

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the year ended
JUNE 30, 2021

**Annual Comprehensive Financial Report
City of El Monte, California
Year ended June 30, 2021
With Independent Auditor's Report**

Prepared by: Finance Department

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INTRODUCTORY SECTION

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11333 Valley Boulevard
El Monte, CA 91731
(626) 580 - 2001
elmonteca.gov

December 22, 2021

Honorable Mayor and
Members of the City Council
City of El Monte
11333 Valley Boulevard
El Monte, CA 91731

It is with pleasure that we submit to you the Annual Comprehensive Financial Report (ACFR) of the City of El Monte, California (City) for the year ended June 30, 2021. This report is prepared in accordance with Generally Accepted Accounting Principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB). Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation rests with the City. These financial statements have been designed and presented in a manner that enhances your understanding of the City's financial position and activities.

Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management. Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The City's financial statements have been audited by the independent certified public accounting firm of Vasquez & Company LLP. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended June 30, 2021 are free of material misstatements. The audit involved examining, on a test basis, the evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and estimates made by management; and evaluating the overall presentation of financial statements. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal year ended June 30, 2021 are fairly presented in conformity with GAAP.

This report was prepared using Governmental Accounting Standards Board Statement No. 34 (GASB 34). The intent of GASB 34 is to present government accounting and financial reporting in a manner closer to the private sector. GASB requires that management provide a narrative and summary of significant financial results, which is presented in the form of the Management's Discussion and Analysis (MD&A) section. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. It is our opinion that the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain understanding of the City's financial affairs have been included.

Profile of the City

The City was incorporated on November 18, 1912 as a general law city and operates under a Council/City Manager form of government. It is governed by an elected five-member council. The City Council is responsible, among other things, for passing ordinances, adopting the budget, appointing committee members and hiring the City Manager and City Attorney. The City Manager is responsible for carrying out the policies and ordinances of the City Council, for overseeing the day to day operations of the City and for appointing the heads of the various departments.

The City provides a full range of public services including police, community development, parks and recreation, sewer and sanitation services and the construction and maintenance of public streets and roads. The City also contracts for fire services through Los Angeles County. Water services are provided by the El Monte Water Authority, which functions as a department of the City of El Monte. There are other governmental agencies which are included as component units within the City's Annual Comprehensive Financial Report. For more information on these entities please refer to Note 1 of the financial statements.

Budgetary Process and Administration - General Fund

The fiscal year of the City begins on the first day of July of each year and ends on the thirtieth day of June the following year. On or before the fifteenth of June of each year, the City Manager submits to the City Council a proposed budget for the next ensuing fiscal year based on a detailed financial plan prepared by the heads of the various offices, agencies and departments of the City and its component units. Upon receipt of the proposed budget, the Council may make modifications with the affirmative vote of at least a majority of its members. Before adoption of the budget, the City Council holds a public hearing wherein the public is given an opportunity to be heard, after which the Council may make any revisions deemed advisable. On or before July 1 annually, the City Council adopts the budget as amended through a budget resolution passed by the affirmative vote of at least a majority of its members. Upon final adoption, the budget is in effect for the ensuing fiscal year and becomes the authority for the various offices, agencies, and departments to expend subject to controls established by the City's Policy. At any meeting after the adoption of the budget, the City Council may amend or supplement the budget by affirmative vote of the majority of the Council members so as to authorize the transfer of unused balances appropriated for one purpose to another purpose, or to appropriate available revenue not included in the budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level, subject to the authority granted to the City Manager to transfer appropriations from account to account as necessary to assure adequate and proper standards of service and to achieve the intent of the City Council in providing municipal services for the fiscal year.

Factors Affecting Financial Condition

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

The City is located in the eastern portion of Los Angeles County, in the San Gabriel Valley approximately 12 miles east of downtown Los Angeles. The City covers approximately 9.67 square miles and has an estimated 2020 population of approximately 116,675. The City has a rich history, from its original settlement in 1850 and its incorporation in 1912 to its current status as headquarters for a number of companies.

The City known for its many auto dealerships is also home to manufacturing, construction and transportation industries.

On February 11, 2020, the World Health Organization (“WHO”) announced a name for the outbreak of a new strain of coronavirus (“COVID-19”), an upper respiratory tract illness first identified in Wuhan, China. COVID-19 has since spread across the globe and is having significant negative health and financial impacts. The WHO has declared the COVID-19 outbreak to be a pandemic, and states of emergency have been declared by the Governor of California and the President of the United States.

On March 4, 2020, California Governor Gavin Newsome declared a State of Emergency in response to the spread of COVID-19 in the state of California. On March 19th, the Governor of California announced a statewide “shelter-in-place” order, which directs individuals to stay home, except for certain limited travel to conduct essential services, resulting in restrictions on mass gatherings and widespread temporary closings of businesses and schools.

The COVID-19 pandemic is ongoing, and its duration and severity of impact is uncertain. Although the ultimate impact of COVID-19 on the City’s operations and finances is unknown, it will continue to have an effect on sales tax, transient occupancy taxes, and utility users tax revenues.

Long Term Financial Planning

The City of El Monte continues to implement the initiatives of the Vision El Monte General Plan, which calls for targeted commercial and industrial development in key districts, mixed-use areas and along designated corridors. The City actively engages the business community and has provided guidance to facilitate the approval process and the construction of projects throughout the City.

The Historic Downtown El Monte area continues to be a hub for activity. A 53-unit affordable housing project is under construction at Valley Boulevard and Center Avenue. A second 53-unit affordable housing project was approved and will soon begin construction at the corner of Valley Boulevard and Tyler Avenue. A third project east of the Santa Fe Trail Plaza, with 85 workforce housing projects, is under City review. El Monte recently launched the Downtown Murals Program and plans to have up to four murals in place over the next year. In addition, the City launched the Main Street Façade Improvements Program.

New manufacturing and wholesale businesses that are calling El Monte home include: Outreach Research, an apparel and gear manufacturer; Creating Better Days, a CBD product manufacturer; Theys, a vape products manufacturer; Mutual Trading, a Japanese foodservice and trade trendsetter; and Tossware, a glass ware point of sales distributor. Not only do these new businesses create local jobs, but in some cases they generate sales tax revenues. New retail businesses and eateries include the Dollar Store on Peck Road, Railcar on Main Street, Plant Love Food on Main Street, 7Leaves Café at Five-Points Shopping Center and Andrea’s Health Kitchen across the street from City Hall.

El Monte continues to be a leader in providing housing for those in need. The City recently purchases two motels on Valley Boulevard east of Baldwin Avenue. The first is being renovated to provide an emergency shelter with 40 rooms for singles and/or doubles and will also include onsite wraparound supportive services. The second will be transitional housing with 93 rooms.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement in Financial Reporting to the City of El Monte for its Annual Comprehensive Financial Report for the year ended June 30, 2020. This was the eight year in a row that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

The preparation of this report could not have been accomplished without the dedicated efforts of the entire staff of the Finance Department of the City. I thank the City's independent auditors, Vasquez & Company LLP, for their technical assistance. I wish to express my appreciation to the numerous City employees who assisted in gathering information for the preparation of this report. Finally, I thank the Mayor, members of the City Council, and Department Directors for their support and leadership in managing the financial matters of the City.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read 'Alma K. Martinez', with a stylized flourish at the end.

Alma K. Martinez
City Manager

CITY OF EL MONTE

ELECTED OFFICIALS

June 30, 2021

MAYOR	JESSICA ANCONA
MAYOR PRO TEM	VICTORIA MARTINEZ MUELA
COUNCILMAN	MARTIN HERRERA
COUNCILWOMAN	R. MARIA MORALES
COUNCILWOMAN	ALMA PUENTE
CITY TREASURER.....	VIVIANA LONGORIA
CITY CLERK	CATHERINE EREDIA

ADMINISTRATIVE STAFF

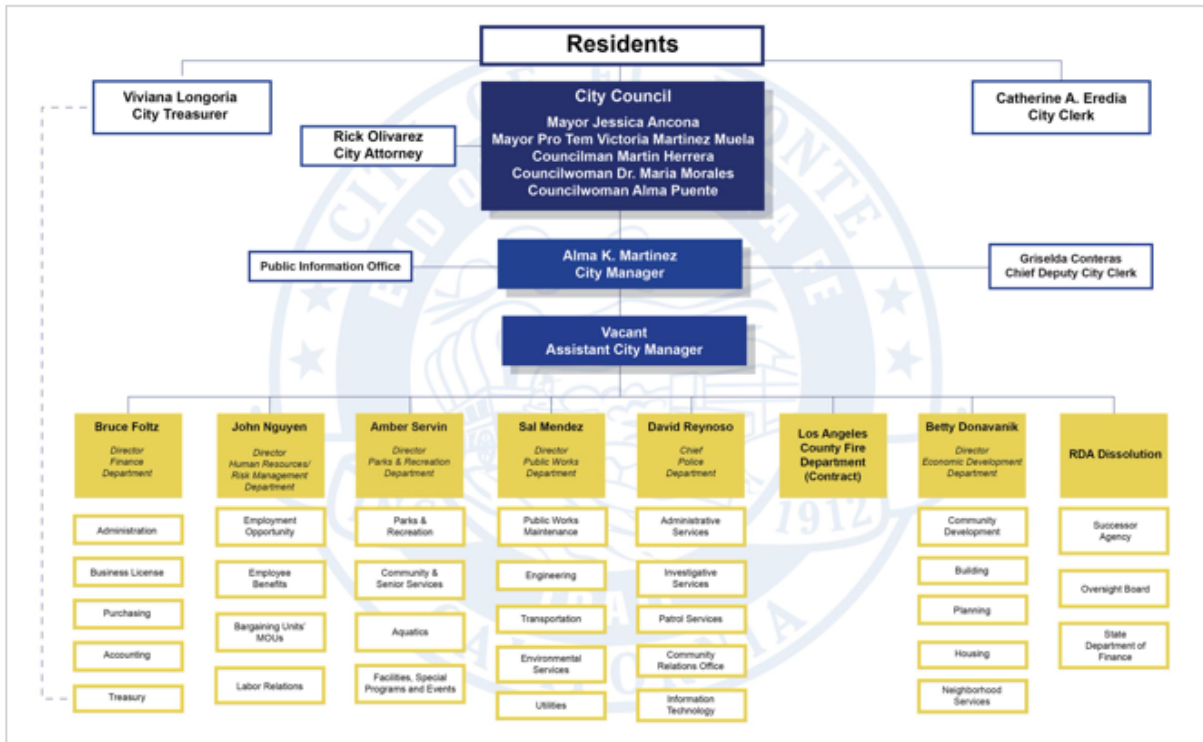
June 30, 2021

CITY MANAGER	ALMA K. MARTINEZ
FINANCE DIRECTOR	BRUCE FOLTZ
HUMAN RESOURCES DIRECTOR	JOHN NGUYEN
PARKS & RECREATION DIRECTOR	AMBER SERVIN
PUBLIC WORKS DIRECTOR	SALVADOR MENDEZ
CHIEF OF POLICE.....	DAVID REYNOSO
ECONOMIC DEVELOPMENT DIRECTOR	BETTY DONAVANIK
CITY ATTORNEY	RICARDO OLIVAREZ

CITY OF EL MONTE

ORGANIZATIONAL CHART

June 30, 2021





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of El Monte
California**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morrill

Executive Director/CEO

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

**The Honorable Mayor and the Members of the City Council
City of El Monte, California**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of El Monte, California (the City), as of and for the year ended June 30, 2021, and the related notes to financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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



Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of El Monte, California, as of June 30, 2021, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 4 through 17 and Required Supplementary Information on pages 96 through 111, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

The combining and individual nonmajor fund financial statements, budgetary comparison schedules and internal service funds combining financial statements on pages 112 through 181 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules and internal service funds combining financial statements on pages 112 through 181 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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



Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2021, on our consideration of the City of El Monte's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of El Monte's internal control over financial reporting and compliance.

**Glendale, California
December 22, 2021**

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This management's discussion and analysis of the City of El Monte (the "City") is designed to provide you with a narrative explanation of our financial position and results of operations over the fiscal year ended June 30, 2021. We recommend that you read this in conjunction with additional financial information that we have furnished in the financial statements that follow, our letter of transmittal and the City's annual budget in order to develop a more comprehensive perspective of the City's overall financial position.

We have organized our management's discussion and analysis in the following sections:

- Financial Highlights – a brief discussion of our current business
- Using this Annual Report – a discussion on GASB 34 and the information contained in the annual report
- Reporting the City as a Whole – a discussion on how financial information is presented in the government-wide financial statements and fund financial statements
- Financial Position and Results of Operations – a discussion of our current and prior period results of operations
- The City as a Whole – a discussion of our capital assets, long-term debt and governmental funds
- The City as Trustee – a discussion on our fiduciary activities
- Economic Factors and Next Year's Budgets – a discussion of our general fund budget and highlights
- Unmodified Audit Opinion – a discussion of our independent auditor's audit opinion on our financial statements

FINANCIAL HIGHLIGHTS

- The combined assets and deferred outflows of the City exceeded its liabilities and deferred inflows for fiscal year 2020-21 by \$292.3 million. The City's total net position increased by \$17.2 million during the fiscal year.
- During the year, the City's governmental activities revenues and transfers in exceeded related expenses by \$13.5 million.
- In fiscal year 2020-2021, the City's business-type activities (water and sewer) revenues exceeded related expenses and transfers out by \$3.7 million.

USING THIS ANNUAL REPORT

The City reports its financial statements using the Governmental Accounting Standards Board Statement No. 34 (GASB 34). The intent of GASB 34 is to move government accounting and reporting closer to that of the private sector and to present such information in a format which readers can more easily assess the financial health of the City and whether its financial position is improving or deteriorating over time.

This annual report is comprised of three major sections: the introductory section, the financial section and the statistical section. The introductory section includes the letter of transmittal, the City's organizational chart and the list of City's elected officials and management. The financial section provides the Government-wide Financial Statements, the Fund Financial Statements and Management's Discussion and Analysis (MD&A). Additional details are described in the Notes to the Financial Statements. Finally, the statistical section provides financial trend information based on the information presented in this fiscal year and prior years' annual reports as well as demographic information about the City.

This annual financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives.

REPORTING THE CITY AS A WHOLE

This discussion is intended to provide the reader with a summary perspective of the financial operations of 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, in a manner similar to a private-sector business.

Statement of Net Position presents information on all of the City's assets, liabilities and deferred inflows and outflows. Deferred inflows are defined as the acquisition of net assets applicable to a future reporting period while deferred outflows are defined as the consumption of net assets applicable to a future reporting period. The difference between assets plus deferred outflows less liabilities and deferred inflows is reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

Statement of Activities provides a snapshot of the City's annual operating revenues and expenses and the impact of net operating income (deficit) on the net position of the City. Revenues include property taxes, sales tax, franchise tax, utility users tax, transient occupancy tax, business license, state and federal grants, contributions from other agencies, interest income, and other revenues that finance the City's activities.

The Statement of Activities covers all of the current year's revenues and expenses taken into account regardless of when cash is received or paid.

We separate the City's activities into two main activities: Governmental Activities and Business-type Activities

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

Business-type Activities – These represent the City's two enterprise funds: the Water Fund and the Sewer Fund. The City charges a fee to customers to cover all or most of the cost of certain services it provides.

Following these Government-wide Financial Statements, we provide the Fund Financial Statements that summarize the financial activity of the City's major funds categories.

Fund Financial Statements. A fund is a separate account or grouping of related accounts, which is used to maintain control and oversight over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements established by State law, bond covenants or grant/funding guidelines.

All of the City's funds can be divided into three categories: governmental funds, proprietary funds and fiduciary funds, which are grouped into the following major funds:

Governmental Funds

- General Fund
- Project Homekey Fund
- Housing and Community Development Fund
- Housing Assets Fund
- American Rescue Plan Act Fund
- Retirement Fund
- Nonmajor Governmental Funds

Proprietary Funds

- Water Fund
- Sewer Fund
- Internal Service Funds

Fiduciary Fund

- Successor Agency to the Dissolved Redevelopment Agency

Governmental Funds. The majority of the City's basic services are reported in Governmental Funds. Therefore, they are essentially the same functions reported as governmental activities in the government-wide financial statements. Governmental fund financial statements provide a more detailed view of the City's general government operations and the basic services it provides. They have a near-term focus: they report how money flows in and out of each fund and the balance of spendable resources left at the end of each fiscal year.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City's near-term financial decisions.

Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between **governmental funds** and **governmental activities**.

Proprietary Funds. Proprietary Funds are funds that charge customers for the services that they provide. These include the City's business-type activities: Water and the Sewer Fund, plus the City's Internal Service Funds (i.e., Self-Insurance Funds for General Liability and Worker's Compensation Costs). Proprietary Funds are reported on the accrual basis of accounting.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the City's own programs. The City maintains a separate fund to report the activities of the Successor Agency to the Dissolved Redevelopment Agency. These assets do not belong to the City. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the Basic Financial Statements. The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

FINANCIAL POSITION AND RESULTS OF OPERATIONS

Statement of Net Position - As noted earlier, net position may serve over time as a useful indicator of a government's financial position. When compared to the prior fiscal year's combined statement of net position, the City's, net position increased by \$17.2 million from \$275.1 million to \$292.3 million. This \$17.2 million increase in financial position was primarily a result of higher revenues than expenditures reported during the year.

The largest portion of the City's net position at June 30, 2021 (\$458.9 million or 157% of the total net position) reflects its net investment in capital assets (e.g., land, infrastructure, buildings, machinery and equipment) less any related outstanding debt used to acquire those assets. The City uses these capital assets to provide services to citizens. These assets are not available for future spending.

	Net Position (In thousands)					
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
ASSETS						
Cash and other assets	\$ 152,930	\$ 130,346	\$ 20,450	\$ 22,373	\$ 173,380	\$ 152,719
Capital assets net of accumulated depreciation	473,754	452,759	39,174	35,912	512,928	488,671
Total assets	<u>626,684</u>	<u>583,105</u>	<u>59,624</u> *	<u>58,285</u>	<u>686,308</u>	<u>641,390</u>
DEFERRED OUTFLOWS OF RESOURCES						
Deferred outflows related to pensions	16,212	147,899	312	509	16,524	148,408
Deferred outflows related to OPEB	37,086	8,229	2,200	488	39,286	8,717
Unamortized difference on defeasance of debt	-	-	462	492	462	492
Total deferred outflows of resources	<u>53,298</u>	<u>156,128</u>	<u>2,974</u>	<u>1,489</u>	<u>56,272</u>	<u>157,617</u>
LIABILITIES						
Current and other liabilities	58,051	36,655	21,349	2,265	79,400	38,920
Long-term liabilities	319,024	416,132	27,786	48,096	346,810	464,228
Total liabilities	<u>377,075</u>	<u>452,787</u>	<u>49,135</u> *	<u>50,361</u>	<u>426,210</u>	<u>503,148</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred inflows related to pensions	748	6,219	39	176	787	6,395
Deferred inflows related to OPEB	21,897	13,497	1,299	801	23,196	14,298
Unamortized difference on defeasance of debt	-	-	54	58	54	58
Total deferred inflows of resources	<u>22,645</u>	<u>19,716</u>	<u>1,392</u>	<u>1,035</u>	<u>24,037</u>	<u>20,751</u>
NET POSITION						
Net investment in capital assets	457,561	436,883	1,364	(2,493)	458,925	434,390
Restricted	49,736	49,651	6,858	7,345	56,594	56,996
Unrestricted	<u>(227,035)</u>	<u>(219,804)</u>	<u>3,849</u>	<u>3,526</u>	<u>(223,186)</u>	<u>(216,278)</u>
Total net position	<u>\$ 280,262</u>	<u>\$ 266,730</u>	<u>\$ 12,071</u>	<u>\$ 8,378</u>	<u>\$ 292,333</u>	<u>\$ 275,108</u>

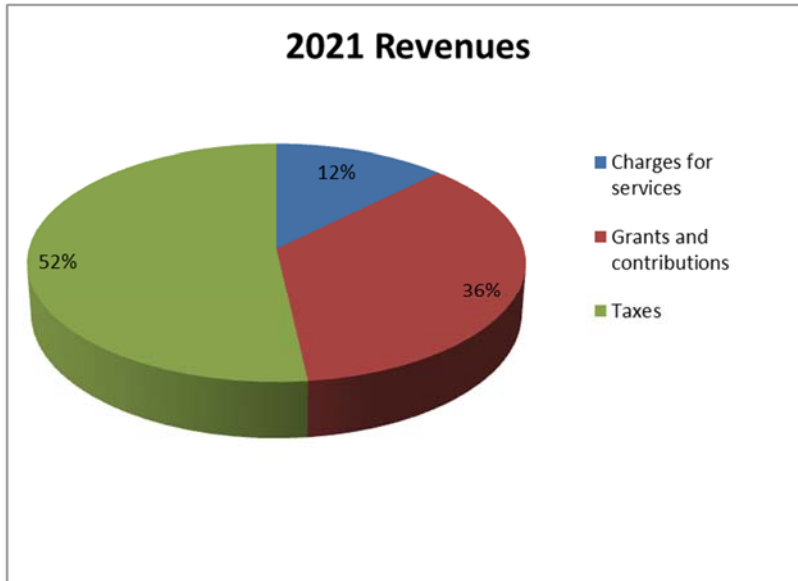
City of El Monte
Management's Discussion and Analysis
Year ended June 30, 2021

Statement of Activities - A review of operating income (loss) can provide a telling picture of the City's overall financial health. Overall, the City had \$17.2 million excess revenues than expenses for the fiscal year 2021 which is a \$22.6 million increase from the (\$5.4) million change in net position in fiscal year 2020, as illustrated in table below.

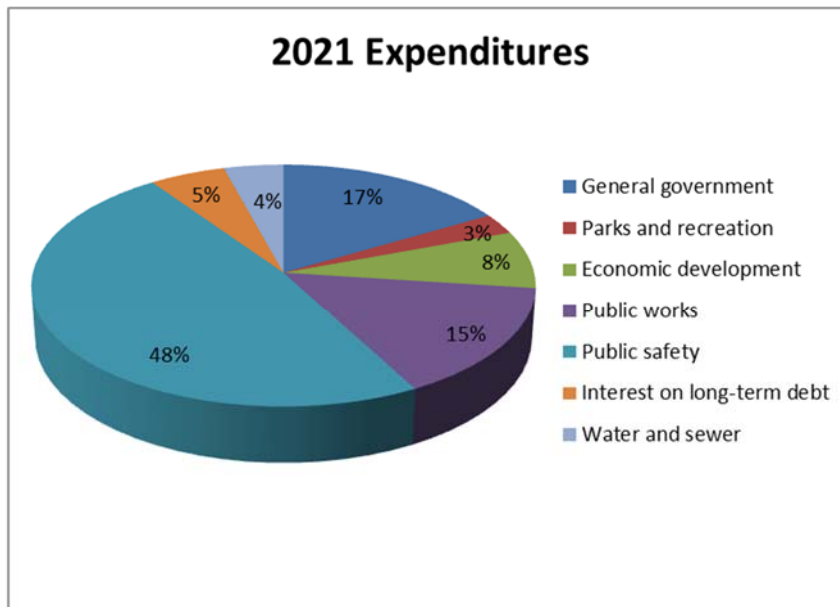
	Changes in Net Position (In thousands)					
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Program revenues						
Charges for services	\$ 8,617	\$ 10,678	\$ 8,851	\$ 8,440	\$ 17,468	\$ 19,118
Operating grants and contributions	25,881	22,547	-	-	25,881	22,547
Capital grants and contributions	23,620	8,485	-	-	23,620	8,485
General revenues						
Taxes						
Property taxes	23,214	21,875	-	-	23,214	21,875
Sales taxes	34,281	28,968	-	-	34,281	28,968
Business license taxes	2,389	2,345	-	-	2,389	2,345
Franchise taxes	3,677	3,791	-	-	3,677	3,791
Utility users taxes	6,235	5,939	-	-	6,235	5,939
Transient occupancy taxes	832	856	-	-	832	856
Other taxes	1,319	216	-	-	1,319	216
Motor vehicle in lieu	86	93	-	-	86	93
Use of money and property	238	828	122	313	360	1,141
Sale of property	-	210	-	-	-	210
Other revenue	107	2,742	-	-	107	2,742
Net change in fair value of investments	(471)	279	-	-	(471)	279
Total	<u>130,025</u>	<u>109,852</u>	<u>8,973</u>	<u>8,753</u>	<u>138,998</u>	<u>118,605</u>
Expenses						
Governmental activities						
General government	20,239	31,574	-	-	20,239	31,574
Parks and recreation	3,350	3,538	-	-	3,350	3,538
Economic development	9,322	9,262	-	-	9,322	9,262
Public works	18,420	17,002	-	-	18,420	17,002
Public safety	58,656	51,268	-	-	58,656	51,268
Interest on long-term debt	6,605	3,058	-	-	6,605	3,058
Water and sewer	-	-	5,180	8,287	5,180	8,287
Total	<u>116,592</u>	<u>115,702</u>	<u>5,180</u>	<u>8,287</u>	<u>121,772</u>	<u>123,989</u>
Change in net position before transfers	13,433	(5,850)	3,793	466	17,226	(5,384)
Transfers in/(out)	<u>100</u>	<u>100</u>	<u>(100)</u>	<u>(100)</u>	<u>-</u>	<u>-</u>
Change in net position	13,533	(5,750)	3,693	366	17,226	(5,384)
Net position, beginning	266,730	272,480	8,378	8,012	275,108	280,492
Net position, ending	<u>\$ 280,263</u>	<u>\$ 266,730</u>	<u>\$ 12,071</u>	<u>\$ 8,378</u>	<u>\$ 292,334</u>	<u>\$ 275,108</u>

A separate review of the change in net position in the governmental and business-type activities showed the following: the business-type activities generated a net operating income of \$3.7 million while the governmental activities had a \$13.4 million net operating income. Total revenues increased by \$20.4 million mainly due to higher grants and contributions, sales taxes and property taxes.

The revenues and expenditures are presented graphically on the following page.



The City reported a total of \$2.2 million decrease in total expenditures compared to the prior year. Expenditures decreased for general government mainly due to the lower employer contribution for the unfunded pension liability after the issuance of PARS and PERS bonds in fiscal year 2020 which financed a substantial portion of the PARS and PERS net pension liability. The public safety expenditures increased by \$7.4 million due to the higher fire contract services, higher general liability insurance, purchased of vehicles, and higher overtime. Interest on long-term debt increased by \$3.5 million due to the PARS and PERS bonds issued at the end of fiscal year 2020.



Over time, increases or decreases in the City's net position are an indication of whether its financial health is improving or deteriorating. One still needs to consider other non-financial factors, such as changes in the economy or external factors that will cause a decrease in consumer spending. From the picture presented in these two summary tables, it appears that the City's financial position is growing.

THE CITY AS A WHOLE

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2021, amounts to \$512.9 million (net of \$156.2 million accumulated depreciation). This investment in capital assets includes land, rights-of-way, construction-in-progress, water rights, land improvements, structures and improvements, machinery and equipment, and infrastructure. The net increase in the City's net investment in capital assets for the current fiscal year was \$24.3 million.

	Capital Assets (net of Depreciation, In Thousands)					
	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$ 84,798	\$ 77,314	\$ 311	\$ 311	\$ 85,109	\$ 77,625
Rights-of-way	266,835	266,802	-	-	266,835	266,802
Construction-in-progress	9,352	12,190	5,951	1,202	15,303	13,392
Water rights	-	-	19,125	19,808	19,125	19,808
Land improvements	6,193	4,862	388	476	6,581	5,338
Structures and improvements	28,354	22,616	462	427	28,816	23,043
Machinery and equipment	5,869	6,482	1,281	1,567	7,150	8,049
Infrastructure	72,353	62,493	11,656	12,121	84,009	74,614
Totals	\$ 473,754	\$ 452,759	\$ 39,174	\$ 35,912	\$ 512,928	\$ 488,671

Major capital asset events during the current fiscal year included the following:

Governmental activities:

- Acquisition of land and building for M Motel \$11 million and Budget Inn \$4million.
- The following capital improvement projects contributed significantly to the increase in construction-in-progress: Ramona/Valley Intersection \$2.4 million, Ramona Blvd Resurface Project \$1 million.

Business-type activities:

- The following capital improvement projects contributed significantly to the increase in construction-in-progress: Water Main Replacement \$3.2 million, 1M Gal Reservoir Seismic Upgrade \$635 thousand, Supervisory Control and Data Acquisition (SCADA) room upgrade \$625 thousand and Sewer Replacement Nevada Asher Garvey \$218 thousand.

Additional information on the City's capital assets can be found in Note 6 to the basic financial statements.

Long-term Debt

At year-end, the City's total long-term debt decreased by \$98.2 million. The decrease was mainly due to a combination of the following:

- \$1.1million net decrease in bonded indebtedness
- \$361 thousand decrease in notes and loans payable
- \$289 thousand net increase in compensated absences
- \$120.3 million net decrease in the net pension liability
- \$24 million net increase in the total OPEB liability
- \$700 thousand net decrease in claims and judgments

A summary of the City's long- term debt follows:

	Long-Term Debt and Liabilities (In Thousands)					
	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Lease revenue bonds	\$ 36,655	\$ 37,110	\$ -	\$ -	\$ 36,655	\$ 37,110
Taxable pension obligation bonds	118,725	118,725	-	-	118,725	118,725
Revenue bonds	-	-	17,850	18,385	17,850	18,385
Unamortized bond premium	194	204	2,390	2,477	2,584	2,681
Unamortized bond discount	(284)	(310)	-	-	(284)	(310)
Notes and loans payable	845	1,206	-	-	845	1,206
Compensated absences	8,171	7,863	286	305	8,457	8,168
Capital lease payable	-	-	17,977	17,977	17,977	17,977
Net pension liability	18,692	136,002	315	3,336	19,007	139,338
Total OPEB liability	127,638	104,972	7,572	6,227	135,210	111,199
Claims and judgments	16,660	17,360	-	-	16,660	17,360
Totals	\$ 327,296	\$ 423,132	\$ 46,390	\$ 48,707	\$ 373,686	\$ 471,839

The capital lease payable of the business-type activities are offset against the capital lease receivable of the governmental activities in the government-wide statement of net position.

Bonded Indebtedness - The net decrease in bonded indebtedness was due to the regular annual debt retirements.

At June 30, 2021, four bond issues comprise the City's long-term debt: the 2010 Lease Revenue Bonds (Recovery Zone Economic Development Bonds (Series A) and Build America bonds (Series B), Lease Revenue Bonds, 2020 Series A, Taxable Pension Obligation Bonds, Series 2020, and the Revenue Bonds Series 2018A.

Net Pension Liability - The City's pension plans include California Public Employees' Retirement System (CalPERS) plan and Public Agency Retirement Services (PARS) Retirement Enhancement plan. The net pension liability decreased \$120.3 million mainly due to the contributions from the City. In June 2020, the El Monte Public Financing Authority issued \$21.0 million taxable lease revenue bonds on behalf of the City of El Monte, primarily to provide funds to finance a substantial portion of the City of El Monte's Public Agency Retirement System (PARS) Obligation. In June 2020, the City issued \$118.7 million Taxable Pension Obligation Bonds, Series 2020 primarily to refinance a portion of the City's outstanding obligation to the California Public Employees' Retirement System with respect to the City's defined benefit retirement plans for its current and retired public safety and miscellaneous employees. Refer to Note 11 for the Changes in the Net Pension Liability for PERS and PARS.

Other Postemployment Benefits (OPEB) - The City records its liability for Other Postemployment Benefits (OPEB) it provides to its retirees in accordance with GASB Statement 75. The OPEB liability increased by \$24.0 million primarily due to the change in discount rate, which is required to be the municipal bond rate at the measurement date. The rate dropped from 3.5% last year to 2.21% at this year's measurement date (June 30, 2020). That change added just over \$25.0 million to the OPEB liability.

Refer to Note 13 for the Change in the Total OPEB Liability.

Additional information on the City's long-term debt can be found in Note 9 in the notes to the basic financial statements.

The City was able to meet all its legal debt covenants and pay its current debt obligations in a timely manner.

The City has a credit rating of A from the most recent review by Standard & Poors.

Governmental Funds

Although the City has a number of programs and funding sources, a significant amount of attention is focused on the City's General Fund. The City's General Fund pays for the majority of the City's salaries and primary services, such as administration, parks and recreation, economic development, public works, and public safety.

These basic costs and services are supplemented by various special revenue funds, which are typically State and Federal grant programs. These include: CDBG and HOME, which pay for community development and affordable housing programs; various transportation-specific funding sources, such as Proposition A and C, Measure R and M, TDA as well as a number of other specific programs.

The Fund Financial Statements, which provide greater detail about these funds/programs, follow the Government-wide Financial Statements in the annual report. The following section summarizes the financial activity reported in the Governmental Funds.

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

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$99.6 million. The City's governmental funds report a balance (deficit) of (\$1.6) million in its unassigned fund balance. The remainder of the fund balance is restricted to indicate that it is not available for new spending because it has already been allocated for special projects, capital projects or debt service or classified as non-spendable as it represents assets that are long-term in nature or otherwise do not represent available spendable resources. Fund balances decreased due to operations during the fiscal year as previously described in the Results of Operations Section.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the General Fund's total fund balance was \$46.1 million. The fund balance of the General Fund increased by \$33 thousand. Housing and Community Development Fund balance increased by \$405 thousand, Retirement Fund balance increased by \$5.7 million and the new Project Homekey Fund ended with a \$3.4 million fund balance at the end of the fiscal year.

The fund balance of the Housing Assets Fund decreased by \$455 thousand due to an Affordable Rental Housing Development (ARHD) Loan provided for the Tyler-Valley Metro Housing project. The American Rescue Plan Act had a \$17 thousand fund balance.

Assigned Fund Balance - The City has a formal reserve policy which establishes a series of general fund reserves including a general fund restricted reserve (cash flow reserve) representing between 10% and 20% of the general fund budget and a reserve to set aside a portion of its Special Sales Tax (Measure EM also known as Measure GG) receipts annually. Other reserves established consist of reserves for economic uncertainty, catastrophic emergency, capital projects and to set aside amounts for the City's liabilities for compensated absences and other postemployment benefits. These assignments of fund balance total \$22.9 million of the total \$46.1 million of general fund balance.

Unassigned Fund Balance, Cash on Hand and Working Capital - The General Fund has \$3.0 million unassigned fund balance at the end of FY2020-21 primarily due to the issuance of bonds in FY2020. The General Fund working capital balance of \$28.1 million consists of \$21.6 million in cash and investments plus \$14.9 million in net accounts receivable and other current assets, less \$8.5 million in current liabilities and deposits on hand. A true measure of General Fund's liquidity is the ending balance of cash and investments. This amount totaled \$21.6 million at the end of the fiscal year as compared to \$21.5 million at the end of the prior fiscal year (June 30, 2020). However, the \$21.6 million only represents 108 days of general fund expenditures.

In addition to the General Fund, Governmental Activities include a number of special revenue funds (e.g. CDBG, HOME, Measure R, etc.) that have multi-year projects/funding sources. As such, these funds may spend prior year roll-over amounts to complete a project, which requires the use of "reserves" and creates an apparent operating deficit when simply taking current year revenues and expenses into account.

THE CITY AS TRUSTEE

Reporting the City's Fiduciary Responsibilities - The City is the trustee, or *fiduciary*, for certain funds held on behalf of those entities outside of the government. The City's fiduciary activities are reported in a separate Statement of Fiduciary Net Position. We exclude these activities from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

General Fund

The projected General Fund revenues for FY 2021/22 are \$76,648,000. This reflects an increase of approximately 14.7% or \$9,825,000 from the prior fiscal year amended budget of \$66,823,000. This increase in revenues includes a \$6.0 million transfer-in of Federal stimulus funding under the American Rescue Plan Act. Overall, the City's property tax revenues continue to grow steadily at 1.5%, an increase of \$342,882 over the prior fiscal year projections. In addition, sales tax revenues are anticipated to increase 7.5% which represents an increase of \$1.8 million compared to the last year's budget projections. Utility User Tax, Franchise Fees and Business License revenues are anticipated to increase at a modest rate while Development Fees are projected to increase gradually with the anticipation of the Coronavirus pandemic coming to an end. With the exclusion of the \$6.0 million Federal stimulus funding, total General Fund revenues are projected to increase by \$3.8 compared to FY 2020/21.

The proposed General Fund expenditures for FY 2021/22 are \$76,615,507. This reflects an increase of approximately 4.7% over the prior fiscal year amended budget of \$73,174,701. Collectively, all General Fund Departments excluding the Parks & Recreations Department is increasing their operating and capital budgets by approximately \$3.4 million from the FY 2020/21 amended budget. These increases are primarily due to the City beginning to pay \$1 .5 million towards the debt service payment of the 2020A Series Lease Revenue Bonds and an increase in total wages and benefits of \$1.2 million due to Cost-of-Living Adjustments (COLA) that will begin January 1, 2022.

Special Revenue Funds

There are approximately fifty-two (52) special revenue funds which have annual budgets. Many of these funds have limited budgeting decisions, with restrictive spending guidelines and limits on administrative overhead (10-20% annually). Most special revenue funds have predetermined budgeted amounts based on grant application submissions and/or programmatic guidelines. The cumulative total proposed appropriation spending limit for all Special Funds for FY 2021/22 is \$122,725,929.

Other Funds

These funds consist of the Debt Service Fund; Capital Project Fund; Internal Service Funds and the Successor Agency Trust Funds. These funds are independent of the City's General Fund and have various revenues sources such as tax increment, bond proceeds and transfers from other funds. The cumulative total proposed appropriation spending limit for these other funds for FY 2021/22 is \$16,872,689.

Enterprise Funds

The City's Enterprise Funds consist of both the El Monte Water Authority and the City's Sewer Fund. Both funds are independent and have separate established budgets and funding sources. The El Monte Water Authority provides water service to approximately 3,634 residential, commercial and industrial water meters. The operating and capital budget for FY 2021/22 is projected to be \$8.5 million which includes \$2.4 million of capital projects which will be funded from the bond proceeds of the 2018A Series Revenue Bonds along with \$1.4 million of debt service payments towards the water bonds. While the El Monte Water Authority only services a small portion of the total population of the City of El Monte, the Sewer Fund services the entire City and generates revenues through special assessments on the County property tax bill. For FY 2021/22, the Sewer Fund reflects an operating and capital budget of \$12.8 million which includes \$9.7 million in capital projects. For FY 2021/22 the Sewer Fund operating and capital costs will exceed revenues by \$9.3 million which will be absorbed by the strong cash position within the Sewer Fund.

General Fund Budgetary Highlights

Revenues

Total General Fund revenues ended the fiscal year \$5.1 million or 7.9% higher than the final budget. For Fiscal Year 2020/21. Revenues from sales tax which was budgeted at \$23.5 million ended the year generating a total of \$26.8 million which was 14% higher than budget. Sales tax from Auto and Transportation ended the Fiscal Year 2020/21 20% higher than FY 2019/20 and 11 % higher compared to FY 2018/19 pre-pandemic figures while sales tax generated from the County pool which is predominantly from internet sales, were 42% higher compared to FY2019/20. Utility User Tax ended the year \$655 thousand or 12% higher than the previous fiscal year as many employees worked from home and consumed additional electricity and natural gas. Franchise tax revenues were higher by \$250 thousand or 7% compared to FY2020.

Expenditures

The total General Fund actual expenditures for Fiscal Year 2020-21 were \$71.9 million which resulted in a positive variance of \$1.2 million or 2% lower than the budget. Total actual expenditures overall were less compared to budget mostly due to a reduction in capital improvement projects, reduction in total wages and operating cost. As the City had anticipated a projected (\$9.2) million deficit due to the pandemic, wages and benefits were reduced in part by furloughs and unfilled positions throughout the fiscal year.

Economic Development Initiatives

The City of El Monte continues to implement the initiatives of the Vision El Monte General Plan, which calls for targeted commercial and industrial development in key districts, mixed-use area and along designated corridors. The City actively engages the business community and has provided guidance to facilitate the approval process and the construction of projects throughout the City.

The Historic Downtown El Monte area continues to be a hub for activity. A 53-unit affordable housing project is under construction at Valley Boulevard and Center Avenue. A second 53-unit affordable housing project was approved and will soon begin construction at the corner of Valley Boulevard and Tyler Avenue. A third project east of the Santa Fe Trail Plaza, with 85 workforce housing projects, is under City review. El Monte recently launched the Downtown Murals Program and plans to have up to four murals in place over the next year. In addition, the City launched the Main Street Façade Improvements Program.

New manufacturing and wholesale businesses that are calling El Monte home include: Outreach Research, an apparel and gear manufacturer; Creating Better Days, a CBD product manufacturer; Theys, a vape products manufacturer; Mutual Trading, a Japanese foodservice and trade trendsetter; and Tossware, a glass ware point of sales distributor. Not only do these new businesses create local jobs, but in some cases, they generate sales tax revenues. New retail businesses and eateries include the Dollar Store on Peck Road, Railcar on Main Street, Plant Love Food on Main Street, 7Leaves Café at Five-Points Shopping Center and Andrea's Health Kitchen across the street from City Hall.

El Monte continues to be a leader in providing housing for those in need. The City recently purchases two motels on Valley Boulevard east of Baldwin Avenue. The first is being renovated to provide an emergency shelter with 40 rooms for singles and/or doubles and will also include onsite wraparound supportive services. The second will be transitional housing with 93 rooms.

UNMODIFIED AUDIT OPINION

The financial statements were audited by the independent public accounting firm of Vasquez & Company LLP, Certified Public Accountants, whose unmodified opinion is included within this annual report.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

City of El Monte
Finance Department
11333 Valley Blvd.,
El Monte, CA 91731
Telephone number: (626) 580-2023

BASIC FINANCIAL STATEMENTS

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City of El Monte
Statement of Net Position
June 30, 2021

	Primary Government		Total
	Governmental Activities	Business-type Activities	
ASSETS			
Cash and investments	\$ 94,039,469	\$ 13,035,816	\$ 107,075,285
Accounts receivable	2,687,665	1,192,636	3,880,301
Taxes receivable	6,509,269	96,622	6,605,891
Interest receivable	94,125	-	94,125
Internal balances	835,626	(835,626)	-
Prepaid items	3,107,499	103,484	3,210,983
Due from other governments	5,399,655	-	5,399,655
Notes and loans receivable, net	13,926,221	-	13,926,221
Land held for resale	2,062,361	-	2,062,361
Capital lease receivable (payable)	17,977,364	(17,977,364)	-
Restricted assets:			
Cash and investments with fiscal agents	6,290,085	6,857,720	13,147,805
Noncurrent assets:			
Capital assets, not being depreciated	360,985,136	6,276,601	367,261,737
Capital assets, net of accumulated depreciation	112,769,313	32,897,794	145,667,107
Total assets	<u>626,683,788</u>	<u>41,647,683</u>	<u>668,331,471</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	16,212,222	312,322	16,524,544
Deferred outflows related to OPEB	37,086,031	2,200,018	39,286,049
Unamortized difference on defeasance of debt	-	461,576	461,576
Total deferred outflows of resources	<u>53,298,253</u>	<u>2,973,916</u>	<u>56,272,169</u>
LIABILITIES			
Accounts payable	5,525,275	2,039,240	7,564,515
Interest payable	2,373,721	285,625	2,659,346
Accrued liabilities	1,429,551	-	1,429,551
Advances from grantors	21,278,391	-	21,278,391
Deposits payable	5,680,883	420,594	6,101,477
Due to other governments	13,491,103	-	13,491,103
Noncurrent liabilities:			
Due within one year	8,272,109	626,423	8,898,532
Due in more than one year	172,694,547	19,899,619	192,594,166
Net pension liability	18,691,702	314,727	19,006,429
Total OPEB liability	127,637,724	7,571,730	135,209,454
Total liabilities	<u>377,075,006</u>	<u>31,157,958</u>	<u>408,232,964</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	747,862	39,361	787,223
Deferred inflows related to OPEB	21,896,703	1,298,957	23,195,660
Unamortized difference on defeasance of debt	-	54,138	54,138
Total deferred inflows of resources	<u>22,644,565</u>	<u>1,392,456</u>	<u>24,037,021</u>
NET POSITION			
Net investment in capital assets	457,561,002	1,364,120	458,925,122
Restricted for:			
Public works	31,325,222	-	31,325,222
Public safety	2,595,454	-	2,595,454
Parks and recreation	460,040	-	460,040
Economic development	13,045,286	-	13,045,286
Debt service	2,310,024	6,857,720	9,167,744
Unrestricted (deficit)	(227,034,558)	3,849,345	(223,185,213)
Total net position \$	<u>280,262,470</u>	<u>12,071,185</u>	<u>292,333,655</u>

See notes to financial statements.

