

City of

PICO RIVERA California

ACFR

Fiscal Year Ended June 30, 2024



ANNUAL COMPREHENSIVE FINANCIAL REPORT

2024

**CITY OF PICO RIVERA
CALIFORNIA**
www.pico-rivera.org

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2024**

Prepared by:

**Administrative Services
Department**

PICO RIVERA

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INTRODUCTORY SECTION

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Jane Guo
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City of Pico Rivera

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Mayor

John R. Garcia
Mayor Pro Tem

Gustavo V. Camacho
Councilmember

Erik Lutz
Councilmember

Dr. Monica Sanchez
Councilmember

November 27, 2024

Honorable Mayor and City Council
City of Pico Rivera, California

SUBJECT: ANNUAL COMPREHENSIVE FINANCIAL REPORT OF THE CITY OF PICO RIVERA FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Honorable Mayor and City Councilmembers:

I am pleased to present the Annual Comprehensive Financial Report of the City of Pico Rivera for the fiscal year ended June 30, 2024, as mandated by both local ordinances and state statutes. These ordinances and statutes require that the City of Pico Rivera (City) issue annually a report on its financial position and activity, and that an independent firm of certified public accountants audit this report. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various funds and component units of the City. In addition, to the best of our knowledge, there are no untrue statements of material fact within the financial statements or omissions of material fact to cause the financial statements to be misleading. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The Annual Comprehensive Financial Report (ACFR) is prepared using the guidelines set forth by the Government Accounting Standards Board (GASB) and audited by CliftonLarsonAllen LLP (CLA), Certified Public Accountants & Consultants. For the year ended June 30, 2024, these financial statements received an unmodified opinion by CLA. Their opinion is located at the beginning of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditors' report and provides a narrative overview and analysis of the basic financial statements. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

City of Pico Rivera Profile

The City of Pico Rivera is a thriving community that offers opportunities to all who live, work, and visit. Situated on the eastern edge of the Los Angeles basin and the southern edge of the area known as the San Gabriel Valley, Pico Rivera is approximately 13 miles southeast of downtown Los Angeles, with a population of 60,000. Formed through the merging of two historic communities, Pico and Rivera, the City was officially incorporated in January 1958 as the 61st general law city in Los Angeles County. Originally an agricultural area, the community evolved into a residential and industrial area following the end of World War II. Within the City's nine square miles, more than 120 acres are devoted to recreational uses, including just under 70 acres of local parks.

The City of Pico Rivera is a general law city and operates under the Council-Manager form of government whereby the City Council provides policy direction to a City Manager appointed by the Council. As the City's chief administrator, the City Manager is responsible for overseeing City employees who implement all City's programs, services, and projects. Five (5) City Council members are elected, at large, for staggered four-year terms. The Council members select two (2) of the members to serve as Mayor and Mayor Pro Tem.

The City provides a full range of municipal services, including public works, water, construction and maintenance of roads and highways, planning and zoning, recreation and cultural activities, and general administrative support such as overall agency management, procurement of goods and services, payroll, recruitment, risk management budget preparation and monitoring, and accounting. The City contracts some municipal services with other public agencies, these include the Los Angeles County Sheriff's Department for law enforcement service, the Los Angeles County Fire Department for fire protection and paramedic emergency services, and the Los Angeles County Library System to operate its two (2) community libraries.

The Annual Comprehensive Financial Report presents the financial status of the City and its component units. Although each component unit is a separate legal entity from the City, their respective financial operations are closely related. This combined presentation better represents the financial activities of the City of Pico Rivera as a whole.

The following component units are reported on a blended basis as part of the primary government because their boards are comprised of all City Council members, or they are, in substance, part of the City's operations:

- Pico Rivera Water Authority
- Pico Rivera Housing Assistance Agency
- Pico Rivera Public Financing Authority

FINANCIAL INFORMATION

Budgetary Controls

The City of Pico Rivera maintains strict budgetary controls, with the objective of ensuring compliance with legal provisions contained in the annual appropriated budgets approved by the City Council and the Water Authority. Activities of the General fund, Special Revenue, Enterprise, and Capital Projects funds are included in the annual appropriated budgets of the government units. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the department/function level within each fund. Formal budgetary integration is employed as a management control device.

Budgetary controls from the Adopted Budget Resolution No. 7352 were formally adopted by the City Council on June 25, 2024, that include controls such as Department Directors authorized to move appropriations from one object to another, within each budgetary program/division and within the same fund, provided that the total approved appropriations for a budget program and within the same fund are not exceeded.

The City also maintains an encumbrance accounting system as one method of maintaining budgetary control. These encumbrances lapse at year-end, and any unexpended balance is eligible to be carried over to the following year's budget appropriations with City Council approval of the Adopted Budget Resolution. As adopted in the resolution, all encumbrances remaining as of June 30, 2024, after thorough review by appropriate Administrative Services Department staff, will either be released or re-appropriated for use in Fiscal Year (FY) 2024-25, as appropriate, in the respective funds, departments, programs, and accounts/objects.

Reserves and Fund Balance Policy

In an effort to further secure the City's long-term financial health, the City Council first adopted comprehensive reserve policies as part of the FY 2016-17 budget adoption process. These policies solidified the City's commitment to setting aside funds for economic uncertainty while expanding the policy to allow for assignments of fund balance for capital projects, equipment replacement, leave accruals, and other expenses.

The policies were further refined and adopted by the City Council as part of the FY 2021-22 budget process. On July 28, 2020, the Pico Rivera City Council adopted revised "risk-based" General Fund and Proprietary Fund Reserve Policies, which increased the General Fund's Emergencies/Economic Stabilization Reserve from 25 percent to 50 percent. The revised policy also set certain triggers to allow staff and the City Council to reassess budgeted service levels during economic downturns to ensure ongoing economic stability. The full set of policies is included as an appendix to the FY 2024-25 Budget.

The City strives to be well-positioned to weather potential economic downturns, natural disasters, or other calamities that might impinge upon operating revenue. The City's reserves, as governed by the adopted reserve policies, have been classified in an effort to address any number of one-time uses. Future budgets will address these reserves, seeking to further strengthen the City's economic health by setting aside additional fund balance for anticipated

uses (i.e., addressing long-term unfunded liabilities).

Internal Control

The Administrative Services Department of the City is responsible for establishing and maintaining an appropriate internal control structure. The internal control system is designed to ensure that the assets of the City are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow 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 should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits requires estimates and judgments by management.

Significant Financial Events

There were no changes to financial policies that resulted in a significant impact on the June 30, 2024, financial statements.

Long-term Financial Planning

The City utilizes two (2) long-term planning tools that serve as a guide to best allocate resources to meet the City's needs over time. The first of which is the Five-Year Capital Improvement Program (CIP), which provides efficient and effective delivery of resources for the improvement and maintenance of public infrastructure and facilities. The Five-Year Capital Improvement Plan is updated annually during the budget process.

The second long-term planning tool is the City's Five-Year Financial Forecast (Forecast). The Forecast establishes the foundation for guiding policy and making financial decisions, taking into account any forecasted challenges and opportunities before they arise. This Forecast allows for creating baseline and alternative revenue and spending forecasts, including historical and projected annual periods for the next five (5) years. The Forecast also allows for testing the impact of assumptions and proposed initiatives on projected budget gaps and fund balances.

Significant City Accomplishments and Initiatives

The City of Pico Rivera is exceptionally well positioned to meet current and future challenges facing local government and our community. These accomplishments signify the City's commitment to working together in a collaborative manner for the betterment of the greater community. These accomplishments and many more demonstrate our diligence and commitment to implementing our strategic priorities, ensuring the City's economic prosperity, and bettering the lives of our citizens and businesses. The City's performance goals, priorities, and strategies focus on the following areas:

- Fiscal and Organization Sustainability
- Economic Development and Land Use
- Infrastructure

- Health, Wellness and Safety
- Community Engagement

Fiscal and Organizational Sustainability Accomplishments

Administration

- Created a partnership with the Foundation for California Community Colleges (FCCC) for the CivicBuys Cooperative Purchasing Program. CivicBuys Collaborative Purchase Agreement allows the City to leverage the collective purchasing power of multiple agencies to secure competitive pricing on a wide range of goods and services.
- Successfully obtained the Certification for the City Manager and Assistant City Manager in AI Programs through UC Berkeley's Haas School Emeritus Program in "Artificial Intelligence: Business Strategies and Applications." Additionally, the Director of Innovation and Communications has been certified through MIT's Professional Education in "Applied Generative AI for Digital Transformation."

City Clerk

- Provided Ethics Training for City employees and elected officials to ensure compliance with current laws and regulations.
- Completed the conversion of records from the City's previous Electronic Content Management System from Questys to Laserfiche.
- Launched the City's Records Repository, "Laserfiche", featuring a personalized instructional video hub on Sharepoint for employees.
- Initiated the Document Conversion project by digitally converting approximately 520 Community and Economic Address files.
- Successfully updated the City's Records Retention Schedule
- Debuted the City's enhanced Pico Rivera Municipal Code "eCode360" portal

PRIME

- Successfully exceeded the City's Reserve Policy by reserving 73% of PRIME revenues through efforts towards prudent fiscal stewardship, competitive rate-setting, and mindful spending.

Administrative Services

- Completed the FY 2022-23 Accomplishments Book
- Provided Monthly Financial Reporting to the City Council on revenues and expenditures for all funds, ensuring financial transparency and reporting.
- Implemented industry "Best Practices":
 - Updated the Investment Policy
 - Updated Capital Asset Capitalization Policy
- Updated the Procurement Policy, which allows for increased limits and greater efficiency while maintaining internal control

SUBJECT: ANNUAL COMPREHENSIVE FINANCIAL REPORT OF THE CITY OF PICO RIVERA FOR THE FISCAL YEAR ENDED JUNE 30, 2024
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- Implemented "Paperless" AP Workflows in Laserfiche
- Presented a balanced Budget for FY 2024-25
- Received GFOA Award for Excellence in Financial Reporting for FY 2022-23 Annual Comprehensive Financial Report (ACFR)
- Received GFOA Award for Distinguished Budget Presentation for Biennial Budget FY 2023-25
- Upgraded 75 desktops/laptops
- Completed ArcGIS Enterprise upgrade that enhances the organization's ability to manage and analyze spatial data. This comprehensive GIS software supports enterprise-wide mapping and spatial analysis, enabling data-driven decisions through improved location intelligence.
- Migrated Laserfiche Content Management improving document storage, retrieval, and business process automation. This scalable platform enhances productivity by streamlining workflows and ensuring compliance with robust information management tools.
- Upgraded Acrobat Pro citywide, providing advanced tools for creating, editing, and managing PDF documents, enhancing efficiency and document management capabilities across departments.
- Implemented Neptune 360 support, enhancing water utility management with advanced tools for infrastructure monitoring, data analysis, and resource optimization.
- Migrated ClubProfit Cloud, providing golf course management with an integrated platform for membership management, tee time reservations, billing, POS, and reporting, streamlining operations and enhancing efficiency.
- Implemented Citywide password vault is a secure, centralized. tool for storing and managing passwords and sensitive information, enhancing data security and accessibility.
- Implemented Bluebeam Revu software, offering advanced tools for digital collaboration, document markup, and project workflow management, enhancing efficiency in architecture, engineering, and construction processes.
- Implemented an electronic Request for Approval to Hire form.

Human Resources

- Updated 15 job descriptions and titles to better reflect departmental roles
- Filled 31 full-time positions and 104 part-time positions
- Recovered \$42,546 subrogation claims
- Transitioned the administration of employee leave requests from a third-party administrator to internal management, resulting in cost savings to the City.
- Revitalized the City's Safety Committee to proactively address safety concerns and implement measures to create a safer environment.
- Hosted a Health Fair for City Staff during the annual open enrollment period, providing direct access to insurance vendors to support informed decision-making about coverage options.
- Facilitated health screenings for staff through Longevity, Inc. as part of the City's wellness initiative to promote employee health and well-being.

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- Successfully partnered with Kaiser Permanente to provide mobile health screenings to staff
- Successfully coordinated health speaking engagement with a certified nutritionist for staff
- Established a workplace violence prevention plan and provided training to staff in compliance with SB 553
- Finalized a software agreement with Trakstar to transition performance evaluations from paper to an electronic system, enabling improved tracking of overdue evaluations and automated reminder notifications.

Community and Economic Development

- Successfully completed the FEMA DR-4699 reimbursement process for damages incurred during the February 2023 storms. The City received \$19,350 in reimbursements.
- Performed monthly radio tests over the Countywide Integrated Radio System (CWIRS), providing communications backup in preparation for a local emergency.

Economic Development and Land Use Accomplishments

Community and Economic Development

- Approved a Conditional Use Permit application for a 95-unit Townhome development on a four-acre site at 6540 Rosemead Blvd (former site of Knights Inn Motel).
- Oversight for the construction completion of a new public storage facility located at 6605 Rosemead Blvd. Construction of a 4-story building with 640 storage units for rent. The estimated valuation is over \$8.2 million.
- Entitled a Conditional Use Permit at 6730 Rosemead Blvd for Yu-Me restaurant (formerly Sizzler restaurant).
- Completed the Business Attraction and Façade Rehabilitation Grant Program Guidelines designed by David Hidalgo Architects that will provide needed financial assistance to property owners and ensure appropriate design.
- Completed the Whittier and Durfee Commercial Façade Design Guidelines as designed by David Hidalgo Architects that will encourage the revitalization of Whittier Blvd and Durfee Ave.
- Completed the rehabilitation oversight of the Rise Apartments (formerly Whittier Manor).
- Completed the rehabilitation oversight of the construction of Los Amores de Julia located at 8800 Washington Blvd.
- Processed the 0.6-acre property at 9003 Beverly Blvd through the Surplus Land Act and entered into an Exclusive Negotiating Agreement with Tierra Mia Coffee Company.
- Initiated the construction and project management of KB Homes Azul project at the northeast corner of Stephens and Durfee Ave for a multi-unit condominium development.
- Completed the construction of a new Starbucks location on the northwest corner of Slauson Ave and Reeve Road.
- Processed a Conditional Use Permit for the construction of a new two-story, 6,494 square-foot manufacturing facility on a vacant parcel at 9220 Bermudez Street.

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- Processed a Conditional Use Permit to allow an auto repair shop within a multi-tenant building at 9110 Bermudez Street.
- Completed the construction of Topline Nails located at 8652 Whittier Blvd.
- Processed two moratoriums for various underutilized commercial land uses including trade schools and rest homes.
- Processed a Precise Plan of Design for the construction of a new 5,024 square foot two-story industrial building on a vacant parcel at 7655 Serapis Ave.
- Entitled a small car wash at 6416 Rosemead Blvd for a property that has been vacant since 2020.

Infrastructure Accomplishments

Public Works

- Obtained a total of \$4,704,390 in Highway Safety Improvement Program (HSIP) Cycle 11 grant funding for FY 2023-24 consisting of:
 - Citywide Sign Audit and Roadway Safety Sign Enhancement Project in the amount of \$2,539,170
 - Citywide Traffic Signal Enhancement Project in the amount of \$1,917,720
 - School Crossings Safety Enhancement Project in the amount of \$247,500
- Awarded \$300,000 to complete the City's Comprehensive Safety Action Plan under the Safe Streets and Roads for All Program (SS4A).
- Awarded \$411,000 to complete the Pico Rivera Active Transportation Master Plan under 2023 Active Transportation Program (ATP).
- Successfully awarded and began construction for the following capital projects:
 - Pico Rivera Regional Bikeway Project along Mines Ave
 - PFOA/PFAS Water Treatment System at three (3) facilities
 - Median Beautification on Major Corridors Projects
 - Rosemead Blvd Median and Parkway Beautification Project
- Began design phase for the following capital projects:
 - Citywide Sign Audit and Roadway Safety Sign Enhancement Project
 - Citywide Traffic Signal Enhancement Project
 - School Crossings Safety Enhancement Project
 - Pico Park Outdoor Restrooms
 - Rio Hondo Park Renovation
- Continued design phase for the following capital projects:
 - Alebrije Dog Park
 - Smith Park Aquatics Center Renovations
- Completed design phase for the following capital projects:

- Water Main Replacement Project
- Completed the following capital projects:
 - Residential Resurfacing Program - Overlay and Reconstruction Project
 - Annual Sidewalk Improvements Project
 - Annual Signing and Striping Project
 - Overlay Improvements on Whittier Blvd
 - Electrical Switchboard Replacement Project
 - Completed Senior Center Indoor Restroom renovations
- Upgraded the following:
 - LED Lighting at City Hall Main Conference Room, Rivera Park, Smith Park, and Pico Park
 - Light fixtures and new ceiling tiles at Rivera Park Multipurpose Room
 - City Hall Employee Breakroom renovation
 - Exterior color lighting at City Hall

Parks & Recreation

- Completed the final phase of the Utility Box Art program.

Health, Wellness and Safety Accomplishments

Administration

- Successfully implemented ShotSpotter Gunshot Detection, Location, and Forensics System in the City. This state-of-the-art technology is designed to improve public safety by detecting and accurately locating gunfire incidents in real-time.
- Successfully implemented park patrol services in collaboration with Southwest Patrol, deploying three security officers to enhance safety in public parks and other facilities.

PRIME

- Successfully adopted the PRIME Power Choice Program (Tesla Solar + Battery Program). This program allows residents of Pico Rivera to lease Tesla solar panels and battery systems for a 25-year term, including installation, maintenance, and a low, stable rate for the lease term period.
- Received the 2023 Gateway Cities Council of Governments Energy Action Award – Gold, to recognize cities in their efforts and participation in energy efficiency and climate initiatives.
- Successfully secured additional funding and initiated the Climate Action Plan, Phase II – Vulnerabilities Assessment and Climate Action Dashboard.
- Completed the Climate Action Plan's Vulnerabilities Assessment element. The Vulnerability Assessment evaluates the susceptibility of a community to climate risks, considering exposure and sensitivity to climate impacts, as well as the capacity to adapt.

- Implemented the Bigbelly Pilot Program at Smith Park to enhance operational efficiency, quality of life, and environmental stewardship. Bigbelly offers solar-powered trash compacting bins that meet the City's criteria for compliance with State recycling mandates and efficiency.
- Developed and implemented an organic waste diversion enforcement program to meet the State's January 1, 2024, milestone under the SB 1383 mandate, which requires all jurisdictions to transition from education, and outreach to enforcing through notices and penalties.
- Secured funding to implement the XeroHome online system, valued at \$250,000. XeroHome is a digital platform that utilizes public data on residential properties to provide personalized recommendations for home energy efficiency upgrades, helping residents save on utility bills and reduce their carbon footprint.
- Successfully secured \$115,000 in incentives from the Southern California Regional Energy Network (SoCalREN) to complete the Heat Pump Water Heater (HPWH) Project, replacing eight units at three City facilities
- Increased OhmConnect registrations with 41 new active participants for FY 2023-24. OhmConnect is a platform that enables and incentivizes residents to participate in energy-saving activities.

Community Engagement Accomplishments

Community and Economic Development

- Hosted the first graduating class of Emprededor@s, which is an 8-week in-person intensive course in Spanish for small business owners and individuals looking to grow their business. The City worked with Asociacion de Emprededor@s to teach these classes on a weekly basis.
- Successfully partnered with Rio Hondo America's Job Center of California (AJCC) and the Pico Rivera Chamber of Commerce to host a job fair at Pico Park.

Parks & Recreation

- The PlayPASS subsidy program successfully provided registration fee assistance to over 60 income-eligible youth, enabling them to participate in recreational sports programs.
- Awarded a \$20,000 grant from the National Recreation and Parks Association (NRPA) towards the PlayPASS program.
- Served over 12,000 meals for the Summer Food Service Program
- Awarded the Purple Heart City Award
- Awards received:
 - "Purple Heart City Award" unanimously approved by the City Council to proudly designate the City of Pico Rivera as a Purple Heart City. This designation recognizes and pays tribute to residents who have served their country. The City was the first among the Gateway Cities to receive this honor.
 - "Photography Award of Distinction" from the California Association of Public Information Officials (CAPIO) for "Sunsets over Pico Rivera"

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- “Student Conference Scholarship Award” Winner - District 13 (CPRSD13) to Jacob Hodgden-Baltierra
- 3rd place for Graphic Design and Art from the National City-County Communications & Marketing Association (3CMA) for “Pico Rivera Transit”
- Successfully partnered with AJUA (Asociación de Jaliscienses Unidos en Acción) for the Fiestas Patrias event
- Successfully partnered with Point Man Antelope Valley for the Mobile Vietnam Memorial Wall
- Successfully hosted fourteen (14) city-wide Special Events
- Held the REACH program at eight (8) Elementary sites: Birney Tech Academy, Durfee Elementary, Magee Academy of Arts & Sciences, North Ranchito Elementary, Rio Vista Elementary, Rivera Elementary, South Ranchito Dual Language Academy, and Valencia Academy of the Arts.
- Successfully served approximately 586 students through the REACH program.
- Successfully held six (6) Pool Days, in partnership with local cities, to ensure residents had access to aquatic programs, pending the Aquatic Center renovation.
- Served approximately 20,000 in-person nutritious meals through the Southeast Area Social Service Funding Authority Congregate Lunch Program
- Successfully partnered with AARP to offer the AARP Income Tax Preparation program at the Pico Rivera Senior Center. IRS-certified volunteers electronically filed tax returns for 200 individuals.
- Veterans Service Officer assisted more than 290 individuals at the Pico Rivera Senior Center
- Over 1,468 Case Worker Appointments were provided at the Senior Center, where a bilingual case worker assists individuals aged 50 and older. Services include support with programs such as CalFresh food assistance, Medi-Cal, housing, caregiver services, DMV needs, utility assistance, and social security benefits.
- Partnered with local organizations to offer more than 20 health and wellness presentations.
- Dial-A-Ride program provided over 14,000 trips and over 200 new participants
- Recreation Transit/Trips and Tours provided 23 excursions
- Successfully provided (10) issues of the City’s Community Publication, *“The Profile”*

PRIME

- Hosted four community events to educate the public on proper organic waste diversion and gifted composting bins, aiming to achieve 75% organic waste reduction by 2025.

Public Works

- Sponsored an outreach event at Rivera Middle School as part of National Public Works Week.

The City of Pico Rivera will continue working on developing future financial plans that achieve an optimal level of service to the community through efficient, effective, and innovative strategies. In order to improve productivity and efficiency, our goal is not only to ensure financial sustainability but also to strive to strategically position the City to execute its 21st

Century Vision of a sustainable, equitable, and vibrant community to live, work, and visit.

Economic Condition and Outlook

As can be seen in the MD&A, the City's financial condition is sound. The General Fund did see operating revenues exceed operating expenditures by \$9.1 million as of June 30, 2024.

The total fund balance grew by \$2.69 million to \$84.94 million, which represents 140% of operating revenue. Further details of these and related financial statistics can be found in the MD&A and the Notes sections on the following pages.

The relative health of the City's finances can be attributed to five (5) successive fiscal years of focused attention on improving the alignment of ongoing expenditures with ongoing revenues. While the City has enjoyed positive financial health in the recent past, it is essential to implement all available measures to safeguard against potential economic downturns that could impinge upon the City's primary revenue sources: sales, property, and business license tax.

The nation faces moderate growth, stable inflation rates, and ongoing labor market recovery. Although inflation shows signs of slowing, there are rising pressures from geopolitical tensions and potential trade policy changes. Job growth is expected to slow due to demographic shifts affecting labor force participation. In response, the Federal Reserve will likely continue lowering interest rates to stimulate the economy. Geopolitical conflicts may increase oil prices and impact inflation, while trade policies could raise costs for consumers and businesses.

For this reason, the City must continue developing responsible budgets that deliver essential services to our residents and align with the City Council's priorities. Efforts to prioritize the City's fiscal health will persist as future budgets are developed, with an emphasis on maintaining and ensuring financial sustainability and stability.

OTHER INFORMATION

GFOA Certificate of Achievement Award

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Pico Rivera for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2023. This was the 26th consecutive year that the City had achieved this prestigious award. To be awarded a Certificate of Achievement, a government entity must publish an easily readable and efficiently organized ACFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one (1) year. We believe that our ACFR for FY 2023-24 continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate, just one more way to celebrate the City's glorious past and prosperous future.

Independent Audit

The City requires an annual audit by independent certified public accountants. The accounting firm of CLA conducted this year's audit. The auditors' report on the government-wide financial statements and combining individual fund statements and schedules is included in the financial section of this report.

Single Audit

As a recipient of federal, state, and county financial assistance, the City is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management. In years when over \$750,000 is expended on Federal financial assistance programs, the City is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and the Uniform Guidance. Results of the Single Audit are reported separately and will be available by March 2025.

Acknowledgments

The Administrative Services Department takes primary responsibility for the preparation and accurate presentation of this report. This accomplishment results from the professionalism, dedication, and hard work of all department members. We also extend our appreciation to other departments for their support in providing essential operational information for this report. Lastly, we thank the City Council for their prudent financial stewardship and leadership, which have been instrumental in guiding the City of Pico Rivera and ensuring its continued financial stability.

Respectfully,



Jane Guo
Director of Administrative Services

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CITY OF PICO RIVERA

CITY OFFICIALS

City Council

Andrew C. Lara, Mayor

John R. Garcia, Mayor Pro Tem

Gustavo V. Camacho, Councilmember

Erik Lutz, Councilmember

Dr. Monica Sánchez, Councilmember

Executive Team

City Manager

Steve Carmona

Assistant City Manager

Angelina Garcia

City Clerk

Cynthia Ayala

Director of Administrative Services

Jane Guo

Director of Community and Economic Development

Alvaro Betancourt

Director of Human Resources

Karine Shirinian

Director of Innovation and Communications

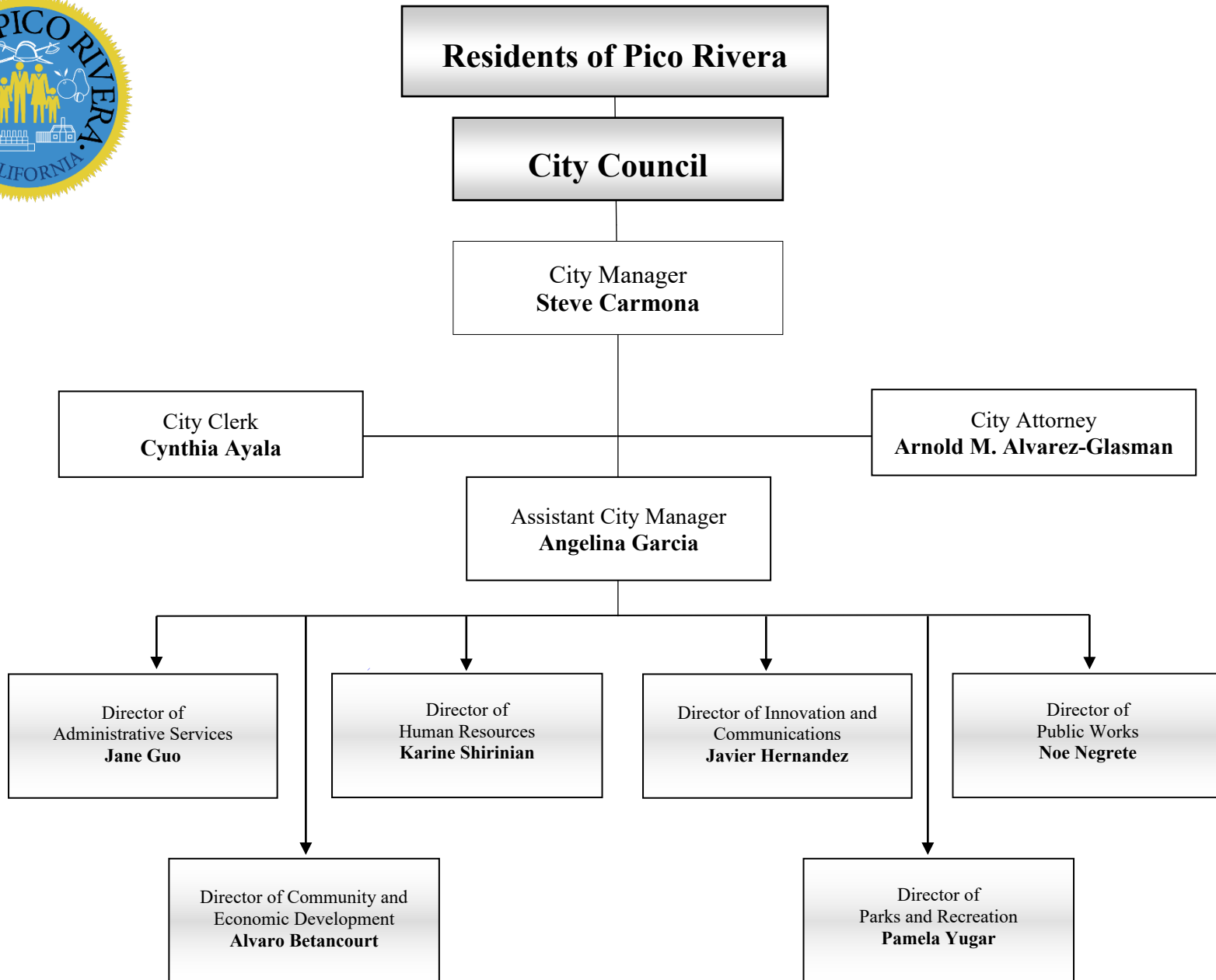
Javier Hernandez

Director of Parks and Recreation

Pamela Yugar

Director of Public Works

Noe Negrete





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Pico Rivera
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morill

Executive Director/CEO

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FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

Honorable City Council
City of Pico Rivera, California
Pico Rivera, California

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Pico Rivera (the City), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City of Pico Rivera's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Pico Rivera, as of June 30, 2024, 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 Auditors' 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

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.

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Honorable City Council
City of Pico Rivera, California

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 27, 2024, on our consideration of the City of Pico Rivera’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Pico Rivera’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Pico Rivera’s internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Irvine, California
November 27, 2024

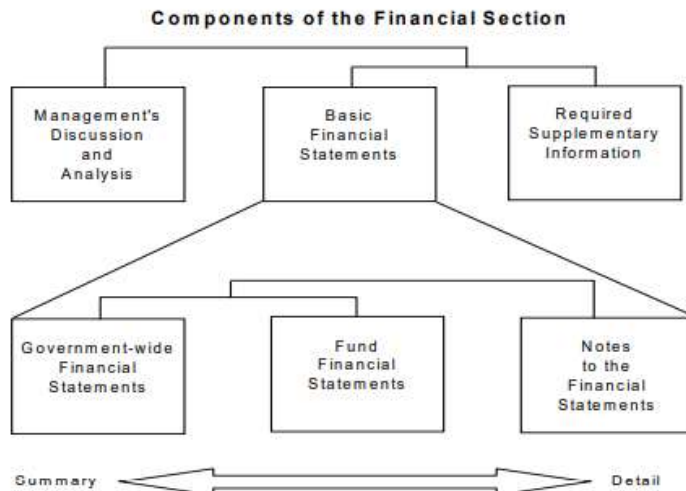
CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2024

The Management Discussion and Analysis (MD&A) provides a narrative introduction, overview, and analysis that will assist in understanding the City's financial statements. We encourage readers to consider the information presented here in conjunction with the City's financial statements as of June 30, 2024, the transmittal letter, and the notes to the basic financial statements.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts: the management's discussion and analysis (this portion), the basic financial statements, notes to the basic financial statements, and required supplementary information. In addition to the required parts, we have included the optional combining statements for other governmental funds, other enterprise funds, agency funds, and a statistical section. This discussion and analysis are intended to serve as an introduction to the City's basic financial statements.

The City's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to basic financial statements. This report also contains supplementary information in addition to the basic financial statements.



Government-Wide Financial Statements

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

The statement of net position presents information on all the City's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference between the two reported as net position. Net position is then shown as restricted or unrestricted. Over time, increases or decreases in the net position may serve as an indicator of whether the City's financial position is improving or deteriorating.

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

CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2024

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

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

The government-wide financial statements can be found beginning on page 20 of this report.

Fund Financial Statements

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

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

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

This document reports thirty (30) governmental funds. Information is presented separately in the governmental funds balance sheet (pages 24-25) and in the governmental funds statement of revenues, expenditures, and changes in fund balances (pages 27-28) for the General Fund, the Housing Agency Section 8 Fund, the American Rescue Plan Fund, the County Grants, the State Grants, the Capital Improvement Fund, and the 2018 Series A COP Fund since these funds are considered major funds. Data from the additional twenty-three (23) governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these other governmental funds is provided in the form of combining statements in the other governmental funds' supplementary information section of this report, which begins on page 107.

The City adopts an annual appropriated budget for its General Fund as well as its other governmental funds. Budgetary comparison statements are presented on pages 98-103 and 118-136. The governmental fund financial statements can be found on pages 20 through 29 of this report.

CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2024

Proprietary Funds - Proprietary funds use the accrual basis of accounting, which is the same method used by private businesses. Proprietary funds can be classified as either “enterprise funds” or “internal service funds.” The City maintains only one type of proprietary fund: enterprise funds. The City has four enterprise funds: the Water Enterprise Fund, the Golf Course Fund, the Sports Arena Fund, and the Pico Rivera Innovative Municipal Energy (PRIME) fund. The PRIME fund was established during Fiscal Year 2017-18 and is utilized to capture the activity of the City's Community Choice Aggregate enterprise function. The basic proprietary fund financial statements can be found beginning on pages 30 through 32 and pages 138 through 139 of this report.

Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The City has one Fiduciary fund: the Successor Agency to the City of Pico Rivera Redevelopment Agency Private-Purpose Trust Fund. This fund is not reflected in the government-wide financial statements because the resource of this fund is not available to support the City's own programs. The accounting used for fiduciary funds is the full accrual accounting method. The fiduciary fund financial statements can be found on pages 35 and 36 of this report.

Notes to Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found beginning on page 37 of this report.

Required Supplementary Information

The required supplementary information (RSI) schedules further explain and support the information in the financial statements. This section includes the schedules of the City's funding for its employee pension program, other post-employment benefit (OPEB) programs, and the budgetary comparison for the general and major special revenue funds. The required supplementary information can be found on pages 88 through 97 of this report.

Other Supplementary Information

Other supplementary information includes combining and individual budgetary comparison schedules for non-major Governmental Funds, combining statements for other enterprise funds, and Agency Funds and Internal Service funds. Other supplementary information can be found on pages 107 through 136 of this report.

FINANCIAL HIGHLIGHTS

Citywide

- Comparing the fiscal year ending June 30, 2024, with June 30, 2023, the City's total net position increased by \$35.951 million, from \$374.704 million to \$410.655 million. Of this amount, there was an increase in total assets of \$42.408 million to \$545.634 million, an increase in total liabilities of \$8.555 million to \$145.663 million, a decrease in deferred outflows of resources of \$204 thousand and a decrease of deferred inflows of resource of \$2.301 million.
- Citywide revenues totaled \$138.255 million, an increase of \$12.948 million over the prior year. Expenses were \$102.305 million, an increase of \$12.169 million over the preceding year.

CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2024

- During the year, the City actively worked on several capital improvement projects, resulting in some capital outlay, including \$5.946 million in the Pico Rivera Regional Bikeway project, \$2.298 million in the Per-and Polyfluorinated Substances (PFAS) Treatment, \$1.2 million in the residential resurfacing program, \$1.944 million in the Smith Park Aquatic Center Renovation project, etc. As a result, the City's capital assets, after depreciation, increased by \$15.801 million to \$353.611 million.

Citywide – Governmental Activities

Governmental Activities revenues increased \$6.709 million to \$92.758 million (prior to any transfers and capital contribution). The net increase resulted from a combination of a few main factors: increases of \$5.495 million in operating grant, \$3.523 million in investment earnings, \$1.406 million in other taxes, 1.019 million in sales taxes, \$363 thousand in property taxes, offset by decreases of \$2.260 million in capital grants and contribution, \$1.143 million in charges for services, \$816 thousand in miscellaneous revenues, and \$779 thousand in capital grants.

Governmental Activities expenditure increased by \$6.994 million to \$69.315 million. This is mainly attributed to a combination of increases and decreases as follows: \$3.079 million increase in Public Works, \$2.097 million in General Government, \$717 thousand in Public safety, and \$712 thousand in Parks and Recreation.

Fund Level – General Fund

Comparison of FY 2023-24 Actuals to FY 2022-23 Actuals:

- General Fund revenues were \$60.365 million, an increase of \$2.940 million over the prior year. The increase was mainly due to increased investment and rental revenues, sales taxes, property taxes, and business license revenues:
 - Investment and rental revenues increased by \$2.625 million. The increase was mainly attributed to higher investment market value returns than last fiscal year.
 - Tax revenues increased by \$1.169 million as the City received \$1.019 million more sales taxes, primarily due to the impact of inflation on consumer goods. The City received \$363 thousand more property taxes due to increased property assessments compared to the prior fiscal year.
 - Licenses and permits revenue increased by \$1.079 million due to increased Business License Tax (BLT) revenues of \$1.171 million. In November 2022, the City voters overwhelmingly approved Measure AB to modernize the City's outdated Business License fee structure and to provide equity for small businesses. The City has experienced more BLT revenues as more and more businesses renewed their licenses under the new fee structure implemented in January 2023 following the enactment of Measure AB.
 - Miscellaneous revenues decreased by \$997 thousand, primarily due to legal settlements of \$811 thousand in the prior fiscal year.
- General Fund expenditures were \$51.197 million, a \$3.352 million increase from the prior year:
 - Public Safety expenditures increased by \$715 thousand as the Los Angeles County Sheriff's Department increased the public safety contract by 8% in FY 2023-24.

CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2024

- Public Works expenditures increased by \$1.177 million as the department filled some vacancies and experienced increased contracted services and supplies due to inflation.
- Parks and Recreation expenditures increased by \$1.010 million, driven by increases in salaries and benefits, filling vacant positions, and higher costs associated with special events. Additionally, there has been a rising need for hourly staffing for parks and seasonal programs, such as camps.
- Community Development expenditures increased by \$320 thousand, primarily due to filling vacancies and increase in Planning, Economic Development, and Building and Safety Services for ongoing projects such as Permitting Software, Mobile Home Ordinance, Land Use Plan, and Façade Enhancements.

The General Fund's fund balance increased by \$2.669 million to \$84.939 million as of June 30, 2024.

