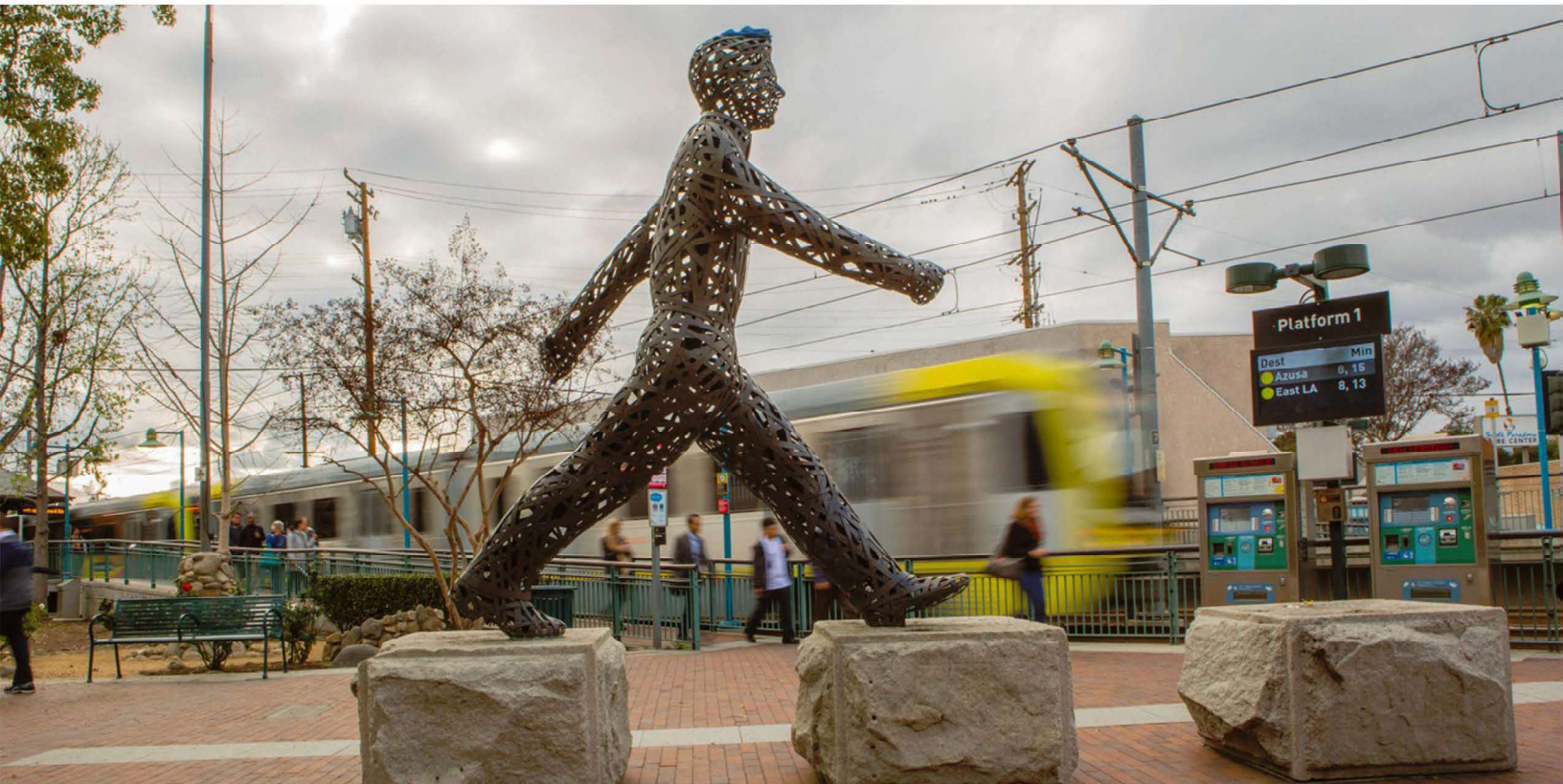




# CITY OF SOUTH PASADENA, CALIFORNIA Annual Comprehensive Financial Report



Fiscal Year Ending June 30, 2022

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CITY OF SOUTH PASADENA, CALIFORNIA  
ANNUAL COMPREHENSIVE FINANCIAL REPORT  
FISCAL YEAR ENDED JUNE 30, 2022

PREPARED BY: FINANCE DEPARTMENT

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CITY OF SOUTH PASADENA

ANNUAL COMPREHENSIVE FINANCIAL REPORT  
JUNE 30, 2022

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**CITY OF SOUTH PASADENA**

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## CITY OF SOUTH PASADENA

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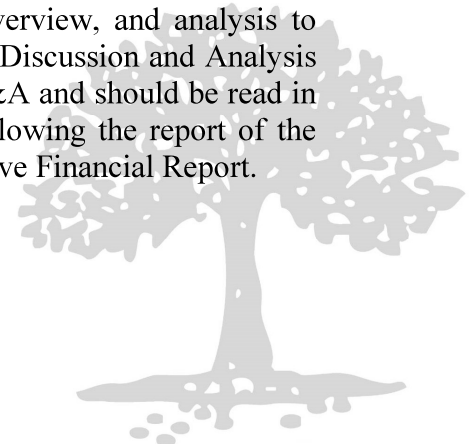
February 8, 2023

Honorable Mayor and Members of the City Council,

We proudly present to you the City of South Pasadena's Annual Comprehensive Financial Report. This report consists of management's representations concerning the finances of the City of South Pasadena. It was prepared by the Finance Department in accordance with Generally Accepted Accounting Principles (GAAP) as promulgated by the Government Accounting Standards Board (GASB). Management assumes full responsibility for the completeness and reliability of all of the information presented in this report. We believe that the data presented is complete and reliable in all material respects; that it is presented in a manner designed to fairly set forth the financial activity of the City's various funds; and that all disclosures necessary to enable the reader to gain a good understanding of the City's financial activity have been included.

The City's financial statements have been audited by Rogers, Anderson, Malody & Scott, LLP, a licensed certified public accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended June 30, 2022, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of South Pasadena's financial statements for the fiscal year ended June 30, 2022, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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



## Profile of the City of South Pasadena

South Pasadena is located approximately six miles northeast of downtown Los Angeles, on the west side of the San Gabriel Valley between the cities of Pasadena, San Marino, Los Angeles and Alhambra and has a population of 25,992. Founded in 1874 by the Indiana Colony, the City



encompasses 3.44 square miles and was incorporated as a General Law city of the State of California on March 2, 1888. South Pasadena is noted for its beautiful, historically significant homes on tree-lined streets, for its excellent public schools and for a small-town atmosphere in the midst of greater Los Angeles.

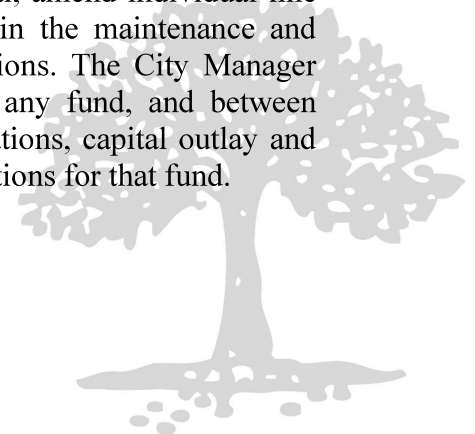
The City is a full-service general law city that operates under the Council-Manager form of government. The City Council consists of five members elected to four-year

staggered terms of office. The Mayor is selected from the City Council members and serves a one-year term. The City's other elected official is the City Treasurer who serves a four-year term of office.

The City provides a full range of services, including police and fire protection; the construction and maintenance of streets and other infrastructure; sewer services; water utility; refuse collection; public improvements; planning and zoning; recreational activities and cultural events; library operations; and general administrative and support services.

The annual budget serves as the foundation of the City's financial planning and control. The City Council holds public hearings and adopts an annual budget resolution by July 1 of each fiscal year for all funds and account groups. The City Council may modify appropriations with majority approval. The budgets are adopted and presented on a basis consistent with generally accepted accounting principles.

Changes in budget appropriations at the fund level during the year must be approved by the City Council. The legal level of expenditures is controlled at the fund level, and appropriations lapse at the end of each fiscal year unless encumbered for re-appropriation by the City Council in the following fiscal year. Department heads may, without Council approval, amend individual line items within their departments, within the same fund and only within the maintenance and operations portions of the budget, without increasing total appropriations. The City Manager may, without Council approval, amend individual line items within any fund, and between divisions and programs, in the personnel costs, maintenance and operations, capital outlay and capital projects portions of the budget without increasing total appropriations for that fund.



## **Factors Affecting Financial Condition**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the environment within which the City of South Pasadena operates.

### **Local Economy**

For FY 2021/2022, the City of South Pasadena, the greater Los Angeles region and the State of California, were disbursed their share of State and Local Fiscal Recovery Fund. The American Rescue Plan Act of 2021 created a one-time federal grant for pandemic response and recovery, a total of \$6,059,235 in unrestricted funds to the City. These now-unrestricted funds provide an opportunity for the City Council and community to provide input on priority and opportunity uses of the funds to alleviate and shift some reliance on the General Fund. City Council has taken the time to have fruitful discussion and provided direction to staff on the allocation and prioritization of the funds.

The four largest sources of revenue to the City's General Fund are property taxes, utility taxes, sales taxes, current services, and licenses and permits. Property taxes make up 52% of all General Fund revenues. Utility users' taxes (UUT) make up 11% of total General Fund revenues. Sales taxes make up 16% of total General Fund revenues. Current services make up 12% of the total General Fund revenues.

The top four revenue sources represent approximately 91% of the General Fund revenues. Historical data indicates that the City's General Fund is becoming more reliant on these four revenue sources.

Property taxes are the City's largest tax source and make up more than half of the General Fund revenues. The City of South Pasadena experienced a net taxable value increase of 3.8% for the 2021/22 tax roll, which was slightly more than the increase experienced countywide at 3.6%. The assessed value increase between 2020/21 and 2021/22 was \$207 million. Current median home prices, in many regions, are at or above the pre-recession peak values. In the past year, the number of sales has generally increased and growth in median sale prices has increased in most areas of the State. Despite the moderation of growth in sale prices and somewhat lower mortgage rates, affordability remains a concern. Moreover, the City's proximity to commercial and cultural developments in greater Pasadena offers our residents distinct lifestyle advantages. South Pasadena's assessed values and property taxes are expected to continue performing strongly as the general economy improves. Data also show that South Pasadena retains \$0.24 for every dollar of property tax collected within the City, while new cities receive only \$0.05 for every dollar of property tax collected within their city boundaries.



The Utility Users Tax (UUT) is the second largest revenue source for the General Fund, at \$3.4 million. At the November 2020 local elections, the South Pasadena community voted to extend the UUT indefinitely, while retaining the amount at the current 7.5%. For this renewal, the usual sunset clause was removed.

Overall, South Pasadena remains in satisfactory financial condition due to these stable revenue streams and also is able to keep revenues in line with expenditures by its perpetual adoption of the fee schedule which is tied to changes in the Consumer Price Index (CPI).

## **Risk Management**

The City is partially self-insured for general liability insurance. The City is responsible for claims up to \$100,000 per occurrence. Coverage in excess of the City's self-insured retention is purchased through CSAC Excess Insurance Authority (CSAC-EIA) up to the statutory limits. The City participates in a risk pool for general liability insurance through CSAC-EIA above the City's self-insured retention of \$100,000 up to \$4,900,000 per occurrence. Reinsurance coverage in excess of the pool layer up to \$25,000,000 is purchased through CSAC-EIA. CSAC-EIA retains responsibility for claims in excess of each member's self-insured retention.

For workers' compensation insurance, the City is covered from the first dollar. Coverage between \$1 and \$5,000,000 is provided by CSAC-EIA. CSAC-EIA participates in an excess pool which provides coverage from \$5,000,000 to \$50,000,000 and purchases excess insurance above \$50,000,000 to the statutory limit.

Workers' compensation and general liability claims incurred prior to July 1, 2014 were covered through the City's participation in the California Joint Powers Insurance Authority.

## **Pension Obligations**

The City contributes to the California Public Employees Retirement System, an agent multiple-employer public employee defined benefit pension plan for its employees. Each year, an independent actuary engaged by the pension plan calculates the amount of the annual contribution that the City must make to the pension plan to ensure that the plan will be able to fully meet its obligations to retired employees on a timely basis. As a matter of policy, the City fully funds each year's annual required contribution to the pension plan as determined by its funding policy. The unfunded actuarial liability associated with employee services rendered to date is being systematically funded over a set number of years for safety and miscellaneous employees as part of the annual required contribution calculated by the actuary. The City also provides postretirement health care benefits for certain retired employees. Most recently, the City updated its retiree health contribution to the PEMHCA minimum. Additional information regarding the City's pension arrangements and post-employment benefits can be found in the notes to the financial statements.

South Pasadena offers one of the lowest pension formula (2% at 55) which has kept the City's liability low compared to Cities who pay 2.5%, 2.7% or even 3.0% at 55. Nonetheless, the City must bear the cost of increased payments to PERS over the next five years at least. Further, it remains unclear how PERS management decisions will impact the City in the future. Investment funds continue to perform far below projected returns and actuarial reports from PERS are

several years behind. Many cities are hiring independent actuarial consultants to better analyze future impacts and plan appropriate strategies.

For FY 2021-22, the City established an Other Post-Employment Benefits Trust Fund with monies from the sale of the City's cell tower lease contract and Designated General Fund Reserves. The investments held in the trust funds will pay for some of the future benefits cost.

### **Retiree Health**

This past year, the City reduced its retiree healthcare contribution for all employees hired after July 1, 2020. The future retirees will receive a medical benefit equal only to the Public Employees' Medical and Hospital Care Act (PEMHCA) minimum. By reducing the retiree health contributions for future employees from \$625/month to the PEMHCA minimum (currently \$149/month,) the City will see significant long-term savings and substantially reduce the City's unfunded liabilities.

### **Cash Management Policies and Practices**

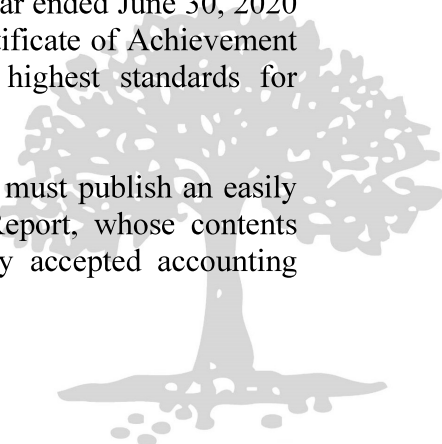
Cash temporarily idle during the year was invested in accordance with the City's approved Investment Policy. The policy affords a broad spectrum of investment opportunities, as long as the investment is deemed prudent and permissible under currently effective legislation of the State of California and other imposed restrictions. Criteria for selecting investments and the order of priority are: safety, liquidity and yield. The cash management system of the City is designed to accurately monitor and forecast expenditures and revenues, thus ensuring the investment of monies to fullest extent possible. Attempts are made to obtain the highest yields available as long as investments meet the criteria required for safety and liquidity.

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

### **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) did not award a Certificate of Achievement for Excellence in Financial Reporting to the City of South Pasadena for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2020 due to untimely filing of Financial Report and turnover of staff. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Annual Comprehensive Financial Report, whose contents conform to program standards. This report must satisfy both generally accepted accounting principles and applicable legal requirements.



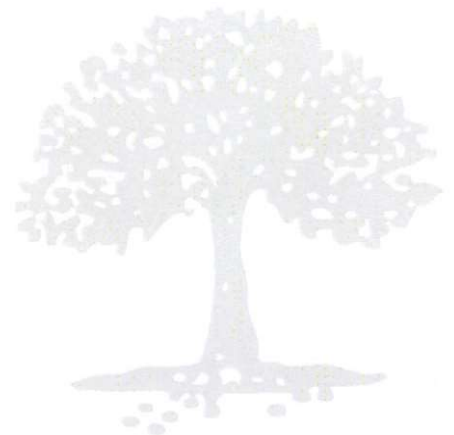
A Certificate of Achievement is valid for a period of one year only. The City of South Pasadena has received a Certificate of Achievement for the last 30 consecutive years (fiscal years ended 1987 through 2019). We believe our current report continues to conform to the Certificate of Achievement program requirements, and will again submit it to GFOA for award consideration.

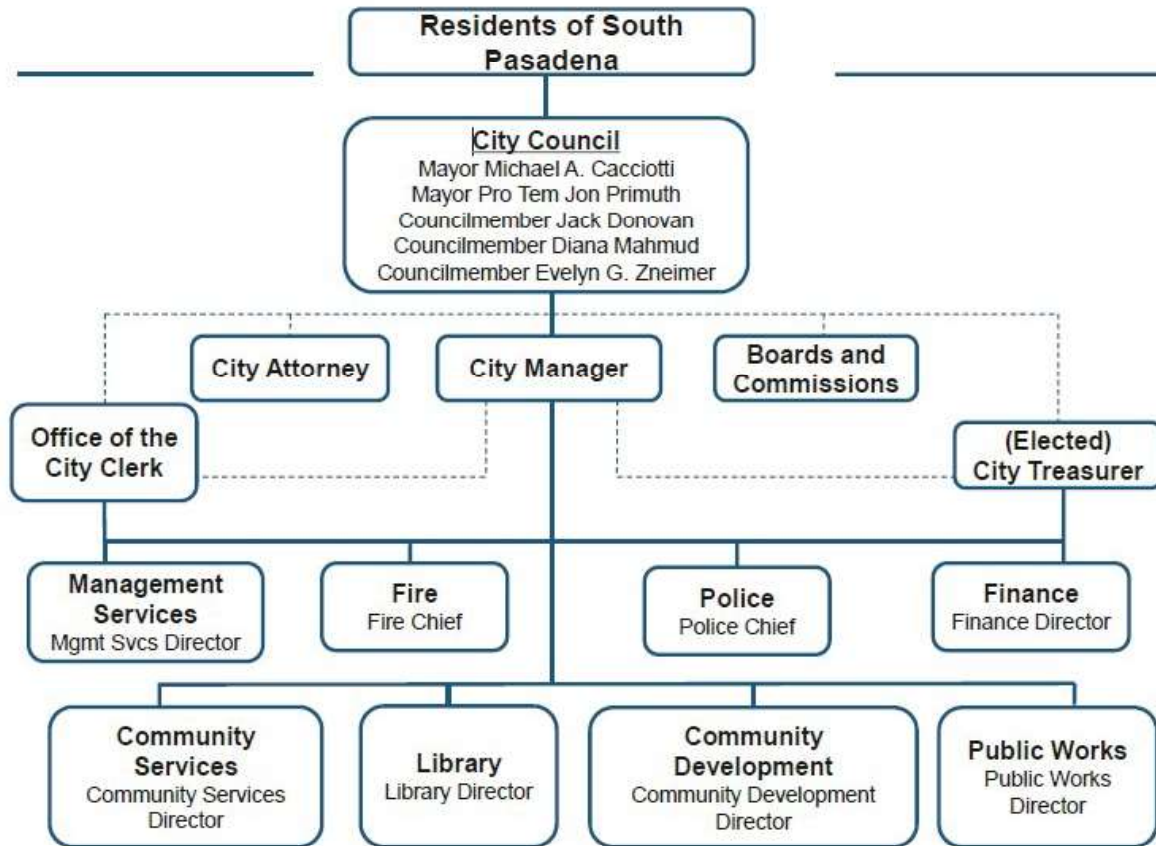
The preparation and publication of this report is made possible through the dedication of the entire Finance Department staff. Finally, thanks are extended to the firm of Rogers, Anderson, Malody & Scott, LLP, for their contributions towards improving our financial reporting and year end processes.

Respectfully submitted,



Arminé Chaparyan  
City Manager





**CITY OF SOUTH PASADENA, CALIFORNIA**

**OFFICIALS OF THE CITY OF SOUTH PASADENA**

**CITY COUNCIL**

Michael A. Cacciotti  
Mayor

Jon Primuth  
Mayor Pro Tempore

Jack Donovan  
Councilmember

Diana Mahmud  
Councilmember

Evelyn G. Zneimer  
Councilmember

**ADMINISTRATION AND DEPARTMENT HEADS**

City Manager	Arminé Chaparyan
Chief City Clerk	Vacant
City Treasurer	Gary E. Pia
City Attorney	Andrew Jared
Interim Director of Finance	Kenneth Louie
Director of Library, Arts, and Culture	Cathy Billings
Police Chief	Brian Solinsky
Director of Community Services	Sheila Pautsch
Fire Chief	Paul Riddle
Director of Public Works	Harold Ted Gerber
Director of Community Development	Angelica Frausto-Lupo



## **FINANCIAL SECTION**

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ROGERS, ANDERSON, MALODY & SCOTT, LLP  
CERTIFIED PUBLIC ACCOUNTANTS, SINCE 1948

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## *Independent Auditor's Report*

The Honorable City Council  
of the City of South Pasadena  
South Pasadena, California

### **PARTNERS**

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Scott W. Manno, CPA, CGMA  
Leena Shanbhag, CPA, MST, CGMA  
Bradferd A. Welebir, CPA, MBA, CGMA  
Jenny W. Liu, CPA, MST  
Brenda L. Odle, CPA, MST (Partner Emeritus)

### **MANAGERS / STAFF**

Gardenya Duran, CPA, CGMA  
Brianna Schultz, CPA, CGMA  
Seong-Hyea Lee, CPA, MBA  
Evelyn Morentin-Barcena, CPA  
Veronica Hernandez, CPA  
Laura Arvizu, CPA  
Xinlu Zoe Zhang, CPA, MSA  
John Maldonado, CPA, MSA  
Julia Rodriguez Fuentes, CPA, MSA  
Demi Hite, CPA  
Jeffrey McKennan, CPA

### **MEMBERS**

American Institute of  
Certified Public Accountants

*PCPS The AICPA Alliance  
for CPA Firms*

*Governmental Audit  
Quality Center*

California Society of  
Certified Public Accountants

## **Report on the Audit of the Financial Statements**

### ***Opinions***

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

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

### ***Basis for Opinions***

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



### ***Responsibilities of Management for the Financial Statements***

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

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

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with GAAS, we:

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

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

### ***Emphasis of matter***

As discussed in Note 1 to the financial statements, the City adopted provisions of Governmental Accounting Standards Board Statement No. 87, *Leases*. Our opinions are not modified with respect to this matter.

### ***Required Supplementary Information***

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying supplementary information as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying supplementary 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information Included in the Annual Report***

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

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated February 8, 2023 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

*Rogers, Anderson, Malody & Scott, LLP.*

San Bernardino, California  
February 8, 2023

## CITY OF SOUTH PASADENA

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

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#### Management's Discussion and Analysis

As management of the City of South Pasadena, we offer readers of the City of South Pasadena's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal and the City's financial statements.

#### (A) Financial Highlights

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$111,477,776. Unrestricted net position in an amount of \$5,007,368 is primarily due to the City recording the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, and information about the fiduciary net position of the City's CalPERS plans per GASB Statements No. 68 and 71 and 75.
- The City's total net position increased by \$16,841,928.
- At the close of the current fiscal year, the City's governmental funds reported combined fund balances of \$39,682,789 an increase of \$992,859. Of this amount, \$16,615,541 or approximately 42% of total fund balances are available for spending at the City's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$18,931,422, or 55% of the total General Fund Expenditures.
- The City's net investment capital assets decreased \$738,434 from the prior fiscal year.

#### (B) Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements, which are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

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

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

## CITY OF SOUTH PASADENA

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

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

**Governmental funds.** *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating 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 the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City of South Pasadena maintains 38 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, which is considered to be a major fund for the purposes of this report. Data from the other 37 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these *non-major* governmental funds is provided in the form of *combining statements* elsewhere in this report.

The City of South Pasadena adopts an annual appropriated budget for its General Fund and each of its special revenue funds. A budgetary comparison statement has been provided for each governmental fund to demonstrate compliance with this budget. The budgetary comparison statement for the General Fund is located in the basic financial statements; the budgetary comparison statements for the non-major governmental funds are presented in the Additional Financial Information section of this report.

**Proprietary funds.** The City of South Pasadena maintains two types of proprietary funds: enterprise fund and internal service fund. The enterprise fund is used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for the operations for its water and sewer utilities, and the municipal golf course. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The internal service fund is used to accumulate and allocate costs internally among the City's functions for general liability and workers' compensation insurance. Because the internal service operations benefit both governmental and business-type functions, they have been proportionally allocated and included within the governmental and business-like activities in the government-wide financial statements. Individual fund data for the internal service fund is provided in the form of combining statements in this report.

**Fiduciary funds.** The City of South Pasadena maintains one type of fiduciary fund, a private purpose trust fund. *Fiduciary funds* are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government's own programs. The City uses one type of fiduciary fund, a private purpose trust fund, to account for the assets and liabilities of the former Community Redevelopment Agency.



**CITY OF SOUTH PASADENA**

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

**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.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found in notes to the financial statements.

The combining statements referred to earlier in connection with non-major governmental funds together with information are presented immediately following the notes to the financial statements.

**(C) Government-wide Financial Analysis.**

Net position may serve as a useful indicator of a government's financial position. In the case of the City of South Pasadena, assets exceeded liabilities by \$111,477,776 at the close of the most recent fiscal year. This represents an increase of \$16,841,928 or 18% from the prior year, primarily due to an increase in unrestricted assets, which consists of investments. Capital Assets are by far the largest portion of the City's net position; \$92,696,276 or 83% reflects its investment in non-liquid capital assets (e.g. land, infrastructure, buildings, and equipment). The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

City of South Pasadena Net Position  
As of June 30, 2022 and 2021

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Current and other assets	\$ 48,147,358	\$ 43,101,331	\$ 32,651,303	\$ 20,028,678	\$ 80,798,661	\$ 63,130,009
Capital assets, net	60,214,729	60,662,686	83,181,979	85,166,004	143,396,708	145,828,690
Total assets	108,362,087	103,764,017	115,833,282	105,194,682	224,195,369	208,958,699
Deferred outflow of resources	17,238,038	12,342,964	6,454,058	6,039,225	23,692,096	18,382,189
Long-term liabilities	41,192,563	58,104,665	58,215,895	61,210,771	99,408,458	119,315,436
Other liabilities	9,754,672	4,858,626	4,070,213	4,188,395	13,824,885	9,047,021
Total liabilities	50,947,235	62,963,291	62,286,108	65,399,166	113,233,343	128,362,457
Deferred inflow of resources	21,247,803	3,236,341	1,928,543	380,725	23,176,346	3,617,066
Net investment in capital assets	60,214,729	60,662,686	32,481,547	32,772,024	92,696,276	93,434,710
Restricted	13,615,668	10,700,987	158,464	1,158,268	13,774,132	11,859,255
Unrestricted	(20,425,310)	(21,837,814)	25,432,678	11,179,697	5,007,368	(10,658,117)
Total net position	\$ 53,405,087	\$ 49,525,859	\$ 58,072,689	\$ 45,109,989	\$ 111,477,776	\$ 94,635,848

The second portion of the City net position of \$13,774,132 represents special revenue resources that are subject to external restrictions on how they may be used. Unrestricted net position shows a positive balance of \$5,007,368.

**CITY OF SOUTH PASADENA**

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

The City's governmental current assets increased by \$5,046,027 and capital assets decreased by \$447,957. Current assets increased due to more cash on hand and capital assets decreased due to decrease spending on capital projects and current year depreciation.

The City's business-type current assets increased by \$12,622,625, due to proceeds from capital debt for capital spending water and sewer projects. The City reported a net decrease of \$1,984,025 in capital assets due to a decrease in spending on capital projects and current year depreciation.