City of El Monte
Statement of Activities
Year ended June 30, 2021

	Program Revenues				Net (Expenses) Revenues and Changes in Net Position		
	Expenses	Charges for Services	Operating Contributions and Grants	Capital Contributions and Grants	Primary Government		
					Governmental Activities	Business-type Activities	Total
Primary Government:							
Governmental activities:							
General government	\$ 20,239,394	\$ 1,560,375	\$ 17,725,427	\$ 4,688,187	\$ 3,734,595	\$ -	\$ 3,734,595
Parks and recreation	3,350,004	345,387	417,013	1,151,114	(1,436,490)	-	(1,436,490)
Economic development	9,321,480	2,567,386	6,258,053	14,854,268	14,358,227	-	14,358,227
Public works	18,420,170	2,618,262	675,215	2,466,218	(12,660,475)	-	(12,660,475)
Public safety	58,655,755	1,525,416	805,168	460,675	(55,864,496)	-	(55,864,496)
Interest on long-term debt	6,605,249	-	-	-	(6,605,249)	-	(6,605,249)
Total governmental activities	<u>116,592,052</u>	<u>8,616,826</u>	<u>25,880,876</u>	<u>23,620,462</u>	<u>(58,473,888)</u>	<u>-</u>	<u>(58,473,888)</u>
Business-type activities:							
Water and Sewer Funds	5,180,519	8,851,510	-	-	-	3,670,991	3,670,991
Total business-type activities	<u>5,180,519</u>	<u>8,851,510</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,670,991</u>	<u>3,670,991</u>
Total primary government	\$ <u>121,772,571</u>	\$ <u>17,468,336</u>	\$ <u>25,880,876</u>	\$ <u>23,620,462</u>	<u>(58,473,888)</u>	<u>3,670,991</u>	<u>(54,802,897)</u>
General revenues							
Taxes:							
Property taxes levied for general purposes					23,214,044	-	23,214,044
Sales taxes					34,281,481	-	34,281,481
Business license taxes					2,388,518	-	2,388,518
Franchise taxes					3,677,367	-	3,677,367
Utility users taxes					6,235,002	-	6,235,002
Transient occupancy taxes					831,929	-	831,929
Other taxes					1,319,138	-	1,319,138
Motor vehicle in lieu					85,574	-	85,574
Use of money and property					238,098	121,658	359,756
Other revenue					107,038	-	107,038
Net change in fair value of investments					(471,437)	-	(471,437)
Transfers in/out					100,000	(100,000)	-
Total general revenues and transfers					<u>72,006,752</u>	<u>21,658</u>	<u>72,028,410</u>
Net change in net position					13,532,864	3,692,649	17,225,513
Net position, beginning of year					<u>266,729,606</u>	<u>8,378,536</u>	<u>275,108,142</u>
Net position, end of fiscal year					\$ <u>280,262,470</u>	\$ <u>12,071,185</u>	\$ <u>292,333,655</u>

See notes to financial statements.

**City of El Monte
Governmental Funds
Balance Sheet
June 30, 2021**

	Major Governmental Funds						Nonmajor Governmental Funds	Total Governmental Funds
	Special Revenue Funds							
	General	Project Homekey	Housing and Community Development	Housing Assets	American Rescue Plan Act	Retirement		
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES								
Assets:								
Cash and investments	\$ 21,593,814	\$ 3,358,154	\$ 973,961	\$ 982,092	\$ 21,296,191	\$ 7,531,092	\$ 36,637,484	\$ 92,372,788
Accounts receivable	1,986,239		3,024	542	-	7,102	690,718	2,687,625
Taxes receivable	6,265,603		-	-	-	225,614	18,052	6,509,269
Interest receivable	94,095		-	-	-	-	30	94,125
Due from other funds	4,433,807		-	-	-	-	-	4,433,807
Prepaid items	1,633,843		-	-	-	1,291,536	182,120	3,107,499
Due from other governments	-		742,896	-	-	-	4,656,759	5,399,655
Advances to other funds	300,000	-	-	-	-	-	-	300,000
Notes and loans receivable, net	-	-	12,623,690	692,358	-	-	610,173	13,926,221
Land held for resale	138,266	-	420,000	1,504,095	-	-	-	2,062,361
Capital lease receivable	17,977,364	-	-	-	-	-	-	17,977,364
Restricted assets:								
Cash and investments with fiscal agents	176,676		-	-	-	22,986.00	6,090,423	6,290,085
Total assets	54,599,707	3,358,154	14,763,571	3,179,087	21,296,191	9,078,330	48,885,759	155,160,799
Deferred outflows of resources:								
Total assets and deferred outflows of resources	-	-	-	-	-	-	-	-
	<u>\$ 54,599,707</u>	<u>\$ 3,358,154</u>	<u>\$ 14,763,571</u>	<u>\$ 3,179,087</u>	<u>\$ 21,296,191</u>	<u>\$ 9,078,330</u>	<u>\$ 48,885,759</u>	<u>\$ 155,160,799</u>

See notes to financial statements.

**City of El Monte
Governmental Funds
Balance Sheet (Continued)
June 30, 2021**

	Major Governmental Funds						Nonmajor Governmental Funds	Total Governmental Funds
	Special Revenue Funds							
	General	Project Homekey	Housing and Community Development	Housing Assets	American Rescue Plan Act	Retirement		
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 1,967,245	\$ 319	\$ 219,916	\$ 1,333	\$ -	\$ 341,490	\$ 2,994,972	\$ 5,525,275
Accrued liabilities	1,155,148	-	-	-	-	274,403	-	1,429,551
Advances from grantors	-	-	-	-	21,278,391	-	-	21,278,391
Deposits payable	5,339,458	-	5,502	8,525	-	-	327,398	5,680,883
Due to other governments	-	-	12,620,480	-	-	-	870,623	13,491,103
Due to other funds	-	-	-	-	-	-	4,433,807	4,433,807
Total liabilities	<u>8,461,851</u>	<u>319</u>	<u>12,845,898</u>	<u>9,858</u>	<u>21,278,391</u>	<u>615,893</u>	<u>8,626,800</u>	<u>51,839,010</u>
Deferred inflows of resources:								
Unavailable revenue	-	-	280,781	-	-	-	3,473,486	3,754,267
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>280,781</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,473,486</u>	<u>3,754,267</u>
Fund Balances:								
Nonspendable								
Prepaid items	1,633,843	-	-	-	-	-	-	1,633,843
Advances to other funds	300,000	-	-	-	-	-	-	300,000
Land held for resale	138,266	-	-	-	-	-	-	138,266
Capital lease receivable	17,977,364	-	-	-	-	-	-	17,977,364
Restricted								
Special revenue funds	-	3,357,835	1,636,892	3,169,229	17,800	8,462,437	39,244,246	55,888,439
Capital projects funds	-	-	-	-	-	-	-	-
Debt service funds	176,676	-	-	-	-	-	2,133,348	2,310,024
Assigned	22,900,630	-	-	-	-	-	-	22,900,630
Unassigned	3,011,077	-	-	-	-	-	(4,592,121)	(1,581,044)
Total fund balances	<u>46,137,856</u>	<u>3,357,835</u>	<u>1,636,892</u>	<u>3,169,229</u>	<u>17,800</u>	<u>8,462,437</u>	<u>36,785,473</u>	<u>99,567,522</u>
Total liabilities, deferred inflows of resources, and fund balances	\$ <u>54,599,707</u>	\$ <u>3,358,154</u>	\$ <u>14,763,571</u>	\$ <u>3,179,087</u>	\$ <u>21,296,191</u>	\$ <u>9,078,330</u>	\$ <u>48,885,759</u>	\$ <u>155,160,799</u>

See notes to financial statements.

City of El Monte
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2021

Fund balance of governmental funds	\$	99,567,522
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets of governmental activities are not financial resources and are not reported in the governmental funds.		
Capital assets	\$ 594,666,028	
Accumulated depreciation	<u>(121,734,260)</u>	472,931,768
Long-term liabilities are not due and payable in the current period and are not reported in the governmental funds.		
Bonds and notes	(156,134,849)	
Compensated absences	<u>(8,171,489)</u>	(164,306,338)
Deferred outflows of resources related to pensions are not financial resources and therefore, are not recognized in the governmental funds.		
		16,212,222
Deferred inflows of resources related to pensions are not current obligation and therefore, are not reported in the governmental funds.		
		(747,862)
Net pension liability is not due and payable in the current period and therefore, are not reported in the governmental funds.		
		(18,691,702)
Deferred outflows of resources related to OPEB are not financial resources and therefore, are not recognized in the governmental funds.		
		37,086,031
Deferred inflows of resources related to OPEB are not current obligation and therefore, are not reported in the governmental funds.		
		(21,896,703)
Net OPEB liability is not due and payable in the current period and therefore, are not reported in the governmental funds.		
		(127,637,724)
Accrued interest payable for the interest due on bonds that has not been reported in the governmental funds.		
		(2,373,721)
Revenues reported as unavailable revenue in the governmental funds are recognized as intergovernmental revenues in the Statement of Activities.		
		3,754,267
Internal service funds are used by management to charge the costs of certain activities, such as self-insurance, to individual funds. The assets and liabilities of the internal service funds must be added to the Statement of Net Position of the governmental activities.		
		<u>(13,635,290)</u>
Net position of governmental activities	\$	<u><u>280,262,470</u></u>

See notes to financial statements.

**City of El Monte
Governmental Funds**

Statement of Revenues, Expenditures, and Changes in Fund Balances
Year ended June 30, 2021

	Major Governmental Funds						Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	Special Revenue Funds						
		Project Homekey Grant	Housing and Community Development	Housing Assets	American Rescue Plan Act	Retirement		
Revenues								
Taxes	\$ 63,234,338	\$ -	\$ -	\$ -	\$ -	\$ 13,575,259	\$ 8,713,141	\$ 85,522,738
Licenses and permits	1,205,242	-	-	-	-	-	-	1,205,242
Intergovernmental	736,927	17,713,213	2,460,242	-	-	83,278	12,569,188	33,562,848
Charges for services	2,166,388	-	-	-	-	-	1,232,424	3,398,812
Fines and forfeitures	722,566	-	-	-	-	-	78,321	800,887
Use of money and property	290,196	3,520	555,528	39,031	17,800	18,141	1,519,645	2,443,861
Net change in fair value of investments	(471,437)	-	-	0	-	-	-	(471,437)
Miscellaneous	1,109,760	-	679,200	32,097	-	104,231	1,399,795	3,325,083
Total revenues	68,993,980	17,716,733	3,694,970	71,128	17,800	13,780,909	25,512,514	129,788,034
Expenditures								
Current:								
General government	11,662,429	-	-	-	-	5,480,208	345,363	17,488,000
Parks and recreation	2,184,376	-	122,977	-	-	-	494,808	2,802,161
Economic development	3,916,468	250,000	2,029,106	526,576	-	-	1,074,944	7,797,094
Public works	6,856,996	-	9,099	-	-	-	7,345,022	14,211,117
Public safety	47,147,068	-	-	-	-	-	1,916,429	49,063,497
Capital outlay	123,275	14,108,898	745,370	-	-	-	14,274,848	29,252,391
Debt service:								
Principal retirement	-	-	361,000	-	-	-	455,000	816,000
Interest and fiscal charges	-	-	22,443	-	-	2,613,422	2,173,711	4,809,576
Total expenditures	71,890,612	14,358,898	3,289,995	526,576	-	8,093,630	28,080,125	126,239,836
Excess (deficiency) of revenues over expenditures	(2,896,632)	3,357,835	404,975	(455,448)	17,800	5,687,279	(2,567,611)	3,548,198
Other financing sources (uses)								
Transfers in	2,994,246	-	-	-	-	-	64,882	3,059,128
Transfers out	(64,882)	-	-	-	-	-	(2,994,246)	(3,059,128)
Net other financing sources (uses)	2,929,364	-	-	-	-	-	(2,929,364)	-
Change in fund balance	32,732	3,357,835	404,975	(455,448)	17,800	5,687,279	(5,496,975)	3,548,198
Fund balance, beginning of year	46,105,124	-	1,231,917	3,624,677	-	2,775,158	42,282,448	96,019,324
Fund balance, end of year	\$ 46,137,856	\$ 3,357,835	\$ 1,636,892	\$ 3,169,229	\$ 17,800	\$ 8,462,437	\$ 36,785,473	\$ 99,567,522

See notes to financial statements.

**City of El Monte
Governmental Funds**

**Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances of Governmental Funds to the Statement of Activities
Year ended June 30, 2021**

Change in fund balance - governmental funds	\$	3,548,198
<p>Amounts reported for governmental activities in the Statement of Activities differs from the amounts reported in the Statement of Revenues, Expenditures and Changes in Fund Balances because:</p>		
<p>Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense or are allocated to the appropriate functional expense when the cost is below the capitalization threshold. This activity is reconciled as follows:</p>		
Capital outlay, net of disposals		27,821,711
Depreciation expense		(6,748,227)
<p>Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Costs associated with the issuance of long-term debt are reported as expenditures in the governmental funds, but deferred and amortized throughout the period during which the related debt is outstanding in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in Statement of Net Position.</p>		
Principal repayment of bonds	\$	455,000
Principal repayment of notes payable		361,000
Amortization of deferred bond premium		10,215
Amortization of deferred bond discount		(25,724)
		800,491
<p>Governmental funds report only contributions in relation to the Annual Required Contribution (ARC) for OPEB as expenditures; however, in the Statement of Activities, the total ARC is an expense. This is the net amount of adjustment to OPEB expense, deferred inflows of resources, and net OPEB liability during the year.</p>		
		(2,207,783)
<p>Pension expense reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported in the governmental funds. This is the net amount of adjustment to pension expense, deferred outflows of resources, deferred inflows of resources and net pension liability during the year.</p>		
		(8,905,852)
<p>Accrued interest for long-term liabilities is not reported in the governmental fund financial until due. This is the net change in accrued interest for the current period.</p>		
		(1,780,164)
<p>Compensated absences liability 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. This is the change in compensated absences for the current period.</p>		
		(308,413)
<p>Certain revenues are reported as unavailable revenue in the governmental funds and recognized as intergovernmental revenues in the Statement of Activities.</p>		
		236,882
<p>Internal service funds are used by management to charge the costs of certain activities, such as self-insurance, to individual funds. The net revenues (expenses) of the internal service funds is reported with governmental activities.</p>		
		1,076,021
Change in net position of governmental activities	\$	13,532,864

See notes to financial statements.

City of El Monte
Statement of Net Position
Proprietary Funds
June 30, 2021

	Business-type Activities - Enterprise Funds			Governmental Activities
	Water	Sewer	Total	Internal Service Funds
	Fund	Fund		
ASSETS				
Current assets:				
Cash and investments	\$ -	\$ 13,035,816	\$ 13,035,816	\$ 1,666,681
Accounts receivable	1,192,636	-	1,192,636	40
Taxes receivable	-	96,622	96,622	-
Prepaid items	85,249	18,235	103,484	-
Due from other funds	-	729,283	729,283	179,008
Restricted asseets:				
Cash and investments with fiscal agent	6,857,720	-	6,857,720	-
Total current assets	<u>8,135,605</u>	<u>13,879,956</u>	<u>22,015,561</u>	<u>1,845,729</u>
Noncurrent assets:				
Capital assets	49,486,444	23,790,669	73,277,113	1,167,028
Accumulated depreciation	(21,501,251)	(12,601,467)	(34,102,718)	(344,347)
Net capital assets	<u>27,985,193</u>	<u>11,189,202</u>	<u>39,174,395</u>	<u>822,681</u>
Total noncurrent assets	<u>27,985,193</u>	<u>11,189,202</u>	<u>39,174,395</u>	<u>822,681</u>
Total assets	<u>36,120,798</u>	<u>25,069,158</u>	<u>61,189,956</u>	<u>2,668,410</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows related to pensions	170,905	141,417	312,322	-
Deferred outflows related to OPEB	1,178,581	1,021,437	2,200,018	-
Unamortized difference on defeasance of debt	461,576	-	461,576	-
Total deferred outflows of resources	<u>1,811,062</u>	<u>1,162,854</u>	<u>2,973,916</u>	<u>-</u>
LIABILITIES				
Current liabilities:				
Accounts payable	1,873,775	165,466	2,039,241	-
Interest payable	285,625	-	285,625	-
Deposits payable	420,594	-	420,594	-
Due to other funds	729,283	-	729,283	179,008
Accrued compensated absences	44,505	26,918	71,423	-
Accrued claims and judgments	-	-	-	3,319,237
Bonds payable	555,000	-	555,000	-
Total current liabilities	<u>3,908,782</u>	<u>192,384</u>	<u>4,101,166</u>	<u>3,498,245</u>
Noncurrent liabilities:				
Advances from other funds	-	-	-	300,000
Accrued compensated absences	133,516	80,754	214,270	-
Accrued claims and judgments	-	-	-	13,341,081
Bonds payable	19,685,349	-	19,685,349	-
Capital lease payable	17,977,364	-	17,977,364	-
Net pension liability	172,237	142,490	314,727	-
Net OPEB liability	4,056,284	3,515,446	7,571,730	-
Total noncurrent liabilities	<u>42,024,750</u>	<u>3,738,690</u>	<u>45,763,440</u>	<u>13,641,081</u>
Total liabilities	<u>45,933,532</u>	<u>3,931,074</u>	<u>49,864,606</u>	<u>17,139,326</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows related to pensions	23,617	15,744	39,361	-
Deferred inflows related to OPEB	695,870	603,087	1,298,957	-
Unamortized difference on defeasance of debt	54,138	-	54,138	-
Total deferred inflows of resources	<u>773,625</u>	<u>618,831</u>	<u>1,392,456</u>	<u>-</u>
NET POSITION (DEFICIT)				
Net investment in capital assets	(9,825,082)	11,189,202	1,364,120	-
Restricted for debt service	6,857,720	-	6,857,720	-
Unrestricted	(5,807,935)	10,492,905	4,684,970	(14,470,916)
Total net position (deficit) \$	<u>(8,775,297)</u>	<u>21,682,107</u>	<u>12,906,810</u>	<u>(14,470,916)</u>

Reconciliation of net position to statement of net position:

Net position per statement of net position for proprietary funds	\$ 12,906,810
Prior year's accumulated adjustment to reflect the consolidation of internal service funds activities related to enterprise funds	(909,789)
Current year's accumulated adjustment to reflect the consolidation of internal service funds activities related to enterprise funds	74,164
Net position per statement of net position	<u>\$ 12,071,185</u>

See notes to financial statements.

City of El Monte
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
Year ended June 30, 2021

	Business-type Activities - Enterprise Funds			Governmental Activities
	Water Fund	Sewer Fund	Total	Internal Service Funds
Operating revenues				
Sales and charges for services	\$ 5,317,059	\$ 3,453,254	\$ 8,770,313	\$ 5,776,769
Miscellaneous revenue	13,502	67,695	81,197	-
Total operating revenues	<u>5,330,561</u>	<u>3,520,949</u>	<u>8,851,510</u>	<u>5,776,769</u>
Operating expenses				
Personnel services	1,312,893	1,093,134	2,406,027	-
Contractual services	1,446,624	361,864	1,808,488	260,677
Maintenance and supplies	497,163	275,432	772,595	42,820
General and administrative	264,175	16,736	280,911	-
Facility lease	205,027	307,541	512,568	-
Claims and settlement	-	-	-	4,238,576
Depreciation and amortization	1,008,218	602,921	1,611,139	191,821
Total operating expenses	<u>4,734,100</u>	<u>2,657,628</u>	<u>7,391,728</u>	<u>4,733,894</u>
Operating income (loss)	596,461	863,321	1,459,782	1,042,875
Nonoperating revenues (expenses), net				
Rental income	29,170	-	29,170	-
Interest revenue	7,027	85,461	92,488	7,309
Interest expense	(803,185)	-	(803,185)	-
Reversal of net pension liability	1,623,909	1,316,321	2,940,230	-
Total nonoperating revenues (expenses), net	<u>856,921</u>	<u>1,401,782</u>	<u>2,258,703</u>	<u>7,309</u>
Income (loss) before transfers	1,453,382	2,265,103	3,718,485	1,050,184
Transfers				
Transfers in	-	-	-	100,000
Transfers out	-	(100,000)	(100,000)	-
	<u>-</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>100,000</u>
Change in net position	1,453,382	2,165,103	3,618,485	1,150,184
Net position, beginning of year	<u>(10,228,679)</u>	<u>19,517,004</u>	<u>9,288,325</u>	<u>(15,621,100)</u>
Net position, end of year	<u>\$ (8,775,297)</u>	<u>\$ 21,682,107</u>	<u>\$ 12,906,810</u>	<u>\$ (14,470,916)</u>
Reconciliation of Statement of Changes in Net Position to the Statement of Activities:				
Change in Net Position per Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds			\$ 3,618,485	
Adjustment to reflect the consolidation of current fiscal year internal service fund activities related to enterprise funds			74,164	
Change in Net Position Business-type Activities Statement of Activities			<u>\$ 3,692,649</u>	

See notes to financial statements.

City of El Monte
Statement of Cash Flows
Proprietary Funds
Year ended June 30, 2021

	Business-type Activities - Enterprise Funds			Governmental Activities
	Water Fund	Sewer Fund	Total	Internal Service Funds
Cash flows from operating activities				
Cash received from customers and users	\$ 5,394,082	\$ 2,739,422	\$ 8,133,504	\$ -
Cash received for interfund charges	-	-	-	5,778,035
Cash paid to suppliers for goods and services	(1,988,126)	(2,014,458)	(4,002,584)	(5,542,782)
Cash paid to employees for services	85,178	52,079	137,257	-
Net cash provided by operating activities	<u>3,491,134</u>	<u>777,043</u>	<u>4,268,177</u>	<u>235,253</u>
Cash flows from non-capital and related financing activities				
Net transfers from (to) other funds	-	(100,000)	(100,000)	100,000
Cash used in non-capital and related financing activities	<u>-</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>100,000</u>
Cash flows from capital and related financing activities				
Acquisition and construction of capital assets	(4,364,019)	(509,883)	(4,873,902)	(113,534)
Retirement of debt	(535,000)	-	(535,000)	-
Interest paid on capital debt	(897,240)	-	(897,240)	-
Cash used in capital and related financing activities	<u>(5,796,259)</u>	<u>(509,883)</u>	<u>(6,306,142)</u>	<u>(113,534)</u>
Cash flows from investing activities				
Rental income	29,170	-	-	-
Interest received	7,027	85,461	92,488	7,309
Cash provided by investing activities	<u>36,197</u>	<u>85,461</u>	<u>92,488</u>	<u>7,309</u>
Change in cash and cash equivalents	(2,268,928)	252,621	(2,045,477)	229,028
Beginning cash and cash equivalents	9,126,648	12,783,195	21,909,843	1,437,653
Ending cash and cash equivalents	<u>\$ 6,857,720</u>	<u>\$ 13,035,816</u>	<u>\$ 19,893,536</u>	<u>\$ 1,666,681</u>
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	\$ 596,461	\$ 863,321	\$ 1,459,782	\$ 1,042,875
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	1,008,218	602,921	1,611,139	191,821
Bad debts	3,104	-	3,104	-
(Increase) decrease in:				
Accounts receivable	60,417	-	60,417	1,266
Other receivable	-	(52,244)	(52,244)	-
Prepaid accounts	(15,461)	(16,030)	(31,491)	-
Deferred outflows of resources	(776,854)	(707,322)	(1,484,176)	-
Due from other funds	-	(729,283)	(729,283)	(179,008)
Increase (decrease):				
Accounts payable	1,033,110	38,160	1,071,270	(301,496)
Due to other funds	729,283	-	729,283	179,008
Deposits payable	27,975	-	27,975	-
Deferred inflows of resources	188,636	168,969	357,605	-
Compensated absences payable	(37,151)	18,119	(19,032)	-
Net pension liability	(46,918)	(33,840)	(80,758)	-
Net OPEB liability	720,314	624,272	1,344,586	-
Accrued claims and judgments	-	-	-	(699,213)
Net cash provided by operating activities	<u>\$ 3,491,134</u>	<u>\$ 777,043</u>	<u>\$ 4,268,177</u>	<u>\$ 235,253</u>
Non-cash investing, capital and financing activities:				
Amortization of difference on defeasance of debt	\$ (34,322)	\$ -	\$ (34,322)	\$ -

See notes to financial statements.

City of El Monte
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2021

		Successor Agency to the Dissolved Redevelopment Agency Private-purpose Trust Fund
ASSETS		
Cash and investments	\$	3,227,954
Cash and investments with fiscal agents		1,057
Cash held in escrow accounts		1,248,611
Prepaid items		6,150
Notes and loans receivable, net		165,110
Land held for resale		5,963,924
Total assets		10,612,806
LIABILITIES		
Current liabilities:		
Accounts payable		2,834
Interest payable		366,113
Unearned revenue		2,456
Deposits payable		6,600
Bonds payable		1,155,000
Noncurrent liabilities:		
Bonds payable		26,690,518
Notes payable		937,441
Advances from City of El Monte		41,673,322
Total liabilities		70,834,284
NET POSITION (DEFICIT)		
Held in trust		(60,221,478)
Total net position (deficit)	\$	(60,221,478)

See notes to financial statements.

City of El Monte
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
Year ended June 30, 2021

		Successor Agency to the Dissolved Redevelopment Agency Private-purpose Trust Fund
Revenues and additions		
Property tax	\$	3,628,155
Interest income		18,438
Rental income		38,777
Total revenues and additions		3,685,370
 Expenses and deductions		
Interest expense		1,760,939
Reimbursement of debt principal and interest		748,350
Administrative expenses		479,574
Total expenses and deductions		2,988,863
 Change in net position		696,507
 Net position (deficit), beginning of year		(60,917,985)
 Net position (deficit), end of year	\$	(60,221,478)

See notes to financial statements.

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES

Description of Reporting Entity

The City of El Monte (the City) was incorporated on November 18, 1912, as a general law city and operates under a Council/City Manager form of government. It is governed by an elected five-member council.

As required by generally accepted accounting principles, these financial statements present the City of El Monte (the primary government) and its component units. The component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationship with the City. These entities are legally separate from each other. However, the City of El Monte elected officials have a continuing full or partial accountability for fiscal matters of the other entities. The financial reporting entity consists of: 1) the City, 2) organizations for which the City is financially accountable, and 3) organizations for which the nature and significance of their relationship with the City are such that exclusions would cause the City's financial statements to be misleading or incomplete.

An organization is fiscally dependent on the primary government if it is unable to adopt its budget, levy taxes or set rates or charges, or issue bonded debt without approval by the primary government. In a blended presentation, component units' balances and transactions are reported in a manner similar to the balances and transactions of the City. Component units are presented on a blended basis when the component unit's body is substantially the same as the City's or the component unit provides services almost entirely to the City. The following component units of the City have been included in the financial reporting entity as blended component units because the City Council serves as the governing board for most and management has operational responsibility for these component units and the component units provide services entirely within the City of El Monte:

El Monte Public Financing Authority (Authority)

The Authority is a joint powers authority whose members are the City and the Agency. The Authority is duly organized and existing under a Joint Exercise of Powers agreement dated April 27, 1993, by and between the City and the former Redevelopment Agency, under the provisions of Chapter 5 of Division 7 of Title 1 of the California Government Code. Its purpose is to assist the City and the Agency in providing financing for capital projects and improvements. The officers of the City and the Agency serve as the officers of the Authority. The Authority has no taxing power and has no source of revenue other than the revenues for paying the debt service on the bonds. Separate financial statements are not prepared for the Authority.

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

El Monte Community Development Corporation (CDC Corporation)

The El Monte Community Development Corporation was formed on April 2, 2002, pursuant to the Non-Profit Public Benefit Corporation law of the State of California. Its purpose is to spend 15% of the City's annual HOME Partnership Investment allocation to increase and improve the community's supply of affordable housing for persons of low and moderate income. The City Council members act as the Agency's directors. There are no separate financial statements prepared for the CDC Corporation. The City has financial benefit and has operational responsibility to the El Monte CDC.

El Monte Water Authority (Water Authority)

The El Monte Water Authority was formed July 13, 1999, by the City of El Monte and the former El Monte Community Redevelopment Agency under Article 1 (commencing with Section 6500) of the Joint Powers Law. Its purpose is to provide an entity to assist in providing financing, for purposes which are authorized by law, and which could lease, own, operate and maintain the water system of the City of El Monte. The City Council members act as the members of the Governing Board of the Water Authority. The financial activity of the Authority is reported in the City's financial statements as a business-type activity. There are no separate financial statements prepared for the Water Authority.

El Monte Economic Development Corporation (ED Corporation)

The El Monte Economic Development Corporation was formed on March 18, 2011 for the purpose of lessening governmental burdens by providing assistance to the City of El Monte and the Successor Agency to the former El Monte Community Redevelopment Agency (the Agency) in development efforts to promote economic development, including the provision of financial assistance to private business and public works projects in the City for the creation of new jobs to be held by persons of low and moderate income, to promote the expansion and preservation in the City of Affordable housing reserved for persons and families of low and moderate income, and to eliminate blighting influences within the City. The City Council members act as the Board of Directors of the ED Corporation and management has operational responsibility over this component unit. The ED Corporation provides services entirely within the City. There are no separate financial statements prepared for the ED Corporation.

El Monte Housing Authority (Housing Authority)

The El Monte Housing Authority was formed on July 28, 1997 for the purpose of assisting the City in the implementation of the policies and goals of the City of El Monte General Plan by providing affordable rental housing within the City. The City Council acts as the governing board of the Authority. The City Council members act as the members of the Governing Board and management has operational responsibility over the Authority. The Authority provides services entirely within the City. There are no separate financial statements prepared for the Housing Authority.

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

El Monte Parking Authority (Parking Authority)

The El Monte Parking Authority was formed on November 1, 2016 for the purpose of administering the public Parking lots lands owned by the City in accordance with California Streets and Highways Code. The City Council members act as the members of the Governing Board of the Parking Authority. There was no financial activity during FY 2020-2021. The financial activity of the Authority will be reported in the City's financial statements as a governmental activity. There are no separate financial statements prepared for the Parking Authority.

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 nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. 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 is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use or directly benefit from goods, 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.

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.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental fund financial statements are accounted for using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. 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. Revenues considered susceptible to accrual in those funds wherein revenue is recognized on a modified accrual basis is as follows: property and sales taxes, revenue from the use of money and property, interfund transfers, unbilled service receivables and intergovernmental revenue are all considered measurable and are recognized as revenue on a modified accrual basis; licenses, permits, fines and forfeitures and similar items are, for the most part, not susceptible to accrual and, consequently, are not recorded until received. Fiduciary funds are accounted for on a full accrual basis.

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

Grants, entitlements or shared revenues recorded in governmental funds are recognized as revenue in the accounting period when they become susceptible to accrual, i.e. both measurable and available (modified accrual basis). Grants received before the revenue recognition criteria have been met are reported as unearned revenue, a liability account. Such resources not received are reported as a receivable if the revenue recognition criteria have been met.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

All proprietary and fiduciary funds are accounted for using the flow of economic resources measurement focus and the accrual basis of accounting. Their revenues are recognized when they are earned and become measurable; expenses are recognized when they are incurred. Unbilled service receivables are recorded as accounts receivable and as revenue when earned.

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The City reports the following major governmental funds:

- The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The Project Homekey Special Revenue Fund accounts for all revenues and expenditures associated with the Homekey program which objective is to acquire and rehabilitate a variety of housing types, including (but not limited to) hotels, motels, vacant apartment buildings, and residential care facilities in order to serve people experiencing homelessness or who are also at risk of serious illness from COVID-19.
- The Housing and Community Development Special Revenue Fund accounts for all monies received from the Community Development Block Grant provided by the Federal Housing and Community Development Act.
- The Housing Assets Fund accounts for housing assets approved by the State Department of Finance to remain with the City after the dissolution of the former Redevelopment Agency. Revenues reported during the year include interest and loans collected.
- The American Rescue Plan Act Special Revenue Fund accounts for all revenues and expenditures associated with the American Rescue Plan Act of 2021, also called the COVID-19 Stimulus Package or American Rescue Plan, Pub L. No. 117-2 (March 11, 2021), which is a \$1.9 trillion economic stimulus bill passed by the 117th United State Congress and signed into law by President Joe Biden on March 11, 2021, to speed up the United States' recovery from the economic and health effects of the COVID-19 pandemic and the ongoing recession.
- The Retirement Special Revenue Fund accounts for all revenues and expenditures associated with the retirement levy to fund the employee's pension fund.

The City reports the following major proprietary funds:

- The Water Fund is used to account for the operations of the El Monte Water Authority. All activities necessary to provide this service are accounted for in the Water Fund, including administration, operations, maintenance, capital improvement, billing, collection and depreciation.
- The Sewer Fund accounts for the City's sewer operation.

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Additionally, the City reports the following fund types:

- Special Revenue Funds account for proceeds of specific revenue sources that are legally restricted or otherwise designated for specific purposes.
- The Capital Project Fund accounts for the accumulation of resources to fund capital projects within the City, other than those for proprietary funds.
- The Debt Service Fund accounts for the accumulation of resources for the payment of long-term debt principal and interest relating to the debt of the City.
- The Internal Service Funds account for the transactions of the City's general liability and worker's compensation insurance programs, and vehicles and equipment replacement. The funds are financed through contributions paid by each operating program based on factors similar to those used by insurance companies (i.e. payroll, and number of employees).
- The City's fiduciary fund financial statements report the following private purpose trust funds:
 - The Successor Agency to the Dissolved Redevelopment Agency Private-purpose Trust fund is a fiduciary fund type used by the City to report trust arrangements under which principal and income benefit other governments. This fund reports the assets, liabilities and activities of the Successor Agency to the Dissolved El Monte Community Redevelopment Agency. Unlike the limited reporting typically utilized for Agency Funds, Private-purpose Trust Funds report a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position.

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

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

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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.

Use of Estimates

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

Fund Balance Reporting

Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund-type Definitions*, establishes the following fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds:

Nonspendable fund balance includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The City's nonspendable fund balance represents prepaid expenses and long-term advances to other funds.

Restricted fund balance includes resources that are subject to externally enforceable legal restrictions. It includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The City's restricted fund balances represent resources restricted for programs funded by grants and other restricted sources, capital projects, debt service and the low/moderate income housing program, and more.

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance Reporting (Continued)Assigned fund balance consists of funds that are set aside for specific purposes by the City's highest level of decision making authority or a body or official that has been given the authority to assign funds. As of June 30, 2021, the City has assigned \$22.9 million of its fund balance for various contingency, capital, Measure GG and cash reserves.

Unassigned fund balance is the residual classification for the City's fund balance and includes all spendable amounts not contained in the other classifications. This category also provides the resources necessary to meet unexpected expenditures and revenue shortfalls. 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 purpose, it may be necessary to report a negative fund balance in that fund.

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

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

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

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position or Equity

Cash and Investments

For purposes of the statement of cash flows, the City considers cash and cash equivalents as short-term, highly liquid investments that are both readily convertible to known amounts of cash and so near their maturity that they present insignificant risk of changes in value because of changes in interest rates. The City follows the practice of pooling cash and investments of all funds. Since cash and investments are pooled, the City utilizes the assumption that cash and investments in the Enterprise Fund are cash and cash equivalents.

The cash management pool has the general characteristics of a demand deposit account in that the governmental enterprise may deposit additional cash at any time and also effectively may withdraw cash at any time without prior notice or penalty.

Investments for the City are reported at fair value. The current year changes in fair value are recognized in the statement of revenue, expenditures and changes in fund balance. Investment in the State Treasurer's Investment Pool operates in accordance with appropriate State laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

Receivables and Payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). Balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance nonspendable account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

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

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Functional Classifications

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

- General Government includes legislative activities which have a primary objective of providing legal and policy guidelines for the City. Also included in this classification are those activities which provide management or support services across more than one functional area.
- Parks and Recreation, includes those activities which involve the parks and recreation system.
- Economic Development includes those activities which involve community development, planning, building regulation, environmental services, and code enforcement services.
- Public Works includes those activities which involve the maintenance and improvement of City streets, roads and park department development and maintenance.
- Public Safety includes those activities which involve the protection of people and property.
- Capital Outlay includes those activities that account for the acquisition of capital assets and the construction and improvements to city infrastructure.
- Debt Service includes those activities that account for the payment of long-term debt principal, interest and fiscal charges.

Long-term Receivables

Noncurrent portions of long-term receivables due to governmental funds are reported on their balance sheets, in spite of their spending measurement focus. Special reporting treatments are used to indicate that they should not be considered "available spendable resources," because they do not represent net current assets. Noncurrent portions of long-term loans receivable funded by grants are offset by due to grantors.

Inventories, Prepaid Items and Land Held for Resale

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventory is equally offset by nonspendable fund balance in the fund level statements, which indicates that it does not constitute "available spendable resources."

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaids are amortized on a consumption basis. The fund balances in the governmental fund types have been classified as nonspendable for amounts equal to the prepaid items in the fund-level statements, since these amounts are not available for appropriation.

Land held for resale is recorded at the lower of cost or fair value. Fund balances in the governmental fund type have been classified as nonspendable for amounts equal to the carrying amount of land and buildings held for resale because such assets are not available to finance the City's current operations.

Restricted Assets

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

Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks, rights-of-way, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if not purchased or constructed.

Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value rather than fair value.

In accordance with GASB Statement No. 34, the City has reported general infrastructure assets acquired in the current year and prior years. Bond proceeds utilized in the acquisition of these assets have reduced the investment in capital assets portion of net position.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

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

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The provision for depreciation of capital assets of the primary government, as well as the component units, is calculated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	20 - 40
Improvements	10 - 50
Infrastructure	7 - 100
Machinery and equipment	5 - 35
Water rights	50

Deferred Outflows and Inflows of Resources

Pursuant to GASB Statement Nos. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and 65, *Items Previously Reported as Assets and Liabilities*, the City recognizes deferred outflows and inflows of resources. A deferred outflow of resources is defined as a consumption of net position by the government that is applicable to a future reporting period. A deferred inflow of resources is defined as an acquisition of net position by the government that is applicable to a future reporting period. Refer to Note 15 for the list of deferred outflows and deferred inflows of resources the City has recognized as of June 30, 2021.

Compensated Absences

Vacation pay is payable to employees at the time a vacation is taken or upon termination of employment. Normally, an employee cannot accrue more than one and one-half times his regular annual entitlement. Sick leave is payable when an employee is unable to work because of illness. Upon termination, an employee will forfeit any unused sick leave. Upon retirement, one-half to a maximum of 800 hours is paid to the employee and the remaining one-half is credited to service retirement. Typically, the City liquidates its compensated absences with general fund resources.

Long-term Obligations

In the government-wide financial statements and proprietary fund types fund financial statements, long-term debt and other long-term obligations are 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 applicable bond premium or discount. In accordance with GASB Statement No. 65, bond issuance costs are reported as expenditures during the year they were incurred and paid.

NOTE 1 REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Pensions

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

Implementation of New Accounting Pronouncements

During the fiscal year ended June 30, 2021, the City adopted the following new Statements of the Governmental Accounting Standards Board (GASB):

GASB Statement No. 98

In October 2021, the Governmental Accounting Standards Board issued Statement No. 98, "The Annual Comprehensive Financial Report." The requirements of this Statement are effective for reporting periods ending after December 15, 2021.

NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

General Budget Policies

The City Council approves each year's budget submitted by the City Manager prior to the beginning of the new fiscal year. Public comments are received prior to its adoption by the Council. Supplemental appropriations, where required during the period, are also approved by the Council and City Manager. In most cases, expenditures may not exceed appropriations at the fund level, which is the legal level of control. During the year, several supplementary appropriations were necessary. At fiscal year-end, all unencumbered appropriations lapse.

Budget Basis of Accounting

Budgets for governmental funds are adopted on a basis which differs from generally accepted accounting principles (GAAP). The Budgetary Comparison Schedules present comparisons of the legally adopted budget with actual data on the budgetary basis. The difference between the budgetary basis and GAAP are presented on the same financial statements. Individual amendments were not material in relation to the original appropriations.

Annual budgets are required to be adopted for the General Fund, Special Revenue Funds, Debt Service Funds and Certain Capital Projects Funds. Although budgets are legally adopted for the City's Proprietary Funds, there is no legal requirement for the fiscal year results to be reported to City Council. Therefore, no budgetary reporting for the Proprietary Funds has been presented in the accompanying financial statements.

At June 30, 2021, the following funds had deficit fund balances or net position:

Special Revenue Funds	
Transportation Development Act Fund	\$ (34,880)
PLHA Grant	(796,719)
Emergency Solutions Grant	(725,101)
Storm Drain	(126,169)
JAG	(5,072)
OTS	(27,385)
Miscellaneous Grants	(1,981,610)
Capital Projects fund	(895,185)
Internal Service Fund	
Self-Insurance	(16,296,185)
Enterprise Fund	
Water Fund	(8,775,297)

Management expects that the fund deficits will be covered from future revenues and transfers from other funds.

NOTE 3 CASH AND INVESTMENTS

As of June 30, 2021, cash and investments were reported in the accompanying financial statements as follows:

		Cash and Investments	Cash and Investments with Fiscal Agent	Total
Governmental activities	\$	94,039,469	\$ 6,290,085	\$ 100,329,554
Business-type activities		13,035,816	6,857,720	19,893,536
Fiduciary funds		3,227,954	1,249,668	4,477,622
Total Cash and Investments	\$	110,303,239	\$ 14,397,473	\$ 124,700,712

Cash and investments at June 30, 2021, consisted of the following:

Cash on hand	\$	12,200
Deposits with financial institutions		4,187,583
Deposits with escrow		1,248,611
Investments		119,252,318
Total Cash and Investments	\$	124,700,712

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

Deposits

At June 30, 2021, the carrying amount of the City's deposits was \$4,187,583 and the bank balance was \$6,450,149. The \$2,262,566 difference represents outstanding checks, deposits in transit and other reconciling items.