Comparison of FY 2023-24 Actuals to FY 2023-24 Final Amended Budget: The General Fund's actual net change in fund balance was \$2.669 million, which is \$8.827 million higher than the budgeted deficit of (\$6.158) million. This variance is primarily attributed to the following factors:

Revenues: Actual revenues were higher than budgeted for in different categories:

- Investment and Rental Revenues: Actual revenues exceeded the budget by \$2.929 million due to improved market value returns compared to the previous fiscal year.
- Taxes and Assessments: Actual revenues were \$1.081 million higher than budgeted, primarily driven by higher-than-expected sales tax collections.
- Licenses and Permits: Actual revenues were \$2.056 million below budgeted amounts. In November 2022, City voters overwhelmingly approved Measure AB, which modernized the City's outdated BLT fee structure and introduced greater equity for small businesses. However, businesses in the City required more time than anticipated to adjust to the new fee structure, which was implemented in January 2023 after Measure AB's enactment.

Expenditure: Actual spending was lower than budgeted across multiple departments:

- General Government: \$834 thousand under budget, primarily due to vacant positions.
- Public Safety: \$933 thousand under budget, driven by lower-than-anticipated rates from the Los Angeles County Sheriff's Department.
- Public Works: \$476 thousand under budget, mainly due to vacant positions and delays in contract services.
- Parks and Recreation: \$1.133 million under budget, attributed to vacant positions and delays in some professional and contracted services.
- Community Development: \$3.113 million under budget, primarily due to lower-than-anticipated and delayed expenditure on professional and contracted services.

CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2024

The expenditure variances were primarily driven by supply chain disruptions, unfilled staff positions, and delays in securing contracts with professional firms and contractors, which impeded departments from fully executing their planned activities. Additionally, approximately \$1.767 million in General Fund encumbrance was carried forward to cover some of the delayed professional and contracted services.

Fund Level – Proprietary Funds

The City had four Enterprise Funds in Fiscal Year 2023-24.

Business-type Activities – Enterprise Funds – Overall, the total net position of these funds increased by \$12.541 million to \$59.778 million as of June 30, 2024.

- Total assets increased by \$13.098 million to \$101.030 million, mainly driven by a \$6.027 million rise in Pico Rivera Innovative Municipal Energy (PRIME) fund cash and investments and a \$2.812 million increase in PRIME prepaid amounts. The cash increase was largely attributable to a net income of \$7.251 million in FY 2023-24, driven by a particularly hot summer.
- Total liabilities increased by \$732 thousand to \$42.897 million, comprised of a \$777 thousand increase in current liabilities and a \$44 thousand decrease in noncurrent liabilities. Significant changes within current liabilities include a \$355 thousand increase in Accounts Payable and a \$278 thousand rise in Accrued Liabilities. All of them were settled in July and August, indicating only a timing difference.
- Total operating revenues increased \$6.074 million to \$42.143 million, and operating expenses increased \$5.238 million to \$32.591 million. Most changes were related to the operation of PRIME. The Charges for Services revenue increased by \$4.302 million due to higher electricity prices and usage in the hot summer. At the same time, the cost of PRIME's power supply has increased by \$2.474 million.

Fund Level – Fiduciary Funds

- The Fiduciary Fund is discussed later in this document.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The City of Pico Rivera presents its financial statements under the reporting models required by the Governmental Accounting Standard Board (GASB) pronouncements. The most recent pronouncement implemented by the City, GASB 100, requires accounting and financial reporting for each type of accounting change and error correction.

Below is the schedule of the Statement of Net Position for the years ended June 30, 2024, and 2023, covering Governmental Activities and Business-Type Activities (i.e., enterprise funds).

Net position serves as an indicator of a government's financial position over time. As of June 30, 2024, the City's combined net position (governmental and business-type activities) totaled \$410.655 million, an increase of \$35.951 million from the prior year.

**CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

June 30, 2024

City of Pico Rivera

Statement of Net Position

Fiscal Year ended June 30, 2024, and June 30, 2023

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Assets:						
Current and Other Assets	\$ 135,473,526	\$ 120,066,304	\$ 38,926,286	\$ 28,384,914	\$ 174,399,812	\$ 148,451,218
Internal Balances	20,436,212	19,701,636	(20,436,212)	(19,701,636)	-	-
Land held for resale	1,701,360	1,701,360	-	-	1,701,360	1,701,360
Receivables from						
Successor Agency	15,724,611	15,070,401	197,206	192,770	15,921,817	15,263,171
Capital and Leased Assets	291,705,001	278,632,226	61,906,073	59,177,953	353,611,074	337,810,179
Total Assets	\$ 465,040,710	\$ 435,171,927	\$ 80,593,353	\$ 68,054,001	\$ 545,634,063	\$ 503,225,928
Deferred Outflow of resources	\$ 12,993,886	\$ 13,149,379	\$ 2,207,264	\$ 2,255,705	\$ 15,201,150	\$ 15,405,084
Liabilities:						
Current liabilities	\$ 29,821,714	\$ 22,437,477	\$ 6,441,112	\$ 5,664,351	\$ 36,262,826	\$ 28,101,828
Long-term liabilities	41,435,646	41,600,203	6,299,062	7,491,870	47,734,708	49,092,073
Net OPEB Obligation	16,305,924	15,511,905	2,118,847	1,609,402	18,424,771	17,121,307
Net Pension Liabilities	35,639,209	35,272,270	7,601,404	7,520,930	43,240,613	42,793,200
Total Liabilities	123,202,493	\$ 114,821,855	22,460,425	22,286,553	\$145,662,918	\$137,108,408
Deferred Inflows of resources	\$ 3,954,819	\$ 6,031,718	\$ 562,450	\$ 786,394	\$ 4,517,269	\$ 6,818,112
Net Position:						
Net investment in capital assets	\$ 257,453,378	\$ 244,677,341	\$ 54,496,158	\$ 50,610,138	\$ 311,949,536	\$ 295,287,479
Restricted	32,103,004	31,184,653	-	-	32,103,004	31,184,653
Unrestricted	61,320,902	51,605,739	5,281,584	(3,373,379)	66,602,486	48,232,360
Total Net Position	\$ 350,877,284	\$ 327,467,733	\$ 59,777,742	\$ 47,236,759	\$ 410,655,026	\$ 374,704,492

Net position consists of three categories: net investment in capital assets, restricted assets, and unrestricted assets. The most significant amount of the net position (governmental and business-type activities), approximately \$311.950 million is the City's investment in capital assets, including land, buildings, infrastructure, furniture, and equipment, net of accumulated depreciation and related debt for acquiring these capital assets. Since capital assets are used to provide services to citizens, they are not available to fund the city's day-to-day activities.

On June 30, 2024, the City's restricted net position was \$32.103 million or 7.82% of the total net position. These are assets subject to external restrictions, constitutional provisions, or enabling legislation that limits how these assets may be used. The restricted net position includes the Housing Section 8 Grant Fund, Home Grant Fund, and other special revenue funds. The remaining balance of the net position of \$66.602 million is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors. The unrestricted amount increased by \$18.279 million compared to the June 30, 2023 amount.

Governmental Activities - Governmental activities' assets increased \$29.869 million to \$465.041 million, deferred outflow of resources decreased \$155 thousand, liabilities increased \$8.381 million to \$123.202 million, deferred inflows of resources decreased \$2.077 million, and total net position increased \$23.410 million to \$350.877 million when compared to the prior year.

- Cash and investments increased by \$12.956 million to \$108.363 million compared to the prior year. This increase is attributed to the City's governmental activities during FY 2023-24.

CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2024

- Accounts receivable increased by \$2.141 million, mainly due to a \$4.387 million increase in the State Grant Funds receivable, as the City expects to receive grant reimbursements in FY 2024-25 for amounts billed in FY 2023-24. This rise was partially offset by a \$1.604 million decrease in the Measure R fund and a \$1 million decrease in County Grants receivables, as the City collected the amounts billed in FY 2022-23 during FY 2023-24.
- Capital assets increased by \$13.073 million as the City progressed with various capital improvement projects, including \$5.946 million for the Pico Rivera Regional Bikeway project, \$1.2 million for the residential resurfacing program, and \$1.944 million for the Smith Park Aquatic Center Renovation, among others.
- Unearned revenue increased by \$7.709 million after the City received \$10 million from the County for the Smith Park Aquatic Center project, with \$2.2 million spent in FY 2023-24.
- Deferred inflows of resources decreased by \$2.077 million, primarily in connection with the City's Other Post-Employment Benefits (OPEB) and Pension Plans.
- There were \$27.873 million in pension liabilities along with the deferred outflow of resources and deferred inflows of resources that are related to the implementation of GASB 68, which was first effective for FY ending June 30, 2015, and was first reported on the financial statements for FY 2014-15.
- There were \$16.415 million in Other Post Employment Benefit (OPEB) liabilities along with deferred outflow of resources and deferred inflows of resources relative to the implementation of GASB 75, effective for FY 2017-18. Similar to GASB 68, OPEB liabilities, deferred outflows/inflows of resources and expenses related to post-employment benefits (i.e., retiree health care) must be recognized in the financial statements.

Business-Type Activities - Business-type activities assets increased by \$12.539 million to \$80.593 million, deferred outflow resources decreased by \$48 thousand to \$2.207 million, liabilities increased by \$174 thousand to \$22.460 million, deferred inflow of resources decreased by \$224 thousand to \$562 thousand, and total net position increased \$12.541 million to \$59.778 million when compared to the prior year.

- Cash and investments increased by \$7.072 million to \$27.919 million compared to the prior year. This increase is attributed to the City's business-type activities operation during FY 2023-24.
- Capital assets increased by \$2.728 million as the City progressed with various capital improvement projects, including \$2.298 million in the per- and polyfluorinated substances (PFAS) project.
- Liabilities increased by \$174 thousand, mainly driven by a \$776 thousand increase in current liabilities at the end of the fiscal year due to timing differences and a \$590 thousand rise in OPEB and pension liabilities. The increase was partially offset by the payment of \$1.193 million in principal on the Water Authority Revenue Bond Series 1999 A.
- There were \$5.942 million in pension liabilities along with the deferred outflow of resources and deferred inflows of resources that are related to the implementation of GASB 68, which was first effective for FY ending June 30, 2015, and was first reported on the financial statements for FY 2014-15.
- There were \$2.133 million in Other Post Employment Benefit (OPEB) liabilities along with deferred outflow of resources and deferred inflows of resources relative to the implementation of GASB 75, effective for FY 2017-18. Similar to GASB 68, OPEB liabilities, deferred outflows/inflows of

CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2024

resources, and expenses related to post-employment benefits (i.e., retiree health care) must be recognized in the financial statements.

The Statement of Activities for the Governmental Activities and Business-type Activities is shown below:

City of Pico Rivera
Statement of Activities
Fiscal Year ended June 30, 2024, and June 30, 2023

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Revenues						
Program Revenues:						
Charges for services	\$ 5,137,811	\$ 5,972,134	\$ 42,143,353	\$ 36,069,315	\$ 46,972,902	\$ 42,041,449
Operating grants and contributions	27,540,888	22,046,380	-	246,661	27,540,888	22,293,041
Capital grants and contributions	946,727	3,207,183	70,935	2,518,595	1,017,662	5,725,778
General Revenues:						
Property taxes	15,379,635	15,016,822	-	-	15,379,635	15,016,822
Sales and use taxes	26,136,067	25,116,979	-	-	26,136,067	25,116,979
Franchise taxes	2,084,370	2,063,404	-	-	2,084,370	2,063,404
Utility users taxes	3,881,820	4,001,578	-	-	3,881,820	4,001,578
Other taxes	4,964,759	3,867,144	-	-	5,273,021	3,867,144
Investment earnings	5,558,556	2,035,505	1,170,718	423,345	6,729,274	2,458,850
Gain on bond defeasance	-	-	-	-	-	-
Gain on sale of capital assets	149,904	928,625	-	-	149,904	928,625
Miscellaneous	977,447	1,793,456	-	-	977,447	1,793,456
Total Revenues	92,757,984	86,049,210	43,385,006	39,257,916	136,142,990	125,307,126
Expenses						
General Government	12,731,508	10,634,542	-	-	12,731,508	10,634,542
Public safety	13,379,213	12,661,589	-	-	13,379,213	12,661,589
Public works	18,936,919	15,857,499	-	-	18,936,919	15,857,499
Parks and recreation	9,252,519	8,540,605	-	-	9,252,519	8,540,605
Health and welfare	7,372,371	7,274,930	-	-	7,372,371	7,274,930
Community development	6,295,744	5,957,282	-	-	6,295,744	5,957,282
Interest and fiscal charges	1,346,707	1,394,492	-	-	1,346,707	1,394,492
Enterprise operations	-	-	32,989,954	27,814,867	32,989,954	27,814,867
Total Expenses	69,314,981	62,320,939	32,989,954	27,814,867	102,304,935	90,135,806
Increase/Decrease in net position before transfers	23,443,003	23,728,271	10,395,052	11,443,049	33,838,055	35,171,320
Transfers	(33,452)	(56,438)	33,452	56,438	-	-
Capital Contribution	-	-	2,112,479	-	2,112,479	-
Change in net position:	23,409,551	23,671,833	12,540,983	11,499,487	35,950,534	35,171,320
Net position-beginning of year	327,467,733	303,795,900	47,236,759	35,737,272	374,704,492	339,533,172
Net position-end of year	\$ 350,877,284	\$ 327,467,733	\$ 59,777,742	\$ 47,236,759	\$ 410,655,026	\$ 374,704,492

Governmental Activities – Total revenues increased by \$6.709 million, and expenses increased by \$6.994 million compared to the previous year.

- Overall, program revenues increased by \$2.4 million, primarily due to an increase of \$5.494 in operating grants and contributions, offset by decreases of \$834 thousand million in charges for services and \$2.260 million in capital grants and contributions.
- Overall, general revenues increased by \$4.309 million, with a \$3.523 million increase in investment earnings due to favorable market conditions, an increase of \$1.098 million from other taxes,

CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2024

including business license taxes, a \$1.019 million rise in sales taxes mainly due to inflation, and an additional \$363 thousand from property taxes as assessment values climbed. These gains were offset by declines in miscellaneous revenues, with \$816 thousand less due to a \$615 thousand drop in Image Enhancement Fee revenue and a \$779 thousand decrease in capital grants.

- Expenses increased by \$6.994 million in FY 2023-24, influenced by several major areas: General Government costs rose by \$2.097 million, Public Safety by \$717 thousand, Public Works by \$3.079 million, Parks and Recreation by \$712 thousand, and Community Development by \$338 thousand. These increases resulted from cost-of-living adjustments in salaries and benefits, filling vacant positions, higher spending on contracted services and supplies, and OPEB and pension-related transactions.

Business-Type Activities - The City has three major Enterprise Funds: the Water Fund, the Golf Course Fund, and the Pico Rivera Innovative Municipal Energy Fund (PRIME), which operated for the fifth full year in FY 2023-24.

- Revenue rose by \$4.127 million, primarily attributed to a \$4.302 million increase in PRIME Charges for Services due to higher energy costs and usage during the hot summer of FY 2023-24.
- Expenses increased by \$5.175 million. There are three notable items: a \$2.474 million increase in PRIME cost of power, stemming from rising energy costs and higher usage during the summer. An additional \$1.458 million for salaries and benefits and \$850 thousand more in contractual services, attributed to cost-of-living adjustments for salaries and benefits, the filling of vacancies, greater spending on contracted services and supplies, and OPEB and pension-related transactions.

FUND FINANCIAL STATEMENTS

Governmental Funds - The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the City's governmental funds is to provide information on near-term inflows and outflows during the fiscal year and balances of spendable resources at the end of the fiscal year. Such information may be useful in assessing the City's financing requirements to meet the current needs. In particular, the unassigned fund balance may serve as a useful measure of the City's net resources that are available for appropriation.

As of June 30, 2024, the City's governmental funds reported a combined ending fund balance of \$132.145 million, as shown on page 25. The fund balance categories of governmental funds displayed \$27.361 million as nonspendable, \$35.948 million as restricted, \$29.660 million as committed, \$43.467 million as assigned, and (\$4.291) million as unassigned. (Please refer to Note Number 12 of the Notes to Financial Statements for a detailed breakdown.)

The City reports seven major governmental funds: the General Fund, the Special Revenue Housing Agency Section 8 Fund, the Special Revenue American Rescue Plan Fund, the Special Revenue County Grants Fund, the Special Revenue State Grants Fund, the Capital Projects Capital Improvement Fund, and the Capital Projects 2018 Series A COP Fund, which is described below. Major funds are generally defined as having significant activities or balances in the current year. Other individual government funds may be found in the Supplemental section, which begins on page 106.

General Fund - The General Fund is the chief operating fund of the City and is used for all the general revenues of the City, not specifically levied or collected for other City funds and its related expenditures. At the end of the current fiscal year, the General Fund had a fund balance of \$84.939 million, an increase of \$2.669 million

CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2024

from the previous year. The nonspendable amount is \$27.361 million, the restricted amount is \$1.511 million, the committed amount is \$29.660 million, the assigned amount is \$25.240 million, and the unassigned amount is \$1.167 million.

Housing Agency Section 8 Special Revenue Fund – This Fund accounts for monies received from the U.S. Department of Housing and Urban Development for rental assistance for low-income families to meet their housing needs. \$6.999 million in revenue was received during the year, and \$6.674 million was spent. The ending fund balance was \$858 thousand.

This fund's largest revenue source is the actual Section 8 Federal Funding used to provide housing assistance to eligible residents. Actual revenue is a function of the number of housing vouchers issued. In FY 2023-24, \$793 thousand more was received compared to the prior year, and overall expenditures were \$527 thousand higher.

American Rescue Plan Special Revenue Fund – This fund accounts for funds received from the U.S. (federal) government to address the continued impact of COVID-19 on the economy, public health, state and local governments, individuals, and businesses. The City received the 1st and the 2nd tranches of the allocation of \$7.386 million each in May 2021 and June 2022, respectively. The City offset \$10.228 million in "General Revenue Loss" funds with the law enforcement operating expenses in FY 2021-22. There is \$4.544 million remaining as unearned revenue in the American Rescue Plan Fund as of 6/30/2024. The City will obligate all funds by December 31, 2024, and expend all funds by December 31, 2026, per the guidelines set forth by the U.S. Treasury Department.

County Grants Special Revenue Fund—This fund accounts for various Los Angeles County grants that are received for restricted expenditures on specific programs and projects.

During the fiscal year, the fund had \$2.295 million in revenue and \$1.510 million in expenditure, mainly related to the Smith Park Aquatic Center project.

State Grants Special Revenue Fund—This fund accounts for various State of California grants received for restricted expenditures on specific programs and projects.

Throughout the fiscal year, the fund received \$1.799 million in revenue. It incurred \$6.327 million in expenditure, primarily for the Pico Rivera Regional Bikeway project (\$2.462 million), the Major Corridors Median Beautification project (\$1.243 million), the Rosemead Blvd Median Beautification project (\$584 thousand), and an additional \$511 thousand for the Pico Rivera Regional Bikeway project.

As of June 30, 2024, the fund had \$4.869 million in unavailable revenue, which the City has been gradually collecting.

Capital Improvement Capital Projects Fund – This fund accounts for funds for the acquisition or construction of major capital facilities.

Throughout the fiscal year, the City transferred \$7.425 million to this fund to support various capital improvement projects, including \$4 million for street paving and \$1.3 million for turf replacement at Smith Park. The fund incurred expenditures of \$2.511 million, including \$547 thousand for ADA and safety improvements at the Senior Center restroom, \$462 thousand for renovations at the Teen Center, and \$365 thousand for replacing restrooms at Pico Park's outdoor field.

2018 Series A COP Capital Projects Fund—This fund accounts for activity related to the City's capital projects financed with the 2018 Series A Certificates of Participation issued in FY 2018-19. As of June 30, 2024, the aggregate outstanding principal amount was \$13.105 million.

CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
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During the year, there was interest revenue of \$257 thousand, a bond principal payment of \$300 thousand and interest charges of \$532 thousand in expenditures. The ending fund balance was \$5.124 million.

Business-type Activities – Enterprise Funds

The enterprise fund group has three major funds: the Water Operations Enterprise fund, the Pico Rivera Municipal Energy (PRIME) fund, and the Pico Rivera Golf Course fund, which are discussed below.

Water Operations Enterprise Fund - The Water Operations Enterprise Fund accounts for the operation and maintenance of the City's water treatment, water transmission, and distribution system. During the year, \$12.152 million was received as operating revenue and \$2.112 million as capital contributions from the Water Replenishment District for the PFAS project, with operating expenses at \$9.464 million. During the year, there was a \$701 thousand investment income and \$399 thousand bond interest charges. The Water Fund's net position increased by \$5.572 million from the prior year to \$45.327 million.

Pico Rivera Innovative Municipal Energy (PRIME) Fund – PRIME was created in FY 2017-18. The City established a Community Choice Aggregation (CCA) operation. PRIME is operated as a modified Joint Powers Authority (JPA), with the City of Lancaster as the lead agency of the JPA. CCAs operate in such a way that power purchase and rate-setting authorities are exercised locally. Southern California Edison (SCE) still provides transmission of all electricity and billing. However, PRIME utilizes third-party consultants to purchase power and answer billing inquiries from Pico Rivera residents. The benefit is that the overhead is lower, and those cost savings have been passed on to residential and commercial customers.

Operating revenues increased by \$4.333 million to \$28.339 million during the year, and operating expenses increased by \$2.579 million to \$21.515 million from the prior year.

Pico Rivera Golf Course Fund – This fund accounts for the operations of the City-owned golf course.

Operating revenues rose by \$575 thousand to \$1.330 million during the year, while operating expenses increased by \$354 thousand to \$1.774 million compared to the previous year. As a result, the net position of the Golf Course Fund declined by \$411 thousand of the prior year, bringing it to (\$4.015) million.

Please refer to pages 24 and 25 for the Balance Sheet of Governmental Funds, page 26 for the Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position, pages 27 and 28 for the Statement of Revenues, Expenditures and Changes in Fund Balances-Governmental Funds, and page 29 for the Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities. For the Water Operations Enterprise Fund, see pages 30 through 31.

Capital Assets Administration

The City's investments in capital assets on June 30, 2024, were \$291.705 million (net of accumulated depreciation of \$170.610 million) for its governmental activities and \$61.906 million (net of accumulated depreciation of \$26.680 million) for its business-type activities. The investment in capital assets includes land, buildings, structures and improvements, infrastructure (roads, sidewalks, streetlights, etc.), furniture, vehicles, equipment, leased assets, and construction in progress.

CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2024

**City of Pico Rivera
Capital Assets (Net of Accumulated Depreciation)
Fiscal Year ended June 30, 2024 and June 30, 2023**

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$120,696,364	\$120,696,364	\$18,174,060	\$18,174,060	\$138,870,424	\$138,870,424
Structures & Improvements	25,590,725	25,590,725	7,132,351	7,132,351	32,723,076	32,723,076
Furniture, Equipment & Vehicles	8,584,980	7,689,601	3,106,401	2,410,638	11,691,381	10,100,239
Infrastructure	286,592,464	252,352,928	22,121,739	17,692,287	308,714,203	270,045,215
Leased Assets	213,988	111,108	-	-	213,988	111,108
Construction in progress	20,636,053	36,310,556	10,685,501	12,118,244	31,321,554	48,428,800
Rights of Way	-	-	5,579,916	5,579,916	5,579,916	5,579,916
Utility Plant	-	-	21,785,673	21,785,673	21,785,673	21,785,673
Total Capital Assets	\$462,314,574	\$442,751,282	\$88,585,641	\$84,893,169	\$550,900,215	\$527,644,451
Less depreciation	(170,609,573)	(164,119,056)	(26,679,568)	(25,715,216)	(197,289,141)	(189,834,272)
Net Capital Assets	\$291,705,001	\$278,632,226	\$61,906,073	\$59,177,953	\$353,611,074	\$337,810,179

Additional information on the City's capital assets can be found in Note 5 to the basic financial statements on pages 57 to 58 of this report.

Debt Administration

As of June 30, 2024, the City's total indebtedness was \$113.369 million, an increase of \$672 thousand compared to the prior fiscal year. Debt includes bonds, certificates of participation, pension obligations, post-employment benefits, capital lease obligations, lease liability, and compensated absences. State statutes limit the amount of general obligation debt a governmental entity may issue to 15% of its total assessed valuation.

Governmental activities - Overall, governmental activities' total indebtedness at year-end is \$96.054 million. Governmental activities total indebtedness increased by \$1.199 million during the year, primarily due to the increase of claims and judgments by \$1.317 million. Please refer to note 6 on pages 59 to 60 for further details.

Business-type activities - Overall, business-type debt at year-end is \$17.316 million, decreasing by \$527 thousand during the year, primarily due to a \$509 thousand increase in other post-employment benefits and a \$1.190 million principal payment on the 1999 Water Authority Revenue Bonds.

**CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2024**

**City of Pico Rivera
Outstanding Long-Term Liabilities
Fiscal Year ended June 30, 2024 and June 30, 2023**

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Bonded Indebtedness:						
Revenue bonds	\$ 22,935,000	\$ 23,965,000	\$ 6,990,000	\$ 8,180,000	\$ 29,925,000	\$ 32,145,000
Certificates of Participation	13,105,000	13,405,000	-	-	13,105,000	13,405,000
Bond premium	2,572,829	2,730,302	192,648	232,506	2,765,477	2,962,808
Bond discount	-	-	-	-	-	-
Other long-term debt:						
Net pension liabilities	35,639,209	35,272,270	7,601,404	7,520,930	43,240,613	42,793,200
Other post-employment benefits	16,305,924	15,511,905	2,118,847	1,609,402	18,424,771	17,121,307
Lease Liability	120,183	61,319			120,183	61,319
Claims and judgements	3,507,000	2,190,000	-	-	3,507,000	2,190,000
Compensated absences	1,868,520	1,719,281	412,682	299,293	2,281,202	2,018,574
Total Indebtedness	\$ 96,053,665	\$ 94,855,077	\$ 17,315,581	\$ 17,842,131	\$ 113,369,246	\$ 112,697,208

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

As of June 30, 2024, the General Fund reported an operating surplus of \$9.065 million (operating revenues minus operating expenditures). When factoring in Transfers In and Transfers Out, the net change in fund balance was \$2.669 million.

The Fiscal Year 2024-25 General Fund budget is balanced. The City's sales tax and property tax revenues are projected to increase 2%-3% in FY 2024-25. The nation is currently facing moderate growth, stable inflation rates, and ongoing labor market recovery. Although inflation shows signs of slowing, there are rising pressures from geopolitical tensions and potential trade policy changes. Job growth is expected to slow due to demographic shifts affecting labor force participation. In response, the Federal Reserve will likely continue lowering interest rates to stimulate the economy. Geopolitical conflicts may increase oil prices and impact inflation, while trade policies could raise costs for consumers and businesses.

With these conditions in mind, the City is committed to developing responsible budgets that provide essential services to residents and reflect the City Council's priorities. Ongoing efforts will prioritize the City's fiscal health, emphasizing financial sustainability and stability in future budget planning.

The budget document will be the basis of an ongoing effort to monitor the City's finances. Staff provides monthly and quarterly updates to the City Council to ensure the City stays on its financial plan and our ongoing budgets remain balanced and on the path to a sustainable future.

CITY OF PICO RIVERA
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2024

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the City's finances for readers of the financial statements. Questions concerning any of the information in this report or requests for additional financial information should be addressed to the Director of Administrative Services, City of Pico Rivera, California.

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CITY OF PICO RIVERA, CALIFORNIA
STATEMENT OF NET POSITION
JUNE 30, 2024

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	\$ 108,363,183	\$ 27,918,853	\$ 136,282,036
Restricted Cash and Investments:			
Cash and Investments with Fiscal Agents	6,610,294	884,179	7,494,473
Escrow Deposits	2,727	-	2,727
Receivables, Net:			
Accounts	8,350,117	7,234,476	15,584,593
Taxes	7,644,168	-	7,644,168
Interest	540,323	76,903	617,226
Internal Balances	20,436,212	(20,436,212)	-
Inventories	3,825	-	3,825
Prepaid Items	139,318	2,811,875	2,951,193
Long-Term Receivables	3,819,571	-	3,819,571
Land Held for Resale	1,701,360	-	1,701,360
Receivables from Successor Agency	15,724,611	197,206	15,921,817
Capital Assets, Not Depreciated	141,332,417	34,439,477	175,771,894
Capital Assets, Depreciated, Net	150,372,584	27,466,596	177,839,180
Total Assets	<u>465,040,710</u>	<u>80,593,353</u>	<u>545,634,063</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amount on Refunding	1,382,141	-	1,382,141
Amounts Related to OPEB	3,262,535	423,946	3,686,481
Amounts Related to Pension Plans	8,349,210	1,783,318	10,132,528
Total Deferred Outflows of Resources	<u>12,993,886</u>	<u>2,207,264</u>	<u>15,201,150</u>
LIABILITIES			
Accounts Payable	6,857,039	3,430,498	10,287,537
Accrued Interest Payable	333,455	64,075	397,530
Accrued Liabilities	1,005,881	535,277	1,541,158
Deposits	1,171,082	623,112	1,794,194
Retention Payable	427,363	228,940	656,303
Unearned Revenue	13,534,437	262,942	13,797,379
Due to Other Agencies	3,819,571	-	3,819,571
Long-Term Liabilities:			
Due Within One Year	2,598,012	1,296,268	3,894,280
Due in More Than One Year:			
Long-Term Liabilities	41,435,646	6,299,062	47,734,708
Lease Liability	74,874	-	74,874
Net OPEB Liability	16,305,924	2,118,847	18,424,771
Net Pension Liability	35,639,209	7,601,404	43,240,613
Total Liabilities	<u>123,202,493</u>	<u>22,460,425</u>	<u>145,662,918</u>
DEFERRED INFLOWS OF RESOURCES			
Amounts Related to OPEB	3,371,797	438,142	3,809,939
Amounts Related to Pension Plans	583,022	124,308	707,330
Total Deferred Inflows of Resources	<u>3,954,819</u>	<u>562,450</u>	<u>4,517,269</u>
NET POSITION			
Net Investment in Capital Assets	255,047,492	54,345,848	309,393,340
Restricted for Community Development	14,948,067	-	14,948,067
Restricted for Transportation	14,991,762	-	14,991,762
Restricted for Low- and Moderate-Income Housing	3,655,778	-	3,655,778
Restricted for Pension Contribution	1,454,751	-	1,454,751
Restricted for Other Purposes	1,085,878	-	1,085,878
Unrestricted	59,693,556	5,431,894	65,125,450
Total Net Position	<u>\$ 350,877,284</u>	<u>\$ 59,777,742</u>	<u>\$ 410,655,026</u>

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024**

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government	\$ 12,634,852	\$ 469,367	\$ 6,760,941	\$ -
Public Safety	13,379,213	1,163,574	186,159	-
Public Works	19,033,575	1,011,371	7,096,358	946,727
Parks and Recreation	9,252,519	661,269	1,123,808	-
Health and Welfare	7,372,371	184,993	5,729,943	-
Community Development	6,295,744	1,647,237	6,643,679	-
Interest and Fiscal Charges	1,346,707	-	-	-
Total Governmental Activities	69,314,981	5,137,811	27,540,888	946,727
Business-Type Activities:				
Water	9,464,358	12,151,949	-	2,183,414
Pico Rivera Innovative Municipal Energy	21,514,631	28,338,604	-	-
Sports Arena	236,499	322,479	-	-
Golf	1,774,466	1,330,321	-	-
Total Business-Type Activities	32,989,954	42,143,353	-	2,183,414
Total	\$ 102,304,935	\$ 47,281,164	\$ 27,540,888	\$ 3,130,141

GENERAL REVENUES

Taxes:

- Property
- Sales and Use
- Franchise
- Utility Users
- Other

Unrestricted Investment Earnings

Gain on sale of capital assets

Miscellaneous

Transfers

Total General Revenues and Transfers

CHANGE IN NET POSITION

Net Position - Beginning of Year

NET POSITION - END OF YEAR

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
STATEMENT OF ACTIVITIES (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-Type Activities	Total
\$ (5,404,544)	\$ -	\$ (5,404,544)
(12,029,480)	-	(12,029,480)
(9,979,119)	-	(9,979,119)
(7,467,442)	-	(7,467,442)
(1,457,435)	-	(1,457,435)
1,995,172	-	1,995,172
(1,346,707)	-	(1,346,707)
(35,689,555)	-	(35,689,555)
-	4,871,005	4,871,005
-	6,823,973	6,823,973
-	85,980	85,980
-	(444,145)	(444,145)
-	11,336,813	11,336,813
(35,689,555)	11,336,813	(24,352,742)
15,379,635	-	15,379,635
26,136,067	-	26,136,067
2,084,370	-	2,084,370
3,881,820	-	3,881,820
4,964,759	-	4,964,759
5,558,556	1,170,718	6,729,274
149,904	-	149,904
977,447	-	977,447
(33,452)	33,452	-
59,099,106	1,204,170	60,303,276
23,409,551	12,540,983	35,950,534
327,467,733	47,236,759	374,704,492
\$ 350,877,284	\$ 59,777,742	\$ 410,655,026

See accompanying Notes to Financial Statements.

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**CITY OF PICO RIVERA, CALIFORNIA
DESCRIPTION OF MAJOR FUNDS
JUNE 30, 2024**

GOVERNMENTAL FUNDS

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

Housing Agency Section 8 Special Revenue Fund accounts for rental assistance expenditures incurred to assist very low and low-income families in meeting their housing needs. Funds are provided by the U.S. Department of Housing and Urban Development.

American Rescue Plan Special Revenue Fund accounts for funds received from the U.S. (federal) government to address the continued impact of COVID-19 (i.e., coronavirus disease 2019) on the economy, public health, state and local governments, individuals, and businesses.

County Grants Special Revenue Fund accounts for various Los Angeles County grants that are received for restricted expenditures for specific programs and projects.

State Grants Special Revenue Fund accounts for the various state of California grants that are restricted to expenditures for specific programs and projects.

Capital Improvement Capital Projects Fund accounts for acquisition or construction of major capital facilities.

2018 Series A COP Capital Projects Fund accounts for activity related to the City's capital projects that are funded by the 2018 Series A Certificates of Participation.

ENTERPRISE FUNDS

Water Operations Fund accounts for the operation and maintenance of the City's water treatment, water transmission, and distribution system.

Pico Rivera Innovative Municipal Energy (PRIME) Fund accounts for the operation of the City's Community Choice Aggregation Program, which allows residents to choose their electric power provider and the source of their electricity.

Pico Rivera Golf Course Fund accounts for the operations of the City-owned golf course.

Pico Rivera Sports Arena Fund (NONMAJOR) accounts for funds received from the respective private concessionaires operating each facility.

INTERNAL SERVICE FUND (NONMAJOR)

This fund accounts for the financing of services provided from one department to another on a cost-reimbursement basis.

Equipment Replacement Fund accounts for expenditures made for the purpose of purchasing equipment to replace obsolete, broken, or other items in which it is economically unfeasible to continue repairing.

**CITY OF PICO RIVERA, CALIFORNIA
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2024**

	General	Special Revenue Funds	
		Housing Agency Section 8	American Rescue Plan
ASSETS			
Cash and Investments	\$ 48,216,064	\$ 879,480	\$ 4,544,655
Restricted Cash and Investments:			
Cash and Investments with Fiscal Agents	1,454,751	-	-
Escrow Deposits	-	2,727	-
Receivables:			
Accounts	249,663	-	-
Taxes	6,954,177	-	-
Interest	393,825	-	-
Due from Other Funds	3,457,137	-	-
Inventories	3,825	-	-
Advance to Other Funds	20,436,212	-	-
Long-Term Receivables	-	-	-
Prepaid Items	48,794	-	-
Land Held for Resale	1,701,360	-	-
Receivables from Successor Agency	13,840,715	-	-
Total Assets	<u>\$ 96,756,523</u>	<u>\$ 882,207</u>	<u>\$ 4,544,655</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ 2,640,101	\$ 89	\$ -
Accrued Liabilities	931,544	21,857	-
Due to Other Funds	-	-	-
Deposits	1,168,355	2,727	-
Retention Payable	18,823	-	-
Unearned Revenue	90,000	-	4,544,655
Due to Other Agencies	-	-	-
Total Liabilities	<u>4,848,823</u>	<u>24,673</u>	<u>4,544,655</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue	<u>6,968,788</u>	-	-
Total Deferred Inflows of Resources	<u>6,968,788</u>	-	-
FUND BALANCES (DEFICIT)			
Nonspendable	27,360,759	-	-
Restricted	1,510,564	857,534	-
Committed	29,660,398	-	-
Assigned	25,239,889	-	-
Unassigned	1,167,302	-	-
Total Fund Balances (Deficit)	<u>84,938,912</u>	<u>857,534</u>	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 96,756,523</u>	<u>\$ 882,207</u>	<u>\$ 4,544,655</u>

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
GOVERNMENTAL FUNDS
BALANCE SHEET (CONTINUED)
JUNE 30, 2024**

Special Revenue Funds		Capital Projects Funds		Other Governmental Funds	Total Governmental Funds
County Grants	State Grants	Capital Improvement	2018 Series A COP		
\$ 7,937,749	\$ 271,277	\$ 18,580,443	\$ -	\$ 26,851,970	\$ 107,281,638
-	-	-	5,155,543	-	6,610,294
-	-	-	-	-	2,727
18,354	5,160,976	-	-	2,921,124	8,350,117
-	-	-	-	689,991	7,644,168
-	633	-	-	138,093	532,551
-	-	-	-	-	3,457,137
-	-	-	-	-	3,825
-	-	-	-	-	20,436,212
-	-	-	-	3,819,571	3,819,571
-	-	-	-	90,524	139,318
-	-	-	-	-	1,701,360
-	-	-	-	1,883,896	15,724,611
<u>\$ 7,956,103</u>	<u>\$ 5,432,886</u>	<u>\$ 18,580,443</u>	<u>\$ 5,155,543</u>	<u>\$ 36,395,169</u>	<u>\$ 175,703,529</u>
\$ 64,770	\$ 2,031,057	\$ 353,294	\$ -	\$ 1,767,648	\$ 6,856,959
7,346	6,920	-	-	38,214	1,005,881
-	1,971,619	-	31,570	1,453,948	3,457,137
-	-	-	-	-	1,171,082
-	223,769	-	-	184,771	427,363
7,822,023	1,077,759	-	-	-	13,534,437
-	-	-	-	3,819,571	3,819,571
<u>7,894,139</u>	<u>5,311,124</u>	<u>353,294</u>	<u>31,570</u>	<u>7,264,152</u>	<u>30,272,430</u>
-	4,869,120	-	-	1,447,986	13,285,894
-	4,869,120	-	-	1,447,986	13,285,894
-	-	-	-	-	27,360,759
61,964	-	-	5,123,973	28,393,551	35,947,586
-	-	-	-	-	29,660,398
-	-	18,227,149	-	-	43,467,038
-	(4,747,358)	-	-	(710,520)	(4,290,576)
<u>61,964</u>	<u>(4,747,358)</u>	<u>18,227,149</u>	<u>5,123,973</u>	<u>27,683,031</u>	<u>132,145,205</u>
<u>\$ 7,956,103</u>	<u>\$ 5,432,886</u>	<u>\$ 18,580,443</u>	<u>\$ 5,155,543</u>	<u>\$ 36,395,169</u>	<u>\$ 175,703,529</u>

See accompanying Notes to Financial Statements.

