

CITY OF WALNUT

ANNUAL COMPREHENSIVE FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED JUNE 30, 2022
WALNUT, CALIFORNIA



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ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2022

Prepared by:

Finance Department
Karen Ogawa, Director of Finance

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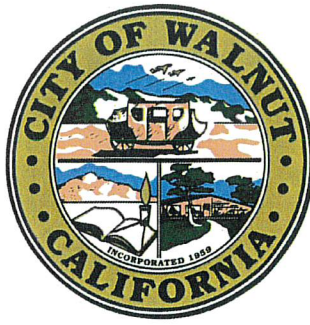
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P.O. Box 682, Walnut, CA 91788-0682
21201 La Puente Road
Walnut, CA 91789-2018
Telephone (909) 595-7543
FAX (909) 595-6095
www.cityofwalnut.org

CITY OF WALNUT

December 13, 2022

Honorable Mayor, Members of the City Council and
Citizens of the City of Walnut
California 91789-2018

It is a pleasure to submit the Annual Comprehensive Financial Report of the City of Walnut (City) for the fiscal year ended June 30, 2022. This report is published in accordance with local ordinance and state law requirements that financial statements be presented in conformity with accounting principles generally accepted in the United States of America and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed certified public accountants.

This report consists of management's representations concerning the finances of the City. Subsequently, management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Internal accounting controls are implemented by the City to provide reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition and the City's financial records used for preparing financial statements are maintained in a reliable fashion and in conformance with the generally accepted accounting principle (GAAP). Because of the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. The City's internal controls accomplishes these objectives. In our opinion, the data presented is accurate in all material aspects; 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 maximum understanding of the City's financial affairs have been included.

Eide Bailly LLP, a firm of certified public accountants conducted the independent audit for this fiscal year. The audit was designed to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. In addition, the audit was designed to comply with the requirements of the Federal Single Audit Act of 1996 and 2 CFR part 200. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

THE PROFILE OF THE CITY OF WALNUT

The City was founded in 1940 and incorporated on January 19, 1959, with a population of 1,000. The vote was 241 to 24 for approval. The size of the City at the time of incorporation was 7.5 miles. The City was named after

the largest ranch, El Rancho de los Nogales (Nogales meaning “walnuts” in Spanish). The City is situated in the greater Walnut Valley, nestled in an area between San Jose Hills to the north and the Puente Hills to the south, 20 miles east of downtown Los Angeles. This picturesque valley, coupled with its colorful history, provides contemporary living. Walnut has a unique atmosphere, a pleasant mixture of country living with urban convenience. It currently occupies 8.83 square miles and serves a population of 28,094.

The City is a general law city operated under the Council-Manager form of government since 1959. Policy making and legislative authority are vested to the five-member City Council, all of whom are elected by community at large. The Council serves a four-year term with a rotating election schedule every year.

City of Walnut is a family-friendly community with a diverse population. The City was ranked #49 on the Money Magazine’s list of the “Best Places to Live” in 2015. Walnut has been on this list three previous times, once in 2009, 2011 and again in 2013. Families flock to City due to high-performing schools with Academic Performance Index (API) scores above 800’s and 900’s. Under the stewardship of Walnut Valley Unified School District, several elementary schools and high school received national recognition from the State of California and United States Department of Education. The U.S. Census Bureau, 2007-2011 American Community Survey found that 32.7% of residents 25 years and over have bachelor’s degree and 16.8% have graduate degrees.

Residents enjoy a nice balance of commitment to family values, excellent schools, and access to active lifestyle, as well as, variety of shopping and dining options. There is a strong sense of community as residents gather at various City-sponsored events such as Concert in the Parks, July 4th Celebration, National Night Out, Snow Days, and last but not the least, the popular Walnut Family Festival. The City is home to 11 parks with area of 97 acres, 30.5 miles of equestrian/hiking trails, and 368 acres of open space. The residents value the rural atmosphere which is preserved by a well-defined general plan.

The City made contractual arrangement for major services such as engineering, building and safety services, transit services, trash collection, street maintenance, landscape and lighting maintenance, and public safety services. The Public safety services are provided by the Los Angeles County Sheriff’s Department and Los Angeles County Fire Department.

The annual budget serves as the foundation for the City’s financial planning and control. The budget is adopted on annual basis by the City Council in May of each year. The various departments submit revenue estimates and expenditure appropriation request for the one-year period (begin July 1). Departmental hearings are held with each department, which leads to the development of the proposed budget. The City Manager then presents the proposed budget to City Council, which is discussed with the City Council in public workshops in May and formally presented to the City Council for adoption on or before June 30 of each year. The level of budgetary control is established at the department or project level within each fund.

THE REPORTING ENTITY AND ITS SERVICES

The City of Walnut is a reporting entity, which consists of the primary government and component units. The City is the primary government. The component units are the Walnut Financing Authority and the Walnut Housing Authority.

The Walnut Public Financing Authority was established on November 9, 1988 by a joint powers agreement between the City and the Walnut Improvement Agency. Under bond law the Authority has the power to issue bonds and loan the proceeds to any local agency. The Walnut Successor Agency was established in February 2012 and dissolved in February 2021 per Assembly Bill 1X 26.

The Walnut Housing Authority was established on October 9, 1996 pursuant to the State of California Health and Safety Code, Section 34200. Its purpose is to provide for new and/or improvement of existing, low and moderate housing for residents of the community.

The City is also financially accountable for both the Walnut Public Financing Authority and the Walnut Housing Authority, as a blended component of the City and therefore, has been included as an integral part of the City of Walnut's financial statement. Additional information on these legally separate component units can be found in the Notes to the financial statements (see Note 1a).

RELEVANT FINANCIAL POLICIES

The City of Walnut fiscal policy provides funding to maintain the safety of the Walnut citizens at a level to insure that Walnut maintains one of the lowest crime rates in Los Angeles county, promote a mix of businesses, which contributes to a balanced community, develop program to enhance and retain existing businesses, and pursue new developments and businesses which add to the City's economic base, and utilized grants and subsidies from other agencies whenever possible. The fiscal policy, which was last updated and adopted on April 13, 2011, purpose is to reserve and maintain a minimum of 50% of the general fund budget for maintenance and operations ("rainy day fund"), maintain a \$1 million self-insured deposit fund reserve, and a \$1 million disaster recovery fund reserve for future emergencies and after the audit is completed each year, any surplus will be equally distributed between the facility maintenance fund and the capital improvement fund.

With the City of Walnut implementation of the GASB 54, Fund Balance Reporting and Governmental Fund Type Definitions, the City Council adopted the fund balance policy on June 8, 2011. Per the policy, there is fund balance committed to disaster recovery. In addition, the City assigned fund balance to community services recreation facility construction, other post-employment benefits, self insurance, and for maintenance and operations of City services.

LONG-TERM FINANCIAL PLANNING

The accompanying financial statements reflect an excellent financial condition. At the close of the fiscal year, the general fund has a fund balance of \$30.3 million. Of that balance, the unrestricted fund balance (the total of the committed, assigned, and unassigned components of the fund balance) was \$28.1 million, which is approximately 200% of the total general fund expenditures. The total net change in the general fund balance is an increase of \$206,920.

The City maintains a five-year Capital Improvement Program to ensure that its facilities, equipment, and infrastructure are well maintained and operating in peak condition. The fiscal year 2023-2027 Capital Improvement Program anticipates \$16.9 million in capital projects.

FUTURE ECONOMIC OUTLOOK

The effect of diminishing population growth as the City approaches buildout along with the reduced building related fees that have supplied a portion of the City revenue and the unstable economy due to the uncertainties of Novel Corona Virus Disease (COVID-19) will all have an impact on the future City finances. This, together with the added need for maintenance and infrastructure as the City matures, and an ever increasing public demand for services by Walnut's residential community, will require that continued prudent fiscal management not only remain desirable but absolutely necessary.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Walnut for its Annual Comprehensive Financial

Report (ACFR) for the fiscal year ended June 30, 2021. This was the thirty-three (33) consecutive years that the government has achieved these prestigious awards. In order to be awarded a Certificate of Achievement, the government had to publish an easily readable and efficiently organized ACFR that satisfied both generally accepted accounting principles and applicable program requirements.

A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year only. However, we believe that our current ACFR continues to meet the Certificate of Achievement for Excellence in Financial Reporting Program's requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

ACKNOWLEDGEMENT

The financial results of the City would not have been possible without the dedicated efforts of the finance division staff, as well as the audit firm of Eide Bailly LLP. Appreciation is also expressed to all members of the departments for their assistance in providing the data necessary to prepare this report. We also wish to recognize the commitment of the City Council for their unfailing support for maintaining the highest standards of professionalism in the management of the City of Walnut's finances.