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

The California Government Code requires California financial institutions to secure a City's deposits by pledging government securities with a value of 110% of a City's deposits. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of a City's total deposits. The City Treasurer may waive the collateral requirement for deposits which are fully insured up to \$250,000 by the FDIC. The collateral for deposits in federal and state chartered banks is held in safekeeping by an authorized Agent of Depository recognized by the State of California Department of Banking. These securities are physically held in an undivided pool for all California public agency depositors. Under Government Code Section 53655, the placement of securities by a financial institution with an "Agent of Depository" has the effect of perfecting the security interest in the name of the local governmental agency. Accordingly, all collateral held by California Agents of Depository are considered to be held for, and in the name of, the local governmental agency.

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

The table below identifies the investment types that are authorized for the City by the California Government Code (or the City's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the City's investment policy, where more restrictive) that addresses interest rate risk, credit risk, and concentration of credit risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer	Minimum Rating
Municipal securities	5 years	30%	5%	A
Municipal securities (Registered Treasury Notes or Bonds)	5 years	30%	5%	A
U.S. Treasuries	5 years	None	None	
Federal Agencies	5 years	20%	25%	
Banker's Acceptances	180 days	40%	5%	A-1
Commercial Paper	270 days	25%	5%	A-1
Negotiable Certificates of Deposit	5 years	30%	5%	A-1
			amount of federal insurance	
Federally Insured Time Deposits (Non-Negotiable Certificates of Deposit)	5 years	20%		
Collateralized Time Deposits (Non-Negotiable Certificates of Deposit)	5 years	20%		
Certificate of Deposit Placement Service (CDARS)	5 years	30%		
Collateralized Bank Deposits			None	
Repurchase Agreements	1 year		None	
			amount permitted by LAIF	
State of California Local Agency Investment Fund (LAIF)	N/A	None	LAIF	
Local Government Investment Pools			None	
Corporate Medium Term Notes (MTNs)	5 years	30%	5%	A
Asset-backed, Mortgage-backed, Mortgage Pass-Through Securities, and Collateralized Mortgage Obligations not defined in Sections 3 and 4 of the City's Investment Policy	5 years	20%	5%	AA
Mutual Funds and Money Market Mutual Funds	N/A	20%	10% / 20%	
Supranationals	5 years	30%	10%	AA

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

Investments Authorized by Debt Agreements

The above investments do not address investment of debt proceeds held by a bond trustee. Investments of debt proceeds held by a 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.

Investments in State Investment Pool

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

Custodial Credit Risk

The 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 deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. As of June 30, 2021, none of the City's deposits or investments were exposed to custodial credit risk.

Concentration of Credit Risk

The City's investment policy imposes restrictions for certain types of investments with any one issuer to 5% of the total investment pool. Investments guaranteed by the U.S. government and investments in mutual funds and external investment pools are excluded from this requirement. As of June 30, 2021, there were no investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total City investments.

Interest Rate Risk

The City's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The City's investment policy states that, with the exception of the investment of bond proceeds and LAIF, investments may not exceed five years in maturity. Any investment which exceeds five years in maturity shall require authorization by City council prior to purchase. The City has elected to use the segmented time distribution method of disclosure for this interest rate risk.

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

As of June 30, 2021, the City had the following investments and original maturities:

Investment Type	Investment Maturity (in Years)			
	Total	Less than 1 year	1 to 3 Years	3 to 5 Years
Local Agency Investment Fund	\$ 75,006,223	\$ 75,006,223	\$ -	\$ -
BlackRock Liquidity Funds	14,594,324	14,594,324	-	-
First American Govt Obligation Fund	37,016	37,016	-	-
Amazon.com Inc Callable Note Cont 11/12/2021	129,757	-	129,757	-
Apple Inc Note	134,873	-	134,873	-
Bank of NY Mellon Corp Callable Note	134,611	-	134,611	-
Caterpillar Financial Service Note	209,366	-	209,366	-
Charles Schwab Corp Callable Note	251,432	-	251,432	-
FFCB Note	569,443	380,631	188,812	-
FHLB Note	990,428	372,179	618,249	-
FHLMC Note	2,652,229	163,992	2,158,348	329,889
FHLMCMTN	200,290	200,290	-	-
FNMA Note	926,834	-	595,476	331,358
Honda Auto Receivable Trust 2020-3	85,109	-	-	85,109
Honda Auto Receivables Trust 2021-1	79,944	-	-	79,944
Hyundai Auto Receivables Trust 2020-C	85,057	-	-	85,057
Intl. Bank Recon & Development Note	401,836	-	401,836	-
John Deere Capital Corp Note	272,688	-	272,688	-
John Deere Owner Trust 2021-A A3	59,922	-	-	59,922
JP Morgan Chase & Co Callable Note 2X 3/1/2024	212,495	-	-	212,495
Mercedes-Benz Auto Lease Trust 2021-B A3	79,960	-	-	79,960
Microsoft Callable Note Cont 12/6/2023	137,486	-	137,486	-
Morgan Stanley Note	504,506	504,506	-	-
Qualcomm Inc Callable Note Cont	207,190	-	207,190	-
Rabobank Nederland NV NY Discount CP	349,653	349,653	-	-
Royal Bank of Canada Note	209,524	-	-	209,524
Toronto Dominion Bank Note	214,132	-	214,132	-
Toyota Auto Receivables 2020-D A3	70,064	-	-	70,064
Toyota Auto Receivables Owners 2021	149,870	-	-	149,870
Toyota Motor Credit Corp Note	134,695	-	134,695	-
Toyota Motor Credit Discount CP	349,633	349,633	-	-
US Bancorp Callable Note Cont	263,006	-	-	263,006
US Treasury Note	6,399,861	1,259,153	3,981,387	1,159,321
Held by Fiscal Agents:				
Money Market	4,542,655	4,542,655	-	-
Treasury Securities	8,428,472	8,428,472	-	-
Others	177,734	177,734	-	-
Total	\$ 119,252,318	\$ 106,366,461	\$ 9,770,338	\$ 3,115,519

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

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.

Investment Type	Total	Minimum Rating	Not Rated	Rating							
				AAA	AA+	AA-	A-1+	A+	A	A-	
Local Agency Investment Fund	\$ 75,006,223	N/A	\$ 75,006,223	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
BlackRock Liquidity Funds	14,594,324	N/A	14,594,324	-	-	-	-	-	-	-	-
First American Govt Obligation Fund	37,016	A	-	37,016	-	-	-	-	-	-	-
Amazon.com Inc Callable Note Cont 11/12/2021	129,757	A	-	-	-	129,757	-	-	-	-	-
Apple Inc Note	134,873	A	-	-	134,873	-	-	-	-	-	-
Bank of NY Mellon Corp Callable Note	134,611	A	-	-	-	-	-	-	-	134,611	-
Caterpillar Financial Service Note	209,366	A	-	-	-	-	-	-	-	209,366	-
Charles Schwab Corp Callable Note	251,432	A	-	-	-	-	-	-	-	251,432	-
FFCB Note	569,443	A	-	-	569,443	-	-	-	-	-	-
FHLB Note	990,428	A	-	-	990,428	-	-	-	-	-	-
FHLMC Note	2,652,229	A	-	-	2,652,229	-	-	-	-	-	-
FHLMCMTN	200,290	A	-	200,290	-	-	-	-	-	-	-
FNMA Note	926,834	A	-	-	926,834	-	-	-	-	-	-
Honda Auto Receivable Trust 2020-3	85,109	A	-	85,109	-	-	-	-	-	-	-
Honda Auto Receivables Trust 2021-1	79,944	A	-	79,944	-	-	-	-	-	-	-
Hyundai Auto Receivables Trust 2020-C	85,057	A	-	85,057	-	-	-	-	-	-	-
Intl. Bank Recon & Development Note	401,836	A	-	401,836	-	-	-	-	-	-	-
John Deere Capital Corp Note	272,688	A	-	-	-	-	-	-	-	272,688	-
John Deere Owner Trust 2021-A A3	59,922	A	-	59,922	-	-	-	-	-	-	-
JP Morgan Chase & Co Callable Note 2X 3/1/2024	212,495	A	-	-	-	-	-	-	-	-	212,495
Mercedes-Benz Auto Lease Trust 2021-B A3	79,960	A	-	79,960	-	-	-	-	-	-	-
Microsoft Callable Note Cont 12/6/2023	137,486	A	-	137,486	-	-	-	-	-	-	-
Morgan Stanley Note	504,506	A	-	-	-	-	-	504,506	-	-	-
Qualcomm Inc Callable Note Cont	207,190	A	-	-	-	-	-	-	-	-	207,190
Rabobank Nederland NV NY Discount CP	349,653	A	-	-	-	-	349,653	-	-	-	-
Royal Bank of Canada Note	209,524	A	-	-	-	-	-	-	209,524	-	-
Toronto Dominion Bank Note	214,132	A	-	-	-	-	-	-	214,132	-	-
Toyota Auto Receivables 2020-D A3	70,064	A	-	70,064	-	-	-	-	-	-	-
Toyota Auto Receivables Owners 2021	149,870	A	-	149,870	-	-	-	-	-	-	-
Toyota Motor Credit Corp Note	134,695	A	-	-	-	-	-	134,695	-	-	-
Toyota Motor Credit Discount CP	349,633	A	-	-	-	-	349,633	-	-	-	-
US Bancorp Callable Note Cont	263,006	A	-	-	-	-	-	263,006	-	-	-
US Treasury Note	6,399,861	A	-	-	6,399,861	-	-	-	-	-	-
Held by Fiscal Agents:											
Money Market	4,542,655	N/A	4,542,655	-	-	-	-	-	-	-	-
Treasury Securities	8,428,472	N/A	8,428,472	-	-	-	-	-	-	-	-
Others	177,734	N/A	177,734	-	-	-	-	-	-	-	-
Total	\$ 119,252,318		\$ 102,749,408	\$ 1,386,554	\$ 11,673,668	\$ 129,757	\$ 699,286	\$ 902,207	\$ 1,291,753	\$ 419,685	

Fair Value Measurement

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

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

City of El Monte
Notes to Financial Statements
Year ended June 30, 2021

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

Investment Type	Amount	Quoted Prices in Active Markets for Identical Assets (Level 1)	Fair Value Measurement Using Significant other Observable Inputs (Level 2)
Amazon.com Inc Callable Note Cont 11/12/2021	\$ 129,757	\$ -	\$ 129,757
Apple Inc Note	134,873	-	134,873
Bank of NY Mellon Corp Callable Note	134,611	-	134,611
BlackRock Liquidity Funds	14,594,324	-	14,594,324
Caterpillar Financial Service Note	209,366	-	209,366
Charles Schwab Corp Callable Note	251,432	-	251,432
FFCB Note	569,443	-	569,443
FHLB Note	990,428	-	990,428
FHLMC Note	2,652,229	-	2,652,229
FHLMCMTN	200,290	-	200,290
FNMA Note	926,834	-	926,834
Held by Fiscal Agents			
Money Market	4,542,655	-	4,542,655
Treasury Securities	8,428,472	-	8,428,472
Others	177,734	177,734	-
Honda Auto Receivable Trust 2020-3	85,109	-	85,109
Honda Auto Receivables Trust 2021-1	79,944	-	79,944
Hyundai Auto Receivables Trust 2020-C	85,057	-	85,057
Intl. Bank Recon & Development Note	401,836	-	401,836
John Deere Capital Corp Note	272,688	-	272,688
John Deere Owner Trust 2021-A A3	59,922	-	59,922
JP Morgan Chase & Co Callable Note 2X 3/1/2024	212,495	-	212,495
Mercedes-Benz Auto Lease Trust 2021-B A3	79,960	-	79,960
Microsoft Callable Note Cont 12/6/2023	137,486	-	137,486
Morgan Stanley Note	504,506	-	504,506
Qualcomm Inc Callable Note Cont	207,190	-	207,190
Rabobank Nederland NV NY Discount CP	349,653	-	349,653
Royal Bank of Canada Note	209,524	-	209,524
Toronto Dominion Bank Note	214,132	-	214,132
Toyota Auto Receivables 2020-D A3	70,064	-	70,064
Toyota Auto Receivables Owners 2021	149,870	-	149,870
Toyota Motor Credit Corp Note	134,695	-	134,695
Toyota Motor Credit Discount CP	349,633	-	349,633
US Bancorp Callable Note Cont	263,006	-	263,006
US Treasury Note	6,399,861	-	6,399,861
Sub-total	44,209,079	\$ 177,734	\$ 44,031,345
Uncategorized:			
Money Market Fund	37,016		
Local Agency Investment Fund	75,006,223		
Total	\$ 119,252,318		

For Level 2 investments, the City and the third-party trustees that hold the City's assets utilize the Market Approach in valuing the investment portfolio through the use of a pricing service that utilized matrix pricing. The market approach utilizes prices and other relevant data from market transactions for similar assets.

NOTE 4 LONG-TERM RECEIVABLES

As of June 30, 2021, the following loans receivable were outstanding:

Pacific Place Expansion Project	\$	4,009,037	
Singing Wood Senior Housing		2,393,010	
First Time Homebuyer Loans		593,000	
San Gabriel Valley Habitat for Humanity, Inc.		300,000	
Various Housing Deferred Loans and Other Assistance		5,362,446	
Mercy Housing, California - Veterans Village Project			
Authority HOME Funds Loan	\$	400,000	
Site Acquisition Loan		280,136	
Special Development Loan		350,000	
		<u>1,030,136</u>	
Mercy Housing, California - Family Veterans Project			
HOME Development Project Loan		1,272,155	
Development Project Mitigation Loan		177,845	
		<u>1,450,000</u>	
Tyler Court Associates, L.P.			
Property Acquisition Loan		610,000	
HOME Project Loan		712,264	
Project Capital Fee Loan		308,987	
		<u>1,631,251</u>	
El Monte Housing Partners LP			
Site Acquisition Loan		4,500,000	
HOME Project Loan		2,500,000	
Project Capital Fee Loan		1,203,824	
Predevelopment Loan		1,500,000	
		<u>9,703,824</u>	
Hollywood Community Housing Corporation			358,618
TELACU Housing-El Monte II, Inc.			125,000
TDF Senior Housing			
Special Construction Loan		466,629	
Project Gap Loan		1,198,416	
Long-term Project Note		415,489	
		<u>2,080,534</u>	
El Monte Metro Family Housing (FH)			
Site Mortgage Note		1,526,652	
HOME Development Project Loan		2,077,000	
		<u>3,603,652</u>	
El Monte Metro Veteran Housing (VH)			
Site Mortgage Note		1,199,512	1,199,512
Tyler-Valley Metro Housing LP			
Site Mortgage Loan		983,317	
Affordable Rental Housing Development (ARHD) Loan		504,500	
		<u>1,487,817</u>	
			<u>35,327,837</u>
Allowance for doubtful accounts			<u>(21,401,616)</u>
Total	\$		<u>13,926,221</u>

Allowance for doubtful accounts was provided for certain borrowers for which full collection is uncertain.

NOTE 4 LONG-TERM RECEIVABLES (CONTINUED)

Pacific Place Expansion Project

On September 14, 2005, the City of El Monte provided a loan to JT LLC for the Pacific Place Expansion Project. Principal payments are due annually beginning July 15, 2007, and range from \$130,000 to \$340,000 over the term of the loan which ends March 14, 2023. Interest payments on this note are due in quarterly installments on the first day of every calendar year quarter at a rate equal to the rate payable by the City to HUD. No payment was received during the fiscal year 2020-2021.

Singing Wood Senior Housing

On July 15, 2002, the City provided a loan to Singing Wood Senior Housing, a California Limited Partnership, in the amount of \$650,000. Interest is to accrue on the loan at the rate of 3% per annum until the loan is paid in full. Annual payments are to commence on or before April 15 of the first full year after the first residential unit is rented and continue on April 15 each year thereafter until all principal and interest accrued thereon has been repaid. The annual payment shall be derived from 50% of annual residual receipts derived from the operation of the project. All outstanding indebtedness, including interest, must be repaid in full at the end of the 30-year term of the loan.

In addition, the former El Monte Community Redevelopment Agency provided a loan to Singing Wood Senior Housing, a California Limited Partnership, in the amount of \$440,143. Interest is to accrue on the loan at the rate of 3% per annum until the loan is paid in full. Annual payments are to commence on or before April 15 of the first full year after the first residential unit is rented and continue on April 15 each year thereafter until all principal and interest accrued thereon has been repaid. The annual payment shall be generated from 50% of annual residual receipts generated from the operation of the project. All outstanding indebtedness, including interest, must be repaid in full at the end of the 30-year term of the loan.

The City provided an additional loan from HOME program funds amounting to \$500,000 to assist Singing Wood Senior Housing to acquire certain real property and construct affordable senior citizen rental housing. The loan bears an interest rate of 1%. An additional \$175,000 loan, which bears an interest of 3% was provided. Annual payments are to commence on or before April 15 of the first full year after the first residential unit is rented and after the repayment in full by Singing Wood Senior Housing of its loans from the former Community Redevelopment Agency of the City of El Monte amounting to \$440,143 and the CDBG loan amounting to \$650,000, and continue on April 15 each year thereafter until all principal and interest accrued thereon has been repaid. The annual payment shall be derived from 50% of annual residual receipts derived from the operation of the project. All outstanding indebtedness, including interest, must be repaid in full at the end of the 55-year term of the loan.

First-time Homebuyer Program and Various Deferred Loans

Housing loans receivable consist of low interest and no interest home assistance loans which are due and payable in full when the borrower's legal interest in the property, which is security for the loan, is sold, transferred or conveyed.

NOTE 4 LONG-TERM RECEIVABLES (CONTINUED)

San Gabriel Valley Habitat for Humanity, Inc.

On December 5, 2000, the San Gabriel Valley Habitat for Humanity executed a promissory note amounting to \$300,000 in accordance with an affordable housing agreement related to 2504 Burkett Road property. The note is secured by a deed of trust.

Mercy Housing California - Veterans Village Project

The El Monte Housing Authority entered into a disposition and development agreement with Mercy Housing California on November 1, 2011, related to the construction of Mercy Housing Veterans Affordable Rental Housing Community Initiative Project. As part of the Authority's financial assistance, the Authority provided a loan in the amount of \$400,000 as an Authority HOME Funds loan on December 1, 2012. The proceeds of the loan were used to pay portion of the site purchase of \$700,000. The Authority provided a second loan amounting to \$300,000 as a Site Acquisition Loan to be used to pay the remaining portion of the purchase price. The Authority provided a third loan amounting to \$350,000 as a Special Development Loan to be used to pay for the development project capital fees. Mercy Housing executed a non-interest bearing promissory note for each loan for a term of 55 years. The promissory notes are payable from 50% of the residual receipts of the housing project.

Mercy Housing California - Family Veterans Project

The El Monte Housing Authority entered into a disposition and development agreement with Mercy Housing California on October 14, 2015, related to the construction of Mercy Housing Family Veterans Affordable Rental Housing Project. As part of the Authority's financial assistance, the Authority provided a HOME Development Project Loan in the amount of \$1,272,155 on December 14, 2017. The proceeds of the loan were used to acquire the land and improve an affordable rental housing development project. The Authority provided a second loan, the Development Project Mitigation Fee Loan amounting to \$177,845. Mercy Housing executed promissory notes for each loan bearing 2% interest for a term of 57 years. The promissory notes are payable from not less than 12.51% of the residual receipts of the housing project.

Tyler Court Associates, L.P.

The El Monte Housing Authority entered into a disposition and development agreement with Tyler Court Associates, L.P. on March 20, 2012, related to the sale of 3348 Tyler Avenue in El Monte, California 91731 and subsequent construction of 20 units of senior affordable rental units, known as Tyler Court Apartments. The Authority sold the site to Tyler Court Associates, L.P. for \$610,000 in the form of a loan from the Authority. To enable the construction of the project, the Authority provided a HOME Project Loan amounting to \$712,164 and a Project Capital Fee Loan amounting to \$308,987. These loans were evidenced by three promissory notes bearing interest of 2% simple interest which shall accrue and be payable to the Authority on the outstanding principal balance of the note. Installment payments of principal and interest shall be payable from 50% of residual receipts of the project on or before 90 days after the end of the project accounting year. The notes and the remaining principal balance and all accrued and unpaid interest shall be due and payable after 55 years.

NOTE 4 LONG-TERM RECEIVABLES (CONTINUED)

El Monte Housing Partners LP

The City entered into an affordable rental project acquisition and financing agreement with El Monte Housing Partners LP on September 25, 2013 for purposes of the Gateway Phase 1A Housing, a HOME Investment Partnership Program (HOME) – funded activity that would result in the development of a 132 unit workforce family housing building and amenities (the “Jamboree Project” To enable the construction of the project, the City provided a HOME Project Loan amounting to \$2,500,000, Site Acquisition Loan amounting to \$4,500,000 and a Project Capital Fee Loan amounting to \$1,410,673. In December 31, 2013, the City provided a Predevelopment Loan amounting to \$1,500,000. These loans were evidenced by four promissory notes bearing a rate of 2% simple interest which shall accrue and be payable to the City on the outstanding principal balance of the note. Installment payments of principal and interest shall be payable from 50% of residual receipts of the project on or before 90 days after the end of the project accounting year. The notes and the remaining principal balance and all accrued and unpaid interest shall be due and payable after 55 years.

Hollywood Community Housing Corporation

The City provided an affordable rental housing development loan to Hollywood Housing Corporation (HCHC) in support of the development of a forty-nine unit apartment complex on the property generally located at 4704-4716 Peck Road, El Monte California, 91732 in the amount of \$358,618 to finance a portion of the total cost of the Project on December 1, 2016. The proceeds of the loan were used and applied by HCHC solely to pay certain development project fees assessed to the project by the City as follows: (1) public park impact mitigation fees in the amount of \$270,480; and (2) an art in public places fee in the amount of \$88,137. The loan was evidenced by an HCHC promissory note, secured by a deed of trust and bearing a rate of 2% simple interest which shall accrue and be payable to the City on the outstanding principal balance of the note. Installment payments by HCHC to the City shall be made annually from the available residual receipts of the project beginning on the June 30 following the date when the City issues a certificate of occupancy for the completed project and on each June 30 thereafter, through and until the maturity of the note. The principal and accrued interest payable on the loan shall be due and payable on the earlier of (i) 55 years from the date of the note; (ii) the sale or other transfer of the Property by HCC, or (iii) refinancing of the Property by HCHC.

TELACU Housing-El Monte II, Inc.

The City entered into an agreement with TELACU Housing-El Monte II, Inc. (TELACU) to develop and operate a senior housing complex consisting of 70 affordable senior housing units known as TELACU-El Monte. The City provided \$125,000 HOME funds assistance to aid in the construction of the project and to defray a portion of the cost of construction on February 8, 1999. The City’s HOME funds shall be reimbursed to the City by TELACU and shall be due and payable immediately if the project, or any portion thereof or interest therein, is sold, transferred, assigned or refinanced without prior written consent of the City; provided however, that during the term that HUD holds a security interest in the site under the HUD Section 202 Capital Advance Documents, the foregoing shall not apply to a transfer to HUD or to a transferee approved by HUD. In the event the project is

NOTE 4 LONG-TERM RECEIVABLES (CONTINUED)

TELACU Housing-El Monte II Inc. (Continued)

acquired by any entity which is not a HUD permitted transferee, the outstanding principal balance of City's HOME funds shall be repaid to the City together with interest thereon at the rate equal to the then Federal Default Rate per annum commencing on the date of the sale or transfer of the project. Any such repayment during the term of the HUD Capital Advance Documents shall be from residual receipts as defined by HUD, provided that an approval has been obtained from HUD for such repayment. The right of the City to recover the amount of the HOME Funds shall be in existence for 40 years from the date of issuance of the Certificate of Completion for the Project.

TDF Senior Housing

The "Original Project Gap Loan" was approved on January 1, 2003. The Long-term Project Note" and the "Special Construction Loan" were originated in March 2004. The notes bear interest at 5% for a term of 45 years. On February 5, 2015, the City and TDF Senior Housing entered into an agreement affirming principal and interest owed by TDF on its loans.

El Monte Metro Family Housing, L.P.

The City entered into a disposition, development and affordable rental housing loan agreement with El Monte Metro Family Housing, L.P. on March 18, 2020 for purposes of the El Monte Metro Family Housing (FH) Project Gateway Phase 1A Housing, a HOME Investment Partnership Program (HOME) – funded activity that would result in the development of a 25 rental dwelling units. To enable the development of the project, the City provided a HOME FH Development Project Loan amounting to \$2,000,000, Site Mortgage Note amounting to \$1,489,600, and a Deferred developer fee amounting to \$272,293. These loans were evidenced by two promissory notes bearing a rate of 1.93% and 3% for Site Mortgage Note and Development Project Loan respectively. Installment payments of principal and interest shall be payable from 50% of residual receipts of the project due on June 1st annually. The notes and the remaining principal balance and all accrued and unpaid interest shall be due and payable after 57 years.

El Monte Metro Veteran Housing, L.P.

The City entered into a disposition, development and affordable rental housing loan agreement with El Monte Metro Veteran Housing, L.P. on March 18, 2020 for purposes of the El Monte Metro Veteran Housing (VH) Project that would result in the development of a 28 rental dwelling units. To enable the development of the project, the City provided a Site Mortgage Note amounting to \$1,170,400, and a Deferred developer fee amounting to \$167,918. The loan was evidenced by a promissory note bearing a rate of 1.93%. Installment payments of principal and interest shall be payable from 50% of residual receipts of the project due on June 1st annually. The notes and the remaining principal balance and all accrued and unpaid interest shall be due and payable after 57 years.

NOTE 4 LONG-TERM RECEIVABLES (CONTINUED)

Tyler-Valley Metro Housing, L.P.

The City entered into a disposition, development and affordable rental housing loan agreement with Tyler-Valley Metro Housing, L.P. on February 16, 2021 for purposes of the Tyler Valley Metro Housing Project that would result in the development of a 53 units affordable rental housing. To enable the development of the project, the City provided a City Purchase Mortgage Note amounting to \$974,546 and an Affordable Rental Housing Development (ARHD) Loan amounting to \$500,000. The City Purchase Mortgage Note bears an interest of 3% per annum, compounding annually. The ARHD loan bears an interest of 3% per annum, simple interest. Installment payments of principal and interest shall be payable from residual receipts after payment of the deferred developer fee to the Developer. Payment is due upon receipt and no later than June 1st. The notes and the remaining principal balance and all accrued and unpaid interest shall be due and payable after 57 years.

Capital lease receivable

A lease receivable is recorded in the City's General Fund. The lease is the remainder due to the City from the sale of the water rights to the Water Authority. The Water Authority is obligated to pay this lease from surplus revenues over the 50-year life of the lease ending September 1, 2049. Payments vary with the level of surplus revenues. There were no surplus revenues for the year ended June 30, 2021. The balance of the lease at June 30, 2021 is \$17,977,364. The lease receivable and capitalized lease obligation have been eliminated similar to internal balances in the government-wide statement of net position.

NOTE 5 LAND HELD FOR RESALE

The carrying amount of land is reported at cost which approximates fair value. As of June 30, 2021, the details of the City's investment in land held for resale are as follows:

General Fund	\$	138,266
Housing and Community Development Fund		420,000
Housing Asset Fund		<u>1,504,095</u>
	\$	<u><u>2,062,361</u></u>

NOTE 6 CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2021:

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets not being depreciated:				
Land	\$ 77,314,459	\$ 8,650,926	1,167,510	\$ 84,797,875
Rights-of-way	266,801,532	33,700	-	266,835,232
Construction-in-progress	<u>12,190,064</u>	<u>5,870,599</u>	<u>8,708,634</u>	<u>9,352,029</u>
Total capital assets not being depreciated	<u>356,306,055</u>	<u>14,555,225</u>	<u>9,876,144</u>	<u>360,985,136</u>
Capital assets being depreciated:				
Land improvements	11,232,352	1,764,267	224,403	12,772,216
Structures and improvements	42,567,100	7,506,353	932,617	49,140,836
Machinery and equipment	22,044,045	1,117,897	1,472,651	21,689,291
Infrastructure	<u>137,937,458</u>	<u>13,415,519</u>	<u>107,400</u>	<u>151,245,577</u>
Total capital assets being depreciated	<u>213,780,955</u>	<u>23,804,036</u>	<u>2,737,071</u>	<u>234,847,920</u>
Less accumulated depreciation:				
Land improvements	6,370,665	406,465	198,206	6,578,924
Structures and improvements	19,951,090	1,342,210	506,840	20,786,460
Furniture and equipment	15,561,740	1,695,271	1,436,718	15,820,293
Infrastructure	<u>75,444,263</u>	<u>3,496,102</u>	<u>47,435</u>	<u>78,892,930</u>
Total accumulated depreciation	<u>117,327,758</u>	<u>6,940,048</u>	<u>2,189,199</u>	<u>122,078,607</u>
Capital assets being depreciated, net	<u>96,453,197</u>	<u>16,863,988</u>	<u>547,872</u>	<u>112,769,313</u>
Governmental activities capital assets, net	<u>\$ 452,759,252</u>	<u>\$ 31,419,213</u>	<u>\$ 10,424,016</u>	<u>\$ 473,754,449</u>

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

Governmental Activities:	
General government	\$ 1,483,511
Parks and recreation	3,623,971
Economic development	575,916
Public works	206,976
Public safety	<u>1,049,674</u>
Total	<u>\$ 6,940,048</u>

NOTE 6 CAPITAL ASSETS (CONTINUED)

In accordance with and as allowed by GASB Statement No. 34, the City capitalizes and reports general infrastructure assets acquired in the current year and prior years. Infrastructure assets recorded in prior years as part of implementing GASB Statement No. 34 included rights-of-way which amounted to \$266,835,232.

<u>Business-type Activities</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets not being depreciated:				
Land	\$ 310,748	\$ -	\$ -	\$ 310,748
Construction-in-progress	1,202,017	4,763,836	14,290	5,951,563
Total capital assets not being depreciated	<u>1,512,765</u>	<u>4,763,836</u>	<u>14,290</u>	<u>6,262,311</u>
Capital assets being depreciated:				
Water rights	34,152,450	-	-	34,152,450
Land improvements	2,801,281	-	-	2,801,281
Structures and improvements	692,902	-	-	692,902
Machinery and equipment	4,028,126	75,536	-	4,103,662
Infrastructure	25,215,687	48,820	-	25,264,507
Total capital assets being depreciated	<u>66,890,446</u>	<u>124,356</u>	<u>-</u>	<u>67,014,802</u>
Less accumulated depreciation:				
Water rights	14,344,029	683,049	-	15,027,078
Land improvements	2,374,686	38,908	-	2,413,594
Structures and improvements	216,646	14,723	-	231,369
Machinery and equipment	2,460,761	361,422	-	2,822,183
Infrastructure	13,095,457	513,037	-	13,608,494
Total accumulated depreciation	<u>32,491,579</u>	<u>1,611,139</u>	<u>-</u>	<u>34,102,718</u>
Capital assets being depreciated, net	<u>34,398,867</u>	<u>(1,486,783)</u>	<u>-</u>	<u>32,912,084</u>
Business-type activities capital assets, net	<u>\$ 35,911,632</u>	<u>\$ 3,277,053</u>	<u>\$ 14,290</u>	<u>\$ 39,174,395</u>

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

Business-type Activities:	
Water Fund	\$ 1,008,218
Sewer Fund	602,921
Total	<u>\$ 1,611,139</u>

NOTE 7 INTERFUND RECEIVABLE, PAYABLE AND TRANSFERS

The composition of interfund balances as of June 30, 2021, is as follows:

Advances To/From Other Funds

Advances From Other Funds	Advances To Other Funds Internal Service Fund
General Fund	\$ 300,000
	\$ 300,000

The amount owed by the Internal Service Fund to the General Fund was due to temporary deficit cash balance in the Self Insurance Fund, which the City expects to eliminate with future revenues.

Due To/From Other Funds

Due From Other Funds:	Due to Other Funds			Total
	Miscellaneous Grants Fund	Nonmajor Governmental Funds	Water Fund	
General Fund	\$ 2,356,789	\$ 2,077,018	\$ -	\$ 4,433,807
Sewer Fund	-	-	729,283	729,283
	\$ 2,356,789	\$ 2,077,018	\$ 729,283	\$ 5,163,090

Amounts due to the General Fund represent short-term borrowings by the Nonmajor Funds. These balances are expected to be repaid within the next fiscal year.

Interfund Transfers

Transfers Out:	Transfers In				Total
	General Fund	Nonmajor Governmental Funds	Total Governmental Funds	Internal Service Funds	
Governmental Funds:					
General Fund	\$ -	\$ 64,882	\$ 64,882	\$ -	\$ 64,882
Nonmajor governmental	2,994,246	-	2,994,246	-	2,994,246
Business-type funds:					
Sewer Fund	-	-	-	100,000	100,000
	\$ 2,994,246	\$ 64,882	\$ 3,059,128	100,000	\$ 3,159,128

For record-keeping purposes, the City accounts for its Gas Tax monies in a separate fund. Each year, the City transfers these monies into the General Fund to fund allowable projects.

NOTE 8 ADVANCES TO THE FORMER COMMUNITY REDEVELOPMENT AGENCY

During the previous fiscal years, the City of El Monte made loans to the former Redevelopment Agency. These loans provided for interest at rates up to 12% per annum depending upon when the loan was initiated.

In June 2011, AB X1 26 dissolved the former Redevelopment Agency, effective (after some litigation on the matter) February 1, 2012. As part of the dissolution process set forth in that bill and a later bill clarifying and modifying the terms of the dissolution (Assembly Bill 1484, adopted in June 2012), the existing loan from the City to the Agency was considered by the Department of Finance to be unenforceable. The successor agency to the former redevelopment agency has sought reconsideration by the Department of Finance as to the enforceability of the loan. With the issuance of Findings of Completion to the Successor Agency in April 2013, the Department of Finance allowed the inclusion of the loan agreements between the former Redevelopment Agency and the City on the Recognized Obligation Payment Schedule (ROPS), as an enforceable obligation, provided the Oversight Board makes a finding that the loan was for legitimate redevelopment purposes per HSC Section 34191.4(b) (1). During fiscal year 2021, the Successor Agency recorded interest on the loans amounting to \$568,319. Because of the uncertainty as to when the former Redevelopment Agency will have excess property tax distribution to pay for the loan, the full amount of the loan of \$41.7 million (including \$15.7 million of adjusted accrued interest) has been reserved as potentially uncollectible as of June 30, 2021. (See Note 18).

NOTE 9 LONG-TERM DEBT

Governmental Activities

The following is a schedule of changes in long-term debt for the fiscal year ended June 30, 2021:

	Balance at July 1, 2020	Additions	Retirements	Balance at June 30, 2021	Amount due within one Year
Other debt:					
2010 Lease revenue bonds	\$ 16,110,000	\$ -	\$ 455,000	\$ 15,655,000	\$ 480,000
Lease Revenue Bonds, 2020 Series A	21,000,000	-	-	21,000,000	710,000
Taxable Pension Obligation Bonds, Series 2020	118,725,000	-	-	118,725,000	875,000
Notes and loans payable	1,206,000	-	361,000	845,000	300,000
Accrued compensated absences	7,863,076	3,116,890	2,808,477	8,171,489	2,042,872
Net pension liability	136,002,222	47,452,573	164,763,093	18,691,702	-
Total OPEB liability	104,971,870	42,445,197	19,779,343	127,637,724	-
Claims and judgments	17,359,531	1,343,654	2,042,867	16,660,318	3,319,237
	<u>\$ 423,237,699</u>	<u>\$ 94,358,314</u>	<u>\$ 190,209,780</u>	<u>\$ 327,386,233</u>	<u>\$ 7,727,109</u>
Unamortized bond discount	(309,958)	-	(25,724)	(284,234)	
Unamortized bond premium	204,298	-	10,215	194,083	
	<u>\$ 423,132,039</u>	<u>\$ 94,358,314</u>	<u>\$ 190,194,271</u>	<u>\$ 327,296,082</u>	

NOTE 9 LONG-TERM DEBT (CONTINUED)

The City has no available, unused lines of credit.

There are no assets pledged as collateral for debt.

The General Fund and Enterprise Funds have been used in prior years to liquidate the pension liability and total OPEB liability.

Agency Cooperation Agreement and the 2010 Taxable Lease Revenue Bonds

The El Monte Public Financing Authority has issued taxable lease revenue bonds on behalf of the City of El Monte, part of the proceeds of which were loaned to the former Redevelopment Agency to finance certain redevelopment activities. The Taxable Recovery Zone Economic Development Lease Revenue Bonds, Series 2010A and the Taxable Lease Revenue Build America Bonds, Series 2010B were issued on December 13, 2010 to provide funds to the Agency to (1) finance the acquisition and development of the City of El Monte Maintenance Yard Facility; (2) fund reserve account; (3) pay for cost of issuance.

These bonds are special obligations of the Authority payable from and secured by revenues consisting primarily of amounts payable by the City under the Lease Agreement.

The 2010 Lease Revenue Bonds are backed by a City General Fund pledge, which shall be payable from any source of available funds to the City. However, the bonds were structured with 2 primary sources of revenue (lease payments) and Federal Direct payments:

1. Agency Cooperation Agreement – The former Redevelopment Agency pays for a portion of the costs to acquire and construct the project in the form of annual lease payments, summarized below:
 - \$245,000 from the Northwest project area
 - \$485,000 from the Valley/Durfee project area

2. City Enterprise Sublease Agreement – The City Water Enterprise and City Sewer Enterprise will lease a portion of the property from the City, and shall make sublease payments to the City Debt Service Fund to be applied by the City for the payment of the lease payments as follows:
 - \$200,000 Water Enterprise Fund
 - \$300,000 Sewer Enterprise Fund

The Agency Cooperation Agreement provides that the Agency may incur bonded indebtedness superior to any Agency obligation under the Agency Cooperation Agreement.

If the City defaults on its obligations to make lease payments, the Trustee, as assignee of the Authority, has the right to accelerate lease payments.

NOTE 9 LONG-TERM DEBT (CONTINUED)

\$14,790,000 – Taxable Recovery Zone Economic Development Lease Revenue Bonds, Series 2010A

The following schedule illustrates the debt service requirements to maturity for the bonds as of June 30, 2021:

Year Ending June 30,	2010 Lease Revenue Bonds Series A	
	Principal	Interest
2022	\$ -	\$ 1,318,263
2023	120,000	1,318,263
2024	530,000	1,307,763
2025	555,000	1,261,387
2026	580,000	1,212,825
2027-2031	3,350,000	5,251,687
2032-2036	4,245,000	3,618,000
2037-2041	5,410,000	1,507,500
Total	\$ 14,790,000	\$ 16,795,688

Note: Net interest is gross interest minus the 45% subsidy from the U.S. Treasury Department pursuant to the "Build America Bonds" program which was created by the American Recovery and Reinvestment Act of 2009. City Management expects approximately \$7.6 million of the interest amount to be repaid using the Recovery Zone Economic Development subsidy.

Based on the annual payments expected from the former Redevelopment Agency, City management expects \$14 million of the above debt to be repaid using the Agency's tax increment revenues.

NOTE 9 LONG-TERM DEBT (CONTINUED)

\$4,465,000 – Taxable Lease Revenue Build America Bonds, Series 2010B

The following schedule illustrates the debt service requirements to maturity for the bonds as of June 30, 2021:

Year Ending June 30,	2010 Lease Revenue Bonds Series B	
	Principal	Interest
	2022	\$ 480,000
2023	385,000	29,453
Total	\$ 865,000	\$ 95,625

Note: Net interest is gross interest minus the 35% subsidy from the U.S. Treasury Department pursuant to the "Build America Bonds" program which was created by the American Recovery and Reinvestment Act of 2009. City Management expects approximately \$33,469 of the interest amount to be repaid using the Buy America Bonds subsidy.

Based on the annual payments expected from the Agency, City management expects \$541,459 to be repaid using the Agency's tax increment revenues.

NOTE 9 LONG-TERM DEBT (CONTINUED)

Lease Revenue Bonds, 2020 Series A

On June 18, 2020, the El Monte Public Financing Authority issued taxable lease revenue bonds on behalf of the City of El Monte, to provide funds to (i) finance a substantial portion of the City of El Monte’s Public Agency Retirement System (PARS) Obligation, (ii) fund a reserve for the 2020A Bonds, (iii) fund certain expenses of the City of El Monte, (iv) fund capitalized interest through June 1, 2021, and (v) pay the related costs of issuing the 2020A Bonds.

These bonds are special obligations of the Authority payable from and secured by revenues consisting primarily of amounts payable by the City under the Lease Agreement.

Lease Agreement and Site and Facility Lease – The City will lease a portion of the property from the Authority, and shall make sublease payments to the City Debt Service Fund to be applied by the City for the payment of principal and interest.

If the Authority defaults on its obligations, the Trustee, shall be obligated to exercise such one or more of the rights and powers conferred in Article VIII of the Indenture. The Trustee shall have no right to declare the principal or interest on the bonds to be due and payable immediately.

The debt service payment requirements with respect to above bonds are as follows:

Year Ending June 30,	Lease Revenue Bonds, 2020 Series A	
	Principal	Interest
2022	\$ 710,000	\$ 820,569
2023	740,000	792,169
2024	770,000	762,569
2025	800,000	731,769
2026	830,000	699,769
2027-2031	4,685,000	2,972,647
2032-2036	5,650,000	2,008,749
2037-2041	6,815,000	832,980
Total	\$ 21,000,000	\$ 9,621,221

NOTE 9 LONG-TERM DEBT (CONTINUED)

Taxable Pension Obligation Bonds, Series 2020

On June 9, 2020, the City issued \$118,725,000 Taxable Pension Obligation Bonds, Series 2020 to: (i) refinance a portion of the City's outstanding obligation to the California Public Employees' Retirement System with respect to certain of the City's defined benefit retirement plans for its current and retired public safety employees and miscellaneous employees, and (ii) pay the costs of issuing the Series 2020 Bonds.

The City will take all action to levy, or cause to be levied, the Retirement Tax in accordance with applicable law, including the Constitution of the State, in an amount sufficient to pay debt service on all outstanding bonds.

Under the terms of the Insurance Policy, the Insurer guarantees the scheduled payment of principal and interest on the Series 2020 Bonds when due but shall be unpaid by reason of nonpayment by the City.

The debt service payment requirements with respect to above bonds are as follows:

Year Ending June 30,	Taxable Pension Obligation Bonds, Series 2020	
	Principal	Interest
2022	\$ 875,000	\$ 4,140,072
2023	1,470,000	4,120,554
2024	1,580,000	4,093,390
2025	1,695,000	4,061,404
2026	1,820,000	4,024,553
2027-2031	11,270,000	19,324,860
2032-2036	15,735,000	17,330,349
2037-2041	21,665,000	14,104,117
2042-2046	27,815,000	9,528,090
2047-2051	34,800,000	3,528,316
Total	\$ 118,725,000	\$ 84,255,705

NOTE 9 LONG-TERM DEBT (CONTINUED)

Notes and Loans Payable

HUD Section 108 Loan 2011-A

On August 9, 2001, the City issued \$2,500,000 of U.S. Government Guaranteed Notes, Series 2001-A, guaranteed by the Secretary of Housing and Urban Development.