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**CITY OF PICO RIVERA, CALIFORNIA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2024**

Fund Balances (Deficits) for Governmental Funds \$ 132,145,205

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

Capital and leased assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds:

Capital Assets	\$ 460,063,144	
Lease Assets	117,880	
Less: Accumulated Depreciation	<u>(170,104,955)</u>	
Subtotal		290,076,069

Interest receivable on certain long-term loans and certain grants receivable are not available to pay for current-period expenditures and therefore are deferred in the governmental funds. In the statement of net position, these receivables are recognized as earned revenues. 13,285,894

Internal service funds were used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds were included in governmental activities in the statement of net position. 2,718,169

Long-term liabilities and related accrued interest payable are not due and payable in the current period and therefore are not reported in the governmental funds:

Compensated Absences	(1,868,520)	
Claims Payable	(3,507,000)	
Accrued Interest Payable	(333,455)	
Lease Liability	(120,183)	
Revenue Bonds Payable	(38,612,829)	
Deferred Amount on Refunding	<u>1,382,141</u>	
Subtotal		(43,059,846)

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

Deferred Outflows of Resources Related to OPEB	3,262,535	
Deferred Inflows of Resources Related to OPEB	(3,371,797)	
Net OPEB Liability	(16,305,924)	
Deferred Outflows of Resources Related to Pensions	8,349,210	
Deferred Inflows of Resources Related to Pensions	(583,022)	
Net Pension Liability	<u>(35,639,209)</u>	
Subtotal		<u>(44,288,207)</u>

Net Position of Governmental Activities \$ 350,877,284

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2024**

	General	Special Revenue Funds	
		Housing Agency Section 8	American Rescue Plan
REVENUES			
Taxes and Assessments	\$ 45,752,339	\$ -	\$ -
Licenses and Permits	6,856,107	-	-
Intergovernmental	275,062	6,980,240	-
Charges for Services	1,394,675	-	-
Fines, Forfeitures, and Penalties	1,213,961	-	-
Investment and Rental	3,648,783	500	-
Miscellaneous	1,120,771	18,026	-
Total Revenues	<u>60,261,698</u>	<u>6,998,766</u>	<u>-</u>
EXPENDITURES			
Current:			
General Government	11,307,305	-	-
Public Safety	13,366,320	-	-
Public Works	11,228,551	-	-
Parks and Recreation	6,891,330	-	-
Health and Welfare	-	6,674,337	-
Community Development	6,308,071	-	-
Capital Outlay	128,044	-	-
Debt Service:			
Principal	1,030,000	-	-
Interest and Fiscal Charges	888,775	-	-
Lease Principal	44,016	-	-
Lease Interest	4,560	-	-
Total Expenditures	<u>51,196,972</u>	<u>6,674,337</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>9,064,726</u>	<u>324,429</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):			
Transfers In	1,679,327	-	-
Transfers Out	(8,177,796)	-	-
Lease Proceeds	102,880	-	-
Loss on Sale of Capital Assets	(196)	-	-
Total Other Financing Sources (Uses)	<u>(6,395,785)</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>2,668,941</u>	<u>324,429</u>	<u>-</u>
Fund Balances (Deficits) - Beginning of Year, as previously presented	82,269,971	533,105	-
Change within financial reporting entity (nonmajor to major fund)	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances (Deficits) - Beginning of Year, as Restated	<u>82,269,971</u>	<u>533,105</u>	<u>-</u>
FUND BALANCES (DEFICITS) - END OF YEAR	<u>\$ 84,938,912</u>	<u>\$ 857,534</u>	<u>\$ -</u>

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Special Revenue Funds		Capital Projects Funds		Other Governmental Funds	Total Governmental Funds
County Grants	State Grants	Capital Improvement	2018 Series A COP		
\$ -	\$ -	\$ -	\$ -	\$ 2,121,804	\$ 47,874,143
-	-	-	-	-	6,856,107
2,273,871	1,742,200	-	-	14,439,466	25,710,839
-	-	-	-	251,977	1,646,652
-	-	-	-	-	1,213,961
-	56,545	-	257,233	1,302,654	5,265,715
21,145	-	-	-	141,615	1,301,557
<u>2,295,016</u>	<u>1,798,745</u>	<u>-</u>	<u>257,233</u>	<u>18,257,516</u>	<u>89,868,974</u>
-	-	-	-	165,032	11,472,337
-	-	-	-	-	13,366,320
-	-	-	-	3,263,439	14,491,990
5,907	-	-	-	1,115,570	8,012,807
-	698,034	-	-	-	7,372,371
-	-	-	-	119,597	6,427,668
1,504,318	5,628,618	2,510,616	225,759	8,219,882	18,217,237
-	-	-	300,000	-	1,330,000
-	-	-	531,669	-	1,420,444
-	-	-	-	-	44,016
-	-	-	-	-	4,560
<u>1,510,225</u>	<u>6,326,652</u>	<u>2,510,616</u>	<u>1,057,428</u>	<u>12,883,520</u>	<u>82,159,750</u>
<u>784,791</u>	<u>(4,527,907)</u>	<u>(2,510,616)</u>	<u>(800,195)</u>	<u>5,373,996</u>	<u>7,709,224</u>
-	-	7,425,469	836,669	159,173	10,100,638
-	-	-	-	(3,045,996)	(11,223,792)
-	-	-	-	-	102,880
-	-	-	-	-	(196)
-	-	7,425,469	836,669	(2,886,823)	(1,020,470)
<u>784,791</u>	<u>(4,527,907)</u>	<u>4,914,853</u>	<u>36,474</u>	<u>2,487,173</u>	<u>6,688,754</u>
-	-	-	5,087,499	37,565,876	125,456,451
<u>(722,827)</u>	<u>(219,451)</u>	<u>13,312,296</u>	<u>-</u>	<u>(12,370,018)</u>	<u>-</u>
<u>(722,827)</u>	<u>(219,451)</u>	<u>13,312,296</u>	<u>5,087,499</u>	<u>25,195,858</u>	<u>125,456,451</u>
<u>\$ 61,964</u>	<u>\$ (4,747,358)</u>	<u>\$ 18,227,149</u>	<u>\$ 5,123,973</u>	<u>\$ 27,683,031</u>	<u>\$ 132,145,205</u>

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024**

Net Change in Fund Balances - Total Governmental Funds \$ 6,688,754

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

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

Capital Expenditures	\$ 19,160,731	
Loss on Disposal	(343,836)	
Depreciation Expense	<u>(6,981,746)</u>	
Subtotal		11,835,149

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

Adjustment to Interest Income on Notes Receivable and Advances to Other Funds	283,712	
Grant and Other Revenue Not Available to Pay for Current-Period Expenditures	<u>2,409,379</u>	
Subtotal		2,693,091

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

Net Change in Claims Payable	(1,317,000)	
Net Change in Compensated Absences	<u>(149,239)</u>	
Subtotal		(1,466,239)

Long-term liability activities are presented as financing sources and uses in the governmental funds but are reported as long-term liabilities in the statement of net position:

Principal Payments on Long-Term Liabilities	1,330,000	
Principal Payments on Lease Liabilities	44,016	
Issuance of Lease Liabilities	(102,880)	
Amortization of Deferred Bond Charges	65,330	
Change in Accrued Interest	<u>12,967</u>	
Subtotal		1,349,433

Internal service funds were used by management to charge the cost of certain activities to the individual funds. The net revenue of the internal service funds was reported with governmental activities.

1,456,772

OPEB expense reported in the governmental funds includes the insurance premiums paid. In the statement of activities, OPEB expenses includes the change in the OPEB liability, and related change in OPEB amounts for deferred outflows of resources and deferred inflows of resources.

1,518,609

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

(666,018)

Change in Net Position of Governmental Activities

\$ 23,409,551

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 JUNE 30, 2024**

	Business-Type Activities - Enterprise Funds					Governmental
	Water Operations	Pico Rivera Innovative Municipal Energy	Golf Course	Nonmajor Enterprise Fund	Total	Equipment Replacement Internal Service Fund
ASSETS						
Current Assets:						
Cash and Investments	\$ 12,908,367	\$ 13,921,414	\$ 176,738	\$ 912,334	\$ 27,918,853	\$ 1,081,545
Receivables, Net:						
Accounts	2,754,165	4,178,242	302,069	-	7,234,476	-
Interest	71,823	-	-	5,080	76,903	7,772
Prepays	-	2,811,875	-	-	2,811,875	-
Total Current Assets	<u>15,734,355</u>	<u>20,911,531</u>	<u>478,807</u>	<u>917,414</u>	<u>38,042,107</u>	<u>1,089,317</u>
Noncurrent Assets:						
Restricted Cash and Investments with Fiscal Agent	884,179	-	-	-	884,179	-
Receivables from Successor Agency	197,206	-	-	-	197,206	-
Capital Assets, Not Depreciated	34,397,164	-	38,945	3,368	34,439,477	-
Capital Assets, Depreciated, Net	27,244,535	-	219,339	2,722	27,466,596	1,628,932
Total Noncurrent Assets	<u>62,723,084</u>	<u>-</u>	<u>258,284</u>	<u>6,090</u>	<u>62,987,458</u>	<u>1,628,932</u>
Total Assets	<u>78,457,439</u>	<u>20,911,531</u>	<u>737,091</u>	<u>923,504</u>	<u>101,029,565</u>	<u>2,718,249</u>
DEFERRED OUTFLOWS OF RESOURCES						
Amounts Related to OPEB	379,708	44,238	-	-	423,946	-
Amount Related to Pensions	1,651,597	104,364	9,119	18,238	1,783,318	-
Total Deferred Outflows of Resources	<u>2,031,305</u>	<u>148,602</u>	<u>9,119</u>	<u>18,238</u>	<u>2,207,264</u>	<u>-</u>
LIABILITIES						
Current Liabilities:						
Accounts Payable	777,890	2,291,635	332,973	28,000	3,430,498	80
Accrued Interest Payable	64,075	-	-	-	64,075	-
Accrued Liabilities	125,698	370,420	35,230	3,929	535,277	-
Unearned Revenue	262,942	-	-	-	262,942	-
Deposits	623,112	-	-	-	623,112	-
Retentions Payable	227,267	-	1,673	-	228,940	-
Bonds Payable - Current Portion	1,255,000	-	-	-	1,255,000	-
Compensated Absences - Current Portion	36,848	4,420	-	-	41,268	-
Total Current Liabilities	<u>3,372,832</u>	<u>2,666,475</u>	<u>369,876</u>	<u>31,929</u>	<u>6,441,112</u>	<u>80</u>
Noncurrent Liabilities:						
Advance from Other Funds	16,084,289	-	4,351,923	-	20,436,212	-
Bonds Payable	5,927,648	-	-	-	5,927,648	-
Compensated Absences	331,630	39,784	-	-	371,414	-
Net OPEB Liability	1,897,752	221,095	-	-	2,118,847	-
Net Pension Liability	7,039,936	444,855	38,871	77,742	7,601,404	-
Total Noncurrent Liabilities	<u>31,281,255</u>	<u>705,734</u>	<u>4,390,794</u>	<u>77,742</u>	<u>36,455,525</u>	<u>-</u>
Total Liabilities	<u>34,654,087</u>	<u>3,372,209</u>	<u>4,760,670</u>	<u>109,671</u>	<u>42,896,637</u>	<u>80</u>
DEFERRED INFLOWS OF RESOURCES						
Amounts Related to OPEB	392,423	45,719	-	-	438,142	-
Amounts Related to Pensions	115,128	7,274	635	1,271	124,308	-
Total Deferred Inflows of Resources	<u>507,551</u>	<u>52,993</u>	<u>635</u>	<u>1,271</u>	<u>562,450</u>	<u>-</u>
NET POSITION						
Net Investment in Capital Assets	54,081,474	-	258,284	6,090	54,345,848	1,628,932
Unrestricted	(8,754,368)	17,634,931	(4,273,379)	824,710	5,431,894	1,089,237
Total Net Position	<u>\$ 45,327,106</u>	<u>\$ 17,634,931</u>	<u>\$ (4,015,095)</u>	<u>\$ 830,800</u>	<u>\$ 59,777,742</u>	<u>\$ 2,718,169</u>

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
 YEAR ENDED JUNE 30, 2024**

	Business-Type Activities - Enterprise Funds					Governmental Activities
	Water Operations	Pico Rivera		Nonmajor Enterprise Fund	Total	Equipment Replacement Internal Service Fund
		Innovative Municipal Energy	Golf Course			
OPERATING REVENUES						
Charges for Services	\$ 12,150,139	\$ 28,150,577	\$ 1,330,321	\$ 322,479	\$ 41,953,516	\$ -
Miscellaneous	1,810	188,027	-	-	189,837	334,370
Total Operating Revenues	<u>12,151,949</u>	<u>28,338,604</u>	<u>1,330,321</u>	<u>322,479</u>	<u>42,143,353</u>	<u>334,370</u>
OPERATING EXPENSES						
Cost of Power	-	20,221,743	-	-	20,221,743	-
Salaries and Benefits	3,551,741	482,774	43,151	80,027	4,157,693	-
Contractual Services	288,032	708,089	155,495	142,000	1,293,616	-
Insurance Claims and Expenses	355,633	317	-	2,119	358,069	-
Administrative	2,790,697	101,708	1,177,560	10,714	4,080,679	-
Utilities	444,809	-	271,304	-	716,113	-
Repairs and Maintenance	603,159	-	92,592	-	695,751	51,759
Depreciation	1,031,153	-	34,364	1,639	1,067,156	111,656
Total Operating Expenses	<u>9,065,224</u>	<u>21,514,631</u>	<u>1,774,466</u>	<u>236,499</u>	<u>32,590,820</u>	<u>163,415</u>
OPERATING INCOME (LOSS)	<u>3,086,725</u>	<u>6,823,973</u>	<u>(444,145)</u>	<u>85,980</u>	<u>9,552,533</u>	<u>170,955</u>
NONOPERATING REVENUES (EXPENSES)						
Investment Income	700,783	426,627	-	43,308	1,170,718	46,015
Gain on Disposal of Capital Assets	-	-	-	-	-	150,100
Grants	70,935	-	-	-	70,935	-
Interest Expense	(399,134)	-	-	-	(399,134)	-
Total Nonoperating Revenues (Expenses)	<u>372,584</u>	<u>426,627</u>	<u>-</u>	<u>43,308</u>	<u>842,519</u>	<u>196,115</u>
INCOME (LOSS) BEFORE TRANSFERS AND CAPITAL CONTRIBUTIONS	<u>3,459,309</u>	<u>7,250,600</u>	<u>(444,145)</u>	<u>129,288</u>	<u>10,395,052</u>	<u>367,070</u>
CAPITAL CONTRIBUTIONS	2,112,479	-	-	-	2,112,479	-
TRANSFERS IN	<u>-</u>	<u>-</u>	<u>33,452</u>	<u>-</u>	<u>33,452</u>	<u>1,089,702</u>
CHANGES IN NET POSITION	<u>5,571,788</u>	<u>7,250,600</u>	<u>(410,693)</u>	<u>129,288</u>	<u>12,540,983</u>	<u>1,456,772</u>
Net Position (Deficit) - Beginning of Year, as previously presented	39,755,318	10,384,331	-	(2,902,890)	47,236,759	1,261,397
Change within financial reporting entity (nonmajor to major fund)	<u>-</u>	<u>-</u>	<u>(3,604,402)</u>	<u>3,604,402</u>	<u>-</u>	<u>-</u>
Net Position (Deficit) - Beginning of Year, as Restated	<u>39,755,318</u>	<u>10,384,331</u>	<u>(3,604,402)</u>	<u>701,512</u>	<u>47,236,759</u>	<u>1,261,397</u>
NET POSITION (DEFICIT)- END OF YEAR	<u>\$ 45,327,106</u>	<u>\$ 17,634,931</u>	<u>\$ (4,015,095)</u>	<u>\$ 830,800</u>	<u>\$ 59,777,742</u>	<u>\$ 2,718,169</u>

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS
 YEAR ENDED JUNE 30, 2024**

	Business-Type Activities - Enterprise Funds					Governmental Activities
	Water Operations	Pico Rivera Innovative Municipal Energy	Golf Course	Nonmajor Sports Arena	Total	Equipment Replacement Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from Customers and Users	\$ 11,167,986	\$ 28,974,783	\$ 1,075,499	\$ 335,433	\$ 41,553,701	\$ 334,370
Payments to Suppliers	(5,000,301)	(23,157,792)	(1,464,699)	(126,833)	(29,749,625)	(51,679)
Payments to Employees	(3,052,779)	(417,049)	(61,009)	(77,486)	(3,608,323)	-
Net Cash Provided (Used) by Operating Activities	<u>3,114,906</u>	<u>5,399,942</u>	<u>(450,209)</u>	<u>131,114</u>	<u>8,195,753</u>	<u>282,691</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Cash Received from Other Funds	176,000	-	558,576	-	734,576	1,089,702
Net Cash Provided by Noncapital Activities	<u>176,000</u>	<u>-</u>	<u>558,576</u>	<u>-</u>	<u>734,576</u>	<u>1,089,702</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Acquisition of Capital Assets	(1,659,632)	-	(23,165)	-	(1,682,797)	(1,349,282)
Transfers Received from Other Funds for Capital Purposes	-	-	33,452	-	33,452	-
Capital grants received	70,935	-	-	-	70,935	-
Principal Retired	(1,190,000)	-	-	-	(1,190,000)	-
Interest Paid	(449,900)	-	-	-	(449,900)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(3,228,597)</u>	<u>-</u>	<u>10,287</u>	<u>-</u>	<u>(3,218,310)</u>	<u>(1,349,282)</u>
CASH FLOWS FROM INVESTING ACTIVITIES						
Interest Received	692,193	426,627	-	41,963	1,160,783	42,718
Proceeds from Sales of Property	-	-	-	-	-	150,100
Net Cash Provided by Investing Activities	<u>692,193</u>	<u>426,627</u>	<u>-</u>	<u>41,963</u>	<u>1,160,783</u>	<u>192,818</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	754,502	5,826,569	118,654	173,077	6,872,802	215,929
Cash and Cash Equivalents - Beginning of Year	<u>13,038,044</u>	<u>8,094,845</u>	<u>58,084</u>	<u>739,257</u>	<u>21,930,230</u>	<u>865,616</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 13,792,546</u>	<u>\$ 13,921,414</u>	<u>\$ 176,738</u>	<u>\$ 912,334</u>	<u>\$ 28,803,032</u>	<u>\$ 1,081,545</u>

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS (CONTINUED)
 YEAR ENDED JUNE 30, 2024**

	Business-Type Activities - Enterprise Funds					Governmental Activities
	Water Operations	Pico Rivera Innovative Municipal Energy	Golf Course	Nonmajor Sports Arena	Total	Equipment Replacement Internal Service Fund
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES						
Operating Income (Loss)	\$ 3,086,725	\$ 6,823,973	\$ (444,145)	\$ 85,980	\$ 9,552,533	\$ 170,955
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:						
Depreciation	1,031,153	-	34,364	1,639	1,067,156	111,656
Changes in Operating Assets, Deferred Outflows of Resources, Liabilities, and Deferred Inflows of Resources:						
(Increase) Decrease in Accounts Receivable	(1,245,507)	636,179	(254,822)	12,954	(851,196)	-
(Increase) Decrease in Deferred Outflows of Resources - Amount Related to OPEB	(182,942)	(18,161)	-	-	(201,103)	-
(Increase) Decrease in Deferred Outflows of Resources - Amount Related to Pensions	231,110	14,605	1,276	2,553	249,544	-
Increase (Decrease) in Accounts Payable	(589,929)	685,940	230,579	28,000	354,590	80
Increase (Decrease) in Accrued Liabilities	11,715	27,343	(18,584)	1,088	21,562	-
Increase (Decrease) in Unearned	247,989	-	-	-	247,989	-
Increase (Decrease) in Deposits Payable	13,555	-	-	-	13,555	-
Increase (Decrease) in Retentions Payable	71,958	-	1,673	-	73,631	-
Increase (Decrease) in Net OPEB Liability	476,684	32,764	-	-	509,448	-
Increase (Decrease) in Net Pension Liability	74,529	4,710	412	823	80,474	-
Increase (Decrease) in Compensated Absences	88,161	25,228	-	-	113,389	-
Increase (Decrease) in Deferred Inflows of Resources - Amounts Related to OPEB	(26,216)	(9,763)	-	-	(35,979)	-
Increase (Decrease) in Deferred Inflows of Resources - Amounts Related to Pensions	(174,079)	(11,001)	(962)	(1,923)	(187,965)	-
Total Adjustments	<u>28,181</u>	<u>(1,424,031)</u>	<u>(6,064)</u>	<u>45,134</u>	<u>(1,356,780)</u>	<u>111,736</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 3,114,906</u>	<u>\$ 5,399,942</u>	<u>\$ (450,209)</u>	<u>\$ 131,114</u>	<u>\$ 8,195,753</u>	<u>\$ 282,691</u>

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
FIDUCIARY FUND
DESCRIPTION OF FIDUCIARY FUND
JUNE 30, 2024**

Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, and other governmental units.

Successor Agency to the City of Pico Rivera Redevelopment Agency Private-Purpose Trust Fund accounts for the activities of the Successor Agency to the Pico Rivera Redevelopment Agency.

**CITY OF PICO RIVERA, CALIFORNIA
FIDUCIARY FUND
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2024**

	Successor Agency to the City of Pico Rivera Redevelopment Agency Private-Purpose Trust Fund
ASSETS	
Cash and Investments	\$ 6,170,493
Restricted Cash and Investments:	
Cash and Investments with Fiscal Agents	3,494
Accounts Receivable	1,026
Interest Receivable	33,534
Loans Receivable	312,353
Capital Assets:	
Capital Assets, Not Depreciated	258,023
Capital Assets, Depreciated, Net	47,525
Total Assets	<u>6,826,448</u>
DEFERRED OUTFLOWS OF RESOURCES	
Loss on Refunding	<u>331,841</u>
LIABILITIES	
Accrued Liabilities	2,680
Interest Payable	7,997
Payable to City of Pico Rivera	49,641,274
Payable to Pico Rivera Housing Assistance Agency	1,883,896
Payable to the County of Los Angeles	42,243,223
Bond payable	6,355,000
Total Liabilities	<u>100,134,070</u>
NET POSITION	
Held in Trust for Successor Agency	<u>(92,975,781)</u>
Total Net Position	<u>\$ (92,975,781)</u>

See accompanying Notes to Financial Statements.

**CITY OF PICO RIVERA, CALIFORNIA
FIDUCIARY FUND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
YEAR ENDED JUNE 30, 2024**

	Successor Agency to the City of Pico Rivera Redevelopment Agency Private-Purpose Trust Fund
ADDITIONS	
Taxes	\$ 6,864,442
Contributions	1,065,000
Investment Earnings	295,653
Total Additions	8,225,095
DEDUCTIONS	
Administrative Expenses	98,937
Interest	2,314,589
Depreciation	4,766
Total Deductions	2,418,292
CHANGE IN NET POSITION	5,806,803
Net Position - Beginning of Year	(98,782,584)
NET POSITION - END OF YEAR	\$ (92,975,781)

See accompanying Notes to Financial Statements.

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CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES

A. Description of the Reporting Entity

The City of Pico Rivera (the City) was incorporated in January 1958 under the general laws of the state of California. The City is a full-service city and operates under a City Council-Manager form of government.

The Pico Rivera Public Financing Authority (the Financing Authority) was formed as a joint powers authority between the City and the Pico Rivera Redevelopment Agency (the former RDA). Its purpose is to assist in the financing of public capital improvements or projects whenever there are significant public benefits.

The Pico Rivera Water Authority (the Water Authority) was formed as a joint powers authority between the City and the former RDA. Its purpose is to assist the City in its financing objectives by leasing and financing improvements to the City's water supply and distribution system.

The Pico Rivera Housing Assistance Agency (the Agency) was formed to provide safe and sanitary dwelling accommodations in the City to low- and moderate-income individuals.

The City is the primary government unit. Component units are those entities that are financially accountable to the primary government, either because the City appoints a voting majority of the component unit's board, or because the component unit provides a financial benefit or imposes a financial burden on the City.

The Water Authority and Financing Authority (collectively, the Authorities) and the Agency have been accounted for as "blended" component units of the City. Despite being legally separate, these entities are so intertwined with the City that they are, in substance, part of the City's operations. Accordingly, the balances and transactions of the Authorities and Agency are reported within the funds of the City. The activities of the Financing Authority are included in the City's General Fund. Separate financial statements are not available. The activities of the Water Authority are reported in the Water Operations Enterprise Fund. Separate financial statements of the Water Authority may be obtained at City Hall. The activities of the Agency are reported in two Special Revenue Funds (Housing Agency Section 8 Special Revenue Fund and Low and Moderate Income Housing Fund). Separate financial statements are not available.

The following specific criteria were used in determining that the Authorities and the Agency are blended component units.

The members of the City Council also act as the governing body of the Authorities and the Agency.

The Authorities and the Agency are managed by employees of the City. A portion of the City's salary and overhead expenses are billed to the Agency each year.

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Description of the Reporting Entity (Continued)

The former Pico Rivera Redevelopment Agency was dissolved effective February 1, 2012, as a result of Assembly Bill x1 26 (the Dissolution Act). It is no longer considered to be a component unit of the City. On January 10, 2012, the City accepted a fiduciary role as the Successor Agency to serve as the custodian for the assets and to wind down the affairs of the former RDA. Successor Agency activity is reported in a fiduciary private-purpose trust fund.

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

B. Government-Wide and Fund Financial Statements

The statement of net position and statement of activities (i.e., the government-wide financial statements) display information on all of the nonfiduciary activities of the primary government (the City) and its blended component units. Eliminations have been made to minimize the effect of interfund activity. These statements distinguish between the City's governmental and business-type activities. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties.

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

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. Under the economic resources measurement focus, all assets, deferred outflows of resources, liabilities, and deferred inflows of resources (whether current or noncurrent) associated with their activity are included on their statement of net position. Operating statements present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Proprietary funds distinguish operating revenues and expenses from nonoperating items.

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year that the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all the eligibility requirements have been satisfied. Operating expenses for proprietary 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.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the current financial resources measurement focus, only current assets, deferred outflows of resources, current liabilities, and deferred inflows of resources are generally included on their balance sheets. The reported fund balance is considered to be a measure of "available spendable resources."

Under the modified accrual basis of accounting, 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, except for principal and interest on long-term liabilities, claims payable, and compensated absences, which are recognized as expenditures to the extent they have matured. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of long-term liabilities are reported as other financing sources.

Property taxes, taxpayer-assessed taxes, such as sales taxes, gas taxes, and transient occupancy taxes, and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government. Amounts owed to the City, which are not available, are recorded as receivables and deferred inflows of resources.

Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in fund balance. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period. Long-term receivables in governmental funds are reported on the balance sheets in spite of their spending measurement focus.

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

These long-term receivables relate to grant-funded revolving loan programs and are offset by amounts due to the granting agencies since the funding will revert to them upon conclusion of the loan programs.

The City's fiduciary fund financial statements include a Private-Purpose Trust Fund. The Private-Purpose Trust Fund is reported using the "economic resources measurement focus" and the "accrual basis of accounting."

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

The City reports the following major governmental funds:

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

The Housing Agency Section 8 Special Revenue Fund accounts for rental assistance expenditures incurred to assist very low and low-income families in meeting their housing needs. Funds are provided by the U.S. Department of Housing and Urban Development.

The American Rescue Plan Special Revenue Fund accounts for funds received from the U.S. (federal) government for expenditures incurred to address the continued impact of COVID-19 (i.e., coronavirus disease 2019) on the economy, public health, state and local governments, individuals, and businesses.

The County Grants Special Revenue Fund accounts for grants received from Los Angeles County that are received for restricted expenditures for specific programs and projects.

The State Grants Special Revenue Fund accounts for grants received from the state of California that are received for restricted expenditures for specific programs and projects.

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The Capital Improvement Capital Projects Fund accounts acquisition or construction of major capital facilities.

The 2018 Series A COP Capital Projects Fund accounts for activity related to the City's capital projects that are financed with the 2018 Series A Certificates of Participation that were issued in the current fiscal year.

The City reports the following major enterprise funds:

The Water Operations Fund accounts for the operation and maintenance of the City's water treatment, water transmission, and distribution system.

The Pico Rivera Innovative Municipal Energy (PRIME) Fund accounts for the operations of the City's Community Choice Aggregation Program, which allows residents to choose their electric power provider and the source of their electricity.

The Pico Rivera Golf Course Fund account for the operations of the City-owned golf course.

The City reports the following nonmajor enterprise fund:

The Pico Rivera Sports Arena Fund accounts for funds received from the respective private concessionaires operating each facility.

Additionally, the City reports the following fund types:

Governmental Funds

Special Revenue Funds account for proceeds of specific revenue sources that are legally restricted or otherwise designated for specific purposes.

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

Proprietary Funds

Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises. Costs are financed or recovered primarily through user charges.

Internal Service Fund accounts for the financing of services relating to equipment replacement provided to one department from another on a cost-reimbursement basis.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Fiduciary Fund

Private-Purpose Trust Fund accounts for the Los Angeles County-Auditor Controller's semiannual property tax distributions from the Redevelopment Property Tax Trust Fund of the Successor Agency of the former Pico Rivera Redevelopment Agency to pay amounts due on enforceable obligations of the former Pico Rivera Redevelopment Agency and to pay for specified administrative costs.

D. New Accounting Pronouncements

GASB 100

Accounting Changes and Error Corrections – An Amendment to GASB Statement No. 62 defines accounting changes as changes in accounting principles, changes in accounting estimates, and changes to or within the financial reporting entity and describes the transactions or other events that constitute those changes. The Statement prescribes the accounting and financial reporting for each type of accounting change and for error corrections. See Note 16 for further information on how the implementation of GASB Statement No. 100 had on the City's financial statements.

E. Investments

Investments are recorded at fair value (quoted market price or best available estimate thereof). 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. Interest earned on cash and investments is credited to the fund, which holds the investment.

F. Property Taxes

Property taxes include assessments on both secured and unsecured property. Secured property taxes are attached as an enforceable lien on property as of January 1. Taxes are levied on July 1 and are payable in two installments by December 10 and April 10. The County of Los Angeles (the County) bills and collects the property taxes and remits them to the City in installments during the year. The City records property taxes as revenue when received from the County, except for property taxes received within 60 days after fiscal year-end, which are accrued at June 30.

The County is permitted by State of California law (Article XIII A of the California Constitution) to levy taxes at 1% of full fair value (at the time of purchase) and can increase the property's value at no more than 2% per year. The City receives a share of this basic levy.

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Interfund Transactions

Interfund transactions are reflected as either loans, services provided, reimbursements, or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation, and are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as “internal balances.”

The principal portion of advances between funds, as reported in the fund financial statements, is offset by a nonspendable fund balance in the General Fund to indicate that they are not available for appropriation and are not available financial resources.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs costs, charges the appropriate benefiting fund, and then reduces its related costs as a reimbursement. All other interfund transactions are treated as transfers.

H. Inventories and Prepaid Items

Inventories are recorded as expenditures when consumed rather than when purchased. These inventories are valued at cost and consist of expendable materials and supplies.

When payments to vendors reflect costs applicable to future accounting periods, they are recorded as prepaid items and the expense is recorded using the consumption method.

Inventories and prepaid items are offset by a nonspendable fund balance in the governmental funds to indicate that they are not available for appropriation and are not expendable financial resources.

I. Restricted Assets

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

J. Capital Assets

Capital assets, which include lands, buildings, improvements, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are recorded at the lower of actual historical cost or acquisition value (as of the date donated for contributed assets). The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend lives are not capitalized.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Capital Assets (Continued)

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

Building and Structures	40 Years
Improvements Other than Buildings	40 Years
Furniture and Equipment	Up to 25 Years
Infrastructure	Up to 60 Years

It is the City's policy to capitalize all land, building, improvements, and equipment with an estimated useful life greater than one year, except assets costing less than \$5,000, and to capitalize infrastructure assets costing \$50,000 or more. Costs of assets sold or retired (and related amounts of accumulated depreciation) are eliminated from the accounts in the year of sale or retirement and the resulting gain or loss is included in the operating statement of the related fund. In governmental funds, the sale of capital assets is included in the statement of revenues, expenditures, and changes in fund balances as proceeds from sale.

Right-to-use lease assets are initially measured at the present value of payments expected to be made during the lease term, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

SBITA assets are initially measured as the sum of the present value of payments expected to be made during the subscription term, payments associated with the SBITA contract made to the SBITA vendor at the commencement of the subscription term, when applicable, and capitalizable implementation costs, less any SBITA vendor incentives received from the SBITA vendor at the commencement of the SBITA term. SBITA assets are amortized in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying IT assets.

K. Land Held for Resale

Land held for resale is carried at the lower of acquisition cost or fair value.

L. Compensated Absences

Employees accrue vacation and sick leave benefits. An employee may accumulate vacation leave up to 320 hours and sick leave up to 800 hours. Beginning annually in June, an employee with accumulated sick leave may choose to take any or all of the fiscal year's accumulated sick leave as cash provided it does not exceed 81 hours. Each year in December, employees may opt to cash out any or all vacation leave that exceeds 150 hours. Employees must maintain a balance of 150 hours on the books.

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Compensated Absences (Continued)

All leave pay (vacation and sick) is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if these amounts have matured as a result of employee resignations and retirements. The adopted reserve policies (see Note 12) provide for an assignment of fund balance in the General Fund for overall "leave liability" above and beyond the liability recorded in the financial statements.

M. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and the governmental funds balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to future periods and will not be recognized as an outflow of resources (expense/expenditure) until that time. The City has the following items that qualify for reporting in this category:

- Deferred amount on refunding reported in the government-wide statement of net position. A deferred amount on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.
- Deferred outflow related to pensions and OPEB, which are equal to the employer contributions made after the measurement date of the net pension liability and net OPEB liability.
- Deferred outflows related to pensions and OPEB resulting changes in actuarial assumptions. These amounts are amortized over a closed period equal to the average of the expected remaining service lives of all employees that are provided pensions and OPEB through the plans.
- Deferred outflows related to pensions and OPEB resulting from the difference in projected and actual earnings on investments of the pension and OPEB plan fiduciary net position. These amounts are amortized over five years.
- Deferred outflows related to pensions resulting from the difference in expected and actual experience. These amounts are amortized over a closed period equal to the average of the expected remaining service lives of all employees that are provided pensions through the plans.

In addition to liabilities, the statement of net position and the governmental funds balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net asset that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time. The City has the following that qualify for reporting in this category:

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Deferred Outflows/Inflows of Resources (Continued)

- Deferred inflows from unavailable revenues, which is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from three sources: taxes, investment income, and grants. These amounts are unavailable and will be recognized as an inflow of resources in the period that the amounts become available.
- Deferred inflows related to OPEB resulting changes in actuarial assumptions. These amounts are amortized over a closed period equal to the average of the expected remaining service lives of all employees that are provided OPEB through the plan.
- Deferred inflows related to pensions and OPEB resulting from the difference between expected and actual experience. These amounts are amortized over a closed period equal to the average of the expected remaining service lives of all employees that are provided pensions and OPEB through the plans.

N. Long-Term Obligations

In the government-wide financial statements and proprietary fund types fund financial statements, long-term debt and other long-term obligations are included as liabilities. Bond premiums and discounts are amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount.

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

O. Pensions

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

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

P. Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the net OPEB liability and deferred outflows/inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City's OPEB Plan and additions to/deductions from the OPEB Plans' fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, the City's OPEB Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Q. Fund Balances

Fund balance is the difference between the assets, deferred outflows of resources, liabilities, and deferred inflows of resources reported in the City's governmental funds. There are generally limitations on the purpose for which all or a portion of the resources of a governmental fund may be used. The force behind these limitations can vary significantly, depending upon their source. Consequently, the fund balance reported in the annual financial statements is categorized into five components whereby each component identifies the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the fund can be spent.

The fund balances reported on the fund statements consist of the following categories:

Nonspendable – This classification includes 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 – This classification includes amounts that can be spent only for specific purposes stipulated by constitution and external resource providers or through enabling legislation.

Committed – This classification includes amounts that can be used only for the specific purposes determined by the City Council through the adoption of a resolution prior to the end of the year. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken to remove or revise the limitation.

Assigned – This classification includes amounts to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. Through the adoption of a resolution to approve the City's fund balance policy, the City Council has authorized the City Manager to assign fund balance. In governmental funds, other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed.

Unassigned – This classification includes the residual balance for the government's General Fund and includes all spendable amounts not contained in other classifications. In other funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. Fund Balances (Continued)

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, the City's policy is to apply the restricted fund balance first.

When an expenditure is incurred for purposes for which committed, assigned, or unassigned fund balances are available, the City's policy is to apply the committed fund balance first, then the assigned fund balance, and finally the unassigned fund balance.

R. Net Position

The government-wide and proprietary fund financial statements utilize a net position presentation. Net position is classified in the following categories:

Net Investment in Capital Assets – This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that is attributed to the acquisition, construction, or improvement of the assets.

Restricted Net Position – This amount is restricted by external creditors, grantors, contributors, or laws or regulations of other governments.

Unrestricted Net Position – This amount is all net position that does not meet the definition of "net investment in capital assets" or "restricted net position."

Sometimes the City 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 City's practice to consider restricted - net position to have been depleted before unrestricted - net position is applied; however, it is at the City Council's discretion.