Respectfully submitted,



Tom Weiner
City Manager



Karen Ogawa
Director of Finance



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Walnut
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO

**CITY OF WALNUT
OFFICIALS
June 30, 2022**

CITY COUNCIL

Eric Ching, Mayor
Dr. Allen Wu, Mayor Pro Tem
Linda Freedman, Council Member
Bob Pacheco, Council Member
Nancy Tragarz, Council Member

CITY OFFICIALS

Tom Weiner, City Manager
Teresa De Dios, City Clerk
Karen Ogawa, City Treasurer

City of Walnut Organizational Chart

The City of Walnut is a contract City, which utilizes contracts with the County and private businesses to provide services to our constituents. The City is comprised of the City Manager's Office, Finance Department, Community Development, and Community Services. The City Manager's office oversees admirations of the city, Public Information, Human Resources, City Clerk, Economic Development, Legislation, Information Technology, Public Safety, and Risk Management. The Finance department coordinates the City's budget, contracts, payroll, accounts payable/receivable, and other purchasing functions. Community Development oversees building and planning of the City, while the Community Services Department coordinates and maintains the city's parks, recreation programs, and public works.

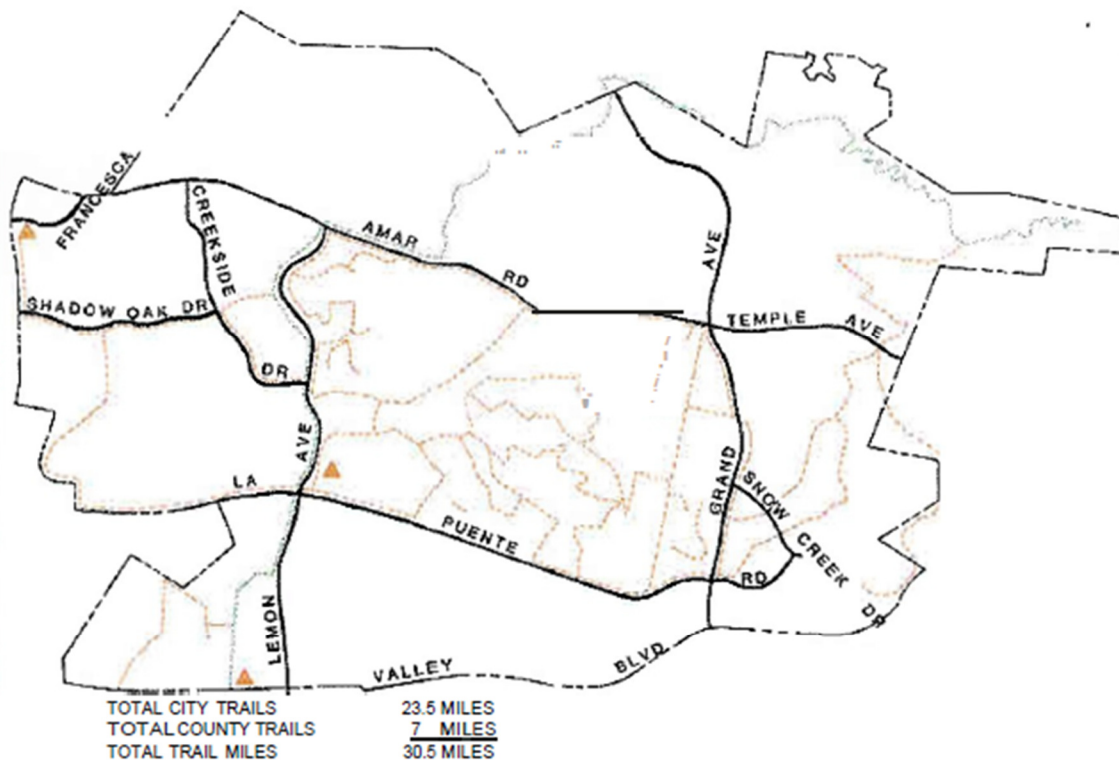


City of Walnut Trail Map



City of Walnut
21201 La Puente Road
Walnut, CA 91789
(909) 595-7543

There are 30.5 miles of equestrian/hiking trails winding through Walnut's rolling hills. The area has been linked to horse-related activities for many years, and interest in an equestrian oriented lifestyle has attracted many of the City's residents to settle in this area. The scenic, natural topography provides an ideal place for riding and hiking. The equestrian/hiking trails wind through the community and take advantage of the open spaces, parks, and preserved natural areas. Along the trails are three rest areas, located on Valley Boulevard at Lemon Creek, on Nogales Street south of Francesca Drive, and on Lemon Avenue just north of La Puente Road. All three rest areas have picnic tables, trash cans, and trees to provide shade. The map below indicates the equestrian/hiking trails and rest areas.



FINANCIAL SECTION

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Independent Auditor's Report

The Honorable Members of the City Council
of the City of Walnut
Walnut, California

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 13, 2022, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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 City's internal control over financial reporting and compliance.

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

Rancho Cucamonga, California
December 13, 2022

Management's Discussion and Analysis

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

Financial Highlights

- The City of Walnut's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$98.4 million (net position).
- The General Fund has a fund balance of \$30.3 million.
- At the end of the current fiscal year, unrestricted fund balance (the total of the committed, assigned, and unassigned components of the fund balance) for the General Fund was \$28.1 million or approximately 200% of the total general fund expenditures.
- The General Fund actual resources available for appropriation (revenue inflows and fund balance) was \$25.0 million more than budget and actual appropriations (outflows) were \$189,273 less than budget.
- At the close of the current fiscal year, the City of Walnut governmental funds reported a combined fund balance of \$39.5 million.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City of Walnut's basic financial statements. The City of Walnut's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

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

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

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

Both of the government-wide financial statements distinguish functions of the City of Walnut that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the City of Walnut include general government, public safety, community development, community services, and public works.

The government-wide financial statements include the blending of separate legal entities the Walnut Public Financing Authority and the Walnut Housing Authority. Although legally separate, these “component units” are, in substance, part of the City’s operations and are important because the City of Walnut is financially accountable for them.

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

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

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

The City of Walnut maintains 28 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund and three special revenue funds, all of which are considered to be major funds. Data from the other 24 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The City of Walnut adopts an annual appropriated budget for its general fund and special revenue funds. A budgetary comparison statements have been provided for the general fund and special revenue funds to demonstrate compliance with this budget.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reported in the government-wide financial statements because the resources for those funds are not available to support the City of Walnut’s own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

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

Combining Statements. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the Notes to the required supplementary information.

Government-wide Overall Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of a government’s financial position. In the case of the City of Walnut, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$98,449,417 at the close of the fiscal year. Our analysis focuses on the net position and changes in net position of the City’s governmental activities.

**City of Walnut Net Position
(In Thousands)**

	<u>Governmental Activities</u>	
	<u>June 30, 2022</u>	<u>June 30, 2021</u>
Current and other assets	\$ 47,550	\$ 42,287
Capital assets	68,084	70,436
Total assets	<u>115,634</u>	<u>112,723</u>
Deferred outflows of resources	2,163	1,963
Current liabilities	8,388	4,968
Noncurrent liabilities	6,396	9,671
Total liabilities	<u>14,784</u>	<u>14,639</u>
Deferred inflows of resources	4,564	857
Net Position		
Net investment in capital assets	68,084	70,436
Restricted	9,193	9,513
Unrestricted	21,172	19,241
Total net position	<u>\$ 98,449</u>	<u>\$ 99,190</u>

The largest portion of the City of Walnut’s net position (69%) reflects its investment in capital assets (e.g. land, buildings and improvements, furniture, fixtures, equipment, and infrastructures), less any related outstanding debt that was used to acquire those assets. The City of Walnut uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

An additional portion of the City of Walnut’s net position (9%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$21,172,241 is unrestricted and maybe used to meet the government’s ongoing obligations to its citizens and creditors.

At the end of the current fiscal year, the City of Walnut is able to report positive balances in all reported categories of net position, both for the government as a whole, as wells as for its separate government activities. The same situation held true for the prior fiscal year.

The City of Walnut overall net position decreased \$740,302. The following is an explanation of the major changes:

- Cash and investments increased by \$5.3 million due to the American Rescue Plan Act (ARPA) funds received from the United States Department of Treasury.
- Current liabilities increased \$3.4 million primarily due to unearned ARPA revenues.
- Noncurrent liabilities decreased by \$3.3 million due to the decrease in net pension liabilities and OPEB liabilities.
- Capital assets decreased \$2.4 million net of depreciation. The decrease was attributed to the infrastructures, furniture, and equipment that were fully depreciated. The changes are as follows:

City of Walnut Asset Type

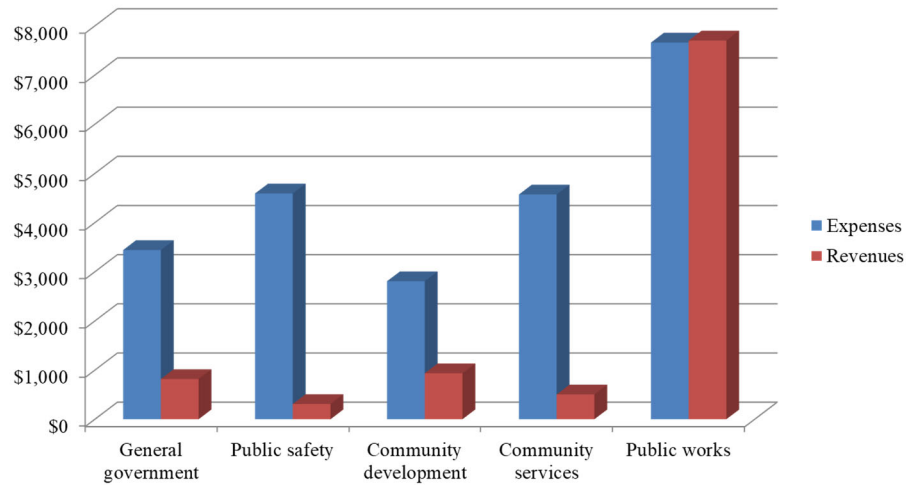
Construction in progress	\$ (174,055)
Building and improvements	(558,210)
Furniture and equipment	(216,667)
Infrastructure	<u>(1,402,835)</u>
Capital asset net decrease	<u>\$ (2,351,767)</u>

Governmental Activities. Governmental activities decreased the City of Walnut net position by \$740,302. Key element of the changes is due to the expenses exceeding revenues. Refer to the analysis on the next page.