**City of South Pasadena Change in Net Position  
For the Years Ended June 30, 2022 and 2021**

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>
Program revenues:						
Charges for services	\$ 8,114,870	\$ 5,375,188	\$ 16,075,073	\$ 15,898,361	\$ 24,189,943	\$ 21,273,549
Operating contributions and grants	4,263,342	4,370,683	-	30,604	4,263,342	4,401,287
Capital contributions and grants	923,772	1,429,167	-	-	923,772	1,429,167
General revenues:						
Property taxes	17,906,070	16,772,602	-	-	17,906,070	16,772,602
Other taxes	11,807,082	10,674,440	-	-	11,807,082	10,674,440
Use of money and property	(466,697)	4,859,029	(360,030)	62,447	(826,727)	4,921,476
Other	266,540	152,783	9,317,881	24,736	9,584,421	177,519
Total revenues	<u>42,814,979</u>	<u>43,633,892</u>	<u>25,032,924</u>	<u>16,016,148</u>	<u>67,847,903</u>	<u>59,650,040</u>
Expenses:						
General government	10,995,232	8,193,683	-	-	10,995,232	8,193,683
Public safety	16,504,092	19,452,587	-	-	16,504,092	19,452,587
Community development	2,672,653	1,861,097	-	-	2,672,653	1,861,097
Community services	4,284,119	3,477,936	-	-	4,284,119	3,477,936
Public works	4,479,655	3,661,617	-	-	4,479,655	3,661,617
Water	-	-	9,521,857	8,206,574	9,521,857	8,206,574
Sewer	-	-	1,233,642	1,353,548	1,233,642	1,353,548
Arroyo Seco Golf Course	-	-	1,314,725	1,131,455	1,314,725	1,131,455
Total expenses	<u>38,935,751</u>	<u>36,646,920</u>	<u>12,070,224</u>	<u>10,691,577</u>	<u>51,005,975</u>	<u>47,338,497</u>
Income before transfers	<u>3,879,228</u>	<u>6,986,972</u>	<u>12,962,700</u>	<u>5,324,571</u>	<u>16,841,928</u>	<u>12,311,543</u>
Increase in net position	<u>3,879,228</u>	<u>6,986,972</u>	<u>12,962,700</u>	<u>5,324,571</u>	<u>16,841,928</u>	<u>12,311,543</u>
Net position, beginning, as restated	<u>49,525,859</u>	<u>42,538,887</u>	<u>45,109,989</u>	<u>39,785,418</u>	<u>94,635,848</u>	<u>82,324,305</u>
Net position, ending	<u>\$ 53,405,087</u>	<u>\$ 49,525,859</u>	<u>\$ 58,072,689</u>	<u>\$ 45,109,989</u>	<u>\$ 111,477,776</u>	<u>\$ 94,635,848</u>

**Governmental Activities**

Governmental activities net position increased by \$3,879,228, due to an increase in charges for services and property taxes and a decrease in expenses, mainly in Public Safety.

## CITY OF SOUTH PASADENA

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

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#### **Business-type Activities**

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but offers more detail in the form of a statement of cash flows. Unrestricted net position of the funds at the end of the fiscal year shows \$25,432,678. Total net position for these funds was \$58,072,689, an increase of \$12,962,700 (29%) over the prior year, due to increases in charges for services and a water settlement payment of \$9 million.

#### **(D) Financial Analysis of the City's Funds**

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

#### **Governmental Funds**

The focus of the City's governmental funds is to provide information on near-term inflows and outflows and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, the unreserved fund balance may serve as a useful measure of the City's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$39,682,789 an increase of \$992,859 from the prior fiscal year. Approximately 42% of fund balances constitute the unassigned fund balance, which is available for spending at the City's discretion. The remainder of the fund balance is either restricted for projects undertaken in the Special Revenue Funds (34%), committed by City Council action for specific purposes (24%), or represents net position that are non-spendable resources (0%).

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$18,931,422, while the total fund balance reached \$24,672,171. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. The unassigned fund balance represents 55% of General Fund expenditures, while the total fund balance represents 72% of that same amount.

The fund balance of the City's General Fund increased by \$316,552 in the current fiscal year. This represents an increase of 1% in fund balance from FY 2021. This was the result of overall increase in revenues, off-set by an overall increase in expenditures and Transfers Out.

#### **General Fund Budgetary Highlights**

The City adopts annual appropriated operating budgets for its governmental funds (General Fund, Special Revenue and Capital Projects Funds) and reports the results of operations on a budgetary comparison basis. The City also uses annual financial plans as a management tool for its enterprise funds, although the City does not report the results of these funds on a budgetary comparison basis.

In preparing its budgets, the City attempts to estimate its revenues using realistic, but conservative, methods so as to budget its expenditure appropriations and activities in a prudent manner. As a result, the City Council adopts budget adjustments during the course of the fiscal year to reflect both changed priorities and availability of additional revenues to allow for expansion of existing programs. During the course of the year, the City Council amended the originally adopted budget for various additional programs.

## CITY OF SOUTH PASADENA

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

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The General Fund reflected a net total favorable budget variance of \$1,660,775 when comparing actual amounts to the final budget for the current fiscal year. This budget variance reflects a favorable variance in revenues of \$2,716,149 and an unfavorable variance in total expenditures of \$1,012,955, and a favorable variance in transfers out of \$1,367,581. The unfavorable variance is due to the City paying down the unfunded accrued liability.

#### Capital Asset and Debt Administration

**Capital assets.** The City's net investment in capital assets for its governmental activities and business-type activities as of June 30, 2022, amounts to \$60,214,729 and \$83,181,979 (net of accumulated depreciation), respectively. This investment in capital assets includes land, buildings, park improvements, roadways, vehicles, computer equipment, furniture, other equipment, and construction in progress.

Additional information on the City's capital assets can be found in Note 3 in the Notes to Financial Statements section of this report.

**Long-term liabilities.** At the end of the current fiscal year, the City of South Pasadena had total liabilities outstanding related to governmental activities of \$41,279,661.

#### Governmental Activities Long-term Liabilities

	<b>Governmental Activities</b>	
	<u>2022</u>	<u>2021</u>
Employee compensated absences	\$ 870,984	\$ 863,279
OPEB liability	15,571,526	17,511,294
Net pension liability	24,837,151	39,816,420
Total long-term liabilities	<u>\$ 41,279,661</u>	<u>\$ 58,190,993</u>

The City's governmental activities long-term liabilities decreased during the current fiscal year primarily due to changes in the net pension and OPEB liabilities.

#### Business-Type Activities Long-term Liabilities

	<b>Business-Type Activities</b>	
	<u>2022</u>	<u>2021</u>
Employee compensated absences	\$ 68,919	\$ 88,987
Loans payable	14,334,339	14,740,387
Bonds payable	41,014,581	42,560,331
OPEB liability	2,409,451	2,709,600
Net pension liability	2,174,432	2,836,413
Total long-term liabilities	<u>\$ 60,001,722</u>	<u>\$ 62,935,718</u>

Business-type activities long-term liabilities decreased \$2,933,996 during the current fiscal year due to principal debt service payments on the 2012 State Loan, 2013 Water Revenue Bonds, and 2016 Water Revenue Bonds. Further details on long-term debt can be found in Notes 6 through 9 in the Notes to Financial Statements section of this report.

## CITY OF SOUTH PASADENA

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

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#### **Economic Factors and Next Year's Budget**

- The Cell Tower Revenue of \$4.3m was used to pay down the current CalPERS unfunded liability as well as setting up an Other Post-Employment Benefits (OPEB) trust. This will result in a net annual savings of \$275,000 when comparing the 7% value of a PERS deposit to the current 0.9% earned in LAIF.
- The City received \$6m in State and Local Recovery Funds, \$3m paid in July 2021 and \$3m paid in July 2022. The purpose of these funds are to provide funding to meet local needs including COVID-19 response, replace public sector revenue loss, premium pay for essential workers, improving facilities to ensure health and safety, increase usage of outdoor spaces as well as investing in public infrastructure and broadband.

During the 2022 fiscal year, unassigned fund balance in the General Fund remained substantial at \$18,931,422. Per City Council direction, the fiscal year 2021 Budget includes no General Fund funding for new capital improvement projects. Only carry-over projects or capital projects funded from restricted funds are included in the current budget. It remains the intention of City management not to use fund balance reserves for purposes of meeting costs of operations.

#### **Requests for Information**

This financial report is designed to provide a general overview of the financial position of the City of South Pasadena for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be directed to the Finance Department, [FinanceDepartment@southpasadenaca.gov](mailto:FinanceDepartment@southpasadenaca.gov), 626.403.7250, or by U.S. mail: Finance Department, 1414 Mission Street, South Pasadena, CA 91030.

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CITY OF SOUTH PASADENA

STATEMENT OF NET POSITION  
JUNE 30, 2022

	Governmental Activities	Business-Type Activities	Total
<b>Assets</b>			
Cash and investments	\$ 43,173,923	\$ 30,451,298	\$ 73,625,221
Receivables:			
Accounts	311,545	1,753,527	2,065,072
Taxes	2,553,090	-	2,553,090
Accrued interest	14,619	14,547	29,166
Leases	753,225	-	753,225
Internal balances	5,493	(5,493)	-
Due from other governments	184,655	-	184,655
Inventories	9,299	278,960	288,259
Restricted assets:			
Cash and investments	1,141,509	158,464	1,299,973
Capital assets, not being depreciated	5,604,233	436,868	6,041,101
Capital assets, net of accumulated depreciation	54,610,496	82,745,111	137,355,607
Total assets	<u>108,362,087</u>	<u>115,833,282</u>	<u>224,195,369</u>
<b>Deferred outflows of resources</b>			
Deferred loss on debt refunding	-	4,648,488	4,648,488
Pension related	12,826,162	1,122,900	13,949,062
Other post-employment benefits related	4,411,876	682,670	5,094,546
Total deferred outflows of resources	<u>17,238,038</u>	<u>6,454,058</u>	<u>23,692,096</u>
<b>Liabilities</b>			
Accounts payable	2,158,418	1,268,310	3,426,728
Accrued liabilities	819,403	55,290	874,693
Accrued interest	-	589,875	589,875
Deposits payable	1,363,135	370,911	1,734,046
Unearned revenue	3,029,618	-	3,029,618
Claims and judgments payable	2,297,000	-	2,297,000
Compensated absences, due within one year	87,098	6,892	93,990
Loans payable, due within one year	-	413,935	413,935
Bonds payable, due within one year	-	1,365,000	1,365,000
Noncurrent liabilities:			
Bonds payable, due in more than one year	-	53,569,985	53,569,985
Compensated absences, due in more than one year	783,886	62,027	845,913
Net pension liability	24,837,151	2,174,432	27,011,583
Other post-employment benefits liability	15,571,526	2,409,451	17,980,977
Total liabilities	<u>50,947,235</u>	<u>62,286,108</u>	<u>113,233,343</u>
<b>Deferred inflows of resources</b>			
Pension related	18,504,349	1,620,010	20,124,359
Other post-employment benefits related	1,993,945	308,533	2,302,478
Lease related	749,509	-	749,509
Total deferred inflows of resources	<u>21,247,803</u>	<u>1,928,543</u>	<u>23,176,346</u>
<b>Net position</b>			
Net investment in capital assets	60,214,729	32,481,547	92,696,276
Restricted for:			
Investments in Section 115 Trust	1,141,509	-	1,141,509
Community Development projects	1,237,379	-	1,237,379
Public Safety	622,346	-	622,346
Community Services	2,663,951	-	2,663,951
Public Works	6,863,811	-	6,863,811
Capital projects	1,086,672	-	1,086,672
Debt service	-	158,464	158,464
Unrestricted	(20,425,310)	25,432,678	5,007,368
Total net position	<u>\$ 53,405,087</u>	<u>\$ 58,072,689</u>	<u>\$ 111,477,776</u>

The accompanying notes are an integral part of these financial statements.

CITY OF SOUTH PASADENA

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2022

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 10,995,232	\$ 3,993,078	\$ 693,911	\$ -
Public safety	16,504,092	1,465,821	220,950	-
Community development	2,672,653	16,976	40,093	-
Community services	4,284,119	813,361	1,212,540	-
Public works	4,479,655	1,825,634	2,095,848	923,772
Total governmental activities	38,935,751	8,114,870	4,263,342	923,772
Business-type activities:				
Water	9,521,857	12,484,238	-	-
Sewer	1,233,642	2,200,532	-	-
Arroyo Seco Golf Course	1,314,725	1,390,303	-	-
Total business-type activities	12,070,224	16,075,073	-	-
Total Primary Government	\$ 51,005,975	\$ 24,189,943	\$ 4,263,342	\$ 923,772

General revenues:

Taxes:

Property taxes

Sales taxes

Franchise taxes

Business license taxes

Utility users tax

Other taxes

Use of money and property

Other

Total general revenues and transfers

Change in Net Position

Net Position, beginning, as restated (Note 15)

Net Position, ending

The accompanying notes are an integral part of these financial statements.



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Net (Expense) Revenue and Changes in Net Position

Governmental Activities	Business-Type Activities	Total
\$ (6,308,243)	\$ -	\$ (6,308,243)
(14,817,321)	-	(14,817,321)
(2,615,584)	-	(2,615,584)
(2,258,218)	-	(2,258,218)
365,599	-	365,599
<u>(25,633,767)</u>	<u>-</u>	<u>(25,633,767)</u>
-	2,962,381	2,962,381
-	966,890	966,890
<u>-</u>	<u>75,578</u>	<u>75,578</u>
<u>-</u>	<u>4,004,849</u>	<u>4,004,849</u>
<u>(25,633,767)</u>	<u>4,004,849</u>	<u>(21,628,918)</u>
17,906,070	-	17,906,070
6,096,613	-	6,096,613
1,027,468	-	1,027,468
386,891	-	386,891
3,875,268	-	3,875,268
420,842	-	420,842
(466,697)	(360,030)	(826,727)
266,540	9,317,881	9,584,421
<u>29,512,995</u>	<u>8,957,851</u>	<u>38,470,846</u>
3,879,228	12,962,700	16,841,928
<u>49,525,859</u>	<u>45,109,989</u>	<u>94,635,848</u>
<u>\$ 53,405,087</u>	<u>\$ 58,072,689</u>	<u>\$ 111,477,776</u>

The accompanying notes are an integral part of these financial statements.

CITY OF SOUTH PASADENA

**BALANCE SHEET – GOVERNMENTAL FUNDS  
JUNE 30, 2022**

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>ASSETS</b>			
Pooled cash and investments	\$ 25,129,947	\$ 17,691,899	\$ 42,821,846
Restricted:			
Cash and investments	1,141,509	-	1,141,509
Receivables:			
Accounts	281,267	30,278	311,545
Taxes	2,516,653	36,437	2,553,090
Accrued interest	2,272	12,347	14,619
Leases	753,225	-	753,225
Due from other governments	1,922	182,733	184,655
Due from other funds	2,019,756	-	2,019,756
Inventories	9,299	-	9,299
	<u>31,855,850</u>	<u>17,953,694</u>	<u>49,809,544</u>
Total assets	<u>\$ 31,855,850</u>	<u>\$ 17,953,694</u>	<u>\$ 49,809,544</u>
<b>LIABILITIES DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 1,253,718	\$ 897,109	\$ 2,150,827
Accrued liabilities	797,590	21,813	819,403
Deposits payable	1,353,244	9,891	1,363,135
Due to other funds	-	2,014,263	2,014,263
Unearned revenue	3,029,618	-	3,029,618
	<u>6,434,170</u>	<u>2,943,076</u>	<u>9,377,246</u>
Total liabilities	<u>6,434,170</u>	<u>2,943,076</u>	<u>9,377,246</u>
<b>Deferred Inflows of Resources:</b>			
Lease related	749,509	-	749,509
	<u>749,509</u>	<u>-</u>	<u>749,509</u>
<b>Fund Balances:</b>			
<b>Nonspendable:</b>			
Inventories	9,299	-	9,299
<b>Restricted for:</b>			
OPEB trust	1,141,509	-	1,141,509
Community development projects	-	1,237,379	1,237,379
Public safety - police	-	622,346	622,346
Community services	-	2,663,951	2,663,951
Public works - streets and roads	-	6,769,802	6,769,802
Capital projects	-	1,086,672	1,086,672
Public works - street lighting	-	94,009	94,009
<b>Committed to:</b>			
Capital projects	-	4,852,340	4,852,340
Arroyo Golf Course Facility	600,000	-	600,000
CalTrans Vacant Lot Purchases	392,000	-	392,000
Legal Services Reserve	500,000	-	500,000
Library Expansion	200,000	-	200,000
Maintenance Yard/Community Center Reserve	267,067	-	267,067
Renewable Energy Sources	700,000	-	700,000
Stormwater Reserve	600,000	-	600,000
Library Park Drainage Reserve	22,000	-	22,000
Financial Sustainability Reserve	900,000	-	900,000
Slater Reimbursement Reserve	345,876	-	345,876
<b>Assigned to:</b>			
Stables CIP Reserve	62,998	-	62,998
Unassigned	18,931,422	(2,315,881)	16,615,541
	<u>24,672,171</u>	<u>15,010,618</u>	<u>39,682,789</u>
Total fund balances	<u>24,672,171</u>	<u>15,010,618</u>	<u>39,682,789</u>
	<u>\$ 31,855,850</u>	<u>\$ 17,953,694</u>	<u>\$ 49,809,544</u>
Total liabilities deferred inflows of resources and fund balances	<u>\$ 31,855,850</u>	<u>\$ 17,953,694</u>	<u>\$ 49,809,544</u>

The accompanying notes are an integral part of these financial statements.

**CITY OF SOUTH PASADENA**

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

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Fund balances of governmental funds		\$ 39,682,789
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets net of depreciation have not been included as financial resources of the governmental funds.		60,214,729
Deferred outflows and inflows of resources related to pensions and other post-employment benefits liabilities have not been reported in the governmental funds.		
Pension related deferred outflows of resources	\$ 12,826,162	
Pension related deferred inflows of resources	(18,504,349)	
Total other post-employment benefits related deferred outflows of resources	4,411,876	
Total other post-employment benefits related deferred inflows of resources	<u>(1,993,945)</u>	(3,260,256)
Long-term liabilities are not due and payable in the current period and are not reported in the governmental funds.		
Compensated absences	(870,984)	
Net pension liability	(24,837,151)	
Total other post-employment benefits liability	<u>(15,571,526)</u>	(41,279,661)
Internal service funds are used to charge the cost of activities to individual funds. The assets and liabilities are included in governmental activities in the statement of net position.		<u>(1,952,514)</u>
Net position of governmental activities		<u>\$ 53,405,087</u>

The accompanying notes are an integral part of these financial statements.

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**CITY OF SOUTH PASADENA**

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

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues</b>			
Taxes	\$ 29,531,707	\$ 2,085,174	\$ 31,616,881
Assessments	-	898,450	898,450
Licenses and permits	814,081	38,650	852,731
Intergovernmental	175,212	1,744,635	1,919,847
Charges for services	4,082,853	206,492	4,289,345
Use of money and property	(478,837)	12,140	(466,697)
Fines and forfeitures	52,291	-	52,291
Miscellaneous	491,476	45,792	537,268
<b>Total revenues</b>	<b>34,668,783</b>	<b>5,031,333</b>	<b>39,700,116</b>
<b>Expenditures</b>			
Current:			
General government	7,012,269	131,943	7,144,212
Public safety	19,146,076	71,082	19,217,158
Community development	2,672,281	372	2,672,653
Community services	3,178,805	628,147	3,806,952
Public works	2,112,342	2,303,703	4,416,045
Capital outlay	99,758	1,350,479	1,450,237
<b>Total expenditures</b>	<b>34,221,531</b>	<b>4,485,726</b>	<b>38,707,257</b>
Excess (deficiency) of revenues over (under) expenditures	447,252	545,607	992,859
<b>Other Financing Sources (Uses)</b>			
Transfers in	-	130,700	130,700
Transfers out	(130,700)	-	(130,700)
<b>Total other financing sources (uses)</b>	<b>(130,700)</b>	<b>130,700</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>316,552</b>	<b>676,307</b>	<b>992,859</b>
Fund Balances, beginning, as restated (Note 15)	24,355,619	14,334,311	38,689,930
<b>Fund Balances, ending</b>	<b>\$ 24,672,171</b>	<b>\$ 15,010,618</b>	<b>\$ 39,682,789</b>

The accompanying notes are an integral part of these financial statements.

CITY OF SOUTH PASADENA

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2022**

---

Net changes in fund balances - total governmental funds \$ 992,859

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

Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period:

Capital asset expenditures, net of deletions of capital assets	\$ 842,593	
Depreciation expense, net of deletions of capital assets	<u>(1,290,550)</u>	(447,957)

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

Change in compensated absences	(7,705)	
Changes in pension related items	1,428,385	
Changes in total other post-employment benefits related items	<u>3,123,773</u>	4,544,453

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is included in the statement of activities.

(1,210,127)

Changes in net position of governmental activities

\$ 3,879,228

The accompanying notes are an integral part of these financial statements.

CITY OF SOUTH PASADENA

STATEMENT OF FUND NET POSITION - PROPRIETARY FUNDS  
 JUNE 30, 2022

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Water	Sewer	Arroyo Seco Golf Course	Total	
<b>ASSETS</b>					
Current assets:					
Cash and investments	\$ 22,283,251	\$ 6,800,474	\$ 1,367,573	\$ 30,451,298	\$ 352,077
Receivables:					
Accounts	1,498,051	255,476	-	1,753,527	-
Accrued interest	13,329	1,218	-	14,547	-
Inventories	256,222	-	22,738	278,960	-
Restricted:					
Cash and investments with fiscal agent	158,464	-	-	158,464	-
Total current assets	<u>24,209,317</u>	<u>7,057,168</u>	<u>1,390,311</u>	<u>32,656,796</u>	<u>352,077</u>
Noncurrent assets:					
Capital assets, not depreciated	303,091	133,777	-	436,868	-
Capital assets, net of depreciation	72,914,189	9,093,300	737,622	82,745,111	-
Total noncurrent assets	<u>73,217,280</u>	<u>9,227,077</u>	<u>737,622</u>	<u>83,181,979</u>	<u>-</u>
Total assets	<u>97,426,597</u>	<u>16,284,245</u>	<u>2,127,933</u>	<u>115,838,775</u>	<u>352,077</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Deferred loss on debt refunding	4,648,488	-	-	4,648,488	-
Pension related	899,714	223,186	-	1,122,900	-
Other post-employment benefits related	569,061	113,609	-	682,670	-
Total deferred outflows of resources	<u>6,117,263</u>	<u>336,795</u>	<u>-</u>	<u>6,454,058</u>	<u>-</u>
<b>LIABILITIES</b>					
Current liabilities:					
Accounts payable	1,112,050	67,188	89,072	1,268,310	7,591
Accrued liabilities	46,394	8,896	-	55,290	-
Accrued interest	422,256	167,619	-	589,875	-
Deposits payable	370,911	-	-	370,911	-
Due to other funds	5,493	-	-	5,493	-
Claims and judgments payable	-	-	-	-	2,297,000
Compensated absences	5,792	1,100	-	6,892	-
Loans payable	165,882	248,053	-	413,935	-
Bonds payable	1,365,000	-	-	1,365,000	-
Total current liabilities	<u>3,493,778</u>	<u>492,856</u>	<u>89,072</u>	<u>4,075,706</u>	<u>2,304,591</u>
Noncurrent liabilities:					
Compensated absences	52,127	9,900	-	62,027	-
Total other post-employment benefits liability	2,008,475	400,976	-	2,409,451	-
Net pension liability	1,742,247	432,185	-	2,174,432	-
Loans payable	5,703,930	8,216,474	-	13,920,404	-
Bonds payable	39,649,581	-	-	39,649,581	-
Total noncurrent liabilities	<u>49,156,360</u>	<u>9,059,535</u>	<u>-</u>	<u>58,215,895</u>	<u>-</u>
Total liabilities	<u>52,650,138</u>	<u>9,552,391</u>	<u>89,072</u>	<u>62,291,601</u>	<u>2,304,591</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Pension related	1,298,021	321,989	-	1,620,010	-
Other post-employment benefits related	257,187	51,346	-	308,533	-
Total deferred inflows of resources	<u>1,555,208</u>	<u>373,335</u>	<u>-</u>	<u>1,928,543</u>	<u>-</u>
<b>NET POSITION</b>					
Net investment in capital assets	30,981,375	762,550	737,622	32,481,547	-
Restricted	158,464	-	-	158,464	-
Unrestricted	18,198,675	5,932,764	1,301,239	25,432,678	(1,952,514)
Total net position	<u>\$ 49,338,514</u>	<u>\$ 6,695,314</u>	<u>\$ 2,038,861</u>	<u>\$ 58,072,689</u>	<u>\$ (1,952,514)</u>

The accompanying notes are an integral part of these financial statements.

**CITY OF SOUTH PASADENA**

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

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Water	Sewer	Arroyo Seco Golf Course	Total	
<b>OPERATING REVENUES</b>					
Sales and service charges	\$ 12,484,238	\$ 2,200,532	\$ 1,390,303	\$ 16,075,073	\$ 3,114,863
Miscellaneous	9,317,881	-	-	9,317,881	-
Total operating revenues	21,802,119	2,200,532	1,390,303	25,392,954	3,114,863
<b>OPERATING EXPENSES</b>					
Administration and general	824,923	443,276	1,263,942	2,532,141	-
Pumping	1,855,728	-	-	1,855,728	-
Transmission/collection	3,015,668	-	-	3,015,668	-
Treatment	-	410,511	-	410,511	-
Insurance costs and claims	-	-	-	-	4,324,990
Depreciation expense	1,950,425	196,472	50,783	2,197,680	-
Amortization expense	22,500	-	-	22,500	-
Total operating expenses	7,669,244	1,050,259	1,314,725	10,034,228	4,324,990
Operating income (loss)	14,132,875	1,150,273	75,578	15,358,726	(1,210,127)
<b>NON-OPERATING REVENUES (EXPENSES)</b>					
Interest revenue	(214,830)	(145,200)	-	(360,030)	-
Interest expense	(1,764,694)	(183,383)	-	(1,948,077)	-
Capital projects	(86,669)	-	-	(86,669)	-
Miscellaneous expenses	(1,250)	-	-	(1,250)	-
Total non-operating revenues (expenses)	(2,067,443)	(328,583)	-	(2,396,026)	-
Change in net position	12,065,432	821,690	75,578	12,962,700	(1,210,127)
<b>NET POSITION</b>					
Net position, beginning, as restated (Note 15)	37,273,082	5,873,624	1,963,283	45,109,989	(742,387)
Net position, ending	\$ 49,338,514	\$ 6,695,314	\$ 2,038,861	\$ 58,072,689	\$ (1,952,514)

The accompanying notes are an integral part of these financial statements.



**CITY OF SOUTH PASADENA**

**STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022**

	Business-Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Water	Sewer	Arroyo Seco Golf Course	Total	
<b>Cash flows from operating activities</b>					
Cash received from customers and users	\$ 12,451,989	\$ 2,166,984	\$ 1,390,303	\$ 16,009,276	\$ 3,114,863
Cash paid to suppliers for goods and services	(6,289,235)	(971,035)	(1,242,574)	(8,502,844)	(2,797,054)
Cash paid to (received from) employees for services	(102,968)	12,561	-	(90,407)	-
Cash received from (payments to) others	9,317,881	-	-	9,317,881	-
Net cash provided by operating activities	15,377,667	1,208,510	147,729	16,733,906	317,809
<b>Cash flows from noncapital financing activities</b>					
Cash paid to other funds	-	(150,000)	-	(150,000)	-
Cash received from other funds	5,493	-	-	5,493	-
Net cash provided by (used for) noncapital financing activities	5,493	(150,000)	-	(144,507)	-
<b>Cash flows from capital and related financing activities</b>					
Acquisition and construction of capital assets	(95,823)	(108,262)	(9,570)	(213,655)	-
Principal paid on capital debt	(1,473,097)	(242,951)	-	(1,716,048)	-
Interest paid on capital debt	(1,765,944)	(183,383)	-	(1,949,327)	-
Net cash provided by (used for) capital and related financing activities	(3,334,864)	(534,596)	(9,570)	(3,879,030)	-
<b>Cash flows from investing activities</b>					
Interest received	(221,682)	(142,017)	2	(363,697)	-
Net cash provided by investing activities	(221,682)	(142,017)	2	(363,697)	-
<b>Net increase in cash and cash equivalents</b>	11,826,614	381,897	138,161	12,346,672	317,809
Cash and cash equivalents, beginning of year	10,615,101	6,418,577	1,229,412	18,263,090	34,268
Cash and cash equivalents, end of year	\$ 22,441,715	\$ 6,800,474	\$ 1,367,573	\$ 30,609,762	\$ 352,077
Cash and investments	\$ 22,283,251	\$ 6,800,474	\$ 1,367,573	\$ 30,451,298	\$ 352,077
Restricted:					
Cash and investments with fiscal agent	158,464	-	-	158,464	-
Total cash and cash equivalents	\$ 22,441,715	\$ 6,800,474	\$ 1,367,573	\$ 30,609,762	\$ 352,077
<b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</b>					
Operating income (loss)	\$ 14,132,875	\$ 1,150,273	\$ 75,578	\$ 15,358,726	\$ (1,210,127)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Prior period adjustment	(270,583)	(73,444)	-	(344,027)	982,534
Abandoned CIP	(86,669)	-	-	(86,669)	-
Depreciation	1,950,425	196,472	50,783	2,197,680	-
Amortization	22,500	-	-	22,500	-
(Increase) decrease in operating assets:					
Accounts receivable	(65,066)	(33,548)	-	(98,614)	-
Inventories	(19,160)	-	(10,005)	(29,165)	-
Deferred outflows of resources	(539,050)	(134,033)	-	(673,083)	-
Increase (decrease) in operating liabilities:					
Accounts payable	(216,504)	(43,804)	31,373	(228,935)	(15,598)
Accrued liabilities	14,647	2,409	-	17,056	-
Deposits payable	32,817	-	-	32,817	-
Claims and judgements payable	-	-	-	-	561,000
Compensated absences	(7,410)	(12,658)	-	(20,068)	-
Net pension liability	(561,006)	(100,975)	-	(661,981)	-
Other post-employment benefits liability	(250,199)	(49,950)	-	(300,149)	-
Deferred inflows of resources	1,240,050	307,768	-	1,547,818	-
Total adjustments	1,244,792	58,237	72,151	1,375,180	1,527,936
<b>Net cash provided by operating activities</b>	\$ 15,377,667	\$ 1,208,510	\$ 147,729	\$ 16,733,906	\$ 317,809

The accompanying notes are an integral part of these financial statements.