In November 2011, the notes were refinanced through the issuance of \$1,561,000 Guaranteed Notes, Series 2011-A. The U.S. Government Guaranteed Notes, Series 2001-A outstanding balance of \$ 1,561,000 were considered defeased. During 2021, the principal balance outstanding of the Series 2011-A note of \$221,000 was paid.

Upon the Secretary of Housing and Urban Development (HUD) giving notice that the Borrower is in default under this Contract or the Note, all right, title, and interest of the Borrower in and to the Guaranteed Loan Funds and Guaranteed Loan Funds Investment Accounts shall immediately vest in the Secretary for use in making payment on the Note, purchase of Government Obligations in accordance with paragraph 10 of the contract, or payment of any other obligations of the Borrower under this Contract or the Fiscal Agency/Trust Agreements, in each case as elected by the Secretary in his sole discretion.

HUD Section 108 Loan 2015-A

On June 16, 2004, the City issued \$2,200,000 of U.S. Government Guaranteed Notes, Series 2004-A, guaranteed by the Secretary of Housing and Urban Development.

In May 2015, the notes were refinanced through the issuance of \$1,420,000 Guaranteed Notes, Series 2015-A. The U.S. Government Guaranteed Notes, series 2004-A were considered defeased. The principal balance outstanding of the Series 2015-A note as of June 30, 2021, was \$695,000.

NOTE 9 LONG-TERM DEBT (CONTINUED)

The total debt service payment requirements with respect to the loan are as follows:

Ending June 30,	HUD Section 108 Loan 2015-A	
	Principal	Interest
2022	\$ 150,000	\$ 16,588
2023	155,000	12,926
2024	175,000	8,578
2025	215,000	3,064
Total	\$ 695,000	\$ 41,156

The principal amount and interest due for fiscal years 2023, 2024, and 2025 will be paid off in fiscal year 2022 using the City's CDBG FY2014 grant funds as approved by HUD to avoid risk of cancellation of fund balance.

Upon the Secretary of Housing and Urban Development (HUD) giving notice that the Borrower is in default under this Contract or the Note, all right, title, and interest of the Borrower in and to the Guaranteed Loan Funds and Guaranteed Loan Funds Investment Accounts shall immediately vest in the Secretary for use in making payment on the Note, purchase of Government Obligations in accordance with paragraph 10 of the contract, or payment of any other obligations of the Borrower under this Contract or the Fiscal Agency/Trust Agreements, in each case as elected by the Secretary in his sole discretion.

Alameda Corridor East Construction Authority (ACE) Promissory Note

On December 21, 2012, the City, through the El Monte Housing Authority, issued a non-interest bearing Note as evidence of the indebtedness of the Housing Authority to ACE incurred in connection with the purchase by the Housing Authority of certain land from ACE. The purchase price of the property was \$700,000 and the first installment payment of \$400,000 was paid on December 17, 2012. The remaining \$300,000 was secured in the form of a promissory note. The payment of outstanding principal under this Note shall be made as follows:

Ending June 30,	Principal
2022	\$ 150,000
Total	\$ 150,000

Claims and Judgments

As of June 30, 2021, the City is a party to certain lawsuits. After reviewing these lawsuits with legal counsel, management has estimated the potential claims against the City, not covered by insurance, resulting from such litigation. These claims and judgments are generally liquidated by the Internal Service Fund. At June 30, 2021, the total estimated liability for claims was \$16,660,318. (See Note 12).

NOTE 9 LONG-TERM DEBT (CONTINUED)

Business-type Activities

The following is a schedule of changes in long-term debt for the fiscal year ended June 30, 2021:

	Balance at July 1, 2020	Additions	Retirements	Balance at June 30, 2021	Amount due within one Year
Other debt:					
Revenue bonds series 2018A	\$ 18,385,000	\$ -	\$ 535,000	\$ 17,850,000	\$ 555,000
Accrued compensated absences	304,725	116,971	136,003	285,693	71,423
Net pension liability (Note 11)	3,335,715	973,516	3,994,504	314,727	-
Total OPEB liability (Note 13)	6,227,144	2,517,937	1,173,351	7,571,730	-
Capital lease payable	17,977,364	-	-	17,977,364	-
	<u>\$ 46,229,948</u>	<u>\$ 3,608,424</u>	<u>\$ 5,838,858</u>	<u>\$ 43,999,514</u>	<u>\$ 626,423</u>
Unamortized bond premium	2,477,271	-	86,922	2,390,349	
	<u>\$ 48,707,219</u>	<u>\$ 3,608,424</u>	<u>\$ 5,925,780</u>	<u>\$ 46,389,863</u>	

Revenue Bonds Series 2018A

On August 23, 2018, the El Monte Water Authority has issued \$18,880,000 Revenue Bonds Series 2018A to: (i) refund all of the outstanding El Monte Water Authority Refunding Revenue Bonds, 2006 Series; (ii) finance the cost of certain improvements to the City's Water Enterprise; (iii) purchase a municipal bond insurance policy from Build America Mutual Assurance Company to guarantee the scheduled payment of principal of and interest on the 2018 Bonds; (iv) purchase a municipal bond debt service reserve insurance policy from Build America Mutual Assurance Company for deposit in the Reserve Fund; and (v) pay costs of issuance of the 2018 Bonds.

The reacquisition price was less than the net carrying amount of the old debt by \$63,901, which resulted in the recognition of deferred inflow of resources (Note 15). The difference between the reacquisition price and the net carrying amount of the old debt is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter. An economic gain of \$18,557 was recognized as a result of defeasance.

Under the terms of the Reserve Surety Policy, the Insurer will unconditionally and irrevocably guarantee to pay that portion of the scheduled payments of principal and interest on the 2018 Bonds that becomes due for payment but shall be unpaid by reason of nonpayment by the Authority.

NOTE 9 LONG-TERM DEBT (CONTINUED)

The total debt service payment requirements with respect to above bonds are as follows:

Year Ending June 30,	Revenue Bonds Series 2018A	
	Principal	Interest
2022	\$ 555,000	\$ 845,775
2023	570,000	823,275
2024	600,000	796,875
2025	625,000	766,250
2026	660,000	734,125
2027-2031	3,840,000	3,126,875
2032-2036	4,200,000	2,060,763
2037-2041	2,145,000	1,411,350
2042-2046	2,695,000	840,125
2047-2049	1,960,000	150,250
Total	\$ 17,850,000	\$ 11,555,663

Capital lease payable

A lease payable is recorded in the City's Water Fund. The lease is the remainder due to the City from the sale of the water rights to the Water Authority. The Water Authority is obligated to pay this lease from surplus revenues over the 50-year life of the lease ending September 1, 2049. Payments vary with the level of surplus revenues. The balance of the lease at June 30, 2021 is \$17,977,364.

NOTE 10 NON-COMMITTAL DEBT

Certificates of Participation, Series 1999

On January 15, 1999, the City issued Certificates of Participation, Series 1999 (Department of Public Social Services Facility) in the amount of \$38,690,000. Proceeds of the sale of the certificates were used to finance the acquisition of real property and to construct a Department of Public Social Services building to be occupied by the County of Los Angeles. The balance outstanding on these bonds at June 30, 2021, is \$17,815,000. The City is not liable for the repayment of this debt. For this reason, neither the debt nor the related debt service payments are recorded in the City's financial statements.

NOTE 11 DEFINED BENEFIT PENSION PLANS

Public Employees Retirement System (PERS) and Public Agency Retirement System (PARS)

General Information about the Pension Plans

Plan Description

All qualified permanent and probationary employees are eligible to participate in the City's separate Safety (police) and Miscellaneous (all other) Plans, an agent multiple-employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS), which acts as a common investment and administrative agent for its participating member employers. Benefit provisions under the Plan are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Effective July 2000, the City of El Monte entered into a multi-employer agreement with a Public Agency Retirement System (PARS) program, an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for participating public entities within the State of California. The City participates in CalPERS 2% at 55 retirement plan for miscellaneous employees. PARS provides an addition to CalPERS benefit for a maximum of 3% retirement.

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

Upon retirement at age 55, PARS plan provides the eligible employees with 1% times their years of service times their highest annual salary. To receive benefits, the miscellaneous employees must be at least 55 years of age, have at least five years full-time employment with the City of El Monte and have terminated his or her employment with the City of El Monte and concurrently retire from PERS. The benefit is equal to a percentage of highest pay multiplied by years of service with the percentage varying by retirement age based on a 3.0% at 55 target offset by CalPERS 2% at 55 formula. The plan does not include a withdrawal benefit, death benefit or disability benefit other than a refund of employee contribution with interest credited at 3% per year. Benefits are increased by 2% annual cost of living adjustments after retirement.

NOTE 11 DEFINED BENEFIT PENSION PLANS (CONTINUED)

The Plans' provisions and benefits in effect at June 30, 2021, are summarized as follows:

	CalPERS				PARS
	Miscellaneous		Safety		
	Prior to January 1, 2013	On or after January 1, 2013	Prior to January 1, 2013	On or after January 1, 2013	Prior to July 1, 2008
Hire date					
Benefit formula	2% @ 55	2% @ 62	3% @ 50	2.7% @ 57	1% @ 55
Benefit vesting schedule	5 years service	5 years service	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life	monthly for life	monthly for life
Retirement age	50 - 67 & up	52 - 67 & up	50 - 55 & up	50 - 57 & up	55
Monthly benefits, as a % of eligible compensation	1.4% to 2.4%	1.0% to 2.5%	3%	2.0% to 2.7%	1%
Required employee contribution rates	7%	7%	9%	14.50%	1% (1)
Required employer contribution rates	10.824%	10.824%	26.884%	26.884%	8.54%

- (1) Employee contributions commence January 1, 2020 at a rate of 1% of pay, increasing to 2% on January 1, 2021, and 3% on January 1, 2022. The increase to 2% was deferred and became effective on November 1, 2021 with a retroactive effect beginning January 1, 2021.

Employees Covered

At June 30, 2019 (valuation date), the following employees were covered by the benefit terms of the Plan:

	CalPERS	
	Miscellaneous	Safety
Active employees	174	117
Inactive employees or beneficiaries currently receiving benefits	357	282
Inactive employees entitled but not yet receiving benefits	212	48
Total	<u>743</u>	<u>447</u>

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

	PARS
Active employees	74
Inactive employees or beneficiaries currently receiving benefits	127
Inactive employees entitled but not yet receiving benefits	17
Total	<u>218</u>

NOTE 11 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Contributions

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

Net Pension Liability

The City's net pension liability for the Plans is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of the CalPERS Plans is measured as of June 30, 2020, using an annual actuarial valuation as of June 30, 2019 rolled forward to June 30, 2020 using standard update procedures. The net pension liability of PARS Plan is measured as of June 30, 2020 using an actuarial valuation date of June 30, 2020. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

Actuarial Assumptions

The total pension liability was determined using the following actuarial assumptions:

	CalPERS		PARS
	<u>Miscellaneous</u>	<u>Safety</u>	
Valuation Date	June 30, 2019	June 30, 2019	June 30, 2020
Measurement Date	June 30, 2020	June 30, 2020	June 30, 2020
Actuarial Cost Method	Entry-Age Normal Cost Method		Entry-Age Normal Cost Method
Actuarial Assumptions:			
Discount Rate	7.15%	7.15%	6.50%
Inflation	2.50%	2.50%	2.50%
Projected Salary Increase	Varies by entry age and service		3.4% after 22 years of service (1)
Mortality Rate Table (1)	Derived using CalPERS' membership data for all funds		Consistent with the Non-Industrial rates used to value the Miscellaneous Agency CalPERS Pension Plans after June 30, 2017.

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

NOTE 11 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Discount Rate

The discount rate used to measure the total pension liability was 7.15% for each CalPERS Plan.

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

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

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

<u>Asset Class</u>	<u>Assumed asset allocation</u>	<u>Real return years 1-10 ²</u>	<u>Real return years 11+ ³</u>
Global equity	50.00%	4.80%	5.98%
Fixed income	28.00%	1.00%	2.62%
Inflation assets	-	0.77%	1.81%
Private equity	8.00%	6.30%	7.23%
Real assets	13.00%	3.75%	4.93%
Liquidity	1.00%	-	-0.92%
Total	<u>100.00%</u>		

(1) In the System's CAFR, 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.

NOTE 11 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Discount Rate (Continued)

For PARS Plan, the discount rate used to measure total pension liability was 6.5%. The plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

The assumption for the long-term expected rate of return was selected by the City. Below is a projection of the 30 year average return derived by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation on the Plan's Fiscal 2021 asset allocation. The capital market assumptions are per Milliman's investment consulting practice as of June 30, 2021.

<u>Asset Class</u>	<u>Index</u>	<u>Estimated Allocation*</u>	<u>Long-Term Expected Arithmetic Real Rate of Return</u>	<u>Long-Term Expected Geometric Real Rate of Return</u>
US Cash	BAML 3-Mon Tbill	0.93%	-0.32%	-0.32%
US Core Fixed Income	Bloomberg Barclays Aggregate	46.45%	1.37%	1.26%
US Equity Market	Russell 3000	40.45%	5.33%	3.70%
Foreign Developed Equity	MSCI EAFE NR	5.85%	6.27%	4.52%
Emerging Markets Equity	MSCI EM NR	4.58%	8.64%	4.95%
US REITs	FTSE NAREIT Equity REIT	1.74%	5.75%	3.57%
Assumed Inflation - Mean			2.30%	2.30%
Assumed Inflation - Standard Deviation			1.16%	1.16%
Portfolio Real Mean Return			3.65%	3.16%
Portfolio Nominal Mean Return (50th Percentile) *			5.95%	5.53%
Portfolio Standard Deviation				9.38%

*The City's asset allocation is shown as of June 30, 2021 because the City made a sizable contribution in June 2020 which was invested in various funds in the 2020-21 fiscal year. The June 30, 2021 allocation presents a more accurate picture of the expected rates of return.

NOTE 11 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Changes in the Net Pension Liability

The following tables show the changes in net pension liability over the measurement period:

CalPERS – Miscellaneous Plan

	Total Pension Liability (Asset)	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	<u> </u>	<u> </u>	<u> </u>
Balance at June 30, 2019 (Measurement date)	\$ 165,129,932	\$ 123,385,119	\$ 41,744,813
Changes Recognized for the			
Service Cost	2,223,508	-	2,223,508
Interest on the total pension liability	11,612,926	-	11,612,926
Differences between expected and actual experiences	688,036	-	688,036
Changes of assumptions	-	-	-
Net plan to plan resource movement	-	-	-
Contributions from the employer	-	44,559,831	(44,559,831)
Contributions from the employee	-	1,053,410	(1,053,410)
Net investment income	-	6,219,041	(6,219,041)
Benefit payments	(9,022,353)	(9,022,353)	-
Administrative expenses	-	(173,943)	173,943
Other miscellaneous expense	-	-	-
Net Changes during measurement period 2019-2020	<u>5,502,117</u>	<u>42,635,986</u>	<u>(37,133,869)</u>
Balance at June 30, 2020 (Measurement date)	<u>\$ 170,632,049</u>	<u>\$ 166,021,105</u>	<u>\$ 4,610,944</u>

CalPERS – Safety Plan

	Total Pension Liability (Asset)	Plan Fiduciary Net Position	Net Pension Liability (Asset)
	<u> </u>	<u> </u>	<u> </u>
Balance at June 30, 2019 (Measurement date)	\$ 327,635,169	\$ 245,587,295	\$ 82,047,874
Changes Recognized for the			
Service Cost	5,308,484	-	5,308,484
Interest on the total pension liability	23,127,380	-	23,127,380
Differences between expected and actual experiences	1,716,753	-	1,716,753
Changes of assumptions	-	-	-
Net plan to plan resource movement	-	-	-
Contributions from the employer	-	85,454,914	(85,454,914)
Contributions from the employee	-	1,472,970	(1,472,970)
Net investment income	-	12,353,616	(12,353,616)
Benefit payments	(17,092,628)	(17,092,628)	-
Administrative expenses	-	(346,218)	346,218
Other miscellaneous expense	-	-	-
Net Changes during measurement period 2019-2020	<u>13,059,989</u>	<u>81,842,654</u>	<u>(68,782,665)</u>
Balance at June 30, 2020 (Measurement date)	<u>\$ 340,695,158</u>	<u>\$ 327,429,949</u>	<u>\$ 13,265,209</u>

NOTE 11 DEFINED BENEFIT PENSION PLANS (CONTINUED)

PARS

	Total Pension Liability (Asset)	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balance at June 30, 2019 (Measurement date)	\$ 41,457,353	\$ 25,912,103	\$ 15,545,250
Changes Recognized for the			
Service Cost	356,876	-	356,876
Interest on the total pension liability	2,644,501	-	2,644,501
Changes of assumptions	-	-	-
Plan changes	-	-	-
Economic/demographic gains or losses	(668,697)	-	(668,697)
Contributions from the employer	-	15,697,930	(15,697,930)
Contributions from the employee	-	29,032	(29,032)
Net investment income	-	1,027,413	(1,027,413)
Benefit payments	(2,295,322)	(2,295,322)	-
Administrative expenses	-	(6,721)	6,721
Net Changes during measurement period 2019-2020	<u>37,358</u>	<u>14,452,332</u>	<u>(14,414,974)</u>
Balance at June 30, 2020 (Measurement date)	<u>\$ 41,494,711</u>	<u>\$ 40,364,435</u>	<u>\$ 1,130,276</u>

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

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

	<u>CalPERS</u>		<u>PARS</u>
	<u>Miscellaneous</u>	<u>Safety</u>	
1% Decrease	6.15%	6.15%	5.50%
Net Pension Liability	\$ 27,035,577	\$ 58,923,259	\$ 6,000,010
Current Discount Rate	7.15%	7.15%	6.50%
Net Pension Liability	\$ 4,610,944	\$ 13,265,209	\$ 1,130,276
1% Increase	8.15%	8.15%	7.50%
Net Pension Liability (Asset)	\$ (13,878,777)	\$ (24,205,254)	\$ (2,957,370)

Pension Plan Fiduciary Net Position

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

NOTE 11 DEFINED BENEFIT PENSION PLANS (CONTINUED)

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

For the year ended June 30, 2021, the City recognized pension expense of \$3,910,733 and \$8,885,144 for CalPERS Miscellaneous Plan and Safety Plan, respectively. The City recognized pension expense of \$822,981 for PARS Plan for the year ended June 30, 2021. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	CalPERS				PARS	
	Miscellaneous		Safety		Deferred Outflows of Resources	Deferred Inflows of Resources
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources		
Pension contributions subsequent to measurement date	\$ 1,760,094	\$ -	\$ 5,230,149	\$ -	\$ 414,859	\$ -
Differences between actual and expected experience	837,452	-	1,544,229	-	-	(787,223)
Changes in assumptions	-	-	-	-	68,703	-
Net differences between projected and actual earnings on plan investments	<u>1,982,525</u>	<u>-</u>	<u>4,053,320</u>	<u>-</u>	<u>633,213</u>	<u>-</u>
Total	<u>\$ 4,580,071</u>	<u>\$ -</u>	<u>\$ 10,827,698</u>	<u>\$ -</u>	<u>\$ 1,116,775</u>	<u>\$ (787,223)</u>

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

\$7,405,102 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2022.

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

Year Ending June 30	Amount		
	CalPERS		PARS
	Miscellaneous	Safety	
2022	\$ 409,213	\$ 695,285	\$ (464,611)
2023	729,715	1,573,148	99,013
2024	903,224	1,791,401	149,410
2025	777,825	1,537,715	130,881
2026	-	-	-
Thereafter	-	-	-

NOTE 11 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Payable to the Pension Plan

At June 30, 2020, the City reported a payable of \$630,216 for the outstanding amount of contributions to the pension plans required for the year ended June 30, 2021.

Allocation to Proprietary Funds

The City allocated net pension liability and related costs to the Water Fund and Sewer Fund based upon the enterprise funds' proportionate share of the total pension contribution during the fiscal year ended June 30, 2021.

NOTE 12 INSURANCE

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. The City is self-insured for the first \$250,000 on each general liability claim and the first \$400,000 of each worker's compensation claim against the City. The insurance coverage in excess of the self-insured amount is provided by The Independent Cities Risk Management Authority (ICRMA) up to a limit of \$37,000,000 for general liability. For worker's compensation, the City is self-insured for the first \$400,000 on each worker's compensation claim through the Public Risk Innovation, Solutions, and Management (PRISM), formerly known as California State Association of Counties Excess Insurance Authority (CSAC-EIA).

In 1986, the City became a member of the ICRMA, a public entity risk pool currently operating as a common risk management and insurance program for 16 California cities. The City pays an annual premium to the pool for its excess general liability insurance coverage. The agreement for formation of the ICRMA provides that the pool will be self-sustaining through member premiums. The ICRMA publishes its own financial report for the year ended June 30, 2021, which can be obtained from ICRMA website. The City continues to carry commercial companies for all other risks of loss, including property insurance, auto physical damage insurance and special events insurance. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

Effective July 1, 2006, the City became a member of PRISM, a public entity risk pool currently operating as a common risk management and insurance program for nearly 2,000 public entities which includes California counties, cities, school districts, special districts, housing authorities, fire districts, and joint power authorities. The City pays an annual premium to the pool for its excess worker's compensation insurance coverage. The agreement for information of the PRISM provides that the pool will be self-sustaining through member premiums. PRISM publishes its own financial report for the year ended June 30, 2021, which can be obtained from CSAC-EIA website.

NOTE 12 INSURANCE (CONTINUED)

Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. These losses include an estimate of claims that have been incurred, but not reported.

The City has accrued for its anticipated liability with respect to claims filed and claims incurred but not reported to the City as of year-end. The accruals are in the amounts of \$11.1 million and \$5.6 million for the worker's compensation claims and general liability claims, respectively, for a total of \$16.7 million.

A reconciliation of changes in aggregate liabilities for claims for the current fiscal year and the prior three fiscal years is as follows:

Fiscal Year	Liability at Beginning	Claims Incurred (Including IBNRs)	Claim Payments	Liability at End
2017	\$ 12,445,000	\$ 4,782,122	\$ (3,426,122)	\$ 13,801,000
2018	13,801,000	4,224,165	(2,509,433)	15,515,732
2019	15,515,732	2,939,331	(2,974,853)	15,480,210
2020	15,480,210	4,444,123	(2,564,802)	17,359,531
2021	17,359,531	1,343,654	(2,042,867)	16,660,318

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Plan Description

The City participates in the CalPERS medical program in which the City provides other postemployment benefits (OPEB) through a single-employer defined benefit healthcare plan. The plan provides health care benefits to retired full-time employees in accordance with City MOUs. To be eligible, the employee must be at least 50 years of age and have five years of service.

The City contributes the CalPERS Minimum Employer Contribution (PEMHCA). Employees who retire from the City, receive a PERS pension and continue their CalPERS medical coverage, are eligible to receive the PEMHCA minimum benefit. This benefit continues throughout the life of the retiree and surviving spouse.

Benefits Provided

All retiring employees are eligible to receive the PEMHCA minimum benefit.

Employees who retired prior to July 2, 2000

Retirees receive a benefit which, when added to the PEMHCA minimum, brings the total up to the Los Angeles Area Kaiser Premium rate. When a retiree becomes eligible for Medicare, the benefit will be limited to the Kaiser Medicare Supplement rate. This additional retiree and spousal benefit ceases when the retiree reaches age 70.

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Benefits Provided (Continued)

Employees who retire after July 2, 2000

Employees who receive a service retirement at age 50 or older with at least 10 years of service with the City, or a nonindustrial disability retirement with at least 10 years of service with the City or an industrial disability annuity from PERS receive a lifetime benefit which, when added to the PEMHCA minimum benefit, brings the total up to the Los Angeles Area Kaiser single employee premium rate. Retirees who live outside the Los Angeles Area receive a benefit up to the "Other Southern California" Kaiser single employee rate. When a retiree becomes eligible for Medicare the benefit will be limited to the Kaiser Medicare Supplement rate.

Spousal and dependent child benefits are provided if the employee receives a service retirement after 25 or more years of continuous service with the City, or a disability pension annuity with at least 10 years of service with the City or an industrial disability annuity from PERS. The City contributes a benefit which, when added to the PEMHCA minimum benefit, brings the total up to the Los Angeles Area Kaiser Premium rate. Spouses and dependent children of retirees who live outside the Los Angeles Area receive a benefit up to the "Other Southern California" Kaiser rates. When a participating spouse becomes eligible for Medicare, the benefit will be limited to the Kaiser Medicare Supplement rate.

Retirees between 2000 and December 2015 receive Medicare reimbursement when qualified under their MOU. Current POA MOU no longer provides this benefit. Employees hired after July 2012, upon retirement, will be eligible to purchase medical benefits at City rates and will receive a Retiree Medical Subsidy equal to the CalPERS PEMHCA. This is for a Regular Service Retirement and not an Industrial Disability Retirement. Industrial Disability Retirement benefits will not be altered.

Firefighters who retired prior to outsourcing

Benefits are provided to a closed group of retired Firefighters. These retirees are eligible to receive the PEMHCA minimum benefit. In addition, they receive City-paid coverage which, when added to the PEMHCA minimum benefit, brings the total up to 100% of the premium rate for the CalPERS medical plan they select. Both the retiree and spouse are covered. This additional benefit ends when the retiree reaches age 70. Since all retired Firefighters have reached the age of 70, no one is receiving this additional coverage.

Mid Management Employees

All retiring employees are eligible to receive the PEMHCA minimum benefit. In addition, employees who retire at age 55 or older with at least 15 years of service with the City are eligible to receive a benefit which, when added to the PEMHCA minimum benefit, brings the total up to the CalPERS Los Angeles Area single party Kaiser premium rate. Retirees who live outside the Los Angeles Area receive a benefit up to the "Other Southern California" single-party Kaiser rate. When a retiree becomes eligible for Medicare the benefit will be limited to the single party Kaiser Medicare Supplement rate.

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

SEIU, General Unit Employees

All retiring employees are eligible to receive the PEMHCA minimum benefit. In addition, employees who retire from the City and receive a PERS pension are eligible to receive a benefit which, when added to the PEMHCA minimum benefit, brings the total up to the CalPERS single party Kaiser premium rate. Retirees must contribute \$40 per month to the SEIU Retiree Medical Insurance Fund (actives also contribute \$40 per month).

Top Management and City Council

All retiring employees are eligible to receive the PEMHCA minimum benefit. Up to 2014, retirees, their spouses and surviving spouses receive full CalPERS medical benefit coverage (including, not in addition to, the PEMHCA minimum benefit.) Medicare Part B premiums, CalPERS long-term care coverage, full dental and vision benefits are provided for retirees and their spouses. 100% of the above benefits are paid by the City. In addition, the City will pay retirees \$50 per month toward a life insurance plan until age 70.

Funding Policy and Contributions

The contribution requirements of plan members and the City are established and may be amended by the City, City Council, and/or employee associations. The Plan is not funded. The required contribution is based on projected pay-as-you-go financing requirements with additional amounts to prefund benefits as determined annually by the City pursuant to actuarial valuations. The City intends to pay benefit costs as they occur.

Total OPEB Liability

The City’s total OPEB liability was measured as of June 30, 2020 and was determined by an actuarial valuation as of June 30, 2020.

Employees Covered by Benefit Terms

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

Category	Count
Active employees	294
Inactive employees or beneficiaries currently receiving benefits	265
Inactive employees entitled to but not yet receiving benefits	111

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Actuarial Assumptions

Projection of benefits are based on the substantive plan (the plan as understood by the employer and the plan members) based on written plan documents and historical information regarding practices with respect to employer and employee contributions and other factors. In the June 30, 2020 actuarial valuation, the Entry Age Normal method was used. This is an actuarial cost method under which the Actuarial Present Value of the projected benefits of each individual included in the valuation is allocated on a level basis over the earnings or service of the individual between entry age and assumed exit age(s). The portion of this Actuarial Present Value allocated to a valuation year is called the Normal Cost.

The total OPEB liability for the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Valuation Date	June 30, 2020
Contribution Policy	No pre-funding
Discount Rate	2.21% at June 30, 2020 (Bond Buyer 20-Bond Index)
General Inflation	2.75% annually
Mortality, Retirement, Disability, Termination	CalPERS 1997-2015 Experience Study Mortality projected fully generational with Scale MP-2020
Mortality Improvement	
Salary increases	Aggregate - 3% annually Merit - CalPERS 1997-2015 Experience Study
Medical Trend	Healthcare, non-Medicare eligible - 7% for 2022, decreasing to an ultimate rate of 4% in 2076 Healthcare, Medicare eligible, non-Kaiser - 6.1% for 2022, decreasing to an ultimate rate of 4% in 2076 Healthcare, Medicare eligible, Kaiser - 5% for 2022, decreasing to an ultimate rate of 4% in 2076 Medicare Part B premium - 5.1% for 2022, 5.9% for 2023, decreasing to an ultimate rate of 4% in 2076
PEMHCA Minimum Increase	4.25% annually
Healthcare Participation at Retirement	Eligible for supplemental Benefits: 100% Eligible for PEMHCA Minimum Only: 50%

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Discount Rate

The Plan is not funded. The discount rate used to measure the total OPEB liability was 2.21%. The discount rate is based on a yield or index for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or better for benefits not covered by plan assets. The Bond Buyer 20-Bond General Obligation Index was used in determining the discount rate used to measure the Total OPEB Liability as of June 30, 2020.

Change in the Total OPEB Liability

	Increases (Decreases)
	Total OPEB Liability
Balance at June 30, 2019 (measurement date)	\$ 111,199,014
Changes for the year:	
Service cost	3,189,186
Interest on the total OPEB liability	3,949,730
Difference between actual and expected experience	(17,875,150)
Changes in assumptions	37,824,216
Benefit payments	<u>(3,077,542)</u>
Net Changes	<u>24,010,440</u>
Balance at June 30, 2020 (measurement date)	<u><u>\$ 135,209,454</u></u>

Sensitivity of the total OPEB liability to changes in the discount rate

The following presents the City's total OPEB liability if it were calculated using a discount rate that is 1% point lower (1.21%) or 1% point higher (3.21%) than the current rate:

	1% Decrease 1.21%	Discount Rate 2.21%	1% Increase 3.21%
Total OPEB liability \$	161,944,898	\$ 135,209,454	\$ 114,448,510

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates

The following presents the City's total OPEB liability if it were calculated using a healthcare cost trend rates that is 1% point lower or 1% point higher than the current rate:

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB liability \$	113,859,811	\$ 135,209,454	\$ 162,817,707

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

For the year ended June 30, 2021, the City recognized OPEB expense of \$5,380,495. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	\$ -	\$ 15,304,759
Change of assumptions	36,244,310	7,890,901
Contributions subsequent to measurement date	3,041,739	-
	\$ 39,286,049	\$ 23,195,660

\$3,041,739 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the year ending June 30, 2022.

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

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

<u>Fiscal Year</u> <u>Ending June 30</u>	<u>Deferred Outflows/ (Inflows) of Resources</u>
2022	\$ 2,086,019
2023	2,086,019
2024	2,086,019
2025	2,415,721
2026	4,226,932
Thereafter	147,940
	<u>\$ 13,048,650</u>

NOTE 14 COMMITMENTS AND CONTINGENCIES

The City of El Monte has been named as defendant in numerous lawsuits and claims arising in the course of operations. In the aggregate, these claims seek monetary damages in significant amounts. To the extent the outcome of such litigation has been determined to result in probable financial loss to the City; such loss has been accrued in the accompanying government-wide financial statements.

For other pending or threatened litigation, it is the opinion of outside counsel and the City Attorney that potential liability of the City for such claims will not have a material effect on the City's financial statements.

NOTE 15 DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

Pursuant to GASB Statement No. 63, *“Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position”* and GASB Statement No. 65, *“Items Previously Reported as Assets and Liabilities,”* the City recognized deferred outflows and inflows of resources in the City's financial statements.

The deferred outflow and inflow of resources pertain to the unamortized difference between the reacquisition price and the net carrying amount of the refunded debt. Previous financial reporting standards require this amount to be presented as part of the City's long-term debt. This deferred outflow of resources is recognized as a component of interest expense in a systematic and rational manner over the remaining life of the old debt or the life of the new debt, whichever is shorter.

NOTE 15 DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
<u>Business-type activities:</u>		
Unamortized difference between the reacquisition amount and the net carrying amount of the refunded debt	\$ <u>461,576</u>	\$ <u>(54,138)</u>

The deferred inflow of resources in the governmental funds balance sheet pertains to unavailable revenues which represent receivables that were not received within the availability period.

	<u>Deferred Inflow of Resources</u>
<u>Governmental Activities:</u>	
Unavailable revenue - receivables that were not collected within the availability period and were not recognized as revenues	\$ <u>(3,754,267)</u>

Refer to Note 11 for deferred outflows and inflows of resources related to pensions.

Refer to Note 13 for deferred outflows and inflows of resources related to OPEB.

NOTE 16 IMPACT OF THE CORONAVIRUS

On January 30, 2020, the World Health Organization declared the coronavirus outbreak a "Public Health Emergency of International Concern" and on March 10, 2020, declared it to be a pandemic. The coronavirus and actions taken to mitigate it have had and are expected to continue to have an adverse impact on the economies and financial markets of many countries, including the United States. It is unknown how long these conditions will last and what the complete financial effect will be to businesses and other affected organizations, including local governmental entities. However, the City's management believes that the financial impact, if any, will not materially affect the June 30, 2021 financial statements.

NOTE 17 SUBSEQUENT EVENTS

The City has evaluated events subsequent to June 30, 2021 to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through December 22, 2021, the date the financial statements were available to be issued. Based upon this evaluation, it was determined that, no subsequent events occurred that require recognition or additional disclosure in the financial statements, other than the above.

NOTE 18 SUCCESSOR AGENCY DISCLOSURES

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

Disclosures related to the certain assets and long-term liabilities of the Successor Agency are as follows:

Notes and Loans Receivable

Details of loans receivable as of June 30, 2021 were as follows:

RHCDC Working Capital	\$ <u>165,110</u>
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NOTE 18 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

Rio Hondo Community Development Corporation (RHCDC) Working Capital

On January 12, 2004, the former El Monte Community Redevelopment Agency provided a loan to RHCDC for the purchase of rental properties. The loan amount was \$820,350 at an interest rate of 5.65% per annum. The outstanding balance as of June 30, 2021 was \$165,110. The promissory note expires on January 12, 2024.

Land Held for Resale

The former Redevelopment Agency acquired several parcels of land or initiated condemnation proceedings to acquire land for redevelopment purposes. The carrying amount of land is reported at cost which approximates fair value. As of June 30, 2021, the land held for resale balance is \$5,963,924.

Long-term Liabilities

The long-term liabilities of the Successor Agency at June 30, 2021 were as follows:

	Balance at July 1, 2020	Additions	Retirements	Balance at June 30, 2021	Amount due within one Year
2017 Tax allocation refunding bonds	\$ 29,740,000	\$ -	\$ 1,135,000	\$ 28,605,000	\$ 1,155,000
Loans from other governments					
County of Los Angeles	892,800	44,641	-	937,441	-
Advances from City of El Monte	41,614,739	568,319	509,736	41,673,322	-
	<u>\$ 72,247,539</u>	<u>\$ 612,960</u>	<u>\$ 1,644,736</u>	<u>\$ 71,215,763</u>	<u>\$ 1,155,000</u>
Unamortized bond discount	(789,617)	-	(30,135)	(759,482)	
	<u>\$ 71,457,922</u>	<u>612,960</u>	<u>1,614,601</u>	<u>\$ 70,456,281</u>	

Taxable Tax Allocation Refunding Bonds Payable, Series of 2017

The Bonds are dated May 1, 2017, and were issued to provide funds to the Agency (i) to refund certain obligations of the El Monte Community Redevelopment Agency currently outstanding in the aggregate principal of \$33,190,000 as follows: (1) the \$20,680,000 Senior Tax Allocation Revenue Bonds, Series 2007 (Multiple Redevelopment Project Area Loans), \$2,510,000 Subordinate Tax Allocation Revenue Bonds, Series 2007 (Multiple Redevelopment Project Area Subordinate Loans), and \$10,000,000 Revenue Bond, Series 2011 (CMB Infrastructure Investment Group V, LP, City Projects) (collectively the "Refunded Bonds"), (ii) to purchase a debt service reserve insurance policy to be credited to a debt service reserve account for the 2017 Bonds and (iii) to pay costs of issuance of the 2017 Bonds. The 2017 Bonds are secured by the pledged of tax revenues.

NOTE 18 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

Taxable Tax Allocation Refunding Bonds Payable, Series of 2017 (Continued)

The following schedule illustrates the debt service requirements to maturity for the bonds as of June 30, 2021:

Year Ending June 30,	Taxable Tax Allocation Refunding Bond, Series 2017	
	Principal	Interest
2022	\$ 1,155,000	\$ 1,099,031
2023	1,180,000	1,068,369
2024	1,220,000	1,033,844
2025	1,260,000	995,856
2026	1,300,000	955,044
2027-2031	6,280,000	4,051,719
2032-2036	3,635,000	3,130,244
2037-2041	4,470,000	2,273,369
2042-2046	5,540,000	1,187,813
2047-2048	2,565,000	113,422
Total	\$ 28,605,000	\$ 15,908,711

County of Los Angeles Reimbursement Agreement

Northwest El Monte Project Area

During 2007-08, the County of Los Angeles entered into an agreement with the Agency - Northwest El Monte Project Area. The agreement related to tax increment adjustments and overpayments during 2007-08 to assist in funding the Gibson Park improvements in the amount of \$254,530. The terms of this repayment are presently being negotiated between the Agency and the County. At June 30, 2021, the principal balance outstanding was \$937,441.

The schedules of debt service requirements for the County of Los Angeles Reimbursement Agreements were not included because the debt service payments are not on a fixed schedule.

NOTE 18 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

Advances from the City of El Monte

During the previous fiscal years, the City of El Monte made loans to the former Redevelopment Agency. With the dissolution of all redevelopment agencies in California effective February 1, 2012, the existing loan from the City to the Agency was considered by the Department of Finance to be unenforceable. The successor agency to the former redevelopment agency has sought reconsideration by the Department of Finance as to the enforceability of the loan. In addition, the loan may be reinstated (but is not required to be) under Assembly Bill 1484 following the completion of a due diligence process and issuance of Finding of Completion by the Department of Finance. During fiscal year 2021, the Successor Agency recorded interest on the loans amounting to \$568,319. Details of the balance of the loan of \$41.7 million at June 30, 2021 (including \$15.7 million of adjusted accrued interest) are as follows:

Details of Outstanding Loans

Loan No.	SOI Loan Letter	Date	Description	Principal Amount	Coupon	Unpaid Interest as of 6/30/2021 at statutory 3%	Outstanding Balance as of 6/30/21
El Monte Center							
3	1-C	9/1/1988	Loans From the City of El Monte (R-383, 222)	\$ 1,313,497	10%	\$ 1,249,932	\$ 2,563,429
4	1-D	4/1/1998	Loan from City to K-mart Deferred Fees	133,560	LAIF + 2.00%	92,846	226,406
5	1-E	1/6/2000	Loan from the City of El Monte Longo Expansion	2,800,000	6.5%	1,802,967	4,602,967
7	1-I	5/10/1993	Loan from the City of El Monte - ERAF	50,561	6%, 7.5%	42,174	92,735
8	2-A	2003/2004	Loan from the City of El Monte - Nelson Honda Jobs Grant	1,444,234	4%	788,792	2,233,026
9	2-C	Feb. 4, 2004	City Cooperation Agreement Longo New Jobs Grant Agreement	2,500,000	5%	1,164,167	3,664,167
10	2-E	Feb. 3, 2004	Longo Construction Loan	3,000,000	LAIF + 2.00%	1,566,750	4,566,750
			Loan Totals	\$ 11,241,852		\$ 6,707,628	\$ 17,949,480
Center Amended							
3	1-C	1998/1989	Loans From the City of El Monte (R-356, 385)	\$ 702,000	10%	\$ 650,300	\$ 1,352,300
4	1-I	3/25/1997	CDBG Loan From Bank	694,602	LAIF + 2.00%	505,612	1,200,214
			Loan Totals	\$ 1,396,602		\$ 1,155,912	\$ 2,552,514
Downtown El Monte							
3	1-A	4/6/2005	Loans from the City of El Monte - King Court (Home Fund)	\$ 513,000	10%	\$ 249,874	\$ 762,874
4	1-D	1986-1990	Loans From the City of El Monte (R-360, 364)	1,350,590	10%	1,339,478	2,690,068
5	1-E	11/12/1991	Loan from the City of El Monte (R-428) Nelson Honda	222,950	LAIF + 2.00%	191,514	414,464
6	1-F	12/1/1991	Loan from the City of El Monte (R-436) Orchard	15,000	8%	13,311	28,311
7	1-G	6/1/1995	Loan from the City of El Monte (R-598) Food Barn	75,000	7.5%	56,525	131,525
11	2-F	1991-1992	Loan from the City of El Monte R-432 - Edwards Theater	725,000	9%	643,679	1,368,679
12	2-F	1991-1992	Loans from the City of El Monte UDAG (R417)	20,000	9%	18,032	38,032
13	2-G	5/3/1993	Loan from the City of El Monte - ERAF	59,549	6%, 7.5%	49,314	108,863
14	2-K	2003/2004	Gabae Loan and Section 108 Loan - Peck/Ramona Triangle	1,528,675	5%	102,000	1,630,675
15	3-A	6/1/07	DDA- Agreement- Festial -Capri Santa Fe Trail Associates	5,390,000	4.5% & LAIF + 2.00%	2,276,826	7,666,826
			Loan Totals	\$ 9,899,764		\$ 4,940,553	\$ 14,840,317

NOTE 18 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

Advances from the City of El Monte (Continued)

Details of Outstanding Loans (Continued)

Loan No.	SOI Loan Letter	Date	Description	Principal Amount	Coupon	Unpaid Interest as of 6/30/2021 at statutory 3%	Outstanding Balance as of 6/30/21
Northwest El Monte							
1	1-A	1986-1990	Loans From the City of El Monte (R-221, 296, 323, 337, 391)	\$ 1,723,954	12%	\$ 1,688,368	\$ 3,412,322
2	1-B	1991/1992	Loans From the City of El Monte (R-411, 465)	500,000	12% & 7%	421,475	921,475
3	1-C	1992/1993	Loan From the City of El Monte (R-484)	350,000	7%	284,521	634,521
4	1-D	1994/1995	Loan From the City of El Monte (R-463)	90,000	8%	74,828	164,828
5	1-F	1994-1995	Loan from the City of El Monte - Water Fund (R-570)	150,000	7%	119,625	269,625
6	1-I	2005-2006	Loan from the City of El Monte - ERAF	213,231	LAIF + 2.00%	102,351	315,582
Loan Totals				\$ 3,027,185		\$ 2,691,168	\$ 5,718,353
Valley/Durfee							
1	1-C	4/16/2006	Loan from the City of El Monte - ERAF	\$ 213,231	LAIF + 2.00%	\$ 97,233	\$ 310,464
2	1-D	9/19/2006	Loan from the City of El Monte For Improvement Costs	217,406	LAIF + 2.00%	84,788	302,194
Loan Totals				\$ 430,637		\$ 182,021	\$ 612,658
Grand total				\$ 25,996,040		\$ 15,677,282	\$ 41,673,322

El Monte Center

Loan (1-C)

This loan is composed of three loans to Star Cash Wash. The first two loans were issued on October 2, 1990, with an original principal value of \$670,061 and \$343,436. The third loan was issued in 1986 with a principal value of \$300,000. The loans carry an interest rate of 10%, with a final maturity on June 30, 2029.