S. Statement of Cash Flows

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

T. Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumption that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and related disclosures. Actual results could differ from those estimates.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 2 CASH AND INVESTMENTS

Cash and Investments

Cash and investments at June 30, 2024 are classified in the accompanying financial statements as follows:

	Statement of Net Position		Total
	Government Wide	Fiduciary Funds	
Unrestricted Assets:			
Cash and Investments	\$ 136,282,036	\$ 6,170,493	\$ 142,452,529
Restricted Cash and Investments:			
Cash and Investments with Fiscal Agents	7,494,473	3,494	7,497,967
Escrow Deposits	2,727	-	2,727
Total Cash and Investments	\$ 143,779,236	\$ 6,173,987	\$ 149,953,223

Cash and investments at June 30, 2024 consisted of the following:

Cash on Hand	\$ 6,295
Deposits with Financial Institutions	52,200,335
Investments	97,746,593
Total Cash and Investments	\$ 149,953,223

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

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

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

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

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Maximum Percentage Allowed*</u>	<u>Maximum Investment in One Issuer</u>
U.S. Treasury Obligations	5 Years	20%	None
U.S. Government Sponsored Agency Securities	5 Years	20%	None
Banker's Acceptance Notes	180 Days	20%	5%
Municipal Securities	5 Years	30%	5%
Commercial Paper	270 Days	25%	5%
Corporate Medium Term Notes	5 Years	30%	5%
Collateralized Mortgage Obligations	5 Years	20%	5%
Negotiable Certificates of Deposit	5 Years	30%	5%
Money Market Mutual Funds	N/A	20%	10%
Supranational Securities	N/A	20%	10%
Local Government Investment Pool	N/A	None	None
Local Agency Investment Fund	N/A	None	\$ 75,000,000

* Excluding amounts held by bond trustees that are not subject to California Government Code restrictions.

N/A - Not Applicable

Investments Authorized by Debt Agreements

Investments of debt proceeds held by a bond trustee are governed by the provisions of debt agreements, rather than the general provisions of the California Government Code or the City's investment policy. Investments authorized for funds held by a bond trustee include U.S. Treasury Obligations, U.S. Government Sponsored Agency Securities, Certificates of Deposit, Commercial Paper, Local Agency Bonds, Banker's Acceptance Notes, Money Market Mutual Funds, Investment Contracts, and Repurchase Agreements. There were no limitations on the maximum amount that can be invested in one issuer, maximum percentage allowed or the maximum maturity of an investment, except for the maturity of Banker's Acceptance Notes, which are limited to one year.

Disclosures Relating to Interest Rate Risk

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

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Disclosures Relating to Interest Rate Risk (Continued)

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

Investment Type	Remaining Maturity (in Months)			Total
	12 Months or Less	13 to 24 Months	25 to 60 Months	
Local Agency Investment Fund	\$ 57,470,397	\$ -	\$ -	\$ 57,470,397
U.S. Government Sponsored				
Agency Securities	196,844	966,001	3,942,724	5,105,569
U.S. Treasury Notes	5,259,344	2,699,321	5,465,696	13,424,361
Money Market Mutual Funds	95,699	-	-	95,699
Supranational	663,656	-	1,243,468	1,907,124
Negotiable Certificates of Deposit	684,071	-	-	684,071
Medium-Term Notes	1,918,001	1,411,895	8,231,509	11,561,405
Held by Fiscal Agent:				
Money Market Mutual Funds	6,043,216	-	-	6,043,216
PARS Trust Pooled Investments	1,454,751	-	-	1,454,751
Total	\$ 73,785,979	\$ 5,077,217	\$ 18,883,397	\$ 97,746,593

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization.

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

Investment Type	Minimum Legal Rating	Total as of June 30, 2024	Rating as of Fiscal Year-End				Not Rated
			AAA	AA+	AA	Other	
Local Agency Investment Fund	N/A	\$ 57,470,397	\$ -	\$ -	\$ -	\$ -	\$ 57,470,397
U.S. Government Sponsored							
Agency Securities	N/A	5,105,569	476,408	4,629,161	-	-	-
U.S. Treasury Notes*	N/A	13,424,361	-	-	-	-	13,424,361
Money Market Mutual Funds	N/A	95,699	95,699	-	-	-	-
Supranational	A	1,907,124	1,907,124	-	-	-	-
Negotiable CD	A-	684,071	-	-	-	684,071	-
Medium-Term Notes	A	11,561,405	2,182,382	390,889	129,961	8,017,426	840,747
Held by Fiscal Agent:							
Money Market Mutual Funds	N/A	6,043,216	6,043,216	-	-	-	-
PARS Trust Pooled Investments	N/A	1,454,751	-	-	-	-	1,454,751
Total		\$ 97,746,593	\$ 10,704,829	\$ 5,020,050	\$ 129,961	\$ 8,701,497	\$ 73,190,256

* U.S. Treasury Notes are not required to be rated.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Disclosures Relating to Credit Risk (Continued)

The ratings for the “Other” category above are as follows:

Investment Type	Total as of June 30, 2024	Rating as of Fiscal Year-End				
		A-1+	AA-	A+	A	A-
Negotiable CD	\$ 684,071	\$ 684,071	\$ -	\$ -	\$ -	\$ -
Medium-Term Notes	8,017,426	-	177,443	2,819,893	3,429,037	1,591,053
Total	<u>\$ 8,701,497</u>	<u>\$ 684,071</u>	<u>\$ 177,443</u>	<u>\$ 2,819,893</u>	<u>\$ 3,429,037</u>	<u>\$ 1,591,053</u>

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City’s investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments other than the following provision for deposits.

The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The fair value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. At June 30, 2024, the City and the Successor Agency deposits (bank balances) were insured by the Federal Deposit Insurance Corporation and the remaining balances were collateralized under California law.

For investments identified herein as held by fiscal agent, the trustee selects the investment under the terms of the applicable trust agreement, acquires the investment, and holds the investment on behalf of the reporting government.

Investment in Local Agency Investment Fund

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. The fair value of the City’s investment in this pool is reported in the accompanying financial statements at amounts based upon the City’s pro rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized-cost basis.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Cash and Investments – Pension Trust

The City established a trust account with Public Agency Retirement Services (PARS) to hold assets that are legally restricted for use in administering the City’s pension plans. The Pension Trust’s specific cash and investments are managed by a third-party portfolio manager and invested under a pool arrangement using certain investment guidelines offered by PARS and approved by the City.

Fair Value Measurements

The City categorizes its fair value measurement within the fair value hierarchy established by accounting principles generally accepted in the United States of America. The hierarchy is based on the valuation inputs used to measure the fair value of the assets. Level 1 inputs are quoted prices in active markets for identical assets, Level 2 inputs are inputs other than quoted prices included in Level 1 that are observable for the assets and liabilities through corroboration with market data, and Level 3 inputs are significant unobservable inputs.

Assets classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities’ relationship to benchmark quoted prices

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Held by Trustee:				
Supranational	\$ -	\$ 1,907,124	\$ -	\$ 1,907,124
Medium-Term Notes	-	11,561,405	-	11,561,405
U.S. Treasury Notes	-	13,424,361	-	13,424,361
U.S. Government Sponsored Agency Securities	-	5,105,569	-	5,105,569
Total Leveled Investments	<u>\$ -</u>	<u>\$ 32,682,530</u>	<u>\$ -</u>	<u>32,682,530</u>
Investments Not Subject to Fair Value Hierarchy:				
Local Agency Investment Fund				57,470,397
Money Market Mutual Funds				95,699
Held by Trustee:				
Money Market Mutual Funds				6,043,216
PARS Trust Pooled Investments				1,454,751
Total Investment Portfolio				<u>\$ 97,746,593</u>

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 3 INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances as of June 30, 2024, is as follows:

Advances To/From Other Funds

Advances to Other Funds	Advances from Other Funds	Amount
General Fund	Water Operations Enterprise Fund	\$ 16,084,289
	Golf Course Enterprise Fund	4,351,923
	Total	\$ 20,436,212

In 1999, the Water Authority received an advance from the City's General Fund in connection with the acquisition of water operation capital assets. The Water Authority is obligated to pay off this advance from surplus revenues over 50 years. No interest accrues on this advance. Payments will vary with the level of surplus revenues. No payments were made in fiscal year 2023-24. The balance of the advance at June 30, 2024, is \$16,084,289. The Authority's current outstanding revenue bonds will be paid in full by 2033. The debt service payments will be partially funded by receipts from the receivables due from the Successor Agency, as well as operating income over the next 15 years.

Management has estimated that cash flows from these sources will exceed the debt service requirements of the revenue bonds, and any excess cash flows will be used to pay down the advance from the City. Additionally, once the outstanding revenue bonds are paid in full in fiscal year 2033, the operating income will be available to pay down the advance from the City. Management believes that the Water Authority will have the ability to pay this obligation in full prior to the advance's original maturity date in 2049.

The General Fund made several advances to the Golf Course Enterprise Fund to fund operating expenses. No interest accrues on this advance. Payments will vary with the level of surplus revenues. No payments are expected on this advance in the near term and therefore the City has classified this advance as a noncurrent liability in the accompanying enterprise fund financial statements.

Due to/from Other Funds

The composition of interfund balances as of June 30, 2024, is as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Other Governmental Funds	\$ 1,453,948
	State Grants Special Revenue Fund	1,971,619
	2018 Series A COP Special Revenue Fund	31,570
	Total	\$ 3,457,137

The amounts loaned from the General Fund are short-term loans to fund operations of the various funds.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 3 INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (CONTINUED)

Transfers

<u>Transfers Out</u>	<u>Transfers In</u>	<u>Amount</u>
General Fund	Other Governmental Funds (1)	\$ 159,173
	Capital Improvement (1)	6,895,469
	Golf Course Enterprise Fund (1)	33,452
	Equipment Replacement	
	Internal Service Fund (1)	1,089,702
Other Governmental Funds	General Fund (2)	1,679,327
	Capital Improvement (2)	530,000
	2018 Series A COP Capital Projects	
	Fund (3)	836,669
	Total	<u>\$ 11,223,792</u>

- (1) The General Fund transferred \$6,895,469 to Capital Improvement Fund for approved capital outlays, \$159,173 to Other Governmental to subsidize expenditures, \$33,452 to the Golf Course Enterprise Fund for capital outlays and \$1,089,702 to the Equipment Replacement Internal Service Fund to replace nine vehicles and equipment.
- (2) The Other Governmental Funds – State Gas Tax Fund transferred \$1,679,327 to General Fund for approved street maintenance activities and capital outlays. The Lighting Assessment District Fund transferred \$530,000 to the Capital Improvement Fund for approved capital outlays.
- (3) The Other Governmental Fund – Measure M transferred \$836,669 for debt service on the 2018 Series A Certificates of Participation.

NOTE 4 LONG-TERM RECEIVABLES

Low-interest home improvement loans were made under the City’s Home Loan Program. These loans shall be due and payable in full when the borrower’s legal interest in the property, which is security for the loan, is sold, transferred, or conveyed. The outstanding principal balance at June 30, 2024 is \$2,542,128 and is included in the HOME Grant Special Revenue Fund. At June 30, 2024, the City has an allowance of \$11,863 against the outstanding interest receivable related to these loans, as the City cannot ensure the collectability of this balance.

Loans receivable consist of low interest and no interest home improvement loans made from the Community Development Block Grant Special Revenue Fund to qualified low-income homeowners. The low-interest loans are payable in monthly installments over a period of 1 to 20 years. Those loans earning no interest are payable in one lump sum at the time the property is sold or refinanced. Payments received on these loans (principal and interest) are reloaned on a revolving basis under the Home Improvements Program. The outstanding principal balance at June 30, 2024 totaled \$176,409. At June 30, 2024, the City has an allowance of \$44,042 against the outstanding interest receivable related to these loans, as the City cannot ensure the collectability of this balance.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 4 LONG-TERM RECEIVABLES (CONTINUED)

Loans receivable consists of low-interest home improvement loans made from the CalHOME Grant Special Revenue Fund. These loans shall be due and payable in full when the borrower's legal interest in the property, which is security for the loan, is sold, transferred, or conveyed. The outstanding principal balance at June 30, 2024 is \$1,101,034. At June 30, 2024, the City has an allowance of \$156,645 against the outstanding interest receivable related to these loans, as the City cannot ensure the collectability of this balance.

Home improvement loans to low- and moderate-income households have been made from the Housing Agency LMIHF Special Revenue Fund. These loans are payable in 10 years or when borrowers sell their property, whichever comes first. The outstanding balances, net of an \$35,044 allowance, were zero at June 30, 2024.

Loan receivable from a restaurant group, which was offered as a bridge loan for the purposes of establishing an upscale restaurant in the City was made from the Economic Sustainability Special Revenue Fund. The loan amount of \$287,050 bears interest at the rate of 3% per annum. The loan matures on the earlier of (a) 45 days after the borrower requested disbursement of the allowance in accordance with a lease agreement, (b) 45 days after the borrower has delivered all required documentation as outlined in the lease agreement, or (c) 365 days from the commencement date. All sums unpaid at maturity shall thereafter bear interest at the rate of ten percent (10%) per annum. The outstanding principal and interest balance at June 30, 2024 was \$287,050 and \$192,917, respectively. The City has an allowance against the outstanding principal and interest as the City cannot ensure the collectability of this loan.

Receivables from Successor Agency

Description	General Fund	Other Governmental Funds	Water Operations Enterprise Fund
Long-Term Loans to Finance Improvements and Operations Related to and Within the Former Redevelopment Agency's Project Areas	\$ 18,454,287	\$ -	\$ 262,942
Sales Tax Deferral Loan to Allow Former Redevelopment Agency to Meet its Debt Service Obligations	30,924,045	-	-
Loans to Make Payments to Supplemental Educational Revenue Augmentation Fund	-	1,883,896	-
Subtotal	<u>49,378,332</u>	<u>1,883,896</u>	<u>262,942</u>
Reserve on Long-Term Loans	(4,613,572)	-	(65,736)
Reserve on Sales Tax Deferral Loan	<u>(30,924,045)</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 13,840,715</u>	<u>\$ 1,883,896</u>	<u>\$ 197,206</u>

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 5 CAPITAL AND LEASE ASSETS

Governmental Activities

Capital and leased asset activity for the year ended June 30, 2024, was as follows:

	Balance at July 1, 2023	Additions	Deletions	Transfers	Balance at June 30, 2024
Capital Assets, Not Being Depreciated:					
Land	\$ 120,696,364	\$ -	\$ -	\$ -	\$ 120,696,364
Construction in Progress	36,310,556	18,602,925	(38,842)	(34,238,586)	20,636,053
Total Capital Assets, Not Being Depreciated	<u>157,006,920</u>	<u>18,602,925</u>	<u>(38,842)</u>	<u>(34,238,586)</u>	<u>141,332,417</u>
Capital Assets, Being Depreciated and Amortized					
Structures and Improvements	25,590,725	-	-	-	25,590,725
Furniture and Equipment	7,689,601	1,803,258	(907,879)	-	8,584,980
Infrastructure	252,352,928	950	-	34,238,586	286,592,464
Right to Use Asset - Equipment	111,108	102,880	-	-	213,988
Total Capital Assets, Being Depreciated and Amortized	<u>285,744,362</u>	<u>1,907,088</u>	<u>(907,879)</u>	<u>34,238,586</u>	<u>320,982,157</u>
Less Accumulated Depreciation for:					
Structures and Improvements	(13,676,859)	(552,401)	-	-	(14,229,260)
Furniture and Equipment	(5,723,150)	(371,821)	602,885	-	(5,492,086)
Infrastructure	(144,668,077)	(6,124,042)	-	-	(150,792,119)
Less Accumulated Amortization for:					
Right to Use Asset - Equipment	(50,970)	(45,138)	-	-	(96,108)
Total Accumulated Depreciation/Amortization	<u>(164,119,056)</u>	<u>(7,093,402)</u>	<u>602,885</u>	<u>-</u>	<u>(170,609,573)</u>
Total Capital Assets, Being Depreciated Amortized, Net	<u>121,625,306</u>	<u>(5,186,314)</u>	<u>(304,994)</u>	<u>34,238,586</u>	<u>150,372,584</u>
Governmental Activities					
Capital and Leased Assets	<u>\$ 278,632,226</u>	<u>\$ 13,416,611</u>	<u>\$ (343,836)</u>	<u>\$ -</u>	<u>\$ 291,705,001</u>

Depreciation expense was charged to functions of the governmental activities as follows:

General Government	\$ 48,927
Public Safety	12,893
Public Works	5,674,002
Parks and Recreation	1,357,580
Total Depreciation Expense	<u>\$ 7,093,402</u>

Amortization expense was charged to general government.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 5 CAPITAL AND LEASE ASSETS (CONTINUED)

Business-Type Activities

Capital asset activity for the year ended June 30, 2024, was as follows:

	Balance at July 1, 2023	Additions	Deletions	Transfers	Balance at June 30, 2024
Capital Assets, Not Being Depreciated:					
Land	\$ 18,174,060	\$ -	\$ -	\$ -	\$ 18,174,060
Rights of Way	5,579,916	-	-	-	5,579,916
Construction in Progress	12,118,244	3,153,382	-	(4,586,125)	10,685,501
Total Capital Assets, Not Being Depreciated	<u>35,872,220</u>	<u>3,153,382</u>	<u>-</u>	<u>(4,586,125)</u>	<u>34,439,477</u>
Capital Assets, Being Depreciated:					
Structures and Improvements	7,132,351	-	-	-	7,132,351
Utility Plant in Service	21,785,673	-	-	-	21,785,673
Equipment	2,410,638	641,894	(102,804)	156,673	3,106,401
Infrastructure	17,692,287	-	-	4,429,452	22,121,739
Total Capital Assets, Being Depreciated	<u>49,020,949</u>	<u>641,894</u>	<u>(102,804)</u>	<u>4,586,125</u>	<u>54,146,164</u>
Less Accumulated Depreciation for:					
Structures and Improvements	(4,328,520)	(93,523)	-	-	(4,422,043)
Utility Plant in Service	(8,712,515)	(367,621)	-	-	(9,080,136)
Equipment	(1,588,065)	(167,734)	102,804	-	(1,652,995)
Infrastructure	(11,086,116)	(438,278)	-	-	(11,524,394)
Total Accumulated Depreciation	<u>(25,715,216)</u>	<u>(1,067,156)</u>	<u>102,804</u>	<u>-</u>	<u>(26,679,568)</u>
Total Capital Assets, Being Depreciated, Net	<u>23,305,733</u>	<u>(425,262)</u>	<u>-</u>	<u>4,586,125</u>	<u>27,466,596</u>
Business-Type Activities Capital Assets, Net	<u>\$ 59,177,953</u>	<u>\$ 2,728,120</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 61,906,073</u>

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

Water Operations	\$ 1,031,153
Sports Arena	1,639
Golf Course	34,364
Total Depreciation Expense	<u>\$ 1,067,156</u>

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 6 LONG-TERM LIABILITIES

Changes in long-term liabilities activity for the year ended June 30, 2024, were as follows:

	Balance at July 1, 2023	Additions	Deletions	Balance at June 30, 2024	Due Within One Year	Due in More Than One Year
Governmental Activities:						
Other Debt:						
2016 Lease Revenue Bonds	\$ 23,965,000	\$ -	\$ (1,030,000)	\$ 22,935,000	\$ 1,065,000	\$ 21,870,000
Bond Premium	2,144,182	-	(134,028)	2,010,154	-	2,010,154
2018 Series A Certificates of Participation	13,405,000	-	(300,000)	13,105,000	320,000	12,785,000
Bond Premium	586,120	-	(23,445)	562,675	-	562,675
Other Liabilities:						
Lease Liability	61,319	102,880	(44,016)	120,183	45,309	74,874
Compensated Absences	1,719,281	912,747	(763,508)	1,868,520	373,703	1,494,817
Claims and Judgements	2,190,000	2,087,946	(770,946)	3,507,000	794,000	2,713,000
	<u>\$ 44,070,902</u>	<u>\$ 3,103,573</u>	<u>\$ (3,065,943)</u>	<u>\$ 44,108,532</u>	<u>\$ 2,598,012</u>	<u>\$ 41,510,520</u>
Total Governmental Activities						
Business-Type Activities:						
Other Debt:						
Revenue Bonds Payable	\$ 8,180,000	\$ -	\$ (1,190,000)	\$ 6,990,000	\$ 1,255,000	\$ 5,735,000
Add (Less):						
Bond Premium	232,506	-	(39,858)	192,648	-	192,648
Subtotal Revenue Bonds Payable	8,412,506	-	(1,229,858)	7,182,648	1,255,000	5,927,648
Other Liabilities:						
Compensated Absences	299,293	246,554	(133,165)	412,682	41,268	371,414
	<u>\$ 8,711,799</u>	<u>\$ 246,554</u>	<u>\$ (1,363,023)</u>	<u>\$ 7,595,330</u>	<u>\$ 1,296,268</u>	<u>\$ 6,299,062</u>
Total Business-Type Activities						

Governmental Activities

Compensated Absences

The City's policies relating to compensated absences are described in Note 1L. The liability amounts of \$1,868,520 at June 30, 2024 are expected to be paid in future years from future resources. The General Fund typically has been used in prior years to liquidate the liability for compensated absences.

2016 Lease Revenue Bonds

In July of 2016, the Finance Authority issued Lease Revenue Refunding Bonds, Series 2016 (the 2016 PFA Bonds) in the aggregate principal amount of \$30,470,000. The bonds pay interest at a rate from 2.675% to 5.25% payable semiannually on March 1 and September 1, commencing on September 1, 2016. The bonds were issued to refund the City's 2009 Lease Revenue Bonds, purchase a surety bond for the reserve requirement, purchase a municipal bond insurance policy, and pay costs of issuance of the bonds.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 6 LONG-TERM LIABILITIES (CONTINUED)

Governmental Activities (Continued)

2016 Lease Revenue Bonds (Continued)

Annual debt service for the 2016 PFA Bonds is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 1,065,000	\$ 860,550	\$ 1,925,550
2026	1,085,000	828,200	1,913,200
2027	1,130,000	783,900	1,913,900
2028	1,175,000	749,550	1,924,550
2029	1,200,000	724,300	1,924,300
2030 - 2034	6,830,000	2,681,056	9,511,056
2035 - 2039	8,570,000	959,981	9,529,981
2040	1,880,000	28,200	1,908,200
Total	<u>\$ 22,935,000</u>	<u>\$ 7,615,737</u>	<u>\$ 30,550,737</u>

2018 Series A Certificates of Participation

In August of 2018, the Pico Rivera Public Finance Authority issued Local Transportation Sales Tax Revenue Certificates of Participation, Series 2018 (2018 Series A COP), in the aggregate principal amount of \$14,695,000. The certificates of participation pay interest at a rate from 3.375% to 5.000% payable semiannually on June 1 and December 1, commencing on December 1, 2018. The proceeds from the sale of the certificates of participation will be used to finance the design, acquisition, and construction of certain local roadway and street improvement projects within the jurisdiction of the City, to purchase a debt service reserve policy, and to pay costs incurred in connection with the execution, sale, and delivery of the certificates of participation.

Annual debt service for the 2018 Series A COP is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 320,000	\$ 516,669	\$ 836,669
2026	335,000	500,669	835,669
2027	350,000	483,919	833,919
2028	370,000	466,418	836,418
2029	385,000	447,918	832,918
2030 - 2034	2,240,000	1,930,594	4,170,594
2035 - 2039	2,765,000	1,342,906	4,107,906
2040 - 2044	3,280,000	772,975	4,052,975
2045 - 2047	3,060,000	165,375	3,225,375
Total	<u>\$ 13,105,000</u>	<u>\$ 6,627,443</u>	<u>\$ 19,732,443</u>

Business-Type Activities

Compensated Absences

The City's policies relating to compensated absences are described in Note 1L. The liability amount of \$412,682 at June 30, 2024 is expected to be paid in future years from future resources.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 6 LONG-TERM LIABILITIES (CONTINUED)

Business-Type Activities (Continued)

Water Authority Revenue Bonds, Series 1999 A

The Water Authority issued \$17,940,000 of Revenue Bonds (Series 1999 A) dated May 1, 1999. These bonds were issued to finance the lease and improvements of the Water Operations Enterprise Fund.

The Series 1999 A bonds are due in whole or in part through May 2029 and bear interest rates ranging from 3.25% to 5.5%. Interest is payable semiannually on May 1 and November 1 of each year. The bonds are subject to optional redemption in whole or in part on any interest payment due on or after May 1, 2009, by lot, with premiums ranging from 0% to 2%.

The bond indenture requires a Water Rate Stabilization Fund to be held and maintained by the trustee for the benefit of the owners of the bonds. The Water Rate Stabilization Fund is required to have a balance of not less than \$600,000. All funds in the Water Rate Stabilization Fund are pledged to secure payment of the bonds. The balance in the Water Rate Stabilization Fund at June 30, 2024, is \$600,000.

Annual debt service for the Series 1999 A bonds is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 1,255,000	\$ 384,450	\$ 1,639,450
2026	1,320,000	315,425	1,635,425
2027	1,395,000	242,825	1,637,825
2028	1,470,000	166,100	1,636,100
2029	1,550,000	85,250	1,635,250
Total	<u>\$ 6,990,000</u>	<u>\$ 1,194,050</u>	<u>\$ 8,184,050</u>

NOTE 7 COMMITMENTS AND CONTINGENCIES

Litigation

Various claims and lawsuits are pending against the City. Although the outcome of these claims and lawsuits is not presently determinable, in the opinion of the City's management, on advice of legal counsel, it is unlikely that they will have a material adverse effect on the accompanying financial statements.

Grant Audit Contingencies

Under the terms of certain grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to a reimbursement to the grantor agencies. City management believes disallowances, if any, will be immaterial.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 7 COMMITMENTS AND CONTINGENCIES (CONTINUED)

Economic Development Subsidy

In order to retain the operations of a certain employer within the City, the City has entered into an economic development subsidy agreement with this employer. Under this agreement, the City is to pay the employer an amount equal to 25% of sales tax revenues generated by the employer up to a sales tax revenue threshold and 55% of sales tax revenues in excess of that threshold, payable on or before July 30 for the previous calendar years for the period from January 1, 2017 through December 31, 2027. In no event will the total payments to the employer exceed \$3,280,000 for the term of the agreement. Payment on this agreement is contingent on the employer meeting certain operating covenants and other restrictive covenants; accordingly, there has been no accrual included in these financial statements. Payments made to this employer for the year ended June 30, 2024 totaled \$272,581.

NOTE 8 DEFINED BENEFIT PENSION PLANS

The following is a summary of pension related items for the year ended June 30, 2024:

	Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	Pension Expense (Credit)
Miscellaneous Plan	\$ 43,189,789	\$ 10,132,499	\$ 706,308	\$ 5,423,990
Council Plan	50,824	29	1,022	4,547
Total	<u>\$ 43,240,613</u>	<u>\$ 10,132,528</u>	<u>\$ 707,330</u>	<u>\$ 5,428,537</u>

General Information about the Pension Plans

Plan Descriptions

CalPERS Plan

All qualified permanent and probationary employees are eligible to participate in the City's Miscellaneous Plan, which is an agent multiple-employer defined benefit pension plan administered by CalPERS, which acts as a common investment and administrative agent for its participating member employers. 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 plans regarding benefit provisions, assumptions, and membership information that can be found on the CalPERS website.

City Council Retirement Enhancement Plan

The City also has available a supplemental retirement benefit plan for City Council members (Council Plan) elected on or after July 1, 2002. This plan is a single-employer defined benefit pension plan administered by the Public Agency Retirement Services (PARS), who serves as the trustee for the Council Plan. As a result of California Public Employees' Pension Reform Act (PEPRA) amendments, the City has closed this plan to any new City Council members elected or appointed on or after January 1, 2013.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

General Information about the Pension Plans (Continued)

Benefits Provided

CalPERS Plan

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, which is equal to one year of full-time employment.

The City has three different retirement benefit tiers based on date of hire:

- Tier I: 2.5% at 55 for employees hired on or before June 30, 2012
- Tier II: 2.0% at 60 for employees hired after June 30, 2012
- Tier III: 2.0% at 62 for all new members to CalPERS, as defined by Assembly Bill 340/PEPRA

All members are eligible for nonindustrial disability benefits after five 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 CalPERS plans provisions and benefits in effect at June 30, 2023, the measurement date, are summarized as follows:

	Miscellaneous Plan		
	Prior to June 26, 2012	On or After June 26, 2012, Prior to January 1, 2013	On or After January 1, 2013
Hire Date			
Benefit Formula	2.5%@55	2%@60	2%@62
Benefit Vesting Schedule	5 Years of Service	5 Years of Service	5 Years of Service
Benefit Payments	Monthly for Life	Monthly for Life	Monthly for Life
Retirement Age	50 - 55	50 - 63	52 - 67
Monthly Benefits, as a Percent of Eligible Compensation	2.0% to 2.5%	1.092% to 2.418%	1.0% to 2.5%
Required Employee Contribution Rates	7.67%	7.67%	7.50%
Required Employer Contribution Rates:			
Normal Cost Rate	10.370%	12.850%	7.930%
Payment of Unfunded Liability	\$ 3,106,856	\$ -	\$ -

City Council Retirement Enhancement Plan

The Council Plan provides a benefit equal to 4% of final compensation times benefit service, capped at 10 years of service. This plan is a single-employer defined benefit plan. Eligibility for these benefits is defined as reaching age 55 and completing five years of continuous City Council service. Employees terminating employment with the City after five years of service but prior to age 55 will receive a deferred retirement benefit to commence at age 55.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

General Information about the Pension Plans (Continued)

Benefits Provided (Continued)

City Council Retirement Enhancement Plan (Continued)

The Council Plan provisions and benefits in effect at June 30, 2023, the measurement date, are summarized as follows:

	Council Plan
Hire Date	Prior to <u>January 1, 2013</u>
Benefit Formula	4%@55
Benefit Vesting Schedule	5 Years of Service
Benefit Payments	Monthly for Life
Retirement Age	55
Monthly Benefits, as a Percent of Eligible Compensation	1.67% to 3.33%
Required Employee Contribution Rates	0.0%
Required Employer Contribution Rates	33.70%

Employees Covered

As of the measurement date, the following employees were covered by the benefit terms for each plan:

	Miscellaneous	Council Plan
Inactive Employees or Beneficiaries		
Currently Receiving Benefits	279	5
Inactive Employees Entitled to But		
Not Yet Receiving Benefits	155	2
Active Employees	146	1
Total	580	8

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS' annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. City contribution rates may change if plan contracts are amended. Payments made by the employer to satisfy contribution requirements that are identified by the pension plan terms as plan member contributions requirements are classified as plan member contributions. The Council Plan only requires employer contributions equal to an actuarially determined rate. During the fiscal year June 30, 2024, the City contributed \$4,666,971 and \$3,591 to the Miscellaneous Plan and Council Plan, respectively.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Net Pension Liability

The City's net pension liability for each plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of the CalPERS plan is measured as of June 30, 2023, using an annual actuarial valuation as of June 30, 2022, rolled forward to June 30, 2023, using standard update procedures. The net pension liability of the Council Plan is measured as of June 30, 2024, using an actuarial valuation date of June 30, 2023. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

Actuarial Assumptions

The total pension liabilities in the actuarial valuations were determined using the following actuarial assumptions:

	<u>Miscellaneous</u>	<u>Council Plan</u>
Valuation Date	June 30, 2022	June 30, 2023
Measurement Date	June 30, 2023	June 30, 2024
Actuarial Cost Method	Entry-Age Normal Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:		
Discount Rate	6.90%	6.50%
Inflation	2.30%	2.30%
Projected Salary Increase	(1)	0.00%
Mortality Rate Table	(2)	(3)
Post Retirement Benefit Income	(4)	

(1) Varies by entry age and service.

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

(3) Pre-retirement and Post-retirement: Consistent with the Non-Industrial rates used to value the Miscellaneous Agency CalPERS pension Plans after June 30, 2021.

(4) Less of contract cost-of-living adjustments up to 2.30% until Purchasing Power Protection Allowance Floor on purchasing power applies, 2.30% thereafter.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Net Pension Liability (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 6.9% for the Miscellaneous Plan and 6.5% for the Council Plan and reflects the long-term expected rate of return for each Plan net of investment expenses and without reduction for administrative expenses. The projection of cash flows used to determine the discount rate of Miscellaneous Plan 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 Miscellaneous Plan's fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on the plan investments was applied to all periods of projected benefit payments to determine the total pension liability. Additionally, the Council Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return of 6.9%.

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 (PERF) 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 single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Net Pension Liability (Continued)

Discount Rate (Continued)

The table below reflects the long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. The target allocation shown was adopted by CalPERS Board of Directors effective on July 1, 2015.

<u>Asset Class (a)</u>	<u>New Strategic Allocation</u>	<u>Real Return (a) (b)</u>
Global Equity - Cap-weighted	30.00%	4.45%
Global Equity - Non-Cap-weighted	12.00%	3.84%
Private Equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-backed Securities	5.00%	0.50%
Investment Grade Corporates	10.00%	1.56%
High Yield	5.00%	2.27%
Emerging Market Debt	5.00%	2.48%
Private Debt	5.00%	3.57%
Real Assets	15.00%	3.21%
Leverage	-5.00%	-0.59%
Total	<u>100.00%</u>	

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

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

The actuaries of the Council Plan determined that the best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are per the actuary's investment consulting practice as of June 30, 2023.

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Arithmetic Real Rate of Return (a)</u>	<u>Long-Term Expected Geometric Real Rate of Return (a)</u>
U.S. Cash	5.00 %	0.94 %	0.91 %
U.S. Core Fixed Income	27.00	2.52	2.36
U.S. Short Govt/Credit Bonds	6.75	1.65	1.59
U.S. High Yield Bonds	1.25	4.43	3.87
U.S. Large & Mid Cap Equity	32.00	5.41	3.74
U.S. Mid Cap Equity	6.00	5.98	3.90
U.S. Small Cap Equity	9.00	6.99	4.41
Foreign Developed Equity	7.00	6.92	5.12
Emerging Markets Equity	4.00	9.34	6.21
U.S. REITs	2.00	6.91	4.72
Total	<u>100.00 %</u>		
Assumed Inflation - Mean		2.31 %	2.30 %
Assumed Inflation Standard Deviation		1.45 %	1.45 %
Portfolio Real Mean Return		4.61 %	3.90 %
Portfolio Nominal Mean Return		6.91 %	6.32 %
Portfolio Standard Deviation			11.45 %

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Net Pension Liability (Continued)

Subsequent Events

There were no subsequent events that would materially affect the results in this disclosure.

Changes in the Net Pension Liability

The changes in the net pension liability for the Miscellaneous Plan are as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balance at June 30, 2022 (Measurement Date)	\$ 129,259,869	\$ 86,527,311	\$ 42,732,558
Changes in the Year:			
Service Cost	1,994,117	-	1,994,117
Interest on the Total Pension Liability	8,789,337	-	8,789,337
Differences between Expected and Actual Experience	464,821	-	464,821
Contribution - Employer	-	4,536,987	(4,536,987)
Contribution - Employee	-	943,383	(943,383)
Net Investment Income	-	5,374,302	(5,374,302)
Administrative Expenses	-	(63,628)	63,628
Benefit Payments, Including Refunds of Employee Contributions	(6,680,125)	(6,680,125)	-
Net Changes	<u>4,568,150</u>	<u>4,110,919</u>	<u>457,231</u>
Balance at June 30, 2023 (Measurement Date)	<u>\$ 133,828,019</u>	<u>\$ 90,638,230</u>	<u>\$ 43,189,789</u>

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Changes in the Net Pension Liability (Continued)

The changes in the net pension liability for the Council Plan are as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balance at June 30, 2023 (Measurement Date)	\$ 223,339	\$ 162,697	\$ 60,642
Changes in the Year:			
Service Cost	785	-	785
Interest on the Total Pension Liability	14,108	-	14,108
Changes in Economic/Demographic	(1,648)	-	(1,648)
Changes in Assumptions	(652)	-	(652)
Contribution - Employer	-	3,591	(3,591)
Net Investment Income	-	19,641	(19,641)
Administrative Expenses	-	(821)	821
Benefit Payments, Including Refunds of Employee Contributions	(14,373)	(14,373)	-
Net Changes	<u>(1,780)</u>	<u>8,038</u>	<u>(9,818)</u>
Balance at June 30, 2024 (Measurement Date)	<u>\$ 221,559</u>	<u>\$ 170,735</u>	<u>\$ 50,824</u>

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

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

	Miscellaneous		
	1% Decrease (5.9%)	Current Discount Rate (6.9%)	1% Increase (7.9%)
Net Pension Liability	<u>\$ 60,816,890</u>	<u>\$ 43,189,789</u>	<u>\$ 28,626,191</u>
	Council		
	1% Decrease (5.5%)	Current Discount Rate (6.5%)	1% Increase (7.5%)
Net Pension Liability	<u>\$ 71,911</u>	<u>\$ 50,824</u>	<u>\$ 33,144</u>

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 8 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Changes in the Net Pension Liability (Continued)

Pension Plan Fiduciary Net Position

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

Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended June 30, 2024, the City recognized pension expense of \$5,423,990 and \$4,547 for the miscellaneous and council plans, respectively. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension Contributions Subsequent to Measurement Date	\$ 4,666,971	\$ -
Differences Between Expected and Actual Experience	298,813	(706,308)
Change in Assumptions	1,085,859	-
Net Differences Between Projected and Actual		
Earnings on Plan Investments	4,080,856	-
Total Miscellaneous Plan	<u>\$ 10,132,499</u>	<u>\$ (706,308)</u>
Differences Between Expected and Actual Experience	\$ -	\$ (732)
Change in Assumptions	-	(290)
Net Differences Between Projected and Actual		
Earnings on Plan Investments	29	-
Total Council Plan	<u>\$ 29</u>	<u>\$ (1,022)</u>

An amount of \$4,666,971 reported as deferred outflows of resources related to contributions to the miscellaneous plan subsequent to the measurement date will be recognized as a reduction of the net pension liability of the miscellaneous plan in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

<u>Year Ending June 30,</u>	<u>Miscellaneous</u>	<u>Council</u>
2025	\$ 1,265,435	\$ (2,050)
2026	529,028	5,421
2027	2,854,992	(2,475)
2028	109,765	(1,889)
2029	-	-
Thereafter	-	-

Payable to the Pension Plans

At June 30, 2024, the City had no outstanding amount of contributions to the pension plans required for the year ended June 30, 2024.

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 9 DEFINED CONTRIBUTION PENSION PLANS

The City provides pension benefits for all of its part-time employees through a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The plan is administered by Nationwide Retirement Solutions. All part-time employees are eligible to participate from the date of employment. Federal legislation requires contributions of at least 7.5% to a retirement plan, and the City Council resolved to match the employees' contributions of 3.75%. The City's contributions for each employee (and interest earned by the accounts) are fully vested immediately.

For the year ended June 30, 2024, the City's payroll covered by the defined contribution plan was \$2,337,162. The City made employer contributions of \$87,645 (3.75% of current covered payroll), and employees contributed \$87,645 (3.75% of current covered payroll).

The City also offers its employees a deferred compensation plan created in accordance with Internal Revenue Code 457. The plan, available to all City employees, permits them to defer a portion of their salaries until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. The plan assets are under the participants control and are principally invested in demand deposits and mutual funds and are held in a trust for the exclusive benefit of the participants and their beneficiaries. The assets are not the property of the City and, as such, are not subject to the claims of the City's general creditors. As a result, these assets are not reported in the financial statements.

