



Annual Comprehensive Financial Report

Year Ending June 30, 2023

La Cañada Flintridge, CA 91011

**CITY OF LA CAÑADA FLINTRIDGE
CALIFORNIA**

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FISCAL YEAR ENDED JUNE 30, 2023



Mark R. Alexander, City Manager
Prepared by the City of La Cañada Flintridge Finance Department



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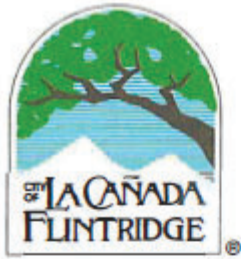
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INTRODUCTORY SECTION





City Council
Rick Gunter, Mayor
Michael T. Davitt, Mayor Pro Tem
Kim Bowman
Keith Eich
Terry Walker

January 25, 2024

Honorable Mayor, Members of the City Council and Citizens of the
City of La Cañada Flintridge, California:

The Comprehensive Annual Financial Report (CAFR) of the City of La Cañada Flintridge, California, for the fiscal year ended June 30, 2023 is submitted herewith. This report was prepared in accordance with Generally Accepted Accounting Principles (GAAP) as set forth in pronouncements of the Governmental Accounting Standards Board (GASB).

This report consists of management's representations concerning the finances of the City of La Cañada Flintridge. Consequently, management assumes full responsibility for the completeness and reliability of the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework designed both to protect the City's assets from loss, theft, or misuse and to compile enough reliable information for the preparation of financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's internal control framework is designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. We assert that, to the best of our knowledge and belief, this report is complete and reliable in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various funds and account groups. All disclosures necessary to enable the reader to gain an understanding of the City's activities have been included.

Clifton Larson Allen LLP, a firm of licensed certified public accountants, has audited the City's basic financial statements. The goal of the independent audit is to provide reasonable assurance that the basic financial statements for the fiscal year ended June 30, 2023, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. Clifton Larson Allen LLP concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of La Cañada Flintridge's financial statements, for the fiscal year ended June 30, 2023, are fairly presented in conformity with GAAP. The auditor's report is presented as the first component of the financial section.

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 is designed to complement the MD&A and should be read in conjunction with it. The City of La Cañada Flintridge's MD&A can be found immediately following the independent auditor's report.

The financial reporting entity (the City) includes all funds of the City of La Cañada Flintridge, as well as all its component units. Component units are legally separate entities for which the primary government is financially accountable. As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management.

Profile of the City of La Cañada Flintridge

The City of La Cañada Flintridge was incorporated on November 30, 1976, as a “General Law” city with a Council-Manager form of government. A five-member City Council is elected at-large to serve staggered four-year terms. Each year, the City Council selects one of its members to serve as Mayor, and one to serve as Mayor Pro Tem. The City Council is responsible for, among other things, establishing the City’s policies and priorities, passing ordinances, and adopting the budget, as well as appointing the City Manager, City Treasurer, City Attorney, and the members of City commissions and committees. The City Manager is responsible for carrying out the policies and ordinances of the City Council and for overseeing the day-to-day operations of the City.

The City provides a full range of services including land use and zoning review; the construction and maintenance of streets, parks, and other infrastructure; recreational activities and cultural events; oversees contractual services provided by Los Angeles County or other private vendors including law enforcement, fire protection, animal control, road maintenance, traffic signal maintenance, legal services, building and safety inspection, recreation programs, human services, parks and landscape maintenance.

The annual budget serves as the foundation of the City of La Cañada Flintridge’s financial planning and control. All departments and contractors submit requests for appropriations to the City Manager. These requests, in conjunction with revenue trend analysis, are the starting point for developing a preliminary budget, which is presented to the City Council for consideration and review. Budget hearings are held, and the City Council adopts the final fiscal year budget effective July 1. Budget appropriations are prepared by fund, department, and program. Budget to actual comparisons are provided in this report for each individual governmental fund type. In addition, the City maintains extensive budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the budget approved by the City Council. The City Council approves operating appropriations at the department and fund level and may amend or supplement the budget during the fiscal year by motion; the City Manager may make minor administrative adjustments at the program and department level. The level of budgetary control (i.e., the level at which expenditures cannot legally exceed appropriated amounts) is at the fund level. Operating appropriations lapse at the end of each fiscal year unless they are encumbered at year-end or are re-appropriated through the formal budget process.

The voters of California, during a special election in 1979, approved Article XIII-B of the California State Constitution. Informally known as the “Gann Initiative,” Article XIII-B provides limits regarding the total amount of appropriations in any fiscal year from the “proceeds of taxes.”

The State Legislature, in 1980, added Section 9710 to the Government Code providing that the governing body of each local jurisdiction must establish, by resolution, an appropriations limit for the following year. The appropriations limit for any fiscal year is equal to the previous year’s limit, adjusted for city or county population changes, whichever is greater, and the change in California per capita income or the growth in non-residential assessed valuation due to new construction within the City, whichever is greater.

The Appropriations Limit and the City’s Appropriations Subject to the Limit for FY 2022-23 amounted to \$25,512,798 and \$11,873,629 respectively. The City’s appropriations consistently remain far below the appropriations limit and are not expected to approach it in the near future.

Factors Affecting Financial Condition

Information presented is perhaps best understood when considered from the broader perspective of the environment within which the City of La Cañada Flintridge operates.

Economic Condition and Outlook

The City is located in the northern portion of the Los Angeles County basin, nestled against the foothills of the San Gabriel Mountains, approximately 13 miles north of downtown Los Angeles. The City was incorporated on November 30th, 1976 and encompasses 8.9 square miles. Neighboring cities include Glendale, Pasadena, and the unincorporated communities of La Crescenta and Altadena. In addition, the northern City boundary borders the Angeles National Forest.

The City prides itself on being a small, close-knit and family-oriented community with tree-lined streets, custom residential estate development, abundant streams, waterways, and undeveloped hillside

properties acquired by the City to remain as permanent open-space dedicated as recreational trails and wildlife nature preserves.

The State of California estimated the City's population to be 19,930 as of calendar year 2022, a decrease of approximately 0.75 percent from the previous year and the median age of City residents was 44.5. The per capita personal income was \$90,730, nearly a 9.49 percent increase compared to the prior year. The unemployment rate among the City's residents was 3.4% versus 4.6% for Los Angeles County. The City has approximately 7,151 housing units and the median sales price of a single-family residential home in 2023 was \$2,345,000, an increase of 1.92% over the median sales price of \$2,300,000 in 2022.

Property tax, property tax in-lieu, local retail sales tax, and building permit and plan check fees continue to be the City's major sources of revenue. In FY 2022-23 the City collected in total \$16,514,250 between the four categories which accounts for 82.52% of General Fund revenues. Major employers located in the City's largely residential community includes NASA's Jet Propulsion Laboratory, La Cañada Unified School District, Gelson's Market, Ross Stores, Inc., Target, and TJ Maxx. The City's largest private employers are Ralphs Grocery Company, Sprouts Farmers Market and Trader Joe's. While the City is somewhat dependent on a strong economy and stable fiscal situation at the State level, it has avoided an over-dependence on State or Federal subventions. This, combined with the City's history of maintaining strong reserves and a conservative approach toward spending, has provided a measure of stability in the City's fiscal environment.

Cash and investment management policies and practices

In accordance with the State Government Code and the City's Investment Policy, which is adopted annually by the City Council, the City Treasurer is responsible for investing available cash. The cash management system of the City is designed to invest public funds in a manner that provides an optimal combination of security and investment return while meeting the City's daily cash flow demands. The criteria for selecting investments are, in order of priority: (a) safety (b) liquidity and (c) yield. The City Treasurer presents a monthly report of investments to the City Council. All interest income is apportioned to the City's individual funds on a pro rata basis. The yield on the entire investment portfolio for the year was 2.37%.

Idle cash during the year is invested in two investment pools: (1) the California Local Agency Investment Fund (LAIF) pool, administered by the State Treasurer; and (2) the California Asset Management Program (CAMP), which is a California Joint Powers Authority that provides investment services to California public agencies. The average yield for the year in LAIF was 2.17%; in CAMP, the average yield was 3.94%.

The City's longer-term investments include securities; specifically, corporate notes, obligations of agencies of the U.S. Government, and obligations of U.S. Government sponsored enterprises. These investments are laddered with maturities up to five years. For the year, the yield on the City's securities holdings was 3.44%.

Investment returns, as measured in the financial statements, include changes in the fair value of the City's securities. Increases and decreases in the fair market value of investments do not necessarily represent actual value at maturity or trends that will continue. While the City of La Cañada Flintridge intends to hold these investments to maturity, the sale of individual securities prior to maturity, for purposes of portfolio optimization, may be appropriate from time-to-time.

Risk management

The City is a member of the California Joint Powers Insurance Authority (CJPIA). The CJPIA is a consortium of over 100 cities and other public agencies throughout California established under the provisions of California Government Code Section 6500. The CJPIA provides risk coverage for its members through self-insurance, the pooling of risks, and purchase of excess insurance. This coverage extends to workers' compensation, property, general liability, errors and omissions and vehicle liability. The CJPIA is governed by a Board consisting of one representative appointed by each member agency. The Board elect officers that meet monthly to supervise and conduct affairs. The Board maintains a staff, headed by a Chief Executive Officer, to implement the policies of the Board. The City continues to participate in the voluntary CJPIA Risk Management Evaluation program, ADA Transition Plan Implementation, reviewing all facilities and operational policies for safety and compliance with applicable laws.

Major initiatives, current year projects

Planning & Development

The number of discretionary Planning cases reviewed reached 171 cases during FY 2022-2023. The commercial vacancy rate, including retail and office units, increased from July, 2022 to June, 2023. The adjusted commercial vacancy rate for July, 2022 was at 4.3% and increased to 5.6% in June, 2023, still a low vacancy rate.

Mills Act - The City continued its Mills Act Program for residents interested in preserving their historic residences. The Mills Act reduces the amount of property taxes collected on contracted properties in return for preserving the properties in accordance with state and federal regulations. Houses are considered on an individual basis and must meet standards established by the Federal Government. Four houses were approved for contracts during FY 2022-2023. In 2020, the City Council increased the limit for foregone taxes from \$20,000 to \$30,000, and, in so doing, increased potential program participation.

CDBG Activity for FY 2022-2023 - The City's Community Development Block Grant (CDBG) program continued during the year in two program areas: residential rehabilitation and sewer connection subsidies. Both programs provided grants to lower income households of up to \$20,000 and \$12,000, respectively. During the 2022-2023 fiscal year, the Residential Rehabilitation program assisted one household with rehabilitation. In total, \$22,029 was spent on the program for both construction costs and CDBG consultant costs. No applications were received for the Sewer Connection program during the fiscal year.

Zoning Code Update - Public hearings before the Planning Commission on the Zoning Code Update were held from January, 2021 through June, 2021 and will commence once again in 2023 given that certification of the Housing Element has been received from the Department of Housing and Community Development (HCD). Resultant Zoning Code sections have been updated and adopted to implement the Housing Element.

Housing and Safety Element Update - The Safety Element was adopted in May 2022 and the Housing Element received certification from HCD in November 2023.

Infrastructure Improvements/Public Works

The City's Public Works Department was very active during the fiscal year in carrying out its responsibilities for the maintenance, planning, design, and construction of capital projects.

Below is a list of projects either completed during the fiscal year, construction contracts awarded by the City Council during the year, or the design and/or environmental services contracts were awarded:

- **2023 Citywide Resurfacing Project** – the project consists of the resurfacing of 6 street segments throughout the City covering approximately 1.53 miles of roadway. The City Council awarded the construction contract in April 2023, and work was completed in July 2023.
- **2023 Miscellaneous Concrete Repair Project** – the project consists of the removal and reconstruction of existing concrete curb, gutter, sidewalk, driveway and asphalt concrete pavement; restoration of landscaping and irrigation system; installation of ADA compliant curb ramps at several intersections; and curb painting. The City Council awarded the construction contract in April 2023, and work was completed in June 2023.
- **Citywide Pedestrian Crossing Upgrade (HSIP-Cycle 10):** the project consists of installation of pedestrian crossing enhancements including Pedestrian Countdown Signal Heads and ADA Pedestrian Push Buttons along Foothill Boulevard at Alta Canada Drive, Castle Road, Lasheart Drive, La Canada Plaza Road, and Ocean View Boulevard; and along Verdugo Boulevard at La Tour Way and Descanso Drive. In addition, the project includes the installation of bulb-outs, ADA curb ramps, overhead flashing beacons, striping and signage at Foothill Blvd and Union Street. Plans, Specifications and Estimates (PS&E) were completed in June 2023 and the project was subsequently advertised for construction bids. Since all bids received were over the project budget, the City Council rejected all bids, and it is now proposed to combine the project with another project similar in scope of work.

- **Flint Canyon Trail** - the project is to stabilize approximately 1,000 feet of the 2.4-mile intercity trail by reducing the stream erosion that is undercutting the supporting slope. The consultant completed 85% plans and the environmental document. The City Council approved the environmental document in May 2023. Final Design and environmental permits are underway.
- **Foothill Boulevard Link Bikeway and Pedestrian Greenbelt** – the project consists of construction of approximately a half-mile of Class I bicycle and pedestrian paths and two miles of Class II bike lanes with bicycle amenities, raised medians, bus stops, and other streetscape beautification to enhance bike and pedestrian access, mobility, and safety. Construction was completed in May 2023.
- **Foothill Boulevard Traffic Signal Improvements Project (HSIP Cycle 9)** – the project consists of upgrading the traffic signals along Foothill Boulevard at Commonwealth Avenue, Hillard Avenue, Gould Avenue and Hampton Road. Construction was substantially completed at the intersections of Foothill Boulevard and Gould Ave, Commonwealth Ave, and Hampton Rd. The remaining work at the intersection of Foothill Boulevard and Hillard Ave will be completed in January 2024.
- **Gazebo at Olberz Park** – the project consists of the installation of a new gazebo including related site work at Olberz Park. Construction was completed in May 2023.
- **Sister City Friendship Trail** - the project will create a new accessible trail segment for the Descanso Trail, beginning at the existing trailhead and connecting to the Descanso Trail beyond steep switchbacks. Plans, Specifications and Estimates (PS&E) were completed in March 2023. The project was subsequently advertised for construction bids with construction to begin in FY 2023-24.
- **Soundwall Phase II** – the project includes the construction of one additional soundwall segment along the south side of I-210 Freeway between La Tour Way and Alta Canyon Road. Plans, Specifications and Estimates (PS&E) were completed in December 2022. The project was subsequently advertised for construction bids and the City Council awarded the construction in May 2023. Construction is underway.
- **Soundwall Phase III** – the project includes the construction of three additional soundwalls along I-210 Freeway at select locations throughout the City. Construction was completed in April 2023.
- **Soundwall Phase IV** – the project includes the construction of four additional soundwall segments on the north side of I-210 Freeway at select locations throughout the City. Plans, Specifications and Estimates (PS&E) were completed in January 2023 and the project was subsequently advertised for construction bids. The City Council awarded the construction contract in May 2023. Construction is underway.
- **Traffic Signal Upgrades at Various Locations:** The project consists of the upgrade of the traffic signal equipment at the following intersections: Foothill Boulevard at Verdugo Boulevard and La Canada Boulevard; Foothill Boulevard at Oakwood Avenue; and Verdugo Boulevard at Descanso Drive. Final design is underway.

Public Safety

The City Council continues to emphasize public safety services as a major priority. Through contract services with the Los Angeles County Sheriff's Department, the City maintained its safe and low-crime environment through sustained levels of service delivery as well as increased burglary suppression patrols. In FY 2022-23, the City assisted the Sheriff's Department by continuing the deployment and installation of Flock Safety video cameras equipped with license plate reader technology. The cameras are installed at major entrances and exits to the City. In addition, the City dedicated efforts towards Public Safety communications and awareness campaigns. Furthermore, the City underwent a review of its emergency operations procedures and developed a new all-hazards Emergency Operations Plan. Staff are also training regularly on various emergency procedures to learn new skills and maintain proficiency. The City has continued to emphasize its disaster-preparedness activities by maintaining the City's mass notification system "Alert LCF" and sending semiannual test to residents and the community to ensure the system is working properly.

Transportation

During FY 2022-23, the City continued to work closely with the cities of Burbank, Glendale, Pasadena, and South Pasadena and the County of Los Angeles (La Crescenta-Montrose) through the six-member Arroyo Verdugo Communities Joint Powers Authority (AVCJPA) on transportation issues. The AVCJPA was formed in 2017 for the allocation of Measure M Subregional Funds administered by the Los Angeles County Metropolitan Transportation Authority (Metro) and to have full fiduciary authority of the funds.

In 2019, the Metro Board approved AVCJPA's 5-year Measure M Multi-Year Subregional Program (MSP), which allocated \$953,919 to La Cañada Flintridge for the Foothill Boulevard Link Bikeway and Pedestrian Greenbelt Project. The funds were fully expended in FY 2022-23. The project added 2.5 miles of bike lanes, a pedestrian walkway, and upgraded street lighting and traffic signals on Foothill Boulevard between La Cañada Plaza Road and Hillard Avenue.

The City continues to operate the LCF Shuttle, a fixed route transit shuttle service along Foothill Boulevard from JPL/La Cañada High School to Montrose. Fixed route transit services are operated under contract with the City of Glendale. In July 2022, the City of Glendale was awarded a TRICP grant for the electrification of their fleet, plus the purchase of two battery-electric buses for La Cañada Flintridge's fleet. The TRICP grant for La Cañada Flintridge's buses included a 20% local match from the City and in January 2023, the Metro Board approved AVCJPA's updated MSP that allocates \$360,000 of Measure M funds to La Cañada Flintridge for the local match.

The City also continued its contractual arrangement with the City of Glendale and the County of Los Angeles for Dial-A-Ride services for residents who are sixty (60) years of age and older and residents of any age with a disability. The Dial-A-Ride service provided an average of 4 passenger trips per day during the year. The seasonal Summer Beach Bus, operated by the County of Los Angeles, also provided service with a low-cost roundtrip bus ride from Memorial Park to the Santa Monica Pier.

The City continued the operation of six Level 2 electric vehicle charging stations. The first station, a dual-port station, was installed in 2016, three stations were installed in 2019, and two stations were installed in 2020.

Recreation and Open Space

The City continued its efforts to enhance recreational opportunities for the residents and families of the community. La Cañada Flintridge is attractive to families seeking to take advantage of the excellent public school system and safe neighborhoods. In order to accommodate the demand from families for recreational facilities and sports play fields, the City Council has actively pursued the acquisition of open space and the identification of potential sites for additional parks, sports play fields, and trails.

With the focus on providing improved recreational facilities, the City continued to maintain and/or improve joint use facilities including a current project to convert the City Skate Park into Pickleball Courts and a sports court. With financial support from the athletic user groups, the City installed MUSCO lighting controls at the La Cañada High School Oak Grove Athletic Field.

With respect to trails, the City continued to improve and maintain the trail system for recreational use. The City completed the design phase for the Sister Cities Friendship Trail development project and will begin construction in Winter 2023. The new path should be open to the public in Spring 2024. The Flint Canyon Wash Trail Restoration project continues to move towards 100% plans and permitting, with an expectation that the project will move forward with construction once funds have been secured. The City is pursuing regulatory permitting for the Seco Creek project; once permitted, the project can move into the construction phase.

Lanternman Auditorium

The City continued to manage the Lanternman Auditorium through a Joint Use Agreement with the La Cañada Unified School District. The Lanternman Auditorium has been a successful joint use venture providing local community groups with the opportunity to utilize this significant, school district-owned community resource under the City's management and operation. The City continued its efforts to renovate the Auditorium in order to improve the overall experience for users.

Youth Council

In FY 2022-2023, the City continued with the format of a nine-member City Youth Council. With the expanded Youth Council, each of the four high schools within the City appoint one member to the group, while the other five seats remain at-large appointed by the City Council. The Youth Council hosted a summer mixer in Olberz Park with games and refreshments.

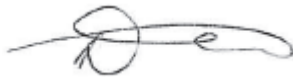
Other Information

Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellent in Financial Reporting to the City of La Cañada Flintridge for its comprehensive annual financial report for the fiscal year ended June 30, 2022. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for continued recognition.

The preparation of this report could not have been accomplished without the dedicated services of the entire City staff. I would like to express my appreciation to all employees who assisted and contributed to the preparation of this report, particularly to the members of the Finance Department. Due credit should also be given to the Mayor and members of the City Council for their support and direction to staff in the planning and conducting of the operations of the City to ensure that services and programs continue to be provided to residents in a manner that is responsive, efficient, and in the best interests of the citizens of La Cañada Flintridge.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Daniel Jordan', with a stylized flourish at the end.

Daniel Jordan, Ph.D.
City Manager

DIRECTORY OF CITY OFFICIALS



CITY COUNCIL

Keith Eich, Mayor

Richard B. Gunter III, Mayor Pro Tem

Teresa Walker, Councilmember

Michael T. Davitt, Councilmember

Kim Bowman, Councilmember

CITY MANAGEMENT STAFF

Daniel Jordan, City Manager

Adrian Guerra, City Attorney

Kelly Wine, City Treasurer

Alexander Kung, Director of Finance

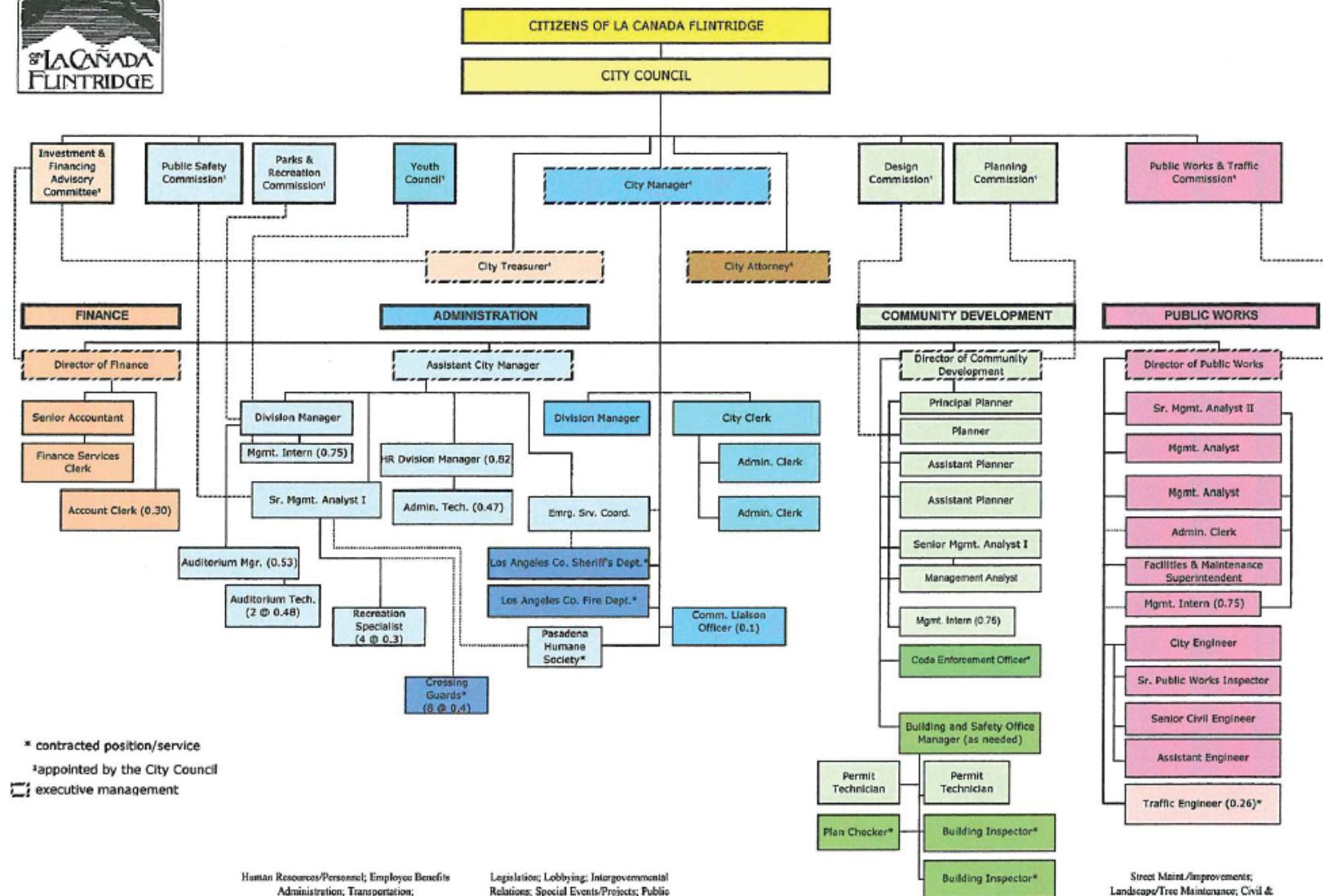
Susan Koleda, Director of Community Development

Patrick V. DeChellis, Director of Public Works

Arabo Parseghian, Director of Administrative Services



ORGANIZATION CHART



* contracted position/service
 † appointed by the City Council
 [dashed box] executive management

Finance/Accounting; Payroll; Purchasing; Comprehensive Annual Financial Report; Budget; Assessment District Financing; Investments; GASB Compliance; Grants Administration; Long-Range Financial Planning; Business Licenses; Staff Support to: Investment & Financing Advisory Committee

Human Resources/Personnel; Employee Benefits Administration; Transportation; Telecommunications; Information Technology/website; Film Permits; Risk Management; Insurance; Bonds & Grants; Skatepark; Lanterman Auditorium; Park Reservation Permits; Music-in-the-Park; Joint Use Scheduling/Activities; Staff Support to Parks & Recreation Commission and Joint Use Committee

Legislation; Lobbying; Intergovernmental Relations; Special Events/Projects; Public Safety; Emergency Preparedness; VERT; Parking Citation Review; Crossing Guards; Animal Control; Staff Support to Public Safety Commission; Youth Activities/ Senior Activities; L.A. County Sheriff; L.A. County Fire; Staff Support to: City Council, Youth Council & Ad Hoc Committees

City Council Meeting Preparation; Records Management; Public Records Act Requests; Elections; Boards & Commissions; FPFC Filing Officer; Municipal Code Updates; Receptionist

General Land Use; Zoning; Code/Sign Enforcement; Environmental Review; Design Review; Tree Permits; Horse/Animal Keeping Permits; Building & Safety; Staff Support to: Planning Commission & Design Commission

Street Maint./Improvements; Landscape/Tree Maintenance; Civil & Traffic Engineering; Street/Traffic Lighting; Street Sweeping; Capital Projects; Parks & Facilities Maintenance; Lanterman House; Solid Waste Management; Recycling; Sewer Construction; Sewer System Management; Staff Support to Public Works & Traffic Commission

LOCATION MAP





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of La Canada Flintridge
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO



FINANCIAL SECTION





INDEPENDENT AUDITORS' REPORT

Honorable Mayor and City Council
City of La Cañada Flintridge
La Cañada Flintridge, California

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of La Cañada Flintridge, as of June 30, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of La Cañada Flintridge's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of proportionate share of the net pension liability, the schedule of pension contributions, the schedule of changes in the total OPEB liability and related ratios, and the budgetary comparison schedules for the general fund and major special revenue fund be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Other Information

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

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

Honorable Mayor and City Council
City of La Cañada Flintridge

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 25, 2024, on our consideration of the City of La Cañada Flintridge'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 of La Cañada Flintridge'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 City of La Cañada Flintridge's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Irvine, California
January 25, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS



**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)**

As management, we offer this overview and analysis of the City of La Cañada Flintridge's (City) financial activities for the fiscal year ended June 30, 2023. Please consider the narrative presented here in conjunction with information furnished in our letter of transmittal as well as the accompanying basic financial statements.

