depreciation	(3,863,372)	(2,582,610)	-	(80,109)	(6,526,091)
Net capital assets	<u>14,802</u>	<u>25,386</u>	<u>-</u>	<u>205,948</u>	<u>246,136</u>
Total noncurrent assets	<u>14,802</u>	<u>25,386</u>	<u>-</u>	<u>205,948</u>	<u>246,136</u>
Total assets	<u>91,068</u>	<u>179,705</u>	<u>6,538,914</u>	<u>205,948</u>	<u>7,015,635</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows of resources					
Deferred pensions	233,795	212,253	121,650	-	567,698
Total deferred outflows of resources	<u>233,795</u>	<u>212,253</u>	<u>121,650</u>	<u>-</u>	<u>567,698</u>
LIABILITIES					
Current liabilities					
Accounts payable	36,443	6,554	26,022	-	69,019
Accrued liabilities	7,442	11,360	6,001	-	24,803
Due to other funds	-	-	-	36,596	36,596
Current portion of insurance liabilities	-	-	361,680	-	361,680
Total current liabilities	<u>43,885</u>	<u>17,914</u>	<u>393,703</u>	<u>36,596</u>	<u>492,098</u>
Noncurrent liabilities					
Workers' compensation liability	-	-	4,911,554	-	4,911,554
General insurance liability	-	-	1,035,243	-	1,035,243
Unemployment insurance liability	-	-	20,000	-	20,000
Disability insurance liability	-	-	75,000	-	75,000
Net pension plan	727,113	660,116	378,334	-	1,765,563
Total noncurrent liabilities	<u>727,113</u>	<u>660,116</u>	<u>6,420,131</u>	<u>-</u>	<u>7,807,360</u>
Total liabilities	<u>770,998</u>	<u>678,030</u>	<u>6,813,834</u>	<u>36,596</u>	<u>8,299,458</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows of resources					
Deferred pensions	66,887	60,724	34,803	-	162,414
Total deferred inflows of resources	<u>66,887</u>	<u>60,724</u>	<u>34,803</u>	<u>-</u>	<u>162,414</u>
NET POSITION					
Invested in capital assets	14,802	25,386	-	205,948	246,136
Unrestricted	(527,824)	(372,182)	(188,073)	(36,596)	(1,124,675)
Total net position (deficit)	<u>\$ (513,022)</u>	<u>\$ (346,796)</u>	<u>\$ (188,073)</u>	<u>\$ 169,352</u>	<u>\$ (878,539)</u>

City of Baldwin Park
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended June 30, 2017

	Fleet Services	Information Services	Internal Insurance	Capital Equipment	Total
Operating revenues					
Charges for services	\$ 1,078,420	\$ 780,954	\$ 2,383,962	\$ -	\$ 4,243,336
Total operating revenue	<u>1,078,420</u>	<u>780,954</u>	<u>2,383,962</u>	<u>-</u>	<u>4,243,336</u>
Operating expenses					
Maintenance and operations	599,740	202,487	36,442	-	838,669
Provision for insurance claims	-	-	2,125,698	-	2,125,698
Depreciation	15,956	66,842	-	53,406	136,204
Lease and equipment purchase	1,683	101,755	-	19,050	122,488
Personnel services	294,876	399,772	163,993	-	858,641
Contractual services	66,560	179,694	18,579	-	264,833
Total operating expenses	<u>978,815</u>	<u>950,550</u>	<u>2,344,712</u>	<u>72,456</u>	<u>4,346,533</u>
Operating income (loss)	<u>99,605</u>	<u>(169,596)</u>	<u>39,250</u>	<u>(72,456)</u>	<u>(103,197)</u>
Nonoperating income					
Interest	197	701	20,332	9	21,239
Total nonoperating income	<u>197</u>	<u>701</u>	<u>20,332</u>	<u>9</u>	<u>21,239</u>
Income (loss) before transfers	99,802	(168,895)	59,582	(72,447)	(81,958)
Transfers					
Transfers in	-	-	-	-	-
Net transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net position	99,802	(168,895)	59,582	(72,447)	(81,958)
Net position (deficit) - beginning	<u>(612,824)</u>	<u>(177,901)</u>	<u>(247,655)</u>	<u>241,799</u>	<u>(796,581)</u>
Net position (deficit) - ending	<u>\$ (513,022)</u>	<u>\$ (346,796)</u>	<u>\$ (188,073)</u>	<u>\$ 169,352</u>	<u>\$ (878,539)</u>

City of Baldwin Park
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2017

	Fleet Services	Information Services	Internal Insurance	Capital Equipment	Total
Cash flows from operating activities					
Receipts from customers and users	\$ 1,078,420	\$ 780,954	\$ 2,383,962	\$ -	\$ 4,243,336
Payments to suppliers	(729,216)	(490,990)	(53,209)	(110,314)	(1,383,729)
Payments to employees	(307,049)	(410,386)	(168,840)	-	(886,275)
Payments for insurance	-	-	(2,232,420)	-	(2,232,420)
Net cash provided by (used in) operating activities	<u>42,155</u>	<u>(120,422)</u>	<u>(70,507)</u>	<u>(110,314)</u>	<u>(259,088)</u>
Cash flows from capital and related financing activities					
Net acquisition (disposal) of equipment	-	-	-	(17,555)	(17,555)
Net cash used in capital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(17,555)</u>	<u>(17,555)</u>
Cash flows from non-capital financing activities					
Interfund advances	-	-	(629,009)	36,596	(592,413)
Net cash provided by (used in) non-capital financing activities	<u>-</u>	<u>-</u>	<u>(629,009)</u>	<u>36,596</u>	<u>(592,413)</u>
Cash flows from investing activities					
Interest received	169	769	18,907	9	19,854
Net increase (decrease) in cash and cash equivalents	42,324	(119,653)	(680,609)	(91,264)	(849,202)
Beginning cash and cash equivalents	33,317	242,761	3,681,746	91,264	4,049,088
Ending cash and cash equivalents	<u>\$ 75,641</u>	<u>\$ 123,108</u>	<u>\$ 3,001,137</u>	<u>\$ -</u>	<u>\$ 3,199,886</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	\$ 99,605	\$ (169,596)	\$ 39,250	\$ (72,456)	\$ (103,197)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	15,956	66,842	-	53,406	136,204
(Increase) decrease in:					
Prepaid expenses	-	1,220	-	-	1,220
Deferred outflows of resources	(112,203)	(101,865)	(58,383)	-	(272,451)
Increase (decrease) in:					
Accounts payable	(61,233)	(8,274)	1,812	(91,264)	(158,959)
Accrued liabilities	(683)	(182)	1,133	-	268
Net pension liability	157,248	142,759	81,820	-	381,827
Insurance liabilities	-	-	(106,722)	-	(106,722)
Deferred inflows of resources	(56,535)	(51,326)	(29,417)	-	(137,278)
Net cash provided by (used in) operating activities	<u>\$ 42,155</u>	<u>\$ (120,422)</u>	<u>\$ (70,507)</u>	<u>\$ (110,314)</u>	<u>\$ (259,088)</u>

City of Baldwin Park
Description of Fiduciary Funds – Agency Funds

The City's Agency Funds, which are fiduciary funds, are used to account for assets held by the City, as an agent for individuals, private organizations, and other governments.