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLAN

General Information about the OPEB Plan

Plan Description

The City has established an agent multiple-employer Defined Benefit Postemployment Healthcare Plan (DPHP) that provides postretirement medical benefits to retirees through the California Public Employees Medical and Hospital Care Act (PEMCHA) and managed through the California Employers' Retiree Benefit Trust (CERBT). The plan provides retiree medical benefits to eligible retirees and their eligible dependents. Employees must retire directly from the City under CalPERS. Employees must also meet basic retirement requirements per CalPERS. That is, employees must be at least age 50 and have at least five years of CalPERS service or qualify for a disability retirement.

The benefits received by the retired employees vary based on the date they were hired by the City. For employees hired on or before June 30, 2012, the City pays the full premium for the retiree and his/her dependents. For employees hired after June 30, 2012, the City contributes the PEMCHA minimum. The PEMCHA minimum is updated annually by the CalPERS board. Regardless of hire date, the same benefit continues to the surviving spouse.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLAN (CONTINUED)

General Information about the OPEB Plan (Continued)

Plan Description (Continued)

The City’s obligation to pay medical costs for retirees relates only to those medical coverage costs provided through CalPERS. The City is not obligated to pay Medicare Part B premiums for those retirees who are age 65 or above and who are enrolled in a supplemental Medicare plan. When the retiree reaches age 65, the Basic Medical Plan is required to be transferred to a supplemental Medicare plan. A separate financial report is not prepared for the plan.

Employees Covered

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

Inactive Employees or Beneficiaries	
Currently Receiving Benefits	110
Inactive Employees or Beneficiaries Entitled to but not yet Receiving Benefits	23
Active Employees	144
Total	277

Contributions

The DPHP and its contribution requirements are established by City policy and may be amended by the City Council. The annual contribution is based on the actuarially determined contribution. For the fiscal year ended June 30, 2024, the City’s cash contributions were \$1,105,433 in cash benefit payments and \$517,000 contributions to the trust, estimated implied subsidy was \$137,000 and administrative expense paid by were \$3,541 resulting in total contributions of \$1,762,974.

Net OPEB Liability

The City’s net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated June 30, 2023. A summary of the principal assumptions and methods used to determine the total OPEB liability is shown below.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLAN (CONTINUED)

Total OPEB Liability

Actuarial Assumptions

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

Valuation Date	June 30, 2023
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	6.25%
Inflation	2.50%
Projected Salary Increase	2.75% per Annum, in Aggregate
Expected Long-Term Investment Rate of Return	6.25%
Healthcare Cost Trend Rates	8.50% Non-Medicare/7.50% Medicare (Non-Kaiser), 6.25% Medicare (Kaiser) Decreasing to 3.45% in 2076
Mortality	Derived from CalPERS 2000-2019 Experience Study

The actuarial assumptions used in the June 30, 2023, valuation were based on a standard set of assumptions the actuary has used for similar valuations, modified as appropriate for the City.

The long-term expected rate of return was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major asset class included in the OPEB plan's target asset allocation as of June 30, 2023, the measurement date, are summarized in the following table:

<u>Asset Class</u>	<u>New Strategic Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
CERBT:		
Global Equity	49.00 %	4.56 %
Fixed Income	23.00	1.56
TIPS	5.00	(0.08)
Commodities	3.00	1.22
REITs	20.00	4.06
Total	100.00 %	

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLAN (CONTINUED)

Total OPEB Liability (Continued)

Actuarial Assumptions (Continued)

Discount Rate

The discount rate used to measure the total OPEB liability was 6.25%. The projection of cash flows used to determine the discount rate assumed that City's contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the DPHP's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on DPHP plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Change in Assumptions

There were no changes in assumptions in the current measurement period.

Changes in the Net OPEB Liability

The changes in the net OPEB liability are as follows:

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability (Asset)
Balance at June 30, 2022 (Measurement Date)	\$ 23,379,452	\$ 6,258,145	\$ 17,121,307
Changes in the Year:			
Service Cost	458,013	-	458,013
Interest on the Total OPEB Liability	1,452,067	-	1,452,067
Differences Between Actual and Expected Experience	(113,234)	-	(113,234)
Changes in Assumptions	1,682,592	-	1,682,592
Changes in Benefit Terms	-	-	-
Contribution - Employer	-	1,777,258	(1,777,258)
Net Investment Income	-	404,126	(404,126)
Administrative Expenses	-	(5,410)	5,410
Benefit Payments	(1,208,807)	(1,208,807)	-
Net Changes	<u>2,270,631</u>	<u>967,167</u>	<u>1,303,464</u>
Balance at June 30, 2023 (Measurement Date)	<u>\$ 25,650,083</u>	<u>\$ 7,225,312</u>	<u>\$ 18,424,771</u>

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLAN (CONTINUED)

Changes in the Net OPEB Liability (Continued)

Change of Benefit Terms

There were no changes of benefit terms.

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

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (5.25%) or one percentage point higher (7.25%) than the current discount rate:

	1% Decrease (5.25%)	Discount Rate (6.25%)	1% Increase (7.25%)
Net OPEB Liability	\$ 21,615,357	\$ 18,424,771	\$ 15,761,653

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

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower (7.50% Non-Medicare/6.50% Medicare (Non-Kaiser)/5.25% Medicare (Kaiser) decreasing to 2.45%) or one percentage point higher (9.5% Non-Medicare/8.5% Medicare (Non-Kaiser)/7.25% Medicare (Kaiser) decreasing to 4.45%) than the current healthcare cost trend rates:

	1% Decrease	Current Healthcare Cost Trend Rates	1% Increase
Net OPEB Liability	\$ 15,509,627	\$ 18,424,771	\$ 21,959,634

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

For the year ended June 30, 2024, the City recognized OPEB expense of \$516,728. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB Contributions Subsequent to Measurement Date	\$ 1,762,974	\$ -
Differences Between Actual and Expected Experience	-	(3,345,822)
Change in Assumptions	1,431,459	(464,117)
Net Differences Between Projected and Actual Earnings on Plan Investments	492,048	-
Total	\$ 3,686,481	\$ (3,809,939)

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (OPEB) PLAN (CONTINUED)

**OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB
(Continued)**

An amount of \$1,762,974 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2025	\$ (981,056)
2026	(654,773)
2027	(372,306)
2028	(276,495)
2029	234,232
Thereafter	163,966

Payable to the OPEB Plan

At June 30, 2024, the City had no outstanding amount of contributions to the OPEB plan required for the year ended June 30, 2024.

NOTE 11 RISK MANAGEMENT

The City began its self-insured liability program with Public Risk Innovation, Solutions, and Management (PRISM) on July 1, 2017. Claims occurring prior to July 1, 2017, are fully covered by California Joint Powers Insurance Authority (CJPIA). The City is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City handled those risks with the purchase of commercial insurance. The City pays an annual premium to the PRISM pool for its general liability and workers' compensation insurance coverage. For its general liability insurance, the City, through PRISM has a self-insured retention amount of \$200,000 per occurrence. General claims above \$200,000 up to \$25,000,000 are shared by the pool.

For its workers' compensation liability insurance, the City, through PRISM has a self-insured retention amount of \$250,000 per occurrence. Workers' compensation claims above \$250,000 up to statutory limits are shared by the pool. The City retains a risk of loss due to the fact that actual losses may exceed estimated claims or coverage amounts. The City also maintained property coverage, pollution coverage, master crime coverage and cyber liability coverage with PRISM.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 11 RISK MANAGEMENT (CONTINUED)

Claims, expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. At June 30, 2024, \$2,132,000 has been accrued for general liability claims and \$1,375,000 has been accrued for workers compensation claims. This amount represents an estimate of amounts to be paid for reported claims and incurred but not yet reported claims based upon past experience, modified for current trends, and information. While the ultimate amount of losses incurred through June 30, 2024, is dependent on future developments, based upon information from the City Attorney, the City's claims administrators, and others involved with the administration of the programs, City management believes the accrual is adequate to cover such losses.

Changes in the claims liability amount in fiscal years ended June 30, 2024 and 2023, are as follows:

Fiscal Year	Beginning of Fiscal Year Liability	Claims and Changes in Estimates	Claim Payments	End of Fiscal Year Liability
2022-2023	\$ 2,308,000	\$ 233,100	\$ (351,100)	\$ 2,190,000
2023-2024	2,190,000	2,087,946	(770,946)	3,507,000

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 GOVERNMENTAL FUND BALANCE CLASSIFICATIONS

The City's governmental fund balances at June 30, 2024, are tabulated below, followed by explanations as to the nature and purpose of each classification.

	General	Special Revenue Funds			Capital Projects Funds		Other Govt. Funds	Total Govt. Funds
		Housing Agency Section 8	County Grants	State Grants	Capital Improvement	2018 Series A COP		
Other Continuing Appropriations								
Long-Term Receivables/Advances	\$ 27,308,140	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27,308,140
Inventories	3,825	-	-	-	-	-	-	3,825
Prepaid Items	48,794	-	-	-	-	-	-	48,794
Restricted for:								
Housing Agency	-	857,534	-	-	-	-	-	857,534
State Gas Tax	-	-	-	-	-	-	3,043,472	3,043,472
HOME	-	-	-	-	-	-	2,831,172	2,831,172
CalHome Grant	-	-	-	-	-	-	705,599	705,599
Lighting Assessment District	-	-	-	-	-	-	3,088,625	3,088,625
Park Development	-	-	-	-	-	-	99,008	99,008
Prop A	-	-	-	-	-	-	4,187,624	4,187,624
Prop C	-	-	-	-	-	-	2,380,974	2,380,974
Measure R	-	-	-	-	-	-	2,984,586	2,984,586
AQMD	-	-	-	-	-	-	562,540	562,540
County Grants	-	-	61,964	-	-	-	-	61,964
Economic Development								
Assistance Grant	-	-	-	-	-	-	953,748	953,748
Image Enhancement	-	-	-	-	-	-	1,424,894	1,424,894
Reach Grants	-	-	-	-	-	-	914,362	914,362
Cable/PEG Support	-	-	-	-	-	-	320,065	320,065
Housing Agency LMIHF	-	-	-	-	-	-	2,798,244	2,798,244
Measure W	-	-	-	-	-	-	2,013,142	2,013,142
Maintenance District	-	-	-	-	-	-	85,496	85,496
CAsp Service	55,813	-	-	-	-	-	-	55,813
Pension Contribution	1,454,751	-	-	-	-	-	-	1,454,751
Capital Improvements	-	-	-	-	-	5,123,973	-	5,123,973
Committed to:								
Emergency Reserve/ Economic Stabilization/ Stimulus	29,660,398	-	-	-	-	-	-	29,660,398
Assigned to:								
OPEB Unfunded Liability	921,240	-	-	-	-	-	-	921,240
Leave Liability	612,290	-	-	-	-	-	-	612,290
Equipment Replacement	662,878	-	-	-	-	-	-	662,878
Self-insured Retention	500,000	-	-	-	-	-	-	500,000
Claim Liability Carrover	97,368	-	-	-	-	-	-	97,368
Water Enterprise	2,300,621	-	-	-	-	-	-	2,300,621
Bond Refinancing/Reserve	1,000,000	-	-	-	-	-	-	1,000,000
Capital improvements	2,000,000	-	-	-	18,227,149	-	-	20,227,149
Deferred Maintenance	1,000,000	-	-	-	-	-	-	1,000,000
Energy Efficiency	1,000,000	-	-	-	-	-	-	1,000,000
Economic Sustainability	1,000,000	-	-	-	-	-	-	1,000,000
Purchase Agreements	2,097,663	-	-	-	-	-	-	2,097,663
Other Continuing Appropriations	12,047,829	-	-	-	-	-	-	12,047,829
Unassigned	1,167,302	-	-	(4,747,358)	-	-	(710,520)	(4,290,576)
Total Fund Balances (Deficit)	\$ 84,938,912	\$ 857,534	\$ 61,964	\$ (4,747,358)	\$ 18,227,149	\$ 5,123,973	\$ 27,683,031	\$ 132,145,205

Nonspendable Fund Balances

Long-term receivables/advances cannot be spent since they are not in spendable form.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 GOVERNMENTAL FUND BALANCE CLASSIFICATIONS (CONTINUED)

Updated Reserve Policies: Committed and Assigned Fund Balances

The City Council first adopted updated comprehensive reserve policies conforming to GASB Statement 54 on June 14, 2016. Annually, as part of the budget development process, these policies are updated and approved by the City Council.

The latest version of the policies reconfirmed a commitment for “Emergency Reserve/Economic Uncertainty Reserve” and established assignments.

Committed Fund Balances

Committed funds describe a portion of the fund balance that is constrained by limitations imposed by the City Council. The City Council imposed limitation must occur no later than the close of the reporting period (i.e., end of the fiscal year) and remains binding unless removed under the same manner. A commitment is made by City Council adoption of a resolution that states the amount and purpose of the commitment.

The City Council adopted reserve policies effective June 12, 2018, that established a commitment for emergencies/economic stabilization equal to an amount calculated as 25% of the General Fund’s annual operating revenues. On July 28, 2020, the City Council adopted revised risk-based General Fund Reserve Policies, which increased the General Fund’s commitment to emergencies/economic stabilization from 25% to 50% of the General Fund’s annual operating revenues. For the fiscal year ending June 30, 2024, this commitment is equal to \$29,660,398.

Generally, appropriations and access to these committed funds will be reserved for emergency situations. Examples of such emergencies include, but are not limited to the following:

- Reduction in revenue equal to or greater than 20% of adopted General Fund revenues in a given fiscal year.
- An unplanned major catastrophic event such as a natural disaster requiring expenditures over 10% of the General Fund-adopted appropriations in a given fiscal year.
- Unfunded and/or unpredictable state or federal legislative or judicial mandates.
- Any other unforeseen event that causes the City to expend funds in excess of 10% of General Fund-adopted appropriations in a given fiscal year.

Assigned Fund Balances

Assigned funds describe the portion of the General Fund reserves that reflect the use of resources by the City Council intended to provide a means and source of funding for various near-term and long-term needs. This policy grants authority to assign funds to the Director of Finance. Assignment of reserves may be modified by the Director of Finance as part of the annual budget process. Use of assigned funds requires formal action by the City Council to appropriate funds in the appropriate account.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 GOVERNMENTAL FUND BALANCE CLASSIFICATIONS (CONTINUED)

Assigned Fund Balances (Continued)

Specifically, this reserve policy establishes assignments for the following short-term and long-term needs at the various levels specified:

- OPEB Unfunded Liability
- Leave Liability
- Equipment Replacement
- Self-Insured Retention
- Bond Refinancing/Reserve
- Capital Improvement (Unfunded/Unprogrammed)
- Deferred Maintenance
- Energy Efficiency
- Economic Sustainability
- Purchase Agreements
- Other Continuing Appropriations

For the fiscal year ended June 30, 2024, the total General Fund assignments equal \$25,239,888.

Unassigned Fund Balance

The General Fund may have net resources in excess of what is classified in one of the four previous categories (nonspendable, restricted, committed, or assigned). This amount is presented as the unassigned fund balance amount. Only the General Fund can report a positive unassigned fund balance. However, all governmental funds can report a negative unassigned fund balance.

This policy dictates that any amount of fund balance will be classified as “unassigned” after funding the emergency/economic stabilization reserve commitment plus the various assigned reserves made in accordance with the preceding section. This policy allows for “unassigned” funds and places no specific restrictions on their use. In general, the City Council could choose to utilize “unassigned” fund balance for one-time projects or uses in a given fiscal year. For the fiscal year ended June 30, 2024, the General Fund unassigned fund balance is \$1,167,302.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 13 OTHER REQUIRED DISCLOSURES

Deficit Fund Balances or Net Position

The following funds reported deficit fund balances or net position at June 30, 2024:

Major Funds:

State Grants Special Revenue Fund	\$	4,747,358
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Other Governmental Funds:

Community Development Block Grant Special Revenue Fund		285,463
Measure M Special Revenue Fund		285,851
Transportation Development Act Special Revenue Fund		5,821
Federal Grants Special Revenue Fund		133,385

Major Enterprise Fund - Golf Course Fund		4,015,095
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Management expects to eliminate the deficits with the collection of unavailable revenues or transfers from the General Fund. The Golf Course Enterprise Fund deficit will be eliminated through a combination of right-sizing of operations, improved revenue collection, and a long-term advance from the General Fund.

Excess of Expenditures Over Appropriations

Expenditures exceeded budgeted appropriations in the following funds:

	Final Budget	Actual	Variance
Major Funds:			
Housing Agency Section 8 Special Revenue Fund	\$ 6,121,110	\$ 6,674,337	\$ (553,227)
State Grants Special Revenue Fund	4,809,760	6,326,652	(1,516,892)
Other Governmental Funds:			
Economic Sustainability Special Revenue Fund	97,445	119,597	(22,152)
Measure W Special Revenue Fund	819,170	881,639	(62,469)

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 14 PICO RIVERA INNOVATIVE MUNICIPAL ENERGY

The City has registered as a Community Choice Aggregator (CCA) and established Pico Rivera Innovative Municipal Energy (PRIME) for the purpose of delivering electric services to certain customers located within the City of Pico Rivera. The City entered into an administrative services agreement with California Choice Energy Authority (CCEA), for administration, energy procurement, contract negotiation, contract administration, resource planning services and other services provided to the PRIME program. This contract has a term of the longer of three years from the effective date of April 11, 2017, or the longest term of any energy contract to which the CCEA is a party on behalf of the City. Payments to CCEA for the fiscal year ended June 30, 2024 totaled \$690,075.

CCEA master "Take or Pay" agreements with different energy providers that PRIME uses to purchase energy to provide for future electric capacity for customers. PRIME enters into separate contracts with the providers and these contracts constitute an obligation of PRIME to purchase a set volume of electricity at a set price throughout the terms of the contracts.

During the fiscal year ended June 30, 2024, the total payments made by PRIME under the take or pay contracts was \$14,798,584. At June 30, 2024, the remaining take or pay contracts for PRIME is \$94,222,287 through May 2041.

NOTE 15 SUCCESSOR AGENCY DISCLOSURES

The assets and liabilities of the former Redevelopment Agency were transferred to the Successor Agency to the City of Pico Rivera Redevelopment Agency on February 1, 2012, as a result of the dissolution of the former Redevelopment Agency.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 15 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

The City is acting in a fiduciary capacity for the assets and liabilities. Disclosures related to these assets and liabilities are as follows:

Capital Assets

	Balance at July 1, 2023	Additions	Deletions	Balance at June 30, 2024
Capital Assets, Not Being Depreciated:				
Land	\$ 258,023	\$ -	\$ -	\$ 258,023
Total Capital Assets, Not Being Depreciated	<u>258,023</u>	<u>-</u>	<u>-</u>	<u>258,023</u>
Capital Assets, Being Depreciated:				
Structures and Improvements	162,237	-	-	162,237
Furniture and Equipment	5,110	-	-	5,110
Infrastructure	50,615	-	-	50,615
Total Capital Assets, Being Depreciated	<u>217,962</u>	<u>-</u>	<u>-</u>	<u>217,962</u>
Less Accumulated Depreciation:				
Structures and Improvements	(138,411)	(3,533)	-	(141,944)
Furniture and Equipment	(5,110)	-	-	(5,110)
Infrastructure	(22,150)	(1,233)	-	(23,383)
Total Accumulated Depreciation	<u>(165,671)</u>	<u>(4,766)</u>	<u>-</u>	<u>(170,437)</u>
Total Capital Assets, Being Depreciated, Net	<u>52,291</u>	<u>(4,766)</u>	<u>-</u>	<u>47,525</u>
Successor Agency Activities, Capital Assets, Net	<u>\$ 310,314</u>	<u>\$ (4,766)</u>	<u>\$ -</u>	<u>\$ 305,548</u>

Loans Receivable

Two low-interest loans were issued by the former Redevelopment Agency for a commercial rehabilitation project. The loans bear interest rates from 1% to 3% and payments on these loans are to begin in 10-26 years from the date of the loan. The amount of the loans outstanding at June 30, 2024 is \$312,353.

CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 15 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

Payable to the City of Pico Rivera

The City had an agreement with the former Redevelopment Agency providing for the advance of funds to finance improvements and operations relating to and within the former Redevelopment Agency's project areas. The former Redevelopment Agency had been accruing interest on the original advances at a rate of 12% per annum, which were adjusted retroactively to 7% in fiscal year 2011-12. In fiscal year 2012-13, the Department of Finance ruled that the rate for which interest was accrued on advances to former redevelopment agencies could not exceed effective LAIF rates. Therefore, the City retroactively recalculated interest using existing LAIF rates. As a result, the balance of the advance was written down by \$3,916,128 during fiscal year 2012-13. At June 30, 2024, the net advance balance was \$18,454,287, which included accrued interest of \$9,291,717 and a 25% reserve against this balance totaling \$4,613,572 due to the estimated collectability by the General Fund as a result of the winding down of the affairs of the former Redevelopment Agency.

Sales Tax Loan from the City of Pico Rivera

The City and former Redevelopment Agency entered into an agreement whereby the City will defer its portion of sales tax revenues (City Deferrals) generated within the project area and advance the monies to the former Redevelopment Agency to allow the former Redevelopment Agency to meet its debt service obligations. The former Redevelopment Agency had been accruing interest on the original deferrals at a rate of 7%. In fiscal year 2012-13, the Department of Finance ruled that the rate for which interest was accrued on advances to the former Redevelopment Agencies could not exceed effective LAIF rates. Therefore, the City retroactively recalculated interest using existing LAIF rates. As a result, the balance of the advance was written down by \$6,463,413 during fiscal year 2012-13. At June 30, 2024, the balance of the City Deferrals including interest was \$30,924,045.

In previous years, the sales tax loan from the City was reported as a commitment with the interest rate and outstanding balance described in the footnotes, but the sales tax loan was not recorded as a liability in the financial statements due to uncertainty as to the City's intent to enforce collection. In March 2011, the City Council took action and approved a resolution acknowledging the receivable owed by the former Redevelopment Agency and affirming the City's willingness to enforce collection of the amount. Accordingly, the liability of \$30,924,045 has been recorded in the statement of fiduciary net position. Under the terms of the agreement, payments are to be made by the Successor Agency to the City to the extent money is available. Due to the payment terms, the long-term nature of the loan, and management's expectation that repayment will not begin for some time, the City has fully reserved against the receivable on the statement of net position.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 15 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

Payable to the City of Pico Rivera (Continued)

Sales Tax Loan from the City of Pico Rivera (Continued)

AB 1484 specifies the actions to be taken and the method of repayment for advances and loans between the Successor Agency, the City, and the Water Authority. Upon application and approval by the Successor Agency and the oversight board, loan agreements (advances) entered into by the former Redevelopment Agency and the City shall be deemed to be enforceable obligations provided that the oversight board makes a finding that the advances were for legitimate redevelopment purposes.

The advances are to be repaid with a defined schedule over a reasonable term of years at an interest rate not to exceed the interest rate earned by the funds deposited into LAIF. The annual advance repayments are subject to certain limitations, including the requirement that 20% of all advance repayments are to be transferred to the Housing Agency Low and Moderate Income Housing Special Revenue Fund to fund Housing Successor Agency activity. Additionally, repayments are subject to a formula distribution and have a lower priority for repayment as described in AB 1484 (Health and Safety Code Section 34191.4(2)(A)).

Management believes, in consultation with legal counsel, that the obligations of the Dissolved RDA due to the City are valid enforceable obligations payable by the Successor Agency under the requirements of the Dissolution Act and AB 1484. The City's position on this issue is not a position of settled law, and there is considerable legal uncertainty regarding this issue. It is reasonably possible that a legal determination may be made at a later date by an appropriate judicial authority that would not be in favor of the City.

Payable to the Pico Rivera Housing Assistance Agency

Prior to dissolution, the former Redevelopment Agency had borrowed low- and moderate-income housing set-aside funds to make the payments to the Supplemental Education Revenue Augmentation Fund in accordance with the State of California mandate. These loans are to be repaid to the Redevelopment Agency in its capacity as the Successor Agency. Total outstanding balance at June 30, 2024 was \$1,883,896.

Although the repayment terms on these loans were due in a previous period, the City does not expect the Successor Agency to the former Redevelopment Agency to have enough residual for payment of these obligations in the near future, and therefore, this liability is considered long-term. Repayment funding availability is calculated by the Los Angeles County Auditor-Controller's office twice a year and will be requested when substantial funds are available for the repayment of these loans.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 15 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

Payable to the Pico Rivera Water Authority

The Water Authority had an agreement with the former Redevelopment Agency dated January 15, 1990, providing for the advance of funds to finance improvements relating to and within the former Redevelopment Agency's project areas. Interest had been accrued on these advances at a rate of 7%. In fiscal year 2012-13, the Department of Finance ruled that the rate for which interest was accrued on advance to former Redevelopment Agency could not exceed effective LAIF rates. Therefore, interest has been retroactively recalculated using LAIF rates. As a result, the balance of the advance was written down by \$89,272 during fiscal year 2012-13. At June 30, 2024, the net advance balance was \$262,942, which includes accrued interest of \$132,942 and a 25% reserve against this balance totaling \$65,736 due to the estimated collectability by the Water A as a result of the winding down of the affairs of the former Redevelopment Agency.

Tax Allocation Refunding Bonds

On December 16, 2021, the Successor Agency issued Tax Allocation Refunding Bonds, Series 2021 (the 2021 SA TARBs), in the aggregate principal amount of \$13,470,000. These bonds were issued to refinance the 2001 Successor Agency's Tax Allocation Refunding Bonds, Series 2001 (2001 SA TARBs).

The 2021 SA TARBs pay interest at a rate of 1.5% payable semiannually on June 1 and December 1, commencing on June 1, 2022. Annual debt service for the 2021 SA TARBs is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 3,720,000	\$ 67,874	\$ 3,787,874
2026	2,635,000	19,895	2,654,895
Total	<u>\$ 6,355,000</u>	<u>\$ 87,769</u>	<u>\$ 6,442,769</u>

Payable to the County of Los Angeles

The former Redevelopment Agency and County entered into an agreement whereby the County will defer its share of tax increment (County Deferral) generated within the project area and remit it to the Successor Agency to meet the former Redevelopment Agency's debt service obligations. The County Deferral accrues simple interest equal to 5% of the current year's annual deferral amount. The County Deferral is to be repaid with the excess of property tax revenues received by the Successor Agency in excess of its debt payment requirements. The County Deferral is recorded as revenue when received. At June 30, 2024, the balance of the County Deferral including interest was \$42,075,014. There is no fixed payment schedule for the repayment of the County Deferral.

Additionally, at June 30, 2024 the Successor Agency also has a payable to the County of Los Angeles for the gross proceeds received on the sale of land totaling \$168,209.

**CITY OF PICO RIVERA, CALIFORNIA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 16 ACCOUNTING CHANGES AND ERROR CORRECTIONS

Change in Fund Presentation from Major to Nonmajor

Effective July 1, 2023, Special Revenue Fund County Grants, Special Revenue Fund State Grants and Capital Projects Fund Capital Improvement met the criteria to be reported as a major governmental fund. For the fiscal year ended June 30, 2023, these funds were reported as nonmajor governmental funds. The Golf Course Enterprise Fund met the criteria to be reported as a major enterprise fund. For the fiscal year ended June 30, 2023, this fund was reported as a nonmajor enterprise fund. The effect of these changes within the financial reporting entity are shown in the table below.

	June 30, 2023 As Previously Presented	Changes to or Within the Financial Reporting Entity	June 30, 2023 As Restated
Governmental Funds:			
Major Funds:			
General Fund	82,269,971	-	82,269,971
Special Revenue Housing Agency Section 8	533,105	-	533,105
Special Revenue American Rescue Plan	-	-	-
Special Revenue County Grants	-	(722,827)	(722,827)
Special Revenue State Grants	-	(219,451)	(219,451)
Capital Project Capital Improvement	-	13,312,296	13,312,296
Capital Project 2018 Series A COP	5,087,499	-	5,087,499
Nonmajor Governmental Funds:	37,565,876	(12,370,018)	25,195,858
Total Governmental Funds	<u>\$ 125,456,451</u>	<u>\$ -</u>	<u>\$ 125,456,451</u>
Proprietary Funds:			
Major Funds:			
Water Operations	39,755,318	-	39,755,318
Pico Rivera Innovative Municipal Energy	10,384,331	-	10,384,331
Golf Course	-	(3,604,402)	(3,604,402)
Nonmajor Enterprise Fund:	(2,902,890)	3,604,402	701,512
Total Proprietary Funds	<u>\$ 47,236,759</u>	<u>\$ -</u>	<u>\$ 47,236,759</u>

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REQUIRED SUPPLEMENTARY INFORMATION

CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
MISCELLANEOUS PLAN
LAST TEN FISCAL YEARS

	2024	2023	2022	2021	2020
Measurement Period:	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019
Total Pension Liability:					
Service Cost	\$ 1,994,117	\$ 1,902,845	\$ 1,825,934	\$ 1,776,130	\$ 1,749,749
Interest on Total Pension Liability	8,789,337	8,484,446	8,390,682	8,115,666	7,844,359
Differences Between Expected and Actual Experience	464,821	(2,724,330)	(227,395)	(96,456)	2,207,380
Changes in Assumptions	-	4,188,315	-	-	-
Benefit Payments, Including Refunds of Employee Contributions	(6,680,125)	(6,277,953)	(5,938,611)	(5,747,216)	(5,685,436)
Net Change in Total Pension Liability	4,568,150	5,573,323	4,050,610	4,048,124	6,116,052
Total Pension Liability - Beginning of Year	129,259,869	123,686,546	119,635,936	115,587,812	109,471,760
Total Pension Liability - End of Year (a)	<u>\$ 133,828,019</u>	<u>\$ 129,259,869</u>	<u>\$ 123,686,546</u>	<u>\$ 119,635,936</u>	<u>\$ 115,587,812</u>
Plan Fiduciary Net Position:					
Plan-to-Plan Resource Movement	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions - Employer	4,536,987	4,024,396	3,785,703	3,510,945	3,152,902
Contributions - Employee	943,383	758,203	773,207	824,722	817,187
Net Investment Income	5,374,302	(7,209,341)	17,874,219	3,795,360	4,813,665
Administrative Expenses	(63,628)	(59,361)	(78,792)	(107,987)	(52,319)
Benefit Payments	(6,680,125)	(6,277,953)	(5,938,611)	(5,747,216)	(5,685,436)
Net Change in Plan Fiduciary Net Position	4,110,919	(8,764,056)	16,415,726	2,275,824	3,045,999
Plan Fiduciary Net Position - Beginning of Year	86,527,311	95,291,367	78,875,641	76,599,817	73,553,818
Plan Fiduciary Net Position - End of Year (b)	<u>\$ 90,638,230</u>	<u>\$ 86,527,311</u>	<u>\$ 95,291,367</u>	<u>\$ 78,875,641</u>	<u>\$ 76,599,817</u>
Net Pension Liability - Ending (a)-(b)	<u>\$ 43,189,789</u>	<u>\$ 42,732,558</u>	<u>\$ 28,395,179</u>	<u>\$ 40,760,295</u>	<u>\$ 38,987,995</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	67.73%	66.94%	77.04%	65.93%	66.27%
Covered Payroll	\$ 14,458,762	\$ 12,290,342	\$ 11,613,022	\$ 11,103,243	\$ 10,774,630
Net Pension Liability as Percentage of Covered Payroll	298.71%	347.69%	244.51%	367.10%	361.85%

NOTES TO SCHEDULE

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

From Fiscal Year June 30, 2015 to June 30, 2016:

GASB 68, paragraph 68 states that the long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense.

The discount rate of 7.50% used for the June 30, 2014 measurement date was net of administrative expenses. The discount rate of 7.65% used for the June 30, 2015 measurement date is without reduction of pension plan administrative expense.

From Fiscal Year June 30, 2016 to June 30, 2017:

There were no changes in assumptions.

From Fiscal Year June 30, 2017 to June 30, 2018:

The accounting discount rate reduced from 7.65% to 7.15%

From Fiscal Year June 30, 2018 to June 30, 2019:

Demographic assumptions and inflation rate were changed in accordance with CalPERS Experience Study and Review of Actuarial Assumptions December 2017

From Fiscal Year June 30, 2019 to June 30, 2020:

There were no changes in assumptions.

From Fiscal Year June 30, 2020 to June 30, 2021:

There were no changes in assumptions.

From Fiscal Year June 30, 2021 to June 30, 2022:

There were no changes in assumptions.

From Fiscal Year June 30, 2022 to June 30, 2023:

The discount rate and long-term rate of return decreased from 7.15% to 6.90% and the inflation rate decreased from 2.5% to 2.3%

From Fiscal Year June 30, 2023 to June 30, 2024:

There were no changes in assumptions.

See accompanying Note to Required Supplementary Information.

CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
MISCELLANEOUS PLAN (CONTINUED)
LAST TEN FISCAL YEARS

	2019	2018	2017	2016	2015
	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Measurement Period:					
Total Pension Liability:					
Service Cost	\$ 1,668,403	\$ 1,660,852	\$ 1,410,606	\$ 1,411,834	\$ 1,447,138
Interest on Total Pension Liability	7,428,615	7,124,315	6,980,849	6,826,754	6,624,512
Differences Between Expected and Actual Experience	1,411,957	(1,258,219)	(1,495,731)	(845,358)	-
Changes in Assumptions	(828,380)	5,943,062	-	(1,681,626)	-
Benefit Payments, Including Refunds of Employee Contributions	(5,375,555)	(4,857,602)	(4,769,549)	(4,686,299)	(4,544,162)
Net Change in Total Pension Liability	4,305,040	8,612,408	2,126,175	1,025,305	3,527,488
Total Pension Liability - Beginning of Year	105,166,720	96,554,312	94,428,137	93,402,832	89,875,344
Total Pension Liability - End of Year (a)	<u>\$ 109,471,760</u>	<u>\$ 105,166,720</u>	<u>\$ 96,554,312</u>	<u>\$ 94,428,137</u>	<u>\$ 93,402,832</u>
Plan Fiduciary Net Position:					
Plan-to-Plan Resource Movement	\$ (171)	\$ -	\$ -	\$ 12	\$ -
Contributions - Employer	2,902,032	2,552,475	2,352,483	2,240,763	2,552,214
Contributions - Employee	838,924	741,941	681,785	716,687	671,298
Net Investment Income	5,870,873	7,274,632	328,225	1,459,065	10,012,754
Administrative Expenses	(314,561)	(94,514)	(39,896)	(73,643)	-
Benefit Payments	(5,375,555)	(4,857,602)	(4,769,549)	(4,686,299)	(4,544,162)
Net Change in Plan Fiduciary Net Position	3,921,542	5,616,932	(1,446,952)	(343,415)	8,692,104
Plan Fiduciary Net Position - Beginning of Year	69,632,276	64,015,344	65,462,296	65,805,711	57,113,607
Plan Fiduciary Net Position - End of Year (b)	<u>\$ 73,553,818</u>	<u>\$ 69,632,276</u>	<u>\$ 64,015,344</u>	<u>\$ 65,462,296</u>	<u>\$ 65,805,711</u>
Net Pension Liability - Ending (a)-(b)	<u>\$ 35,917,942</u>	<u>\$ 35,534,444</u>	<u>\$ 32,538,968</u>	<u>\$ 28,965,841</u>	<u>\$ 27,597,121</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	67.19%	66.21%	66.30%	69.32%	70.45%
Covered Payroll	\$ 9,958,832	\$ 9,605,299	\$ 8,817,942	\$ 8,675,393	\$ 8,586,318
Net Pension Liability as Percentage of Covered Payroll	360.66%	369.95%	369.01%	333.89%	321.41%

NOTES TO SCHEDULE

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

From Fiscal Year June 30, 2015 to June 30, 2016:

GASB 68, paragraph 68 states that the long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense.

The discount rate of 7.50% used for the June 30, 2014 measurement date was net of administrative expenses. The discount rate of 7.65% used for the June 30, 2015 measurement date is without reduction of pension plan administrative expense.

From Fiscal Year June 30, 2016 to June 30, 2017:

There were no changes in assumptions.

From Fiscal Year June 30, 2017 to June 30, 2018:

The accounting discount rate reduced from 7.65% to 7.15%

From Fiscal Year June 30, 2018 to June 30, 2019:

Demographic assumptions and inflation rate were changed in accordance with CalPERS Experience Study and Review of Actuarial Assumptions December 2017

From Fiscal Year June 30, 2019 to June 30, 2020:

There were no changes in assumptions.

From Fiscal Year June 30, 2020 to June 30, 2021:

There were no changes in assumptions.

From Fiscal Year June 30, 2021 to June 30, 2022:

There were no changes in assumptions.

From Fiscal Year June 30, 2022 to June 30, 2023:

The discount rate and long-term rate of return decreased from 7.15% to 6.90% and the inflation rate decreased from 2.5% to 2.3%

From Fiscal Year June 30, 2023 to June 30, 2024:

There were no changes in assumptions.

See accompanying Note to Required Supplementary Information.

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF CONTRIBUTIONS
MISCELLANEOUS PLAN
LAST TEN FISCAL YEARS**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Actuarially Determined Contribution	\$ 4,666,971	\$ 4,587,084	\$ 4,115,660	\$ 3,510,945	\$ 3,511,156
Contributions in Relation to the Actuarially Determined Contributions	<u>(4,666,971)</u>	<u>(4,587,084)</u>	<u>(4,115,660)</u>	<u>(3,510,945)</u>	<u>(3,511,156)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 15,182,721	\$ 14,458,762	\$ 12,290,342	\$ 11,613,022	\$ 11,103,243
Contributions as a Percentage of Covered Payroll	30.74%	31.73%	33.49%	30.23%	31.62%

Notes to Schedule:

Valuation Date	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017
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Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry age	Entry age	Entry age	Entry age	Entry age
Amortization Method	(1)	(1)	(1)	(1)	(1)
Asset Valuation Method	Market Value	Market Value	Market Value	Market Value	Market Value
Inflation	2.30%	2.75%	2.75%	2.75%	2.75%
Salary Increases	(2)	(2)	(2)	(2)	(2)
Investment Rate of Return	6.90% (3)	7.10% (3)	7.375% (3)	7.375% (3)	7.375% (3)
Retirement Age	(4)	(4)	(4)	(4)	(4)
Mortality	(5)	(5)	(5)	(5)	(5)

(1) Level percentage of payroll, closed.

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

(3) Net of pension plan investment expense, including inflation.

(4) 2.5% at 55 and 2% at 60 retirement age from 50-67, 2% at 62 retirement age 52-67.