Financial Highlights

The City's assets and deferred outflow of resources exceeded liabilities and deferred inflow of resources by \$100,584,400 (*net position*) at the close of this fiscal year. Of this amount, \$68,591,471 (68.2%) is net investment in capital assets, \$18,533,991 (18.4%) is restricted for projects and programs, with \$13,458,938 (13.4%) being unrestricted (*unrestricted net position*), which is available and may be used to meet ongoing obligations.

- On a government-wide basis, the City's total net position increased by \$3,476,036 (3.6%) based on city-wide revenues totaling \$34,005,300 exceeding city-wide expenses totaling \$30,529,264.
- For the current fiscal year, the City's total governmental funds reported combined ending fund balances of \$37,616,750, an increase of \$2,868,276 (8.3%) over the previous fiscal year.
- The General Fund balance at the end of the fiscal year is \$16,183,502, a decrease of \$2,451,181 (13.2%) over the previous fiscal year. The unassigned portion of that fund balance is \$10,397,123 which is 64.2% of the total fund balance and 61.5% of FY 2022-23 General Fund expenditures. Of the remaining fund balances, \$1,063,402 (6.6%) is nonspendable, \$1,000,000 (6.2%) is committed to economic stabilization, and \$3,722,977 (23%) is assigned.

Overview of the Financial Statements

The City's basic financial statements comprise of three components: 1) government-wide financial statements: the *statement of net position* and the *statement of activities*; 2) individual fund financial statements; and 3) notes to the financial statements. In addition, this report also contains Required and Other Supplementary Information. The basic financial statements and related notes can be found on pages 15-61 of this report.

Government-wide Financial Statements. These statements include only the City itself (*known as the primary government*) that are presented using the *accrual basis of accounting*, in a manner similar to a private-sector business. The City has one component unit; however, this entity did not have any activity during the current fiscal year.

The *statement of net position* presents *all* assets and liabilities of the City, with the difference between the two reported as *net position*. Over time, changes in net position may serve as a useful indicator of the City's financial position. However, other factors will need to be considered (e.g., changes in revenue base and the condition of infrastructure) in order to assess the City's overall financial health.

The *statement of activities* presents information showing how the City's net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in the 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).

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)**

The *statement of activities* presents the City functions that are principally supported by taxes and intergovernmental revenues (*government activities*). The City does not engage in other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The City's governmental activities include general government, community development, public safety, and public works. Public works includes highways and streets as well as parks and facilities maintenance.

Fund Financial Statements. A *fund* is a grouping of related accounts used to account for resources, which are segregated for specific activities. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Funds can be divided into three categories: governmental funds, proprietary funds and fiduciary funds. The City uses only governmental funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare information 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 government's near-term financing decisions. Both the governmental fund balance sheet and statement of revenues, expenditures, and changes in fund balances provide a reconciliation to assist in the comparison between *governmental funds* and *government-wide statements*. The details of this reconciliation can be found on pages 21 and 24.

The City maintains twenty-six individual governmental funds. Information is presented separately in the governmental funds balance sheet and statement of revenues, expenditures, and changes in fund balances (deficits) for the General Fund, American Rescue Plan Act (ARPA) Special Revenue Fund, Sewer Debt Service Fund for AD02-1, Sewer Debt Service Fund for AD04-1, Sewer Improvement Capital Projects Fund for AD02-1, and the City Capital Projects Fund, all of which are major funds. Data from the other twenty 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 and individual fund statements and schedules* on pages 77-89.

The City adopts an annual appropriated budget for its General Fund and all other major funds, except for Sewer Improvement AD02-1 Capital Projects Fund due to lack of activity. Budgetary comparison schedules have been provided to demonstrate compliance with this budget. See pages 70-71, 73-75, and 91-109 for details.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 25-61 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 schedule of proportionate share of the net pension liability, schedule of pension contributions, schedule of changes in the total OPEB liability and related ratios and budgetary comparison schedule for its General Fund

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)**

and major special revenue funds. Required supplementary information can be found on pages 64-72 of this report.

Other supplementary information concerning budgetary comparisons of the City's debt service and capital projects funds, as well as a description of nonmajor governmental funds, can be found on pages 73-109.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. On June 30, 2023, the City's assets and deferred outflows exceeded liabilities and deferred inflows by \$100,584,400.

**Table 1
Net Position**

	2023	2022	Increase/ (Decrease)	Percentage Change (%)
Current and Other Assets	\$ 53,001,481	\$ 51,372,163	\$ 1,629,318	3.2%
Capital Assets	84,262,671	83,669,500	593,171	0.7%
Total Assets	137,264,152	135,041,663	2,222,489	1.6%
Deferred Outflows	2,512,851	1,140,208	1,372,643	120.4%
Long-Term Liabilities Outstanding	23,761,083	23,046,245	714,838	3.1%
Other Liabilities	12,640,482	11,100,169	1,540,313	13.9%
Total Liabilities	36,401,565	34,146,414	2,255,151	6.6%
Deferred Inflows	2,791,038	4,927,093	(2,136,055)	-43.4%
Net Position				
Net Investment in Capital Assets	68,591,471	64,440,858	4,150,613	6.4%
Restricted	18,533,991	20,704,648	(2,170,657)	-10.5%
Unrestricted	13,458,938	11,962,858	1,496,080	12.5%
Total Net Position	\$ 100,584,400	\$ 97,108,364	\$ 3,476,036	3.6%

As shown in Table 1, net position from governmental activities increased by \$3,476,036 (3.6%). Total Assets increased by \$2,222,489 (1.6%) due to an increase in Current and other Assets totaling \$1,629,318, which is primarily due to an increase in Cash & Investments of \$5,217,455 with offset of decrease in Accounts Receivable of \$3,517,483. \$2,393,289 of ARPA funds and \$3,241,281 of Capital Projects reimbursement were received during the year. With the completion of Olberz Park Gazebo, the City increased Capital Assets by \$593,171 (0.7%) and anticipates adding additional infrastructure projects in FY 2023-24. Capital Assets includes the City's land, building, infrastructure, equipment, and capital projects in construction.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)**

Total liabilities increased \$2,255,151 (6.6%) from 2022 as a result of an increase in Net Pension Liability due to lower than projected earnings by CalPERS.

Governmental Activities. The City's overall governmental activities, as reflected on the government-wide Statement of Activities, had positive operating results in 2023, with revenues exceeding expenses by \$3,476,036. Table 2 below summarizes 2023 revenues and expenses, compares these revenue and expenses to 2022, and shows the year-over-year change in net position.

Revenues in 2023 totaled \$34,005,300 an increase of \$4,312,322 (14.5%) compared to 2022. As previously mentioned, the increase in Capital Grants and Contributions was primarily due to state grant reimbursements from the Soundwall IV capital project and the Foothill Link project. In addition, revenues were higher in 2023 for Property tax and Sales tax by \$532,184 and \$162,521, respectively. Other program increases included Charges for Services which saw increases in rental fees for the Lanterman auditorium and waste hauler permit fees. Other taxes, such as Franchise fees and Real property transfer fees, also increased by a total of \$7,215. The City also saw an increase in Use of Money and Property due to the maturity of investments and stronger interest rate yields on investments over the last fiscal year. However, the City did see a decreases of \$31,875 in Other revenues.

Overall expenses in 2023 totaled \$30,529,264 an increase of \$3,919,305 (14.7%) from 2022. A significant portion of the increase, \$2,865,638, is attributable to Public Work capital projects such as the continued construction of soundwalls and the Foothill Link Project. Street and Park maintenance also saw increases from the previous year due to the significant rainstorms during the year. The General Government and Community Development also saw increases in personal and operational costs that is mainly due to increases in legal services, retirement payouts and consultant services. Despite a slight decrease in Public Safety expenses, due to a vacancy in comparison to fiscal year 2022, the City continues to place great importance on Public Safety and ensuring the betterment of the community through such measures.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)**

**Table 2
Change in Net Position**

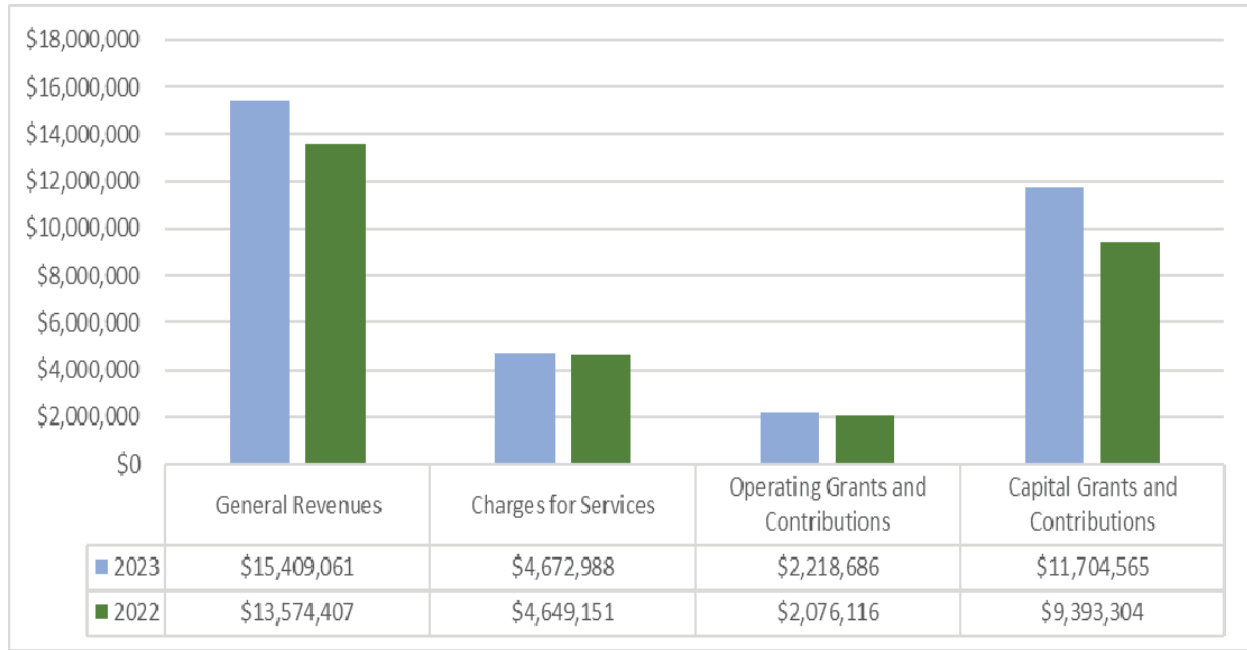
	2023	2022	Increase/ (Decrease)	Percentage Change (%)
Program Revenues				
Charges for Services	\$4,672,988	\$4,649,151	\$ 23,837	0.5%
Operating Grants and Contributions	2,218,686	2,076,116	142,570	6.9%
Capital Grants and Contributions	11,704,565	9,393,304	2,311,261	24.6%
General Revenues				
Property Taxes*	9,959,051	9,426,867	532,184	5.6%
Other Taxes	1,392,397	1,385,182	7,215	0.5%
<i>State Shared Revenues - Unrestricted</i>				
Sales Tax	3,673,368	3,510,847	162,521	4.6%
Motor Vehicle	21,061	23,389	(2,328)	-10.0%
Use of Money and Property	334,803	(832,134)	1,166,937	-140.2%
Other	28,381	60,256	(31,875)	-52.9%
Total Revenues	\$34,005,300	\$29,692,978	\$4,312,322	14.5%
Expenses				
Public Works	\$16,927,550	\$14,061,912	\$ 2,865,638	20.4%
General Government	5,770,623	4,965,147	805,476	16.2%
Public Safety	4,435,933	4,437,253	(1,320)	0.0%
Community Development	2,982,116	2,675,289	306,827	11.5%
Interest Expense	413,042	470,358	(57,316)	-12.2%
Total Expenses	\$30,529,264	\$26,609,959	\$3,919,305	14.7%
Change in Net Position	\$3,476,036	\$3,083,019	\$393,017	13%
Net Position, Beginning of Fiscal Year	\$97,108,364	\$94,025,345	\$3,083,019	3.3%
Net Position, End of Fiscal Year	\$100,584,400	\$97,108,364	\$3,476,036	3.6%

*Property Tax and Property In Lieu have been combined for reporting purposes.

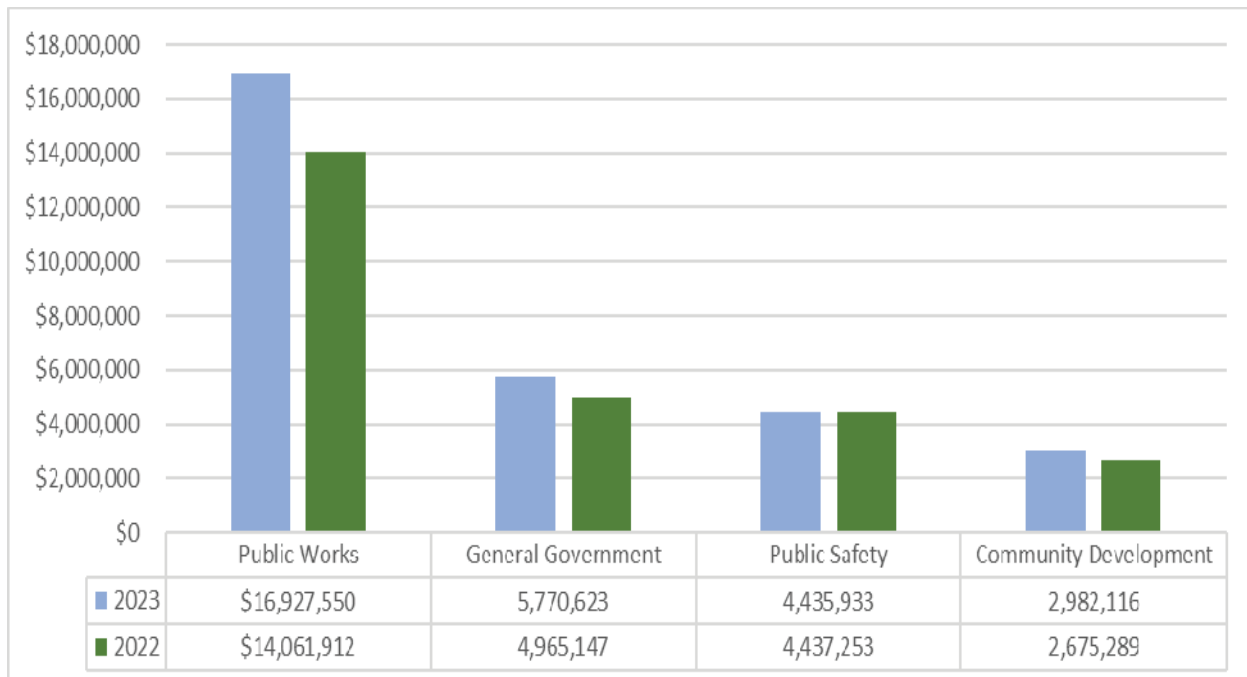
**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)**

Figure 1 and Figure 2 below illustrate program and general revenues by source and expenses by category, respectively, for governmental activities.

**Figure 1
Revenue by Source**



**Figure 2
Expenses by Category**



**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)**

Financial Analysis of the City's Governmental Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the City's *governmental funds* is to provide information on near-term sources, uses, and balances of *spendable* resources. This information is useful in assessing the City's financing requirements. In particular, unassigned *fund balance* may serve as a measure of the net resources available for spending.

On June 30, 2023, the City's *governmental funds* reported combined fund balances of \$37,616,750 an increase of \$2,868,276 (8.3%) over the prior fiscal year. The fund balance in the General Fund, at \$16,183,502, accounted for 43% of the combined fund balances across all governmental funds. The fund with the next largest amount of ending fund balance was the Sewer AD04-1 Debt Service Fund of \$7,155,737, all of which is for loan repayments to the State Water Resources Control Board (SWRCB).

Total revenue in all governmental funds for the fiscal year ended June 30, 2023, was \$36,603,850 which is \$9,910,178 higher (37.1%) than the \$26,693,672 received in 2022. Current year increase in revenue "From Other Agencies" was largely due to grant reimbursements for soundwalls and Foothill Link infrastructure capital projects. Increases in the category of Taxes (up 4.9%) were due primarily to increases in property and sales tax revenues. Charges for Services (up 4.9%) was overall due to an increase in waste hauler and Lanterman auditorium fees. Fines and Forfeitures (down 24.1%) due to a decrease in municipal code fines, tree ordinance and parking fines. Other Agencies (up 140.4%) increased as a result of fines and grant revenues from other governmental agencies. Assessments (down 76.9%) decrease was due to final collections of funds for sewer assessment AD02-1. Other revenues (up 32.7%) was primarily due to miscellaneous revenue and Public Works reimbursements. Increase in Use of money and Property (up 212.8%) from the previous fiscal year was due to increases in interest income and maturity of investments.

Expenditures across all governmental funds in 2023 totaled \$33,735,574 which is an increase of \$5,337,379 (up 18.8%) compared to 2022. This was primarily due to various capital projects that were active or completed in 2023. This includes various portions of the soundwalls along the 210 freeway and the Foothill Link project. In addition, the City saw increases in payroll and operations costs, specifically, legal fees, retirement payouts, street and park maintenance costs.

The City's Capital Projects Fund balance ended with a fund balance of \$4,757,995, an increase of \$5,920,629 from the prior fiscal year. This is primarily due to the transfer in of funds from various funds including the City transferring in \$3.5 million from the General Funds for the Foothill Blvd. Dip project. In addition, the Capital Projects Fund also received funds from Gas Tax, Proposition A and C, Solid Waste and AQMD funds for various infrastructure capital projects. The fund received a total of \$11,581,419 in state and local grant funds for the reimbursement of various phases of the soundwalls and the Foothill Link project. These funding sources offset a total of \$12,048,446 in capital project expenditures which included other phases of the soundwalls, traffic signal light upgrades, street improvements, pedestrian and bike paths, and the Olberz Park gazebo. With the continued advancement of these projects, the City proceeds with its mission of reinvesting into the City's infrastructure and adding to it.

In FY 2022-23 the City's Federal Emergency Fund recognized American Rescue Plan Act (ARPA) revenues and interest income totaling \$186,323. In addition, the fund expended \$79,538 in cybersecurity enhancements. The fund will receive a total of \$4,786,575 in ARPA funds and these funds must be obligated by December 31, 2024, and expended by December 31, 2026.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)**

On June 30, 2023, the City's Sewer AD04-1 Debt Service Fund had an ending fund balance of \$7,155,737. The fund had revenues totaling \$182,382 in interest income revenues and a transfer in of \$418,176 of sewer assessment fees to pay debt service expenditures totaling \$1,699,402. Future debt service payments, set to end in October 2027, will be paid with the remaining fund balance.

In FY 2023 the City's Sewer AD02-1 assessment fees were collected in full and future debt service payments will be paid using the remaining fund balance in the debt service fund. As a result, the ending fund balance decreased \$792,459 and for FY 2022-23 the ending fund balance was \$3,156,416. The fund continues to earn interest income on the fund balance which totaled \$93,566. Additionally, the fund also transferred in \$2,339 in sewer assessment penalty fees. Expenditures totaled \$888,364 consisted of principal and interest debt service payments.

Sewer Improvement AD02-1 fund includes a negative fund balance totaling \$995,104 in cost associated with the acquisition and construction of a residential and commercial sewer systems. It is anticipated that this negative fund balance will be reimbursed once the Sewer AD02-1 debt service payments have been completed in FY 2024-25.

General Fund Financial and Budgetary Highlights

The General Fund is the chief operating fund of the City. On June 30, 2023, the fund balance reported in the General Fund was \$16,183,502 which is (13.2%) less than in 2022. The decrease is mainly attributable to the \$3.5 million transfer to the Capital Project Fund for the Foothill Blvd. Dip project. The unassigned portion of that fund balance was \$10,397,123 accounting for 64.2% of total fund balance. As a measure of liquidity, it is useful to compare total and unassigned fund balances to annual General Fund expenditures. In 2023, total ending fund balance represented 95.7% of 2023 expenditures, and unassigned fund balance represented 61.5% of 2023 expenditures.

General fund revenue for the fiscal year totaled \$20,013,119, which exceeded final budgeted revenues of \$18,983,550 by \$1,029,569 (5.4%). Revenue exceeded the budget in all categories, except for "From Other Agencies", "Other Revenue", and "Use of Money and Property", falling short by \$68,513 (59.2%), \$12,912 (23.6%), and \$124,777 (31.3%) respectively. The decrease in "From Other Agencies" is attributed to a timing difference when funds were received and "Other Revenues" decreased due to reduced sport group usage during the rainy winter season. Lastly, the decrease in "Use of Money and Property" is due to unrealized losses in fair market value (FMV) of investments, fluctuating with market conditions. Favorable budget-to-actual results occurred with respect to Property Tax and Sales Tax (both included in the "Taxes" category) and "Charges for Service" category continued to increase mainly due to Lanterman Auditorium rental fees and waste hauler permit fees.

General Fund expenditures totaled \$16,914,946, which is \$1,179,929 less than the final budgeted amount. Savings relative to budgeted expectations were across all categories - General Government, Public Safety, Public Works, and Community Development. Programs that came lower than budgeted included Public Safety due to an unfilled position for part of the year, and Parks and Landscape maintenance projects that were completed in the fiscal year 2023-24. In addition, Recreation & Human Services also saw savings due to an unfilled staffing position and a deferred park planning project.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)**

Capital Assets and Debt Administration

Capital Assets. As of June 30, 2023, the City's investment in capital assets for its governmental activities totaled \$84,262,671 (net of accumulated depreciation). Capital assets include land and easements, buildings, equipment and vehicles, park facilities, infrastructure, sewer improvements, and construction in progress. Overall, capital assets increased by \$593,171 (0.7%) from 2022 primarily due to the completion of the Olberz Park Gazebo while infrastructure Construction in Progress increased \$2,333,681 with a total increase in assets of \$2,909,012. The increase in assets was due primarily to investments in capital projects that are currently in process. Information about capital asset activity can be found in Note 3E of the Notes to the Financial Statements. Table 3 below compares the capital asset balances in each category for this and the previous fiscal year.

**Table 3
Capital Assets**

Asset Type	2023	2022	Increase/ Decrease	Percentage Change (%)
Land and Easements	\$ 11,922,395	\$ 11,922,395	\$ -	0.0%
Buildings and Improvements	17,628,287	17,524,773	103,514	0.6%
Equipment and Vehicles	2,034,489	2,154,240	(119,751)	-5.6%
Infrastructure	83,454,550	82,862,982	591,568	0.7%
Construction in Progress	4,605,055	2,271,374	2,333,681	102.7%
Total Capital Assets	<u>\$ 119,644,776</u>	<u>\$ 116,735,764</u>	<u>\$ 2,909,012</u>	2.5%
Accumulated Depreciation	<u>(35,382,105)</u>	<u>(33,066,264)</u>	<u>(2,315,841)</u>	7.0%
Capital Assets, Net of Depreciation	<u>\$ 84,262,671</u>	<u>\$ 83,669,500</u>	<u>\$ 593,171</u>	0.7%

Long-term Liabilities. As Table 4 below shows, at fiscal year-end, the City's outstanding long-term liabilities (including amounts due within the next 12 months of \$2,962,745 totaled \$23,761,083, an increase of \$714,838 (3.1%) from 2022 due primarily to the actuaries' revaluation of the OPEB and Pension Liability. The City has continued to make debt service payments on two sewer assessment district loans to the State Water Resources Control Board (SWRCB), resulting in a reduction in principal and the long-term debt. There are two sewer assessment loans outstanding.

