



CITY *of* CLOVIS

AGENDA • CITY COUNCIL MEETING

Council Chamber, 1033 Fifth Street, Clovis, CA 93612 (559) 324-2060
www.cityofclovis.com

December 4, 2023

6:00 PM

Council Chamber

In compliance with the Americans with Disabilities Act, if you need special assistance to access the City Council Chamber to participate at this meeting, please contact the City Clerk or General Services Director at (559) 324-2060 (TTY – 711). Notification 48 hours prior to the meeting will enable the City to make reasonable arrangements to ensure accessibility to the Council Chamber.

The Clovis City Council meetings are open to the public at the physical address listed above. There are numerous ways to participate in the City Council meetings: you are able to attend in person; you may submit written comments as described below; you may participate by calling in by phone (see “Verbal Comments” below); and you may view the meeting which is webcast and accessed at www.cityofclovis.com/agendas.

Written Comments

- Members of the public are encouraged to submit written comments at: www.cityofclovis.com/agendas at least two (2) hours before the meeting (4:00 p.m.). You will be prompted to provide:

- Council Meeting Date
- Item Number
- Name
- Email
- Comment



- Please submit a separate form for each item you are commenting on.
- A copy of your written comment will be provided to the City Council noting the item number. If you wish to make a verbal comment, please see instructions below.
- Please be aware that any written comments received that do not specify a particular agenda item will be marked for the general public comment portion of the agenda.
- If a written comment is received after 4:00 p.m. on the day of the meeting, efforts will be made to provide the comment to the City Council during the meeting. However, staff cannot guarantee that written comments received after 4:00 p.m. will be provided to City Council during the meeting. All written comments received prior to the end of the meeting will be made part of the record of proceedings.

Verbal Comments

- If you wish to speak to the Council on an item by telephone, you should contact the City Clerk at (559) 324-2060 no later than 4:00 p.m. the day of the meeting.
- You will be asked to provide your name, phone number, and your email. You will be emailed instructions to log into Webex to participate in the meeting. Staff recommends participants log into the Webex at 5:30 p.m. the day of the meeting to perform an audio and mic check.
- All callers will be placed on mute, and at the appropriate time for your comment your microphone will be unmuted.
- In order for everyone to be heard, please limit your comments to 5 minutes or less, or 10 minutes per topic

Webex Participation

- Reasonable efforts will be made to allow written and verbal comment from a participant communicating with the host of the virtual meeting. To do so, a participant will need to chat with the host and request to make a written or verbal comment. The host will make reasonable efforts to make written and verbal comments available to the City Council. Due to the new untested format of these meetings, the City cannot guarantee that these written and verbal comments initiated via chat will occur. Participants wanting to make a verbal comment via call will need to ensure that they accessed the WebEx meeting with audio and microphone transmission capabilities.

CALL TO ORDER

FLAG SALUTE - Councilmember Mouanoutoua

ROLL CALL

PUBLIC COMMENTS - This is an opportunity for the members of the public to address the City Council on any matter within the City Council's jurisdiction that is not listed on the Agenda. In order for everyone to be heard, please limit your comments to 5 minutes or less, or 10 minutes per topic. Anyone wishing to be placed on the Agenda for a specific topic should contact the City Manager's office and submit correspondence at least 10 days before the desired date of appearance.

CHRISTMAS TREE LIGHTING CEREMONY

ORDINANCES AND RESOLUTIONS - With respect to the approval of resolutions and ordinances, the reading of the title shall be deemed a motion to waive a reading of the complete resolution or ordinance and unless there is a request by a Councilmember that the resolution or ordinance be read in full, further reading of the resolution or ordinance shall be deemed waived by unanimous consent of the Council.

CONSENT CALENDAR - Items considered routine in nature are to be placed upon the Consent Calendar. They will all be considered and voted upon in one vote as one item unless a Councilmember requests individual consideration. A Councilmember's vote in favor of the Consent Calendar is considered and recorded as a separate affirmative vote in favor of each action listed. Motions in favor of adoption of the Consent Calendar are deemed to include a motion to

waive the reading of any ordinance or resolution on the Consent Calendar. For adoption of ordinances, only those that have received a unanimous vote upon introduction are considered Consent items.

- [1.](#) Administration - Approval - Minutes from the November 13, 2023 Special Meeting, and the November 13, 2023 Council Meeting.
- [2.](#) Finance – Receive and File – Investment Report for the Month of July 2023.
- [3.](#) Finance – Receive and File – Treasurer’s Report for the Month of July 2023.
- [4.](#) General Services – Approval – Res. 23-____, Authorizing Amendments to the City’s Classification Plan by Revising the Deputy Fire Chief Classification in the Fire Department.
- [5.](#) Planning and Development Services - Approval – Res. 23-____, Final Map Tract 6125, located at the northwest area of Peach and Stuart Avenues (Beal Developments, LLC).
- [6.](#) Planning and Development Services - Approval – Res. 23-____, Annexation of Proposed Tract 6125, located at the northwest area of Peach and Stuart Avenues, to the Landscape Maintenance District No. 1 of the City of Clovis. (Beal Developments, LLC).
- [7.](#) Public Utilities – Approval – Waive Formal Bidding Requirements and Authorize the Purchase of One AutoCar/Amrep Frontloading Refuse Truck from Affinity Truck Center Using the Sourcewell Purchasing Contract in the Total Amount of \$420,081.94.

ADMINISTRATIVE ITEMS - Administrative Items are matters on the regular City Council Agenda other than Public Hearings.

- [8.](#) Consider Approval – Res. 23-____, Approving the City’s Updated Master Administrative Fee Schedule.

Staff: Andrew Haussler, Assistant City Manager

Recommendation: Approve

- [9.](#) Consider Approval - 2022-23 Annual Comprehensive Financial Report.

Staff: Jay Schengel, Finance Director

Recommendation: Approve

COUNCIL ITEMS

- [10.](#) Consider Approval – Change of Council Meeting Schedule.

Staff: John Holt, City Manager

Recommendation: Approve

CITY MANAGER COMMENTS

COUNCIL COMMENTS

CLOSED SESSION - A “closed door” (not public) City Council meeting, allowed by State law, for consideration of pending legal matters and certain matters related to personnel and real estate transactions.

11. Government Code Section 54956.9(d)(1)
CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION
Case Name: Desiree Martinez v. City of Clovis, et al., Case No. F082914
12. Government Code Section 54957
PUBLIC EMPLOYEE EVALUATION
Title: City Manager

RECONVENE INTO OPEN SESSION AND REPORT FROM CLOSED SESSION

ADJOURNMENT

FUTURE MEETINGS

Regular City Council Meetings are held at 6:00 P.M. in the Council Chamber. The following are future meeting dates:

Dec. 11, 2023 (Mon.)
Dec. 18, 2023 (Mon.) (To Be Cancelled)
Jan. 2, 2024 (Tue.) (To Be Cancelled)
Jan. 8, 2024 (Mon.)
Jan. 16, 2024 (Tue.)

CLOVIS CITY COUNCIL SPECIAL MEETING

November 13, 2023

4:03 P.M.

Clovis Police and Fire Headquarters

Meeting called to order by Mayor Ashbeck

Roll Call: Present: Councilmembers Basgall, Bessinger, Mouanoutoua, Pearce
Mayor Ashbeck

PUBLIC COMMENTS – 4:04

CLOSED SESSION – 4:05

ITEM 1 - GOVERNMENT CODE SECTION 54956.9(D)(1) CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION CASE NAME: DESIREE MARTINEZ V. CITY OF CLOVIS, ET AL., CASE NO. F082914

No action was taken by the City Council during the closed session.

Mayor Ashbeck adjourned the meeting of the Council to the regular November 13, 2023, meeting to be held at 6:00 p.m.

Meeting adjourned: 5:45 p.m.

Mayor

City Clerk

CLOVIS CITY COUNCIL MEETING

November 13, 2023

6:00 P.M.

Council Chamber

Meeting called to order by Mayor Ashbeck
Flag Salute led by Councilmember Bessinger

Roll Call: Present: Councilmembers Basgall, Bessinger, Mouanoutoua, Pearce
Mayor Ashbeck

PUBLIC COMMENTS – 6:03

Toulu Thao, President of Hmong Inc., invited the City Council to attend the Hmong New Year celebration and introduced two dance groups to perform for the audience.

Leon, Alta Sierra Robotic Coach, introduced the Alta Sierra Intermediate robotics team and the students presented their project on “The Colorful World Initiative”.

Malcolm Gibson, resident, commented on the importance of affordable housing.

Sergio Romo, resident, asked the City Council to provide an update on the commercial parking issue that he brought to the Council in September.

CONSENT CALENDAR – 6:45

Motion by Councilmember Bessinger, seconded by Councilmember Mouanoutoua, that the items on the Consent Calendar be approved. Motion carried by unanimous vote.

1. Administration - Approved - Minutes from the November 6, 2023, Council Meeting.
2. Finance - Received and Filed – Year-end report for all funds as of June 30, 2023.
3. General Services – Approved - Claim Rejection of the General Liability Claim on behalf of Marcus Barreto.
4. Public Utilities – Approved – Award Contracts for Landscape Maintenance in LMD Zones 1, 2, 3, SE, NW, General Fund Right-of-Way, Fire Stations, and the K-9 Training Facility to Elite Maintenance and Tree Service, Inc.
5. Public Utilities – Approved – **Res. 23-102**, Authorizing the City to Apply for the CalRecycle SB 1383 Local Assistant Grant and Designating the City Manager and Public Utilities Director or their Designee to Execute Documents on behalf of the City for the CalRecycle Grant Program.

PUBLIC HEARINGS – 6:46

6:46 ITEM 6 - CONSIDER VARIOUS ITEMS ASSOCIATED WITH UPDATING THE CITY’S ACTIVE TRANSPORTATION PLAN:

David Rall, resident, commented on the biking trails in Clovis.

Tina Sumner, resident, spoke in support of the Active Transportation Plan and provided suggestions to the City Council.

Brent Berdine, resident, shared concerns regarding lighting on the trails and bicyclist safety education.

Jeni-Ann Kren, resident, commented on sharing the walkways with dogs and suggested more amenities along the trails such as trash cans.

6A. APPROVED - RES. 23-103, A REQUEST TO APPROVE AN ENVIRONMENTAL FINDING OF A NEGATIVE DECLARATION FOR THE CITY OF CLOVIS ACTIVE TRANSPORTATION PLAN UPDATE.

Motion for approval by Councilmember Bessinger, seconded by Councilmember Mouanoutoua. Motion carried by unanimous vote.

6B. APPROVED - RES. 23-104, A REQUEST TO APPROVE THE CITY OF CLOVIS ACTIVE TRANSPORTATION PLAN UPDATE.

Motion for approval by Councilmember Bessinger, seconded by Councilmember Mouanoutoua. Motion carried by unanimous vote.

ADMINISTRATIVE ITEMS – 7:33

7:33 ITEM 7 - RECEIVED AND FILED – REPORT ASSESSMENT ELECTION RESULTS FOR LANDSCAPE MAINTENANCE DISTRICT NO. 1, BENEFIT ZONES 2 AND 5.

Malcolm Gibson, resident, encouraged the City to have more community outreach on educating the public about the elections and the impacts.

7:55 ITEM 8 - RECEIVED AND FILED – UPDATE ON CITY OF CLOVIS CIVIC CENTER LANDSCAPING.

David Rall, resident, encouraged the City Council to prioritize this project.

COUNCIL ITEMS – 8:07

8:07 ITEM 9 - RECEIVED AND FILED – UPDATE ON MEASURE C, A HALF-CENT SALES TAX USED TO FUND A PORTION OF FRESNO COUNTY'S TRANSPORTATION SYSTEM.

Resident, addressed comments made by Councilmember Bessinger regarding decisions made by elected officials.

8:20 ITEM 10 - APPROVED – CITY PARTICIPATION IN THE DEVELOPMENT OF A CITY OF CLOVIS THEMED CHILDREN'S BOOK INCLUDING FINANCIAL SUPPORT.

Resident, shared concerns regarding the process of developing a children's book and fact-checking.

Motion for approval by Councilmember Bessinger, seconded by Councilmember Mouanoutoua. Motion carried by unanimous vote.

8:35 ITEM 11 - APPROVED – CHANGE OF COUNCIL MEETING SCHEDULE.

Motion for approval by Councilmember Pearce, seconded by Councilmember Basgall. Motion carried by unanimous vote.

CITY MANAGER COMMENTS – 8:36

COUNCIL COMMENTS – 8:36

Mayor Ashbeck adjourned the meeting of the Council to December 4, 2023

Meeting adjourned: 8:47 p.m.

Mayor

City Clerk



CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council

FROM: Finance Department

DATE: December 4, 2023

SUBJECT: Finance – Receive and File – Investment Report for the Month of July 2023.

ATTACHMENTS:

1. Distribution of Investments
2. Monthly Investment Transactions
3. Certificates of Deposit
4. Municipal Securities
5. Graph of July 31, 2023, Treasury Rates

CONFLICT OF INTEREST

Councilmembers should consider recusal if a campaign contribution exceeding \$250 has been received from the project proponent (developer, applicant, agent, and/or participants) since January 1, 2023 (Government Code 84308).

EXECUTIVE SUMMARY

Attached is the Investment Report for the month of July 2023. Shown in Attachment 1 is the distribution of investments which lists all the individual securities owned by the City with the book and market values. Book value is the actual price paid for the investment. Market value is the amount that the investment is worth if sold in the open market. The market value (which fluctuates daily) that is used in the report is as of the last working day of the month. Attachment 2 reflects the monthly investment transactions for the month of July 2023. Attachment 3 lists the certificates of deposit. Attachment 4 lists the municipal securities. Attachment 5 is a graph of Treasury rates on July 31, 2023.

The investment of the City's funds is performed in accordance with the adopted Investment Policy. Funds are invested with the following objectives in mind:

1. Assets are invested in adherence with the safeguards and diversity of a prudent investor.
2. The portfolio is invested in a manner consistent with the primary emphasis on preservation of the principal, while attaining a high rate of return consistent with this guideline. Trading of securities for the sole purpose of realizing trading profits is prohibited.

3. Sufficient liquidity is maintained to provide a source for anticipated financial obligations as they become due.

4. Investments may be made, consistent with the Investment Policy Guidelines, in fixed income securities maturing in three years or less and can be extended to five years with the City Manager's approval.

The Finance Department invests the City's assets with an expectation of achieving a total rate of return at a level that exceeds the annualized rate of return on short-term government guaranteed or insured obligations (90-day Treasury bills) and to assure that the principal is preserved with minimal risk of depreciation or loss. In periods of rising interest rates, the City of Clovis portfolio return may be less than that of the annualized 90-day Treasury bill. In periods of decreasing interest rates, the City of Clovis portfolio return may be greater than the annualized 90-day Treasury bill. The current 90-day Treasury bill rate (annualized) is 4.31%. The rate of return for the City of Clovis portfolio is 3.12%. The goal for the City of Clovis investment return is 120% of the 90-day Treasury bill rate. The current rate of return is 71% of the Treasury bill rate.

In accordance with the Investment Policy, the investment period on each investment does not exceed three years and can be extended to five years with the City Manager's approval. As of July 2023, the average investment life of the City's investment portfolio is 1.90 years.

Current Investment Environment and Philosophy

During the month of July 2023, the federal funds rate increased to 5.25%-5.50%. On July 31, 2023, the Treasury yield curve decreased from 3-month to 10-year notes.

Certificates of Deposit (CD's)

The City purchases both negotiable and non-negotiable Certificates of Deposit (CD's). Although negotiable CD's can be traded, it is the City's policy to buy and hold all CD's. Negotiable CDs are held by U.S. Bank, a third-party custodian. Non-negotiable CDs are held in the City's safe.

Purchases and Maturities

- 1 government security totaling \$3,000,000 was purchased.
- 0 government securities were called or matured.
- 3 certificates of deposit totaling \$750,000 were purchased.
- 0 certificates of deposit were called or matured.
- 2 municipal securities totaling \$3,320,000 were purchased.
- 0 municipal securities were called or matured.

Market Environment

- During July the federal funds rate increased to 5.25%-5.50%.
- On July 31, the yield curve decreased from 3-month to 10-year notes. See Attachment 5, Graph of Treasury Rates on July 31, 2023.

Prepared by: Jeffrey Blanks, Deputy Finance Director

Reviewed by: City Manager *AK*

**City of Clovis
Distribution of Investments
As of July 31, 2023**

AGENDA ITEM NO. 2.

	COST	NET BOOK VALUE	MARKET VALUE *	YIELD TO MATURITY	STATED INTEREST RATE	INVEST DATE	MATURITY DATE	DAYS TO MATURITY FROM 7/31/2023
<u>GOV'T SECURITIES</u>								
FFCB	5,000,000	5,000,000	4,843,600	0.250%	0.250%	03/01/21	03/01/24	214
FHLB	4,998,000	4,999,114	4,937,050	3.276%	3.250%	08/17/22	03/08/24	221
FHLB	1,994,000	1,997,205	1,978,360	3.835%	3.625%	09/14/22	03/08/24	221
FFCB	1,999,000	1,999,760	1,936,060	0.317%	0.300%	03/24/21	03/18/24	231
FHLB	5,000,000	5,000,000	4,779,300	0.350%	0.350%	06/07/21	06/07/24	312
FHLB	941,770	964,166	956,740	4.500%	0.700%	11/17/22	06/24/24	329
FHLB	4,969,000	4,984,831	4,719,600	1.274%	1.050%	01/20/22	11/15/24	473
FHLB	1,595,506	1,636,184	1,617,454	4.515%	0.500%	11/16/22	12/30/24	518
FNMA	1,857,400	1,877,453	1,852,400	4.415%	0.500%	03/23/23	02/24/25	574
FNMA	930,300	940,088	926,400	4.338%	0.520%	03/23/23	02/25/25	575
FHLB	932,200	941,694	927,770	4.328%	0.625%	03/23/23	02/27/25	577
FHLB	3,980,000	3,988,886	3,777,520	1.922%	1.750%	02/28/22	02/28/25	578
FHLB	4,000,000	4,000,000	3,844,800	2.750%	2.750%	04/25/22	04/25/25	634
FAMCMTN	3,947,600	3,969,870	3,678,040	1.121%	0.750%	12/16/21	07/28/25	728
FHLB	5,000,000	5,000,000	4,864,600	3.600%	3.600%	08/30/22	08/28/25	759
FAMCMTN	4,948,500	4,971,051	4,570,350	0.869%	0.600%	10/14/21	09/08/25	770
FHLB	871,150	876,657	861,441	3.886%	0.500%	04/26/23	11/25/25	848
FHLB	4,963,000	4,978,102	4,494,700	0.750%	0.580%	09/08/21	02/11/26	926
FHLB	3,922,000	3,950,581	3,600,880	1.229%	0.750%	12/16/21	02/24/26	939
FHLB	2,751,000	2,761,826	2,703,300	3.916%	0.790%	05/17/23	03/16/26	959
FFCB	4,967,500	4,978,705	4,454,350	1.075%	0.940%	10/14/21	09/28/26	1,155
FHLB	3,649,200	3,730,358	3,586,360	3.342%	1.150%	06/29/22	10/28/26	1,185
FHLB	5,988,000	5,991,831	5,386,980	1.291%	1.250%	11/24/21	11/24/26	1,212
FHLB	5,127,757	5,090,131	4,605,050	1.580%	2.125%	01/20/22	12/11/26	1,229
FHLB	4,043,250	4,141,528	3,927,514	3.397%	1.020%	06/29/22	02/24/27	1,304
FHLB	4,550,000	4,636,350	4,396,766	3.173%	1.020%	08/17/22	02/24/27	1,304
FHLB	3,695,200	3,772,718	3,627,716	2.564%	0.900%	03/31/22	02/26/27	1,306
FHLB	6,072,400	6,151,034	5,914,623	3.737%	0.900%	01/19/23	02/26/27	1,306
FHLB	5,247,000	5,315,594	5,111,293	4.329%	0.900%	02/16/23	02/26/27	1,306
FHLB	5,050,770	5,134,515	4,990,065	3.971%	1.000%	12/14/22	02/26/27	1,306
FHLB	4,000,000	4,000,000	3,674,400	2.375%	2.375%	03/08/22	03/08/27	1,316
FFCB	5,160,000	5,206,277	5,080,440	3.996%	0.830%	03/23/23	02/22/28	1,667
FHLB	3,124,500	3,121,317	3,012,420	3.553%	4.500%	05/17/23	03/10/28	1,684
FFCB	6,102,000	6,098,369	5,897,460	3.501%	3.875%	04/26/23	04/25/28	1,730
FFCB	5,354,250	5,355,642	5,199,920	4.349%	3.740%	06/14/23	04/27/28	1,732
FFCB	2,955,000	2,955,000	2,895,630	4.814%	4.470%	07/12/23	06/22/28	1,788
SECURITIES TOTAL	<u>\$ 139,687,253</u>	<u>\$ 140,516,837</u>	<u>\$ 133,631,352</u>					
LAIF		<u>\$ 65,589,725</u>	<u>\$ 65,589,725</u>					
Municipal Issuance		<u>\$ 59,228,719</u>	<u>\$ 57,461,565</u>					
Sweep Account (Union Bank)		<u>\$ 6,314,423</u>	<u>\$ 6,314,423</u>					
TOTAL CD'S		<u>\$ 26,245,000</u>	<u>\$ 25,548,434</u>					
TOTAL INVESTMENTS		<u>\$ 297,894,703</u>	<u>\$ 288,545,498</u>					

* Market values for securities obtained from US Bank.

City of Clovis
Monthly Investment Transactions
As of July 31, 2023

AGENDA ITEM NO. 2.

Institution	Description	Activity	Amount	Market Value	Rate	Activity Date	Maturity Date
FFCB	Gov. Sec.	Purchase	3,000,000	2,955,000	4.470%	07/12/23	06/22/28
San Ramon Valley	Mun Iss.	Purchase	1,820,000	1,586,494	1.670%	07/13/23	08/01/28
Santa Ana College	Mun Iss.	Purchase	1,500,000	1,281,000	1.320%	07/13/23	08/01/28
Farmers Insurance	CD	Purchase	250,000	250,000	5.000%	07/21/23	07/21/26
Maine Svgs FCU	CD	Purchase	250,000	250,000	5.000%	07/21/23	07/21/26
TTCU Fed Cr	CD	Purchase	250,000	250,000	5.000%	07/26/23	07/26/28

PORTFOLIO DATA

Current Month (07/23)

	Book	Market
CD'S	\$ 26,245,000	\$ 25,548,434
Gov't Securities*	140,516,837	133,631,352
Municipal Securities	59,228,719	57,461,565
LAIF	65,589,725	65,589,725
Sweep Account (Union Bank)	6,314,423	6,314,423
TOTAL	\$ 297,894,704	\$ 288,545,499

Prior Month (06/23)

	Book	Market
CD'S	\$ 25,495,000	\$ 24,736,894
Gov't Securities*	137,561,837	130,822,360
Municipal Securities	56,361,225	54,477,583
LAIF	75,000,000	75,000,000
Sweep Account (Union Bank)	28,879,606	28,879,606
TOTAL	\$ 323,297,668	\$ 313,916,443

Three Months Previous (04/23)

	Book	Market
CD'S	\$ 23,495,000	\$ 22,922,645
Gov't Securities*	126,238,741	121,131,050
Municipal Securities	58,870,000	55,008,657
LAIF	75,000,000	75,000,000
Sweep Account (Union Bank)	30,757,183	30,757,183
TOTAL	\$ 314,360,924	\$ 304,819,535

Six Months Previous (01/23)

	Book	Market
CD'S	\$ 20,495,000	\$ 19,979,564
Gov't Securities*	131,438,007	125,970,574
Municipal Securities	52,935,000	49,074,621
LAIF	75,000,000	75,000,000
Sweep Account (Union Bank)	29,536,545	29,536,545
TOTAL	\$ 309,404,552	\$ 299,561,304

One Year Previous (07/22)

	Book	Market
CD'S	\$ 13,245,000	\$ 12,948,633
Gov't Securities*	131,232,711	127,512,945
Municipal Securities	28,505,000	26,994,880
LAIF	74,651,233	74,651,233
Sweep Account (Union Bank)	51,872,996	51,872,996
TOTAL	\$ 299,506,940	\$ 293,980,687

*Adjusted Quarterly for Premium/Discount Amortization

**City of Clovis
Certificates of Deposit
As of July 31, 2023**

AGENDA ITEM NO. 2.

Negotiable CDs	COST	MARKET PRICE	INTEREST RATE	INVEST DATE	MATURITY DATE	MATURITY FROM 07/31/23	INTEREST FREQUENCY
New York Cmnty Bank	250,000	245,605.00	0.350%	12/11/20	12/11/23	133	QUARTERLY
Transportation Alliance Bk	250,000	242,322.50	0.250%	03/12/21	03/12/24	225	QUARTERLY
Preferred Bank	250,000	241,847.50	0.250%	03/25/21	03/25/24	238	QUARTERLY
Bankunited Natl Assn	245,000	237,081.60	0.450%	03/31/21	04/01/24	245	QUARTERLY
Greenstate Credit Union	250,000	239,270.00	0.450%	06/16/21	06/17/24	322	QUARTERLY
Eaglemark Savings Bank	250,000	238,725.00	0.400%	06/30/21	06/28/24	333	QUARTERLY
Texas Exchange Bk	250,000	238,607.50	0.500%	07/09/21	07/09/24	344	QUARTERLY
BMW Bk North Amer	250,000	238,022.50	0.550%	07/30/21	07/30/24	365	QUARTERLY
Toyota Finl Svgs	250,000	237,127.50	0.650%	09/09/21	09/09/24	406	QUARTERLY
State Bk India	250,000	236,885.00	0.650%	09/17/21	09/17/24	414	QUARTERLY
Ubs Bank Usa	250,000	235,225.00	0.750%	11/17/21	11/18/24	476	QUARTERLY
Webbank Salt Lake City	250,000	235,000.00	0.750%	11/29/21	11/29/24	487	QUARTERLY
Medallion Bank Salt Lake City	250,000	234,782.50	0.900%	12/20/21	12/20/24	508	QUARTERLY
Beal Bank	250,000	234,217.50	0.950%	01/19/22	01/15/25	534	QUARTERLY
Mountain Amer Fed	250,000	242,487.50	3.450%	08/31/22	02/28/25	578	QUARTERLY
Barclays Bk	250,000	235,737.50	1.700%	03/09/22	03/10/25	588	QUARTERLY
Goldman Sachs Bk	250,000	235,545.00	1.650%	03/09/22	03/10/25	588	QUARTERLY
Safra National Bk	250,000	236,595.00	2.000%	03/23/22	03/24/25	602	QUARTERLY
Pentagon Federal Cr Un	250,000	236,392.50	2.000%	03/28/22	03/28/25	606	QUARTERLY
Beal Bank	250,000	237,175.00	2.200%	04/06/22	04/02/25	611	QUARTERLY
JP Morgan Chase	250,000	238,302.50	2.500%	04/08/22	04/08/25	617	QUARTERLY
First Natl Bank	250,000	241,712.50	2.200%	04/12/22	04/11/25	620	QUARTERLY
One Community Bank	250,000	238,667.50	2.700%	04/29/22	04/29/25	638	QUARTERLY
Americu Credit Union	250,000	239,035.00	2.800%	05/02/22	05/02/25	641	QUARTERLY
Synchrony Bank Retail	250,000	240,110.00	3.100%	05/20/22	05/20/25	659	QUARTERLY
Connexus Credit Union	250,000	239,505.00	3.000%	05/26/22	05/27/25	666	QUARTERLY
Bmo Harris Bank	250,000	239,912.50	3.150%	06/17/22	06/17/25	687	QUARTERLY
Saco Biddeford	250,000	238,572.50	2.850%	06/17/22	06/17/25	687	QUARTERLY
Baxter Credit Union	250,000	250,000.00	3.400%	06/28/22	06/30/25	700	QUARTERLY
Capital One Bank	250,000	240,715.00	3.350%	06/29/22	06/30/25	700	QUARTERLY
American First Cr Un	250,000	240,012.50	3.250%	07/15/22	07/15/25	715	QUARTERLY
Trustone Financial Cr Un	250,000	239,955.00	3.250%	07/19/22	07/21/25	721	QUARTERLY
American Natl Bank	250,000	239,147.50	3.100%	07/27/22	07/28/25	728	QUARTERLY
TCM Bank	250,000	240,337.50	3.350%	07/28/22	07/28/25	728	QUARTERLY
Generations Bank	250,000	240,517.50	3.400%	08/03/22	08/04/25	735	QUARTERLY
Direct Fed Credit	250,000	240,112.50	3.500%	08/17/22	08/18/25	749	QUARTERLY
Resource One Credit	250,000	239,870.00	3.300%	08/17/22	08/18/25	749	QUARTERLY
Connex Credit	250,000	240,720.00	3.500%	08/31/22	08/29/25	760	QUARTERLY
Skyone Fed Credit	250,000	241,187.50	3.600%	08/30/22	09/02/25	764	QUARTERLY
Credit Union of Texas	250,000	241,150.00	3.600%	09/14/22	09/15/25	777	QUARTERLY
Forbright Bank	250,000	240,570.00	3.500%	09/16/22	09/16/25	778	QUARTERLY
Ally Bank Sandy Utah	250,000	243,312.50	4.050%	09/29/22	09/19/25	781	QUARTERLY
Alabama Credit Union	250,000	241,017.50	3.600%	09/20/22	09/22/25	784	QUARTERLY
Kemba Finl Credit Union	250,000	243,040.00	4.000%	09/21/22	09/22/25	784	QUARTERLY
Farmers Merchants	250,000	241,720.00	3.750%	09/28/22	09/29/25	791	QUARTERLY
Jefferson Finl FCU	250,000	243,762.50	4.150%	09/29/22	09/29/25	791	QUARTERLY
Dort Finl Credit Union	250,000	242,987.50	4.000%	09/30/22	09/30/25	792	QUARTERLY
First National Bank	250,000	236,920.00	3.625%	09/30/22	09/30/25	792	QUARTERLY
Numerica Credit Union	250,000	244,520.00	4.200%	09/30/22	09/30/25	792	QUARTERLY
Vystar Credit Union	250,000	244,775.00	4.350%	09/30/22	09/30/25	792	QUARTERLY
Bell Bank Fargo	250,000	243,677.50	4.150%	10/13/22	10/14/25	806	QUARTERLY
Pacific Alliance	250,000	243,937.50	4.200%	10/14/22	10/14/25	806	QUARTERLY
z1st Financial Bank	250,000	243,677.50	4.150%	10/13/22	10/17/25	809	QUARTERLY
Great Southern Bank	250,000	245,500.00	4.500%	10/20/22	10/20/25	812	QUARTERLY
American Bank	250,000	244,717.50	4.350%	10/21/22	10/21/25	813	QUARTERLY
Queensborough Natl Bank	250,000	244,165.00	4.100%	10/21/22	10/21/25	813	QUARTERLY
Public Alliance Cr Un	250,000	245,455.00	4.500%	10/25/22	10/27/25	819	QUARTERLY
First Citizens Bank	250,000	246,517.50	4.700%	10/28/22	10/28/25	820	QUARTERLY
LCA Bank Corp	250,000	244,950.00	4.400%	10/28/22	10/28/25	820	QUARTERLY
Sharonview Fed Cr Un	250,000	248,097.50	4.850%	10/31/22	10/31/25	823	QUARTERLY

**City of Clovis
Certificates of Deposit
As of July 31, 2023**

AGENDA ITEM NO. 2.

Negotiable CDs	COST	MARKET PRICE	INTEREST RATE	INVEST DATE	MATURITY DATE	MATURITY FROM 07/31/23	INTEREST FREQUENCY
United Heritage Cr Un	250,000	246,760.00	4.700%	11/04/22	11/04/25	827	QUARTERLY
Capital One Natl Assn	250,000	247,552.50	4.900%	11/16/22	11/17/25	840	QUARTERLY
Morgan Stanley Bank	250,000	248,095.00	5.000%	11/18/22	11/18/25	841	QUARTERLY
Spokane Teachers Cr Un	250,000	248,092.50	5.000%	11/23/22	11/23/25	846	QUARTERLY
Morgan Stanley Private	250,000	246,747.50	4.750%	12/09/22	12/09/25	862	QUARTERLY
Community Bank Topeka	250,000	244,202.50	4.300%	12/14/22	12/15/25	868	QUARTERLY
Austin Telco Fed	250,000	247,820.00	4.950%	12/16/22	12/16/25	869	QUARTERLY
Rogue Credit Union	250,000	248,692.50	5.100%	12/23/22	12/23/25	876	QUARTERLY
Alliant Credit Union	250,000	248,667.50	5.100%	12/30/22	12/30/25	883	QUARTERLY
First Technology Fed Cr Un	250,000	248,950.00	5.150%	06/30/23	12/30/25	883	MONTHLY
Liberty First Cr Un	250,000	245,512.50	4.550%	01/17/23	01/19/26	903	QUARTERLY
Capital Educators Fed Cr	250,000	245,507.50	4.550%	01/19/23	01/20/26	904	QUARTERLY
Manufacturers Traders	250,000	243,770.00	4.250%	01/31/23	01/23/26	907	QUARTERLY
City Natl Bank	250,000	244,372.50	4.350%	01/25/23	01/26/26	910	QUARTERLY
Coastlife Cr Un	250,000	246,055.00	4.650%	02/13/23	02/13/26	928	QUARTERLY
Achieve Finl Cr Un	250,000	246,050.00	4.650%	02/17/23	02/17/26	932	QUARTERLY
California Cr Un Glendale	250,000	245,185.00	4.500%	02/23/23	02/23/26	938	QUARTERLY
Truliant Fed Cr Un	250,000	245,730.00	4.600%	02/28/23	02/27/26	942	QUARTERLY
Pioneer Fed Cr Un Mtn Home	250,000	245,730.00	4.600%	02/28/23	03/02/26	945	QUARTERLY
Tradition Cap Bankk	250,000	245,417.50	4.600%	03/03/23	03/03/26	946	MONTHLY
Alaska Fed Cr	250,000	246,620.00	4.650%	03/05/23	03/09/26	952	MONTHLY
Mid Carolina Credit	250,000	248,077.50	4.600%	03/13/23	03/13/26	956	MONTHLY
Blue Ridge Bank	250,000	248,145.00	4.500%	03/16/23	03/16/26	959	MONTHLY
Northwest Bank	250,000	248,145.00	4.600%	03/17/23	03/17/26	960	MONTHLY
Valleystar Credit Union	250,000	248,147.50	4.600%	03/20/23	03/20/26	963	MONTHLY
First Community Bank	250,000	247,845.00	4.500%	03/22/23	03/23/26	966	MONTHLY
Technology Credit Union	250,000	248,150.00	4.650%	03/23/23	03/23/26	966	MONTHLY
Cibc Bank	250,000	247,845.00	4.650%	03/24/23	03/24/26	967	MONTHLY
Signature Bank	250,000	248,150.00	4.500%	03/24/23	03/24/26	967	MONTHLY
Point West Credit Union	250,000	248,165.00	5.000%	04/12/23	04/13/26	987	MONTHLY
Flagstar Bank	250,000	248,185.00	4.650%	03/30/23	04/24/26	998	MONTHLY
Utah Cmnty Credit Union	250,000	245,635.00	4.600%	04/26/23	04/27/26	1,001	MONTHLY
Cross River Bank	250,000	245,945.00	4.650%	05/19/23	05/19/26	1,023	MONTHLY
Raiz FCU	250,000	246,905.00	4.650%	05/24/23	05/26/26	1,030	MONTHLY
Usalliance FCU	250,000	246,250.00	4.700%	05/26/23	05/26/26	1,030	MONTHLY
Chartway Fed Cr Un	250,000	247,570.00	4.900%	06/09/23	06/09/26	1,044	MONTHLY
Customers Bank	250,000	246,257.50	4.700%	06/14/23	06/15/26	1,050	MONTHLY
Latino Cmnty Cr Un	250,000	247,582.50	4.900%	06/27/23	06/29/26	1,064	MONTHLY
Leaders Cr Un	250,000	248,257.50	5.000%	06/30/23	06/30/26	1,065	MONTHLY
Farmers Insurance	250,000	248,287.50	5.000%	07/21/23	07/21/26	1,086	MONTHLY
Maine Svgs FCU	250,000	248,287.50	5.000%	07/21/23	07/21/26	1,086	MONTHLY
People Bank Co	250,000	247,147.50	4.650%	03/30/23	03/30/27	1,338	MONTHLY
Carroll County	250,000	243,140.00	4.650%	03/30/23	03/30/28	1,704	MONTHLY
Discover Bank	250,000	241,447.50	4.350%	04/26/23	04/24/28	1,729	MONTHLY
TTCU Fed Cr Un	250,000	247,822.50	5.000%	07/26/23	07/26/28	1,822	MONTHLY
Negotiable CD TOTAL	<u>\$ 26,245,000</u>	<u>\$ 25,548,434</u>					
CD TOTAL	<u><u>\$ 26,245,000</u></u>	<u><u>\$ 25,548,434</u></u>					

**City of Clovis
Municipal Securities
As of July 31, 2023**

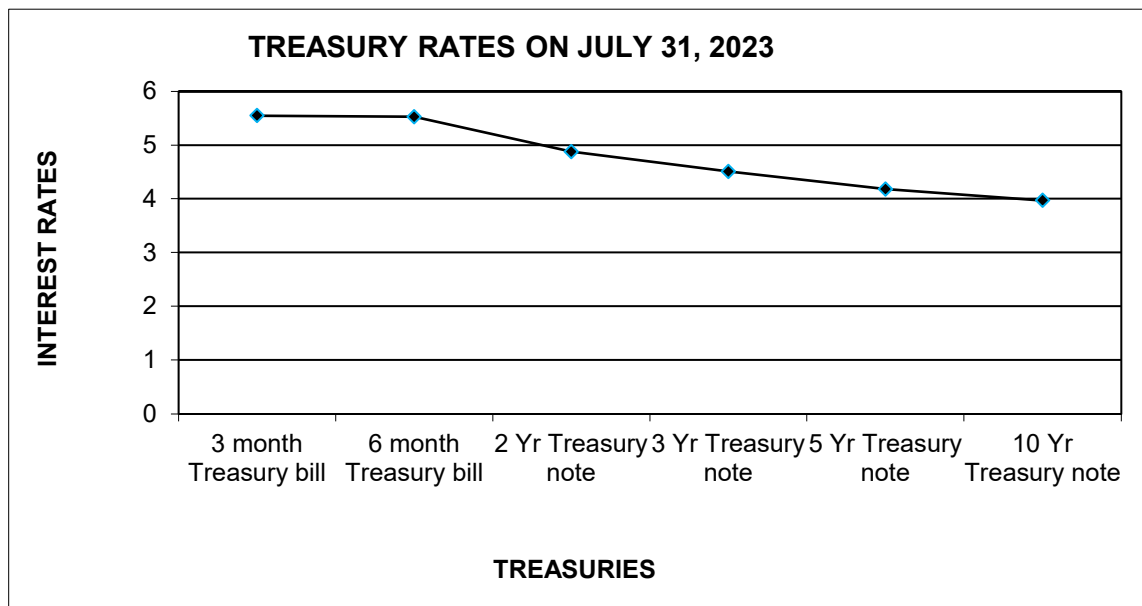
AGENDA ITEM NO. 2.

Municipal Securities	COST	MARKET PRICE	INTEREST RATE	INVEST DATE	MATURITY DATE	MATURITY FROM 07/31/23	INTEREST FREQUENCY
Fresno Unified Taxable Go Ref Bond	500,000	500,000	0.462%	09/30/20	08/01/23	1	QUARTERLY
Pomona Cali Uni Sch Dist Go Bond	815,000	815,000	0.534%	10/20/20	08/01/23	1	QUARTERLY
San Jose CA USD Ref Bond	775,000	775,000	0.221%	01/20/21	08/01/23	1	QUARTERLY
Vista CA USD Ref Bond	750,000	750,000	0.221%	01/20/21	08/01/23	1	QUARTERLY
William Hart Cali HS Go Bond	1,000,000	1,000,000	0.366%	12/23/20	08/01/23	1	QUARTERLY
Jefferson Cali Elem Sch Dist Go Bond	710,000	707,075	0.399%	10/27/20	09/01/23	32	QUARTERLY
Santa Rosa Calif Watr Ref Bond	350,000	348,593	0.578%	12/01/20	09/01/23	32	QUARTERLY
California St Univ Ref Bond	3,435,910	3,413,195	0.475%	04/01/22	11/01/23	93	QUARTERLY
San Diego CA Convention Ref Bond	1,429,391	1,408,980	1.527%	08/18/22	04/15/24	259	QUARTERLY
Santa Ana College Ref Bond	438,355	419,434	0.644%	12/17/21	08/01/24	367	QUARTERLY
University CA Rev Bond	983,808	962,590	4.350%	09/15/22	05/15/25	654	QUARTERLY
Antelope Valley CA Ref Bond	729,129	702,540	1.767%	05/12/22	08/01/25	732	QUARTERLY
Chabot Las Positas Cmnty Clg Bond	1,429,622	1,368,014	0.880%	04/29/22	08/01/25	732	QUARTERLY
Foothill De Anza Bond	780,170	770,012	0.906%	03/24/23	08/01/25	732	QUARTERLY
San Dieguito High School Ref Bond	945,852	933,650	1.661%	10/13/22	08/01/25	732	QUARTERLY
Santa Ana CCD Ref Bond	237,996	1,275,945	0.744%	05/12/22	08/01/25	732	QUARTERLY
Orange County Water Dist Ref Bond	858,123	847,467	2.095%	10/13/22	08/15/25	746	QUARTERLY
San Jose CA Txble Ser B	2,260,088	2,229,714	2.450%	10/13/22	09/01/25	763	QUARTERLY
Los Angeles CA USD Ref Bond	1,006,495	896,080	1.455%	11/15/21	07/01/26	1,066	QUARTERLY
Chabot Las Positas Cmnty Clg CA	3,297,340	3,128,598	1.080%	07/27/22	08/01/26	1,097	QUARTERLY
Chaffey CA High School Ref Bond	1,517,114	1,459,096	2.475%	06/30/22	08/01/26	1,097	QUARTERLY
Huntington Beach HS Dist Ref Bond	3,138,617	2,957,446	1.208%	04/29/22	08/01/26	1,097	QUARTERLY
Placentia Yorba USD Ref Bond	1,049,328	990,486	1.070%	05/31/22	08/01/26	1,097	QUARTERLY
San Diego CA Cmnty Ref Bond	458,920	437,156	2.299%	04/29/22	08/01/26	1,097	QUARTERLY
San Ramon Valley CA USD Ref Bond	2,125,000	1,265,555	1.147%	11/03/21	08/01/26	1,097	QUARTERLY
Sonoma Cnty Jr College Ref Bond	1,937,140	1,860,480	2.447%	06/30/22	08/01/26	1,097	QUARTERLY
San Diego CA Pub Facs Ref Bond	1,545,466	1,473,501	1.812%	08/18/22	10/15/26	1,172	QUARTERLY
CA ST Univ Rev Ref Bond	2,246,397	2,222,450	1.142%	02/17/23	11/01/26	1,189	QUARTERLY
El Dorado CA Irr Dist Ref Bond	1,106,163	1,047,571	1.687%	08/18/22	03/01/27	1,309	QUARTERLY
University Gen Rev Bond	2,118,041	2,111,798	1.316%	10/13/22	05/15/27	1,384	QUARTERLY
El Monte Ca Ref Bond	534,465	526,050	1.326%	03/24/23	06/01/27	1,401	QUARTERLY
Los Angeles CA Dept Wtr Ref Bond	2,110,105	2,049,800	5.516%	04/27/23	07/01/27	1,431	QUARTERLY
Colton CA Jt Uni Sch	946,880	939,287	1.603%	11/17/22	08/01/27	1,462	QUARTERLY
Contra Costa Ref Bond	823,935	796,030	2.163%	09/15/22	08/01/27	1,462	QUARTERLY
Foothill De Anza CCD	483,264	478,694	1.473%	12/15/22	08/01/27	1,462	QUARTERLY
Fremont CA Uni Sch Dist	961,963	953,502	1.113%	11/17/22	08/01/27	1,462	QUARTERLY
Fremont CA USD Ref Bond	1,095,556	1,024,541	2.000%	05/31/22	08/01/27	1,462	QUARTERLY
Marin CA Cmnty Clg Dist	319,477	317,681	3.330%	11/17/22	08/01/27	1,462	QUARTERLY
Mount San Antonio Cmnty Clg	248,295	248,255	1.139%	11/17/22	08/01/27	1,462	QUARTERLY
Mount San Antonio Ref Bond	371,663	370,158	2.329%	10/13/22	08/01/27	1,462	QUARTERLY
Saddleback VY Uni Ref Bond	2,896,788	2,744,430	2.400%	08/10/22	08/01/27	1,462	QUARTERLY
San Diego CA Com CD	549,368	541,909	2.407%	12/15/22	08/01/27	1,462	QUARTERLY
San Ramon Valley Ref Bond	1,305,803	1,579,924	3.415%	09/15/22	08/01/27	1,462	QUARTERLY
Santa Monica Cmnty Clg Ref Bond	982,983	955,220	3.050%	09/15/22	08/01/27	1,462	QUARTERLY
Sierra CA Cmnty Clg Dist	407,254	404,108	1.129%	11/17/22	08/01/27	1,462	QUARTERLY
William Hart CA Un High	174,798	173,802	1.174%	11/17/22	08/01/27	1,462	QUARTERLY
Rancho Santiago Cmnty Clg	292,354	292,344	1.106%	11/17/22	09/01/27	1,493	QUARTERLY
San Jose CA Txble Ser B	844,312	837,828	2.600%	10/13/22	09/01/27	1,493	QUARTERLY
Soquel Creek Cnty Ref Bond	482,077	468,515	1.445%	05/18/23	03/01/28	1,675	QUARTERLY
Beverly Hills Ref Bond	555,425	546,754	1.514%	06/15/23	06/01/28	1,767	QUARTERLY
San Ramon Valley CA Uni	1,586,494	1,906,189	1.670%	07/13/23	08/01/28	1,828	QUARTERLY
Santa Ana College Impt	1,281,000	229,118	1.320%	07/13/23	08/01/28	1,828	QUARTERLY
Mun. Securities TOTAL	\$ 59,228,719	\$ 57,461,565					
Municipal Securities TOTAL	\$ 59,228,719	\$ 57,461,565					

**CITY OF CLOVIS
FINANCE DEPARTMENT
JULY 31, 2023 TREASURY RATES**

Treasury Rates as of July 31, 2023

3 month Treasury bill	5.55
6 month Treasury bill	5.53
2 Yr Treasury note	4.88
3 Yr Treasury note	4.51
5 Yr Treasury note	4.18
10 Yr Treasury note	3.97



As indicated in the above graph, treasuries decrease from 3-month to 10-year notes.



CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council

FROM: Finance Department

DATE: December 4, 2023

SUBJECT: Finance – Receive and File – Treasurer’s Report for the Month of July 2023.

ATTACHMENTS:

1. Summary of Cash Balances
2. Summary of Investment Activity
3. Investments with Original Maturities Exceeding One Year

CONFLICT OF INTEREST

Councilmembers should consider recusal if a campaign contribution exceeding \$250 has been received from the project proponent (developer, applicant, agent, and/or participants) since January 1, 2023 (Government Code 84308).

EXECUTIVE SUMMARY

Attached for the Council’s information is the Treasurer’s Report for the month ended July 31, 2023.