City Of Baldwin Park
Statement Of Changes In Assets And Liabilities – Fiduciary (Agency) Funds
For the Year Ended June 30, 2017

	<u>July 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2017</u>
Assets				
Pooled cash investments	\$ 1,117,663	\$ 499,530	\$ 491,993	\$ 1,125,200
Interest receivable	793	1,051	793	1,051
Total	<u>\$ 1,118,456</u>	<u>\$ 500,581</u>	<u>\$ 492,786</u>	<u>\$ 1,126,251</u>
Liabilities				
Accounts payable	\$ 59,353	\$ 465,968	\$ 470,831	\$ 54,490
Deposit accounts:				
Bail deposits	-	50,000	50,000	-
Bicycle rodeo	472	-	472	-
Canine donations	(196)	1,473	1,277	-
Contingency deposits	17,910	12,090	-	30,000
Crime prevention	9,311	-	9,311	-
Donations community center	134,853	341,315	418,854	57,314
Engineering trust deposits	526,013	3,400	-	529,413
Explorer (benefit program)	1,141	569	-	1,710
Family impact/domestic violence	5,421	431	-	5,852
Family impact	1,400	-	-	1,400
Fingerprints - clients	2,574	354	1,525	1,403
Inmate welfare fund	4,994	1,229	3,722	2,501
Miscellaneous trust	77,553	21,900	25,584	73,869
Offsite improvement bond	42,385	-	-	42,385
Police donations	150	-	150	-
Police foundation trust	4,669	-	-	4,669
Police training	20,581	18,389	38,615	355
Pride program	74,380	-	570	73,810
Recycling proceeds	822	2,332	1,500	1,654
Rental cleaning deposits	4,751	45,230	43,626	6,355
Revolving nuisance abatement	2,911	-	-	2,911
Street signs	4,876	1	-	4,877
Swim team / interpreting	80,057	15,552	10,853	84,756
Temporary wireless communications facility	20,000	-	-	20,000
Three party agreements	4,843	107,751	-	112,594
Uncashed checks	17,232	1,479	4,778	13,933
Total	<u>\$ 1,118,456</u>	<u>\$ 1,089,463</u>	<u>\$ 1,081,668</u>	<u>\$ 1,126,251</u>

STATISTICAL SECTION

(This page intentionally left blank.)

This part of the City of Baldwin Park's Comprehensive Annual Financial Report provides information to better understand the City's overall financial condition. This has not been audited by an independent auditor.

Financial Trends Information contains information to assist the reader understand how the City's financial performance has changed over time.

Revenue Capacity Information contains information to help the reader assess the City's ability to generate its own revenue.

Debt Capacity Information contains information to assess the affordability of the City's current levels of outstanding debt and its ability to issue additional debt.

Demographic and Economic Information assists the user in understanding the environment within which the City's financial activities take place.

Operating Information provides service and infrastructure data to help the reader understand how the City provides the activities it performs.

Sources:

Unless otherwise noted, the information in these schedules is derived from the comprehensive reports for the relevant year. The City implemented GASB Statement No. 34 in fiscal year 2003. Schedules presenting government-wide financial statements include information beginning in that year.

**City of Baldwin Park
Net Position By Category (Unaudited)
Last Ten Fiscal Years**

Government-Wide Activities	Fiscal Year									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Governmental Activities										
Investment in capital assets, net of related debt	\$ 97,154,197	\$ 103,664,486	\$ 95,158,509	\$ 99,199,731	\$ 103,095,241	\$ 99,405,627	\$ 77,370,913	\$ 81,853,878	\$ 85,159,651	\$ 89,654,922
Restricted	25,184,419	22,821,363	23,666,635	26,281,738	26,523,624	29,720,564	13,839,466	9,097,505	6,720,929	6,133,731
Unrestricted	(30,464,208)	(21,285,903)	(17,566,606)	(25,529,788)	19,340,524	18,567,955	14,200,476	11,916,764	13,367,098	11,623,455
Total governmental activities net position	<u>\$ 91,874,408</u>	<u>\$ 105,199,946</u>	<u>\$ 101,258,538</u>	<u>\$ 99,951,681</u>	<u>\$ 148,959,389</u>	<u>\$ 147,694,146</u>	<u>\$ 105,410,855</u>	<u>\$ 102,868,147</u>	<u>\$ 105,247,678</u>	<u>\$ 107,412,108</u>
Business-Type Activities										
Investment in capital assets, net of related debt	\$ 428,020	\$ 442,527	\$ 457,667	\$ 469,158	\$ 479,111	\$ 491,094	\$ 503,077	\$ 515,062	\$ 400,875	\$ 411,795
Unrestricted	16,763	(95,680)	(151,753)	(107,709)	96,844	99,841	69,633	72,373	75,835	67,628
Total business-type activities net position	<u>\$ 444,783</u>	<u>\$ 346,847</u>	<u>\$ 305,914</u>	<u>\$ 361,449</u>	<u>\$ 575,955</u>	<u>\$ 590,935</u>	<u>\$ 572,710</u>	<u>\$ 587,435</u>	<u>\$ 476,710</u>	<u>\$ 479,423</u>
Total Governmental Wide Activities										
Investment in capital assets, net of related debt	\$ 97,582,217	\$ 104,107,013	\$ 95,616,176	\$ 99,668,889	\$ 103,574,352	\$ 99,896,721	\$ 77,873,990	\$ 82,368,940	\$ 85,560,526	\$ 90,066,717
Restricted	25,184,419	22,821,363	23,666,635	26,281,738	26,523,624	29,720,564	13,839,466	9,097,505	6,720,929	6,133,731
Unrestricted	(30,447,445)	(21,381,583)	(17,718,359)	(25,637,497)	19,437,368	18,667,796	14,270,109	11,989,137	13,442,933	11,691,083
Total government-wide activities net position	<u>\$ 92,319,191</u>	<u>\$ 105,546,793</u>	<u>\$ 101,564,452</u>	<u>\$ 100,313,130</u>	<u>\$ 149,535,344</u>	<u>\$ 148,285,081</u>	<u>\$ 105,983,565</u>	<u>\$ 103,455,582</u>	<u>\$ 105,724,388</u>	<u>\$ 107,891,531</u>
Percent change from prior year	<u>-12.5%</u>	<u>3.9%</u>	<u>1.2%</u>	<u>-32.9%</u>	<u>0.8%</u>	<u>39.9%</u>	<u>2.4%</u>	<u>-2.1%</u>	<u>-2.0%</u>	<u>0.4%</u>

Source: City of Baldwin Park, Department of Finance

City Of Baldwin Park
Fund Balances Of Governmental Funds (Unaudited)
Last Ten Fiscal Years