Loan (1-D)

This loan was issued in 1998 to finance development fees for K-Mart. The original principal value of loan was \$133,560 with a variable rate of interest equal to LAIF plus 200 bps, to be repaid by 2029.

Loan (1-E)

This loan was issued on January 6, 2000 to fund the Longo Expansion. The loan with principal amount of \$2.8 million carries an interest rate of 6.5%, with a final maturity in 2029.

Loan (1-I)

The City has combined two loans to finance past SERAF payments to the State of California for fiscal years 1992-93 and 1994-95 for the Center Project Area. The original principal value on the loans was \$42,207 and \$8,354, respectively. The loans carry an interest rate of 6.0% and 7.5%, due in 2029.

NOTE 18 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

Advances from the City of El Monte

Details of Outstanding Loans (Continued)

El Monte Center (Continued)

Loan (2-A/D/G)

The three loans (2-A / 2-D / 2-G) were issued over a 10-year period to facilitate the Nelson Honda Jobs Grant program. The loans had seven installment payments made totaling \$1,444,234 in principal value. The loans carry an interest rate of 4% with a final maturity in 2029.

Loan (2-C)

The City loaned the Agency an aggregate of \$2.5 million in order to provide a New Jobs Grant Loan to Longo, commencing in 2004. The Agency made three (3) installment payments to Longo totaling \$2.5 million over 3 years. The loans are to be repaid over a 20 year period (2024), with a 5% interest rate.

Loan (2-E)

An additional construction loan was issued to Longo. The original principal value of the loan was \$3,000,000, with adjustable interest rate equal to LAIF plus 200 bps, to be repaid by 2024.

Center Amended

Loan (1-C)

The City provided two loans in order to purchase two properties (11923 Landsdale and Djanogly Property) needed to expand and improve Fire Station No. 3. The loans were issued in 1988 with an original principal value of \$102,000 and in 1989 for \$600,000. Both loans carry an interest rate of 10% to be repaid by 2029.

Loan (1-I)

The loan to the Community Reinvestment Fund (CRF) was issued on March 25, 1997 which replaced the original loan (1-F) made to Gunderson Nissan totaling \$694,602. The loan will be repaid by 2029 at an interest rate equal to LAIF plus 200 bps.

Downtown El Monte

Loan (1-A)

In 2005, the City provided a loan to the Agency in the amount of \$513,000 for the purchase of a real property at King Court. The loan carries an interest rate of 10%, to be repaid by 2042.

NOTE 18 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

Details of Outstanding Loans (Continued)

Downtown El Monte (Continued)

Loan (1-D)

The loan is composed of two loans for the purchase of real property in the Downtown Project Area in 1988. The first loan original principal value was \$100,000 and the second loan was \$1,250,590. Both loans carry an interest rate of 10% and are due in 2042.

Loan (1-E)

In 1991, the City issued a Loan to the Agency to purchase land for Nelson Honda in the amount of \$222,950. The outstanding loan balance is to be repaid by 2042 and carry an interest rate of LAIF plus 200 bps.

Loan (1-F)

In 1991, the City issued a loan to the Agency to purchase land for additional Orchard street extension in the amount of \$15,000. The loan has a maturity date of 2042 with an interest rate of 8%.

Loan (1-G)

The City issued a Loan to the Agency in 1995, in the Downtown Project area for Food Barn. The loan amount of \$75,000 carry an interest rate of 7.5% to be repaid by 2042.

Loan (2-F)

The loan is composed of two loans. The first loan was issued in 1991 for Peck/Triangle enhancement in the Downtown Project area. The loan original principal value was \$20,000 and carries an interest rate of 9% to be repaid by 2011. The second loan was issued in 1991 for the Edwards Theater project. The loan original principal value was \$725,000 with an interest rate of 9% to be repaid by 2011.

Loan (2-G)

The City combined two loans used to finance past SERAF payments to the State of California for fiscal years 1992-93 and 1994-95 for the Downtown Project Area. The original principal values on the loans were \$43,823 and \$15,726, respectively. The loans carry an interest rate of 6% and 7.5%, due in 2042.

Loan (2-K)

The loan is composed of HUD Section 108 (Peck/Ramona) which have two components: (1) Cash grant, (2) Land assembly, issued in 2004. The first loan has an original principal value of \$2,200,000 with an adjustable interest rate to be repaid by 2024. The second loan was \$200,000 and carries an interest rate of 5% to be repaid by 2024. During fiscal year 2020-2021, the Successor Agency paid the City \$509,736.

NOTE 18 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

Details of Outstanding Loans (Continued)

Downtown El Monte (Continued)

Loan (3-A)

The loan is composed of two loans issued in 2007. The first loan original principal value was \$4,400,000 and carries an interest rate of 4.5% with a maturity date of 2032. The second loan amount was \$990,000 has a variable interest rate equal to LAIF plus 200 bps to be repaid by 2032.

Northwest El Monte

Loan (1-A)

The loan is composed of five loans to purchase real property on West Valley Boulevard for Longo Toyota totaling \$1,723,954. The loans were issued between 1986 and 1990 and mature in 2044, with a stated interest rate of 12%.

Loan (1-B)

The loan is composed of several amendments to 1-A loans, for the Longo Toyota Project. The first loan was issued in 1991. The original principal value of loan was \$150,000 with an interest rate of 12% to be repaid by 2044. The second loan was issued in 1992. The original principal value of the loan was \$350,000 with an interest rate of 7% to be repaid by 2044.

Loan (1-C)

In 1993, the City issued a Loan to the Agency to purchase property of the former site of Longo Toyota for the Titan Unlimited partnership. The original principal value of loan was \$350,000 with an interest rate of 7% to be repaid by 2044.

Loan (1-D)

In 1992, the City issued a Loan to the Agency for third party environmental consultant fees in the Northwest Project area. The original principal value of loan was \$90,000 with an interest rate of 8% to be repaid by 2044.

Loan (1-F)

In 1994, the City issued a Loan to the Agency for costs associated with groundwater investigation. The original principal value of loan was \$150,000 with an interest rate of 7% to be repaid by 2044.

Loan (1-I)

The City has SERAF payment to the State of California for fiscal year 2005-06 for the Northwest Project Area. The original principal value on the loan was \$213,321. The loan has a final maturity date of 2044 and carries an interest rate of LAIF plus 200 bps.

NOTE 18 SUCCESSOR AGENCY DISCLOSURES (CONTINUED)

Details of Outstanding Loans (Continued)

Valley / Durfee

Loan (1-C)

The City has SERAF payment to the State of California for fiscal year 2004-05 for the Valley/Durfee Project Area. The original principal value on the loan was \$213,231. The loan has a final maturity date of 2048 and carries an interest rate of LAIF plus 200 bps.

Loan (1-D)

In 2006 the City issued a loan to the Agency for sewer improvements. The original principal value was \$217,406 with an interest rate of LAIF plus 200 bps to be repaid by 2048.

Management's Evaluation of Outstanding Loans

Management believes, in consultation with legal counsel, that the above obligations of the Dissolved RDA to the City are valid enforceable obligations payable by the Successor Agency under the requirements of the Dissolution Act and AB 1484.

With the issuance of Findings of Completion to the Successor Agency in April 2013, the Department of Finance allowed the inclusion of the loan agreements between the former Redevelopment Agency and the City on the Recognized Obligation Payment Schedule (ROPS), as an enforceable obligation, provided the Oversight Board makes a finding that the loan was for legitimate redevelopment purposes per HSC Section 34191.4(b)(1). As of December 22, 2021, the Oversight Board has not yet made findings that all the loans were for legitimate redevelopment purposes.

NOTE 19 GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) STATEMENTS ISSUED, NOT YET EFFECTIVE

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

GASB No. 87

In June 2017, the Governmental Accounting Standards Board issued Statement No. 87 "Leases". The requirements of this Statement are effective for reporting periods beginning after June 15, 2021, as amended by GASB No. 95.

**NOTE 19 GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) STATEMENTS
ISSUED, NOT YET EFFECTIVE (CONTINUED)**

GASB No. 89

In June 2018, the Governmental Accounting Standards Board issued Statement No. 89 “Accounting for Interest Cost Incurred before the End of a Construction Period”. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020.

GASB No. 91

In May 2019, the Governmental Accounting Standards Board issued Statement No. 91, “Conduit Debt Obligations.” The requirements of this Statement are effective for reporting periods beginning after December 15, 2021.

GASB No. 92

In January 2020, the Governmental Accounting Standards Board issued Statement No. 92, “Omnibus 2020.” The requirements of this Statement are effective for reporting periods beginning after June 15, 2021.

GASB No. 93

In March 2020, the Governmental Accounting Standards Board issued Statement No. 93, “Replacement of Interbank Offered Rates.” The requirements of this Statement are effective for reporting periods beginning after June 15, 2021.

GASB No. 94

In May 2020, the Governmental Accounting Standards Board issued Statement No. 94, “Public-Private and Public-Public Partnerships and Availability Payment Arrangements.” The requirements of this Statement are effective for reporting periods beginning after June 15, 2022.

GASB No. 96

In May 2020, the Governmental Accounting Standards Board issued Statement No. 96, “Subscription-Based Information Technology Arrangements.” The requirements of this Statement are effective for reporting periods beginning after June 15, 2022.

GASB No. 97

In June 2020, the Governmental Accounting Standards Board issued Statement No. 97, “Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plan – an amendment of GASB Statements No. 14, 84, and a suppression of GASB Statement No. 32.” The requirements of this Statement are effective for reporting periods beginning after June 15, 2021.

REQUIRED SUPPLEMENTARY INFORMATION

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City of El Monte
Budgetary Comparison Schedule
General Fund
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	\$ 54,924,000	\$ 58,816,800	\$ 63,234,338	\$ 4,417,538
Licenses and permits	1,506,200	1,069,200	1,205,242	136,042
Intergovernmental	547,000	522,000	736,927	214,927
Charges for services	3,038,500	1,837,400	2,166,388	328,988
Fines and forfeitures	719,000	611,600	722,566	110,966
Use of money and property	250,000	533,000	(181,241)	(714,241)
Miscellaneous	380,000	533,000	1,109,760	576,760
Total revenues	<u>61,364,700</u>	<u>63,923,000</u>	<u>68,993,980</u>	<u>5,070,980</u>
Expenditures				
Current:				
General government	11,130,531	11,652,331	11,662,429	(10,098)
Parks and recreation	2,268,315	2,429,215	2,184,376	244,839
Economic development	3,547,627	3,464,207	3,916,468	(452,261)
Public works	7,279,680	7,582,355	6,856,996	725,359
Public safety	45,371,197	47,797,597	47,147,068	650,529
Capital outlay	113,000	211,000	123,275	87,725
Total expenditures	<u>69,710,350</u>	<u>73,136,705</u>	<u>71,890,612</u>	<u>1,246,093</u>
Excess(deficiency) of revenues over expenditures	(8,345,650)	(9,213,705)	(2,896,632)	6,317,073
Other financing sources (uses)				
Transfers in	2,900,000	2,900,000	2,994,246	94,246
Transfers out	(37,996)	(37,996)	(64,882)	(26,886)
Net other financing sources (uses)	<u>2,862,004</u>	<u>2,862,004</u>	<u>2,929,364</u>	<u>67,360</u>
Change in fund balance	(5,483,646)	(6,351,701)	32,732	6,384,433
Fund balances, beginning of year	<u>46,105,124</u>	<u>46,105,124</u>	<u>46,105,124</u>	<u>-</u>
Fund balances, end of year	<u>\$ 40,621,478</u>	<u>\$ 39,753,423</u>	<u>\$ 46,137,856</u>	<u>\$ 6,384,433</u>

**City of El Monte
Budgetary Comparison Schedule
Project Homekey Grant
Year ended June 30, 2021**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ -	\$ 14,522,000	\$ 17,713,213	\$ 3,191,213
Use of money and property	-	-	3,520	3,520
Total revenues	<u>-</u>	<u>14,522,000</u>	<u>17,716,733</u>	<u>3,194,733</u>
Expenditures				
Current:				
Economic development	-	287,000	250,000	37,000
Capital outlay	-	14,235,000	14,108,898	126,102
Total expenditures	<u>-</u>	<u>14,522,000</u>	<u>14,358,898</u>	<u>163,102</u>
Change in fund balance	-	-	3,357,835	3,357,835
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,357,835</u>	<u>\$ 3,357,835</u>

City of El Monte
Budgetary Comparison Schedule
Housing and Community Development Fund
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 4,941,401	\$ 4,941,401	\$ 2,460,242	\$ (2,481,159)
Use of money and property	179,628	179,628	555,528	375,900
Miscellaneous	554,280	554,280	679,200	124,920
Total revenues	<u>5,675,309</u>	<u>5,675,309</u>	<u>3,694,970</u>	<u>(1,980,339)</u>
Expenditures				
Current:				
Parks and recreation	59,881	152,294	122,977	29,317
Economic development	2,382,273	4,800,747	2,029,106	2,771,641
Public works	350,000	362,786	9,099	353,687
Capital outlay	2,233,062	2,073,693	745,370	1,328,323
Debt service:				
Principal retirement	361,000	361,000	361,000	-
Interest and fiscal charges	22,443	22,443	22,443	-
Total expenditures	<u>5,408,659</u>	<u>7,772,963</u>	<u>3,289,995</u>	<u>4,482,968</u>
Change in fund balance	266,650	(2,097,654)	404,975	2,502,629
Fund balances, beginning of year	1,231,917	1,231,917	1,231,917	-
Fund balances, end of year	<u>\$ 1,498,567</u>	<u>\$ (865,737)</u>	<u>\$ 1,636,892</u>	<u>\$ 2,502,629</u>

**City of El Monte
Budgetary Comparison Schedule
Housing Assets Fund
Year ended June 30, 2021**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	\$ 35,000	\$ 35,000	\$ 39,031	\$ 4,031
Miscellaneous	<u>200,000</u>	<u>200,000</u>	<u>32,097</u>	<u>(167,903)</u>
Total revenues	<u>235,000</u>	<u>235,000</u>	<u>71,128</u>	<u>(163,872)</u>
Expenditures				
Current:				
Economic development	<u>722,600</u>	<u>722,600</u>	<u>526,576</u>	<u>196,024</u>
Total expenditures	<u>722,600</u>	<u>722,600</u>	<u>526,576</u>	<u>196,024</u>
Change in fund balance	(487,600)	(487,600)	(455,448)	32,152
Fund balances, beginning of year	<u>3,624,677</u>	<u>3,624,677</u>	<u>3,624,677</u>	-
Fund balances, end of year	<u>\$ 3,137,077</u>	<u>\$ 3,137,077</u>	<u>\$ 3,169,229</u>	<u>\$ 32,152</u>

**City of El Monte
Budgetary Comparison Schedule
American Rescue Plan Act
Year ended June 30, 2021**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ -	\$ 21,000,000	\$ -	* \$ (21,000,000)
Use of money and property	-	-	17,800	17,800
Total revenues	<u>-</u>	<u>21,000,000</u>	<u>17,800</u>	<u>(20,982,200)</u>
Expenditures				
Current:				
General government	-	21,000,000	-	21,000,000
Total expenditures	<u>-</u>	<u>21,000,000</u>	<u>-</u>	<u>21,000,000</u>
Change in fund balance	-	-	17,800	17,800
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,800</u>	<u>\$ 17,800</u>

* The American Rescue Plan Act (ARPA) funding received in May 2021 was reported as advances as of the end of the fiscal year and will be recognized as revenue in FY21/22.

City of El Monte
Budgetary Comparison Schedule
Retirement
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	\$ 13,200,000	\$ 13,200,000	\$ 13,575,259	\$ 375,259
Intergovernmental	85,000	85,000	83,278	(1,722)
Use of money and property	-	-	18,141	18,141
Miscellaneous	-	-	104,231	104,231
Total revenues	<u>13,285,000</u>	<u>13,285,000</u>	<u>13,780,909</u>	<u>495,909</u>
Expenditures				
Current:				
General government	8,295,806	6,856,000	5,480,208	1,375,792
Debt service:				
Interest and fiscal charges	2,568,886	2,568,886	2,613,422	(44,536)
Total expenditures	<u>10,864,692</u>	<u>9,424,886</u>	<u>8,093,630</u>	<u>1,331,256</u>
Change in fund balance	2,420,308	3,860,114	5,687,279	1,827,165
Fund balances, beginning of year	2,775,158	2,775,158	2,775,158	-
Fund balances, end of year	<u>\$ 5,195,466</u>	<u>\$ 6,635,272</u>	<u>\$ 8,462,437</u>	<u>\$ 1,827,165</u>

City of El Monte
California Public Retirement System (CalPERS)
Schedule of Changes in the Net Pension Liability and Related Ratios
Miscellaneous Plan
Last Ten Years*

	Measurement Period						
	2013-2014	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020
Total Pension Liability							
Service Cost	\$ 1,413,675	\$ 1,398,531	\$ 1,649,003	\$ 1,808,688	\$ 2,073,719	\$ 2,110,567	\$ 2,223,508
Interest on total pension liability	10,356,614	10,529,069	10,734,759	10,805,162	10,779,948	11,240,731	11,612,926
Differences between expected and actual experience	-	(1,904,480)	(1,557,996)	(2,848,478)	(644,299)	2,070,227	-
Changes in assumptions	-	(2,620,669)	-	9,183,934	(4,260,821)	-	688,036
Benefit payments, including refunds of employee contributions	(7,622,269)	(7,759,491)	(7,852,687)	(8,150,427)	(8,237,351)	(8,758,226)	(9,022,353)
Net change in total pension liability	4,148,020	(357,040)	2,973,079	10,798,879	(288,804)	6,663,299	5,502,117
Total pension liability - beginning	141,192,499	145,340,519	144,983,479	147,956,558	158,755,437	158,466,633	165,129,932
Total pension liability - ending (a)	\$ 145,340,519	\$ 144,983,479	\$ 147,956,558	\$ 158,755,437	\$ 158,466,633	\$ 165,129,932	\$ 170,632,049
Plan Fiduciary Net Position							
Contributions - employer	\$ 2,469,291	\$ 2,877,899	\$ 3,606,881	\$ 4,322,644	\$ 4,360,371	\$ 4,797,362	\$ 44,559,831
Contributions - employee	849,234	726,230	753,952	806,051	880,614	951,813	1,053,410
Net investment income	16,546,367	2,394,089	507,287	11,531,597	9,577,509	7,738,382	6,219,041
Benefit payments	(7,622,269)	(7,759,491)	(7,852,687)	(8,150,427)	(8,237,351)	(8,758,226)	(9,022,353)
Administrative expenses	-	(120,827)	(65,429)	(154,004)	(175,562)	(84,733)	(173,943)
Net plan to plan resource movement	-	-	-	-	(276)	3,997	-
Other miscellaneous expense	-	-	-	-	(333,395)	276	-
Net change in plan fiduciary net position	12,242,623	(1,882,100)	(3,049,996)	8,355,861	6,071,910	4,648,871	42,635,986
Plan fiduciary net position - beginning	96,997,950	109,240,573	107,358,473	104,308,477	112,664,338	118,736,248	123,385,119
Plan fiduciary net position - ending (b)	\$ 109,240,573	\$ 107,358,473	\$ 104,308,477	\$ 112,664,338	\$ 118,736,248	\$ 123,385,119	\$ 166,021,105
Net pension liability - ending (a)-(b)	\$ 36,099,946	\$ 37,625,006	\$ 43,648,081	\$ 46,091,099	\$ 39,730,385	\$ 41,744,813	\$ 4,610,944
Plan fiduciary net position as a percentage of the total pension liability	75.16%	74.05%	70.50%	70.97%	74.93%	74.72%	97.30%
Covered payroll	\$ 9,288,883	\$ 9,287,631	\$ 10,689,767	\$ 10,659,405	\$ 12,164,717	\$ 12,262,186	\$ 13,048,757
Net pension liability as percentage of covered payroll	388.64%	405.11%	408.32%	432.40%	326.60%	340.44%	35.34%

Notes to Schedule:

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 in assumption - None in 2019 or 2020. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Assumptions December 2017. 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.

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

**City of El Monte
California Public Retirement System (CalPERS)
Schedule of Plan Contributions
Miscellaneous Plan
Last Ten Years***

	Fiscal Year						
	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021
Actuarially determined contributions	\$ 2,877,899	\$ 3,606,881	\$ 5,032,657	\$ 5,132,314	\$ 5,427,806	\$ 5,454,712	\$ 1,760,094
Contributions in relation to the actuarially determined contributions	(2,877,899)	(3,606,881)	(5,032,657)	(5,132,314)	(5,427,806)	(5,454,712)	(1,760,094)
Contribution deficiency / (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 9,286,371	\$ 9,853,856	\$ 10,684,485	\$ 11,970,320	\$ 12,098,906	\$ 12,831,648	\$ 13,025,827
Contributions as a percentage of Covered Payroll	30.99%	36.60%	47.10%	42.88%	44.86%	42.51%	13.51%

Notes to Schedule:

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2020-21 were from the June 30, 2018 funding valuation report.

Actuarial Cost Method	Entry age normal
Amortization method / Period	For details, see June 30, 2018 Funding Valuation Report.
Asset valuation method	Market Value of Assets. For details, see June 30, 2018 Funding Valuation Report.
Inflation	2.50%
Salary increases	Varies by Entry age and Service
Payroll Growth	2.75%
Investment rate of return	7.0%, net of pension plan investment expense and administrative expenses; includes inflation
Retirement age	The probabilities of retirement are based on the 2014 CalPERS Experience Study for the period from 1997 to 2011.
Mortality	Pre-Retirement Mortality: Non-industrial death rates vary by age and gender. Industrial death rates vary by age. Post Retirement: Rates vary by age, type of retirement, and gender.

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

City of El Monte
California Public Retirement System (CalPERS)
Schedule of Changes in the Net Pension Liability and Related Ratios
Safety Plan
Last Ten Years*

	Measurement Period						
	2013-2014	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020
Total Pension Liability							
Service Cost	\$ 4,209,379	\$ 4,080,356	\$ 3,854,169	\$ 4,712,074	\$ 4,781,609	\$ 5,112,385	\$ 5,308,484
Interest on total pension liability	20,146,739	20,530,962	21,083,754	21,269,142	21,373,803	22,237,353	23,127,380
Differences between expected and actual experience	-	(5,343,596)	(2,506,398)	(6,149,797)	94,618	1,881,382	1,716,753
Changes in assumptions	-	(5,126,822)	-	18,142,293	(8,890,355)	-	-
Benefit payments, including refunds of employee contributions	(13,982,615)	(14,149,001)	(15,382,567)	(15,604,395)	(15,908,506)	(16,340,609)	(17,092,628)
Net change in total pension liability	10,373,503	(8,101)	7,048,958	22,369,317	1,451,169	12,890,511	13,059,989
Total pension liability - beginning	273,509,812	283,883,315	283,875,214	290,924,172	313,293,489	314,744,658	327,635,169
Total pension liability - ending (a)	\$ 283,883,315	\$ 283,875,214	\$ 290,924,172	\$ 313,293,489	\$ 314,744,658	\$ 327,635,169	\$ 340,695,158
Plan Fiduciary Net Position							
Contributions - employer	\$ 5,853,271	\$ 6,433,171	\$ 7,088,089	\$ 8,168,448	\$ 9,279,382	\$ 10,651,799	\$ 85,454,914
Contributions - employee	1,231,838	1,219,054	1,145,343	1,209,042	1,341,650	1,535,596	1,472,970
Net investment income	32,363,060	4,802,759	987,096	22,641,870	18,728,046	15,347,021	12,353,616
Benefit payments	(13,982,615)	(14,149,001)	(15,382,567)	(15,604,395)	(15,908,506)	(16,340,609)	(17,092,628)
Administrative expense	-	(238,927)	(129,391)	(304,170)	(346,136)	(167,390)	(346,218)
Net plan to plan resource movement	-	-	-	-	(547)	(3,997)	-
Other miscellaneous expense	-	-	-	-	(657,319)	547	-
Net change in plan fiduciary net position	25,465,554	(1,932,944)	(6,291,430)	16,110,795	12,436,570	11,022,967	81,842,654
Plan fiduciary net position - beginning	188,775,783	214,241,337	212,308,393	206,016,963	222,127,758	234,564,328	245,587,295
Plan fiduciary net position - ending (b)	\$ 214,241,337	\$ 212,308,393	\$ 206,016,963	\$ 222,127,758	\$ 234,564,328	\$ 245,587,295	\$ 327,429,949
Net pension liability - ending (a)-(b)	\$ 69,641,978	\$ 71,566,821	\$ 84,907,209	\$ 91,165,731	\$ 80,180,330	\$ 82,047,874	\$ 13,265,209
Plan fiduciary net position as a percentage of the total pension liability	75.47%	74.79%	70.81%	70.90%	74.53%	74.96%	96.11%
Covered payroll	\$ 12,907,061	\$ 13,042,114	\$ 12,062,372	\$ 12,935,662	\$ 13,704,028	\$ 14,603,059	\$ 15,232,380
Net pension liability as percentage of covered payroll	539.56%	548.74%	703.90%	704.76%	585.09%	561.85%	87.09%

Notes to Schedule:

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 in assumption -None in 2019 or 2020. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Assumptions December 2017. 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.

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

**City of El Monte
California Public Retirement System (CalPERS)
Schedule of Plan Contributions
Safety Plan
Last Ten Years***

	Fiscal Year						
	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021
Actuarially determined contributions	\$ 6,433,171	\$ 7,088,089	\$ 9,253,254	\$ 10,595,066	\$ 11,903,410	\$ 11,663,278	\$ 5,230,149
Contributions in relation to the actuarially determined contributions	(6,433,171)	(7,088,089)	(9,253,254)	(10,595,066)	(11,903,410)	(11,663,278)	(5,230,149)
Contribution deficiency / (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 11,726,459	\$ 11,417,560	\$ 12,250,848	\$ 13,129,258	\$ 14,146,753	\$ 14,582,551	\$ 14,757,122
Contributions as a percentage of Covered Payroll	54.86%	62.08%	75.53%	80.70%	84.14%	79.98%	35.44%

Notes to Schedule:

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2020-21 were from the June 30, 2018 funding valuation report.

Actuarial Cost Method	Entry age normal
Amortization method / Period	For details, see June 30, 2018 Funding Valuation Report.
Asset valuation method	Market Value of Assets. For details, see June 30, 2018 Funding Valuation Report.
Inflation	2.50%
Salary increases	Varies by Entry age and Service
Payroll Growth	2.75%
Investment rate of return	7.0%, net of pension plan investment expense and administrative expenses; includes inflation
Retirement age	The probabilities of retirement are based on the 2014 CalPERS Experience Study for the period from 1997 to 2011.
Mortality	Pre-Retirement Mortality: Non-industrial death rates vary by age and gender. Industrial death rates vary by age. Post Retirement: Rates vary by age, type of retirement, and gender.

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

City of El Monte
Public Agency Retirement System (PARS)
Schedule of Changes in the Net Pension Liability and Related Ratios
Retirement Enhancement Plan
Last Ten Years*

	Measurement Period					
	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020
Total Pension Liability						
Service Cost	\$ 482,698	\$ 497,179	\$ 459,664	\$ 434,485	\$ 340,582	\$ 356,876
Interest on total pension liability	2,405,253	2,468,145	2,530,571	2,636,103	2,690,111	2,644,501
Effect of plan changes	-	-	202,891	-	(91,583)	-
Effect of economic/demographic gains or losses	-	-	489,846	-	(1,720,986)	(668,697)
Changes in assumptions	-	-	-	-	297,709	-
Benefit payments, including refunds of employee contributions	(1,889,598)	(1,981,558)	(1,952,800)	(2,118,266)	(2,174,206)	(2,295,322)
Net change in total pension liability	998,353	983,766	1,730,172	952,322	(658,373)	37,358
Total pension liability - beginning	37,451,113	38,449,466	39,433,232	41,163,404	42,115,726	41,457,353
Total pension liability - ending (a)	\$ 38,449,466	\$ 39,433,232	\$ 41,163,404	\$ 42,115,726	\$ 41,457,353	\$ 41,494,711
Plan Fiduciary Net Position						
Contributions - employer	\$ 1,655,324	2,385,392	3,081,984	3,114,449	2,869,992	15,697,930
Contributions - employee	345,022	345,242	-	-	-	29,032
Net investment income	345,266	291,774	1,604,645	1,132,316	1,473,170	1,027,413
Administrative expenses	(5,811)	(7,097)	(7,776)	(7,770)	(7,610)	(6,721)
Benefit payments	(1,889,598)	(1,981,558)	(1,952,800)	(2,118,266)	(2,174,206)	(2,295,322)
Net change in plan fiduciary net position	450,203	1,033,753	2,726,053	2,120,729	2,161,346	14,452,332
Plan fiduciary net position - beginning	17,420,019	17,870,222	18,903,975	21,630,028	23,750,757	25,912,103
Plan fiduciary net position - ending (b)	\$ 17,870,222	\$ 18,903,975	\$ 21,630,028	\$ 23,750,757	\$ 25,912,103	\$ 40,364,435
Net pension liability - ending (a)-(b)	\$ 20,579,244	\$ 20,529,257	\$ 19,533,376	\$ 18,364,969	\$ 15,545,250	\$ 1,130,276
Plan fiduciary net position as a percentage of the total pension liability	46.48%	47.94%	52.55%	56.39%	62.50%	97.28%
Covered payroll	\$ 6,900,440	\$ 6,904,840	\$ 6,547,942	\$ 6,809,105	\$ 5,750,581	\$ 5,706,119
Net pension liability as percentage of covered payroll	298.23%	297.32%	298.31%	269.71%	270.32%	19.81%

Notes to Schedule:

Benefit changes - There have been no significant changes between the valuation date of June 30, 2020 and the measurement date of June 30, 2020.

Changes in assumption - There have been no significant changes between the valuation date of June 30, 2020 and the measurement date of June 30, 2020.

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

**City of El Monte
Public Agency Retirement System (PARS)
Schedule of Plan Contribution
Retirement Enhancement Plan
Last Ten Years***

	Fiscal Year						
	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021
Actuarially determined contributions	\$ 2,047,953	\$ 2,368,360	\$ 2,752,653	\$ 2,715,844	\$ 2,481,762	\$ 1,577,249	\$ 414,859
Contributions in relation to the actuarially determined contributions	(1,655,324)	(2,385,392)	(2,752,653)	(2,715,844)	(2,481,762)	(1,577,249)	(414,859)
Contribution deficiency / (excess)	\$ 392,629	\$ (17,032)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 6,896,823	\$ 6,911,135	\$ 7,004,154	\$ 6,910,543	\$ 6,314,914	\$ 6,345,429	\$ 6,060,837
Contributions as a percentage of Covered Payroll	24.00%	34.52%	39.30%	39.30%	39.30%	24.86%	6.84%

Notes to Schedule:

The following actuarial methods and assumptions were used in the June 30, 2020 funding valuation.
Actuarially determined contribution rates were calculated as of January 1, two years prior to the end of the calendar year in which the contributions are reported.

Actuarial Cost Method	Entry age normal
Amortization method / Period	Level dollar, closed, 10 years at 6/30/2020
Asset valuation method	None
Inflation	2.50%
Salary increases	Graded rates based on years of service, 3.40% after 22 years of service
Payroll Growth	2.75%
Investment rate of return	6.50%, net of pension plan investment expense and administrative expenses including inflation.
Retirement age	Retirement rates at 30% per year. At age 70, 100% of all participants are assumed to retire.
Mortality	Pre-Retirement and Post Retirement: Consistent with the Non-Industrial rates used to value the Miscellaneous Agency CalPERS Pension Plans after June 30, 2017.

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

City of El Monte
Postemployment Health Benefits
Schedule of Changes in Total OPEB Liability and Related Ratios
Last Ten Years*

	Measurement Period			
	2016-2017	2017-2018	2018-2019	2019-2020
Total OPEB Liability				
Service cost	\$ 3,217,336	\$ 2,752,460	\$ 2,733,424	\$ 3,189,186
Interest on total OPEB liability	3,529,564	4,034,369	3,958,268	3,949,730
Differences between expected and actual experience	(1,096,829)	(610,626)	(91,228)	(17,875,150)
Changes in assumptions	(14,315,629)	(14,046,049)	6,553,770	37,824,216
Benefit payments, including refunds of employee contributions	(1,971,159)	(2,077,384)	(2,976,959)	(3,077,542)
Net change in total OPEB liability	(10,636,717)	(9,947,230)	10,177,275	24,010,440
Total OPEB liability - beginning of year	121,605,686	110,968,969	101,021,739	111,199,014
Total OPEB liability - end of year	\$ 110,968,969	\$ 101,021,739	\$ 111,199,014	\$ 135,209,454
Covered-employee payroll	\$ 27,627,499	\$ 26,195,529	\$ 29,400,620	\$ 29,328,142
Total OPEB liability as percentage of covered-employee payroll	402%	386%	378%	461%

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

Changes in assumption: Discount rate was changed to 2.21% in calculating the total OPEB liability as of measurement date of June 30, 2020.

**City of El Monte
Postemployment Health Benefits
Schedule of OPEB Contribution
Last Ten Years***

The Plan is not funded. The City finances the benefits on a pay-as-you-go basis, thus, this schedule is not required.

BUDGETARY CONTROL AND ACCOUNTING

The City and its component units' fiscal year begins on July 1 of each year and ends June 30 the following year. The following procedures establish the budgetary data reflected in the financial statements:

- On or before the fifteenth of June of each year, the City Manager submits to the City Council a proposed budget for the next ensuing fiscal year based on a detailed financial plan prepared by the heads of the various offices, agencies and departments of the City and its component units. Upon receipt of the proposed budget, the Council may make modifications with the affirmative vote of at least a majority of its members.
- Before adoption of the budget, the Council holds a public hearing wherein the public is given an opportunity to be heard, after which the Council may make any revisions deemed advisable. On or before July 1 annually, the City Council adopts the budget as amended through a budget resolution passed by the affirmative vote of at least a majority of its members. Upon final adoption, the budget is in effect for the ensuing fiscal year and becomes the authority for the various offices, agencies, and departments to expend subject to controls established by the City's Policy. At any meeting after the adoption of the budget, the City Council may amend or supplement the budget by affirmative vote of the majority of the Council members so as to authorize the transfer of unused balances appropriated for one purpose to another purpose, or to appropriate available revenue not included in the budget.
- The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level, subject to the authority granted to the City Manager to transfer appropriations from account to account as necessary to assure adequate and proper standards of service and to achieve the intent of the City Council in providing municipal services for the fiscal year.

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

Annual budgets are legally adopted for the General Fund, Special Revenue Funds, Debt Service Funds and Certain Capital Projects Funds. Although budgets are legally adopted for the City's Proprietary Funds, there is no legal requirement for the fiscal year results to be reported to City Council. Therefore, no budgetary reporting for the Proprietary Funds has been presented in the accompanying financial statements.

Budgets for the General and Special Revenue Funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America. The modified accrual basis of accounting is employed in the preparation of the budget.

TRANSFERS OUT IN EXCESS OF APPROPRIATIONS

Transfers out for the year ended June 30, 2021 exceeded the appropriations by the following amounts in the following funds:

Major Fund		
General Fund	\$	26,886 (1)
Nonmajor Special Revenue Funds		
2020 Lease Revenue Bonds		31,997 (2)

- (1) These transfers represented costs incurred in the special revenue funds that were funded/matched by general fund.
- (2) The transfer was used to reimburse general fund for the bond issuance cost.

SUPPLEMENTARY INFORMATION

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	Special Revenue Funds			
	Miscellaneous Grant	Parking and Business Improvement	Proposition A	Proposition C
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Assets:				
Cash and investments	\$ -	\$ 534,311	\$ 3,082,903	\$ 5,999,828
Accounts receivable	-	19,477	2,760	6,575
Taxes receivable	-	16,871	-	-
Interest receivable	-	-	-	-
Prepaid items	10,667	3,800	20,000	10,000
Due from other governments	2,718,186	-	-	-
Notes and loans receivable, net	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agent	-	-	-	-
Total assets	<u>2,728,853</u>	<u>574,459</u>	<u>3,105,663</u>	<u>6,016,403</u>
Deferred outflows of resources:				
	-	-	-	-
Total assets and deferred outflows of resources	\$ <u>2,728,853</u>	\$ <u>574,459</u>	\$ <u>3,105,663</u>	\$ <u>6,016,403</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 489,018	\$ 33,201	\$ 160,918	\$ 134,731
Accrued liabilities	-	-	-	-
Deposits payable	65,206	-	-	-
Due to other governments	-	-	-	-
Due to other funds	2,356,789	-	-	-
Total liabilities	<u>2,911,013</u>	<u>33,201</u>	<u>160,918</u>	<u>134,731</u>
Deferred inflows of resources:				
Unavailable revenue	<u>1,799,450</u>	-	-	-
Total deferred inflows of resources	<u>1,799,450</u>	-	-	-
Fund Balances:				
Restricted				
Special revenue funds	-	541,258	2,944,745	5,881,672
Capital projects funds	-	-	-	-
Debt service funds	-	-	-	-
Unassigned	(1,981,610)	-	-	-
Total fund balances	<u>(1,981,610)</u>	<u>541,258</u>	<u>2,944,745</u>	<u>5,881,672</u>
Total liabilities, deferred inflows of resources, and fund balances	\$ <u>2,728,853</u>	\$ <u>574,459</u>	\$ <u>3,105,663</u>	\$ <u>6,016,403</u>

**City of El Monte
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2021**

		Special Revenue Funds				
Supplemental Law Enforcement Safety Fund	Special Gas Tax	Transportation Development Act Fund	AB 939	Cable Television Corporation	Art in Public Places	
\$ 769,205	\$ 45,468	\$ -	\$ 1,889,999	\$ 182,056	\$ 1,884,528	
-	-	-	202,384	50,043	-	
-	-	-	797	-	-	
-	-	-	-	-	-	
107,734	-	-	-	-	-	
-	-	28,132	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
<u>876,939</u>	<u>45,468</u>	<u>28,132</u>	<u>2,093,180</u>	<u>232,099</u>	<u>1,884,528</u>	
-	-	-	-	-	-	
<u>\$ 876,939</u>	<u>\$ 45,468</u>	<u>\$ 28,132</u>	<u>\$ 2,093,180</u>	<u>\$ 232,099</u>	<u>\$ 1,884,528</u>	
\$ -	\$ 37,014	\$ 13,153	\$ 38,276	\$ -	\$ 9,434	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	21,727	-	-	-	
-	<u>37,014</u>	<u>34,880</u>	<u>38,276</u>	-	<u>9,434</u>	
-	-	<u>28,132</u>	-	-	-	
-	-	<u>28,132</u>	-	-	-	
876,939	8,454	-	2,054,904	232,099	1,875,094	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	(34,880)	-	-	-	
<u>876,939</u>	<u>8,454</u>	<u>(34,880)</u>	<u>2,054,904</u>	<u>232,099</u>	<u>1,875,094</u>	
<u>\$ 876,939</u>	<u>\$ 45,468</u>	<u>\$ 28,132</u>	<u>\$ 2,093,180</u>	<u>\$ 232,099</u>	<u>\$ 1,884,528</u>	

	Special Revenue Funds			
	Special Programs	Measure R	Traffic Safety Fund	PLHA
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Assets:				
Cash and investments	\$ 456,372	\$ 6,733,808	\$ -	\$ -
Accounts receivable	9,186	-	6,135	-
Taxes receivable	-	-	-	-
Interest receivable	-	-	-	-
Prepaid items	5,390	1,323	-	-
Due from other governments	-	-	-	796,719
Notes and loans receivable, net	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agent	-	-	-	-
Total assets	470,948	6,735,131	6,135	796,719
Deferred outflows of resources:				
	-	-	-	-
Total assets and deferred outflows of resources	\$ 470,948	\$ 6,735,131	\$ 6,135	\$ 796,719
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND				
Liabilities:				
Accounts payable	\$ 1,301	\$ 377,813	\$ -	\$ -
Accrued liabilities	-	-	-	-
Deposits payable	59,817	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	131	796,719
Total liabilities	61,118	377,813	131	796,719
Deferred inflows of resources:				
Unavailable revenue	-	-	-	796,719
Total deferred inflows of resources	-	-	-	796,719
Fund Balances:				
Restricted				
Special revenue funds	409,830	6,357,318	6,004	-
Capital projects funds	-	-	-	-
Debt service funds	-	-	-	-
Unassigned	-	-	-	(796,719)
Total fund balances	409,830	6,357,318	6,004	(796,719)
Total liabilities, deferred inflows of resources, and fund balances	\$ 470,948	\$ 6,735,131	\$ 6,135	\$ 796,719

**City of El Monte
Combining Balance Sheet
Nonmajor Governmental Funds (Continued)
June 30, 2021**

Special Revenue Funds					
MTA Call for Projects	Mountain View CFD 13-1	Road Maintenance and Rehabilitation	Measure M	Affordable Housing	Tree Mitigation & Planting Fund
\$ 504,030	\$ 52,894	\$ 3,244,870	\$ 3,432,128	\$ 122,644	\$ 119,314
-	-	394,158	-	-	-
-	384	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
182,568	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>686,598</u>	<u>53,278</u>	<u>3,639,028</u>	<u>3,432,128</u>	<u>122,644</u>	<u>119,314</u>
-	-	-	-	-	-
<u>\$ 686,598</u>	<u>\$ 53,278</u>	<u>\$ 3,639,028</u>	<u>\$ 3,432,128</u>	<u>\$ 122,644</u>	<u>\$ 119,314</u>
\$ 74,568	\$ -	\$ 79,603	\$ 117,778	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
182,567	-	-	-	-	-
-	-	-	-	-	-
<u>257,135</u>	<u>-</u>	<u>79,603</u>	<u>117,778</u>	<u>-</u>	<u>-</u>
36,909	-	-	-	-	-
<u>36,909</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
392,554	53,278	3,559,425	3,314,350	122,644	119,314
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>392,554</u>	<u>53,278</u>	<u>3,559,425</u>	<u>3,314,350</u>	<u>122,644</u>	<u>119,314</u>
<u>\$ 686,598</u>	<u>\$ 53,278</u>	<u>\$ 3,639,028</u>	<u>\$ 3,432,128</u>	<u>\$ 122,644</u>	<u>\$ 119,314</u>