The City's Pension and Other Post-Employment Benefits (OPEB) long-term liability, which consist solely of obligations for current and future retiree pension and health benefits, increased by \$2,905,651 and \$349,335, respectively. Net Pension Liability increased due to lower earnings than projected by CalPERS. The liability for employee leave benefits decreased by \$118,057 over the previous fiscal year. More detailed information on long-term liabilities can be found in Note 3F on the Notes to the Financial Statements.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)**

Table 4 below provides a summary of the changes in the City's long-term liabilities.

**Table 4
Long-Term Liabilities**

	2023	2022	Increase/ (Decrease)	Percentage Change (%)
SWRCB Loan AD 02-1	\$1,714,765	\$2,542,118	(\$827,353)	-32.5%
SWRCB Loan AD 04-1	7,934,953	9,416,525	(1,481,572)	-15.7%
Ibank Financing Lease	4,635,102	4,748,268	(113,166)	-2.4%
Employee Leave Benefits	307,592	425,649	(118,057)	-27.7%
Total OPEB Liability	4,301,231	3,951,896	349,335	8.8%
Net Pension Liability	4,867,440	1,961,789	2,905,651	148.1%
Long-Term Obligations	<u>\$23,761,083</u>	<u>\$23,046,245</u>	<u>\$714,838</u>	3.1%

Economic Factors and Next Year's Budgets and Rates

The City's fiscal year 2023-24 budget considers historical trends to project revenues. Expenditures were estimated based upon program and project needs. The City continues to budget conservatively due to rising personnel and operational costs. However, the City continues to maintain a healthy General Fund balance of \$16,183,502 as of June 30, 2023.

In FY 2024 the Federal Reserve has signaled an easing of interest rate increases, and the City is cautiously optimistic there will be less volatility in the economy. At a local level, the City's labor contract with the association will expire in June 2024 and negotiations are anticipated to begin prior to the end of the fiscal year 2023-24. Housing continues to be a topic of discussion and it is anticipated that implementation costs will continue to rise in FY 2023-24. The City will continue to receive significant grant reimbursements for the soundwall projects and will continue to seek additional state and federal grants for various citywide projects. Property tax continues to be steady and remains the largest source of General Fund revenues for the City. Staff will continue to monitor building permits and plan check fees and sales tax revenues as estimates are beginning to plateau.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in them. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Alexander Kung, Director of Finance, City of La Cañada Flintridge, One Civic Center Drive, La Cañada Flintridge, California 91011-2137.

BASIC FINANCIAL STATEMENTS



GOVERNMENT-WIDE FINANCIAL STATEMENTS



CITY OF LA CAÑADA FLINTRIDGE
STATEMENT OF NET POSITION
JUNE 30, 2023

	Governmental Activities
ASSETS	
Cash and Investments	\$ 47,327,408
Restricted Cash and Investments - Retention Escrow	462,644
Accounts Receivable	3,319,206
Interest Receivable	252,327
Prepays	48,969
Loans Receivable	19,424
Lease Receivable	1,571,503
Capital Assets:	
Not Being Depreciated	16,527,450
Being Depreciated (Net of Accumulated Depreciation)	67,735,221
Total Assets	<u>137,264,152</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflows Related to Pension	2,174,206
Deferred Outflows Related to OPEB	338,645
Total Deferred Outflows of Resources	<u>2,512,851</u>
LIABILITIES	
Accounts Payable and Accrued Liabilities	4,982,881
Deposits Payable	2,700,455
Unearned Revenue	4,751,170
Interest Payable	205,976
Long-Term Debt:	
Due Within One Year:	
Long-Term Liabilities	2,787,249
Total OPEB Liability	175,496
Due in More Than One Year:	
Long-Term Liabilities	11,805,163
Net Pension Liability	4,867,440
Total OPEB Liability	4,125,735
Total Liabilities	<u>36,401,565</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Inflows Related to Pension	71,866
Deferred Inflows Related to OPEB	1,225,302
Deferred Inflows Related to Leases	1,493,870
Total Deferred Inflow of Resources	<u>2,791,038</u>
NET POSITION	
Net Investment in Capital Assets	68,591,471
Restricted for:	
Transit	3,547,459
Storm Water Capital Projects	844,484
Air Quality Improvements	291,626
Sewer Improvements and Operations	2,057,335
Debt Service	10,747,095
Capital Projects	933,692
General Government	112,300
Unrestricted	13,458,938
Total Net Position	<u>\$ 100,584,400</u>

See accompanying Notes to Financial Statements.

**CITY OF LA CAÑADA FLINTRIDGE
STATEMENT OF ACTIVITIES
FISCAL YEAR ENDED JUNE 30, 2023**

Functions/Programs	Expenses	Program Revenues			Net Revenue (Expense) and Change in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
GOVERNMENTAL ACTIVITIES					
General Government	\$ 5,770,623	\$ 246,268	\$ 192,324	\$ -	\$ (5,332,031)
Public Safety	4,435,933	158,748	187,651	-	(4,089,534)
Community Development	2,982,116	3,317,503	-	-	335,387
Public Works	16,927,550	950,469	1,838,711	11,704,565	(2,433,805)
Interest	413,042	-	-	-	(413,042)
Total Governmental Activities	<u>\$ 30,529,264</u>	<u>\$ 4,672,988</u>	<u>\$ 2,218,686</u>	<u>\$ 11,704,565</u>	(11,933,025)
GENERAL REVENUES					
Taxes:					
Property					9,959,051
Franchise					858,074
Real Property Transfer					272,039
Business Operations					262,284
State Shared Revenues - Unrestricted:					
Sales Tax					3,673,368
Motor Vehicle					21,061
Use of Money and Property					334,803
Other					28,381
Total General Revenues					<u>15,409,061</u>
CHANGE IN NET POSITION					3,476,036
Net Position - Beginning of Fiscal Year					<u>97,108,364</u>
NET POSITION - END OF FISCAL YEAR					<u>\$ 100,584,400</u>

See accompanying Notes to Financial Statements.

FUND FINANCIAL STATEMENTS





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**CITY OF LA CAÑADA FLINTRIDGE
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023**

	General	American Rescue Plan Act (ARPA) Special Revenue	Sewer AD04-1 Debt Service	Sewer AD02-1 Debt Service
ASSETS				
Cash and Investments	\$ 19,075,376	\$ 4,835,378	\$ 7,155,737	\$ 3,156,416
Restricted Cash and Investments - Retention Escrow	-	-	-	-
Receivables:				
Accounts	1,169,850	-	-	-
Interest	252,327	-	-	-
Loans Receivable	19,424	-	-	-
Lease Receivable	1,571,503	-	-	-
Due from Other Funds	268,860	-	-	-
Advances to Other Funds	995,104	-	-	-
Prepaid Items	48,874	-	-	-
Total Assets	<u>\$ 23,401,318</u>	<u>\$ 4,835,378</u>	<u>\$ 7,155,737</u>	<u>\$ 3,156,416</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES (DEFICITS)				
LIABILITIES				
Accounts Payable and Accrued Liabilities	\$ 2,842,987	\$ 33,212	\$ -	\$ -
Deposits Payable	2,700,455	-	-	-
Due to Other Funds	-	-	-	-
Unearned Revenue	61,304	4,689,866	-	-
Advances from Other Funds	-	-	-	-
Total Liabilities	<u>5,604,746</u>	<u>4,723,078</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues	119,200	-	-	-
Leases	1,493,870	-	-	-
Total Deferred Inflows of Resources	<u>1,613,070</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)				
Nonspendable:				
Prepays	48,874	-	-	-
Advances to Other Funds	995,104	-	-	-
Loans	19,424	-	-	-
Restricted:				
Transit	-	-	-	-
Storm Water Capital Project	-	-	-	-
Air Quality Improvements	-	-	-	-
Sewer Improvements and Operations	-	-	-	-
Debt Service	-	-	7,155,737	3,156,416
General Government	-	112,300	-	-
Committed:				
Property Acquisition	-	-	-	-
Economic Stabilization	1,000,000	-	-	-
Assigned:				
Tree Fund	195,470	-	-	-
Joint Use Projects	100,000	-	-	-
DAE Fees	36,132	-	-	-
Other Postemployment Benefits	1,111,375	-	-	-
Capital Reserve - Sewer 02-1	40,000	-	-	-
Capital Reserve - Sewer 04-1	740,000	-	-	-
Disaster Relief	1,500,000	-	-	-
Streets Capital Projects	-	-	-	-
Trails Capital Project	-	-	-	-
Park Capital Project	-	-	-	-
Unassigned	10,397,123	-	-	-
Total Fund Balances (Deficits)	<u>16,183,502</u>	<u>112,300</u>	<u>7,155,737</u>	<u>3,156,416</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 23,401,318</u>	<u>\$ 4,835,378</u>	<u>\$ 7,155,737</u>	<u>\$ 3,156,416</u>

See accompanying Notes to Financial Statements.

**CITY OF LA CAÑADA FLINTRIDGE
BALANCE SHEET (CONTINUED)
GOVERNMENTAL FUNDS
JUNE 30, 2023**

	City Capital Projects	Sewer Improvement AD02-1 Capital Projects	Total Nonmajor Governmental Funds	Total Governmental Funds
ASSETS				
Cash and Investments	\$ 5,704,500	\$ -	\$ 7,400,001	\$ 47,327,408
Restricted Cash and Investments - Retention Escrow	462,644	-	-	462,644
Receivables:				
Accounts	1,337,695	-	811,661	3,319,206
Interest	-	-	-	252,327
Loans Receivable	-	-	-	19,424
Lease Receivable	-	-	-	1,571,503
Due from Other Funds	-	-	-	268,860
Advances to Other Funds	-	-	-	995,104
Prepaid Items	-	-	95	48,969
Total Assets	<u>\$ 7,504,839</u>	<u>\$ -</u>	<u>\$ 8,211,757</u>	<u>\$ 54,265,445</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES (DEFICITS)				
LIABILITIES				
Accounts Payable and Accrued Liabilities	\$ 1,849,024	\$ -	\$ 257,658	\$ 4,982,881
Deposits Payable	-	-	-	2,700,455
Due to Other Funds	-	-	268,860	268,860
Unearned Revenue	-	-	-	4,751,170
Advances from Other Funds	-	995,104	-	995,104
Total Liabilities	<u>1,849,024</u>	<u>995,104</u>	<u>526,518</u>	<u>13,698,470</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues	897,820	-	439,335	1,456,355
Leases	-	-	-	1,493,870
Total Deferred Inflows of Resources	<u>897,820</u>	<u>-</u>	<u>439,335</u>	<u>2,950,225</u>
FUND BALANCES (DEFICITS)				
Nonspendable:				
Prepays	-	-	95	48,969
Advances to Other Funds	-	-	-	995,104
Loans	-	-	-	19,424
Restricted:				
Transit	-	-	3,547,459	3,547,459
Storm Water Capital Project	-	-	466,634	466,634
Air Quality Improvements	-	-	284,929	284,929
Sewer Improvements and Operations	-	-	2,057,335	2,057,335
Debt Service	-	-	640,918	10,953,071
General Government	-	-	-	112,300
Committed:				
Property Acquisition	-	-	267,545	267,545
Economic Stabilization	-	-	-	1,000,000
Assigned:				
Tree Fund	-	-	-	195,470
Joint Use Projects	-	-	-	100,000
DAE Fees	-	-	-	36,132
Other Postemployment Benefits	-	-	-	1,111,375
Capital Reserve - Sewer 02-1	-	-	-	40,000
Capital Reserve - Sewer 04-1	-	-	-	740,000
Disaster Relief	-	-	-	1,500,000
Streets Capital Projects	4,291,682	-	-	4,291,682
Trails Capital Project	454,659	-	-	454,659
Park Capital Project	11,654	-	-	11,654
Unassigned	-	(995,104)	(19,011)	9,383,008
Total Fund Balances (Deficits)	<u>4,757,995</u>	<u>(995,104)</u>	<u>7,245,904</u>	<u>37,616,750</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances (Deficits)	<u>\$ 7,504,839</u>	<u>\$ -</u>	<u>\$ 8,211,757</u>	<u>\$ 54,265,445</u>

See accompanying Notes to Financial Statements.



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CITY OF LA CAÑADA FLINTRIDGE
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2023

Fund Balances for Governmental Funds \$ 37,616,750

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

Capital assets, net of accumulated depreciation, used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds balance sheet.

Capital Assets Not Being Depreciated	\$ 16,527,450	
Capital Assets Being Depreciated	103,117,326	
Accumulated Depreciation	<u>(35,382,105)</u>	84,262,671

Under the modified accrual basis of accounting, revenue cannot be recognized until it is available to liquidate liabilities of the current period. Unavailable revenues are recorded as a deferred inflow of resources. Under accrual accounting, revenue must be recognized as soon as it earned, regardless of its availability. 1,456,355

Accrued interest payable for the current portion of interest due on long-term liabilities has not been reported in the governmental funds. (205,976)

Long-term liabilities, including loans and employee leave benefits, are not due and payable in the current period and therefore are not reported in the governmental funds balance sheet. All liabilities, both current and long-term, are reported in the statement of net position.

Loans Payable	(9,649,718)	
IBank Financing Lease	(4,635,102)	
Employee Leave Benefits	<u>(307,592)</u>	(14,592,412)

Pension and OPEB related debt are not due and payable in the current period and, accordingly, are not reported as fund liabilities. Deferred outflows of resources and deferred inflows of resources related to pensions and OPEB are only reported in the statement of net position as the changes in these amounts effect only the government-wide statements for governmental activities.

Net Pension Liability	(4,867,440)	
Total OPEB Liability	(4,301,231)	
Deferred Outflows of Resources Related to Pensions	2,174,206	
Deferred Outflows of Resources Related to OPEB	338,645	
Deferred Inflows of Resources Related to Pensions	(71,866)	
Deferred Inflows of Resources Related to OPEB	<u>(1,225,302)</u>	<u>(7,952,988)</u>

Net Position of Governmental Activities \$ 100,584,400

See accompanying Notes to Financial Statements.

CITY OF LA CAÑADA FLINTRIDGE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS)
GOVERNMENTAL FUNDS
FISCAL YEAR ENDED JUNE 30, 2023

	General	American Rescue Plan Act (ARPA) Special Revenue	Sewer AD04-1 Debt Service	Sewer AD02-1 Debt Service
REVENUES				
Taxes	\$ 15,024,816	\$ -	\$ -	\$ -
Assessments	-	-	-	-
Fines, Forfeitures, and Penalties	134,554	-	-	-
From Other Agencies	47,162	79,538	-	-
Charges for Services	4,490,926	-	-	-
Use of Money and Property	273,948	106,785	182,382	93,566
Other Revenue	41,713	-	-	-
Total Revenues	20,013,119	186,323	182,382	93,566
EXPENDITURES				
Current:				
General Government	5,384,177	79,538	-	-
Public Safety	4,216,098	-	-	-
Community Development	2,967,707	-	-	-
Public Works	3,909,602	-	1,250	-
Capital Outlay	437,362	-	-	-
Debt Service:				
Principal Retirement	-	-	1,481,572	827,353
Interest and Other Charges	-	-	216,580	61,011
Total Expenditures	16,914,946	79,538	1,699,402	888,364
EXCESS (DEFICIENCY) OVER EXPENDITURES	3,098,173	106,785	(1,517,020)	(794,798)
OTHER FINANCING SOURCES (USES)				
Transfers In	155,755	-	418,176	2,339
Transfers Out	(5,705,109)	-	-	-
Total Other Financing Sources (Uses)	(5,549,354)	-	418,176	2,339
NET CHANGE IN FUND BALANCES	(2,451,181)	106,785	(1,098,844)	(792,459)
Fund Balances (Deficits) - Beginning of Fiscal Year	18,634,683	5,515	8,254,581	3,948,875
FUND BALANCES (DEFICITS) - END OF FISCAL YEAR	<u>\$ 16,183,502</u>	<u>\$ 112,300</u>	<u>\$ 7,155,737</u>	<u>\$ 3,156,416</u>

See accompanying Notes to Financial Statements.

CITY OF LA CAÑADA FLINTRIDGE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS)
GOVERNMENTAL FUNDS (CONTINUED)
FISCAL YEAR ENDED JUNE 30, 2023

	City Capital Projects	Sewer Improvement AD02-1 Capital Projects	Total Nonmajor Governmental Funds	Total Governmental Funds
REVENUES				
Taxes	\$ -	\$ -	\$ 8,415	\$ 15,033,231
Assessments	-	-	416,897	416,897
Fines, Forfeitures, and Penalties	-	-	110,108	244,662
From Other Agencies	11,581,419	-	3,457,333	15,165,452
Charges for Services	-	-	357,119	4,848,045
Use of Money and Property	-	-	177,469	834,150
Other Revenue	19,700	-	-	61,413
Total Revenues	11,601,119	-	4,527,341	36,603,850
EXPENDITURES				
Current:				
General Government	-	-	-	5,463,715
Public Safety	-	-	211,257	4,427,355
Community Development	-	-	22,030	2,989,737
Public Works	-	-	1,553,484	5,464,336
Capital Outlay	12,048,446	-	40,093	12,525,901
Debt Service:				
Principal Retirement	-	-	113,166	2,422,091
Interest and Other Charges	-	-	164,848	442,439
Total Expenditures	12,048,446	-	2,104,878	33,735,574
EXCESS (DEFICIENCY) OVER EXPENDITURES	(447,327)	-	2,422,463	2,868,276
OTHER FINANCING SOURCES (USES)				
Transfers In	6,367,956	-	629,509	7,573,735
Transfers Out	-	-	(1,868,626)	(7,573,735)
Total Other Financing Sources (Uses)	6,367,956	-	(1,239,117)	-
NET CHANGE IN FUND BALANCES	5,920,629	-	1,183,346	2,868,276
Fund Balances (Deficits) - Beginning of Fiscal Year	(1,162,634)	(995,104)	6,062,558	34,748,474
FUND BALANCES (DEFICITS) - END OF FISCAL YEAR	<u>\$ 4,757,995</u>	<u>\$ (995,104)</u>	<u>\$ 7,245,904</u>	<u>\$ 37,616,750</u>

See accompanying Notes to Financial Statements.

**CITY OF LA CAÑADA FLINTRIDGE
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (DEFICITS) OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023**

Net Change in Fund Balances - Total Governmental Funds	\$	2,868,276
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Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The amount by which capital outlay exceeded depreciation expense in the current fiscal year is as follows:

Capital Outlay	\$ 3,078,872	
Depreciation Expense	<u>(2,485,701)</u>	593,171

Governmental funds report interest in the fiscal year it is paid; however, in the statement of activities, interest is recorded in the fiscal year it is incurred.

Change in Interest Payable	29,397
----------------------------	--------

Certain revenues in the governmental fund are deferred inflows of resources because they are not collected within the prescribed time after fiscal year-end. However, the revenues are recognized on the accrual basis used in government-wide statements.

(2,598,550)

The issuance of long-term debt provides current financial resources to governmental funds while repayment of principal consumes current financial resources of the governmental funds. In the statement of activities, the issuance of long-term debt increases long-term liabilities and the repayment of debt reduces long-term liabilities. In addition, governmental funds report employee leave in the period taken; however, in the statement of activities, such benefits are recorded in the fiscal year incurred.

Loan Principal Payments	2,422,091	
Change in Employee Leave Benefits, Net	<u>118,057</u>	2,540,148

Pension expense reported in the governmental funds includes the annual required contributions. In the statement of activities, pension expense includes the change in the net pension liability, and related changes in pension amounts for deferred outflows of resources and deferred inflows of resources.

96,799

Other postemployment benefits (OPEB) expense reported in the governmental funds includes cash payments made for benefits for current retired employees in the current year. In the statement of activities, OPEB expense includes the change in the total OPEB liability and OPEB related deferred outflows and deferred inflows of resources.

(53,205)

Change in Net Position of Governmental Activities	\$	<u><u>3,476,036</u></u>
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See accompanying Notes to Financial Statements.

NOTES TO FINANCIAL STATEMENTS



**CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of La Cañada Flintridge (the City) was incorporated November 30, 1976 under the general laws of the state of California and enjoys all rights and privileges pertaining to such “general law” cities. The City operates under a Council-Manager form of government and provides or contracts for the following services: public safety (police and fire), highway and streets, cultural and recreation, public improvements, planning and zoning, and general administrative services.

The City of La Cañada Flintridge and the La Cañada Flintridge Public Improvement Corporation (Corporation) and the La Cañada Local Financing Authority (LFA) comprise the reporting entity. Although part of the City, the Corporation and LFA are legally separate entities, the City Council of La Cañada Flintridge acts as the governing body for both and has a continuing accountability for fiscal matters. Fiscal dependency was considered on the basis of budget adoption, taxing authority, and funding. The Corporation and LFA are, in substance, part of the City’s operations and so its financial data is blended in the accompanying financial statements in the government-wide financial statements.

Blended Component Units

The La Cañada Flintridge Public Improvement Corporation was incorporated in 1991 to finance the acquisition of public facilities by issuing Certificates of Participation. The Corporation’s financial data and transactions are blended in the debt service funds. There was no activity for the Corporation during the fiscal year ended June 30, 2023. The Corporation did not issue separate financial statements.

The La Cañada Flintridge Local Financing Authority was incorporated in 2004 to finance the acquisition of public facilities by levying assessments on private property. The LFA’s financial data and transactions are blended in the 2004 sewer district funds. There was no activity for the LFA during the fiscal year ended June 30, 2023. The LFA did not issue separate financial statements.

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

The basic financial statements of the City are composed of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to basic financial statements

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured, such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Accounting, Measurement Focus, and Financial Statement Presentation (Continued)

Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component units. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Under the *economic resources measurement focus*, all (both current and long-term) economic resources and obligations of the City are reported. Under the *accrual basis of accounting*, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Under the *accrual basis of accounting*, revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Non-exchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year for which all eligibility requirements have been satisfied.

The statement of activities demonstrates the degree to which direct expense of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The types of transactions reported as program revenues of the City are reported in three categories:

- Charges for services,
- Operating grants and contributions, and
- Capital grants and contributions.

Charges for services include revenues from the reporting government's citizenry who purchase, use, or directly benefit from goods, services, or privileges provided by a given function. Grants and contributions include revenues restricted to meeting the operational or capital requirements of a particular function. Program revenues are netted with program expenses in the statement of activities to present the net cost of each program. Internally dedicated resources are reported as general revenues rather than as program revenues. Taxes and other items not properly included among program revenues are reported instead as general revenues.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**B. Basis of Accounting, Measurement Focus, and Financial Statement Presentation
(Continued)**

Government-Wide Financial Statements (Continued)

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as an expenditure. Proceeds of long-term debt and acquisitions of leases are recorded as a liability in the government-wide financial statements, rather than as an other financing source. Amounts paid to reduce long-term indebtedness of the reporting government are reported as a reduction of the related liability, rather than as an expenditure. Issuance costs and loan origination fees, whether or not withheld from the actual debt proceeds received, are reported as debt service expenses.

Fund Financial Statements

The underlying accounting system of the City is organized and operated on the basis of separate funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise it assets, liabilities, deferred inflows of resources, fund balance, revenues, and expenditures. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The fund financial statements provide information about the City's funds. Separate financial statements are provided for governmental funds after the government-wide financial statements. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Under the *current financial resources measurement focus*, only current assets, liabilities, and deferred inflows of resources are generally included on their balance sheets. Noncurrent portions of long-term receivables due to governmental funds are reported on their balance sheets in spite of their spending measurement focus. Under 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. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when a liability is incurred, except for principal and interest on long-term liabilities, claims and judgments and employee leave benefits, which are recognized as expenditures when they are due and payable. General capital asset acquisitions are reported as expenditures of governmental funds. Issuance of long-term debt and acquisition of leases are reported as other financing sources. Amounts paid to reduce long-term indebtedness are reported as fund expenditures.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Accounting, Measurement Focus, and Financial Statement Presentation (Continued)

Fund Financial Statements (Continued)

Property taxes, franchise taxes, licenses, intergovernmental revenue, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all eligibility requirements have been met, and the amount is received within the availability period for this revenue (within 60 days of year-end). Amounts owed to the City, which are not available, are recorded as receivables and deferred inflows of resources. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

General Fund

The General Fund is the general operating fund of the City. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund.

American Rescue Plan Act (ARPA) Special Revenue Fund

This fund is to account for the proceeds received from ARPA in response to the COVID-19 pandemic.

Sewer AD04-1 Debt Service Fund

This fund is to account for the payment of interest and principal on the debt of Assessment District 04-1.

Sewer AD02-1 Debt Service Fund

To account for payment of interest and principal on the debt of Assessment District 02-1.

City Capital Projects Fund

This fund is to account for City capital improvements.

Sewer Improvement AD02-1 Capital Projects Fund

This fund is to account for sewer capital improvements under Assessment District 02-1.

Additionally, the City reports the following fund types:

Special Revenue Funds

Special Revenue Funds are used to account for the revenues derived from specific revenue sources, which are restricted by law or administrative regulation for specified purposes.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Accounting, Measurement Focus, and Financial Statement Presentation (Continued)

Fund Financial Statements (Continued)

Debt Service Funds

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, long-term liabilities, including principal, interest and related costs.

Capital Projects Funds

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

C. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Fund Balance

1. Cash and Investments

All investments are stated at fair value, which is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Investments that are not traded on market, such as investments in external pools, are valued based on the stated fair value represented by the external pool.

The City pools cash and investments of all funds. Each fund's share in this pool is displayed in the accompanying financial statements as *cash and investments*. Investment income earned by the pooled investments is allocated to the various funds based on each fund's average cash and investment balance, except for investment income associated with funds not legally required to receive pooled investment income, which has been assigned to and recorded as revenue of the General Fund, as provided by California Government Code Section 53647.

2. Prepaid Items

Certain payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both government-wide and fund financial statements utilizing the consumption method.