	Fiscal Year									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
General fund										
Reserved								\$ 13,705,002	\$ 13,268,093	\$ 12,755,776
Unreserved								5,213,836	5,187,803	4,829,573
Total general fund								<u>\$ 18,918,838</u>	<u>\$ 18,455,896</u>	<u>\$ 17,585,349</u>
All other governmental funds										
Reserved								\$ 9,944,381	\$ 13,250,641	\$ 6,845,864
Unreserved, reported in:										
Special revenue funds								17,187,651	14,572,267	17,596,872
Capital projects funds								(17,125,366)	(16,450,152)	(15,295,561)
Debt service funds								2,465,756	(588,740)	58,700
Total all other governmental funds								<u>\$ 12,472,422</u>	<u>\$ 10,784,016</u>	<u>\$ 9,205,875</u>
General fund										
Nonspendable	\$ 14,394,652	\$ 14,240,315	\$ 14,665,029	\$ 11,196,457	\$ 11,262,955	\$ 11,173,252	\$ 11,170,510			
Restricted	-	-	-	-	-	-	-			
Committed	8,996,015	10,284,411	2,502,377	2,444,184	2,477,618	2,477,618	2,477,618			
Assigned	368,032	-	-	606,926	606,926	606,926	606,926			
Unassigned	4,386,952	4,939,534	5,735,419	3,865,040	2,648,039	1,826,473	3,429,025			
Total general fund	<u>\$ 28,145,651</u>	<u>\$ 29,464,260</u>	<u>\$ 22,902,825</u>	<u>\$ 18,112,607</u>	<u>\$ 16,995,538</u>	<u>\$ 16,084,269</u>	<u>\$ 17,077,153</u>			
All other governmental funds										
Nonspendable	\$ 36,743	\$ 7,595,941	\$ 97,150	\$ 107,252	\$ 69,709	\$ 465,992	\$ 6,456,699			
Restricted	21,116,702	15,225,422	23,666,635	26,281,738	24,880,669	27,732,162	31,656,729			
Committed	-	-	-	-	1,642,953	1,649,752	1,662,234			
Assigned	-	-	-	-	-	-	-			
Unassigned	(1,415,490)	(494,014)	(76,007)	(101,290)	98,651	(144,174)	(18,419,711)			
Total all other governmental funds	<u>\$ 19,737,955</u>	<u>\$ 22,327,349</u>	<u>\$ 23,687,778</u>	<u>\$ 26,287,700</u>	<u>\$ 26,691,982</u>	<u>\$ 29,703,732</u>	<u>\$ 21,355,951</u>			

Note: In 2011, the City adopted GASB 54 which revised the reporting of Fund Balance.

Source: City of Baldwin Park, Department of Finance

City Of Baldwin Park
Change In Net Position (Unaudited)
Last Ten Fiscal Years

	Fiscal Year									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Expenses:										
Governmental activities:										
General government	\$ 3,934,170	\$ 3,685,485	\$ 1,739,253	\$ 3,569,287	\$ 1,970,961	\$ 3,672,805	\$ 4,313,307	\$ 3,095,391	\$ 2,651,181	\$ 3,382,623
Public safety	22,840,607	18,502,015	18,910,033	19,016,856	19,404,669	19,929,293	18,819,467	18,810,685	18,917,403	17,695,323
Public works	18,128,344	17,119,952	14,396,628	12,759,502	11,850,568	13,442,178	13,518,003	13,549,660	13,730,184	14,278,888
Community development	8,832,071	8,323,589	8,673,128	10,122,573	6,730,380	9,504,536	10,968,474	14,060,899	11,931,976	12,586,141
Recreation services	4,950,577	5,387,714	3,111,822	4,041,002	4,061,719	4,110,432	4,462,052	4,383,579	4,666,863	3,258,992
Net transfers out to successor agency	1,003,790	-	-	-	-	716,587	-	-	-	-
Interest and fiscal charges	567,180	925,917	1,040,660	1,118,400	1,188,460	2,140,361	3,440,701	3,424,605	3,658,849	3,910,677
Total governmental activities expenses	60,256,739	53,944,672	47,871,524	50,627,620	45,206,757	53,516,192	55,522,004	57,324,819	55,556,456	55,112,644
Business-type activities:										
Public Housing	55,381	7,526	87,064	107,886	62,055	58,008	47,541	47,294	47,237	49,295
Total business-type expenses	55,381	7,526	87,064	107,886	62,055	58,008	47,541	47,294	47,237	49,295
Total expenses	60,312,120	53,952,198	47,958,588	50,735,506	45,268,812	53,574,200	55,569,545	57,372,113	55,603,693	55,161,939
Program revenues:										
Governmental activities:										
Charges for services										
General government	303,237	97,651	1,147,204	154,183	165,064	174,299	575,404	71,654	4,725,440	5,564,080
Public safety	1,109,054	1,074,318	1,487,966	1,483,193	1,623,462	1,574,992	1,757,968	1,987,795	27,622	5,175
Public works	386,340	447,414	228,799	187,289	183,478	232,553	157,631	222,191	67,512	36,764
Community development	3,389,351	1,478,362	1,957,406	1,726,032	1,621,642	1,496,976	1,602,720	1,256,198	97,944	82,892
Recreation services	595,376	519,338	457,800	357,425	399,481	485,263	496,518	569,345	-	-
Operating grants and contributions										
General government	14,932	90,098	274,897	20,873	23,613	25,328	31,913	-	309,644	129,495
Public safety	896,368	790,062	1,050,268	613,243	643,037	1,816,475	798,702	2,422,392	1,118,516	1,325,679
Public works	5,258,466	5,673,930	4,743,282	4,915,099	2,838,026	4,822,508	4,104,695	3,400,330	1,768,134	1,835,967
Community development	7,854,992	6,081,792	7,001,052	9,161,667	6,518,932	5,359,522	7,421,769	8,132,297	9,120,098	8,826,627
Recreation services	44,710	172,793	111,860	89,251	134,159	276,815	175,407	216,980	551,636	216,360
Capital grants and contributions										
General government	-	-	-	23,344	11,222	44,654	-	-	-	-
Public safety	-	-	-	-	-	-	2,041	-	2,857,802	-
Public works	46,286	1,962,029	2,376,883	1,859,363	6,105,164	4,203,011	3,836,812	5,007,296	-	3,693,606
Community development	-	13,653	503,875	219,750	609,592	385,888	884,820	-	-	-
Total governmental activities revenues	19,899,112	18,401,440	21,341,292	20,810,712	20,876,872	20,898,284	21,846,400	23,286,478	20,644,348	21,716,645
Business-type activities:										
Public Housing	33,736	34,806	31,529	56,689	47,077	76,231	32,817	158,046	44,526	55,133
Total business-type activities revenues	33,736	34,806	31,529	56,689	47,077	76,231	32,817	158,046	44,526	55,133
Total revenues	19,932,848	18,436,246	21,372,821	20,867,401	20,923,949	20,974,515	21,879,217	23,444,524	20,688,874	21,771,778
Net revenues (expenses):										
Governmental activities	(40,357,627)	(35,543,232)	(26,530,232)	(29,816,908)	(24,329,885)	(32,617,908)	(33,675,604)	(34,038,341)	(34,912,108)	(33,395,999)
Business-type activities	(21,645)	27,280	(55,535)	(51,197)	(14,978)	18,223	(14,724)	110,752	(2,711)	5,838
Total net revenues (expenses)	(40,379,272)	(35,515,952)	(26,585,767)	(29,868,105)	(24,344,863)	(32,599,685)	(33,690,328)	(33,927,589)	(34,914,819)	(33,390,161)
General revenues and other changes to net position:										
Taxes										
Property taxes	13,517,129	12,862,879	12,685,172	12,111,840	12,465,052	11,420,680	11,645,328	11,944,651	13,372,060	12,510,908
Motor vehicle in lieu	-	-	-	-	-	-	5,713,857	6,244,987	6,900,045	6,603,499
Sales tax	5,402,494	5,614,000	5,067,921	5,289,403	5,612,549	5,324,720	5,418,895	5,251,513	5,625,840	6,456,581
Tax increment	-	-	-	-	-	2,956,160	-	-	-	-
Franchise tax	2,457,753	2,530,504	2,316,498	2,296,371	2,285,759	2,368,974	2,239,905	2,312,090	1,997,823	1,626,176
Utility users tax	2,401,252	2,305,780	2,395,922	2,325,395	2,252,168	2,215,756	2,266,892	2,407,299	2,459,483	2,591,143
Other taxes	1,546,154	1,878,295	1,585,951	1,156,959	1,144,346	1,142,083	1,084,450	1,145,692	1,129,061	1,131,261
Use of money and property										
Interest	466,942	222,210	133,422	63,329	89,714	119,287	721,172	388,977	1,190,007	2,177,082
Other	2,196,065	1,906,251	3,652,203	1,340,746	1,920,821	1,441,891	7,127,812	1,963,573	73,358	752,715
Total general revenues and other changes	27,987,789	27,319,919	27,837,089	24,584,043	25,770,409	27,734,756	36,218,311	31,658,782	32,747,677	33,849,365
Changes in net position	\$ (12,391,483)	\$ (8,196,033)	\$ (1,251,322)	\$ (5,284,062)	\$ (1,425,546)	\$ (4,864,929)	\$ 2,527,983	\$ (2,268,807)	\$ (2,167,142)	\$ 459,204