City of Walnut Changes in Net Position
(In Thousands)

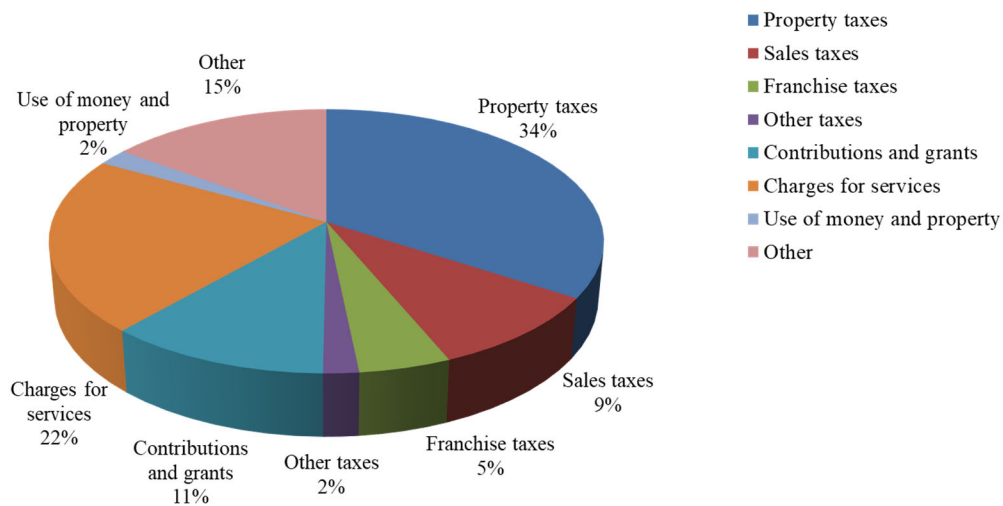
	Governmental Activities	
	June 30, 2022	June 30, 2021
Revenues:		
Program revenues:		
Charges for services	\$ 5,080	\$ 4,416
Operating contributions and grants	2,309	2,321
Capital contributions and grants	2,883	2,436
General revenues:		
Taxes:		
Property taxes	7,733	6,992
Sales taxes	2,352	1,947
Franchise taxes	1,032	958
Business license taxes	131	119
Other taxes	504	370
Use of money and property	(251)	408
Other	561	499
Total revenues	22,334	20,466
Expenses:		
General government	3,442	3,426
Public safety	4,592	4,395
Community development	2,807	3,686
Community services	4,572	3,883
Public works	7,661	7,623
Total expenses	23,074	23,013
Change in net position	(740)	(2,547)
Beginning net position	99,190	101,737
Ending Net Position	\$ 98,450	\$ 99,190

**City of Walnut Government Activities
Expense and Program Revenues
(In Thousands)**



- Charges for services and property taxes revenues increased by \$1.4 million, which was offset by the decrease of \$660,000 in use of money and property.
- Community Services expenses increased by \$689,000 primarily due to restoring recreation activities due to lessening of COVID-19 restrictions.
- Community Development expense decreased by \$880,000 primarily due to sale of Proposition A funds in prior fiscal year.

**City of Walnut Governmental Activities
Revenue by Source
(% of Total Revenues)**



Financial Analysis of the City's Funds

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

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

As of the end of the current fiscal year, the City of Walnut's governmental funds reported combined fund balances of \$39,521,464, an increase of \$1.9 million in comparison to prior year. Of this balance 1% (\$416,865) are nonspendable balances for notes and loans, advances to other funds, and prepaid costs; 23% (\$9,280,278) are legally restricted to fund such areas as low and moderate housing projects, public safety, community services, and public works; 5% (\$2,000,000) are committed to disaster recovery and self-insurance; 60% (\$23,547,618) are assigned to community services, maintenance and operations, and other post-employment benefits; and the remaining 11% (\$4,276,703) are unassigned.

The general fund is the chief operating fund of the City of Walnut. At the end of the current fiscal year, the general fund reflects a fund balance of \$30,328,606. The unassigned fund balance of the general fund is \$4,317,625, which represents approximately 31% compared to the general fund expenditures, while the total fund balance represents approximately 216% of the general fund expenditures. The general fund balance increased \$206,920.

The Landscape Open Space Maintenance District (LOSMD) fund accounts for assessments levied by the City to residents who have property maintained by the City. The assessments related to the LOSMD exceed the costs by \$255,361. The assessments do not have a provision for rate increases and expenses to maintain the property continue to increase each year.

The non-major governmental fund balance increased by \$2.0 million. Increase primarily due to increase revenues from park in-lieu fees of \$455,000 coupled with the decrease in public works projects of \$851,000.

General Fund Budgetary Highlights

The actual charges to appropriations for the general fund at year-end were \$189,273 less than the final budget. The budget to actual variance in appropriations was due lower recreation activities and close control by management on spending. Actual revenues were \$274,884 more than anticipated, which is primarily due to increase in property taxes and license and permits and lower than anticipated transfers-in and use of money and property. Budget amendments and supplemental appropriation were made during the year to increase appropriations for unanticipated expenditures after adoption of the original budget in the amount of \$360,089.

Capital Asset and Debt Administration

Capital Assets. At the end of the fiscal year ended June 30, 2022, the City had \$68,084,318 invested in a broad range of capital assets including land, buildings, infrastructures, furniture, and equipment. The amount represents a net decrease of \$2.4 million over last year. This decrease is mainly due to the depreciation.

City of Walnut Capital Assets Net of Depreciation (In Thousands)

	Governmental Activities	
	<u>2022</u>	<u>2021</u>
Land	\$ 10,793	\$ 10,793
Construction in progress	544	718
Building and improvements	11,968	12,526
Furniture and equipment	914	1,131
Infrastructure	<u>43,865</u>	<u>45,268</u>
Total	<u>\$ 68,084</u>	<u>\$ 70,436</u>

The City's five-year Capital Improvement Program projects spending \$16.9 million through fiscal year 2026-27. Funding will come from current fund balances assigned for capital projects and projected revenues over the next five years. The most significant projects include the flood plain rehabilitation, slurry seal and park improvement projects.

Additional information on the capital assets can be found in Note 3 of this report.

Long-term Liabilities. At the end of the current fiscal year, the City of Walnut had total accrued compensated absences of \$544,962, which is \$103,744 less than prior year. Additional information can be found in Note 4.

Economic Factors and Next Year's Budgets and Rates

On March 4, 2020, California Governor Gavin Newsom proclaimed a State of Emergency to exist in California as a result of the threat of Novel Corona Virus Disease (COVID-19) and on March 13, 2020 the President of the United States declared a National Emergency. The City of Walnut proclaimed a local emergency on March 17, 2020. The state of emergency continued through fiscal year 2021-22. Walnut is allocated \$7.1 million in American Rescue Plan Act Funds (ARPA) and received \$3.6 million in July 2021 and July 2022 for a total of \$7.2 million. The City will expend the funds in accordance to the federal regulations. The revenue and expenditure projections provided for the 2022-23 budget is based upon economic forecasts, trends for the area in which the City is located and the uncertainties from COVID-19. It is based on the information supplied by outside agencies, such as the State Department of Finance, State Board of Equalization, and the Los Angeles County Assessor's

Office, to predict revenues for entitlement, grants, state subventions, sales tax and property tax. The revenue and expenditure projections are intended to serve as a guide in planning for the future.

This year, the assumptions used for forecasting the revenues included a 2% increase in sales tax and 3% increase in property taxes for the next couple of years. These projections were based on the current economic situation.

The building related revenues such as plan checks and building permits have been projected to have no changes due to new development project(s) that are currently in the beginning stages and since the City does not have definite details about the projected start dates.

The assumptions used for forecasting expenditures included a projected increase of 4% for all expenditures related to personnel and 2% increase for operations of the City. All expenditures for the City's public safety program, which includes payment for the Los Angeles County Sheriff services, have been projected to increase 3% per year. All liability and property insurance costs are projected to increase by 4%. In addition, where ever possible, any expenditures which are not "on-going", such as expenditures identified for certain capital or fixed asset items, have not been carried forward as expenditures in following years. Also taken into consideration are any costs for contracted services, in which the City has an agreement with the provider, where the fees are to remain constant for a specified number of years.