CITY OF SOUTH PASADENA

STATEMENT OF FIDUCIARY NET POSITION - FIDUCIARY FUNDS  
 JUNE 30, 2022

	Private Purpose Trust Fund <u>Successor Agency of the Former CRA</u>
<b>Assets</b>	
Pooled cash and investments	\$ 132,278
Restricted assets:	
Cash and investments with fiscal agents	<u>196,821</u>
Total assets	<u>329,099</u>
<b>Liabilities</b>	
Accounts payable	1,750
Accrued interest	6,800
Due to other governments	1,922
Long-term liabilities:	
Due within one year	165,000
Due in more than one year	<u>360,000</u>
Total liabilities	<u>535,472</u>
<b>Fiduciary Net Position (Deficit)</b>	
Held in trust for other purposes	<u><u>\$ (206,373)</u></u>

The accompanying notes are an integral part of these financial statements.

CITY OF SOUTH PASADENA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - FIDUCIARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022

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	Private Purpose Trust Fund <hr/> Successor Agency of the Former CRA <hr/>
<b>Revenues</b>	
Taxes	\$ 172,383
Use of money and property	316
Total revenues	<hr/> 172,699 <hr/>
<b>Expenses</b>	
Contractual services	3,693
Interest expense	40,800
Total expenses	<hr/> 44,493 <hr/>
Change in net position	128,206
Net position (deficit) held in trust, beginning	<hr/> (334,579) <hr/>
Net position (deficit) held in trust, ending	<hr/> <u>\$ (206,373)</u> <hr/>

The accompanying notes are an integral part of these financial statements.

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**Note 1: Summary of Significant Accounting Policies**

**A. Description of Entity**

As required by accounting principles generally accepted in the United States of America, these financial statements present the City of South Pasadena, California (the City) and its component units, entities for which the City is considered financially accountable. Blended component units, although legally separate entities, are, in substance, part of the Government's operation, so data from these units are combined herein. The criteria used in determining the scope of the reporting entity is based on the provisions of GASB Statement No. 14 as amended by Statement 39, 61 and 80 and were as follows:

1. The members of the City Council also act as the governing body of the City of South Pasadena Housing Authority (the Authority).
2. The Authority is managed by employees of the City.
3. The Authority is financially interdependent with the City.

The City of South Pasadena was incorporated on March 2, 1888, under the general laws of the State of California. The City provides a full range of municipal services, including public safety (police and fire), streets, sanitation, refuse collection, sewer, water, parks and recreation, public improvements, planning and zoning, housing and community development, and general administrative and support services.

*Blended Component Units*

City of South Pasadena Housing Authority - The Authority was established pursuant to California Housing Authorities Law (Health and Safety Code Sections 34200 et seq.) on April 6, 2011. The purpose of the Housing Authority is to provide safe and sanitary housing opportunities for South Pasadena residents. The primary government has operational responsibility for the Housing Authority. Although the Housing Authority is legally separate, it is reported as if it were part of the City because the City Council also serves as the governing board of the Housing Authority. Separate financial statements of the Housing Authority are not prepared. Additionally, the Housing Authority took over the housing activities from the former Community Redevelopment Agency due to its dissolution on January 31, 2012.

**B. Government-wide and Fund Financial Statements**

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

NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022

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**Note 1: Summary of Significant Accounting Policies (continued)**

**B. Government-wide and Fund Financial Statements (continued)**

The statement of activities demonstrates the degree to which the direct expenses 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. Program revenues include: 1) charges to customers or applicants who purchase, use or directly benefit from goods, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

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

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

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

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

The proprietary and private-purpose trust funds are reported using the economic resources measurement focus and the accrual basis of accounting.

**Note 1: Summary of Significant Accounting Policies (continued)**

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

The City reports the following major governmental fund:

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

The City reports the following major proprietary funds:

- The Water Fund is used to account for the construction, operation, and maintenance of the City-owned water system.
- The Sewer Fund is used to account for the provision of sewer construction, maintenance, and operation services to residents of the City.

The City's fund structure also includes the following fund types:

- The Private Purpose Trust Fund accounts for the assets and liabilities of the former community redevelopment agency and its allocated revenue to pay estimated installment payments of enforceable obligations until obligations of the former community redevelopment agency are paid in full and assets have been liquidated. Please refer to Note 12 for more information.
- The Internal Service Fund is used to accumulate and allocate costs internally among the City's functions for general liability and worker's compensation insurance. Because the internal service operations benefit both governmental and business-type functions, they have been proportionally allocated and included within the governmental and business-like activities in the government-wide financial statements.

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

Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

**Note 1: Summary of Significant Accounting Policies (continued)**

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

Proprietary funds and the internal service fund distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Enterprise Funds are charges to customers for sales and services. Operating expenses for Enterprise Funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The City has elected to follow all pronouncements of the GASB.

**D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity**

*Deposits and Investments*

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. For financial statement presentation purposes, cash and cash equivalents are shown as both restricted and unrestricted cash and investments in the Governmental and Proprietary Funds.

Investments for the City, as well as for its component units, are reported at fair value. The City's policy is generally to hold investments until maturity or until market values equal or exceed cost. The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

*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." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."



NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022

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**Note 1: Summary of Significant Accounting Policies (continued)**

**D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity (continued)**

All trade and property tax receivables are shown net of an allowance for uncollectible amounts.

Property tax revenue is recognized in the fiscal year for which the taxes have been levied providing they become available. Available means when due, or past due and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter (not to exceed 60 days) to be used to pay liabilities of the current period. The County of Los Angeles collects property taxes for the City. Tax liens attach annually as of 12:01 A.M. on the first day in January proceeding the fiscal year for which the taxes are levied. The tax levy covers the fiscal period July 1 to June 30. All secured personal property taxes and one-half of the taxes on real property are due November 1; the second installment is due February 1. All taxes are delinquent, if unpaid, after December 10 and April 10, respectively. Unsecured personal property taxes become due on the first of March each year and are delinquent after August 31.

*Functional Classifications*

Expenditures of the Governmental Funds are classified by function. Functional classifications are defined as follows:

General Government includes legislative activities which have a primary objective of providing legal and policy guidelines for the City. Also included in this classification are those activities which provide management or support services across more than one functional area.

Public Safety includes those activities which involve the protection of people and property.

Community Development includes those activities which involve the enhancing of the general quality of life.

Community Services includes activities such as administering the Senior Center, recreation classes, and special events committees.

Public Works includes those activities that involve the maintenance and improvement of City streets, roads and park department development and maintenance.

Capital Outlay includes those activities that account for the acquisition of capital assets.

*Inventories*

Inventory consisting primarily of materials and supplies is held by the Water Enterprise Fund. Such goods are valued using the average-cost method applied on a first-in, first-out (FIFO) basis. Inventories reported in the City's General Fund are charged to inventories when purchased and treated as an expenditure when issued.

NOTES TO THE FINANCIAL STATEMENTS  
 JUNE 30, 2022

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**Note 1: Summary of Significant Accounting Policies (continued)**

**D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity (continued)**

*Restricted Assets*

Certain proceeds of debt issues, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet and statement of net position because their use is limited by applicable bond covenants. In addition, funds have been restricted for future capital improvements by City resolution.

*Capital Assets*

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 for non-infrastructure assets and \$25,000 for infrastructure assets (amount not rounded). Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

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.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant and equipment of the primary government, as well as the component units, are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	50
Improvements other than buildings	10 - 25
Machinery and equipment	3 - 30
Vehicles	8
Infrastructure	Years
Sewer collection system	60
Storm drain system	60
Bridges	60
Hardscape	40
Parkways and medians	40
Pavement, curbs and gutters, and sidewalks	35
Streetlights	20
Electronic traffic control devices	20

**Note 1: Summary of Significant Accounting Policies (continued)**

**D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity (continued)**

*Deferred Outflows/Inflows of Resources*

In addition to assets, the statement of net position and balance sheet of governmental funds will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/ expenditure) until then.

In addition to liabilities, the statement of net position and balance sheet of governmental funds will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The government has only one item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from three sources: property taxes, special assessments, and reimbursable grants billed but not yet available. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

*Net Position Flow Assumption*

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

*Fund Balance Flow Assumptions*

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022

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**Note 1: Summary of Significant Accounting Policies (continued)**

**D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity (continued)**

*Compensated Absences*

It is the policy of the City to record the cost of annual vacation as accrued. Employees are 100% vested in accrued vacation after six months of employment. The entire compensated absence liability for the Enterprise Fund is accrued as earned in the Enterprise Fund. All accumulated compensated absence liability of governmental funds is accrued when incurred in the government-wide financial statements. Compensated absences are reported in governmental funds only if they have matured.

It is the policy of the City to pay sick leave as used; accordingly, the expenditures are recorded when paid. Sick leave does not vest with employees. Accordingly, employees do not receive a payout for unused sick leave upon termination, although employees do receive credit for unused sick leave upon retirement.

*Pensions*

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Plan and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

GASB 68 requires that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used.

Valuation Date (VD)	June 30, 2020
Measurement Date (MD)	June 30, 2021
Measurement Period (MP)	July 1, 2020 to June 30, 2021

*Other Postemployment Benefits (OPEB)*

For purposes of measuring the totaled OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City's plan (OPEB Plan) and additions to/deductions from the OPEB Plan's fiduciary net position have been determined on the same basis. For this purpose, benefit payments are reported at fair value.

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

Valuation Date (VD)	June 30, 2020
Measurement Date (MD)	June 30, 2021
Measurement Period (MP)	July 1, 2020 to June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022

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**Note 1: Summary of Significant Accounting Policies (continued)**

**D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity (continued)**

*Long-Term Obligations*

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

*Fund Equity*

In the fund financial statements, governmental funds report the following fund balance classification:

Nonspendable include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted include amounts that are constrained on the use of resources by either (a) external creditors, grantors, contributors, or laws of regulations of other governments or (b) by law through constitutional provisions or enabling legislation.

Committed include amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest authority, City Council. The formal action that is required to be taken to establish, modify, or rescind a fund balance commitment is a resolution of the City Council.

Assigned include amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. The City Council, with Resolution No. 7152, authorized the Finance Director to assign fund balance amounts for specific purposes.

Unassigned include the residual amounts that have not been restricted, committed, or assigned to specific purposes. The General Fund is the only fund that can report a positive unassigned fund balance.

**Note 1: Summary of Significant Accounting Policies (continued)**

**D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity (continued)**

An individual governmental fund could include nonspendable resources and amounts that are restricted or unrestricted (committed, assigned, or unassigned) or any combination of those classifications. Restricted amounts are to be considered spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available and committed, assigned, and then unassigned amounts are considered to have been spent when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balances classifications can be used.

The City Council adopts and amends committed fund balance amounts for specific purposes through a resolution. When expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted amounts to be used first. When expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, they are considered to be spent in the order as follows: committed, assigned, and then unassigned.

*Net Position*

In the government-wide financial statements and proprietary fund financial statements, net position is classified as follows:

Net Investment in Capital Assets – This component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of debt that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – This component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

Unrestricted – This component of net position is the amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

**E. Use of Estimates**

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

CITY OF SOUTH PASADENA

NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022

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**Note 1: Summary of Significant Accounting Policies (continued)**

**F. Implementation of New Pronouncement**

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

**Note 2: Cash and Investments**

Cash and investments are classified in the accompanying financial statements as follows:

Statement of net position:	
Cash and investments	\$ 73,625,221
Cash and investments with fiscal agents	1,299,973
Statement of fiduciary net position:	
Cash and investments	132,278
Cash and investments with fiscal agents	<u>196,821</u>
Total cash and cash equivalents	<u>\$ 75,254,293</u>

Cash and investments at June 30, 2022, consists of the following:

Cash and cash equivalents:	
Petty cash	\$ 9,235
Deposits with financial institutions	21,865,722
Investments	<u>53,379,336</u>
Total cash and cash equivalents	<u>\$ 75,254,293</u>

The City of South Pasadena maintains a cash and investment pool that is available for use for all funds. Each fund type's position in the pool is reported on the combined balance sheet as cash and investments. The City has adopted an investment policy which authorizes it to invest in various investments.

NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022

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**Note 2: Cash and Investments (continued)**

**A. Deposits**

At June 30, 2022, the carrying amount of the City's deposits was \$20,724,213 and the bank balance was \$20,263,661. The difference between the two represents outstanding checks and other reconciling items.

The California Government Code requires California banks and savings and loan associations to secure a City's deposits by pledging government securities with a value of 110% of a City's deposits. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of a City's total deposits. The City Treasurer may waive the collateral requirement for deposits which are fully insured up to \$250,000 by the FDIC. The collateral for deposits in federal and state chartered banks is held in safekeeping by an authorized Agent of Depository recognized by the State of California Department of Banking. The collateral for deposits with savings and loan associations is generally held in safekeeping by the Federal Home Loan Bank in San Francisco, California as an Agent of Depository. These securities are physically held in an undivided pool for all California public agency depositors.

Under Government Code Section 53655, the placement of securities by a bank or savings and loan association with an "Agent of Depository" has the effect of perfecting the security interest in the name of the local governmental agency. Accordingly, all collateral held by California Agents of Depository are considered to be held for, and in the name of, the local governmental agency.



CITY OF SOUTH PASADENA

NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022

Note 2: Cash and Investments (continued)

B. Investments

Under provision of the City’s investment policy, and in accordance with Section 53601 of the California Government Code, the City may invest in the following types of investments:

Authorized Investment Type	Authorized by Investment Policy	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment In One Issuer	Minimum Quality Requirements
Local Agency Bonds	Yes	5 years	None	None	N/A
U.S. Treasury Obligations	Yes	5 years	None	None	N/A
State Obligations - CA & Others	Yes	5 years	None	None	N/A
CA Local Agency Obligations	Yes	5 years	None	None	N/A
U.S. Agency Obligations	Yes	5 years	None	None	N/A
Banker's Acceptances	Yes	180 days	40%	30%	N/A
Commercial Paper - Select Agencies	Yes	270 days	25%	10%	A-1
Commercial Paper - Other Agencies	Yes	270 days	40%	None	A-1
Negotiable Certificates of Deposit	Yes	5 years	30%	None	N/A
CD Placement Service	Yes	5 years	30%	None	N/A
Repurchase Agreements	Yes	1 year	None	None	N/A
Reverse Repurchase Agreements	Yes	92 days	20%	None	N/A
Medium-Term Notes	Yes	5 years	30%	N/A	A
Mutual Funds	Yes	N/A	20%	10%	N/A
Money Market Mutual Funds	Yes	N/A	20%	10%	N/A
Collateralized Bank Deposits	Yes	5 years	None	None	N/A
Mortgage Pass-Through Securities	Yes	5 years	20%	None	AA
Bank/Time Deposits	Yes	5 years	None	None	N/A
County Pooled Investment Funds	Yes	N/A	None	None	N/A
Joint Powers Authority Pool	Yes	N/A	None	None	N/A
Local Agency Investment Fund	Yes	N/A	None	None	N/A
Voluntary Investment Program Fund	Yes	N/A	None	None	N/A

The City has monies held by trustees or fiscal agents pledged to the payment or security of certain bonds. The California Government Code provides that these monies, in the absence of specific statutory provisions governing the issuance of bonds, may be invested in accordance with the ordinance, resolutions, or indentures specifying the types of investments its trustees or fiscal agents may make.

**CITY OF SOUTH PASADENA**

**NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**Note 2: Cash and Investments (continued)**

**C. Investments in State Investment Pool**

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

**D. Credit Risk**

The City’s investment policy limits investments in medium-term notes (MTN’s) to those rated “A” or better by a nationally recognized statistical rating organization. Investments in U.S. government securities are not considered to have credit risk and, therefore, their credit quality is not disclosed.

Presented below is the minimum rating required by the City’s Investment Policy and the actual rating as of June 30, 2022:

Investment Type	Amount	Minimum Legal Rating	Exempt from Disclosure	Rating as of Fiscal Year End				
				AA+	AA / AA-	A+	A / A-	Not Rated
Local Agency Investment Fund	\$ 15,380,420	N/A	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,380,420
Money Market Mutual Funds	94,126	N/A	-	-	-	-	-	94,126
U.S. Treasury Notes	25,543,998	N/A	25,543,998	-	-	-	-	-
Government Agency Securities	1,298,668	A	-	1,298,668	-	-	-	-
Medium-Term Notes	11,062,124	A	-	765,745	1,217,721	2,515,030	6,563,628	-
<b>Total</b>	<b>\$ 53,379,336</b>		<b>\$ 25,543,998</b>	<b>\$ 2,064,413</b>	<b>\$ 1,217,721</b>	<b>\$ 2,515,030</b>	<b>\$ 6,563,628</b>	<b>\$ 15,474,546</b>

**E. Custodial Credit Risk**

The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City will not be able to recover 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 to a transaction, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Of the bank balances, up to \$250,000 is federally insured and the remaining balances are collateralized in accordance with the California Government Code.

**F. Concentration of Credit Risk**

The City’s investment policy imposes restrictions on the percentage that the City can invest in a single type of investment in accordance with CA Government Code. In addition, GASB 40 requires a separate disclosure if any single issuer comprises more than 5% of the total investment value. As of June 30, 2022, there were no investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total City investments.

CITY OF SOUTH PASADENA

NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022

Note 2: Cash and Investments (continued)

G. Interest Rate Risk

The City's investment policy limits investment maturities, in accordance with CA Government Code, as a means of managing its exposure to fair value losses arising from increasing interest rates. The certificates of deposit in cash with fiscal agent below with a maturity of three to five years are governed by the debt agreements, rather than the City's investment policy. The City has elected to use the segmented time distribution method of disclosure for its interest rate risk.

As of June 30, 2022, the City had the following investments and original maturities:

Investment Type	Remaining Maturity (in months)				Total
	6 months or less	6 months to 1 year	1 to 3 years	3 to 5 years	
Local Agency Investment Fund	\$ 15,380,420	\$ -	\$ -	\$ -	\$ 15,380,420
Money Market Mutual Funds	94,126	-	-	-	94,126
U.S. Treasury Notes	1,933,398	3,928,860	16,331,451	3,350,289	25,543,998
Government Agency Securities	1,298,668	-	-	-	1,298,668
Medium-Term Notes	960,940	1,051,533	9,049,651	-	11,062,124
Total	<u>\$ 19,667,552</u>	<u>\$ 4,980,393</u>	<u>\$ 25,381,102</u>	<u>\$ 3,350,289</u>	<u>\$ 53,379,336</u>

H. Fair Value Measurements

The definition of fair value 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. The City categorizes its fair value measurements within the fair value hierarchy established by the generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; level 2 inputs are significant other observable inputs; level 3 inputs are significant unobservable inputs.

The following table presents the balances of the assets measured at fair value on a recurring basis as of June 30, 2022.

Investment by Fair Value Level	Fair Value	Level 1	Level 2	Level 3
Debt securities:				
Money Market Mutual Funds	\$ 94,126	\$ 94,126	\$ -	\$ -
U.S. Treasury Notes	25,543,998	-	25,543,998	-
Government Agency Securities	1,298,668	-	1,298,668	-
Medium-Term Notes	11,062,124	-	11,062,124	-
Total investments measured at fair value	37,998,916	<u>\$ 94,126</u>	<u>\$ 37,904,790</u>	<u>\$ -</u>
Investments not subject to fair value measurement LAIF	<u>15,380,420</u>			
Total investments	<u>\$ 53,379,336</u>			

**CITY OF SOUTH PASADENA**

**NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**Note 3: Capital Assets**

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

<b>Governmental activities:</b>	Balance June 30, 2021	Additions	Deletions	Balance June 30, 2022
Capital assets, not being depreciated:				
Land	\$ 2,454,245	\$ -	\$ -	\$ 2,454,245
Construction in progress	2,562,485	757,187	(169,684)	3,149,988
<b>Total capital assets, not being depreciated</b>	<b>5,016,730</b>	<b>757,187</b>	<b>(169,684)</b>	<b>5,604,233</b>
Capital assets, being depreciated:				
Buildings	11,964,792	37,175	-	12,001,967
Improvements other than buildings	7,788,183	-	-	7,788,183
Infrastructure	92,953,602	169,684	-	93,123,286
Machinery, equipment, and vehicles	11,878,034	48,231	-	11,926,265
<b>Total capital assets, being depreciated</b>	<b>124,584,611</b>	<b>255,090</b>	<b>-</b>	<b>124,839,701</b>
Less accumulated depreciation for:				
Buildings	(8,257,938)	(337,444)	-	(8,595,382)
Improvements other than buildings	(2,537,895)	(448,517)	-	(2,986,412)
Infrastructure	(48,120,241)	(57,295)	-	(48,177,536)
Machinery, equipment, and vehicles	(10,022,581)	(447,294)	-	(10,469,875)
<b>Total accumulated depreciation</b>	<b>(68,938,655)</b>	<b>(1,290,550)</b>	<b>-</b>	<b>(70,229,205)</b>
<b>Total capital assets, being depreciated, net</b>	<b>55,645,956</b>	<b>(1,035,460)</b>	<b>-</b>	<b>54,610,496</b>
<b>Total governmental activities</b>	<b>\$ 60,662,686</b>	<b>\$ (278,273)</b>	<b>\$ (169,684)</b>	<b>\$ 60,214,729</b>

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

<b>Governmental Activities:</b>	
General government	\$ 458,415
Public safety	291,358
Community services	477,167
Public works	63,610
<b>Total depreciation expense – governmental activities</b>	<b>\$ 1,290,550</b>

CITY OF SOUTH PASADENA

NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022

**Note 3: Capital Assets (continued)**

Business-type activities:	Balance June 30, 2021	Additions	Deletions	Balance June 30, 2022
Capital assets, not being depreciated:				
Land	\$ 84,685	\$ -	\$ -	\$ 84,685
Construction in progress	11,771,073	204,085	(11,622,975)	352,183
Total capital assets, not being depreciated	11,855,758	204,085	(11,622,975)	436,868
Capital assets, being depreciated:				
Buildings	4,180,702	-	-	4,180,702
Improvements other than buildings	5,323,960	11,607,094	-	16,931,054
Infrastructure	77,125,424	15,881	-	77,141,305
Machinery and equipment	2,064,486	9,570	-	2,074,056
Total capital assets, being depreciated	88,694,572	11,632,545	-	100,327,117
Less accumulated depreciation for:				
Buildings	(1,418,977)	(83,339)	-	(1,502,316)
Improvements other than buildings	(3,756,948)	(612,129)	-	(4,369,077)
Infrastructure	(9,108,170)	(1,371,126)	-	(10,479,296)
Machinery and equipment	(1,100,231)	(131,086)	-	(1,231,317)
Total accumulated depreciation	(15,384,326)	(2,197,680)	-	(17,582,006)
Total capital assets, being depreciated, net	73,310,246	9,434,865	-	82,745,111
Total business-type activities	<u>\$ 85,166,004</u>	<u>\$ 9,638,950</u>	<u>\$ (11,622,975)</u>	<u>\$ 83,181,979</u>

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

Business-type Activities:	
Water	\$ 1,950,425
Sewer	196,472
Arroyo Seco Golf Course	50,783
Total depreciation expense – business-type activities	<u>\$ 2,197,680</u>

**Note 4: Leases Receivable**

For the year ended 6/30/2022, the financial statements include the adoption of GASB Statement No. 87, *Leases*. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

**CITY OF SOUTH PASADENA**

**NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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**Note 4: Leases Receivable (continued)**

On 07/01/2021, City of South Pasadena, CA entered into a 126 month lease as Lessor for the use of iTennis. An initial lease receivable was recorded in the amount of \$828,404. As of 06/30/2022, the value of the lease receivable is \$753,225. The lessee is required to make monthly fixed payments of \$7,000. The lease has an interest rate of 1.2173%. The value of the deferred inflow of resources as of 06/30/2022 was \$749,509, and the City of South Pasadena recognized lease revenue of \$78,896 during the fiscal year. The lessee has 1 extension option(s), each for 120 months.

**Note 5: Interfund Receivable, Payable and Transfers**

**A. Due To/From Other Funds**

At June 30, 2022, the City had the following internal balances:

<u>Due From Other Funds</u>	<u>Due To Other Funds</u>		
	<u>Nonmajor Funds</u>	<u>Water Fund</u>	<u>Total</u>
General Fund	<u>\$ 2,014,263</u>	<u>\$ 5,493</u>	<u>\$ 2,019,756</u>

The due to General fund of \$2,014,263 for various Nonmajor Governmental Funds and \$5,493 for the Water Fund, was a result of temporary cash deficit balances in those funds.

**B. Transfers**

	<u>Transfers In</u>	
	<u>Non-Major Governmental Funds</u>	<u>Total Transfers Out</u>
Transfers Out: General Fund	<u>\$ 130,700</u>	<u>\$ 130,700</u>
Total Transfers In:	<u>\$ 130,700</u>	<u>\$ 130,700</u>

All transfers were made as budgeted or as approved by Council. \$47,247 was drawn from the San Pascual Stables Capital Improvement Funds held in General Fund and transferred to the Facilities and Equipment Capital Projects Fund for the Stables Facilities Improvements. There were Special Funds that had negative fund balances that were identified without other potential source of funding thus the Adopted Budget reflected transfers from the General Fund to make those Special Fund balances whole. The transfers to those Special Funds include \$23 to CTC Traffic Improvement Fund, \$68,953 to Street Light and Landscape Fund, \$14,170 to Golden Streets Grant Fund, and \$307 to the Community Development Block Grant Fund.

CITY OF SOUTH PASADENA

NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022

**Note 6: Long-Term Debt**

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

	Balance June 30, 2021	Additions	Deletions	Balance June 30, 2022	Due Within One Year
<b>Business-Type Activities:</b>					
2012 State Loan Payable - Direct Borrowing	\$ 8,707,478	\$ -	\$ (242,951)	\$ 8,464,527	\$ 248,053
SRF State Loan Payable - Direct Borrowing	6,032,909	-	(163,097)	5,869,812	165,882
2013 Water Revenue Bonds	4,245,000	-	(405,000)	3,840,000	420,000
Issuance Premium	228,629	-	(27,712)	200,917	-
2016 Water Revenue Bonds	34,290,000	-	(905,000)	33,385,000	945,000
Issuance Premium	3,796,702	-	(208,038)	3,588,664	-
	<u>\$ 57,300,718</u>	<u>\$ -</u>	<u>\$ (1,951,798)</u>	<u>\$ 55,348,920</u>	<u>\$ 1,778,935</u>

**2012 State Loan Payable (Direct Borrowing)**

California State Water Resources Control Board loaned the City an assessable amount of \$11,000,000 over the term agreement starting December 1, 2013 through May 30, 2037. The proceeds from the loan are to be used by the City for its rehabilitation and replacement of the City's sewer infrastructure. The loan acts as an installment sale agreement, in which, the City must expend its own funds prior to drawing on the accessible loan amount for reimbursement. Repayment of project funds, together with all interest accrued thereon, by the City shall be repaid in annual installments commencing 1 year after the completion of the project.