Source: City of Baldwin Park, Department of Finance

City Of Baldwin Park
Changes In Fund Balances Of Governmental Funds (Unaudited)
Last Ten Fiscal Years

	Fiscal Year									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Revenues:										
Taxes	\$ 25,494,897	\$ 25,375,613	\$ 24,621,704	\$ 23,380,086	\$ 23,948,416	\$ 26,010,242	\$ 28,781,829	\$ 29,176,659	\$ 31,794,891	\$ 24,574,607
Licenses and permits	867,491	647,237	727,345	480,163	410,422	570,982	583,935	625,889	564,596	519,888
Fines and forfeitures	869,921	940,494	1,547,815	1,328,768	1,435,656	2,132,229	1,741,941	3,379,541	2,039,461	1,623,154
Use of money and property	590,760	313,157	355,455	232,573	623,138	552,322	563,120	449,266	723,158	1,387,184
Intergovernmental	13,313,996	13,779,022	14,991,699	13,894,777	16,484,837	15,365,584	17,148,467	17,611,402	14,885,994	21,568,213
Charges for services	3,246,729	2,076,545	3,337,421	2,093,492	1,687,331	1,903,087	1,900,607	1,830,657	1,546,595	2,732,913
Others	3,369,839	3,198,282	3,234,325	4,357,507	1,767,995	1,990,337	2,114,796	2,193,287	2,053,604	4,252,099
Total revenues	47,753,633	46,330,350	48,815,764	45,767,366	46,357,795	48,524,783	52,834,695	55,266,701	53,608,299	56,658,058
Expenditures										
Current:										
General government	3,576,247	3,189,841	2,966,952	2,944,980	2,566,058	3,470,852	3,071,399	2,882,320	3,031,641	4,001,214
Public safety	19,229,288	18,629,710	18,501,597	17,131,533	17,452,849	18,055,455	17,132,322	17,006,136	17,164,777	16,434,302
Public works	10,739,404	8,941,242	8,266,399	6,284,794	7,246,257	5,907,233	5,360,016	5,462,651	6,204,823	7,395,782
Community development	8,654,300	7,508,322	8,898,699	10,438,893	6,321,635	9,219,672	10,870,890	14,252,879	12,366,593	12,846,577
Recreation services	4,498,631	4,717,096	2,701,780	3,744,883	3,719,236	3,839,072	4,203,053	4,078,500	4,336,564	3,057,408
Capital outlay:	1,250,739									
Public works	-	3,975,529	591,396	646,996	2,450,014	1,378,864	5,271,250	3,673,895	663,045	289,718
Community development	-	-	150,970	606,438	5,366,122	2,898,564	16,709	-	584,672	932,383
Debt service:										
Principal retirement	2,669,000	2,480,000	2,306,000	2,145,000	1,989,000	3,003,000	2,924,000	2,870,000	5,638,000	2,192,000
Interest and fiscal charges	650,255	833,872	1,005,038	1,098,642	1,195,720	2,131,081	2,948,628	3,148,521	3,615,036	3,899,259
Total expenditures	51,267,864	50,275,612	45,388,831	45,042,159	48,306,891	49,903,793	51,798,267	53,374,902	53,605,151	51,048,643
Excess (deficiency) of revenues over expenditures	(3,514,231)	(3,945,262)	3,426,933	725,207	(1,949,096)	(1,379,010)	1,036,428	1,891,799	3,148	5,609,415
Other financing sources (uses):										
Gain on sale of properties	-	-	-	-	-	-	522,745	-	-	-
Loan proceeds	1,565,718	-	-	-	-	-	109,869	158,922	-	-
Transfers in	1,832,091	1,734,428	2,133,768	1,883,876	2,449,890	3,311,585	5,089,645	4,605,577	3,178,433	4,884,001
Transfers out	(2,850,109)	(2,097,259)	(2,133,768)	(1,907,220)	(2,601,275)	(4,069,825)	(5,089,645)	(4,484,544)	(3,775,309)	(5,266,514)
Issuance of bonds	-	-	-	-	-	-	-	-	3,022,000	-
Total other financing sources (uses)	547,700	(362,831)	-	(23,344)	(151,385)	(758,240)	632,614	279,955	2,425,124	(382,513)
Special items										
Gain on sale of properties	-	-	-	-	-	-	4,988,913	-	-	-
Items related to payment of loans	-	-	-	-	-	-	383,889	-	-	-
RDA dissolution transactions	-	-	-	-	-	9,492,143	-	-	-	-
Net special items	-	-	-	-	-	9,492,143	5,372,802	-	-	-
Net change in fund balance	\$ (2,966,531)	\$ (4,308,093)	\$ 3,426,933	\$ 701,863	\$ (2,100,481)	\$ 7,354,893	\$ 7,041,844	\$ 2,171,754	\$ 2,428,272	\$ 5,226,902
Debt service as a percentage of noncapital expenditures	7.11%	7.13%	8.01%	8.00%	8.54%	12.68%	14.45%	13.78%	21.47%	13.93%