Pursuant to Section 41004 of the Government Code of the State of California, the City Treasurer is required to submit a monthly report of all receipts, disbursements, and fund balances. Attachment 1 provides a summary of the beginning balance, total receipts, total disbursements, ending balance for all funds, and a listing, by fund, of all month end fund balances. Attachment 2 summarizes the investment activity for the month and distribution, by type of investment, held by the City. Attachment 3 lists all investments with original maturities exceeding one year as of the month ended July 31, 2023.

Prepared by: Jeffrey Blanks, Deputy Finance Director

Reviewed by: City Manager AA

City of Clovis
Statement of Cash Balances
As of July 31, 2023

AGENDA ITEM NO. 3.

Previous Balance		\$	4,839,677.67
Deposits			59,960,431.40
Disbursements			(59,658,036.41)
Current Balance		\$	<u>5,142,072.66</u>
FUNDS			BALANCE
100	General Fund	\$	19,999,054.04
201	Local Transportation		12,106,399.23
202	Parking and Business Improvements		171,315.26
203	Off Highway Use		72,558.17
204	Community Facilities District 2020-1		179,184.41
205	Senior Citizen Memorial Trust		56,106.91
207	Landscape Assessment District		7,514,489.32
208	Blackhorse III (95-1) Assessment District		90,777.81
275	HCD Block Grant Fund		582,981.09
301	Park & Recreation Acquisition		11,348,318.90
305	Refuse Equipment Reserve		2,424,219.55
310	Special Street Deposit Fund		47,045,331.31
313	Successor Agency		(1,666.00)
314	Housing Successor Agency		393,404.66
402	1976 Fire Bond Redemption		25,475.23
404	1976 Sewer Bond Redemption Fund		418,964.31
501	Community Sanitation Fund		16,180,106.59
502	Sewer Service Fund		36,949,409.45
504	Sewer Capital Projects-Users		467,967.86
506	Sewer Capital Projects-Developer		4,492,875.19
507	Water Service Fund		42,763,400.38
508	Water Capital Projects-Users		6,409,954.21
509	Water Capital Projects-Developer		11,789,149.71
515	Transit Fund		6,929,829.19
540	Planning & Development Services		16,136,423.93
601	Property & Liability Insurance		(708,278.14)
602	Fleet Maintenance		24,105,197.26
603	Employee Benefit Fund		3,790,827.75
604	General Government Services		20,314,926.73
605	Facilities Maintenance		3,044,965.04
606	Information Technology		6,025,046.71
701	Curb & Gutter Fund		165,569.46
703	Payroll Tax & Withholding Fund		1,480,673.26
712	Temperance/Barstow Assmt Dist (98-1)		78,117.87
713	Shepherd/Temperance Assmt Dist (2000-1)		5,846.16
715	Supp Law Enforcement Serv		46,877.29
716	Asset Forfeiture		311,492.16
720	Measure A-Public Safety Facility Tax		1,806.80
736	SA Admin Trust Fund		1,421.40
741	SA Debt Service Trust Fund		(174,883.63)
747	Housing Successor Trust Fund		1,137.98
SUBTOTALS		\$	<u>303,036,774.81</u>
999	Invested Funds		<u>(297,894,702.15)</u>
TOTAL		\$	<u><u>5,142,072.66</u></u>

City of Clovis
Summary of Investment Activity
For the month of July 31, 2023

Balance of Investments Previous Month End		\$ 323,297,666.76
Time Certificates of Deposit Transactions		
Investments	750,000.00	
Withdrawals	<u>0.00</u>	
Total CD Changes		750,000.00
Other Changes		
Government Securities	2,955,000.00	
Local Agency Investment Fund	(9,410,275.36)	
Municipal Securities	2,867,494.00	
Sweep Account	<u>(22,565,183.25)</u>	
Total Other Changes		<u>(26,152,964.61)</u>
Balance of Investments Current Month End		\$ 297,894,702.15

City of Clovis
Distribution of Investments
As of July 31, 2023

Insured CD's	26,245,000.00
Government Securities	140,516,835.85
US Treasury Notes	0.00
Local Agency Investment Fund	65,589,724.64
Municipal Securities	59,228,718.55
Sweep Account	<u>6,314,423.11</u>
Investment Total	\$ 297,894,702.15

City of Clovis
Government Maturities Exceeding One Year
As of July 31, 2023

AGENDA ITEM NO. 3.

Institution	Face Value	Investment Balance At Amortized Cost	Maturity	Stated Rate
FFCB	5,000,000.00	5,000,000	3/1/2024	0.250%
FHLB	5,000,000.00	4,999,114	3/8/2024	3.250%
FFCB	2,000,000.00	1,997,205	3/8/2024	3.625%
FHLB	2,000,000.00	1,999,760	3/18/2024	0.300%
FHLB	5,000,000.00	5,000,000	6/7/2024	0.350%
FHLB	1,000,000.00	964,166	6/24/2024	0.700%
FHLB	5,000,000.00	4,984,831	11/15/2024	1.050%
FHLB	1,735,000.00	1,636,184	12/30/2024	0.500%
FNMA	2,000,000.00	1,877,453	2/24/2025	0.500%
FNMA	1,000,000.00	940,088	2/25/2025	0.520%
FHLB	1,000,000.00	941,694	2/27/2025	0.625%
FHLB	4,000,000.00	3,988,886	2/28/2025	1.750%
FAMCMTN	4,000,000.00	4,000,000	4/25/2025	2.750%
FAMCMTN	4,000,000.00	3,969,870	7/28/2025	0.750%
FHLB	5,000,000.00	5,000,000	8/28/2025	3.600%
FHLB	5,000,000.00	4,971,051	9/8/2025	0.600%
FHLB	980,000.00	876,657	11/25/2025	0.500%
FFCB	5,000,000.00	4,978,102	2/11/2026	0.580%
FHLB	4,000,000.00	3,950,581	2/24/2026	0.750%
FHLB	3,000,000.00	2,761,826	3/16/2026	0.790%
FHLB	5,000,000.00	4,978,705	9/28/2026	0.940%
FHLB	4,000,000.00	3,730,358	10/28/2026	1.150%
FHLB	6,000,000.00	5,991,831	11/24/2026	1.250%
FHLB	5,000,000.00	5,090,131	12/11/2026	2.125%
FHLB	4,500,000.00	4,141,528	2/24/2027	1.020%
FHLB	5,000,000.00	4,636,350	2/24/2027	1.020%
FHLB	4,000,000.00	3,772,718	2/26/2027	0.900%
FHLB	6,800,000.00	6,151,034	2/26/2027	0.900%
FHLB	5,700,000.00	5,315,594	2/26/2027	0.900%
FHLB	6,000,000.00	5,134,515	2/26/2027	1.000%
FHLB	4,000,000.00	4,000,000	3/8/2027	2.375%
FHLB	6,000,000.00	5,206,277	2/22/2028	0.830%
FHLB	3,000,000.00	3,121,317	3/10/2028	4.500%
FFCB	6,000,000.00	6,098,369	4/25/2028	3.875%
FFCB	5,500,000.00	5,355,642	4/27/2028	3.740%
FFCB	3,000,000.00	2,955,000	6/22/2028	4.470%

City of Clovis
Municipal Maturities Exceeding One Year
As of July 31, 2023

AGENDA ITEM NO. 3.

Institution	Face Value	Investment Balance At Amortized Cost	Maturity	Stated Rate
Fresno CA USD	500,000.00	500,000	8/1/2023	0.462%
Pomona CUSD	815,000.00	815,000	8/1/2023	0.534%
San Jose Ca Unified	775,000.00	775,000	8/1/2023	0.221%
Vista CA Sch Dist	750,000.00	750,000	8/1/2023	0.221%
William Hart Unified HS	1,000,000.00	1,000,000	8/1/2023	0.366%
Jefferson CA Sch Dist	710,000.00	710,000	9/1/2023	0.399%
Santa Rosa Water Rev Bonds	350,000.00	350,000	9/1/2023	0.578%
CSU Rev Bonds	3,455,000.00	3,435,910	11/1/2023	0.475%
San Diego Conv Ctr Expansion	1,450,000.00	1,429,391	4/15/2024	1.527%
Sana Ana College Improv Dist	440,000.00	438,355	8/1/2024	0.644%
UC General Revenue Bonds	1,000,000.00	983,808	5/15/2025	4.350%
Antelope Valley Comm Coll	750,000.00	729,129	8/1/2025	1.767%
Chabot Las Positas Comm Coll	1,490,000.00	1,429,622	8/1/2025	0.880%
Foothill De Anza Ref Bds 2021B	835,000.00	780,170	8/1/2025	0.906%
San Dieguito USD GO Bonds	1,000,000.00	945,852	8/1/2025	1.661%
Santa Ana Coll Improv Dist	250,000.00	237,996	8/1/2025	0.744%
Orange County Water Dist	900,000.00	858,123	8/15/2025	2.095%
San Jose Ca Taxable Series B	2,355,000.00	2,260,088	9/1/2025	2.450%
LA CUSD GO Bonds	1,000,000.00	1,006,495	7/1/2026	1.455%
Chabot Las Positas Comm Coll	3,505,000.00	3,297,340	8/1/2026	1.080%
Chaffey Joint Union HS	1,565,000.00	1,517,114	8/1/2026	2.475%
Huntington Beach Union HS	3,305,000.00	3,138,617	8/1/2026	1.208%
Placentia Yorba Linda USD	1,110,000.00	1,049,328	8/1/2026	1.070%
San Diego Comm Coll Dist	470,000.00	458,920	8/1/2026	2.299%
San Ramon Valley CUSD	2,125,000.00	2,125,000	8/1/2026	1.147%
Sonoma County Jr Coll Dist	2,000,000.00	1,937,140	8/1/2026	2.447%
San Diego Pub Facilities Dist	1,625,000.00	1,545,466	10/15/2026	1.812%
California St Univ Taxable 2021B	2,500,000.00	2,246,397	11/1/2026	1.142%
El Dorado Irrigation Dist	1,175,000.00	1,106,163	3/1/2027	1.687%
UC Taxable Gen Bds 2020 B	2,385,000.00	2,118,041	5/15/2027	1.316%
El Monte HSD Taxable Ref 2021	600,000.00	534,465	6/1/2027	1.326%
LA Dept Wtr Pwr Rev Bonds 2010C	2,000,000.00	2,110,105	7/1/2027	5.516%
Colton CA USD Ref Bonds 2020	1,060,000.00	946,880	8/1/2027	1.603%
Contra Costa Comm College Dist	880,000.00	823,935	8/1/2027	2.163%
Foothill De Anza CC Taxable 2021	540,000.00	483,264	8/1/2027	1.473%
Fremont USD Taxable Ref 2021	1,100,000.00	961,963	8/1/2027	1.113%
Fremont USD Alameda County	1,140,000.00	1,095,556	8/1/2027	2.000%
Marin County Comm Coll 2016	335,000.00	319,477	8/1/2027	3.330%
Mount San Antonio CC 2021	285,000.00	248,295	8/1/2027	1.139%
Mount San Antonio Comm Coll	405,000.00	371,663	8/1/2027	2.329%
Saddleback Valley USD	3,000,000.00	2,896,788	8/1/2027	2.400%
San Diego CCD Taxable 2019	590,000.00	549,368	8/1/2027	2.407%
San Ramon Valley CUSD	1,435,000.00	1,305,803	8/1/2027	3.415%
Santa Monica Comm College Dist	1,000,000.00	982,983	8/1/2027	3.050%
Sierra CA CCD 2021A Ref	465,000.00	407,254	8/1/2027	1.129%
William Hart USD 2020 Ref	200,000.00	174,798	8/1/2027	1.174%
Rancho Santiago CC Ref 2020	335,000.00	292,354	9/1/2027	1.106%
San Jose Ca Taxable Series B	910,000.00	844,312	9/1/2027	2.600%
Soquel Creek Wtr Ref 2020	545,000.00	482,077	3/1/2028	1.445%
Beverly Hills Taxable Ref 2020B	635,000.00	555,425	6/1/2028	1.514%
San Ramon Valley CA USD	1,820,000.00	1,586,494	8/1/2028	1.670%
Santa Ana College Impt	1,500,000.00	1,281,000	8/1/2028	1.320%



CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council

FROM: General Services Department

DATE: December 4, 2023

SUBJECT: General Services – Approval – Res. 23-____, Authorizing Amendments to the City's Classification Plan by Revising the Deputy Fire Chief Classification in the Fire Department.

ATTACHMENTS: 1. Res. 23-____ Classification Plan

CONFLICT OF INTEREST

Councilmembers should consider recusal if a campaign contribution exceeding \$250 has been received from the project proponent (developer, applicant, agent, and/or participants) since January 1, 2023 (Government Code 84308).

RECOMMENDATION

For City Council to approve a resolution authorizing amendments to the City's Classification Plan by revising the Deputy Fire Chief classification in the Fire Department.

EXECUTIVE SUMMARY

It is necessary to revise the Deputy Fire Chief classification in order to update the experience section and to make other minor changes to the classification. Modification of the City's Classification Plan requires the City Council's approval.

BACKGROUND

An analysis was conducted of the Deputy Fire Chief classification. The analysis revealed that the classification experience section needed to be updated to accurately depict the required minimum qualifications necessary for the incumbent to be successful in the position. The experience section of this classification will be revised to a minimum of two (2) years at or above the rank of Battalion Chief. This will create a separation with the Fire Chief's classification experience requirement of three (3) years of experience as a FLSA exempt chief position such as a Battalion Chief or Deputy Chief. The department believes that this is necessary to create a separation between the Deputy Fire Chief and Fire Chief classifications. The department made some additional minor changes to the Deputy Fire Chief classification by updating division names within the department. The revisions to the classification are included in the update shown in Attachment A of Attachment 1.

FISCAL IMPACT

None.

REASON FOR RECOMMENDATION

The Deputy Fire Chief classification is recommended for revision in order to update the experience section to better suit the department's future recruitment needs. The recommended changes to the City's Classification Plan require Council approval.

ACTIONS FOLLOWING APPROVAL

The City's Classification Plan will be updated to include the revised Deputy Fire Chief classification.

Prepared by: Lori Shively, Deputy General Services Director

Reviewed by: City Manager AA

RESOLUTION 23-

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CLOVIS APPROVING AMENDMENTS TO THE CITY'S CLASSIFICATION PLAN FOR THE DEPUTY FIRE CHIEF CLASSIFICATION IN THE FIRE DEPARTMENT

WHEREAS, it has been determined that amendments to the description, class characteristics and the experience section of the Deputy Fire Chief classification are necessary in order to accurately depict the scope of duties and requirements needed for this classification; and

WHEREAS, modification of the City's Classification Plan requires authorization by the City Council.

NOW THEREFORE, BE IT RESOLVED, that the City of Clovis will modify the City's Classification Plan to include the Deputy Fire Chief classification (**Attachment A**).

* * * * *

The foregoing Resolution was introduced and adopted at a regular meeting of the City Council of the City of Clovis held on December 4, 2023, by the following vote to wit:

AYES:

NOES:

ABSENT:

ABSTAIN:

Dated: December 4, 2023

Mayor

City Clerk

City of Clovis
DEPUTY FIRE CHIEF

DESCRIPTION:

Under general direction by the Fire Chief, plans, directs, supervises, and coordinates activities of the ~~Emergency Services Bureau~~ Emergency Operations Division or the ~~Life Safety and Enforcement Bureau~~ Community Risk Reduction Division; acts for the Fire Chief in their absence; and performs related duties as required.

CLASS CHARACTERISTICS:

This class is distinguished from the Fire Chief by its emphasis on providing hands-on departmental direction, whereas the Fire Chief provides strategic, long-term planning extending beyond the scope of departmental administration. Plans, organizes and directs the work of safety and non-safety personnel assigned to either the ~~Emergency Services Bureau~~ Emergency Operations Division or the ~~Life Safety and Enforcement Bureau~~ Community Risk Reduction Division; positions in this class have considerable independence in determining performance methods from a variety of standard methods and procedures. Incumbents report directly to the Fire Chief receiving general direction to develop and implement work plans defining the goals and objects of the organization's strategic plan. Incumbents are expected to resolve problems confronted through the application of judgment and precedent. Incumbents are expected to develop and recommend new procedures when solutions are inconsistent with departmental procedures and policies. Incumbents will work schedule/hours as assigned by the Fire Chief; and performs related duties as required.

EXAMPLES OF DUTIES:

Assist the Fire Chief in development and administration of rules, regulations, policies, and procedures; create the departmental strategic plan, standards of cover, and fire service accreditation requirements; review the effectiveness of such plans and recommend changes as necessary; provide policy direction to department's management team to enable them to make operational decisions; ensure coordination of operations for activities integrating two or more functions; designate responsibility in areas of functional overlap; evaluate and recommend changes in organization and allocation of staff and equipment in order to meet operational needs; oversee special projects; monitor revenues and expenditures to ensure departmental compliance with budget; evaluate the effectiveness of departmental performance measures and recommend changes and/or improvements as needed; advocate the Fire Department's position to City Council, various boards, commissions, county departments, community groups, outside agencies, and the media; assumes command at or advises incident commander at major emergencies; act as department head in Fire Chief's absence; provide leadership and direction for the department and in the area of public fire safety during the Fire Chief's absence; and perform related work as required.

TYPICAL QUALIFICATIONS:

LICENSE AND CERTIFICATIONS REQUIRED

- Possession of a valid California Class C Driver's License and a good driving record;
- Possession of a valid CPR Certificate;
- Certification as a Chief Fire Officer **or equivalent**; or completion of required coursework to obtain Executive Chief Fire Officer by the California Fire Service Training and Education System; or designation as a Chief Fire Officer (CFO) from the Center for Public Safety Excellence.

EDUCATION AND EXPERIENCE

Education:

- Possession of a Bachelor's Degree in Fire Science, Fire Administration or a related field.

Experience:

- Seven (7) years of progressive full-time career fire service experience in a municipal fire department with a minimum of ~~three (3)~~ **two (2) years** at or above the rank of a Battalion Chief.

Education and Certifications Desirable:

- Masters' Degree or equivalent;
- Executive Fire Officer (EFO) Certification from the National Fire Academy.

QUALIFICATIONS

Knowledge of:

- Appropriate safety precautions and procedures;
- City geography and water systems;
- Fire codes, standards and investigation procedures, and building construction methods;
- Geography, types of building construction, major fire hazards, water supply, fire and building laws, and zoning regulations of the City;
- Hazardous materials and their properties;
- Laws, ordinances, and codes affecting the work of the Fire Department;
- Methods of fire fighting, fire inspection, and fire prevention;
- Modern fire suppression and prevention principles, methods, practices, and techniques;
- Operation and maintenance of the apparatus and equipment used in the fire service;
- Principles and practices of training fire fighting personnel;
- Principles and techniques of fire department organization and administration;
- Principles of correct English usage, grammar, and composition;
- Principles of emergency medical service;
- Principles of Fire Administration and general management and organization, including strategic planning, deployment analysis, and budgeting;
- Principles of hydraulic and construction engineering;
- Principles of personnel deployment, supervision, and training.

Ability to:

- Assume responsibility for tactics, strategies, and decision making at the scene of an emergency;

- Communicate effectively, both orally and in writing;
- Communicate effectively within the organization, to elected officials, and to the general public;
- Contribute to overall City efficiency and responsiveness to service demands through understanding and implementing City policy;
- Develop and implement the fire department strategic plan and standards of cover, assist in work activities, projects and programs, monitor work flow, review and evaluate work products, methods, and procedures;
- Establish and maintain effective working relationships with governmental officials, employees, the public, and with those contacted in the course of work;
- Operate a vehicle observing legal and defensive driving practices;
- Perform strategic planning, budget development, and oversight, complex analytical work, and responsible administrative work including use of modern office equipment;
- Operate personal computer, database software, word processing and spreadsheets;
- Respond to and process employee grievances in accordance with labor agreements;
- Supervise and evaluate subordinate level personnel;
- Understand and carry out oral and written instructions.

SUPPLEMENTAL INFORMATION:

PHYSICAL DEMANDS AND WORKING CONDITIONS

- Incumbent is a Management/Supervisory/Confidential employee per the Meyers-Milias Brown Act;
- Incumbent is required to attend periodic evening meetings and to travel within and out of the City to attend meetings;
- Medium work-lifting, carrying, and/or pushing 50 pounds with frequent lifting and/or carrying of objects weighing up to 25 pounds.



CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council

FROM: Planning and Development Services

DATE: December 4, 2023

SUBJECT: Planning and Development Services - Approval – Res. 23-____, Final Map Tract 6125, located at the northwest area of Peach and Stuart Avenues (Beal Developments, LLC).

ATTACHMENTS: 1. Res. 23-____
2. Vicinity Map
3. Final Map Copy

CONFLICT OF INTEREST

Councilmembers should consider recusal if a campaign contribution exceeding \$250 has been received from the project proponent (developer, applicant, agent, and/or participants) since January 1, 2023 (Government Code 84308).

RECOMMENDATION

For the City Council to approve Res. 23-____, which will:

1. Accept the offer of dedication of parcels and public utility easements within Tract 6125, and
2. Authorize the recording of the final map.

EXECUTIVE SUMMARY

The owner, Beal Developments, LLC, acting as the subdivider, has submitted a final map. The improvement plans are being processed by City staff. The improvements to be installed include curb, gutter, sidewalk, streetlights, fire hydrants, street paving, sanitary sewer, and water mains. The subject tract is at the northwest area of Peach and Stuart Avenues. It contains approximately 4.1 acres and consists of 25 residential units, zoned R-1-PRD.

FISCAL IMPACT

The subdivider will be installing curb, gutter, sidewalk, fire hydrants, street paving, sanitary sewer, and water mains, which will be perpetually maintained by the City of Clovis. For the streetlights, the City will pay for the power and PG&E will provide the maintenance.

REASON FOR RECOMMENDATION

The subdivision agreement has been executed by the subdivider and all development fees paid or deferred in accordance with the Municipal Code. The agreement provides for the developer to complete a technically correct map and improvement plans, and to complete all the required improvements in compliance with the conditions of approval. The improvements are adequately secured.

ACTIONS FOLLOWING APPROVAL

The final map will be filed with the Fresno County Recorder's office for recording.

Prepared by: Gene G. Abella, Civil Engineer

Reviewed by: City Manager AA

RESOLUTION 23-____**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CLOVIS
APPROVING FINAL SUBDIVISION MAP FOR TRACT NO. 6125**

WHEREAS, a final map has been presented to the City Council of the City of Clovis for Tract 6125, by The City of Clovis, a Municipal Corporation; and

WHEREAS, said final tract conforms to the requirements of Chapter 2, Part 2, of Division 4 of the Business and Professions Code and to local ordinances.

NOW, THEREFORE, BE IT RESOLVED, by the City of Clovis as follows:

1. The final map of Tract 6125, consisting of three (3) sheets, a copy of which is on file with the City Clerk, be and the same is hereby approved.
2. The subdivision improvement plans for said tract are in process to be approved by City Staff.
3. The preliminary Engineer's Cost Estimate of development cost of said tract, a copy of which is on file with the City Clerk, be and the same is hereby approved and adopted as the estimated cost of improvements for said subdivision in the sum of \$1,532,818.00.
4. The offer and dedication for public use of the parcels and easements specified on said map are accepted by the City of Clovis and the City Clerk is authorized and directed to execute said subdivision map.
5. This Council finds that the proposed subdivision, together with the provisions for its design and improvement, are consistent with applicable general and specific plans of the City of Clovis.
6. Improvement Security, as provided hereunder and in said Subdivision Agreement, is fixed at one hundred ten percent (110%) of the remaining improvements to be constructed or the sum of \$1,686,000.00 for guaranteeing specific performance of said agreement and for payment of labor and materials furnished by contractors, subcontractors, laborers and materialmen in connection with the improvements required to be made or constructed by said subdivider in conformity with said subdivision map or said agreement.
7. Subdivider shall furnish a bond in the sum of \$153,300.00 being the amount determined by the City Council of the City as necessary for the guarantee and warranty of the work for a period of one year following the completion and acceptance of the tract against any defective work or labor done, or defective materials furnished. Said bond is required to be furnished prior to acceptance of the tract by the City Council.

* * * * *

The foregoing resolution was introduced and adopted at a regular meeting of the City Council of the City of Clovis held on December 4, 2023, by the following vote, to wit.

AYES:

NOES:

ABSENT:

ABSTAIN:

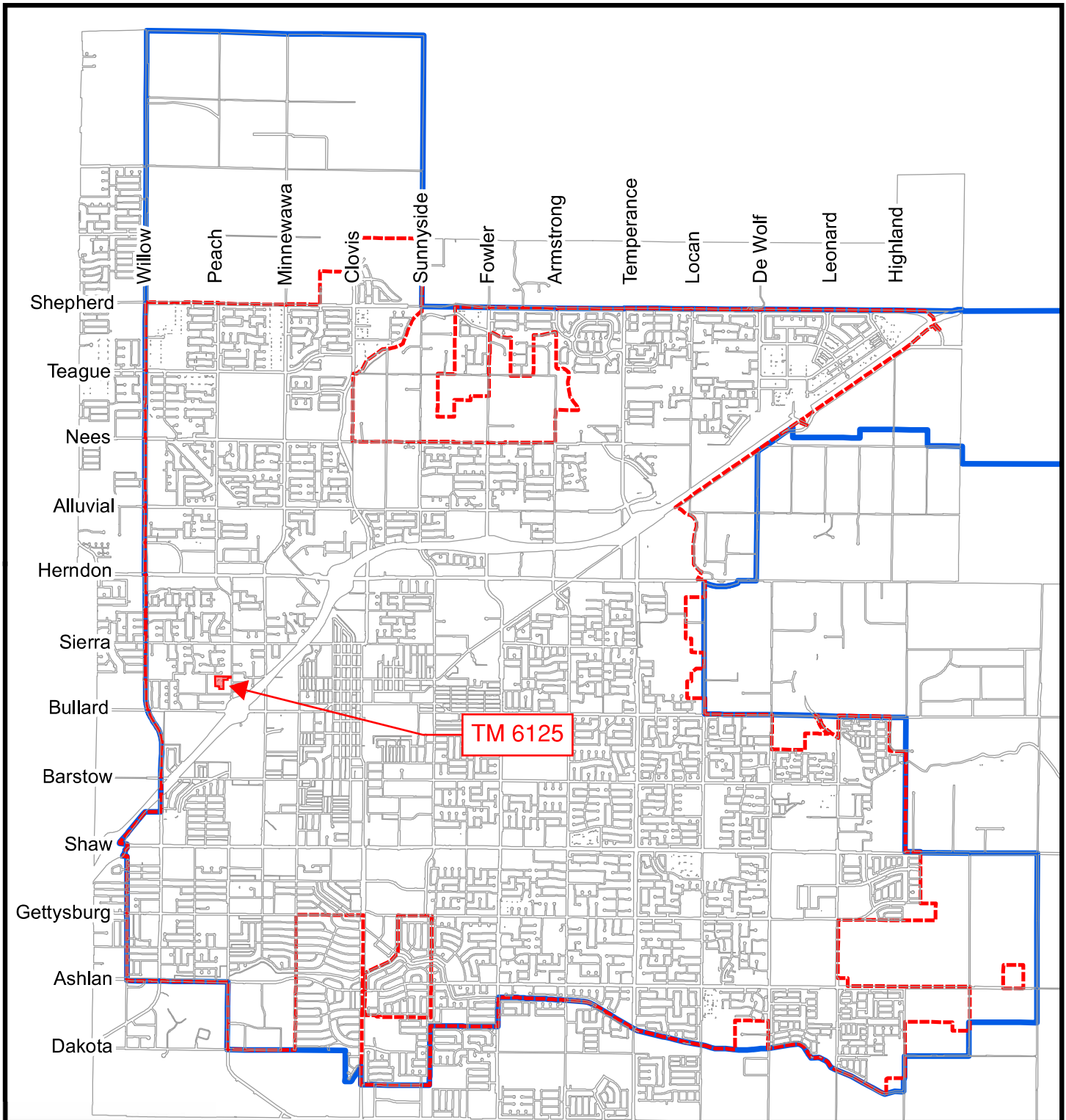
DATED: December 4, 2023

Mayor

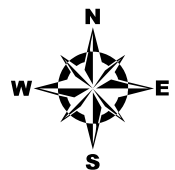
City Clerk

VICINITY MAP

TM 6125 (Beal Developments, LLC)



Attachment 2



FINAL MAP OF TRACT NO. 6125

IN THE CITY OF CLOVIS, COUNTY OF FRESNO, STATE OF CALIFORNIA
SURVEYED AND PLATTED IN APRIL 2017, BY PRECISION CIVIL ENGINEERING, INC.
CONSISTING OF 3 SHEETS
SHEET 1 OF 3 SHEETS

OWNERS STATEMENT:

THE UNDERSIGNED, BEING ALL PARTIES HAVING ANY RECORD, TITLE INTEREST IN THE LAND WITHIN THIS SUBDIVISION, HEREBY CONSENT TO THE PREPARATION AND RECORDATION OF THIS MAP AND OFFER FOR DEDICATION FOR PUBLIC USE THE PARCELS AND EASEMENTS SPECIFIED ON SAID MAP AS INTENDED FOR PUBLIC USE FOR THE PURPOSES SPECIFIED THEREIN.

BEAL DEVELOPMENTS, LLC, A CALIFORNIA LIMITED LIABILITY COMPANY

BY *[Signature]*

10/23/23
DATE

BEAL DEVELOPMENTS, LLC, A LIMITED LIABILITY COMPANY

BY *[Signature]*

10/23/23
DATE

NOTARY ACKNOWLEDGMENT:

A NOTARY PUBLIC OR OTHER OFFICER COMPLETING THIS CERTIFICATE VERIFIES ONLY THE IDENTITY OF THE INDIVIDUAL WHO SIGNED THE DOCUMENT TO WHICH THIS CERTIFICATE IS ATTACHED AND NOT THE TRUTHFULNESS, ACCURACY, OR VALIDITY OF THAT DOCUMENT.

COUNTY OF FRESNO

ON 10-23-2023 BEFORE ME, *[Signature]* Arnel Luma

A NOTARY PUBLIC, I HAVE COMPLETED MY DUTY AS A NOTARY PUBLIC, AND I HAVE SIGNED THIS CERTIFICATE OF NOTARITY TO THE DOCUMENT TO WHICH THIS CERTIFICATE IS ATTACHED.

SIGNATURE *[Signature]*
NAME *Arnel Luma*
COUNTY OF *Fresno*
MY COMMISSION EXPIRES *May 4, 2027*
COMMISSION NUMBER *2452366*

WITNESS MY HAND

FRESNO IRRIGATION DISTRICT AS EASEMENT HOLDER:

A SEPARATE CONSENT TO FINAL MAP PURSUANT TO GOVERNMENT CODE SECTION 86501, 86502, 86503, 86504, 86505, 86506, 86507, 86508, 86509, 86510, 86511, 86512, 86513, 86514, 86515, 86516, 86517, 86518, 86519, 86520, 86521, 86522, 86523, 86524, 86525, 86526, 86527, 86528, 86529, 86530, 86531, 86532, 86533, 86534, 86535, 86536, 86537, 86538, 86539, 86540, 86541, 86542, 86543, 86544, 86545, 86546, 86547, 86548, 86549, 86550, 86551, 86552, 86553, 86554, 86555, 86556, 86557, 86558, 86559, 86560, 86561, 86562, 86563, 86564, 86565, 86566, 86567, 86568, 86569, 86570, 86571, 86572, 86573, 86574, 86575, 86576, 86577, 86578, 86579, 86580, 86581, 86582, 86583, 86584, 86585, 86586, 86587, 86588, 86589, 86590, 86591, 86592, 86593, 86594, 86595, 86596, 86597, 86598, 86599, 86600, 86601, 86602, 86603, 86604, 86605, 86606, 86607, 86608, 86609, 86610, 86611, 86612, 86613, 86614, 86615, 86616, 86617, 86618, 86619, 86620, 86621, 86622, 86623, 86624, 86625, 86626, 86627, 86628, 86629, 86630, 86631, 86632, 86633, 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IN THE CITY OF CLOVIS, COUNTY OF FRESNO, STATE OF CALIFORNIA
SURVEYED AND PLATTED IN APRIL 2017, BY PRECISION CIVIL ENGINEERING, INC.
CONSISTING OF 3 SHEETS
SHEET 2 OF 3 SHEETS

SHEET 2 OF 3 SHEETS

 PUBLIC STREET AND UTILITY PURPOSES

PUE PUBLIC UTILITY EASEMENT NOW OFFERED FOR DEDICATION FOR PUBLIC USE

THE EAST LINE OF THE SOUTHWEST 1/4 OF SECTION 6, TOWNSHIP 13 SOUTH, RANGE 21 EAST, ABOUT ORLEO BASE AND MERIDIAN, WAS TAKEN TO BEAR N. 00° 04' 50" W. AS SHOWN ON TOWNSHIP NO. 13, 21, RECORDED IN VOLUME 70 OF PLATS AT PAGE 59-60, FRESNO COUNTY RECORDS.

SET 3/4" X 30" FROM PIPE, DOWN 6", TAGGED L.S. 5096 AT ALL LOT CORNERS, ANGLE POINTS AND ENDS
ALL CURVES.

2" BRASS CAP SET AT STEEL CENTERLINE INTERSECTIONS AND ENDS OF CURVES
STAMPED LS 5094, FLUSH

2" BRASS CAP SET AT STREET CENTERLINE INTERSECTIONS AND ENDS OF CURVES
STAMPED LS 5094 FLUSH

30' RIGHT OF WAY FOR ROAD PER DOCUMENT RECORDED
JUNE 2, 1954, BK. 3456, PG. 229, O.R.T.C.

30' RIGHT OF WAY FOR ROAD PER DOCUMENT RECORDED
OCTOBER 1, 1949 PG. 279 PG. 242 D.R.C.

50' GRANTED TO CITY OF CLOVIS FOR PUBLIC STREET AND GRANT DEED RETURNED FEB 10 2002 AS INCUMMENT

INDICATES LIMITS OF THIS SUBDIVISION

INDICATES STREET CENTER LINE

INDICATES RECORD DATA PER TRACT NO. 5317 RECORDED
PAGES 59-60 C.F.R.

INDICATES RECORD DATA PER RECORD OF SURVEY RECORD
SURVEX 17 PAGE 02 OF 03

INDICATES RECORD DATA PER PARCEL MAP NO. 3111 RE
 11/06 AT 04:02 PM CST

INDICATES RECORD DATA PER RECORD OF SURVEY, BOOK PAGE 14-15

INDICATES RECORD DATA PER TRACT NO. 3866, VOLUME 1

INDICATES RECORD DATA PER TRACT NO. 57894 VOLUME

FOUND

IRON PIPE

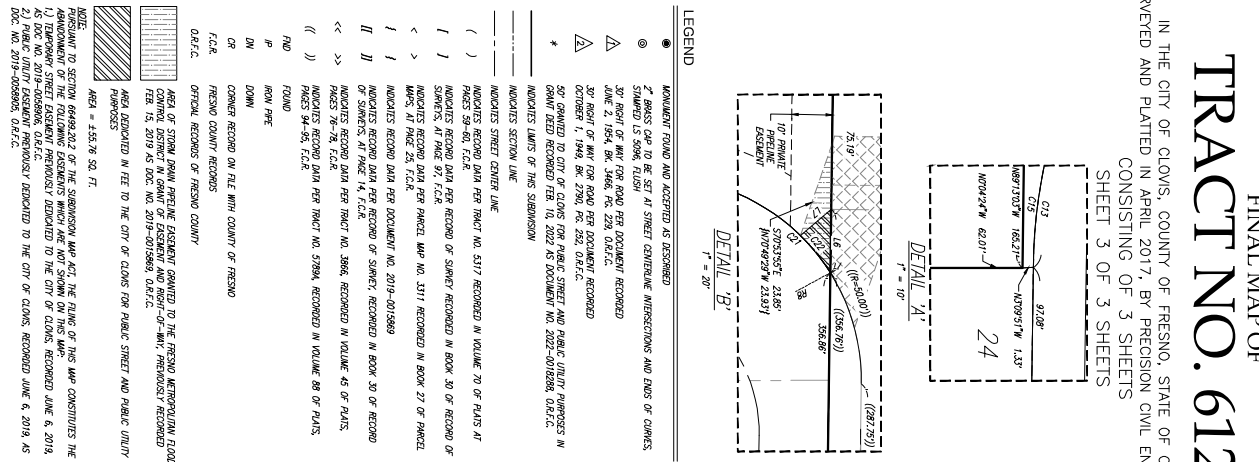
CORNER RECORD ON FILE WITH COUNTY OF FRESNO

FRESNO COUNTY RECORDS

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2 OF 3

IN THE CITY OF CLOVIS, COUNTY OF FRESNO, STATE OF CALIFORNIA
SURVEYED AND PLATTED IN APRIL 2017, BY PRECISION CIVIL ENGINEERING, INC
CONSISTING OF 3 SHEETS
SHEET 3 OF 3





CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council

FROM: Planning and Development Services

DATE: December 4, 2023

SUBJECT: Planning and Development Services - Approval – Res. 23-____, Annexation of Proposed Tract 6125, located at the northwest area of Peach and Stuart Avenues, to the Landscape Maintenance District No. 1 of the City of Clovis. (Beal Developments, LLC).

ATTACHMENTS: 1. Res. 23-____

CONFLICT OF INTEREST

Councilmembers should consider recusal if a campaign contribution exceeding \$250 has been received from the project proponent (developer, applicant, agent, and/or participants) since January 1, 2023 (Government Code 84308).

RECOMMENDATION

For the City Council to approve Res. 23-____, which will annex proposed Tract 6125, located at the northwest area of Peach and Stuart Avenues, to the Landscape Maintenance District (LMD) No. 1 of the City of Clovis.

EXECUTIVE SUMMARY

The owner, Beal Developments, LLC, acting as the subdivider, has requested to be annexed to the LMD No. 1 of the City of Clovis as set forth by the Conditions of Approval for Tract 6125.

BACKGROUND

Beal Developments, LLC, the developer of Tract 6125, has executed a covenant that this development be annexed to the City of Clovis, LMD No. 1. An executed copy can be provided on request. Council formed the original District on July 15, 1985, for the purpose of funding the maintenance of landscaped areas and parks.

Under the provisions of the Landscaping and Lighting Act of 1972 and in accordance with Article XIII C and Article XIII D of Proposition 218, all the owners of property proposed for annexation have provided a written request and consent to annexation and have executed a covenant (petition) indicating acceptance of the annual assessment.

FISCAL IMPACT

	<u>Tract 6125</u>	<u>Year to Date</u>
LMD Landscaping added:	0.000 acres	0.163 acres
Resource needs added:	0.000 persons	0.016 persons

The resource needs estimate is based on 1 person per 10 acres of landscaped area.

REASON FOR RECOMMENDATION

The property owners for the subject tract have requested annexation into the City of Clovis LMD No. 1.

ACTIONS FOLLOWING APPROVAL

Tract 6125 shall become a part of City of Clovis LMD No. 1 and will be assessed next year for maintenance costs.

Prepared by: Gene G. Abella, Civil Engineer

Reviewed by: City Manager AA

RESOLUTION 23-____

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CLOVIS
APPROVING ANNEXATION TO LANDSCAPE MAINTENANCE DISTRICT NO. 1 OF THE
CITY OF CLOVIS**

WHEREAS, City of Clovis Landscape Maintenance District No. 1 ("District") was formed by Resolution No. 85-78, adopted July 15, 1985, pursuant to Part 2 of Division 15 of the Streets and Highways Code (Landscape and Lighting Act of 1972), herein the "Act"; and

WHEREAS, all of the owners of property proposed to be annexed to the District consisting of proposed Tract No. 6125, as described in **Attachment A** attached hereto and incorporated herein by reference, have consented to said annexation and such annexation may be ordered without notice and hearing or filing of engineer's report, or both.

NOW, THEREFORE, BE IT RESOLVED, by the City of Clovis as follows:

1. That the public interest and convenience require that certain property described in **Attachment A** attached hereto and by reference incorporated herein be annexed into Landscape Maintenance District No. 1 of the City of Clovis for the maintenance and servicing of landscaping facilities.
2. The City Clerk shall receive and file the maps showing the boundaries of the areas annexed as set forth in **Attachment A** which boundaries shall be used for assessment proceedings until and unless a change of organization is approved pursuant to the Act.

* * * * *

The foregoing resolution was introduced and adopted at a regular meeting of the City Council of the City of Clovis held on December 4, 2023, by the following vote, to wit.

AYES:

NOES:

ABSENT:

ABSTAIN:

DATED: December 4, 2023

Mayor

City Clerk

ATTACHMENT A

Legal Description

Lots 1 through 25, inclusive, of Tract Map 6125 recorded in Volume _____ of Plats at Pages _____ through _____, Fresno County Records.



CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council

FROM: Public Utilities Department

DATE: December 4, 2023

SUBJECT: Public Utilities – Approval – Waive Formal Bidding Requirements and Authorize the Purchase of One AutoCar/Amrep Frontloading Refuse Truck from Affinity Truck Center Using the Sourcewell Purchasing Contract in the Total Amount of \$420,081.94.

ATTACHMENTS: None

CONFLICT OF INTEREST

Councilmembers should consider recusal if a campaign contribution exceeding \$250 has been received from the project proponent (developer, applicant, agent, and/or participants) since January 1, 2023 (Government Code 84308).

RECOMMENDATION

For the City Council to approve waiving the City's formal bidding requirements and authorize the purchase of one 2024 Autocar/Amrep frontloading refuse truck for \$420,081.94 (including tax and delivery fees) from Affinity Truck Center of Fresno, utilizing the Sourcewell Purchasing Contract 060920-ATC.

EXECUTIVE SUMMARY

There are funds in this fiscal year's Fleet Renewal budget to purchase one 2024 Autocar/Amrep frontloading refuse trucks for the Public Utilities Department's Solid Waste Division. The existing equipment is scheduled to be replaced due to its age. Affinity Truck Centers' bid price is \$420,081.94, including tax, delivery fees, and the Sourcewell pricing discount. The new truck will meet current emissions requirements.

The Sourcewell Purchasing contract, formerly the National Joint Powers Alliance (NJPA) contract, is a nationwide public procurement service that makes the governmental procurement process more efficient. All contracts available to participating members have been awarded by virtue of a public competitive procurement process compliant with state statutes.

BACKGROUND

The recommended vehicle is available from Affinity Truck Center of Fresno and meets the Department's needs. The vehicle is available to be ordered and will be built according to the Solid Waste Division's needs.

The Fleet Fund includes a vehicle and equipment replacement program where the different divisions within City departments budget for and contribute a set amount of money annually for the future scheduled replacement of a vehicle or piece of equipment. This allows each department and the divisions within the departments to financially plan for the large capital expense of purchasing new vehicles and equipment that need to be replaced due to age, wear and tear, or to meet regulatory requirements. Depending on the condition and need of the vehicle or equipment being replaced, it will be moved from front-line operation and may be kept as a back-up, or it will be auctioned off in the City's vehicle and equipment surplus program.

FISCAL IMPACT

Funds were included in the 2022-2023 Fleet Capital Acquisition budget, often referred to as the Fleet Renewal or Fleet Replacement budget. The Solid Waste Division in the Public Utilities Department has accumulated the necessary funds for replacement of the equipment.

REASON FOR RECOMMENDATION

The existing truck has been in service for over 8 years and is scheduled for replacement. Sufficient replacement funds have been collected for a replacement. Staff has evaluated the available equipment, and it meets the needs of the Public Utilities Department's Solid Waste Division. The proposed method of purchasing the equipment is cost-effective and sufficient funds are available.

ACTIONS FOLLOWING APPROVAL

Purchase orders will be prepared for the City Manager's approval and sent to the vendors.

Prepared by: Jim Stringfield, Fleet Manager

Reviewed by: City Manager AA



CITY of CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council

FROM: Administration

DATE: December 4, 2023

SUBJECT: Consider Approval – Res. 23-____, Approving the City’s Updated Master Administrative Fee Schedule.

Staff: Andrew Haussler, Assistant City Manager
Recommendation: Approve

ATTACHMENTS: 1. Resolution 23-____
 2. Master Fee Schedule with Proposed Changes

CONFLICT OF INTEREST

Councilmembers should consider recusal if a campaign contribution exceeding \$250 has been received from the project proponent (developer, applicant, agent, and/or participants) since January 1, 2023 (Government Code 84308).

RECOMMENDATION

For the City Council to approve a resolution approving amendments to the City’s Master Administrative Fee Schedule to allow for changes in labor costs and other increases.

EXECUTIVE SUMMARY

The current administrative fee schedule was comprehensively updated in 2022 and new fees were adopted for the new Clovis Senior Activity Center. Staff reviews the fees annually to address changes in labor cost and regulations that may require changes to some of the fees. Staff is recommending fee changes or clean-up actions (Attachment 2) to achieve actual cost recovery from the Finance Department, Administration Department, General Services Department, Police Department, and the Fire Department.

BACKGROUND

The current administrative fee schedule was last updated in 2022. Staff has reviewed the fee schedule to ensure inflationary adjustments are made for cost recovery purposes and adjust to the changing needs of the community. In the past some fees were not assessed for a significant length of time; this effort is to keep fees in line with the cost of the service being provided on annual basis. Staff is recommending fee changes to achieve actual cost recovery from the Finance Department, Administration Department, General Services Department, Police Department, and the Fire Department (See Attachment 2).

Finance and Administration Department Proposed Fee Changes

Printed Copy of Annual Financial Report and City Budget (Page 1 of Fee Schedule)

Increase the cost for the Annual Financial Report – print edition from \$20.00 to \$45.00.

Increase the cost for the Budget – print edition from \$20.00 to \$80.00.

Increase the cost for the Municipal Code – print edition from \$125.00 to \$200.00. The current fee was set over 20 years ago. Staff has reviewed the actual cost to have these bound documents printed and has reflected the cost with the proposed update. The documents will continue to be available for no cost in a digital format.

General Services Proposed Fee Changes

Senior Services & Transit (Page 2 of Fee Schedule)

References to the old Senior Activity Center have been removed. New fees were adopted June 19, 2023, for the new Senior Activity Center and Transit Center. No fee adjustments are recommended.

Police Department Proposed Fee Changes

Water Tower Parking Lot Camping (Page 3 of Fee Schedule)

A fee has been requested to cover the costs of staff time to permit, monitor, and provide services for camping during the rodeo in the Water Tower Parking Lot. The fee is proposed to be \$150 for 5 days (\$30/day) in line with non-hook up sites at nearby national forest campgrounds.

Some dated fees have been removed from the schedule. All other fees are adequate to cover the costs of the service being provided.

Fire Department Proposed Fee Changes

All fees in the Fire Department have been increased by a 3% inflation adjustment to match the increased cost in labor cost per contract compared to a year ago.

FISCAL IMPACT

Adjusting the fees charged will help to recover the estimated costs associated with providing the service requested and reduce the impacts of providing these services on the City as a whole.

REASON FOR RECOMMENDATION

The fees in the updated master fee schedule accurately reflect the estimated cost to the City of providing the services, and adopting the updated Fee Schedule will provide for more accurate cost recovery for the current services provided.

ACTIONS FOLLOWING APPROVAL

If approved, staff will revise the Master Administrative Fee Schedule and advise customers of the adopted changes. The updated fees will become effective beginning on January 1, 2024.