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2022, including interest are as follows:

Year Ending June 30,	Principal	Interest	Total
2023	\$ 248,053	\$ 177,755	\$ 425,808
2024	253,262	172,546	425,808
2025	258,581	167,227	425,808
2026	264,011	161,797	425,808
2027	269,555	156,253	425,808
2028-2032	1,435,101	693,940	2,129,041
2033-2037	1,592,250	536,791	2,129,041
2038-2042	1,766,607	362,434	2,129,041
2043-2047	1,960,057	168,984	2,129,041
2048	<u>417,050</u>	<u>8,758</u>	<u>425,808</u>
Total	<u>\$ 8,464,527</u>	<u>\$ 2,606,485</u>	<u>\$ 11,071,012</u>

**CITY OF SOUTH PASADENA**

**NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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**Note 6: Long-Term Debt (continued)**

**SRF State Loan Payable (Direct Borrowing)**

California State Water Resources Control Board loaned the City an assessable amount of \$10,803,550 over the term agreement starting November 15, 2017 through January 1, 2050. The proceeds from the loan are to be used by the City for the Graves Reservoir Replacement Project. The loan acts as an installment sale agreement, in which, the City must expend its own funds prior to drawing on the accessible loan amount for reimbursement. Repayment of project funds, together with all interest accrued thereon, by the City shall be repaid in annual installments commencing 1 year after the completion of the project.

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2022, including interest are as follows:

Year Ending June 30,	Principal	Interest	Total
2023	\$ 165,882	\$ 99,085	\$ 264,967
2024	168,714	96,253	264,967
2025	171,594	93,373	264,967
2026	174,523	90,443	264,966
2027	177,503	87,464	264,967
2028-2032	934,018	390,814	1,324,832
2033-2037	1,016,516	308,316	1,324,832
2038-2042	1,106,301	218,531	1,324,832
2043-2047	1,204,016	120,816	1,324,832
2048-2051	750,745	21,096	771,841
Total	<u>\$ 5,869,812</u>	<u>\$ 1,526,191</u>	<u>\$ 7,396,003</u>

**2013 Water Revenue Bonds**

In March, 2013, the South Pasadena Public Financing Authority issued \$6,995,000 Water and Wastewater Revenue Bonds, 2013 Series A. The bonds were issued to refund of a portion of the outstanding California Statewide Communities Development Authority Water and Wastewater Revenue Bonds, Series 2004A that were issued on behalf of the City of South Pasadena, to purchase a surety for a reserve fund for the Bonds, and to pay costs of issuance of the bonds. The bonds are secured by a pledge of system net revenues of the City's water system.

Bond proceeds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. In addition, funds have been restricted for future capital improvements by City resolution.



**CITY OF SOUTH PASADENA**

**NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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**Note 6: Long-Term Debt (continued)**

The serial bonds mature annually from October 1, 2014 to October 1, 2029, in increasing amounts from \$325,000 to \$545,000. The bonds bear interest at rates ranging from .35% to 3.4%. The term bonds mature on October 1, 2029, and carry an interest rate of 5.0%. Interest is payable semi-annually on April 1 and October 1, commencing on October 1, 2014 and October 1, 2029, respectively.

If the City defaults on its obligations to make debt service payments on the bonds, the trustee, as assignee of the City, has the right to accelerate the total unpaid principal amount of the bonds. However, in the event of a default and such acceleration, there can be no assurance that the trustee will have sufficient moneys available for payment of the bonds.

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2022, including interest are as follows:

Year Ending June 30,	Principal	Interest	Total
2023	\$ 420,000	\$ 143,088	\$ 563,088
2024	435,000	128,688	563,688
2025	450,000	113,688	563,688
2026	470,000	95,987	565,987
2027	490,000	77,588	567,588
2028-2030	<u>1,575,000</u>	<u>133,150</u>	<u>1,708,150</u>
Total	<u>\$ 3,840,000</u>	<u>\$ 692,189</u>	<u>\$ 4,532,189</u>

**2016 Water Revenue Bonds**

In November, 2016, the City of South Pasadena issued \$37,845,000 Water Revenue Refunding Bonds. The bonds were issued to refund all of the outstanding 2009 Water Revenue Bonds, purchase a municipal bond insurance policy to guarantee payment of the principal of and interest on the 2016 bonds and to pay costs of issuance of the 2016 bonds.

The serial bonds mature annually from October 1, 2017 to October 1, 2036, in amounts from \$835,000 to \$2,610,000. The bonds bear interest at rates ranging from 2% to 5%. The term bonds mature on October 1, 2039, and carry an interest rate of 5.0%. Interest is payable semi-annually on April 1 and October 1, commencing and ending on April 1, 2017 and April 1, 2037, respectively.

If the City defaults on its obligations to make debt service payments on the bonds, the trustee, as assignee of the City, has the right to accelerate the total unpaid principal amount of the bonds. However, in the event of a default and such acceleration, there can be no assurance that the trustee will have sufficient moneys available for payment of the bonds.

**CITY OF SOUTH PASADENA**

**NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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**Note 6: Long-Term Debt (continued)**

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2022, including interest are as follows:

Year Ending June 30,	Principal	Interest	Total
2023	\$ 945,000	\$ 1,482,738	\$ 2,427,738
2024	985,000	1,439,213	2,424,213
2025	1,035,000	1,388,713	2,423,713
2026	1,095,000	1,335,463	2,430,463
2027	1,145,000	1,279,463	2,424,463
2028-2032	7,800,000	5,425,263	13,225,263
2033-2037	11,850,000	2,979,438	14,829,438
2038-2040	8,530,000	438,413	8,968,413
<b>Total</b>	<b>\$ 33,385,000</b>	<b>\$ 15,768,704</b>	<b>\$ 49,153,704</b>

**Note 7: Compensated Absences**

The City's liability at June 30, 2022 for vested and unpaid compensated absences (accrued vacation and compensatory time) is as follows:

	Balance June 30, 2021	Additions	Deletions	Balance June 30, 2022	Due Within One Year
Governmental activities	\$ 863,279	\$ 366,337	\$ (358,632)	\$ 870,984	\$ 87,098
Business-type activities	88,987	28,582	(48,650)	68,919	6,892
<b>Total compensated absences payable</b>	<b>\$ 952,266</b>	<b>\$ 394,919</b>	<b>\$ (407,282)</b>	<b>\$ 939,903</b>	<b>\$ 93,990</b>

Compensated absences are paid, if matured, out of the General Fund, other various special revenue funds and enterprise funds.

**Note 8: City Employees Defined Benefit Pension Plan**

**A. General Information about the Pension Plans**

***Plan Description***

All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (Plan) administered by the California Public Employees' Retirement System (CalPERS.) The Plan consists of individual rate plans (benefit tiers) within a safety risk pool (police and fire) and a miscellaneous risk pool (all other). Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under GASB Statement No. 68. Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The City sponsors five rate plans (two miscellaneous and three safety). Benefit provisions under the Plan are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS' website, at [www.calpers.ca.gov](http://www.calpers.ca.gov).

***Benefits Provided***

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 5 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost-of-living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

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

CITY OF SOUTH PASADENA

NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022

Note 8: City Employees Defined Benefit Pension Plan (continued)

A. General Information about the Pension Plans (continued)

The Plans' provisions and benefits in effect at June 30, 2022 are summarized as follows:

	<b>Miscellaneous</b>	
	Prior to January 1, 2013	On or after January 1, 2013
Hire date		
Benefit formula	2% @ 55	2% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50 - 63	52 - 67
Monthly benefits, as a % of eligible compensation	1.426% to 2.418%	1.0% to 2.5%
Required employee contribution rates	7.00%	6.50%
Required employer contribution rates	11.600%	7.730%

	<b>Safety</b>	
	January 1, 2013	January 1, 2013
Hire date		
Benefit formula	2% @ 50	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50 - 55	50 - 57
Monthly benefits, as a % of eligible compensation	2.0% to 2.7%	2.0% to 2.7%
Required employee contribution rates	9.00%	12.75%
Required employer contribution rates	20.940%	13.980%

**Employees Covered**

At June 30, 2020 (valuation date), the following employees were covered by the benefit terms:

	Miscellaneous - Classic	Miscellaneous - PEPRA	Safety - Classic	Safety - PEPRA
Inactive employees or beneficiaries currently receiving benefits	153	-	137	1
Inactive employees entitled to but not yet receiving benefits	198	60	31	15
Active employees	38	48	36	17
<b>Total</b>	<b>389</b>	<b>108</b>	<b>204</b>	<b>33</b>

**Note 8: City Employees Defined Benefit Pension Plan (continued)**

**A. General Information about the Pension Plans (continued)**

***Contributions***

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS' annual actuarial valuation process. For public agency cost-sharing plans covered by either the Miscellaneous or Safety risk pools, the Plan's actuarially determined rate is based on the estimated amount necessary to pay the Plan's allocated share of the risk pool's costs of benefits earned by employees during the year, and any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. Employer 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 contribution requirements are classified as plan member contributions. Employer Contributions to the Plan for the fiscal year ended June 30, 2022 were \$9,206,330. The actual employer payments of \$5,001,568 made to CalPERS by the City during the measurement period ended June 30, 2021 differed from the City's proportionate share of the employer's contributions of \$6,058,237 by \$1,056,669, which is being amortized over the expected average remaining service lifetime in the Public Agency Cost-Sharing Multiple Employer Plan.

**B. Net Pension Liability**

The City's net pension liability for the Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of the Plan is measured as of June 30, 2021, using an annual actuarial valuation as of June 30, 2020 rolled forward to June 30, 2021 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is as follows:

NOTES TO THE FINANCIAL STATEMENTS  
 JUNE 30, 2022

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**Note 8: City Employees Defined Benefit Pension Plan (continued)**

**B. Net Pension Liability (continued)**

***Actuarial Methods and Assumptions Used to Determine Total Pension Liability***

All other actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period from 1997 to 2015, including updates to salary increase, mortality and retirement rates. The Experience Study report can be obtained at CalPERS' website, at [www.calpers.ca.gov](http://www.calpers.ca.gov).

Valuation Date	June 30, 2020
Measurement Date	June 30, 2021
Actuarial Cost Method	Entry Age Normal in accordance with the requirements of GASB 68
Asset Valuation Method	Market Value of Assets
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.50%
Salary Increases	Varies by entry age and service
Mortality Rate Table (1)	Derived using CALPERS' membership data for all funds
Post Retirement Benefit Increase	The lesser of contract COLA or 2.50% until purchasing power protection allowance floor on purchasing power applies, 2.50% thereafter

(1) The mortality table used was developed based on CalPERS' specific data. The probabilities of mortality are based on the 2017 CalPERS Experience Study for the period from 1997 to 2015. Pre-retirement and Post-retirement mortality rates include 15 years of projected mortality improvement using 90% of Scale MP-2016 published by the Society of Actuaries. For more details on this table, please refer to the CalPERS Experience Study and Review of Actuarial Assumptions report from December 2017 that can be found on the CalPERS website.

***Long-term Expected Rate of Return***

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

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

CITY OF SOUTH PASADENA

NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022

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**Note 8: City Employees Defined Benefit Pension Plan (continued)**

**B. Net Pension Liability (continued)**

The expected real rates of return by asset class are as follows:

<u>Asset Class<sup>1</sup></u>	<u>Current Target Allocation</u>	<u>Real Return Years 1 - 10<sup>2</sup></u>	<u>Real Return Year 11+<sup>3</sup></u>
Public equity	50.0%	4.80%	5.98%
Fixed income	28.0%	1.00%	2.62%
Inflation assets	-	0.77%	1.81%
Private equity	8.0%	6.30%	7.23%
Real assets	13.0%	3.75%	4.93%
Liquidity	1.0%	-	(0.92%)
Total	<u>100.0%</u>		

<sup>1</sup> In the System's ACFR, fixed income is included in global debt securities; liquidity is included in short-term investments; inflation assets are included in both global equity securities and global debt securities.

<sup>2</sup> An expected inflation of 2.0% used for this period

<sup>3</sup> An expected inflation of 2.92% used for this period

***Change of Assumptions***

There were no change of assumptions for measurement date June 30, 2021.

***Discount Rate***

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

**Note 8: City Employees Defined Benefit Pension Plan (continued)**

**B. Net Pension Liability (continued)**

***Subsequent Events***

On July 12, 2021, CalPERS reported a preliminary 21.3% net return on investments for fiscal year 2020-21. Based on the thresholds specified in CalPERS Funding Risk Mitigation policy, the excess return of 14.3% prescribes a reduction in investment volatility that corresponds to a reduction in the discount rate used for funding purposes of 0.20%, from 7.00% to 6.80%. Since CalPERS was in the final stages of the four-year Asset Liability Management (ALM) cycle, the board elected to defer any changes to the asset allocation until the ALM process concluded, and the board could make its final decision on the asset allocation in November 2021.

On November 17, 2021, the board adopted a new strategic asset allocation. The new asset allocation along with the new capital market assumptions, economic assumptions and administrative expense assumption support a discount rate of 6.90% (net of investment expense but without a reduction for administrative expense) for financial reporting purposes. This includes a reduction in the price inflation assumption from 2.50% to 2.30% as recommended in the November 2021 CalPERS Experience Study and Review of Actuarial Assumptions. This study also recommended modifications to retirement rates, termination rates, mortality rates and rates of salary increases that were adopted by the board. These new assumptions will be reflected in the GASB 68 accounting valuation reports for the June 30, 2022, measurement date.

***Pension Plan Fiduciary Net Position***

Information about the pension plan's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fiduciary net position are presented in CalPERS' audited financial statements, which are publicly available reports that can be obtained at CalPERS' website, at [www.calpers.ca.gov](http://www.calpers.ca.gov). The plan's fiduciary net position and additions to/deductions from the plan's fiduciary net position have been determined on the same basis used by the pension plan, which is the economic resources measurement focus and the accrual basis of accounting. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value.



CITY OF SOUTH PASADENA

NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022

Note 8: City Employees Defined Benefit Pension Plan (continued)

C. Proportionate Share of Net Pension Liability

The following table shows the Plans' proportionate share of the net pension liability over the measurement period.

Miscellaneous Plan	Increase (Decrease)		
	Plan Total Pension Liability	Plan Fiduciary Net Position	Plan Net Pension Liability
	(a)	(b)	(c) = (a) - (b)
Balance at: 6/30/2020 (MD)	\$ 52,311,226	\$ 37,892,396	\$ 14,418,830
Balance at: 6/30/2021 (MD)	55,170,159	46,571,804	8,598,355
Net Changes during 2020-21	\$ 2,858,933	\$ 8,679,408	\$ (5,820,475)

Safety	Increase (Decrease)		
	Plan Total Pension Liability	Plan Fiduciary Net Position	Plan Net Pension Liability
	(a)	(b)	(c) = (a) - (b)
Balance at: 6/30/2020 (MD)	\$ 93,464,695	\$ 65,230,692	\$ 28,234,003
Balance at: 6/30/2021 (MD)	97,523,463	79,110,235	18,413,228
Net Changes during 2020-21	\$ 4,058,768	\$ 13,879,543	\$ (9,820,775)

Valuation Date (VD), Measurement Date (MD)

The City's proportion of the net pension liability was determined by CalPERS using the output from the Actuarial Valuation System and the fiduciary net position, as provided in the CalPERS Public Agency Cost-Sharing Allocation Methodology Report, which is a publicly available report that can be obtained at CalPERS' at [www.calpers.ca.gov](http://www.calpers.ca.gov). The City's proportionate share of the net pension liability for each Plan as of the June 30, 2020, and 2021 measurement dates was as follows:

	Miscellaneous	Safety
Proportionate Share of NPL - June 30, 2020	0.341834%	0.423784%
Proportionate Share of NPL - June 30, 2021	0.452830%	0.524670%
Change - Increase	0.110996%	0.100886%

NOTES TO THE FINANCIAL STATEMENTS  
 JUNE 30, 2022

**Note 8: City Employees Defined Benefit Pension Plan (continued)**

**C. Proportionate Share of Net Pension Liability (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 of each Plan as of the measurement date, calculated using the discount rate of 7.15 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.15 percent) or 1 percentage-point higher (8.15 percent) than the current rate:

	<u>Discount Rate - 1%</u> <u>(6.15%)</u>	<u>Current Discount</u> <u>Rate (7.15%)</u>	<u>Discount Rate + 1%</u> <u>(8.15%)</u>
Miscellaneous Plan's Net Pension Liability	\$ 15,882,521	\$ 8,598,355	\$ 2,576,640
Safety Plan's Net Pension Liability	\$ 31,540,728	\$ 18,413,228	\$ 7,630,609

***Amortization of Deferred Outflows and Deferred Inflows of Resources***

Under GASB 68, gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time.

The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense.

The amortization period differs depending on the source of the gain or loss:

Net difference between projected and actual earnings on pension plan investments	5 year straight-line amortization
All other amounts	Straight-line amortization over the expected average remaining service lives (EARSL) of all members that are provided with benefits (active, inactive and retired) as of the beginning of the measurement period

The expected average remaining service lifetime (EARSL) is calculated by dividing the total future service years by the total number of plan participants (active, inactive, and retired) in the Public Agency Cost-Sharing Multiple-Employer Plan (PERF C).

NOTES TO THE FINANCIAL STATEMENTS  
 JUNE 30, 2022

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**Note 8: City Employees Defined Benefit Pension Plan (continued)**

**C. Proportionate Share of Net Pension Liability (continued)**

The EARSL for PERF C for the measurement period ending June 30, 2021 is 3.7 years, which was obtained by dividing the total service years of 561,622 (the sum of remaining service lifetimes of the active employees) by 150,648 (the total number of participants: active, inactive, and retired) in PERF C. Inactive employees and retirees have remaining service lifetimes equal to 0. Total future service is based on the members' probability of decrementing due to an event other than receiving a cash refund.

**D. Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions**

As of the start of the measurement period (July 1, 2020), the City's net pension liability was \$42,652,833. For the measurement period ending June 30, 2021 (the measurement date), the City incurred a pension expense of \$8,173,907.

As of June 30, 2022, the City has deferred outflows and deferred inflows of resources related to pensions as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 4,110,098	\$ -
Differences between Projected and Actual Investment Earnings	-	18,465,320
Differences between Employer's Contributions and Proportionate Share of Contributions	14,535	1,380,083
Change in Employer's Proportion	618,099	278,956
Pension Contributions Made Subsequent to Measurement Date	9,206,330	-
	<u>\$ 13,949,062</u>	<u>\$ 20,124,359</u>

CITY OF SOUTH PASADENA

NOTES TO THE FINANCIAL STATEMENTS  
 JUNE 30, 2022

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**Note 8: City Employees Defined Benefit Pension Plan (continued)**

**D. Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions (continued)**

The amounts above are net of outflows and inflows recognized in the 2020-21 measurement period expense. Contributions subsequent to the measurement date of \$9,206,330 reported with deferred outflows of resources will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in future pension expense as follows:

<u>Fiscal Year Ended June 30,</u>	<u>Deferred Outflows/ (Inflows) of Resources, Net</u>
2023	\$ (2,913,793)
2024	(3,291,425)
2025	(4,086,286)
2026	(5,090,123)
2027	-
Thereafter	-

**E. Payable to the Pension Plan**

At June 30, 2022, the City reported a payable of \$0 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2022.

**F. Pension Plan Summary**

Miscellaneous plan net pension liability	\$ 8,598,355
Safety plan net pension liability	<u>18,413,228</u>
Combined net pension liability	<u>\$ 27,011,583</u>
Governmental activities net pension liability	\$ 24,837,151
Business-type activities net pension liability	<u>2,174,432</u>
Total net pension liability	<u>\$ 27,011,583</u>

NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022

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**Note 9: Other Post-Employment Benefits**

**A. Plan Description**

The City provides certain other post-employment benefits (OPEB) through a single-employer defined benefit healthcare plan which provides health insurance for its retired employees according to the Personnel Rules and Regulations for each of the five employee groups. Benefit provisions are included annually in the Memorandum of Understanding between the City and each of its employee groups and ultimately passed by Council action. Separate financial statements for the plan are not available.

**B. Employees Covered**

As of the June 30, 2021 measurement date, the following numbers of participants were covered by the benefit terms under the Plan:

Active employees	139
Inactive employees or beneficiaries currently receiving benefits	97
Inactive employees entitled to, but not yet receiving benefits	<u>20</u>
Total	<u><u>256</u></u>

**C. Funding Policy**

The contribution requirements of plan members and the City are established and may be amended by the City, City Council and/or employee associations. Currently, contributions are not required from plan members.

The City pays for postemployment health insurance on a pay-as-you-go basis (no prefunding). For fiscal year 2021-2022, the City paid \$540,160 for other postemployment benefits.

**D. Changes of Assumptions**

Discount rate decreased from 2.21% at June 30, 2020 to 2.16% at June 30, 2021.

**CITY OF SOUTH PASADENA**

**NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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**Note 9: Other Post-Employment Benefits (continued)**

**E. Total OPEB Liability**

The City's total OPEB liability was measured as of June 30, 2021 and was based on the following actuarial methods and assumptions:

<b>Actuarial Assumptions</b>	<b>June 30, 2021 Measurement Date</b>
Actuarial Valuation Date	June 30, 2021
Contribution Policy	No pre-funding
Discount Rate	2.16% at June 30, 2021 (Bond Buyer 20-Bond Index) 2.21% at June 30, 2020 (Bond Buyer 20-Bond Index)
General Inflation	2.50% annually
Mortality, Retirement, Disability, Termination	CalPERS 2000-2019 Experience Study
Mortality Improvement	Mortality projected fully generational with Scale MP-2021
Salary increases	Aggregate - 2.75% annually Mert - CalPERS 2000-2019 Experience Study
Medical Trend	Non-Medicare – 6.5% for 2023, decreasing to an ultimate rate of 3.75% in 2076 Medicare (Non-Kaiser) - 5.65% for 2023, decreasing to an ultimate rate of 3.75% in 2076 Medicare (Kaiser) – 4.6% for 2023, decreasing to an ultimate rate of 3.75% in 2076
Fixed Dollar Cap	None
PEMHCA Minimum Increase	4.00% annually
Healthcare Participation at Retirement	90% of employees receiving City Subsidy (hired before 7/1/2020) 50% of employees receiving PEMHCA minimum

**F. Discount Rate**

A discount rate of 2.16 percent was used in the valuation for measurement date June 30, 2021.

CITY OF SOUTH PASADENA

NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022

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**Note 9: Other Post-Employment Benefits (continued)**

**G. Changes in the Total OPEB Liability**

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

	<u>Total OPEB Liability</u>
Balance at June 30, 2021 (June 30, 2020 measurement date)	<u>\$ 20,220,894</u>
Changes recognized for the measurement period:	
Service cost	895,656
Interest	461,163
Changes of benefit terms	(3,110,716)
Actual vs. expected experience	887,933
Changes in assumptions	(874,999)
Benefit payments	<u>(498,954)</u>
Net changes	<u>(2,239,917)</u>
Balance at June 30, 2022 (June 30, 2021 measurement date)	<u><u>\$ 17,980,977</u></u>

**H. Sensitivity of the Total OPEB Liability to Changes in the Discount Rate**

The following presents the total OPEB liability of the City if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2021:

	<u>1% Decrease (1.16%)</u>	<u>Current Discount Rate (2.16%)</u>	<u>1% Increase (3.16%)</u>
Total OPEB Liability \$	20,637,077	\$ 17,980,977	\$ 15,806,908

**I. Sensitivity of the Total OPEB Liability to Changes in the Health Care Trend Rates**

The following presents the total OPEB liability of the City if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2021:

	<u>1% Decrease</u>	<u>Current Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
Total OPEB Liability \$	16,767,529	\$ 17,980,977	\$ 19,352,845

**NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**Note 9: Other Post-Employment Benefits (continued)**

**J. OPEB Plan Fiduciary Net Position**

As the City is not prefunding with an OPEB trust, Plan Fiduciary Net Position was \$0 at the June 30, 2021 measurement date. The City does not have assets accumulated in a trust that meets the criteria of GASB 75 to pay related benefits. Contributions are fixed and not based on a measure of pay.

*Recognition of Deferred Outflows and Deferred Inflows of Resources*

Gains and losses related to changes in total OPEB liability and fiduciary net position are recognized in OPEB expense systematically over time. Amounts are first recognized in OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense. The net difference between projected and actual earnings on OPEB plan investments is amortized using the straight-line method over 5 years, while all other amounts are amortized over the expected average remaining service lifetime (EARSL) of plan participants.

**K. OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB**

For the fiscal year ended June 30, 2022, the City recognized OPEB revenue of \$1,759,968. As of fiscal year ended June 30, 2022, the City reported deferred outflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 766,299	\$ 803,239
Changes in assumptions	2,481,087	1,499,239
Contributions to OPEB plan subsequent to the measurement date	1,847,160	-
Total	<u>\$ 5,094,546</u>	<u>\$ 2,302,478</u>

The \$1,847,160 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2021 measurement date will be recognized as a reduction of the net OPEB liability during the fiscal year ending June 30, 2022. Other amounts reported as deferred outflows or inflows of resources related to OPEB will be recognized as expense as follows:

Fiscal Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2023	\$ (7,861)
2024	(7,864)
2025	234,223
2026	320,865
2027	403,242
Thereafter	<u>2,303</u>
	<u>\$ 944,908</u>



**CITY OF SOUTH PASADENA**

**NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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**Note 10: Insurance**

The City is partially self-insured for general liability insurance. The City is responsible for claims up to \$100,000 per occurrence. Coverage in excess of the City's self-insured retention is purchased through CSAC Excess Insurance Authority (CSAC-EIA) up to the statutory limits. The City participates in a risk pool for general liability insurance through CSAC-EIA above the City's self-insured retention of \$100,000 up to \$4,900,000 per occurrence. Reinsurance coverage in excess of the pool layer up to \$25,000,000 is purchased through CSAC-EIA. CSAC-EIA retains responsibility for claims in excess of each member's self-insured retention.

For workers' compensation insurance, the City is covered from the first dollar. Coverage between \$1 and \$5,000,000 is provided by CSAC-EIA. CSAC-EIA participates in an excess pool which provides coverage from \$5,000,000 to \$50,000,000 and purchases excess insurance above \$50,000,000 to the statutory limit.

Workers' compensation and general liability claims incurred prior to July 1, 2014 were covered through the City's participation in the California Joint Powers Insurance Authority.

**Note 11: Commitments and Contingencies**

Due to the occurrence of several spills from the City's sanitary sewer system, the City entered into a settlement on November 16, 2011, with the Regional Water Quality Control Board, Los Angeles Region and the state Attorney General for violations of the state's general waste discharge requirements. The settlement required the City to cover fines and attorney fees, complete repairs to its sanitary sewer system over a 10 year period, and implement specified system maintenance programs. These requirements will be monitored through an open court proceeding and, if not met; the City could be subjected to further monetary penalties. Several years ago, the City undertook a comprehensive sewer infrastructure improvement program to implement the requirements of the Consent Judgment. In 2019, a Project Completion Report was submitted to the RWQCB, however, the 2019 report did not include a list or description of all the projects listed in the Consent Judgment that have been completed. Presently, City staff are utilizing the services of a consultant to provide RWQCB additional information to resolve discrepancies between the Consent Judgment and the completed sewer rehabilitation work documented in the 2019 Project Completion Report, the completed video inspection work, and the completed staff inspections and staff training.

The City is presently involved in certain matters of litigation that have arisen in the normal course of conducting City business. City management believes that based upon consultation with the City Attorney, that these cases in the aggregate are not expected to result in a material adverse financial impact on the City beyond that already accrued for in the basic financial statements. Additionally, City management believes that sufficient resources are available to the City to cover any potential losses, should an unfavorable outcome materialize.

**CITY OF SOUTH PASADENA**

**NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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**Note 12: Successor Agency Trust for Assets of Former Community Redevelopment Agency**

On December 29, 2011, the California Supreme Court upheld Assembly Bill 1X 26 (“the Bill”) that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the City of South Pasadena that previously had reported a community redevelopment agency within the reporting entity of the City as a blended component unit.

The Bill provides that upon dissolution of a community redevelopment agency, a “successor agency” is to be established to hold the assets until they are distributed to other units of state and local government. On January 4, 2012, the City Council elected to become the Successor Agency for the former community redevelopment agency in accordance with the Bill as part of City resolution number 7205.