3. Interfund Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year 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). All other outstanding balances between funds are reported as "due to/from other funds."

**CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Fund Balance (Continued)

4. Capital Assets

Capital assets, which include land, intangible assets (e.g., easements and rights of way), buildings, improvements, equipment, vehicles, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and a useful life of more than one year. Acquired capital assets are recorded at actual historical cost or estimated historical cost. Donated capital assets are valued at the acquisition value of the assets on the date on which they were contributed. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

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

Vehicles	6 to 15 Years
Equipment	5 to 30 Years
Buildings and Building Improvements	3 to 50 Years
Infrastructure	20 to 60 Years

Intangible assets are not depreciated as they have indefinite useful lives.

5. Employee Leave Benefits

Full-time City employees earn twelve sick days per year and, depending on length of employment, 10 to 20 vacation days per year. In addition, full-time, FLSA "exempt" employees earn, depending on their classification, 8 to 12 and one-half administrative leave days per year. Employees can accumulate up to a maximum of twice their normal entitlement of earned but unused vacation, up to 20 days of administrative leave, and an unlimited number of sick leave days. Upon termination, the City is obligated to compensate employees for all earned but unused vacation and administrative leave time. Employees are not compensated for sick leave earned but unused upon termination. The balance of unpaid vacation and administrative leave time at June 30, 2023 is recorded as a long-term liability. Payments for employee leave benefits are made from the General Fund.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Fund Balance (Continued)

6. Deferred Inflows and Outflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense) until that time. The category of deferred outflow of resources reported in the government wide statement of net position is related to pension and other postemployment benefits. Deferred outflows on pension and other postemployment benefits are more fully discussed in Notes 4B and 4C, respectively.

In addition to liabilities, the statement of net position and the governmental funds balance sheet reports a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time.

The City's deferred inflows of resources reported on the government-wide statement of net position relate to pension and other postemployment benefits, which are more fully discussed in Notes 4B and 4C, respectively.

The City's deferred inflows of resources reported on the government-wide statement of net position also include balances related to leases for amounts not yet received. These amounts are deferred and recognized as an inflow of resources in the period that the amounts are available or earned.

Deferred inflows from *unavailable revenues*, which arises only under a modified accrual basis of accounting, are reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from grants, revenues from other agencies, investment income, and charges for services. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

7. Leases

When the City is a lessee, a lease liability and a lease asset is recognized at the commencement of the lease term, unless the lease is a short-term lease, or it transfers ownership of the underlying asset. The lease liability is measured at the present value of payments expected to be made during the lease term (less any lease incentives). The lease asset is measured at the amount of the initial measurement of the lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. The City has no such leases.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Fund Balance (Continued)

7. Leases (Continued)

When the City is a lessor, a lease receivable and a deferred inflow of resources is recognized at the commencement of the lease term, with certain exceptions for leases of assets held as investments, certain regulated leases, short-term leases, and leases that transfer ownership of the underlying asset. The lease receivable is measured at the present value of lease payments expected to be received during the lease term. The deferred inflow of resources is measured at the value of the lease receivable plus any payments received at or before the commencement of the lease term that relate to future periods.

8. Pensions

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

9. Claims and Judgments

The City records a liability for claims, judgments, and litigation when it is probable that a liability has been incurred at year-end and the probable amount of loss (net of any insurance coverage) can be reasonably estimated. Claims and judgments are paid out of the General Fund. The City has no claims liability for the year ended June 30, 2023.

10. Net Position and Fund Balances

In the government-wide financial statements, net position is classified in the following categories:

Net Investment in Capital Assets: This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes or other borrowings and capital related payables that are attributable to the acquisition, construction or improvement of those assets.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Fund Balance (Continued)

10. Net Position and Fund Balances (Continued)

- **Restricted net position.** This component of net position represents external restrictions imposed by creditors, grantors, contributors, or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.
- **Unrestricted net position.** This component of net position represents the net position that do not meet the definition of “restricted” or “net investment in capital assets.”

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

In the fund financial statements, governmental funds are classified in the following categories:

- **Nonspendable fund balance.** Includes amounts that are (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example: inventories, prepaid amounts, and long-term notes receivable.
- **Restricted fund balance.** Includes amounts that are restricted for specific purposes stipulated by external resources providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.
- **Committed fund balance.** Includes amounts that can only be used for the specific purposes determined by a formal action of the City’s highest level of decision-making authority, the City Council. Commitments may be changed or lifted only by the City taking the same formal action, a resolution, that imposed the constraint originally.

The City has a committed stabilization arrangement in the amount of \$1 million that can be used only when either City operating revenues decrease, or operating expenditures increase, by 15% or more from budgeted levels, or in the event of a declared emergency or disaster of having 50% of budgeted operating revenues available.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Fund Balance (Continued)

10. Net Position and Fund Balances (Continued)

- **Assigned fund balance.** Includes amounts intended to be used by the City for specific purposes that are neither restricted nor committed. Intent is expressed by (a) City Council or (b) a body (a budget, finance committee, or management (City Wide Leadership team, which consists of City Manager and Executive Department Heads)) to which the assigned amounts are to be used for specific purposes. Assigned amounts also include all residual amounts in governmental funds (except negative amounts) other than the General Fund that are not classified as nonspendable, restricted, or committed.
- **Unassigned fund balance.** All other amounts. In other funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned. Only the General Fund shows a positive unassigned fund balance.

The City has an unrestricted fund balance reserve policy of having 50% of budgeted operating revenues available. For the fiscal year ended June 30, 2023, this reserve totals \$8,934,363.

In circumstances when an expenditure is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned, and unassigned.

11. Property Taxes

Under California law, the property tax rate is limited to 1% of full cash value as defined by law plus other increases approved by the voters. Property taxes are levied by the County Tax Assessor and shared among local taxing authorities. The County of Los Angeles collects and distributes property taxes on the basis of each taxing authority's tax rate percentage.

As a "No Property Tax City," La Cañada Flintridge's city tax rate is zero. However, under state legislation (AB 1197), the City began receiving a share of property tax revenue in 1990.

**CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Fund Balance (Continued)

11. Property Taxes (Continued)

Property taxes are levied during July of each fiscal year and are due on November 1 and February 1. Property taxes become delinquent after December 10 and April 10 for the first and second installments, respectively. The lien date is January 1. The City accrues as property tax revenue only those taxes which are received within 60 days after year-end in the fund financial statements.

12. Use of Estimates

The preparation of the basic financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources, at the date of the financial statements, as well as the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Excess of Expenditures Over Appropriations

The following fund had expenditures in excess of appropriations for the fiscal year ended June 30, 2023:

Fund	Type of Fund	Final Budget	Actual	Amount Over Budget
Nonmajor Fund:				
Sanitation	Special Revenue	\$ 7,500	\$ 8,415	\$ 915
Sewer Redemption AD04-1	Special Revenue	17,000	17,389	389
State/Federal Law Enforcement				
Supplemental Funds	Special Revenue	211,250	211,257	7

The City provides quarterly financial reports to all departments which highlights items nearing or over budget. Departments also have the capability to run financial reports throughout the year. Items of note are discussed over the course of the fiscal year in order to reduce the magnitude and number of budget overages each fiscal year.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

B. Deficit Fund Balance

The following funds had deficit fund balance as of June 30, 2023:

Fund	Type of Fund	Deficit
Major Funds:		
Sewer Improvement AD02-1	Capital Projects	\$ (995,104)
Nonmajor Funds:		
Bonds and Grants	Special Revenue	(18,916)

The Sewer Improvement AD02-1 Capital Projects Fund deficit will be eliminated through future sewer assessment revenue. The Nonmajor Bonds and Grants Fund deficit will be eliminated through future grant reimbursements and revenue from other agencies.

NOTE 3 DETAILED NOTES ON ALL FUNDS

A. Cash and Investments

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

Statement of Net Position:	
Cash and Investments	\$ 47,327,408
Restricted Cash and Investments -	
Retention Escrow	462,644
Total	<u>\$ 47,790,052</u>

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

Cash on Hand	\$ 1,034
Deposits with Financial Institutions	1,502,992
Investments	46,286,026
Total	<u>\$ 47,790,052</u>

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Cash and Investments (Continued)

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

The City's Investment Policy is reviewed and adopted by the City Council each year. The table below identifies the allowable investment types authorized by the California Government Code and the City's adopted Investment Policy (the Investment Policy). The table also identifies certain restrictions related to interest rate risk and concentration of credit risk. The Investment Policy restricts the Treasurer to invest in only the types of investments listed herein, which is more restrictive than the Government Code.

Investment Types Authorized Investment by State Law	Authorized by Investment Policy	Maximum Maturity		Maximum Percentages of Portfolio		Maximum Investment	
		CGC	City	CGC	City	CGC	City
Local Agency Bonds	No	5 Years	5 Years	None	None	None	None
Federal Agency and U.S. Government Sponsored Enterprise Obligations	Yes	5 Years	5 Years	None	None	None	35%**
U.S. Treasury Securities	Yes	5 Years	5 Years	None	None	None	None
Certificates of Deposit	Yes	5 Years	5 Years	30%	15%	None	None
Time Deposits	Yes	5 Years	1 Year	None	15%	None	None
Bankers' Acceptances	Yes	180 Days	180 Days	40%	20%	30%	10%
Commercial Paper	Yes	270 Days	270 Days	25%	25%	10%	\$1 Million*
Medium Term Notes	Yes	5 Years	5 Years	30%	30%	None	\$1 Million*
Mutual Funds	Yes	N/A	N/A	20%	20%	10%	10%
Money Market Mutual Funds	Yes	N/A	N/A	20%	20%	None	None
Mortgage Pass-Through Securities	No	5 Years	5 Years	20%	None	None	None
County Pooled Investment Funds	No	N/A	N/A	None	None	None	None
JPA Pools (Other Investment Pools)	Yes	N/A	N/A	None	25%	None	None
Local Agency Investment Fund (LAIF)	Yes	N/A	N/A	None	70%	\$75 Million	\$75 Million
Repurchase Agreements	Yes	1 Year	30 Days	None	10%	None	None
Reverse Repurchase Agreements	No	92 Days	92 Days	20% of Base Value	20% of Base Value	None	None
U.S. Supranationals	Yes	5 Years	5 Years	30%	15%	None	None

* Total par value of a single issuer

** Maximum investment limit of 35% for Federal Agency Issues in one issuer applies if obligations are not backed by the full faith and credit of the U.S. Government at time of acquisition

Disclosures Relating to Interest Rate Risk

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

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Cash and Investments (Continued)

Disclosures Relating to Interest Rate Risk (Continued)

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

Investment Type	Fair Value	Remaining Maturity (in Months)		
		12 Months or Less	13-24 Months	25-60 Months
Money Market Mutual Funds	\$ 8,239,091	\$ 8,239,091	\$ -	\$ -
LAIF	11,290,608	11,290,608	-	-
U.S. Treasury Securities	14,708,906	1,958,282	2,920,156	9,830,468
Federal Agency Securities	8,191,501	-	924,948	7,266,553
Corporate Medium Term Notes	3,855,920	2,467,411	489,479	899,030
Total	<u>\$ 46,286,026</u>	<u>\$ 23,955,392</u>	<u>\$ 4,334,583</u>	<u>\$ 17,996,051</u>

Disclosures Relating to Credit Risk

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

Investment Type	Fair Value	Minimum Legal Rating	Ratings as of Year End			
			AAA	AA	A	Not Rated
Money Market						
Mutual Funds	\$ 8,239,091	N/A	\$ 8,239,091	\$ -	\$ -	\$ -
LAIF	11,290,608	N/A	-	-	-	11,290,608
U.S. Treasury						
Securities	14,708,906	N/A	-	14,708,906	-	-
Federal Agency						
Securities	8,191,501	N/A	-	8,191,501	-	-
Corporate Medium						
Term Notes	3,855,920	A	-	1,435,391	2,420,529	-
Total	<u>\$ 46,286,026</u>		<u>\$ 8,239,091</u>	<u>\$ 24,335,798</u>	<u>\$ 2,420,529</u>	<u>\$ 11,290,608</u>

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Cash and Investments (Continued)

Concentration of Credit Risk

The investment policy of the City contains limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. Investments (other than external investment pools and money market funds) in any one issuer that represent 5% or more of total City's investments are as follows:

Issuer	Investment Type	Reported Amount	Maturity	Interest Rate
Federal Home Loan Bank	Federal Agency Securities	\$ 4,481,610	2026-2027	0.56 - 1.125%
Federal Farm Credit Bank	Federal Agency Securities	2,726,803	2025-2027	0.7 - 1.86%

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The fair value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. At June 30, 2023, the City deposits (bank balances) were insured by the Federal Deposit Insurance Corporation or collateralized as required under California Law.

Investment in State Investment Pool

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

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Cash and Investments (Continued)

Fair Value Measurements

The City categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. These principles recognize a three-tiered fair value hierarchy, as follows:

Level 1 – Investments reflect prices quoted in active markets;

Level 2 – Investments reflect prices that are based on a similar observable asset, either directly or indirectly, which may include inputs in markets that are not considered active; and

Level 3 – Investments reflect prices based on unobservable sources. The unobservable inputs reflect the City's own assumptions about the inputs market participants would use in pricing the asset (including assumptions about risk). These unobservable inputs are developed based on the best information available in the circumstances and may include the City's own data.

The City has the following recurring fair value measurements as of June 30, 2023:

Investments by Fair Value	Total	Fair Value Measurement Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. Treasury Securities	\$ 14,708,906	\$ -	\$ 14,708,906	\$ -
Federal Agency Securities	8,191,501	-	8,191,501	-
Corporate Medium Term Notes	3,855,920	-	3,855,920	-
Total Leveled Investments	26,756,327	\$ -	\$ 26,756,327	\$ -
Money Market Mutual Funds*	8,239,091			
LAIF*	11,290,608			
Total Investment Portfolio	<u>\$ 46,286,026</u>			

* Not subject to fair value measurement hierarchy.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. Receivables

General Fund receivables of \$1,169,850 as of June 30, 2023, consist of \$866,771 of taxes receivable and \$303,079 of other receivables. City Capital Projects Capital Projects Fund and Total Nonmajor Governments Funds total accounts receivable as of June 30, 2023, of \$1,337,695 and \$811,661, respectively, consist of other receivables.

C. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2023, is as follows:

Due to/Due from Other Funds:

	Due From Other Funds	Due to Other Funds
Major Funds:		
General Fund	\$ 268,860	\$ -
Nonmajor Special Revenue Funds:		
Traffic Safety Fund	-	7,681
Gas Tax Fund	-	90,250
Bonds and Grants Fund	-	122,607
TDA Fund	-	19,000
Community Development Block Grant Fund	-	16,168
Sewer Redemption AD02-1 Fund	-	1,254
Sewer Redemption AD04-1 Fund	-	11,900
Total	<u>\$ 268,860</u>	<u>\$ 268,860</u>

The purpose of Due to/Due from is to eliminate negative cash balances at fiscal year-end in various funds.

Advances to/from Other Funds:

	Advances to Other Funds	Advances From Other Funds
Major Funds:		
General Fund	\$ 995,104	\$ -
Sewer Improvement AD02-1 Capital Projects Fund	-	995,104
Total	<u>\$ 995,104</u>	<u>\$ 995,104</u>

The General Fund advanced funds to the Sewer Improvement AD02-1 Capital Projects Fund to eliminate negative cash balances at year-end. There are no current repayment terms, and the outstanding balance is \$995,104 at June 30, 2023; however, the City anticipates this balance will be repaid with excess funds available at the conclusion of making all debt service payments on the AD02-1 loan payable.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Interfund Receivables, Payables, and Transfers (Continued)

Transfers In/Transfers Out:

Transfers In	Transfers Out		
	General Fund	Nonmajor Funds	Total
General Fund	\$ -	\$ 155,755	\$ 155,755
Sewer AD04-1 Debt Service Fund	-	418,176	418,176
Sewer AD02-1 Debt Service Fund	-	2,339	2,339
City Capital Projects Capital Projects Fund	5,075,600	1,292,356	6,367,956
Nonmajor Funds	629,509	-	629,509
Total	<u>\$ 5,705,109</u>	<u>\$ 1,868,626</u>	<u>\$ 7,573,735</u>

Transfers to the City Capital Projects Capital Projects Fund of \$5,075,600 from the General Fund were used for the following capital projects:

- \$654,100 for Street Resurface and Slurry Seal
- \$266,500 for Olberz Park Gazebo
- \$89,000 for Bridge Repairs
- \$25,000 for Mayors' Discovery Park Pickleball Court
- \$141,000 for Concrete Repairs
- \$50,000 for Storm Drain Repairs
- \$150,000 for Knight Way Sinkhole
- \$200,000 for Landscape Medians Foothill Boulevard Link Project
- \$3,500,000 for Foothill Boulevard Dip Permanent Repair

Transfers to the Nonmajor Funds from the General Fund consisted of \$147,610 for street sweeping, \$1,938 for leap grant, \$44,486 for traffic investigator, \$450 for repair of the Civic Center Gate, and \$435,025 for IBank financing loan interest totaling \$629,509. Transfers to the General Fund from nonmajor funds included \$106,704 of law enforcement costs and \$49,051 of administrative costs for a total of \$155,755.

Transfers of \$418,176 and \$2,339 to the Sewer AD04-1 Debt Service Fund and Sewer AD02-1 Debt Service, respectively, from the nonmajor funds were used to fund debt service payments.

Interfund transfers of \$1,292,356 from the nonmajor funds to the City Capital Projects Capital Projects Fund were for the following capital projects:

- \$612,342 for Street Resurface and Slurry Seal
- \$34,124 for Concrete Repairs
- \$364,165 for Foothill Boulevard Link
- \$155,685 for Soundwalls Phase III
- \$35,290 for Traffic Signal Upgrade at Foothill & Oakwood Avenue
- \$90,750 for Foothill Daleridge Signal

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Leases

The City, acting as lessor, leases certain real property under long-term, noncancelable lease agreements. The leases expire at various dates through 2039 and provide for renewal options ranging from three to five years. During the year ended June 30, 2023, the City recognized \$210,117 and \$30,263 in lease revenue and interest revenue, respectively, pursuant to these contracts.

Certain leases provide for increases in future minimum annual rental payments based on defined increases in the Consumer Price Index, subject to certain minimum increases.

E. Capital Assets

A summary of changes in capital asset activity for the fiscal year ended June 30, 2023 is as follows:

	Balance July 1, 2022	Increases	Decreases	Balance June 30, 2023
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land and Easements	\$ 11,922,395	\$ -	\$ -	\$ 11,922,395
Construction in Progress	2,271,374	2,834,499	(500,818)	4,605,055
Total Capital Assets, Not Being Depreciated	14,193,769	2,834,499	(500,818)	16,527,450
Capital Assets, Being Depreciated:				
Buildings	17,050,294	103,514	-	17,153,808
Improvements Other Than Buildings	474,479	-	-	474,479
Equipment	1,110,650	50,109	(169,860)	990,899
Vehicles	1,043,590	-	-	1,043,590
Infrastructure	82,862,982	591,568	-	83,454,550
Total Capital Assets, Being Depreciated	102,541,995	745,191	(169,860)	103,117,326
Less Accumulated Depreciation:				
Buildings	(2,852,566)	(349,986)	-	(3,202,552)
Improvements Other Than Buildings	(427,255)	(9,445)	-	(436,700)
Equipment	(797,483)	(72,053)	169,860	(699,676)
Vehicles	(831,149)	(53,110)	-	(884,259)
Infrastructure	(28,157,811)	(2,001,107)	-	(30,158,918)
Total Accumulated Depreciation	(33,066,264)	(2,485,701)	169,860	(35,382,105)
Total Capital Assets, Being Depreciated, Net	69,475,731	(1,740,510)	-	67,735,221
Total Governmental Activities Capital Assets, Net	<u>\$ 83,669,500</u>	<u>\$ 1,093,989</u>	<u>\$ (500,818)</u>	<u>\$ 84,262,671</u>

**CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Capital Assets (Continued)

Depreciation expense was charged to functions of the primary government as follows:

Governmental Activities:

General Government	\$ 456,679
Public Safety	10,021
Community Development	2,816
Public Works	2,016,185
Total	<u>\$ 2,485,701</u>

F. Long-Term Liabilities

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

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023	Due Within One Year
Direct Borrowings and Placements:					
Loans Payable	\$ 11,958,643	\$ -	\$ 2,308,925	\$ 9,649,718	\$ 2,362,858
IBank Financed Purchase	4,748,268	-	113,166	4,635,102	116,799
Other Long-Term Liabilities:					
Employee Leave Benefits	425,649	313,458	431,515	307,592	307,592
Total	<u>\$ 17,132,560</u>	<u>\$ 313,458</u>	<u>\$ 2,853,606</u>	<u>\$ 14,592,412</u>	<u>\$ 2,787,249</u>

Legal Debt Margin

The City's legal debt margin is 15% of the gross assessed valuation, which is \$1,461,738,100 for the fiscal year ended June 30, 2023.

Loans and Notes Payable

AD 02-1

The state of California made an obligation to loan the City up to \$13,596,030 for the purpose of constructing sewer lines in Assessment District 02-1. During fiscal year 2008-2009, the interest rate was reduced from 2.4% to 1.4% and a 1% service charge was added to the loan. To date, the City has drawn \$13,970,937 (which includes accretion of \$374,907) on this loan, and no further draws will be made. Repayment of the loan in installments ranging from \$535,928 to \$867,554 over 20 years commenced during FY 2005-2006, upon completion of construction. Principal and interest payments are due March 31 of each year. The outstanding balance as of June 30, 2023, is \$1,714,765.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Long-Term Liabilities (Continued)

Loans and Notes Payable (Continued)

AD 02-1 (Continued)

The City is required to impose and collect special assessments against all parcels in Assessment District 02-1 to be collected on property tax bills in the amounts necessary to make the debt service payments. These revenues, at a maximum amount of \$5,500,000, are pledged as security for the loan until the loan is repaid in full. For the year ended June 30, 2023, total revenues collected are \$2,007 as compared to the total debt service payments made of \$888,364. Revenues are recorded in the Sewer Redemption Nonmajor AD02-1 Special Revenue Fund and debt service payments are recorded in the Major Sewer AD02-1 Debt Service Fund. The assessment has concluded and the remaining cash on hand in the debt service fund will be utilized to make the remaining debt service payments.

The annual requirements to amortize the outstanding State Loan for Sewer Assessment District 02-1 as of June 30, 2023, are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 847,210	\$ 41,154
2025	867,555	20,821
Total	<u>\$ 1,714,765</u>	<u>\$ 61,975</u>

The loan also requires the City to establish and maintain a Wastewater Capital Reserve for expansion, major repair, or replacement of the wastewater facilities for the term of the loan. The City has estimated this reserve at an amount of \$40,000, which is included in the assigned fund balance of the General Fund in the governmental funds balance sheet as capital reserve - sewer 02-1.

AD 04-1

The state of California made an obligation to loan the City up to \$26,447,628 for the purpose of constructing sewer lines in Assessment District 04-1 and to advance refund \$18,930,000 of 2004A Revenue Bonds. During fiscal year 2008-2009, the interest rate was reduced from 2.3% to 1.3% and a 1% service charge was added to the loan. To date, the City has drawn \$26,937,047 (which includes accretion of \$489,419) on this loan, and no further draws will be made. Repayment of the loan in installments ranging from \$996,775 to \$1,659,973 over 20 years commenced during FY 2008-2009, upon completion of construction. Principal and interest payments are due October 31 of each year. The outstanding balance as of June 30, 2023, is \$7,934,953.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Long-Term Liabilities (Continued)

Loans and Notes Payable (Continued)

AD 04-1 (Continued)

The City is required to prescribe and collect rates, fees, and charges during each fiscal year that will be at least sufficient to yield net revenues equal to the debt service payments. These net revenues are pledged as security for the loan until the loan is repaid in full. For the year ended June 30, 2023, total revenues collected are \$414,890 as compared to the total debt service payments made of \$1,698,152. Revenues are recorded in the Nonmajor Sewer Redemption AD04-1 Special Revenue Fund and debt service payments are recorded in the Major Sewer AD04-1 Debt Service Fund. The assessment is paid with current year assessment collections and cash on hand.

The annual requirements to amortize the outstanding State Loan for Sewer Assessment District 04-1 as of June 30, 2023, are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 1,515,648	\$ 182,504
2025	1,550,508	147,644
2026	1,586,170	111,982
2027	1,622,652	75,500
2028	1,659,975	38,179
Total	<u>\$ 7,934,953</u>	<u>\$ 555,809</u>

The loan also requires the City to establish and maintain a Wastewater Capital Reserve for expansion, major repair, or replacement of the wastewater facilities for the term of the loan. The City has estimated this reserve at an amount of \$740,000, which is included in the assigned fund balance of the general fund in the governmental funds balance sheet as capital reserve - sewer 04-1.

IBank Financed Purchase

On April 1, 2019, the City entered into a financed purchase with California Infrastructure and Economic Development Bank (IBank) for a principal amount of \$4,964,150 to finance the rehabilitation costs of the new City Hall. The financed purchase has a fixed interest rate of 3.21% and payments are due every February 1 and August 1, commencing February 1, 2020 and maturing on August 1, 2048. In addition to the base payment, that consists of principal and interest payments, an additional payment of 0.3% of the outstanding principal component is due August 1 of each year (included in the interest column in annual payments required below).

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Long-Term Liabilities (Continued)

IBank Financed Purchase (Continued)

The City has certain reporting covenants required by the financed purchase including providing the annual audited financial statements, annual budget approved by City Council, and annual certification of compliance. Should the City fail to cure any reporting covenant noncompliance within 30 days, an amount equal to 0.1% of the outstanding principal component shall automatically be imposed monthly as liquidated damages charged to the City and shall continue to be imposed throughout the liquidated damages period.