Source: City of Baldwin Park, Department of Finance

**City Of Baldwin Park
Assessed Value And Estimated Value Of Taxable Property (Unaudited)
Last Ten Fiscal Years**

Fiscal Year Ended	City				Redevelopment Agency				Direct Tax Rate (1)
	Secured	Unsecured	Less Exemptions	Taxable Assessed Value	Secured	Unsecured	Less Exemptions	Taxable Assessed Value	
2008	\$ 2,749,952,334	\$ 55,546,639	\$ 33,844,082	\$ 2,771,654,891	\$ 1,062,689,327	\$ 116,148,602	\$ 266,636,424	\$ 912,201,505	0.297%
2009	2,981,835,548	61,073,837	34,382,263	3,008,527,122	1,042,609,407	127,963,961	267,364,266	903,209,102	0.297%
2010	3,800,274,206	196,070,446	302,325,645	3,694,019,007	1,052,169,814	133,526,046	267,781,524	917,914,336	0.297%
2011	3,753,103,235	189,227,317	305,138,330	3,637,192,222	1,039,967,531	125,050,444	270,337,604	894,680,371	0.279%
2012	3,807,825,639	186,940,080	325,255,386	3,669,510,333	1,045,148,705	129,337,263	289,319,905	885,166,063	0.279%
2013	3,847,566,860	184,329,274	328,124,599	3,703,771,535	1,066,006,074	106,870,382	273,085,827	899,790,629	0.279%
2014	3,964,547,207	184,504,677	341,289,168	3,807,762,716	1,095,516,665	124,880,367	276,033,667	944,363,365	0.279%
2015	4,176,607,323	203,549,310	340,987,144	4,039,169,489	1,139,817,207	113,920,021	282,776,258	970,960,970	0.279%
2016	4,369,302,134	202,574,912	358,469,991	4,213,407,055	1,173,394,794	115,194,745	287,066,846	1,001,522,693	0.279%
2017	4,553,828,855	204,539,343	365,616,653	4,392,751,545	1,213,172,791	107,213,932	296,022,937	1,024,363,786	0.279%

Note (1): Beginning in fiscal year 1982, the valuation provided are equal to the full cash value of the property assessed. In the preceding years, the assessed valuations reflected only 25% on the full cash value. This change reflects ratification of Article XIIA of the California Constitution (Proposition 13).

Source: Los Angeles County Assessor's Office.
Hdl, Coren & Cone

**City Of Baldwin Park
Assessed Valuation By Tax District (Unaudited)
Last Ten Fiscal Years**

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
City Balance	\$ 4,392,751,545	\$ 4,213,407,055	\$ 4,039,169,489	\$ 3,807,762,716	\$ 3,703,771,535	\$ 3,669,510,333	\$ 3,637,192,222	\$ 3,694,019,007	\$ 3,008,527,122	\$ 2,839,353,155
Puente-Merced	52,346,382	51,906,808	52,212,645	46,667,365	44,622,089	44,445,445	39,330,649	39,875,145	38,372,334	38,114,314
San Gabriel River	276,405,451	274,068,008	260,959,613	261,854,313	245,291,688	239,233,781	248,204,462	253,628,573	240,263,192	223,584,610
West Ramona Blvd	42,579,660	40,351,253	38,113,935	36,553,208	24,056,421	35,104,603	33,844,951	35,584,527	39,485,273	37,749,969
Central Business District	166,929,656	157,696,968	152,059,163	143,921,017	136,506,792	133,521,566	136,611,945	138,475,546	144,458,926	136,574,743
Delta	36,818,021	36,140,217	34,341,714	32,896,718	32,478,569	34,738,187	34,058,316	34,696,594	34,109,467	33,745,358
Sierra Vista	449,284,616	441,359,439	433,273,900	422,470,744	406,835,070	398,122,481	402,630,048	415,653,951	406,519,910	374,734,247
Net Assessed Valuation	<u>\$ 5,417,115,331</u>	<u>\$ 5,214,929,748</u>	<u>\$ 5,010,130,459</u>	<u>\$ 4,752,126,081</u>	<u>\$ 4,593,562,164</u>	<u>\$ 4,554,676,396</u>	<u>\$ 4,531,872,593</u>	<u>\$ 4,611,933,343</u>	<u>\$ 3,911,736,224</u>	<u>\$ 3,683,856,396</u>

Source: Los Angeles County Auditor-Controller, Tax Division

City Of Baldwin Park
Direct Overlapping Property Tax Rates (Unaudited)
(Rate Per \$100 Of Assessed Value)
Last Ten Fiscal Years

<u>Agency</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Basic Levy	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
Baldwin Park Unified School District	0.10510	0.16288	0.16519	0.15842	0.16406	0.17506	0.16673	0.16101	0.15384	0.13260
Bassett United School Dist	0.16781	0.15771	0.11539	0.11632	0.12773	0.11628	0.12316	0.10877	0.08990	0.10806
County Detention Facilities 1987 Debt	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
El Monte City School District	0.00000	0.00000	0.00000	0.12735	0.13288	0.12733	0.12388	0.11907	0.09045	0.08068
El Monte Union High School	0.08469	0.09155	0.08418	0.09799	0.08992	0.09591	0.08475	0.09654	0.05160	0.02820
LA County Flood Control	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
Metropolitan Water District	0.00350	0.00350	0.00350	0.00350	0.00350	0.00370	0.00370	0.00430	0.00430	0.00450
Mt. San Antonio College	0.02400	0.02154	0.02129	0.02023	0.02896	0.02642	0.02636	0.02571	0.02333	0.01750
Rio Hondo Community College Dist	0.02808	0.02712	0.02821	0.02892	0.02812	0.03418	0.03439	0.02714	0.02320	0.01369
West Covina Unified	0.04914	0.04205	0.05412	0.03626	0.04965	0.05377	0.05920	0.05258	0.06041	0.05143
Total Direct & Overlapping Tax Rates	1.46232	1.50635	1.47188	1.58899	1.62482	1.63265	1.62217	1.59512	1.40657	1.43666
City Share of 1% Levy Per Prop 13	0.12058	0.12058	0.12058	0.12058	0.12058	0.12058	0.12058	0.12058	0.12058	0.12058
Redevelopment Rate	0.00000	0.00000	0.00000	0.00000	0.00000	1.00370	1.00370	1.00430	1.00430	1.00450
Total Direct Rate	0.11735	0.11716	0.11697	0.11484	0.27229	0.27179	0.27918	0.28157	0.26810	0.27360