A priority of the City is to maintain a high quality of services while adopting a balanced budget. Once again the budget is balanced for the coming year.

Request for Information

The financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City of Walnut finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the City's Finance Division, at the City of Walnut, 21201 La Puente Road, Walnut, California 91789.

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City of Walnut, California
Statement of Net Position
June 30, 2022

	Governmental Activities
Assets	
Current assets	
Cash and investments	\$ 42,562,238
Receivables	
Accounts	280,688
Accrued interest	73,314
Deferred loans	751,614
Prepaid costs	381,038
Due from other governments	1,145,884
Restricted cash and investments	2,354,983
Total current assets	47,549,759
Noncurrent assets	
Capital assets not being depreciated	11,336,720
Capital assets, net of depreciation	56,747,598
Total noncurrent assets	68,084,318
Total assets	115,634,077
Deferred Outflows of Resources	
Deferred amount related to pensions	1,723,797
Deferred amount related to OPEB	439,672
Total deferred outflows of resources	2,163,469
Liabilities	
Current liabilities	
Accounts payable	1,437,040
Deposits payable	2,097,274
Accrued liabilities	335,163
Unearned revenue	3,082,024
Due to other governments	1,076,794
Compensated absences	359,740
Total current liabilities	8,388,035
Noncurrent liabilities	
Compensated absences	185,222
Net pension liability	4,386,079
Total OPEB liability	1,825,212
Total noncurrent liabilities	6,396,513
Total liabilities	14,784,548
Deferred Inflows of Resources	
Deferred amounts related to pensions	4,243,446
Deferred amounts related to OPEB	320,135
Total deferred inflows of resources	4,563,581
Net Position	
Net investment in capital assets	68,084,318
Restricted for	
Community development projects	1,462,287
Public safety	519,574
Community services	905,093
Public works	6,305,904
Unrestricted	21,172,241
Total net position	\$ 98,449,417

City of Walnut, California
Statement of Activities
Year Ended June 30, 2022

Functions/Programs	Expenses	Program Revenues		Capital Contributions and Grants	Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Contributions and Grants		
					Governmental Activities
Governmental Activities					
General government	\$ 3,441,453	\$ 145,306	\$ 672,931	\$ -	\$ (2,623,216)
Public safety	4,592,533	149,149	161,285	-	(4,282,099)
Community development	2,794,320	196	180,050	755,798	(1,858,276)
Community services	4,562,397	505,187	-	-	(4,057,210)
Public works	7,683,724	4,279,991	1,295,073	2,127,575	18,915
Total governmental activities	<u>\$ 23,074,427</u>	<u>\$ 5,079,829</u>	<u>\$ 2,309,339</u>	<u>\$ 2,883,373</u>	<u>(12,801,886)</u>
General Revenues					
Taxes					
Property taxes, levied for general purpose					7,732,639
Sales taxes					2,351,911
Franchise taxes					1,032,204
Business taxes					131,468
Other taxes					
Realty stamp					256,884
Development					21,373
Public Safety Augmentation Fund (PSAF)					226,089
Unrestricted investments earnings (loss)					(251,774)
Miscellaneous					560,790
Total General Revenues					<u>12,061,584</u>
Change in Net Position					<u>(740,302)</u>
Net Position, Beginning of Year					<u>99,189,719</u>
Net Position, Beginning of Year					<u>99,189,719</u>
Net Position, End of Year					<u>\$ 98,449,417</u>

City of Walnut, California
Balance Sheet – Governmental Funds
June 30, 2022

	Special Revenue Funds				Other Governmental Funds	Total Governmental Funds
	General	Community Development Block Grant	LOSMD	ARPA		
Assets						
Pooled cash and investments	\$ 30,072,676	\$ -	\$ 210,990	\$ 2,890,425	\$ 9,388,147	\$ 42,562,238
Receivables						
Accounts	267,173	-	-	-	13,515	280,688
Accrued interest	71,289	-	-	-	2,025	73,314
Deferred loans	-	708,115	-	-	43,499	751,614
Prepaid costs	381,038	-	-	-	-	381,038
Due from other governments	804,951	157,029	58,643	-	125,261	1,145,884
Due from other funds	256,651	-	-	-	-	256,651
Advances to other funds	35,827	-	-	-	-	35,827
Restricted cash and investments	2,353,873	1,110	-	-	-	2,354,983
Total assets	\$ 34,243,478	\$ 866,254	\$ 269,633	\$ 2,890,425	\$ 9,572,447	\$ 47,842,237
Liabilities and Fund Balances						
Accounts payable	\$ 990,367	\$ 1,874	\$ 192,602	\$ 1,136	\$ 251,061	\$ 1,437,040
Deposits payable	2,097,274	-	-	-	-	2,097,274
Accrued liabilities	327,486	-	-	6,526	1,151	335,163
Unearned revenues	158,339	-	-	2,923,685	-	3,082,024
Due to other governments	341,406	724,915	-	-	10,473	1,076,794
Due to other funds	-	139,465	-	-	117,186	256,651
Advances from other funds	-	-	35,827	-	-	35,827
Total liabilities	3,914,872	866,254	228,429	2,931,347	379,871	8,320,773
Fund Balances						
Nonspendable	416,865	-	-	-	-	416,865
Restricted	1,799,873	-	41,204	-	7,439,201	9,280,278
Committed	2,000,000	-	-	-	-	2,000,000
Assigned	21,794,242	-	-	-	1,753,375	23,547,617
Unassigned	4,317,626	-	-	(40,922)	-	4,276,704
Total fund balances	30,328,606	-	41,204	(40,922)	9,192,576	39,521,464
Total liabilities and fund balances	\$ 34,243,478	\$ 866,254	\$ 269,633	\$ 2,890,425	\$ 9,572,447	\$ 47,842,237

City of Walnut, California
 Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
 June 30, 2022

Fund Balances of Governmental Funds	\$ 39,521,464
<p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p>	
Capital assets net of depreciation have not been included as financial resources in governmental fund activity.	68,084,318
Compensated absences have not been included in the governmental fund activity.	(544,962)
<p>Governmental funds report all pension contributions to the plan as expenditures, however, in the statement of net position contributions are recorded as deferred outflows of resources to reduce the net pension liability at a future date. Additionally, the pension liability is recorded in the statement of net position as a long-term liability. The following reconciles adjustments related to the net pension liability:</p>	
Deferred outflows related to pensions	1,723,797
Net pension liability	(4,386,079)
Deferred inflows related to pensions	(4,243,446)
<p>Governmental funds report all OPEB payments to beneficiaries as expenditures, however, in the statement of net position such amounts are recorded as deferred outflows of resources to reduce the total OPEB liability at a future date. Additionally, the OPEB liability is recorded in the statement of net position as a long-term liability. The following reconciles adjustments related to the total OPEB liability:</p>	
Deferred outflows related to OPEB	439,672
Total OPEB liability	(1,825,212)
Deferred inflows related to OPEB	(320,135)
Net Position of Governmental Activities	\$ 98,449,417

City of Walnut, California
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds
Year Ended June 30, 2022

	Special Revenue Funds				Other Governmental Funds	Total Governmental Funds
	General	Community Development Block Grant	LOSMD	ARPA		
Revenues						
Taxes	\$ 11,702,205	\$ -	\$ -	\$ -	\$ -	\$ 11,702,205
Assessments	-	-	2,400,733	-	455,024	2,855,757
Licenses and permits	1,236,394	-	-	-	-	1,236,394
Intergovernmental	50,363	170,250	-	626,956	4,446,258	5,293,827
Charges for services	1,186,622	-	-	-	-	1,186,622
Use of money and property	(157,298)	-	-	(40,938)	(53,538)	(251,774)
Fines and forfeitures	49,794	-	-	-	49,821	99,615
Miscellaneous	211,479	-	-	-	-	211,479
Total revenues	14,279,559	170,250	2,400,733	586,018	4,897,565	22,334,125
Expenditures						
Current						
General government	2,844,775	-	-	137,487	-	2,982,262
Public safety	4,482,976	-	-	-	102,746	4,585,722
Community development	1,893,851	170,250	-	-	730,219	2,794,320
Community services	3,445,187	-	-	444,133	88,236	3,977,556
Public works	1,385,924	-	2,600,729	25,394	1,854,886	5,866,933
Capital outlay	9,707	-	55,365	-	154,119	219,191
Total expenditures	14,062,420	170,250	2,656,094	607,014	2,930,206	20,425,984
Excess (Deficiency) of Revenues over (Under) Expenditures	217,139	-	(255,361)	(20,996)	1,967,359	1,908,141
Other Financing Sources (Uses)						
Transfers in	123,683	-	-	-	133,903	257,586
Transfers out	(133,902)	-	-	(19,942)	(103,742)	(257,586)
Total other financing sources (uses)	(10,219)	-	-	(19,942)	30,161	-
Net Changes in Fund Balances	206,920	-	(255,361)	(40,938)	1,997,520	1,908,141
Fund Balances, Beginning of Year	30,121,686	-	296,565	16	7,195,056	37,613,323
Fund Balances, End of Year	\$ 30,328,606	\$ -	\$ 41,204	\$ (40,922)	\$ 9,192,576	\$ 39,521,464