	Special Revenue Funds			
	Air Quality Improvement Fund	Gateway CFD	CalHome Grant	Urban Development Action Grant
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Assets:				
Cash and investments	\$ 291,356	\$ 62,723	\$ 58,793	\$ 169,759
Accounts receivable	-	-	-	-
Taxes receivable	-	-	-	-
Interest receivable	-	-	-	-
Prepaid items	-	-	-	-
Due from other governments	38,739	-	-	-
Notes and loans receivable, net	-	-	610,173	-
Restricted assets:				
Cash and investments with fiscal ag	-	-	-	-
Total assets	<u>330,095</u>	<u>62,723</u>	<u>668,966</u>	<u>169,759</u>
Deferred outflows of resources:				
	-	-	-	-
Total assets and deferred outflows of resources	\$ <u>330,095</u>	\$ <u>62,723</u>	\$ <u>668,966</u>	\$ <u>169,759</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND				
Liabilities:				
Accounts payable	\$ 9,022	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Deposits payable	-	-	-	-
Due to other governments	-	-	610,173	77,515
Due to other funds	-	-	-	-
Total liabilities	<u>9,022</u>	<u>-</u>	<u>610,173</u>	<u>77,515</u>
Deferred inflows of resources:				
Unavailable revenue	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Restricted				
Special revenue funds	321,073	62,723	58,793	92,244
Capital projects funds	-	-	-	-
Debt service funds	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	<u>321,073</u>	<u>62,723</u>	<u>58,793</u>	<u>92,244</u>
Total liabilities, deferred inflows of resources, and fund balances	\$ <u>330,095</u>	\$ <u>62,723</u>	\$ <u>668,966</u>	\$ <u>169,759</u>

**City of El Monte
Combining Balance Sheet
Nonmajor Governmental Funds (Continued)
June 30, 2021**

		Special Revenue Funds					
Emergency Solutions Grant	Older Americans Act	Senior Citizen Program	Asset Forfeiture	Traffic Signals Impact Fee	Street Impact Fee		
\$ -	\$ -	\$ 60,949	\$ 1,742,298	\$ 698,920	\$ 1,202,157		
-	-	-	-	-	-		
-	-	-	-	-	-		
-	-	-	22,768	-	-		
776,903	3,060	25,277	-	-	-		
-	-	-	-	-	-		
-	-	-	-	-	-		
<u>776,903</u>	<u>3,060</u>	<u>86,226</u>	<u>1,765,066</u>	<u>698,920</u>	<u>1,202,157</u>		
-	-	-	-	-	-		
<u>\$ 776,903</u>	<u>\$ 3,060</u>	<u>\$ 86,226</u>	<u>\$ 1,765,066</u>	<u>\$ 698,920</u>	<u>\$ 1,202,157</u>		
\$ 708,599	\$ -	\$ 37,015	\$ 50,180	\$ 840	\$ -		
-	-	-	-	-	-		
-	-	-	2,375	200,000	-		
-	-	368	-	-	-		
68,304	1,693	-	-	-	-		
<u>776,903</u>	<u>1,693</u>	<u>37,383</u>	<u>52,555</u>	<u>200,840</u>	<u>-</u>		
-	-	-	-	-	-		
<u>725,101</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>		
<u>725,101</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>		
-	1,367	48,843	1,712,511	498,080	1,202,157		
-	-	-	-	-	-		
-	-	-	-	-	-		
(725,101)	-	-	-	-	-		
<u>(725,101)</u>	<u>1,367</u>	<u>48,843</u>	<u>1,712,511</u>	<u>498,080</u>	<u>1,202,157</u>		
<u>\$ 776,903</u>	<u>\$ 3,060</u>	<u>\$ 86,226</u>	<u>\$ 1,765,066</u>	<u>\$ 698,920</u>	<u>\$ 1,202,157</u>		

	Special Revenue Funds			
	Sewer Impact Fee	Storm Drain Impact Fee	Park Facility Impact Fee	Quimby Fee
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Assets:				
Cash and investments	\$ 1,360,522	\$ 1,180,523	\$ 58,290	\$ 141,765
Accounts receivable	-	-	-	-
Taxes receivable	-	-	-	-
Interest receivable	-	-	-	-
Prepaid items	-	-	-	-
Due from other governments	-	-	-	-
Notes and loans receivable, net	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agent	-	-	-	-
Total assets	<u>1,360,522</u>	<u>1,180,523</u>	<u>58,290</u>	<u>141,765</u>
Deferred outflows of resources:				
	-	-	-	-
Total assets and deferred outflows of resources	\$ <u>1,360,522</u>	\$ <u>1,180,523</u>	\$ <u>58,290</u>	\$ <u>141,765</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 407	\$ 8,806	\$ -	\$ 1,689
Accrued liabilities	-	-	-	-
Deposits payable	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Total liabilities	<u>407</u>	<u>8,806</u>	<u>-</u>	<u>1,689</u>
Deferred inflows of resources:				
Unavailable revenue	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Restricted				
Special revenue funds	1,360,115	1,171,717	58,290	140,076
Capital projects funds	-	-	-	-
Debt service funds	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	<u>1,360,115</u>	<u>1,171,717</u>	<u>58,290</u>	<u>140,076</u>
Total liabilities, deferred inflows of resources, and fund balances	\$ <u>1,360,522</u>	\$ <u>1,180,523</u>	\$ <u>58,290</u>	\$ <u>141,765</u>

**City of El Monte
Combining Balance Sheet
Nonmajor Governmental Funds (Continued)
June 30, 2021**

Special Revenue Funds					
Storm Drain	JAG	OTS	Beverage Recycling	Used Oil	Economic Development Corporation
\$ 465,558	\$ -	\$ -	\$ 51,113	\$ 37,334	\$ -
-	-	-	-	-	-
-	-	-	-	-	30
-	-	-	-	-	438
-	59,790	27,385	-	-	-
-	-	-	-	-	-
-	-	-	-	-	3,713,204
<u>465,558</u>	<u>59,790</u>	<u>27,385</u>	<u>51,113</u>	<u>37,334</u>	<u>3,713,672</u>
-	-	-	-	-	-
<u>\$ 465,558</u>	<u>\$ 59,790</u>	<u>\$ 27,385</u>	<u>\$ 51,113</u>	<u>\$ 37,334</u>	<u>\$ 3,713,672</u>
\$ 591,727	\$ -	\$ -	\$ 1,275	\$ 17,975	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	5,072	27,385	-	-	16,560
<u>591,727</u>	<u>5,072</u>	<u>27,385</u>	<u>1,275</u>	<u>17,975</u>	<u>16,560</u>
-	59,790	27,385	-	-	-
-	59,790	27,385	-	-	-
-	-	-	49,838	19,359	3,697,112
-	-	-	-	-	-
-	-	-	-	-	-
<u>(126,169)</u>	<u>(5,072)</u>	<u>(27,385)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(126,169)</u>	<u>(5,072)</u>	<u>(27,385)</u>	<u>49,838</u>	<u>19,359</u>	<u>3,697,112</u>
<u>\$ 465,558</u>	<u>\$ 59,790</u>	<u>\$ 27,385</u>	<u>\$ 51,113</u>	<u>\$ 37,334</u>	<u>\$ 3,713,672</u>

	Special Revenue Fund	Debt Service Funds	
	El Monte Housing Authority	2010 Lease Revenue Bonds	2020 Lease Revenue Bonds
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Assets:			
Cash and investments	\$ 66	\$ 1,000	\$ -
Accounts receivable	-	-	-
Taxes receivable	-	-	-
Interest receivable	-	-	-
Prepaid items	-	-	-
Due from other governments	-	-	-
Notes and loans receivable, net	-	-	-
Restricted assets:			
Cash and investments with fiscal agent	-	1,570,754	806,465
Total assets	<u>66</u>	<u>1,571,754</u>	<u>806,465</u>
Deferred outflows of resources:	-	-	-
Total assets and deferred outflows of resources	\$ <u>66</u>	\$ <u>1,571,754</u>	\$ <u>806,465</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ 629	\$ -
Accrued liabilities	-	-	-
Deposits payable	-	-	-
Due to other governments	-	-	-
Due to other funds	-	244,242	-
Total liabilities	<u>-</u>	<u>244,871</u>	<u>-</u>
Deferred inflows of resources:			
Unavailable revenue	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:			
Restricted			
Special revenue funds	66	-	-
Capital projects funds	-	-	-
Debt service funds	-	1,326,883	806,465
Unassigned	-	-	-
Total fund balances	<u>66</u>	<u>1,326,883</u>	<u>806,465</u>
Total liabilities, deferred inflows of resources, and fund balances	\$ <u>66</u>	\$ <u>1,571,754</u>	\$ <u>806,465</u>

City of El Monte
Combining Balance Sheet
Nonmajor Governmental Funds (Continued)
June 30, 2021

	<u>Capital Projects Fund</u>		<u>Total</u>
\$	-	\$	36,637,484
	-		690,718
	-		18,052
	-		30
	-		182,120
	-		4,656,759
	-		610,173
	<u>-</u>		<u>6,090,423</u>
	<u>-</u>		<u>48,885,759</u>
	<u>-</u>		<u>-</u>
\$	<u>-</u>	\$	<u>48,885,759</u>
\$	-	\$	2,994,972
	-		-
	-		327,398
	-		870,623
	<u>895,185</u>		<u>4,433,807</u>
	<u>895,185</u>		<u>8,626,800</u>
	<u>-</u>		<u>3,473,486</u>
	<u>-</u>		<u>3,473,486</u>
	<u>-</u>		<u>39,244,246</u>
	<u>-</u>		<u>-</u>
	<u>-</u>		<u>2,133,348</u>
	<u>(895,185)</u>		<u>(4,592,121)</u>
	<u>(895,185)</u>		<u>36,785,473</u>
\$	<u>-</u>	\$	<u>48,885,759</u>

	Special Revenue Funds				
	Miscellaneous Grants	Parking and Business Improvement		Proposition A	Proposition C
Revenues					
Taxes	\$ -	\$ 185,311	\$ 2,358,158	\$ 1,956,007	
Intergovernmental	1,980,321	-	1,266	14,510	
Charges for services	-	3,286	292,461	786	
Fines and forfeitures	-	-	-	-	
Use of money and property	-	-	16,810	35,991	
Miscellaneous	49,324	31,322	133,880	-	
Total revenues	<u>2,029,645</u>	<u>219,919</u>	<u>2,802,575</u>	<u>2,007,294</u>	
Expenditures					
Current:					
General government	-	183,874	-	-	
Parks and recreation	21,576	5,780	-	-	
Economic development	146,723	-	-	-	
Public works	63,684	66,100	2,386,737	1,673,148	
Public safety	1,176	-	-	-	
Capital outlay	1,022,541	54,807	54,402	1,356,240	
Debt service:					
Principal retirement	-	-	-	-	
Interest and fiscal charges	-	-	-	-	
Total expenditures	<u>1,255,700</u>	<u>310,561</u>	<u>2,441,139</u>	<u>3,029,388</u>	
Excess (deficiency) of revenues over expenditures	<u>773,945</u>	<u>(90,642)</u>	<u>361,436</u>	<u>(1,022,094)</u>	
Other financing sources (uses)					
Transfers in	-	-	-	-	
Transfers out	-	-	-	-	
Net other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Change in fund balance	773,945	(90,642)	361,436	(1,022,094)	
Fund balance, beginning of year	(2,755,555)	631,900	2,583,309	6,903,766	
Fund balance, end of year	<u>\$ (1,981,610)</u>	<u>\$ 541,258</u>	<u>\$ 2,944,745</u>	<u>\$ 5,881,672</u>	

City of El Monte
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year ended June 30, 2021

Special Revenue Funds					
Supplemental Law Enforcement Safety Fund	Special Gas Tax	Transportation Development Act Fund	AB 939	Cable Television Corporation	Art in Public Places
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
296,988	2,525,203	184,342	-	-	-
-	-	-	935,891	-	-
-	-	-	-	-	-
5,130	2,820	-	-	-	3,316
-	-	-	-	202,424	134,363
<u>302,118</u>	<u>2,528,023</u>	<u>184,342</u>	<u>935,891</u>	<u>202,424</u>	<u>137,679</u>
-	-	-	-	121,298	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	598,824	-	4,500
179,895	-	-	-	-	-
414,338	144,789	141,841	-	-	275,560
-	-	-	-	-	-
-	-	-	-	-	-
<u>594,233</u>	<u>144,789</u>	<u>141,841</u>	<u>598,824</u>	<u>121,298</u>	<u>280,060</u>
<u>(292,115)</u>	<u>2,383,234</u>	<u>42,501</u>	<u>337,067</u>	<u>81,126</u>	<u>(142,381)</u>
-	-	-	-	-	-
-	(2,900,000)	-	-	-	-
-	(2,900,000)	-	-	-	-
(292,115)	(516,766)	42,501	337,067	81,126	(142,381)
1,169,054	525,220	(77,381)	1,717,837	150,973	2,017,475
<u>\$ 876,939</u>	<u>\$ 8,454</u>	<u>\$ (34,880)</u>	<u>\$ 2,054,904</u>	<u>\$ 232,099</u>	<u>\$ 1,875,094</u>

	Special Revenue Funds			
	Special Programs	Measure R	Traffic Safety Fund	PLHA Grant
Revenues				
Taxes	\$ -	\$ 1,469,038	\$ -	\$ -
Intergovernmental	23,630	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	68,253	-
Use of money and property	43,614	31,950	-	-
Miscellaneous	47,254	-	-	-
Total revenues	<u>114,498</u>	<u>1,500,988</u>	<u>68,253</u>	<u>-</u>
Expenditures				
Current:				
General government	-	-	-	-
Parks and recreation	51,204	-	-	-
Economic development	-	-	-	142,779
Public works	-	795,138	-	-
Public safety	46,462	-	-	-
Capital outlay	-	1,284,253	-	653,940
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	<u>97,666</u>	<u>2,079,391</u>	<u>-</u>	<u>796,719</u>
Excess (deficiency) of revenues over expenditures	<u>16,832</u>	<u>(578,403)</u>	<u>68,253</u>	<u>(796,719)</u>
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	(62,249)	-
Net other financing sources	<u>-</u>	<u>-</u>	<u>(62,249)</u>	<u>-</u>
Change in fund balance	16,832	(578,403)	6,004	(796,719)
Fund balance, beginning of year	392,998	6,935,721	-	-
Fund balance, end of year	<u>\$ 409,830</u>	<u>\$ 6,357,318</u>	<u>\$ 6,004</u>	<u>\$ (796,719)</u>

City of El Monte
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
Year ended June 30, 2021

Special Revenue Funds					
MTA Call for Projects	Mountain View CFD 13-1	Road Maintenance and Rehabilitation	Measure M	Affordable Housing	Tree Mitigation & Planting Fund
\$ -	\$ 8,658	\$ -	\$ 1,664,474	\$ -	\$ -
1,223,976	-	2,162,984	-	-	-
-	-	-	-	-	-
-	-	-	-	-	10,068
10	260	15,430	17,100	-	-
-	-	-	-	-	-
<u>1,223,986</u>	<u>8,918</u>	<u>2,178,414</u>	<u>1,681,574</u>	<u>-</u>	<u>10,068</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
60	-	-	837,488	-	-
-	-	-	-	-	-
942,775	-	1,930,518	304,313	-	75
-	-	-	-	-	-
-	-	-	-	-	-
<u>942,835</u>	<u>-</u>	<u>1,930,518</u>	<u>1,141,801</u>	<u>-</u>	<u>75</u>
<u>281,151</u>	<u>8,918</u>	<u>247,896</u>	<u>539,773</u>	<u>-</u>	<u>9,993</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
281,151	8,918	247,896	539,773	-	9,993
111,403	44,360	3,311,529	2,774,577	122,644	109,321
<u>\$ 392,554</u>	<u>\$ 53,278</u>	<u>\$ 3,559,425</u>	<u>\$ 3,314,350</u>	<u>\$ 122,644</u>	<u>\$ 119,314</u>

	Special Revenue Funds			
	Air Quality Improvement Fund	Measure A	Gateway CFD	Federal Stimulus Grant
Revenues				
Taxes	\$ -	\$ -	\$ 9,872	\$ -
Intergovernmental	152,352	232,602	-	1,440,602
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	1,270	-	309	1,230
Miscellaneous	-	-	-	-
Total revenues	<u>153,622</u>	<u>232,602</u>	<u>10,181</u>	<u>1,441,832</u>
Expenditures				
Current:				
General government	-	-	-	-
Parks and recreation	-	-	-	-
Economic development	-	-	-	-
Public works	65,659	-	-	-
Public safety	-	-	-	715,609
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	<u>65,659</u>	<u>-</u>	<u>-</u>	<u>715,609</u>
Excess (deficiency) of revenues over expenditures	<u>87,963</u>	<u>232,602</u>	<u>10,181</u>	<u>726,223</u>
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Net other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	87,963	232,602	10,181	726,223
Fund balance, beginning of year	233,110	(232,602)	52,542	(726,223)
Fund balance, end of year	<u>\$ 321,073</u>	<u>\$ -</u>	<u>\$ 62,723</u>	<u>\$ -</u>

City of El Monte
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
Year ended June 30, 2021

Special Revenue Funds					
CalHome Grant	Urban Development Action Grant	Emergency Solutions Grant	Older Americans Act	Senior Citizen Program	Asset Forfeiture
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	350,908	49,613	284,146	642,227
-	-	-	-	-	-
-	-	-	-	-	-
170	920	-	-	370	11,140
58,000	-	-	-	11,811	-
<u>58,170</u>	<u>920</u>	<u>350,908</u>	<u>49,613</u>	<u>296,327</u>	<u>653,367</u>
-	-	-	-	-	-
-	-	-	70,202	340,620	-
-	-	785,442	-	-	-
-	-	-	-	-	-
-	-	-	-	-	801,671
-	-	273,548	-	-	402,001
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>1,058,990</u>	<u>70,202</u>	<u>340,620</u>	<u>1,203,672</u>
<u>58,170</u>	<u>920</u>	<u>(708,082)</u>	<u>(20,589)</u>	<u>(44,293)</u>	<u>(550,305)</u>
-	-	-	20,589	44,293	-
-	-	-	-	-	-
-	-	-	20,589	44,293	-
58,170	920	(708,082)	-	-	(550,305)
623	91,324	(17,019)	1,367	48,843	2,262,816
<u>\$ 58,793</u>	<u>\$ 92,244</u>	<u>\$ (725,101)</u>	<u>\$ 1,367</u>	<u>\$ 48,843</u>	<u>\$ 1,712,511</u>

Special Revenue Funds				
	Traffic Signals Impact Fee	Street Impact Fee	Sewer Impact Fee	Storm Drain Impact Fee
Revenues				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	3,908	7,981	6,920	7,815
Miscellaneous	12,158	105,774	184,562	111,225
Total revenues	<u>16,066</u>	<u>113,755</u>	<u>191,482</u>	<u>119,040</u>
Expenditures				
Current:				
General government	-	-	-	-
Parks and recreation	-	-	-	-
Economic development	-	-	-	-
Public works	-	-	-	-
Public safety	-	-	-	-
Capital outlay	4,100	-	2,962	138,806
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	<u>4,100</u>	<u>-</u>	<u>2,962</u>	<u>138,806</u>
Excess (deficiency) of revenues over expenditures	<u>11,966</u>	<u>113,755</u>	<u>188,520</u>	<u>(19,766)</u>
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Net other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	11,966	113,755	188,520	(19,766)
Fund balance, beginning of year	486,114	1,088,402	1,171,595	1,191,483
Fund balance, end of year	<u>\$ 498,080</u>	<u>\$ 1,202,157</u>	<u>\$ 1,360,115</u>	<u>\$ 1,171,717</u>

City of El Monte
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
Year ended June 30, 2021

Special Revenue Funds						
Park Facility Impact Fee	Quimby Fee	Storm Drain	JAG	OTS	Homeland Security	
\$ -	\$ -	\$ 1,061,623	\$ -	\$ -	\$ -	
-	-	-	2,970	136,611	139,561	
-	-	-	-	-	-	
-	-	-	-	-	-	
320	17,274	1,052	10	-	-	
-	314,499	3,199	-	-	-	
<u>320</u>	<u>331,773</u>	<u>1,065,874</u>	<u>2,980</u>	<u>136,611</u>	<u>139,561</u>	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	11,134	779,614	-	-	-	
-	-	-	25,246	146,370	-	
-	2,684,162	412,429	-	-	62,000	
-	-	-	-	-	-	
-	-	-	-	-	-	
<u>-</u>	<u>2,695,296</u>	<u>1,192,043</u>	<u>25,246</u>	<u>146,370</u>	<u>62,000</u>	
<u>320</u>	<u>(2,363,523)</u>	<u>(126,169)</u>	<u>(22,266)</u>	<u>(9,759)</u>	<u>77,561</u>	
-	-	-	-	-	-	
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
320	(2,363,523)	(126,169)	(22,266)	(9,759)	77,561	
57,970	2,503,599	-	17,194	(17,626)	(77,561)	
<u>\$ 58,290</u>	<u>\$ 140,076</u>	<u>\$ (126,169)</u>	<u>\$ (5,072)</u>	<u>\$ (27,385)</u>	<u>\$ -</u>	

	Special Revenue Funds			
	Beverage Recycling	Used Oil	Economic Development Corporation	El Monte Housing Authority
Revenues				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	80,985	50,658	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	260	230	482	-
Miscellaneous	-	-	-	-
Total revenues	<u>81,245</u>	<u>50,888</u>	<u>482</u>	<u>-</u>
Expenditures				
Current:				
General government	-	-	40,191	-
Parks and recreation	-	-	-	-
Economic development	-	-	-	-
Public works	31,407	31,529	-	-
Public safety	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	<u>31,407</u>	<u>31,529</u>	<u>40,191</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>49,838</u>	<u>19,359</u>	<u>(39,709)</u>	<u>-</u>
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Net other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	49,838	19,359	(39,709)	-
Fund balance, beginning of year	-	-	3,736,821	66
Fund balance, end of year	<u>\$ 49,838</u>	<u>\$ 19,359</u>	<u>\$ 3,697,112</u>	<u>\$ 66</u>

City of El Monte
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
Year ended June 30, 2021

Debt Service Funds			
2010	2020	Capital	
Lease Revenue	Lease Revenue	Projects	Totals
Bonds	Bonds	Fund	
\$ -	\$ -	\$ -	\$ 8,713,141
592,733	-	-	12,569,188
-	-	-	1,232,424
-	-	-	78,321
1,284,554	999	-	1,519,645
-	-	-	1,399,795
<u>1,877,287</u>	<u>999</u>	<u>-</u>	<u>25,512,514</u>
-	-	-	345,363
-	-	5,426	494,808
-	-	-	1,074,944
-	-	-	7,345,022
-	-	-	1,916,429
-	-	1,714,448	14,274,848
455,000	-	-	455,000
<u>1,419,243</u>	<u>754,468</u>	<u>-</u>	<u>2,173,711</u>
<u>1,874,243</u>	<u>754,468</u>	<u>1,719,874</u>	<u>28,080,125</u>
<u>3,044</u>	<u>(753,469)</u>	<u>(1,719,874)</u>	<u>(2,567,611)</u>
-	-	-	64,882
<u>-</u>	<u>(31,997)</u>	<u>-</u>	<u>(2,994,246)</u>
<u>-</u>	<u>(31,997)</u>	<u>-</u>	<u>(2,929,364)</u>
3,044	(785,466)	(1,719,874)	(5,496,975)
1,323,839	1,591,931	824,689	42,282,448
<u>\$ 1,326,883</u>	<u>\$ 806,465</u>	<u>\$ (895,185)</u>	<u>\$ 36,785,473</u>

City of El Monte
Budgetary Comparison Schedule
Miscellaneous Grants Fund
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 9,483,023	\$ 9,976,023	\$ 1,980,321	\$ (7,995,702)
Use of money and property	84,450	84,450	-	(84,450)
Miscellaneous	42,055	49,055	49,324	269
Total revenues	<u>9,609,528</u>	<u>10,109,528</u>	<u>2,029,645</u>	<u>(8,079,883)</u>
Expenditures				
Current:				
Parks and recreation	-	7,000	21,576	(14,576)
Economic development	293,200	610,888	146,723	464,165
Public works	-	-	63,684	(63,684)
Public safety	182,485	182,485	1,176	181,309
Capital outlay	10,486,946	10,662,458	1,022,541	9,639,917
Total expenditures	<u>10,962,631</u>	<u>11,462,831</u>	<u>1,255,700</u>	<u>10,207,131</u>
Change in fund balance	(1,353,103)	(1,353,303)	773,945	2,127,248
Fund balances, beginning of year	(2,755,555)	(2,755,555)	(2,755,555)	-
Fund balances, end of year	<u>\$ (4,108,658)</u>	<u>\$ (4,108,858)</u>	<u>\$ (1,981,610)</u>	<u>\$ 2,127,248</u>

City of El Monte
Budgetary Comparison Schedule
Parking and Business Improvement
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	\$ 220,000	\$ 220,000	\$ 185,311	\$ (34,689)
Licenses and permits	-	-	-	-
Charges for services	25,000	25,000	3,286	(21,714)
Use of money and property	-	-	-	-
Miscellaneous	4,000	4,000	31,322	27,322
Total revenues	<u>249,000</u>	<u>249,000</u>	<u>219,919</u>	<u>(29,081)</u>
Expenditures				
Current:				
General government	133,900	159,900	183,874	(23,974)
Parks and recreation	-	2,850	5,780	(2,930)
Public works	81,400	65,200	66,100	(900)
Capital outlay	423,000	411,150	54,807	356,343
Total expenditures	<u>638,300</u>	<u>639,100</u>	<u>310,561</u>	<u>328,539</u>
Change in fund balance	(389,300)	(390,100)	(90,642)	299,458
Fund balances, beginning of year	631,900	631,900	631,900	-
Fund balances, end of year	<u>\$ 242,600</u>	<u>\$ 241,800</u>	<u>\$ 541,258</u>	<u>\$ 299,458</u>

City of El Monte
Budgetary Comparison Schedule
Proposition A
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	\$ 2,112,322	\$ 2,112,322	\$ 2,358,158	\$ 245,836
Intergovernmental	48,000	48,000	1,266	(46,734)
Charges for services	150,000	150,000	292,461	142,461
Use of money and property	15,000	15,000	16,810	1,810
Miscellaneous	7,500	7,500	133,880	126,380
Total revenues	<u>2,332,822</u>	<u>2,332,822</u>	<u>2,802,575</u>	<u>469,753</u>
Expenditures				
Current:				
Public works	3,242,900	3,256,112	2,386,737	869,375
Capital outlay	101,814	102,502	54,402	48,100
Total expenditures	<u>3,344,714</u>	<u>3,358,614</u>	<u>2,441,139</u>	<u>917,475</u>
Change in fund balance	(1,011,892)	(1,025,792)	361,436	1,387,228
Fund balances, beginning of year	<u>2,583,309</u>	<u>2,583,309</u>	<u>2,583,309</u>	-
Fund balances, end of year	<u>\$ 1,571,417</u>	<u>\$ 1,557,517</u>	<u>\$ 2,944,745</u>	<u>\$ 1,387,228</u>

**City of El Monte
Budgetary Comparison Schedule
Proposition C
Year ended June 30, 2021**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	\$ 1,752,116	\$ 1,752,116	\$ 1,956,007	\$ 203,891
Intergovernmental	7,800	7,800	14,510	6,710
Charges for services	-	-	786	786
Use of money and property	40,000	40,000	35,991	(4,009)
Total revenues	<u>1,799,916</u>	<u>1,799,916</u>	<u>2,007,294</u>	<u>207,378</u>
Expenditures				
Current:				
Public works	2,540,950	2,587,367	1,673,148	914,219
Capital outlay	2,848,797	2,826,580	1,356,240	1,470,340
Total expenditures	<u>5,389,747</u>	<u>5,413,947</u>	<u>3,029,388</u>	<u>2,384,559</u>
Change in fund balance	(3,589,831)	(3,614,031)	(1,022,094)	2,591,937
Fund balances, beginning of year	6,903,766	6,903,766	6,903,766	-
Fund balances, end of year	\$ <u>3,313,935</u>	\$ <u>3,289,735</u>	\$ <u>5,881,672</u>	\$ <u>2,591,937</u>

City of El Monte
Budgetary Comparison Schedule
Supplemental Law Enforcement Safety
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 280,000	\$ 280,000	\$ 296,988	\$ 16,988
Use of money and property	15,000	15,000	5,130	(9,870)
Total revenues	<u>295,000</u>	<u>295,000</u>	<u>302,118</u>	<u>7,118</u>
Expenditures				
Current:				
Public safety	142,000	142,000	179,895	(37,895)
Capital outlay	840,000	840,000	414,338	425,662
Total expenditures	<u>982,000</u>	<u>982,000</u>	<u>594,233</u>	<u>387,767</u>
Change in fund balance	(687,000)	(687,000)	(292,115)	394,885
Fund balances, beginning of year	<u>1,169,054</u>	<u>1,169,054</u>	<u>1,169,054</u>	<u>-</u>
Fund balances, end of year	\$ <u>482,054</u>	\$ <u>482,054</u>	\$ <u>876,939</u>	\$ <u>394,885</u>

City of El Monte
Budgetary Comparison Schedule
Special Gas Tax
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 2,909,789	\$ 2,909,789	\$ 2,525,203	\$ (384,586)
Use of money and property	-	-	2,820	2,820
Total revenues	<u>2,909,789</u>	<u>2,909,789</u>	<u>2,528,023</u>	<u>(381,766)</u>
Expenditures				
Capital outlay	400,000	400,000	144,789	255,211
Total expenditures	<u>400,000</u>	<u>400,000</u>	<u>144,789</u>	<u>255,211</u>
Excess (deficiency) of revenues over expenditures	<u>2,509,789</u>	<u>2,509,789</u>	<u>2,383,234</u>	<u>(126,555)</u>
Other financing sources (uses)				
Transfers out	<u>(2,909,000)</u>	<u>(2,909,000)</u>	<u>(2,900,000)</u>	<u>9,000</u>
Change in fund balance	(399,211)	(399,211)	(516,766)	(117,555)
Fund balances, beginning of year	525,220	525,220	525,220	-
Fund balances, end of year	<u>\$ 126,009</u>	<u>\$ 126,009</u>	<u>\$ 8,454</u>	<u>\$ (117,555)</u>

**City of El Monte
Budgetary Comparison Schedule
Transportation Development Act Fund
Year ended June 30, 2021**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$	\$	\$ 184,342	\$ 184,342
Miscellaneous	65,316	65,316	-	(65,316)
Total revenues	<u>65,316</u>	<u>65,316</u>	<u>184,342</u>	<u>119,026</u>
Expenditures				
Capital outlay	198,470	198,470	141,841	56,629
Total expenditures	<u>198,470</u>	<u>198,470</u>	<u>141,841</u>	<u>56,629</u>
Change in fund balance	(133,154)	(133,154)	42,501	175,655
Fund balances, beginning of year	<u>(77,381)</u>	<u>(77,381)</u>	<u>(77,381)</u>	<u>-</u>
Fund balances, end of year	<u>\$ (210,535)</u>	<u>\$ (210,535)</u>	<u>\$ (34,880)</u>	<u>\$ 175,655</u>

City of El Monte
Budgetary Comparison Schedule
AB 939
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Charges for services	\$ 790,150	\$ 790,150	\$ 935,891	\$ 145,741
Total revenues	<u>790,150</u>	<u>790,150</u>	<u>935,891</u>	<u>145,741</u>
Expenditures				
Current:				
Public works	1,024,833	1,035,733	598,824	436,909
Total expenditures	<u>1,024,833</u>	<u>1,035,733</u>	<u>598,824</u>	<u>436,909</u>
Change in fund balance	(234,683)	(245,583)	337,067	582,650
Fund balances, beginning of year	<u>1,717,837</u>	<u>1,717,837</u>	<u>1,717,837</u>	<u>-</u>
Fund balances, end of year	<u>\$ 1,483,154</u>	<u>\$ 1,472,254</u>	<u>\$ 2,054,904</u>	<u>\$ 582,650</u>

**City of El Monte
Budgetary Comparison Schedule
Cable Television Corporation
Year ended June 30, 2021**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Miscellaneous	\$ 180,000	\$ 180,000	\$ 202,424	\$ 22,424
Total revenues	<u>180,000</u>	<u>180,000</u>	<u>202,424</u>	<u>22,424</u>
Expenditures				
Current:				
General government	141,600	171,000	121,298	49,702
Total expenditures	<u>141,600</u>	<u>171,000</u>	<u>121,298</u>	<u>49,702</u>
Change in fund balance	38,400	9,000	81,126	72,126
Fund balances, beginning of year	150,973	150,973	150,973	-
Fund balances, end of year	<u>\$ 189,373</u>	<u>\$ 159,973</u>	<u>\$ 232,099</u>	<u>\$ 72,126</u>

City of El Monte
Budgetary Comparison Schedule
Art in Public Places
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	\$ 20,000	\$ 20,000	\$ 3,316	\$ (16,684)
Miscellaneous	100,000	100,000	134,363	34,363
Total revenues	<u>120,000</u>	<u>120,000</u>	<u>137,679</u>	<u>17,679</u>
Expenditures				
Current:				
Public works	-	4,500	4,500	-
Capital outlay	1,100,000	1,095,500	275,560	819,940
Total expenditures	<u>1,100,000</u>	<u>1,100,000</u>	<u>280,060</u>	<u>819,940</u>
Change in fund balance	(980,000)	(980,000)	(142,381)	837,619
Fund balances, beginning of year	<u>2,017,475</u>	<u>2,017,475</u>	<u>2,017,475</u>	<u>-</u>
Fund balances, end of year	<u>\$ 1,037,475</u>	<u>\$ 1,037,475</u>	<u>\$ 1,875,094</u>	<u>\$ 837,619</u>

**City of El Monte
Budgetary Comparison Schedule
Special Programs
Year ended June 30, 2021**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 42,000	\$ 42,000	\$ 23,630	\$ (18,370)
Use of money and property	40,000	40,000	43,614	3,614
Miscellaneous	72,000	72,000	47,254	(24,746)
Total revenues	<u>154,000</u>	<u>154,000</u>	<u>114,498</u>	<u>(39,502)</u>
Expenditures				
Current:				
Parks and recreation	212,000	220,000	51,204	168,796
Public safety	42,000	42,000	46,462	(4,462)
Capital outlay	100,000	100,000	-	100,000
Total expenditures	<u>354,000</u>	<u>362,000</u>	<u>97,666</u>	<u>264,334</u>
Change in fund balance	(200,000)	(208,000)	16,832	224,832
Fund balances, beginning of year	392,998	392,998	392,998	-
Fund balances, end of year	<u>\$ 192,998</u>	<u>\$ 184,998</u>	<u>\$ 409,830</u>	<u>\$ 224,832</u>

City of El Monte
Budgetary Comparison Schedule
Measure R
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	\$ 1,314,087	\$ 1,314,087	\$ 1,469,038	\$ 154,951
Use of money and property	45,000	45,000	31,950	(13,050)
Total revenues	<u>1,359,087</u>	<u>1,359,087</u>	<u>1,500,988</u>	<u>141,901</u>
Expenditures				
Current:				
Public works	903,750	1,156,652	795,138	361,514
Capital outlay	6,044,200	6,060,198	1,284,253	4,775,945
Total expenditures	<u>6,947,950</u>	<u>7,216,850</u>	<u>2,079,391</u>	<u>5,137,459</u>
Change in fund balance	(5,588,863)	(5,857,763)	(578,403)	(5,279,360)
Fund balances, beginning of year	6,935,721	6,935,721	6,935,721	-
Fund balances, end of year	<u>\$ 1,346,858</u>	<u>\$ 1,077,958</u>	<u>\$ 6,357,318</u>	<u>\$ (5,279,360)</u>

City of El Monte
Budgetary Comparison Schedule
Traffic Safety Fund
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Fines and forfeitures	\$ 150,000	\$ 150,000	\$ 68,253	\$ (81,747)
Total revenues	<u>150,000</u>	<u>150,000</u>	<u>68,253</u>	<u>(81,747)</u>
Expenditures				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	150,000	150,000	68,253	(81,747)
Other financing sources (uses)				
Transfers in (out)	<u>150,000</u>	<u>150,000</u>	<u>(62,249)</u>	<u>(212,249)</u>
Change in fund balance	300,000	300,000	6,004	(293,996)
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	<u>\$ 300,000</u>	<u>\$ 300,000</u>	<u>\$ 6,004</u>	<u>\$ (293,996)</u>

City of El Monte
Budgetary Comparison Schedule
PLHA Grant Fund
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ -	\$ 850,000	\$ -	\$ (850,000)
Total revenues	-	850,000	-	(850,000)
Expenditures				
Current:				
Economic development	-	50,000	142,779	(92,779)
Capital outlay	-	800,000	653,940	146,060
Total expenditures	-	850,000	796,719	53,281
Change in fund balance	-	-	(796,719)	(796,719)
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ (796,719)	\$ (796,719)

City of El Monte
Budgetary Comparison Schedule
MTA Call for Projects
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ -	\$ -	\$ 1,223,976	1,223,976
Use of money and property	2,250,803	2,250,803	10	\$ (2,250,793)
Total revenues	2,250,803	2,250,803	1,223,986	(1,026,817)
Expenditures				
Current:				
Public works	8,100	8,100	60	8,040
Capital outlay	2,242,703	2,242,703	942,775	1,299,928
Total expenditures	2,250,803	2,250,803	942,835	1,307,968
Change in fund balance	-	-	281,151	281,151
Fund balances, beginning of year	111,403	111,403	111,403	-
Fund balances, end of year	\$ 111,403	\$ 111,403	\$ 392,554	\$ 281,151

City of El Monte
Budgetary Comparison Schedule
Mountain View CFD 13-1
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	\$ 8,000	\$ 8,000	\$ 8,658	\$ 658
Use of money and property	300	300	260	(40)
Total revenues	8,300	8,300	8,918	618
Expenditures				
Current:				
Public works	8,300	8,300	-	8,300
Total expenditures	8,300	8,300	-	8,300
Change in fund balance	-	-	8,918	8,918
Fund balances, beginning of year	44,360	44,360	44,360	-
Fund balances, end of year	\$ 44,360	\$ 44,360	\$ 53,278	\$ 8,918

**City of El Monte
Budgetary Comparison Schedule
Road Maintenance and Rehabilitation
Year ended June 30, 2021**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 2,213,613	\$ 2,213,613	\$ 2,162,984	\$ (50,629)
Use of money and property	30,000	30,000	15,430	(14,570)
Total revenues	<u>2,243,613</u>	<u>2,243,613</u>	<u>2,178,414</u>	<u>(65,199)</u>
Expenditures				
Capital outlay	5,796,800	5,796,800	1,930,518	3,866,282
Total expenditures	<u>5,796,800</u>	<u>5,796,800</u>	<u>1,930,518</u>	<u>3,866,282</u>
Change in fund balance	(3,553,187)	(3,553,187)	247,896	3,801,083
Fund balances, beginning of year	3,311,529	3,311,529	3,311,529	-
Fund balances, end of year	<u>\$ (241,658)</u>	<u>\$ (241,658)</u>	<u>\$ 3,559,425</u>	<u>\$ 3,801,083</u>

City of El Monte
Budgetary Comparison Schedule
Measure M
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	\$ 1,489,298	\$ 1,489,298	\$ 1,664,474	\$ 175,176
Use of money and property	10,000	10,000	17,100	7,100
Total revenues	<u>1,499,298</u>	<u>1,499,298</u>	<u>1,681,574</u>	<u>182,276</u>
Expenditures				
Current:				
Public works	1,221,100	1,311,000	837,488	473,512
Capital outlay	6,613,938	6,622,938	304,313	6,318,625
Total expenditures	<u>7,835,038</u>	<u>7,933,938</u>	<u>1,141,801</u>	<u>6,792,137</u>
Change in fund balance	(6,335,740)	(6,434,640)	539,773	6,974,413
Fund balances, beginning of year	<u>2,774,577</u>	<u>2,774,577</u>	<u>2,774,577</u>	<u>-</u>
Fund balances, end of year	<u>\$ (3,561,163)</u>	<u>\$ (3,660,063)</u>	<u>\$ 3,314,350</u>	<u>\$ 6,974,413</u>

**City of El Monte
 Budgetary Comparison Schedule
 Affordable Housing
 Year ended June 30, 2021**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Total revenues	\$ -	\$ -	\$ -	\$ -
Expenditures				
Total expenditures	-	-	-	-
Change in fund balance	-	-	-	-
Fund balances, beginning of year	122,644	122,644	122,644	-
Fund balances, end of year	\$ 122,644	\$ 122,644	\$ 122,644	\$ -

**City of El Monte
Budgetary Comparison Schedule
Tree Mitigation and Planting Fund
Year ended June 30, 2021**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Fines and forfeitures	\$ 6,600	\$ 6,600	\$ 10,068	\$ 3,468
Total revenues	6,600	6,600	10,068	3,468
Expenditures				
Current:				
Economic development	6,600	6,600	-	6,600
Capital outlay	-	-	75	(75)
Total expenditures	6,600	6,600	75	6,525
Change in fund balance	-	-	9,993	9,993
Fund balances, beginning of year	109,321	109,321	109,321	-
Fund balances, end of year	\$ 109,321	\$ 109,321	\$ 119,314	\$ 9,993

City of El Monte
Budgetary Comparison Schedule
Air Quality Improvement Fund
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 146,000	\$ 146,000	\$ 152,352	\$ 6,352
Use of money and property	1,000	1,000	1,270	270
Total revenues	<u>147,000</u>	<u>147,000</u>	<u>153,622</u>	<u>6,622</u>
Expenditures				
Current:				
Public works	114,300	114,300	65,659	48,641
Capital outlay	100,000	100,000	-	100,000
Total expenditures	<u>214,300</u>	<u>214,300</u>	<u>65,659</u>	<u>148,641</u>
Change in fund balance	(67,300)	(67,300)	87,963	155,263
Fund balances, beginning of year	<u>233,110</u>	<u>233,110</u>	<u>233,110</u>	-
Fund balances, end of year	<u>\$ 165,810</u>	<u>\$ 165,810</u>	<u>\$ 321,073</u>	<u>\$ 155,263</u>

City of El Monte
Budgetary Comparison Schedule
Measure A Fund
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ -	\$ -	\$ 232,602	\$ 232,602
Total revenues	<u>-</u>	<u>-</u>	<u>232,602</u>	<u>232,602</u>
Expenditures				
Current:				
Public works	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	-	-	232,602	232,602
Fund balances, beginning of year	<u>(232,602)</u>	<u>(232,602)</u>	<u>(232,602)</u>	<u>-</u>
Fund balances, end of year	<u>\$ (232,602)</u>	<u>\$ (232,602)</u>	<u>\$ -</u>	<u>\$ 232,602</u>

City of El Monte
Budgetary Comparison Schedule
Gateway CFD
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	\$ 13,600	\$ 13,600	\$ 9,872	\$ (3,728)
Use of money and property	400	400	309	(91)
Total revenues	<u>14,000</u>	<u>14,000</u>	<u>10,181</u>	<u>(3,819)</u>
Expenditures				
Current:				
Public works	11,000	11,000	-	11,000
Total expenditures	<u>11,000</u>	<u>11,000</u>	<u>-</u>	<u>11,000</u>
Change in fund balance	3,000	3,000	10,181	7,181
Fund balances, beginning of year	52,542	52,542	52,542	-
Fund balances, end of year	<u>\$ 55,542</u>	<u>\$ 55,542</u>	<u>\$ 62,723</u>	<u>\$ 7,181</u>