**City Of Baldwin Park
Ten Principal Property Taxpayers (Unaudited)
Current Year And Ten Years Ago**

Property Taxpayer	2017		2008	
	Assessed Value	Percentage Total	Assessed Value	Percentage Total
In N Out Burger Inc.	\$ 36,555,028	0.83%	\$ 28,821,042	0.78%
Kaiser Foundation Hospitals	-	0.00%	20,735,497	0.56%
Wal Mart Real Estate Business Trust	31,507,597	0.72%	20,012,259	0.54%
Sierra Center Investments LLC	26,653,256	0.61%	-	0.00%
Home Depot USA	19,769,151	0.45%	18,454,817	0.50%
Baldwin Park Commerce Center LP	-	0.00%	15,999,720	0.43%
J&J Warehouse Company LLC	17,866,792	0.41%	15,800,825	0.43%
LBA RV Company XII LP	17,025,132	0.39%	-	0.00%
Target Corporation	15,375,765	0.35%	13,511,203	0.37%
M and A Gabaee LP	15,503,610	0.35%	-	0.00%
Baldwin Ohana LP	14,347,330	0.33%	-	0.00%
OFT Family Corporation	-	0.00%	10,517,000	0.29%
14433 Baldwin Park LLC	-	0.00%	10,281,600	0.28%
Otting Properties	14,082,937	0.32%	12,251,940	0.33%
Total taxable assessed value of ten largest taxpayers	208,686,598	4.75%	166,385,903	4.52%
Total taxable assessed value of other taxpayers	4,184,064,947	95.25%	3,517,470,493	95.48%
Total taxable assessed value of all taxpayers	<u>\$4,392,751,545</u>	<u>100.00%</u>	<u>\$3,683,856,396</u>	<u>100.00%</u>

Note: The amounts shown above include assessed value data for both the City and the Successor Agency to the former Community Development Commission of Baldwin Park.

Source: Los Angeles County Assessor's Office, HdL, Coren & Cone

**City Of Baldwin Park
Property Tax Levies And Collections (Unaudited)
Last Ten Fiscal Years**

Fiscal Year	Secured Tax	Unsecured Tax	Taxes Levied for the Tax Year	Collections within the Fiscal Year of Levy (1)(2)		Collections in Subsequent Years Amount	Delinquent Tax Collections Amount	Tax Collections to Date (1)(2)	
				Amount	Percent of Levy			Amount	Percent of Levy
2008	\$ 5,223,366	\$ 66,559	\$ 5,289,925	\$5,343,719	101%	(3)	(3)	\$5,343,719	101%
2009	3,948,959	79,045	4,028,004	5,906,716	147%	(3)	(3)	5,906,716	147%
2010	4,321,922	57,803	4,379,725	5,193,394	119%	(3)	(3)	5,193,394	119%
2011	5,157,261	68,860	5,226,121	5,220,369	100%	(3)	(3)	5,220,369	100%
2012	5,114,052	48,090	5,162,141	5,182,322	100%	(3)	(3)	5,182,322	100%
2013	5,396,596	49,848	5,446,444	6,169,518	113%	(3)	(3)	6,169,518	113%
2014	5,566,627	51,978	5,618,605	5,641,888	100%	(3)	(3)	5,641,888	100%
2015	5,824,808	26,945	5,851,753	5,822,686	100%	(3)	(3)	5,822,686	100%
2016	5,699,017	46,202	5,745,219	5,700,095	99%	(3)	(3)	5,700,095	99%
2017	6,012,206	97,497	6,109,703	6,051,017	99%	(3)	(3)	6,051,017	99%

Note (1) The figures provided for property tax levies and collections are for the City of Baldwin Park only, and do not include tax increments levied and collected on behalf of the Baldwin Park Successor Agency (formerly Redevelopment Agency).

(2) Article XIII A of the California Constitution limits the amount of any ad valorem tax on real property to 1% of the full cash value, except that additional taxes may be levied to pay debt service on general obligation bonds and certain other indebtedness approved by voters. This tax is collected by the County Tax Collector and is distributed according to a formula established by the State Legislature.

(3) The City of Baldwin Park combined the Property Taxes accounts into one.

Source: Los Angeles County Auditor-Controller, Tax Division
City of Baldwin Park, Department of Finance

**City Of Baldwin Park
Ratio Of Outstanding Debt By Type (Unaudited)
Last Ten Fiscal Years**

Fiscal Year Ended	(1) Population	Total Assessed Value	(2) Gross Bonded Debt	Less Debt Service Funds	Net Bonded Debt	Capital Leases	Notes Payable	Total Debt	Total Debt per Capita
2008	81,281	\$3,984,336,902	\$ 51,937,000	\$ 6,192,432	\$45,744,568	\$ 773,000	\$ 5,118,490	\$51,636,058	\$ 635
2009	81,445	4,213,482,753	46,529,000	4,977,495	41,551,505	725,000	7,910,490	50,186,995	616
2010	81,604	4,611,933,343	46,927,000	3,354,699	43,572,301	514,612	4,369,000	48,455,913	594
2011	75,664	4,531,872,593	44,264,000	1,751,761	42,512,239	247,596	4,108,000	46,867,835	619
2012	75,830	4,554,676,396	41,537,000	2,323,299	39,213,701	289,037	3,832,000	43,334,738	571
2013	76,315	4,603,562,164	38,630,000	1,438,665	37,191,335	135,827	3,540,000	40,867,162	536
2014	76,715	4,752,126,081	35,505,000	2,181,717	33,323,283	48,560	3,230,000	36,601,843	477
2015	77,047	5,010,130,459	32,157,000	1,329,848	30,827,152	-	2,902,000	33,729,152	438
2016	74,738	5,214,929,748	28,564,000	72,225	28,491,775	-	2,555,000	31,046,775	415
2017	75,537	5,417,115,331	9,785,000	(3) 696,007	9,088,993	-	2,580,000	11,668,993	154

- Note (1) Population figures were obtained from the State of California Department of Finance.
- (2) The figures presented include both bonds and notes supported by property tax allocations and by special benefit assessment for the combined entity as described in note 1 to the Basic Financial Statements.
- (3) As of FY 2017 Gross Bonded debt and related services Funds are for City Bond obligations only and listed under the Gross Bond Debt and the Less Debt Service Columns

Source: Los Angeles County Auditor-Controller, Tax Division
City of Baldwin Park, Department of Finance

**City Of Baldwin Park
Computation Of Legal Debt Margin (Unaudited)
Last Ten Fiscal Years**

Fiscal Year Ended	Assessed Valuation Amount	%	Adjusted	Debt Limit %	Amount	General Obligation Bonds	% of Debt Limit	Legal Debt Margin
2008	\$ 3,984,336,902	25%	\$ 996,084,226	15%	\$ 149,412,634	\$51,937,000	34.8%	\$97,475,634
2009	4,213,482,753	25%	1,053,370,688	15%	158,005,603	49,551,000	31.4%	108,454,603
2010	4,611,933,343	25%	1,152,983,336	15%	172,947,500	46,927,000	27.1%	126,020,500
2011	4,531,872,593	25%	1,132,968,148	15%	169,945,222	44,264,000	26.0%	125,681,222
2012	4,554,676,396	25%	1,138,669,099	15%	170,800,365	41,537,000	24.3%	129,263,365
2013	4,603,562,164	25%	1,150,890,541	15%	172,633,581	40,445,000	23.4%	132,188,581
2014	4,752,126,081	25%	1,188,031,520	15%	178,204,728	32,095,000	18.0%	146,109,728
2015	5,668,000,701	25%	1,417,000,175	15%	212,550,026	27,975,000	13.2%	184,575,026
2016	5,214,929,748	25%	1,303,732,437	15%	195,559,866	25,889,000	13.2%	169,670,866
2017	5,417,115,331	25%	1,354,278,833	15%	203,141,825	9,785,000	4.8%	193,356,825