Prepared by: Andrew Haussler, Assistant City Manager

Reviewed by: City Manager 

RESOLUTION 23-__

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CLOVIS
APPROVING AMENDMENTS TO THE MASTER ADMINISTRATIVE FEE SCHEDULE**

WHEREAS, on December 4, 2023, the City Council conducted a duly noticed public hearing to consider amendments to the City's Master Administrative Fee Schedule; and

WHEREAS, the Council has determined that:

1. The Clovis Administration Department, Finance Department, General Services Department, Police Department, and Fire Department have reviewed the respective fees and conducted fee analyses to evaluate the administrative costs to provide requested services; and
2. The fees set forth in the Master Administrative Fee Schedule attached hereto reflect the estimated costs to the City of providing the services and activities, and the fees to be charged are necessary for the City to raise revenue to help recover and offset the estimated costs associated with providing the services and activities.

NOW, THEREFORE, BE IT RESOLVED, that the City of Clovis approves and adopts the amended Master Administrative Fee Schedule attached hereto, and all fees set forth in said Fee Schedule shall be effective beginning on January 1, 2024.

* * * * *

The foregoing resolution was introduced and adopted at a regular meeting of the City Council of the City of Clovis held on _____, 2023 by the following vote, to wit.

AYES:
NOES:
ABSENT:
ABSTAIN:

DATED:

Mayor

City Clerk

MASTER ADMINISTRATIVE FEE SCHEDULE

Effective Date: January 1, ~~2023~~2024

AGENDA ITEM NO. 8.

Description	Fee
Standard Photocopying for Black and White (per page – standard 8 ½ x 11)	\$.10
Standard Photocopying for Color (per page– standard 8 ½ x 11)	\$.15
Large Format Map	\$90.00
Standard Specifications (per set)	\$20.00
Research Fee (1/2 hr. minimum)	\$45.00/hr
Facility Use Permit	(minimum) \$100.00
Lobbyist Registration (annual)	\$25.00
Amendment to Lobbyist Registration	\$10.00
Annual Financial Report	\$45.00 20.00
Annual Budget	\$20.00 80.00
Copy of Clovis Municipal Code (full copy)	\$125.00 200.00
Copy of Clovis Municipal Code Supplements	\$20.00
Video Tape Copy	\$25.00
Reproduction of Photographs	\$40.00
Administrative Charge pertaining to Administrative Citations	\$50.00
Park Facility Reservation Fees	Half day rate Full day rate
Picnic sites with 4 or fewer tables	\$41.00 \$82.00
Picnic sites with 5 or more tables	\$53.00 \$106.00
Hydrant Water Metered	
Monthly Rental (subject to rate increase per CMC 6.5.103)	\$37.12
Per 1,000 gallons up to 11,500 (subject to rate increase per CMC 6.5.103)	\$1.03
Per 1,000 gallons over 11,500 gallons (subject to rate increase per CMC 6.5.103)	\$1.40
Late Return Charge - Per day	\$15.00
Lost or stolen meter	\$850.00
General Services Department	
Community Services Division	
Transit Section	
Stageline Service	
General Public (age 6-64) (per one-way trip)	Free
Seniors age 65 and over with I.D. (per one-way trip)	Free
Persons with disability with proof of disability (per one-way trip)	Free
Attendant to assist a person with a disability (one attendant per disabled person)	Free
Children under age 6 with fare paying adult (up to 4 children)	Free
Roundup Service (Disabled residents of Clovis)	
Disabled Passenger Trip	Free
Trolley Fee Schedule	
Non-Holiday Hourly Rate (minimum of two hours)	\$125.00
Holiday Hourly Rate (all holidays recognized by the City of Clovis, minimum of two hours)	\$140.00
Reduced hourly rate after four hours at full rate	\$75.00

MASTER ADMINISTRATIVE FEE SCHEDULE

AGENDA ITEM NO. 8.

Effective Date: January 1, ~~2023~~2024

Wait time (vehicle not in motion) after two hours at full rate	\$50.00
Clean-up of any bodily fluid spills on a per incident basis	\$100.00
Transit Center Meeting Room (785 3 rd Street) per hour	\$125.00
Senior Services Section – 735 Third Street	
Banquet Hall Rental	\$900.00 for first 5 hours; \$100.00 each additional hour
Banquet Hall Rental (non-profit rate)	\$100.00 per hour
Classroom Rental	\$375.00 for first 5 hours; \$50.00 each additional hour
Classroom Rental (non-profit rate)	\$50.00 per hour
Main Hall Rental	\$1500.00 for first 5 hours; \$150.00 each additional hour
Main Hall Rental (non-profit rate, 735 Third St.)	\$150.00 per hour
Yoga/Classrooms A and B (735 Third St.)	\$625.00 for first five hours; \$100.00 each additional hour
Yoga/Classrooms A and B (non-profit rate, 735 Third St.)	\$100.00 per hour
Classrooms A and B (735 Third St.)	\$400.00 for first five hours; \$75.00 each additional hour
Classrooms A and B (non-profit rate, 735 Third St.)	\$75.00 per hour
Billiards Room (735 Third St.)	\$400.00 for first five hours; \$75.00 each additional hour
Billiards Room (non-profit rate, 735 Third St.)	\$75.00 per hour
Yoga Room (735 Third St.)	\$375.00 for first five hours; \$75.00 each additional hour
Yoga Room (non-profit rate, 735 Third St.)	\$75.00 per hour
Art Room (735 Third St.)	\$350.00 for first five hours; \$75.00 each additional hour
Art Room (non-profit rate, 735 Third St.)	\$75.00 per hour
Classroom A or B (735 Third St.)	\$200.00 for first five hours; \$50.00 each additional hour
Classroom A or B (non-profit rate, 735 Third St.)	\$50.00 per hour
Meeting Room A or B (735 Third St.)	\$25.00 per hour, no five-hour minimum, no non-profit rate
Non-Clovis Resident Senior Center Membership Fee	\$25.00 annually
Senior Center Classes	\$1.00 - \$50.00 per day per activity
Senior Center Class Registration	Free - \$65.00 per 8-week session
Ceramic Firing Fee (one class)	\$15.00 per month
Ceramic Firing Fee (two or more classes)	\$20.00 per month
Senior Trips and Tours	\$5.00 administrative fee plus actual activity cost
Notary Public Service	\$5.00
Event Table Sponsorship	\$75.00 to \$150.00
Recreation Section	
Batting Range Fees	\$2.00 - \$5.00 for 25 pitches, exclusive of special promotions
Youth Program Fees	Fee Range: Free to \$90.00 per program
Youth Leagues and Tournaments...	Fee Range: \$85.00 to \$150.00
Adult Program Fees	Fee Range: \$5.00 to \$150.00 per program
Adult Leagues and Tournaments	Fee Range: \$50.00 to \$500.00
Special Events and Camps...	Fee Range: Free to \$250.00 per event/camp
Recreation Facility Reservations (north portion of building)	Fee Range: \$50.00 to \$100.00
Recreation Facility Reservations (south portion of building)	Fee Range: \$50.00 to \$100.00
Sponsorship Banners...	\$150.00 to \$2,000.00
Softball/baseball/soccer field at Bicentennial Park: Clovis Resident	\$25.00 per hour per field
Softball/baseball/soccer field at Bicentennial Park: Non-Clovis Resident	\$35.00 per hour per field
Field lighting	\$15.00 per hour
Snack bar rental (in conjunction with other park facility rental)	\$100.00

MASTER ADMINISTRATIVE FEE SCHEDULE

AGENDA ITEM NO. 8.

Effective Date: January 1, ~~2023~~2024

Police Department Fees	
Entertainment Permit Fees	
Application Fee (first time only)	\$700.00
Annual Permits	
Heavy Use	\$1,400.00 per year
Medium Use	\$700.00 per year
Light Use	\$350.00 per year
Single Event Permit	\$350.00
Appeal Fees	
Heavy Use (per appeal)	\$350.00
Medium Use (per appeal)	\$175.00
Light Use (per appeal)	\$85.00
Other Fees	
Copy of Police Report/C-CAD Calls	\$7.00
Fingerprinting (Clovis residents or works in Clovis only), per card	\$15.00
ABC License Review.	\$280.00
ABC Permit - Special Event Alcohol Permit: Profit	\$50.00
ABC Permit - Special Event Alcohol Permit: Profit > 1 Day	\$50.00
ABC Permit - Special Event Alcohol Permit: Non-Profit	No Charge
Local Background Check	\$55.00
Audio/Video Dispatch Recording (with case # and time of call)	\$55.00
Audio/ Video Dispatch Recording (with name only) single camera view and time increment	\$95.00
Audio / Video Dispatch Recording (involving staff time up to 1.5 hrs)	\$350.00
Audio / Video Dispatch Recording (involving staff time of 1.5 hrs+)	\$600.00
Card Room Permit (includes fingerprinting)	\$360.00
Card Room Permit Renewal (includes fingerprinting)	\$320.00
Production of Records - Video Tapes , CD's, DVD's	\$75.00
Reproduction of Photographs (Digital)	\$55.00
Reproduction of Photographs (35 mm)	\$200.00
Report - Discovery (Reports or Audio or Video)	\$240.00
Second-Hand Dealer License	\$60.00
Vehicle Impound Release	\$280.00
Per Tow Administration Fee	\$60.00
Gun Storage - Clovis Resident	\$80.00 First Gun \$40.00 Each Additional Gun
Gun Storage - Non-Clovis Resident \$55.00	\$100.00 First Gun \$40.00 Each Additional Gun
Massage Therapist Permit Application Fee	\$350.00
Shopping Cart Pick Up Fee	\$35.00
Shopping Cart Daily Storage Fee	\$7.00
Water Tower Parking Lot Rodeo Camping Fee (5 Days)	\$150.00
Block Party Permit	No Charge
Local Citation Sign-Off	No Charge
Sex Offender, Narcotic, Gang & Arson Registration	No Charge
False Alarms	
False Alarms, first 2 alarms	No Charge
False Alarms, 3 – 5 alarms	\$250.00 each
False Alarms, 6 or more	\$500.00 each

MASTER ADMINISTRATIVE FEE SCHEDULE

AGENDA ITEM NO. 8.

Effective Date: January 1, ~~2023~~2024

Animal Services Fees			
Dog License (Unaltered)			
One year			\$35.00
2years			\$70.00
3 years			\$105.00
Replacement Tag			\$2.00
Dog and Vietnamese pot bellied pig License (Spayed or neutered or owned by Senior Citizen)			
One year			\$5.00
2 years			\$10.00
3 years			\$15.00
Impound Fees			
Type	1st Time	2nd Time	3rd & Subsequent
Altered dog with license	Free*	\$50.00*	\$90.00*
Unaltered dog with license	\$50.00* & \$35 State	\$70.00* & \$50 State	\$140.00* & \$100 State
Altered dog – no license	\$50.00*	\$85.00*	\$120.00*
Unaltered dog – no license	\$50.00* & \$35 State	\$85.00* & \$50 State	\$140.00* & \$100 State
Altered Cat	Free *	\$40.00*	\$60.00*
Unaltered Cat	\$50.00* & \$35 State	\$70.00*& \$50 State	\$140.00* & \$100 State
Other animals	Free*	\$30.00*	\$55.00*
Animal returned to owner by Field Officer	\$90.00*	\$90.00*	\$90.00*
<i>*plus \$20.00 per day for boarding</i>			
Other Animal Shelter Fees			
Cat trap			\$80.00 deposit + \$25.00 Fee
Skunk trap			\$100.00 deposit + \$25.00 Fee
Large Animal Trap Deposit			\$300.00 deposit + \$25.00 Fee
Owner surrendered altered dog			\$30.00
Owner surrendered unaltered dog			\$40.00
Owner surrendered altered cat			\$15.00
Owner surrendered unaltered cat			\$20.00
Owner surrendered litter			\$35.00
Owner surrendered Pocket Pets (hamster, mice guinea pig, etc)			\$7.00
Dog/cat euthanasia			\$140.00
Dead animal disposal (under 10 pounds)			\$15.00
Dead animal disposal (over 10 pounds)			\$30.00
Pick-up fee (surrender fee separate)			\$90.00
Dog Adoption			\$200.00
Transfer Dog License			\$7.00
Dog License Late Fee			\$15.00
Cat Adoption			\$100.00
Daily Boarding Fee During Impoundment			\$20.00
Quarantined Animals – Daily board at shelter			\$35.00
After Hour Service			\$70.00
Microchip Implant			\$25.00
Dangerous and Vicious Animal Registration			\$150.00
Spay and Neuter Deposit			\$100.00
Obedience Training Deposit			\$100.00

MASTER ADMINISTRATIVE FEE SCHEDULE

Effective Date: January 1, ~~2023~~2024

AGENDA ITEM NO. 8.

Fire Department Fees

Front Counter Fees		Rate
	Fire Investigation Report and Photos (62000-46310)	\$190 <u>196</u>
Construction Permits (62000-46001)		Rate
	Underground – Per Connection to Main	\$571 <u>588</u>
	Overhead (Up to 20 heads)	\$190 <u>196</u>
	Overhead (21 – 50 heads)	\$380 <u>391</u>
	Overhead (each additional 50 heads after 51+)	\$380 <u>391</u>
	Fire Pump	\$571 <u>588</u>
	Fire Standpipes (per standpipe)	\$475 <u>489</u>
	Fire Alarm (Base Fee for 25 devise)	\$380 <u>391</u>
	Fire Alarm (Per Device over 25)	\$2
	Fire Sprinkler System Alarms	\$190 <u>196</u>
	5yr Sprinkler System Certification (Compliant)	\$0
	5yr Sprinkler System Certification (non-Compliant)	\$475 <u>489</u>
	Fire Suppression Hood System/Clean Agent System	\$475 <u>489</u>
	LP Gas	\$285 <u>294</u>
	Above Ground Tank Installation	\$380 <u>391</u>
	Electronic Gate	\$380 <u>391</u>
	Plan Review Re-submittal (Ea. Additional 1 hour)	\$95 <u>98</u>
	Re- Inspection Fee (Ea. Additional 1 hour)	\$95 <u>98</u>
	Expedited Plan Review (per hour)	\$190 <u>196</u>
	Penalty Fee for Work Started Without a Permit	\$761 <u>784</u>
Operational Permits		Rate
<i>Fireworks, Special Events, Tents & Canopies, Beer Gardens, Pumpkin Patches, and Christmas Tree Lots.</i>		
	Fireworks Booth (62000-42602)	\$380 <u>391</u>
	Fireworks Shoot/Display (Permit, 1 Prevention Unit; 3-hour minimum) (62000-42602)	\$699 <u>720</u>
	Events, Tents & Canopies, Seasonal Permit (Permit, 1 hour of plan review, 1 inspection) (62000-42604)	\$190 <u>196</u>
Annual Occupancy Fire and Life Safety Inspections (3rd Visit Non-Compliant)		Rate
<i>Annual Inspection - (Occupancy type: B, F, M, S) Factory/Industrial, Retail, Business/Office, except for combustibile dust producing operations and repair garages. (62000-46040)</i>		
	Up to 5,000 sq. ft.	\$583 <u>600</u>
	5,001 - 40,000 sq. ft.	\$629 <u>648</u>
	40,001 sq. ft. and above	\$1,126 <u>1,160</u>
Annual Occupancy Fire and Life Safety Inspections (3rd Visit Non-Compliant)		Rate
<i>Annual Inspection - (Occupancy type: A, E) Assembly (Theatre, Churches, Auditorium, Restaurant), Excessive Hazardous Material - Welding, Open - flame, High Hazard Storage. (62000-46040)</i>		
	Up to 5,000 sq. ft.	\$433 <u>446</u>
	5,001 - 20,000 sq. ft.	\$855 <u>881</u>
	20,001 sq. ft. and above	\$1,399 <u>1,441</u>

MASTER ADMINISTRATIVE FEE SCHEDULE

Effective Date: January 1, ~~2023~~2024

AGENDA ITEM NO. 8.

Annual Occupancy Fire and Life Safety Inspections (Schools 1st Visit)	Rate
Annual Inspection - (Occupancy type: E) Education (Schools). (62000-46040)	
20,000 sq. ft. or less	\$235 <u>242</u>
20,001 - 70,000 sq. ft.	\$443 <u>456</u>
70,001 – 180,000 sq. ft.	\$855 <u>881</u>
180,001 sq. ft. and above	\$1,399 <u>1,441</u>
Annual Occupancy Fire and Life Safety Inspection (3rd Visit Non-Compliant)	
Annual Inspection - (Occupancy type: H) Excessive Hazardous Material - Welding, Open - flame, High Hazard Storage. (62000-46040)	
Up to 5,000 sq. ft.	\$349 <u>359</u>
5,001+.	\$816 <u>840</u>
Annual Occupancy Fire and Life Safety Inspections (1st Visit)	
Annual Inspection - (Occupancy type: I) Hospitals, nursing homes with medical care, prisons and mental facilities. (62000-46040)	
Hospitals	\$4,701 <u>4,842</u>
R2.1 Occupancies	\$506 <u>521</u>
Fire Clearances, 850, Licensed Facilities	\$272 <u>280</u>
Annual Occupancy Fire and Life Safety Inspections (1st Visit)	
Annual Inspection / each per year - Occupancy type R-1 (Hotels/Motels) (62000-46040)	
3 – 19 units	\$349 <u>359</u>
20 – 49 units	\$506 <u>521</u>
50 + units	\$661 <u>681</u>
Annual Occupancy Fire and Life Safety Inspections (1st Visit)	
Annual Inspection / each per year - Occupancy type R-2 (Apartments) (62000-46041)	
3 - 7 units or less	\$143 <u>147</u>
8 –19 units	\$190 <u>196</u>
20 - 29 units	\$238 <u>245</u>
30+ units	\$380 <u>391</u>
Residential Care Facilities Pre-Inspection (62000-46041)	
6 or less clients	\$475 <u>489</u>
7 - 8 clients	\$761 <u>784</u>
Large Family Day Care Facilities Pre-Inspection (62000-46041)	
9-14 clients	\$475 <u>489</u>
Fire Suppression Hood System – Existing (3rd Visit of Non-Compliance) (62000-46040)	
Non-Compliant	\$285 <u>294</u>
False Alarm Response	
<i>Each address point is allotted 3 false alarm calls in a 6-month period, any call over 3 will be charged to the property owner. (62000-46339)</i>	

MASTER ADMINISTRATIVE FEE SCHEDULE

Effective Date: January 1, ~~2023~~2024

AGENDA ITEM NO. 8.

Prevention (1 Unit) – Per Call	\$190 <u>196</u>
Suppression (1 unit – Engine, Truck or BC) – Per Call	\$372 <u>383</u>
Emergency Response Fees	Rate
Engine (Per hour on-scene (1 Firefighter, 1 Engineer, 1 Captain) (62000-46339)	\$257 <u>265</u>
Battalion Chief – Per hour (62000-46339)	\$78 <u>80</u>
Administrative Fee – Each Emergency Response (62000-46339)	\$95 <u>98</u>
Firefighter Standby Fee (62000-46337)	\$586 <u>604</u>



CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council
 FROM: Finance Department
 DATE: December 4, 2023
 SUBJECT: Consider Approval - 2022-23 Annual Comprehensive Financial Report.

Staff: Jay Schengel, Finance Director

Recommendation: Approve

ATTACHMENTS: 1. 2022-23 Annual Comprehensive Financial Report (ACFR)
 2. Statement on Auditing Standards Letter

CONFLICT OF INTEREST

Councilmembers should consider recusal if a campaign contribution exceeding \$250 has been received from the project proponent (developer, applicant, agent, and/or participants) since January 1, 2023 (Government Code 84308).

RECOMMENDATION

For the Council to approve the 2022-23 Annual Comprehensive Financial Report.

EXECUTIVE SUMMARY

Annual Comprehensive Financial Reports are a primary objective source of information to most persons concerned about a government's financial condition. Taxpayers are interested in the amount of revenues and expenditures. Investors and bond-rating agencies are interested in the ability of a jurisdiction to meet its debt obligations. For the City Council, the financial reports provide an opportunity to determine compliance with budgetary appropriations as well as the status of the government's assets and liabilities and the financial condition of the City.

The City of Clovis' 2022-23 ACFR was audited and received an unqualified opinion from The Pun Group, LLP, a firm of independent, licensed certified public accountants, which means the financial statements for the fiscal year ending June 30, 2023, are free of material misstatement and are fairly presented in conformity with Generally Accepted Accounting Principles (GAAP).

BACKGROUND

The 2022-23 ACFR represents the City's financial, operational, and current economic condition for the fiscal year ending June 30, 2023. The City's financial statements for this period have been audited by The PUN Group, Certified Public Accountants, the City's independent auditing firm. Their Independent Auditors Report has been incorporated into the ACFR and their opinion

letter is included on pages 13 - 15. The auditors have also prepared the Statement on Auditing Standards (SAS114) letter (**Attachment 2**) that was submitted subsequent to the completion of the financial report.

State law requires the City of Clovis to prepare a complete set of audited financial statements. The attached 2022-23 ACFR fulfills this requirement.

The PUN Group has audited the City's financial statements prepared by finance staff for the fiscal year ended June 30, 2023, and have provided an unqualified (clean) opinion. An unqualified opinion concludes that the ACFR presents 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, and the respective changes in financial position. This audit includes a review of the City's financial records, internal controls, management of assets and review of major account balances and large dollar activities to validate year-end balances. There were no audit findings for fiscal year 2022-23.

The ACFR is prepared annually in accordance with GAAP and reporting standards established by the Governmental Accounting Standards Board (GASB), as verified during the independent auditor's examination. The June 30, 2023, ACFR continues to comply with the GASB reporting standards.

The financial statement information and audit opinion, as well as additional narrative and statistical information, is presented within the ACFR. The layout of the ACFR follows guidelines established by the Government Finance Officers Association (GFOA). Four major sections are presented:

- **Introductory Section** – This section includes the Letter of Transmittal, which discusses the profile of the City and factors affecting the City's financial condition along with the City's long-term policies and plans. Additionally, this section includes the GFOA Certificate of Achievement for Excellence in Financial Reporting for the prior fiscal year, the City's Organizational Chart, and a listing of the City of Clovis' principal officials.
- **Financial Section** – This section includes the Independent Auditor's Report, Management's Discussion and Analysis, the audited financial statements, the notes to the financial statements and additional required supplementary information.
- **Statistical Section** – This section includes supplemental data not evident in the Financial Section, such as financial trend information and demographic information.
- **Single Audit Section** – This compliance-based audit is required by law for government entities with federal expenditures in excess of \$750,000. This audit includes an audit of both the financial statements and the federal awards. This section includes the Independent Auditor's Report on internal controls and compliance for each major program along with the Schedule of Expenditures of Federal Awards and notes to those expenditures. Finally, the Appropriations Limit Schedule and corresponding notes complete the section.

Two Kinds of Financial Statements - Two distinct forms of information are provided in the basic financial statements:

Government-wide statements. These are consolidated financial statements for all of a city's operations on a full accrual basis of accounting. They are not presented on a fund basis; instead, fiscal operations are organized into two major activities: governmental and business-type. They will have a "net position" focus and exclude interfund transactions (such as internal service funds) and fiduciary funds. Expenses (which may include allocated "indirect costs") are shown both gross and net of related revenues such as fees and grants (see page 31).

Fund statements. In meeting stewardship and accountability concerns, financial statements are also presented on a fund basis - but not using the same basis of accounting as the government-wide statements for governmental funds (see pages 32-43).

Because there are differences in the basis of accounting and scope of transactions, there are significant differences between these two financial statements - but they are not obvious. For this reason, a detailed reconciliation between them is required as part of the audited basic financial statements (see page 34).

The ACFR includes all funds of the City. In addition to the City's funds, the Clovis Successor Agency, a private purpose trust fund separate from the City, is reported in the ACFR.

This is the thirty-sixth year that the City's Finance Department has prepared the Annual Comprehensive Financial Report. The previous reports prepared by the Finance Department (1987-88 through 2021-22) were submitted to the Government Finance Officers Association (GFOA) for consideration of the GFOA Certificate of Achievement Program. The City subsequently received the Certificate of Achievement for Excellence in Financial Reporting presented by the GFOA for each of these years. We believe the report for 2022-23 continues to meet the requirements of the Certificate of Achievement Program and will be submitted to GFOA for review.

FISCAL IMPACT

This information provided in the ACFR is important to the Council, public, and financial institutions to affirm that the City's financial activity is accounted for in accordance with GAAP. In addition, the ACFR includes all necessary disclosures to provide an understanding of the City's financial activities and fiscal condition.

REASON FOR RECOMMENDATION

The Annual Comprehensive Financial Report is formally being submitted to the Council.

ACTIONS FOLLOWING APPROVAL

After receipt by the Council, the ACFR will be distributed to interested parties, other agencies, financial institutions, bond-rating services, and copies will be made available for public review. In addition, the ACFR will be submitted to the GFOA for consideration of the GFOA Certificate of Achievement Program.

Prepared by: Gina Daniels, Assistant Finance Director

Reviewed by: City Manager *JDH*

CITY OF
CLOVIS
CALIFORNIA



Annual
Comprehensive
Financial
Report

For the Fiscal Year ended
June 30, 2023

Attachment 1

ANNUAL COMPREHENSIVE FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2023**

CITY OF CLOVIS CALIFORNIA



LYNNE ASHBECK, MAYOR

VONG MOUANOUTOUA, MAYOR PRO-TEM

DREW BESSINGER, COUNCILMEMBER

MATT BASGALL, COUNCILMEMBER

DIANE PEARCE, COUNCILMEMBER

JOHN HOLT, CITY MANAGER

Prepared by City of Clovis Finance Department

Jay Schengel, Finance Director

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CITY *of* CLOVIS

1033 FIFTH STREET • CLOVIS, CA 93612

November 21, 2023

To the Honorable Mayor, Members of the City Council, and Citizens of the City of Clovis:

It is with pleasure that I present to you the City of Clovis Annual Comprehensive Financial Report (ACFR). This report has been formatted to comply with the financial reporting model as prescribed by the Governmental Accounting Standards Board (GASB). These statements have been audited in accordance with Generally Accepted Auditing Standards (GAAS) by a firm of licensed certified public accountants as required by State law. Pursuant to that requirement, we hereby issue the ACFR of the City of Clovis for the fiscal year ended June 30, 2023.

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

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

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

Profile of the Government

The City of Clovis, incorporated in 1912, as a general law City of the State of California, is located near the middle of the state in the San Joaquin Valley. The Central Valley is considered to be a national and world leader in the agricultural industry. The City of Clovis currently occupies over 25 square miles and serves a population of 124,523.

The City of Clovis operates under the council-manager form of government. Policy-making and legislative authority are vested in a governing council consisting of the mayor and four other members. The council is elected on a non-partisan basis. Council members serve four-year staggered terms, with two council members elected in one election and three elected in another election, separated by two years. The mayor is selected from among the council members by the council members and serves a two-year term. All five members of the governing board are elected at large. The council is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring the City's manager and attorney. The City manager is responsible for carrying out the policies and ordinances of the governing council, for overseeing the day-to-day operations of the government, and for appointing the heads of the various departments.

The City of Clovis provides a full range of services, including police and fire protection; the construction, maintenance, and cleaning of streets and other infrastructure; planning and development services; water service; refuse collection, disposal, and recycling services; sewer service; storm drainage; transit services; recreation activities and cultural events; and general administration.

The annual budget serves as the foundation for the City's financial planning and control. All departments of the City are required to submit requests for appropriations to the City manager during the second week of March each year. The City manager uses these requests along with input from the council to develop a proposed budget. By the second Monday in May the proposed budget is presented to the City council for review. The council is required to hold public hearings on the proposed budget and to adopt a final budget by no later than June 30, the close of the City of Clovis' fiscal year. The appropriated budget is prepared by fund and department. The City manager may make transfers of appropriations between departments within a specific fund of up to \$5,000 and up to \$2,500 from reserves. Transfers in excess of those amounts require council action. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, the budget-to-actual comparison is presented on page 35 as part of the basic financial statements. For all other governmental funds with appropriated annual budgets, other than the general fund, this comparison is presented in the governmental fund subsection of this report, which starts on page 90.

Factors Affecting Financial Condition

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

Local economy. The City of Clovis rapidly recovered from the downturn related to the COVID-19 pandemic. The City's unemployment rate peaked in May of 2020 at 13%, dropped to as low as 2.5% in March of 2022, and in June of 2023 is at 4.5%, which is very close to the unemployment rate pre-pandemic. The City has also enjoyed higher than average retail sales when compared to other cities and the state, and significantly better occupancy at hotels than both forecasted and experienced elsewhere. This has rapidly increased the City revenues, but the rate of increase is unlikely to be sustainable. The recovery was coupled with historic inflation rates, nearing 10% in the past year, and coming down to 5% in June of 2023. This inflationary pressure pushed the Federal Reserve to make rapid increases in interest rates to moderate demand. This once again leaves the City in a period of fiscal uncertainty. With consumer and business demand being squeezed due to monetary policies, it is likely the City will see a slowing in revenues.

The national economy is forecasted to face a recession in the next year and while some signs of slowing are evident, it is unclear how deep or long the recession will impact Clovis if it even occurs. As was evident during the 2020 downturn, the City's efforts over many years to build a strong and diverse economy that attracts high quality businesses, employees, and residents to our community will be key in walking through more uncertainty.

In addition, the City is faced with a rapidly changing environment. The method of product delivery is transitioning to non-taxable digital services and delivery services rather than brick and mortar locations. Many employees are continuing to telecommute changing daily traffic patterns and finding labor is a continued challenge. This has resulted in changes in real estate demand. These challenges also provide opportunities for the City to address these changes in the upcoming General Plan Update and how projects such as the Shaw Avenue revitalization strategy are being developed. The City has also supported and leveraged the large and continued increases in entrepreneurial start-ups. This is occurring in various settings including the Clovis Culinary Center and the Valley Small Business Development Center with Clovis residents launching businesses. The City has resourced these start-ups with assistance and will continue these efforts significantly with investments in these start-ups.

As we gained deeper knowledge of the economic shifts that rapidly occurred during the pandemic, it has confirmed that the City is on solid ground economically with new businesses, ideas, and ways of doing business to keep Clovis strong for the long run despite short term challenges in the labor market, inflationary pressures, and monetary policy. The fundamentals of a well-educated community, excellent infrastructure, good land use policies, and a heritage of hard work will provide for an economic engine that gives hope for the future. Continuing a spirit of partnership with Clovis businesses is going to be critical in reaching mutual goals of a vibrant community that allows for success of all residents.

The City of Clovis is part of the Fresno/Clovis Metropolitan Area. This includes the City of Clovis, City of Fresno and the developed areas of the County of Fresno. The population of Fresno County is 1,011,499 as of January 1, 2023. The City's population of 124,523

experienced a .1% growth in 2023 compared to a negative .1% growth rate in the State and a .1% growth rate in the County. There are approximately 429,000 jobs in Fresno County. The City of Clovis has 56,000 employed out of a total labor force of 58,600 with many Clovis residents employed outside of the City limits.

Major employers include Target with nearly 400 employees, Costco with over 400 employees, Clovis Community Hospital with over 2,800 employees, Wawona Frozen Foods with over 700 employees, Anlin Industries with 500 employees, the County of Fresno with over 1,500 employees, and the largest employer, Clovis Unified School District with over 5,300 employees. Of the approximately 39,000 total jobs in Clovis, 13,753 jobs are generated by the City's top ten employers.

Long-term financial planning. As part of the City of Clovis land use planning process, the City's completed General Plan is at the top of the City's land use regulation hierarchy. It is the foundation for most of the Council's budgeting decisions in terms of capital facilities, staffing, programs, utility infrastructure, and levels of service; it establishes a land use pattern for lands beyond the City limit; it provides the vision and guidance for capital improvements and the development of City infrastructure; and it is used to create development impact fees and provides the basis for environmental analysis of the growth of the City. The plan is intended to guide development for a period of ten years and will be the basis of the City's annual 5 year operating and capital forecast.

Part of the previous General Plan was the construction of a wastewater treatment plant to serve the needs of the new growth area. The plant is expected to accommodate growth through 2033 when construction of phase two of the facility is anticipated. The wastewater treatment plant creates approximately 2.8 million gallons of disinfected recycled water each day and distributes this water through a "purple pipe" distribution system for landscape irrigation throughout the east side of the City. The reuse of this water will help conserve and manage a limited water supply.

Also, to finance current growth, the City has in place a variety of user and developer fees to pay for streets, parks, water wells and lines, and sewer lines. The City reviews these fees on an annual basis to assure that the fee structure is in line with the cost of construction. The Water and Sewer Funds have approved annual increases of 3% into the future if necessary. The Community Sanitation Fund has approved annual increases of 4% into the future if needed. For fiscal year 2022/23, the City implemented a 3% annual increase in water and sewer rates and a 4% annual increase in refuse, residential recycling, greenwaste and street sweeping rates. The Sewer Fund bond surcharge of \$7.30 was fully rebated for the fiscal year.

Structurally Balanced Budget Policy. Prior to the economic recession, in fiscal year 2006/07, the City Council utilized the emergency reserve when budgetary demand for services exceeded available resources. However, with a decline in building activity beginning in the fall of 2007, the City Council acted quickly to cut costs and services to ensure a balanced budget. Although it was necessary in 2007/08 to utilize additional funds from the emergency reserve, the efforts of the Council to develop a "structurally balanced budget" has paid off and the reserve has been rebuilt from 5.5% of expenditures in 2007/08 to 22.0% of the 2023/24 general fund budgeted expenditures. The Council is determined to maintain a structurally balanced budget where current estimated expenditures are within projected current revenues in order to provide budgetary stability for all operating budgets.

Assigned for Emergencies. The City currently has a policy to assign a portion of its fund balance for emergencies. These emergencies can range from major catastrophic incidents to significant economic downturns. The City Council annually considers an increase in the fund balance assigned for emergencies whenever there is unexpected or one-time revenue or expenditure savings are realized. The use of the assigned fund balance must be approved by 4/5ths of the Council.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Clovis for its ACFR for the fiscal year ended June 30, 2022. This was the thirty fifth consecutive year that the City has received this prestigious award. To be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized ACFR. This report satisfied both GAAP and applicable legal requirements.

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

In addition, the City also received the GFOA's Distinguished Budget Presentation Award for its annual budget document dated July 1, 2023. To qualify for the Distinguished Budget Presentation Award, the governments' budget document was judged to be proficient in several categories, including as a policy document, a financial plan, an operations guide, and a communications device.

The preparation of this report has been accomplished with the efficient and dedicated service of the City's Finance Department. I would like to express my appreciation to everyone who assisted in its preparation, especially, Gina Daniels, Jeff Blanks, Susan Evans, Jose Reynoso, Jose Cortez and Ran Chan.

Respectfully submitted,



Jay Schengel, CPA
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Clovis
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

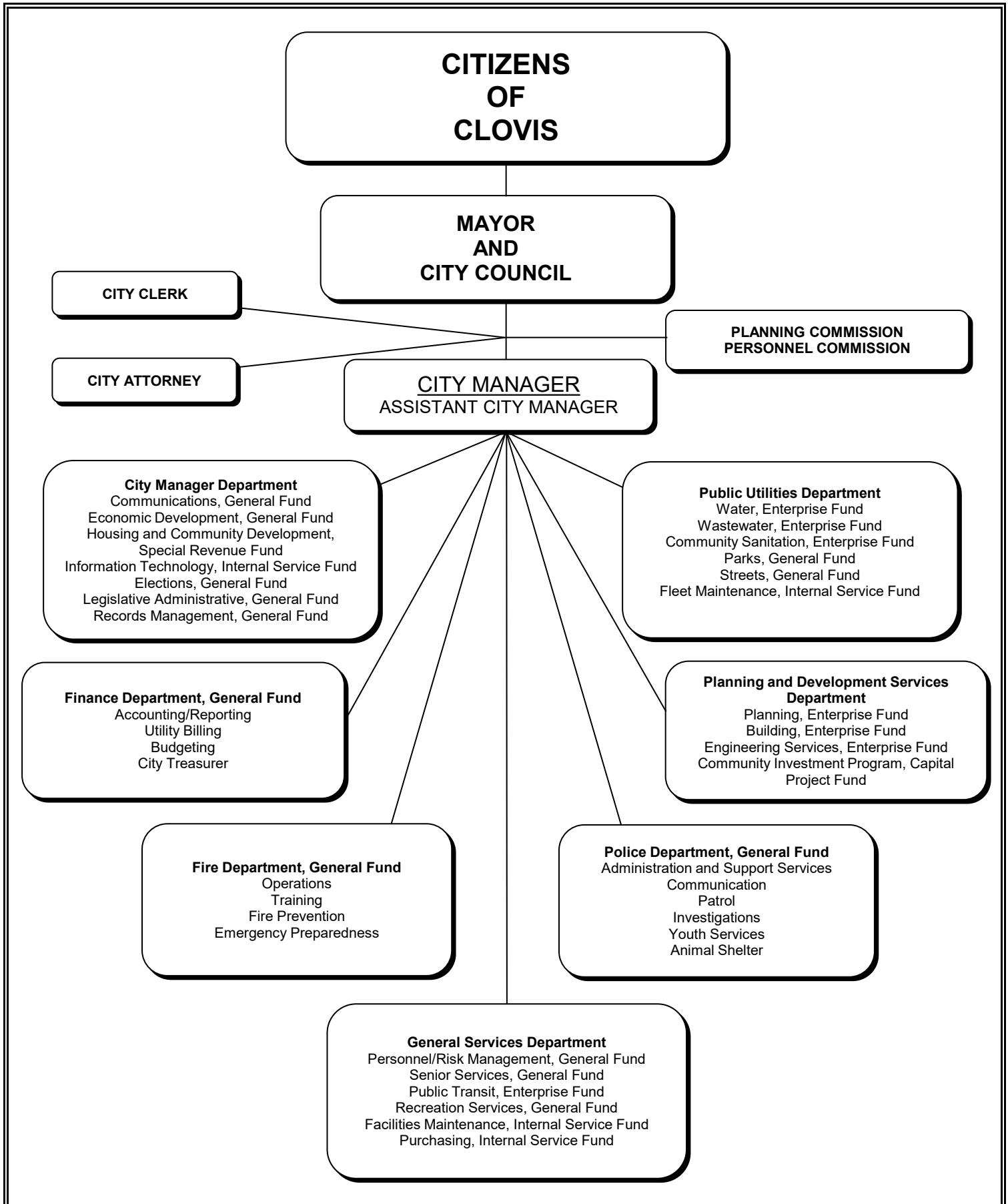
June 30, 2022

Christopher P. Morill

Executive Director/CEO

CITY OF CLOVIS ORGANIZATION CHART

AGENDA ITEM NO. 9.



CITY OF CLOVIS
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2023

Title**Name***City Manager**John Holt**Assistant City Manager**Andrew Haussler**City Clerk**Karey Cha**Economic Development, Housing &
Communications Director**Chad McCollum**Finance Director/City Treasurer**Jay Schengel**Fire Chief**Chris Ekk**General Services Director**Shonna Halterman**Planning & Development Services Director**Renee Mathis**Police Chief**Curt Fleming**Public Utilities Director**Scott Redelfs*

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INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of City Council
of the City of Clovis
Clovis, 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 Clovis, California (the "City"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City'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 as of June 30, 2023, and the respective changes in financial position, cash flows, and the budgetary comparison schedule for the General Fund, 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 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 auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America 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 auditing standards generally accepted in the United States of America 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, the Schedules of Changes in Net Pension Liability and Related Ratios, and the Schedule of Pension Contributions as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The Combining and Individual Fund Financial Statements and Budgetary Comparison 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 auditing standards generally accepted in the United States of America. In our opinion, the Combining and Individual Fund Financial Statements and Budgetary Comparison 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 21, 2023 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "The PwC Group, LLP". The signature is written in a cursive, flowing style.

San Diego, California
November 21, 2023

Management's Discussion and Analysis

This discussion and analysis of the City of Clovis' financial performance provides an overview of the City's financial activities for the fiscal year ended June 30, 2023. Please read it in conjunction with the accompanying transmittal letter, the basic financial statements and the accompanying notes to those financial statements.

Financial Highlights

The City's government-wide total assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources (net position) at the close of the fiscal year by \$995 million, which is 5% more than 2022. Of this amount, \$90 million is in unrestricted net position, which is available to meet the City's ongoing commitments to citizens and creditors.

The City's General Fund, including Landscape Maintenance, Parking and Business Improvement (PBIA), and Supplemental Law Enforcement, ended the year with a fund balance of \$38 million, which represents a net increase of \$1 million from the previous year. The unassigned balance of \$7 million is available for carryover to fund future general fund expenditures.

During the year, approved rates for recycling and green waste programs increased by 4% along with a 1.5% decrease in the refuse collection and disposal program. A 3% increase in the Water and Sewer Funds were implemented during the 2023 fiscal year. The City continued to rebate the full sewer bond surcharge of \$7.30 per month.

Overview of the Financial Statements

This annual report consists of a series of financial statements. These statements include all activities of the City of Clovis, using the integrated approach as prescribed by GASB Statement No. 34. The Statement of Net Position and Statement of Activities provide information about the activities of the City as a whole and present a longer-term view of the City's finances. Fund financial statements tell how these services are financed in the short term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. The remaining statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside the Government.

Reporting the City as a Whole

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances. These statements include all assets and liabilities of the City using the *accrual basis of accounting*, which is similar to the accounting method used by most private sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid out.

The *statement of net position* presents information on all the City's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as one 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 in the most recent fiscal year. All changes of net position are reported as soon as the underlying event giving rise to the change occurs. Thus, revenues and expenses are reported on this statement for some items that will result in cash flows in future fiscal periods (e.g. earned but unused vacation leave).

The government-wide financial statements of the City are divided as follows:

Governmental Activities: Most of the City's basic services are included here such as public safety, transportation (street and roads), community development, culture and recreation and general government. These services are primarily financed by property and sales taxes and federal and state grants.

Business-type Activities: The City charges fees to customers to cover the costs of services provided. The City's utilities, water, sewer, community sanitation (refuse and street cleaning), planning and development services as well as public transit services are included here.

The government-wide financial statements can be found on pages 30-31 of this report.

Fund financial statements. The fund financial statements provide more detailed information about the City's most significant funds, not the City as a whole. 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. Some funds are required to be established by State Law or by bond covenants. Management establishes other funds to control and manage money for particular purposes or to show the City is meeting legal responsibilities for using certain taxes, grants, and other money. All the funds of the City can be classified into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on the near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other financial assets that can readily be converted to cash. Such information is useful in evaluating a government's near-term financing requirements.

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

The City of Clovis maintains seven individual governmental funds. Information is presented separately in the governmental funds' balance sheet and in the governmental funds' statement of revenues, expenditures, and changes in fund balances for the General Fund and the Local Transportation Fund, both of which are considered major funds. Data from the other five funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for the General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance to this budget. The basic governmental fund financial statements can be found on pages 32-35 of this report.

Proprietary funds. The City has two different types of proprietary funds, enterprise funds and internal service funds. Enterprise funds are used to report the same functions represented as business-type activities in the government-wide financial statements. The City utilizes enterprise funds to account for those activities that are supported primarily by user charges to external users, and includes community sanitation, sewer disposal, water, transit and planning and development services. Internal service funds are used to account for activities that are supported by user charges primarily to the City's other programs and activities and include employee benefits, general services, self-insurance and fleet services. Because all these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for each of the enterprise funds since they are all major funds. All the internal service funds are combined into a single, aggregated presentation in the fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report. The basic proprietary fund financial statements can be found on pages 36-41 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefits of parties outside the city. Fiduciary funds are **not** reflected in the government-wide financial statements because the City cannot use these funds to finance its operations. The basic fiduciary fund financial statements can be found on pages 42-43 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund statements. The notes to the financial statements can be found on pages 44-80 of this report.

Government-wide Financial Analysis

Below is a table showing the City's net position for the fiscal year ended June 30, 2023, with comparative data for the fiscal year ended June 30, 2022.

City of Clovis' Net Position

	Governmental activities		Business-type activities		Total	
	2023	2022	2023	2022	2023	2022
Current and other assets	\$ 194,225,820	\$ 191,734,793	\$ 180,168,967	\$ 168,983,180	\$ 374,394,787	\$ 360,717,973
Capital and intangible assets	695,091,365	661,760,299	283,439,214	279,121,984	978,530,579	940,882,283
Total assets	889,317,185	853,495,092	463,608,181	448,105,164	1,352,925,366	1,301,600,256
Deferred Outflows of Resources	40,425,670	16,706,824	11,539,472	4,279,095	51,965,142	20,985,919
Long-term liabilities outstanding	224,996,672	167,313,860	147,410,288	135,561,569	372,406,960	302,875,429
Other liabilities	14,096,889	15,669,991	14,991,526	10,428,796	29,088,415	26,098,787
Total liabilities	239,093,561	182,983,851	162,401,814	145,990,365	401,495,375	328,974,216
Deferred Inflows of Resources	4,226,807	28,634,169	3,737,850	12,809,625	7,964,657	41,443,794
Net Position:						
Net investment in capital assets	668,222,549	631,981,885	186,867,688	176,055,300	855,090,237	808,037,185
Restricted	50,688,092	48,790,200	2,214	4	50,690,306	48,790,204
Unrestricted	(32,488,154)	(22,188,189)	122,138,087	117,528,965	89,649,933	95,340,776
Total net position	\$ 686,422,487	\$ 658,583,896	\$ 309,007,989	\$ 293,584,269	\$ 995,430,476	\$ 952,168,165

As of June 30, 2023, the City's government-wide total assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources (net position) by \$995 million. Governmental activities finished the year with a positive net position balance of \$686 million, an increase of \$28 million, or 4%, over 2022. Business-type activities finished the year with a positive balance of \$309 million, an increase of \$15 million, or 5%, over 2022. Net position, as noted earlier, may serve over time as a useful indicator of the City's health of financial position.

Of the total net position, \$855 million, or 86%, is the City's net investment in capital assets (e.g. land, buildings and improvements, machinery and equipment and the road network) less any related debt used to acquire those assets that is still outstanding. The City's investment in capital assets increased \$47 million, restricted net position increased by \$2 million and unrestricted net position decreased by \$6 million, accounting for the increase in total net position of \$43 million. This is primarily due to the City's investment in the road network, buildings and related improvements, and machinery and equipment.

The majority of the City's long-term liabilities relate to the City's net pension liability and the acquisition of capital assets. Some of those assets include the City's corporation yard, fire stations, police vehicles and sewer and water infrastructure including the surface water treatment plant and the sewer treatment-water reuse facility. These capital assets are utilized to provide services to citizens and are not available for future spending. The repayment of the debt on these assets must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Restricted net position is \$51 million, which represents 5% of the total net position. Restricted net position represents those resources that are subject to external restrictions on

how they may be used. These restrictions are established by bond covenants or restrictions on the use of funds by state or federal regulations.

Unrestricted net position represents those resources which may be used to meet the City's ongoing commitments to citizens and creditors. Government-wide unrestricted net position is \$89 million, or 9% of the total net position, which is a 6% decrease from the previous year. Governmental activities have a negative \$(32) million unrestricted net position, which is a decrease of \$10 million compared to last year. Business-type activities have \$122 million in unrestricted net position, an increase of \$5 million, or 4%, compared to last year.

Governmental activities. Governmental activities account for \$686 million, or 72%, of the total Government-wide net position. This is an increase of \$28 million, or 4%, over June 30, 2022. Donated and constructed assets increased by \$36 million while the amounts available for debt service, street and road construction and community development increased by \$2 million. Additionally, the amount accumulated during the year for normal activities, unrestricted net position, decreased by \$10 million.