City of El Monte
Budgetary Comparison Schedule
Federal Stimulus Grant
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ -	\$ 1,440,602	\$ 1,440,602	\$ -
Use of money and property			1,230	1,230
Total revenues	<u>-</u>	<u>1,440,602</u>	<u>1,441,832</u>	<u>1,230</u>
Expenditures				
Current:				
Public safety	-	1,420,352	715,609	704,743
Capital outlay	-	20,350	-	20,350
Total expenditures	<u>-</u>	<u>1,440,702</u>	<u>715,609</u>	<u>725,093</u>
Change in fund balance	-	(100)	726,223	726,323
Fund balances, beginning of year	<u>(726,223)</u>	<u>(726,223)</u>	<u>(726,223)</u>	<u>-</u>
Fund balances, end of year	<u>\$ (726,223)</u>	<u>\$ (726,323)</u>	<u>\$ -</u>	<u>\$ 726,323</u>

City of El Monte
Budgetary Comparison Schedule
CalHome Grant
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	\$ -	\$ -	\$ 170	\$ 170
Miscellaneous	-	-	58,000	58,000
Total revenues	<u>-</u>	<u>-</u>	<u>58,170</u>	<u>58,170</u>
Expenditures				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	-	-	58,170	58,170
Fund balances, beginning of year	<u>623</u>	<u>623</u>	<u>623</u>	<u>-</u>
Fund balances, end of year	<u>\$ 623</u>	<u>\$ 623</u>	<u>\$ 58,793</u>	<u>\$ 58,170</u>

**City of El Monte
 Budgetary Comparison Schedule
 Urban Development Action Grant
 Year ended June 30, 2021**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	\$ -	\$ -	\$ 920	\$ 920
Total revenues	<u>-</u>	<u>-</u>	<u>920</u>	<u>920</u>
Expenditures				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in fund balance	-	-	920	920
Fund balances, beginning of year	91,324	91,324	91,324	-
Fund balances, end of year	<u>\$ 91,324</u>	<u>\$ 91,324</u>	<u>\$ 92,244</u>	<u>\$ 920</u>

City of El Monte
Budgetary Comparison Schedule
Emergency Solutions Grant
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 5,828,942	\$ 5,828,942	\$ 350,908	\$ (5,478,034)
Total revenues	<u>5,828,942</u>	<u>5,828,942</u>	<u>350,908</u>	<u>(5,478,034)</u>
Expenditures				
Current:				
Economic development	5,833,342	4,158,108	785,442	3,372,666
Capital outlay	-	1,676,334	273,548	1,402,786
Total expenditures	<u>5,833,342</u>	<u>5,834,442</u>	<u>1,058,990</u>	<u>4,775,452</u>
Change in fund balance	(4,400)	(5,500)	(708,082)	(702,582)
Fund balances, beginning of year	(17,019)	(17,019)	(17,019)	-
Fund balances, end of year	<u>\$ (21,419)</u>	<u>\$ (22,519)</u>	<u>\$ (725,101)</u>	<u>\$ (702,582)</u>

City of El Monte
Budgetary Comparison Schedule
Older Americans Act
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 51,000	\$ 51,000	\$ 49,613	\$ (1,387)
Total revenues	<u>51,000</u>	<u>51,000</u>	<u>49,613</u>	<u>(1,387)</u>
Expenditures				
Current:				
Parks and recreation	81,776	86,201	70,202	15,999
Total expenditures	<u>81,776</u>	<u>86,201</u>	<u>70,202</u>	<u>15,999</u>
Excess (deficiency) of revenues over expenditures	(30,776)	(35,201)	(20,589)	14,612
Other financing sources (uses)				
Transfers in	19,079	19,079	20,589	1,510
Net other financing sources (uses)	<u>19,079</u>	<u>19,079</u>	<u>20,589</u>	<u>1,510</u>
Change in fund balance	(11,697)	(16,122)	-	16,122
Fund balances, beginning of year	1,367	1,367	1,367	-
Fund balances, end of year	<u>\$ (10,330)</u>	<u>\$ (14,755)</u>	<u>\$ 1,367</u>	<u>\$ 16,122</u>

City of El Monte
Budgetary Comparison Schedule
Senior Citizen Program
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 128,085	\$ 128,085	\$ 284,146	\$ 156,061
Use of money and property	-	-	370	370
Miscellaneous	10,000	10,000	11,811	1,811
Total revenues	<u>138,085</u>	<u>138,085</u>	<u>296,327</u>	<u>158,242</u>
Expenditures				
Current:				
Parks and recreation	161,981	405,496	340,620	64,876
Total expenditures	<u>161,981</u>	<u>405,496</u>	<u>340,620</u>	<u>64,876</u>
Excess (deficiency) of revenues over expenditures	(23,896)	(267,411)	(44,293)	223,118
Other financing sources (uses)				
Transfers in	23,896	23,896	44,293	20,397
Change in fund balance	-	(243,515)	-	243,515
Fund balances, beginning of year	48,843	48,843	48,843	-
Fund balances, end of year	\$ <u>48,843</u>	\$ <u>(194,672)</u>	\$ <u>48,843</u>	\$ <u>243,515</u>

**City of El Monte
Budgetary Comparison Schedule
Asset Forfeiture Fund
Year ended June 30, 2021**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 750,000	\$ 750,000	\$ 642,227	\$ (107,773)
Use of money and property	-	-	11,140	11,140
Total revenues	<u>750,000</u>	<u>750,000</u>	<u>653,367</u>	<u>(96,633)</u>
Expenditures				
Current:				
Public safety	784,000	784,000	801,671	(17,671)
Capital outlay	1,030,000	1,230,000	402,001	827,999
Total expenditures	<u>1,814,000</u>	<u>2,014,000</u>	<u>1,203,672</u>	<u>810,328</u>
Change in fund balance	(1,064,000)	(1,264,000)	(550,305)	713,695
Fund balances, beginning of year	<u>2,262,816</u>	<u>2,262,816</u>	<u>2,262,816</u>	-
Fund balances, end of year	<u>\$ 1,198,816</u>	<u>\$ 998,816</u>	<u>\$ 1,712,511</u>	<u>\$ 713,695</u>

City of El Monte
Budgetary Comparison Schedule
Traffic Signals Impact Fee
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	\$ -	\$ -	\$ 3,908	\$ 3,908
Miscellaneous	35,000	35,000	12,158	(22,842)
Total revenues	35,000	35,000	16,066	(18,934)
Expenditures				
Capital outlay	225,000	225,000	4,100	220,900
Total expenditures	225,000	225,000	4,100	220,900
Change in fund balance	(190,000)	(190,000)	11,966	201,966
Fund balances, beginning of year	486,114	486,114	486,114	-
Fund balances, end of year	\$ 296,114	\$ 296,114	\$ 498,080	\$ 201,966

City of El Monte
Budgetary Comparison Schedule
Street Impact Fee
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	\$ -	\$ -	\$ 7,981	\$ 7,981
Miscellaneous	-	-	105,774	105,774
Total revenues	<u>-</u>	<u>-</u>	<u>113,755</u>	<u>113,755</u>
Expenditures				
Capital outlay	295,000	295,000	-	295,000
Total expenditures	<u>295,000</u>	<u>295,000</u>	<u>-</u>	<u>295,000</u>
Change in fund balance	(295,000)	(295,000)	113,755	408,755
Fund balances, beginning of year	<u>1,088,402</u>	<u>1,088,402</u>	<u>1,088,402</u>	<u>-</u>
Fund balances, end of year	<u>\$ 793,402</u>	<u>\$ 793,402</u>	<u>\$ 1,202,157</u>	<u>\$ 408,755</u>

City of El Monte
Budgetary Comparison Schedule
Sewer Impact Fee
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	\$ -	\$ -	\$ 6,920	\$ 6,920
Miscellaneous	125,000	125,000	184,562	59,562
Total revenues	<u>125,000</u>	<u>125,000</u>	<u>191,482</u>	<u>66,482</u>
Expenditures				
Capital outlay	500,000	500,000	2,962	497,038
Total expenditures	<u>500,000</u>	<u>500,000</u>	<u>2,962</u>	<u>497,038</u>
Change in fund balance	(375,000)	(375,000)	188,520	563,520
Fund balances, beginning of year	<u>1,171,595</u>	<u>1,171,595</u>	<u>1,171,595</u>	<u>-</u>
Fund balances, end of year	<u>\$ 796,595</u>	<u>\$ 796,595</u>	<u>\$ 1,360,115</u>	<u>\$ 563,520</u>

City of El Monte
Budgetary Comparison Schedule
Storm Drain Impact Fee
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	\$ -	\$ -	\$ 7,815	\$ 7,815
Miscellaneous	50,000	50,000	111,225	61,225
Total revenues	50,000	50,000	119,040	69,040
Expenditures				
Capital outlay	156,000	156,000	138,806	17,194
Total expenditures	156,000	156,000	138,806	17,194
Change in fund balance	(106,000)	(106,000)	(19,766)	86,234
Fund balances, beginning of year	1,191,483	1,191,483	1,191,483	-
Fund balances, end of year	\$ 1,085,483	\$ 1,085,483	\$ 1,171,717	\$ 86,234

City of El Monte
Budgetary Comparison Schedule
Park Facility Impact Fee
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	\$ -	\$ -	\$ 320	\$ 320
Miscellaneous	15,000	15,000	-	(15,000)
Total revenues	<u>15,000</u>	<u>15,000</u>	<u>320</u>	<u>(14,680)</u>
Expenditures				
Capital outlay	50,000	50,000	-	50,000
Total expenditures	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>50,000</u>
Change in fund balance	(35,000)	(35,000)	320	35,320
Fund balances, beginning of year	<u>57,970</u>	<u>57,970</u>	<u>57,970</u>	<u>-</u>
Fund balances, end of year	<u>\$ 22,970</u>	<u>\$ 22,970</u>	<u>\$ 58,290</u>	<u>\$ 35,320</u>

City of El Monte
Budgetary Comparison Schedule
Quimby Fee
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	\$ -	\$ -	\$ 17,274	\$ 17,274
Miscellaneous	200,000	200,000	314,499	114,499
Total revenues	<u>200,000</u>	<u>200,000</u>	<u>331,773</u>	<u>131,773</u>
Expenditures				
Current:				
Public works	290,040	290,040	11,134	278,906
Capital outlay	3,189,600	3,189,600	2,684,162	505,438
Total expenditures	<u>3,479,640</u>	<u>3,479,640</u>	<u>2,695,296</u>	<u>784,344</u>
Change in fund balance	(3,279,640)	(3,279,640)	(2,363,523)	916,117
Fund balances, beginning of year	<u>2,503,599</u>	<u>2,503,599</u>	<u>2,503,599</u>	-
Fund balances, end of year	<u>\$ (776,041)</u>	<u>\$ (776,041)</u>	<u>\$ 140,076</u>	<u>\$ 916,117</u>

City of El Monte
Budgetary Comparison Schedule
Storm Drain
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Taxes	\$ 980,600	\$ 1,061,000	\$ 1,061,623	\$ 623
Use of money and property	-	-	1,052	1,052
Miscellaneous	-	-	3,199	3,199
Total revenues	<u>980,600</u>	<u>1,061,000</u>	<u>1,065,874</u>	<u>4,874</u>
Expenditures				
Current:				
Public works	770,100	886,200	779,614	106,586
Capital outlay	220,000	450,000	412,429	37,571
Total expenditures	<u>990,100</u>	<u>1,336,200</u>	<u>1,192,043</u>	<u>144,157</u>
Change in fund balance	(9,500)	(275,200)	(126,169)	149,031
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	<u>\$ (9,500)</u>	<u>\$ (275,200)</u>	<u>\$ (126,169)</u>	<u>\$ 149,031</u>

City of El Monte
Budgetary Comparison Schedule
JAG
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 41,830	\$ 72,257	\$ 2,970	\$ (69,287)
Use of money and property	-	-	10	10
Total revenues	<u>41,830</u>	<u>72,257</u>	<u>2,980</u>	<u>(69,277)</u>
Expenditures				
Current:				
Public safety	41,830	230,590	25,246	205,344
Total expenditures	<u>41,830</u>	<u>230,590</u>	<u>25,246</u>	<u>205,344</u>
Change in fund balance	-	(158,333)	(22,266)	136,067
Fund balances, beginning of year	17,194	17,194	17,194	-
Fund balances, end of year	<u>\$ 17,194</u>	<u>\$ (141,139)</u>	<u>\$ (5,072)</u>	<u>\$ 136,067</u>

City of El Monte
Budgetary Comparison Schedule
OTS
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 93,090	\$ 230,590	\$ 136,611	\$ (93,979)
Total revenues	<u>93,090</u>	<u>230,590</u>	<u>136,611</u>	<u>(93,979)</u>
Expenditures				
Current:				
Public safety	93,090	230,590	146,370	84,220
Total expenditures	<u>93,090</u>	<u>230,590</u>	<u>146,370</u>	<u>84,220</u>
Change in fund balance	-	-	(9,759)	(9,759)
Fund balances, beginning of year	(17,626)	(17,626)	(17,626)	-
Fund balances, end of year	<u>\$ (17,626)</u>	<u>\$ (17,626)</u>	<u>\$ (27,385)</u>	<u>\$ (9,759)</u>

City of El Monte
Budgetary Comparison Schedule
Homeland Security
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ -	\$ 162,000	\$ 139,561	\$ (22,439)
Total revenues	-	162,000	139,561	(22,439)
Expenditures				
Capital outlay	-	162,000	62,000	100,000
Total expenditures	-	162,000	62,000	100,000
Change in fund balance	-	-	77,561	77,561
Fund balances, beginning of year	(77,561)	(77,561)	(77,561)	-
Fund balances, end of year	\$ (77,561)	\$ (77,561)	\$ -	\$ 77,561

City of El Monte
Budgetary Comparison Schedule
Beverage Recycling
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 28,100	\$ 28,100	\$ 80,985	\$ 52,885
Use of money and property	-	-	260	260
Total revenues	<u>28,100</u>	<u>28,100</u>	<u>81,245</u>	<u>53,145</u>
Expenditures				
Current:				
Public works	28,100	33,100	31,407	1,693
Total expenditures	<u>28,100</u>	<u>33,100</u>	<u>31,407</u>	<u>1,693</u>
Change in fund balance	-	(5,000)	49,838	54,838
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ (5,000)</u>	<u>\$ 49,838</u>	<u>\$ 54,838</u>

City of El Monte
Budgetary Comparison Schedule
Used Oil
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 30,800	\$ 30,800	\$ 50,658	\$ 19,858
Use of money and property	-	-	230	230
Total revenues	<u>30,800</u>	<u>30,800</u>	<u>50,888</u>	<u>20,088</u>
Expenditures				
Current:				
Public works	30,800	30,800	31,529	(729)
Total expenditures	<u>30,800</u>	<u>30,800</u>	<u>31,529</u>	<u>(729)</u>
Change in fund balance	-	-	19,359	19,359
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,359</u>	<u>\$ 19,359</u>

City of El Monte
Budgetary Comparison Schedule
Economic Development Corporation
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	\$ 50,000	\$ 50,000	\$ 482	\$ (49,518)
Total revenues	<u>50,000</u>	<u>50,000</u>	<u>482</u>	<u>(49,518)</u>
Expenditures				
Current:				
General government	750	40,250	40,191	59
Capital outlay	1,610,000	1,610,000	-	1,610,000
Total expenditures	<u>1,610,750</u>	<u>1,650,250</u>	<u>40,191</u>	<u>1,610,059</u>
Excess (deficiency) of revenues over expenditures	(1,560,750)	(1,600,250)	(39,709)	1,560,541
Other financing sources (uses)				
Transfers out	4,980,000	4,940,500	-	(4,940,500)
Net other financing sources (uses)	<u>4,980,000</u>	<u>4,940,500</u>	<u>-</u>	<u>(4,940,500)</u>
Change in fund balance	3,419,250	3,340,250	(39,709)	(3,379,959)
Fund balances, beginning of year	<u>3,736,821</u>	<u>3,736,821</u>	<u>3,736,821</u>	<u>-</u>
Fund balances, end of year	<u>\$ 7,156,071</u>	<u>\$ 7,077,071</u>	<u>\$ 3,697,112</u>	<u>\$ (3,379,959)</u>

City of El Monte
Budgetary Comparison Schedule
El Monte Housing Authority
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-
Expenditures				
Total expenditures	-	-	-	-
Change in fund balance	-	-	-	-
Fund balances, beginning of year	66	66	66	-
Fund balances, end of year	\$ 66	\$ 66	\$ 66	\$ -

City of El Monte
Budgetary Comparison Schedule
2010 Lease Revenue Bonds
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Intergovernmental	\$ 591,476	\$ 591,476	\$ 592,733	\$ 1,257
Use of money and property	1,282,767	1,282,767	1,284,554	1,787
Total revenues	<u>1,874,243</u>	<u>1,874,243</u>	<u>1,877,287</u>	<u>3,044</u>
Expenditures				
Current:				
General government	-	1,000	-	1,000
Debt service:				
Principal retirement	455,000	455,000	455,000	-
Interest and fiscal charges	1,419,243	1,419,243	1,419,243	-
Total expenditures	<u>1,874,243</u>	<u>1,875,243</u>	<u>1,874,243</u>	<u>-</u>
Change in fund balance	-	(1,000)	3,044	4,044
Fund balances, beginning of year	<u>1,323,839</u>	<u>1,323,839</u>	<u>1,323,839</u>	<u>-</u>
Fund balances, end of year	<u>\$ 1,323,839</u>	<u>\$ 1,322,839</u>	<u>\$ 1,326,883</u>	<u>\$ 4,044</u>

City of El Monte
Budgetary Comparison Schedule
2020 Lease Revenue Bonds
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Use of money and property	\$ -	\$ -	\$ 999	\$ 999
Total revenues	<u>-</u>	<u>-</u>	<u>999</u>	<u>999</u>
Expenditures				
Debt service:				
Interest and fiscal charges	754,500	754,500	754,468	32
Total expenditures	<u>754,500</u>	<u>754,500</u>	<u>754,468</u>	<u>32</u>
Excess (deficiency) of revenues over expenditures	(754,500)	(754,500)	(753,469)	1,031
Other financing sources				
Transfers out	-	-	(31,997)	(31,997)
	<u>-</u>	<u>-</u>	<u>(31,997)</u>	<u>(31,997)</u>
Change in fund balance	(754,500)	(754,500)	(785,466)	(30,966)
Fund balances, beginning of year	1,591,931	1,591,931	1,591,931	-
Fund balances, end of year	\$ <u><u>837,431</u></u>	\$ <u><u>837,431</u></u>	\$ <u><u>806,465</u></u>	\$ <u><u>(30,966)</u></u>

City of El Monte
Budgetary Comparison Schedule
Capital Projects
Year ended June 30, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues				
Total revenues \$	-	-	-	-
Expenditures				
Current:				
Parks and recreation	94,200	-	5,426	(5,426)
Capital outlay	4,044,050	4,335,450	1,714,448	2,621,002
Total expenditures	<u>4,138,250</u>	<u>4,335,450</u>	<u>1,719,874</u>	<u>2,615,576</u>
Excess (deficiency) of revenues over expenditures	(4,138,250)	(4,335,450)	(1,719,874)	2,615,576
Other financing sources (uses)				
Transfers in	4,980,000	4,980,000	-	(4,980,000)
Net other financing sources (uses)	<u>4,980,000</u>	<u>4,980,000</u>	<u>-</u>	<u>(4,980,000)</u>
Change in fund balance	841,750	644,550	(1,719,874)	(2,364,424)
Fund balances, beginning of year	824,689	824,689	824,689	-
Fund balances, end of year	<u>\$ 1,666,439</u>	<u>\$ 1,469,239</u>	<u>\$ (895,185)</u>	<u>\$ (2,364,424)</u>

City of El Monte
Combining Statement of Net Position
All Internal Service Funds
June 30, 2021

	Internal Service Funds			
	Self Insurance	Vehicle Replacement	Equipment Replacement	Total
ASSETS				
Current assets:				
Cash and investments	\$ 664,133	\$ 217,418	\$ 785,170	\$ 1,666,721
Accounts receivable	-	-	-	-
Due from other funds	179,008	-	-	179,008
Total current assets	<u>843,141</u>	<u>217,418</u>	<u>785,170</u>	<u>1,845,729</u>
Capital assets:				
Capital assets	-	909,113	257,915	1,167,028
Accumulated depreciation	-	(288,631)	(55,716)	(344,347)
Total capital assets	<u>-</u>	<u>620,482</u>	<u>202,199</u>	<u>822,681</u>
Total assets	<u>843,141</u>	<u>837,900</u>	<u>987,369</u>	<u>2,668,410</u>
LIABILITIES				
Current liabilities				
Due to other funds	179,008	-	-	179,008
Accrued claims and judgments	3,319,237	-	-	3,319,237
Total current liabilities	<u>3,498,245</u>	<u>-</u>	<u>-</u>	<u>3,498,245</u>
Noncurrent liabilities				
Advances from other funds	300,000	-	-	300,000
Accrued claims and judgments	13,341,081	-	-	13,341,081
Total noncurrent liabilities	<u>13,641,081</u>	<u>-</u>	<u>-</u>	<u>13,641,081</u>
Total liabilities	<u>17,139,326</u>	<u>-</u>	<u>-</u>	<u>17,139,326</u>
NET POSITION (DEFICIT)				
Unrestricted	(16,296,185)	837,900	987,369	(14,470,916)
Total net position (deficit)	<u>\$ (16,296,185)</u>	<u>\$ 837,900</u>	<u>\$ 987,369</u>	<u>\$ (14,470,916)</u>

City of El Monte
Combining Statement of Revenues, Expenses and Changes in Net Position
All Internal Service Funds
Year Ended June 30, 2021

	Internal Service Funds			
	Self Insurance	Vehicle Replacement	Equipment Replacement	Total
Operating revenues				
Charges for services	\$ 5,776,769	\$ -	\$ -	\$ 5,776,769
Total operating revenues	<u>5,776,769</u>	<u>-</u>	<u>-</u>	<u>5,776,769</u>
Operating expenses				
Contractual services	260,677	-	-	260,677
Maintenance and supplies	-	-	42,820	42,820
Claims and settlement	4,238,576	-	-	4,238,576
Depreciation and amortization	-	140,143	51,678	191,821
Total operating expenses	<u>4,499,253</u>	<u>140,143</u>	<u>94,498</u>	<u>4,733,894</u>
Operating income (loss)	1,277,516	(140,143)	(94,498)	1,042,875
Nonoperating revenues (expenses), net				
Interest revenue	1,530	1,459	4,320	7,309
Income (loss) before transfers	1,279,046	(138,684)	(90,178)	1,050,184
Transfers				
Transfers in	-	50,000	50,000	100,000
Change in net position	1,279,046	(88,684)	(40,178)	1,150,184
Net position (deficit), beginning of year	<u>(17,575,231)</u>	<u>926,584</u>	<u>1,027,547</u>	<u>(15,621,100)</u>
Net position (deficit), end of year	<u>\$ (16,296,185)</u>	<u>\$ 837,900</u>	<u>\$ 987,369</u>	<u>\$ (14,470,916)</u>

City of El Monte
Combining Statement of Cash Flows
All Internal Service Funds
Year ended June 30, 2021

	Internal Service Funds			Total
	Self Insurance	Vehicle Replacement	Equipment Replacement	
Cash flows from operating activities				
Cash received for interfund service provided	\$ 5,778,075	\$ -	\$ -	\$ 5,778,075
Cash paid to suppliers for goods and services	(5,198,774)	(147,683)	(196,365)	(5,542,822)
Net cash provided by operating activities	<u>579,301</u>	<u>(147,683)</u>	<u>(196,365)</u>	<u>235,253</u>
Cash flows from non-capital financing activities				
Transfers from other funds	-	50,000	50,000	100,000
Net cash provided by non-capital and related financing activities	<u>-</u>	<u>50,000</u>	<u>50,000</u>	<u>100,000</u>
Cash flows from capital and related financing activities				
Acquisition of capital assets	-	(85,534)	(28,000)	(113,534)
Net cash used in capital and related financing activities	<u>-</u>	<u>(85,534)</u>	<u>(28,000)</u>	<u>(113,534)</u>
Cash flows from investing activities				
Interest received	1,530	1,459	4,320	7,309
Change in cash and cash equivalents	580,831	(181,758)	(170,045)	229,028
Beginning cash and cash equivalents	83,302	399,136	955,215	1,437,653
Ending cash and cash equivalents	<u>\$ 664,133</u>	<u>\$ 217,378</u>	<u>\$ 785,170</u>	<u>\$ 1,666,681</u>
Reconciliation of operating loss to net cash provided by operating activities:				
Operating loss	\$ 1,277,516	\$ (140,143)	\$ (94,498)	\$ 1,042,875
Adjustments to reconcile operating loss to net cash provided by operating activities:				
Depreciation	-	140,143	51,678	191,821
(Increase) decrease in:				
Accounts receivable	1,306	(40)	-	1,266
Prepaid accounts	-	-	-	-
Due from other funds	(179,008)	-	-	(179,008)
Increase (decrease):				
Accounts payable	(308)	(147,643)	(153,545)	(301,496)
Due to other funds	179,008	-	-	179,008
Accrued claims and judgments	(699,213)	-	-	(699,213)
Net cash provided by operating activities	<u>\$ 579,301</u>	<u>\$ (147,683)</u>	<u>\$ (196,365)</u>	<u>\$ 235,253</u>

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STATISTICAL SECTION

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This part of the City's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health. In contrast to the financial section, the statistical section information is not subject to independent audit.

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Sources: Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Report for the relevant year.

City of El Monte
Table 1 - Net Position by Component
Last Ten Fiscal Years

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Governmental activities										
Net Investment in capital assets	\$ 406,191,154	\$ 408,942,772	\$ 410,145,295	\$ 413,506,843	\$ 417,936,017	\$ 428,069,299	\$ 430,694,629	\$ 429,478,048	\$ 436,882,931	\$ 457,561,002
Restricted	71,058,861	67,082,252	62,080,199	63,168,424	59,313,835	60,732,597	55,253,361	57,052,583	49,651,414	49,736,026
Unrestricted	(6,986,991)	(9,978,137)	(4,728,375)	(131,237,522)	(121,391,436)	(119,813,615)	(210,559,952)	(213,173,174)	(219,804,739)	(227,034,558)
Total governmental activities net position	<u>\$ 470,263,024</u>	<u>\$ 466,046,887</u>	<u>\$ 467,497,119</u>	<u>\$ 345,437,745</u>	<u>\$ 355,858,416</u>	<u>\$ 368,988,281</u>	<u>\$ 275,388,038</u>	<u>\$ 273,357,457</u>	<u>\$ 266,729,606</u>	<u>\$ 280,262,470</u>
Business-type activities										
Net Investment in capital assets	\$ 5,901,252	\$ 3,846,931	\$ 3,575,181	\$ 2,745,186	\$ 2,641,756	\$ 4,271,724	\$ 6,511,640	\$ (1,416,196)	\$ (2,493,343)	\$ 1,364,120
Restricted	623,422	403,422	403,422	403,445	403,506	404,024	403,491	7,254,671	7,345,640	6,857,720
Unrestricted	7,959,707	9,687,539	10,348,805	3,936,053	4,925,832	3,456,244	(2,083,741)	3,430,680	3,526,239	3,849,345
Total business-type activities net position	<u>\$ 14,484,381</u>	<u>\$ 13,937,892</u>	<u>\$ 14,327,408</u>	<u>\$ 7,084,684</u>	<u>\$ 7,971,094</u>	<u>\$ 8,131,992</u>	<u>\$ 4,831,390</u>	<u>\$ 9,269,155</u>	<u>\$ 8,378,536</u>	<u>\$ 12,071,185</u>
Primary government										
Net Investment in capital assets	\$ 412,092,406	\$ 412,789,703	\$ 413,720,476	\$ 416,252,029	\$ 420,577,773	\$ 432,341,023	\$ 437,206,269	\$ 428,061,852	\$ 434,389,588	\$ 458,925,122
Restricted	71,682,283	67,485,674	62,483,621	63,571,869	59,717,341	61,136,621	55,656,852	64,307,254	56,997,054	56,593,746
Unrestricted	972,716	(290,598)	5,620,430	(127,301,469)	(116,465,604)	(116,357,371)	(212,643,693)	(209,742,494)	(216,278,500)	(223,185,213)
Total primary government net position	<u>\$ 484,747,405</u>	<u>\$ 479,984,779</u>	<u>\$ 481,824,527</u>	<u>\$ 352,522,429</u>	<u>\$ 363,829,510</u>	<u>\$ 377,120,273</u>	<u>\$ 280,219,428</u>	<u>\$ 282,626,612</u>	<u>\$ 275,108,142</u>	<u>\$ 292,333,655</u>

The City of El Monte implemented GASB 68 Accounting and Financial Reporting for Pensions for the fiscal year ended June 30, 2015.

The City of El Monte implemented GASB 75 Accounting and Financial Reporting for Postemployment Benefits Other than Pensions (OPEB) for the fiscal year ended June 30, 2018.

Source: Finance Department, City of El Monte

City of El Monte
Table 2 – Changes in Net Position
Last Ten Fiscal Years

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental activities:										
General government	\$ 31,035,167	\$ 20,788,814	\$ 22,732,447	\$ 23,640,914	\$ 24,848,509	\$ 27,106,832	\$ 33,049,702	\$ 33,668,050	\$ 31,574,100	\$ 20,239,394
Parks and recreation	3,292,920	3,163,505	2,928,453	2,968,162	2,792,932	3,037,979	4,839,794	3,685,407	3,537,940	3,350,004
Economic development	3,795,416	4,231,041	5,679,490	2,608,571.00	1,635,333	1,911,677	3,526,468	7,498,438	9,261,787	9,321,480
Public works	12,273,857	15,096,927	16,274,135	15,952,980	16,585,908	19,397,177	22,457,132	14,498,059	17,001,992	18,420,170
Public safety	31,373,685	33,813,668	35,302,886	33,364,275	33,012,638	35,464,248	41,819,319	43,826,465	51,268,177	58,655,755
Interest on long-term debt and issue costs	4,375,648	2,492,205	2,783,650	2,455,645	2,434,888	2,474,698	1,840,106	1,530,412	3,057,726	6,605,249
Total governmental activities expenses	86,146,693	79,586,160	85,701,061	80,990,547	81,310,208	89,392,611	107,532,521	104,706,831	115,701,722	116,592,052
Business-type activities:										
Water authority and sewer fund	6,200,127	6,448,416	6,003,145	6,044,861	5,957,680	6,250,283	6,584,282	6,993,953	8,286,959	5,180,519
Total business-type activities expenses	6,200,127	6,448,416	6,003,145	6,044,861	5,957,680	6,250,283	6,584,282	6,993,953	8,286,959	5,180,519
Total primary government expenses	\$ 92,346,820	\$ 86,034,576	\$ 91,704,206	\$ 87,035,408	\$ 87,267,888	\$ 95,642,894	\$ 114,116,803	\$ 111,700,784	\$ 123,988,681	\$ 121,772,571
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 2,660,459	\$ 417,889	\$ 377,054	\$ 349,516	\$ 378,402	\$ 326,524	\$ 421,440	\$ 569,481	\$ 1,249,104	\$ 1,560,375
Parks, recreation, and cultural	899,689	1,337,638	505,314	1,213,806	1,150,647	1,374,211	979,217	1,105,555	950,593	345,387
Economic development	3,668,748	1,743,141	2,198,057	1,819,589	3,394,330	3,458,458	3,809,550	4,535,793	4,048,838	2,567,386
Public works	994,082	1,254,749	1,505,903	3,389,613	1,000,247	2,289,590	1,592,969	2,036,886	2,918,609	2,618,262
Public safety	2,136,780	1,758,649	1,516,786	1,528,004	1,398,239	1,130,297	1,082,746	1,183,932	1,513,261	1,525,416
Operating grants and contributions	9,245,274	12,050,550	12,337,537	12,032,841	9,333,169	7,712,035	9,634,788	21,225,215	22,547,058	25,880,876
Capital grants and contributions	7,219,958	2,961,085	3,788,170	3,712,045	3,938,321	2,143,189	2,259,303	2,241,597	8,484,470	23,620,462
Total governmental activities program revenues	26,824,990	21,523,701	22,228,821	24,045,414	20,593,355	18,434,304	19,780,013	32,898,459	41,709,933	58,118,164
Business-type activities:										
Charges for services:										
Water authority and sewer fund	6,573,474	6,301,092	6,579,007	6,651,294	6,876,895	6,400,515	7,916,503	8,472,443	8,439,820	8,851,510
Operating Contributions and Grants:										
Water authority and sewer fund	24,995	41,601	62,487	185,197	-	7,500	-	-	-	-
Total business-type activities program revenues	6,598,469	6,342,693	6,641,494	6,836,491	6,876,895	6,408,015	7,916,503	8,472,443	8,439,820	8,851,510
Total primary government program revenues	\$ 33,423,459	\$ 27,866,394	\$ 28,870,315	\$ 30,881,905	\$ 27,470,250	\$ 24,842,319	\$ 27,696,516	\$ 41,370,902	\$ 50,149,753	\$ 66,969,674
Net (expense) revenue										
Governmental activities	\$ (59,321,703)	\$ (58,062,459)	\$ (63,472,240)	\$ (56,945,133)	\$ (60,716,853)	\$ (70,958,307)	\$ (87,752,528)	\$ (71,808,372)	\$ (73,991,789)	\$ (58,473,888)
Business-type activities	398,342	(155,723)	638,349	794,630	919,215	157,732	1,332,221	1,478,490	152,861	3,670,991
Total primary government net expense	\$ (58,923,361)	\$ (58,218,182)	\$ (62,833,891)	\$ (56,150,503)	\$ (59,797,638)	\$ (70,800,575)	\$ (86,420,287)	\$ (70,329,882)	\$ (73,838,928)	\$ (54,802,897)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes, levied for general purposes	\$ 29,761,876	\$ 23,681,773	\$ 24,509,692	\$ 26,099,320	\$ 27,532,723	\$ 28,984,080	\$ 30,744,183	\$ 20,849,324	\$ 21,875,061	\$ 23,214,044
Sales taxes	19,908,564	21,908,497	22,812,015	23,527,026	25,684,684	25,478,114	26,818,074	28,987,321	28,968,416	34,281,481
Business licenses taxes	132,044	2,024,962	2,183,836	2,110,351	2,501,208	2,644,494	2,725,845	2,728,949	2,345,027	2,388,518
Franchise taxes	3,127,463	2,427,661	3,284,097	3,138,337	3,474,799	3,623,293	3,770,535	3,556,359	3,790,564	3,677,387
Utility user taxes	7,129,350	7,087,818	7,134,428	7,177,685	6,889,855	6,824,008	6,644,912	6,169,379	5,939,205	6,235,002
Transient occupancy taxes	277,629	298,784	318,023	379,991	419,552	475,614	819,545	1,009,950	855,898	831,929
Other taxes	403,452	508,683	608,814	587,024	681,879	729,201	1,420,683	2,908,676	216,188	1,319,138
Motor vehicle in-lieu	328,956	64,828	53,652	51,826	46,713	51,019	60,149	56,259	92,762	85,574
Use of money and property	1,822,085	1,302,410	1,146,044	1,103,442	1,160,164	1,344,967	1,681,735	2,257,146	827,648	238,098
Gain on sale of assets	-	-	-	-	-	-	1,203,448	1,239,554	210,453	-
Other	341,432	597,391	1,581,528	3,085,984	1,421,951	1,920,584	2,182,083	1,366,661	2,741,808	107,038
Special item	-	(929,376)	509,360	181,143	98,088	(123,407)	(150,512)	501,645	279,064	(471,437)
Transfers	283,612	200,000	296,273	100,000	1,265,708	12,136,205	100,000	100,000	100,000	100,000
Total governmental activities	63,516,463	59,173,431	64,437,762	67,542,129	71,137,524	84,088,172	78,020,680	71,731,423	68,242,094	72,006,752
Business-type activities:										
Investment earnings	25,894	42,639	47,440	43,243	60,936	73,603	143,255	394,144	313,177	121,658
Other	20,281	197,930	-	142	6,259	29,563	-	-	-	-
Transfers	(283,612)	(200,000)	(296,273)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)
Total business-type activities	(237,437)	40,569	(248,833)	(56,615)	(32,805)	3,166	43,255	294,144	213,177	21,658
Total primary program	\$ 63,279,026	\$ 59,214,000	\$ 64,188,929	\$ 67,485,514	\$ 71,104,719	\$ 84,091,338	\$ 78,063,935	\$ 72,025,567	\$ 68,455,271	\$ 72,028,410
Change in Net Position										
Governmental activities	\$ 4,194,760	\$ 1,110,972	\$ 965,522	\$ 10,596,996	\$ 10,420,671	\$ 13,129,865	\$ (9,731,828)	\$ (76,949)	\$ (5,749,695)	\$ 13,532,864
Business-type activities	160,905	(115,154)	389,516	738,015	886,410	160,898	1,375,476	1,772,634	366,038	3,692,649
Total primary government program	\$ 4,355,665	\$ 995,818	\$ 1,355,038	\$ 11,335,011	\$ 11,307,081	\$ 13,290,763	\$ (8,356,352)	\$ 1,695,685	\$ (5,383,657)	\$ 17,225,513

Source: Finance Department, City of El Monte

City of El Monte
Table 3 – Fund Balances of Governmental Funds
Last Ten Fiscal Years

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
GASB 54 Fund Balance Classification:										
General Fund										
Nonspendable	\$ 18,886,423	\$ 19,044,938	\$ 22,163,961	\$ 20,920,508	\$ 19,942,149	\$ 20,438,164	\$ 20,194,593	\$ 19,831,616	\$ 19,866,748	\$ 20,049,473
Restricted	-	-	501,994	370,531	524,431	508,609	494,652	176,511	176,511	176,676
Assigned	-	-	9,100,000	18,673,000	19,476,714	21,756,795	19,655,898	19,963,490	22,900,630	22,900,630
Unassigned	8,644,339	11,469,215	3,280,429	1,653,074	5,605,880	1,757,121	-	-	3,161,235	3,011,077
Total general fund	<u>27,530,762</u>	<u>30,514,153</u>	<u>35,046,384</u>	<u>41,617,113</u>	<u>45,549,174</u>	<u>44,460,689</u>	<u>40,345,143</u>	<u>39,971,617</u>	<u>46,105,124</u>	<u>46,137,856</u>
All other governmental funds										
Nonspendable	4,327	-	54,611	29,667	5,065	10,638	-	-	-	-
Restricted										
Special revenue funds	53,485,668	54,336,711	58,241,106	59,179,911	56,306,497	56,903,361	52,239,054	55,596,511	50,060,514	55,888,439
Capital projects funds	12,688,988	9,783,516	31,216	-	-	1,307,510	1,252,748	1,142,291	824,689	-
Debt service funds	1,250,933	1,248,318	1,324,843	1,321,941	1,344,174	1,262,856	1,277,033	1,304,312	2,915,770	2,133,348
Committed	-	-	-	-	-	-	-	-	-	-
Unassigned	(915,551)	(1,054,062)	(1,833,890)	(2,696,066)	(722,118)	(656,877)	(1,189,197)	(1,733,018)	(3,886,773)	(4,592,121)
Total all other governmental funds	<u>66,514,365</u>	<u>64,314,483</u>	<u>57,817,886</u>	<u>57,835,453</u>	<u>56,933,618</u>	<u>58,827,488</u>	<u>53,579,638</u>	<u>56,310,096</u>	<u>49,914,200</u>	<u>53,429,666</u>
Total Governmental Funds	<u>\$ 94,045,127</u>	<u>\$ 94,828,636</u>	<u>\$ 92,864,270</u>	<u>\$ 99,452,566</u>	<u>\$ 102,482,792</u>	<u>\$ 103,288,177</u>	<u>\$ 93,924,781</u>	<u>\$ 96,281,713</u>	<u>\$ 96,019,324</u>	<u>\$ 99,567,522</u>