At any time after April 1, 2029, 10 years from the effective date, the City may prepay all or a portion of the outstanding principal amount as follows:

<u>Years After Effective Date</u>	<u>Prepayment Amount</u>
> 10 and < 11	102%
> 11 and < 12	101%
> 12	100%

The annual payments required for the financed purchase as of June 30, 2023, are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 116,799	\$ 160,817
2025	120,548	156,658
2026	124,418	152,364
2027	128,411	147,933
2028	132,533	143,360
2029-2033	729,279	642,891
2034-2038	854,089	504,415
2039-2043	1,000,257	342,239
2044-2048	1,171,442	152,309
2049	257,326	4,902
Total	<u>\$ 4,635,102</u>	<u>\$ 2,407,888</u>

Employee Leave Benefits

Employee leave benefits are payable to employees upon termination and are primarily liquidated from the General Fund. The City's policies relating to the payment of these benefits are discussed in Note 1 C.5.

**CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 4 OTHER INFORMATION

A. Risk Management

The City is a member of the California Joint Powers Insurance Authority (CJPIA). The following disclosures are regarding the risk pool:

Liability, Property, and Workers' Compensation Protection

1. Description of Self-Insurance Pool Pursuant to Joint Powers Agreement

The City is a member of the California Joint Powers Insurance Authority (the Authority). The Authority is composed of 124 California public entities and is organized under a joint powers agreement pursuant to California Government Code §6500 et seq. The purpose of the Authority is to arrange and administer programs for the pooling of self-insured losses, to purchase excess insurance or reinsurance, and to arrange for group purchased insurance for property and other lines of coverage. The California JPIA began covering claims of its members in 1978. Each member government has an elected official as its representative on the board of directors. The board operates through a nine-member Executive Committee.

2. Primary Self-Insurance Programs of the Authority

Each member pays an annual contribution at the beginning of the coverage period. A retrospective adjustment is then conducted annually thereafter, for coverage years 2012-13 and prior. Coverage years 2013-14 and forward are not subject to routine annual retrospective adjustment. The total funding requirement for self-insurance programs is based on an actuarial analysis. Costs are allocated to individual agencies based on payroll and claims history relative to other members of the risk-sharing pool.

Primary Liability Program

Claims are pooled separately between police and general government exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to \$100,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from \$100,000 to \$500,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs from \$500,000 to \$50 million, are distributed based on the outcome of cost allocation within the first and second loss layers.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Risk Management (Continued)

2. Primary Self-Insurance Programs of the Authority (Continued)

Primary Liability Program (Continued)

The overall coverage limit for each member, including all layers of coverage, is \$50 million per occurrence. Subsidence losses have a sub-limit of \$50 million per occurrence. The coverage structure includes retained risk that is pooled among members, reinsurance, and excess insurance. More detailed information about the various layers of coverage is available on the following website: <https://cjpia.org/coverage/risk-sharing-pools>.

Primary Workers' Compensation Program

Claims are pooled separately between public safety (police and fire) and general government exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to \$75,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from \$75,000 to \$200,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs from \$200,000 to statutory limits are distributed based on the outcome of cost allocation within the first and second loss layers.

For 2022-2023, the Authority's pooled retention is \$1 million per occurrence, with reinsurance to statutory limits under California Workers' Compensation Law. Employer's Liability losses are pooled among members to \$1 million. Coverage from \$1 million to \$5 million is purchased as part of a reinsurance policy, and Employer's Liability losses from \$5 million to \$10 million are pooled among members.

3. Purchased Insurance

Pollution Legal Liability Insurance

The City participates in the pollution legal liability insurance program which is available through the Authority. The policy covers sudden and gradual pollution of scheduled property, streets, and storm drains owned by the City. Coverage is on a claims-made basis. There is a \$250,000 deductible. The Authority has an aggregate limit of \$20 million.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Risk Management (Continued)

3. Purchased Insurance (Continued)

Property Insurance

The City participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. The City's property is currently insured according to a schedule of covered property submitted by the City to the Authority. The City's property currently has all-risk property insurance protection in the amount of \$23,038,149. There is a \$10,000 deductible per occurrence except for non-emergency vehicle insurance which has a \$2,500 deductible.

Earthquake and Flood Insurance

The City purchases earthquake and flood insurance on a portion of its property. The earthquake insurance is part of the property protection insurance program of the Authority. City of La Cañada Flintridge property currently has earthquake protection in the amount of \$13,100,060. There is a deductible of 5% per unit of value with a minimum deductible of \$100,000.

Crime Insurance

The City purchases crime insurance coverage in the amount of \$5,000,000 with a \$2,500 deductible. The fidelity coverage is provided through the Authority.

Special Event Tenant User Liability Insurance

The City further protects against liability damages by requiring tenant users of certain property to purchase low-cost tenant user liability insurance for certain activities on agency property. The insurance premium is paid by the tenant user and is paid to the City according to a schedule. The City then pays for the insurance. The insurance is arranged by the Authority.

4. Adequacy of Protection

During the past three fiscal years, none of the above programs of protection experienced settlements or judgments that exceeded pooled or insured coverage. There were also no significant reductions in pooled or insured liability coverage in 2022 - 2023.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 OTHER INFORMATION (CONTINUED)

B. Employee Retirement System Pension Plans

1. General Information about the Pension Plans

Plan Description

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

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 to 62 with statutorily reduced benefits. All members are eligible for non-industrial disability benefits after 5 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1959 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost-of-living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The Plan's provision and benefits in effect as of the measurement date June 30, 2022, are summarized as follows:

	Miscellaneous	
	Classic Before January 1, 2013	PEPRA On or After January 1, 2013
Hire Date		
Benefit Formula	2% @ 55	2% @ 62
Benefit Vesting Schedule	5 Years of Service	5 Years of Service
Benefit Payments	Monthly for Life	Monthly for Life
Retirement Age	50 - 67	52 - 67
Monthly Benefits, as a % of Eligible Compensation	1.426% to 2.418%	1.0% to 2.5%
Required Employee Contribution Rates	7%	6.75%
Required Employer Contribution Rates:		
Normal Cost Rate	10.87%	7.47%
Payment of Unfunded Liability	\$ 335,086	\$ 2,667

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 OTHER INFORMATION (CONTINUED)

B. Employee Retirement System Pension Plans (Continued)

1. General Information about the Pension Plans (Continued)

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers are 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 is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. City contribution rates may change if plan contracts are amended. Payments made by the employer to satisfy contribution requirements that are identified by the pension plan terms as plan member contributions requirements are classified as plan member contributions. For the fiscal year ended June 30, 2023, the City's contributions totaled \$665,093.

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

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

	<u>Miscellaneous</u>
Proportion - June 30, 2021	0.10332%
Proportion - June 30, 2022	0.10402%
Change - Increase (Decrease)	0.00070%

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

As of the measurement date June 30, 2022, the City reported net pension liabilities for its proportionate shares of the net pension liability of all Plans as follows:

Miscellaneous - Proportionate Share of Net	
Pension Liability	<u>\$ 4,867,440</u>

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 OTHER INFORMATION (CONTINUED)

B. Employee Retirement System Pension Plans (Continued)

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

For the year ended June 30, 2023, the City recognized pension expense of \$568,292. At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension Contributions Subsequent to Measurement Date	\$ 665,093	\$ -
Differences Between Actual and Expected Experience	97,748	(65,467)
Change in Assumptions	498,771	-
Change in Employer's Proportion and Differences Between the Employer's Contributions and the Employer's Proportionate Share of Contributions	21,009	(6,399)
Net Differences Between Projected and Actual Earnings on Plan Investments	891,585	-
Total	<u>\$ 2,174,206</u>	<u>\$ (71,866)</u>

The \$665,093 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2024	\$ 374,401
2025	333,268
2026	184,253
2027	545,325
2028	-
Thereafter	-
Total	<u>\$ 1,437,247</u>

**CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 4 OTHER INFORMATION (CONTINUED)

B. Employee Retirement System Pension Plans (Continued)

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

Actuarial Assumptions

The total pension liability was based on the following assumptions:

Valuation Date	June 30, 2021
Measurement Date	June 30, 2022
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Salary Increases	(1)
Mortality Rate Table	(2)
Post-Retirement Benefit Increase	(3)

(1) Varies by entry age and service.

(2) The mortality table used was developed based on CalPERS-specific data. The probabilities of mortality are based on the 2021 CalPERS Experience Study for the period from 2001 to 2019. Pre-retirement and Post-retirement mortality rates include generational mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries. For more details on this table, please refer to the CalPERS Experience Study and Review of Actuarial Assumptions report from November 2021 that can be found on the CalPERS website.

(3) The less of contract COLA or 2.30% until Purchasing Power Protection Allowance Floor on purchasing power applies, 2.30% thereafter.

Long-Term Expected Rate of Return

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

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations. Using historical returns all of the funds' asset classes, expected compound (geometric) returns were calculated over the next 20 years using a building-block approach. The expected rate of return was then adjusted to account for assumed administrative expenses of 10 Basis points. The expected real rates of return by asset class are as follows:

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 OTHER INFORMATION (CONTINUED)

B. Employee Retirement System Pension Plans (Continued)

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

Long-Term Expected Rate of Return (Continued)

Asset Class	Assumed Asset Allocation	Real Return (a) (b)
Global Equity - Cap-weighted	30.00 %	4.54 %
Global Equity - Non-Cap-weighted	12.00	3.84
Private Equity	13.00	7.28
Treasury	5.00	0.27
Mortgage-Backed Securities	5.00	0.50
Investment Grade Corporates	10.00	1.56
High Yield	5.00	2.27
Emerging Market Debt	5.00	2.48
Private Debt	5.00	3.57
Real Assets	15.00	3.21
Leverage	(5.00)	(0.59)
Total	100.00 %	

(a) An expected inflation of 2.30% used for this period.

(b) Figures are based on the 2021 Asset Liability Management study.

Change in Assumptions

The discount rate and long-term rate of return decreased from 7.15% to 6.90% and the inflation rate decreased from 2.50% to 2.30% from the measurement date June 30, 2021 to June 30, 2022.

Discount Rate

The discount rate used to measure the total pension liability was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 4 OTHER INFORMATION (CONTINUED)

B. Employee Retirement System Pension Plans (Continued)

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

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

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

1% Decrease	5.90%
Net Pension Liability	\$ 7,700,511
Current Discount Rate	6.90%
Net Pension Liability	\$ 4,867,440
1% Increase	7.90%
Net Pension Liability	\$ 2,536,525

Pension Plan Fiduciary Net Position

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

Payable to the Pension Plan

At June 30, 2023, the City had no outstanding amount of contributions to the pension plan required for the year ended June 30, 2023.

C. Other Postemployment Benefits (OPEB)

Plan Description and Benefits Provided

The City provides post-retirement medical benefits to retirees through a single employer defined benefit plan as required by California Public Employees Medical and Hospital Care Act (PEMCHA), commonly referred to as PERS Health. PEMHCA requires that employers provide retirees with health insurance through a variety of Health Maintenance Organization (HMO) and Preferred Provider Organization (PPO) options. Eligibility for the direct subsidy requires retirement from the City (on or after age 50 with at least five years of total CalPERS service) and commencement of the employer's pension within 120 days. The benefit terms may be amended by the City, City Council, and/or the employee associations. The benefits provided by the City to its retirees are not administered in the form of a trust. The OPEB Plan does not issue a publicly available financial report.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Other Postemployment Benefits (OPEB) (Continued)

Benefits Provided and Contributions

The City provides a contribution based on the employee's date of hire. For full-time employees hired prior to July 1, 1998, the City will pay the cost of coverage for the retiree plus one dependent. For full-time employees hired on or after July 1, 1998 but hired before July 1, 2014, the City will pay the cost of retiree only coverage. For employees hired on or after July 1, 2014, the City will pay the cost of retiree only coverage subject to a maximum monthly stipend of \$600 in addition to the PEMCHA minimum \$149 per month in 2022, \$151 per month in 2023, and indexed in future years). The monthly stipend is prorated by service as follows:

Years of City Service	City Paid Stipend*
0-5	25 %
5-10	50
10-15	75
15 or More	100

* The City paid stipend schedule applies for both service and disability retirements.

Contribution requirements for the City are established and may be amended by the City Council. The City pays for retiree health benefits on a "pay-as-you-go" basis. For fiscal year 2022-2023, the City paid \$175,496 for current premiums, which is equal to the total payments made to the Plan. The City has not established an irrevocable trust fund for prefunding of the OPEB plan.

The total OPEB liability is primarily liquidated from the general fund.

Employees Covered

As of the June 30, 2023 measurement date, the following current and former employees were covered by the benefit terms under the Plan:

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	27
Inactive Employees or Beneficiaries Entitled to	
But Not Yet Receiving Benefits	-
Active Employees	40
Total	67

**CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Other Postemployment Benefits (OPEB) (Continued)

Total OPEB Liability and Actuarial Assumptions

The City's total OPEB liability of \$4,301,231 was measured as of June 30, 2023 using an annual actuarial valuation as of July 1, 2022. A summary of the principal assumptions and methods used to determine the total OPEB liability is shown below.

Valuation Date	July 1, 2022
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry Age Normal, Level Percentage of Payroll
Asset Valuation Method	Fair Value
Actuarial Assumptions:	
Discount Rate	4.13%
Inflation	2.30%
Payroll Increases	2.75%
Healthcare Trend Rates	6.50% for 2023, decreasing by decrements of 0.25% to an ultimate rate of 4.5% in 2031 and later years
Mortality Factors	According to the post-retirement and pre-retirement mortality rates under the most recent CalPERS pension plan experience study (2021).
Retirement Rates	According to the retirement rates under the most recent CalPERS pension plan experience study (2021) for the following retirement tables: Misc Tier 1 2.0% @55 and Misc Tier 2 2.0% @62

Discount Rate

The discount rate utilized is based on whether the plan assets are projected to be sufficient to make future payments. Since there are no plan assets held in trust, the discount rate was based on a high-quality 20-year tax-exempt general obligation municipal bond yield or index rate. "High quality" is defined as being rated AA or higher (or an equivalent rating). The municipal bond rate utilized was 4.13% and was determined using the highest, rounded to five basis points, of the range of three 20-year municipal bond rate indices: (1) S&P Municipal Bond 20 Year High Grade Rate Index, (2) Bond Buyer 20-Bond GO Index, and (3) Fidelity GO AA 20 Year Bond Index as of June 30, 2023.

Change in Actuarial Assumptions

The discount rate utilized for the June 30, 2022 measurement date was 4.09% as compared to the discount rate utilized for the June 30, 2023 measurement date of 4.13%. The discount rate was changed to reflect the change from using the highest of three 20-year municipal bond rate indices: (1) S&P Municipal Bond 20 Year High Grade Rate Index, (2) Bond Buyer 20-Bond GO Index, and (3) Fidelity GO AA 20 Year Bond Index as of June 30, 2022 to June 30, 2023.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Other Postemployment Benefits (OPEB) (Continued)

Changes in the Total OPEB Liability

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

	Increase (Decrease)
	Total OPEB Liability
Balance at June 30, 2022 (Measurement Date)	\$ 3,951,896
Changes in the Year:	
Service Cost	265,960
Interest on the Total OPEB Liability	168,957
Differences Between Actual and Expected Experience	110,824
Changes in Assumptions	(20,910)
Benefit Payments	(175,496)
Net Changes	349,335
Balance at June 30, 2023 (Measurement Date)	\$ 4,301,231

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

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

	1% Decrease (3.13%)	Current Discount Rate (4.13%)	1% Increase (5.13%)
Total OPEB Liability	\$ 4,875,645	\$ 4,301,231	\$ 3,826,171

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

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

	1% Decrease (5.5% Decreasing to 3.5%)	Current Healthcare Cost Trend Rate (6.5% Decreasing to 4.5%)	1% Increase (7.5% Decreasing to 5.5%)
Total OPEB Liability	\$ 3,767,936	\$ 4,301,231	\$ 4,961,409

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Other Postemployment Benefits (OPEB) (Continued)

OPEB Plan Fiduciary Net Position

Since the City has not established an irrevocable trust fund for prefunding of the OPEB plan, the Plan has no fiduciary net position.

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

For the year ended June 30, 2023, the City recognized OPEB expenses of \$228,701. At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Actual and Expected Experience	\$ 99,742	\$ (344,276)
Changes in Assumptions	238,903	(881,026)
Total	\$ 338,645	\$ (1,225,302)

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

<u>Year Ending June 30.</u>	<u>Amount</u>
2024	\$ (206,216)
2025	(206,220)
2026	(163,887)
2027	(163,885)
2028	(182,417)
Thereafter	35,968
Total	\$ (886,657)

Payable to the OPEB Plan

At June 30, 2023, the City had no outstanding amount of contributions to the OPEB plan required for the year ended June 30, 2023.

CITY OF LA CAÑADA FLINTRIDGE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5 COMMITMENTS AND CONTINGENCIES

The City is occasionally a defendant in lawsuits which have arisen in the normal course of business. Damages are alleged in some of these actions and their outcome cannot be predicted with certainty. However, in the opinion of the City Attorney, the outcome of these actions will not have a material adverse effect on the financial position of the City.

The City participates in several federal and state grant programs. The programs are subject to examination by the granters and the amount, if any, of expenses which may be disallowed by the granting agency cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

NOTE 6 JOINT VENTURE

The City is one of six members of the Arroyo Verdugo Communities Joint Powers Authority (AVCJPA) created in 2017. The other agencies include the City of Burbank, City of Glendale, County of Los Angeles (5th District - La Crescenta/Montrose), City of Pasadena, and City of South Pasadena. The Authority was created to provide a vehicle for the members to coordinate regional and cooperative planning, primarily in the area of transportation and determining how to prioritize regional transportation projects and the allocation of Measure M funds and other public monies, including building a more connective transportation system between the member agencies. Each member may cast one vote for each issue before the governing board and is responsible for annual dues assessed by the AVCJPA. Should the AVCJPA be terminated, all general assets will be distributed to the members in proportion to the then-existing proportional obligation of those members' dues except that any special assessments or funds contributed by members for specific purposes that are identifiable and segmented for the respective members' benefit, shall be returned to the member. During the fiscal year ended June 30, 2023, the City contributed \$7,406 for the AVCJPA's operations. Separate financial statements for AVCJPA are available by contacting the City of La Cañada Flintridge's finance department.



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REQUIRED SUPPLEMENTARY INFORMATION





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CITY OF LA CAÑADA FLINTRIDGE
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
LAST TEN FISCAL YEARS*

Fiscal Year Ended	CalPERS Miscellaneous			
	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020
Measurement Period	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019
Plan's Proportion of the Net Pension Liability	0.10402%	0.10332%	0.09406%	0.08941%
Plan's Proportionate Share of the Net Pension Liability	\$ 4,867,440	\$ 1,961,789	\$ 3,967,657	\$ 3,580,267
Plan's Covered Payroll	\$ 3,327,125	\$ 3,230,662	\$ 2,908,009	\$ 2,742,605
Plan's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	146.30%	60.72%	136.44%	130.54%
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	76.68%	89.68%	77.89%	75.26%

Notes to Schedule:

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

From fiscal year June 30, 2015 to June 30, 2016:

GASB 68, paragraph 68 states that the long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense. The discount rate of 7.50% used for the June 30, 2014 measurement date was net of administrative expenses. The discount rate of 7.65% used for the June 30, 2015 measurement date is without reduction of pension plan administrative expense.

From fiscal year June 30, 2016 to June 30, 2017:

There were no changes in assumptions.

From fiscal year June 30, 2017 to June 30, 2018:

The discount rate was reduced from 7.65% to 7.15%.

From fiscal year June 30, 2018 to June 30, 2022:

There were no significant changes in assumptions.

From fiscal year June 30, 2022 to June 30, 2023:

The discount rate and long-term rate of return decreased from 7.15% to 6.90% and the inflation rate decreased from 2.50% to 2.30%.

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

CITY OF LA CAÑADA FLINTRIDGE
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (CONTINUED)
LAST TEN FISCAL YEARS*

	CalPERS Miscellaneous				
Fiscal Year Ended	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Measurement Period	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Plan's Proportion of the Net Pension Liability	0.08516%	0.08297%	0.07906%	0.07281%	0.07777%
Plan's Proportionate Share of the Net Pension Liability	\$ 3,209,299	\$ 3,270,893	\$ 2,746,460	\$ 1,997,461	\$ 1,921,972
Plan's Covered Payroll	\$ 2,484,581	\$ 2,485,697	\$ 2,467,539	\$ 2,358,312	\$ 2,318,764
Plan's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	129.17%	131.59%	111.30%	84.70%	82.89%
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	75.26%	73.31%	74.06%	78.40%	83.03%

Notes to Schedule:

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

From fiscal year June 30, 2015 to June 30, 2016:

GASB 68, paragraph 68 states that the long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense. The discount rate of 7.50% used for the June 30, 2014 measurement date was net of administrative expenses. The discount rate of 7.65% used for the June 30, 2015 measurement date is without reduction of pension plan administrative expense.

From fiscal year June 30, 2016 to June 30, 2017:

There were no changes in assumptions.

From fiscal year June 30, 2017 to June 30, 2018:

The discount rate was reduced from 7.65% to 7.15%.

From fiscal year June 30, 2018 to June 30, 2021:

There were no significant changes in assumptions.

From fiscal year June 30, 2022 to June 30, 2023:

The discount rate and long-term rate of return decreased from 7.15% to 6.90% and the inflation rate decreased from 2.50% to 2.30%.

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

**CITY OF LA CAÑADA FLINTRIDGE
SCHEDULE OF CONTRIBUTIONS
LAST TEN FISCAL YEARS***

Fiscal Year Ended	CalPERS Miscellaneous			
	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020
Contractually Required Contribution (Actuarially Determined)	\$ 665,093	\$ 594,161	\$ 545,239	\$ 421,967
Contributions in Relation to the Actuarially Determined Contributions	<u>(665,093)</u>	<u>(594,161)</u>	<u>(545,239)</u>	<u>(421,967)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 3,596,369	\$ 3,327,125	\$ 3,230,662	\$ 2,908,009
Contributions as a Percentage of Covered Payroll	18.49%	17.86%	16.88%	14.51%
Notes to Schedule:				
Valuation Date	6/30/2020	6/30/2019	6/30/2018	6/30/2017
Methods and Assumptions Used to Determine Contribution Rates:				
Actuarial Cost Method	Entry Age	Entry Age	Entry Age	Entry Age
Amortization Method	(1)	(1)	(1)	(1)
Asset Valuation Method	Fair Value	Fair Value	Fair Value	Fair Value
Inflation	2.300%	2.500%	2.500%	2.625%
Salary Increases	(2)	(2)	(2)	(2)
Investment Rate of Return	6.90% (3)	7.00% (3)	7.00% (3)	7.25% (3)
Retirement Age	(4)	(4)	(4)	(4)
Mortality	(5)	(5)	(5)	(5)

- (1) Level percentage of payroll, closed
- (2) Depending on age, service, and type of employment
- (3) Net of pension plan investment expense, including inflation
- (4) Classic: 50-67 and PEPRA: 52-67
- (5) Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board.

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

**CITY OF LA CAÑADA FLINTRIDGE
SCHEDULE OF CONTRIBUTIONS (CONTINUED)
LAST TEN FISCAL YEARS***

Fiscal Year Ended	CalPERS Miscellaneous				
	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Contractually Required Contribution (Actuarially Determined)	\$ 399,240	\$ 333,771	\$ 308,223	\$ 285,477	\$ 262,412
Contributions in Relation to the Actuarially Determined Contributions	<u>(399,240)</u>	<u>(333,771)</u>	<u>(308,223)</u>	<u>(285,477)</u>	<u>(262,412)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 2,742,605	\$ 2,484,581	\$ 2,485,697	\$ 2,467,539	\$ 2,358,312
Contributions as a Percentage of Covered Payroll	14.56%	13.43%	12.40%	11.57%	11.13%
Notes to Schedule:					
Valuation Date	6/30/2016	6/30/2015	6/30/2014	6/30/2013	6/30/2012
Methods and Assumptions Used to Determine Contribution Rates:					
Actuarial Cost Method	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age
Amortization Method	(1)	(1)	(1)	(1)	(1)
Asset Valuation Method	Fair Value	Fair Value	Fair Value	Fair Value	15 Year Smoothed Fair Value
Inflation	2.75%	2.75%	2.75%	2.75%	2.75%
Salary Increases	(2)	(2)	(2)	(2)	(2)
Investment Rate of Return	7.375% (3)	7.50% (3)	7.50% (3)	7.50% (3)	7.50% (3)
Retirement Age	(4)	(4)	(4)	(4)	(4)
Mortality	(5)	(5)	(5)	(5)	(5)

- (1) Level percentage of payroll, closed
- (2) Depending on age, service, and type of employment
- (3) Net of pension plan investment expense, including inflation
- (4) Classic: 50-67 and PEPRA: 52-67
- (5) Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board.