The following lists key components of this increase:

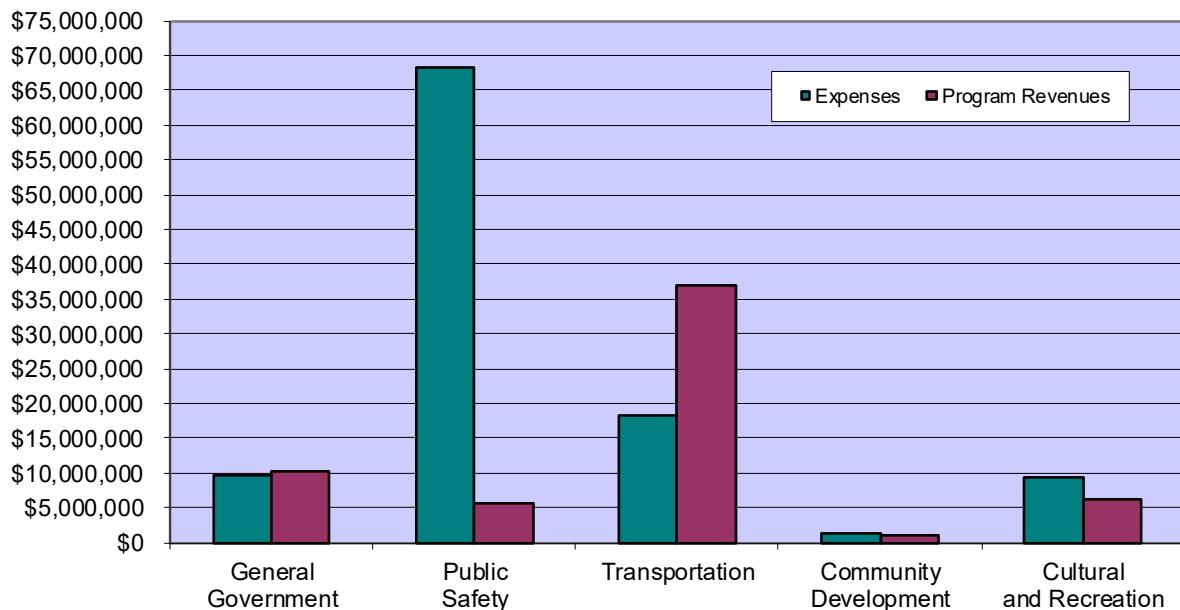
City of Clovis' Changes in Net Position

	Governmental activities		Business-type activities		Total	
	2023	2022	2023	2022	2023	2022
Revenues:						
Program revenues:						
Charges for services	\$ 42,360,599	\$ 36,537,027	\$ 95,360,776	\$ 90,788,167	\$ 137,721,375	\$ 127,325,194
Operating grants and contributions	537,308	8,998,232	5,849,464	5,328,177	6,386,772	14,326,409
Capital grants and contributions	17,368,142	26,455,750	1,405,622	2,598,127	18,773,764	29,053,877
General revenues:						
Property taxes	36,213,178	33,240,530			36,213,178	33,240,530
Sales taxes	30,238,078	31,105,966			30,238,078	31,105,966
Franchise taxes	2,947,940	2,768,353			2,947,940	2,768,353
Transient occupancy taxes	4,309,917	3,780,220			4,309,917	3,780,220
Unrestricted investment earnings	1,198,283	(2,638,130)	2,299,049	(3,280,236)	3,497,332	(5,918,366)
Total revenues	135,173,445	140,247,948	104,914,911	95,434,235	240,088,356	235,682,183
Expenses:						
General government	9,535,828	5,464,315			9,535,828	5,464,315
Public safety	68,279,928	55,414,669			68,279,928	55,414,669
Transportation	18,169,669	17,096,467			18,169,669	17,096,467
Community development	1,175,806	839,893			1,175,806	839,893
Cultural and recreation	9,261,526	7,824,991			9,261,526	7,824,991
Interest and other charges	462,097	488,432			462,097	488,432
Community Sanitation			24,729,993	23,424,108	24,729,993	23,424,108
Sewer			21,030,572	20,366,227	21,030,572	20,366,227
Water			22,083,398	21,431,323	22,083,398	21,431,323
Transit			8,357,494	7,063,395	8,357,494	7,063,395
Planning & Development Services			13,739,734	10,075,723	13,739,734	10,075,723
Total expenses	106,884,854	87,128,767	89,941,191	82,360,776	196,826,045	169,489,543
Increase in net position before transfers	28,288,591	53,119,181	14,973,720	13,073,459	43,262,311	66,192,640
Transfers	(450,000)	(460,000)	450,000	460,000	0	0
Increase in net position	27,838,591	52,659,181	15,423,720	13,533,459	43,262,311	66,192,640
Net position-beginning	658,583,896	605,924,715	293,584,269	280,050,810	952,168,165	885,975,525
Net position - ending	\$ 686,422,487	\$ 658,583,896	\$ 309,007,989	\$ 293,584,269	\$ 995,430,476	\$ 952,168,165

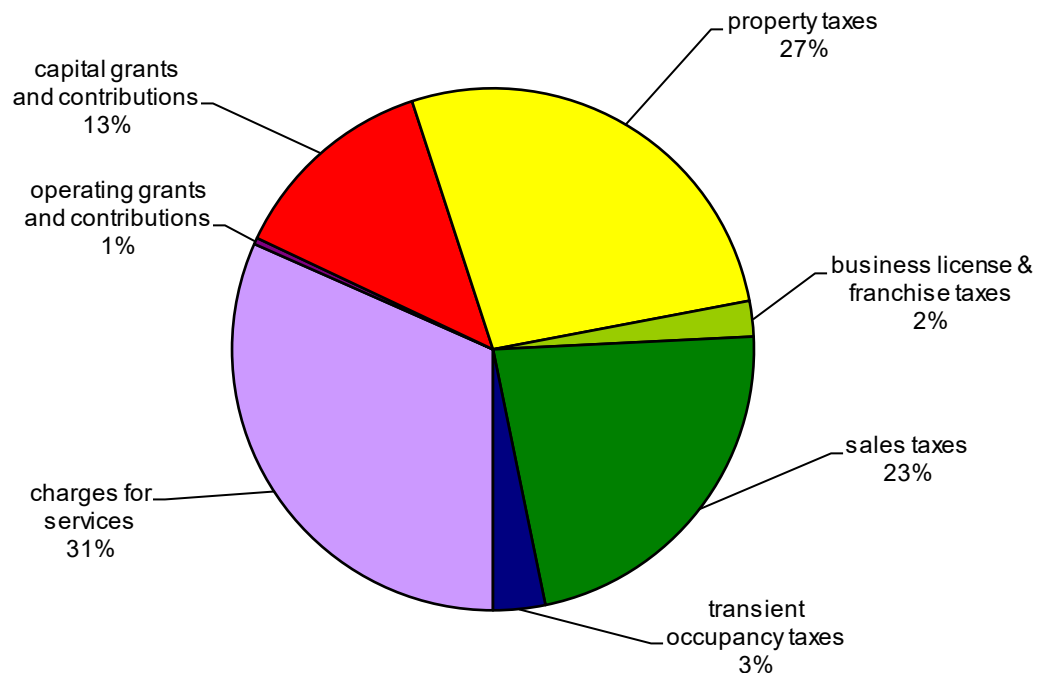
Total governmental revenues for the year were \$135 million, which is \$5 million, or 4%, less than in 2022. Most of this decrease is attributable to federal and state grant revenue reductions. Taxes, including property, sales, franchise, and transient occupancy, account for \$74 million, or 55%, of the City's governmental activities revenue and increased \$3 million, or 4%, from 2022. Property taxes increased by \$3 million due to increased assessed values related to new construction, increased valuation base due to annexations and the statutory annual increase in taxes not to exceed 2%. Sales taxes decreased by \$1 million mainly due to the inflationary pressures on consumers reducing their discretionary spending on taxable goods as the cost of housing, food and gas increased significantly.

Total governmental expenses for the year were \$107 million, an increase of \$20 million, or 23%, from 2022. Public Safety, which includes police and fire, accounts for \$68 million, or 64%, of the total governmental activities' expenses. Public Safety expenses increased \$13 million, or 23%, from 2022 primarily due to salary increases related to the police and fire departments. Community development expenses increased from 2022. General government expenses increased from 2022. Transportation expenses also increased from 2022. Cultural and Recreation expenses were \$9 million, slightly increased when compared to 2022.

Expenses and Program Revenues-Governmental Activities



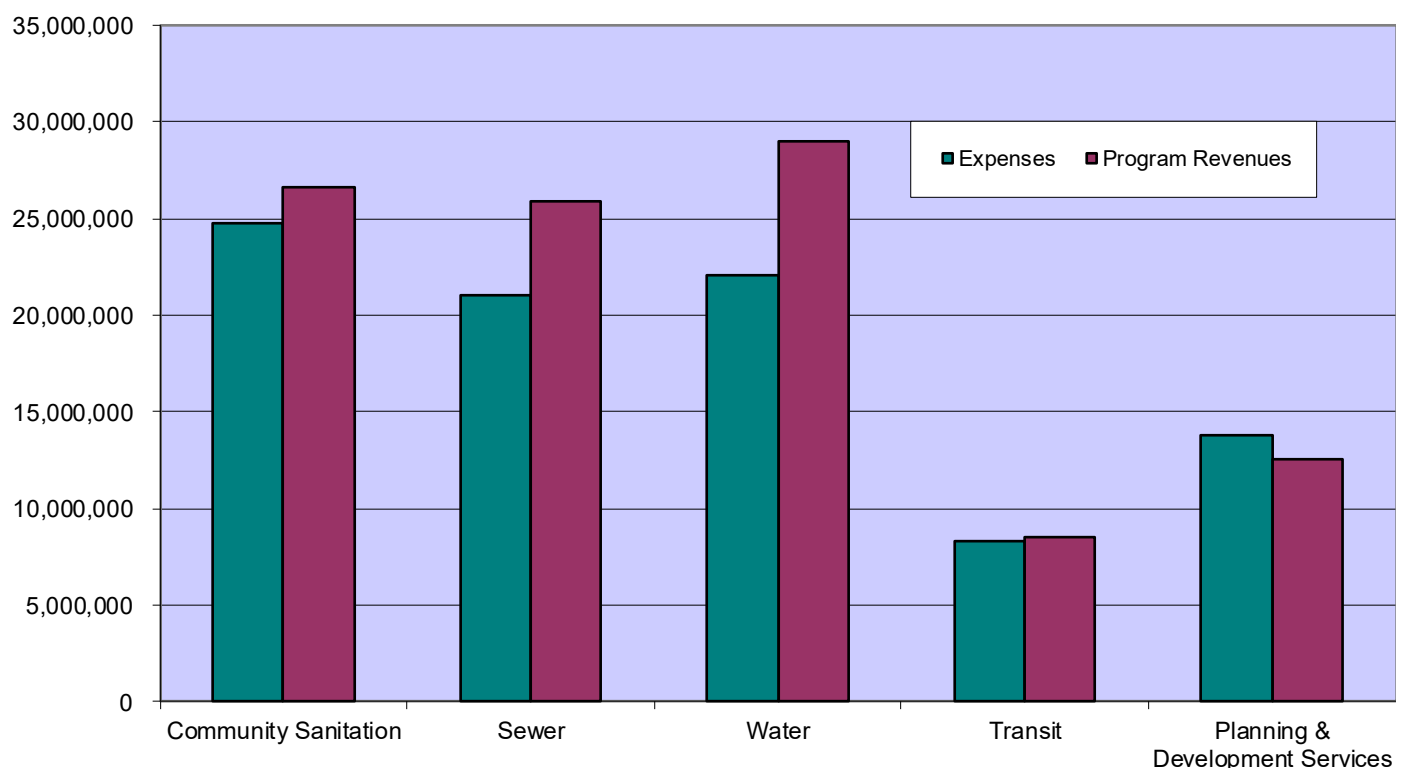
Revenues by Source-Governmental Activities



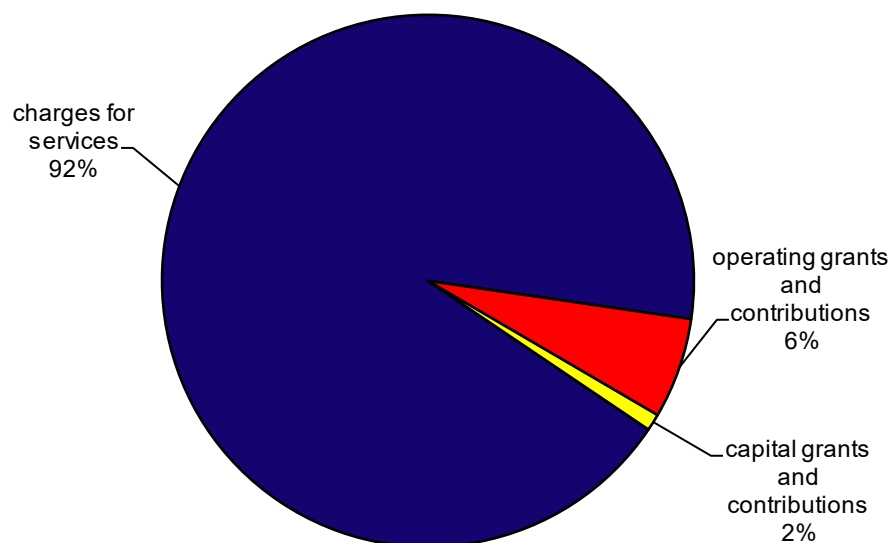
Program revenues that include charges for services and grants specific to certain programs were \$60 million, or 45% of the total governmental activity revenue. The largest change in program revenues, notably in General Government, resulted in a reduction of federal and state grants. The amounts necessary to fully fund the governmental activity programs are made up of “general” revenues such as taxes, interest, and grants and contributions.

Business-type Activities. Business-type activities account for \$309 million, or 31% of the total Government-wide net position. This is an increase of \$15 million, or 5%, from June 30, 2022. The component, “Net Investment in Capital Assets” accounts for \$187 million, or 60% of the total net position, and is an increase of \$11 million from 2022. The amount of restricted net position represents less than 1% of the total net position. The amount of net position that is unrestricted, \$122 million, or 40%, increased \$5 million from 2022. Charges for services were \$95 million, or 92% of the total business-type activity revenue, an increase from 2022. Grants and contributions of \$7 million represent \$1 million in contributions of sewer and water mains from developers and \$6 million in state transit funding.

Expenses and Program Revenues-Business-type Activities



Revenues by Source-Business-type Activities



Included in charges for services are development fees relating to the construction of capital improvements for sewer disposal and water operations. The revenues generated by these development fees are normally accumulated until such time as there are sufficient reserves to construct or acquire capital assets or to pay debt service on previously incurred debt. Debt service payments of principal are not considered a program expense and are, therefore, not reflected in this chart.

Financial Analysis of the City's Funds

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

Governmental funds. Fund balance is defined in five categories: nonspendable, restricted, committed, assigned and unassigned. Nonspendable fund balances cannot be spent because of their form. Restricted fund balance has limitations imposed externally by creditors, grantors, contributors, or laws and regulations of other governments. Committed fund balance has self-imposed limitations set in place prior to the end of the period. Assigned fund balance is the amount left available for appropriation at the City's discretion within the fund's purpose.

The City's governmental funds ended the year with positive fund balances. The ending fund balance for all funds is \$75 million, which is a \$1 million decrease from the previous year. Of the total fund balance, \$7 million or 10% is unassigned, which, within the limitations of the fund's purpose, is available for spending at the City's discretion. The remainder of the fund balance is not available for new spending because it is either in a form not able to be spent or has already been restricted, assigned or committed for the following: (in millions)

Capital Projects	\$20.0
Community Development	10.2
Debt service	0.4
Landscape Maintenance	7.9
Parking and Business Improvement	0.1
Law Enforcement	<0.1
Services materials and supplies	1.2
Capital Outlay	6.7
Emergencies	21.0

The general fund is the chief operating fund of the City. As of June 30, 2023, the *total* fund balance (including all categories) of the general fund was \$38 million, an increase of \$1 million from June 30, 2022. The total fund balance of \$38 million includes restricted balances of \$8.2 million, assigned balances of \$22 million, and an unassigned balance of \$7.4 million. The change in fund balance was primarily due to the decreases in transfers out related to capital project reimbursements.

The local transportation fund, used to account for all street construction projects, incurred less than budgeted expenditures as a result of several large projects awarded towards the end of the fiscal year and limited staff resources. The ending fund balance of \$19.8 million is \$2.6 million less than June 30, 2022.

Proprietary funds. As indicated in the description of proprietary funds, there are two types of funds, enterprise and internal service funds. The City's enterprise funds ended the year with positive unrestricted net position except for the Transit Fund. This deficit balance is attributable to the liability of CalPERS pension funds. This liability is long-term in nature, not requiring current resources, and is not being funded at this time.

All the internal service funds finished with positive unrestricted net position. The current liability for workers' compensation claims is \$8.4 million. The City funds the current year workers' compensation expenditures with charges to City programs. The City has also funded approximately \$3.7 million of the accrued liability through charges to City programs in prior years. The balance of the liability is of a long-term nature, not requiring current resources, and therefore has not been funded.

General Fund Budgetary Highlights

Throughout the fiscal year it was necessary to adjust the original General Fund budget. The Statement of Revenues, Expenditures, and Change in Fund Balance-Budget to Actual, General Fund, on page 35 shows the original budget and final budget.

The Variance with Final Budget within the same statement allows the City to analyze and improve the upcoming fiscal year budget. Below is a summary of the primary variances:

Comparison of Revenues, Expenditures and Changes in Fund Balance Budget and Actual - General Fund					
	Budgeted Original	Budgeted Final	Actual Amounts	Final Budget Variance	Explanation
Revenues:					
Property Taxes	\$34,282,000	\$34,282,000	\$36,213,178	\$1,931,178	Variance due to larger amounts realized in various property taxes mostly in current year secured, unsecured and in lieu of vehicle license fees.
Sales Taxes	31,528,000	31,528,000	30,238,078	(1,289,922)	Variance due to inflationary pressures on consumers causing less discretionary spending on taxable goods.
Transient Occupancy Taxes	3,365,000	3,365,000	4,309,917	944,917	Variance due to a 2% increase on transient occupancy taxes effective January 1, 2023 along with increased occupancy.
From Other Agencies	4,664,000	4,695,000	5,962,958	1,267,958	Variance mostly due to reimbursement of out-of-county emergency response services provided.
Charges for Services	6,533,000	6,533,000	7,360,447	827,447	Variance mostly due to increase in recreational sports and local emergency responses.
Expenditures:					
Police	48,092,961	50,626,661	48,986,395	1,640,266	Variance due to open positions of patrol officers, resulting in salary savings.
Public Utilities	12,805,550	13,056,750	12,396,122	660,628	Variance due to salary savings and a reduction of service and supply usage versus originally budget.

Capital Assets and Debt Administration

Capital Assets. The City's capital assets for its governmental and business-type activities as of June 30, 2023, amount to \$978 million (net of depreciation/amortization), an increase of \$37 million over 2022. Capital assets include land, buildings and improvements, machinery and equipment, and road network and intangible capacity rights for water and sewer.

Major capital asset additions this year include the following:

Land	\$ 7 million
Building and improvements	\$ 12 million
Road network improvements and land acquisitions	\$ 15 million

During the year the City made improvements to various streets and received developer donated infrastructure. The sewer system improvements include the City's share of capital projects for the Fresno-Clovis regional wastewater treatment plant. Additional information on the City's capital assets can be found in note IV.E on pages 61-63.

CITY OF CLOVIS'
Capital Assets
(net of depreciation)

	Governmental activities		Business-type activities		Total	
	2023	2022	2023	2022	2023	2022
Land	\$ 280,729,414	\$ 276,760,989	\$ 40,776,635	\$ 38,062,150	\$ 321,506,049	\$ 314,823,139
Buildings and improvements	105,999,678	94,360,482	211,214,525	210,547,341	317,214,203	304,907,823
Right to use lease buildings	10,707,729	11,325,193			10,707,729	11,325,193
Machinery and equipment	18,069,919	14,534,682	2,986,448	3,423,598	21,056,367	17,958,280
Right to use lease equipment	2,655,477	3,331,123			2,655,477	3,331,123
Road network	276,694,640	261,447,830			276,694,640	261,447,830
Intangibles	234,508		28,461,606	27,088,895	28,696,114	27,088,895
Total	\$ 695,091,365	\$ 661,760,299	\$ 283,439,214	\$ 279,121,984	\$ 978,530,579	\$ 940,882,283

Long-term Debt. The City's long-term debt as of June 30, 2023, was \$121 million, with governmental activities accounting for \$27 million, or 22%, and business-type activities accounting for \$95 million, or 78%.

CITY OF CLOVIS'
Outstanding Bonds, Loans, Notes from Direct Borrowings and Contracts

	Governmental activities		Business-type activities		Total	
	2023	2022	2023	2022	2023	2022
Loans payable	\$ 1,908,905	\$ 2,170,424			\$ 1,908,905	\$ 2,170,424
Notes from direct borrowings	11,370,846	13,834,128			11,370,846	13,834,128
Revenue bonds	13,473,784	13,773,862	\$ 93,585,238	\$ 99,030,400	107,059,022	112,804,262
Contracts payable			1,203,845	2,355,574	1,203,845	2,355,574
Total	\$ 26,753,535	\$ 29,778,414	\$ 94,789,083	\$ 101,385,974	\$ 121,542,618	\$ 131,164,388

General obligation debt are direct obligations of the City and are backed by the full faith and credit of the City requiring voter approval and may have a tax rate set to cover repayment. State statutes limit the amount of general obligation debt to 15% of the City's total assessed valuation. The City of Clovis' debt limit is \$2.0 billion. The City currently has no general obligation debt outstanding. Detailed information on the City's long-term debt activity can be found in Note F. of the notes to the financial statements.

Economic Factors and Next Year's Budgets and Rates

The City is closely watching the national economy along with the state's budget and the impact these have on Clovis. During the budget development process for the 2023/24 fiscal year, the City was able to increase general fund expenditures by \$7 million, or 7% compared to the estimated 2022/23 expenditures. The increase is largely due to funding new positions, cost-of-living salary increases, increased costs of employee benefits, and general price increases impacting the cost of services and supplies.

While the City's unemployment rate is currently low at 4.5%, the U.S. has experienced the highest inflation in 40 years. This is a concern for the City in the next budget year. The increase in prices is putting further pressure on households and shifting household dollars away from discretionary spending which could have a significant impact on the City's sales taxes as a larger portion of income goes to essentials such as food, transportation and housing costs. High inflation has originated from a mismatch between total demand and supply in the economy, largely as a result of constraints from the pandemic and an

aggressive fiscal and monetary policy response. The Federal Reserve has responded aggressively, raising interest rates by over five percentage points since March 2022 and signaling further tightening until inflation is brought under control. The Federal Reserve only has a limited set of tools to fight inflation, which work by boosting interest rates. While generally effective in reducing inflation, higher interest rates can also impose substantial pain on the housing and labor markets and reduce investments that promote long-term growth.

On June 30, 2023, the General Fund has an assigned fund balance of \$21.0 million, or 20% of 2023/24 budgeted expenditures set aside for unforeseen emergencies. The City continues to monitor the impacts of high inflation and rising interest rates on the economy and the City's budget and will continue to adjust its strategies to address those impacts.

The Council determined that it was necessary for the Community Sanitation Fund to implement a rate increase of 4% for the green waste and recycling programs, the refuse collection and disposal program and the street sweeping program for the 2023/24 fiscal year. Furthermore, the Council determined that a 3% increase was necessary for the Water Fund. The Sewer Fund will have a 3% rate increase and the full \$7.30 bond surcharge will continue to be fully rebated.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City of Clovis' finances and to demonstrate the City's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the Finance Director, City of Clovis, 1033 Fifth Street, Clovis, CA, 93612.

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City of Clovis
Statement of Net Position
June 30, 2023

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	\$ 175,579,439	\$ 142,239,994	\$ 317,819,433
Receivables	8,277,220	13,410,659	21,687,879
Internal balances	(20,628,003)	20,628,003	
Due from other governments	17,935,439	3,888,097	21,823,536
Inventories	949,000		949,000
Restricted assets:			
Cash and investments	12,112,725	2,214	12,114,939
Capital assets, not being depreciated	280,729,414	40,776,635	321,506,049
Capital assets (net of accumulated depreciation)	414,127,443	214,200,973	628,328,416
Intangible assets (net of accumulated amortization)	234,508	28,461,606	28,696,114
Total assets	<u>889,317,185</u>	<u>463,608,181</u>	<u>1,352,925,366</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension related deferred outflows	40,425,670	11,440,962	51,866,632
Deferred loss on bond refunding		98,510	98,510
	<u>40,425,670</u>	<u>11,539,472</u>	<u>51,965,142</u>
LIABILITIES			
Accounts payable	11,948,555	3,644,252	15,592,807
Accrued payroll	916,256		916,256
Unearned revenue	1,232,079	11,347,274	12,579,353
Long-term liabilities:			
Due within one year	53,862,388	14,168,004	68,030,392
Due in more than one year	171,134,283	133,242,284	304,376,567
Total liabilities	<u>239,093,561</u>	<u>162,401,814</u>	<u>401,495,375</u>
DEFERRED INFLOWS OF RESOURCES			
Lease related deferred inflows	175,371	1,323,534	1,498,905
Pension related deferred inflows	4,051,436	754,217	4,805,653
Deferred gain on bond refunding		1,660,099	1,660,099
	<u>4,226,807</u>	<u>3,737,850</u>	<u>7,964,657</u>
NET POSITION			
Net investment in capital assets	668,222,549	186,867,688	855,090,237
Restricted for:			
Debt service	12,338,002	2,214	12,340,216
Streets and roads	19,943,715		19,943,715
Community development	10,486,099		10,486,099
Landscape maintenance	7,920,276		7,920,276
Unrestricted (deficit)	(32,488,154)	122,138,087	89,649,933
Total net position	<u>\$ 686,422,487</u>	<u>\$ 309,007,989</u>	<u>\$ 995,430,476</u>

The notes to the financial statements are an integral part of this statement.

City of Clovis
Statement of Activities
For the Year Ended June 30, 2023

Function/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	
					Governmental Activities	Business-type Activities
Primary government:						
Governmental activities:						
General government	\$ 9,535,828	\$ 10,203,042	\$ 126,759	\$ 793,973	\$ 793,973	\$ 793,973
Public safety	68,279,928	4,763,010	39,095	872,572	(62,605,251)	(62,605,251)
Transportation	18,169,669	21,051,110		15,956,167	18,837,608	18,837,608
Community development	1,175,806	447,061	371,454	276,265	(81,026)	(81,026)
Cultural and recreation	9,261,526	5,896,376		263,138	(3,102,012)	(3,102,012)
Interest and other charges	462,097				(462,097)	(462,097)
Total governmental activities	106,884,854	42,360,599	537,308	17,368,142	(46,618,805)	0
Business-type activities:						
Community sanitation	24,729,993	26,559,206			\$ 1,829,213	1,829,213
Sewer disposal	21,030,572	25,343,043		586,398	4,898,869	4,898,869
Water	22,083,398	28,213,761		819,224	6,949,587	6,949,587
Transit	8,357,494	3,006,810	5,538,069		187,385	187,385
Planning & Development Services	13,739,734	12,237,956	311,395		(1,190,383)	(1,190,383)
Total business-type activities	89,941,191	95,360,776	5,849,464	1,405,622	0	12,674,671
Total primary government	\$ 196,826,045	\$ 137,721,375	\$ 6,386,772	\$ 18,773,764	(46,618,805)	(33,944,134)
General revenues:						
Property taxes					36,213,178	36,213,178
Sales taxes					30,238,078	30,238,078
Franchise taxes					2,947,940	2,947,940
Transient occupancy taxes					4,309,917	4,309,917
Unrestricted investment earnings (losses)					1,198,283	2,299,049
Transfers					(450,000)	450,000
Total general revenues and transfers					74,457,396	77,206,445
Changes in net position					27,838,591	15,423,720
Net position-beginning					658,583,896	293,584,269
Net position-ending					\$ 686,422,487	\$ 309,007,989
						\$ 995,430,474

AGENDA ITEM NO. 9.

The notes to the financial statements are an integral part of this statement.

**City of Clovis
Balance Sheet
Governmental Funds
June 30, 2023**

	Major Funds		Other	Total
	General	Local Transportation	Governmental Funds	Governmental Funds
ASSETS				
Cash and investments	\$ 31,017,383	\$ 59,811,364	\$ 15,601,850	\$ 106,430,597
Cash with agents-restricted		207,700		207,700
Receivables	3,868,509	386,943	3,468,794	7,724,246
Due from other governments	6,077,885	10,786,806	601,015	17,465,706
Total assets	<u>\$ 40,963,777</u>	<u>\$ 71,192,813</u>	<u>\$ 19,671,659</u>	<u>\$ 131,828,249</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 1,046,758	\$ 5,225,275	\$ 2,226,689	\$ 8,498,722
Accrued payroll	916,257			916,257
Due to other governments	100			100
Deposits and other liabilities	581,308	46,021,345	34,259	46,636,912
Unearned revenue	584,699	73,072		657,771
Total liabilities	<u>3,129,122</u>	<u>51,319,692</u>	<u>2,260,948</u>	<u>56,709,762</u>
Fund balances:				
Restricted for:				
Capital projects		19,873,121	70,594	19,943,715
Community development	31,270		10,195,140	10,226,410
Debt service			432,977	432,977
Landscape maintenance	7,920,276			7,920,276
Parking and business improvement	166,956			166,956
Law enforcement	92,733			92,733
Assigned for:				
Services, materials and supplies	1,215,100			1,215,100
Capital			6,712,000	6,712,000
Emergencies	21,000,000			21,000,000
Unassigned, reported in:				
General fund	7,408,320			7,408,320
Total fund balances	<u>37,834,655</u>	<u>19,873,121</u>	<u>17,410,711</u>	<u>75,118,487</u>
Total liabilities and fund balances	<u>\$ 40,963,777</u>	<u>\$ 71,192,813</u>	<u>\$ 19,671,659</u>	

Reconciliation of the Governmental Fund Balances to the Governmental Activities Net Position

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

Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds. (Net of \$113,221,849 of internal service fund capital assets)	581,869,516
Internal service funds are used by management to charge the costs of fleet management, employee benefits, liability and property insurance and general services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. (Net of \$13,878,003 allocated to business-type activities)	127,883,183
Long-term liabilities, including compensated absences, and net pension liability, are not due and payable in the current period and therefore are not reported in the funds.	(98,448,699)
Net Position of Governmental Activities	<u>\$ 686,422,487</u>

The notes to the financial statements are an integral part of this statement.

City of Clovis
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2023

	<u>Major Funds</u>		<u>Other</u>	<u>Total</u>
	<u>General</u>	<u>Local</u>	<u>Governmental</u>	<u>Governmental</u>
		<u>Transportation</u>	<u>Funds</u>	<u>Funds</u>
REVENUES				
Property taxes	\$ 36,213,178			\$36,213,178
Sales taxes	30,238,078			30,238,078
Business license & Franchise taxes	7,125,400			7,125,400
Transient occupancy taxes	4,309,917			4,309,917
Licenses and permits	1,332,924			1,332,924
Fines and forfeitures	260,164			260,164
Use of money and property	1,247	\$ 562,207	\$ 100,621	664,075
From other agencies	5,962,958	20,884,880	1,431,158	28,278,996
Charges for services	7,360,447		4,401,305	11,761,752
Other revenues	6,956,431	3,200	50	6,959,681
Total revenue	<u>99,760,744</u>	<u>21,450,287</u>	<u>5,933,134</u>	<u>127,144,165</u>
EXPENDITURES				
Current:				
General government	8,120,203			8,120,203
Public safety	72,210,311			72,210,311
Transportation	5,362,350			5,362,350
Community development	106		1,176,898	1,177,004
Cultural and recreation	9,617,862			9,617,862
Capital outlays		24,046,084	3,911,202	27,957,286
Total expenditures	<u>95,310,832</u>	<u>24,046,084</u>	<u>5,088,100</u>	<u>124,445,016</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,449,912</u>	<u>(2,595,797)</u>	<u>845,034</u>	<u>2,699,149</u>
OTHER FINANCING SOURCES (USES)				
Transfers in		104,000	24,000	128,000
Transfers out	(3,309,000)	(42,000)	(150,000)	(3,501,000)
Total other financing sources (uses)	<u>(3,309,000)</u>	<u>62,000</u>	<u>(126,000)</u>	<u>(3,373,000)</u>
Net change in fund balances	1,140,912	(2,533,797)	719,034	(673,851)
Fund balances-beginning	36,693,743	22,406,918	16,691,677	75,792,338
Fund balances-ending	<u>\$ 37,834,655</u>	<u>\$ 19,873,121</u>	<u>\$ 17,410,711</u>	<u>\$ 75,118,487</u>

The notes to the financial statements are an integral part of this statement.

City of Clovis
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
To the Government-Wide Statement of Activities
For the Year Ended June 30, 2023

Amounts reported for governmental activities in the statement of activities (page 31) are different because:

Net change in fund balances-total governmental funds (page 33)	\$ (673,851)
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation/amortization expense. This is the amount by which depreciation/amortization exceeded capital outlays in the current period.	14,631,462
The net effect of donations and miscellaneous transactions involving capital assets (i.e., sales and trade-ins) is to increase net position.	7,444,868
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	(2,997,825)
Internal service funds are used by management to charge the costs of fleet maintenance, employee benefits, liability and property insurance and general services to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities. Net of \$4,112,246 allocated to business-type activities.	9,433,937
Change in net position of governmental activities (page 31)	\$ 27,838,591

The notes to the financial statements are an integral part of this statement.

City of Clovis
Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
General Fund
For the Year Ended June 30, 2023

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual Amounts	
REVENUE				
Property taxes	\$ 34,282,000	\$ 34,282,000	\$ 36,213,178	\$ 1,931,178
Sales taxes	31,528,000	31,528,000	30,238,078	(1,289,922)
Business license & Franchise taxes	7,080,000	7,080,000	7,125,400	45,400
Transient occupancy taxes	3,365,000	3,365,000	4,309,917	944,917
Licenses and permits	1,542,000	1,542,000	1,332,924	(209,076)
Fines and forfeitures	193,000	193,000	260,164	67,164
Use of money and property	106,000	106,000	1,247	(104,753)
From other agencies	4,664,000	4,695,000	5,962,958	1,267,958
Charges for services	6,533,000	6,533,000	7,360,447	827,447
Other revenues	7,015,000	7,015,000	6,956,431	(58,569)
Total revenues	96,308,000	96,339,000	99,760,744	3,421,744
EXPENDITURES				
Council	394,500	394,500	383,205	11,295
Clerk	414,400	437,700	405,702	31,998
Attorney	1,113,000	1,113,000	763,285	349,715
Manager	2,260,814	2,318,214	2,082,006	236,208
General services	3,578,254	3,649,154	3,522,251	126,903
Finance/Treasurer	3,862,794	3,923,594	3,547,947	375,647
Police	48,092,961	50,626,661	48,986,395	1,640,266
Fire	22,336,021	23,246,021	23,223,919	22,102
Public utilities	12,805,550	13,056,750	12,396,122	660,628
Total expenditures	94,858,294	98,765,594	95,310,832	3,454,762
Excess (deficiency) of revenues over expenditures	1,449,706	(2,426,594)	4,449,912	6,876,506
OTHER FINANCING SOURCES (USES)				
Transfers Out	(1,905,000)	(3,308,750)	(3,309,000)	(250)
Total other financing sources (uses)	(1,905,000)	(3,308,750)	(3,309,000)	(250)
Net change in fund balance	(455,294)	(5,735,344)	1,140,912	6,876,256
Fund balance-beginning	36,693,743	36,693,743	36,693,743	
Fund balance-ending	\$ 36,238,449	\$ 30,958,399	\$ 37,834,655	\$ 6,876,256

The notes to the financial statements are an integral part of this statement.

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

	Business-Type Activities-Enterprise Funds						Governmental Activities Internal Service Funds
	Major Enterprise Funds						
	Community Sanitation	Sewer Disposal	Water	Planning & Development Services	Transit	Totals	
ASSETS							
Current assets:							
Cash and investments	\$ 15,423,224	\$ 44,230,971	\$ 58,809,837	\$ 15,918,587	\$ 7,857,375	\$ 142,239,994	\$ 69,148,842
Receivables	4,720,571	3,960,185	4,640,152	59,164	30,587	13,410,659	552,974
Due from other governments	2,343	1,321	1,926	547,643	3,334,864	3,888,097	469,733
Inventories						0	949,000
Advances to other funds			6,750,000			6,750,000	0
Total current assets	20,146,138	48,192,477	70,201,915	16,525,394	11,222,826	166,288,750	71,120,549
Noncurrent assets:							
Cash with fiscal agent-bond accounts		2,212	2			2,214	11,905,025
Total restricted assets	0	2,212	2	0	0	2,214	11,905,025
Capital assets:							
Land	19,076,813	5,041,119	16,658,703			40,776,635	8,872,400
Buildings and improvements	8,750,002	176,654,886	139,477,293			324,882,181	130,588,402
Machinery and equipment	3,452,393	839,517	1,773,278	130,517	6,192,025	12,387,730	60,649,503
Less accumulated depreciation	(4,231,584)	(64,801,853)	(48,967,685)	(72,183)	(4,995,633)	(123,068,938)	(87,122,964)
Total capital assets (net of accumulated depreciation)	27,047,624	117,733,669	108,941,589	58,334	1,196,392	254,977,608	112,987,341
Intangible assets:		42,106,471	13,118,786		316,673	55,541,930	273,219
Less accumulated amortization		(23,650,175)	(3,378,528)		(51,621)	(27,080,324)	(38,711)
Total intangible assets (net of accumulated amortization)		18,456,296	9,740,258		265,052	28,461,606	234,508
Total noncurrent assets	27,047,624	136,192,177	118,681,849	58,334	1,461,444	283,441,428	125,126,874
Total assets	47,193,762	184,384,654	188,883,764	16,583,728	12,684,270	449,730,178	196,247,423
DEFERRED OUTFLOWS OF RESOURCES							
Pension related deferred outflows	3,067,142	785,052	2,204,342	3,473,354	1,911,072	11,440,962	2,747,127
Deferred loss on bond refunding			98,510			98,510	0
Total deferred outflows of resources	3,067,142	785,052	2,302,852	3,473,354	1,911,072	11,539,472	2,747,127

	Business-Type Activities-Enterprise Funds					Governmental Activities Internal Service Funds
	Major Enterprise Funds			Transit	Totals	
	Community Sanitation	Sewer Disposal	Water			
LIABILITIES						
Current liabilities:						
Accounts payable	443,816	2,045,182	1,055,774	56,954	3,644,252	3,449,731
Claims and judgments payable					0	2,548,000
Due to other governments					0	
Accrued compensated absences	117,900	26,400	78,000	41,000	376,500	70,100
Deposits and other liabilities	2,000		3,453,046		7,543,875	545,673
Unearned revenue	217,281			10,818,005	11,347,274	574,308
Subscription liability-current				103,784	103,784	56,935
Direct borrowings-current				0	0	2,293,401
Loans payable-current				0	0	264,967
Revenue bonds-current		2,555,000	2,385,000		4,940,000	285,000
Contracts payable-current		1,203,845			1,203,845	
Total current liabilities	780,997	5,830,427	6,971,820	11,019,743	29,159,530	10,088,115
Noncurrent liabilities:						
Claims and judgments payable					0	5,875,000
Accrued compensated absences	417,984	93,666	276,379	145,548	1,334,726	248,159
Advances from other funds					0	6,750,000
Direct borrowings					0	9,077,445
Loans payable					0	1,643,938
Subscription liability				117,070	117,070	58,344
Revenue bonds (net of discount/premium)		77,118,361	11,526,877		88,645,238	13,188,786
Contracts payable					0	
Landfill closure	5,345,840				5,345,840	
Net pension liability	9,691,420	2,250,129	7,007,376	5,975,175	37,799,410	9,941,147
Total noncurrent liabilities	15,455,244	79,462,156	18,810,632	6,237,793	133,242,284	46,782,819
Total liabilities	16,236,241	85,292,583	25,782,452	17,257,536	162,401,814	56,870,934
DEFERRED INFLOWS OF RESOURCES						
Lease related deferred inflows		610,189	713,345		1,323,534	175,371
Pension related deferred inflows	200,635	49,605	143,885	124,418	754,217	187,059
Deferred gain on bond refunding, net		1,660,099			1,660,099	
Total deferred inflows of resources	200,635	2,319,893	857,230	124,418	3,737,850	362,430
NET POSITION						
Net investment in capital assets	27,047,624	53,652,660	104,868,480	1,240,590	186,867,688	86,353,033
Restricted for debt service		2,212	2		2,214	11,905,025
Unrestricted (deficit)	6,776,404	43,902,358	59,678,452	(4,027,202)	108,260,084	43,503,128
Total net position	\$33,824,028	\$ 97,557,230	\$ 164,546,934	\$ (2,786,612)	295,129,986	\$141,761,186
Adjustments to reflect the consolidation of internal service fund activities related to enterprise funds.					13,878,003	
Net position of business-type activities					\$ 309,007,989	

The notes to the financial statements are an integral part of this statement.

City of Clovis
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2023

	Business-Type Activities-Enterprise Funds					Governmental Activities Internal Service Funds
	Major Enterprise Funds				Totals	
	Community Sanitation	Sewer Disposal	Water	Planning & Development Services		
Operating revenues:						
Charges for services	\$ 24,567,439	\$ 25,028,944	\$ 27,329,008	\$ 11,570,849	\$ 72,184	\$ 88,568,424
From other agencies	29,274	5,991	24,204	311,395	2,265,760	2,636,624
Other revenues	68,281	1,652	100,992	11,566		182,491
Total operating revenues	24,664,994	25,036,587	27,454,204	11,893,810	2,337,944	91,387,539
Operating expenses:						
Salaries and benefits	7,987,810	1,874,919	5,503,808	8,650,852	4,765,260	28,782,649
Services, materials and supplies	12,734,924	8,371,745	9,509,478	2,653,278	1,904,679	35,174,104
Administration	3,596,300	2,794,700	3,367,753	2,416,600	1,263,700	13,439,053
Depreciation/amortization	410,959	5,198,024	3,127,129	19,004	423,855	9,178,971
Total operating expenses	24,729,993	18,239,388	21,508,168	13,739,734	8,357,494	86,574,777
Operating income (loss)	(64,999)	6,797,199	5,946,036	(1,845,924)	(6,019,550)	4,812,762
Nonoperating revenues (expenses):						
Interest income	267,300	883,201	1,004,669	258,191	49,461	2,462,822
Net increase (decrease) in cash fair value	(27,508)	(362,448)	138,363	11,958	75,862	(163,773)
Interest expense		(2,791,184)	(575,230)			(3,366,414)
State transit funding					5,538,069	5,538,069
Legal settlement			174,092		174,092	174,092
Gain (loss) on sale of capital assets			(806)		(900)	(1,706)
Total nonoperating revenue (expense)	239,792	(2,270,431)	741,088	270,149	5,662,492	4,643,090
Income (loss) before contributions and transfers	174,793	4,526,768	6,687,124	(1,575,775)	(357,058)	9,455,852
Capital contributions		586,398	819,224			1,405,622
Transfers in	150,000			300,000		450,000
Changes in net position	324,793	5,113,166	7,506,348	(1,275,775)	(357,058)	11,311,474
Total net position-beginning	33,499,235	92,444,064	157,040,586	3,264,181	(2,429,554)	128,215,003
Total net position-ending	\$ 33,824,028	\$ 97,557,230	\$ 164,546,934	\$ 1,988,406	\$ (2,786,612)	\$ 141,761,186
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.						4,112,246
Change in net position of business-type activities (page 31)						\$ 15,423,720
						AGE

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Change in net position of business-type activities (page 31)

The notes to the financial statements are an integral part of this statement.

AGENDA ITEM NO. 9.

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City of Clovis
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2023

	Business-Type Activities-Enterprise Funds						Governmental Activities- Internal Service Funds
	Major Enterprise Funds					Totals	
	Community Sanitation	Sewer Disposal	Water	Planning & Development Services	Transit		
CASH FLOW FROM OPERATING ACTIVITIES							
Receipts from customers and users	\$ 25,198,559	\$ 25,160,974	\$ 27,515,866	\$ 11,539,455	\$ 5,135,551	\$ 94,550,405	\$ 64,789,567
Receipts for interfund services	(16,182,484)	(11,299,589)	(12,829,186)	(4,861,886)	(3,164,030)	(48,337,175)	(34,373,721)
Payments to suppliers	(7,864,279)	(1,876,056)	(5,338,210)	(7,691,713)	(4,707,426)	(27,477,684)	(22,529,450)
Payments to employees	97,554	7,642	299,287	322,963	2,265,759	2,993,205	5,916,919
Other revenues	1,249,350	11,992,971	9,647,757	(691,181)	(470,146)	21,728,751	13,803,315
Net cash provided by (used in) operating activities							
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Transfers-in from other funds	150,000			300,000		450,000	2,923,000
Advances to other funds			(6,750,000)			(6,750,000)	
Transportation funding-State	(2,343)	(1,321)	(1,926)	(162,773)	3,673,578	3,505,215	
Net cash provided by (used in) noncapital financing activities	147,657	(1,321)	(6,751,926)	137,227	3,673,578	(2,794,785)	2,923,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES							
Acquisition and construction of capital assets	(1,117,453)	(2,694,972)	(7,769,560)		(510,300)	(12,092,285)	(17,766,624)
Principal paid on loans, bonds, and capital leases		(4,165,418)	(2,431,473)		220,854	(6,376,037)	(2,909,598)
Interest paid on loans, bonds and capital leases		(2,931,414)	(554,121)			(3,485,535)	(462,097)
Proceeds from advances from other funds					0	0	6,750,000
Proceeds from sale of capital assets					0	0	241,434
Net cash by (used in) capital and related financing activities	(1,117,453)	(9,791,804)	(10,755,154)	0	(289,446)	(21,953,857)	(14,146,885)
CASH FLOWS FROM INVESTING ACTIVITIES							
Interest and dividends on investments	267,300	883,200	1,004,669	258,192	49,464	2,462,825	1,820,265
Increase/(decrease) in fair value of investments	(27,508)	(362,448)	138,363	11,958	75,862	(163,773)	(1,235,849)
Net cash provided by (used in) investing activities	239,792	520,752	1,143,032	270,150	125,326	2,299,052	584,416
Net change in cash and cash equivalents	519,346	2,720,598	(6,716,291)	(283,804)	3,039,312	(720,839)	3,163,846
Cash and cash equivalents-beginning of year	14,903,878	41,512,585	65,526,130	16,202,391	4,818,063	142,963,047	77,890,021
Cash and cash equivalents-end of year	\$ 15,423,224	\$ 44,233,183	\$ 58,809,839	\$ 15,918,587	\$ 7,857,375	\$ 142,242,208	\$ 81,053,867

AGENDA ITEM NO. 9.

Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:

	\$	(64,999)	\$	6,797,199	\$	5,946,036	\$	(1,845,924)	\$	(6,019,550)	\$	4,812,762	\$	10,269,738
Operating income (loss)														
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:														
Depreciation/amortization expense		410,959		5,198,024		3,127,129		19,004		423,855		9,178,971		6,501,584
Landfill closure expense		343,600				174,092						343,600		
Legal settlement												174,092		
(Increase)/decrease in accounts receivable		616,931		162,539		248,122		(26,416)		(12,702)		988,474		(55,447)
(Increase)/decrease in due from other governments												0		(453,207)
(Increase)/decrease in inventories												0		(41,000)
(Increase)/decrease in deferred outflows - pension		(2,046,804)		(525,024)		(1,438,279)		(2,001,555)		(1,269,824)		(7,281,486)		(1,713,095)
(Increase)/decrease in prepaid items												0		(18,000)
Increase/(decrease) in accounts payable		(195,461)		(133,145)		(69,123)		(129,172)		4,348		(522,553)		(549,849)
Increase/(decrease) in due to other governments										(3,171)		(3,171)		
Increase/(decrease) in accrued compensated absences		53,872		4,943		44,735		56,514		9,147		169,211		42,931
Increase/(decrease) in unearned revenue		14,189						(4,978)		5,079,240		5,088,451		(1,962,775)
Increase/(decrease) in claims and judgments payable												0		(298,000)
Increase/(decrease) in deposits		600				117,167		337,166				454,933		
Increase/(decrease) in net pension liability		4,315,100		1,056,759		3,187,212		6,008,624		2,689,317		17,257,012		4,396,388
Increase/(decrease) in deferred inflows - lease				(30,509)		(61,264)						(91,773)		(58,457)
Increase/(decrease) in deferred inflows - pension		(2,198,637)		(537,815)		(1,628,070)		(3,104,444)		(1,370,806)		(8,839,772)		(2,257,496)
Total adjustments		1,314,349		5,195,772		3,701,721		1,154,743		5,549,404		16,915,989		3,533,577
Net cash provided by (used in) operating activities		\$ 1,249,350		\$ 11,992,971		\$ 9,647,757		\$ (691,181)		\$ (470,146)		\$ 21,728,751		\$ 13,803,315

Noncash investing, capital, and financing activities:

During the year the Sewer Disposal Fund, an enterprise fund, received \$586,398 in donated assets.

During the year the Water Fund, an enterprise fund, received \$819,224 in donated assets.

The notes to the financial statements are an integral part of this statement.

City of Clovis
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2023

	Redevelopment Successor Agency Private- Purpose Trust Fund	Custodial Funds
ASSETS		
Cash and investments	\$ 964,757	\$ 185,015
Cash with agent-restricted	1,042,953	
Receivables		1,107
Prepaid items	139,646	
Capital assets (net of accumulated depreciation)	10,669,595	
Total assets	<u>12,816,951</u>	<u>186,122</u>
LIABILITIES		
Accounts payable	180,800	
Deposits and other liabilities		474
Tax allocation bonds payable	<u>9,422,786</u>	
Total liabilities	<u>9,603,586</u>	<u>474</u>
NET POSITION		
Restricted for:		
Held in trust for Redevelopment Successor Agency Fund	3,213,365	
Individuals, organizations, and other governments		185,648
Total net position	<u>\$ 3,213,365</u>	<u>\$ 185,648</u>

The notes to the financial statements are an integral part of this statement.

City of Clovis
Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2023

	Redevelopment Successor Agency Private- Purpose Trust Fund	Custodial Funds
ADDITIONS		
Property taxes	\$ 1,427,037	
Special assessment tax		\$ 76,071
Interest	5,688	3,493
Total additions	<u>1,432,725</u>	<u>79,564</u>
DEDUCTIONS		
Services, materials and supplies	10,000	
Administration	10,000	
Depreciation/amortization	75,563	
Interest and other fiscal charges	468,878	
Community development		75,264
Total deductions	<u>564,441</u>	<u>75,264</u>
Net increase (decrease) in fiduciary net position	868,284	4,300
Net position-beginning	2,345,081	181,348
Net position-ending	<u><u>\$ 3,213,365</u></u>	<u><u>\$ 185,648</u></u>

The notes to the financial statements are an integral part of this statement.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

I. Summary of significant accounting policies

A. Reporting entity

The City of Clovis, California (City) was incorporated on February 27, 1912 as a general law city of the State of California, and as such can exercise the powers specified by the constitution and laws of the State of California. The City is governed by an elected five-member City Council under the administration of an appointed City Manager. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended components units, although legally separate entities, are, in substance, part of the government's operations.

1. Blended component units

Although the following are legally separate from the City, they have been "blended" as though they are part of the City because the component unit's governing body is substantially the same as the City's and there is a financial benefit or burden relationship between the City and the component unit; management of the City has operational responsibilities for the component unit; and/or the component units provide services entirely, or almost entirely, to the City or otherwise exclusively, or almost exclusively, benefits the City, even though it does not provide services directly.

The Clovis Municipal Development Corporation (Corporation) was established by the Clovis City Council in January 1985 to handle the City's and the Clovis Community Development Agency's development of property. There were no assets, liabilities, equity or activity to report for the current or prior fiscal years.

The Clovis Public Financing Authority (Authority) was established by the Clovis City Council in July 1991 to facilitate the issuance of the City's debt. There were no assets, liabilities, equity or other activity to report for the current or prior fiscal years.

2. Fiduciary activities

The City presents its fiduciary activity information for assessing its accountability and financial reporting of the City in their role as fiduciaries. The definition of a "fiduciary" is a person or organization that acts on behalf of another person or persons to manage assets. Fiduciary responsibility refers to the obligation that one party has in relationship with another one to act entirely on the other party's behalf and best interest. It is considered to be the standard of highest care.

B. Government-wide and fund financial statements

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

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

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

C. Measurement focus, basis of accounting, and financial statement presentation

The basic financial statements of the City have been prepared in conformity with accounting principles generally accepted of the United States of America (U.S. GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting.

The government-wide, proprietary fund, and fiduciary fund financial statements are reported using the “*economic resources*” measurement focus and 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. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirement imposed by the provider have been met.

Governmental fund financial statements are reported using the “*current financial resources*” measurement focus and the modified accrual basis of accounting. Revenues are recognized when they have been earned and they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service principal and interest expenditures on general long-term debt, including lease liabilities, as well as expenditures related to compensated absences, and claims and judgments, postemployment benefits and environmental obligations are recognized later based on specific accounting rules applicable to each, generally when payment is due. General capital asset acquisitions, including entering into contracts giving the City the right to use lease assets, are reported as expenditures in governmental funds. Issuance of long-term debt and financing through leases are reported as other financing sources.

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

The City reports the following major governmental funds:

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

The local transportation fund accounts for the City’s share of Transportation Development Act (SB 325) funds allocated by the State that are restricted to expenditures for capital street improvements and maintenance and for the deposits by developers for special street improvement projects.

The City reports the following major proprietary funds:

The community sanitation fund accounts for the activities of the City’s refuse collection and disposal operations, landfill operations and street sweeping operations.

The sewer disposal fund accounts for the activities of the City’s sanitary sewer system operations.

The water fund accounts for the activities of the City’s water production and distribution operations.

The planning and development services fund accounts for the activities of the City’s engineering operations.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

The transit fund accounts for the activities of the City's transit operations.

Additionally, the City reports the following fund types:

Internal service funds account for general liability and property damage insurance, fleet management services, retirement, workers' compensation, and health, unemployment and Medicare insurance, facility maintenance and enhancement, telecommunication and information technology, and other general services provided to other departments or agencies of the City on cost reimbursement bases.

Custodial funds account for assets held by the City for, certain special assessments collected and distributed on behalf of the districts.

Private-purpose trust funds are used to account for the assets of the former Clovis Community Development Agency during the wind down period.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. The exception to this general rule is payments-in-lieu of taxes. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary fund's principal ongoing operations. The principal operating revenues of the community sanitation enterprise fund, of the sewer enterprise fund, of the water enterprise fund and of the City's internal service funds are charges to customers for sales and services. The sewer enterprise fund and the water enterprise fund also recognize as operating revenue the portion of developer fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

D. Assets, liabilities, deferred outflows/inflows, and net position/fund balance

1. Cash and investments

The City maintains a cash and investment pool that is available for use by all funds. This pool utilizes investments authorized by the Government Code and is further defined by the City's investment policy that is reviewed annually by the City Council.

Highly liquid market investments with maturities of 1 year or less at the time of purchase are stated at amortized cost. All other investments are stated at fair value. Market value is used as fair value for the securities for which market quotations are readily available.

Authorized investments include deposits in the State of California administered Local Agency Investment Fund, insured certificates of deposits, collateralized certificates of deposits, commercial paper, bankers acceptances, medium term notes, money market mutual funds and securities backed by the U.S. Government. All investments are stated at fair value.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

Interest income earned as a result of pooling is distributed to the appropriate funds based on month end cash balances in each fund. Interest income from cash and investments with fiscal agents and deferred compensation is credited directly to the related fund.

For purposes of the statement of cash flows, the City considers short term and highly liquid investments (including restricted assets) to be cash and cash equivalents.

The City invests its excess cash principally in U.S. Government Securities, U.S. Treasuries and the State of California Local Agency Investment Fund (LAIF). Investments in the LAIF are available for withdrawal on demand.

The City is also required to deposit funds with fiscal agents under the provisions of Revenue Bonds, Contracts and/or Lease Agreements. These funds are invested by the fiscal agent in instruments generally more restrictive than the City's investment policy.

U.S. GAAP defines fair values, establishes a framework for measuring fair value and establishes disclosures about fair value measurement. Investments, unless otherwise specified, recorded fair value in the Statement of Net Position/Balance Sheet, are categorized based upon the level of judgment associated with the inputs used to measure their fair value. Levels of inputs are as follows:

Level 1 – Inputs are unadjusted, quoted prices for identical assets and liabilities in active markets at the measurement date.

Level 2 – Inputs, other than quoted prices included in Level 1, that are observable for the assets or liabilities through corroboration with market data at the measurement date.

Level 3 – Unobservable inputs that reflect management's best estimate of what market participants would use in pricing the assets or liabilities at the measurement date.

2. Receivables

Billed but unpaid services provided to individuals or non-governmental entities are recorded as "receivables." Services provided to other governmental entities are recorded as "due from other governments." The City's utility enterprise funds include an estimated amount for services rendered but not yet billed as of June 30, 2023, determined by prorating the July 2023 bi-monthly billing.

The City has not experienced any material write-off of receivables; and therefore, an "allowance for bad debts" is not included on the City's balance sheet or statement of net position.

3. Interfund receivables/payables

During the course of operations, interfund receivables and payables transactions arise. These receivables and payables are classified as "due from other funds" or "due to other funds" on the fund financial statements. On the government-wide statement of net position, the "internal balances" represents the amounts receivable/payable between business-type activities and governmental activities. All other interfund transactions have been eliminated on the statement of net position.

4. Inventories

Inventories, consisting of fuel and vehicle parts, are valued at cost.

5. Capital assets/intangible assets

Capital assets, which include property, plant, equipment, right to use and infrastructure assets (roadways), are reported in the applicable governmental or business-type activities columns in the government-wide financial

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$10,000, and an estimated useful life of at least three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated assets are recorded at estimated acquisition value at the date donated. Intangible assets are valued at historical cost.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Intangible assets include the purchase of sewer capacity rights and water entitlement rights. The City purchased sewer capacity rights from the City of Fresno at the Fresno Regional Waste Water Treatment Plant. The total amount of \$42,106,471 is reported in the City's Sewer Disposal Enterprise Fund. The City purchased water entitlement rights from the Fresno Irrigation District for surface water. The total amount of \$13,118,786 reported in the City's Water Enterprise Fund.

Donated assets include developer donated land as well as the improvements on the land including streets, curbs and gutters, sidewalks, street lighting and landscaping. Included in the total amount of capital grants and contributions on the government-wide statement of activities is \$8,961,489 of developer donated assets.

Property, plant and equipment of the primary government is depreciated over the estimated useful lives using the straight-line method, half-year convention. Estimated useful lives are as follows:

Distribution Systems	50 years
Roadways	50
Buildings	20-40
Vehicles	5-20
Right to use	5-35
Other Equipment	3-10

Amortization of intangibles is computed over 40 years using the straight-line method, half-year convention. As the life of the rights have a life of 40 years.

6. Compensated absences

The liability for vested leave (vacation, compensated time off, holiday) earned but not used in governmental funds is expensed and established as a liability and is reported in the government-wide statement of net position in the governmental activities column. Vested leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue. No liability is recorded for non-vesting leave such as sick leave.

7. Long-term liabilities

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term liabilities and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when incurred.

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

8. Unearned Revenue

For the Government-wide Financial Statements, unearned revenue is recognized in connection with a transaction before the earnings process is completed.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

For the Governmental Fund Financial Statements, unearned revenues arise when potential revenues do not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues also arise when the government receives resources before it has a legal claim to them, as when grant monies are received prior to incurring qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the government has a legal claim to the resources, unearned revenues are removed from the balance sheet and revenue is recognized.

9. Pensions

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

The following timeframes are used for pension plan reporting:

CalPERS

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

Gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time. The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense. The amortization period differs depending on the source of the gain or loss. The difference between projected and actual earnings is amortized straight-line over 5 years. All other amounts are amortized straight-line over the average expected remaining service lives of all members that are provided with benefits (active, inactive, and retired) as of the beginning of the measurement period.

10. Fund balances

In the fund financial statements, governmental funds report components of fund balance based on constraints on the specific purposes for which amounts can be spent. "Nonspendable" fund balance is not in a spendable form or has a requirement to maintain intact. "Restricted" fund balance has externally enforceable limitations on its use such as restrictions from outside parties such as creditors, grantors, contributors, laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. "Committed" fund balance is constrained by limits imposed by the government's highest level of decision-making and can only be removed or modified by a formal action by that authority. "Assigned" fund balance is limited by City Council, the City Manager or the designated department head as delegated by City Council. "Unassigned" fund balance is the residual net resources.

The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than the general fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

The City will spend the funds restricted for their purpose within those funds first followed by assigned funds for their intended purposes prior to spending any unassigned funds. The City Council has established a target of a minimum unassigned fund balance for any operational fund is 10% of the budgeted expenditures with the goal for unassigned fund balance of up to 15% of budgeted expenditures unless capital borrowing or extraordinary fiscal conditions require higher levels of unassigned fund balance be maintained.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

The local transportation fund is the City's only major capital project fund. This fund accounts for the capital street projects paid for out of the City's share of Transportation Development Act (SB 325) funds allocated by the state, 1/2 cent sales tax for transportation, Special Gas Tax Select Street funds, and federal funding sources under the Federal Intermodal Surface Transportation Efficiency Act. In addition, funds are transferred from the Developer Trust Fund as reimbursements are made for developer-financed projects.

11. Net Position

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

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

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

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

When expenses are incurred for purposes for which both restricted and unrestricted components of net position are available, the City's policy is to apply the restricted component of net position first, then the unrestricted component of net position as needed.

12. Use of estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

13. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position includes a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has two items that qualify for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position, and deferred amounts related to pension. The deferred charge on refunding resulted from the difference between 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. The deferred amounts related to pension relate differences between estimated and actual investment earnings, changes in actuarial assumptions, and other pension related changes.

14. Leases

Lessee: The City has a policy to recognize a lease liability and a right-to-use lease asset (lease asset) in the government-wide financial statements. The City recognizes lease liabilities with an initial, individual value of \$10,000 or more.

At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

Key estimates and judgments related to leases include how the City determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure any lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported as right to use along with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Lessor: The City is a lessor for a leases of a building and land at four locations. The City recognizes a lease receivable and a deferred inflows of resources in both the government-wide and fund financial statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflows of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflows of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the City determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The City monitors changes in circumstances that would require a remeasurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

15. Subscription Based Information Technology Arrangements (SBITA)

The City has a policy to recognize a subscription liability and a right-to-use subscription asset (subscription asset) in the government-wide financial statements and proprietary fund financial statements. The City recognizes subscription liabilities with an initial, individual value of \$10,000 or more with a subscription term greater than one year. Variable payments based on future performance of the City, usage of the underlying IT asset, or number of user seats are not included in the measurement of the subscription liability, rather, those variable payments are recognized as outflows of resources (expenses) in the period the obligation for those payments is incurred.

At the commencement of a SBITA, the City initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of subscription payments made.

Subscription assets are recorded at the amount of the initial measurement of the subscription liabilities, less any payments made to the SBITA vendor before the commencement of the subscription term, and capitalizable initial implementation cost, less any incentives received from the SBITA vendor at or before the commencement of the subscription term.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

Costs associated with a SBITA, other than the subscription payments, are accounted for as follows:

- **Preliminary Project Stage:** Outlays are expensed as incurred.
- **Initial Implementation Stage:** Outlays are capitalized as an addition to the subscription asset.
- **Operation and Additional Implementation Stage:** Outlays are expensed as incurred unless they meet specific capitalization criteria.

Upon adoption, the City elected to exclude the capitalizable outlays associated with the initial implementation stage and the operation and additional implementation stage that were incurred prior to the implementation of this Statement in the measurement of subscription assets as of July 1, 2022.

Subscription assets are reported in capital assets and subscription liabilities are reported with long-term liabilities on the statement of net position.

Subscription assets are amortized using the straight-line method over the shorter of the subscription term or the useful life of the underlying IT asset, unless the subscription contains a purchase option that the City has determined is reasonably certain of being exercised. In this case, the subscription asset is amortized over the useful life of the underlying IT asset.

Key estimates and judgments related to SBITA include how the City determines (1) the discount rate it uses to discount the expected subscription payments to present value, (2) subscription term, and (3) subscription payments.

- The City uses the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for SBITA.
- The subscription term includes the noncancellable period of the SBITA. Subscription payments included in the measurement of the subscription liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

The City monitors changes in circumstances that would require a remeasurement of its subscription liability and will remeasure if certain changes occur that are expected to significantly affect the amount of the subscription liability.

16. Implementation of New GASB Pronouncements

The requirements of the following accounting standards are effective for the purpose of implementation, if applicable to the City, for the year ended June 30, 2023. The financial statements included herein apply the requirements and provisions of these statements, including necessary retroactive adjustments to financial statement classifications and presentations.

Implementation of New GASB Pronouncements for the Year Ended June 30, 2023:

GASB Statement No. 91

In May 2019, GASB issued Statement No. 91, Conduit Debt Obligations. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. Application of this statement is effective for the City's fiscal year ending June 30, 2023.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

GASB Statement No. 94

In March 2020, GASB issued Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements. The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. Application of this statement is effective for the City's fiscal year ending June 30, 2023.

GASB Statement No. 96

In May 2020, GASB issued Statement No. 96, Subscription-Based Information Technology Arrangements. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. Application of this statement is effective for The City's fiscal year ending June 30, 2023. See Note F.

GASB Statement No. 99

In April 2022, GASB issued Statement No. 99, Omnibus 2022. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. Application of this statement is effective for The City's fiscal year ending June 30, 2023.

Upcoming Governmental Accounting Standards Implementation:

GASB Statement No. 100

In June 2022, GASB issued Statement No. 100, Accounting Changes and Error Corrections – an Amendment of GASB Statement No. 62. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. Application of this statement is effective for The City's fiscal year ending June 30, 2024.

GASB Statement No. 101

In June 2022, GASB issued Statement No. 101, Compensated Absences. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. Application of this statement is effective for The City's fiscal year ending June 30, 2025.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

II. Reconciliation of government-wide and fund financial statements

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The governmental fund balance sheet includes a reconciliation between *fund balance-total governmental funds* and *net position-governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this (\$98,448,699) difference are as follows:

Pension related items of \$100,550,602 (net of \$7,381,079 reported in Internal Service Funds)	\$ 93,169,523
Accrued compensated absences of \$5,597,437 (net of \$318,261 reported in Internal Service Funds)	<u>5,279,176</u>
Net adjustment to reduce <i>fund balance-total governmental funds</i> to arrive at <i>net position-governmental activities</i>	<u>\$ 98,448,699</u>

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances-total governmental funds and changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.”

The details of this \$14,631,462 difference are as follows:

Capital Outlay	\$ 27,957,286
Depreciation/amortization expense (net of \$6,501,584 reported in Internal Service Funds)	<u>(13,325,824)</u>
Net adjustment to decrease <i>net changes in fund balance-total governmental</i> funds to arrive at <i>changes in net position-governmental activities</i>	<u>\$ 14,631,462</u>

Another element of that reconciliation states that “The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net position.” Donated capital assets increase net position in the statement of activities, but do not appear in the governmental funds because they are not financial resources.

The details of this \$27,957,286 difference are as follows:

General government capital asset additions	\$ 53,279,777
Internal service fund capital asset additions	(17,766,624)
Donated capital asset additions	<u>(7,555,867)</u>
Net capital outlay	<u>\$ 27,957,286</u>

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

Another element of that reconciliation states that “Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.” The details of this \$2,997,825 difference are as follows:

Pension related items (Net of \$425,796 reported in Internal Service Funds)	\$ 2,274,041
Compensated absences (Net of \$42,931 reported in Internal Service Funds)	<u>723,784</u>
Net adjustment to decrease <i>net changes in fund balance-total governmental funds</i> to arrive at <i>changes in net position-governmental activities</i>	<u><u>\$ 2,997,825</u></u>

III. Stewardship, compliance, and accountability

A. Budgetary information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. All annual appropriations lapse at fiscal year-end.

On or before the second week of March of each year, all departments of the City submit request for appropriations to the City Manager so that a budget may be prepared. On or before the third Monday in May, the proposed budget is presented to the City council for review. The council holds public hearings and a final budget must be adopted no later than June 30.

The appropriated budget is prepared by fund and department. The City Manager may make transfers of appropriations between departments within a specific fund of up to \$5,000 and up to \$2,500 from any established reserves. Transfers in excess of those amounts require council action. No action is required at any level lower than the department level. The legal level of budgetary control is the department level. During the year, supplementary appropriations approved by the council were necessary for some departments.

B. Deficit fund equity

Government-Wide Financial Statements

At June 30, 2023, deficit unrestricted net position was reported for governmental activities in the amount of \$(32,488,154). The deficit is the result of reporting net pension liabilities of \$136,924,836 in the government-wide financial statements. City management believes the present cash aggregate position of the General Fund is adequate to meet current needs.

Proprietary Funds

The Transit Fund has a deficit net position of \$(2,786,612) as of June 30, 2023. The deficit is the result of reporting net pension liabilities of \$5,975,175 in the proprietary fund financial statements. City management believes the present cash aggregate position of the Transit Fund is adequate to meet current needs.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

IV. Detailed notes on all funds

A. Cash and investments

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

Primary Government:	
Cash and investments	\$ 317,819,433
Cash and investments - restricted	12,114,939
Fiduciary funds:	
Cash and investments	1,149,772
Cash and investments with agent - restricted	1,042,953
Total cash and investments	<u>\$ 332,127,097</u>

Fair value of cash and investments based on quoted market prices. The City categorizes its fair value measurements within the fair value hierarchy established by GASB Statement No. 72 *Fair Value Measurement and Application*. This hierarchy recognizes three tiers, outlined as follows:

- Level 1: Investments reflect prices quoted in active markets;
- Level 2: Investments reflect prices that are based on a similar observable asset either directly or indirectly, which may include inputs in markets that are not considered to be active; and,
- Level 3: Investments reflect prices based upon unobservable sources.

The table below presents the fair value measurements of investments recognized in the accompanying statements of net position at June 30, 2023:

	Fair Value	Measurement Input
Cash on hand	\$ 8,085	N/A
Deposit with financial institution	5,044,678	
Investments:		
Money Market Funds	28,879,606	N/A
Certificates of Deposit	25,495,000	N/A
Municipal Securities	59,050,000	N/A
U.S. Agency Securities	125,491,836	Level 2
Local Agency Investment Fund (LAIF)	75,000,000	N/A
Held by Bond Trustee:		
Money Market Funds	<u>13,157,892</u>	N/A
Total	<u>\$ 332,127,097</u>	

Investment securities classified in Level 2 of the fair value hierarchy are valued using prices determined by the use of matrix pricing techniques maintained by the pricing vendors for these securities. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio or Amount*	Maximum Investment or One Issuer or Amount
U.S. Treasury Obligations	3 years	None	None
U.S. Agency Securities	3 years	None	None
Bankers Acceptances	180 days	30%	30%
Commercial Paper	270 days	15%	10%
Negotiable Certificates of Deposit	3 years	30%	Legal Limit
Repurchase Agreements	1 year	None	None
Medium-Term Notes	3 years	30%	None
Qualified Mutual Funds	N/A	\$2,000,000	\$2,000,000
Money Market Accounts	N/A	\$10,000,000	\$10,000,000
Local Agency Investment Fund (LAIF)	N/A	None	None

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

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

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. The City monitors the interest rate risk inherent in its portfolio by measuring the weighted average maturity of its portfolio. The City investment policy states that no investment can have a maturity in excess of three years unless approved by the City Manager.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment or One Issuer
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
Bankers Acceptances	180 days	30%	30%
Commercial Paper	270 days	15%	10%
Qualified Mutual Funds	N/A	None	None
Money Market Accounts	N/A	None	None
Local Agency Investment Fund (LAIF)	N/A	None	None

Investments with Fair Values Highly Sensitive to Interest Rate Fluctuations. The City's investments do not include any investments that are highly sensitive to interest rate fluctuations (to a greater degree than already indicated in the information provided above).

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

Investment Type	Amount	Weighted Average Maturity (in years)
Money Market Funds	\$ 28,879,606	N/A
Municipal Securities	59,050,000	2.91
Certificates of Deposit	25,495,000	1.67
U.S. Agency Securities	125,491,836	2.20
Local Agency Investment Fund (LAIF)	75,000,000	N/A
Held by Bond Trustee:		
Money Market Funds	13,157,892	N/A
Total	<u>\$ 327,074,334</u>	

Concentration of Credit Risk. The investment policy of the City contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. Investments in any one issuer (other than U.S. Treasury securities and external investment pools) that represent 5% or more of total City of Clovis' investments are as follows:

Issuer	Investment Type	Reported Amount	Percent of Total Invested
Federal Farm Credit Banks	Federal Agency Securities	\$ 29,500,000	20.7%
Federal Home Loan Banks	Federal Agency Securities	100,685,000	70.8%
Federal National Mortgage Assoc.	Federal Agency Securities	3,000,000	2.11%
Federal Agricultural Mort. Corp.	Federal Agency Securities	9,000,000	6.3%
		<u>\$ 142,185,000</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 broker or dealer to a transaction, a government will not be able to recover the value of its investments 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 provisions for deposits: The California Government Code requires that a financial institution secure deposits made by state or local government 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 market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

As of June 30, 2023, no City's deposits with financial institutions in excess of federal depository insurance limits were held in uncollateralized accounts. In addition, as of June 30, 2023, no investments were held by the same broker dealer (counterparty) that was used by the City to purchase the securities.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

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. As of year-end, the average life-month end maturity of the investments contained in the LAIF investment pool is approximately 260.

Investment in State Investment Pool. The City's investments with Local Agency Investment Fund (LAIF) at June 30, 2023 included a portion of the pooled funds invested in Structured Notes and Assets-Backed Securities. These investments included the following:

Structured Notes are debt securities (other than asset-backed securities) whose cash flow characteristics (coupon rate, redemption amount, or stated maturity) depend upon one or more indices and/or that have embedded forwards or options.

Asset-Backed Securities, the bulk of which are mortgage-backed securities, entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (such as CMO's) or credit card receivables.

As of June 30, 2023, the City had \$75,000,000 invested in LAIF, which had invested 1.46% of the pool investment funds in Structured Notes and Medium-term Asset-Backed Securities and 1.32% of pool investment funds in Short-term Asset-Backed Commercial Paper.

The fair value of the City's position in the LAIF pool is the same as the value of the pool shares.

The Pooled Money Investment Board provides oversight to the State Treasurer's pooled investment program. The purpose of the board is to design and administer an effective cash management and investment program, using all monies flowing through the State Treasurer's Office bank accounts and keeping all available funds invested in a manner consistent with the goals of safety, liquidity, and yield. The Pooled Money Investment Board is comprised of the State Treasurer as chair, the State Controller, and the Director of Finance. The investment program is not registered with the Securities and Exchange Commission as an investment company.

The State Treasurer's Office reports its investments at fair value. The fair value of securities in the State Treasurer's pooled investment program generally is based on quoted market prices. The value of the deposits in the State Treasurer's pooled investment program, including the Local Agency Investment Fund, is equal to the dollars deposited in the program.

Certain funds have elected to participate in the pooled investment program even though they have the authority to make their own investments. Others may be required by legislation to participate in the program; as a result, the deposits of these funds or accounts may be considered involuntary. However, these funds or accounts are part of the State's reporting entity. The remaining participation in the pool, the Local Agency Investment Fund, is voluntary.

B. Property taxes

Secured property taxes become a lien on the property as of January 1 and are levied in two equal installments: the first due November 1 and delinquent on December 11, and the second due February 1 and delinquent April 11. Property taxes on unsecured property are due on the lien date of March 1 and become delinquent on September 1. The County of Fresno is responsible for the assessment, collection and apportionment for all jurisdictions within the County, including the City.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

C. Receivables

Receivables as of June 30, 2023 for the City's individual major funds and nonmajor, internal service, and fiduciary funds in the aggregate, are as follows:

	General	Local Transportation	Nonmajor Funds	Total Governmental Funds	Internal Service Funds	Fiduciary Funds
Interest	\$ 94,781	\$ 166,278	\$ 43,450	\$ 304,509	\$ 185,704	\$ 487
Taxes	892,791		9,224	902,015		620
Loans	-	36,666	3,359,590	3,396,256	36,470	
Accounts	2,880,937	183,999	56,530	3,121,466	140,636	
Leases					190,164	
	<u>\$ 3,868,509</u>	<u>\$ 386,943</u>	<u>\$ 3,468,794</u>	<u>\$ 7,724,246</u>	<u>\$ 552,974</u>	<u>\$ 1,107</u>

	Community Sanitation	Sewer Disposal	Water	Planning & Development Services	Transit	Total Proprietary Funds
Interest	\$ 43,404	\$ 122,028	\$ 160,707	\$ 42,917	\$ 22,361	\$ 391,417
Loans		20,537	8,663			29,200
Accounts	4,677,167	3,140,665	3,685,034	16,247	8,226	11,527,339
Leases		676,955	785,748			1,462,703
	<u>\$ 4,720,571</u>	<u>\$ 3,960,185</u>	<u>\$ 4,640,152</u>	<u>\$ 59,164</u>	<u>\$ 30,587</u>	<u>\$ 13,410,659</u>

Lease receivables consists of agreements with cellular network companies and Pacific Gas & Electric for the right to use land at various locations throughout the City. The terms of these arrangements range from 6 to 23 years and the interest rate on these is calculated at the City's fiscal year 2023 borrowing rate of 2.475%. This is the All-in True Interest Cost rate derived from the City's most recent bond issuance from fiscal year 2021.

D. Interfund receivables, payables and transfers

Interfund balances for the purpose of the government-wide financial statements have been eliminated. The composition of interfund balances in the fund level statements for the year ended June 30, 2023, is as follows:

Interfund transfers:

Transfers In	Transfers Out	Purpose	Amount
Community Sanitation Fund	Nonmajor Governmental Fund	Development capital cost	\$ 150,000
Internal Service Fund	Local Transportation Fund	Capital projects	18,000
Nonmajor Governmental Fund	Local Transportation Fund	Capital projects	24,000
Local Transportation Fund	General Fund	Capital projects	104,000
Internal Service Fund	General Fund	Capital projects	1,913,000
Internal Service Fund	General Fund	Fleet replacement costs	992,000
Planning & Development Services Fund	General Fund	Operating costs	300,000
	Total transfers		<u>\$ 3,501,000</u>

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

Interfund receivables/payables:

Advances To	Advances From	Purpose	Total Amount
Internal Service Fund	Water Fund	Advance for capital project	\$ 6,750,000

E. Capital assets and intangible assets

Summary of changes in capital and intangible assets for the year ended June 30, 2023 was as follows:

	Beginning Balance	Additions	Retirements/ Adjustments	Ending Balance
Government activities:				
Capital assets, not being depreciated:				
Land	\$ 276,760,989	\$ 3,968,425		\$ 280,729,414
Capital assets, being depreciated:				
Buildings and improvements	147,045,184	15,800,242		162,845,426
Direct borrowing buildings	17,879,458			17,879,458
Machinery and equipment	51,399,851	6,018,579	\$ (2,133,687)	55,284,743
Direct borrowing equipment	8,458,716			8,458,716
Road network	422,360,355	27,219,312		449,579,667
Total capital assets being depreciated	647,143,564	49,038,133	(2,133,687)	694,048,010
Less accumulated depreciation for				
Buildings and improvements	(52,684,702)	(4,161,046)		(56,845,748)
Direct borrowing buildings	(6,554,265)	(617,464)		(7,171,729)
Machinery and equipment	(36,829,269)	(2,397,939)	2,012,384	(37,214,824)
Direct borrowing equipment	(5,163,493)	(639,746)		(5,803,239)
Road network	(160,912,525)	(11,972,502)		(172,885,027)
Total accumulated depreciation	(262,144,254)	(19,788,697)	2,012,384	(279,920,567)
Total capital assets, being depreciated, net	384,999,310	29,249,436	(121,303)	414,127,443
Intangible assets, being amortized:				
Software		102,380		102,380
Subscription assets		170,839		170,839
Total intangible assets being amortized		273,219		273,219
Less accumulated amortization for				
Software		(10,238)		(10,238)
Subscription assets		(28,473)		(28,473)
Total accumulated amortization		(38,711)		(38,711)
Total intangible assets, being amortized, net		234,508		234,508
Governmental activities capital assets, net	\$ 661,760,299	\$ 33,452,369	\$ (121,303)	\$ 695,091,365

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

	Beginning Balance	Additions	Retirements	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 38,062,150	\$ 2,714,485		\$ 40,776,635
Capital assets, being depreciated:				
Buildings and improvements	317,311,030	7,571,151		324,882,181
Machinery and equipment	12,109,988	311,853	(34,111)	12,387,730
Total capital assets being depreciated	329,421,018	7,883,004	(34,111)	337,269,911
Less accumulated depreciation for				
Buildings and improvements	(106,763,689)	(6,903,967)		(113,667,656)
Machinery and equipment	(8,686,390)	(747,297)	32,405	(9,401,282)
Total accumulated depreciation	(115,450,079)	(7,651,264)	32,405	(123,068,938)
Total capital assets, being depreciated, net	213,970,939	231,740	(1,706)	214,200,973
Intangible assets, being amortized:				
Water and sewer rights	52,641,512	2,583,745		55,225,257
Subscription assets		316,673		316,673
Total intangible assets being amortized	52,641,512	2,900,418		55,541,930
Less accumulated amortization for				
Water and sewer rights	(25,552,617)	(1,476,086)		(27,028,703)
Subscription assets		(51,621)		(51,621)
Total accumulated amortization	(25,552,617)	(1,527,707)		(27,080,324)
Total intangible assets being amortized, net	27,088,895	1,372,711		28,461,606
Business-type activities capital assets, net	\$ 279,121,984	\$ 4,318,936	\$ (1,706)	\$ 283,439,214

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

Depreciation/amortization expense was charged to functions as follows:

Governmental activities depreciation/amortization:

General government	\$ 64,923
Public safety	67,569
Transportation	12,051,574
Community Development	58,506
Cultural and recreation	1,083,252
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the asset	<u>6,501,584</u>

Total governmental activities depreciation/amortization expense	<u><u>\$ 19,827,408</u></u>
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Business-type activities depreciation/amortization:

Community Sanitation	\$ 410,959
Sewer Disposal	5,198,024
Water	3,127,129
Planning & Development Services	19,004
Transit	<u>423,855</u>

Total business-type activities depreciation/amortization expense	<u><u>\$ 9,178,971</u></u>
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Donated assets to governmental activities consisted of \$7,555,867 of which the majority is donated to the City by developers for streets. Donated assets to business-type activities consisted of \$1,405,622, which represents sewer and water infrastructure donated by developers.

Fiduciary funds capital assets

	Beginning Balance	Additions	Retirements	Ending Balance
Capital assets, not being depreciated:				
Land	<u>\$ 9,087,336</u>			<u>\$ 9,087,336</u>
Capital assets, being depreciated:				
Buildings and improvements	<u>2,687,521</u>			<u>2,687,521</u>
Total capital assets being depreciated	<u>2,687,521</u>			<u>2,687,521</u>
Less accumulated depreciation for				
Buildings and improvements	<u>(1,029,699)</u>	<u>\$ (75,563)</u>		<u>(1,105,262)</u>
Total accumulated depreciation	<u>(1,029,699)</u>	<u>(75,563)</u>		<u>(1,105,262)</u>
Total capital assets, being depreciated, net	<u>1,657,822</u>	<u>(75,563)</u>		<u>1,582,259</u>
Fiduciary funds				
capital assets, net	<u><u>\$ 10,745,158</u></u>	<u><u>\$ (75,563)</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 10,669,595</u></u>

Depreciation expense for the year ended June 30, 2023 was \$75,563.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

F. Long-term liabilities

Summary of changes in long-term liabilities for the year ended June 30, 2023 was as follows:

	Balance 7/1/2022	Additions	Reductions	Balance 6/30/2023	Classification	
					Due in One Year	Due in more than One Year
Governmental Activities:						
Revenue bonds	\$ 13,205,000	\$ 0	\$ (280,000)	\$ 12,925,000	\$ 285,000	\$ 12,640,000
Less deferred amounts:						
(Discounts)/premiums	568,862		(20,078)	548,784		548,784
Total bonds payable	13,773,862	0	(300,078)	13,473,784	285,000	13,188,784
Loans payable	2,170,424		(261,519)	1,908,905	264,966	1,643,939
Direct borrowings	13,834,128	0	(2,463,282)	11,370,846	2,293,402	9,077,444
Deposits & other liabilities	37,826,477	13,616,246	(4,260,138)	47,182,585	47,182,585	
Claims and judgments	8,721,000	3,505,506	(3,803,506)	8,423,000	2,548,000	5,875,000
Subscription liability	0	170,839	(55,560)	115,279	56,935	58,344
Compensated absences	4,830,722	3,115,108	(2,348,393)	5,597,437	1,231,500	4,365,937
Net pension liability	86,157,247	50,767,589		136,924,836		136,924,836
Total governmental activities	\$ 167,313,860	\$ 71,175,288	\$ (13,492,476)	\$ 224,996,672	\$ 53,862,388	\$ 171,134,284

	Balance 7/1/2022	Additions	Reductions	Balance 6/30/2023	Classification	
					Due in One Year	Due in more than One Year
Business-Type Activities:						
Revenue bonds	\$ 89,275,000		\$ (4,695,000)	\$ 84,580,000	\$ 4,940,000	\$ 79,640,000
Less deferred amounts:						
(Discounts)/premiums	9,755,400		(750,162)	9,005,238		9,005,238
Total bonds payable	99,030,400		(5,445,162)	93,585,238	4,940,000	88,645,238
Contracts payable	2,355,574		(1,151,729)	1,203,845	1,203,845	
Landfill closure	5,002,240	\$ 343,600		5,345,840		5,345,840
Compensated absences	1,542,015	1,350,086	(1,180,875)	1,711,226	376,500	1,334,726
Subscription liability	0	316,673	(95,819)	220,854	103,784	117,070
Deposits & other liabilities	7,088,942	2,357,908	(1,902,975)	7,543,875	7,543,875	
Net pension liability	20,542,398	17,257,012		37,799,410		37,799,410
Total business-type activities	\$ 135,561,569	\$ 21,625,279	\$ (9,776,560)	\$ 147,410,288	\$ 14,168,004	\$ 133,242,284

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year end \$318,261 of internal service funds compensated absences are included in the above amounts. Included in deposits and other liabilities in governmental activities are \$46,021,345 in developer funded deposits related to streets and \$1,161,240 in miscellaneous deposits. Business-type activities include utility customer deposits of \$3,121,975 and miscellaneous deposits and other liabilities of \$4,421,900. For the governmental activities, accrued compensated absences are generally liquidated by the general fund. In addition, in prior years the employee benefit fund has been used to liquidate pension liabilities.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

Governmental activities long-term debt

1. Revenue bonds

The City issues revenue bonds to provide funds for the acquisition and construction of major capital facilities. The current bond outstanding has a maturity of 30 years.

Revenue bonds at June 30, 2023, consisted of the following:

	Balance 7/1/2022	Additions	Reductions	Balance 6/30/2023	Classification	
					Due in One Year	Due in more than One Year
2021 landmark square	\$ 13,205,000	\$ 0	\$ (280,000)	\$ 12,925,000	\$ 285,000	\$ 12,640,000
Total revenue bonds	\$ 13,205,000	\$ 0	\$ (280,000)	\$ 12,925,000	\$ 285,000	\$ 12,640,000

The annual debt service requirements for the revenue bonds outstanding at June 30, 2023, are as follows:

Year ending June 30,	Revenue Bonds		Total
	Principal	Interest	
2024	\$ 285,000	\$ 366,400	\$ 651,400
2025	300,000	354,700	654,700
2026	310,000	342,500	652,500
2027	325,000	329,800	654,800
2028	335,000	329,800	664,800
2029-2033	1,900,000	1,365,500	3,265,500
2034-2038	2,225,000	1,038,713	3,263,713
2039-2043	2,525,000	740,189	3,265,189
2044-2048	2,840,000	415,876	3,255,876
2049-2051	1,880,000	71,376	1,951,376
Total	\$ 12,925,000	\$ 5,354,854	\$ 18,279,854

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

2. Loans payable

The City issues loans to provide funds for improvements at various City buildings. The loans have maturities ranging from 8 to 16 years. Loans payable at June 30, 2023, are as follows:

	Original Borrowing	Interest Rates	Final Maturity	Outstanding at Year-end
Governmental Activities				
2011 energy loan payable	\$ 466,715	3.00%	2026	\$ 243,765
2014 energy loan payable	32,414	1.00%	2024	8,224
2016 energy loan payable	89,729	0.00%	2025	32,048
2019 energy loan payable	1,741,854	1.00%	2035	1,414,001
2020 energy loan payable	157,550	0.00%	2030	108,229
2020 energy loan payable	195,011	0.00%	2026	102,638
Total loans payable				<u>\$ 1,908,905</u>

The annual debt service requirements for the loans payable outstanding at June 30, 2023, are as follows:

Governmental Activities

Year ending June 30,	Loans Payable		
	Principal	Interest	Total
2024	\$ 264,966	\$ 20,707	\$ 285,673
2025	253,889	17,091	270,980
2026	244,652	13,506	258,158
2027	141,573	10,477	152,050
2028	132,436	9,350	141,786
2029-2033	623,802	28,956	652,758
2034-2035	247,587	3,105	250,692
Total	<u>\$ 1,908,905</u>	<u>\$ 103,192</u>	<u>\$ 2,012,097</u>

The following is an analysis of the assets acquired with the proceeds as of June 30, 2023:

Buildings and improvements	\$ 2,446,360
Less accumulated depreciation	<u>(961,081)</u>
Total	<u>\$ 1,485,279</u>

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

3. Notes from Direct Borrowings

The City issues notes from direct borrowings to provide funds for the acquisition of public safety vehicles and governmental buildings. The maturity dates may range from 5 to 35 years. The City Clovis also recognizes a intangible right to use direct borrowing assets. The City of Clovis recognizes right to use direct borrowings with an initial, individual value of \$10,000 or more.

Notes from direct borrowings at June 30, 2023, are as follows:

	Original Borrowing	Interest Rates	Final Maturity	Outstanding at Year-end
Governmental Activities				
2014 corp yard	\$ 14,377,528	3.10%	2027	\$ 4,777,886
2011 solar project	2,454,100	4.95%	2031	1,273,393
2013 animal shelter	3,000,000	4.00%	2034	1,719,415
2014 safety vehicles	1,795,000	1.86%	2024	76,768
2015 PD/fire comm tower	1,810,000	2.35%	2026	492,820
2015 solar project	2,000,000	3.48%	2035	1,405,647
2016 safety vehicles	1,460,000	1.00%-3.00%	2026	143,104
2019 safety vehicles	1,125,000	3.23%	2023	120,782 *
2021 safety vehicles	2,340,000	1.71%	2030	1,361,031
Total direct borrowings				<u>\$ 11,370,846</u>

*Note: These direct borrowings contain a provision that in an event of default, outstanding amounts become immediately due if the City is unable to make payment.

The debt service requirements for the City notes from direct borrowings are as follows:

Year ending June 30,	Direct Borrowings		Total
	Principal	Interest	
2024	\$ 2,293,402	\$ 353,799	\$ 2,647,201
2025	2,155,176	288,253	2,443,429
2026	1,903,589	224,134	2,127,723
2027	1,811,856	164,530	1,976,386
2028	581,248	114,917	696,165
2029-2033	2,293,988	260,291	2,554,279
2034-2036	331,587	17,508	349,095
Total	<u>\$ 11,370,846</u>	<u>\$ 1,423,432</u>	<u>\$ 12,794,278</u>

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

The following is an analysis of the land, structures, and equipment of the direct borrowings as of June 30, 2023:

Land, structures and equipment	\$ 2,057,359
Less accumulated depreciation	<u>(771,510)</u>
Total	<u><u>\$ 1,285,849</u></u>

Business-type activities long-term debt

1. Revenue bonds

The City issues revenue bonds to provide funds for the acquisition and construction of major capital facilities. The revenue bonds have maturities of 14-20 years.

Revenue bonds at June 30, 2023, consisted of the following:

	Original Borrowing	Interest Rates	Final Maturity	Outstanding at Year-end
Busiess-Type Activities:				
2013 wastewater revenue refunding bonds	\$ 12,500,000	2.00%-5.00%	2028	\$ 7,800,000
2015 wastewater revenue refunding bonds	21,600,000	2.00%-3.75%	2035	20,450,000
2017 wastewater revenue refunding bonds	50,710,000	2.00%-5.00%	2038	43,195,000
2014 water revenue refunding bonds	31,810,000	2.00%-4.25%	2028	<u>13,135,000</u>
Total revenue bonds				<u><u>\$ 84,580,000</u></u>

The annual debt service requirements for the revenue bonds outstanding at June 30, 2023, are as follows:

Busiess-Type Activities:

Year ending June 30,	Revenue Bonds		Total
	Principal	Interest	
2024	\$ 4,940,000	\$ 3,979,894	\$ 8,919,894
2025	6,040,000	3,709,143	9,749,143
2026	7,205,000	3,384,369	10,589,369
2027	7,570,000	3,023,444	10,593,444
2028	7,940,000	2,640,626	10,580,626
2029-2033	20,800,000	9,230,926	30,030,926
2034-2038	24,280,000	4,448,297	28,728,297
2039-2041	5,805,000	145,125	5,950,125
Total	<u><u>\$ 84,580,000</u></u>	<u><u>\$ 30,561,824</u></u>	<u><u>\$ 115,141,824</u></u>

The following is an analysis of the improvements made with the proceeds of these bonds through June 30, 2023:

Land, structures and equipment	\$ 140,291,752
Less accumulated depreciation	<u>(50,736,630)</u>
Total	<u><u>\$ 89,555,122</u></u>

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

2013 wastewater revenue refunding bonds

In July 2013, The City issued wastewater revenue refunding bonds in the amount of \$12,500,000. The net proceeds of \$12,698,281 (after the original issue premium of \$596,726 and payment of \$398,445 in underwriting fees, insurance, and other issuance costs) from the bonds were used to refund the \$13,745,000 aggregate principal amount outstanding on the City's 1998 wastewater bonds. The aggregate debt service payments of the new debt are \$2,519,935 less than the old debt. The bonds have interest rates varying from 2.00% to 5.00% and the final payment is scheduled for August 2028. The issuance of the new debt and refunding of the old debt resulted in an economic gain (the difference between the net present value of the old debt and new debt service payments) of approximately \$644,000. The wastewater revenue refunding bonds contain an acceleration clause that allows the bondholders to accelerate payment of the entire principal amount to become immediately due if default in payment occurs.