Source: Finance Department, City of El Monte

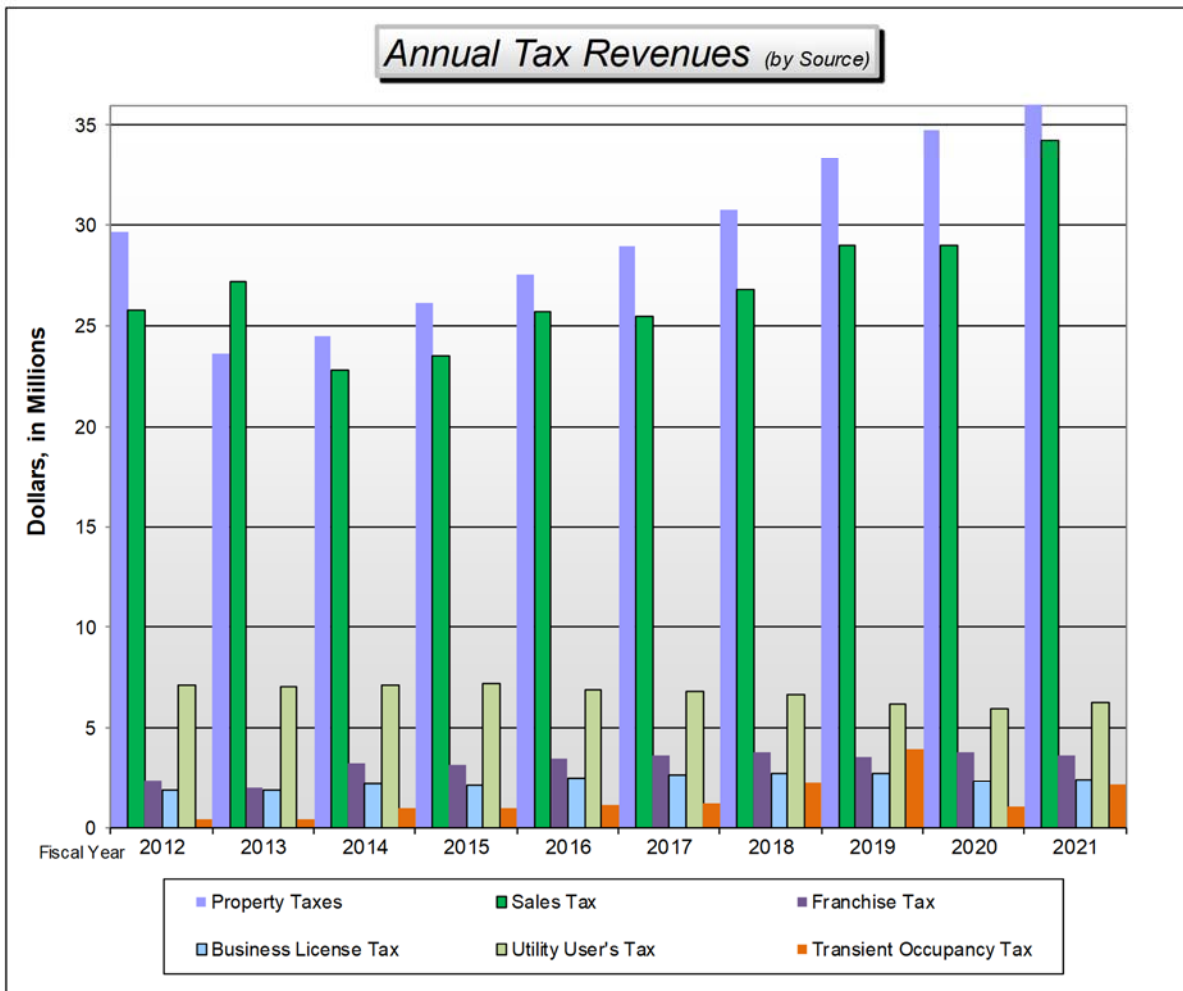
City of El Monte
Table 4 - Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Taxes	\$ 65,332,159	\$ 62,277,534	\$ 65,841,564	\$ 67,674,576	\$ 70,695,250	\$ 71,828,831	\$ 76,173,496	\$ 77,261,068	\$ 76,888,721	\$ 85,522,738
Licenses and permits	2,518,997	762,214	986,933	1,482,638	1,413,277	1,378,163	1,693,143	2,464,508	1,465,504	1,205,242
Intergovernmental	13,218,295	10,862,667	10,322,262	8,368,013	9,841,472	6,225,037	6,886,969	9,621,567	12,141,544	33,562,848
Charges for services	2,760,338	3,019,053	3,866,329	4,790,410	4,205,638	4,822,719	5,203,643	6,388,580	5,112,339	3,398,812
Fines and forfeitures	1,719,778	1,825,943	1,441,434	1,362,878	1,374,249	1,242,529	1,230,538	1,215,560	829,176	800,887
Use of money and property	1,776,326	1,048,530	1,124,564	1,044,042	1,160,085	1,267,098	1,646,087	4,006,051	3,555,297	2,443,861
Contributions	199,637	181,140	89,920	405,663	610,934	674,085	471,462	-	-	-
Miscellaneous	2,531,484	2,454,371	2,218,961	5,656,492	2,275,396	3,338,694	2,870,370	4,322,254	8,021,610	3,325,083
Net change in fair value of investments	-	(929,376)	509,360	181,143	98,088	(123,407)	(150,512)	-	-	(471,437)
Total revenues	90,057,014	81,502,076	86,401,327	90,965,855	91,674,389	90,653,749	96,025,196	105,279,588	108,014,191	129,788,034
Expenditures										
Current:										
General government	29,329,966	19,542,961	20,934,236	20,430,156	22,019,727	24,223,926	26,515,656	29,298,832	27,303,442	17,488,000
Parks and recreation	3,076,821	2,957,309	2,734,176	2,956,668	2,933,995	3,145,497	4,627,936	3,553,928	3,314,811	2,802,161
Economic development	3,431,716	3,984,763	5,430,664	2,694,122	1,740,963	2,022,309	3,416,404	7,230,928	8,677,669	7,797,094
Public works	7,941,927	10,317,511	11,215,809	12,659,130	15,010,029	16,042,485	17,588,228	13,927,793	15,281,656	14,211,117
Public safety	29,393,872	31,562,378	33,276,479	34,296,919	34,910,924	37,007,611	40,060,785	42,262,933	48,034,820	49,063,497
Capital outlay	12,762,314	7,862,196	7,288,106	6,785,299	7,598,789	5,316,396	7,852,892	3,706,867	15,021,509	29,252,391
Debt Service:										
Principal retirement	1,853,000	1,602,000	1,701,000	1,876,000	3,028,000	11,470,000	3,440,000	1,291,000	772,000	816,000
Interest and fiscal charges	3,469,859	2,531,116	2,631,674	2,588,865	2,467,444	2,556,345	1,776,691	1,560,375	3,051,605	4,809,576
Bond issuance cost	-	-	166,147	-	-	-	-	-	-	-
Total expenditures	91,259,475	80,360,234	85,378,291	84,287,159	89,709,871	101,784,569	105,278,592	102,832,656	121,457,512	126,239,836
Revenues over (under) expenditures	(1,202,461)	1,141,842	1,023,036	6,678,696	1,964,518	(11,130,820)	(9,253,396)	2,446,932	(13,443,321)	3,548,198
Other Financing Sources (Uses)										
Transfers in	9,367,779	7,459,364	15,368,873	3,939,319	5,266,600	4,012,800	4,404,818	4,173,496	8,166,947	3,059,128
Transfers out	(9,384,167)	(7,559,364)	(15,263,000)	(4,029,719)	(5,366,600)	(4,112,800)	(4,504,818)	(4,273,496)	(8,166,947)	(3,059,128)
Refunding bonds issued	-	-	4,803,723	-	-	-	-	-	-	-
Proceeds from sale of land held for resale	-	300,000	-	-	-	-	-	-	-	-
Long-term debt issuance	10,000,000	-	(4,372,671)	-	-	-	-	-	139,725,000	-
Premium on bonds issued	-	-	-	-	-	-	-	-	204,298	-
Miscellaneous	-	-	-	-	1,165,708	12,036,205	-	-	-	-
Net other financing sources (uses)	9,983,612	200,000	536,925	(90,400)	1,065,708	11,936,205	(100,000)	(100,000)	139,929,298	-
Special Items										
Payments to long-term debt	-	-	-	-	-	-	-	-	(126,748,366)	-
Change in fund balances	\$ 8,781,151	\$ 1,341,842	\$ 1,559,961	\$ 6,588,296	\$ 3,030,226	\$ 805,385	\$ (9,353,396)	\$ 2,346,932	\$ (262,389)	\$ 3,548,198
Debt service as a percentage of noncapital expenditures	7.62%	6.00%	5.44%	5.76%	6.58%	15.02%	5.32%	2.87%	3.57%	5.72%

Source: Finance Department, City of El Monte

City of El Monte
Table 5 - Tax Revenues by Source - Governmental Activities
Last Ten Fiscal Years

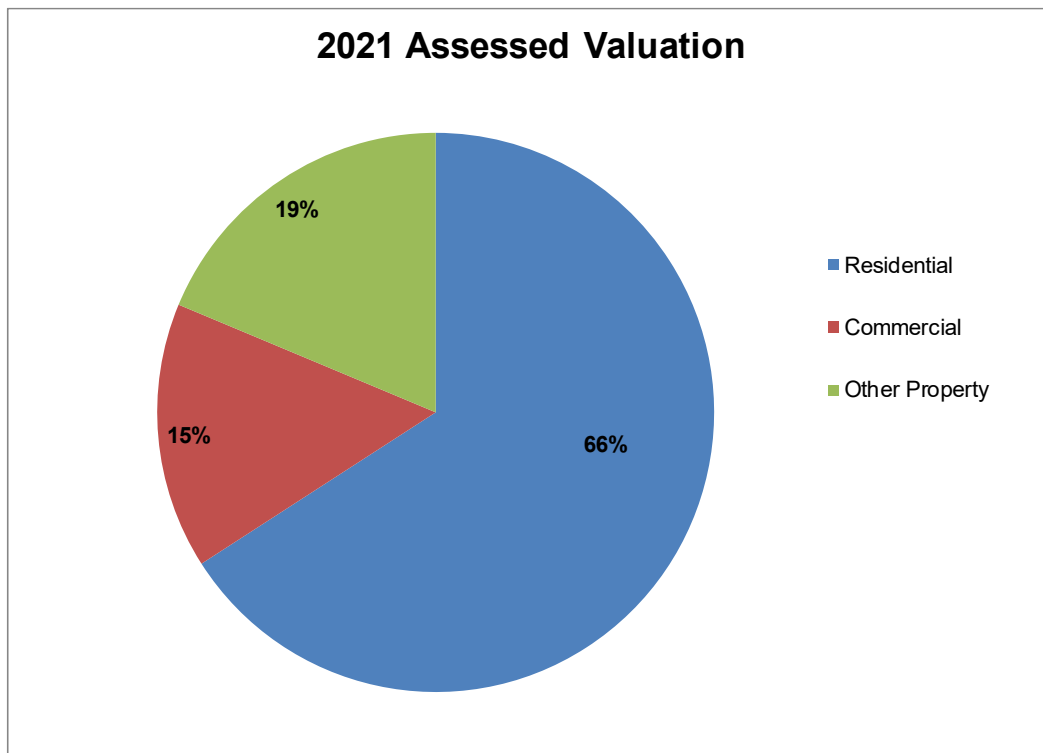
Fiscal Year	Property Taxes	Sales Tax	Franchise Tax	Business License Tax	Utility User's Tax	Other Taxes	Total
2012	\$ 29,669,759	\$25,752,700	\$ 2,361,886	\$ 1,861,976	\$ 7,129,350	\$ 418,463	\$ 67,194,134
2013	23,639,094	27,212,202	2,008,816	1,866,412	7,087,818	463,191	62,277,533
2014	24,509,692	22,812,015	3,284,097	2,183,836	7,134,428	980,489	60,904,557
2015	26,099,320	23,527,026	3,138,337	2,110,351	7,177,685	967,015	63,019,734
2016	27,532,723	25,664,884	3,474,799	2,501,208	6,869,855	1,101,431	67,144,900
2017	28,984,080	25,478,114	3,623,293	2,644,494	6,824,008	1,204,815	68,758,804
2018	30,744,183	26,818,074	3,770,535	2,725,845	6,644,912	2,240,228	72,943,777
2019	33,378,300	28,987,321	3,556,359	2,728,949	6,169,379	3,918,626	78,738,934
2020	34,773,423	28,968,416	3,790,564	2,345,027	5,939,205	1,072,086	76,888,721
2021	36,789,303	34,281,481	3,677,367	2,388,518	6,235,002	2,151,067	85,522,738



Source: Finance Department, City of El Monte Audited Annual Financial Reports

City of El Monte
Table 6 - Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(rate per \$100 of assessed value)

Fiscal Year	Real Property			Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value (1)
	Residential	Commercial	Other Property				
2012	\$3,862,262,666	\$ 947,932,740	\$ 1,098,171,840	\$ 49,041,796	\$ 5,859,325,450	0.34806%	\$ 5,859,325,450
2013	3,923,955,117	965,154,088	1,100,008,251	58,039,660	5,931,077,796	0.34797%	5,931,077,796
2014	4,088,942,850	980,098,697	1,100,861,677	56,126,462	6,113,776,762	0.24770%	6,113,776,762
2015	4,284,727,194	1,001,786,172	1,114,716,713	55,404,795	6,345,825,284	0.24785%	6,345,825,284
2016	4,502,784,697	1,036,602,565	1,128,146,481	52,992,652	6,614,541,091	0.24776%	6,614,541,091
2017	4,729,743,115	1,123,299,964	1,178,390,529	52,861,118	6,978,572,490	0.24805%	6,978,572,490
2018	4,966,544,882	1,186,848,213	1,303,679,021	52,847,145	7,404,224,971	0.24707%	7,404,224,971
2019	5,214,110,639	1,252,745,146	1,458,924,366	45,841,508	7,879,938,643	0.24877%	7,879,938,643
2020	5,597,492,578	1,330,583,314	1,498,704,894	45,841,003	8,380,939,783	0.24895%	8,380,939,783
2021	5,842,764,281	1,364,367,151	1,658,877,463	45,507,499	8,820,501,396	0.24903%	8,820,501,396



(1) Assessed Value is equal to Estimated Taxable Value and Actual Value
Source: HdL Coren & Cone, Los Angeles County Assessor 2020/21 Combined Tax Rolls

City of El Monte
Table 7 - Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

<u>Agency</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Basic Levy	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
El Monte City School District	0.12733	0.13288	0.12735	0.11822	0.14642	0.14682	0.14616	0.14580	0.10803	0.07513
El Monte General Fund	0.15000	0.15000	0.15000	0.15000	0.15000	0.15000	0.15000	0.15000	0.15000	0.15000
El Monte Union High School	0.09591	0.08992	0.09799	0.08418	0.09155	0.08469	0.08243	0.08793	0.10969	0.09294
Metropolitan Water District	0.00370	0.00350	0.00350	0.00350	0.00350	0.00350	0.00350	0.00350	0.00350	0.00350
Mountain View Sd Ds 2016 Series A	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.04770	0.05534	0.05140	0.05485
Pasadena Community College Dist	0.01956	0.02056	0.01899	0.01032	0.00872	0.00885	0.00819	0.00767	0.00721	0.00554
Rio Hondo Community College Dist	0.03418	0.02812	0.02892	0.02821	0.02712	0.02808	0.02748	0.02554	0.02571	0.01361
Rosemead School District	0.10507	0.10240	0.10314	0.09886	0.09997	0.08533	0.11979	0.09260	0.08682	0.07458
Total Direct & Overlapping Tax Rates	1.53575	1.52738	1.52989	1.49329	1.52728	1.50728	1.58524	1.56838	1.54236	1.47015
City's Share of 1% Levy Per Prop 13	0.09841	0.09841	0.09841	0.09841	0.09841	0.09841	0.09841	0.09841	0.09841	0.09841
Voter Approved City Debt Rate	0.15000	0.15000	0.15000	0.15000	0.15000	0.15000	0.15000	0.15000	0.15000	0.15000
Redevelopment Rate	1.15370									
Total Direct Rate	0.34806	0.34797	0.24770	0.24785	0.24776	0.24805	0.24707	0.24877	0.24895	0.24903

Source: HdL, Coren & Cone, Los Angeles County Assessor 2011/12 - 2020/21 Tax Rate Table

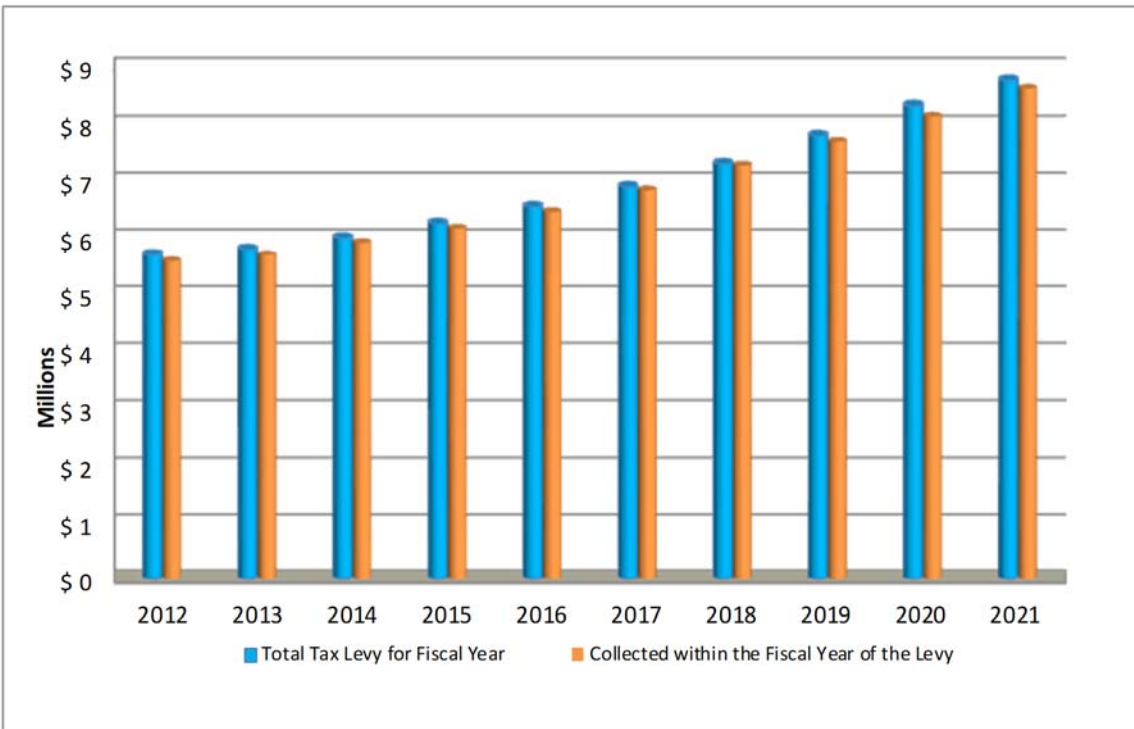
City of El Monte
Table 8 - Principal Property Taxpayers
Current year and Ten Years Ago

Taxpayer	2021			2012		
	Taxable Assessed Value (USD)	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value (USD)	Rank	Percentage of Total Taxable Assessed Value
GLC El Monte LLC	\$ 167,821,961	1	1.90 %	\$ -		
Gill Corporation	81,072,284	2	0.92 %			
Brookside MHC LLC	75,465,091	3	0.86 %			
Realty Income Properties II LLC	52,802,121	4	0.60 %			
SCRS Santa Fe Trail Plaza LLC	46,410,000	5	0.53 %			
Wells Fargo Bank NA	46,216,387	6	0.52 %	39,910,337	2	0.68 %
BTC III El Monte Logistics Center LP	46,095,000	7	0.52 %			
Telstar Owner LLC	44,570,736	8	0.51 %			
Penske Realty Inc	44,214,278	9	0.50 %	37,336,719	4	0.64 %
Uhon Arden Way Fee Owner LLC	41,306,867	10	0.47 %			
Von's Companies				87,487,135	1	1.49 %
KW Telstar LLC				39,574,456	3	0.68 %
KM El Monte Investors LLC				34,945,474	5	0.60 %
Multi Investment Associates				34,279,131	6	0.59 %
Wohl Penwood El Monte Partners				30,694,582	7	0.52 %
Walmart R and E Business Trust				29,374,399	8	0.50 %
Cathay Bank				25,151,700	9	0.43 %
Driftwood Dairy				23,765,887	10	0.41 %
Other Taxpayers	8,174,526,671		92.68 %	5,476,805,630		93.47 %
Totals	\$ 8,820,501,396		100.00 %	\$ 5,859,325,450		100.00 %

Source: HdL Coren & Cone, Los Angeles County Assessor 2020/21 and 2011/2012 Combined Tax Rolls and the SBE Non-Unitary Roll

City of El Monte
Table 9 - Property Tax Levies and Collections
Last Ten Fiscal Years

Year Ended June 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy	Percentage of Levy	Collections in Subsequent Years	Total Collections to Date	Percentage of Levy
2012	\$ 5,703,916	\$ 5,585,883	97.93 %	\$ 76,733	\$ 5,662,616	99.28 %
2013	5,797,183	5,693,897	98.22 %	63,949	5,757,846	99.32 %
2014	6,003,620	5,915,751	98.54 %	81,628	5,997,379	99.90 %
2015	6,258,243	6,168,751	98.57 %	67,921	6,236,672	99.66 %
2016	6,554,310	6,462,057	98.59 %	61,646	6,523,703	99.53 %
2017	6,904,698	6,840,245	99.07 %	62,345	6,902,590	99.97 %
2018	7,307,999	7,274,549	99.54 %	11,699	7,286,248	99.70 %
2019	7,798,929	7,693,092	98.64 %	84,994	7,778,086	99.73 %
2020	8,318,883	8,132,506	97.76 %	139,542	8,272,048	99.44 %
2021	8,758,348	8,610,034	98.31 %	86,385	8,696,419	99.29 %



Source: Los Angeles County Auditor-Controller

City of El Monte
Table 10 - Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities							Business-type Activities					Total Primary Government	% of Personal Income(1)	Per-Capita (1)
	Revenue Bonds	Certificates of Participation	Tax Allocation Bonds (2)	Taxable Pension Obligation Bonds	Notes and Loans Payable	Capital Leases	Unamortized bond discount / premium	Revenue Bonds	Capital Leases	Notes Payable	Unamortized bond discount / premium	Unamortized deferred inflow/ outflow			
2012	\$ 29,065,000	\$ 5,205,000	\$ -	\$ -	\$ 7,621,000	\$ 370,617	\$ (633,172)	\$ 17,010,000	\$ 18,390,759	\$ -	\$ (637,660)	\$ -	\$ 76,391,544	4.69%	671
2013	28,755,000	4,435,000	-	-	7,399,000	342,230	(607,322)	16,570,000	18,390,759	-	(609,738)	-	74,674,929	4.54%	653
2014	28,430,000	3,920,000	-	-	6,843,000	312,197	(468,812)	16,120,000	17,977,364	-	(581,816)	-	72,551,933	4.31%	631
2015	28,090,000	3,125,000	-	-	6,252,000	280,423	(459,009)	15,655,000	17,977,364	-	95,381	-	71,016,159	4.21%	617
2016	27,730,000	2,170,000	-	-	4,389,000	-	(451,859)	15,170,000	17,977,364	1,000,000	90,834	-	68,075,339	3.94%	598
2017	17,355,000	1,335,000	-	-	4,279,000	-	(444,709)	14,665,000	17,977,364	815,483	87,189	-	56,069,327	3.17%	491
2018	16,960,000	470,000	-	-	1,949,000	-	(328,843)	14,140,000	17,977,364	-	82,456	-	51,249,977	2.84%	437
2019	16,545,000	-	-	-	1,543,000	-	(334,055)	18,880,000	17,977,364	-	2,542,462	-	57,153,771	3.02%	488
2020	37,110,000	-	-	118,725,000	1,206,000	-	(105,660)	18,385,000	17,977,364	-	2,477,271	(434,660)	195,340,315	9.79%	1,674
2021	36,655,000	-	-	118,725,000	845,000	-	(90,151)	17,850,000	17,977,364	-	2,390,349	(407,438)	194,352,562	9.37%	1,669

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

- (1) See the Schedule of Demographic and Economic Statistics for personal income and population data.
- (2) Dissolution of RDA

Source: Finance Department, City of El Monte Audited Financial Statements

City of El Monte
Table 11 - Direct and Overlapping Government Activities Debt
As of June 30, 2021

	Gross Bonded Debt Balance	Percent Applicable to City (1)	Net Bonded Debt (2)
Direct Debt:			
EL MONTE 2010 LEASE REVENUE BONDS A	\$ 14,506,445	100.000	\$ 14,506,445
EL MONTE 2010 LEASE REVENUE BONDS B	864,321	100.000	864,321
EL MONTE 2020 LEASE REVENUE BONDS A	21,194,083	100.000	21,194,083
EL MONTE 2020 PENSION OBLIGATION BONDS	118,725,000	100.000	118,725,000
EL MONTE NOTES AND LOANS PAYABLE	845,000	100.000	845,000
Total Direct Debt	\$ 156,134,849		\$ 156,134,849
Overlapping Debt:			
METROPOLITAN WATER DISTRICT	\$ 13,101,783	0.554	\$ 72,559
EL MONTE CITY SD DS 2016	8,391,911	62.308	5,228,809
EL MONTE CITY SD DS 2008, SERIES B	5,897,545	62.308	3,674,626
EL MONTE CITY SD DS 2012 REFUND BONDS	5,865,000	62.308	3,654,348
EL MONTE CITY SD DS 2014 SERIES A	4,975,000	62.308	3,099,809
EL MONTE CITY SD DS 2015 REF BONDS	42,480,000	62.308	26,468,322
EL MONTE CITY SD DS 2014 SERIES B	9,410,000	62.308	5,863,157
EL MONTE CITY SD DS 2017 REF BOND SER A	21,540,000	62.308	13,421,084
MOUNTAIN VIEW SD DS 2016 SERIES A	15,790,000	73.420	11,593,057
MOUNTAIN VIEW SD DS 2016 SERIES B	13,130,000	73.420	9,640,078
MOUNTAIN VIEW SD DS 2016 SERIES C	32,835,000	73.420	24,107,537
ROSEMEAD SD DS 2012 REF BONDS	5,306,292	17.030	903,683
ROSEMEAD SD DS 2014 REF BONDS	5,105,000	17.030	869,402
ROSEMEAD SD DS 2016 REF BONDS	11,605,000	17.030	1,976,378
ROSEMEAD SD DS 2008 SERIES C	1,800,000	17.030	306,547
ROSEMEAD SD DS 2014 SERIES A	7,200,000	17.030	1,226,189
ROSEMEAD SD DS 2019 REF BD SERIES A	18,145,000	17.030	3,090,166
EL MONTE UNION HSD DS 2008 SERIES B	29,510,457	52.931	15,620,096
EL MONTE UNION HSD DS 2015 REF BONDS	23,840,000	52.931	12,618,682
EL MONTE UNION HSD DS 2008 SERIES C	1,230,000	52.931	651,048
EL MONTE UNION HSD DS 2016 REF BONDS	47,925,000	52.931	25,367,045
EL MONTE UNION HSD DS 2008 SERIES D	10,275,098	52.931	5,438,683
EL MONTE UNION HSD DS 2018 SERIES A	47,745,000	52.931	25,271,770
PASADENA CCD DS 2014 REF SERIES A	10,880,000	2.072	225,406
PASADENA CCD DS 2016 REF SERIES A	51,650,000	2.072	1,070,055
RIO HONDO CCD DS REF 2004 2019 SER B	117,367,824	15.615	18,326,528
Total - Overlapping Debt	\$ 563,000,910		\$ 219,785,065
Grand Total Direct and Overlapping Debt			\$ 375,919,914

2020/21 Assessed Valuation: \$ 7,405,909,070 after deducting \$1,392,556,960 Incremental Value.

Debt to Assessed Valuation Ratios:

Direct debt	2.11%
Overlapping Debt	2.97%
Total Debt	5.08%

(1) Listed values represent the actual rate, rounded to the nearest 3 decimal places

(2) Listed values are based on the actual rate, not the rounded rate as listed in the table

Source: HdL Coren & Cone, L.A. County Assessor and Auditor Controller's Office

City of El Monte
Table 12 – Legal Debt Margin Information
Last Ten Fiscal Years

Assessed value	\$ 8,820,501,396
Debt limit (15% of assessed value)	1,323,075,209
Net debt applicable to limit:	
Governmental activities debt	<u>156,134,849</u>
Total net debt applicable to limit	<u>156,134,849</u>
Legal debt margin	<u>\$ 1,166,940,360</u>

<u>Fiscal Year</u>	<u>Debt Limit</u>	<u>Total Net Debt Applicable to Limit</u>	<u>Legal Debt Limit</u>	<u>Legal Debt Limit as a percentage of Debt Limit</u>
2012	\$ 871,542,548	\$ 29,065,000	\$ 842,477,548	96.67%
2013	880,955,720	28,755,000	852,200,720	96.74%
2014	908,647,545	28,430,000	880,217,545	96.87%
2015	951,873,793	28,090,000	923,783,793	97.05%
2016	992,181,164	27,730,000	964,451,164	97.21%
2017	1,046,785,874	17,355,000	1,029,430,874	98.34%
2018	1,110,633,746	16,960,000	1,093,673,746	98.47%
2019	1,181,990,796	16,545,000	1,165,445,796	98.60%
2020	1,257,140,967	156,935,340	1,100,205,627	87.52%
2021	1,323,075,209	156,134,849	1,166,940,360	88.20%

Source: City of El Monte Finance Department

City of El Monte
Table 13 - Pledged Revenue Coverage
Last Ten Fiscal Years

Water Revenue Bonds							
Fiscal Year	Gross Revenues	Rate	Less: Net				
		Stabilization Fund	Operating Expenses	Net Revenues	Principal	Interest	Coverage
2012	\$ 3,266,501	\$ 403,422	\$ 1,879,627	\$ 1,790,296	\$ 420,000	\$ 789,465	1.48
2013	3,423,700	403,422	1,924,815	1,902,307	445,000	774,100	1.56
2014	3,199,184	403,422	2,007,543	1,595,063	450,000	784,320	1.29
2015	3,353,355	403,445	2,081,396	1,675,404	465,000	740,801	1.39
2016	3,436,627	403,471	2,172,752	1,667,346	485,000	747,709	1.35
2017	3,926,310	403,491	2,343,925	1,985,876	505,000	724,070	1.62
2018	4,447,777	403,491	2,383,412	2,467,856	525,000	681,983	2.04
2019	5,192,542	406,122	2,363,686	3,234,978	545,000	837,552	2.34
2020	5,359,345	412,047	3,056,338	2,715,054	495,000	888,175	1.96
2021	5,330,561	412,222	3,725,882	2,016,901	535,000	867,576	1.44

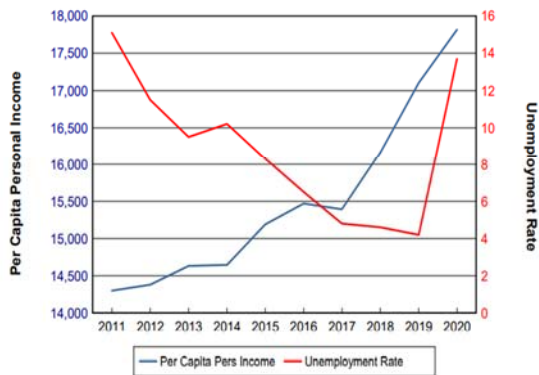
Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.
Expenditures do not include interest, depreciation or amortization expense and other non-cash items

Source: Finance Department, City of El Monte

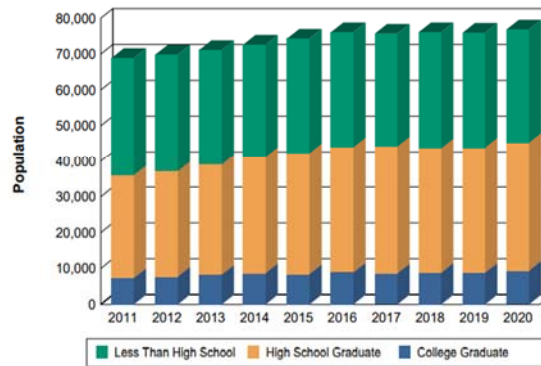
City of El Monte
Table 14 - Demographic and Economic Statistics
Last Ten Fiscal Years

Calendar Year	Population	Personal Income (thousands of dollars)	Per-Capita Personal Income	School Enrollment	Unemployment Rate	Median Age	% of Pop 25+ with High School Degree	% of Pop 25+ with Bachelor's Degree
2011	113,912	\$1,628,942	\$14,300	19,164	15.00%	31.6	52.3%	10.7%
2012	114,436	\$1,645,361	\$14,378	18,893	12.00%	32.2	53.2%	11.1%
2013	115,064	\$1,683,501	\$14,631	26,729	10.00%	32.8	54.9%	11.6%
2014	115,118	\$1,685,788	\$14,644	26,362	10.00%	33.5	56.8%	12.0%
2015	113,885	\$1,729,787	\$15,188	25,764	8.30%	34.7	56.9%	11.3%
2016	114,268	\$1,767,505	\$15,468	24,538	6.50%	35.5	57.8%	11.7%
2017	117,204	\$1,804,044	\$15,392	23,886	4.80%	35.4	58.4%	11.4%
2018	117,204	\$1,894,405	\$16,163	31,509	4.60%	35.4	58.4%	11.6%
2019	116,675	\$1,995,706	\$17,104	31,528	4.20%	35.3	57.8%	11.6%
2020	116,465	\$2,075,017	\$17,816	30,514	13.70%	35.7	58.9%	12.2%

Personal Income and Unemployment



Education Level Attained for Population 25 and Over



Sources: Population: California State Department of Finance. Unemployment Data: California Employment Development Department
Income, Age and Education Data - US Census Bureau, most recent American Community Survey
Demographic Data is totaled from Census Block Groups that overlap the City's boundaries.
School Enrollment: Towncharts.com based mainly on the latest year 2020 American Community Survey census data but also the survey from Common Core Data available for Public Elementary through Secondary Schools.

Note: Data are based on information provided by HdL Coren & Cone on calendar year basis. For example, fiscal year 2016 data is from calendar year 2015.

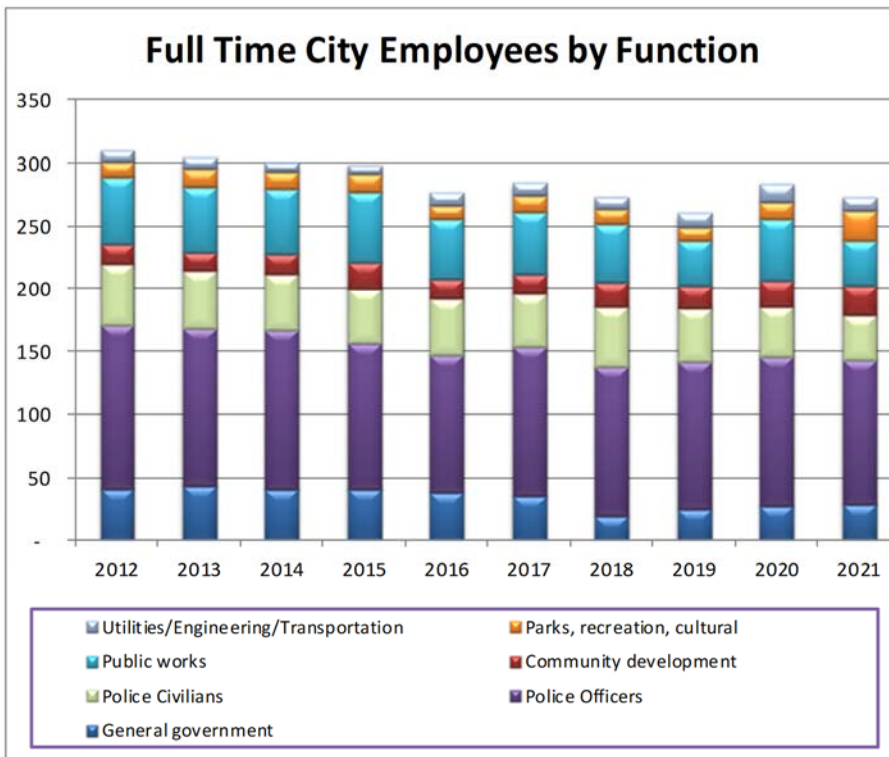
City of El Monte
Table 15 - Principal Employers
Current Year and Nine Years Ago

Employer	2021			2012		
	Employees	Percentage of Total City Employment	Rank	Employees	Percentage of Total City Employment	Rank
EL MONTE CITY SCHOOL DISTRICT	1500	2.955%	1			
GEOCYNTEC CONSULTANTS	1000	1.970%	2			
LONGO TOYOTA/ LONGO SCION	620	1.222%	3	475	1.935%	4
THE GILL CORPORATION	460	0.906%	4			
ASIAN PACIFIC HEALTH CARE VENTURE INC	260	0.512%	5			
HOUSE FOODS AMERICA CORP	250	0.493%	6			
THE HOME DEPOT #6673	243	0.479%	7			
LONGO LEXUS	226	0.445%	8			
SAM'S CLUB #6614	203	0.400%	9			
ARROYO HIGH SCHOOL	188	0.370%	10			
EL MONTE CITY ELEMENTARY DISTRICT				731	2.978%	1
EL MONTE HIGH SCHOOL DISTRICT				623	2.538%	2
MOUNTAIN VIEW ELEMENTARY				670	2.730%	3
CITY OF EL MONTE				429	1.748%	5
GREGG INDUSTRIES				400	1.630%	6
DRFTWOOD DAIRY				300	1.222%	7
EL MONTE ADULT SCHOOL				300	1.222%	8
SPIRIT HONDA				300	1.222%	9
SAN GABRIEL TRANSIT				300	1.222%	10
Total	4,950	9.753%		4,528	18.448%	
Total Employment	50,754	100%		24,545	100%	

Source: Finance Department, City of El Monte
State of California Economic Development Department - Labor Force Information

City of El Monte
Table 16 - Full-time Equivalent City Employees by Function / Program
Last Ten Fiscal Years

<u>Function</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General government	42	44	41	41	39	36	20	26	28	29
Public Safety										
Police Officers	129	125	126	116	108	118	118	116	118	115
Police Civilians	50	46	45	43	45	42	48	43	40	36
Community development	16	15	17	22	16	16	20	18	21	23
Public works	53	52	51	56	48	50	46	36	49	36
Parks, recreation, cultural	12	14	14	14	11	13	12	11	14	24
Utilities/Engineering/Transportation	9	9	7	7	10	10	10	11	14	11
Total full-time equivalent positions	<u>311</u>	<u>305</u>	<u>301</u>	<u>299</u>	<u>277</u>	<u>285</u>	<u>274</u>	<u>261</u>	<u>284</u>	<u>274</u>



Source: Finance Department, City of El Monte

City of El Monte
Table 17 - Operating Indicators by Function / Program
Last Ten Fiscal Years

<u>Function</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Police Department										
Physical arrests	3,103	3,272	3,370	3,398	3,443	3,269	3,629	3,718	2,870	2,084
Parking violations	18,885	17,719	12,230	17,126	15,374	13,214	15,482	12,739	9,835	17,693
Moving violations	4,682	4,476	4,122	4,129	2,802	2,918	3,696	2,972	2,025	1,154
Water Department										
Total number of customers	22,700	22,968	23,760	22,968	23,653	23,405	22,732	22,968	23,324	23,328
Average daily consumption	20,900	20,900	20,840	18,507	16,275	16,932	17,570	17,374	17,345	17,343
Total active domestic service connections	3,554	3,557	3,578	3,544	3,453	3,575	3,560	3,530	3,641	3,642
Volume of water delivered (in acre feet)	1,996	2,335	2,272	2,331	1,823	1,897	1,968	2,112	1,943	1,860
Water supply (in acre feet)	2,274	2,320	2,294	2,282	2,012	2,204	2,350	2,282	2,223	2,252

Source: Finance and Police Departments, City of El Monte

City of El Monte
Table 18 - Capital Assets by Function
Last Ten Fiscal Years

Function	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Public safety										
Police										
Number of Police Stations	1	1	1	1	1	1	1	1	1	1
Number of Police Motor Vehicles	95+	95+	97	93	94	101	100	98	98	95
Fire										
Number of Fire Stations	4	4	4	4	4	4	4	4	4	4
Highways and streets										
Streets (miles)	151.4	151.4	151.4	151.4	151.7	151.7	151.7	151.7	151.7	151.7
Streetlights	4,500	4,784	4,784	4,784	4,799	4,785	4,785	4785	4785	4785
Traffic signals	76	81	82	84	85	82	82	82	82	84
Culture and recreation										
Parks acreage	51	51	51	39.8	39.8	39.8	39.8	39.8	39.8	39.8
Parks	10	10	10	9	9	9	9	9	9	9
Ball diamonds	6	6	6	4	4	4	4	4	4	4
Basketball courts	5	5	5	5	5	5	5	5	5	4
Craft/Activity buildings	4	4	4	4	4	4	4	4	4	4
Gymnasium	1	1	1	1	1	1	1	1	1	1
Swimming pools	7	7	7	6	6	4	4	4	4	4
Community centers	6	6	6	6	6	6	6	6	6	6
Mini Pitch Court	0	0	0	0	0	0	0	0	0	1
Water										
Water mains (miles)	38.7	38.7	38.7	38.7	40.8	40.8	40.8	40.8	40.8	41.0
Maximum daily treatment capacity (millions of gallons)	6.5	6.5	6.5	5.6	5.8	5.8	5.8	5.8	5.8	5.8

Source: Various departments, City of El Monte

City of El Monte
Table 19 – Water Rates
Last Ten Fiscal Years

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Service connection fee - 1 inch meter	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 3,000	\$ 3,000	\$ 3,000	\$ 3,000
Monthly Service Charge										
Meter Size										
0 - 75 units ⁽¹⁾	\$ 0.1567	\$ 0.1567	\$ 0.1567							
over 75 units	0.2384	0.2384	0.2384							
0 - 125 units				0.1950	0.2140	0.2340	0.2560	0.2800	0.406	0.442
over 125 units				0.3380	0.3700	0.4050	0.4440	0.4860	0.517	0.563
- Domestic Service										
Meter Size										
5/8 "	\$ 13.3300	\$ 13.3300	\$ 13.3300	\$ 17.3300	\$ 18.9800	\$ 20.7800	\$ 22.7500	\$ 24.9100	\$ 28.9500	\$ 31.5600
1.0"	28.9100	28.9100	28.9100	37.5800	41.1500	45.0600	49.3400	54.0300	60.8600	66.3400
1.5 "	57.8100	57.8100	57.8100	75.1500	82.2900	90.1100	98.6700	108.0400	114.0400	124.3000
2.0 "	92.6400	92.6400	92.6400	120.4300	131.8700	144.4000	158.1200	173.1400	177.8500	193.8600
3.0 "	173.3900	173.3900	173.3900	225.4100	246.8200	270.2700	295.9400	324.0600	326.7500	356.1600
4.0 "	289.0000	289.0000	289.0000	375.7000	411.3900	450.4700	493.2700	540.1300	539.4700	588.0200
6.0 "	577.9800	577.9800	577.9800	751.3700	822.7500	900.9200	986.5000	1,080.2200	1,071.2600	1,167.6800
8.0 "	924.7500	924.7500	924.7500	1,202.1800	1,316.3800	1,441.4400	1,578.3700	1,728.3200	1,709.4100	1,863.2600
10.0 "	1,329.3400	1,329.3400	1,329.3400	1,728.1400	1,892.3200	2,072.0900	2,268.9300	2,484.4800	2,453.9200	2,674.7700
- Fire Service										
Meter Size										
2.0 "	\$ 37.0600	\$ 37.0600	\$ 37.0600	\$ 37.6100	\$ 41.1900	\$ 45.1000	\$ 49.3800	\$ 54.0800	\$ 17.5100	\$ 19.0800
3.0 "	69.4300	69.4300	69.4300	70.4600	77.1600	84.4900	92.5100	101.3000	44.5600	48.5700
4.0 "	115.7200	115.7200	115.7200	117.4400	128.6000	140.8100	154.1900	168.8400	91.2200	99.4300
6.0 "	220.6600	220.6600	220.6600	223.9300	245.2000	268.4900	294.0000	321.9300	258.6800	281.9600
8.0 "	370.3100	370.3100	370.3100	375.8000	411.5100	450.6000	493.4100	540.2800	547.5100	596.7800
10.0 "	534.1100	534.1100	534.1100	542.0300	593.5200	649.9000	711.6400	779.2500	981.9700	1,070.3500

⁽¹⁾ Unit is equal to 100 gallons.

Source: City of El Monte Finance Department

City of El Monte
Table 20 – Top Water Customers
Current Year and Nine Years Ago

Customer	2021			2012		
	Total Revenue	Percentage of Total Water Revenue	Rank	Total Revenue	Percentage of Total Water Revenue	Rank
DRIFTWOOD DAIRY	\$ 209,337	3.93 %	1	\$ 24,807	0.76 %	4
LACMTA	60,092	1.13 %	2	47,332	1.45 %	1
JDH INVESTMENTS LLC	51,856	0.97 %	3			
TDF-LP	43,782	0.82 %	4	15,826	0.49 %	9
CALIFORNIA 19-01	40,375	0.76 %	5			
RIO VISTA SCHOOL	35,042	0.66 %	6	16,468	0.51 %	8
EL MONTE UNION HI SCH DIST	34,775	0.65 %	7	29,883	0.92 %	2
EL MONTE HOUSING PARTNERS LP	33,463	0.63 %	8			
NIJJAR, MIKE	31,691	0.59 %	9	23,674	0.73 %	5
SUPERIOR GROCERIES	28,799	0.54 %	10			
DAVID WEISWASSER				24,832	0.76 %	3
LA CO INT SVC				19,891	0.61 %	6
PIONEER PARK				17,593	0.54 %	7
ROBERT MASLOW				13,618	0.42 %	10
Other Customers	<u>4,761,349</u>	89.32 %		<u>3,026,150</u>	92.82 %	
Total Water Sales and Service Revenue	<u>\$ 5,330,561</u>	100.00 %		<u>\$3,260,074</u>	100.00 %	

Source: Finance Department, City of El Monte