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

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

CITY OF SOUTH PASADENA

NOTES TO THE FINANCIAL STATEMENTS  
 JUNE 30, 2022

**Note 12: Successor Agency Trust for Assets of Former Community Redevelopment Agency  
 (continued)**

**Cash and investments**

At June 30, 2022, Cash and investments reported in the accompanying financial statements consisted of the following:

Cash and investments pooled with the City	\$	132,278
Cash and investments with fiscal agent		<u>196,821</u>
	<u>\$</u>	<u>329,099</u>

**Long-term debt**

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

	Balance June 30, 2021	Additions	Deletions	Balance June 30, 2022	Due Within One Year
2000 Tax Allocation Bond	\$ 680,000	\$ -	\$ (155,000)	\$ 525,000	\$ 165,000
Total	<u>\$ 680,000</u>	<u>\$ -</u>	<u>\$ (155,000)</u>	<u>\$ 525,000</u>	<u>\$ 165,000</u>

A description of long-term debt outstanding (excluding defeased debt) of the Successor Agency as of June 30, 2022, follows:

*2000 Tax Allocation Bonds*

In July 2000, the Agency issued \$2,600,000 in tax allocation bonds for the Downtown Revitalization Project No. 1, which mature annually from May 1, 2001 to May 1, 2025, in increasing amounts from \$55,000 to \$185,000, plus interest at 4.4% to 6.0%, payable semiannually on May 1 and November 1, commencing on November 1, 2000. Bonds are subject to redemption at the option of the Agency beginning May 1, 2010, at a price ranging from 102% to 100% of principal value. Debt service on the bonds is provided by incremental property tax revenues generated within the Downtown Redevelopment Project Area. At June 30, 2022, \$525,000 was outstanding.

**CITY OF SOUTH PASADENA**

**NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

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**Note 12: Successor Agency Trust for Assets of Former Community Redevelopment Agency  
(continued)**

**Pledged Revenue**

The City pledged, as security for bonds issued, either directly or through the Financing Authority, a portion of tax increment revenue (including Low and Moderate Income Housing set-aside and pass through allocations) that it receives. The bonds issued were to provide financing for various capital projects, accomplish Low and Moderate Income Housing projects and to defease previously issued bonds. Assembly Bill 1X 26 provided that upon dissolution of the community redevelopment agency, property taxes allocated to community redevelopment agencies no longer are deemed tax increment but rather property tax revenues and will be allocated first to successor agencies to make payments on the indebtedness incurred by the dissolved community redevelopment agency. Total principal and interest remaining on the debt is \$589,200 with annual debt service requirements as indicated above. For the current fiscal year, the total property tax revenue recognized by the City and Successor Agency for the payment of indebtedness incurred by the dissolved Community Redevelopment Agency was \$172,383 and the interest expense on the bonds was \$40,800.

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2022, including interest are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 165,000	\$ 31,500	\$ 196,500
2024	175,000	21,600	196,600
2025	<u>185,000</u>	<u>11,100</u>	<u>196,100</u>
Total	<u>\$ 525,000</u>	<u>\$ 64,200</u>	<u>\$ 589,200</u>

**Insurance**

The Successor Agency is covered under the City of South Pasadena's insurance policies. Therefore, the limitation and self-insured retentions applicable to the City also apply to the Successor Agency. Additional information as to coverage and self-insured retentions can be found in Note 9.

**CITY OF SOUTH PASADENA**

**NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022**

**Note 13: Deficit Fund Balances**

The following funds have deficits in fund balance at June 30, 2022:

Fund	Amount
Nonmajor Governmental Funds:	
Special Revenue Funds:	
MTA Pedestrian Improvement	\$ (29,951)
Rogan HR 5294 Grant	(5,708)
Parking and Business Improvement Tax	(15,609)
Mission Meridian Public Garage	(362,058)
County Park Bond	(210,465)
MSRC Grant	(152,986)
Measure H	(87,699)
Prop C Exchange	(345,047)
BTA Grant	(416,948)
Golden Streets Grant	(311,796)
CDBG	(2,584)
Homeland Security Grant	(146,371)
HSIP Grant	(228,661)

The City intends to fund these deficits with future revenue, transfers and reductions of expenditures in future years.

**Note 14: Net Investment in Capital Assets**

The net investment in capital assets category of net position is comprised of the following:

	Water	Sewer	Arroyo Seco Golf Course	Business-Type Activities Total
Capital assets, net of accumulated depreciation	\$ 73,217,280	\$ 9,227,077	\$ 737,622	\$ 83,181,979
2016 Water Revenue Bonds	(33,385,000)	-	-	(33,385,000)
Issuance Premium	(3,588,664)	-	-	(3,588,664)
2013 Water Revenue Bonds	(3,840,000)	-	-	(3,840,000)
Issuance Premium	(200,917)	-	-	(200,917)
2012 State Loan Payable	-	(8,464,527)	-	(8,464,527)
SRF State Loan Payable	(5,869,812)	-	-	(5,869,812)
Deferred Loss on Refunding	4,648,488	-	-	4,648,488
Net investment in capital assets	<u>\$ 30,981,375</u>	<u>\$ 762,550</u>	<u>\$ 737,622</u>	<u>\$ 32,481,547</u>
	Governmental Activities			
Capital assets, not being depreciated	<u>\$ 5,604,233</u>			
Capital assets, net of accumulated depreciation	<u>54,610,496</u>			
Net investment in capital assets	<u>\$ 60,214,729</u>			

CITY OF SOUTH PASADENA

NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2022

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**Note 15: Prior Period Adjustment**

The cumulative effects of correction of errors in reporting of prior balances resulted in the following prior period adjustments:

	<u>General Fund</u>	<u>Non-major Funds</u>	<u>Total Governmental Activities</u>		
Fund balance, as previously reported	\$ 25,643,607	\$ 14,410,347	\$ 40,053,954		
Prior period adjustment	<u>(1,287,988)</u>	<u>(76,036)</u>	<u>(1,364,024)</u>		
Fund balance, as restated	<u>\$ 24,355,619</u>	<u>\$ 14,334,311</u>	<u>\$ 38,689,930</u>		
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>			
Net position, as previously reported	\$ 49,907,349	\$ 45,454,016			
Prior period adjustment	<u>(381,490)</u>	<u>(344,027)</u>			
Net position, as restated	<u>\$ 49,525,859</u>	<u>\$ 45,109,989</u>			
	<u>Water</u>	<u>Sewer</u>	<u>Arroyo Seco Golf Course</u>	<u>Total Proprietary Funds/Business- Type Activities</u>	<u>Internal Service Funds</u>
Net position, as previously reported	\$ 37,543,665	\$ 5,947,068	\$ 1,963,283	\$ 45,454,016	\$ (1,724,921)
Prior period adjustment	<u>(270,583)</u>	<u>(73,444)</u>	<u>-</u>	<u>(344,027)</u>	<u>982,534</u>
Net position, as restated	<u>\$ 37,273,082</u>	<u>\$ 5,873,624</u>	<u>\$ 1,963,283</u>	<u>\$ 45,109,989</u>	<u>\$ (742,387)</u>

**REQUIRED SUPPLEMENTARY INFORMATION**

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**CITY OF SOUTH PASADENA**

**GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 26,235,970	\$ 26,235,970	\$ 29,531,707	\$ 3,295,737
Licenses and permits	827,680	827,680	814,081	(13,599)
Intergovernmental	345,000	345,000	175,212	(169,788)
Charges for services	3,359,000	3,364,000	4,082,853	718,853
Use of money and property	430,100	430,100	(478,837)	(908,937)
Fines and forfeitures	265,000	265,000	52,291	(212,709)
Miscellaneous	484,884	484,884	491,476	6,592
Total revenues	<u>31,947,634</u>	<u>31,952,634</u>	<u>34,668,783</u>	<u>2,716,149</u>
<b>Expenditures</b>				
Current:				
General government	6,462,905	6,893,795	7,012,269	(118,474)
Public safety	16,199,702	16,344,879	19,146,076	(2,801,197)
Community development	3,402,385	3,810,797	2,672,281	1,138,516
Community services	3,287,989	3,300,190	3,178,805	121,385
Public works	2,351,205	2,750,415	2,112,342	638,073
Capital outlay	116,500	108,500	99,758	8,742
Total expenditures	<u>31,820,686</u>	<u>33,208,576</u>	<u>34,221,531</u>	<u>(1,012,955)</u>
Excess of revenues over expenditures	<u>126,948</u>	<u>(1,255,942)</u>	<u>447,252</u>	<u>1,703,194</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	1,410,000	-	(1,410,000)
Transfers out	<u>(88,281)</u>	<u>(1,498,281)</u>	<u>(130,700)</u>	<u>1,367,581</u>
Total other financing sources (uses)	<u>(88,281)</u>	<u>(88,281)</u>	<u>(130,700)</u>	<u>(42,419)</u>
Net change in fund balance	38,667	(1,344,223)	316,552	1,660,775
Fund balance, beginning of year, as restated	<u>24,355,619</u>	<u>24,355,619</u>	<u>24,355,619</u>	<u>-</u>
Fund balance, end of year	<u>\$ 24,394,286</u>	<u>\$ 23,011,396</u>	<u>\$ 24,672,171</u>	<u>\$ 1,660,775</u>

**CITY OF SOUTH PASADENA**

**REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
AND RELATED RATIOS – COST SHARING  
LAST TEN YEARS\***

<u>Measurement Date</u>	<u>Employer's Proportion of the Collective Net Pension Liability<sup>1</sup></u>	<u>Employer's Proportionate Share of the Collective Net Pension Liability</u>	<u>Employer's Covered Payroll</u>	<u>Employer's Proportionate Share of the Collective Net Pension Liability as a percentage of the Employer's Covered Payroll</u>	<u>Pension Plan's Fiduciary Net Position as a percentage of the Total Pension Liability</u>
6/30/2014	0.35660%	\$ 22,189,470	\$ 10,021,859	221.41%	79.82%
6/30/2015	0.35146%	24,123,577	10,601,417	227.55%	78.40%
6/30/2016	0.36618%	31,865,437	10,683,089	298.28%	74.06%
6/30/2017	0.36714%	36,410,081	11,218,719	324.55%	73.31%
6/30/2018	0.37770%	36,396,135	11,190,390	325.24%	74.01%
6/30/2019	0.38379%	39,327,077	10,760,952	365.46%	72.89%
6/30/2020	0.39201%	42,652,833	11,634,785	366.60%	70.74%
6/30/2021	0.49945%	27,011,583	12,540,902	215.39%	82.31%

<sup>1</sup> Proportion of the net pension liability represents the plan's proportion of PERF C, which includes both the Miscellaneous and Safety Risk Pools excluding the 1959 Survivors Risk Pool.

\* Measurement date 6/30/2014 (fiscal year 2014-15) was the first year of implementation. Additional years will be presented as information comes available.

**CITY OF SOUTH PASADENA**

**REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF PLAN CONTRIBUTIONS – COST SHARING  
LAST TEN YEARS\***

<u>Fiscal Year</u>	<u>Actuarially Determined Contribution</u>	<u>Contributions in Relation to the Actuarially Determined Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
6/30/2015	\$ 1,926,460	\$ (1,926,460)	\$ -	\$ 10,601,417	18.17%
6/30/2016	2,445,893	(2,445,893)	-	10,683,089	22.89%
6/30/2017	3,258,700	(3,258,700)	-	11,218,719	29.05%
6/30/2018	3,082,379	(3,082,379)	-	11,190,390	27.54%
6/30/2019	3,460,075	(3,460,075)	-	10,760,952	32.15%
6/30/2020	4,295,978	(4,295,978)	-	11,634,785	36.92%
6/30/2021	5,001,568	(5,001,568)	-	12,540,902	39.88%
6/30/2022	9,206,330	(9,206,330)	-	12,690,746	72.54%

\* Measurement date 6/30/2014 (fiscal year 2015) was the first year of implementation. Additional years will be presented as information becomes available.

**Notes to Schedule:**

Changes in Benefit Terms: There were no changes to benefit terms that applied to all members of the Public Agency Pool. Additionally, the figures above do not include any liability impact that may have resulted from Golden Handshakes that occurred after the June 30, 2020 valuation date, unless the liability impact is deemed to be material to the Public Agency Pool.

Changes in Assumptions: There were no assumption changes for 2021. For 2020, the Plan adopted a new amortization policy effective with the 2019 actuarial valuation. The new amortization policy shortens the period over which actuarial gains and losses are amortized from 30 years to 20 years with the payments computed as a level dollar amount. In addition, the new policy does not utilize a five-year ramp-up and ramp-down on UAL bases attributable to assumption changes and non-investment gains/losses. The new policy also does not utilize a five-year ramp-down on investment gains/losses. These changes apply only to new UAL bases established on or after June 30, 2019. There were no changes in assumptions in 2019. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions December 2017. There were no changes in the discount rate in 2019. In 2017, the accounting discount rate was reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes in the discount rate. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5 percent discount rate.

**CITY OF SOUTH PASADENA**

**REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS  
LAST TEN YEARS\***

Fiscal Year Measurement Period	2017-18	2018-19	2019-20	2020-21	2021-22
	2016-17	2017-18	2018-19	2019-20	2020-21
<b>Total OPEB Liability</b>					
Service cost	\$ 664,681	\$ 560,960	\$ 506,445	\$ 666,996	\$ 895,656
Interest	519,308	607,364	651,066	600,512	461,163
Changes in benefit terms	-	-	270,482	-	(3,110,716)
Actual vs. expected experience	-	-	(1,405,666)	-	887,933
Changes in assumptions	(1,694,570)	(606,526)	829,039	2,810,290	(874,999)
Benefit payments	(645,346)	(637,788)	(660,893)	(694,791)	(498,954)
Net change in total OPEB liability	(1,155,927)	(75,990)	190,473	3,383,007	(2,239,917)
Total OPEB liability - beginning	17,879,331	16,723,404	16,647,414	16,837,887	20,220,894
Total OPEB liability - ending (a)	16,723,404	16,647,414	16,837,887	20,220,894	17,980,977
<b>Plan Fiduciary Net Position</b>					
Contributions – employer	-	-	-	-	-
Net investment income	-	-	-	-	-
Benefit payments	-	-	-	-	-
Administrative expense	-	-	-	-	-
Net change in plan fiduciary net position	-	-	-	-	-
Plan fiduciary net position - beginning	-	-	-	-	-
Plan fiduciary net position - ending (b)	-	-	-	-	-
Net OPEB liability - ending (a) - (b)	\$ 16,723,404	\$ 16,647,414	\$ 16,837,887	\$ 20,220,894	\$ 17,980,977
Plan fiduciary net position as a percentage of the total OPEB liability	0.0%	0.0%	0.0%	0.0%	0.0%
Covered-employee payroll	\$ 11,644,645	\$ 14,031,728	\$ 10,487,587	\$ 11,952,495	\$ 15,678,975
Net OPEB liability as a percentage of covered	143.6%	118.6%	160.6%	169.2%	114.7%

**Notes to Schedule:**

Changes in assumptions: Discount rate decreased from 2.21% at June 30, 2020 to 2.16% at June 30, 2021.

Historical information is required only for measurement periods for which GASB 75 is applicable. Future years' information will be displayed up to 10 years as information becomes available.

The City does not have assets accumulated in a trust that meets the criteria of GASB 75 to pay related benefits. Contributions are fixed and not based on a measure of pay.

\*Fiscal Year 2017-18 was the first year of implementation

# CITY OF SOUTH PASADENA

## NOTES TO REQUIRED SUPPLEMENTARY INFORMATION JUNE 30, 2022

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### Note 1: General Budget Policies

Budgetary control is an essential element in governmental financial reporting. The City, a general law city in the State of California, does not legally require a budget. However, the City Council adopted budgets for the General, Special Revenue, and Capital Projects Funds with the exception of the Measure H, Prop C Exchange, MTA Pedestrian Improvement, Gold Line Mitigation, Rogan HR 5294 Grant, and BTA Grant Special Revenue Funds.

To facilitate a greater understanding of the City's operations, budget information for the General, Special Revenue and Capital Projects Funds is included in the accompanying basic financial statements. This detailed budget document is published and is a matter of public record. Each year, the City Manager submits his proposed budget to the City Council. The City Council holds public hearings and may modify the appropriations by majority approval. The legal level of expenditures is controlled at the fund level and operating appropriations lapse at the end of each fiscal year. All budgeted amounts are reported on the same basis as the fund types and adopted on a basis consistent with accounting principles generally accepted in the United States of America. Changes in appropriations at the fund level during the year must be submitted by the City's departments for City Council review and approval. The City Manager may, without Council approval, amend individual line items within any fund and between divisions and programs, in personnel costs, maintenance and operations, capital outlay and capital projects portions of the budget without increasing total appropriations for that fund. Department heads may, without Council approval, amend individual line items within any fund in the maintenance and operation portions of the budget without increasing total appropriations for that division.

### Note 2: Supplementary Budget Information

Excess of expenditures over appropriations at the fund level were as follows:

<u>Fund</u>	<u>Appropriations</u>	<u>Expenditures</u>	<u>Excess</u>
General Fund:			
General Government	\$ 6,893,795	\$ 7,012,269	\$ (118,474)
Public safety	16,344,879	19,146,076	(2,801,197)
Non-Major Governmental Funds:			
Homeland Security Grant	107,049	125,360	(18,311)
Housing Authority	-	372	(372)

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**SUPPLEMENTARY INFORMATION**

## CITY OF SOUTH PASADENA

### NON-MAJOR GOVERNMENTAL FUNDS

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#### Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

**\*201 - MTA Pedestrian Improvement Fund** – To account for MTA grants used for the Fair Oaks/Mission pedestrian improvement projects which include pedestrian accessibility, widened bikeways, landscaping, lighting modification and aesthetics.

**205 - Proposition “A” Local Return Fund** – To account for all revenues and expenditures associated with the one-half cent sales tax approved by Proposition A in 1980. All revenues of this fund must be expended for transportation-related items as established by the Los Angeles County Transportation Commission.

**207 - Proposition “C” Local Return Fund** – To account for all revenues and expenditures associated with the one-half cent sales tax approved by Proposition C in 1990. All revenues of this fund must be expended for transportation-related items as established by the Los Angeles County Transportation Commission.

**211 - CTC Traffic Improvement Grant Fund** – To account for state and federal funding of street and intersection improvements relieving congestion at our busiest intersections.

**\*214 - Rogan HR 5294 Grant Fund** – To account for the revenue and expenditures associated with the 110 FWY Hook Ramp Project funded by Rogan grant.

**215 - Street Lighting and Landscaping Fund** – To account for the costs associated with the City’s street lighting and median landscaping programs. These costs are deemed to benefit all property owners who are assessed their proportionate share of the costs. These assessments are placed on the property tax bill and collected and remitted to the City by the County of Los Angeles.

**218 - Clean Air Act Fund** – To account for revenues and expenditures expended for air quality improvement projects as established by the South Coast Air Quality Management District.

**220 - Parking and Business Improvement Tax (BIT) Fund** – To account for business improvement tax returns collected by the City for specified purposes within the Parking and Business Improvement Area: (1) decoration of any public place, (2) promotion of public events; (3) furnishing of music; (4) general promotion of retail trade activities.

**\*223 - Gold Line Mitigation Fund** – To account for the MTA’s funding for the improvements to the Gold Line Mission Street Station.

**226 - Mission Meridian Public Garage Fund** – To account for the revenues and expenditures of the Mission Meridian Public Garage.



## CITY OF SOUTH PASADENA

### NON-MAJOR GOVERNMENTAL FUNDS

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**230 - State Gas Tax Fund** – To account for all state gas tax related revenues and expenditures, including street repair, reconstruction and maintenance. State law requires these gasoline taxes to be used to maintain the City's street and highway system.

**232 - County Park Bond** – To account for the revenues and expenditures for the County Park Bond related improvements.

**255 - Capital Growth Requirements Fund** – To account for fees paid to the City for building development to be applied towards the costs of public facilities improvements.

**260 - Community Development Block Grant (CDBG) Fund** – To account for the revenues and expenditures for Community Development Block Grant projects.

**239 - Measure W Fund** – To account for all revenues and expenditures associated with improving conditions of stormwater runoffs funded by parcel tax.

**270 - Asset Forfeiture Fund** – To account for proceeds received from forfeiture in narcotics investigations allocated for law enforcement activities.

**245 - Bike and Pedestrian Paths Fund** – To account for the revenues and expenditures for bike and pedestrian facilities improvements funded by the State of California Transportation Development Act.

**272 - State Police Grant Fund** – To account for revenue and expenditures for frontline police services funded by COPS (AB 3229) grant.

**274 - Homeland Security Grant Fund** – To account for revenue and expenditures the operations of police equipment and conferences funded by Homeland Security.

**275 - Park Impact Fees Fund** – To account for the proceeds of a development fee used for the purpose of park facilities improvements and related expenditures.

**233 - Measure R Fund** – To account for all revenues and expenditures associated with the one-half cent sales tax approved by Measure R in 2009. All revenues of this fund must be expended for transportation-related items as established by the Los Angeles County Transportation Commission.

**236 - Measure M Fund** – To account for all revenues and expenditures associated with the one-half cent sales tax approved by Measure M in 2016. All revenues of this fund must be expended for transportation-related items as established by the Los Angeles County Transportation Commission.

**208 - TDA/Metro Grant Fund** – To account for all revenues and expenditures associated with the TEA/Metro Fund. All revenues of this fund must be expended for transportation-related items.

## CITY OF SOUTH PASADENA

### NON-MAJOR GOVERNMENTAL FUNDS

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**217 - Public, Education Fund** – To account for revenues and expenditures used for public education and government access charges that the City’s cable franchise collects. Monies in this fund must be used to purchase equipment related to the production of public education and government access television.

**237 - Road Maintenance & Rehab Fund** – To account for all revenues and expenditures associated with State Gas Tax SB1.

**238 - MSRC Grant Fund** – To account for the revenues and expenditures for the Mobile Source Air Pollution Reduction Review Committee projects.

**\*241 - Measure H Fund** – To account for the revenues and expenditures for the “Los Angeles County Plan to Prevent and Combat Homelessness” for the specific purposes of funding homeless services and short-term housing.

**\*242 - Prop C Exchange Fund** – To account for all revenues and expenditures associated with competitive Metro Grant for eligible transportation projects.

**\*248 - BTA Grant Fund** – To account for the revenues and expenditures for the Bicycle Transportation Account (BTA) grant funded by the Los Angeles County Metropolitan Transportation Authority. This grant was awarded to fund two projects from the City’s Bicycle Master Plan: the Mission Street Green Sharrow Lane Project and the South Pasadena Bicycle Parking Project.

**228 - Housing Authority Fund** – To account for the revenues and expenditures for the City of South Pasadena Housing Authority.

**249 - Golden Streets Grant Fund** – To account for the revenues and expenditures for the open streets grant funded by the Los Angeles County Metropolitan Transportation Authority. The goals of the Open Streets Grant Program is to provide opportunities for 1) riding transit, walking and riding a bike, possibly for the first time, 2) to encourage future mode shift to more sustainable transportation modes, and for 3) civic engagement to foster the development of multi-modal policies and infrastructure at the city/community level.

**277 - Highway Safety Improvement Program Grant (HSIP) Fund** – To account for revenues and expenditures related to street improvements funded by the grant.

**276 - Historic Preservation Grant Fund** – To account for revenues and expenditures related to historic preservation grant funds.

*\*Note that no budget was adopted for this fund.*

## CITY OF SOUTH PASADENA

### NON-MAJOR GOVERNMENTAL FUNDS

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#### Capital Projects Funds

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

**105 - Facilities & Equipment Replacement Fund** – To account the replacement costs of City vehicles and equipment.

**\*106 - Technology Surcharge Fund** – To account for the funding collected through the City's Technology Fee Surcharge intended for acquiring and maintenance of a permitting software system.

**\*327 - 2000 Tax Allocation Bonds Fund** – To account for capital expenditures for improvements funded by the bonds formerly held by the Successor Agency to the Community Redevelopment Agency.

**104 - Street Improvement Program Fund** – To account for capital expenditures related to street improvements projects.

*\*Note that no budget was adopted for this fund.*

CITY OF SOUTH PASADENA

COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2022

	Special Revenue Funds			
	MTA Pedestrian Improvement	Proposition "A"	Proposition "C"	CTC Traffic Improvement Grant
<b>ASSETS</b>				
Pooled cash and investments	\$ -	\$ 1,873,309	\$ 1,269,996	\$ -
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	-	-
Accrued interest	-	1,591	1,068	-
Due from other governments	-	-	-	-
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 1,874,900</b>	<b>\$ 1,271,064</b>	<b>\$ -</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ 11,928	\$ 50,013	\$ -
Accrued liabilities	-	4,907	3,592	-
Deposits payable	-	-	-	-
Due to other funds	29,951	-	-	-
<b>Total liabilities</b>	<b>29,951</b>	<b>16,835</b>	<b>53,605</b>	<b>-</b>
<b>Fund Balances (Deficits):</b>				
Restricted for:				
Community development projects	-	-	-	-
Public safety - police	-	-	-	-
Community services	-	1,858,065	-	-
Public works - streets and roads	-	-	1,217,459	-
Capital projects	-	-	-	-
Public works - street lighting	-	-	-	-
Committed to:				
Capital projects	-	-	-	-
Unassigned	(29,951)	-	-	-
<b>Total fund balances (deficits)</b>	<b>(29,951)</b>	<b>1,858,065</b>	<b>1,217,459</b>	<b>-</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ -</b>	<b>\$ 1,874,900</b>	<b>\$ 1,271,064</b>	<b>\$ -</b>

(continued)

Special Revenue Funds				
Rogan HR 5294 Grant Fund	Street Lighting	Clean Air Act	Parking and Business Improvement	Gold Line Mitigation
\$ -	\$ 379,025	\$ 144,951	\$ -	\$ 63,353
-	-	8,442	-	-
-	36,437	-	-	-
-	457	119	-	55
-	-	-	-	-
<u>\$ -</u>	<u>\$ 415,919</u>	<u>\$ 153,512</u>	<u>\$ -</u>	<u>\$ 63,408</u>
\$ -	\$ 311,142	\$ -	\$ -	\$ -
-	3,035	-	-	-
-	7,733	-	-	-
<u>5,708</u>	<u>-</u>	<u>-</u>	<u>15,609</u>	<u>-</u>
<u>5,708</u>	<u>321,910</u>	<u>-</u>	<u>15,609</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	153,512	-	63,408
-	94,009	-	-	-
-	-	-	-	-
<u>(5,708)</u>	<u>-</u>	<u>-</u>	<u>(15,609)</u>	<u>-</u>
<u>(5,708)</u>	<u>94,009</u>	<u>153,512</u>	<u>(15,609)</u>	<u>63,408</u>
<u>\$ -</u>	<u>\$ 415,919</u>	<u>\$ 153,512</u>	<u>\$ -</u>	<u>\$ 63,408</u>

**CITY OF SOUTH PASADENA**

**COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2022**

	Special Revenue Funds			
	Mission Meridian Public Garage	State Gas Tax	County Park Bond	Capital Growth Requirements
<b>ASSETS</b>				
Pooled cash and investments	\$ -	\$ 890,226	\$ -	\$ 588,024
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	-	-
Accrued interest	-	764	-	505
Due from other governments	-	50,194	-	-
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 941,184</b>	<b>\$ -</b>	<b>\$ 588,529</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 4,227	\$ 11,839	\$ 12,897	\$ -
Accrued liabilities	-	9,888	-	-
Deposits payable	-	-	-	-
Due to other funds	357,829	-	197,568	-
<b>Total liabilities</b>	<b>362,056</b>	<b>21,727</b>	<b>210,465</b>	<b>-</b>
<b>Fund Balances (Deficits):</b>				
Restricted for:				
Community development projects	-	-	-	-
Public safety - police	-	-	-	-
Community services	-	-	-	-
Public works - streets and roads	-	919,457	-	-
Capital projects	-	-	-	588,529
Public works - street lighting	-	-	-	-
Committed to:				
Capital projects	-	-	-	-
Unassigned	(362,056)	-	(210,465)	-
<b>Total fund balances (deficits)</b>	<b>(362,056)</b>	<b>919,457</b>	<b>(210,465)</b>	<b>588,529</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ -</b>	<b>\$ 941,184</b>	<b>\$ -</b>	<b>\$ 588,529</b>

(continued)

Special Revenue Funds				
C.D.B.G	Asset Forfeiture	Measure W	Bike and Pedestrian Paths	State Police Grant
\$ -	\$ 232,277	\$ 296,261	\$ -	\$ 426,269
-	-	-	-	-
-	-	-	-	-
-	200	260	-	367
38,704	-	-	-	-
<u>\$ 38,704</u>	<u>\$ 232,477</u>	<u>\$ 296,521</u>	<u>\$ -</u>	<u>\$ 426,636</u>
\$ -	\$ -	\$ 14,907	\$ -	\$ 36,767
-	-	391	-	-
-	-	-	-	-
41,288	-	-	-	-
<u>41,288</u>	<u>-</u>	<u>15,298</u>	<u>-</u>	<u>36,767</u>
-	-	-	-	-
-	232,477	-	-	389,869
-	-	-	-	-
-	-	281,223	-	-
-	-	-	-	-
-	-	-	-	-
(2,584)	-	-	-	-
<u>(2,584)</u>	<u>232,477</u>	<u>281,223</u>	<u>-</u>	<u>389,869</u>
<u>\$ 38,704</u>	<u>\$ 232,477</u>	<u>\$ 296,521</u>	<u>\$ -</u>	<u>\$ 426,636</u>