2015 wastewater revenue refunding bonds

In August 2015, The City refinanced the 2005 wastewater revenue bonds and issued 2015 wastewater revenue bonds in the amount of \$21,600,000. The net proceeds of \$22,881,723 (after the original issue premium of \$1,652,032 and payment of \$370,309 in underwriting fees, insurance, and other issuance costs) from the bonds were used to refund the \$24,885,000 aggregate principal amount outstanding on the City's 2005 wastewater bonds. The aggregate debt service payments of the new debt are \$10,852,200 less than the old debt. The bonds have interest rates varying from 2.0% to 3.75% and the final payment is scheduled for August 2035. The issuance of the new debt and refunding of the old debt resulted in an economic gain (the difference between the net present value of the old debt and new debt service payments) of approximately \$4,410,265. The wastewater revenue bonds contain an acceleration clause that allows the bondholders to accelerate payment of the entire principal amount to become immediately due if default in payment occurs.

2017 wastewater revenue refunding bonds

In August 2017, The City refinanced the 2007 wastewater revenue bonds and issued 2017 wastewater revenue bonds in the amount of \$50,710,000. The net proceeds of \$59,836,790 (after the original issue premium of \$9,687,427 and payment of \$560,637 in underwriting fees, insurance, and other issuance costs) from the bonds were used to refund the \$59,620,000 aggregate principal amount outstanding on the City's 2007 wastewater bonds. The aggregate debt service payments of the new debt are \$18,669,931 less than the old debt. The bonds have interest rates varying from 2.0% to 5.0% and the final payment is scheduled for August 2038. The issuance of the new debt and refunding of the old debt resulted in an economic gain (the difference between the net present value of the old debt and new debt service payments) of approximately \$8,750,978. The wastewater revenue bonds contain an acceleration clause that allows the bondholders to accelerate payment of the entire principal amount to become immediately due if default in payment occurs.

2014 water refunding revenue refunding bond

In July 2013, The City issued water revenue refunding bonds in the amount of \$31,810,000. The net proceeds of \$33,780,909 (after the original issue premium of \$2,427,739 and payment of \$456,830 in underwriting fees, insurance, and other issuance costs) from the bonds were used to refund the \$33,895,000 aggregate principal amount outstanding on the City's 2003 water revenue bonds. The aggregate debt service payments of the new debt are \$4,614,844 less than the old debt. The bonds have interest rates varying from 2.0% to 4.25% and the final payment is scheduled for March 2038. The issuance of the new debt and refunding of the old debt resulted in an economic gain (the difference between the present value of the old debt and new debt service payments) of approximately \$2,651,000. The wastewater revenue bonds contain an acceleration clause that allows the bondholders to accelerate payment of the entire principal amount to become immediately due if default in payment occurs.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

2. Contracts payable

The City enters into contracts to provide funds to provide sewer services. The City has currently entered into one contract and the contract has a maturity of 30 years.

Contracts payable at June 30, 2023, consisted of the following:

	Original Borrowing	Interest Rates	Final Maturity	Outstanding at Year-end
Business-type Activities				
1993 wastewater renovation	\$ 12,423,873	3.50%-6.25%	2024	\$ 1,203,845
Total contracts payable				\$ 1,203,845

1993 wastewater renovation

The City has entered into a contract with the City of Fresno to purchase capacity rights in the form of participation in the cost of sewer system improvements. These improvements include the renovation and expansion of the Fresno Clovis Regional Wastewater Treatment Plant. The 1993 contract is for the City's share of the 1993 renovation of the Fresno Clovis Regional Wastewater Treatment Plant. The underlying City of Fresno 1993 Revenue Bonds on which the City of Clovis' contract payable amount is based have interest rates varying from 3.50%-6.25% and the final payments are scheduled for September 2023. The City's \$12,423,873 share of the renovation is capitalized as an intangible asset in the Sewer Disposal Fund, an enterprise fund, as disclosed in Note IV.E.

The 1993 waste water renovation contract debt service requirements to maturity are as follows:

Enterprise Activities:

Year ending June 30,	Contracts Payable		Total
	Principal	Interest	
2024	1,203,845	27,087	1,230,932
Total	\$ 1,203,845	\$ 27,087	\$ 1,230,932

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

Fiduciary funds long-term debt

1. Tax allocation bonds payable

2008 Tax allocation bonds

The former Clovis Community Development Agency issued tax allocation bonds in the amount of \$19,100,000 in April 2008. The interest rates on the 2008 tax allocation bonds vary from 3.00% to 4.75% and the final payment is scheduled for August 2037. Bonds outstanding at January 31, 2012 were \$17,445,000 and were transferred to the Successor Agency on February 1, 2012 due to the dissolution of the Agency. The balance outstanding at June 30, 2023 is \$12,065,000 and is held in the City's Redevelopment Successor Agency Private-purpose Trust Fund.

Tax allocation bonds at June 30, 2023, consisted of the following:

	Balance 7/1/2022	Additions	Reductions	Classification		
				Balance 6/30/2023	Due in One Year	Due in more than One Year
2008 tax allocation bonds	\$ 10,415,000		\$ (880,000)	\$ 9,535,000	\$ 915,000	\$ 8,620,000
Less (discounts) on bonds	(120,181)		7,967	(112,214)		(112,214)
Total tax allocation bonds	\$ 10,294,819	\$ 0	\$ (872,033)	\$ 9,422,786	\$ 915,000	\$ 8,507,786

The annual debt service requirements for the tax allocation bonds outstanding at June 30, 2023, are as follows:

Fiduciary Activities:

Year ending June 30,	Tax Allocation Bonds		
	Principal	Interest	Total
2024	\$ 915,000	\$ 421,511	\$ 1,336,511
2025	960,000	379,181	1,339,181
2026	995,000	333,972	1,328,972
2027	1,050,000	286,681	1,336,681
2028	1,095,000	237,078	1,332,078
2029-2033	3,075,000	574,028	3,649,028
2034-2038	1,445,000	177,531	1,622,531
Total	\$ 9,535,000	\$ 2,409,982	\$ 11,944,982

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

Subscription liability

The City has entered into subscription-based information technology arrangements (SBITA) for various administrative and operational purposes. These subscriptions include services related to cloud-based software applications, data storage, and management services. Under the terms of these arrangements, the City does not take possession of the software at any time and the vendor provides ongoing services for the software's operation. The subscription periods vary, with initial non-cancellable terms ranging from 1 to 5 years. The calculated interest rate used was 2.475%.

As of June 30, 2023, the capitalized right-to-use assets related to SBITA was \$407,418 and the total subscription liability was \$336,133, of which \$160,719 is classified as current liability representing the portion due within the next fiscal year.

For the year ended June 30, 2023, the City recognized \$11,692 of interest expense related to these arrangements. In addition, the City recognized \$163,071 in subscription expenses for variable payments not previously included in the measurement of the subscription liability.

SBITAs at June 30, 2023, consisted of the following:

	Balance 7/1/2022	Additions	Reductions	Classification		
				Balance 6/30/2023	Due in One Year	Due in more than One Year
Passio Tech	\$ 111,904		\$ (36,393)	\$ 75,511	\$ 37,294	\$ 38,217
Remix Tech	42,754		(12,386)	30,368	14,248	16,120
Spare Labs	144,641		(47,040)	97,601	48,204	49,397
Urban Trans	17,374			17,374	4,038	13,336
VM Ware	170,839		(55,560)	115,279	56,935	58,344
Total SBITAs	\$ 487,512	\$ 0	\$ (151,379)	\$ 336,133	\$ 160,719	\$ 175,414

Principal and interest payments to maturity are as follows:

Year ending June 30,	SBITAs		
	Principal	Interest	Total
2024	\$ 160,719	\$ 8,352	\$ 169,071
2025	166,204	4,367	170,571
2026	4,441	284	4,725
2027	4,769	192	4,961
Total	\$ 336,133	\$ 13,195	\$ 349,328

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

G. Landfill closure

The City has recorded liabilities for landfill closure, post-closure maintenance and for landfill corrective action in the Community Sanitation Fund, an enterprise fund. The State of California performs an annual analysis to determine estimated total cost of the landfill closure, post-closure care costs, total capacity and remaining life. The City's landfill closure liability, based on landfill capacity used to date, is recorded based on the information provided by their analysis. The landfill corrective action liability is based on the estimated cost of known or reasonably foreseeable corrective action that may be required at the facility.

The City is currently estimating at June 30, 2023 that the capacity of the landfill used is approximately 38%, the estimated remaining life is approximately 34 years and the estimated remaining cost to be recognized is \$22,485,753. The estimated capacity remaining is 6,157,431 cubic yards and the estimated landfill closure liability is \$5,345,840. The current estimated cost of known and/or reasonably foreseeable corrective action is \$4,815,000 and the City currently has \$1,000,000 set aside for this purpose. These estimates are based on a closure and post-closure maintenance plan and corrective action plan. The estimates have been adjusted for inflation and other factors such as technology and laws and regulations.

H. Pension Plans

General Information about the Pension Plan

Plan Description

The City contributes to the California Public Employees' Retirement System (CalPERS), an agent multiple-employer public employee defined benefit pension plan. CalPERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by state statute and City ordinance. A full description of the pension plan regarding number of employees covered, benefit provisions, assumptions (for funding, but not accounting purposes), and membership information are listed in the June 30, 2022 Annual Actuarial Valuation Report. This report and CalPERS' audited financial statements are publicly available reports that can be obtained at CalPERS' website under Forms and Publications.

Benefit Provided

CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. A classic miscellaneous member becomes eligible for Service Retirement upon attainment of age 55 with at least 5 years of credited service. PEPRAs miscellaneous members become eligible for service retirement upon attainment of age 62 with at least 5 years of service. A classic safety member becomes eligible for Service Retirement upon attainment of age 50 with at least 5 years of credited service. PEPRAs safety members become eligible for service retirement upon attainment of age 57 with at least 5 years of service. The service retirement benefit is a monthly allowance equal to the product of the benefit factor, years of service, and final compensation. The final compensation is the monthly average of the member's highest 36 or 12 consecutive months' full-time equivalent monthly pay. Retirement benefits for classic miscellaneous employees are calculated as 2.7% of the average final 12 months compensation. Retirement benefits for PEPRAs miscellaneous employees are calculated as 2% of the highest average annual compensation over a three-year period. Retirement benefits for classic safety employees are calculated as 3% of the average highest 12 months compensation. Retirement benefits for PEPRAs safety employees are calculated as 2.7% of the average highest 36 months compensation.

Participants are eligible for non-industrial disability retirement if they become disabled and have at least 5 years of credited service. There is no special age requirement. The standard non-industrial disability retirement benefit is a monthly allowance equal to 1.8 percent of final compensation, multiplied by service. Industrial disability benefits are not offered to miscellaneous employees. The City provides industrial disability retirement benefits to safety employees. The industrial disability retirement benefit is a monthly allowance equal to 50 percent of highest compensation.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

An employee's beneficiary may receive the basic death benefit if the employee dies while actively employed. The employee must be actively employed with the City to be eligible for this benefit. An employee's survivor who is eligible for any other pre-retirement death benefit may choose to receive that death benefit instead of this basic death benefit. The basic death benefit is a lump sum in the amount of the employee's accumulated contributions, where interest is currently credited at 7.375 percent per year, plus a lump sum in the amount of one month's salary for each completed year of current service, up to a maximum of six months' salary. For purposes of this benefit, one month's salary is defined as the member's average monthly full-time rate of compensation during the 12 months preceding death.

Benefit terms provide for annual cost-of-living adjustments to each employee's retirement allowance. Beginning the second calendar year after the year of retirement, retirement and survivor allowances will be annually adjusted by 2 percent applied to the original retirement allowance.

Employees Covered by Benefit Terms

At June 30, 2022, the measurement date, the following employees were covered by the benefit terms:

Employee information

	Plans	
	Miscellaneous	Safety
Active employees	494	169
Transferred and terminated employees	747	70
Retired Employees and Beneficiaries	351	198
Total	1,592	437

Contributions

For the measurement period ended June 30, 2022, contributions were as follows:

	Miscellaneous	Safety	Aggregate Total
Contributions - employer	\$ 6,561,636	\$ 8,991,444	\$ 15,553,080

Section 20814(c) of the California Public Employees' Retirement Law ("PERL") requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS' annual actuarial valuation process. 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 employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The contributions for the measurement period were as follows:

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

For the measurement period ended June 30, 2022, the total pension liability was determined by rolling forward the June 30, 2021 total pension liability. The June 30, 2022 total pension liability was based on the following actuarial methods and assumptions:

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Salary Increases	Varies by Entry Age and Service
Investment Rate of Return	7.00% Net of Pension Plan Investment and Administrative Expenses; includes Inflation
Mortality Rate Table	Derived using CalPERS' Membership Data for all Funds
Post Retirement Benefit Increase	Contract COLA up to 2.30% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.30% thereafter

The Experience Study report can be obtained at CalPERS' website under Forms and Publications.

Discount Rate

In Fiscal Year 2021-22, the discount rate was lowered from 7.15 percent to 6.90 percent. The last adjustment to the discount rate was in fiscal year 2016-17 when it was lowered from 7.65 percent to 7.15 percent in fiscal year. The funding discount rate includes a 15 basis-point reduction for administrative expenses, and the remaining decrease is consistent with the change in the financial reporting discount rate.

Long-term Expected Real Rates of Return by Asset Class

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

Asset Class ¹	Assumed Asset Allocation	Real Return Years 1 - 10 ²	Real Return Years 11+ ³
Global Equity	50.00%	4.80%	5.98%
Global Fixed Income	28.00%	1.00%	2.62%
Inflation Assets	0.00%	0.77%	1.81%
Private Equity	8.00%	6.30%	7.23%
Real Estate	13.00%	3.75%	4.93%
Liquidity	1.00%	0.00%	-0.92%

¹ In the Basic Financial Statements, Fixed Income is included in Global Debt Securities; Liquidity is included in Short-Term Investments; Inflation Assets are included in both Global Equity Securities and Global Debt Securities.

² An expected inflation of 2.00% used for this period.

³ An expected inflation of 2.92% used for this period.

Pension Expense

The Net Pension Expense for the year ended June 30, 2023 is itemized as follows:

	Net Pension Expense
Miscellaneous Plan	\$ 1,803,997
Safety Plan	2,031,600
	<u>\$ 3,835,597</u>

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

Changes in the Net Pension Liability

The following table shows the changes in net pension liability recognized over the measurement period.

Miscellaneous Plan

		Increase (Decrease)	
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2021 (Valuation Date)	\$ 243,026,751	\$ 201,564,222	\$ 41,462,529
Changes Recognized for the Measurement Period:			
Service Cost	6,190,461		6,190,461
Interest on the total pension liability	17,090,128		17,090,128
Changes of assumptions	8,861,339		8,861,339
Differences between expected and actual experience	(1,967,582)		(1,967,582)
Contributions from the employer		6,561,636	(6,561,636)
Contributions from employees		5,265,755	(5,265,755)
Net investment income		(15,397,968)	15,397,968
Benefit payments, including refunds of employee contributions	(10,665,437)	(10,665,437)	0
Administrative expense		(125,562)	125,562
Net Changes during July 1, 2021 to June 30, 2022	\$ 19,508,909	\$ (14,361,576)	\$ 33,870,485
Balance at June 30, 2022 (Measurement Date)	\$ 262,535,660	\$ 187,202,646	\$ 75,333,014

Safety Plan

		Increase (Decrease)	
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2021 (Valuation Date)	\$ 254,395,523	\$ 189,158,407	\$ 65,237,116
Changes Recognized for the Measurement Period:			
Service Cost	6,423,279		6,423,279
Interest on the total pension liability	17,891,502		17,891,502
Changes of assumptions	10,724,705		10,724,705
Differences between expected and actual experience	(2,813,898)		(2,813,898)
Contributions from the employer		8,991,444	(8,991,444)
Contributions from employees		3,677,476	(3,677,476)
Net investment income		(14,479,614)	14,479,614
Benefit payments, including refunds of employee contributions	(12,441,687)	(12,441,687)	0
Administrative expense		(117,834)	117,834
Net Changes during July 1, 2021 to June 30, 2022	\$ 19,783,901	\$ (14,370,215)	\$ 34,154,116
Balance at June 30, 2022 (Measurement Date)	\$ 274,179,424	\$ 174,788,192	\$ 99,391,232

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

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

The following presents the net pension liability of the Plan as of the measurement date, calculated using the discount rate of 6.90 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (5.90 percent) or 1 percentage-point higher (7.90 percent) than the current rate:

	Plan's Net Pension Liability/(Asset)		
	Discount Rate - 1% (5.90%)	Current Discount Rate (6.90%)	Discount Rate + 1% (7.90%)
Miscellaneous Plan	\$ 111,833,661	\$ 75,333,014	\$ 45,259,241
Safety Plan	\$ 137,990,370	\$ 99,391,232	\$ 67,770,536
Aggretate Total	\$ 249,824,031	\$ 174,724,246	\$ 113,029,777

Pension Plan Fiduciary Net Position

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

Deferred Outflows and Deferred Inflows of Resources Related to Pensions

Deferred Outflows of Resources

	Deferred employer pension contributions made after measurement date	Changes in assumptions	Investment earnings less than expected earnings	Differences between actual versus expected experience	Total pension-related deferred outflows
Miscellaneous Plan	\$ 6,599,704	\$ 6,399,856	\$ 9,489,602	\$ 323,276	\$ 22,812,438
Safety Plan	9,807,362	8,490,391	8,893,425	1,863,016	29,054,194
Total	\$ 16,407,066	\$ 14,890,247	\$ 18,383,027	\$ 2,186,292	\$ 51,866,632

The City reported \$6,599,704 and \$9,807,362 as deferred outflows of resources related to contributions for the miscellaneous and safety plan, respectively, subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the year ending June 30, 2024.

Deferred Inflows of Resources

	Changes in assumptions	Investment earnings less than expected earnings	Differences between actual versus expected experience	Total pension-related deferred inflows
Miscellaneous Plan	\$ 0	\$ 0	\$ (1,507,919)	\$ (1,507,919)
Safety Plan	(12,283)		(3,285,451)	(3,297,734)
Total	\$ (12,283)	\$ 0	\$ (4,793,370)	\$ (4,805,653)

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

Amortization of deferred outflows/(inflows) of resources

Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in future pension expense as follows:

Measurement Period Ended June 30	Deferred Outflows/(Inflows) of Resources	
	Miscellaneous Plan	Safety Plan
2023	\$ 3,701,706	\$ 3,964,013
2024	3,261,394	3,090,777
2025	1,876,350	2,070,358
2026	5,865,365	6,823,950
	<u>\$ 14,704,815</u>	<u>\$ 15,949,098</u>

Payable to Pension Plan

At June 30, 2023, the City reported a payable of \$0 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2023.

I. Tax Abatements

The City has not entered into any tax abatement agreements as of June 30, 2023. However, the County of Fresno (County) has provided certain tax abatements that affect the property tax revenues of the City.

The County provides property tax abatements through the California Land Conservation (Williamson) Act of 1965. The program enrolls land in Williamson Act or Farmland Security Zone contracts within established agricultural preserves, whereby the land is restricted to agricultural or qualified recreational uses in exchange for reduced property tax assessments. The Williamson Act Program is administered according to the statute and the County's Interim Program Guidelines adopted by the County's Board of Supervisors. The County's Assessor administers the property tax reduction that parcels enrolled in the program receive. Parcels enrolled in the Williamson Act Program are assessed for property tax purposes at a rate consistent with their actual use, rather than the market value of the property. The minimum contract term for the Williamson Act is ten years and for the Farmland Security Zone is twenty years. Both, the Williamson Act and the Farmland Security Zone contracts automatically renew until a notice of non-renewal or a certificate of cancellation is recorded. Under the non-renewal process, the annual tax assessment gradually increases over a defined period of time until the assessment reflects the market value of the property. Under the cancellation process, a onetime cancellation fee is assessed based upon a certain percentage of the unrestricted, current fair market value of the property.

For the fiscal year ended June 30, 2023, the County's Williamson Act Program tax abatements were \$60,383,457. The City's affected portion of property tax revenues (approx. 1.9%) is, therefore, \$1,147,256.

V. Other information

A. Self insurance

The City is self-insured for general liability, automobile liability, workers' compensation, group dental and group vision programs. The City is responsible for all claims up to \$5,000 per occurrence for automobile liability, \$5,000 per occurrence for property, \$250,000 per occurrence for workers' compensation, and \$100,000 per occurrence on general liability. The dental and vision programs have no individual per occurrence stop-loss and no aggregate annual stop-loss. Excess insurance for all amounts in excess of the self-insured retention in the workers' compensation program is purchased from Local Agency Workers' Compensation Excess JPA (LAWCX). Consistent with the LAWCX Memorandum of Coverage, LAWCX provides coverage for the City above its self-insured retention of \$250,000 up to \$5,000,000. LAWCX purchases excess insurance which covers the pool for losses from \$5,000,000 to statutory limits.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

The City is a member of the Central San Joaquin Valley Risk Management Authority (RMA) for the purpose of pooling general liability coverage under a retrospectively rated Memorandum of Coverage. Deposit premiums to the RMA are based on actuarially determined claims costs, including incurred but not reported claims, and expenses. Premiums are accrued based on the ultimate cost determined by the experience to date of the pool's member cities. The risk pool covers the City above its self-insured retention of \$100,000 up to \$1,000,000. The Authority purchases excess insurance which covers the pool for losses from \$1,000,001 to \$29,000,000. Pool Members may receive rebates when declared by RMA or, in the event excess liability claims against RMA exceed available resources, may be required to make additional contributions through a retrospective adjustment process.

The City accounts for the self-insurance programs in the Self-Insurance Fund and Employee Benefits Fund, both internal service funds. Charges to user departments are reported as interfund transactions.

Incurred but not reported claims have been accrued as a liability for the workers' compensation and dental programs as required in the amount of \$4,857,500 based on previous claims experience and actuarial studies.

There were no reductions in insurance coverage from the prior year and there were no settlements that exceeded insurance coverage for the past three fiscal years. Following is a reconciliation of the changes in the City's aggregate liabilities for claims for the current and prior fiscal year:

	Workers' Compensation	Dental	Total
Balance, 06/30/21	\$ 9,030,000	\$ 48,000	\$ 9,078,000
Claims provision	2,735,258	385,721	3,120,979
Claims paid	(3,092,258)	(385,721)	(3,477,979)
Balance, 06/30/22	8,673,000	48,000	8,721,000
Claims provision	3,150,811	354,695	3,505,506
Claims paid	(3,448,811)	(354,695)	(3,803,506)
Balance, 06/30/23	<u>\$ 8,375,000</u>	<u>\$ 48,000</u>	<u>\$ 8,423,000</u>

B. Deferred compensation

The City has established a deferred compensation plan in accordance with Internal Revenue Code Section 457. The plan, available to all full time employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. All amounts deferred under the plan and all income attributable to those amounts are solely the property and rights of the plan participants.

Semi-monthly the City forwards all contributions to the plan administrator, the ICMA Retirement Corporation. Plan participants may choose from investment options which are managed by the plan trustee. The City has no liability for losses under the plan. As of January 1, 1998 ICMA Retirement Corporation amended the agreement with the City to comply with IRC Section 457 regulations. The assets and related liabilities are not reported on the City's financial statements in accordance with Governmental Accounting Standards Board Statement No. 32 - "Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans."

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

C. Postretirement benefits

The City allows its retirees who retire under provisions of a regular service retirement and who have five years of service the opportunity to continue enrollment in the City's health insurance program until age 65. The retirees have the same choice of insurance plans as those of current employees. The retirees are pooled together separately from the active employee pool and pay the full cost of the insurance premiums without cost to the City.

D. Contingent liabilities

The City participates in a number of federally assisted grant programs, including those from the U.S. Department of Housing and Urban Development, U.S. Department of Justice, U.S. Department of Transportation, U.S. Department of Labor, U.S. Department of Health and Human Services and the U.S. Department of Homeland Security. Receipts from these grant programs are subject to audit to determine if the monies were expended in accordance with the appropriate statutes, grant terms and regulations. The City believes no significant liabilities will result.

E. Claims and litigation

The City is directly and indirectly involved in various suits relating principally to claims arising from construction contracts, personal injury, and property damage. In the opinion of the City Attorney and City's management, potential claims against the City resulting from such litigation, not covered by insurance, would not materially affect the basic financial statements of the City. As a result, no liability has been accrued by the City relating to these matters as of June 30, 2023.

F. Subsequent events

In September 2023, The City issued water revenue refunding bonds in the amount of \$12,710,000. The net proceeds of \$13,379,188 (after the original issue premium of \$669,188 and payment of \$232,086 in underwriting fees, insurance, and other issuance costs) from the bonds were used to refund the \$13,135,000 aggregate principal amount outstanding on the City's 2013 water revenue refunding bonds. The aggregate debt service payments of the new debt are \$420,384 less than the old debt. The issuance of the new debt and refunding of the old debt resulted in an economic gain (the difference between the present value of the old debt and new debt service payments) of approximately \$392,526.

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REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Changes in Net Pension Liability and Related Ratios

AGENDA ITEM NO. 9.

California Public Employees' Retirement System (CalPERS) - Miscellaneous Plan
Last Ten Fiscal Years⁴

Measurement period	2021-22	2020-21	2019-20	2018-19	2017-18
Total pension liability					
Service Cost	\$ 6,190,461	\$ 5,383,091	\$ 5,253,785	\$ 5,057,577	\$ 4,786,244
Interest on the total pension liability	17,090,128	16,367,097	15,572,381	14,655,898	13,670,020
Changes of assumptions	8,861,339				(1,271,290)
Difference between expected and actual experience	(1,967,582)	(202,740)	1,939,655	3,417,850	2,414,711
Benefit pmts, including refunds of employee contributions	(10,665,437)	(9,884,689)	(9,261,642)	(8,604,933)	(7,837,606)
Net change in total pension liability	19,508,909	11,662,759	13,504,179	14,526,392	11,762,079
Total pension liability - beginning	243,026,751	231,363,992	217,859,813	203,333,421	191,571,342
Total pension liability - ending (a)	<u>\$ 262,535,660</u>	<u>\$ 243,026,751</u>	<u>\$ 231,363,992</u>	<u>\$ 217,859,813</u>	<u>\$ 203,333,421</u>
Plan fiduciary net position					
Contributions - employer	\$ 6,561,636	\$ 5,805,693	\$ 4,995,682	\$ 4,051,371	\$ 3,326,932
Contributions - employee	5,265,755	5,025,645	4,832,063	4,994,620	4,295,547
Net investment income	(15,397,968)	37,384,459	7,851,765	9,653,940	11,445,035
Benefit pmts, including refunds of employee contributions	(10,665,437)	(9,884,689)	(9,261,642)	(8,604,933)	(7,837,606)
Net Plan to plan resource movement					(337)
Administrative expense	(125,562)	(163,223)	(218,790)	(103,622)	(209,719)
Other miscellaneous income/(expense) ¹				337	(398,260)
Net change in fiduciary net position	(14,361,576)	38,167,885	8,199,078	9,991,713	10,621,592
Plan fiduciary net position - beginning ²	201,564,222	163,396,337	155,197,259	145,205,546	134,583,954
Plan fiduciary net position - ending (b)	<u>\$ 187,202,646</u>	<u>\$ 201,564,222</u>	<u>\$ 163,396,337</u>	<u>\$ 155,197,259</u>	<u>\$ 145,205,546</u>
Plan net pension liability - ending (a) - (b)	<u>\$ 75,333,014</u>	<u>\$ 41,462,529</u>	<u>\$ 67,967,655</u>	<u>\$ 62,662,554</u>	<u>\$ 58,127,875</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>71.31%</u>	<u>82.94%</u>	<u>70.62%</u>	<u>71.24%</u>	<u>71.41%</u>
Covered payroll ³	<u>\$ 33,086,378</u>	<u>\$ 31,572,381</u>	<u>\$ 30,228,914</u>	<u>\$ 28,646,712</u>	<u>\$ 26,661,340</u>
Plan net pension liability as a % of covered payroll	<u>227.69%</u>	<u>131.33%</u>	<u>224.84%</u>	<u>218.74%</u>	<u>218.02%</u>

¹ During Fiscal Year 2017-18, as a result of Governmental Accounting Standards Board Statement (GASB) No. 75, Accounting and Financial Reporting for Postemployment Benefit Plans Other than Pensions (GASB 75), CalPERS reported its proportionate share of activity related to postemployment benefits for participation in the State of California's agent OPEB plan. Accordingly, CalPERS recorded a one-time expense as a result of the adoption of GASB 75. Additionally, CalPERS employees participate in various State of California agent pension plans and during Fiscal Year 2017-18, CalPERS recorded a correction to previously reported financial statements to properly reflect its proportionate share of activity related to pensions in accordance with GASB Statement No. 68, Accounting and Financial Reporting for Pensions (GASB 68).

² Includes any beginning of year adjustment

³ Includes one year's payroll growth using 2.75 percent payroll growth assumption for fiscal years ended June 30, 2018-20; 3.00 percent payroll growth assumption for fiscal years ended June 30, 2014-17.

⁴ This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Notes to Schedule of Changes in Net Pension Liability and Related Ratios:

Benefit Changes: The figures above include any liability impact that may have resulted from voluntary benefit changes that occurred after the June 30, 2019 valuation. However, offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes) that occurred after the June 30, 2019 valuation date are not included in the figures above, unless the liability impact is deemed to be material by the plan actuary.

Changes of Assumptions: In November 2021, the inflation and administrative expense assumptions were reduced which resulted in a discount rate reduction from 7.15 percent to 6.90 percent. None in 2019 or 2020. There were no changes in the discount rate. In 2017, the discount rate was reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5 percent discount rate.

REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Changes in Net Pension Liability and Related Ratios

California Public Employees' Retirement System (CalPERS) - Miscellaneous Plan
 Last Ten Fiscal Years⁴

Measurement period	2016-17	2015-16	2014-15	2013-14
Total pension liability				
Service Cost	\$ 4,581,081	\$ 4,019,807	\$ 3,839,364	\$ 3,770,553
Interest on the total pension liability	12,863,057	12,118,925	11,339,870	10,627,308
Changes of assumptions	10,936,836		(2,825,475)	
Difference between expected and actual experience	812,258	898,210	265,438	
Benefit pmts, including refunds of employee contributions	(6,970,312)	(6,395,433)	(5,572,456)	(5,099,721)
Net change in total pension liability	22,222,920	10,641,509	7,046,741	9,298,140
Total pension liability - beginning	169,348,422	158,706,913	151,660,172	142,362,032
Total pension liability - ending (a)	<u>\$ 191,571,342</u>	<u>\$ 169,348,422</u>	<u>\$ 158,706,913</u>	<u>\$ 151,660,172</u>
Plan fiduciary net position				
Contributions - employer	\$ 3,204,896	\$ 2,918,817	\$ 3,275,626	\$ 3,096,889
Contributions - employee	4,080,143	4,002,625	3,097,353	2,553,852
Net investment income	13,602,008	705,624	2,655,292	17,261,431
Benefit pmts, including refunds of employee contributions	(6,970,312)	(6,395,433)	(5,572,456)	(5,099,721)
Net Plan to plan resource movement				
Administrative expense	(178,420)	(72,943)	(134,636)	
Other miscellaneous income/(expense) ¹				
Net change in fiduciary net position	13,738,315	1,158,690	3,321,179	17,812,451
Plan fiduciary net position - beginning ²	120,845,639	119,686,949	116,365,770	98,553,319
Plan fiduciary net position - ending (b)	<u>\$ 134,583,954</u>	<u>\$ 120,845,639</u>	<u>\$ 119,686,949</u>	<u>\$ 116,365,770</u>
Plan net pension liability - ending (a) - (b)	<u>\$ 56,987,388</u>	<u>\$ 48,502,783</u>	<u>\$ 39,019,964</u>	<u>\$ 35,294,402</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>70.25%</u>	<u>71.36%</u>	<u>75.41%</u>	<u>76.73%</u>
Covered payroll ³	<u>\$ 25,396,835</u>	<u>\$ 24,405,359</u>	<u>\$ 22,815,330</u>	<u>\$ 21,224,617</u>
Plan net pension liability as a % of covered payroll	<u>224.39%</u>	<u>198.74%</u>	<u>171.03%</u>	<u>166.29%</u>

¹ During Fiscal Year 2017-18, as a result of Governmental Accounting Standards Board Statement (GASB) No. 75, Accounting and Financial Reporting for Postemployment Benefit Plans Other than Pensions (GASB 75), CalPERS reported its proportionate share of activity related to postemployment benefits for participation in the State of California's agent OPEB plan. Accordingly, CalPERS recorded a one-time expense as a result of the adoption of GASB 75. Additionally, CalPERS employees participate in various State of California agent pension plans and during Fiscal Year 2017-18, CalPERS recorded a correction to previously reported financial statements to properly reflect its proportionate share of activity related to pensions in accordance with GASB Statement No. 68, Accounting and Financial Reporting for Pensions (GASB 68).

² Includes any beginning of year adjustment

³ Includes one year's payroll growth using 2.75 percent payroll growth assumption for fiscal years ended June 30, 2018-20; 3.00 percent payroll growth assumption for fiscal years ended June 30, 2014-17.

⁴ This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Notes to Schedule of Changes in Net Pension Liability and Related Ratios:

Benefit Changes: The figures above include any liability impact that may have resulted from voluntary benefit changes that occurred after the June 30, 2019 valuation. However, offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes) that occurred after the June 30, 2019 valuation date are not included in the figures above, unless the liability impact is deemed to be material by the plan actuary.

Changes of Assumptions: In November 2021, the inflation and administrative expense assumptions were reduced which resulted in a discount rate reduction from 7.15 percent to 6.90 percent. None in 2019 or 2020. There were no changes in the discount rate. In 2017, the discount rate was reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5 percent discount rate.

REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Changes in Net Pension Liability and Related Ratios, Continued

California Public Employees' Retirement System (CalPERS) - Safety Plan
 Last Ten Fiscal Years⁴

Measurement period	2021-22	2020-21	2019-20	2018-19	2017-18
Total pension liability					
Service Cost	\$ 6,423,279	\$ 5,626,832	\$ 5,692,902	\$ 5,508,074	\$ 5,400,076
Interest on the total pension liability	17,891,502	17,172,665	16,528,674	15,548,223	14,583,496
Changes of assumptions	10,724,705				(626,378)
Difference between expected and actual experience	(2,813,898)	(1,871,462)	3,334,764	3,526,827	1,258,478
Benefit pmts, including refunds of employee contributions	(12,441,687)	(11,535,391)	(11,085,026)	(10,456,706)	(9,686,731)
Net change in total pension liability	19,783,901	9,392,644	14,471,314	14,126,419	10,928,941
Total pension liability - beginning	254,395,523	245,002,879	230,531,565	216,405,147	205,476,206
Total pension liability - ending (a)	<u>\$ 274,179,424</u>	<u>\$ 254,395,523</u>	<u>\$ 245,002,879</u>	<u>\$ 230,531,565</u>	<u>\$ 216,405,147</u>
Plan fiduciary net position					
Contributions - employer	\$ 8,991,444	\$ 7,861,821	\$ 6,966,114	\$ 5,912,775	\$ 5,062,611
Contributions - employee	3,677,476	3,509,463	3,314,861	3,219,394	3,107,991
Net investment income	(14,479,614)	35,205,099	7,391,522	9,280,425	11,067,806
Benefit pmts, including refunds of employee contributions	(12,441,687)	(11,535,391)	(11,085,026)	(10,456,706)	(9,686,731)
Net Plan to plan resource movement					(325)
Administrative expense	(117,834)	(154,108)	(208,492)	(99,933)	(204,254)
Other miscellaneous income/(expense) ¹				325	(387,882)
Net change in fiduciary net position	(14,370,215)	34,886,884	6,378,979	7,856,280	8,959,216
Plan fiduciary net position - beginning ²	189,158,407	154,271,523	147,892,544	140,036,264	131,077,048
Plan fiduciary net position - ending (b)	<u>\$ 174,788,192</u>	<u>\$ 189,158,407</u>	<u>\$ 154,271,523</u>	<u>\$ 147,892,544</u>	<u>\$ 140,036,264</u>
Plan net pension liability - ending (a) - (b)	<u>\$ 99,391,232</u>	<u>\$ 65,237,116</u>	<u>\$ 90,731,356</u>	<u>\$ 82,639,021</u>	<u>\$ 76,368,883</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>63.75%</u>	<u>74.36%</u>	<u>62.97%</u>	<u>64.15%</u>	<u>64.71%</u>
Covered payroll ³	<u>\$ 19,923,322</u>	<u>\$ 19,061,084</u>	<u>\$ 19,148,678</u>	<u>\$ 18,354,740</u>	<u>\$ 17,992,455</u>
Plan net pension liability as a % of covered payroll	<u>498.87%</u>	<u>342.25%</u>	<u>473.83%</u>	<u>450.23%</u>	<u>424.45%</u>

¹ During Fiscal Year 2017-18, as a result of Governmental Accounting Standards Board Statement (GASB) No. 75, Accounting and Financial Reporting for Postemployment Benefit Plans Other than Pensions (GASB 75), CalPERS reported its proportionate share of activity related to postemployment benefits for participation in the State of California's agent OPEB plan. Accordingly, CalPERS recorded a one-time expense as a result of the adoption of GASB 75. Additionally, CalPERS employees participate in various State of California agent pension plans and during Fiscal Year 2017-18, CalPERS recorded a correction to previously reported financial statements to properly reflect its proportionate share of activity related to pensions in accordance with GASB Statement No. 68, Accounting and Financial Reporting for Pensions (GASB 68).

² Includes any beginning of year adjustment

³ Includes one year's payroll growth using 2.75 percent payroll growth assumption for fiscal years ended June 30, 2018-20; 3.00 percent payroll growth assumption for fiscal years ended June 30, 2014-17.

⁴ This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Notes to Schedule of Changes in Net Pension Liability and Related Ratios:

Benefit Changes: The figures above include any liability impact that may have resulted from voluntary benefit changes that occurred after the June 30, 2019 valuation. However, offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes) that occurred after the June 30, 2019 valuation date are not included in the figures above, unless the liability impact is deemed to be material by the plan actuary.

Changes of Assumptions: In November 2021, the inflation and administrative expense assumptions were reduced which resulted in a discount rate reduction from 7.15 percent to 6.90 percent. None in 2019 or 2020. There were no changes in the discount rate. In 2017, the discount rate was reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5 percent discount rate.

REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Changes in Net Pension Liability and Related Ratios, Continued

California Public Employees' Retirement System (CalPERS) - Safety Plan
Last Ten Fiscal Years⁴

Measurement period	2016-17	2015-16	2014-15	2013-14
Total pension liability				
Service Cost	\$ 5,070,624	\$ 4,128,912	\$ 3,953,791	\$ 3,803,175
Interest on the total pension liability	13,834,596	13,060,555	12,319,585	11,633,302
Changes of assumptions	11,813,770		(3,070,074)	
Difference between expected and actual experience	1,747,504	1,309,944	936,342	
Benefit pmts, including refunds of employee contributions	(8,769,084)	(8,144,855)	(7,825,158)	(7,071,659)
Net change in total pension liability	23,697,410	10,354,556	6,314,486	8,364,818
Total pension liability - beginning	181,778,796	171,424,240	165,109,754	156,744,936
Total pension liability - ending (a)	<u>\$ 205,476,206</u>	<u>\$ 181,778,796</u>	<u>\$ 171,424,240</u>	<u>\$ 165,109,754</u>
Plan fiduciary net position				
Contributions - employer	\$ 4,872,316	\$ 4,263,677	\$ 4,110,362	\$ 3,752,858
Contributions - employee	2,967,546	2,806,615	2,157,404	1,915,171
Net investment income	13,334,234	611,274	2,616,436	17,731,050
Benefit pmts, including refunds of employee contributions	(8,769,084)	(8,144,855)	(7,825,158)	(7,071,659)
Net Plan to plan resource movement				
Administrative expense	(175,470)	(72,758)	(134,357)	
Other miscellaneous income/(expense) ¹				
Net change in fiduciary net position	12,229,542	(536,047)	924,687	16,327,420
Plan fiduciary net position - beginning ²	118,847,506	119,383,553	118,458,866	102,131,446
Plan fiduciary net position - ending (b)	<u>\$ 131,077,048</u>	<u>\$ 118,847,506</u>	<u>\$ 119,383,553</u>	<u>\$ 118,458,866</u>
Plan net pension liability - ending (a) - (b)	<u>\$ 74,399,158</u>	<u>\$ 62,931,290</u>	<u>\$ 52,040,687</u>	<u>\$ 46,650,888</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>63.79%</u>	<u>65.38%</u>	<u>69.64%</u>	<u>71.75%</u>
Covered payroll ³	<u>\$ 16,912,791</u>	<u>\$ 15,361,676</u>	<u>\$ 14,732,611</u>	<u>\$ 13,667,214</u>
Plan net pension liability as a % of covered payroll	<u>439.90%</u>	<u>409.66%</u>	<u>353.23%</u>	<u>341.33%</u>

¹ During Fiscal Year 2017-18, as a result of Governmental Accounting Standards Board Statement (GASB) No. 75, Accounting and Financial Reporting for Postemployment Benefit Plans Other than Pensions (GASB 75), CalPERS reported its proportionate share of activity related to postemployment benefits for participation in the State of California's agent OPEB plan. Accordingly, CalPERS recorded a one-time expense as a result of the adoption of GASB 75. Additionally, CalPERS employees participate in various State of California agent pension plans and during Fiscal Year 2017-18, CalPERS recorded a correction to previously reported financial statements to properly reflect its proportionate share of activity related to pensions in accordance with GASB Statement No. 68, Accounting and Financial Reporting for Pensions (GASB 68).

² Includes any beginning of year adjustment

³ Includes one year's payroll growth using 2.75 percent payroll growth assumption for fiscal years ended June 30, 2018-20; 3.00 percent payroll growth assumption for fiscal years ended June 30, 2014-17.

⁴ This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Notes to Schedule of Changes in Net Pension Liability and Related Ratios:

Benefit Changes: The figures above include any liability impact that may have resulted from voluntary benefit changes that occurred after the June 30, 2019 valuation. However, offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes) that occurred after the June 30, 2019 valuation date are not included in the figures above, unless the liability impact is deemed to be material by the plan actuary.

Changes of Assumptions: In November 2021, the inflation and administrative expense assumptions were reduced which resulted in a discount rate reduction from 7.15 percent to 6.90 percent. None in 2019 or 2020. There were no changes in the discount rate. In 2017, the discount rate was reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5 percent discount rate.

REQUIRED SUPPLEMENTARY INFORMATION

AGENDA ITEM NO. 9.

Schedule of Pension Contributions

California Public Employees' Retirement System (CalPERS) - Miscellaneous Plan					
Last Ten Fiscal Years ⁴					
	2022-23 ¹	2021-22 ¹	2020-21 ¹	2019-20 ¹	2018-19 ¹
Actuarially determined contribution ²	\$ 6,599,704	\$ 6,561,636	\$ 5,805,693	\$ 4,995,682	\$ 4,051,371
Contributions to actuarially determined contribution ²	(6,599,704)	(6,561,636)	(5,805,693)	(4,995,682)	(4,051,371)
Contribution deficiency (excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered payroll ³	\$ 33,495,139	\$ 32,519,552	\$ 31,572,381	\$ 30,228,914	\$ 28,646,712
Contributions as a percentage of covered payroll ³	19.70%	20.18%	18.39%	16.53%	14.14%
	2017-18 ¹	2016-17 ¹	2015-16 ¹	2014-15 ¹	2013-14 ¹
Actuarially determined contribution ²	\$ 3,326,932	\$ 3,204,896	\$ 2,918,817	\$ 3,275,626	\$ 3,096,889
Contributions to actuarially determined contribution ²	(3,326,932)	(3,204,896)	(2,918,817)	(3,275,626)	(3,096,889)
Contribution deficiency (excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered payroll ³	\$ 26,661,340	\$ 25,396,835	\$ 24,405,359	\$ 22,815,330	\$ 21,224,617
Contributions as a percentage of covered payroll ³	12.48%	12.62%	11.96%	14.36%	14.59%

¹ As prescribed in GASB 68, paragraph 46, the information presented in the Schedule of Plan Contributions should also be presented as of the employer's most recent fiscal year-end. The employer is responsible for determining this information as prescribed by the standard as this data is not available to CalPERS.

² Employers are assumed to make contributions equal to the actuarially determined contributions. However, some employers may choose to make additional contributions towards their unfunded liability. Employer contributions for such plans exceed the actuarially determined contributions.

³ Includes one year's payroll growth using 2.75 percent payroll assumption for fiscal year ended June 30, 2018; 3.00 percent payroll assumption for fiscal years ended June 30, 2014-17.

⁴ This schedule is intended to show information for 10 years. Additional years will be displayed as they become available. Valuation Date:

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2019-20 were derived from the June 30, 2017 funding valuation report.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Normal Cost Method
Amortization method/Period	For details, see June 30, 2017 Funding Valuation Report
Asset valuation method	Fair Value of Assets. For details, see June 30, 2017 Funding Valuation Report.
Inflation	2.50%
Salary increases	Varies by Entry Age and Service
Payroll Growth	2.75%
Investment rate of return	7.00%, net of pension plan investment & admin exps; includes inflation.
Retirement age	The probabilities of Retirement are based on the 2017 CalPERS Experience Study for the period from 1997 to 2015.
Mortality	The probabilities of mortality are based on the 2017 CalPERS Experience Study for the period from 1997 to 2015. Pre-retirement and Post-retirement mortality rates include 15 years of projected mortality improvement using 90% of Scale MP-2016 published by the Society of Actuaries.

REQUIRED SUPPLEMENTARY INFORMATION

AGENDA ITEM NO. 9.

Schedule of Pension Contributions, Continued

California Public Employees' Retirement System (CalPERS) – Safety Plan

	Last Ten Fiscal Years ⁴				
	2022-23 ¹	2021-22 ¹	2020-21 ¹	2019-20 ¹	2018-19 ¹
Actuarially determined contribution ²	\$ 9,807,362	\$ 8,991,444	\$ 7,861,821	\$ 6,966,114	\$ 5,912,775
Contributions to actuarially determined contribution ²	(9,807,362)	(8,991,444)	(7,861,821)	(6,966,114)	(5,912,775)
Contribution deficiency (excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered payroll ³	\$ 20,221,904	\$ 19,632,917	\$ 19,061,084	\$ 19,148,678	\$ 18,354,740
Contributions as a percentage of covered payroll ³	48.50%	45.80%	41.25%	36.38%	32.21%
	2017-18 ¹	2016-17 ¹	2015-16 ¹	2014-15 ¹	2013-14 ¹
Actuarially determined contribution ²	\$ 5,062,611	\$ 4,872,316	\$ 4,263,677	\$ 4,110,362	\$ 3,752,858
Contributions to actuarially determined contribution ²	(5,062,611)	(4,872,316)	(4,263,677)	(4,110,362)	(3,752,858)
Contribution deficiency (excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered payroll ³	\$ 17,992,455	\$ 16,912,791	\$ 15,361,676	\$ 14,732,611	\$ 13,667,214
Contributions as a percentage of covered payroll ³	28.14%	28.81%	27.76%	27.90%	27.46%

¹ As prescribed in GASB 68, paragraph 46, the information presented in the Schedule of Plan Contributions should also be presented as of the employer's most recent fiscal year-end. The employer is responsible for determining this information as prescribed by the standard as this data is not available to CalPERS.