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

CITY OF LA CAÑADA FLINTRIDGE
SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS*

Fiscal Year Ended	<u>June 30, 2023</u>
Measurement Period	June 30, 2023
Total OPEB Liability:	
Service Cost	\$ 265,960
Interest on Total OPEB Liability	168,957
Differences Between Expected and Actual Experience	110,824
Changes in Assumptions	(20,910)
Benefit Payments, Including Refunds of Member Contributions	<u>(175,496)</u>
Net Change in Total OPEB Liability	349,335
Total OPEB Liability - Beginning of Year	<u>3,951,896</u>
Total OPEB Liability - End of Year (A)	<u><u>\$ 4,301,231</u></u>
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.00%
Covered-Employee Payroll	\$ 3,596,369
Total OPEB Liability as Percentage of Covered-Employee Payroll	119.60%

Notes to Schedule:

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

The following are assumptions that have changed over the years included above:

Discount Rate	4.13%
Payroll Increase	2.75%
Healthcare Cost Trend Rate	(3)

- (1) PPO: 6.5% for 2020, decreasing to an ultimate rate of 5.0% in 2023 and later years; HMO: 6.0% for 2020, decreasing to an ultimate rate of 5.0% in 2022 and later years.
- (2) 6.5% for 2020, decreasing by decrements of 0.25% to an ultimate rate of 4.5% in 2028 and later years.
- (3) 6.5% for 2023, decreasing by decrements of 0.25% to an ultimate rate of 4.5% in 2031 and later years.

* Fiscal year 2018 was the first year of implementation; therefore, only six years are shown.

CITY OF LA CAÑADA FLINTRIDGE
SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS* (CONTINUED)

Fiscal Year Ended	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Measurement Period	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Total OPEB Liability:					
Service Cost	\$ 280,723	\$ 250,017	\$ 213,555	\$ 192,251	\$ 189,882
Interest on Total OPEB Liability	115,354	130,173	153,940	154,703	144,626
Differences Between Expected and Actual Experience	(132,737)	(197,972)	(409,009)	-	-
Changes in Assumptions	(1,207,089)	327,649	155,031	223,014	(60,223)
Benefit Payments, Including Refunds of Member Contributions	(180,923)	(153,021)	(134,449)	(114,311)	(106,202)
Net Change in Total OPEB Liability	(1,124,672)	356,846	(20,932)	455,657	168,083
Total OPEB Liability - Beginning of Year	5,076,568	4,719,722	4,740,654	4,284,997	4,116,914
Total OPEB Liability - End of Year (A)	<u>\$ 3,951,896</u>	<u>\$ 5,076,568</u>	<u>\$ 4,719,722</u>	<u>\$ 4,740,654</u>	<u>\$ 4,284,997</u>
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%
Covered-Employee Payroll	\$ 3,457,192	\$ 3,230,662	\$ 2,908,009	\$ 2,742,605	\$ 2,484,581
Total OPEB Liability as Percentage of Covered-Employee Payroll	114.31%	157.14%	162.30%	172.85%	172.46%

Notes to Schedule:

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

The following are assumptions that have changed over the years included above:

Discount Rate	4.09%	2.19%	2.66%	3.15%	3.50%
Payroll Increase	2.75%	3.00%	2.75%	3.00%	3.00%
Healthcare Cost Trend Rate	(3)	(2)	(2)	(1)	(1)

- (1) PPO: 6.5% for 2020, decreasing to an ultimate rate of 5.0% in 2023 and later years; HMO: 6.0% for 2020, decreasing to an ultimate rate of 5.0% in 2022 and later years.
- (2) 6.5% for 2020, decreasing by decrements of 0.25% to an ultimate rate of 4.5% in 2028 and later years.
- (3) 6.5% for 2023, decreasing by decrements of 0.25% to an ultimate rate of 4.5% in 2031 and later years.

* Fiscal year 2018 was the first year of implementation; therefore, only six years are shown.

CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Taxes	\$ 13,843,575	\$ 14,118,700	\$ 15,024,816	\$ 906,116
Fines, Forfeitures, and Penalties	131,900	98,875	134,554	35,679
From Other Agencies	115,675	115,675	47,162	(68,513)
Charges for Services	4,072,625	4,196,950	4,490,926	293,976
Use of Money and Property	418,725	398,725	273,948	(124,777)
Other Revenue	29,300	54,625	41,713	(12,912)
Total Revenues	18,611,800	18,983,550	20,013,119	1,029,569
EXPENDITURES				
Current:				
General Government:				
City Council	262,950	255,875	205,267	50,608
Legal Services	373,150	423,150	597,066	(173,916)
City Manager	619,800	619,800	522,556	97,244
City Clerk	469,125	491,275	448,220	43,055
Non-Departmental	1,149,950	1,189,875	1,237,639	(47,764)
Human Resources	215,825	205,250	177,576	27,674
Elections	-	-	13	(13)
Finance	823,875	823,875	750,705	73,170
Recreation and Human Services	1,014,625	1,016,225	872,059	144,166
Lanterman House	167,975	167,975	165,052	2,923
Lanterman Auditorium	161,950	163,525	191,331	(27,806)
Civic Center	213,400	227,650	216,693	10,957
Total General Government	5,472,625	5,584,475	5,384,177	200,298
Public Safety	4,560,875	4,643,300	4,216,098	427,202
Community Development	3,019,900	3,037,450	2,967,707	69,743
Public Works:				
Public Works	2,131,875	2,155,875	2,178,626	(22,751)
Parks and Landscape	1,663,800	1,692,800	1,497,129	195,671
Storm Water Management (NPDES)	163,625	163,625	163,119	506
Accessibility Improvements	15,250	15,250	4,070	11,180
Solid Waste	160,100	169,100	66,658	102,442
Total Public Works	4,134,650	4,196,650	3,909,602	287,048
Capital Outlay	576,250	633,000	437,362	195,638
Total Expenditures	17,764,300	18,094,875	16,914,946	1,179,929
EXCESS OF REVENUES OVER EXPENDITURES	847,500	888,675	3,098,173	2,209,498
OTHER FINANCING SOURCES (USES)				
Transfers In	171,750	171,750	155,755	(15,995)
Transfers Out	(5,410,700)	(5,744,975)	(5,705,109)	39,866
Total Other Financing Sources (Uses)	(5,238,950)	(5,573,225)	(5,549,354)	23,871
NET CHANGE IN FUND BALANCE	(4,391,450)	(4,684,550)	(2,451,181)	2,233,369
Fund Balance - Beginning of Fiscal Year	18,634,683	18,634,683	18,634,683	-
FUND BALANCE - END OF FISCAL YEAR	<u>\$ 14,243,233</u>	<u>\$ 13,950,133</u>	<u>\$ 16,183,502</u>	<u>\$ 2,233,369</u>

See accompanying Note to Required Supplementary Information.

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
AMERICAN RESCUE PLAN ACT (ARPA) SPECIAL REVENUE FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
From Other Agencies	\$ 2,393,275	\$ 2,393,275	\$ 79,538	\$ (2,313,737)
Use of Money and Property	-	-	106,785	106,785
Total Revenues	2,393,275	2,393,275	186,323	(2,206,952)
EXPENDITURES				
Current:				
General Government	2,435,000	2,445,000	79,538	2,365,462
Capital Outlay	2,351,575	2,351,575	-	2,351,575
Total Expenditures	4,786,575	4,796,575	79,538	4,717,037
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,393,300)	(2,403,300)	106,785	2,510,085
Fund Balance - Beginning of Fiscal Year	5,515	5,515	5,515	-
FUND BALANCE - END OF FISCAL YEAR	<u><u>\$ (2,387,785)</u></u>	<u><u>\$ (2,397,785)</u></u>	<u><u>\$ 112,300</u></u>	<u><u>\$ 2,510,085</u></u>

See accompanying Note to Required Supplementary Information.

CITY OF LA CAÑADA FLINTRIDGE
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023

NOTE 1 BUDGETARY INFORMATION

A. General Budget Policies

The City adopts an annual budget prepared on the modified accrual basis of accounting for all of its governmental funds except the Sewer Improvement AD02-1 Capital Projects Fund and the Nonmajor Sewer Redemption AD02-1 Special Revenue Fund. The budget is adopted on a basis which does not differ materially from accounting principles generally accepted in the United States of America (U.S. GAAP). The City Manager prepares and submits to the City Council the annual budget of the City and administers it after adoption. The City Manager is authorized to transfer budgeted amounts between the accounts of any program within the General Fund and the fund level within all other funds. Any revisions that alter the total appropriations of any program for the General Fund and fund for all other funds must be approved by the City Council. The level of budgetary control is the program level for the General Fund and the fund level for all other funds.

SUPPLEMENTARY INFORMATION



MAJOR FUND BUDGETARY COMPARISON SCHEDULES



**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
SEWER AD04-1 DEBT SERVICE FUND – MAJOR FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Use of Money and Property	\$ 45,600	\$ 45,600	\$ 182,382	\$ 136,782
EXPENDITURES				
Current:				
Public Works	1,250	1,250	1,250	-
Debt Service:				
Principal Retirement	1,481,575	1,481,575	1,481,572	3
Interest and Other Charges	216,575	216,575	216,580	(5)
Total Expenditures	<u>1,699,400</u>	<u>1,699,400</u>	<u>1,699,402</u>	<u>(2)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,653,800)	(1,653,800)	(1,517,020)	136,780
OTHER FINANCING SOURCES				
Transfers In	<u>1,819,700</u>	<u>1,819,700</u>	<u>418,176</u>	<u>(1,401,524)</u>
NET CHANGE IN FUND BALANCE	165,900	165,900	(1,098,844)	(1,264,744)
Fund Balance - Beginning of Fiscal Year	<u>8,254,581</u>	<u>8,254,581</u>	<u>8,254,581</u>	<u>-</u>
FUND BALANCE - END OF FISCAL YEAR	<u>\$ 8,420,481</u>	<u>\$ 8,420,481</u>	<u>\$ 7,155,737</u>	<u>\$ (1,264,744)</u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
SEWER AD02-1 DEBT SERVICE FUND – MAJOR FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Use of Money and Property	\$ 15,350	\$ 15,350	\$ 93,566	\$ 78,216
EXPENDITURES				
Debt Service:				
Principal Retirement	827,350	827,350	827,353	(3)
Interest and Other Charges	61,025	61,025	61,011	14
Total Expenditures	<u>888,375</u>	<u>888,375</u>	<u>888,364</u>	<u>11</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(873,025)	(873,025)	(794,798)	78,227
OTHER FINANCING SOURCES				
Transfers In	<u>-</u>	<u>-</u>	<u>2,339</u>	<u>2,339</u>
NET CHANGE IN FUND BALANCE	(873,025)	(873,025)	(792,459)	80,566
Fund Balance - Beginning of Fiscal Year	<u>3,948,875</u>	<u>3,948,875</u>	<u>3,948,875</u>	<u>-</u>
FUND BALANCE - END OF FISCAL YEAR	<u><u>\$ 3,075,850</u></u>	<u><u>\$ 3,075,850</u></u>	<u><u>\$ 3,156,416</u></u>	<u><u>\$ 80,566</u></u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
CITY CAPITAL PROJECTS FUND – MAJOR FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
From Other Agencies	\$ 11,579,000	\$ 11,904,050	\$ 11,581,419	\$ (322,631)
Other Revenue	-	3,500	19,700	16,200
Total Revenues	11,579,000	11,907,550	11,601,119	(306,431)
EXPENDITURES				
Capital Outlay	20,590,500	21,249,650	12,048,446	9,201,204
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(9,011,500)	(9,342,100)	(447,327)	8,894,773
OTHER FINANCING SOURCES				
Transfers In	7,728,225	8,058,825	6,367,956	(1,690,869)
NET CHANGE IN FUND BALANCE	(1,283,275)	(1,283,275)	5,920,629	7,203,904
Fund Balance (Deficit) - Beginning of Fiscal Year	(1,162,634)	(1,162,634)	(1,162,634)	-
FUND BALANCE (DEFICIT) - END OF FISCAL YEAR	<u>\$ (2,445,909)</u>	<u>\$ (2,445,909)</u>	<u>\$ 4,757,995</u>	<u>\$ 7,203,904</u>



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**COMBINING AND INDIVIDUAL
FUND STATEMENTS
AND SCHEDULES**



CITY OF LA CAÑADA FLINTRIDGE
DESCRIPTION OF NONMAJOR GOVERNMENTAL FUNDS
FISCAL YEAR ENDED JUNE 30, 2023

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditure for specific purposes.

Traffic Safety Fund – To account for the revenues received and expenditures made for traffic safety enforcement.

State Gasoline Tax Fund – To account for revenues received and expenditures made for general street improvement and maintenance. The revenues consist of the City's share of state gasoline taxes collected under Sections 2103, 2105, 2106, 2107, and 2107.5 of the Street and Highway Code.

Bonds and Grants Fund – To account for monies received for Metro transit grants and other general grants.

TDA Fund – To account for funds received from the State, under SB821, for bikeways and pedestrian facilities.

Proposition C Transit Tax Fund – To account for receipt and disbursement of funds derived from the 1990-91 one-half cent sales tax imposed by Proposition C to finance transit or transit-related projects in Los Angeles County.

Proposition A Transit Tax Fund – To account for the receipt and disbursement of funds from the Los Angeles Metropolitan Transportation Authority derived from the one-half cent sales tax imposed by the Proposition A to finance public transportation projects.

Community Development Block Grant Fund – To account for revenues received and expenditures made for the federal Community Development Block Grant. Funds are used to assist low- and moderate-income residents and to remove blight.

State/Federal Law Enforcement Supplemental Funds – To account for monies received from the state of California and/ or the federal government to be used for policing activities in accordance with law enforcement activities.

Air Quality Improvement (AQMD Trust) Fund – To account for the revenues and expenditures made for air quality improvements projects. The revenues consist of funds received from the South Coast Air Quality Management District (SCAQMD) in accordance with AB2766.

Sanitation Fund – To account for activities of Sanitation Districts #28 and #34 related to the acquisition and installation of a community sewer system.

Sewer Redemption AD02-1 Fund – To account for funds related to Assessment District 02-1 for sewer assessment.

Sewer Redemption AD04-1 Fund – To account for funds related to Assessment District 04-1 for sewer assessment.

CITY OF LA CAÑADA FLINTRIDGE
DESCRIPTION OF NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
FISCAL YEAR ENDED JUNE 30, 2023

SPECIAL REVENUE FUNDS (CONTINUED)

Measure R Fund – To account for receipt and disbursement of funds derived from the 2008 one-half cent sales tax imposed by Measure R to finance transportation-related projects and improvements in Los Angeles County.

Measure M Fund – To account for receipt and disbursement of funds derived from the 2016 one-half cent sales tax imposed by Measure M to finance transportation-related projects and improvements in Los Angeles County.

Sewer Maintenance Operations AD04-1 – To account for receipt and disbursement of funds derived from assessment collections that support the maintenance and operations of Assessment District 04-1.

Measure W – To account for receipt and disbursement of funds derived from a voter approved increase of 0.5% on sales tax within the County of Los Angeles to improve freeway traffic flow or traffic safety, repair potholes, sidewalk repairs, repave local streets, earthquake retrofit bridges, synchronize signals, and expand rail, subways, and bus systems.

DEBT SERVICE FUND

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, long-term liabilities, including principal, interest, and related costs.

Sewer AD98-1 Debt Service Fund – To account for payment of interest and principal on the debt of Assessment District 98-1.

Civic Center Debt Service Fund – To account for payment of interest and principal on the debt of IBank Financed Purchase.

CAPITAL PROJECTS FUND

Capital Projects Funds are used to account for financial resources used for the acquisition or construction of major capital facilities financed by governmental funds.

Property Acquisition Fund – To account for monies set aside for the future acquisition of property. Revenues may be derived from various sources, including donations.

Sewer Improvement AD04-1 Capital Projects Fund – To account for sewer capital improvements under Assessment District 04-1.

**CITY OF LA CAÑADA FLINTRIDGE
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023**

	Special Revenue Funds			
	Traffic Safety	State Gasoline Tax	Bonds and Grants	TDA
ASSETS				
Cash and Investments	\$ -	\$ -	\$ -	\$ -
Receivables:				
Accounts	7,681	176,988	183,979	19,000
Prepaid Items	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 7,681</u>	<u>\$ 176,988</u>	<u>\$ 183,979</u>	<u>\$ 19,000</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES (DEFICITS)				
LIABILITIES				
Accounts Payable and Accrued Liabilities	\$ -	\$ 86,738	\$ 25,500	\$ -
Due to Other Funds	7,681	90,250	122,607	19,000
Total Liabilities	<u>7,681</u>	<u>176,988</u>	<u>148,107</u>	<u>19,000</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues	-	-	54,788	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>54,788</u>	<u>-</u>
FUND BALANCES (DEFICITS)				
Nonspendable:				
Prepaid Items	-	-	-	-
Restricted:				
Transit	-	-	-	-
Storm Water Capital Project	-	-	-	-
Air Quality Improvements	-	-	-	-
Sewer Improvements and Operations	-	-	-	-
Debt Service Reserve	-	-	-	-
Committed:				
Property Acquisition	-	-	-	-
Unassigned	-	-	(18,916)	-
Total Fund Balances (Deficits)	<u>-</u>	<u>-</u>	<u>(18,916)</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 7,681</u>	<u>\$ 176,988</u>	<u>\$ 183,979</u>	<u>\$ 19,000</u>

CITY OF LA CAÑADA FLINTRIDGE
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Special Revenue Funds			
	Proposition C Transit Tax	Proposition A Transit Tax	Community Development Block Grant	State/ Federal Law Enforcement Supplemental Funds
ASSETS				
Cash and Investments	\$ 970,367	\$ 964,861	\$ -	\$ 35,210
Receivables:				
Accounts	-	-	16,073	-
Prepaid Items	-	-	95	-
	<u>-</u>	<u>-</u>	<u>95</u>	<u>-</u>
Total Assets	<u>\$ 970,367</u>	<u>\$ 964,861</u>	<u>\$ 16,168</u>	<u>\$ 35,210</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES (DEFICITS)				
LIABILITIES				
Accounts Payable and Accrued Liabilities	\$ 137	\$ 73,793	\$ -	\$ 35,210
Due to Other Funds	-	-	16,168	-
Total Liabilities	<u>137</u>	<u>73,793</u>	<u>16,168</u>	<u>35,210</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)				
Nonspendable:				
Prepaid Items	-	-	95	-
Restricted:				
Transit	970,230	891,068	-	-
Storm Water Capital Project	-	-	-	-
Air Quality Improvements	-	-	-	-
Sewer Improvements and Operations	-	-	-	-
Debt Service Reserve	-	-	-	-
Committed:				
Property Acquisition	-	-	-	-
Unassigned	-	-	(95)	-
Total Fund Balances (Deficits)	<u>970,230</u>	<u>891,068</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 970,367</u>	<u>\$ 964,861</u>	<u>\$ 16,168</u>	<u>\$ 35,210</u>

CITY OF LA CAÑADA FLINTRIDGE
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Special Revenue Funds			
	AQMD Trust	Sanitation	Sewer Redemption AD02-1	Sewer Redemption AD04-1
ASSETS				
Cash and Investments	\$ 285,033	\$ -	\$ -	\$ -
Receivables:				
Accounts	6,697	-	1,254	11,900
Prepaid Items	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 291,730</u>	<u>\$ -</u>	<u>\$ 1,254</u>	<u>\$ 11,900</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES (DEFICITS)				
LIABILITIES				
Accounts Payable and Accrued Liabilities	\$ 104	\$ -	\$ -	\$ -
Due to Other Funds	-	-	1,254	11,900
Total Liabilities	<u>104</u>	<u>-</u>	<u>1,254</u>	<u>11,900</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues	6,697	-	-	-
Total Deferred Inflows of Resources	<u>6,697</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)				
Nonspendable:				
Prepaid Items	-	-	-	-
Restricted:				
Transit	-	-	-	-
Storm Water Capital Project	-	-	-	-
Air Quality Improvements	284,929	-	-	-
Sewer Improvements and Operations	-	-	-	-
Debt Service Reserve	-	-	-	-
Committed:				
Property Acquisition	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances (Deficits)	<u>284,929</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 291,730</u>	<u>\$ -</u>	<u>\$ 1,254</u>	<u>\$ 11,900</u>

CITY OF LA CAÑADA FLINTRIDGE
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Special Revenue Funds			
	Measure R	Measure M	Sewer Maintenance Operations AD04-1	Measure W
ASSETS				
Cash and Investments	\$ 629,001	\$ 1,061,646	\$ 812,669	\$ 494,136
Receivables:				
Accounts	-	-	10,239	377,850
Prepaid Items	-	-	-	-
Total Assets	<u>\$ 629,001</u>	<u>\$ 1,061,646</u>	<u>\$ 822,908</u>	<u>\$ 871,986</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES (DEFICITS)				
LIABILITIES				
Accounts Payable and Accrued Liabilities	\$ 4,486	\$ -	\$ 4,188	\$ 27,502
Due to Other Funds	-	-	-	-
Total Liabilities	<u>4,486</u>	<u>-</u>	<u>4,188</u>	<u>27,502</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues	-	-	-	377,850
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>377,850</u>
FUND BALANCES (DEFICITS)				
Nonspendable:				
Prepaid Items	-	-	-	-
Restricted:				
Transit	624,515	1,061,646	-	-
Storm Water Capital Project	-	-	-	466,634
Air Quality Improvements	-	-	-	-
Sewer Improvements and Operations	-	-	818,720	-
Debt Service Reserve	-	-	-	-
Committed:				
Property Acquisition	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances (Deficits)	<u>624,515</u>	<u>1,061,646</u>	<u>818,720</u>	<u>466,634</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 629,001</u>	<u>\$ 1,061,646</u>	<u>\$ 822,908</u>	<u>\$ 871,986</u>

**CITY OF LA CAÑADA FLINTRIDGE
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023**

	Debt Service Funds		Capital Projects Funds		
	Sewer AD98-1	Civic Center	Property Acquisition Capital Projects	Sewer Improvement AD04-1	Total Nonmajor Governmental Funds
ASSETS					
Cash and Investments	\$ 54,014	\$ 586,904	\$ 267,545	\$ 1,238,615	\$ 7,400,001
Receivables:					
Accounts	-	-	-	-	811,661
Prepaid Items	-	-	-	-	95
Total Assets	<u>\$ 54,014</u>	<u>\$ 586,904</u>	<u>\$ 267,545</u>	<u>\$ 1,238,615</u>	<u>\$ 8,211,757</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES (DEFICITS)					
LIABILITIES					
Accounts Payable and Accrued Liabilities	\$ -	\$ -	\$ -	\$ -	\$ 257,658
Due to Other Funds	-	-	-	-	268,860
Total Liabilities	-	-	-	-	526,518
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenues	-	-	-	-	439,335
Total Deferred Inflows of Resources	-	-	-	-	439,335
FUND BALANCES (DEFICITS)					
Nonspendable:					
Prepaid Items	-	-	-	-	95
Restricted:					
Transit	-	-	-	-	3,547,459
Storm Water Capital Project	-	-	-	-	466,634
Air Quality Improvements	-	-	-	-	284,929
Sewer Improvements and Operations	-	-	-	1,238,615	2,057,335
Debt Service Reserve	54,014	586,904	-	-	640,918
Committed:					
Property Acquisition	-	-	267,545	-	267,545
Unassigned	-	-	-	-	(19,011)
Total Fund Balances (Deficits)	<u>54,014</u>	<u>586,904</u>	<u>267,545</u>	<u>1,238,615</u>	<u>7,245,904</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 54,014</u>	<u>\$ 586,904</u>	<u>\$ 267,545</u>	<u>\$ 1,238,615</u>	<u>\$ 8,211,757</u>



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CITY OF LA CAÑADA FLINTRIDGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES (DEFICITS)
NONMAJOR GOVERNMENTAL FUNDS
FISCAL YEAR ENDED JUNE 30, 2023

	Special Revenue Funds			
	Traffic Safety	State Gasoline Tax	Bonds and Grants	TDA
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Assessments	-	-	-	-
Fines, Forfeitures, and Penalties	106,704	-	-	-
From Other Agencies	-	980,804	191,322	19,000
Charges for Services	-	-	-	-
Use of Money and Property	-	5,191	-	124
Total Revenues	106,704	985,995	191,322	19,124
EXPENDITURES				
Current:				
Public Safety	-	-	-	-
Community Development	-	-	-	-
Public Works	-	660,791	63,360	-
Capital Outlay	-	-	-	-
Debt Service:				
Principal Retirement	-	-	-	-
Interest and Other Charges	-	-	-	-
Total Expenditures	-	660,791	63,360	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	106,704	325,204	127,962	19,124
OTHER FINANCING SOURCES (USES)				
Transfers In	-	147,610	1,938	-
Transfers Out	(106,704)	(463,342)	-	(34,124)
Total Other Financing Sources (Uses)	(106,704)	(315,732)	1,938	(34,124)
NET CHANGES IN FUND BALANCES	-	9,472	129,900	(15,000)
Fund Balances (Deficits) - Beginning of Fiscal Year	-	(9,472)	(148,816)	15,000
FUND BALANCES (DEFICITS) - END OF FISCAL YEAR	\$ -	\$ -	\$ (18,916)	\$ -

CITY OF LA CAÑADA FLINTRIDGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES (DEFICITS) (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FISCAL YEAR ENDED JUNE 30, 2023

	Special Revenue Funds			
	Proposition C Transit Tax	Proposition A Transit Tax	Community Development Block Grant	State/ Federal Law Enforcement Supplemental Funds
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Assessments	-	-	-	-
Fines, Forfeitures, and Penalties	-	-	-	-
From Other Agencies	440,278	530,793	22,030	165,271
Charges for Services	-	-	-	-
Use of Money and Property	28,047	24,973	-	1,584
Total Revenues	468,325	555,766	22,030	166,855
EXPENDITURES				
Current:				
Public Safety	-	-	-	211,257
Community Development	-	-	22,030	-
Public Works	2,700	468,781	-	-
Capital Outlay	1,165	-	-	-
Debt Service:				
Principal Retirement	-	-	-	-
Interest and Other Charges	-	-	-	-
Total Expenditures	3,865	468,781	22,030	211,257
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	464,460	86,985	-	(44,402)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	44,486
Transfers Out	(400,125)	(50,085)	-	-
Total Other Financing Sources (Uses)	(400,125)	(50,085)	-	44,486
NET CHANGES IN FUND BALANCES	64,335	36,900	-	84
Fund Balances (Deficits) - Beginning of Fiscal Year	905,895	854,168	-	(84)
FUND BALANCES (DEFICITS) - END OF FISCAL YEAR	<u>\$ 970,230</u>	<u>\$ 891,068</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF LA CAÑADA FLINTRIDGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES (DEFICITS) (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FISCAL YEAR ENDED JUNE 30, 2023