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

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF CONTRIBUTIONS
MISCELLANEOUS PLAN (CONTINUED)
LAST TEN FISCAL YEARS**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially Determined Contribution	\$ 3,152,687	\$ 2,902,032	\$ 2,552,475	\$ 2,352,483	\$ 2,240,763
Contributions in Relation to the Actuarially Determined Contributions	<u>(3,152,687)</u>	<u>(2,902,032)</u>	<u>(2,552,475)</u>	<u>(2,352,483)</u>	<u>(2,240,763)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 10,774,630	\$ 9,958,832	\$ 9,605,299	\$ 8,817,942	\$ 8,675,393
Contributions as a Percentage of Covered Payroll	29.26%	29.14%	26.57%	26.68%	25.83%
Notes to Schedule:					
Valuation Date	6/30/2016	6/30/2015	6/30/2014	6/30/2013	6/30/2012
Methods and Assumptions Used to Determine Contribution Rates:					
Actuarial Cost Method	Entry age	Entry age	Entry age	Entry age	Entry age
Amortization Method	(1)	(1)	(1)	(1)	(1)
Asset Valuation Method	Market Value	Market Value	Market Value	Market Value	Market Value
Inflation	2.50%	2.75%	2.75%	2.75%	2.75%
Salary Increases	(2)	(2)	(2)	(2)	(2)
Investment Rate of Return	7.15% (3)	7.375% (3)	7.50% (3)	7.50% (3)	7.50% (3)
Retirement Age	(4)	(4)	(4)	(4)	(4)
Mortality	(5)	(5)	(5)	(5)	(5)

(1) Level percentage of payroll, closed.

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

(3) Net of pension plan investment expense, including inflation.

(4) 2.5% at 55 and 2% at 60 retirement age from 50-67, 2% at 62 retirement age 52-67.

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

CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
COUNCIL PLAN
LAST TEN FISCAL YEARS

Measurement Period:	2024	2023	2022	2021	2020
	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020
Total Pension Liability:					
Service Cost	\$ 785	\$ 748	\$ 748	\$ 2,351	\$ 2,283
Interest on Total Pension Liability	14,108	14,076	14,044	12,821	11,252
Differences Between Expected and Actual Experience	-	-	-	-	-
Changes in Economic/Demographic	(1,648)	-	-	22,057	22,367
Changes in Assumptions	(652)	-	-	(2,461)	2,623
Benefit Payments, Including Refunds of Employee Contributions	(14,373)	(14,372)	(14,214)	(14,492)	(14,412)
Net Change in Total Pension Liability	(1,780)	452	578	20,276	24,113
Total Pension Liability - Beginning of Year	223,339	222,887	222,309	202,033	177,920
Total Pension Liability - End of Year (a)	221,559	223,339	222,887	222,309	202,033
Plan Fiduciary Net Position:					
Contributions - Employer	3,591	3,591	3,591	7,183	10,774
Contributions - Employee	-	-	-	-	-
Net Investment Income	19,641	13,057	(26,881)	42,720	3,916
Administrative Expenses	(821)	(803)	(959)	(925)	(834)
Benefit Payments	(14,373)	(14,372)	(14,214)	(14,492)	(14,412)
Net Change in Plan Fiduciary Net Position	8,038	1,473	(38,463)	34,486	(556)
Plan Fiduciary Net Position - Beginning of Year	162,697	161,224	199,687	165,201	165,757
Plan Fiduciary Net Position - End of Year (b)	170,735	162,697	161,224	199,687	165,201
Net Pension Liability - Ending (a)-(b)	\$ 50,824	\$ 60,642	\$ 61,663	\$ 22,622	\$ 36,832
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	77.06%	72.85%	72.33%	89.82%	81.77%
Covered Payroll	\$ 10,655	\$ 10,655	\$ 10,655	\$ 9,865	\$ 32,924
Net Pension Liability as Percentage of Covered Payroll	477.00%	569.14%	578.72%	229.32%	111.87%

NOTES TO SCHEDULE

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

The June 30, 2015, valuation reflected assumption changes (mortality, disability, and inflation) consistent with the 2014 CalPERS Experience Study.

During June 30, 2024, the inflation rate changed from 2.5% to 2.3%.

CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
COUNCIL PLAN (CONTINUED)
LAST TEN FISCAL YEARS

Measurement Period:	2019	2018	2017	2016	2015
	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Total Pension Liability:					
Service Cost	\$ 6,794	\$ 6,533	\$ 6,809	\$ 6,547	\$ 6,329
Interest on Total Pension Liability	11,243	11,848	11,642	11,117	10,751
Differences Between Expected and Actual Experience	-	-	-	(9,032)	-
Changes in Economic/Demographic	-	(16,557)	-	-	-
Changes in Assumptions	-	-	8,226	7,389	-
Benefit Payments, Including Refunds of Employee Contributions	(12,399)	(10,426)	(10,426)	(10,426)	(10,426)
Net Change in Total Pension Liability	5,638	(8,602)	16,251	5,595	6,654
Total Pension Liability - Beginning of Year	172,282	180,884	164,633	159,038	152,384
Total Pension Liability - End of Year (a)	177,920	172,282	180,884	164,633	159,038
Plan Fiduciary Net Position:					
Contributions - Employer	14,227	18,648	17,266	18,647	17,957
Contributions - Employee	-	-	-	-	-
Net Investment Income	9,833	10,214	13,784	83	2,392
Administrative Expenses	(808)	(762)	(655)	(575)	(540)
Benefit Payments	(12,399)	(10,426)	(10,426)	(10,426)	(10,426)
Net Change in Plan Fiduciary Net Position	10,853	17,674	19,969	7,729	9,383
Plan Fiduciary Net Position - Beginning of Year	154,904	137,230	117,261	109,532	100,149
Plan Fiduciary Net Position - End of Year (b)	165,757	154,904	137,230	117,261	109,532
Net Pension Liability - Ending (a)-(b)	\$ 12,163	\$ 17,378	\$ 43,654	\$ 47,372	\$ 49,506
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	93.16%	89.91%	75.87%	71.23%	68.87%
Covered Payroll	\$ 39,460	\$ 55,406	\$ 57,622	\$ 55,406	\$ 57,622
Net Pension Liability as Percentage of Covered Payroll	30.82%	31.36%	75.76%	85.50%	85.92%

NOTES TO SCHEDULE

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

The June 30, 2015, valuation reflected assumption changes (mortality, disability, and inflation) consistent with the 2014 CalPERS Experience Study.

During June 30, 2024, the inflation rate changed from 2.5% to 2.3%.

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF CONTRIBUTIONS
COUNCIL PLAN
LAST TEN FISCAL YEARS**

	2024	2023	2022	2021	2020
Actuarially Determined Contribution	\$ 2,937	\$ 7,715	\$ 7,715	\$ 7,715	\$ 9,938
Contributions in Relation to the Actuarially Determined Contributions	(3,591)	(3,591)	(3,591)	(7,183)	(10,774)
Contribution Deficiency (Excess)	<u>\$ (654)</u>	<u>\$ 4,124</u>	<u>\$ 4,124</u>	<u>\$ 532</u>	<u>\$ (836)</u>
Covered Payroll	\$ 10,655	\$ 10,655	\$ 10,655	\$ 9,865	\$ 32,924
Contributions as a Percentage of Covered Payroll	33.70%	33.70%	33.70%	72.81%	32.72%
Notes to Schedule:					
Valuation Date	6/30/2023	6/30/2022	6/30/2021	6/30/2019	6/30/2019
Methods and Assumptions Used to Determine Contribution Rates:					
Single Employer Plan	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age
Amortization Method	Normal	Normal	Normal	Normal	Normal
Remaining Amortization Period	Level Dollar, Closed Period	Level Dollar, Closed Period	Level Dollar, Closed Period	Level Dollar, Closed Period	Level Dollar, Closed Period
Asset Valuation Method	3-Year Fixed	3-Year Fixed	3-Year Fixed	3-Year Fixed	3-Year Fixed
Inflation	Market	Market	Market	Market	Market
Salary Increases	2.30%	2.50%	2.50%	2.50%	2.50%
Investment Rate of Return	0.00%	0.00%	0.00%	3.00%	3.00%
Retirement Age	6.50%	6.50%	6.50%	6.50%	6.50%
Mortality	55 Years	55 Years	55 Years	55 Years	55 Years
	(2)	(1)	(1)	(1)	(1)

(1) Pre-Retirement: Consistent with the nonindustrial rates used to value the CalPERS Miscellaneous Public Agency Pension Plans after June 30, 2017.

(2) Pre-Retirement: Consistent with the nonindustrial rates used to value the CalPERS Miscellaneous Public Agency Pension Plans after June 30, 2021.

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF CONTRIBUTIONS
COUNCIL PLAN (CONTINUED)
LAST TEN FISCAL YEARS**

	2019	2018	2017	2016	2015
Actuarially Determined Contribution	\$ 17,226	\$ 17,900	\$ 18,616	\$ 17,266	\$ 17,957
Contributions in Relation to the Actuarially Determined Contributions	(14,227)	(18,648)	(17,266)	(18,647)	(17,957)
Contribution Deficiency (Excess)	<u>\$ 2,999</u>	<u>\$ (748)</u>	<u>\$ 1,350</u>	<u>\$ (1,381)</u>	<u>\$ -</u>
Covered Payroll	\$ 39,460	\$ 55,406	\$ 57,622	\$ 55,406	\$ 57,622
Contributions as a Percentage of Covered Payroll	36.05%	33.66%	29.96%	33.66%	31.16%
Notes to Schedule:					
Valuation Date	6/30/2017	6/30/2017	7/1/2015	7/1/2015	6/30/2013
Methods and Assumptions Used to Determine Contribution Rates:					
Single Employer Plan	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal
Amortization Method	Level Dollar, Closed Period	Level Dollar, Closed Period	Level Dollar, Closed Period	Level Dollar, Closed Period	Level Dollar, Closed Period
Remaining Amortization Period	5-Year Fixed	5-Year Fixed	7-Year Fixed	7-Year Fixed	9-Year Fixed
Asset Valuation Method	Market	Market	Market	Market	Market
Inflation	2.75%	2.75%	2.75%	2.75%	3.00%
Salary Increases	4.00%	4.00%	4.00%	4.00%	4.00%
Investment Rate of Return	6.50%	6.50%	6.50%	7.00%	7.00%
Retirement Age	55 Years	55 Years	55 Years	55 Years	55 Years
Mortality	(1)	(1)	(1)	(1)	(1)

(1) Pre-Retirement: Consistent with the nonindustrial rates used to value the CalPERS Miscellaneous Public Agency Pension Plans after June 30, 2017.

(2) Pre-Retirement: Consistent with the nonindustrial rates used to value the CalPERS Miscellaneous Public Agency Pension Plans after June 30, 2021.

CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS*

Fiscal Year-End	2024	2023	2022	2021	2020	2019	2018
Measurement Date	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017
Total OPEB Liability:							
Service Cost	\$ 458,013	\$ 445,755	\$ 568,492	\$ 585,937	\$ 605,152	\$ 614,912	\$ 597,000
Interest on Total OPEB Liability	1,452,067	1,410,651	1,832,841	1,790,952	1,873,005	1,792,862	1,717,000
Differences Between Expected and Actual Experience	(113,234)	-	(5,246,807)	-	(2,149,380)	-	-
Changes in Assumptions	1,682,592	-	(412,400)	(495,461)	(269,581)	-	-
Benefit Payments	(1,208,807)	(1,203,248)	(1,201,078)	(1,285,726)	(1,225,426)	(1,196,000)	(1,212,000)
Net Change in Total OPEB Liability	2,270,631	653,158	(4,458,952)	595,702	(1,166,230)	1,211,774	1,102,000
Total OPEB Liability - Beginning of Year	23,379,452	22,726,294	27,185,246	26,589,544	27,755,774	26,544,000	25,442,000
Total OPEB Liability - End of Year (a)	25,650,083	23,379,452	22,726,294	27,185,246	26,589,544	27,755,774	26,544,000
Plan Fiduciary Net Position:							
Contributions - Employer	1,777,258	2,159,703	1,203,599	1,288,526	1,227,833	1,199,000	5,212,000
Net Investment Income	404,126	(978,822)	1,356,239	168,441	277,177	331,815	165,000
Administrative Expenses	(5,410)	(4,268)	(4,388)	(5,129)	(3,369)	(10,734)	(1,000)
Benefit Payments	(1,208,807)	(1,203,248)	(1,201,078)	(1,285,726)	(1,225,426)	(1,196,000)	(1,212,000)
Net Change in Plan Fiduciary Net Position	967,167	(26,635)	1,354,372	166,112	276,215	324,081	4,164,000
Plan Fiduciary Net Position - Beginning of Year	6,258,145	6,284,780	4,930,408	4,764,296	4,488,081	4,164,000	-
Plan Fiduciary Net Position - End of Year (b)	7,225,312	6,258,145	6,284,780	4,930,408	4,764,296	4,488,081	4,164,000
Net OPEB Liability - Ending (a)-(b)	\$ 18,424,771	\$ 17,121,307	\$ 16,441,514	\$ 22,254,838	\$ 21,825,248	\$ 23,267,693	\$ 22,380,000
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	28.17%	26.77%	27.65%	18.14%	17.92%	16.17%	15.69%
Covered Payroll	\$ 14,315,004	\$ 12,284,836	\$ 12,992,596	\$ 12,474,643	\$ 12,334,638	\$ 10,314,000	\$ 9,770,000
Net OPEB Liability as Percentage of Covered Payroll	128.71%	139.37%	126.55%	178.40%	176.94%	225.59%	229.07%

NOTES TO SCHEDULE

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

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

There were no changes in assumptions.

From fiscal year June 30, 2018 to June 30, 2019:

There were no changes in assumptions.

From fiscal year June 30, 2019 to June 30, 2020:

Demographic assumptions were updated to CalPERS 1997-2015 Experience Study.

Mortality improvement scale was updated to Scale MP-2019

From fiscal year June 30, 2020 to June 30, 2021:

ACA excise tax removed

From fiscal year June 30, 2021 to June 30, 2022:

Discount rate was updated based on newer capital market assumptions and inflation rate decreased 25 basis point

Demographic assumptions were updated to CalPERS 2000-2019 Experience Study.

Medical trend rate decreased for Kaiser Senior Advantage and Medicare Advantage age-related claims removed

Mortality improvement scale was updated to Scale MP-2021

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

There were no changes in assumptions.

From fiscal year June 30, 2023 to June 30, 2024:

Medical trend rate decreased for Non-Medicare and Medicare.

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

See accompanying Note to Required Supplementary Information.

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF CONTRIBUTIONS – OPEB PLAN
LAST TEN FISCAL YEARS***

	2024	2023	2022	2021	2020	2019	2018
Actuarially Determined Contribution	\$ 1,776,000	\$ 1,766,000	\$ 3,135,000	\$ 3,065,000	\$ 2,790,000	\$ 2,739,000	\$ 2,688,000
Contributions in Relation to the Actuarially Determined Contributions	(1,762,974)	(1,777,258)	(2,159,703)	(1,203,599)	(1,288,526)	(1,227,833)	(1,199,000)
Contribution Deficiency (Excess)	<u>\$ 13,026</u>	<u>\$ (11,258)</u>	<u>\$ 975,297</u>	<u>\$ 1,861,401</u>	<u>\$ 1,501,474</u>	<u>\$ 1,511,167</u>	<u>\$ 1,489,000</u>
Covered Payroll	\$ 15,182,721	\$ 14,315,004	\$ 12,284,836	\$ 12,992,596	\$ 12,474,643	\$ 12,334,638	\$ 10,314,000
Contributions as a Percentage of Covered Payroll	11.61%	12.42%	17.58%	9.26%	10.33%	9.95%	11.62%
Notes to Schedule:							
Valuation Date	6/30/2023	6/30/2021	6/30/2021	6/30/2019	6/30/2019	6/30/2017	6/30/2017
Methods and Assumptions Used to Determine Contribution Rates:							
Agent Multiple Employer Plan	Entry Age						
Amortization Method	Level Percentage of Payroll, Closed						
Asset Valuation Method	Investment Gains and Losses Spread Over 5-Year Rolling Period						
Inflation	2.50%	2.75%	2.75%	2.75%	2.75%	2.75%	2.75%
Medical Trend	Non-Medicare- 8.5% Decreasing to 3.45%	Non-Medicare - 6.5% Decreasing to 3.75%	Non-Medicare - 7.25% Decreasing to 4.0%		Non-Medicare - 7.25% Decreasing to 4.0%		
	Medicare (Non-Kaiser)- 7.50% Decreasing to 3.45%	Medicare (Non-Kaiser) - 5.65% Decreasing to 4.0%	Medicare - 6.3% Decreasing to 4.0%		Medicare - 6.3% Decreasing to 4.0%		
	Medicare (Kaiser)- 6.25% Decreasing to 3.45%	Medicare (Kaiser) - 4.6% Decreasing to 4.0%					
Investment Rate of Return	6.25%	6.25%	6.25%	6.75%	6.75%	6.75%	6.75%
Mortality	CalPERS 2000-2019 Experience Study			CalPERS 1997-2015 Experience Study		CalPERS 1997-2015 Experience Study	

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

See accompanying Note to Required Supplementary Information.

**CITY OF PICO RIVERA, CALIFORNIA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and Assessments	\$ 44,671,773	\$ 44,671,773	\$ 45,752,339	\$ 1,080,566
Licenses and Permits	8,912,293	8,912,293	6,856,107	(2,056,186)
Intergovernmental	482,000	482,000	275,062	(206,938)
Charges for Services	1,440,030	1,440,030	1,394,675	(45,355)
Fines, Forfeitures, and Penalties	1,307,000	1,307,000	1,213,961	(93,039)
Investment and Rental	719,360	719,360	3,648,783	2,929,423
Miscellaneous	316,700	316,700	1,120,771	804,071
Total Revenues	<u>57,849,156</u>	<u>57,849,156</u>	<u>60,261,698</u>	<u>2,412,542</u>
EXPENDITURES				
Current:				
General Government	11,678,648	12,244,526	11,410,185	834,341
Public Safety	13,964,004	14,299,669	13,366,320	933,349
Public Works	10,898,178	11,704,158	11,228,551	475,607
Parks and Recreation	7,644,904	8,024,789	6,891,330	1,133,459
Community Development	7,283,641	9,421,476	6,308,071	3,113,405
Capital Outlay	-	13,185	25,164	(11,979)
Debt Service:				
Principal	1,030,000	1,030,000	1,030,000	-
Interest and Fiscal Charges	888,775	888,775	888,775	-
Lease Principal	-	-	44,016	(44,016)
Lease Interest	-	-	4,560	(4,560)
Total Expenditures	<u>53,388,150</u>	<u>57,626,578</u>	<u>51,196,972</u>	<u>6,429,606</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>4,461,006</u>	<u>222,578</u>	<u>9,064,726</u>	<u>8,842,148</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	1,717,097	1,797,097	1,679,327	(117,770)
Transfers Out	(6,176,503)	(8,177,796)	(8,177,796)	-
Lease Proceeds	-	-	102,880	102,880
Loss on Sale of Capital Assets	-	-	(196)	(196)
Total Other Financing Sources (Uses)	<u>(4,459,406)</u>	<u>(6,380,699)</u>	<u>(6,395,785)</u>	<u>(15,086)</u>
NET CHANGE IN FUND BALANCE	1,600	(6,158,121)	2,668,941	8,827,062
Fund Balance - Beginning of Year	<u>82,269,971</u>	<u>82,269,971</u>	<u>82,269,971</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 82,271,571</u>	<u>\$ 76,111,850</u>	<u>\$ 84,938,912</u>	<u>\$ 8,827,062</u>

See accompanying Note to Required Supplementary Information.

**CITY OF PICO RIVERA, CALIFORNIA
 BUDGETARY COMPARISON SCHEDULE
 HOUSING AGENCY SECTION 8 SPECIAL REVENUE FUND
 YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 5,742,769	\$ 5,742,769	\$ 6,980,240	\$ 1,237,471
Investment and Rental	-	-	500	500
Miscellaneous	29,000	29,000	18,026	(10,974)
Total Revenues	<u>5,771,769</u>	<u>5,771,769</u>	<u>6,998,766</u>	<u>1,226,997</u>
EXPENDITURES				
Current:				
Health and Welfare	<u>6,121,110</u>	<u>6,121,110</u>	<u>6,674,337</u>	<u>(553,227)</u>
NET CHANGE IN FUND BALANCE	(349,341)	(349,341)	324,429	673,770
Fund Balance - Beginning of Year	<u>533,105</u>	<u>533,105</u>	<u>533,105</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 183,764</u></u>	<u><u>\$ 183,764</u></u>	<u><u>\$ 857,534</u></u>	<u><u>\$ 673,770</u></u>

See accompanying Note to Required Supplementary Information.

**CITY OF PICO RIVERA, CALIFORNIA
 BUDGETARY COMPARISON SCHEDULE
 AMERICAN RESCUE PLAN SPECIAL REVENUE FUND
 YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
OTHER FINANCING SOURCES (USES)				
Transfers Out	\$ -	\$ -	\$ -	\$ -
Fund Balance - Beginning of Year	-	-	-	-
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying Note to Required Supplementary Information.

**CITY OF PICO RIVERA, CALIFORNIA
BUDGETARY COMPARISON SCHEDULE
COUNTY GRANTS SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 10,093,531	\$ 2,273,871	\$ (7,819,660)
Miscellaneous	-	21,145	21,145
Total Revenues	<u>10,093,531</u>	<u>2,295,016</u>	<u>(7,798,515)</u>
EXPENDITURES			
Current:			
Parks and Recreation	223,259	5,907	217,352
Capital Outlay	4,537,491	1,504,318	3,033,173
Total Expenditures	<u>4,760,750</u>	<u>1,510,225</u>	<u>3,250,525</u>
NET CHANGE IN FUND BALANCE	5,332,781	784,791	(4,547,990)
Fund Balance (Deficit) - Beginning of Year	<u>(722,827)</u>	<u>(722,827)</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 4,609,954</u>	<u>\$ 61,964</u>	<u>\$ (4,547,990)</u>

See accompanying Note to Required Supplementary Information.

**CITY OF PICO RIVERA, CALIFORNIA
 BUDGETARY COMPARISON SCHEDULE
 STATE GRANTS SPECIAL REVENUE FUND
 YEAR ENDED JUNE 30, 2024**

	<u>Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Intergovernmental	\$ 29,584,764	\$ 1,742,200	\$ (27,842,564)
Investment and Rental	2,200	56,545	54,345
Total Revenues	<u>29,586,964</u>	<u>1,798,745</u>	<u>(27,788,219)</u>
EXPENDITURES			
Current:			
Health and Welfare	1,389,683	698,034	691,649
Capital Outlay	3,420,077	5,628,618	(2,208,541)
Total Expenditures	<u>4,809,760</u>	<u>6,326,652</u>	<u>(1,516,892)</u>
NET CHANGE IN FUND BALANCE	28,197,281	(4,527,907)	32,725,188
Fund Balance (Deficit)- Beginning of Year	<u>(219,451)</u>	<u>(219,451)</u>	<u>-</u>
FUND BALANCE (DEFICIT) - END OF YEAR	<u><u>\$ 27,977,830</u></u>	<u><u>\$ (4,747,358)</u></u>	<u><u>\$ (32,725,188)</u></u>

See accompanying Note to Required Supplementary Information.

**CITY OF PICO RIVERA, CALIFORNIA
 BUDGETARY COMPARISON SCHEDULE
 CAPITAL IMPROVEMENT CAPITAL PROJECT FUND
 YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
EXPENDITURES			
Current:			
Capital Outlay	\$ 4,330,413	\$ 2,510,616	\$ 1,819,797
OTHER FINANCING SOURCES (USES)			
Transfers in	2,313,966	7,425,469	(5,111,503)
Total Other Financing Sources (Uses)	2,313,966	7,425,469	(5,111,503)
NET CHANGE IN FUND BALANCE	(2,016,447)	4,914,853	6,931,300
Fund Balance - Beginning of Year	13,312,296	13,312,296	-
FUND BALANCE - END OF YEAR	\$ 11,295,849	\$ 18,227,149	\$ 6,931,300

See accompanying Note to Required Supplementary Information.

CITY OF PICO RIVERA, CALIFORNIA
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2024

NOTE 1 BUDGETARY CONTROL AND ACCOUNTING

The City of Pico Rivera (the City) adopts annual budgets for governmental funds on a basis that is the same as accounting principles generally accepted in the United States of America.

The City's budget is a detailed operating plan, which identifies estimated costs and results in relation to estimated revenues. The budget includes (1) the programs, projects, services, and activities to be provided during the fiscal year; (2) the estimated resources (inflows) and amounts available for appropriation; and (3) the estimated charges to appropriations. The budget represents a process through which policy decisions are made, implemented, and controlled.

The following procedures establish the budgetary data reflected in the financial statements:

The budget is prepared under the City Manager's direction and adopted by the City Council, generally prior to June 30 of each year. It is revised periodically during the year by the City Council. The budget presented in the financial statements includes the original and final amounts. The budget serves as a policy document for the deliverance of public services; however, expenditures are individually approved by the City Council. The City Manager is authorized to transfer amounts within individual fund budgets without the approval of City Council. Additional appropriations during the year may be submitted to the City Council for review and approval.

Budget information is presented for the governmental fund types. There were no budgeted appropriations for the Housing Agency Low and Moderate Income Housing Special Revenue Fund, which is used to account for all successor agency housing activities; the Park Development Special Revenue Fund, which accounts for funds received on new residential construction for the purpose of improving and/or developing the City's park system; the 2018 Series A COP Capital Projects Fund, which is used to account for the proceeds of the 2018 Series A Certificates of Participation and all capital expenditures paid from proceeds of the certificates; and the Measure A special revenue fund which accounts for Measure A activities. Accordingly, no budgetary comparison for these funds is presented in the financial statements. Budgeted revenue amounts represent the original budget modified by City Council-authorized adjustments during the year, which were contingent upon new or additional revenue sources. Budgeted expenditure amounts represent original appropriations adjusted for supplemental appropriations during the year. The budgets conform, in all material respects, to accounting principles generally accepted in the United States of America. Appropriations lapse at year-end.

Budgetary compliance is monitored without the use of encumbrances.

SUPPLEMENTARY INFORMATION

CITY OF PICO RIVERA, CALIFORNIA
DESCRIPTION OF OTHER GOVERNMENTAL FUNDS
JUNE 30, 2024

SPECIAL REVENUE FUNDS

Special Revenue Funds account for proceeds of specific revenue sources that are legally restricted or otherwise designated for specific purposes. Special Revenue Funds include the following:

Community Development Block Grant Fund accounts for funds received from the U.S. Department of Housing and Urban Development for the purpose of Housing Rehabilitation, Social Services, and qualified capital improvements.

State Gas Tax Fund accounts for the City's proportionate share of gas tax monies collected by the state of California, which are used for street construction and maintenance.

Light Assessment District Fund accounts for monies received for lighting services deemed to benefit the properties and businesses against which the special benefit assessments are levied. The assessments are levied once a year and are collected by the Los Angeles County Tax Collector, and remitted to the City.

Park Development Fund accounts for funds received on new residential construction for the purpose of improving and/or developing the City's park system.

Prop A Fund accounts for the ½% sales tax approved by Prop A in Los Angeles County, which is restricted for transportation programs and projects.

Prop C Fund accounts for the ½% sales tax approved by Prop C, which is restricted for transportation programs and projects.

Measure R Fund accounts for monies received and expenditures relative to Measure R projects.

Measure M Fund accounts for monies received and expenditures relative to Measure M projects.

Measure A Fund accounts for monies received and expenditures relative to Measure A projects.

HOME Grant Fund accounts for funds received from the U.S. Department of Housing and Urban Development for the purpose of housing loans and rehabilitation.

CalHOME Grant Fund accounts for funds received from the state of California for the purpose of providing home rehabilitation loans.

Air Quality Improvement Fund accounts for the additional vehicle registration fees received from the Southern California Air Quality Management District for the purpose of air pollution reduction.

CITY OF PICO RIVERA, CALIFORNIA
DESCRIPTION OF OTHER GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2024

SPECIAL REVENUE FUNDS (CONTINUED)

Economic Sustainability Fund accounts for funds received from the companies developing the Pico Rivera Towne Center under the terms of the improvement and reimbursement agreements with the Redevelopment Agency.

Image Enhancement Fund accounts for funds received from all developers for the enhancement of the image of the City of Pico Rivera.

Sewer Maintenance Fund accounts for direct assessments on property for annual and long-term maintenance of the sewer system.

Reach Grants Fund accounts for funds received from the state of California for the after-school learning program.

Cable/PEG Support Fund accounts for fees received that are restricted to upgrades to the City's cable system.

Transportation Development Act Fund accounts for funds received from the state of California Department of Transportation for the development and support of public transportation needs.

Housing Agency Low and Moderate Income Housing Fund (LMIHF) accounts for assets received from dissolution of the former Pico Rivera Redevelopment Agency dedicated to low- and moderate-income housing activities pursuant to the California Health and Safety Code.

Measure W accounts for the revenues and expenditures provided to the city by the Los Angeles County Measure W Safe Clean Water Program. The revenues are a parcel tax to be utilized to increase the local water supply, improve water quality, and invest in making the City of Pico Rivera greener or more livable.

Federal Grants Fund accounts for the various federal grants that are restricted to expenditures for specific programs and projects.

CAPITAL PROJECTS FUNDS

Capital Projects Funds account for financial resources used for the acquisition or construction of major capital facilities. Capital Projects Funds include the following:

Paramount/Mines Landscape Maintenance Assessment Fund accounts for funds received for the installation and maintenance of common areas deemed to benefit the properties against which the special benefit assessments are levied.

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2024**

	Special Revenue Funds			
	Community Development Block Grant	State Gas Tax	Lighting Assessment District	Park Development
ASSETS				
Cash and Investments	\$ -	\$ 3,021,869	\$ 3,092,882	\$ 98,479
Restricted Cash and Investments				
Accounts Receivable	373,326	-	-	-
Taxes Receivable	-	424,533	44,263	-
Interest Receivable	-	16,311	16,707	529
Long-Term Receivables	176,409	-	-	-
Prepaid Items	-	-	-	-
Receivables from Successor Agency	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 549,735</u>	<u>\$ 3,462,713</u>	<u>\$ 3,153,852</u>	<u>\$ 99,008</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 336,851	\$ 395,426	\$ 50,543	\$ -
Accrued Liabilities	-	3,003	14,684	-
Retention Payable	24,814	20,812	-	-
Due to Other Funds	31,920	-	-	-
Due to Other Agencies	176,409	-	-	-
Total Liabilities	<u>569,994</u>	<u>419,241</u>	<u>65,227</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	<u>265,204</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)				
Restricted	-	3,043,472	3,088,625	99,008
Unassigned	<u>(285,463)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances (Deficits)	<u>(285,463)</u>	<u>3,043,472</u>	<u>3,088,625</u>	<u>99,008</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 549,735</u>	<u>\$ 3,462,713</u>	<u>\$ 3,153,852</u>	<u>\$ 99,008</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2024**

Special Revenue Funds (Continued)

Prop A	Prop C	Measure R	Measure M	Measure A	HOME Grant	CalHOME Grant
\$ 4,262,738	\$ 2,575,875	\$ 2,969,957	\$ -	\$ -	\$ 2,819,309	\$ 705,599
26,701	8,611	282,412	1,656,950	-	-	-
-	106,148	100,366	-	-	-	-
23,036	14,220	16,862	194	-	11,863	-
-	-	-	-	-	2,542,128	1,101,034
-	-	-	90,524	-	-	-
-	-	-	-	-	-	-
<u>\$ 4,312,475</u>	<u>\$ 2,704,854</u>	<u>\$ 3,369,597</u>	<u>\$ 1,747,668</u>	<u>\$ -</u>	<u>\$ 5,373,300</u>	<u>\$ 1,806,633</u>
\$ 115,243	\$ 294,319	\$ 107,296	\$ 179,405	\$ -	\$ -	\$ -
8,266	3,077	1,586	1,341	-	-	-
1,342	17,873	3,038	87,672	-	-	-
-	-	-	1,059,717	-	-	-
-	-	-	-	-	2,542,128	1,101,034
<u>124,851</u>	<u>315,269</u>	<u>111,920</u>	<u>1,328,135</u>	<u>-</u>	<u>2,542,128</u>	<u>1,101,034</u>
-	8,611	273,091	705,384	-	-	-
4,187,624	2,380,974	2,984,586	-	-	2,831,172	705,599
-	-	-	(285,851)	-	-	-
<u>4,187,624</u>	<u>2,380,974</u>	<u>2,984,586</u>	<u>(285,851)</u>	<u>-</u>	<u>2,831,172</u>	<u>705,599</u>
<u>\$ 4,312,475</u>	<u>\$ 2,704,854</u>	<u>\$ 3,369,597</u>	<u>\$ 1,747,668</u>	<u>\$ -</u>	<u>\$ 5,373,300</u>	<u>\$ 1,806,633</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2024**

Special Revenue Funds (Continued)

	Air Quality Improvement	Economic Sustainability	Image Enhancement	Sewer Maintenance	Reach Grants
ASSETS					
Cash and Investments	\$ 560,533	\$ 953,458	\$ 1,437,209	\$ -	\$ 965,320
Restricted Cash and Investments					
Accounts Receivable	-	-	-	-	-
Taxes Receivable	-	-	-	-	-
Interest Receivable	3,000	5,181	7,685	-	3,319
Long-Term Receivables	-	-	-	-	-
Prepaid Items	-	-	-	-	-
Receivables from Successor Agency	-	-	-	-	-
Total Assets	\$ 563,533	\$ 958,639	\$ 1,444,894	\$ -	\$ 968,639
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable	\$ 993	\$ 4,891	\$ 20,000	\$ -	\$ 48,442
Accrued Liabilities	-	-	-	-	5,835
Retention Payable	-	-	-	-	-
Due to Other Funds	-	-	-	-	-
Due to Other Agencies	-	-	-	-	-
Total Liabilities	993	4,891	20,000	-	54,277
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue	-	-	-	-	-
FUND BALANCES (DEFICITS)					
Restricted	562,540	953,748	1,424,894	-	914,362
Unassigned	-	-	-	-	-
Total Fund Balances (Deficits)	562,540	953,748	1,424,894	-	914,362
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 563,533	\$ 958,639	\$ 1,444,894	\$ -	\$ 968,639

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2024**

Special Revenue Funds (Continued)					
Cable/PEG Support	Transportation Development Act	Housing Agency LMIHF	Measure W	Federal Grants	Total Special Revenue Funds
\$ 305,384	\$ -	\$ 907,526	\$ 2,090,790	\$ -	\$ 26,766,928
-	30,224	-	-	542,900	2,921,124
14,681	-	-	-	-	689,991
-	-	6,822	11,910	-	137,639
-	-	-	-	-	3,819,571
-	-	-	-	-	90,524
-	-	1,883,896	-	-	1,883,896
<u>\$ 320,065</u>	<u>\$ 30,224</u>	<u>\$ 2,798,244</u>	<u>\$ 2,102,700</u>	<u>\$ 542,900</u>	<u>\$ 36,309,673</u>
\$ -	\$ 1,813	\$ -	\$ 60,338	\$ 152,088	1,767,648
-	422	-	-	-	38,214
-	-	-	29,220	-	184,771
-	3,588	-	-	358,723	1,453,948
-	-	-	-	-	3,819,571
-	5,823	-	89,558	510,811	7,264,152
-	30,222	-	-	165,474	1,447,986
320,065	-	2,798,244	2,013,142	-	28,308,055
-	(5,821)	-	-	(133,385)	(710,520)
<u>320,065</u>	<u>(5,821)</u>	<u>2,798,244</u>	<u>2,013,142</u>	<u>(133,385)</u>	<u>27,597,535</u>
<u>\$ 320,065</u>	<u>\$ 30,224</u>	<u>\$ 2,798,244</u>	<u>\$ 2,102,700</u>	<u>\$ 542,900</u>	<u>\$ 36,309,673</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2024**

	<u>Capital Projects Fund</u>	
	Paramount/Mines Landscape Maintenance Assessment	Total Other Governmental Funds
ASSETS		
Cash and Investments	\$ 85,042	\$ 26,851,970
Restricted Cash and Investments		
Accounts Receivable	-	2,921,124
Taxes Receivable	-	689,991
Interest Receivable	454	138,093
Long-Term Receivables	-	3,819,571
Prepaid Items	-	90,524
Receivables from Successor Agency	-	1,883,896
	-	1,883,896
Total Assets	\$ 85,496	\$ 36,395,169
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
LIABILITIES		
Accounts Payable	\$ -	1,767,648
Accrued Liabilities	-	38,214
Retention Payable	-	184,771
Due to Other Funds	-	1,453,948
Due to Other Agencies	-	3,819,571
Total Liabilities	-	7,264,152
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenue	-	1,447,986
FUND BALANCES (DEFICITS)		
Restricted	85,496	28,393,551
Unassigned	-	(710,520)
Total Fund Balances (Deficits)	85,496	27,683,031
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 85,496	\$ 36,395,169

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**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds			
	Community Development Block Grant	State Gas Tax	Lighting Assessment District	Park Development
REVENUES				
Taxes and Assessments	\$ -	\$ -	\$ 2,104,694	\$ -
Intergovernmental	649,205	3,283,174	-	-
Charges for Services	-	-	-	90,000
Investment and Rental	-	140,722	121,140	4,570
Miscellaneous	-	-	-	-
Total Revenues	<u>649,205</u>	<u>3,423,896</u>	<u>2,225,834</u>	<u>94,570</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Works	-	71,634	1,013,167	-
Parks and Recreation	-	-	-	-
Community Development	-	-	-	-
Capital Outlay	778,131	1,793,418	-	-
Total Expenditures	<u>778,131</u>	<u>1,865,052</u>	<u>1,013,167</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(128,926)</u>	<u>1,558,844</u>	<u>1,212,667</u>	<u>94,570</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	(1,679,327)	(530,000)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(1,679,327)</u>	<u>(530,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>(128,926)</u>	<u>(120,483)</u>	<u>682,667</u>	<u>94,570</u>
Fund Balances (Deficits) - Beginning of Year, as previously presented	(156,537)	3,163,955	2,405,958	4,438
Change within financial reporting entity (nonmajor to major)	-	-	-	-
Fund Balances (Deficits) - Beginning of Year, as Restated	<u>(156,537)</u>	<u>3,163,955</u>	<u>2,405,958</u>	<u>4,438</u>
FUND BALANCES (DEFICITS) - END OF YEAR	<u>\$ (285,463)</u>	<u>\$ 3,043,472</u>	<u>\$ 3,088,625</u>	<u>\$ 99,008</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Special Revenue Funds (Continued)