² Employers are assumed to make contributions equal to the actuarially determined contributions. However, some employers may choose to make additional contributions towards their unfunded liability. Employer contributions for such plans exceed the actuarially determined contributions.

³ Includes one year's payroll growth using 2.75 percent payroll assumption for fiscal year ended June 30, 2018; 3.00 percent payroll assumption for fiscal years ended June 30, 2014-17.

⁴ This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Valuation Date:

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2019-20 were derived from the June 30, 2017 funding valuation report.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Normal Cost Method
Amortization method/Period	For details, see June 30, 2017 Funding Valuation Report
Asset valuation method	Fair Value of Assets. For details, see June 30, 2017 Funding Valuation Report.
Inflation	2.50%
Salary increases	Varies by Entry Age and Service
Payroll Growth	2.75%
Investment rate of return	7.00%, net of pension plan investment & admin exps; includes inflation.
Retirement age	The probabilities of Retirement are based on the 2017 CalPERS Experience Study for the period from 1997 to 2015.
Mortality	The probabilities of mortality are based on the 2017 CalPERS Experience Study for the period from 1997 to 2015. Pre-retirement and Post-retirement mortality rates include 15 years of projected mortality improvement using 90% of Scale MP-2016 published by the Society of Actuaries.

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Nonmajor Governmental Funds

Special Revenue Funds

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

Off Highway Use Fund - This fund is used to account for the revenue received from the off-highway users fee since the fee can only be used for off-road facilities.

Housing & Community Development Fund - This fund is used to account for the revenue and expenses for the Community Development Block Grant operational activities.

Community Facilities District 2020-1 Fund (Dry Creek Preserve Sewer Facilities and Services) - This fund is used to collect funds to finance all costs associated with the maintenance and operation of certain temporary public sewer facilities and the eventual replacement of those temporary facilities with permanent public sewer facilities.

Debt Service Funds

The debt service fund is used to account for the accumulation of resources and payment of bond principal and interest when the government is obligated in some manner for the payment.

1976 Fire and Sewer Bond Fund - This fund is used to account for the proceeds of the 1976 Fire and Sewer Bond sale and the annual debt service.

Capital Projects Funds

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

Park and Recreation Improvement Fund - This fund is used to account for capital improvements for parks, including acquisition of property. Revenues come from developer fees and grants.

Refuse Equipment Reserve Fund - This fund is used to account for the revenue generated by developer fees for the acquisition of equipment for refuse collection and disposal.

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

AGENDA ITEM NO. 9.

	Special Revenue			
	Off Highway Use	Housing & Comm Development	Community Facilities District 2020-1	Total
ASSETS				
Cash and investments	\$ 70,404	\$ 1,037,976	\$ 176,744	\$ 1,285,124
Receivables	190	3,404,999	10,993	3,416,182
Due from other governments		206,182		206,182
Total assets	<u>\$ 70,594</u>	<u>\$ 4,649,157</u>	<u>\$ 187,737</u>	<u>\$ 4,907,488</u>
LIABILITIES				
Accounts payable		\$ 798,326		\$ 798,326
Deposits and other liabilities			\$ 25,059	25,059
Total Liabilities	<u>\$ 0</u>	<u>798,326</u>	<u>25,059</u>	<u>823,385</u>
FUND BALANCES				
Restricted for:				
Capital projects	70,594			70,594
Community development		3,850,831	162,678	4,013,509
Debt service				0
Assigned for:				
Capital				0
Total fund balances	<u>70,594</u>	<u>3,850,831</u>	<u>162,678</u>	<u>4,084,103</u>
Total liabilities and fund balances	<u>\$ 70,594</u>	<u>\$ 4,649,157</u>	<u>\$ 187,737</u>	<u>\$ 4,907,488</u>

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

Page 2 of 2

AGENDA ITEM NO. 9.

Debt Service		Capital Projects		Total Nonmajor Governmental Funds
1976 Fire and Sewer	Park and Recreation	Refuse Equipment	Total	
\$ 431,733	\$ 11,550,158	\$ 2,334,835	\$13,884,993	\$ 15,601,850
1,244	45,027	6,341	51,368	3,468,794
	394,833		394,833	601,015
<u>\$ 432,977</u>	<u>\$ 11,990,018</u>	<u>\$ 2,341,176</u>	<u>\$14,331,194</u>	<u>\$ 19,671,659</u>
	\$ 1,428,363		\$ 1,428,363	\$ 2,226,689
	9,200		9,200	34,259
<u>\$ 0</u>	<u>1,437,563</u>	<u>\$ 0</u>	<u>1,437,563</u>	<u>2,260,948</u>
			0	70,594
	3,840,455	2,341,176	6,181,631	10,195,140
432,977			0	432,977
	6,712,000		6,712,000	6,712,000
<u>432,977</u>	<u>10,552,455</u>	<u>2,341,176</u>	<u>12,893,631</u>	<u>17,410,711</u>
<u>\$ 432,977</u>	<u>\$ 11,990,018</u>	<u>\$ 2,341,176</u>	<u>\$14,331,194</u>	<u>\$ 19,671,659</u>

City of Clovis
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2023

	Special Revenue			
	Off Highway Use	Housing & Comm Development	Community Facilities District 2020-1	Total
REVENUES				
Use of money and property	\$ 2,379	\$ (9,896)	\$ (2,329)	\$ (9,846)
From other agencies		647,719	91,557	739,276
Charges for services				0
Other revenues		50		50
Total revenue	<u>2,379</u>	<u>637,873</u>	<u>89,228</u>	<u>729,480</u>
EXPENDITURES				
Current:				
Community development		953,751		953,751
Capital outlays			5,700	5,700
Total expenditures	<u>0</u>	<u>953,751</u>	<u>5,700</u>	<u>959,451</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,379</u>	<u>(315,878)</u>	<u>83,528</u>	<u>(229,971)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In				0
Transfers out				0
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net change in fund balances	2,379	(315,878)	83,528	(229,971)
Fund balances-beginning	68,215	4,166,709	79,150	4,314,074
Fund balances-ending	<u>\$ 70,594</u>	<u>\$ 3,850,831</u>	<u>\$ 162,678</u>	<u>\$ 4,084,103</u>

City of Clovis
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2023

Debt Service		Capital Projects		Total Nonmajor Governmental Funds
1976 Fire and Sewer	Park and Recreation	Refuse Equipment	Total	
\$ 6,443	\$ 83,565	\$ 20,459	\$ 104,024	\$ 100,621
	691,882		691,882	1,431,158
	3,879,294	522,011	4,401,305	4,401,305
			0	50
<u>6,443</u>	<u>4,654,741</u>	<u>542,470</u>	<u>5,197,211</u>	<u>5,933,134</u>
	223,147		223,147	1,176,898
	3,905,502		3,905,502	3,911,202
<u>0</u>	<u>4,128,649</u>	<u>0</u>	<u>4,128,649</u>	<u>5,088,100</u>
<u>6,443</u>	<u>526,092</u>	<u>542,470</u>	<u>1,068,562</u>	<u>845,034</u>
	24,000		24,000	24,000
		(150,000)	(150,000)	(150,000)
<u>0</u>	<u>24,000</u>	<u>(150,000)</u>	<u>(126,000)</u>	<u>(126,000)</u>
6,443	550,092	392,470	942,562	719,034
426,534	10,002,363	1,948,706	11,951,069	16,691,677
<u>\$ 432,977</u>	<u>\$10,552,455</u>	<u>\$ 2,341,176</u>	<u>\$ 12,893,631</u>	<u>\$ 17,410,711</u>

City of Clovis
Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Local Transportation Capital Projects Fund
For the Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget- Positive (Negative)
REVENUE				
Use of money and property	\$ 0	\$ 0	\$ 562,207	\$ 562,207
From other agencies	14,422,000	14,422,000	20,884,880	6,462,880
Other revenues	0	0	3,200	3,200
Total revenues	14,422,000	14,422,000	21,450,287	7,028,287
EXPENDITURES				
Capital Outlay	29,245,652	53,708,052	24,046,084	29,661,968
Total expenditures	29,245,652	53,708,052	24,046,084	29,661,968
Excess (deficiency) of revenues over expenditures	(14,823,652)	(39,286,052)	(2,595,797)	36,690,255
OTHER FINANCING SOURCES (USES)				
Transfers In	0	103,750	104,000	250
Transfers Out	0	0	(42,000)	(42,000)
Total other financing sources (uses)	0	103,750	62,000	(41,750)
Net change in fund balances	(14,823,652)	(39,182,302)	(2,533,797)	36,648,505
Fund balance-beginning	22,406,918	22,406,918	22,406,918	
Fund balance-ending	<u>\$ 7,583,266</u>	<u>\$ (16,775,384)</u>	<u>\$ 19,873,121</u>	<u>\$ 36,648,505</u>

City of Clovis
Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Off Highway Use Special Revenue Fund
For the Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget- Positive (Negative)
REVENUE				
Use of money and property	\$ 0	\$ 0	\$ 2,379	\$ 2,379
Total revenues	0	0	2,379	2,379
EXPENDITURES				
Total expenditures	0	0	0	0
Excess (deficiency) of revenues over expenditures	0	0	2,379	2,379
Fund balance-beginning	68,215	68,215	68,215	
Fund balance-ending	<u>\$ 68,215</u>	<u>\$ 68,215</u>	<u>\$ 70,594</u>	<u>\$ 2,379</u>

City of Clovis
Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Housing and Community Development Special Revenue Fund
For the Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget- Positive (Negative)
REVENUE				
Use of money and property	\$ 0	\$ 0	\$ (9,896)	\$ (9,896)
From other agencies	7,545,000	7,746,848	647,719	(7,099,129)
Other revenues	0	0	50	50
Total revenues	<u>7,545,000</u>	<u>7,746,848</u>	<u>637,873</u>	<u>(7,108,975)</u>
EXPENDITURES				
Community development	7,942,800	8,110,880	953,751	7,157,129
Total expenditures	<u>7,942,800</u>	<u>8,110,880</u>	<u>953,751</u>	<u>7,157,129</u>
Excess (deficiency) of revenues over expenditures	(397,800)	(364,032)	(315,878)	48,154
Fund balance-beginning	4,166,709	4,166,709	4,166,709	
Fund balance-ending	<u>\$ 3,768,909</u>	<u>\$ 3,802,677</u>	<u>\$ 3,850,831</u>	<u>\$ 48,154</u>

City of Clovis
Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Community Facilities District 2020-1 Special Revenue Fund
For the Year Ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUE				
From other agencies	\$ 33,000	\$ 33,000	\$ 91,557	\$ 58,557
Charges for services	33,000	33,000	0	(33,000)
Total revenues	66,000	66,000	89,228	23,228
EXPENDITURES				
Community development	32,700	32,700	5,700	27,000
Total expenditures	32,700	32,700	5,700	27,000
Excess (deficiency) of revenues over expenditures	33,300	33,300	83,528	50,228
Fund balance-beginning	79,150	79,150	79,150	
Fund balance-ending	<u>\$ 112,450</u>	<u>\$ 112,450</u>	<u>\$ 162,678</u>	<u>\$ 50,228</u>

City of Clovis
Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
1976 Fire and Sewer Debt Service Fund
For the Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget- Positive (Negative)
REVENUE				
Use of money and property	\$ 0	\$ 0	\$ 6,443	\$ 6,443
Total revenues	0	0	6,443	6,443
EXPENDITURES				
Total expenditures	0	0	0	0
Excess (deficiency) of revenues over expenditures	0	0	6,443	6,443
Fund balance-beginning	426,534	426,534	426,534	
Fund balance-ending	<u>\$ 426,534</u>	<u>\$ 426,534</u>	<u>\$ 432,977</u>	<u>\$ 6,443</u>

City of Clovis
Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Park and Recreation Capital Project Fund
For the Year Ended June 30, 2023

	Budgeted Amounts			Variance with Final Budget- Positive (Negative)
	Original	Final	Actual Amounts	
REVENUE				
Use of money and property	\$ 0	\$ 0	\$ 83,565	\$ 83,565
From other agencies	739,000	739,000	691,882	(47,118)
Charges for services	2,142,000	2,142,000	3,879,294	1,737,294
Total revenues	2,881,000	2,881,000	4,654,741	1,773,741
EXPENDITURES				
Community development	0	0	223,147	(223,147)
Capital outlays	1,900,390	10,840,690	3,905,502	6,935,188
Total expenditures	1,900,390	10,840,690	4,128,649	6,712,041
Excess (deficiency) of revenues over expenditures	980,610	(7,959,690)	526,092	8,485,782
OTHER FINANCING SOURCES (USES)				
Transfers In	0	0	24,000	
Total other financing sources (uses)	0	0	24,000	0
Net change in fund balances	980,610	(7,959,690)	550,092	8,485,782
Fund balance-beginning	10,002,363	10,002,363	10,002,363	
Fund balance-ending	\$ 10,982,973	\$ 2,042,673	\$ 10,552,455	\$ 8,485,782

City of Clovis
Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Refuse Equipment Capital Project Fund
For the Year Ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUE				
Use of money and property	\$ 0	\$ 0	\$ 20,459	\$ 20,459
Charges for services	0	0	522,011	522,011
Total revenues	0	0	542,470	542,470
EXPENDITURES				
Total expenditures	0	0	0	0
Excess (deficiency) of revenues over expenditures	0	0	542,470	542,470
OTHER FINANCING SOURCES (USES)				
Transfers Out	0	0	(150,000)	(150,000)
Total other financing sources (uses)	0	0	(150,000)	(150,000)
Net change in fund balance	0	0	392,470	392,470
Fund balance-beginning	1,948,706	1,948,706	1,948,706	
Fund balance-ending	<u>\$ 1,948,706</u>	<u>\$ 1,948,706</u>	<u>\$ 2,341,176</u>	<u>\$ 392,470</u>

Internal Service Funds

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

Self-Insurance Fund - This fund is used to account for the cost of general liability and property damage insurance. It is funded by a charge to all operating departments.

Fleet Fund - This fund is used to account for rental charges to all operating departments for maintenance and replacement cost for equipment and vehicles.

Employee Benefit Fund - This fund is used to account for the cost of employee benefits including retirement, workers' compensation, health insurance, unemployment insurance and Medicare insurance. It is funded by a charge to all operating departments.

General Services - This fund is used to account for the centralized support provided to other departments and for government facility enhancements and acquisitions.

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

AGENDA ITEM NO. 9.

	Self Insurance	Fleet	Employee Benefits	General Services	Total
ASSETS					
Current assets:					
Cash and investments	\$ 1,464,868	\$ 23,335,711	\$ 16,888,743	\$ 27,459,520	\$ 69,148,842
Receivables	65,566	76,606	99,248	311,554	552,974
Due from other governments				469,733	469,733
Inventories		949,000			949,000
Total current assets	1,530,434	24,361,317	16,987,991	28,240,807	71,120,549
Noncurrent assets:					
Restricted cash and investments:					
Cash with fiscal agent-bond accounts				11,905,025	11,905,025
Total restricted assets	0	0	0	11,905,025	11,905,025
Capital assets:					
Land				8,872,400	8,872,400
Buildings and improvements		940,271		129,648,131	130,588,402
Machinery and equipment		51,339,243		9,310,260	60,649,503
Less accumulated depreciation		(32,168,438)		(54,954,526)	(87,122,964)
Total capital assets (net of accumulated depreciation)	0	20,111,076	0	92,876,265	112,987,341
Intangible assets				273,219	273,219
Less accumulated amortization				(38,711)	(38,711)
Total intangible assets (net of accumulated amortization)	0	0	0	234,508	234,508
Total noncurrent assets	0	20,111,076	0	105,015,798	125,126,874
Total assets	1,530,434	44,472,393	16,987,991	133,256,605	196,247,423
DEFERRED OUTFLOW OF RESOURCES					
Pension related deferred outflows	103,881	935,021	211,902	1,496,323	2,747,127
Total deferred outflows of resources	103,881	935,021	211,902	1,496,323	2,747,127
LIABILITIES					
Current liabilities:					
Accounts payable	132,852	861,576	105,513	2,349,790	3,449,731
Claims and judgements payable			2,548,000		2,548,000
Accrued compensated absences		22,900	4,500	42,700	70,100
Deposits and other liabilities				545,673	545,673
Unearned revenue				574,308	574,308
Subscription liability - current				56,935	56,935
Direct borrowings-current		581,892		1,711,509	2,293,401
Loans payable-current				264,967	264,967
Revenue bonds-current				285,000	285,000
Total current liabilities	132,852	1,466,368	2,658,013	5,830,882	10,088,115
Noncurrent liabilities:					
Claims and judgements payable			5,875,000		5,875,000
Accrued compensated absences		80,969	15,921	151,269	248,159
Advances from other funds				6,750,000	6,750,000
Subscription liability				58,344	58,344
Direct borrowings		1,119,793		7,957,652	9,077,445
Loans payable				1,643,938	1,643,938
Revenue bonds (net of discount/premium)				13,188,786	13,188,786
Net pension liability	382,930	3,342,321	775,999	5,439,897	9,941,147
Total noncurrent liabilities	382,930	4,543,083	6,666,920	35,189,886	46,782,819
Total liabilities	515,782	6,009,451	9,324,933	41,020,768	56,870,934
DEFERRED INFLOW OF RESOURCES					
Lease deferred inflows				175,371	175,371
Pension deferred inflows	7,113	63,141	14,296	102,509	187,059
Total deferred inflow of resources	7,113	63,141	14,296	277,880	362,430
NET POSITION					
Net investment in capital assets		18,409,391		67,943,642	86,353,033
Restricted for debt service				11,905,025	11,905,025
Unrestricted (deficit)	1,111,420	20,925,431	7,860,664	13,605,613	43,503,128
Total net position	\$ 1,111,420	\$ 39,334,822	\$ 7,860,664	\$ 93,454,280	\$ 141,761,186

City of Clovis

AGENDA ITEM NO. 9.

**Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
Internal Service Funds
For the Year Ended June 30, 2023**

	Self Insurance	Fleet	Employee Benefits	General Services	Total
Operating revenues:					
Charges for services	\$5,016,900	\$12,942,909	\$ 34,279,455	\$14,568,525	\$ 66,807,789
From other agencies		277,029		2,467,837	2,744,866
Other revenues	60,350			3,623,365	3,683,715
Total operating revenues	<u>5,077,250</u>	<u>13,219,938</u>	<u>34,279,455</u>	<u>20,659,727</u>	<u>73,236,370</u>
Operating expenses:					
Salaries and benefits	257,050	2,115,056	17,034,681	3,591,391	22,998,178
Services, materials and supplies	5,456,670	3,833,131	14,479,188	7,855,281	31,624,270
Administration	56,300	1,181,000	95,400	509,900	1,842,600
Depreciation and amortization		2,758,782		3,742,802	6,501,584
Total operating expenses	<u>5,770,020</u>	<u>9,887,969</u>	<u>31,609,269</u>	<u>15,699,374</u>	<u>62,966,632</u>
Operating income (loss)	<u>(692,770)</u>	<u>3,331,969</u>	<u>2,670,186</u>	<u>4,960,353</u>	<u>10,269,738</u>
Nonoperating revenues (expenses):					
Interest income	4,378	380,436	108,139	1,327,308	1,820,261
Net increase (decrease) in cash fair value	22,071	(168,287)	(67,113)	(1,022,520)	(1,235,849)
Interest expense		(46,125)		(415,972)	(462,097)
Gain (loss) on sale of capital assets		124,431		(4,300)	120,131
Total nonoperating revenue (expense)	<u>26,449</u>	<u>290,455</u>	<u>41,026</u>	<u>(115,484)</u>	<u>242,446</u>
Income before contributions and transfers	<u>(666,321)</u>	<u>3,622,424</u>	<u>2,711,212</u>	<u>4,844,869</u>	<u>10,512,184</u>
Capital contributions		110,999			110,999
Transfers in		992,000		1,931,000	2,923,000
Changes in net position	<u>(666,321)</u>	<u>4,725,423</u>	<u>2,711,212</u>	<u>6,775,869</u>	<u>13,546,183</u>
Total net position-beginning	<u>1,777,741</u>	<u>34,609,399</u>	<u>5,149,452</u>	<u>86,678,411</u>	<u>128,215,003</u>
Total net position-ending	<u>\$1,111,420</u>	<u>\$39,334,822</u>	<u>\$ 7,860,664</u>	<u>\$93,454,280</u>	<u>\$141,761,186</u>

City of Clovis
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2023

	Self Insurance	Fleet	Employee Benefits	General Services	Total
CASH FLOW FROM OPERATING ACTIVITIES					
Receipts for interfund services	\$ 4,994,920	\$ 12,893,900	\$ 34,319,212	\$ 12,581,535	\$ 64,789,567
Payments to suppliers	(5,393,217)	(4,757,680)	(14,888,814)	(9,334,010)	(34,373,721)
Payments to employees	(238,802)	(1,929,235)	(16,976,037)	(3,385,376)	(22,529,450)
Other operating revenues	60,352	277,029		5,579,538	5,916,919
Net cash provided by (used in) operating activities	(576,747)	6,484,014	2,454,361	5,441,687	13,803,315
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers-in from other funds		992,000		1,931,000	2,923,000
Net cash provided by noncapital financing activities	0	992,000	0	1,931,000	2,923,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition and construction of capital assets		(5,330,548)		(12,436,076)	(17,766,624)
Principal paid on bonds, loans, and direct borrowings		(810,328)		(2,099,270)	(2,909,598)
Interest paid on bonds, loans, and direct borrowings		(46,125)		(415,972)	(462,097)
Proceeds from sale of property and equipment		241,434			241,434
Proceeds from advances from other funds				6,750,000	6,750,000
Net cash provided by (used in) capital and related financing activities	0	(5,945,567)	0	(8,201,318)	(14,146,885)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest and dividends on investments	4,378	380,438	108,139	1,327,310	1,820,265
Increase/(decrease) in fair value of investments	22,071	(168,287)	(67,113)	(1,022,520)	(1,235,849)
Net cash provided by (used in) investing activities	26,449	212,151	41,026	304,790	584,416
Net change in cash and cash equivalents	(550,298)	1,742,598	2,495,387	(523,841)	3,163,846
Cash and cash equivalents-beginning of year	2,015,166	21,593,113	14,393,356	39,888,386	77,890,021
Cash and cash equivalents-end of year	\$ 1,464,868	\$ 23,335,711	\$ 16,888,743	\$ 39,364,545	\$ 81,053,867
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	\$ (692,770)	\$ 3,331,969	\$ 2,670,186	\$ 4,960,353	\$ 10,269,738
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:					
Depreciation/amortization expense		2,758,782		3,742,802	6,501,584
(Increase)/decrease in accounts receivable	(21,980)	(49,009)	39,757	(24,215)	(55,447)
(Increase)/decrease in due from other governments				(453,207)	(453,207)
(Increase)/decrease in inventories		(41,000)			(41,000)
(Increase)/decrease in deferred outflows - pension	(64,049)	(572,242)	(121,653)	(955,151)	(1,713,095)
(Increase)/decrease in prepaid items				(18,000)	(18,000)
Increase/(decrease) in accounts payable	119,755	297,451	(16,226)	(950,829)	(549,849)
Increase/(decrease) in accrued compensated absences		22,654	3,534	16,743	42,931
Increase/(decrease) in unearned revenue				(1,962,775)	(1,962,775)
Increase/(decrease) in claims and judgments payable			(298,000)		(298,000)
Increase/(decrease) in net pension liability	169,351	1,514,011	365,801	2,347,225	4,396,388
Increase/(decrease) in deferred inflows - lease				(58,457)	(58,457)
Increase/(decrease) in deferred inflows - pension	(87,054)	(778,602)	(189,038)	(1,202,802)	(2,257,496)
Total adjustments	116,023	3,152,045	(215,825)	481,334	3,533,577
Net cash provided by (used in) operating activities	\$ (576,747)	\$ 6,484,014	\$ 2,454,361	\$ 5,441,687	\$ 13,803,315

Noncash investing, capital, and financing activities:

During the year the Fleet Maintenance Fund, an internal service fund, received \$110,999 in donated assets.

Fiduciary Funds

Custodial Funds are used to account for assets held by the government for individuals, private organizations, other governments and/or other funds.

Blackhorse Assessment Fund - This fund is used to account for revenue and expenditures related to the maintenance within the Blackhorse III (95-1) Assessment District such as streets, curb & gutter, street lighting, sidewalks and gates.

Temperance/Barstow Assessment Fund - This fund is used to account for the receipts and disbursements of the Temperance Barstow Assessment District.

Shepherd/Temperance Assessment Fund - This fund is used to account for the receipts and disbursements of the Shepherd Temperance Assessment District.

City of Clovis
Combining Statement of Fiduciary Net Position
Custodial Funds
June 30, 2023

AGENDA ITEM NO. 9.

	Custodial Funds			
	Blackhorse Assessment	Temperance Barstow Assessment	Shepherd Temperance Assessment	Total
ASSETS				
Cash and investments	\$ 103,460	\$ 75,792	\$ 5,763	\$ 185,015
Receivables	890	208	9	1,107
Total assets	104,350	76,000	5,772	186,122
LIABILITIES				
Accounts payable				
Deposits and other liabilities			474	474
Total liabilities	0	0	474	474
NET POSITION				
Restricted for:				
Individuals, organizations, and other governments	104,350	76,000	5,298	185,648
Total net position	\$ 104,350	\$ 76,000	\$ 5,298	\$ 185,648

City of Clovis
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

	Custodial Funds			
	Blackhorse Assessment	Temperance Barstow Assessment	Shepherd Temperance Assessment	Total
ADDITIONS				
Special assessments tax	\$ 76,071			\$ 76,071
Investment earnings	2,235	\$ 1,161	\$ 97	3,493
Total additions	<u>78,306</u>	<u>1,161</u>	<u>97</u>	<u>79,564</u>
DEDUCTIONS				
Community development	<u>75,264</u>			<u>75,264</u>
Total deductions	<u>75,264</u>	<u>0</u>	<u>0</u>	<u>75,264</u>
Change in net position	3,042	1,161	97	4,300
Net position-Beginning	101,308	74,839	5,201	181,348
Net position-Ending	<u>\$ 104,350</u>	<u>\$ 76,000</u>	<u>\$ 5,298</u>	<u>\$ 185,648</u>

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Statistical Section

This part of the City of Clovis' Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

STATISTICAL SECTION

Statistical Section

Contents	Page
Financial Trends	111
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	
Revenue Capacity	119
These schedules contain information to help the reader assess the governments' most significant local revenue source, the property tax.	
Debt Capacity	123
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.	
Demographic and Economic Information	129
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.	
Operating Information	132
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	

CITY OF CLOVIS
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

(accrual basis of accounting)
(in thousands)

Fiscal Year Ended June 30,

	2014	2015*	2016	2017	2018	2019	2020	2021	2022	2023
Governmental activities:										
Net investment in capital assets	\$ 490,722	\$ 509,567	\$ 523,881	\$ 524,625	\$ 533,810	\$ 562,740	\$ 587,764	\$ 595,863	\$ 631,982	\$ 668,223
Restricted	24,266	23,997	25,843	20,681	27,826	33,325	38,522	42,460	48,790	50,687
Unrestricted	21,548	(67,159)	(67,081)	(54,927)	(63,435)	(66,182)	(51,797)	(32,398)	(22,188)	(32,488)
Total net position	\$ 536,536	\$ 466,405	\$ 482,643	\$ 490,379	\$ 498,201	\$ 529,883	\$ 574,489	\$ 605,925	\$ 658,584	\$ 686,422
Business-type activities:										
Net investment in capital assets	\$ 132,872	\$ 137,520	\$ 142,658	\$ 147,265	\$ 153,013	\$ 162,938	\$ 168,489	\$ 171,482	\$ 176,055	\$ 186,868
Restricted	3,365	3,377	906	953	25	1				2
Unrestricted	60,855	72,977	82,271	103,531	108,299	120,937	106,444	108,569	117,529	122,138
Total net position	\$ 197,092	\$ 213,874	\$ 225,835	\$ 251,749	\$ 261,337	\$ 283,876	\$ 274,933	\$ 280,051	\$ 293,584	\$ 309,008
Total Primary government:										
Net investment in capital assets	\$ 623,594	\$ 647,087	\$ 666,540	\$ 671,890	\$ 686,823	\$ 725,678	\$ 756,253	\$ 767,345	\$ 808,037	\$ 855,091
Restricted	27,631	27,374	26,748	21,634	27,851	33,326	38,522	42,460	48,790	50,689
Unrestricted	82,403	5,818	15,190	48,604	44,864	54,755	54,647	76,171	95,341	89,650
Total net position	\$ 733,628	\$ 680,279	\$ 708,478	\$ 742,128	\$ 759,538	\$ 813,759	\$ 849,422	\$ 885,976	\$ 952,168	\$ 995,430

*It should be noted that, due to the implementation of GASB 68 in fiscal year 2015, unrestricted net position in the Governmental Activities area was severely impacted, which is why the amount decreased by approximately \$88 million in one fiscal year (and remains negative through the current fiscal year).

CITY OF CLOVIS
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
 (accrual basis of accounting)
 (in thousands)

For the Fiscal Year Ended June 30,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses:										
Governmental activities:										
General government	\$ 5,642	\$ 5,587	\$ 5,577	\$ 6,218	\$ 6,481	\$ 7,730	\$ 7,436	\$ 7,426	\$ 5,464	\$ 9,536
Public safety	38,736	39,460	42,027	46,258	54,529	55,860	59,876	62,766	55,415	68,280
Transportation	11,251	12,686	12,232	13,307	14,057	14,883	18,884	16,632	17,097	18,170
Community development	310	909	637	1,742	1,984	751	286	2,995	840	1,176
Cultural and recreation	6,370	6,272	6,196	6,703	7,212	8,118	7,115	7,174	7,825	9,261
Interest and other charges			924	886	805	755	694	726	488	462
Total governmental activities expenses	62,309	64,914	67,593	75,114	85,068	88,097	94,291	97,719	87,129	106,885
Business-type activities:										
Refuse	14,857	15,654	16,207	16,574	18,502	20,205	21,744	22,079	23,424	24,730
Sewer	19,883	18,011	18,553	18,235	18,862	18,738	19,465	19,541	20,366	21,031
Water	13,626	14,486	14,487	15,604	16,807	17,463	18,551	24,963	21,431	22,083
Transit	4,946	4,884	5,016	5,098	6,280	6,961	7,008	6,792	7,063	8,357
Planning & Development Services	7,226	7,557	7,781	8,555	9,410	10,443	11,662	11,338	10,076	13,740
Total business-type activities expenses	60,538	60,592	62,044	64,066	69,861	73,810	78,430	84,713	82,360	89,941
Total primary government expenses	122,847	125,506	129,637	139,180	154,929	161,907	172,721	182,432	169,489	196,826
Program revenues:										
Governmental activities:										
Charges for services:										
General government	4,378	4,995	4,875	4,640	4,497	5,137	5,069	8,934	10,165	10,203
Public safety	2,195	2,209	2,521	2,079	3,414	3,268	2,524	4,216	4,950	4,763
Transportation	9,916	6,788	6,061	7,411	7,901	15,897	17,192	15,446	16,976	21,051
Community development	352	1,231	301	865	307	456	935	322	383	447
Cultural and recreation	5,901	4,909	5,540	5,653	6,010	4,638	2,447	2,768	4,064	5,897
Operating grants and contributions	527	639	737	630	381	393	763	12,466	8,998	537
Capital grants and contributions	15,292	20,516	16,638	11,537	18,216	32,241	23,439	21,005	26,456	17,447
Total governmental activities program revenues	38,561	41,287	36,673	32,815	40,726	62,030	52,369	65,157	71,992	60,447

AGENDA ITEM NO. 9.

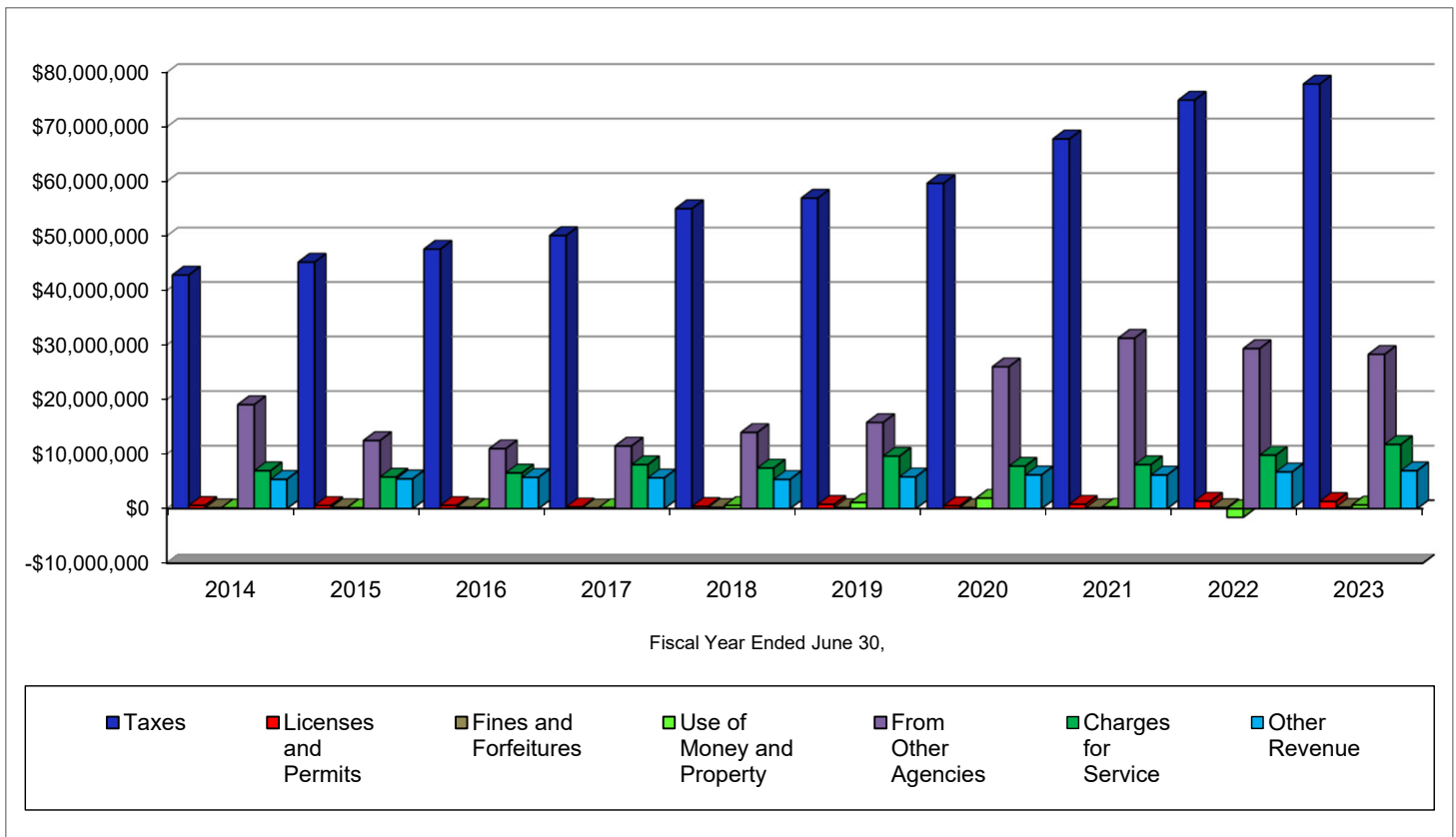
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Business-type activities:										
Charges for services:										
Community sanitation										
Sewer	17,240	17,608	17,692	18,083	19,235	20,022	21,116	23,166	25,034	26,559
Water	18,130	21,974	21,167	18,942	21,214	21,281	24,673	21,007	23,678	25,343
Transit	18,580	19,050	16,599	34,174	20,923	26,115	22,032	23,542	27,751	28,214
Planning & Development Services	1,473	1,541	1,608	1,597	1,692	1,729	1,920	2,675	2,921	3,007
Operating grants and contributions	8,630	8,159	8,807	9,619	9,828	10,522	12,029	11,737	11,403	12,238
Capital grants and contributions	2,879	4,247	4,056	4,464	4,590	5,463	4,542	4,496	5,328	5,849
	3,535	4,059	2,721	1,935	2,854	7,302	2,102	2,652	2,598	1,406
Total business-type activities										
program revenues	70,467	76,638	72,650	88,814	80,336	92,434	88,414	89,275	98,713	102,616
Total primary government										
program revenues	109,028	117,925	109,323	121,629	121,062	154,464	140,783	154,432	170,705	162,882
Net revenues (expenses):										
Governmental activities	(23,748)	(23,627)	(30,920)	(42,299)	(44,342)	(26,067)	(41,922)	(32,562)	(15,137)	(46,619)
Business-type activities	9,929	16,047	10,606	24,748	10,475	18,624	9,984	4,562	16,353	12,675
Total net revenues (expenses)	(13,819)	(7,580)	(20,314)	(17,551)	(33,867)	(7,443)	(31,938)	(28,000)	1,216	(33,944)
General revenues and other changes in net position										
Governmental activities:										
Taxes:										
Property taxes	19,159	19,842	20,649	22,392	24,833	26,668	28,520	30,378	33,241	36,213
Sales tax	16,923	18,039	19,120	19,676	20,432	21,597	22,394	27,526	31,106	30,238
Business license & Franchise Taxes	4,664	4,984	5,271	5,300	6,891	5,789	6,009	2,600	2,768	2,948
Transient occupancy taxes	2,097	2,329	2,552	2,705	2,871	2,896	2,743	3,538	3,780	4,310
Grants and contributions not restricted	131	172	183	178	186	504				
Unrestricted investment earnings	138	163	234	272	566	1,476	3,037	456	(2,638)	1,198
Transfers	(437)	(461)	(850)	(488)	(507)	(1,180)	(250)	(500)	(460)	(450)
Total governmental activities	42,675	45,068	47,159	50,035	55,272	57,750	62,453	63,998	67,797	74,457
Business-type activities:										
Unrestricted investment earnings	224	274	506	679	1,442	2,734	4,899	56	(3,280)	2,299
Transfers	437	461	850	488	507	1,180	250	500	460	450
Total business-type activities	661	735	1,356	1,167	1,949	3,914	5,149	556	(2,820)	2,749
Total primary government	43,336	45,803	48,515	51,202	57,221	61,664	67,602	64,554	64,977	77,206
Changes in net position										
Governmental activities	18,927	21,441	16,239	7,736	10,930	31,683	20,531	31,436	52,660	27,843
Business-type activities	10,590	16,782	11,962	25,915	12,424	22,538	15,133	5,118	13,533	15,404
Total primary government	\$ 29,517	\$ 38,223	\$ 28,201	\$ 33,651	\$ 23,354	\$ 54,221	\$ 35,664	\$ 36,554	\$ 66,193	\$ 43,247

AGENDA ITEM NO. 9.

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

Fiscal Year Ended June 30,	Taxes	Licenses and Permits	Fines and Forfeitures	Use of Money and Property	From Other Agencies	Charges for Service	Other Revenue	Total
2014	\$ 42,837,215	\$ 593,886	\$ 148,495	\$ 122,725	\$ 19,056,135	\$ 6,945,717	\$ 5,368,776	\$ 75,072,949
2015	45,191,980	583,060	207,358	144,328	12,484,156	5,794,337	5,469,201	69,874,420
2016	47,591,661	584,412	253,841	170,213	10,990,248	6,544,320	5,730,691	71,865,386
2017	50,072,582	330,336	140,193	173,524	11,473,015	8,060,073	5,634,697	75,884,420
2018	55,019,558	412,460	227,831	585,707	13,962,855	7,442,164	5,358,986	83,009,561
2019	56,949,844	778,319	195,146	1,134,952	15,787,432	9,620,602	5,831,451	90,297,746
2020	59,666,331	526,291	188,334	1,914,715	26,007,449	7,788,344	6,185,944	102,277,408
2021	67,802,558	804,977	150,920	271,010	31,247,370	8,054,434	6,153,290	114,484,559
2022	74,945,949	1,374,447	189,018	(1,578,778)	29,337,210	9,803,524	6,723,637	120,795,007
2023	77,886,573	1,332,924	260,164	664,075	28,278,996	11,761,752	6,959,681	127,144,165

Note: Includes all governmental fund types (General, Special Revenue, Debt Service and Capital Projects Funds).



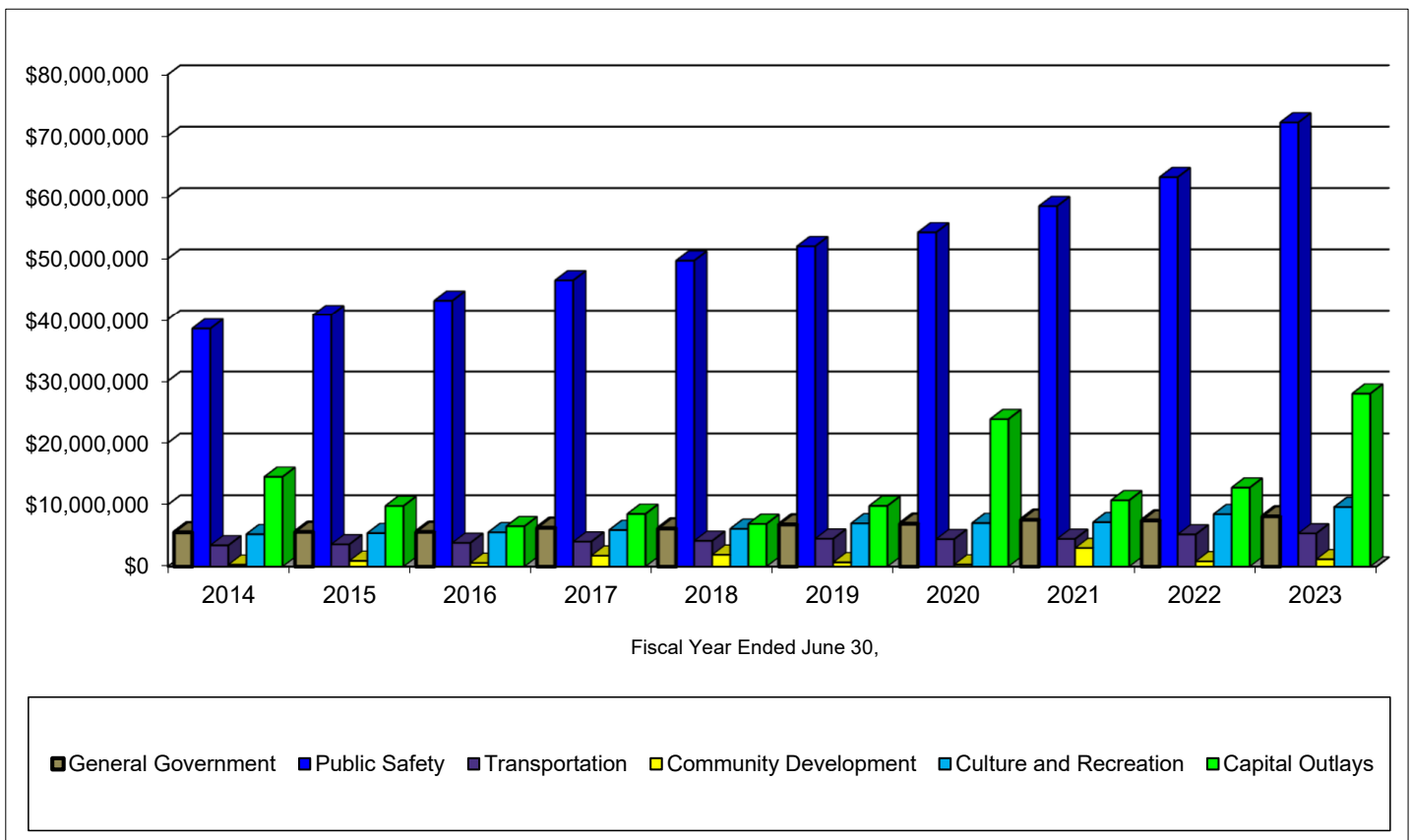
CITY OF CLOVIS

GENERAL GOVERNMENT EXPENDITURES BY FUNCTION

LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	General Government	Public Safety	Transportation	Community Development	Culture and Recreation	Capital Outlays	Total
2014	\$ 5,546,340	\$ 38,498,881	\$ 3,430,068	\$ 302,091	\$ 5,235,028	\$ 14,510,295	\$ 67,522,703
2015	5,622,192	40,767,185	3,595,841	917,702	5,409,366	9,800,799	66,113,085
2016	5,620,922	43,136,838	3,828,619	577,483	5,541,908	6,523,827	65,229,597
2017	6,287,114	46,476,211	4,032,061	1,757,867	5,914,052	8,516,678	72,983,983
2018	6,163,620	49,688,800	4,169,509	1,913,909	6,108,769	6,907,009	74,951,616
2019	6,818,113	52,034,209	4,506,493	686,251	6,993,547	9,818,090	80,856,703
2020	6,930,929	54,300,092	4,438,270	330,247	7,040,642	23,836,451	96,876,631
2021	7,576,845	58,574,671	4,481,127	2,999,876	7,179,605	10,712,079	91,524,203
2022	7,464,459	63,297,211	5,194,042	846,379	8,471,633	12,760,383	98,034,107
2023	8,120,203	72,210,311	5,362,350	1,177,004	9,617,862	27,957,286	124,445,016

Notes: Includes all governmental fund types (General, Special Revenue, Debt Service and Capital Projects Funds).