City of Walnut, California

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
Year Ended June 30, 2022

Net Change in Fund Balances - Total Governmental Funds		\$ 1,908,141
Amounts reported for governmental activities in the statement of different because:		
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets are allocated over their estimated useful lives as depreciation expense. Adjustments for capital outlay net of asset deletions and the net depreciation is reported in the governmental activities.</p>		
Capital assets, net of gains/loss on disposal	\$ 362,600	
Depreciation	<u>(2,714,367)</u>	(2,351,767)
<p>Compensated absences expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This represents the net change in the compensated absences liability.</p>		
		103,744
<p>Governmental funds report OPEB contributions as expenditures. However, in the Statement of Activities, OPEB expense is measured as a change in the total OPEB liability and the amortization of deferred outflows and inflows. This amount represents the change in OPEB related amounts.</p>		
		(108,642)
<p>Governmental funds report pension contributions as expenditures. However, in the Statement of Activities, pension expense is measured as a change in the net pension liability and the amortization of deferred outflows and inflows related to pensions. This amount represents the change in pension related amounts.</p>		
		<u>(291,778)</u>
Change in Net Position of Governmental Activities		<u>\$ (740,302)</u>

I. SIGNIFICANT ACCOUNTING POLICIES

Note 1 - Summary of Significant Accounting Policies

a. Description of Reporting Entity

The City of Walnut, California (City) is a reporting entity, which consists of the primary government and component units:

Reporting Entity:

Primary Government:
City of Walnut

Component Units:
Walnut Public Financing Authority
Walnut Housing Authority

As required by generally accepted accounting principles, these financial statements present the City (the primary government) and its component units. Component units are entities for which the government is considered to be financially accountable either because the component unit will provide a financial benefit or impose a financial burden on the primary government.

The City was incorporated on January 19, 1959, under the laws of the State of California and enjoys all the rights and privileges applicable to a General Law City.

The Walnut Public Financing Authority was established on November 9, 1988, by a joint exercise of powers agreement between the City and the Improvement Agency. Under the bond law the Authority has the power to issue bonds and loan the proceeds to any local agency.

The Walnut Housing Authority was established on October 9, 1996, pursuant to the State of California Health and Safety Code, Section 34200. Its purpose is to provide for new and/or improvement of existing low and moderate housing stock for residents of the community.

Blended Component Units

The Walnut Public Financing Authority and the Walnut Housing Authority, although legally separate entities, are, in substance, part of the City's operations and so data from these units are combined with data of the City of Walnut.

The component units are governed by the City Council of the City. The economic resources received or held by the Walnut Public Financing Authority and the Walnut Housing Authority are entirely or almost entirely for the direct benefit of the City. The City is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the Walnut Public Financing Authority and the Walnut Housing Authority. Therefore, they are included in this financial presentation using the blending method.

b. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report on the government as a whole. They include the City and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities are normally supported by taxes and intergovernmental revenues.

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. Major individual governmental funds are reported as separate columns in the fund financial statements.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. 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.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting.

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

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

The City reports the following major governmental funds:

- The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The Community Development Block Grant (CDBG) Fund is a federal grant administered by the County of Los Angeles Department of Community Development under the provisions of the 1974 Housing and Community Development Act. The funds are available to cities and restricted to provide improvements to those considered "blighted" under the definitions set forth by the Act.
- The Lighting and Open Space Maintenance District (LOSMD) is comprised of approximately 369 acres of landscape areas throughout the City that is divided into twelve zones and generates revenue based on property tax assessments per zone. The funds are restricted for the landscape maintenance, rodent control, weed abatement, and other related expenses within the LOSMD.
- The American Rescue Plan Act (ARPA) Fund accounts for monies received from the United States Department of the Treasury for purposes authorized under the applicable regulations, such as community assistance, small businesses support, revenue replacement to maintain critical government services, housing and homelessness, community health, transit, and infrastructure.

d. Policy for Eliminating Internal Activity in Government-Wide Statement of Activities

Eliminations have been made in the Statement of Activities so that certain allocated expenses are recorded only once (by the function to which they were allocated). However, general government expenses have not been allocated as indirect expenses to the various functions of the City.

e. Assets, Liabilities, Deferred Outflows/Inflows, and Net Position or Equity

1. Cash and Investments

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

Investments for the City as well as for its component units are reported at fair value. The City's policy is generally to hold investments until maturity. The State Treasurer's and Los Angeles County's Investment Pools operate in accordance with appropriate state laws and regulations. The investment pools value participant shares on an amortized costs basis during the year and adjusts to fair value at year-end.

Fair Value Measurements

The City categorizes the fair value measurements for its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

2. Receivables and Payables

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is 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).

Advances between funds, as reported in the governmental fund financial statements, are offset by a nonspendable fund balance 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 amounts. 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 the first day in January preceding the fiscal year for which the taxes are levied. The tax levy covers the fiscal period July 1 to June 30. All secured personal property taxes and one-half of the taxes on real property are due November 1, the second installment is due February 1. All taxes are delinquent if unpaid on December 10 and April 10, respectively. Unsecured personal property taxes become due on the first of March each year and are delinquent on August 31.

3. Prepaid Costs

Payments to vendors for services that will benefit future periods, are recorded as prepaid items. A portion of the relevant funds' balances equal to the prepaid items is shown as nonspendable to indicate that it is not available for appropriation. The City utilizes the consumption method of accounting for purchases, and accounts for prepaid costs in the period that the benefit was received and recognizes expenditures or expenses as consumed.

4. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the government-wide financial statements. Capital assets other than infrastructure assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Infrastructure assets have a capitalization threshold of \$25,000. General infrastructure assets acquired in current and prior years have been reported. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed.

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

Assets	Years
Buildings	40 - 50*
Building improvements	25
Public domain infrastructure	25 - 100
Infrastructure	30 - 50
Vehicles	7
Office equipment	7
Computer equipment	7
Furniture	10

* Buildings acquired or constructed before June 30, 2002, are depreciated over 40 years.
Buildings acquired or constructed after July 1, 2003, are depreciated over 50 years.

5. Deferred Outflows/Inflows of Resources

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

In addition to liabilities, the statement of financial position includes a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has two items that qualify for reporting in this category. In the government-wide financial statements the City reports deferred amounts related to deferred amounts related to pension and OPEB.

6. Net Pension Liability

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

7. Total OPEB Liability

The City provides healthcare benefits for all eligible retirees and their spouses through the Public Employees' Medical and Hospital Care Act (PEMHCA). The other postemployment benefit (OPEB) plan is a single-employer defined benefit healthcare plan administered by the California Public Employees Retirement System (PERS). No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

8. Compensated Absences

It is the government's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. Vacation pay is payable to employees at the time a vacation is taken or upon separation of employment, upon completion of one year of service. Sick leave is payable when an employee is unable to work because of illness. Sick leave accruals over 160 hours may be paid at the rate of 50 percent in December of each calendar year.

Upon separation, sick leave accrued will be paid based on the following:

- Up to five years of continuous service, employee will be paid all accrued sick leave over 160 hours at the rate of one-half of the employee's current rate of pay.
- After five years of continuous service, employee will be paid all accrued sick leave at the rate of one-half of the employee's current rate of pay.

Each full-time classified employee has the option on an annual basis to cash out up to 40 hours of vacation time at the employee's current rate of pay. To be eligible for the cash out option, employees must have used at least 40 hours of vacation time within the preceding calendar year and must have a balance of 160 vacation hours after the cash out.

Any or all of the vacation cash out will be paid, upon written request of the employee, once a year at the employee's current wage at the time of payment. Said payment is to be made on the first day of February, or at such time as the City Manager may determine at his/her absolute discretion as appropriate.

All vacation and sick leave pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Compensated absences are paid, if matured, out of the general fund.

9. Net Position Flow Assumption

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

10. Fund Equity and Flow Assumptions

The City Council adopts fund balance policies that amend committed fund balance amounts through a resolution. The City Manager authorizes assigned amounts for specific purposes pursuant to the policy-making powers granted through the Municipal Code and the adoption of the budget. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted amounts to be used first, then unrestricted. When an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, they are considered to be spent in the order as follows: committed, assigned and then unassigned.

11. Unearned Revenue

Revenues were received in the General Fund of \$158,339 for advance payment of class registration and other various fees that have been recorded as unearned revenue until such time as those revenues meet the recognition criteria.

Revenues collected in advance of incurring eligible expenses are recorded as advances (Unearned Revenue) and recognized in the period to which they apply. As of June 30, 2022, the City has unearned revenues of \$2,923,685.

12. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts and disclosures at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

13. Effect of New Governmental Accounting Standards Board (GASB) Pronouncements

Accounting Pronouncements Effective in this Fiscal Year

GASB Statement No. 87 – In June 2017, GASB issued Statement No. 87, *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases; enhancing the comparability of financial statements between governments; and also enhancing the relevance, reliability (representational faithfulness), and consistency of information about the leasing activities of governments. This Statement is effective for reporting periods beginning after June 15, 2021. This Statement did not have a material impact to the City's financial statements.