City Of Baldwin Park
Direct And Overlapping Bonded Debt (Unaudited)
June 30, 2017

	Gross Bonded Debt <u>June 30, 2017</u>	Percent Applicable to City of Baldwin Park	Baldwin Park's Share of Debt
Direct debt: (3)			
2004 Lease Revenue Bond	\$ 7,990,000	100.00%	\$ 7,990,000
Pension Obligation Bonds	1,795,000	100.00%	1,795,000
Total direct Gross Bond Debt.			<u>\$ 9,785,000</u>
Gross Notes-Payable			
Hud Section 108 Loan	\$ 2,188,000.00	100.00%	\$ 2,188,000
2002 Variable Rate Demand Cop	392,000	100.00%	392,000
Total Gross Notes Payable			<u>2,580,000</u>
Total Direct Debt			<u>\$ 12,365,000</u>
Overlapping debt: (4)			
Metropolitan Water District (1)	\$ 36,281,674	0.327%	\$ 118,707
Mountain View School District	18,000,000	1.016%	182,918
El Monte Union HSD DS 2008 Series A	1,209,213	0.231%	2,788
El Monte Union HSD DS 2008 Series B	30,187,623	0.231%	69,605
El Monte Union HSD DS 2015 REF Bonds	26,325,000	0.231%	60,699
El Monte Union Hsd Ds 2016 Ref Dlyd Divr	22,950,000	0.231%	52,917
Mt. San Antonio Community College District DS 2001, 2008 Series D	394,812	5.251%	20,733
Mt. San Antonio Community College District DS 2008 Series 13A	200,561,691	5.251%	10,532,134
Mt. San Antonio Community College District DS 2008 Series 2013B	8,460,000	5.251%	444,262
Mt. San Antonio Community College District DS 2013 REF Series A	67,410,000	5.251%	3,539,914
Mt. San Antonio Community College District DS 2013 REF Series B	40,990,000	5.251%	2,152,516
Mt. San Antonio Community College District DS 2015 REF Bonds	19,130,000	5.251%	1,004,577
Mt. San Antonio Community College District DS 2008 Series 2015C	19,500,000	5.251%	1,024,007
Rio Hondo Community College District DS 2005 Refunding Bonds	35,355,000	0.087%	30,882
Rio Hondo Community College District DS 2004 Series 2008	118,452,824	0.087%	103,054
Baldwin Park USD 1996 Series A	367,966	93.645%	344,583
Baldwin Park USD 2002 Series 2004	6,866,857	93.645%	6,430,489
Baldwin Park USD 2006 Series 2007	645,000	93.645%	604,012
Baldwin Park USD 2006 Series 2008	498,611	93.645%	466,926
Baldwin Park USD 2006 Series 2013	23,729,411	93.645%	22,221,479
Baldwin Park USD 2016 Ref Bonds	68,780,000	93.645%	64,409,241
Bassett USD DS 2004 Series 2005 A	521,208	1.493%	7,783
Bassett USD DS 2006 SER 2007	6,475,758	1.493%	96,701
Bassett USD DS 2006 SER B	4,999,970	1.493%	74,663
Bassett USD DS 2014 REF Series A	8,335,000	1.493%	124,465
Bassett USD DS 2014 Series A	15,690,000	1.493%	234,295
Bassett USD DS 2016 REF Bonds	28,830,000	1.493%	430,512
West Covina USD 2002 Refunding Series A	11,425,000	0.231%	26,387
West Covina USD DS 2012 REF Bonds	12,620,000	0.231%	29,147
Total overlapping debt			<u>\$ 114,840,808</u>
Total direct and overlapping debt			<u>\$ 124,625,808</u>
2016/2017 Assessed Valuation:	<u>\$3,537,537,186</u>	(After deducting \$855,214,359 Increment Value)	
Debt to Assessed Valuation Ratios:			
Direct debt	0.29%		
Overlapping debt	<u>3.25%</u>		
Total debt (2)	<u>3.54%</u>		

Notes:

- (1) This fund is a portion of a larger agency, and is responsible for debt in areas outside the City.
(2) Debt figures include general obligation debt which is being repaid through property taxes.
It excludes revenue, mortgage revenue, interim financing obligations, non-bonded capital lease obligations, and certificates of participation.

Source:

- (3) City of Baldwin Park Department of Finance
(4) HdL Coren & Cone, Los Angeles County Assessors Combined 2016/17 Lien Date Tax Rolls

City Of Baldwin Park
Full-Time And Part-Time City Employees (Unaudited)
By Function
Last Ten Fiscal Years

Function	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
General government	31	28	27	28	32	31	32	30	31	30
Public safety	105	94	90	111	93	103	109	112	111	114
Community development	22	19	17	24	39	38	45	45	33	35
Public works	39	34	35	39	32	30	34	33	35	51
Park & Recreation	165	123	136	156	161	160	186	234	232	207
Total	362	298	305	358	357	362	406	454	442	437

Source: City of Baldwin Park

**City Of Baldwin Park
Pledged-Revenue Coverage
Tax Allocation Bonds (Unaudited)
Last Ten Fiscal Years**

Fiscal Year Ended June 30	Gross Revenue (1) (2) (3)		Pass Thru's	20% Set Aside	Net Available Revenue	Principal & Interest	Total	Coverage				
2008	\$	6,865,848	\$	3,022,900	\$	1,253,629	\$	2,589,319	\$	2,479,255	2,479,255	1.04
2009		7,154,345		3,300,737		1,326,873		2,526,735		2,520,525	2,520,525	1.00
2010		7,050,343		2,793,546		1,312,141		2,944,656		2,524,443	2,524,443	1.17
2011		6,507,747		2,666,472		1,195,903		2,645,372		2,388,413	2,388,413	1.11
2012		3,665,710		2,247,042		647,371		771,297		2,395,605	2,395,605	0.32
2013		7,381,113		3,628,117		- (4)		3,752,996		2,407,224	2,407,224	1.56
2014		7,292,921		3,380,446		-		3,912,474		2,418,365	2,418,365	1.62
2015		4,065,833		1,616,306		-		2,449,528		2,423,448	2,423,448	1.01
2016		4,109,417		1,949,707		-		2,159,710		2,432,348	2,432,348	0.89
2017		4,313,925		1,632,838		-		2,681,087		12,985,000 (5)	12,985,000	0.21

Note: With the exception of the 2000 Merged Refunding Bonds, bonds were issued by the authority to make loans to the agency to finance certain activities of the agency in or benefiting the project areas, and secured by tax revenues.