**CITY OF SOUTH PASADENA**

**COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2022**

	Special Revenue Funds			
	Homeland Security Grant	Park Impact Fees	Measure R	Measure M
<b>ASSETS</b>				
Pooled cash and investments	\$ -	\$ 905,306	\$ 1,441,908	\$ 1,794,606
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	-	-
Accrued interest	-	771	1,212	1,499
Due from other governments	-	-	-	-
<b>Total assets</b>	<u>\$ -</u>	<u>\$ 906,077</u>	<u>\$ 1,443,120</u>	<u>\$ 1,796,105</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 125,360	\$ 100,191	\$ -	\$ -
Accrued liabilities	-	-	-	-
Deposits payable	-	-	-	-
Due to other funds	21,011	-	-	-
<b>Total liabilities</b>	<u>146,371</u>	<u>100,191</u>	<u>-</u>	<u>-</u>
<b>Fund Balances (Deficits):</b>				
Restricted for:				
Community development projects	-	-	-	-
Public safety - police	-	-	-	-
Community services	-	805,886	-	-
Public works - streets and roads	-	-	1,443,120	1,796,105
Capital projects	-	-	-	-
Public works - street lighting	-	-	-	-
Committed to:				
Capital projects	-	-	-	-
Unassigned	(146,371)	-	-	-
<b>Total fund balances (deficits)</b>	<u>(146,371)</u>	<u>805,886</u>	<u>1,443,120</u>	<u>1,796,105</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ -</u>	<u>\$ 906,077</u>	<u>\$ 1,443,120</u>	<u>\$ 1,796,105</u>



(continued)

Special Revenue Funds				
TDA/Metro Grant Fund	Public Education	Road Maintenance & Rehab	MSRC Grant Fund	Measure H
\$ 151,338	\$ 187,914	\$ 1,147,408	\$ -	\$ -
-	1,836	-	-	20,000
-	-	-	-	-
130	162	950	-	-
-	-	93,835	-	-
<u>\$ 151,468</u>	<u>\$ 189,912</u>	<u>\$ 1,242,193</u>	<u>\$ -</u>	<u>\$ 20,000</u>
\$ -	\$ -	\$ -	\$ 22,986	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	130,000	107,699
-	-	-	152,986	107,699
-	189,912	-	-	-
-	-	-	-	-
-	-	-	-	-
151,468	-	1,242,193	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	(152,986)	(87,699)
<u>151,468</u>	<u>189,912</u>	<u>1,242,193</u>	<u>(152,986)</u>	<u>(87,699)</u>
<u>\$ 151,468</u>	<u>\$ 189,912</u>	<u>\$ 1,242,193</u>	<u>\$ -</u>	<u>\$ 20,000</u>

CITY OF SOUTH PASADENA

COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2022

	Special Revenue Funds			
	Prop C Exchange	BTA Grant Fund	Housing Authority Fund	Golden Streets Grant Fund
<b>ASSETS</b>				
Pooled cash and investments	\$ -	\$ -	\$ 119,033	\$ -
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	-	-
Accrued interest	-	-	98	-
Due from other governments	-	-	-	-
<b>Total assets</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 119,131</u>	<u>\$ -</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 73,535	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Deposits payable	-	-	2,158	-
Due to other funds	271,512	416,948	-	311,796
<b>Total liabilities</b>	<u>345,047</u>	<u>416,948</u>	<u>2,158</u>	<u>311,796</u>
<b>Fund Balances (Deficits):</b>				
Restricted for:				
Community development projects	-	-	116,973	-
Public safety - police	-	-	-	-
Community services	-	-	-	-
Public works - streets and roads	-	-	-	-
Capital projects	-	-	-	-
Public works - street lighting	-	-	-	-
Committed to:				
Capital projects	-	-	-	-
Unassigned	(345,047)	(416,948)	-	(311,796)
<b>Total fund balances (deficits)</b>	<u>(345,047)</u>	<u>(416,948)</u>	<u>116,973</u>	<u>(311,796)</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 119,131</u>	<u>\$ -</u>

(continued)

Special Revenue Funds		Capital Projects Funds		
HSIP Grant Fund	Historic Preservation Grant Fund	Facilities & Equip. Capital Project	Technology Surcharge Fund	2000 Tax Allocation Bonds Fund
\$ -	\$ 5,622	\$ 2,468,660	\$ 23,225	\$ 924,867
-	-	-	-	-
-	-	-	-	-
-	5	2,134	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ 5,627</u>	<u>\$ 2,470,794</u>	<u>\$ 23,225</u>	<u>\$ 924,867</u>
\$ 121,317	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
107,344	-	-	-	-
<u>228,661</u>	-	-	-	-
-	5,627	-	-	924,867
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	2,470,794	23,225	-
(228,661)	-	-	-	-
<u>(228,661)</u>	<u>5,627</u>	<u>2,470,794</u>	<u>23,225</u>	<u>924,867</u>
<u>\$ -</u>	<u>\$ 5,627</u>	<u>\$ 2,470,794</u>	<u>\$ 23,225</u>	<u>\$ 924,867</u>

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CITY OF SOUTH PASADENA

COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2022

(concluded)

	Capital Projects Funds	
	Streets Improvement Program Fund	Total Nonmajor Governmental Funds
<b>ASSETS</b>		
Pooled cash and investments	\$ 2,358,321	\$ 17,691,899
Receivables:		
Accounts	-	30,278
Taxes	-	36,437
Accrued interest	-	12,347
Due from other governments	-	182,733
	<u>                    </u>	<u>                    </u>
Total assets	<u>\$ 2,358,321</u>	<u>\$ 17,953,694</u>
 <b>LIABILITIES AND FUND BALANCES</b>		
<b>Liabilities:</b>		
Accounts payable	\$ -	\$ 897,109
Accrued liabilities	-	21,813
Deposits payable	-	9,891
Due to other funds	-	2,014,263
	<u>                    </u>	<u>                    </u>
Total liabilities	<u>-</u>	<u>2,943,076</u>
 <b>Fund Balances (Deficits):</b>		
Restricted for:		
Community development projects	-	1,237,379
Public safety - police	-	622,346
Community services	-	2,663,951
Public works - streets and roads	-	6,769,802
Capital projects	-	1,086,672
Public works - street lighting	-	94,009
Committed to:		
Capital projects	2,358,321	4,852,340
Unassigned	-	(2,315,881)
Total fund balances (deficits)	<u>2,358,321</u>	<u>15,010,618</u>
	<u>                    </u>	<u>                    </u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 2,358,321</u>	<u>\$ 17,953,694</u>

CITY OF SOUTH PASADENA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
NON-MAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022**

	Special Revenue Funds			
	MTA Pedestrian Improvement	Proposition "A"	Proposition "C"	CTC Traffic Improvement Grant
<b>Revenues</b>				
Taxes	\$ -	\$ 642,891	\$ 533,265	\$ -
Assessments	-	-	-	-
Licenses and permits	-	-	5,890	-
Intergovernmental	-	-	-	-
Charges for services	-	2,217	-	-
Use of money and property	-	5,220	3,478	-
Miscellaneous	-	1,000	-	-
Total revenues	-	651,328	542,633	-
<b>Expenditures</b>				
Current:				
General government	-	12,902	4,491	-
Public safety	-	-	-	-
Community development	-	-	-	-
Community services	-	264,720	242,954	-
Public works	-	-	62,240	-
Capital outlay	-	-	69,935	-
Total expenditures	-	277,622	379,620	-
Excess (deficiency) of revenues over (under) expenditures	-	373,706	163,013	-
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	-	-	23
Total other financing sources (uses)	-	-	-	23
Net change in fund balances	-	373,706	163,013	23
Fund Balances (Deficit), beginning	(29,951)	1,484,359	1,054,446	(23)
Fund Balances (Deficit), ending	\$ (29,951)	\$ 1,858,065	\$ 1,217,459	\$ -

(continued)

Special Revenue Funds				
Rogan HR 5294 Grant Fund	Street Lighting	Clean Air Act	Parking and Business Improvement	Gold Line Mitigation
\$ -	\$ -	\$ -	\$ 56,619	\$ -
-	898,450	-	-	-
-	-	-	32,760	-
-	-	32,872	-	-
-	-	-	-	-
-	1,225	393	-	196
-	20,437	-	-	-
-	920,112	33,265	89,379	196
-	-	-	105,499	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	1,178,126	-	-	-
-	90,923	-	-	-
-	1,269,049	-	105,499	-
-	(348,937)	33,265	(16,120)	196
-	68,953	-	-	-
-	68,953	-	-	-
-	(279,984)	33,265	(16,120)	196
(5,708)	373,993	120,247	511	63,212
<u>\$ (5,708)</u>	<u>\$ 94,009</u>	<u>\$ 153,512</u>	<u>\$ (15,609)</u>	<u>\$ 63,408</u>

CITY OF SOUTH PASADENA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
NON-MAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022**

	Special Revenue Funds			
	Mission Meridian Public Garage	State Gas Tax	County Park Bond	Capital Growth Requirements
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Assessments	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental	-	610,031	17,649	-
Charges for services	-	-	-	37,595
Use of money and property	-	2,825	-	1,759
Miscellaneous	-	-	-	-
Total revenues	-	612,856	17,649	39,354
<b>Expenditures</b>				
Current:				
General government	9,051	-	-	-
Public safety	-	-	-	-
Community development	-	-	-	-
Community services	-	-	-	-
Public works	-	613,262	54,329	-
Capital outlay	-	-	-	-
Total expenditures	9,051	613,262	54,329	-
Excess (deficiency) of revenues over (under) expenditures	(9,051)	(406)	(36,680)	39,354
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(9,051)	(406)	(36,680)	39,354
Fund Balances (Deficit), beginning	(353,005)	919,863	(173,785)	549,175
Fund Balances (Deficit), ending	\$ (362,056)	\$ 919,457	\$ (210,465)	\$ 588,529



(continued)

Special Revenue Funds				
C.D.B.G	Asset Forfeiture	Measure W	Bike and Pedestrian Paths	State Police Grant
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
38,704	30,813	253,983	-	161,285
-	-	-	-	-
-	669	439	-	1,279
24,355	-	-	-	-
63,059	31,482	254,422	-	162,564
-	-	-	-	-
-	20,100	-	-	-
-	-	-	-	-
65,950	-	-	-	-
-	-	94,694	-	-
-	-	-	-	136,767
65,950	20,100	94,694	-	136,767
(2,891)	11,382	159,728	-	25,797
307	-	-	-	-
307	-	-	-	-
(2,584)	11,382	159,728	-	25,797
-	221,095	121,495	-	364,072
\$ (2,584)	\$ 232,477	\$ 281,223	\$ -	\$ 389,869

CITY OF SOUTH PASADENA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
NON-MAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022**

	Special Revenue Funds			
	Homeland Security Grant	Park Impact Fees	Measure R	Measure M
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ 399,884	\$ 452,515
Assessments	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	103,108	-	-
Use of money and property	-	2,675	3,864	4,907
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<u>-</u>	<u>105,783</u>	<u>403,748</u>	<u>457,422</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Community development	-	-	-	-
Community services	-	15,035	-	-
Public works	-	-	-	-
Capital outlay	125,360	138,744	31,773	-
<b>Total expenditures</b>	<u>125,360</u>	<u>153,779</u>	<u>31,773</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(125,360)</u>	<u>(47,996)</u>	<u>371,975</u>	<u>457,422</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	(125,360)	(47,996)	371,975	457,422
Fund Balances (Deficit), beginning	<u>(21,011)</u>	<u>853,882</u>	<u>1,071,145</u>	<u>1,338,683</u>
Fund Balances (Deficit), ending	<u>\$ (146,371)</u>	<u>\$ 805,886</u>	<u>\$ 1,443,120</u>	<u>\$ 1,796,105</u>

(continued)

Special Revenue Funds				
TDA/Metro Grant Fund	Public Education	Road Maintenance & Rehab	MSRC Grant Fund	Measure H
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	7,668	523,795	20,000	-
-	-	-	-	43,473
475	562	2,748	-	-
-	-	-	-	-
<u>475</u>	<u>8,230</u>	<u>526,543</u>	<u>20,000</u>	<u>43,473</u>
-	-	-	-	-
-	-	-	-	50,982
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
18,100	-	-	22,986	-
<u>18,100</u>	<u>-</u>	<u>-</u>	<u>22,986</u>	<u>50,982</u>
<u>(17,625)</u>	<u>8,230</u>	<u>526,543</u>	<u>(2,986)</u>	<u>(7,509)</u>
-	-	-	-	-
-	-	-	-	-
(17,625)	8,230	526,543	(2,986)	(7,509)
<u>169,093</u>	<u>181,682</u>	<u>715,650</u>	<u>(150,000)</u>	<u>(80,190)</u>
<u>\$ 151,468</u>	<u>\$ 189,912</u>	<u>\$ 1,242,193</u>	<u>\$ (152,986)</u>	<u>\$ (87,699)</u>

CITY OF SOUTH PASADENA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
NON-MAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022**

	Special Revenue Funds			
	Prop C Exchange	BTA Grant Fund	Housing Authority Fund	Golden Streets Grant Fund
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Assessments	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental	7,672	-	-	-
Charges for services	-	-	-	-
Use of money and property	-	-	36,161	-
Miscellaneous	-	-	-	-
Total revenues	<u>7,672</u>	<u>-</u>	<u>36,161</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Community development	-	-	372	-
Community services	-	-	-	-
Public works	-	-	-	301,052
Capital outlay	<u>364,015</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>364,015</u>	<u>-</u>	<u>372</u>	<u>301,052</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(356,343)</u>	<u>-</u>	<u>35,789</u>	<u>(301,052)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,170</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,170</u>
Net change in fund balances	(356,343)	-	35,789	(286,882)
Fund Balances (Deficit), beginning	<u>11,296</u>	<u>(416,948)</u>	<u>81,184</u>	<u>(24,914)</u>
Fund Balances (Deficit), ending	<u>\$ (345,047)</u>	<u>\$ (416,948)</u>	<u>\$ 116,973</u>	<u>\$ (311,796)</u>

(continued)

Special Revenue Funds		Capital Projects Funds		
HSIP Grant Fund	Historic Preservation Grant Fund	Facilities & Equip. Capital Project	Technology Surcharge Fund	2000 Tax Allocation Bonds Fund
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
163	40,000	-	-	-
-	-	-	20,099	-
-	13	7,694	-	-
-	-	-	-	-
163	40,013	7,694	20,099	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	39,488	-	-	-
-	-	-	-	-
184,123	-	114,187	-	-
184,123	39,488	114,187	-	-
(183,960)	525	(106,493)	20,099	-
-	-	47,247	-	-
-	-	47,247	-	-
(183,960)	525	(59,246)	20,099	-
(44,701)	5,102	2,530,040	3,126	924,867
\$ (228,661)	\$ 5,627	\$ 2,470,794	\$ 23,225	\$ 924,867

CITY OF SOUTH PASADENA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
NON-MAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022** **(concluded)**

	Capital Projects Funds Streets Improvement Program Fund	Total Nonmajor Governmental Funds
<b>Revenues</b>		
Taxes	\$ -	\$ 2,085,174
Assessments	-	898,450
Licenses and permits	-	38,650
Intergovernmental	-	1,744,635
Charges for services	-	206,492
Use of money and property	(64,442)	12,140
Miscellaneous	-	45,792
	(64,442)	5,031,333
<b>Expenditures</b>		
Current:		
General government	-	131,943
Public safety	-	71,082
Community development	-	372
Community services	-	628,147
Public works	-	2,303,703
Capital outlay	53,566	1,350,479
	53,566	4,485,726
Excess (deficiency) of revenues over (under) expenditures	(118,008)	545,607
<b>Other Financing Sources (Uses)</b>		
Transfers in	-	130,700
	-	130,700
Net change in fund balances	(118,008)	676,307
Fund Balances (Deficit), beginning	2,476,329	14,334,311
Fund Balances (Deficit), ending	\$ 2,358,321	\$ 15,010,618

CITY OF SOUTH PASADENA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 PROPOSITION "A"  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 514,111	\$ 514,111	\$ 642,891	\$ 128,780
Charges for services	5,000	5,000	2,217	(2,783)
Use of money and property	10,000	10,000	5,220	(4,780)
Miscellaneous	12,500.00	12,500.00	1,000	(11,500)
Total revenues	<u>541,611</u>	<u>541,611</u>	<u>651,328</u>	<u>109,717</u>
<b>Expenditures</b>				
Current:				
General government	15,237	15,237	12,902	2,335
Community services	443,735	443,735	264,720	179,015
Capital outlay	114,000	391,694	-	391,694
Total expenditures	<u>572,972</u>	<u>850,666</u>	<u>277,622</u>	<u>573,044</u>
Net change in fund balance	(31,361)	(309,055)	373,706	682,761
Fund balance, beginning	<u>1,484,359</u>	<u>1,484,359</u>	<u>1,484,359</u>	<u>-</u>
Fund balance, ending	<u>\$ 1,452,998</u>	<u>\$ 1,175,304</u>	<u>\$ 1,858,065</u>	<u>\$ 682,761</u>

CITY OF SOUTH PASADENA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 PROPOSITION "C"  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 426,442	\$ 426,442	\$ 533,265	\$ 106,823
Licenses and permits	40,000	40,000	5,890	(34,110)
Use of money and property	9,000	9,000	3,478	(5,522)
Total revenues	<u>475,442</u>	<u>475,442</u>	<u>542,633</u>	<u>67,191</u>
<b>Expenditures</b>				
Current:				
General government	6,530	6,530	4,491	2,039
Community services	330,853	367,355	242,954	124,401
Public works	-	62,830	62,240	590
Capital outlay	28,000	131,540	69,935	61,605
Total expenditures	<u>365,383</u>	<u>568,255</u>	<u>379,620</u>	<u>188,635</u>
Net change in fund balance	110,059	(92,813)	163,013	255,826
Fund balance, beginning	<u>1,054,446</u>	<u>1,054,446</u>	<u>1,054,446</u>	<u>-</u>
Fund balance, ending	<u>\$ 1,164,505</u>	<u>\$ 961,633</u>	<u>\$ 1,217,459</u>	<u>\$ 255,826</u>



**CITY OF SOUTH PASADENA**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 CTC TRAFFIC IMPROVEMENT  
 FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Total revenues	\$ -	\$ -	\$ -	\$ -
<b>Expenditures</b>				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<b>Other Financing Sources (Uses)</b>				
Transfers in	23	23	23	-
Total other financing sources (uses)	23	23	23	-
Net change in fund balance	23	23	23	-
Fund balance, beginning	(23)	(23)	(23)	-
Fund balance, ending	\$ -	\$ -	\$ -	\$ -

CITY OF SOUTH PASADENA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
STREET LIGHTING  
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Assessments	\$ 900,000	\$ 900,000	\$ 898,450	\$ (1,550)
Use of money and property	4,000	4,000	1,225	(2,775)
Miscellaneous	10,000	10,000	20,437	10,437
Total revenues	<u>914,000</u>	<u>914,000</u>	<u>920,112</u>	<u>6,112</u>
<b>Expenditures</b>				
Current:				
Public works	1,182,881	1,250,581	1,178,126	72,455
Capital outlay	95,000	95,000	90,923	4,077
Total expenditures	<u>1,277,881</u>	<u>1,345,581</u>	<u>1,269,049</u>	<u>76,532</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(363,881)</u>	<u>(431,581)</u>	<u>(348,937)</u>	<u>82,644</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	68,953	68,953	68,953	-
Total other financing sources (uses)	<u>68,953</u>	<u>68,953</u>	<u>68,953</u>	<u>-</u>
Net change in fund balance	(294,928)	(362,628)	(279,984)	82,644
Fund balance, beginning	<u>373,993</u>	<u>373,993</u>	<u>373,993</u>	<u>-</u>
Fund balance, ending	<u>\$ 79,065</u>	<u>\$ 11,365</u>	<u>\$ 94,009</u>	<u>\$ 82,644</u>

CITY OF SOUTH PASADENA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 CLEAN AIR ACT  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ 33,200	\$ 33,200	\$ 32,872	\$ (328)
Use of money and property	1,500	1,500	393	(1,107)
Total revenues	<u>34,700</u>	<u>34,700</u>	<u>33,265</u>	<u>(1,435)</u>
<b>Expenditures</b>				
Current:				
General government	15,000	15,000	-	15,000
Capital outlay	35,500	35,500	-	35,500
Total expenditures	<u>50,500</u>	<u>50,500</u>	<u>-</u>	<u>50,500</u>
Net change in fund balance	(15,800)	(15,800)	33,265	49,065
Fund balance, beginning	<u>120,247</u>	<u>120,247</u>	<u>120,247</u>	<u>-</u>
Fund balance, ending	<u>\$ 104,447</u>	<u>\$ 104,447</u>	<u>\$ 153,512</u>	<u>\$ 49,065</u>

CITY OF SOUTH PASADENA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 PARKING AND BUSINESS DEVELOPMENT  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 55,790	\$ 55,790	\$ 56,619	\$ 829
Licenses and permits	22,240	22,240	32,760	10,520
Use of money and property	500	500	-	(500)
Total revenues	<u>78,530</u>	<u>78,530</u>	<u>89,379</u>	<u>10,849</u>
<b>Expenditures</b>				
Current:				
General government	109,500	109,500	105,499	4,001
Total expenditures	<u>109,500</u>	<u>109,500</u>	<u>105,499</u>	<u>4,001</u>
Net change in fund balance	(30,970)	(30,970)	(16,120)	14,850
Fund balance, beginning	<u>511</u>	<u>511</u>	<u>511</u>	<u>-</u>
Fund balance (deficit), ending	<u>\$ (30,459)</u>	<u>\$ (30,459)</u>	<u>\$ (15,609)</u>	<u>\$ 14,850</u>

CITY OF SOUTH PASADENA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 MISSION MERIDIAN PUBLIC GARAGE  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Total revenues	\$ -	\$ -	\$ -	\$ -
<b>Expenditures</b>				
Current:				
General government	15,000	15,300	9,051	6,249
Total expenditures	15,000	15,300	9,051	6,249
Net change in fund balance	(15,000)	(15,300)	(9,051)	6,249
Fund balance (deficit), beginning	(353,005)	(353,005)	(353,005)	-
Fund balance (deficit), ending	\$ (368,005)	\$ (368,305)	\$ (362,056)	\$ 6,249

CITY OF SOUTH PASADENA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 STATE GAS TAX  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ 618,563	\$ 618,563	\$ 610,031	\$ (8,532)
Use of money and property	10,000	10,000	2,825	(7,175)
Total revenues	<u>628,563</u>	<u>628,563</u>	<u>612,856</u>	<u>(15,707)</u>
<b>Expenditures</b>				
Current:				
Public works	693,386	803,386	613,262	190,124
Capital outlay	27,000	27,000	-	27,000
Total expenditures	<u>720,386</u>	<u>830,386</u>	<u>613,262</u>	<u>217,124</u>
Net change in fund balance	(91,823)	(201,823)	(406)	201,417
Fund balance, beginning	<u>919,863</u>	<u>919,863</u>	<u>919,863</u>	<u>-</u>
Fund balance, ending	<u>\$ 828,040</u>	<u>\$ 718,040</u>	<u>\$ 919,457</u>	<u>\$ 201,417</u>

CITY OF SOUTH PASADENA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 COUNTY PARK BOND  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ 336,431	\$ 336,431	\$ 17,649	\$ (318,782)
Total revenues	<u>336,431</u>	<u>336,431</u>	<u>17,649</u>	<u>(318,782)</u>
<b>Expenditures</b>				
Current:				
Public works	82,500	82,500	54,329	28,171
Total expenditures	<u>82,500</u>	<u>82,500</u>	<u>54,329</u>	<u>28,171</u>
Net change in fund balance	253,931	253,931	(36,680)	(290,611)
Fund balance (deficit), beginning	<u>(173,785)</u>	<u>(173,785)</u>	<u>(173,785)</u>	<u>-</u>
Fund balance (deficit), ending	<u>\$ 80,146</u>	<u>\$ 80,146</u>	<u>\$ (210,465)</u>	<u>\$ (290,611)</u>

CITY OF SOUTH PASADENA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
CAPITAL GROWTH REQUIREMENTS  
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Charges for services	\$ 40,000	\$ 40,000	\$ 37,595	\$ (2,405)
Use of money and property	-	-	1,759	1,759
Total revenues	<u>40,000</u>	<u>40,000</u>	<u>39,354</u>	<u>(646)</u>
<b>Expenditures</b>				
Capital outlay	-	450,000	-	450,000
Total expenditures	<u>-</u>	<u>450,000</u>	<u>-</u>	<u>450,000</u>
Net change in fund balance	40,000	(410,000)	39,354	449,354
Fund balance, beginning	<u>549,175</u>	<u>549,175</u>	<u>549,175</u>	<u>-</u>
Fund balance, ending	<u>\$ 589,175</u>	<u>\$ 139,175</u>	<u>\$ 588,529</u>	<u>\$ 449,354</u>



**CITY OF SOUTH PASADENA**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
CDBG  
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ 258,567	\$ 258,567	\$ 38,704	\$ (219,863)
Miscellaneous	23,900	23,900	24,355	455
Total revenues	<u>282,467</u>	<u>282,467</u>	<u>63,059</u>	<u>(219,408)</u>
<b>Expenditures</b>				
Current:				
Community services	42,000	42,000	65,950	(23,950)
Capital outlay	216,567	216,567	-	216,567
Total expenditures	<u>258,567</u>	<u>258,567</u>	<u>65,950</u>	<u>192,617</u>
Excess (deficiency) of revenues over (under) expenditures	<u>23,900</u>	<u>23,900</u>	<u>(2,891)</u>	<u>(26,791)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	307	307	307	-
Total other financing sources (uses)	<u>307</u>	<u>307</u>	<u>307</u>	<u>-</u>
Net change in fund balance	24,207	24,207	(2,584)	(26,791)
Fund balance (deficit), beginning	-	-	-	-
Fund balance (deficit), ending	<u>\$ 24,207</u>	<u>\$ 24,207</u>	<u>\$ (2,584)</u>	<u>\$ (26,791)</u>

CITY OF SOUTH PASADENA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 MEASURE W  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ 229,227	\$ 229,227	\$ 253,983	\$ 24,756
Use of money and property	-	-	439	439
Total revenues	<u>229,227</u>	<u>229,227</u>	<u>254,422</u>	<u>25,195</u>
<b>Expenditures</b>				
Current:				
Public works	<u>229,227</u>	<u>229,227</u>	<u>94,694</u>	<u>134,533</u>
Total expenditures	<u>229,227</u>	<u>229,227</u>	<u>94,694</u>	<u>134,533</u>
Net change in fund balance	-	-	159,728	159,728
Fund balance, beginning	<u>121,495</u>	<u>121,495</u>	<u>121,495</u>	<u>-</u>
Fund balance, ending	<u>\$ 121,495</u>	<u>\$ 121,495</u>	<u>\$ 281,223</u>	<u>\$ 159,728</u>

**CITY OF SOUTH PASADENA**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 ASSET FORFEITURE  
 FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ -	\$ -	\$ 30,813	\$ 30,813
Use of money and property	-	-	669	669
Total revenues	-	-	31,482	31,482
<b>Expenditures</b>				
Current:				
Public Safety	10,000	10,000	20,100	(10,100)
Capital outlay	50,000	50,000	-	50,000
Total expenditures	60,000	60,000	20,100	39,900
Net change in fund balance	(60,000)	(60,000)	11,382	71,382
Fund balance, beginning	221,095	221,095	221,095	-
Fund balance, ending	\$ 161,095	\$ 161,095	\$ 232,477	\$ 71,382

**CITY OF SOUTH PASADENA**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 BIKE AND PEDESTRIAN PATHS  
 FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Total revenues	\$ -	\$ -	\$ -	\$ -
<b>Expenditures</b>				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<b>Other Financing Sources (Uses)</b>				
Transfers in	4,828	4,828	-	(4,828)
Total other financing sources (uses)	4,828	4,828	-	(4,828)
Net change in fund balance	4,828	4,828	-	(4,828)
Fund balance, beginning	-	-	-	-
Fund balance (deficit), ending	\$ 4,828	\$ 4,828	\$ -	\$ (4,828)