GASB Statement No. 89 – In June 2018, the GASB issued Statement No. 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*. The objectives of this Statement are (a) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (b) to simplify accounting for certain interest costs. This Statement is effective for reporting periods beginning after December 15, 2020. This Statement did not have a material impact to the City's financial statements.

GASB Statement No. 92 – In January 2020, GASB issued Statement No. 92, *Omnibus 2020*. The objectives of this Statement are to enhance comparability in accounting and financial reporting to improve the consistency of authoritative literature by addressing practices issues that have been identified during implementation and application of certain GASB Statements. The Statement is effective for reporting periods beginning after June 15, 2021. The City has determined that there was no material impact on the City's financial statements.

GASB Statement No. 93 – In March 2020, the GASB issued Statement No. 93, *Replacement of Interbank Offered Rates*. The objective of this Statement is to address the accounting and financial reporting implications that result from the replacement of an IBOR. The Statement is effective for reporting periods beginning after June 15, 2021. The City has determined that there was no material impact on the City's financial statements.

GASB Statement No. 97 – In June 2020, GASB issued Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – An Amendment of GASB Statement No.14 and No.84 and A Supersession of GASB Statement No.32*. The objective of this Statement is (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. The Statement is effective for reporting periods beginning after June 15, 2021. The City has determined that there was no material impact on the City's financial statements.

Accounting Pronouncements Effective Future Fiscal Years

The effect of these statements is currently under review by the City:

GASB Statement No. 91 – In May 2019, GASB issued Statement No. 91, *Conduit Debt Obligations*. The objective of this Statement is to provide a single method of reporting conduit debt obligations by issues and eliminate diversity in practice. The Statement is effective for reporting periods beginning after December 15, 2021.

GASB Statement No. 94 – In March 2020, GASB issued Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). The Statement is effective for reporting periods beginning after June 15, 2022.

GASB Statement No. 96 – In May 2020, GASB issued Statement No. 96, *Subscription-based Information Technology Arrangements*. The objective of this Statement is to provide guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). The Statement is effective for reporting periods beginning after June 15, 2022.

GASB Statement No. 99 – In April 2022, GASB issued Statement No. 99, *Omnibus 2022*. This Statement will enhance comparability in accounting and financial reporting and improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements and accounting and financial reporting for financial guarantees. The requirements related to leases, PPPs, and SBITAs are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter.

GASB Statement No. 100 – In June 2022, GASB issued Statement No. 100, *Accounting Changes and Error Corrections*. This Statement defines accounting changes as changes in accounting principles, changes in accounting estimates, and changes to or within the financial reporting entity and describes the transactions or other events that constitute those changes. The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023, and all reporting periods thereafter.

GASB Statement No. 101 – In June 2022, GASB issued Statement No. 101, *Compensated Absences*. This Statement requires that liabilities for compensated absences be recognized for leave that has not been used and leave that has been used but not yet paid in cash or settled through noncash means. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter.

II. DETAILED NOTES ON ALL FUNDS

Note 2 - Cash and Investments

Cash and investments as of June 30, 2022, are classified in the accompanying financial statements as follows:

Statement of Net Position	
Cash and investments	\$ 42,562,238
Restricted cash and investments	
Section 115 trust	1,799,873
Government money market	<u>555,110</u>
Total cash and investments	<u><u>\$ 44,917,221</u></u>

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

Cash on hand	\$ 6,384,722
Petty cash	<u>1,100</u>
Total cash	<u>6,385,822</u>
Los Angeles County Investment Pool	31,621,064
Government money market	555,110
California Local Agency Investment Fund	4,555,352
Section 115 trust	
Government money market	126,743
Mutual funds - fixed	1,174,248
Mutual funds - equity	<u>498,882</u>
Total section 115 trust	<u>1,799,873</u>
Total investments	<u>38,531,399</u>
Total cash and investments	<u><u>\$ 44,917,221</u></u>

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

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.

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

The collateral for deposits with savings and loan associations is generally held in safekeeping by the Federal Home Loan Bank in San Francisco, California as an Agent of Depository. These securities are physically held in an undivided pool for all California public agency depositors. Under Government Code Section 53655, the placement of securities by a bank or savings and loan association with an "Agent of Depository" has the effect of perfecting the security interest in the name of the local governmental agency. Accordingly, all collateral held by California Agents of Depository are considered to be held for, and in the name of, the local governmental agency.

Cash Deposits

At June 30, 2022, the carrying amount of the City's deposits was \$6,384,722 and the bank balance was \$6,536,908. The \$152,186 difference represents outstanding checks and other reconciling items.

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

Under provision of the City's investment policy, and in accordance with the California Government Code, the following investments are authorized:

- Certificates of Deposit (or time deposits)
- Local Agency Investment Fund (State Pool)
- Securities of the U.S. Government or its Agencies
- Bankers Acceptances
- Commercial Paper
- Passbook Savings Account Demand Deposits
- Los Angeles County Treasurer's Investment Pool
- Money Market Mutual Fund
- Medium-Term Notes

Fair Value Measurements

Investments are measured at fair value on a recurring basis. Recurring fair value measurements are those that Generally Accepted Accounting Principles (GAAP) require or permit in the statement of net position at the end of each reporting period. Fair value measurements are categorized based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Deposits and withdrawals in the County Investment Pool and Los Angeles Investment Fund are made on the basis of \$1 and not fair value. The investments in money market funds are valued at net asset value \$1 per share (amortized cost). Accordingly, under the fair value hierarchy, these investments are not categorized. Investments in mutual funds are measured using Level 1 inputs.

Investment in Section 115 Trust

The City entered into an agreement with Public Agency Retirement Services (PARS) to establish a Section 115 Trust. PARS is the Trust Administrator while U.S. Bank was appointed as an investment manager or trustee. Investments in the Section 115 Trust follows investment strategy/guidelines outlined within the agreement between the trust administrator, the trustee and the City.

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 City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. LAIF is not registered with the Securities and Exchange Commission and is not rated.

Los Angeles County Pooled Investment Fund

The City is also a voluntary participant in the Los Angeles County Pooled Investment Fund. The Los Angeles County Pooled Investment Fund (LACPIF) is a pooled investment fund program governed by the County of Los Angeles Board of Supervisors, and administered by the County of Los Angeles Treasurer and Tax Collector. Investments in LACPIF are highly liquid as deposits and withdrawals can be made at any time without penalty. LACPIF imposes a minimum investment limit of \$50,000. As of June 30, 2022, the City's participation is 0.010 percent. LACPIF has a weighted average maturity of 933 days.

Pool detail is included in the County of Los Angeles' Annual Comprehensive Financial Report. Copies of the Annual Comprehensive Financial Report may be obtained from the County of Los Angeles Auditor-Controller's Office at 500 West Temple Street, Los Angeles, California 90012.

Credit Risk

As of June 30, 2022, the City's investment in money market funds, mutual funds, LAIF and LACPIF are unrated.

Concentration of Credit Risk

The City's investment policy does not impose restrictions for certain types of investments with any one issuer beyond that stipulated by the California Government Code.

Interest Rate Risk

As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy limits the City's portfolio to maturities of less than five years.

The City has elected to use the segmented time distribution method of disclosure for its interest rate risk. As of June 30, 2022, the City had the following investments and original maturities:

	Remaining Investment Maturities	Fair Value
	6 months or less	
Los Angeles County Investment Pool	\$ 31,621,064	\$ 31,621,064
Escrow deposit - government money market	555,110	555,110
California Local Agency Investment Fund	4,555,352	4,555,352
Section 115 trust		
Government money market	126,743	126,743
Mutual funds - fixed	1,174,248	1,174,248
Mutual funds - equity	498,882	498,882
	\$ 38,531,399	\$ 38,531,399

Section 115 Trust

In March 2021, the City Council approved the creation of a Section 115 trust Agreement with U.S. Bank National Association, and Public Agency Retirement Services (PARS), Trust Administrator. The Section 115 trust was established as a means to set aside monies to fund the City's pension obligations. Contributions to Section 115 trust are irrevocable, the assets are held to reduce pension contributions in the future, and the assets are protected from creditors of the City. The purpose of the creation of the Section 115 trust was to address the City's pension obligations by accumulating assets. In accordance with generally accepted accounting principles, the assets in the Section 115 trust are considered assets of the City. Accordingly, the Section 115 trust's assets are recorded as restricted for pension benefits in the General Fund rather than assets of the Pension plan during the measurement of the net pension liability. The assets held in the trust will be considered assets of the pension plan at the time they are transferred out of the trust into the plan. At the time the trust was created, the City deposited \$2,000,000 into the trust. As of June 30, 2022, the trust holds a total of \$1,799,873.