Prop A	Prop C	Measure R	Measure M	Measure A	HOME Grant	CalHOME Grant
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1,629,219	1,407,689	1,972,841	2,132,818	-	-	-
-	-	-	-	-	-	-
207,801	142,489	137,974	23,518	-	131,725	-
28,097	-	-	-	-	28,456	1,096
<u>1,865,117</u>	<u>1,550,178</u>	<u>2,110,815</u>	<u>2,156,336</u>	<u>-</u>	<u>160,181</u>	<u>1,096</u>
-	-	-	-	1	-	-
1,382,538	194,900	101,550	47,197	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	1,530,078	739,898	2,051,376	-	-	-
<u>1,382,538</u>	<u>1,724,978</u>	<u>841,448</u>	<u>2,098,573</u>	<u>1</u>	<u>-</u>	<u>-</u>
482,579	(174,800)	1,269,367	57,763	(1)	160,181	1,096
-	-	-	-	-	-	-
-	-	-	(836,669)	-	-	-
-	-	-	(836,669)	-	-	-
<u>482,579</u>	<u>(174,800)</u>	<u>1,269,367</u>	<u>(778,906)</u>	<u>(1)</u>	<u>160,181</u>	<u>1,096</u>
3,705,045	2,555,774	1,715,219	493,055	1	2,670,991	704,503
-	-	-	-	-	-	-
<u>3,705,045</u>	<u>2,555,774</u>	<u>1,715,219</u>	<u>493,055</u>	<u>1</u>	<u>2,670,991</u>	<u>704,503</u>
<u>\$ 4,187,624</u>	<u>\$ 2,380,974</u>	<u>\$ 2,984,586</u>	<u>\$ (285,851)</u>	<u>\$ -</u>	<u>\$ 2,831,172</u>	<u>\$ 705,599</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds (Continued)		
	Air Quality Improvement	County Grants	State Grants
REVENUES			
Taxes and Assessments	\$ -	\$ -	\$ -
Intergovernmental	74,713	-	-
Charges for Services	-	-	-
Investment and Rental	27,351	-	-
Miscellaneous	-	-	-
Total Revenues	102,064	-	-
EXPENDITURES			
Current:			
General Government	-	-	-
Public Works	43,579	-	-
Parks and Recreation	-	-	-
Community Development	-	-	-
Capital Outlay	-	-	-
Total Expenditures	43,579	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	58,485	-	-
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
NET CHANGE IN FUND BALANCES	58,485	-	-
Fund Balances (Deficits) - Beginning of Year as previously presented	504,055	(722,827)	(219,451)
Change within financial reporting entity (nonmajor to major)	-	722,827	219,451
Fund Balances (Deficits) - Beginning of Year, as Restated	504,055	-	-
FUND BALANCES (DEFICITS) - END OF YEAR	\$ 562,540	\$ -	\$ -

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Special Revenue Funds (Continued)

Economic Sustainability	Image Enhancement	Sewer Maintenance	Reach Grants	Cable/PEG Support	Transportation Development Act	Housing Agency LMIHF
\$ -	\$ -	\$ -	\$ 5,453	\$ -	\$ -	\$ -
-	-	-	1,118,461	-	41,664	-
-	161,977	-	-	-	-	-
94,072	70,668	-	28,279	-	-	64,372
-	-	-	-	76,802	-	7,164
<u>94,072</u>	<u>232,645</u>	<u>-</u>	<u>1,152,193</u>	<u>76,802</u>	<u>41,664</u>	<u>71,536</u>
-	165,031	-	-	-	-	-
-	-	-	-	9,599	42,924	-
-	-	-	1,115,570	-	-	-
119,597	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>119,597</u>	<u>165,031</u>	<u>-</u>	<u>1,115,570</u>	<u>9,599</u>	<u>42,924</u>	<u>-</u>
<u>(25,525)</u>	<u>67,614</u>	<u>-</u>	<u>36,623</u>	<u>67,203</u>	<u>(1,260)</u>	<u>71,536</u>
-	-	20,380	-	-	-	-
-	-	-	-	-	-	-
-	-	20,380	-	-	-	-
<u>(25,525)</u>	<u>67,614</u>	<u>20,380</u>	<u>36,623</u>	<u>67,203</u>	<u>(1,260)</u>	<u>71,536</u>
979,273	1,357,280	(20,380)	877,739	252,862	(4,561)	2,726,708
-	-	-	-	-	-	-
<u>979,273</u>	<u>1,357,280</u>	<u>(20,380)</u>	<u>877,739</u>	<u>252,862</u>	<u>(4,561)</u>	<u>2,726,708</u>
<u>\$ 953,748</u>	<u>\$ 1,424,894</u>	<u>\$ -</u>	<u>\$ 914,362</u>	<u>\$ 320,065</u>	<u>\$ (5,821)</u>	<u>\$ 2,798,244</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds (Continued)		
	Measure W	Federal Grants	Total Special Revenue Funds
REVENUES			
Taxes and Assessments	\$ -	\$ -	\$ 2,110,147
Intergovernmental	894,003	1,235,679	14,439,466
Charges for Services	-	-	251,977
Investment and Rental	104,091	-	1,298,772
Miscellaneous	-	-	141,615
Total Revenues	<u>998,094</u>	<u>1,235,679</u>	<u>18,241,977</u>
EXPENDITURES			
Current:			
General Government	-	-	165,032
Public Works	286,442	69,909	3,263,439
Parks and Recreation	-	-	1,115,570
Community Development	-	-	119,597
Capital Outlay	595,197	731,784	8,219,882
Total Expenditures	<u>881,639</u>	<u>801,693</u>	<u>12,883,520</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>116,455</u>	<u>433,986</u>	<u>5,358,457</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	138,793	159,173
Transfers Out	-	-	(3,045,996)
Total Other Financing Sources (Uses)	<u>-</u>	<u>138,793</u>	<u>(2,886,823)</u>
NET CHANGE IN FUND BALANCES	<u>116,455</u>	<u>572,779</u>	<u>2,471,634</u>
Fund Balances (Deficits) - Beginning of Year as previously presented	1,896,687	(706,164)	24,183,623
Change within financial reporting entity (nonmajor to major)	-	-	942,278
Fund Balances (Deficits) - Beginning of Year, as Restated	<u>1,896,687</u>	<u>(706,164)</u>	<u>25,125,901</u>
FUND BALANCES (DEFICITS) - END OF YEAR	<u>\$ 2,013,142</u>	<u>\$ (133,385)</u>	<u>\$ 27,597,535</u>

**CITY OF PICO RIVERA, CALIFORNIA
OTHER GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED JUNE 30, 2024**

Capital Projects Fund			
Capital Improvement	Paramount/Mines Landscape Maintenance Assessment	Total Capital Projects Funds	Total Other Governmental Funds
\$ -	\$ 11,657	\$ 11,657	\$ 2,121,804
-	-	-	14,439,466
-	-	-	251,977
-	3,882	3,882	1,302,654
-	-	-	141,615
-	<u>15,539</u>	<u>15,539</u>	<u>18,257,516</u>
-	-	-	165,032
-	-	-	3,263,439
-	-	-	1,115,570
-	-	-	119,597
-	-	-	8,219,882
-	<u>-</u>	<u>-</u>	<u>12,883,520</u>
-	15,539	15,539	5,373,996
-	-	-	159,173
-	<u>-</u>	<u>-</u>	<u>(3,045,996)</u>
-	<u>-</u>	<u>-</u>	<u>(2,886,823)</u>
-	<u>15,539</u>	<u>15,539</u>	<u>2,487,173</u>
13,312,296	\$69,957	13,382,253	37,565,876
<u>(13,312,296)</u>	<u>-</u>	<u>(13,312,296)</u>	<u>(12,370,018)</u>
-	<u>69,957</u>	<u>69,957</u>	<u>25,195,858</u>
<u>\$ -</u>	<u>\$ 85,496</u>	<u>\$ 85,496</u>	<u>\$ 27,683,031</u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
COMMUNITY DEVELOPMENT BLOCK GRANT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 738,790	\$ 649,205	\$ (89,585)
Total Revenues	<u>738,790</u>	<u>649,205</u>	<u>(89,585)</u>
EXPENDITURES			
Capital Outlay	891,497	778,131	113,366
Total Expenditures	<u>891,497</u>	<u>778,131</u>	<u>113,366</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(152,707)	(128,926)	23,781
Fund Balance (Deficit) - Beginning of Year	<u>(156,537)</u>	<u>(156,537)</u>	<u>-</u>
FUND BALANCE (DEFICIT) - END OF YEAR	<u>\$ (309,244)</u>	<u>\$ (285,463)</u>	<u>\$ (23,781)</u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
STATE GAS TAX SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 3,293,461	\$ 3,283,174	\$ (10,287)
Investment and Rental	-	140,722	140,722
Total Revenues	<u>3,293,461</u>	<u>3,423,896</u>	<u>130,435</u>
EXPENDITURES			
Current:			
Public Works	313,154	71,634	241,520
Capital Outlay:	3,465,194	1,793,418	1,671,776
Total Expenditures	<u>3,778,348</u>	<u>1,865,052</u>	<u>1,913,296</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(484,887)	1,558,844	2,043,731
OTHER FINANCING USES			
Transfers Out	<u>(1,757,098)</u>	<u>(1,679,327)</u>	<u>77,771</u>
NET CHANGE IN FUND BALANCE	(2,241,985)	(120,483)	2,121,502
Fund Balance - Beginning of Year	<u>3,163,955</u>	<u>3,163,955</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 921,970</u>	<u>\$ 3,043,472</u>	<u>\$ 2,121,502</u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
LIGHTING ASSESSMENT DISTRICT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Taxes and Assessments	\$ 1,833,428	\$ 2,104,694	\$ 271,266
Investment and Rental	31,040	121,140	90,100
Total Revenues	1,864,468	2,225,834	361,366
 EXPENDITURES			
Current:			
Public Works	1,127,594	1,013,167	114,427
 EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	736,874	1,212,667	475,793
 OTHER FINANCING SOURCES (USES)			
Transfers Out	(530,000)	(530,000)	-
 NET CHANGE IN FUND BALANCE	206,874	682,667	475,793
 Fund Balance - Beginning of Year	2,405,958	2,405,958	-
 FUND BALANCE - END OF YEAR	\$ 2,612,832	\$ 3,088,625	\$ 475,793

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
PROP A SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 1,775,740	\$ 1,629,219	\$ (146,521)
Investment and Rental	71,530	207,801	136,271
Miscellaneous	-	28,097	28,097
Total Revenues	<u>1,847,270</u>	<u>1,865,117</u>	<u>17,847</u>
EXPENDITURES			
Current:			
Public Works	<u>1,971,023</u>	<u>1,382,538</u>	<u>588,485</u>
NET CHANGE IN FUND BALANCE	(123,753)	482,579	606,332
Fund Balance - Beginning of Year	<u>3,705,045</u>	<u>3,705,045</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 3,581,292</u>	<u>\$ 4,187,624</u>	<u>\$ 606,332</u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
PROP C SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 3,695,488	\$ 1,407,689	\$ (2,287,799)
Investment and Rental	70,820	142,489	71,669
Total Revenues	3,766,308	1,550,178	(2,216,130)
EXPENDITURES			
Current:			
Public Works	115,000	194,900	(79,900)
Capital Outlay:	2,134,731	1,530,078	604,653
Total Expenditures	2,249,731	1,724,978	524,753
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,516,577	(174,800)	(1,691,377)
Fund Balance - Beginning of Year	2,555,774	2,555,774	-
FUND BALANCE - END OF YEAR	\$ 4,072,351	\$ 2,380,974	\$ (1,691,377)

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
MEASURE R SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 2,167,409	\$ 1,972,841	\$ (194,568)
Investment and Rental	43,390	137,974	94,584
Total Revenues	<u>2,210,799</u>	<u>2,110,815</u>	<u>(99,984)</u>
EXPENDITURES			
Current:			
Public Works	162,317	101,550	60,767
Capital Outlay	1,451,250	739,898	711,352
Total Expenditures	<u>1,613,567</u>	<u>841,448</u>	<u>772,119</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	597,232	1,269,367	672,135
Fund Balance - Beginning of Year	<u>1,715,219</u>	<u>1,715,219</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 2,312,451</u>	<u>\$ 2,984,586</u>	<u>\$ 672,135</u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
MEASURE M SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 4,476,757	\$ 2,132,818	\$ (2,343,939)
Investment and Rental	18,190	23,518	5,328
Total Revenues	4,494,947	2,156,336	(2,338,611)
EXPENDITURES			
Current:			
Public Works	91,584	47,197	44,387
Capital Outlay	2,082,687	2,051,376	31,311
Total Expenditures	2,174,271	2,098,573	75,698
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	2,320,676	57,763	(2,262,913)
OTHER FINANCING USES			
Transfers Out	(831,669)	(836,669)	5,000
NET CHANGE IN FUND BALANCE	1,489,007	(778,906)	(2,267,913)
Fund Balance - Beginning of Year	493,055	493,055	-
FUND BALANCE (DEFICIT) - END OF YEAR	\$ 1,982,062	\$ (285,851)	\$ (2,267,913)

**CITY OF PICO RIVERA, CALIFORNIA
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE – BUDGET AND ACTUAL
 HOME GRANT SPECIAL REVENUE FUND
 YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Investment and Rental	\$ -	\$ 131,725	\$ 131,725
Miscellaneous	9,000	28,456	19,456
Total Revenues	<u>9,000</u>	<u>160,181</u>	<u>151,181</u>
 Fund Balance - Beginning of Year	 <u>2,670,991</u>	 <u>2,670,991</u>	 <u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 2,679,991</u>	<u>\$ 2,831,172</u>	<u>\$ 151,181</u>

**CITY OF PICO RIVERA, CALIFORNIA
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE – BUDGET AND ACTUAL
 CalHOME GRANT SPECIAL REVENUE FUND
 YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Miscellaneous	\$ -	\$ 1,096	\$ 1,096
Fund Balance - Beginning of Year	<u>704,503</u>	<u>704,503</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 704,503</u>	<u>\$ 705,599</u>	<u>\$ 1,096</u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
AIR QUALITY IMPROVEMENT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 81,000	\$ 74,713	\$ (6,287)
Investment and Rental	9,030	27,351	18,321
Total Revenues	90,030	102,064	(12,034)
 EXPENDITURES			
Current:			
Public Works	168,099	43,579	124,520
 NET CHANGE IN FUND BALANCE	(78,069)	58,485	136,554
 Fund Balance - Beginning of Year	504,055	504,055	-
 FUND BALANCE - END OF YEAR	\$ 425,986	\$ 562,540	\$ 136,554

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
ECONOMIC SUSTAINABILITY SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Investment and Rental	\$ 18,630	\$ 94,072	\$ 75,442
EXPENDITURES			
Current:			
Community Development	97,445	119,597	(22,152)
NET CHANGE IN FUND BALANCE	(78,815)	(25,525)	53,290
Fund Balance - Beginning of Year	979,273	979,273	-
FUND BALANCE - END OF YEAR	\$ 900,458	\$ 953,748	\$ 53,290

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
IMAGE ENHANCEMENT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Charges for Services	\$ 150,000	\$ 161,977	\$ 11,977
Investment and Rental	12,500	70,668	58,168
Total Revenues	<u>162,500</u>	<u>232,645</u>	<u>70,145</u>
EXPENDITURES			
Current:			
General Government	<u>599,063</u>	<u>165,031</u>	<u>434,032</u>
NET CHANGE IN FUND BALANCE	(436,563)	67,614	504,177
Fund Balance - Beginning of Year	<u>1,357,280</u>	<u>1,357,280</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 920,717</u>	<u>\$ 1,424,894</u>	<u>\$ 504,177</u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
SEWER MAINTENANCE SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
EXPENDITURES			
Current:			
General Government	\$ 30,104	\$ -	\$ 30,104
Total Expenditures	<u>30,104</u>	<u>-</u>	<u>30,104</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(30,104)	-	30,104
OTHER FINANCING USES			
Transfers In	<u>20,380</u>	<u>20,380</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(9,724)	20,380	30,104
Fund Balance (Deficit) - Beginning of Year	<u>(20,380)</u>	<u>(20,380)</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ (30,104)</u>	<u>\$ -</u>	<u>\$ 30,104</u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
REACH GRANTS SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Taxes and Assessments	\$ 19,000	\$ 5,453	\$ (13,547)
Intergovernmental	1,238,234	1,118,461	(119,773)
Investment and Rental	8,680	28,279	19,599
Total Revenues	1,265,914	1,152,193	(113,721)
 EXPENDITURES			
Current:			
Parks and Recreation	1,283,822	1,115,570	168,252
 NET CHANGE IN FUND BALANCE	(17,908)	36,623	54,531
 Fund Balance - Beginning of Year	877,739	877,739	-
 FUND BALANCE - END OF YEAR	\$ 859,831	\$ 914,362	\$ 54,531

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
CABLE/PEG SUPPORT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Miscellaneous	\$ -	\$ 76,802	\$ 76,802
EXPENDITURES			
Current:			
Public Works	37,355	9,599	27,756
Capital Outlay	180,616	-	180,616
Total Expenditures	<u>217,971</u>	<u>9,599</u>	<u>208,372</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(217,971)	67,203	285,174
Fund Balance - Beginning of Year	<u>252,862</u>	<u>252,862</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 34,891</u>	<u>\$ 320,065</u>	<u>\$ 285,174</u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
TRANSPORTATION DEVELOPMENT ACT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 71,888	\$ 41,664	\$ (30,224)
EXPENDITURES			
Current:			
Public Works	47,922	42,924	4,998
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	23,966	(1,260)	(25,226)
Fund Balance (Deficit) - Beginning of Year	(4,561)	(4,561)	-
FUND BALANCE (DEFICIT) - END OF YEAR	<u>\$ 19,405</u>	<u>\$ (5,821)</u>	<u>\$ 25,226</u>

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
MEASURE W SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental	\$ 954,810	\$ 894,003	\$ (60,807)
Investment and Rental	-	104,091	104,091
Total Revenues	954,810	998,094	43,284
 EXPENDITURES			
Current:			
Public Works	280,000	286,442	(6,442)
Capital Outlay:	539,170	595,197	(56,027)
Total Expenditures	819,170	881,639	(62,469)
 NET CHANGE IN FUND BALANCE	135,640	116,455	(19,185)
 Fund Balance - Beginning of Year	1,896,687	1,896,687	-
 FUND BALANCE - END OF YEAR	\$ 2,032,327	\$ 2,013,142	\$ (19,185)

**CITY OF PICO RIVERA, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
FEDERAL GRANTS SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2024**

	<u>Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Intergovernmental	<u>\$ 17,778,762</u>	<u>\$ 1,235,679</u>	<u>\$ (16,543,083)</u>
EXPENDITURES			
Current:			
Public Works	-	69,909	(69,909)
Capital outlay	<u>3,469,719</u>	<u>731,784</u>	<u>2,737,935</u>
Total Expenditures	<u>3,469,719</u>	<u>801,693</u>	<u>2,668,026</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	14,309,043	433,986	(13,875,057)
OTHER FINANCING SOURCES (USES)			
Transfers in	<u>138,793</u>	<u>138,793</u>	-
Total Other Financing Sources (Uses)	<u>138,793</u>	<u>138,793</u>	-
NET CHANGE IN FUND BALANCE	14,447,836	572,779	13,875,057
Fund Balance (Deficit) - Beginning of Year	<u>(706,164)</u>	<u>(706,164)</u>	-
FUND BALANCE (DEFICIT) - END OF YEAR	<u><u>\$ 13,741,672</u></u>	<u><u>\$ (133,385)</u></u>	<u><u>\$ (13,875,057)</u></u>

**CITY OF PICO RIVERA, CALIFORNIA
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE – BUDGET AND ACTUAL
 PARAMOUNT/MINES LANDSCAPE MAINTENANCE ASSESSMENT CAPITAL PROJECTS FUND
 YEAR ENDED JUNE 30, 2024**

	Final Budgeted Amounts	Actual	Variance with Final Budget Positive (Negative)
REVENUES			
Taxes and Assessments	\$ -	\$ 11,657	\$ 11,657
Investment and Rental	1,200	3,882	2,682
Total Revenues	<u>1,200</u>	<u>15,539</u>	<u>14,339</u>
 Fund Balance - Beginning of Year	 <u>69,957</u>	 <u>69,957</u>	 <u>-</u>
 FUND BALANCE - END OF YEAR	 <u><u>\$ 71,157</u></u>	 <u><u>\$ 85,496</u></u>	 <u><u>\$ 14,339</u></u>

CITY OF PICO RIVERA, CALIFORNIA
DESCRIPTION OF NONMAJOR ENTERPRISE FUND
JUNE 30, 2024

These funds account for operations that are financed and operated in a manner similar to private business enterprises. The Whittier Narrows Recreation Area Other Enterprise Funds are as follows:

Pico Rivera Sports Arena Fund accounts for funds received from the respective private concessionaires operating each facility.

**CITY OF PICO RIVERA, CALIFORNIA
NONMAJOR ENTERPRISE FUND
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2024**

	Sports Arena	Total NonMajor Enterprise Fund
ASSETS		
Current Assets:		
Cash and Investments	\$ 912,334	\$ 912,334
Receivables, Net:		
Interest	5,080	5,080
Total Current Assets	917,414	917,414
Noncurrent Assets:		
Capital Assets, Not Depreciated	3,368	3,368
Capital Assets, Depreciated, Net	2,722	2,722
Total Noncurrent Assets	6,090	6,090
Total Assets	923,504	923,504
DEFERRED OUTFLOWS OF RESOURCES		
Amount Related to Pensions	18,238	18,238
LIABILITIES		
Current Liabilities:		
Accounts Payable	28,000	28,000
Accrued Liabilities	3,929	3,929
Total Current Liabilities	31,929	31,929
Noncurrent Liabilities:		
Net Pension Liability	77,742	77,742
Total Noncurrent Liabilities	77,742	77,742
Total Liabilities	109,671	109,671
DEFERRED INFLOWS OF RESOURCES		
Amounts Related to Pensions	1,271	1,271
NET POSITION		
Net Investment in Capital Assets	6,090	6,090
Unrestricted	824,710	824,710
Total Net Position (Deficit)	\$ 830,800	\$ 830,800

**CITY OF PICO RIVERA, CALIFORNIA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JUNE 30, 2024**

	Sports Arena	Golf Course	Total NonMajor Enterprise Fund
OPERATING REVENUES			
Charges for Services	\$ 322,479	\$ -	\$ 322,479
Total Operating Revenues	<u>322,479</u>	<u>-</u>	<u>322,479</u>
OPERATING EXPENSES			
Salaries and Benefits	80,027	-	80,027
Contractual Services	142,000	-	142,000
Insurance Claims and Expenses	2,119	-	2,119
Administrative	10,714	-	10,714
Depreciation	1,639	-	1,639
Total Operating Expenses	<u>236,499</u>	<u>-</u>	<u>236,499</u>
OPERATING GAIN	85,980	-	85,980
NONOPERATING REVENUES			
Investment Income	<u>43,308</u>	<u>-</u>	<u>43,308</u>
CHANGE IN NET POSITION	<u>129,288</u>	<u>-</u>	<u>129,288</u>
Net Position (Deficit) - Beginning of Year, as previously presented	701,512	(3,604,402)	(2,902,890)
Change within financial reporting entity (nonmajor to major fund)	<u>-</u>	<u>3,604,402</u>	<u>3,604,402</u>
Net Position (Deficit) - Beginning of Year, as Restated	<u>701,512</u>	<u>-</u>	<u>701,512</u>
NET POSITION - END OF YEAR	<u>\$ 830,800</u>	<u>\$ -</u>	<u>\$ 830,800</u>

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**STATISTICAL SECTION
(UNAUDITED)**

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**CITY OF PICO RIVERA, CALIFORNIA
DESCRIPTION OF STATISTICAL SECTION CONTENTS
JUNE 30, 2024**

This part of the City of Pico Rivera’s comprehensive annual 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 government’s overall financial health.

Contents:	Pages
<u>Financial Trends</u> – These schedules contain trend information that may assist the reader in understanding the City’s current financial performance by placing it in historical perspective.	141-150
<u>Revenue Capacity</u> – These schedules contain information that may help in assessing the viability of the City’s most significant revenue sources – property taxes, transient occupancy tax (TOT), and sales tax.	151-158
<u>Debt Capacity</u> – These schedules present information that may assist the reader in analyzing the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.	159-164
<u>Demographic and Economic Information</u> – These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place.	165-166
<u>Operating Information</u> – These schedules contain service and infrastructure indicators that may assist the reader in understanding how the information in the City’s financial report relates to the services that the City provides and the activities it performs.	167-171

**CITY OF PICO RIVERA, CALIFORNIA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS**

	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>
Governmental Activities:				
Net investment in capital assets	\$ 224,650,021	\$ 231,562,736	\$ 223,976,465	\$ 230,499,724
Restricted	14,236,953	11,854,987	13,274,422	16,360,144
Unrestricted	<u>22,142,254</u>	<u>23,639,282</u>	<u>25,960,550</u>	<u>18,735,128</u>
Total governmental activities net position	<u>261,029,228</u>	<u>267,057,005</u>	<u>263,211,437</u>	<u>265,594,996</u>
Business-type Activities:				
Net investment in capital assets	31,370,373	31,761,672	32,604,651	33,236,723
Restricted	-	-	-	-
Unrestricted	<u>(18,465,237)</u>	<u>(16,385,687)</u>	<u>(13,590,642)</u>	<u>(13,570,480)</u>
Total business-type activities net position	<u>12,905,136</u>	<u>15,375,985</u>	<u>19,014,009</u>	<u>19,666,243</u>
Primary Government:				
Net investment in capital assets	256,020,394	263,324,408	256,581,116	263,736,447
Restricted	14,236,953	11,854,987	13,274,422	16,360,144
Unrestricted	<u>3,677,017</u>	<u>7,253,595</u>	<u>12,369,908</u>	<u>5,164,648</u>
Total primary government net position	<u>\$ 273,934,364</u>	<u>\$ 282,432,990</u>	<u>\$ 282,225,446</u>	<u>\$ 285,261,239</u>

Source: Statement of Net Position

**CITY OF PICO RIVERA, CALIFORNIA
NET POSITION BY COMPONENT (CONTINUED)
LAST TEN FISCAL YEARS**

<u>2018-19</u>	<u>2019-20</u>	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>
\$ 232,291,558	\$ 235,399,358	\$ 234,764,478	\$ 237,260,527	\$ 244,677,341	\$ 257,453,378
19,565,580	22,661,392	23,672,803	27,978,094	31,184,653	32,103,004
<u>17,860,702</u>	<u>15,000,619</u>	<u>23,195,137</u>	<u>38,557,279</u>	<u>51,605,739</u>	<u>61,320,902</u>
<u>269,717,840</u>	<u>273,061,369</u>	<u>281,632,418</u>	<u>303,795,900</u>	<u>327,467,733</u>	<u>350,877,284</u>
33,680,356	34,129,206	36,403,397	40,280,888	50,610,138	54,496,158
-	-	-	-	-	-
<u>(10,315,352)</u>	<u>(3,505,373)</u>	<u>(4,457,768)</u>	<u>(4,543,616)</u>	<u>(3,373,379)</u>	<u>5,281,584</u>
<u>23,365,004</u>	<u>30,623,833</u>	<u>31,945,629</u>	<u>35,737,272</u>	<u>47,236,759</u>	<u>59,777,742</u>
265,971,914	269,528,564	271,167,875	277,541,415	295,287,479	311,949,536
19,565,580	22,661,392	23,672,803	27,978,094	31,184,653	32,103,004
<u>7,545,350</u>	<u>11,495,246</u>	<u>18,737,369</u>	<u>34,013,663</u>	<u>48,232,360</u>	<u>66,602,486</u>
<u>\$ 293,082,844</u>	<u>\$ 303,685,202</u>	<u>\$ 313,578,047</u>	<u>\$ 339,533,172</u>	<u>\$ 374,704,492</u>	<u>\$ 410,655,026</u>

**CITY OF PICO RIVERA, CALIFORNIA
CHANGE IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	2014-15	2015-16	2016-17	2017-18
Expenses:				
Governmental Activities:				
General government	\$ 9,248,597	\$ 8,790,816	\$ 10,048,704	\$ 8,190,494
Public safety	10,457,770	10,468,357	12,330,023	11,885,957
Public works	14,545,183	14,472,969	15,104,130	12,488,922
Parks and recreation	5,600,669	5,585,521	6,263,237	7,146,278
Health and welfare	4,840,878	5,266,352	5,587,157	5,311,548
Community development	2,761,524	2,827,231	2,540,908	4,407,647
Interest and fiscal charges	1,656,613	1,626,960	2,628,006	1,013,498
Total governmental activities net expenses	<u>49,111,234</u>	<u>49,038,206</u>	<u>54,502,165</u>	<u>50,444,344</u>
Business-type Activities:				
Water	8,044,302	7,865,853	8,155,205	8,382,375
Pico Rivera Innovative Municipal Energy	-	-	-	4,900,927
Other enterprise funds	1,320,585	1,624,391	1,622,319	2,270,317
Total business-type activities net expenses	<u>9,364,887</u>	<u>9,490,244</u>	<u>9,777,524</u>	<u>15,553,619</u>
Program Revenues:				
Governmental Activities:				
Charges for services:				
General government	\$ 574,846	\$ 606,726	\$ 739,432	\$ 493,265
Public safety	1,125,660	1,022,464	962,627	1,044,921
Public works	1,821,210	1,788,821	786,053	801,487
Parks and recreation	743,400	578,529	773,631	791,906
Health and welfare	232,824	202,262	174,314	198,238
Community development	644,344	746,395	873,536	1,196,287
Operating contributions and grants	12,236,612	12,817,403	11,093,802	16,678,586
Capital contributions and grants	2,287,187	1,620,798	778,116	2,874,341
Total governmental activities program revenues	<u>19,666,083</u>	<u>19,383,398</u>	<u>16,181,511</u>	<u>24,079,031</u>
Business-type Activities:				
Charges for services:				
Water utility	8,698,444	8,304,240	8,819,676	9,802,992
Pico Rivera Innovative Municipal Energy	-	-	-	5,354,524
Other enterprise funds	996,548	1,302,652	1,478,893	1,176,972
Operating grants and contributions	-	-	-	-
Capital grants and contributions	-	-	-	-
Total business-type activities program revenues	<u>9,694,992</u>	<u>9,606,892</u>	<u>10,298,569</u>	<u>16,334,488</u>
Primary government program revenues	<u>\$ 29,361,075</u>	<u>\$ 28,990,290</u>	<u>\$ 26,480,080</u>	<u>\$ 40,413,519</u>
Net (Expense)/Revenue:				
Governmental activities	\$ (29,445,151)	\$ (29,654,808)	\$ (38,320,654)	\$ (26,365,313)
Business-type activities	<u>330,105</u>	<u>116,648</u>	<u>521,045</u>	<u>780,869</u>
Total primary government net expense	<u>\$ (29,115,046)</u>	<u>\$ (29,538,160)</u>	<u>\$ (37,799,609)</u>	<u>\$ (25,584,444)</u>

Source: City of Pico Rivera Finance Division
Statement of Activities

**CITY OF PICO RIVERA, CALIFORNIA
CHANGE IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

<u>2018-19</u>	<u>2019-20</u>	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>
\$ 10,589,517	\$ 11,832,065	\$ 8,799,110	\$ 8,089,449	\$ 10,634,542	\$ 12,731,508
11,998,792	12,460,600	12,314,336	12,144,703	12,661,589	13,379,213
16,339,812	15,688,114	16,834,980	14,700,643	15,857,499	18,936,919
7,958,749	7,319,903	6,765,477	7,457,649	8,540,605	9,252,519
5,416,605	5,508,857	6,248,362	6,414,485	7,274,930	7,372,371
4,194,760	5,269,424	4,630,014	10,891,361	5,957,282	6,295,744
1,507,430	1,527,256	1,486,071	1,450,395	1,394,492	1,346,707
<u>58,404,010</u>	<u>59,606,219</u>	<u>57,078,350</u>	<u>61,148,685</u>	<u>62,320,939</u>	<u>69,314,981</u>
8,506,305	8,743,689	9,503,242	9,570,530	7,461,720	9,464,358
12,944,076	12,800,550	16,116,785	17,222,547	18,935,357	21,514,631
1,804,018	1,411,093	1,980,185	1,430,189	1,417,790	2,010,965
<u>23,254,399</u>	<u>22,955,332</u>	<u>27,600,212</u>	<u>28,223,266</u>	<u>27,814,867</u>	<u>32,989,954</u>
\$ 657,280	\$ 310,572	\$ 415,826	\$ 545,101	\$ 1,161,745	\$ 469,367
1,114,647	970,410	1,160,968	1,163,935	1,144,044	1,163,574
836,847	852,467	878,464	882,256	991,248	1,011,371
579,751	359,398	63,530	279,041	487,136	661,269
205,328	9,104	155,361	285,648	184,645	184,993
982,241	826,524	1,240,644	1,681,960	2,003,316	1,647,237
13,168,680	13,826,068	16,416,848	26,561,448	22,046,380	27,540,888
3,604,445	5,855,720	2,986,830	5,387,593	3,207,183	946,727
<u>21,149,219</u>	<u>23,010,263</u>	<u>23,318,471</u>	<u>36,786,982</u>	<u>31,225,697</u>	<u>33,625,426</u>
9,904,084	10,376,513	10,641,130	11,180,400	10,989,386	12,151,949
13,581,101	16,685,058	14,798,777	18,030,558	24,006,009	28,338,604
1,119,812	1,056,567	1,841,744	1,195,085	1,073,920	1,652,800
-	-	-	476,602	246,661	-
-	-	-	-	2,518,595	70,935
<u>24,604,997</u>	<u>28,118,138</u>	<u>27,281,651</u>	<u>30,882,645</u>	<u>38,834,571</u>	<u>42,214,288</u>
<u>\$ 45,754,216</u>	<u>\$ 51,128,401</u>	<u>\$ 50,600,122</u>	<u>\$ 67,669,627</u>	<u>\$ 70,060,268</u>	<u>\$ 75,839,714</u>
\$ (37,254,791)	\$ (36,595,956)	\$ (33,759,879)	\$ (24,361,703)	\$ (31,095,242)	\$ (35,689,555)
1,350,598	5,162,806	(318,561)	2,659,379	11,019,704	9,224,334
<u>\$ (35,904,193)</u>	<u>\$ (31,433,150)</u>	<u>\$ (34,078,440)</u>	<u>\$ (21,702,324)</u>	<u>\$ (20,075,538)</u>	<u>\$ (26,465,221)</u>

CITY OF PICO RIVERA, CALIFORNIA
CHANGE IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	2014-15	2015-16	2016-17	2017-18
General Revenues and Other Changes in Net Position:				
Governmental Activities:				
Property taxes	\$ 9,611,244	\$ 10,049,454	\$ 10,591,691	\$ 11,173,640
Sales taxes	16,368,367	17,766,538	17,637,948	17,575,729
Franchise taxes	1,646,884	1,654,275	1,582,026	1,703,255
Utility users taxes	3,525,036	3,385,361	3,276,321	3,142,090
Other taxes	1,760,876	1,850,151	1,632,337	1,807,130
Investment Earnings	151,636	193,684	347,422	637,086
Other	613,592	283,352	450,783	662,225
Transfers	611,727	479,232	(1,043,442)	42,027
Gain on sale of property	257,194	174,424	-	-
Special Item	1,059,577	(704,496)	-	-
Total governmental activities	<u>35,606,133</u>	<u>35,131,975</u>	<u>34,475,086</u>	<u>36,743,182</u>
Business-type Activities:				
Investment Earnings	2,226,339	2,128,937	2,073,537	2,025,078
Other	12,179	-	-	-
Transfers	(611,727)	(479,232)	1,043,442	(42,027)
Gain on bond defeasance	-	-	-	-
Extraordinary item	-	704,496	-	-
Total business-type activities	<u>1,626,791</u>	<u>2,354,201</u>	<u>3,116,979</u>	<u>1,983,051</u>
Total primary government	<u>\$ 37,232,924</u>	<u>\$ 37,486,176</u>	<u>\$ 37,592,065</u>	<u>\$ 38,726,233</u>
Change in Net Position:				
Governmental activities	\$ 6,160,982	\$ 5,477,167	\$ (3,845,568)	\$ 10,377,869
Business-type activities	1,956,896	2,470,849	3,638,024	2,763,920
Total primary government	<u>\$ 8,117,878</u>	<u>\$ 7,948,016</u>	<u>\$ (207,544)</u>	<u>\$ 13,141,789</u>

Source City of Pico Rivera Finance Division
Statement of Activities

**CITY OF PICO RIVERA, CALIFORNIA
CHANGE IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	<u>2018-19</u>	<u>2019-20</u>	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>
\$	11,734,058	\$ 12,259,774	\$ 13,000,934	\$ 13,831,113	\$ 15,016,822	\$ 15,379,635
	19,468,221	19,364,272	21,325,436	24,551,320	25,116,979	26,136,067
	1,729,336	1,787,568	1,876,407	1,956,998	2,063,404	2,084,370
	2,939,221	3,064,500	3,157,258	3,567,128	4,001,578	3,881,820
	1,968,094	1,690,687	2,055,932	1,926,617	3,867,144	4,964,759
	1,528,199	1,502,934	542,108	(197,845)	2,035,505	5,558,556
	1,007,091	269,750	372,853	889,854	1,793,456	977,447
	-	-	-	-	(56,438)	-
	-	-	-	-	928,625	149,904
	-	-	-	-	-	-
	<u>40,374,220</u>	<u>39,939,485</u>	<u>42,330,928</u>	<u>46,525,185</u>	<u>54,767,075</u>	<u>59,132,558</u>
	2,140,163	2,096,023	1,640,357	449,236	423,345	1,170,718
	-	-	-	-	-	-
	-	-	-	-	56,438	-
	-	-	-	683,028	-	-
	-	-	-	-	-	-
	<u>2,140,163</u>	<u>2,096,023</u>	<u>1,640,357</u>	<u>1,132,264</u>	<u>479,783</u>	<u>1,170,718</u>
\$	<u>42,514,383</u>	<u>42,035,508</u>	<u>43,971,285</u>	<u>47,657,449</u>	<u>55,246,858</u>	<u>60,303,276</u>
\$	3,119,429	3,343,529	8,571,049	22,163,482	23,671,833	23,443,003
	<u>3,490,761</u>	<u>7,258,829</u>	<u>1,321,796</u>	<u>3,791,643</u>	<u>11,499,487</u>	<u>10,395,052</u>
\$	<u>6,610,190</u>	<u>10,602,358</u>	<u>9,892,845</u>	<u>25,955,125</u>	<u>35,171,320</u>	<u>33,838,055</u>