CITY OF SOUTH PASADENA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 STATE POLICE GRANT  
 FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ 100,000	\$ 100,000	\$ 161,285	\$ 61,285
Use of money and property	2,500	2,500	1,279	(1,221)
Total revenues	<u>102,500</u>	<u>102,500</u>	<u>162,564</u>	<u>60,064</u>
<b>Expenditures</b>				
Capital outlay	166,767	166,767	136,767	30,000
Total expenditures	<u>166,767</u>	<u>166,767</u>	<u>136,767</u>	<u>30,000</u>
Net change in fund balance	(64,267)	(64,267)	25,797	90,064
Fund balance, beginning	<u>364,072</u>	<u>364,072</u>	<u>364,072</u>	<u>-</u>
Fund balance, ending	<u>\$ 299,805</u>	<u>\$ 299,805</u>	<u>\$ 389,869</u>	<u>\$ 90,064</u>

CITY OF SOUTH PASADENA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 HOMELAND SECURITY GRANT  
 FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Total revenues	\$ -	\$ -	\$ -	\$ -
<b>Expenditures</b>				
Capital outlay	-	107,049	125,360	(18,311)
Total expenditures	-	107,049	125,360	(18,311)
Net change in fund balance	-	(107,049)	(125,360)	(18,311)
Fund balance (deficit), beginning	(21,011)	(21,011)	(21,011)	-
Fund balance (deficit), ending	\$ (21,011)	\$ (128,060)	\$ (146,371)	\$ (18,311)

CITY OF SOUTH PASADENA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 PARK IMPACT FEES  
 FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Charges for services	\$ 160,000	\$ 160,000	\$ 103,108	\$ (56,892)
Use of money and property	6,000	6,000	2,675	(3,325)
Total revenues	<u>166,000</u>	<u>166,000</u>	<u>105,783</u>	<u>(60,217)</u>
<b>Expenditures</b>				
Current:				
Community services	-	25,870	15,035	10,835
Capital outlay	-	190,000	138,744	51,256
Total expenditures	<u>-</u>	<u>215,870</u>	<u>153,779</u>	<u>62,091</u>
Net change in fund balance	166,000	(49,870)	(47,996)	1,874
Fund balance, beginning	<u>853,882</u>	<u>853,882</u>	<u>853,882</u>	<u>-</u>
Fund balance, ending	<u>\$ 1,019,882</u>	<u>\$ 804,012</u>	<u>\$ 805,886</u>	<u>\$ 1,874</u>

CITY OF SOUTH PASADENA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 MEASURE R  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 319,831	\$ 319,831	\$ 399,884	\$ 80,053
Use of money and property	10,000	10,000	3,864	(6,136)
Total revenues	<u>329,831</u>	<u>329,831</u>	<u>403,748</u>	<u>73,917</u>
<b>Expenditures</b>				
Current:				
Public works	13,404	13,404	-	13,404
Capital outlay	600,000	679,431	31,773	647,658
Total expenditures	<u>613,404</u>	<u>692,835</u>	<u>31,773</u>	<u>661,062</u>
Net change in fund balance	(283,573)	(363,004)	371,975	734,979
Fund balance, beginning	<u>1,071,145</u>	<u>1,071,145</u>	<u>1,071,145</u>	<u>-</u>
Fund balance, ending	<u>\$ 787,572</u>	<u>\$ 708,141</u>	<u>\$ 1,443,120</u>	<u>\$ 734,979</u>



CITY OF SOUTH PASADENA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 MEASURE M  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 362,475	\$ 362,475	\$ 452,515	\$ 90,040
Use of money and property	7,000	7,000	4,907	(2,093)
Total revenues	<u>369,475</u>	<u>369,475</u>	<u>457,422</u>	<u>87,947</u>
<b>Expenditures</b>				
Current:				
Public works	13,404	13,404	-	13,404
Total expenditures	<u>13,404</u>	<u>13,404</u>	<u>-</u>	<u>13,404</u>
Net change in fund balance	356,071	356,071	457,422	101,351
Fund balance, beginning	<u>1,338,683</u>	<u>1,338,683</u>	<u>1,338,683</u>	<u>-</u>
Fund balance, ending	<u>\$ 1,694,754</u>	<u>\$ 1,694,754</u>	<u>\$ 1,796,105</u>	<u>\$ 101,351</u>

CITY OF SOUTH PASADENA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 TDA/METRO GRANT FUND  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Use of money and property	\$ -	\$ -	\$ 475	\$ 475
Total revenues	-	-	475	475
<b>Expenditures</b>				
Capital outlay	-	22,767	18,100	4,667
Total expenditures	-	22,767	18,100	4,667
Net change in fund balance	-	(22,767)	(17,625)	5,142
Fund balance, beginning	169,093	169,093	169,093	-
Fund balance, ending	\$ 169,093	\$ 146,326	\$ 151,468	\$ 5,142

CITY OF SOUTH PASADENA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 PUBLIC EDUCATION FUND  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ 18,000	\$ 18,000	\$ 7,668	\$ (10,332)
Use of money and property	1,000	1,000	562	(438)
Total revenues	<u>19,000</u>	<u>19,000</u>	<u>8,230</u>	<u>(10,770)</u>
<b>Expenditures</b>				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	19,000	19,000	8,230	(10,770)
Fund balance, beginning	<u>181,682</u>	<u>181,682</u>	<u>181,682</u>	<u>-</u>
Fund balance, ending	<u>\$ 200,682</u>	<u>\$ 200,682</u>	<u>\$ 189,912</u>	<u>\$ (10,770)</u>

CITY OF SOUTH PASADENA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 ROAD MAINTENANCE & REHAB FUND  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ 492,149	\$ 492,149	\$ 523,795	\$ 31,646
Use of money and property	7,000	7,000	2,748	(4,252)
Total revenues	<u>499,149</u>	<u>499,149</u>	<u>526,543</u>	<u>27,394</u>
<b>Expenditures</b>				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	499,149	499,149	526,543	27,394
Fund balance, beginning	<u>715,650</u>	<u>715,650</u>	<u>715,650</u>	<u>-</u>
Fund balance, ending	<u>\$ 1,214,799</u>	<u>\$ 1,214,799</u>	<u>\$ 1,242,193</u>	<u>\$ 27,394</u>

CITY OF SOUTH PASADENA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 MSRC GRANT  
 FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ -	\$ 30,000	\$ 20,000	\$ (10,000)
Total revenues	-	30,000	20,000	(10,000)
<b>Expenditures</b>				
Capital outlay	-	30,000	22,986	7,014
Total expenditures	-	30,000	22,986	7,014
Net change in fund balance	-	-	(2,986)	(2,986)
Fund balance (deficit), beginning	(150,000)	(150,000)	(150,000)	-
Fund balance (deficit), ending	\$ (150,000)	\$ (150,000)	\$ (152,986)	\$ (2,986)

CITY OF SOUTH PASADENA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 HOUSING AUTHORITY  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Use of money and property	\$ 22,428	\$ 22,428	\$ 36,161	\$ 13,733
Total revenues	22,428	22,428	36,161	13,733
<b>Expenditures</b>				
Current:				
Community development	-	-	372	(372)
Total expenditures	-	-	372	(372)
Net change in fund balance	22,428	22,428	35,789	13,361
Fund balance, beginning	81,184	81,184	81,184	-
Fund balance, ending	\$ 103,612	\$ 103,612	\$ 116,973	\$ 13,361

CITY OF SOUTH PASADENA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
GOLDEN STREETS GRANT  
FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ 420,000	\$ 420,000	\$ -	\$ (420,000)
Total revenues	420,000	420,000	-	(420,000)
<b>Expenditures</b>				
Current:				
Public works	420,000	652,797	301,052	351,745
Total expenditures	420,000	652,797	301,052	351,745
Excess (deficiency) of revenues over (under) expenditures	-	(232,797)	(301,052)	(68,255)
<b>Other Financing Sources (Uses)</b>				
Transfers in	14,170	14,170	14,170	-
Total other financing sources (uses)	14,170	14,170	14,170	-
Net change in fund balance	14,170	(218,627)	(286,882)	(68,255)
Fund balance (deficit), beginning	(24,914)	(24,914)	(24,914)	-
Fund balance (deficit), ending	\$ (10,744)	\$ (243,541)	\$ (311,796)	\$ (68,255)

CITY OF SOUTH PASADENA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 HSIP GRANT  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ -	\$ -	\$ 163	\$ 163
Total revenues	-	-	163	163
<b>Expenditures</b>				
Capital outlay	-	253,520	184,123	69,397
Total expenditures	-	253,520	184,123	69,397
Net change in fund balance	-	(253,520)	(183,960)	69,560
Fund balance (deficit), beginning	(44,701)	(44,701)	(44,701)	-
Fund balance (deficit), ending	\$ (44,701)	\$ (298,221)	\$ (228,661)	\$ 69,560



CITY OF SOUTH PASADENA

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 HISTORIC PRESERVATION GRANT  
 FOR THE YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ -	\$ 40,000	\$ 40,000	\$ -
Use of money and property	-	-	13	13
Total revenues	-	40,000	40,013	13
<b>Expenditures</b>				
Current:				
Community services	-	40,000	39,488	512
Total expenditures	-	40,000	39,488	512
Net change in fund balance	-	-	525	525
Fund balance , beginning	5,102	5,102	5,102	-
Fund balance, ending	\$ 5,102	\$ 5,102	\$ 5,627	\$ 525

CITY OF SOUTH PASADENA

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 FACILITIES & EQUIPMENT CAPITAL PROJECT  
 FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Use of money and property	\$ 1,000	\$ 1,000	\$ 7,694	\$ 6,694
Total revenues	1,000	1,000	7,694	6,694
<b>Expenditures</b>				
Capital outlay	750,500	1,058,204	114,187	944,017
Total expenditures	750,500	1,058,204	114,187	944,017
Excess (deficiency) of revenues over (under) expenditures	(749,500)	(1,057,204)	(106,493)	950,711
<b>Other financing sources</b>				
Transfers in	-	-	47,247	47,247
Total other financing sources	-	-	47,247	47,247
Net change in fund balance	(749,500)	(1,057,204)	(59,246)	997,958
Fund balance, beginning	2,530,040	2,530,040	2,530,040	-
Fund balance, ending	\$ 1,780,540	\$ 1,472,836	\$ 2,470,794	\$ 997,958

**CITY OF SOUTH PASADENA**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 STREETS IMPROVEMENT PROGRAM CAPITAL PROJECT  
 FOR THE YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Use of money and property	\$ -	\$ -	\$ (64,442)	\$ (64,442)
Total revenues	-	-	(64,442)	(64,442)
<b>Expenditures</b>				
Capital outlay	2,000,000	3,817,194	53,566	3,763,628
Total expenditures	2,000,000	3,817,194	53,566	3,763,628
Net change in fund balance	(2,000,000)	(3,817,194)	(118,008)	3,699,186
Fund balance, beginning	2,476,329	2,476,329	2,476,329	-
Fund balance, ending	\$ 476,329	\$ (1,340,865)	\$ 2,358,321	\$ 3,699,186

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**STATISTICAL SECTION**

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# CITY OF SOUTH PASADADENA

## STATISTICAL SECTION

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The statistical section of the City of South Pasadena's 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 say about the City's overall financial health.

<b>CONTENTS</b>	<b>Page</b>
<b>Financial Trends</b>	123
<p>These schedules contain trend information to help the reader understand how the City's financial performance and well being have changed over time.</p>	
<b>Revenue Capacity</b>	133
<p>These schedules contain information to help the reader assess one of the City's most significant local revenue source, the property tax.</p>	
<b>Debt Capacity</b>	137
<p>These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and its ability to issue additional debt in the future.</p>	
<b>Demographic and Economic Information</b>	141
<p>These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.</p>	
<b>Operating Information</b>	144
<p>These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the government provides and the activities it performs.</p>	

**Source:** Unless otherwise noted, the information in the schedules is derived from the annual financial comprehensive reports for the relevant year.

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## ***Financial Trends***

**CITY OF SOUTH PASADADENA**

**NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(Accrual Basis of Accounting)**

	Fiscal Year				
	2013	2014	2015	2016	2017
Governmental Activities:					
Net investment in capital assets	\$ 61,969,593	\$ 62,764,726	\$ 63,611,268	\$ 57,152,793	\$ 59,774,372
Restricted	2,328,184	3,184,841	4,179,297	4,894,822	6,328,022
Unrestricted	7,314,507	8,720,752	(14,506,500)	(12,620,721)	(15,130,068)
Total governmental activities net position	<u>\$ 71,612,284</u>	<u>\$ 74,670,319</u>	<u>\$ 53,284,065</u>	<u>\$ 49,426,894</u>	<u>\$ 50,972,326</u>
Business-type activities:					
Net investment in capital assets	\$ 7,448,158	\$ 10,855,319	\$ 11,727,300	\$ 19,878,644	\$ 22,302,873
Restricted	-	-	2,982,160	2,880,237	2,998,161
Unrestricted	334,901	6,943,845	4,690,608	4,159,721	4,178,403
Total business-type activities net position	<u>\$ 7,783,059</u>	<u>\$ 17,799,164</u>	<u>\$ 19,400,068</u>	<u>\$ 26,918,602</u>	<u>\$ 29,479,437</u>
Primary Government:					
Net investment in capital assets	\$ 69,417,751	\$ 73,620,045	\$ 75,338,568	\$ 77,031,437	\$ 82,077,245
Restricted	2,328,184	3,184,841	7,161,457	7,775,059	9,326,183
Unrestricted	7,649,408	15,664,597	(9,815,892)	(8,461,000)	(10,951,665)
Total primary government net position	<u>\$ 79,395,343</u>	<u>\$ 92,469,483</u>	<u>\$ 72,684,133</u>	<u>\$ 76,345,496</u>	<u>\$ 80,451,763</u>

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Fiscal Year				
2018	2019	2020	2021	2022
\$ 62,806,755	\$ 60,351,839	\$ 59,395,318	\$ 60,662,686	\$ 60,214,729
6,336,084	8,115,962	9,634,946	10,700,987	13,615,668
<u>(24,210,258)</u>	<u>(22,350,734)</u>	<u>(26,491,377)</u>	<u>(21,837,814)</u>	<u>(20,425,310)</u>
<u>\$ 44,932,581</u>	<u>\$ 46,117,067</u>	<u>\$ 42,538,887</u>	<u>\$ 49,525,859</u>	<u>\$ 53,405,087</u>
\$ 25,526,014	\$ 23,661,335	\$ 25,255,248	\$ 32,772,024	\$ 32,481,547
1,154,374	1,156,612	1,158,406	1,158,268	158,464
6,037,490	10,548,528	13,371,764	11,179,697	25,432,678
<u>\$ 32,717,878</u>	<u>\$ 35,366,475</u>	<u>\$ 39,785,418</u>	<u>\$ 45,109,989</u>	<u>\$ 58,072,689</u>
\$ 88,332,769	\$ 84,013,174	\$ 84,650,566	\$ 93,434,710	\$ 92,696,276
7,490,458	9,272,574	10,793,352	11,859,255	13,774,132
<u>(18,172,768)</u>	<u>(11,802,206)</u>	<u>(13,119,613)</u>	<u>(10,658,117)</u>	<u>5,007,368</u>
<u>\$ 77,650,459</u>	<u>\$ 81,483,542</u>	<u>\$ 82,324,305</u>	<u>\$ 94,635,848</u>	<u>\$ 111,477,776</u>

**CITY OF SOUTH PASADENA**

**CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	2013	2014	2015	2016	2017
<b>Expenses:</b>					
Governmental Activities:					
General government	\$ 4,152,804	\$ 5,039,084	\$ 4,354,683	\$ 3,847,476	\$ 4,324,484
Public safety	11,217,279	11,012,625	12,363,366	13,218,063	15,596,078
Community development	902,945	918,665	1,116,084	953,471	1,289,447
Community services	3,101,910	3,132,433	3,336,626	3,153,329	3,566,285
Public works	4,758,677	4,990,390	5,578,457	5,578,850	5,529,025
Interest on long-term debt	8,288	4,465	4,335	-	-
<b>Total Governmental Activities Expenses</b>	<b>24,141,903</b>	<b>25,097,662</b>	<b>26,753,551</b>	<b>26,751,189</b>	<b>30,305,319</b>
Business-type activities:					
Water Utility	6,135,803	5,804,509	4,772,647	5,886,309	7,028,827
Sewer Utility	838,800	998,603	968,996	962,623	1,012,338
Arroyo Seco Golf Course	888,930	930,255	923,660	954,898	1,032,358
<b>Total Business-type Activities Expenses</b>	<b>7,863,533</b>	<b>7,733,367</b>	<b>6,665,303</b>	<b>7,803,830</b>	<b>9,073,523</b>
<b>Total Primary Government Expenses</b>	<b>32,005,436</b>	<b>32,831,029</b>	<b>33,418,854</b>	<b>34,555,019</b>	<b>39,378,842</b>
<b>Program Revenues:</b>					
Governmental Activities:					
Charges for Services:					
General government	1,005,393	1,173,376	1,372,549	1,126,241	1,026,398
Public safety	868,577	983,181	1,189,968	1,154,628	1,166,125
Community development	576,063	761,632	963,987	804,309	871,571
Community services	805,635	864,271	1,064,439	853,949	926,897
Public works	1,103,664	1,159,519	1,226,729	1,172,172	1,189,342
<b>Total Charges for Services</b>	<b>4,359,332</b>	<b>4,941,979</b>	<b>5,817,672</b>	<b>5,111,299</b>	<b>5,180,333</b>
Operating Contribution and Grants:					
General government	32,872	53,999	21,413	164,625	312,062
Public safety	775,610	328,654	185,067	116,029	175,919
Community development	610,355	504,312	476,886	627,488	810,749
Community services	31,854	24,876	38,348	20,527	84,519
Public works	255,526	348,797	212,472	399,656	87,864
<b>Total Operating Contributions and Grants</b>	<b>1,706,217</b>	<b>1,260,638</b>	<b>934,186</b>	<b>1,328,325</b>	<b>1,471,113</b>
Capital Contributions and Grants:					
Community development	-	-	-	-	901,436
Community services	-	-	-	-	-
Public works	93,947	1,300,814	1,220,504	734,935	1,516,800
<b>Total Capital Contributions and Grants</b>	<b>93,947</b>	<b>1,300,814</b>	<b>1,220,504</b>	<b>734,935</b>	<b>2,418,236</b>
<b>Total Governmental Activities Program Revenue</b>	<b>6,159,496</b>	<b>7,503,431</b>	<b>7,972,362</b>	<b>7,174,559</b>	<b>9,069,682</b>
Business-type Activities:					
Charges for services:					
Water Utility	8,022,705	9,210,982	8,694,880	8,094,350	8,804,890
Sewer Utility	1,127,843	1,256,682	1,353,233	1,543,925	1,583,362
Arroyo Seco Golf Course	1,082,826	1,197,047	1,133,562	1,129,927	1,101,970
Operating Contribution and Grants:					
Water Utility	-	-	-	-	-
<b>Total Business-type Activities Program Revenue</b>	<b>10,233,374</b>	<b>11,664,711</b>	<b>11,181,675</b>	<b>10,768,202</b>	<b>11,490,222</b>
<b>Total primary government program revenues</b>	<b>16,392,870</b>	<b>19,168,142</b>	<b>19,154,037</b>	<b>17,942,761</b>	<b>20,559,904</b>
<b>Net (expenses) revenues:</b>					
Governmental activities	(17,982,407)	(17,594,231)	(18,781,189)	(19,576,630)	(21,235,637)
Business-type activities	2,369,841	3,931,344	4,516,372	2,964,372	2,416,699
<b>Total primary government net (expenses)/revenues</b>	<b>\$ (15,612,566)</b>	<b>\$ (13,662,887)</b>	<b>\$ (14,264,817)</b>	<b>\$ (16,612,258)</b>	<b>\$ (18,818,938)</b>

(continued)

		Fiscal Year							
		2018	2019	2020	2021	2022			
\$	5,560,722	\$	6,014,464	\$	10,256,658	\$	8,193,683	\$	10,995,232
	14,624,313		14,261,686		16,650,223		19,452,587		16,504,092
	1,037,091		1,361,590		1,891,456		1,861,097		2,672,653
	3,819,654		3,984,070		3,768,976		3,477,936		4,284,119
	5,197,516		6,045,511		5,536,975		3,661,617		4,479,655
	-		-		-		-		-
	<u>30,239,296</u>		<u>31,667,321</u>		<u>38,104,288</u>		<u>36,646,920</u>		<u>38,935,751</u>
	7,060,363		8,116,822		8,817,002		8,206,574		9,521,857
	686,672		1,280,398		1,189,754		1,353,548		1,233,642
	<u>1,096,327</u>		<u>1,158,137</u>		<u>1,030,565</u>		<u>1,131,455</u>		<u>1,314,725</u>
	<u>8,843,362</u>		<u>10,555,357</u>		<u>11,037,321</u>		<u>10,691,577</u>		<u>12,070,224</u>
	<u>39,082,658</u>		<u>42,222,678</u>		<u>49,141,609</u>		<u>47,338,497</u>		<u>51,005,975</u>
	922,603		806,758		2,138,708		1,615,244		3,993,078
	1,554,948		1,584,152		1,479,307		2,077,333		1,465,821
	3,160		7,647		15,812		-		16,976
	841,445		761,334		480,130		324,106		813,361
	<u>1,449,325</u>		<u>1,313,942</u>		<u>1,385,391</u>		<u>1,358,505</u>		<u>1,825,634</u>
	<u>4,771,481</u>		<u>4,473,833</u>		<u>5,499,348</u>		<u>5,375,188</u>		<u>8,114,870</u>
	48,304		755,965		414,862		1,415,551		693,911
	173,401		136,627		197,747		176,000		220,950
	22,189		34,967		2,876		23,916		40,093
	25,248		965,060		1,010,094		931,932		1,212,540
	<u>702,884</u>		<u>2,338,935</u>		<u>1,802,848</u>		<u>1,823,284</u>		<u>2,095,848</u>
	<u>972,026</u>		<u>4,231,554</u>		<u>3,428,427</u>		<u>4,370,683</u>		<u>4,263,342</u>
	-		-		-		-		-
	143,601		115,076		-		-		-
	<u>1,182,367</u>		<u>957,234</u>		<u>976,308</u>		<u>1,429,167</u>		<u>923,772</u>
	<u>1,325,968</u>		<u>1,072,310</u>		<u>976,308</u>		<u>1,429,167</u>		<u>923,772</u>
	<u>7,069,475</u>		<u>9,777,697</u>		<u>9,904,083</u>		<u>11,175,038</u>		<u>13,301,984</u>
	9,830,246		10,152,661		11,089,616		12,022,464		12,484,238
	1,614,351		1,472,122		1,962,443		2,108,764		2,200,532
	1,166,516		1,255,815		1,074,883		1,767,133		1,390,303
	<u>200,167</u>		<u>-</u>		<u>90,833</u>		<u>30,604</u>		<u>-</u>
	<u>12,811,280</u>		<u>12,880,598</u>		<u>14,217,775</u>		<u>15,928,965</u>		<u>16,075,073</u>
	<u>19,880,755</u>		<u>22,658,295</u>		<u>24,121,858</u>		<u>27,104,003</u>		<u>29,377,057</u>
	(23,169,821)		(21,889,624)		(28,200,205)		(25,471,882)		(25,633,767)
	<u>3,967,918</u>		<u>2,325,241</u>		<u>3,180,454</u>		<u>5,237,388</u>		<u>4,004,849</u>
\$	<u>(19,201,903)</u>	\$	<u>(19,564,383)</u>	\$	<u>(25,019,751)</u>	\$	<u>(20,234,494)</u>	\$	<u>(21,628,918)</u>

**CITY OF SOUTH PASADENA**

**CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	2013	2014	2015	2016	2017
<b>General Revenues and Other Changes in Net Position:</b>					
Governmental activities:					
Taxes:					
Property taxes	\$ 11,074,604	\$ 11,462,585	\$ 11,779,438	\$ 12,632,984	\$ 13,236,932
Sales taxes	2,481,560	3,447,593	3,535,113	3,786,423	3,627,051
Franchise taxes	810,642	804,995	878,332	875,304	818,724
Business License taxes	363,437	373,935	385,691	397,762	412,594
Other taxes	4,092,063	4,004,746	3,965,217	3,940,883	4,057,552
Motor Vehicle in Lieu - Unrestricted	10,980	-	16,845	10,561	11,660
Use of money and property	446,167	498,208	542,196	739,761	553,165
Other	221,658	32,823	70,188	745,315	38,877
Transfers	-	-	87,000	13,919	24,514
Extraordinary gain/loss on dissolution of RDA	-	-	-	-	-
<b>Total governmental activities</b>	<b>19,501,111</b>	<b>20,624,885</b>	<b>21,260,020</b>	<b>23,142,912</b>	<b>22,781,069</b>
Business-type activities:					
Use of money and property	38,006	28,372	32,205	137,524	(2,802)
Miscellaneous	-	-	-	-	-
Other	5,972	10,143	184,786	230,156	171,452
Transfers	-	-	(87,000)	(13,919)	(24,514)
<b>Total business-type activities</b>	<b>43,978</b>	<b>38,515</b>	<b>129,991</b>	<b>353,761</b>	<b>144,136</b>
<b>Total primary government</b>	<b>19,545,089</b>	<b>20,663,400</b>	<b>21,390,011</b>	<b>23,496,673</b>	<b>22,925,205</b>
<b>Change in Net Position:</b>					
Governmental activities	1,518,704	3,030,654	2,478,831	3,566,282	1,545,432
Business-type activities	2,413,819	3,969,859	4,646,363	3,318,133	2,560,835
<b>Total primary government</b>	<b>\$ 3,932,523</b>	<b>\$ 7,000,513</b>	<b>\$ 7,125,194</b>	<b>\$ 6,884,415</b>	<b>\$ 4,106,267</b>

(concluded)

Fiscal Year				
2018	2019	2020	2021	2022
\$ 14,135,844	\$ 15,368,198	\$ 15,491,557	\$ 16,772,602	\$ 17,906,070
3,965,016	2,563,117	2,864,474	5,132,645	6,096,613
784,736	1,002,408	794,838	995,705	1,027,468
389,726	399,653	375,399	392,174	386,891
3,775,843	3,228,320	3,445,454	3,738,531	3,875,268
13,682	392,595	396,008	415,385	420,842
650,749	1,308,952	1,356,990	4,859,029	(466,695)
130,310	11,815	197,666	152,783	266,538
-	80,000	(321,132)	-	-
-	-	-	-	-
<u>23,845,906</u>	<u>24,355,058</u>	<u>24,601,254</u>	<u>32,458,854</u>	<u>29,512,995</u>
92,551	392,230	265,004	62,447	(360,030)
-	-	-	-	-
216,693	94,367	652,353	24,736	9,317,881
-	(80,000)	321,132	-	-
<u>309,244</u>	<u>406,597</u>	<u>1,238,489</u>	<u>87,183</u>	<u>8,957,851</u>
<u>24,155,150</u>	<u>24,761,655</u>	<u>25,839,743</u>	<u>32,546,037</u>	<u>38,470,846</u>
676,085	2,465,434	(3,598,951)	6,986,972	3,879,228
4,277,162	2,731,838	4,418,943	5,324,571	12,962,700
<u>\$ 4,953,247</u>	<u>\$ 5,197,272</u>	<u>\$ 819,992</u>	<u>\$ 12,311,543</u>	<u>\$ 16,841,928</u>

**CITY OF SOUTH PASADENA**

**FUND BALANCES OF GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	2013	2014	2015	2016	2017
General Fund:					
Nonspendable	\$ 1,199,091	\$ 1,207,961	\$ 1,022,841	\$ 1,035,224	\$ 1,044,519
Restricted	-	-	-	-	-
Committed	2,141,481	2,650,000	3,500,000	5,635,000	5,899,130
Assigned	-	-	-	-	-
Unassigned	11,727,832	12,788,280	13,124,419	12,724,205	9,681,531
Total General Fund	<u>15,068,404</u>	<u>16,646,241</u>	<u>17,647,260</u>	<u>19,394,429</u>	<u>16,625,180</u>
All Other Governmental Funds:					
Nonspendable	-	-	-	-	-
Restricted	2,328,184	3,184,841	4,179,297	4,894,822	6,328,022
Committed	579,447	611,447	461,472	696,953	2,482,803
Assigned	-	-	-	-	-
Unassigned	(1,049,935)	(791,469)	(572,623)	(771,286)	(791,741)
Total all other governmental funds	<u>1,857,696</u>	<u>3,004,819</u>	<u>4,068,146</u>	<u>4,820,489</u>	<u>8,019,084</u>
Total governmental funds	<u>\$ 16,926,100</u>	<u>\$ 19,651,060</u>	<u>\$ 21,715,406</u>	<u>\$ 24,214,918</u>	<u>\$ 24,644,264</u>