- (1) San Gabriel River Tax Allocation Bonds Series 1998 refunded the 1990 Series A.
- (2) The 2000 Tax Allocation Refunding Bonds merged redevelopment project refunded four project area debt service:
 - (a) 1998 Housing Portion of San Gabriel River Tax Allocation Bonds.
 - (b) West Ramona 1989 Tax Allocation Bonds.
 - (c) 1994 Series A Sierra Vista Tax Allocation Bonds.
 - (d) 1986 Delta Assessment District.
- (3) Sales Tax & Tax Allocation Refunding Bonds Series 2003 Puente Merced Refunding 1990 Series B Bonds.
- (4) Due to ABX 126, RDA Dissolution, 20% set aside is no longer required.
- (5) Refinanced the Merged 2000, 1998 SGR, 1990 CBD and 2003 Puente Merced Bonds balance were paid with monies from the 2017 Merged Issue.

Source: City of Baldwin Park Department of Finance

**City Of Baldwin Park
Demographic Statistics (Unaudited)
Last Ten Fiscal Years**

Fiscal Year	Population (1)	Housing Units (1)	Per Capita Personal Income (2)	School Enrollment (3)	Rate of Unemployment (4)
2008	81,281	17,867	-	16,328	7.2%
2009	81,445	17,908	-	17,514	15.7%
2010	91,604	17,914	-	15,497	15.2%
2011	75,664	17,736	-	15,202	14.8%
2012	75,830	17,774	-	19,500	12.9%
2013	76,362	17,799	-	18,845	11.8%
2014	76,715	17,797	-	18,767	9.8%
2015	77,047	17,792	-	14,007	8.2%
2016	74,738	17,800	-	18,407	6.8%
2017	75,537	17,878	-	17,733	5.8%

Source: (1) California Department of Finance
(2) Unable to get Data on Personal Income
(3) California Department of Education, Education Demographics Unit - Enrollment by Grade
(4) State Employment Development Department

City Of Baldwin Park
Operating Indicators By Function (Unaudited)
Last Ten Fiscal Years

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Public Safety:										
Arrests	2,081	2,286	2,504	2,639	2,143	2,734	2,738	2,533	2,561	1,871
Parking Citations	12,040	9,237	6,307	4,897	6,082	7,809	10,256	11,604	11,464	12,415
Public Works:										
Street resurfacing (miles)	9.4	3	5	-	-	4	2	9	-	-
Sewers new connections	15	74	91	4	3	18	19	34	6	16
Average daily sewer treatment (in 1000 gallons)	7450	7,400	7,400	7,500	7,700	7,800	7,320	6,900	6,300	6,293
Parks & Recreation:										
Number of recreation classes	1,441	908	802	517	415	420	257	242	452	417
Number of facility rentals	1,285	1,086	1,240	1,008	1,036	717	706	795	470	315

Source: City of Baldwin Park

**City Of Baldwin Park
Capital Assets Statistics By Function (Unaudited)
Last Ten Fiscal Years**

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	26	50	44	44	44	45	43	42	39	35
Public Works:										
Streets (miles)	119	119	119	119	119	119	118	118	118	118
Streetlights	521	519	515	505	505	505	490	480	480	480
Traffic signals	77	74	73	71	68	68	65	64	64	64
Parks & Recreation:										
Parks	4	4	4	4	4	5	5	5	5	5
Swimming pools	1	1	1	1	1	1	1	1	1	1
Community centers	3	3	3	3	3	3	3	3	3	3

**City Of Baldwin Park
Per Capita Cost – General Governmental
Expenditures By Function (Unaudited)
Last Ten Fiscal Years**

Fiscal Year Ended	(1) Population	General Government	Public Safety	Public Works	Community Services and Capital Outlay	Debt Service	Other	Total
2008	81,281	\$ 49	\$ 202	\$ 95	\$ 170	\$ 75	\$ 38	629
2009	81,445	37	211	84	159	114	53	658
2010	81,604	35	209	72	112	95	132	655
2011	75,664	36	226	71	165	43	56	597
2012	75,830	42	238	96	160	68	51	655
2013	76,315	34	230	128	83	71	49	595
2014	76,715	38	223	90	144	42	49	586
2015	77,047	61	229	130	43	43	45	586
2016	74,738	84	254	187	25	44	71	551
2017	75,537	98	261	180	99	44	149	831

Notes: Includes all Governmental Fund Types (General, Special Revenue, Capital Projects, and Debt Service Funds), including the Baldwin Park Redevelopment Agency and the Baldwin Park Housing Authority.

(1) Population figures were obtained from the State of California Department of Finance.

Source: City of Baldwin Park Department of Finance, except where noted above.

**City Of Baldwin Park
Construction Activity (Unaudited)
Last Ten Fiscal Years**

Year Ended	Residential	New Construction and Alterations		Total	Demolitions	New Value of Construction
		Commercial	Industrial (1)			
2008	\$ 10,902,293	\$ 5,911,824	\$ 555,555	\$ 17,369,672	\$ 334,403	\$ 17,035,269
2009	6,442,950	7,425,132	172,000	14,040,082	129,256	13,910,826
2010	8,046,015	5,871,449	203,800	14,121,264	133,280	13,987,984
2011	9,559,585	5,748,912	-	15,308,497	251,948	15,056,549
2012	10,783,927	4,307,933	83,000	15,174,860	172,610	15,002,250
2013	4,120,244	2,929,502	620,000	7,669,746	276,221	7,393,525
2014	4,456,750	2,995,497	30,000	7,482,247	117,498	7,364,749
2015	9,729,899	5,667,731	1,118,500	16,516,130	45,936	16,470,194
2016	8,480,809	8,574,903	10,000	17,065,712	264,175	16,801,537
2017	14,811,941	8,881,004	786,499	24,479,444	12,600	24,466,844

Note (1) The Building Division streamlined the monthly report format and began combining commercial and industrial occupancies as of September 2001.

Source: City of Baldwin Park Department of Community Development.

**City Of Baldwin Park
Ten Principal Employers (Unaudited)
June 30, 2017**

Employer	Business Type	Number of Employees
Baldwin Park Unified School District	School District	1,975
Baldwin Park City Hall	Government	454
Walmart Supercenter	Retail	350
Durham School Services	Transportation	301
Esther Syyder Community Center	Government	300
LA Department of Public Health	Government	300
Los Angeles County Department of Parks	Government	300
Morgan Park	Government	300
Waste Management Inc.	Waste Disposal	300
Target	Retail	200
	Total Top Ten Employers	<u>4,780</u>

Disclaimer: The City of Baldwin Park makes no claims concerning the accuracy of data provided nor assumes any liability resulting from the use of information herein.

Sources: Base on HDL Report of 2009 Principal Employers (most current data available).

(This page intentionally left blank.)