CITY OF PICO RIVERA, CALIFORNIA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>
General Fund:				
Nonspendable	\$ 25,222,739	\$ 25,198,662	\$ 25,209,917	\$ 25,168,800
Restricted	2,358,919	2,368,600	-	-
Committed	9,316,732	9,479,500	9,476,700	9,665,400
Assigned	10,272,833	14,376,800	14,426,700	13,256,200
Unassigned	4,341,395	12,882,331	10,851,445	12,063,120
Reserved	-	-	-	-
Unreserved	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total general fund	<u>\$ 51,512,618</u>	<u>\$ 64,305,893</u>	<u>\$ 59,964,762</u>	<u>\$ 60,153,520</u>
All Other Governmental Funds:				
Nonspendable	\$ -	\$ -	\$ -	\$ 4,508
Restricted	11,366,458	11,074,536	12,927,436	15,566,814
Assigned	600,000	600,000	600,000	600,000
Unassigned	<u>(2,869,762)</u>	<u>(2,141,161)</u>	<u>(1,749,394)</u>	<u>(1,607,854)</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total all other governmental funds	<u>\$ 9,096,696</u>	<u>\$ 9,533,375</u>	<u>\$ 11,778,042</u>	<u>\$ 14,563,468</u>

Note: Please refer to MD&A for governmental fund balance change

Source: City of Pico Rivera Finance Division

CITY OF PICO RIVERA, CALIFORNIA
FUND BALANCES OF GOVERNMENTAL FUNDS (CONTINUED)
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
\$ 28,002,854	\$ 22,096,478	\$ 23,232,000	\$ 26,139,104	\$ 26,900,752	\$ 27,360,759
1,061,066	1,087,825	1,372,990	1,180,688	1,335,720	1,510,564
10,284,000	10,169,300	20,510,328	24,517,211	28,903,778	29,660,398
14,039,900	13,991,300	13,717,940	14,926,791	20,990,019	25,239,889
9,067,136	17,752,704	14,366,714	6,458,368	4,139,702	1,167,302
-	-	-	-	-	-
-	-	-	-	-	-
\$ 62,454,956	\$ 65,097,607	\$ 73,199,972	\$ 73,222,162	\$ 82,269,971	\$ 84,938,912
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
31,791,493	33,195,861	34,780,540	37,428,998	31,704,104	34,437,022
600,000	-	232,477	11,590,609	13,312,296	18,227,149
(60,712)	(1,257,821)	(1,046,569)	(502,874)	(1,829,920)	(5,457,878)
\$ 32,330,781	\$ 31,938,040	\$ 33,966,448	\$ 48,516,733	\$ 43,186,480	\$ 47,206,293

CITY OF PICO RIVERA, CALIFORNIA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2014-15	2015-16	2016-17	2017-18
Revenues:				
Taxes and Assessments	\$ 34,083,110	\$ 35,534,141	\$ 34,592,924	\$ 35,567,380
Licenses and permits	2,363,477	2,491,636	2,442,190	2,960,639
Intergovernmental	11,703,565	12,214,500	11,927,598	13,433,014
Charges for services	1,889,338	1,871,009	2,124,665	1,851,030
Fines, forfeitures and penalties	1,134,906	1,031,031	898,203	1,002,532
Investment income	336,077	341,746	488,369	812,776
Miscellaneous	2,535,295	785,171	538,177	5,593,359
Total revenues	54,045,768	54,269,234	53,012,126	61,220,730
Expenditures:				
General government	6,884,398	6,805,810	11,819,289	12,938,296
Public safety	10,435,184	10,439,469	11,375,573	11,857,271
Public works	9,621,311	9,707,823	10,255,784	14,095,351
Parks and recreation	4,794,720	4,554,724	5,374,259	6,122,665
Health and welfare	4,840,878	5,266,352	5,587,157	5,311,548
Community development	2,730,123	2,787,070	3,435,809	4,367,766
Pass through to other agencies	-	-	-	-
Loss on sale of land held for resale	-	-	-	-
Capital outlay	5,175,862	7,287,913	2,453,883	1,547,832
Debt service:				
Principal retirement	610,000	635,000	980,000	865,000
Interest and other charges	1,710,638	1,682,562	655,944	1,061,150
Lease Principal	-	-	-	-
Lease Interest	-	-	-	-
Bond issuance costs	-	-	520,424	-
payments to refunding escrow agent	-	-	2,368,685	-
Total expenditures	46,803,114	49,166,723	54,826,807	58,166,879
Excess (deficiency) of revenues over (under) expenditures	7,242,654	5,102,511	(1,814,681)	3,053,851
Other Financing Sources (Uses):				
Transfers in	7,618,952	19,274,660	3,986,323	3,309,866
Transfers out	(7,987,933)	(10,488,538)	(5,029,765)	(3,767,839)
Lease proceeds	-	-	-	-
Sale of capital assets	-	-	-	-
Bond issuance	-	-	30,470,000	-
Bond premium	-	-	3,082,378	-
Payments to refunding escrow agent	-	-	(33,021,008)	-
Total other financing sources (uses)	(368,981)	8,786,122	(512,072)	(457,973)
Special Item:				
Forgiveness of debt	-	(90,000)	-	-
Net change in fund balances	6,873,673	13,798,633	(2,326,753)	2,595,878
Fund balances - July 1	53,166,962	60,040,635	73,839,268	72,121,110
Fund balances - June 30	<u>\$ 60,040,635</u>	<u>\$ 73,839,268</u>	<u>\$ 71,512,515</u>	<u>\$ 74,716,988</u>
Debt service as a percentage of noncapital expenditures	5.57%	5.53%	8.64%	3.42%

CITY OF PICO RIVERA, CALIFORNIA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS (CONTINUED)
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
\$ 38,653,543	\$ 39,179,631	\$ 39,647,861	\$ 44,310,901	\$ 46,700,057	\$ 47,874,143
2,861,711	2,212,910	3,209,557	3,612,057	5,776,946	6,856,107
12,973,062	15,079,031	19,310,930	33,355,732	22,698,100	25,710,839
1,819,310	1,443,249	1,234,332	1,437,497	2,338,963	1,646,652
1,109,430	952,095	1,108,568	1,199,256	1,171,765	1,213,961
1,433,476	1,523,385	557,114	(359,384)	1,831,552	5,265,715
1,436,364	996,245	600,081	1,233,409	2,243,586	1,301,557
<u>60,286,896</u>	<u>61,386,546</u>	<u>65,668,443</u>	<u>84,789,468</u>	<u>82,760,969</u>	<u>89,868,974</u>
7,901,483	8,291,063	7,367,989	9,309,236	10,960,791	11,575,217
11,971,740	12,433,612	12,286,345	12,135,586	12,651,644	13,366,320
15,527,553	17,986,339	16,457,143	17,374,179	13,494,769	14,491,990
6,993,470	6,356,907	5,766,663	7,085,982	7,595,935	8,012,807
5,416,605	5,508,857	6,248,362	6,414,485	7,274,930	7,372,371
4,157,152	5,231,905	4,591,099	11,558,866	6,172,894	6,427,668
-	-	-	-	-	-
-	-	-	-	-	-
1,633,063	571,952	64,075	2,559,159	19,036,572	18,114,357
1,090,000	1,155,000	1,190,000	1,230,000	1,285,000	1,330,000
1,530,496	1,601,001	1,565,994	1,522,419	1,472,422	1,420,444
-	-	-	24,584	25,205	44,016
-	-	-	2,497	1,876	4,560
398,345	-	-	-	-	-
-	-	-	-	-	-
<u>56,619,907</u>	<u>59,136,636</u>	<u>55,537,670</u>	<u>69,216,993</u>	<u>79,972,038</u>	<u>82,159,750</u>
<u>3,666,989</u>	<u>2,249,910</u>	<u>10,130,773</u>	<u>15,572,475</u>	<u>2,788,931</u>	<u>7,709,224</u>
4,667,515	2,986,078	2,491,287	24,116,170	5,062,125	10,100,638
(4,667,515)	(2,986,078)	(2,491,287)	(25,116,170)	(5,062,125)	(11,223,792)
-	-	-	-	-	102,880
-	-	-	-	928,625	(196)
14,695,000	-	-	-	-	-
703,345	-	-	-	-	-
-	-	-	-	-	-
<u>15,398,345</u>	<u>-</u>	<u>-</u>	<u>(1,000,000)</u>	<u>928,625</u>	<u>(1,020,470)</u>
-	-	-	-	-	-
19,065,334	2,249,910	10,130,773	14,572,475	3,717,556	6,688,754
<u>75,720,403</u>	<u>94,785,737</u>	<u>97,035,647</u>	<u>107,166,420</u>	<u>121,738,895</u>	<u>125,456,451</u>
<u>\$ 94,785,737</u>	<u>\$ 97,035,647</u>	<u>\$ 107,166,420</u>	<u>\$ 121,738,895</u>	<u>\$ 125,456,451</u>	<u>\$ 132,145,205</u>
6.17%	5.42%	5.46%	4.66%	4.74%	4.44%

**CITY OF PICO RIVERA, CALIFORNIA
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS**

Fiscal Year	Property Taxes	Sales Tax	Transient Occupancy Tax	Motor Vehicle In-Lieu Tax
2014-15	9,611,244	16,368,367	390,666	27,575
2015-16	10,049,454	17,766,538	417,938	25,896
2016-17	10,591,691	17,637,948	422,313	28,793
2017-18	11,173,640	17,575,729	424,542	33,713
2018-19	11,734,058	19,468,221	461,474	30,845
2019-20	12,209,094	19,364,271	438,232	50,679
2020-21	12,954,453	21,325,436	433,797	46,481
2021-22	13,758,151	24,551,320	533,482	72,962
2022-23	14,953,118	25,116,980	597,129	63,705
2023-24	15,302,866	26,248,659	522,694	76,769
Change from Base Year 2014-15	59%	60%	34%	178%

Source: City of Pico Rivera Finance Division

**CITY OF PICO RIVERA, CALIFORNIA
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE (CONTINUED)
LAST TEN FISCAL YEARS**

Franchise Tax	Utility Users Tax	Business License Tax	Total
1,646,884	3,525,036	1,370,210	32,939,982
1,654,275	3,385,361	1,432,213	34,731,675
1,582,026	3,276,231	1,210,024	34,749,026
1,703,255	3,142,090	1,382,588	35,435,557
1,729,336	2,939,221	1,454,896	37,818,051
1,787,568	3,064,500	1,209,199	38,123,543
1,876,407	3,157,258	1,611,415	41,405,247
1,956,998	3,567,128	1,393,084	45,833,126
2,063,404	4,001,578	3,270,000	50,065,914
2,084,370	3,881,820	4,442,065	52,559,243
27%	10%	224%	60%

**CITY OF PICO RIVERA, CALIFORNIA
REVENUE BASE BY CATEGORY
LAST TEN FISCAL YEARS
(RATE PER \$1,000 OF ASSESSED VALUE)**

Fiscal Year	Residential Property	Commercial Property	Industrial Property	Other* Property	Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
2014-15	2,849,419,991	534,153,757	608,797,600	255,121,685	1,951,026	4,249,444,059	0.0938
2015-16	3,004,411,938	550,436,822	623,317,693	263,566,626	1,990,006	4,443,723,085	0.0936
2016-17	3,157,571,430	572,434,427	644,340,185	261,458,977	2,020,352	4,443,723,085	0.0933
2017-18	3,334,334,379	590,956,777	695,508,846	292,833,875	2,060,757	4,915,694,634	0.0930
2018-19	3,517,570,969	596,369,740	740,474,135	315,837,843	100,235	5,170,352,922	0.0927
2019-20	3,706,643,219	629,479,041	771,749,293	365,146,561	102,238	5,473,120,352	0.0924
2020-21	3,895,827,995	639,397,804	823,738,292	382,305,577	104,282	5,741,373,950	0.0923
2021-22	4,079,513,033	657,191,391	978,113,682	374,506,281	105,361	6,089,429,748	0.0921
2022-23	4,322,883,001	678,393,685	1,123,348,084	415,534,522	112,567	6,540,271,859	0.0918
2023-24	4,527,834,493	698,284,332	1,196,139,002	456,195,038	109,615	6,878,562,480	0.0916

*Other property includes recreational, institutional, vacant, and miscellaneous property.

Source: Los Angeles County Assessor 2022/23 Combined Tax Rolls

**CITY OF PICO RIVERA, CALIFORNIA
PROPERTY TAX LEVIES AND TAX COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year	Taxes Levied	Collected within the Fiscal Year of Levy		Collections in Subsequent Year (Includes Refunds)	Total Collections to Date	
		Amount	Percent of Levy		Amount	Final Percent of Levy
2014-15	2,511,683	2,425,171	96.56%	20,888	2,446,059	97.39%
2015-16	2,552,922	2,511,115	98.36%	-	2,511,115	98.36%
2016-17	2,674,309	2,638,929	98.68%	-	2,638,929	98.68%
2017-18	2,840,017	2,798,898	98.55%	-	2,798,898	98.55%
2018-19	2,955,805	2,914,751	98.61%	-	2,914,751	98.61%
2019-20	3,169,235	3,055,052	96.40%	-	3,055,052	96.40%
2020-21	3,322,924	3,261,695	98.16%	-	3,261,695	98.16%
2021-22	3,496,505	3,433,991	98.21%	-	3,433,991	98.21%
2022-23	4,048,127	3,903,368	96.42%	144,759.00	4,048,127	100.00%
2023-24	4,029,440	3,926,062	97.43%	103,378.00	4,029,440	100.00%

NOTE: Article XIII-A of the Constitution of the State of California adopted by the electorate in June 1978, precludes the City from a local property tax levy. All general-purpose property taxes are levied by the County and allocated to other governmental entities on a predetermined formula.

Source: County Assessor General Ledger

**CITY OF PICO RIVERA, CALIFORNIA
DIRECT AND OVERLAPPING GOVERNMENTS PROPERTY TAX RATES
LAST TEN FISCAL YEARS**

Agency	2014-15	2015-16	2016-17	2017-18
Basic Levy	1.00000	1.00000	1.00000	1.00000
County Detention Facilities 1987 Debt	0.00000	0.00000	0.00000	0.00000
El Rancho Unified School District	0.09907	0.09630	0.09627	0.19173
LA Community College District	0.04017	0.03575	0.03596	0.04599
LA County Flood Control	0.00000	0.00000	0.00000	0.00000
Los Nietos School District	0.03041	0.08062	0.07063	0.08396
Montebello Unified School District	0.08750	0.08715	0.14705	0.13514
Rio Hondo Community College Dist	0.02821	0.02712	0.02808	0.02748
Whittier City School District	0.05792	0.05757	0.05441	0.04781
Whittier Union High School Dist	0.05270	0.05063	0.06035	0.05781
Total Direct & Overlapping Tax Rate	1.47912	1.50386	1.49625	1.58992
City's Share of 1% Levy Per Prop 13	0.08917	0.08917	0.08917	0.08917
City Redevelopment Rate	0.00000	0.00000	0.00000	0.00000
Total Direct Rate	0.09381	0.09355	0.09330	0.09301

- (1) Overlapping rates are those of local and county governments that apply to property owners within the City. Not all overlapping rates apply to all City property owners.
- (2) City's Share of 1% Levy is based on the City's share of the general fund tax rate.
- (3) Total Direct Rate is the weighted average of all individual direct rates applied by the government preparing the statistical section information.

**CITY OF PICO RIVERA, CALIFORNIA
 DIRECT AND OVERLAPPING GOVERNMENTS PROPERTY TAX RATES (CONTINUED)
 LAST TEN YEARS**

2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
0.17840	0.17835	0.18754	0.15321	0.14140	0.16870
0.04621	0.02717	0.04016	0.04376	0.02488	0.06023
0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
0.06878	0.06576	0.06442	0.05249	0.05639	0.05089
0.13921	0.09306	0.09706	0.09031	0.12770	0.11275
0.02554	0.02571	0.01361	0.01526	0.01535	0.02182
0.05534	0.05096	0.05151	0.04780	0.04848	0.04575
0.05822	0.05502	0.05433	0.05395	0.05342	0.05063
1.57521	1.49952	1.51214	1.46028	1.47110	1.51428
0.08917	0.08917	0.08917	0.08917	0.08917	0.08917
0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
0.09280	0.09245	0.09231	0.09210	0.09184	0.09164

**CITY OF PICO RIVERA, CALIFORNIA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT FISCAL YEAR AND NINE FISCAL YEARS AGO**

Taxpayer	2023-24		2014-15	
	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value
Paramount Pico Rivera Industrial	\$ 87,389,017	1.27%		
Vestar California XXVI LLC	81,787,661	1.19%	\$ 69,202,196	1.63%
Center Point Properties Trust	65,020,797	0.95%		
BCORE Mercury Lane Owner LLC	64,504,800	0.94%		
Airef Pico Rivera Distribution Center	64,362,000	0.94%		
TRPF CAM Pico Rivera Venture LLC	57,630,000	0.84%		
Majestic AMB Pico Rivera 8540 Whittier Boulevard	49,970,867 43,073,002	0.73% 0.63%	41,974,791	0.99%
Wal-Mart Real Estate Business Trust	40,063,203	0.58%	33,254,649	0.78%
Pico Rivera Holdings LVT LLC	38,632,989	0.56%		
Princeton Medical Holdings LLC			30,083,000	0.71%
Showprop Pico Rivera LLC			27,897,571	0.66%
General American Life Insurance Company			27,789,609	0.65%
Public Storage Inc			22,132,585	0.52%
AGNL Pastry LP			21,803,917	0.51%
	<u>\$ 592,434,336</u>	<u>8.61%</u>	<u>\$ 274,138,318</u>	<u>6.45%</u>

Excludes government and tax-exempt property owners

Total City Value for 2014-15	\$ 4,249,444,059
Total City Value for 2023-24	\$ 6,878,562,480

Source: Los Angeles County Assessor 2023-24 and 2014-15 Combined Tax Rolls

**CITY OF PICO RIVERA, CALIFORNIA
TOP 25 SALES TAX PRODUCERS
CURRENT FISCAL YEAR AND NINE FISCAL YEARS AGO**

Fiscal Year 2023-24		Fiscal Year 2014-15	
Taxpayers	Business Type	Taxpayers	Business Type
Arco AM PM	Service Stations	76	Service Stations
Arco AM PM	Service Stations	76	Service Stations
Bay Cities Container	Light Industrial/Printers	Arco AM PM	Service Stations
Beacon Building Products	Building Materials	Arco AM PM	Service Stations
Calply	Building Materials	Cal Wholesale Material Supply	Building Materials
Chevron	Quick-Service Restaurants	Chevron	Service Stations
Chevron	Business Services	Chevron	Service Stations
Chick Fil A	Quick-Service Restaurants	Cintas	Business Services
Cintas	Business Services	Circle K	Service Stations
Dal Rae	Fine Dining	Dal Rae	Fine Dining
In N Out Burdger	Quick-Service Restaurants	Food 4 Less	Grocery Stores
Lowes	Building Materials	Home Depot	Building Materials
Marshalls	Family Apparel	Lowes	Building Materials
Rush Peterbilt Truck Center	New Motor Vehicle Dealers	McDonalds	Quick-Service Restaurants
Saw Service of America	Heavy Industrial	Oxnard Building Materials	Building Materials
Suez Mobile Water	Drugs/Chemicals	Pico Rivera Gas & Carwash	Service Stations
Target	Discount Dept Stores	Rush Peterbilt Truck Center	New Motor Vehicle Dealers
Toshiba American Business Sol	Office Equipment	Saw Service of America	Heavy Industrial
Ulta Beauty	Specialty Stores	Target	Discount Dept Stores
Unisource	Office Supplies/Furniture	Unisource	Office Supplies/Furniture
United Rentals	Repair Shop/Equip. Rentals	United Rentals	Repair Shop/Equip. Rentals
Vesta Home	Home Furnishings	USA Gasoline	Service Stations
Walmart Supercenter	Discount Dept Stores	Walmart Supercenter	Discount Dept Stores

Percentage of Fiscal Year Total Paid by Top 25 Accounts =

CY 2023 59.33%
CY 2014 64.42%

NOTE: The names are listed in alphabetical order and not by sales tax volume.

Source: HdL Companies, State Board of Equalization

**CITY OF PICO RIVERA, CALIFORNIA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities				Business-Type Activities		Total Primary Government	Percentage of Personal Income	Debt Per Capita
	County Deferral (2)	Net Pension Obligation (3)	Finance Authority Revenue Bonds (1)	Lease Liability (4)	Revenue Bonds	Net Pension Obligation (3)			
2014-15	-	24,172,149	32,190,692	-	44,404,619	3,474,478	104,241,938	8.68%	1,631
2015-16	-	25,366,413	31,510,767	-	42,271,468	3,646,800	102,795,448	8.66%	1,599
2016-17	-	28,485,966	32,438,350	-	40,013,319	4,096,656	105,034,291	8.85%	1,640
2017-18	-	31,078,035	31,439,322	-	37,620,169	4,473,787	104,611,313	8.73%	1,628
2018-19	-	30,962,654	45,590,194	-	35,082,018	4,967,451	116,602,317	9.12%	1,821
2019-20	-	33,878,412	44,277,732	-	32,393,869	5,146,415	115,696,428	8.61%	1,826
2020-21	-	34,179,750	42,930,248	-	29,545,719	6,603,167	113,258,884	7.61%	1,793
2021-22	-	23,242,557	41,542,775	86,524	9,577,364	5,214,285	79,576,981	4.79%	1,295
2022-23	-	35,272,270	40,100,302	61,319	8,412,506	7,520,930	91,306,008	5.38%	1,497
2023-24	-	35,639,209	38,612,829	120,183	7,182,648	7,601,404	89,036,090	4.96%	1,464

- (1) The Finance Authority Revenue Bonds are backed by lease payments made from General Fund Revenues. These lease payments and long-term debt are included in the Statement of Net Position.
- (2) Upon dissolution of the former redevelopment agency on February 1, 2012, the County deferral obligation was transferred to the Successor Agency and is no longer an obligation of the City.
- (3) City implement GASB 68 in FY 14/15 and recognize pension obligation. Prior Year Governmental Activities information had been updated to provide figures from FY 17-18 to FY 20-21.
- (4) City implement GASB 87 in FY 21/22 and recognize lease liability.

**CITY OF PICO RIVERA, CALIFORNIA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

Fiscal Year	General Obligation Bonds	Finance Authority Revenue Bonds (1)	Total Primary Government	Percent of Assessed Value	Debt Per Capita
2014-15	-	32,190,692	32,190,692	0.758%	503.98
2015-16	-	31,510,767	31,510,767	0.709%	493.11
2016-17	-	32,438,350	32,438,350	0.730%	506.49
2017-18	-	31,439,322	31,439,322	0.640%	489.25
2018-19	-	45,590,194	45,590,194	0.882%	711.98
2019-20	-	44,277,732	44,277,732	0.809%	698.67
2020-21	-	42,930,248	42,930,248	0.748%	679.74
2021-22	-	41,542,775	41,542,775	0.682%	676.13
2022-23	-	40,100,302	40,100,302	0.613%	657.65
2023-24	-	38,612,829	38,612,829	0.561%	634.87

(1) The Finance Authority Revenue Bonds are backed by lease payments made from General Fund Revenues. These lease payments and long-term debt are included in the Statement of Net Position.

Note: Details regarding the outstanding debt can be found in the notes to the financial statements.

Source: City of Pico Rivera Finance Department

**CITY OF PICO RIVERA, CALIFORNIA
DIRECT AND OVERLAPPING DEBT
JUNE 30, 2024**

2023-24 Assessed Valuation:	\$	6,878,562,480		
		Total Debt		City Share of
<u>OVERLAPPING TAX AND ASSESSMENT DEBT:</u>		<u>6/30/2024</u>	<u>% Applicable (1)</u>	<u>Debt 6/30/24</u>
Metropolitan Water District	\$	18,210,000	0.18%	\$ 32,414
Los Angeles Community College District		5,155,845,000	0.013	670,260
Rio Hondo Community College District		164,769,080	13.028	21,466,116
El Rancho Unified School District		145,524,346	99.996	145,518,525
Montebello Unified School District		237,721,813	0.679	1,614,131
Whittier Union High School District		157,614,361	0.515	811,714
Los Nietos School District		39,847,715	0.038	15,142
Whittier City School District		65,020,000	1.910	1,241,882
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT				\$ 171,370,184
 <u>DIRECT AND OVERLAPPING GENERAL FUND DEBT:</u>				
Los Angeles County General Fund Obligations	\$	2,479,229,730	0.34%	\$ 8,503,758
Los Angeles County Superintendent of Schools Certificates of Participation		2,857,300	0.343	9,801
Montebello Unified School District Certificates of Participation		3,910,000	0.679	26,549
Whittier City School District Certificates of Participation		8,365,000	1.91	159,772
City of Pico Rivera General Fund Obligations		22,935,000	100	22,935,000
TOTAL DIRECT AND OVERLAPPING GENERAL FUND DEBT				\$ 31,634,880
 <u>OVERLAPPING TAX INCREMENT DEBT (Successor Agency):</u>		\$6,355,000	100.00%	\$6,355,000
TOTAL DIRECT DEBT				\$22,935,000
TOTAL OVERLAPPING DEBT				\$186,425,064
GROSS COMBINED TOTAL DEBT				\$209,360,064

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

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**CITY OF PICO RIVERA, CALIFORNIA
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	Fiscal Year			
	2014-15	2015-16	2016-17	2017-18
Debt limit	\$ 643,657,163	\$ 673,079,843	\$ 710,507,871	\$ 750,729,280
Total net debt applicable to limit	-	-	-	-
Legal debt margin	<u>\$ 643,657,163</u>	<u>\$ 673,079,843</u>	<u>\$ 710,507,871</u>	<u>\$ 750,729,280</u>
Total net debt applicable to the limit as a percent of debt limit	0.00%	0.00%	0.00%	0.00%
Assessed value	\$ 4,249,444,059	\$ 4,443,723,085	\$ 4,699,049,996	\$ 4,960,278,250
Add back: exempt real property	<u>41,603,696</u>	<u>43,475,869</u>	<u>37,669,146</u>	<u>44,583,616</u>
Debt limit (15% of total assessed value)	\$ 643,657,163	\$ 673,079,843	\$ 710,507,871	\$ 750,729,280
Debt applicable to limit	-	-	-	-
Legal debt margin	<u>\$ 643,657,163</u>	<u>\$ 673,079,843</u>	<u>\$ 710,507,871</u>	<u>\$ 750,729,280</u>

Note Under state finance law, the City of Pico Rivera 's outstanding general obligation debt should not exceed 15 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

Source: Los Angeles County Assessor 2022/23 Combined Tax Rolls

**CITY OF PICO RIVERA, CALIFORNIA
LEGAL DEBT MARGIN INFORMATION (CONTINUED)
LAST TEN FISCAL YEARS**

		Fiscal Year					
		2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
\$	791,460,728 #	\$ 836,367,534	\$ 868,018,885	\$ 926,960,187	\$ 994,004,218	\$ 1,055,642,072	
	-	-	-	-	-	-	-
\$	791,460,728 #	\$ 836,367,534	\$ 868,018,885	\$ 926,960,187	\$ 994,004,218	\$ 1,055,642,072	
	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
\$	5,223,378,886	\$ 5,524,451,955	\$ 5,741,373,950	\$ 6,134,582,164	\$ 6,583,483,323	\$ 6,958,088,146	
	53,025,964	51,331,603	45,418,617	45,152,416	43,211,464	79,525,666	
\$	791,460,728 #	\$ 836,367,534 #	\$ 868,018,885 #	\$ 926,960,187 #	\$ 994,004,218	\$ 1,055,642,072	
	-	-	-	-	-	-	-
\$	791,460,728 #	\$ 836,367,534 #	\$ 868,018,885 #	\$ 926,960,187 #	\$ 994,004,218	\$ 1,055,642,072	

**CITY OF PICO RIVERA, CALIFORNIA
PLEGDED REVENUE BOND COVERAGE
LAST TEN FISCAL YEARS**

1999 WATER AUTHORITY REVENUE BONDS - Last Ten Fiscal Years

Fiscal Year	Gross Revenue ⁽¹⁾	Less:	Net Revenue		
		Direct Costs ⁽²⁾	Available for Debt Service	1999 Bonded Debt (P & I)	Coverage
2014-15	10,934,757	(4,785,711)	6,149,046	1,638,925	3.75%
2015-16	10,787,717	(5,745,991)	5,041,726	1,638,500	3.08%
2016-17	11,969,572	(5,312,036)	6,657,536	1,635,875	4.07%
2017-18	11,825,467	(6,415,875)	5,409,592	1,636,050	3.31%
2018-19	11,995,293	(5,598,283)	6,397,010	1,638,750	3.90%
2019-20	12,398,054	(5,990,423)	6,407,631	1,638,700	3.91%
2020-21	12,260,342	(7,358,233)	4,902,109	1,635,900	3.00%
2021-22	12,457,186	(7,692,571)	4,764,615	1,635,350	2.91%
2022-23	13,838,551	(5,836,085)	8,002,466	1,636,775	4.89%
2023-24	15,036,147	(8,034,074)	7,002,073	1,639,900	4.27%

(1) Total Water Authority revenues

(2) Total expenditures less depreciation, amortization on issuance costs and allocated costs

2016 LEASE REVENUE BONDS (2)

Fiscal Year	Gross Revenue ⁽¹⁾	Net Revenue			Coverage
		Principal	Interest	Total	
2016-17	37,906,839	980,000	655,944	1,635,944	23.17
2017-18	43,598,587	865,000	1,061,150	1,926,150	22.64
2018-19	41,859,180	885,000	1,043,650	1,928,650	21.70
2019-20	41,115,931	900,000	1,023,450	1,923,450	21.38
2020-21	45,235,968	925,000	998,225	1,923,225	23.52
2021-22	49,034,402	955,000	965,520	1,920,520	25.53
2022-23	56,495,651	995,000	926,250	1,921,250	29.41
2023-24	60,261,698	1,030,000	888,775	1,918,775	31.41

(1) Total General Fund revenues

(2) In 2016 the City of Pico Rivera refinanced its 2009 Lease Revenue bonds

2018 CERTIFICATES OF PARTICIPATION

Fiscal Year	Gross Revenue ⁽¹⁾	Net Revenue			Coverage
		Principal	Interest	Total	
2018-19	901,383	205,000	486,846	691,846	1.30
2019-20	871,222	255,000	577,969	832,969	1.05
2020-21	909,366	265,000	567,769	832,769	1.09
2021-22	1,126,471	275,000	557,169	832,169	1.35
2022-23	1,167,903	290,000	546,169	836,169	1.40
2023-24	1,144,155	300,000	531,669	831,669	1.38

(1) Total Metropolitan Transportation Authority Measure M local return revenues

2021 REDEVELOPMENT AGENCY TAX ALLOCATION REFUNDING BONDS (2)

Fiscal Year	Gross Revenue ⁽¹⁾	Net Revenue			Coverage
		Principal	Interest	Total	
2021-22	8,595,990	-	93,224	93,224	92.21
2022-23	6,716,953	3,500,000	176,972	3,676,972	1.83
2023-24	5,979,569	3,615,000	123,254	3,738,254	1.60

(1) Total Successor revenues

(2) In 2021, the 2001 Redevelopment Agency Tax Allocation Refunding Bonds was refunded

Source: City of Pico Rivera Finance Department

**CITY OF PICO RIVERA, CALIFORNIA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Personal Income (in thousands) (2)</u>	<u>Per Capita Personal Income (2)</u>	<u>Unemployment Rate (3)</u>
2014-15	63,902	1,200,974	18,794	7.60%
2015-16	64,272	1,187,489	18,476	6.20%
2016-17	64,046	1,197,852	18,703	4.80%
2017-18	64,260	1,278,319	19,893	4.70%
2018-19	64,033	1,343,604	20,983	4.20%
2019-20	63,374	1,383,034	21,823	21.00%
2020-21	63,157	1,487,725	23,556	13.40%
2021-22	61,442	1,662,431	27,057	4.60%
2022-23	60,975	1,698,355	27,853	5.00%
2023-24	60,820	1,794,670	29,507	4.90%

- (1) Population Projections are provided by the California State Department of Finance Projections.
- (2) Income Data is provided by the United States Census Data and is adjusted for inflation.
- (3) Unemployment Rate is provided by the EDD's Bureau of Labor Statistics Department.

Source: HDL Companies

**CITY OF PICO RIVERA, CALIFORNIA
PRINCIPAL EMPLOYERS
CURRENT FISCAL YEAR AND NINE FISCAL YEARS AGO**

Employer	Business Type	2023-24 (1)		2014-15 (2)	
		Employees	% of Total City Employment	Employees	% of Total City Employment
BakeMark USA LLC	Manufacturer	594	2.12%		
Wal-Mart Supercenter	Department Store	251	0.90%		
Feit Electric Company	Warehouse For Distribui	215	0.77%	186	0.65%
Riviera Nursing & Convalescent	Healthcare & Hospitals	204	0.73%		
Target	Department Store	192	0.69%		
Parts Authority LLC	Wholesale Business	190	0.68%		
Vesta Home	Home Furnishing & App	188	0.67%		
Manning Beef LLC	Meat - Miscellaneous	147	0.53%		
Lowe's	Hardware Store	140	0.50%	105	0.37%
AMWater Pallet Services LLC	Service- Repair	122	0.44%		
Home Depot	Retailer			138	0.48%
Rush Truck Center	New Motor Vehicles			112	0.39%
Bimbo Bakeries	Distribution Center			110	0.38%
Superior Grocers	Grocery Store			150	0.52%
First Source LLC	Warehouse Storage			150	0.52%
Northgate Market	Grocery Store			133	0.46%
Bay Cities Container	Manufacturer			130	0.45%
Lubricating Specialties Co.	Contractor			126	0.44%
Total Top Employers		<u>2243</u>	<u>8.01%</u>	<u>1340</u>	<u>2.26%</u>
Total City Employment (3)		28,000		28,750	

(1) Excludes government and tax-exempt property owners, Source: HDL Companies

(2) Source: CAFR 2013-2014, removed government and tax-exempt owners

(3) Total City Labor Force provided by EDD Labor Force Data.

**CITY OF PICO RIVERA, CALIFORNIA
 FULL-TIME EQUIVALENT CITY EMPLOYEES BY FUNCTION
 LAST TEN FISCAL YEARS**

	Fiscal Year									
	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>	<u>2018-19</u>	<u>2019-20</u>	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>
General Government	30	25	30	30	31	30	29	31	32	34
Public Safety	5	8	8	9	9	7	7	7	7	7
Public Works	54	55	64	65	66	51	51	48	53	52
Parks & Recreation	21	21	26	26	27	24	25	26	27	28
Community Development	16	15	20	19	20	20	20	24	24	23
Water	11	8	9	10	10	10	10	9	11	15
Total	<u>137</u>	<u>132</u>	<u>157</u>	<u>159</u>	<u>163</u>	<u>142</u>	<u>142</u>	<u>145</u>	<u>154</u>	<u>159</u>

Source: City of Pico Rivera Finance Department

**CITY OF PICO RIVERA, CALIFORNIA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

Function	FISCAL YEAR			
	2014-15	2015-16	2016-17	2017-18
Police:				
Calls dispatched	21,878	24,523	26,177	25,363
Crime reports	10,725	10,268	7,275	6,680
Moving citations	4,250	3,296	3,146	3,931
Parking citations - Sheriff	147	171	158	69
Parking citations issued by Public Safety	15,152	15,468	16,285	15,985
Streets and Highways:				
Asphalt repair (in tons)	427	100	2,523	7,263
Curb & gutter repair (lineal ft.)	530	500	146	121
Sidewalk repair (lineal ft.)	1,200	1,600	2,523	7,263
Traffic signals maintained	45	47	47	47
Water:				
Number of customer accounts	9,400	9,435	9,435	9,435
Average daily consumption (millions of gallons)	5	4		
Sewers:				
Feet of sewer mains root cut/chemically treated	11	0*	0	0
Maintenance:				
Square ft. graffiti removal	101,419	100,000	150,000	229,000
Streetsweeping miles	21,285	10,400	21,285	21,285
Trees trimmed per year	4,998	5,000	4,000	3,000
Culture and Recreation:				
Youth sports	856	818	671	517
Aquatics	16,179	6,960	10,715	10,502
Recreation classes	16,415	4,825	4,932	7,076
Senior Center participants	117,978	110,632	135,889	151,669

(A) Information is not available

(*) City sewer rights were returned to LA County Public Works in FY 2015-16

**CITY OF PICO RIVERA, CALIFORNIA
OPERATING INDICATORS BY FUNCTION (CONTINUED)
LAST TEN FISCAL YEARS**

FISCAL YEAR					
2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
22,854	31,780	29,039	29,532	30,863	26,666
6,288	5,969	5,255	5,563	5,655	5,185
3,216	1,770	2,720	3,168	2,480	1,703
167	74	20	22	65	68
28,037	16,543	20,974	20,957	20,950	20,111
4,813	4,061	1,312	12,114	30,556	32,661
200	606	1,220	5,904	9,477	10,199
208	2,008	2,400	9,010	3,449	2,337
47	47	48	48	47	47
9,435	9,450	9,452	9,470	9,514	9,515
	4	4	4	4	4
0	0	0	0	0	0
117,536	89,299	260,000	265,000	273,000	275,000
21,285	21,285	21,285	21,285	21,285	21,285
2,500	751	614	3,035	2,569	3,577
825	292	0	530	1,440	1,829
11,114	8,811	0	0	0	0
10,398	5,107	2,289	1,678	1,307	1,391
135,354	97,080	0	5,500	35,636	62,048

**CITY OF PICO RIVERA, CALIFORNIA
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS**

Function	Fiscal Year			
	2014-15	2015-16	2016-17	2017-18
Public Safety:				
Police stations	1	1	1	1
Number of patrol units	12	12	14	14
Highways and Streets:				
Miles of streets	115.2	115.2	115.2	115.2
Traffic Signals	43	47	47	47
Water:				
Number of active water wells	8	8	8	8
Number of reservoirs	3	3	3	3
Miles of lines & mains	98	98	98	98
Sewer:				
Miles of flood control channel	17	17	17	17
Culture and Recreation:				
Number of community centers	6	6	6	6

**CITY OF PICO RIVERA, CALIFORNIA
 CAPITAL ASSET STATISTICS BY FUNCTION (CONTINUED)
 LAST TEN FISCAL YEARS**

<u>2018-19</u>	<u>2019-20</u>	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>
1	1	1	1	1	1
14	14	14	14	14	14
115.2	115.2	115.2	115.2	115.2	115.2
47	47	48	50	53	47
8	8	8	8	8	8
3	3	3	3	3	3
98	98	98	98	98	98
17	17	17	17	17	17
6	6	6	6	6	6

PICO RIVERA

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