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Fiscal Year				
2018	2019	2020	2021	2022
\$ 904,445	\$ 455,083	\$ 305,396	\$ 1,332,864	\$ 9,299
-	-	-	-	1,141,509
5,803,778	5,945,656	5,547,682	5,526,943	4,526,943
-	-	-	72,940	62,998
<u>11,182,760</u>	<u>12,017,146</u>	<u>12,700,662</u>	<u>17,422,872</u>	<u>18,931,422</u>
<u>17,890,983</u>	<u>18,417,885</u>	<u>18,553,740</u>	<u>24,355,619</u>	<u>24,672,171</u>
-	4,106	-	-	-
6,336,084	8,115,962	9,634,946	10,700,987	12,474,159
796,721	3,635,244	4,423,938	5,009,495	4,852,340
-	-	-	-	-
<u>(874,184)</u>	<u>(1,178,791)</u>	<u>(1,817,114)</u>	<u>(1,376,171)</u>	<u>(2,315,881)</u>
<u>6,258,621</u>	<u>10,576,521</u>	<u>12,241,770</u>	<u>14,334,311</u>	<u>15,010,618</u>
<u>\$ 24,149,604</u>	<u>\$ 28,994,406</u>	<u>\$ 30,795,510</u>	<u>\$ 38,689,930</u>	<u>\$ 39,682,789</u>

**CITY OF SOUTH PASADENA**

**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year				
	2013	2014	2015	2016	2017
<b>Revenues:</b>					
Taxes	\$ 19,166,312	\$ 19,697,011	\$ 20,205,691	\$ 21,235,594	\$ 21,740,257
Assessment	905,459	896,465	895,798	876,972	892,361
Licenses and permits	1,012,753	985,186	1,047,540	1,069,023	1,093,865
Intergovernmental	4,290,262	2,303,094	1,989,281	1,104,398	3,193,603
Charges for services	2,270,737	2,682,074	3,880,357	3,439,167	3,529,076
Use of money and property	446,167	498,208	542,194	739,761	553,165
Fines and forfeitures	523,629	412,748	347,585	444,556	397,738
Contributions	17,970	12,455	12,365	9,691	4,310
Miscellaneous	313,612	594,210	480,206	1,028,401	576,915
<b>Total Revenues</b>	<b>28,946,901</b>	<b>28,081,451</b>	<b>29,401,017</b>	<b>29,947,563</b>	<b>31,981,290</b>
<b>Expenditures:</b>					
<b>Current:</b>					
General government	5,651,008	4,297,373	3,988,989	3,930,354	4,208,084
Public safety	10,968,211	10,636,711	11,651,620	12,099,774	13,454,529
Community development	898,709	911,871	1,121,098	1,003,041	1,157,431
Community services	2,953,811	2,970,037	3,209,105	3,175,023	3,394,984
Public works	2,921,136	2,970,322	3,107,053	3,638,844	3,602,684
Capital outlay	2,028,330	3,536,250	3,739,660	3,507,229	5,687,034
<b>Debt service:</b>					
Principal retirement	50,650	53,130	55,725	58,450	-
Interest and fiscal charges	10,658	8,178	5,583	2,858	-
<b>Total expenditures</b>	<b>25,482,513</b>	<b>25,383,872</b>	<b>26,878,833</b>	<b>27,415,573</b>	<b>31,504,746</b>
<b>Excess/(deficiency) of Revenues Over Expenditures</b>	<b>3,464,388</b>	<b>2,697,579</b>	<b>2,522,184</b>	<b>2,531,990</b>	<b>476,544</b>
<b>Other financing sources (uses):</b>					
Transfers in	1,176,376	421,511	408,497	648,622	5,424,382
Transfers out	(1,176,376)	(421,511)	(625,137)	(681,100)	(5,481,580)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(216,640)</b>	<b>(32,478)</b>	<b>(57,198)</b>
<b>Net Change in Fund Balances</b>	<b>\$ 3,464,388</b>	<b>\$ 2,697,579</b>	<b>\$ 2,305,544</b>	<b>\$ 2,499,512</b>	<b>\$ 419,346</b>
Debt service as a percentage of noncapital expenditures	0.3%	0.3%	0.3%	0.3%	0.0%

		Fiscal Year							
		2018	2019	2020	2021	2022			
\$	22,827,899	\$	24,330,245	\$	24,739,711	\$	28,928,014	\$	31,616,881
	890,227		893,205		890,461		892,903		898,450
	1,001,349		968,082		929,327		845,430		852,731
	1,374,597		2,222,496		1,557,375		3,174,531		1,919,847
	3,711,816		3,567,809		3,289,275		3,509,581		4,289,345
	650,749		1,308,948		1,356,990		4,859,030		(466,697)
	388,061		339,636		264,601		143,449		52,291
	16,135		-		-		-		-
	54,548		422,334		552,386		554,360		537,268
	<u>30,915,381</u>		<u>34,052,755</u>		<u>33,580,126</u>		<u>42,907,298</u>		<u>39,700,116</u>
	4,643,875		5,195,028		5,148,946		5,992,210		7,144,212
	13,223,377		13,253,827		14,737,277		17,277,121		19,217,158
	1,037,091		1,127,178		1,891,456		1,861,097		2,672,653
	3,570,903		3,523,793		3,282,820		2,996,421		3,806,952
	3,294,839		3,657,890		3,457,068		3,577,000		4,416,045
	5,639,956		2,260,280		2,800,323		2,081,779		1,450,237
	-		-		-		-		-
	-		-		-		-		-
	<u>31,410,041</u>		<u>29,017,996</u>		<u>31,317,890</u>		<u>33,785,628</u>		<u>38,707,257</u>
	(494,660)		5,034,759		2,262,236		9,121,670		992,859
	-		1,671,000		1,990,597		1,294,627		130,700
	-		(1,860,956)		(2,451,729)		(2,521,877)		(130,700)
	-		(189,956)		(461,132)		(1,227,250)		-
\$	<u>(494,660)</u>	\$	<u>4,844,803</u>	\$	<u>1,801,104</u>	\$	<u>7,894,420</u>	\$	<u>992,859</u>
	0.0%		0.0%		0.0%		0.0%		0.0%

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## ***Revenue Capacity***

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**CITY OF SOUTH PASADENA**

**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN FISCAL YEARS  
(in thousands of dollars)**

Fiscal Year Ended June 30,	Residential Property	Commercial Property	Other Property	Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value <sup>a</sup>	Taxable Assessed Value as a Percentage of Actual Taxable Value
2013	\$ 3,175,548	\$ 246,971	\$ 137,830	\$ (33,508)	\$ 3,526,841	0.252%	N/A	N/A
2014	3,329,419	260,726	135,712	(34,820)	3,691,037	0.264%	N/A	N/A
2015	3,501,716	267,657	124,487	(32,836)	3,861,024	0.264%	N/A	N/A
2016	3,692,063	269,163	121,018	(9,974)	4,072,270	0.264%	N/A	N/A
2017	3,879,157	277,223	130,593	(9,974)	4,276,999	0.264%	N/A	N/A
2018	4,127,779	302,031	131,435	(9,974)	4,551,271	0.264%	N/A	N/A
2019	4,421,323	318,282	117,481	(9,974)	4,847,112	0.263%	N/A	N/A
2020	4,654,181	338,070	134,525	(9,977)	5,116,799	0.264%	N/A	N/A
2021	4,901,129	369,099	137,804	(9,977)	5,398,055	0.264%	N/A	N/A
2022	5,093,432	375,173	146,324	(9,953)	5,604,976	0.264%	N/A	N/A

**Source:** County of Los Angeles Auditor-Controller and HDL Coren & Cone

**Note:** <sup>a</sup> Estimated Actual Taxable is not available

In 1978 the voters of the State of California passed Proposition 13 which limited taxes to a total maximum rate of 1%, based upon the assessed value of the property being taxed. Each year, the assessed value of the property may be increased by an "inflation factor" (limited to a maximum of 2%)

**CITY OF SOUTH PASADENA**

**DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS  
(rate per \$1,000 of assessed value)**

Fiscal Year	City Direct Rates		Overlapping Rates				
	General Basic Tax Levy	Total Direct Rate	Los Angeles County (1)	Educational Revenue Augmentation Fund	Los Angeles County Fire FFW	Los Angeles County Flood Control	Community College
2013	0.2400	0.2400	0.2857	0.2551	0.0060	0.0096	0.0320
2014	0.2400	0.2400	0.2857	0.2551	0.0060	0.0096	0.0320
2015	0.2400	0.2400	0.2857	0.2551	0.0060	0.0096	0.0320
2016	0.2400	0.2400	0.2857	0.2551	0.0060	0.0096	0.0320
2017	0.2400	0.2400	0.2856	0.2551	0.0060	0.0096	0.0320
2018	0.2400	0.2637	0.2857	0.2551	0.0060	0.0096	0.0320
2019	0.2400	0.2634	0.2857	0.2551	0.0060	0.0096	0.0320
2020	0.2400	0.2638	0.2857	0.2551	0.0060	0.0096	0.0320
2021	0.2400	0.2640	0.2857	0.2551	0.0060	0.0096	0.0320
2022	0.2400	0.2640	0.2857	0.2551	0.0060	0.0096	0.0320

Fiscal Year	Overlapping Rates						Total
	Voter Approved						
School District	Upper San Gabriel Valley Municipal Water District	South Pasadena Unified School District	Upper San Gabriel Valley Municipal Water District	Detention Facilities	Pasadena Community College District		
2013	0.1712	0.0005	0.1011	0.00350	-	0.0206	1.1253
2014	0.1712	0.0005	0.1014	0.00350	-	0.0190	1.1240
2015	0.1712	0.0005	0.1006	0.00350	-	0.0103	1.1145
2016	0.1712	0.0005	0.0981	0.00350	-	0.0087	1.1104
2017	0.1712	0.0005	0.0993	0.00350	-	0.0089	1.1117
2018	0.1712	0.0005	0.1514	0.00350	-	0.0082	1.1631
2019	0.1712	0.0005	0.1438	0.00350	-	0.0077	1.1551
2020	0.1712	0.0005	0.1453	0.00350	-	0.0072	1.1561
2021	0.1712	0.0005	0.1712	0.00048	-	0.0320	1.2037
2022	0.1712	0.0005	0.1428	0.00350	-	0.0090	1.1554

Source: County of Los Angeles Auditor-Controller and HDL Coren and Cone

(1) - The following were included in Los Angeles County; Childrens Institutional Tuition Fund, County Sanitation District No. 16, County School Services, Development Center, and LA County General



**CITY OF SOUTH PASADENA**

**PRINCIPAL PROPERTY TAX PAYERS  
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	2021/2022			2012/2013		
	Taxable Assessed Value (1)	Rank	Percentage of Total City Taxable Assessed Value	Combined Taxable Value (1)	Rank	Percentage of Total City Taxable Assessed Value
625 Fair Oaks Investors LLC	\$ 32,271,180	1	0.58%			
WF Property Holdings LP	17,045,171	2	0.31%			
GELT Storage 919 Mission LLC	17,004,357	3	0.31%			
WWNC 1653 Amberwood Dr LLC	14,613,051	4	0.26%			
NNC Apartment Ventures LLC	14,384,588	5	0.26%			
DC El Centro Holdings	13,912,654	6	0.25%			
Jerry B and Roberta L Furrey Trust	13,275,602	7	0.24%			
LDW Pico Properties LLC	12,721,289	8	0.23%			
Casa De General LLC	12,576,512	9	0.23%			
99 Pasadena Avenue LLC	12,424,385	10	0.22%			
H and O Fair Oaks Partners				\$ 16,708,308	1	0.47%
99 Pasadena Avenue LLC				11,178,986	2	0.32%
Casa De General LLC				10,825,787	3	0.31%
Golden Oaks Investment LLC				9,381,719	4	0.27%
NNC Terraces At South Pasadena				9,255,664	5	0.27%
California Empire LP				9,011,592	6	0.26%
KAN Investments Limited				8,978,071	7	0.26%
Richard Wagner Trust				8,340,198	8	0.24%
H P III Limited				7,838,110	9	0.22%
Jerry B and Roberta L Furrey Trust				7,770,656	10	0.22%
<b>Total</b>	<b>\$ 160,228,789</b>		<b>2.89%</b>	<b>\$ 99,289,091</b>		<b>2.84%</b>

Source: (1) County of Los Angeles Assessor and HDL Coren and Cone

**CITY OF SOUTH PASADENA**

**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 the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage
2013	\$ 8,244,644	\$ 8,211,281	99.6%	\$ (12,718)	\$ 8,198,563	99.4%
2014	8,569,818	8,389,757	97.9%	(16,427)	8,373,331	97.7%
2015	9,063,962	8,791,225	97.0%	(16,959)	8,774,266	96.8%
2016	9,607,577	9,281,790	96.6%	(19,676)	9,262,115	96.4%
2017	10,163,709	9,757,452	96.0%	(14,953)	9,742,499	95.9%
2018	10,718,463	10,421,475	97.2%	(18,677)	10,396,718	97.0%
2019	11,427,260	10,832,812	94.8%	(56,597)	10,776,215	94.3%
2020	12,054,638	11,959,079	99.2%	(35,338)	11,923,741	98.9%
2021	12,740,204	12,430,784	97.6%	(23,528)	12,407,256	97.4%
2022	13,224,352	13,118,545	99.2%	2,129	13,120,674	99.2%

**Source:** Los Angeles County Tax Collector and City of South Pasadena, Finance Division  
HDL Property Tax Revenue

## ***Debt Capacity***

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**CITY OF SOUTH PASADENA**

**RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities (1)			Business-type Activities		Total Primary Government	Percentage of Personal Income	Per Capita <sup>a</sup>
	Tax Allocation Bonds	Capital Leases	Loans	Water Revenue Bonds	State Loan			
2013	\$ -	\$ 167,305	\$ -	\$ 49,887,458	\$ -	\$ 50,054,763	3.92%	1,936
2014	-	114,175	-	48,854,762	527,283	49,496,220	4.11%	1,903
2015	-	58,450	-	47,838,993	2,475,913	50,373,356	4.16%	1,936
2016	-	-	-	46,753,226	4,147,892	50,901,118	4.21%	1,956
2017	-	-	-	48,533,332	6,373,623	54,906,955	4.58%	2,112
2018	-	-	-	46,957,581	7,415,790	54,373,371	4.26%	2,088
2019	-	-	-	45,526,831	9,866,459	55,393,290	3.95%	2,111
2020	-	-	-	43,435,821	15,138,699	58,574,520	3.95%	2,301
2021	-	-	-	42,560,331	14,740,387	57,300,718	3.68%	2,232
2022	-	-	-	41,014,581	14,334,339	55,348,920	3.34%	2,082

**Note:**

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

<sup>a</sup> See demographic and Economic Statistics schedule for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year

**CITY OF SOUTH PASADENA**

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF JUNE 30, 2022**

Fiscal Year 2021-22 Assessed Valuation : \$5,009,406,192 after deducting \$605,521,815 incremental value

	<u>Debt Outstanding</u>	<u>% Applicable (1)</u>	<u>City's Share of Debt 6/30/2022</u>
<b>Direct Debt</b>			
2012 State Loan Payable	\$ 8,464,527	100.0000%	\$ 8,464,527
2013 Water Revenue Bonds	3,840,000	100.0000%	3,840,000
2016 Water Revenue Bonds	33,385,000	100.0000%	<u>33,385,000</u>
Total Direct Debt			<b>45,689,527</b>
<b>Overlapping Debt</b>			
Metropolitan Water District	\$ 9,835,780	0.324%	31,868
Pasadena Area Community College District 2014 Ref Series A	9,280,000	5.498%	510,214
Pasadena Area Community College District 2016 Ref Series A	49,385,000	5.498%	2,715,187
South Pasadena Unified 95 Series B	211,253	100.000%	211,253
South Pasadena Unified SD DS 95 S-C	3,214,483	100.000%	3,214,483
South Pasadena Unified SD DS 2010 REF BND	2,267,583	100.000%	2,267,583
South Pasadena USD DS 2012 REF BND	-	100.000%	-
South Pasadena USD DS 2016 Series A	18,615,000	100.000%	18,615,000
South Pasadena USD DS 2018 REF 2002 Series B	9,425,617	100.000%	9,425,617
South Pasadena USD DS 2016 Series B	60,657,000	100.000%	60,657,000
Total Overlapping Tax and Assessment Debt			97,648,206
<b>Combined Total Debt</b>			<u><u>\$ 143,337,733</u></u>

**Source:** (1) HDL Coren & Core, Los Angeles County Assessor

**Note:**

- (1) Percentage of overlapping agency's assessed valuation located within boundaries of the city
- (2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds.

Debt to Assessed Valuation Ratios:

Direct Debt	0.00%
Overlapping Debt	1.95%
Total Debt	1.95%

**CITY OF SOUTH PASADENA**

**LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS  
(in thousands of dollars)**

<b>Fiscal Year</b>	<b>Debt Limit</b>	<b>Total Net Debt Applicable to Limit</b>	<b>Legal Debt Limit</b>	<b>Total Net Debt Applicable to the Limit as a Percentage of Debt Limit</b>
2013	\$ 471,822	-	\$ 471,822	0.00%
2014	494,193	-	494,193	0.00%
2015	516,507	-	516,507	0.00%
2016	544,458	-	544,458	0.00%
2017	641,550	-	641,550	0.00%
2018	682,691	-	682,691	0.00%
2019	727,067	-	727,067	0.00%
2020	767,520	-	767,520	0.00%
2021	809,708	-	809,708	0.00%
2022	840,746	-	840,746	0.00%

**Legal Debt Margin Calculation for Fiscal Year 2022**

Assessed value	\$ 5,604,976
Debt limit (15% of assessed value)	840,746
Debt applicable to limit:	
General obligation bonds	-
Less: Amount set aside for repayment of general obligation debt	-
Total net debt applicable to limit	-
Legal debt margin	<u>\$ 840,746</u>

**CITY OF SOUTH PASADENA**

**PLEDGED REVENUE COVERAGE  
LAST TEN FISCAL YEARS  
(in thousands of dollars)**

Water Revenue Bonds						
Fiscal Year	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2013	\$ 8,029	\$ 5,563	\$ 2,466	\$ 255	\$ 2,046	3.49
2014	9,221	5,674	3,547	95	2,271	3.90
2015	8,695	4,430	4,265	1,065	2,240	2.63
2016	8,094	4,562	3,532	1,095	2,211	2.45
2017	8,805	6,218	2,587	340	1,142	5.94
2018	9,627	6,371	3,256	1,195	1,802	1.09
2019	9,176	6,254	2,922	1,195	1,779	3.09
2020	11,742	7,041	4,701	1,270	1,731	3.91
2021	11,705	7,211	4,494	1,310	1,710	3.88
2022	12,207	4,968	7,239	1,310	1,663	4.11

**Notes:** Details regarding the City's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest, depreciation, or amortization expenses.

The Water Revenue bonds were issued in 2013 and 2016.

**Source:** City of South Pasadena Finance Department



***Demographic and Economic  
Information***

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**CITY OF SOUTH PASADENA**

**DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN CALENDAR YEARS**

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<u>Calendar Year</u>	<u>Population</u>	<u>Personal Income (In Thousands)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2012	25,857	\$ 1,277,956	\$ 49,424	4.6%
2013	26,011	1,203,347	46,263	3.7%
2014	26,022	1,211,194	46,545	5.9%
2015	26,028	1,208,853	46,444	4.7%
2016	25,992	1,199,887	46,163	3.7%
2017	26,047	1,276,801	49,019	3.2%
2018	26,245	1,402,630	53,443	3.9%
2019	25,458	1,483,267	58,263	3.7%
2020	25,668	1,556,952	60,657	9.9%
2021	26,580	1,655,050	62,266	6.7%

**Sources:** County of Los Angeles Auditor- Controller and HDL Coren and Cone.

**CITY OF SOUTH PASADENA**

**PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO**

Employer	2021-2022			2012-2013		
	Number of Employees	Rank	Percent of Total Employment	Number of Employees	Rank	Percent of Total Employment
SOUTH PASADENA CARE CENTER, LLC	151	1	3.76%			
TRADER JOE NO. 18	93	2	2.32%			
RALPH'S GROCERY CO. #21	92	3	2.29%			
THE VONS COMPANIES - PAVILLIONS #2228	92	4	2.29%			
BRISTOL FARMS	88	5	2.19%			
VCA TLC PASADENA VETERINARY SPECIALTY AND EMERGENCY	73	6	1.82%			
CITY OF HOPE SOUTH PASADENA	62	7	1.54%			
THE VONS COMPANIES #3075	61	8	1.52%			
WHITTIER TRUST COMPANY	54	9	1.35%			
MC DONALD'S SOUTH PASADENA	49	10	1.22%			
<b>Total</b>	<b>815</b>		<b>20.30%</b>			
MISSION HOSPICE				161	1	4.26%
BRISTOL FARMS				153	2	4.05%
So. PASADENA CONVALESCENT HOSPITAL				146	3	3.86%
WNC INSURNACE SERVICES INC.				109	4	2.89%
THE VONS COMPANIES INC. PAVILIONS				91	5	2.41%
ORCHARD SUPPLY HARDWARE				79	6	2.09%
RALPH'S GROCERY Co.				73	7	1.93%
TRADER JOE'S				73	8	1.93%
STARGATE FILMS INC.				66	9	1.75%
THE VONS COMPANIES INC.				58	10	1.54%
				<b>1,009.00</b>		<b>26.71%</b>
<b>Total City Employment (3)</b>	<b>4,014</b>			<b>3,778</b>		

Source: South Pasadena Finance Department/Business License

**CITY OF SOUTH PASADENA**

**FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

Function/Program:	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
General government										
Legislative	8	8	5	5	5	5	5	5	5	5
City Manager	10	10	12	12	11	12	12	11	15	11
Finance	8	9	9	9	9	9	5	6	7	7
Public safety	81	79	81	80	80	77	75	80	82	76
Community Development	6	6	6	6	6	7	7	8	9	11
Public Works	28	20	21	21	20	21	22	23	22	29
Community Services	20	21	19	20	20	26	28	26	41	27
Water Utility	<u>11</u>	<u>11</u>	<u>10</u>	<u>10</u>	<u>10</u>	<u>10</u>	<u>10</u>	<u>11</u>	<u>11</u>	<u>6</u>
<b>Total</b>	<u>172</u>	<u>163</u>	<u>163</u>	<u>163</u>	<u>161</u>	<u>167</u>	<u>164</u>	<u>170</u>	<u>192</u>	<u>172</u>

Source: South Pasadena Finance Department/Adopted budget book

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## ***Operating Information***

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# CITY OF SOUTH PASADENA

## OPERATING INDICATORS BY FUNCTION/PROGRAM LAST TEN FISCAL YEARS

<u>Function/Program</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<b>General Government:</b>										
Number of building permits issued	476	354	349	433	424	876	1,510	1,396	379	1621
Number of building inspections conducted	2,380	2,568	2,087	1,860	2,041	3,240	3,775	2,287	1,846	2930
<b>Refuse collection</b>										
Refuse collected (tons per day)	85	83	69	74	77	83	80	86	79	81
Recyclables collected (tons per day)	29	28	25	29	32	30	32	31	31	30
<b>Other public works</b>										
Street resurfacing (miles)	1	1	2	2	0	5	1	1	2	0
Potholes repaired *	1,450	1,500	1,450	1,400	259	300	356	217	560	1300
<b>Water</b>										
New connections	6	11	7	8	5	2	6	288	362	334
Water main breaks	9	10	9	6	5	4	7	5	8	8
Average daily consumption (million gallons)	4	5	3	3	3	3	3	3	3	3
Peak daily consumption (million gallons)	6	6	5	4	4	4	5	4	4	N/A
<b>Fire Department</b>										
Number of emergency calls responded to	1,594	1,695	1,775	1,880	1,483	2,584	2,276	2,445	2,180	2,572
Number of fire inspections	296	563	521	520	540	1,163	1,800	1,163	1,440	1,606
<b>Police Department</b>										
Arrest statistics	1,080	1,003	855	699	830	829	779	706	439	347
Traffic citations	3,753	3,717	2,847	2,288	4,313	4,038	3,815	2,970	131	2,482
Parking citations	10,936	11,388	8,843	10,811	9,136	7,803	7,071	4,517	4,906	4,450
<b>Community Services</b>										
Facility rentals	69	89	86	95	142	80	363	411	163	233
Recreation classes	441	432	399	416	465	277	631	593	703	506

**Note:** \* Based on average sized potholes and cold patch purchased

**Source:** Various City Departments.

# CITY OF SOUTH PASADENA

## CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM LAST TEN FISCAL YEARS

<u>Function/Program</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Other public works										
Street (miles)	55	55	55	55	55	55	55	69	69	69
Traffic signals	31	31	31	31	31	31	33	33	33	33
Park and recreation										
Parks	6	6	6	6	6	6	6	6	6	6
Acreage	89	89	89	89	89	89	89	89	89	89
Playgrounds	4	4	4	4	4	4	4	4	4	4
Baseball/softball diamonds	6	6	6	6	6	6	6	6	6	6
Soccer/football fields	4	4	4	4	4	4	4	4	4	4
Community centers	5	5	5	5	5	5	5	5	5	5
Water										
Water mains (miles)	68	68	68	68	68	68	68	70	70	70
Fire hydrants	165	165	165	165	165	165	308	452	452	452
Storage capacity (million gallons)	13	13	13	13	13	13	13	14	14	14
Sewage System										
Sanitary sewers (miles)	55	55	55	55	55	55	55	58	58	58
Storm sewers (miles)	2	2	2	2	2	2	2	2	2	2

**Notes:** No capital asset indicators available for the general government.

**Sources:** Various City departments.



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**Independent Accountant's Report on  
Agreed-Upon Procedures Applied to the  
Appropriations Limit Worksheet**

*Independent Accountant's Report*

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*Governmental Audit  
Quality Center*

California Society of  
Certified Public Accountants

To the Honorable City Council  
City of South Pasadena

We have performed the procedures enumerated below to the accompanying Appropriations Limit Worksheet of the City of South Pasadena, California (the City) for the year ended June 30, 2022. The management of the City is responsible for the accompanying Appropriations Limit Worksheet.

The City has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of meeting the requirements of Section 1.5 of Article XIII-B of the California Constitution. These procedures, which were suggested by the League of California Cities and presented in the publication entitled *Agreed-upon Procedures Applied to the Appropriations Limitation Prescribed by Article XIII-B of the California Constitution*, were performed solely to assist you in meeting the requirements. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and the associated findings are as follows:

1. We obtained the completed worksheets and compared the limit and annual adjustment factors included in those worksheets to the limit and annual adjustment factors that were adopted by resolution of the City Council. We also compared the population and inflation options included in the aforementioned documents to those that were selected by a recorded vote of the City Council.

Finding: No exceptions were noted as a result of our procedures.

2. For the accompanying Appropriations Limit worksheet, we added last year's limit to total adjustments and agreed the resulting amount to this year's limit.

Finding: No exceptions were noted as a result of our procedures.

3. We agreed the current year information presented in the accompanying Appropriations Limit Worksheet to the other documents referenced in number one above.

Finding: No exceptions were noted as a result of our procedures.



Honorable City Council  
City of South Pasadena

4. We agreed the prior year appropriations limit presented in the accompanying Appropriations Limit Worksheet to the prior year appropriations limit adopted by the City Council during the prior year.

Finding: No exceptions were noted as a result of our procedures.

We were engaged by the City to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on accompanying Appropriations Limit Worksheet for the year ended June 30, 2022. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for the information and use of the City Council and management of the City of South Pasadena, California, and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record, and its distribution is not limited.

*Rogers, Anderson, Malody & Scott, LLP.*

San Bernardino, California  
February 8, 2023

**City of South Pasadena  
Appropriations Limit Computation  
2021 - 2022**

Per Capita Personal Income Change	5.73%
Population Change:	
City Population Growth	-0.72%
CPI Change Converted to a Ratio	1.0573
Population Change Converted to a Ratio	0.9928
Calculation of Growth Factor (1.0573 x 0.9928)	1.0497
2020 - 2021 Appropriations Limit	<u>\$ 28,162,639</u>
2021 - 2022 Appropriations Limit (\$28,162,639 x 1.0497)	<u><u>\$ 29,561,968</u></u>