Note 3 - Capital Assets

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

Governmental Activities	Beginning Balance	Additions	Deletions	Ending Balance
Capital Assets Not Being Depreciated:				
Land	\$ 10,792,506	\$ -	\$ -	\$ 10,792,506
Construction in progress	718,269	544,214	(718,269)	544,214
Total capital assets not being depreciated	<u>11,510,775</u>	<u>544,214</u>	<u>(718,269)</u>	<u>11,336,720</u>
Capital Assets Being Depreciated:				
Buildings	23,608,927	77,724	-	23,686,651
Equipment	5,237,582	42,287	(5,568)	5,274,301
Infrastructure	106,547,874	416,644	-	106,964,518
Total capital assets being depreciated	<u>135,394,383</u>	<u>536,655</u>	<u>(5,568)</u>	<u>135,925,470</u>
Less Accumulated Depreciation for:				
Buildings	11,082,767	635,934	-	11,718,701
Equipment	4,106,167	258,954	(5,568)	4,359,553
Infrastructure	61,280,139	1,819,479	-	63,099,618
Total accumulated depreciation	<u>76,469,073</u>	<u>2,714,367</u>	<u>(5,568)</u>	<u>79,177,872</u>
Total Capital Assets Being Depreciated, Net	<u>58,925,310</u>	<u>(2,177,712)</u>	<u>-</u>	<u>56,747,598</u>
Governmental Activities Capital Assets, Net	<u>\$ 70,436,085</u>	<u>\$ (1,633,498)</u>	<u>\$ (718,269)</u>	<u>\$ 68,084,318</u>

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

Governmental Activities	
General government	\$ 162,515
Public safety	6,811
Community services	584,841
Public works	<u>1,960,200</u>
Total depreciation expense - governmental activities	<u>\$ 2,714,367</u>

Note 4 - Compensated Absences

Changes in Compensated Absences

Long-term liability activity for the year ended June 30, 2022, was as follows:

	Beginning Balance July 01, 2021	Additions	Deletions	Ending Balance June 30, 2022	Due within one year
Compensated Absences	\$ 648,706	\$ 324,480	\$ 428,224	\$ 544,962	\$ 359,740

For the governmental activities, compensated absences benefits are generally liquidated by the General Fund.

Note 5 - Interfund Receivable, Payable and Transfers

The composition of interfund balances as of June 30, 2022, is as follows:

Due From Other Funds	Due To Other Funds	Amount
General Fund	CDBG	\$ 139,465
General Fund	Non-major Governmental Funds	117,186
		\$ 256,651

The due to the General Fund of \$139,465 from the CDBG fund and \$117,186 from non-major governmental funds resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Transfers In	Transfers Out	Amount
General Fund	Non-major Governmental Funds	\$ 133,903
Non-major Governmental Funds	General Fund	123,683
		\$ 257,586

Transfers are used to: (1) move revenues from the fund that statute or budget requires to collect them, to the fund that statute or budget requires to expend them and (2) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Advances to Other Funds	Advances From Other Funds	Amount
General Fund	LOSMD	\$ 35,827
		\$ 35,827

The purpose of the \$35,827 advance from the General Fund is to fund various expenditures in the LOSMD Fund.

Note 6 - Fund Balance

In the governmental fund financial statements, fund balances are classified as follows:

Nonspendable Fund Balance – This amount indicates the portion of fund balances which cannot be spent because they are either not in spendable form, such as prepaid cost, inventories, land held for resale, notes and loans, advances to other funds, or legally or contractually required to be maintained intact.

Restricted Fund Balance – This amount indicates the portion of fund balances which has been restricted for amounts that are: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other government or b) imposed by law through constitutional provisions or enabling legislation. The City uses the restricted fund balances for the following purposes within each function.

- Community development purposes such as implementation and monitoring of affordable housing, implementation of air quality programs to reduce mobile pollution.
- Public works purposes such as maintenance of the landscape and lighting assessment district, engineering, general maintenance of street, storm drains, traffic signals, update the pavement management system, and transit related street projects.
- Community services purposes such as park maintenance and improvements, transportation for recreation excursions and maintenance of the Senior Center.
- Public Safety purpose such as law enforcement, crime prevention, traffic safety and vehicle code and citizen option for public safety programs.
- Section 115 Trust purpose is to fund City’s pension obligations.

Committed Fund Balance – This amount indicates the portion of fund balances which can only be used for specific purposes pursuant to formal resolution of the City Council. The City maintains a disaster recovery reserve of \$1,000,000 and a self-insurance reserve of \$1,000,000 included in the general fund. The purpose of this reserve is to meet unexpected circumstances such as a natural disaster or other catastrophic event.

Assigned Fund Balance – This amount indicates the portion of fund balances which is constrained by the City’s intent to be used for specific purpose, but it is neither restricted nor committed. The City Manager authorizes assigned amounts for specific purposes pursuant to the policy-making powers granted through the Municipal Code and the adoption of the budget.

Unassigned Fund Balance – This amount indicates the amount in excess of what can be properly classified as nonspendable, restricted, committed, or assigned to specific purposes. The general fund is the only fund that reports a positive unassigned fund balance amount.

	Special Revenue Funds					Totals
	General	Community Development Block Grant	LOSMD	ARPA	Other Governmental Funds	
Nonspendable:						
Prepaid items	\$ 381,038	\$ -	\$ -	\$ -	\$ -	\$ 381,038
Advances to other funds	35,827	-	-	-	-	35,827
Total nonspendable	<u>416,865</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>416,865</u>
Restricted:						
Community development	-	-	-	-	1,462,287	1,462,287
Public safety	-	-	-	-	519,574	519,574
Community services	-	-	-	-	905,093	905,093
Public works	-	-	41,204	-	4,552,247	4,593,451
Section 115 trust	1,799,873	-	-	-	-	1,799,873
Total restricted	<u>1,799,873</u>	<u>-</u>	<u>41,204</u>	<u>-</u>	<u>7,439,201</u>	<u>9,280,278</u>
Committed:						
Disaster recovery	1,000,000	-	-	-	-	1,000,000
Self insurance	1,000,000	-	-	-	-	1,000,000
Total committed	<u>2,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,000,000</u>
Assigned:						
Community services	13,561,031	-	-	-	-	13,561,031
Maintenance & operations	7,499,137	-	-	-	-	7,499,137
Capital projects	-	-	-	-	1,753,375	1,753,375
OPEB	734,074	-	-	-	-	734,074
Total assigned	<u>21,794,242</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,753,375</u>	<u>23,547,617</u>
Unassigned:	<u>4,317,626</u>	<u>-</u>	<u>-</u>	<u>(40,922)</u>	<u>-</u>	<u>4,276,704</u>
Total	<u>\$ 30,328,606</u>	<u>\$ -</u>	<u>\$ 41,204</u>	<u>\$ (40,922)</u>	<u>\$ 9,192,576</u>	<u>\$ 39,521,464</u>

Note 7 - Pension Plan

General Information about the Pension Plan

Plan Descriptions

The City contributes to the California Public Employee Retirement System (CalPERS), a cost-sharing multiple-employer defined benefit plan that acts as a common investment and administrative agent for participating entities within the State of California. The CalPERS plan consists of a miscellaneous plan and safety plan (referred to as "risk pools"), which are comprised of individual employer miscellaneous and safety rate plans, respectively. The risk pools are included within the Public Employees' Retirement Fund C (PERF C). CalPERS provides retirement, disability, and death benefits to plan members and beneficiaries. The benefits for the public agencies are established by contract with CalPERS in accordance with the provisions of the Public Employees Retirement Law. CalPERS issues publicly available reports that includes a full description of the pension plans regarding benefit provisions, assumptions, membership information, and related financial information can be found on the CalPERS website at www.calpers.ca.gov.

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 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.

The Public Employees Pension Reform Act of 2013 (PEPRA) became effective January 1, 2013. This means that the City now has two defined benefit pension plan "tiers" for eligible employees. Tier 1 (established on July 1, 2003), provides a defined benefit plan formula for Miscellaneous employees of 2.0 percent at 55. Tier 1 applies to all eligible employees hired on or before January 1, 2013.

The PEPRA Tier (Tier 2) is in effect for new employees hired after January 1, 2013, who have a sixth-month break in CalPERS service or have never worked for a CalPERS covered agency. Miscellaneous employees have a benefit formula of 2.0 percent at 62.

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

	<u>Miscellaneous</u>	<u>PEPRA</u>
	Prior to	Miscellaneous
	January 1, 2013	On or after
	January 1, 2013	January 1, 2013
Hire Date	2.0% @ 55	2.0% @ 62
Benefit formula	5 years of service	5 years of service
Benefit vesting schedule	monthly for life	monthly for life
Benefit payments	62	62
Retirement age	2.0%	2.0%
Monthly benefits, as a % of eligible compensation	7.0%	6.75%
Required employee contribution rates	10.880%	7.590%
Required employer contribution rates		

Contributions

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employees be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for the Miscellaneous Plan are determined annually on an actuarial basis as of June 30 by CalPERS. 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 the unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rates of employees. Contributions to the pension plan were \$1,045,185 for the year ended June 30, 2022.