	Special Revenue Funds			
	AQMD Trust	Sanitation	Sewer Redemption AD02-1	Sewer Redemption AD04-1
REVENUES				
Taxes	\$ -	\$ 8,415	\$ -	\$ -
Assessments	-	-	2,007	414,890
Fines, Forfeitures, and Penalties	-	-	315	3,089
From Other Agencies	26,452	-	-	-
Charges for Services	-	-	-	37,755
Use of Money and Property	8,203	-	23	197
Total Revenues	34,655	8,415	2,345	455,931
EXPENDITURES				
Current:				
Public Safety	-	-	-	-
Community Development	-	-	-	-
Public Works	104	8,415	-	17,389
Capital Outlay	-	-	-	-
Debt Service:				
Principal Retirement	-	-	-	-
Interest and Other Charges	-	-	-	-
Total Expenditures	104	8,415	-	17,389
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	34,551	-	2,345	438,542
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	(67,820)	-	(2,339)	(438,542)
Total Other Financing Sources (Uses)	(67,820)	-	(2,339)	(438,542)
NET CHANGES IN FUND BALANCES	(33,269)	-	6	-
Fund Balances (Deficits) - Beginning of Fiscal Year	318,198	-	(6)	-
FUND BALANCES (DEFICITS) - END OF FISCAL YEAR	\$ 284,929	\$ -	\$ -	\$ -

CITY OF LA CAÑADA FLINTRIDGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES (DEFICITS) (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FISCAL YEAR ENDED JUNE 30, 2023

	Special Revenue Funds			
	Measure R	Measure M	Sewer Maintenance Operations AD04-1	Measure W
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Assessments	-	-	-	-
Fines, Forfeitures, and Penalties	-	-	-	-
From Other Agencies	330,113	373,429	-	377,841
Charges for Services	-	-	319,364	-
Use of Money and Property	18,988	20,790	18,615	9,743
Total Revenues	349,101	394,219	337,979	387,584
EXPENDITURES				
Current:				
Public Safety	-	-	-	-
Community Development	-	-	-	-
Public Works	33,929	2,500	181,225	114,290
Capital Outlay	-	-	-	-
Debt Service:				
Principal Retirement	-	-	-	-
Interest and Other Charges	-	-	-	-
Total Expenditures	33,929	2,500	181,225	114,290
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	315,172	391,719	156,754	273,294
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	(305,545)	-	-	-
Total Other Financing Sources (Uses)	(305,545)	-	-	-
NET CHANGES IN FUND BALANCES	9,627	391,719	156,754	273,294
Fund Balances (Deficits) - Beginning of Fiscal Year	614,888	669,927	661,966	193,340
FUND BALANCES (DEFICITS) - END OF FISCAL YEAR	\$ 624,515	\$ 1,061,646	\$ 818,720	\$ 466,634

CITY OF LA CAÑADA FLINTRIDGE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES (DEFICITS) (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FISCAL YEAR ENDED JUNE 30, 2023

	Debt Service Funds		Capital Projects Funds		
	Sewer AD98-1	Civic Center	Property Acquisition Capital Projects	Sewer Improvement AD04-1	Total Nonmajor Governmental Funds
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 8,415
Assessments	-	-	-	-	416,897
Fines, Forfeitures, and Penalties	-	-	-	-	110,108
From Other Agencies	-	-	-	-	3,457,333
Charges for Services	-	-	-	-	357,119
Use of Money and Property	1,308	9,682	-	30,001	177,469
Total Revenues	1,308	9,682	-	30,001	4,527,341
EXPENDITURES					
Current:					
Public Safety	-	-	-	-	211,257
Community Development	-	-	-	-	22,030
Public Works	-	-	-	-	1,553,484
Capital Outlay	-	-	38,928	-	40,093
Debt Service:					
Principal Retirement	-	113,166	-	-	113,166
Interest and Other Charges	-	164,848	-	-	164,848
Total Expenditures	-	278,014	38,928	-	2,104,878
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,308	(268,332)	(38,928)	30,001	2,422,463
OTHER FINANCING SOURCES (USES)					
Transfers In	-	435,025	450	-	629,509
Transfers Out	-	-	-	-	(1,868,626)
Total Other Financing Sources (Uses)	-	435,025	450	-	(1,239,117)
NET CHANGES IN FUND BALANCES	1,308	166,693	(38,478)	30,001	1,183,346
Fund Balances (Deficits) - Beginning of Fiscal Year	52,706	420,211	306,023	1,208,614	6,062,558
FUND BALANCES (DEFICITS) - END OF FISCAL YEAR	<u>\$ 54,014</u>	<u>\$ 586,904</u>	<u>\$ 267,545</u>	<u>\$ 1,238,615</u>	<u>\$ 7,245,904</u>



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NONMAJOR FUND BUDGETARY COMPARISON SCHEDULES



**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR TRAFFIC SAFETY SPECIAL REVENUE FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Fines, Forfeitures, and Penalties	\$ 87,500	\$ 106,704	\$ 19,204
EXPENDITURES	-	-	-
EXCESS OF REVENUES OVER EXPENDITURES	87,500	106,704	19,204
OTHER FINANCING USES			
Transfers Out	(87,500)	(106,704)	(19,204)
NET CHANGE IN FUND BALANCE	-	-	-
Fund Balance - Beginning of Fiscal Year	-	-	-
FUND BALANCE - END OF FISCAL YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR STATE GASOLINE TAX SPECIAL REVENUE FUND
FISCAL YEAR ENDED JUNE 30, 2023

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
From Other Agencies	\$ 1,052,475	\$ 980,804	\$ (71,671)
Use of Money and Property	200	5,191	4,991
Total Revenues	<u>1,052,675</u>	<u>985,995</u>	<u>(66,680)</u>
EXPENDITURES			
Current:			
Public Works	<u>745,000</u>	<u>660,791</u>	<u>84,209</u>
EXCESS OF REVENUES OVER EXPENDITURES	307,675	325,204	17,529
OTHER FINANCING SOURCES (USES)			
Transfers In	189,000	147,610	(41,390)
Transfers Out	<u>(478,200)</u>	<u>(463,342)</u>	<u>14,858</u>
Total Other Financing Sources (Uses)	<u>(289,200)</u>	<u>(315,732)</u>	<u>(26,532)</u>
NET CHANGE IN FUND BALANCE	18,475	9,472	(9,003)
Fund Balance (Deficit) - Beginning of Fiscal Year	<u>(9,472)</u>	<u>(9,472)</u>	<u>-</u>
FUND BALANCE (DEFICIT) - END OF FISCAL YEAR	<u><u>\$ 9,003</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (9,003)</u></u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR BONDS AND GRANTS SPECIAL REVENUE FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
From Other Agencies	\$ 180,525	\$ 191,322	\$ 10,797
EXPENDITURES			
Current:			
Public Works	67,125	63,360	3,765
EXCESS OF REVENUES OVER EXPENDITURES	113,400	127,962	14,562
OTHER FINANCING SOURCES (USES)			
Transfers In	-	1,938	(1,938)
Transfers Out	(11,700)	-	(11,700)
Total Other Financing Sources (Uses)	(11,700)	1,938	(13,638)
NET CHANGE IN FUND BALANCE	101,700	129,900	924
Fund Balance (Deficit) - Beginning of Fiscal Year	(148,816)	(148,816)	-
FUND BALANCE (DEFICIT) - END OF FISCAL YEAR	<u>\$ (47,116)</u>	<u>\$ (18,916)</u>	<u>\$ 924</u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR TDA SPECIAL REVENUE FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
From Other Agencies	\$ 19,000	\$ 19,000	\$ -
Use of Money and Property	-	124	124
Total Revenues	<u>19,000</u>	<u>19,124</u>	<u>124</u>
EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	19,000	19,124	124
OTHER FINANCING USES			
Transfers Out	<u>(19,000)</u>	<u>(34,124)</u>	<u>(15,124)</u>
NET CHANGE IN FUND BALANCE	-	(15,000)	(15,000)
Fund Balance - Beginning of Fiscal Year	<u>15,000</u>	<u>15,000</u>	<u>-</u>
FUND BALANCE (DEFICIT) - END OF FISCAL YEAR	<u><u>\$ 15,000</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (15,000)</u></u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR PROPOSITION C TRANSIT TAX SPECIAL REVENUE FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
From Other Agencies	\$ 408,650	\$ 440,278	\$ 31,628
Use of Money and Property	3,925	28,047	24,122
Total Revenues	<u>412,575</u>	<u>468,325</u>	<u>55,750</u>
EXPENDITURES			
Current:			
Public Works	37,700	2,700	35,000
Capital Outlay	170,000	1,165	168,835
Total Expenditures	<u>207,700</u>	<u>3,865</u>	<u>203,835</u>
EXCESS OF REVENUES OVER EXPENDITURES	204,875	464,460	259,585
OTHER FINANCING USES			
Transfers Out	<u>(847,700)</u>	<u>(400,125)</u>	<u>447,575</u>
NET CHANGE IN FUND BALANCE	(642,825)	64,335	707,160
Fund Balance - Beginning of Fiscal Year	<u>905,895</u>	<u>905,895</u>	<u>-</u>
FUND BALANCE - END OF FISCAL YEAR	<u><u>\$ 263,070</u></u>	<u><u>\$ 970,230</u></u>	<u><u>\$ 707,160</u></u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR PROPOSITION A TRANSIT TAX SPECIAL REVENUE FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
From Other Agencies	\$ 492,675	\$ 530,793	\$ 38,118
Use of Money and Property	3,500	24,973	21,473
Total Revenues	496,175	555,766	59,591
EXPENDITURES			
Current:			
Public Works	636,200	468,781	167,419
Capital Outlay	112,000	-	112,000
Total Expenditures	748,200	468,781	279,419
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(252,025)	86,985	339,010
OTHER FINANCING USES			
Transfers Out	(73,125)	(50,085)	23,040
NET CHANGE IN FUND BALANCE	(325,150)	36,900	362,050
Fund Balance - Beginning of Fiscal Year	854,168	854,168	-
FUND BALANCE - END OF FISCAL YEAR	\$ 529,018	\$ 891,068	\$ 362,050

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR COMMUNITY DEVELOPMENT BLOCK GRANT SPECIAL REVENUE FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
From Other Agencies	\$ 60,525	\$ 22,030	\$ (38,495)
EXPENDITURES			
Current:			
Community Development	60,525	22,030	38,495
EXCESS OF REVENUES OVER EXPENDITURES	-	-	-
Fund Balance - Beginning of Fiscal Year	-	-	-
FUND BALANCE - END OF FISCAL YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR STATE/FEDERAL LAW ENFORCEMENT SUPPLEMENTAL FUNDS
SPECIAL REVENUE FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
From Other Agencies	\$ 166,125	\$ 165,271	\$ (854)
Use of Money and Property	225	1,584	1,359
Total Revenues	<u>166,350</u>	<u>166,855</u>	<u>505</u>
EXPENDITURES			
Current:			
Public Safety	<u>211,250</u>	<u>211,257</u>	<u>(7)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(44,900)	(44,402)	498
OTHER FINANCING SOURCES			
Transfers In	<u>44,900</u>	<u>44,486</u>	<u>(414)</u>
NET CHANGE IN FUND BALANCE	-	84	84
Fund Balance (Deficit) - Beginning of Fiscal Year	<u>(84)</u>	<u>(84)</u>	<u>-</u>
FUND BALANCE (DEFICIT) - END OF FISCAL YEAR	<u><u>\$ (84)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 84</u></u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR AQMD TRUST SPECIAL REVENUE FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
From Other Agencies	\$ 26,700	\$ 26,452	\$ (248)
Use of Money and Property	1,250	8,203	6,953
Total Revenues	<u>27,950</u>	<u>34,655</u>	<u>6,705</u>
EXPENDITURES			
Current:			
Public Works	<u>5,000</u>	<u>104</u>	<u>4,896</u>
EXCESS OF REVENUES OVER EXPENDITURES	22,950	34,551	11,601
OTHER FINANCING USES			
Transfers Out	<u>(205,900)</u>	<u>(67,820)</u>	<u>138,080</u>
NET CHANGE IN FUND BALANCE	(182,950)	(33,269)	149,681
Fund Balance - Beginning of Fiscal Year	<u>318,198</u>	<u>318,198</u>	<u>-</u>
FUND BALANCE - END OF FISCAL YEAR	<u><u>\$ 135,248</u></u>	<u><u>\$ 284,929</u></u>	<u><u>\$ 149,681</u></u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR SANITATION SPECIAL REVENUE FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Taxes	\$ 7,500	\$ 8,415	\$ 915
EXPENDITURES			
Current:			
Public Works	7,500	8,415	(915)
EXCESS OF REVENUES OVER EXPENDITURES	-	-	-
Fund Balance - Beginning of Fiscal Year	-	-	-
FUND BALANCE - END OF FISCAL YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR SEWER REDEMPTION AD04-1 SPECIAL REVENUE FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Assessments	\$ 1,814,125	\$ 414,890	\$ (1,399,235)
Fines, Forfeitures, and Penalties	2,575	3,089	514
Charges for Services	37,825	37,755	(70)
Use of Money and Property	3,000	197	(2,803)
Total Revenues	<u>1,857,525</u>	<u>455,931</u>	<u>(1,401,594)</u>
EXPENDITURES			
Current:			
Public Works	<u>17,000</u>	<u>17,389</u>	<u>(389)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,840,525	438,542	(1,401,983)
OTHER FINANCING USES			
Transfers Out	<u>(1,840,525)</u>	<u>(438,542)</u>	<u>1,401,983</u>
NET CHANGE IN FUND BALANCE	-	-	-
Fund Balance - Beginning of Fiscal Year	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - END OF FISCAL YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR MEASURE R SPECIAL REVENUE FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
From Other Agencies	\$ 306,500	\$ 330,113	\$ 23,613
Use of Money and Property	<u>2,500</u>	<u>18,988</u>	<u>16,488</u>
Total Revenues	309,000	349,101	40,101
EXPENDITURES			
Current:			
Public Works	<u>171,450</u>	<u>33,929</u>	<u>137,521</u>
EXCESS OF REVENUES OVER EXPENDITURES	137,550	315,172	177,622
OTHER FINANCING USES			
Transfers Out	<u>(824,700)</u>	<u>(305,545)</u>	<u>519,155</u>
NET CHANGE IN FUND BALANCE	(687,150)	9,627	696,777
Fund Balance - Beginning of Fiscal Year	<u>614,888</u>	<u>614,888</u>	<u>-</u>
FUND BALANCE (DEFICIT) - END OF FISCAL YEAR	<u><u>\$ (72,262)</u></u>	<u><u>\$ 624,515</u></u>	<u><u>\$ 696,777</u></u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR MEASURE M SPECIAL REVENUE FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
From Other Agencies	\$ 347,350	\$ 373,429	\$ 26,079
Use of Money and Property	1,875	20,790	18,915
Total Revenues	<u>349,225</u>	<u>394,219</u>	<u>44,994</u>
EXPENDITURES			
Current:			
Public Works	<u>7,500</u>	<u>2,500</u>	<u>5,000</u>
EXCESS OF REVENUES OVER EXPENDITURES	341,725	391,719	49,994
OTHER FINANCING USES			
Transfers Out	<u>(586,325)</u>	<u>-</u>	<u>586,325</u>
NET CHANGE IN FUND BALANCE	(244,600)	391,719	636,319
Fund Balance - Beginning of Fiscal Year	<u>669,927</u>	<u>669,927</u>	<u>-</u>
FUND BALANCE - END OF FISCAL YEAR	<u><u>\$ 425,327</u></u>	<u><u>\$ 1,061,646</u></u>	<u><u>\$ 636,319</u></u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR SEWER MAINTENANCE OPERATIONS AD04-1 SPECIAL REVENUE FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Charges for Services	\$ 296,200	\$ 319,364	\$ 23,164
Use of Money and Property	2,050	18,615	16,565
Total Revenues	<u>298,250</u>	<u>337,979</u>	<u>39,729</u>
EXPENDITURES			
Current:			
Public Works	<u>265,525</u>	<u>181,225</u>	<u>84,300</u>
EXCESS OF REVENUES OVER EXPENDITURES	32,725	156,754	124,029
Fund Balance - Beginning of Fiscal Year	<u>661,966</u>	<u>661,966</u>	<u>-</u>
FUND BALANCE - END OF FISCAL YEAR	<u><u>\$ 694,691</u></u>	<u><u>\$ 818,720</u></u>	<u><u>\$ 124,029</u></u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR MEASURE W SPECIAL REVENUE FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
From Other Agencies	\$ 380,000	\$ 377,841	\$ (2,159)
Use of Money and Property	1,750	9,743	7,993
Total Revenues	<u>381,750</u>	<u>387,584</u>	<u>5,834</u>
EXPENDITURES			
Current:			
Public Works	<u>227,500</u>	<u>114,290</u>	<u>113,210</u>
EXCESS OF REVENUES OVER EXPENDITURES	154,250	273,294	119,044
Fund Balance - Beginning of Fiscal Year	<u>193,340</u>	<u>193,340</u>	<u>-</u>
FUND BALANCE - END OF FISCAL YEAR	<u><u>\$ 347,590</u></u>	<u><u>\$ 466,634</u></u>	<u><u>\$ 119,044</u></u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR SEWER AD98-1 DEBT SERVICE FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Use of Money and Property	\$ 250	\$ 1,308	\$ 1,058
EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	250	1,308	1,058
Fund Balance - Beginning of Fiscal Year	<u>52,706</u>	<u>52,706</u>	<u>-</u>
FUND BALANCE - END OF FISCAL YEAR	<u><u>\$ 52,956</u></u>	<u><u>\$ 54,014</u></u>	<u><u>\$ 1,058</u></u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR CIVIC CENTER DEBT SERVICE FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Use of Money and Property	\$ 1,075	\$ 9,682	\$ 8,607
EXPENDITURES			
Debt Service:			
Principal Retirement	113,175	113,166	9
Interest and Other Fiscal Charges	164,850	164,848	2
Total Expenditures	<u>278,025</u>	<u>278,014</u>	<u>11</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(276,950)	(268,332)	8,618
OTHER FINANCING SOURCES			
Transfers In	<u>435,025</u>	<u>435,025</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	158,075	166,693	8,618
Fund Balance - Beginning of Fiscal Year	<u>420,211</u>	<u>420,211</u>	<u>-</u>
FUND BALANCE - END OF FISCAL YEAR	<u><u>\$ 578,286</u></u>	<u><u>\$ 586,904</u></u>	<u><u>\$ 8,618</u></u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR PROPERTY ACQUISITION CAPITAL PROJECTS FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES	\$ -	\$ -	\$ -
EXPENDITURES			
Capital Outlay	<u>307,950</u>	<u>38,928</u>	<u>269,022</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(307,950)	(38,928)	269,022
OTHER FINANCING SOURCES			
Transfers In	<u>450</u>	<u>450</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(307,500)	(38,478)	269,022
Fund Balance - Beginning of Fiscal Year	<u>306,023</u>	<u>306,023</u>	<u>-</u>
FUND BALANCE (DEFICIT) - END OF FISCAL YEAR	<u><u>\$ (1,477)</u></u>	<u><u>\$ 267,545</u></u>	<u><u>\$ 269,022</u></u>

**CITY OF LA CAÑADA FLINTRIDGE
BUDGETARY COMPARISON SCHEDULE
NONMAJOR SEWER IMPROVEMENT AD04-1 CAPITAL PROJECTS FUND
FISCAL YEAR ENDED JUNE 30, 2023**

	Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Use of Money and Property	\$ 4,575	\$ 30,001	\$ 25,426
EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	4,575	30,001	25,426
Fund Balance - Beginning of Fiscal Year	<u>1,208,614</u>	<u>1,208,614</u>	<u>-</u>
FUND BALANCE - END OF FISCAL YEAR	<u><u>\$ 1,213,189</u></u>	<u><u>\$ 1,238,615</u></u>	<u><u>\$ 25,426</u></u>



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STATISTICAL SECTION



**CITY OF LA CAÑADA FLINTRIDGE
STATISTICAL SECTION (UNAUDITED)
CONTENTS**

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

Contents	Pages
Financial Trends: These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	112-119
Revenue Capacity: These schedules contain trend information to help the reader assess the government's most significant current local revenue source, the property tax.	120-122
Debt Capacity: These schedules contain present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.	123-128
Demographic and Economic Information: These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.	129-130
Operating Information: These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	131-133

**CITY OF LA CAÑADA FLINTRIDGE
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Governmental Activities:					
Net Investment in capital assets	\$ 50,863,970	\$ 53,125,809	\$ 54,616,632	\$ 56,486,096	\$ 57,934,638
Restricted	13,075,427	15,871,777	16,362,080	16,433,593	16,925,230
Unrestricted	13,230,914	13,093,623	13,859,733	5,858,711	6,860,498
Total Primary Government Net Position	<u>\$ 77,170,311</u>	<u>\$ 82,091,209</u>	<u>\$ 84,838,445</u>	<u>\$ 78,778,400</u>	<u>\$ 81,720,366</u>

**CITY OF LA CAÑADA FLINTRIDGE
NET POSITION BY COMPONENT (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

Fiscal Year				
2019	2020	2021	2022	2023
\$ 63,678,262	\$ 64,002,809	\$ 65,045,996	\$ 64,440,858	\$ 68,591,471
16,245,273	17,756,978	18,738,848	20,704,648	18,533,991
7,444,784	8,997,315	10,240,501	11,962,858	13,458,938
<u>\$ 87,368,319</u>	<u>\$ 90,757,102</u>	<u>\$ 94,025,345</u>	<u>\$ 97,108,364</u>	<u>\$ 100,584,400</u>

**CITY OF LA CAÑADA FLINTRIDGE
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	2014	2015	2016	2017	2018
Expenses:					
Governmental activities:					
General government	\$ 2,353,045	\$ 4,609,131	\$ 5,106,198	\$ 6,151,267	\$ 5,816,415
Public safety	3,055,234	3,124,207	3,235,107	3,415,773	3,650,220
Community development	2,471,285	725,922	709,933	739,459	848,481
Public works	6,622,919	7,419,030	8,629,125	8,304,487	8,040,300
Interest	732,084	681,519	630,250	575,959	521,343
Total Governmental Activities Expenses	<u>15,234,567</u>	<u>16,559,809</u>	<u>18,310,613</u>	<u>19,186,945</u>	<u>18,876,759</u>
Program Revenues:					
Governmental activities:					
Charges for services:					
Community Development (1)	-	-	-	-	-
Public Works	2,632,444	2,820,796	2,931,464	2,955,387	3,325,171
Other activities	482,132	478,925	419,850	364,239	390,792
Operating grants and contributions	2,134,470	1,780,052	1,644,405	1,963,976	2,048,243
Capital grants and contributions	7,846,376	5,624,691	4,462,995	4,562,967	4,114,364
Total Governmental Activities	<u>13,095,422</u>	<u>10,704,464</u>	<u>9,458,714</u>	<u>9,846,569</u>	<u>9,878,570</u>
Program Revenues	<u>13,095,422</u>	<u>10,704,464</u>	<u>9,458,714</u>	<u>9,846,569</u>	<u>9,878,570</u>
Net Revenues (Expenses):					
Governmental activities	(2,139,145)	(5,855,345)	(8,851,899)	(9,340,376)	(8,998,189)
General Revenues and Other Changes in Net Position:					
Governmental activities:					
Taxes:					
Property taxes (2)	4,229,162	4,429,351	4,661,834	4,920,152	5,271,832
Other taxes	3,084,333	3,312,466	3,401,762	3,484,856	3,643,219
State shared revenues - unrestricted:					
Sales tax	2,669,216	2,707,738	2,922,948	2,629,347	2,649,512
Motor vehicle	9,167	8,855	8,308	9,209	10,789
Use of money and property	111,490	81,254	384,346	(83,298)	16,456
Other	119,782	236,579	218,483	63,005	348,347
Loss on Capital Assets Disposal	-	-	-	(4,822,413)	-
Gain on disposal of capital assets	-	-	-	-	-
Gain on early payment of debt	-	-	-	-	-
Total Primary Government	<u>10,223,150</u>	<u>10,776,243</u>	<u>11,597,681</u>	<u>6,200,858</u>	<u>11,940,155</u>
Changes in Net Position					
Governmental Activities	<u>\$ 8,084,005</u>	<u>\$ 4,920,898</u>	<u>\$ 2,745,782</u>	<u>\$ (3,139,518)</u>	<u>\$ 2,941,966</u>

(1) Programs were redefined in 2019 and Community Development was separated from Public Works program revenues.