CITY OF CLOVIS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

For the Fiscal Year Ended June 30,					
	2014	2015	2016	2017	2018
Revenues:					
Property taxes	\$ 19,159,555	\$ 19,842,732	\$ 20,649,898	\$ 22,391,753	\$ 24,832,576
Sales taxes	16,916,615	18,037,581	19,119,633	19,675,483	20,425,341
Business license & Franchise taxes	4,664,123	4,929,246	5,271,321	5,300,062	6,891,105
Transient occupancy taxes	2,096,922	2,382,421	2,550,809	2,705,284	2,870,536
Licenses and permits	593,886	583,060	584,412	330,336	412,460
Fines and forfeitures	148,495	207,358	253,841	140,193	227,831
Use of money and property	122,725	144,328	170,213	173,524	585,707
From other agencies	19,056,135	12,484,156	10,990,248	11,473,015	13,962,855
Charges for current services	6,945,717	5,794,337	6,544,320	8,060,073	7,442,164
Other revenues	5,368,776	5,469,201	5,730,691	5,634,697	5,358,986
Total revenues	<u>75,072,949</u>	<u>69,874,420</u>	<u>71,865,386</u>	<u>75,884,420</u>	<u>83,009,561</u>
Expenditures					
Current:					
General government	5,546,340	5,622,192	5,620,922	6,287,114	6,163,620
Public safety	38,498,881	40,767,185	43,136,838	46,476,211	49,688,800
Transportation	3,430,068	3,595,841	3,828,619	4,032,061	4,169,509
Community development	302,091	917,702	577,483	1,757,867	1,913,909
Cultural and recreation	5,235,028	5,409,366	5,541,908	5,914,052	6,108,769
Debt service:					
Principal					
Interest and fiscal charges					
Bond issue costs					
Capital outlays	14,510,295	9,800,799	6,523,827	8,516,678	6,907,009
Total expenditures	<u>67,522,703</u>	<u>66,113,085</u>	<u>65,229,597</u>	<u>72,983,983</u>	<u>74,951,616</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,550,246</u>	<u>3,761,335</u>	<u>6,635,789</u>	<u>2,900,437</u>	<u>8,057,945</u>
Other financing sources (uses):					
Transfers in	18,995				
Transfers out	(1,256,080)	(1,211,000)	(4,050,000)	(3,188,000)	(506,700)
Total other financing sources (uses)	<u>(1,237,085)</u>	<u>(1,211,000)</u>	<u>(4,050,000)</u>	<u>(3,188,000)</u>	<u>(506,700)</u>
Net change in Fund balances	<u>\$ 6,313,161</u>	<u>\$ 2,550,335</u>	<u>\$ 2,585,789</u>	<u>\$ (287,563)</u>	<u>\$ 7,551,245</u>
Debt service as a percentage of noncapital expenditures	0.0%	0.0%	0.0%	0.0%	0.0%

CITY OF CLOVIS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	For the Fiscal Year Ended June 30,				
	2019	2020	2021	2022	2023
Property taxes	\$ 26,667,913	\$ 28,520,413	\$ 30,377,419	\$ 33,240,530	\$ 36,213,178
Sales taxes	21,597,179	22,393,757	27,526,307	31,105,966	30,238,078
Business license & Franchise taxes	5,788,765	6,008,671	6,360,691	6,819,233	7,125,400
Transient occupancy taxes	2,895,987	2,743,490	3,538,141	3,780,220	4,309,917
Licenses and permits	778,319	526,291	804,977	1,374,447	1,332,924
Fines and forfeitures	195,146	188,334	150,920	189,018	260,164
Use of money and property	1,134,952	1,914,715	271,010	(1,578,778)	664,075
From other agencies	15,787,432	26,007,449	31,247,370	29,337,210	28,278,996
Charges for current services	9,620,602	7,788,344	8,054,434	9,803,524	11,761,752
Other revenues	5,831,451	6,185,944	6,153,290	6,723,637	6,959,681
Total revenues	90,297,746	102,277,408	114,484,559	120,795,007	127,144,165
Current:					
General government	6,818,113	6,930,929	7,576,845	7,464,459	8,120,203
Public safety	52,034,209	54,300,092	58,574,671	63,297,211	72,210,311
Transportation	4,506,493	4,438,270	4,481,127	5,194,042	5,362,350
Community development	686,251	330,247	2,999,876	846,379	1,177,004
Cultural and recreation	6,993,547	7,040,642	7,179,605	8,471,633	9,617,862
Debt service:					
Principal					
Interest and fiscal charges					
Bond issue costs					
Capital outlays	9,818,090	23,836,451	10,712,079	12,760,383	27,957,286
Total expenditures	80,856,703	96,876,631	91,524,203	98,034,107	124,445,016
Excess (deficiency) of revenues over (under) expenditures	9,441,043	5,400,777	22,960,356	22,760,900	2,699,149
Transfers in	156,000	454,000			128,000
Transfers out	(1,975,000)	(3,110,000)	(18,445,300)	(9,015,300)	(3,501,000)
Total other financing sources (uses)	(1,819,000)	(2,656,000)	(18,445,300)	(9,015,300)	(3,373,000)
Net change in Fund balances	\$ 7,622,043	\$ 2,744,777	\$ 4,515,056	\$ 13,745,600	\$ (673,851)
	0.0%	0.0%	0.0%	0.0%	0.0%

CITY OF CLOVIS
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

General Fund

Fiscal Year Ended June 30,	Nonspendable	Restricted	Assigned	Unassigned	Total
2014	\$ 855,000	\$ 2,188,316	\$ 9,451,000	\$ 1,611,802	\$ 14,106,118
2015	855,000	2,368,439	10,000,000	3,702,156	16,925,595
2016		2,738,023	11,779,000	2,925,095	17,442,118
2017		3,189,504	12,152,000	708,019	16,049,523
2018		4,309,112	12,424,000	3,618,238	20,351,350
2019		4,960,824	13,512,000	4,433,151	22,905,975
2020		5,811,491	13,748,000	4,114,250	23,673,741
2021		6,680,015	17,011,500	1,280,958	24,972,473
2022		7,434,722	20,844,500	8,414,521	36,693,743
2023		8,211,235	22,215,100	7,408,320	37,834,655

All Other Governmental Funds

Fiscal Year Ended June 30,	Nonspendable	Restricted	Assigned	Unassigned	Total
2014	\$ 6,762,061	\$ 8,115,950	\$ 8,889,586		\$ 23,767,597
2015	6,865,628	6,349,429	10,283,400		23,498,457
2016		16,002,504	4,423,900		20,426,404
2017	7,528,473	18,886,282	258,000		26,672,755
2018		26,555,512	258,000		26,813,512
2019		27,613,930	4,267,000		31,880,930
2020		32,145,941	1,712,000		33,857,941
2021		35,202,765	1,871,500		37,074,265
2022		29,800,295	9,298,300		39,098,595
2023		30,571,832	6,712,000		37,283,832

CITY OF CLOVIS
ASSESSED AND ESTIMATED ACTUAL VALUE OF PROPERTY
LAST TEN FISCAL YEARS

AGENDA ITEM NO. 9.

Fiscal Year Ended June 30,	Real Property		Personal Property		Exemptions	Net		Total Direct Tax Rate
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Homeowners	Assessed Value	Estimated Actual Value	
2014	\$ 7,507,886,552	\$ 7,507,886,552	\$ 198,810,435	\$ 198,810,435	\$ 103,378,700	\$ 7,603,318,287	\$ 7,706,696,987	0%
2015	8,158,612,400	8,158,612,400	204,592,938	204,592,938	101,969,400	8,261,235,938	8,363,205,338	0%
2016	8,696,361,855	8,696,361,855	213,125,102	213,125,102	100,450,200	8,809,036,757	8,909,486,957	0%
2017	9,179,714,485	9,179,714,485	214,596,488	214,596,488	99,120,700	9,295,190,273	9,394,310,973	0%
2018	10,033,990,678	10,033,990,678	221,666,625	221,666,625	97,686,900	10,157,970,403	10,255,657,303	0%
2019	10,593,683,186	10,593,683,186	212,862,653	212,862,653	96,576,100	10,709,969,739	10,806,545,839	0%
2020	11,401,543,797	11,401,543,797	213,768,044	213,768,044	96,322,900	11,518,988,941	11,615,311,841	0%
2021	12,221,160,827	12,221,160,827	235,685,766	235,685,766	96,035,100	12,360,811,493	12,456,846,593	0%
2022	13,064,591,432	13,064,591,432	234,727,451	234,727,451	94,233,600	13,205,085,283	13,299,318,883	0%
2023	14,175,785,247	14,175,785,247	266,218,727	266,218,727	94,756,500	14,347,247,474	14,442,003,974	0%

Note: Effective fiscal year 1981-82 and fiscal years thereafter, assessed value is 100% of market value.
The rate applied to the assessed value for county wide property tax is 1%.

Source: Fresno County Auditor Controller/Treasurer Tax Collector FY2022-23 Tax Rate Book

CITY OF CLOVIS
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENT
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	City of Clovis	Clovis Unified School District Bond	State Center General Obligation Bond	County Wide	Total
2014	0.000000	0.155350	0.009602	1.000000	1.164952
2015	0.000000	0.155346	0.009308	1.000000	1.164654
2016	0.000000	0.155350	0.008064	1.000000	1.163414
2017	0.000000	0.155350	0.008480	1.000000	1.163830
2018	0.000000	0.398998	0.025934	1.000000	1.424932
2019	0.000000	0.155350	0.022966	1.000000	1.178316
2020	0.000000	0.155352	0.025786	1.000000	1.181138
2021	0.000000	0.155356	0.025672	1.000000	1.181028
2022	0.000000	0.155350	0.018088	1.000000	1.173438
2023	0.000000	0.155330	0.028470	1.000000	1.183800

Note: The basis for the tax rates is per \$100 assessed valuation.

Source: Fresno County Auditor Controller/Treasurer Tax Collector FY2022-23 Tax Rate Book

**CITY OF CLOVIS
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND TEN YEARS AGO**

Taxpayer	2023			2014		
	Taxable Assessed Value (1)	Rank	Percent of Total City Taxable Assessed Value	Taxable Assessed Value (1)	Rank	Percent of Total City Taxable Assessed Value
Fresno Community Hospital & Medical CTR	\$ 140,442	1	0.90%	\$ 110,369	1	1.45%
310 Amedeo Owner LLC	64,471	2	0.42%			
Community Hospitals of Central California	52,712	3	0.34%			
RLO LLC	48,249	4	0.31%			
LTC West Inc	37,928	5	0.25%			
Lennar Homes of California Inc	35,524	6	0.23%			
Prindiville Dennis Trustee	34,832	7	0.23%	44,073	3	0.58%
PD Village Green LP	31,951	8	0.21%			
Landvalue 37 LLC	29,772	9	0.19%			
6050 Enterprises LP	29,298	10	0.19%			
Pelco				66,605	2	0.88%
BRE Throne Clovis Commons LLC				36,972	4	0.49%
Clovis-Herndon Center II LLC				24,600	5	0.32%
Wal-Mart Real Estate Business Trust				24,076	6	0.32%
GSF Sunnyside Clovis Investors L P				22,228	7	0.29%
Copper Beech Townhome Communities				21,378	8	0.28%
Burgess Smith & Wathen Parnership VII				19,762	9	0.26%
Clovis Apartment Group LLC				19,561	10	0.26%
	<u>\$ 505,179</u>		<u>3.26%</u>	<u>\$ 389,624</u>		<u>5.13%</u>

(1) Amounts in thousands.

Source: City of Clovis-GIS
Fresno County Assessor

CITY OF CLOVIS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Total Tax Levy	Current Tax Collections	Percent of Current Taxes Collected	Delinquent Tax Collections₁	Total Tax Collections	Ratio of Total Tax Collections to Total Tax Levy	Current Delinquent Taxes	Ratio of Current Delinquent Taxes to Total Tax Levy₂
2014	\$ 9,957,414	\$ 9,627,588	96.7	\$ 216,607	\$ 9,844,195	98.9	\$ 148,664	1.493
2015	10,824,263	10,592,809	97.9	202,176	10,794,985	99.7	155,869	1.440
2016	11,475,064	11,371,562	99.1	111,527	11,483,089	100.1	159,503	1.390
2017	12,116,560	11,966,405	98.8	160,797	12,127,202	100.1	169,390	1.398
2018	13,366,204	13,159,337	98.5	268,359	13,427,696	100.5	187,528	1.403
2019	14,248,564	13,928,737	97.8	138,109	14,066,846	98.7	196,915	1.382
2020	14,932,240	14,428,282	96.6	196,398	14,624,680	97.9	244,291	1.636
2021	16,131,046	15,784,387	97.9	325,023	16,109,410	99.9	231,803	1.437
2022	17,256,877	16,649,714	96.5	282,717	16,932,431	98.1	260,234	1.508
2023	18,909,514	18,216,075	96.3	305,208	18,521,283	97.9	313,898	1.660

Notes: Amounts include only General Fund tax collections.

₁ Includes prior year delinquent tax collections.

₂ The ratio of current delinquent taxes represents the Fresno County wide rate as the County of Fresno is unable to provide the City of Clovis' delinquent tax ratio.

Sources: Fresno County Assessor's Office
Fresno County Auditor Controller

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

Fiscal Year Ended June 30,	Tax Allocation Bonds (1)	Special Assessment Bonds (1)	Lease Revenue Bonds (1)	Revenue Bonds (1)	Capital Leases (1)	Loans/ Contracts Payable (1)	Notes/Direct Placements Payable (1)	Total	Debt Per AV	Debt Per Capita
Governmental Activities										
2014	\$ 0	\$ 0	\$ 0	\$ 0	\$ 26,255,248	\$ 2,120,278	\$ 0	\$ 28,375,526	\$ 0.004	\$ 278
2015	0	0	0	0	23,655,822	1,805,112	0	25,460,934	0.003	244
2016	0	0	0	0	26,850,329	1,724,379	0	28,574,708	0.004	274
2017	0	0	0	0	24,154,921	1,480,623	0	25,635,544	0.003	231
2018	0	0	0	0	22,066,356	1,195,510	0	23,261,866	0.002	204
2019	0	0	0	0	11,284,736	2,745,885	8,997,833	23,028,454	0.002	197
2020	0	0	0	0	9,413,689	2,768,483	7,992,401	20,174,573	0.002	169
2021	0	0	0	13,943,941	0	2,439,906	16,494,902	32,878,749	0.003	270
2022	0	0	0	13,773,862	0	2,170,424	13,834,128	29,778,414	0.002	241
2023	0	0	0	13,473,784	0	1,908,905	11,370,846	26,753,535	0.002	215
Business-type Activities										
2014	\$ 0	\$ 0	\$ 0	\$ 141,888,294	\$ 0	\$ 9,783,356	\$ 0	\$ 151,671,650	\$ 0.020	\$ 1,484
2015	0	0	0	137,462,213	0	9,018,510	0	146,480,723	0.018	1,404
2016	0	0	0	130,540,195	0	8,205,774	0	138,745,969	0.017	1,330
2017	0	0	0	125,639,953	0	7,350,311	0	132,990,264	0.014	1,201
2018	0	0	0	118,831,052	0	6,449,775	0	125,280,827	0.012	1,100
2019	0	0	0	114,115,888	0	5,502,287	0	119,618,175	0.011	1,022
2020	0	0	0	109,265,725	0	4,505,030	0	113,770,755	0.010	955
2021	0	0	0	104,255,563	0	3,455,186	0	107,710,749	0.010	884
2022	0	0	0	99,030,400	0	2,355,574	0	101,385,974	0.009	820
2023	0	0	0	93,585,238	0	1,203,845	0	94,789,083	0.007	761
Total Primary Government										
2014	\$ 0	\$ 0	\$ 0	\$ 141,888,294	\$ 26,255,248	\$ 11,903,634	\$ 0	\$ 180,047,176	\$ 0.024	\$ 1,762
2015	0	0	0	137,462,213	23,655,822	10,823,622	0	171,941,657	0.021	1,648
2016	0	0	0	130,540,195	26,850,329	9,930,153	0	167,320,677	0.021	1,604
2017	0	0	0	125,639,953	24,154,921	8,830,934	0	158,625,808	0.017	1,432
2018	0	0	0	118,831,052	22,066,356	7,645,285	0	148,542,693	0.015	1,304
2019	0	0	0	114,115,888	11,284,736	8,248,172	8,997,833	142,646,629	0.013	1,219
2020	0	0	0	109,265,725	9,413,689	7,273,513	7,992,401	133,945,328	0.012	1,124
2021	0	0	0	118,199,504	0	5,895,092	16,494,902	140,589,498	0.013	1,154
2022	0	0	0	112,804,262	0	4,525,998	13,834,128	131,164,388	0.011	1,061
2023	0	0	0	107,059,022	0	3,112,750	11,370,846	121,542,618	0.008	976

(1) Presented net of original issuance discounts and premiums.

Source: City of Clovis Finance Department

CITY OF CLOVIS
RATIO OF NET GENERAL OBLIGATION BONDED DEBT
TO ASSESSED VALUE AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS

Fiscal Year							Ratio of Net	Net
Ended	Estimated	Assessed	Gross Bonded	Less Debt	Net	Bonded Debt to		Bonded Debt
June 30,	Population	Valuation	Debt (1)	Service Fund	Bonded Debt	Assessed Value		Per Capita
2014	102,188	\$ 7,507,886,552	\$ 0	\$ 0	\$ 0	0.00%	\$	0
2015	104,339	8,158,612,400	0	0	0	0.00%		0
2016	108,039	8,696,361,855	0	0	0	0.00%		0
2017	110,762	9,179,714,485	0	0	0	0.00%		0
2018	113,883	10,157,970,403	0	0	0	0.00%		0
2019	117,003	10,709,969,739	0	0	0	0.00%		0
2020	119,175	11,518,988,941	0	0	0	0.00%		0
2021	121,834	12,360,811,493	0	0	0	0.00%		0
2022	123,665	13,205,085,283	0	0	0	0.00%		0
2023	124,523	14,347,247,474	0	0	0	0.00%		0

(1) Amount does not include special assessment bonds.

Source: Fresno County Auditor Controller/Treasurer Tax Collector

CITY OF CLOVIS
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL OBLIGATION BONDED DEBT
TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total General Governmental Expenditures (1)</u>	<u>Ratio of Debt Service to General Government Expenditures</u>
2014	\$ 0	\$ 0	\$ 0	\$ 67,522,703	0.0
2015	0	0	0	66,113,085	0.0
2016	0	0	0	65,229,597	0.0
2017	0	0	0	72,983,983	0.0
2018	0	0	0	74,951,616	0.0
2019	0	0	0	80,856,703	0.0
2020	0	0	0	96,876,631	0.0
2021	0	0	0	91,524,203	0.0
2022	0	0	0	98,034,107	0.0
2023	0	0	0	124,445,016	0.0

(1) Includes all governmental fund types (General, Special Revenue, Debt Service and Capital Projects Funds).

CITY OF CLOVIS
COMPUTATION OF DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2023

2022/2023 Assessed Valuation: \$ 14,442,003,974

<u>Direct and Overlapping Debt:</u>	<u>% Applicable*</u>	<u>Debt</u>
<u>Direct Debt:</u>		
City of Clovis Direct Borrowings	100.00%	\$ 11,370,846
City of Clovis Revenue Bonds	100.00%	13,473,784
City of Clovis Loans Payable	100.00%	1,908,905
Total Net Direct and Direct Bonded Debt		<u>\$ 26,753,535</u>
<u>Overlapping Bonded Debt:</u>		
Fresno County General Fund Obligations	14.629%	\$ 3,126,949
Fresno County Pension Obligations	14.629%	27,994,548
State Center Community College District	13.396%	52,902,144
Clovis Unified School District	42.825%	179,339,001
Clovis Unified School District General Fund Obligations	42.825%	49,062,873
Clovis Memorial District General Fund Obligations	45.640%	1,583,708
Fresno Unified School District	2.097%	17,276,900
Fresno Unified School District General Fund Obligations	2.097%	113,133
Sanger Unified School District	1.240%	2,953,364
Sanger Unified School District General Fund Obligations	1.240%	1,695,948
Total Gross Overlapping Bonded Debt		<u>\$ 336,048,568</u>
<u>Overlapping Tax Increment Debt:</u>		
Total Gross Overlapping Tax Increment Debt	100.00%	9,535,000
Total Gross Overlapping Debt		<u>\$ 345,583,568</u>
Total Net Direct and Overlapping Bonded Debt		<u><u>\$ 372,337,103</u></u> (1)

(1) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

Ratios to Assessed Valuation:

Total Overlapping Tax and Assessment Debt	2.39%
Total Direct and Direct Bonded Debt	0.19%
Combined Total Debt	2.58%

Ratios to Redevelopment Incremental Valuation \$1,070,598,713

Total Overlapping Tax Increment Debt	0.89%
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Share of Authorized and Unsold Bonds:

City of Clovis	\$ 2,000,000
	Hasn't changed since 1995.

Source: California Municipal Statistics & City of Clovis

*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 assessed value.

CITY OF CLOVIS
COMPUTATION OF LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Debt Limit	Total Net Debt Applicable to Limit	Legal Debt Margin	Total Net Debt Applicable to the Limit As a Percentage of Debt Limit
2014	\$ 1,156,004,548	0	\$ 1,156,004,548	0
2015	1,254,480,801	0	1,254,480,801	0
2016	1,336,423,044	0	1,336,423,044	0
2017	1,409,146,646	0	1,409,146,646	0
2018	1,538,348,595	0	1,538,348,595	0
2019	1,620,981,876	0	1,620,981,876	0
2020	1,742,296,776	0	1,742,296,776	0
2021	1,868,526,989	0	1,868,526,989	0
2022	1,994,897,832	0	1,994,897,832	0
2023	2,166,300,596	0	2,166,300,596	0

LEGAL DEBT MARGIN CALCULATION FOR FISCAL YEAR 2023

Assessed Valuations:

Assessed Value	\$ 14,347,247,474
Add back exempt property	94,756,500

Total Assessed Value	<u>\$ 14,442,003,974</u>
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Legal Debt Margin:

Debt Limitation-15 percent of total assessed value	\$ 2,166,300,596
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Debt applicable to Limitation:

Total bonded debt	\$ 0
Less: Amount in debt service funds available for payment of principal	<u>0</u>

Total debt applicable to Limitation	<u>0</u>
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Legal Debt Margin:	<u>\$ 2,166,300,596</u>
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CITY OF CLOVIS
REVENUE BOND COVERAGE
LAST TEN FISCAL YEARS

REFUSE DISPOSAL FUND

Fiscal Year Ended June 30,	Gross Revenues (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements (3)			Coverage
				Principal	Interest	Total	
2014	\$ 16,106,761	\$ 13,524,511	\$ 2,582,250	\$ 595,000	\$ 177,763	\$ 772,763	3.34
2015	16,612,320	14,612,658	1,999,662	625,000	146,765	771,765	2.59
2016	16,684,608	15,578,895	1,105,713	655,000	114,268	769,268	1.44
2017	16,883,872	15,600,372	1,283,500	690,000	80,063	770,063	1.67
2018	18,030,852	16,042,168	1,988,684	725,000	12,511	737,511	2.70
2019	19,172,744	18,301,846	870,898	0	0	0	N/A
2020	19,786,605	19,599,590	187,015	0	0	0	N/A
2021	20,538,541	19,990,095	548,446	0	0	0	N/A
2022	21,809,342	21,342,044	467,298	0	0	0	N/A
2023	23,586,930	23,231,505	355,425	0	0	0	N/A

SEWER SERVICE FUND

Fiscal Year Ended June 30,	Gross Revenues (4)	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements (3)			Coverage
				Principal	Interest	Total	
2014	\$ 18,219,581	\$ 8,360,501	\$ 9,859,080	\$ 1,345,000	\$ 4,902,681	\$ 6,247,681	1.58
2015	22,072,796	8,248,142	13,824,654	1,870,000	4,801,933	6,671,933	2.07
2016	21,366,761	8,813,564	12,553,197	1,930,000	4,575,379	6,505,379	1.93
2017	19,205,582	9,069,315	10,136,267	1,480,000	2,837,163	4,317,163	2.35
2018	21,721,290	9,450,348	12,270,942	2,185,000	4,006,507	6,191,507	1.98
2019	22,175,017	10,126,785	12,048,232	2,075,000	3,806,133	5,881,133	2.05
2020	25,862,697	11,165,176	14,697,521	2,135,000	3,749,252	5,884,252	2.50
2021	20,806,290	11,339,009	9,467,281	2,210,000	3,688,531	5,898,531	1.61
2022	21,946,687	12,272,210	9,674,477	2,320,000	3,587,206	5,907,206	1.64
2023	25,557,340	13,041,364	12,515,976	2,430,000	3,466,555	5,896,555	2.12

WATER SERVICE FUND

Fiscal Year Ended June 30,	Gross Revenues (4)	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements (3)			Coverage
				Principal	Interest	Total	
2014	\$ 19,996,964	\$ 10,730,310	\$ 9,266,654	\$ 1,455,000	\$ 1,454,062	\$ 2,909,062	3.19
2015	19,133,751	10,860,381	8,273,370	1,630,000	1,367,074	2,997,074	2.76
2016	16,769,010	10,955,394	5,813,616	1,685,000	1,301,145	2,986,145	1.95
2017	18,717,047	11,977,373	6,739,674	1,755,000	1,232,816	2,987,816	2.26
2018	21,537,742	12,618,522	8,919,220	1,825,000	1,161,688	2,986,688	2.99
2019	27,118,081	13,346,057	13,772,024	1,890,000	1,087,826	2,977,826	4.62
2020	23,939,392	14,798,151	9,141,241	1,965,000	1,011,231	2,976,231	3.07
2021	22,776,199	21,116,633	1,659,566	2,050,000	958,688	3,008,688	0.55
2022	24,952,968	17,717,090	7,235,878	2,155,000	856,188	3,011,188	2.40
2023	28,597,236	18,381,039	10,216,197	2,265,000	748,438	3,013,438	3.39

(1) Total revenues, including interest.

(2) Total operating expenses exclusive of depreciation.

(3) Includes principal and interest of revenue bonds only. It does not include the other debt reported in the refuse and sewer funds.

(4) Total revenues, including interest and capital contributed by developers. The amount contributed by developers is available for payment of annual debt service and is therefore included in gross revenue for the purposes of this schedule.

Note: This schedule does not represent legal bond covenants.

**CITY OF CLOVIS
DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS**

AGENDA ITEM NO. 9.

Fiscal Year Ended June 30,	City Population	% Change	City Unemployment Rate	Fresno County Population	City Population as % of County Population	Fresno County Unemployment Rate	City Median Income
2014	102,188	2.21	8.50	964,040	10.60	10.40	65,095
2015	104,339	2.10	7.50	972,297	10.73	9.30	62,863
2016	108,039	3.55	7.20	984,541	10.97	9.30	62,863
2017	110,762	2.52	5.80	995,975	11.12	8.10	65,976
2018	113,883	2.82	4.40	1,007,229	11.31	7.60	78,146
2019	117,003	2.74	4.10	1,018,241	11.49	7.00	74,432
2020	119,175	1.86	12.10	1,023,358	11.65	14.60	89,398
2021	121,834	2.23	6.40	1,026,681	11.79	9.30	84,119
2022	123,665	1.50	3.40	1,011,273	12.23	5.70	84,837
2023	124,523	0.69	4.50	1,011,499	12.31	7.10	100,399

Sources: County of Fresno
Labor market Info EDD
United States Census
California Department of Finance

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

**CITY OF CLOVIS
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO**

Employer	2023			2014		
	Number of Employees	Rank	Percent of Total Employment*	Number of Employees		Percent of Total Employment*
Clovis Unified School District	5,397	1	13.73%	5,760	1	19.20%
Clovis Community Hospital	2,824	2	7.18%	1,513	2	5.04%
County of Fresno	1,590	3	4.04%			
Wawona Frozen Foods	784	4	1.99%	943	4	3.14%
City of Clovis	756	5	1.92%	656	6	2.19%
Wal-Mart	690	6	1.76%	697	5	2.32%
Anlin Industries	500	7	1.27%	249	10	0.83%
Gen Cal Builders	417	8	1.06%			
Costco	408	9	1.04%	255	9	0.85%
Target	387	10	0.98%	387	7	1.29%
Pelco				992	3	3.31%
Savemart				261	8	0.87%

* "Total Employment" as used above represents the total employment of all employers located within City limits based on a projection for June 2023.

Source: Employment Development Department or employer provided

CITY OF CLOVIS
FULL-TIME CITY EMPLOYEES
LAST TEN FISCAL YEARS

<u>Function</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
<u>Governmental Activities</u>										
General Government	43,150	41,850	43,850	44,850	46,850	46,650	47,100	47,100	48,100	50,100
Public Safety										
Police	156,000	163,000	168,000	175,000	175,000	176,000	179,000	180,000	180,000	184,000
Fire	66,000	66,000	66,000	67,000	67,000	67,000	67,000	73,000	73,000	73,000
Transportation	14,800	14,950	13,950	14,000	14,040	14,140	16,140	16,140	17,190	17,290
Community Development	0,400		1,000	1,000	1,000	0,850	0,850	0,850	0,850	1,000
Culture & Recreation	24,700	24,200	26,000	25,750	26,630	26,630	26,680	27,680	27,930	29,830
Internal Service	27,525	29,225	30,225	31,225	31,235	30,435	32,835	32,835	32,885	34,985
Total Governmental Activities	332,575	339,225	349,025	358,825	361,755	361,705	369,605	377,605	379,955	390,205
<u>Business-Type Activities</u>										
Refuse	42,560	44,310	44,310	43,960	45,060	49,060	51,160	51,410	55,710	60,010
Sewer	11,250	11,250	11,250	11,250	12,230	12,780	13,030	13,280	13,480	15,580
Water	34,300	34,300	35,300	36,850	37,890	39,040	40,040	41,540	43,190	45,240
Street Cleaning	4,790	6,790	6,790	6,790	6,740	6,740	6,740	6,740	6,240	6,690
Transit	22,525	24,125	25,325	25,325	25,325	25,325	25,425	27,425	27,425	27,425
Planning & Dev Services	43,000	45,000	45,000	45,000	47,000	53,350	56,000	55,000	61,000	61,850
Total Business-Type Activities	158,425	165,775	167,975	169,175	174,245	186,295	192,395	195,395	207,045	216,795
Total Full-Time Employees	491,000	505,000	517,000	528,000	536,000	548,000	562,000	573,000	587,000	607,000

Source: City of Clovis - Adopted Budgets, Authorized Positions

Notes: Decimals represent the portions of employees performing duties in two or more functions.

Internal Service Functions have been included in Governmental Activities.

AGENDA ITEM NO. 9.

**CITY OF CLOVIS
CAPITAL ASSET STATISTICS
BY FUNCTION
LAST TEN FISCAL YEARS**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Public Safety										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Fire:										
Fire stations	5	5	5	5	5	5	5	5	5	6
Public utilities:										
Streets (miles)	380	384	391	410	415	419	421	427	431	432
Streetlights	10,308	10,461	10,479	11,022	11,088	11,692	11,702	11,700	12,023	12,127
Cultural and recreation:										
Parks	59	62	63	64	66	67	69	72	79	84
Community centers	1	1	1	1	1	1	1	1	1	1
Water:										
Water mains (miles)	499	508	514	521	535	546	555	573	585	600
Sewer										
Sanitary sewers (miles)	367	373	379	385	396	405	413	426	432	442

Source: City of Clovis

CITY OF CLOVIS
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Police:										
911 calls to dispatch*	-	-	-	-	-	-	-	181,916	183,782	185,484
Number of crimes reported*	-	-	18,446	18,034	16,856	16,135	15,417	17,580	17,042	17,347
Public and Officer initiated calls for service	75,266	77,580	84,909	84,697	81,492	80,616	80,023	79,097	76,103	79,331
Fire:										
Number of emergency calls	8,290	10,098	10,069	9,661	9,974	10,399	10,662	10,274	10,772	12,183
Parks and recreation:										
Number of recreation classes	95	119	130	138	151	169	18	40	58	62
Number of facility rentals	13	32	32	32	48	68	25	20	35	64
Water:										
New connections	779	636	837	936	1,067	1,068	855	1,193	610	436
Average daily consumption (thousands of gallons)	23,840	20,684	16,883	19,083	20,849	19,929	21,682	22,939	22,944	21,604
Sewer:										
New connections	721	639	509	801	1,170	1,037	830	902	650	590
Average daily sewage treatment (thousands of gallons)	6,949	6,862	6,543	6,776	6,928	7,618	7,630	7,886	7,914	7,925

* Prior Fiscal Year information unavailable.

Source: City of Clovis

**CITY OF CLOVIS
BUILDING PERMIT VALUATIONS
LAST TEN YEARS**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Valuation (in Thousands) *										
Residential	\$ 212,867	\$ 232,729	\$ 193,461	\$ 265,411	\$ 322,495	\$ 236,922	\$ 303,533	\$ 357,447	\$ 219,256	\$ 248,361
Non-residential	27,434	18,558	40,127	44,613	31,892	111,915	82,164	32,095	33,580	36,304
Total	<u>\$ 240,301</u>	<u>\$ 251,287</u>	<u>\$ 233,588</u>	<u>\$ 310,024</u>	<u>\$ 354,387</u>	<u>\$ 348,837</u>	<u>\$ 385,697</u>	<u>\$ 389,542</u>	<u>\$ 252,836</u>	<u>\$ 284,665</u>
New Dwelling Units *										
Single Family	703	794	697	925	1,046	848	884	1,148	531	658
Multiple Family	189	117	0	58	304	0	228	90	328	0
Total	<u>892</u>	<u>911</u>	<u>697</u>	<u>983</u>	<u>1,350</u>	<u>848</u>	<u>1,112</u>	<u>1,238</u>	<u>859</u>	<u>658</u>

* Prior Fiscal Year information updated to properly reflect historical quantities and values.

Source: City of Clovis Building Department

CITY OF CLOVIS
MISCELLANEOUS STATISTICS
June 30, 2023

AGENDA ITEM NO. 9.

Date of Incorporation	February 27, 1912
Form of Government	Council/Manager
Number of Employees (full-time and part-time)	756
Area (square miles)	25.98
Miles of Streets	432
Number of Street Lights	12,127
Fire Protection:	
Number of Stations	6
Number of Firefighters and Officers	70
Police Protection:	
Number of Police Officers and Other Sworn Personnel	112
Water Department:	
Number of Water Services	39,986
Miles of Water Mains	600
Sewers:	
Miles of Sanitary Sewers	442

Source: City of Clovis Authorized Budget for Fiscal Year 2022/2023

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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND
OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Independent Auditors' Report

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Clovis, California (the "City") as of and for the year ended June 30, 2023, and the related notes to the basic financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated November 21, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's basic financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

To the Honorable Mayor and Members of City Council
of the City of Clovis
Clovis, California
Page 2

AGENDA ITEM NO. 9.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

The PwC Group, LLP

San Diego, California
November 21, 2023

**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM,
ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE,
AND ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

Independent Auditors' Report

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

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Clovis, California's (the "City") compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2023. The City's major federal programs are identified in the summary of the auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. 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 auditing standards generally accepted in the United States of America, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City as of and for the year ended June 30, 2023, and the related notes to the financial statements, and have issued our report thereon dated November 21, 2023, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming our opinions on the City's financial statements. The accompanying Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The PwC Group, LLP

San Diego, California
November 21, 2023

City of Clovis

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2023

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures	Amounts Provided to Subrecipients
U.S. Department of Housing and Urban Development				
<i>Direct Program:</i>				
CDBG Entitlement Grants Cluster:				
Community Development Block Grant-Entitlement	14.218	B-18-MC-06-0062	\$ 62,627	\$ -
Community Development Block Grant-Entitlement	14.218	B-19-MC-06-0062	57,324	-
Community Development Block Grant-Entitlement	14.218	B-20-MC-06-0062	393,648	-
Community Development Block Grant-Entitlement	14.218	B-21-MC-06-0062	293,984	-
Community Development Block Grant-Entitlement	14.218	B-22-MC-06-0062	344,360	-
Community Development Block Grant-Entitlement	14.218	B-23-MC-06-0062	17,584	-
Community Development Block Grant-Entitlement	14.218	B-20-MW-06-0062	35,158	-
CDBG Entitlement Grants Cluster			1,204,685	-
Total U.S. Department of Housing and Urban Development			1,204,685	-
U.S. Department of the Interior, Bureau of Reclamation				
<i>Direct Program:</i>				
WaterSMART Program	15.514	BOR-DO-20-F002	2,243	1,921
Total U.S. Department of the Interior, Bureau of Reclamation			2,243	1,921
U.S. Department of Justice				
<i>Direct Programs:</i>				
Justice Assistance Grant Program	16.738	2022-15PBJA-22-GG-02693	17,995	-
Total U.S. Department of Justice			17,995	-
U.S. Department of Transportation				
<i>Passed-Through California State Department of Transportation:</i>				
Highway Planning and Construction	20.205	06-5208	5,685,443	-
<i>Passed-Through California Office of Traffic Safety:</i>				
Highway Safety Cluster:				
State and Community Highway Safety	20.600	PT22009	5,569	-
State and Community Highway Safety	20.600	PT23023	12,774	-
Highway Safety Cluster Total			18,343	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	PT22009	14,656	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	PT23023	27,189	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated Total			41,845	-
Total U.S. Department of Transportation			5,745,631	-
U.S. Department of Homeland Security				
<i>Direct Programs:</i>				
Staffing for Adequate Fire and Emergency Response	97.083	EMW-2019-FF-00250	1,393,684	-
<i>Passed-Through County of Fresno:</i>				
State Homeland Security Program (SHSP)	97.067	97.067	31,000	-
Total U.S. Department of Homeland Security			1,424,684	-
Total Expenditures of Federal Awards			\$ 8,395,238	\$ 1,921

City of Clovis
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2023

Note 1 – Reporting Entity

The financial reporting entity consists of (a) the primary government, City of Clovis, California (the “City”), (b) organizations for which the primary government is financially accountable, including the Clovis Community Development Agency (dissolved on February 1, 2012 and established a Successor Agency, which is reported as a private-purpose trust fund in the City’s financial statements), Clovis Municipal Development Corporation, and Clovis Public Financing Authority, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

Note 2 – Basis of Accounting

Funds received under the various grant programs have been recorded within the general fund and special revenue funds of the City. The City utilizes the modified accrual method of accounting for the general fund and special revenue funds. The accompanying Schedule of Expenditures of Federal Awards (the “Schedule”) is presented in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in the schedule may differ from amounts presented in, or used in, the preparation of the City’s basic financial statements.

Note 3 – Schedule of Expenditures of Federal Awards

The accompanying Schedule presents the activity of all federal financial assistance programs of the City. Federal financial assistance received directly from federal agencies as well as federal financial assistance passed through the State of California, County of Fresno, and/or City of Fresno are included in the Schedule. The Schedule was prepared from only the accounts of various grant programs and, therefore, does not present the financial position, change in net position or fund balance, or results of operations and cash flows of the City.

Note 4 – Subrecipients

The City passed-through \$1,921 in Federal Assistance Listing No. 15.514 WaterSMART Program funding to the Fresno Metropolitan Flood Control District during the fiscal year ended June 30, 2023.

Note 5 – Indirect Cost Rate

The City did not elect to use the 10-percent de minimis indirect rate as allowed under the Uniform Guidance.

Note 6 – Contingencies

Under the terms of federal and state grants, additional audits may be requested by the grantor agencies and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to a request for reimbursement to the grantor agencies.

City of Clovis
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

SECTION I – SUMMARY OF AUDITORS’ RESULTS

Financial Statements

Type of auditors’ report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? No
- Significant deficiency(ies) identified? None Reported

Noncompliance material to financial statements noted? No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? No
- Significant deficiency(ies) identified? None Reported

Type of auditors’ report issued on compliance for major programs Unmodified

Any audit findings disclosed that are required to be reported in
 Accordance with 2 CFR 200.516(a)? No

Identification of major programs:

Name of Federal Program or Cluster	Federal Assistance Listing Number	Federal Expenditures
Major Programs:		
Highway Planning and Construction	20.205	\$ 5,685,443
Total Major Program Expenditures		\$ 5,685,443
Total Expenditures of Federal Awards		\$ 8,395,238
Percentage of Total Expenditures of Federal Awards		67.72%

Dollar threshold used to distinguish between type A and type B programs \$750,000

Auditee qualified as low-risk auditee in accordance with 2 CFR 200.520? No

City of Clovis
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

SECTION II – FINANCIAL STATEMENT FINDINGS

A. Current Year Financial Statement Findings

No financial statement findings were noted for the year ended June 30, 2023.

B. Prior Year Financial Statement Findings

No financial statement findings were noted for the year ended June 30, 2022.

City of Clovis
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

SECTION III – FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

A. Current Year Findings and Questioned Costs – Major Federal Award Program Audit (Continued)

No findings or questioned costs were noted on major federal award programs for the year ended June 30, 2023.

B. Prior Year Findings and Questioned Costs – Major Federal Award Program Audit

No findings or questioned costs were noted on major federal award programs for the year ended June 30, 2022.



**REPORT ON COMPLIANCE AND OTHER MATTERS
AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF THE FINANCIAL
STATEMENTS IN RELATION TO THE LOCAL TRANSPORTATION PURPOSE FUNDS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Independent Auditors' Report

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Clovis, California (the "City"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated November 21, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting ("internal control") as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, including the requirements of the California Public Utilities Code Section 142257 regulations as it applies to Local Transportation Purpose Funds noncompliance, with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with such provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported herein under the California Public Utilities Code Section 142257 regulations as applies to Local Transportation Purpose Funds and *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

The PwC Group, LLP

San Diego, California
November 21, 2023

INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

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

We have performed the procedures enumerated below to the accompanying Appropriations Limit Schedule of the City of Clovis, California (City) for the year ended June 30, 2023. The management of the City is responsible for the Appropriations Limit Schedule.

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

The procedures and the associated findings are as follows:

1. We obtained the completed worksheets for the year ended June 30, 2023 and compared the limit and annual adjustment factors included in those worksheets to the limit and annual adjustment factors included in those worksheets to the limit and annual adjustment factors that were adopted by resolution of the City Council. We also compared the population and inflation options included in the aforementioned worksheet to those that were selected by a recorded vote of the City Council.

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

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

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

3. We compared the current year information presented in the accompanying Appropriations Limit Schedule to corresponding information in worksheets used by the City.

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

4. We compared the prior year appropriations limit presented in the accompanying Appropriations Limit Schedule to the prior year appropriations limit adopted by the City Council for the prior year.

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

To the Honorable Mayor and Members of the City Council
of the City of Clovis
Clovis, California
Page 2

AGENDA ITEM NO. 9.

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

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

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

The PwC Group, LLP

San Diego, California
November 21, 2023

City of Clovis
Appropriations Limit Schedule
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

	<u>Amount</u>	<u>Source</u>
A. Appropriations Limit FY 2022	\$ 351,691,295	Prior year
B. Calculation Factors:		
1) Population increase %	1.0164	State Department of Finance
2) Inflation increase %	1.0755	State Department of Finance
3) Total adjustment %	<u>1.0931</u>	(B1*B2)
C. Annual Adjustment Increase	32,755,894	[A*(B3-1)]
D. Other Adjustments:		
1) Loss responsibility (-)	-	N/A
2) Transfer to private (-)	-	N/A
3) Transfer to fees (-)	-	N/A
4) Assumed responsibility (+)	-	N/A
E. Total Adjustments	<u>32,755,894</u>	(C+D)
F. Appropriations Limit FY 2023	<u><u>\$ 384,447,189</u></u>	(A+E)

City of Clovis
Notes to Appropriations Limit Schedule
For the Year Ended June 30, 2023

AGENDA ITEM NO. 9.

Note 1 – Purpose of Limited Procedures Review

Under Article XIII B of the California Constitution (the Gann Spending Limitation Initiative), California governmental agencies are restricted as to the amount of annual appropriations from proceeds of taxes. Effective for years beginning on or after July 1, 1990, under Section 1.5 of Article XIII B, the annual calculation of the appropriations limit is subject to a limited procedures review in connection with the annual audit.

Note 2 – Method of Calculation

Under Section 10.5 of Article XIII B, for fiscal years beginning on or after July 1, 1990, the appropriations limit is required to be calculated based on the limit for the fiscal year 1986-87, adjusted for the inflation and population factors discussed in Notes 3 and 4 below.

Note 3 – Population Factors

A California governmental agency may use as its population factor either the annual percentage change of the jurisdiction's own population or the annual percentage change in population of the county where the jurisdiction is located. The factor adopted by the City for fiscal year 2023 represents the annual percentage change in population for the City.

Note 4 – Inflation Factors

A California governmental agency may use as its inflation factor either the annual percentage change in the 4th quarter per capita personal income (which percentage is supplied by the State Department of Finance) or the percentage change in the local assessment roll from the preceding year due to the change of local nonresidential construction. The factor adopted by the City for fiscal year 2023 represents the annual percentage change in per capita personal income.

Note 5 – Other Adjustments

A California government agency may be required to adjust its appropriations limit when certain events occur, such as the transfer of responsibility for municipal services to, or from, another government agency or private entity. The City had no such adjustments for fiscal year 2023.

November 21, 2023

4660 La Jolla Village Drive, Suite 100
San Diego, California 92122

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

www.pungroup.cpa

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Clovis (the “City”) for the year ended June 30, 2023, and have issued our report thereon dated November 21, 2023. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards* and the Uniform Guidance, as well as certain information related to the scope and timing of our audit. We have communicated such information in our letter to you dated June 1, 2023. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City are described in Note 1 to the basic financial statements.

New Accounting Standards

- In May 2019, GASB issued Statement No. 91, *Conduit Debt Obligations* (GASB Statement No. 91), to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. Application of this statement did not have an effect on the City’s financial reporting for the fiscal year ending June 30, 2023.
- In March 2020, GASB issued Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. Application of this statement did not have an effect on the City’s financial reporting for the fiscal year ending June 30, 2023.
- In May 2020, GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended. Application of this statement has a moderate effect on the City’s financial reporting for the fiscal year ending June 30, 2023.

Attachment 2

To the Honorable Mayor and Members of the City Council
 of the City of Clovis
 Clovis, California
 Page 2

We noted no other new accounting policies were adopted and the application of existing policies was not changed during 2023. We noted no transactions entered into by the City during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

The most sensitive estimates affecting the City's financial statements were:

- Investments valuation
- Depreciation on capital assets
- Amortization on intangible assets
- Landfill post-closure obligation
- Claims payable
- Net pension liability

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the financial statements were:

Note I - Summary of Significant Accounting Policies
 Note II – Reconciliation of Government-Wide and Fund Financial Statements
 Note IV – Detailed Notes on All Funds

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated November 21, 2023,

To the Honorable Mayor and Members of the City Council
of the City of Clovis
Clovis, California
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Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a “second opinion” on certain situations. If a consultation involves application of an accounting principle to the governmental unit’s financial statements or a determination of the type of auditor’s opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the governmental unit’s auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the MD&A, Budgetary Comparison Schedules for General Fund and Major Special Revenue Funds, the Schedule of Changes in Net Pension Liability and Related Ratios for CalPERS, and the Schedule of Pension Contributions for CalPERS, which are RSI that supplement the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the Combining and Individual Fund Financial Statements and the Budgetary Comparison Schedules, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on the Introductory and Statistical Sections, which accompany the financial statements but are not RSI. We did not audit or perform other procedures on this other information and we do not express an opinion or provide any assurance on it.

Restriction on Use

This information is intended solely for the use of the City Council and management of the City and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

A handwritten signature in black ink that reads "The PwC Group, LLP". The signature is written in a cursive, flowing style.

San Diego, California



CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council
 FROM: Administration
 DATE: December 4, 2023
 SUBJECT: Consider Approval – Change of Council Meeting Schedule.

Staff: John Holt, City Manager

Recommendation: Approve

ATTACHMENTS: None.

CONFLICT OF INTEREST

Councilmembers should consider recusal if a campaign contribution exceeding \$250 has been received from the project proponent (developer, applicant, agent, and/or participants) since January 1, 2023 (Government Code 84308).

RECOMMENDATION

For the City Council to approve the cancellation of the regular Council meetings scheduled for Monday, December 18, 2023, and Tuesday, January 2, 2024.

EXECUTIVE SUMMARY

There is a need to change the schedule of meetings for the City Council in December and January. Staff is recommending that City Council cancel the meeting of December 18, 2023, and January 2, 2024.

BACKGROUND

Staff is able to consolidate the agenda items to the first and second meetings in December, and the second and third meetings in January. Staff is recommending that City Council consider canceling the meeting of December 18, 2023, and January 2, 2024. Given adequate notice, staff will be able to amend the timing of actions coming forward so that operations will not be affected by the cancellations.

FISCAL IMPACT

None.

REASON FOR RECOMMENDATION

Pursuant to the Clovis Municipal Code, the City Council meets in regular session on the first, second, and third Monday of each month, except when those Mondays occur on a recognized City holiday. The City Council needs to confirm any change to the schedule of meetings in order to properly notice the public of the City Council's schedule of meetings.

ACTIONS FOLLOWING APPROVAL

A revised schedule of meetings will be published in conformance with law.

Prepared by: Rebecca Simonian, Executive Assistant

Reviewed by: City Manager *RS*