(2) Property Tax in Lieu was combined with Property Taxes in 2019

**CITY OF LA CAÑADA FLINTRIDGE
CHANGES IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal year				
	2019	2020	2021	2022	2023
\$	4,918,063	\$ 5,452,507	\$ 5,087,112	\$ 4,965,147	\$ 5,770,623
	3,716,291	3,933,058	4,182,276	4,437,253	4,435,933
	2,109,684	2,710,840	2,621,531	2,675,289	2,982,116
	8,165,402	7,948,297	10,562,543	14,061,912	16,927,550
	500,129	565,346	540,357	470,358	413,042
	<u>19,409,569</u>	<u>20,610,048</u>	<u>22,993,819</u>	<u>26,609,959</u>	<u>30,529,264</u>
	2,381,635	2,911,226	3,188,360	3,455,123	3,317,503
	788,226	738,836	883,908	801,885	950,469
	334,255	270,283	173,698	392,143	405,016
	2,454,543	1,973,491	2,254,598	2,076,116	2,218,686
	<u>3,545,910</u>	<u>4,653,091</u>	<u>6,126,400</u>	<u>9,393,304</u>	<u>11,704,565</u>
	<u>9,504,569</u>	<u>10,546,927</u>	<u>12,626,964</u>	<u>16,118,571</u>	<u>18,596,239</u>
	(9,905,000)	(10,063,121)	(10,366,855)	(10,491,388)	(11,933,025)
	8,166,745	8,606,227	9,136,850	9,426,867	9,959,051
	1,123,785	1,125,140	1,313,984	1,385,182	1,392,397
	2,989,941	2,893,363	2,879,897	3,510,847	3,673,368
	9,928	16,306	15,007	23,389	21,061
	841,755	669,016	165,726	(832,134)	334,803
	83,893	141,852	123,634	60,256	28,381
	-	-	-	-	-
	2,140,906	-	-	-	-
	196,000	-	-	-	-
	<u>15,552,953</u>	<u>13,451,904</u>	<u>13,635,098</u>	<u>13,574,407</u>	<u>15,409,061</u>
\$	<u>5,647,953</u>	<u>\$ 3,388,783</u>	<u>\$ 3,268,243</u>	<u>\$ 3,083,019</u>	<u>\$ 3,476,036</u>

CITY OF LA CAÑADA FLINTRIDGE
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year				
	2014 (1)	2015	2016	2017	2018
General Fund:					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Nonspendable	1,880,376	1,660,587	1,531,938	1,408,352	1,274,852
Restricted	1,734	2,300	4,244	-	-
Committed	-	-	-	5,580,000	5,580,000
Assigned	880,605	915,025	1,040,122	1,109,468	1,220,544
Unassigned	13,539,816	14,570,723	15,528,725	4,970,216	5,845,399
Total General Fund	<u>\$ 16,302,531</u>	<u>\$ 17,148,635</u>	<u>\$ 18,105,029</u>	<u>\$ 13,068,036</u>	<u>\$ 13,920,795</u>
All Other Governmental Funds:					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:					
Special revenue funds	-	-	-	-	-
Debt service funds	-	-	-	-	-
Capital projects funds	-	-	-	-	-
Nonspendable	-	-	-	-	-
Restricted	13,365,027	16,204,258	16,401,530	16,835,327	17,125,792
Committed	-	-	-	-	891,397
Assigned	-	-	-	-	-
Unassigned	(1,002,600)	(1,000,195)	(995,104)	(995,104)	(995,104)
Total All Other Governmental Funds	<u>\$ 12,362,427</u>	<u>\$ 15,204,063</u>	<u>\$ 15,406,426</u>	<u>\$ 15,840,223</u>	<u>\$ 17,022,085</u>

(1) As restated

CITY OF LA CAÑADA FLINTRIDGE
FUND BALANCES OF GOVERNMENTAL FUNDS (CONTINUED)
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)


Fiscal Year				
2019	2020	2021	2022	2023
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
1,118,176	1,126,744	1,121,175	1,084,781	1,063,402
-	-	-	-	-
-	1,000,000	1,000,000	1,000,000	1,000,000
3,988,357	4,280,191	3,853,538	3,818,759	3,722,977
8,684,631	10,623,778	12,485,930	12,731,143	10,397,123
<u>\$ 13,791,164</u>	<u>\$ 17,030,713</u>	<u>\$ 18,460,643</u>	<u>\$ 18,634,683</u>	<u>\$ 16,183,502</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	95
16,202,749	17,115,416	17,896,214	18,123,884	17,421,728
958,528	296,653	291,233	306,023	267,545
1,241,121	-	1,037,026	-	4,757,995
(1,022,409)	(1,274,219)	(1,232,119)	(2,316,116)	(1,014,115)
<u>\$ 17,379,989</u>	<u>\$ 16,137,850</u>	<u>\$ 17,992,354</u>	<u>\$ 16,113,791</u>	<u>\$ 21,433,248</u>

CITY OF LA CAÑADA FLINTRIDGE
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year				
	2014 (1)	2015	2016	2017	2018
Revenues:					
Taxes	\$ 9,988,959	\$ 10,493,566	\$ 10,879,338	\$ 11,170,104	\$ 11,578,263
Assessments	3,599,761	3,624,741	3,604,045	3,570,647	3,571,619
Fines, forfeitures and penalties	284,375	276,650	191,742	120,315	158,194
From other agencies	4,909,647	4,566,257	2,245,419	2,720,993	2,347,796
Charges for services	2,914,147	3,109,570	3,248,307	3,283,333	3,629,255
Use of money and property	380,624	325,730	623,850	152,465	298,920
Other	157,973	204,712	224,483	68,585	354,556
Total Revenues	<u>22,235,486</u>	<u>22,601,226</u>	<u>21,017,184</u>	<u>21,086,442</u>	<u>21,938,603</u>
Expenditures					
Current:					
General government	2,124,153	4,505,532	4,970,335	5,689,992	5,348,823
Public safety	3,050,327	3,121,322	3,232,839	3,413,505	3,442,315
Community development	2,465,201	724,584	702,561	730,678	794,315
Public works	4,107,535	4,021,412	3,931,211	4,051,433	4,251,082
Capital outlay	4,118,831	3,498,753	3,987,586	14,355,673	3,046,570
Debt service:					
Principal retirement	2,293,497	2,337,305	2,382,139	2,428,019	2,474,972
Interest and fiscal charges	754,494	704,578	653,210	600,338	545,905
Loan origination fees	-	-	-	-	-
Total Expenditures	<u>18,914,038</u>	<u>18,913,486</u>	<u>19,859,881</u>	<u>31,269,638</u>	<u>19,903,982</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,321,448</u>	<u>3,687,740</u>	<u>1,157,303</u>	<u>(10,183,196)</u>	<u>2,034,621</u>
Other financing sources (uses):					
Proceeds from sales of capital assets	-	-	-	-	-
Proceeds from long-term debt	-	-	-	-	-
Transfers in	5,230,113	6,677,868	6,117,742	10,662,629	6,582,662
Transfers out	(5,230,113)	(6,677,868)	(6,117,742)	(10,662,629)	(6,582,662)
Proceeds from long-term note	-	-	-	5,580,000	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,580,000</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ 3,321,448</u>	<u>\$ 3,687,740</u>	<u>\$ 1,157,303</u>	<u>\$ (4,603,196)</u>	<u>\$ 2,034,621</u>
Debt service as a percentage of noncapital expenditures	20.6%	19.7%	19.1%	17.9%	17.9%

(1) As restated

CITY OF LA CAÑADA FLINTRIDGE
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS (CONTINUED)
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

		Fiscal Year			
	2019	2020	2021	2022	2023
\$	12,286,071	\$ 12,630,130	\$ 13,336,940	\$ 14,329,795	\$ 15,033,231
	2,811,598	2,790,005	2,866,990	1,801,972	416,897
	181,605	176,783	249,613	322,504	244,662
	2,497,480	2,423,304	4,814,620	6,308,691	15,165,452
	3,661,633	4,102,506	4,346,699	4,623,750	4,848,045
	1,144,262	940,850	392,353	(739,329)	834,150
	93,976	151,256	159,266	46,289	61,413
	<u>22,676,625</u>	<u>23,214,834</u>	<u>26,166,481</u>	<u>26,693,672</u>	<u>36,603,850</u>
	4,185,555	4,423,459	4,219,996	4,706,016	5,463,715
	3,703,931	3,908,929	4,159,009	4,448,981	4,427,355
	2,026,411	2,538,744	2,489,308	2,724,704	2,989,737
	4,286,635	4,945,670	5,188,798	4,967,354	5,464,336
	7,888,949	2,267,950	3,959,647	8,686,225	12,525,901
	7,907,022	2,572,196	2,310,962	2,365,870	2,422,091
	489,849	560,476	554,327	499,045	442,439
	49,150	-	-	-	-
	<u>30,537,502</u>	<u>21,217,424</u>	<u>22,882,047</u>	<u>28,398,195</u>	<u>33,735,574</u>
	<u>(7,860,877)</u>	<u>1,997,410</u>	<u>3,284,434</u>	<u>(1,704,523)</u>	<u>2,868,276</u>
	3,125,000	-	-	-	-
	4,964,150	-	-	-	-
	7,597,259	5,069,558	7,216,405	5,841,636	7,573,735
	(7,597,259)	(5,069,558)	(7,216,405)	(5,841,636)	(7,573,735)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	8,089,150	-	-	-	-
\$	<u>228,273</u>	<u>\$ 1,997,410</u>	<u>\$ 3,284,434</u>	<u>\$ (1,704,523)</u>	<u>\$ 2,868,276</u>
	37.1%	16.5%	15.1%	14.5% 	13.5%

CITY OF LA CAÑADA FLINTRIDGE
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	City		Taxable Assessed Value	Total Direct Rate
	Secured	Unsecured		
2014	\$6,092,337,982	\$36,564,674	\$6,128,902,656	0.06705
2015	\$6,414,320,719	\$36,486,841	\$6,450,807,560	0.06705
2016	\$6,776,711,070	\$39,013,224	\$6,815,724,294	0.06705
2017	\$7,165,642,080	\$37,031,646	\$7,202,673,726	0.06705
2018	\$7,559,284,412	\$36,089,074	\$7,595,373,486	0.06703
2019	\$7,985,384,142	\$36,364,682	\$8,021,748,824	0.06703
2020	\$8,392,720,842	\$60,295,930	\$8,453,016,772	0.06703
2021	\$8,796,155,194	\$66,467,709	\$8,862,622,903	0.06703
2022	\$9,101,588,530	\$62,309,800	\$9,163,898,330	0.06695
2023	\$9,680,651,803	\$64,268,866	\$9,744,920,669	0.06695

NOTE:

In 1978 the voters of the State of California passed Proposition 13 which limited property taxes to a total maximum rate of 1% based upon the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an "inflation factor" (limited to a maximum increase of 2%). With few exceptions, property is only re-assessed at the time that it is sold to a new owner. At that point, the new assessed value is reassessed at the purchase price of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above.

Source: HdL Coren & Cone

**CITY OF LA CAÑADA FLINTRIDGE
DIRECT AND OVERLAPPING PROPERTY TAX RATES
(RATE PER \$100 OF ASSESSED VALUE)
LAST TEN FISCAL YEARS**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
City Direct Rates:	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Overlapping Rates:										
Glendale Unified	0.0392	0.0597	0.0506	0.0570	0.0529	0.0505	0.0484	0.0439	0.0488	0.0457
Glendale Community College	0.0234	0.0222	0.0212	0.0212	0.0349	0.0325	0.0258	0.0362	0.0358	0.0350
Pasadena Unified	0.1035	0.1060	0.1117	0.1067	0.1055	0.0949	0.0453	0.0229	0.0536	0.0776
Pasadena Community College	0.0190	0.0103	0.0087	0.0089	0.0082	0.0077	0.0072	0.0055	0.0090	0.0087
La Cañada Unified	0.0672	0.0648	0.0617	0.0611	0.0591	0.0579	0.0552	0.0562	0.0552	0.0534
Metropolitan Water District	0.0035	0.0035	0.0035	0.0035	0.0035	0.0035	0.0035	0.0035	0.0035	0.0035
Total Direct & Overlapping Tax Rate	<u>\$ 1.2558</u>	<u>\$ 1.2665</u>	<u>\$ 1.2575</u>	<u>\$ 1.2583</u>	<u>\$ 1.2640</u>	<u>\$ 1.2469</u>	<u>\$ 1.1854</u>	<u>\$ 1.1683</u>	<u>\$ 1.2058</u>	<u>\$ 1.2239</u>
City's Share of 1% Levy Per Prop 13	0.06705	0.06705	0.06705	0.06705	0.06703	0.06703	0.06703	0.06703	0.06703	0.06703
Total Direct Rate	0.06690	0.06691	0.06691	0.06692	0.06693	0.06693	0.06694	0.06694	0.06695	0.06695

NOTES:

In 1978, California voters passed Proposition 13 which sets the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of any voter approved bonds.

Overlapping rates are those of local and county governments that apply to property owners within the City. Not all overlapping rates apply to all city property owners.

City's Share of 1% Levy is based on the City's share of the general fund tax rate area with the largest net taxable value within the city.

Total Direct Rate is the weighted average of all individual direct rates applied by the City.

Source: HdL Coren & Cone

**CITY OF LA CAÑADA FLINTRIDGE
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	2023		2014	
	Assessed Value	Percent of Total Assessed Value	Assessed Value	Percent of Total Assessed Value
La Cañada Retail LLC	\$ 47,817,845	0.49%	\$ 41,208,000	0.67%
ROIC California LLC	35,588,459	0.37%	9,705,036	0.16%
Mantech Advanced Systems International	24,802,523	0.25%	-	-
B K La Cañada Property LLC	19,709,413	0.20%	16,646,400	0.27%
Timothy J Sauer Cotrustee	16,105,765	0.17%	-	-
Valley Water Company	-	-	15,548,848	0.25%
Bradford A and Judy Kolb Trust	14,680,364	0.15%	-	-
Seung Choon Lim Co-Trustee	13,602,275	0.14%	-	-
Vincent Dundee III Co-Trustee	12,748,875	0.13%	10,986,600	0.18%
University of Southern California	12,383,287	0.13%	-	-
Brad and Asheley Barrett	11,794,217	0.12%	-	-
GTR Realty LLC	-	-	11,132,279	0.18%
Frankel Chorub La Canada Center LLC	-	-	10,523,674	0.17%
La Canada Holdings	-	-	9,282,000	0.15%
Gordon & Dona Crawford Trust	-	-	8,477,591	0.14%
Bradford Cornell & Mary D. Serles	-	-	8,012,022	0.13%
Total	<u>\$ 209,233,023</u>	<u>2.15%</u>	<u>\$ 141,522,450</u>	<u>2.30%</u>

NOTE: The amounts shown above only include secured assessed value data for the City.

Source: HdL Coren & Cone

**CITY OF LA CAÑADA FLINTRIDGE
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percent of Levy		Amount	Percent of Levy
2014	\$4,204,925	\$4,093,050	97.34%	\$91,345	\$4,184,395	99.51%
2015	\$4,466,959	\$4,334,164	97.03%	\$95,187	\$4,429,351	99.16%
2016	\$4,742,086	\$4,567,142	96.31%	\$94,692	\$4,661,834	98.31%
2017	\$5,031,630	\$4,756,351	94.53%	\$163,802	\$4,920,152	97.78%
2018	\$5,372,295	\$5,073,918	94.45%	\$197,914	\$5,271,832	98.13%
2019	\$5,600,774	\$5,403,848	96.48%	\$128,471	\$5,532,318	98.78%
2020	\$5,972,276	\$5,799,817	97.11%	\$132,127	\$5,931,944	99.32%
2021	\$6,263,755	\$6,058,013	96.72%	\$168,260	\$6,226,273	99.40%
2022	\$6,597,996	\$6,260,815	94.89%	\$156,534	\$6,417,349	97.26%
2023	\$6,827,780	\$6,589,388	96.51%	\$169,332	\$6,758,720	98.99%

NOTE: The amounts presented include City property taxes only. Also, the City does not receive property tax data distinguishing amounts collected that were levied in a previous year.

Source: Los Angeles County Auditor Controller's Office

**CITY OF LA CAÑADA FLINTRIDGE
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Governmental Activities				Total Governmental Activities	Percentage of Personal Income	Debt Per Capita
	Certificates of Participation	Revenue Bonds	Loans Payable	Capital Lease Obligation			
2014	-	-	\$31,137,246	-	\$31,137,246	2.04%	\$1,516
2015	-	-	\$28,799,941	-	\$28,799,941	1.84%	\$1,402
2016	-	-	\$26,417,802	-	\$26,417,802	1.80%	\$1,285
2017	-	-	\$29,569,783	-	\$29,569,783	2.01%	\$1,443
2018	-	-	\$27,094,811	-	\$27,094,811	1.77%	\$1,310
2019	-	-	\$23,955,939	-	\$23,955,939	1.50%	\$1,163
2020	-	-	\$21,383,743	-	\$21,383,743	1.34%	\$1,045
2021	-	-	\$19,072,781	-	\$19,072,781	1.15%	\$944
2022	-	-	\$16,706,911	-	\$16,706,911	1.01%	\$832
2023	-	-	\$14,284,820	-	\$14,284,820	0.79%	\$717

NOTE:

Details regarding the City's outstanding debt can be found in the notes to the financial statements.

**CITY OF LA CAÑADA FLINTRIDGE
DIRECT AND OVERLAPPING DEBT
JUNE 30, 2023**

City Assessed Valuation		\$	9,744,920,669	
	Percentage Applicable		Gross Outstanding Debt 6/30/23	Estimated Share of Overlapping Debt (1)
Total Overlapping Tax and Assessment Debt:				
Foothill Metropolitan Water District (MWD)	0.268%	\$	19,215,000	\$ 51,496
Glendale Community College District	1.899%		351,017,409	6,665,821
Pasadena Community College District	8.262%		51,995,000	4,295,827
Glendale Unified School District	1.899%		335,745,563	6,375,808
La Cañada Unified School District	97.548%		98,950,000	96,523,746
La Cañada-Flintridge Sewer Assessment District #02-1	100.000%		1,714,765	1,714,765
La Cañada-Flintridge Sewer Assessment District #04-1	100.000%		7,934,953	7,934,953
<i>Total Overlapping Tax and Assessment Debt</i>		\$	866,572,690	\$ 123,562,416
Total Direct and Overlapping General Fund Debt:				
LA County General Fund Obligations	0.514%		2,601,551,282	13,371,974
LA County Superintendent of Schools Cert. of Participation	0.514%		3,403,487	17,494
Pasadena Area Community College Dist. Cert. of Part.	8.262%		28,785,000	2,378,217
Glendale Unified School District General Fund Obligations	1.899%		10,221,007	194,097
La Cañada-Flintridge iBank Financed Purchase	100.000%		4,635,102	4,635,102
LA County Sanitation District No. 28 Authority	100.000%		22,171	22,171
<i>Total Direct and Overlapping General Fund Debt</i>		\$	4,381,763,429	\$ 20,619,055
City Direct Debt				\$4,635,102
Total Overlapping Debt				139,546,369
Total direct and overlapping debt				<u><u>\$ 144,181,471</u></u>

(1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. The percentage of overlapping debt applicable is estimated by using taxable assessed values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the City's boundaries and dividing it by each unit's total taxable assessed value.


Source: HdL Coren & Cone

**CITY OF LA CAÑADA FLINTRIDGE
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	2014	2015	2016	2017
Assessed valuation	\$ 6,128,902,656	\$ 6,450,807,560	\$ 6,815,724,294	\$ 7,202,673,726
Debt limit percentage	15%	15%	15%	15%
Debt limit	919,335,398	967,621,134	1,022,358,644	1,080,401,059
Total net debt applicable to limit: General obligation bonds	-	-	-	-
Legal debt margin	<u>\$ 919,335,398</u>	<u>\$ 967,621,134</u>	<u>\$ 1,022,358,644</u>	<u>\$ 1,080,401,059</u>
Total debt applicable to the limit as a percentage of debt limit	0.0%	0.0%	0.0%	0.0%

Sources:
City Finance Department
Los Angeles County Assessor's Office

**CITY OF LA CAÑADA FLINTRIDGE
LEGAL DEBT MARGIN INFORMATION (CONTINUED)
LAST TEN FISCAL YEARS**

2018	2019	2020	2021	2022	2023
\$ 7,595,373,486	\$ 8,021,748,824	\$ 8,453,016,772	\$ 8,862,622,903	\$ 9,163,898,330	\$ \$9,744,920,669 
15%	15%	15%	15%	15%	15%
1,139,306,023	1,203,262,324	1,267,952,516	1,329,393,435	1,374,584,750	1,461,738,100
-	-	-	-	-	-
<u>\$ 1,139,306,023</u>	<u>\$ 1,203,262,324</u>	<u>\$ 1,267,952,516</u>	<u>\$ 1,329,393,435</u>	<u>\$ 1,374,584,750</u>	<u>\$ 1,461,738,100</u>
0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

**CITY OF LA CAÑADA FLINTRIDGE
PLEDGED-REVENUE COVERAGE
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Revenue Bonds Series 2004A			
	Assessments Revenue	Debt Service Principal	Interest	Coverage
2014	\$1,857,939	\$0	\$0	-
2015	\$1,849,036	\$0	\$0	-
2016	\$1,863,603	\$0	\$0	-
2017	\$1,813,478	\$0	\$0	-
2018	\$1,814,529	\$0	\$0	-
2019	\$1,843,049	\$0	\$0	-
2020	\$1,813,858	\$0	\$0	-
2021	\$1,908,283	\$0	\$0	-
2022	\$1,794,685	\$0	\$0	-
2023	\$414,890	\$0	\$0	-

NOTE:

The City paid off Revenue Bonds Series 2004A in September 2008.

Details regarding the City's outstanding debt can be found in the notes to the financial statements.

**CITY OF LA CAÑADA FLINTRIDGE
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS**

Calendar Year	Population	Personal Income (in thousands)	Per Capita Personal Income	Unemployment Rate
2013	20,535	\$1,529,632	\$74,489	2.9%
2014	20,544	\$1,562,227	\$76,043	4.4%
2015	20,556	\$1,469,384	\$71,482	3.5%
2016	20,497	\$1,473,705	\$71,898	2.7%
2017	20,683	\$1,530,931	\$74,018	2.0%
2018	20,602	\$1,597,977	\$77,564	2.0%
2019	20,461	\$1,599,335	\$78,165	2.0%
2020	20,194	\$1,665,308	\$82,465	6.8%
2021	20,081	\$1,649,088	\$82,121	4.1%
2022	19,930	\$1,808,269	\$90,730	3.4%

Source: HdL Coren & Cone

**CITY OF LA CAÑADA FLINTRIDGE
PRINCIPAL EMPLOYERS (1)
CURRENT AND NINE YEARS AGO**

Employer	2023		2014	
	Number of Employees	Percent of Total Employment	Number of Employees	Percent of Total Employment
Sport Chalet	-	-	251	19.66%
Ralph's Grocery Co.	99	3.35%	100	7.83%
Dilbeck Real Estate	-	-	95	7.44%
Sprouts Farmers Market	87	2.94%	74	5.79%
Trader Joe's	86	2.91%	71	5.56%
Gelson's Market	82	2.77%	85	-
T J Maxx	81	2.74%	61	4.78%
Allen Lund Company LLC	-	-	72	5.64%
Target Store T-3293	76	2.57%	-	-
Ross Dress for Less Inc	68	2.30%	80	6.26%
McDonald's La Canada	64	2.16%	-	-
Hill Street Café	50	1.69%	-	-
First Element Fuel Inc.	50	1.69%	-	-
Podley Realtors	-	-	56	4.39%
Total Employees	2,959		1,277	

(1) Private for-profit employers only

"Total Employment" as used above represents the total employment of all private for-profit employers located within City limits.

Only readily available data presented

Source: City of La Cañada Flintridge Business License Division

**CITY OF LA CAÑADA FLINTRIDGE
FULL-TIME AND PART-TIME CITY EMPLOYEES
BY FUNCTION
LAST TEN FISCAL YEARS**

Full-Time and Part-time Employees as of June 30										
Function	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General government	24	24	27	27	26	25	27	25	20	25
Public safety	1	1	1	-	1	2	2	2	3	3
Community development	9	8	7	8	9	9	10	10	10	11
Public works	9	9	8	7	9	9	9	10	11	11
Total	<u>43</u>	<u>42</u>	<u>43</u>	<u>42</u>	<u>45</u>	<u>45</u>	<u>48</u>	<u>47</u>	<u>44</u>	<u>50</u>

Source: City of La Cañada Flintridge

**CITY OF LA CAÑADA FLINTRIDGE
OPERATING INDICATORS
BY FUNCTION
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Police:										
Arrests	387	292	344	156	193	254	253	230	272	314
Parking citations issued	451	1,159	602	445	596	1,195	1,136	193	198	1,972
Fire:										
Number of emergency calls	1,211	1,396	2,115	1,495	1,477	1,489	1,513	1,388	1,423	1,516
Inspections	226	254	361	321	1,566	1,498	1,127	750	1,982	*7,258
Public works:										
Street resurfacing (miles)	2.67	2.73	2.81	3.13	1.98	2.80	4.50	1.70	2.86	1.62
Parks and recreation:										
Number of facilities rented	14	15	15	15	15	15	15	15	15	16

*Increase in inspections due to city-wide brush clearance inspections by Los Angeles County Fire Department.

Only readily available data presented

Source: City of La Cañada Flintridge

**CITY OF LA CAÑADA FLINTRIDGE
CAPITAL ASSET STATISTICS
BY FUNCTION
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Police:										
Stations (1)	0	0	0	0	0	0	0	0	0	0
Fire:										
Fire stations (1)	0	0	0	0	0	0	0	0	0	0
Public works:										
Streets - miles (2)	87.7	87.7	87.7	87.7	87.7	87.7	87.7	87.7	87.7	87.7
Streetlights	84	84	84	84	84	84	84	84	84	84
Traffic signals	18	18	18	18	18	25	25	25	26	26
Parks and recreation:										
Parks	6	6	6	6	6	6	6	6	6	6
Community centers	1	1	1	1	1	1	1	1	1	1

(1) The City contracts for both fire and police services with Los Angeles County, and thus does not own any fire or police stations.

(2) Restated based on Los Angeles County Inventory of City streets

Only readily available data presented

Source: City of La Cañada Flintridge



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