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

As of June 30, 2022, the City reported a net pension liability for its proportionate share of the net pension liability of the plan as follows:

	<u>Proportionate Share</u>
	<u>of Net Pension Liability</u>
Miscellaneous	\$ <u>4,386,079</u>

The City's net pension liability for the Plan is measured as of June 30, 2021, and the total pension liability for the Miscellaneous Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2020 rolled forward to June 30, 2021 using standard update procedures. The General Fund is the primary fund used to liquidate the pension liabilities. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

The City's proportionate share of the net pension liability for the Miscellaneous Plan as of June 30, 2021 and 2022 were as follows:

	Miscellaneous
Proportion - June 30, 2021	0.07265%
Proportion - June 30, 2022	0.08110%
Change - Increase (Decrease)	0.00845%

For the year ended June 30, 2022, the City recognized a pension expense of \$1,336,962. At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Miscellaneous Plan		
Differences between expected and actual experience	\$ 491,851	\$ -
Net difference between projected and actual earnings on pension plan investments	-	3,828,816
Differences between employer's contributions and proportionate share of contributions	-	414,630
Change in employer's proportion	186,761	-
Pension contributions made subsequent to measurement date	1,045,185	-
Total	\$ 1,723,797	\$ 4,243,446

The amount of \$1,045,185 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 ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30,	Deferred Outflows/(Inflows) of Resources
2023	\$ (799,795)
2024	(821,795)
2025	(885,156)
2026	(1,058,088)
Total	\$ (3,564,834)

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

The total pension liabilities in the June 30, 2020 actuarial valuation were determined using the following actuarial assumptions:

Valuation Date	June 30, 2020
Measurement Date	June 30, 2021
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.50%
Payroll Growth	3.00%
Projected Salary Increases	Varies by Entry Age and Service
Investment Rate of Return	7.15%
Mortality Rate Table	Derived using CalPERS' Membership Data for all Funds
Post Retirement Benefit Increase	Contract COLA up to 2.5% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.5% thereafter

All other actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study from December 2017, including updates to salary increase, mortality and retirement rates. The Experience Study report can be obtained at CalPERS' website under Forms and Publications.

Discount Rate

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

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

Asset Class	New Strategic Allocation	Real Return Years 1 - 10 (1)	Real Return Years 11 + (2)
Public equity	50.0%	4.80%	5.98%
Fixed income	28.0%	1.00%	2.62%
Inflation assets	0.0%	0.77%	1.81%
Private equity	8.0%	6.30%	7.23%
Real assets	13.0%	3.75%	4.93%
Liquidity	1.0%	0.00%	-0.92%
Total	<u>100.0%</u>		

(1) An expected inflation of 2.00% used for this period

(2) An expected inflation of 2.92% used for this period

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

The following presents the net pension liability of the Plan as of the measurement date, calculated using the discount rate of 7.15 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.15 percent) or 1 percentage-point higher (8.15 percent) than the current rate:

	Discount Rate - 1% (6.15%)	Current Discount Rate (7.15%)	Discount Rate +1% (8.15%)
City's proportionate share of the net pension liability	\$ 8,864,811	\$ 4,386,079	\$ 683,576

Pension Plan Fiduciary Net Position

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

Note 8 - Other Post-Employment Benefits (OPEB)

Plan Description

The City provides OPEB through the Public Employees' Medical and Hospital Care Act (PEMHCA), a single employer defined benefit healthcare plan administered by the California Public Employees Retirement System (PERS).

Benefits Provided

The plan provides lifetime healthcare insurance for eligible retirees and their spouses. Employees may retire directly from the City under CalPERS (age 55 and 5 years of CalPERS services, age 62 and 5 years of CalPERS service for hires after 1/1/2013) and receive a City contribution. The City contributes the PEMHCA minimum under the unequal method. The contribution is \$92.95 per month for retirees for 2021 and \$104.30 per month for retirees for 2022. Survivor benefits are available. The City also pays the CalPERS administrative fee. The City does not offer vision, dental, or life benefits for retirees.

Employees Covered by Benefit Terms

At June 30, 2021, the most recent valuation date, the following current and former employees were covered by the benefit terms under the plan:

Retirees or beneficiaries receiving benefit payments	4
Active eligible employees	44
Total Participants Covered by OPEB Plan	48

Total OPEB Liability

The City’s total OPEB liability of \$1,825,212 was measured as of June 30, 2021, and was determined by an actuarial valuation as of June 30, 2021. The General Fund is the primary fund used to liquidate the OPEB liabilities.

Actuarial Assumptions and Other Inputs

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

Discount Rate	1.92%
Salary Increases	3.00%
Inflation Rate	2.50%
Healthcare Trend Rate	5.20% for 2021 through 2034; 5% for 2035 through 2049; 4.5% for 2050 through 2064; and 4% for 2065 and later years

The actuarial assumptions used in the June 30, 2021 valuation were based on results of an actuarial experience study for the period and a review of plan experience during the period July 1, 2019 to June 30, 2021.

The discount rate use to measure the total OPEB liability was based on the Fidelity GO AA 20-year municipal index. The rate decreased from 2.45% to 1.92%.

Changes in the Total OPEB Liability

The changes in the total OPEB liability as of June 30, 2022 is as follows:

	Total OPEB Liability
Total OPEB Liability, July 1	\$ 1,411,525
Service cost	93,043
Interest	36,770
Changes in assumptions	300,133
Differences between expected and actual experience	(8,697)
Contribution - employer	(7,562)
Net changes	413,687
Total OPEB Liability, June 30	\$ 1,825,212

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

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (0.92 percent) or 1-percentage-point higher (2.92 percent) than the current discount rate:

1% Decrease (0.92%)	Current Discount Rate (1.92%)	1% Increase (2.92%)
\$ 2,160,735	\$ 1,825,212	\$ 1,559,687

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

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

1% Decrease (4.20% current, 3% ultimate, 3% Medicare)	Current Trend (5.20% current, 4% ultimate, 4% Medicare)	1% Increase (6.20% current, 5% ultimate, 5% Medicare)
\$ 1,505,054	\$ 1,825,212	\$ 2,252,394

OPEB Expense and Deferred Outflows of Resources Related to OPEB

For the year ended June 30, 2022, the City recognized OPEB expense of \$116,204. At June 30, 2022, the City reported deferred outflows of resources and deferred inflows related to OPEB from the following sources.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 292,410
Changes in assumptions or other inputs	439,672	27,725
	\$ 439,672	\$ 320,135

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

Year Ended June 30,			
2023	\$	(13,609)	
2024		(10,528)	
2025		1,794	
2026		1,794	
2027		1,794	
Thereafter		138,292	
Total	\$	119,537	

Note 9 - Risk Management

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

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

b. Self-Insurance Programs of the Authority

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

Primary Liability Program

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

The overall coverage limit for each member, including all layers of coverage, is \$50 million per occurrence. Subsidence losses also have a \$50 million per occurrence limit. The coverage structure is composed of a combination of pooled self-insurance, reinsurance, and excess insurance. Additional information concerning the coverage structure is available on the Authority's website: <https://cjpia.org/coverage/risk-sharing-pools/>.

Primary Workers' Compensation Program

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

For 2021-22, the Authority's pooled retention is \$1 million per occurrence, with reinsurance to statutory limits under California Workers' Compensation Law. Employer's Liability losses are pooled among members to \$1 million. Coverage from \$1 million to \$5 million is purchased through reinsurance policies, and Employer's Liability losses from \$5 million to \$10 million are pooled among members.

c. Purchased Insurance

Property Insurance

The City participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. City property is currently insured according to a schedule of covered property submitted by the City to the Authority. City of Walnut property currently has all-risk property insurance protection in the amount of \$31,425,966. There is a \$10,000 deductible per occurrence except for non-emergency vehicle insurance which has a \$2,500 deductible.

Earthquake and Flood Insurance

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

Crime Insurance

The City purchases crime insurance coverage in the amount of \$1,000,000 with a \$2,500 deductible. The fidelity coverage is provided through the Authority.

d. Adequacy of Protection

During the past three fiscal years, none of the above programs of protection experienced settlements or judgments that exceeded pooled or insured coverage.

There were also no significant reductions in pooled or insured liability coverage in 2021-22.

The CJPIA has published its own financial report for the year ended June 30, 2022, which can be obtained from California Joint Powers Insurance Authority, La Palma, California.

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Required Supplementary Information
June 30, 2022

City of Walnut, California

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City of Walnut, California
 Budgetary Comparison Schedule
 General Fund
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 10,727,106	\$ 5,698,765	\$ 30,121,686	\$ 24,422,921
Resources (Inflows)				
Taxes	10,284,400	10,284,400	11,702,205	1,417,805
Licenses and permits	796,000	796,000	1,236,394	440,394
Intergovernmental	32,400	32,400	50,363	17,963
Charges for services	1,166,950	1,166,950	1,186,622	19,672
Use of money and property	584,590	584,590	(157,298)	(741,888)
Fines and forfeitures	17,500	17,500	49,794	32,294
Miscellaneous	269,120	269,120	211,479	(57,641)
Transfers in	977,400	977,400	123,683	(853,717)
Total resources	<u>14,128,360</u>	<u>14,128,360</u>	<u>14,403,242</u>	<u>274,882</u>
Amounts available for appropriations	<u>24,855,466</u>	<u>19,827,125</u>	<u>44,524,928</u>	<u>24,697,803</u>
Charges to Appropriations (Outflows)				
General government				
City council	100,220	100,220	90,135	10,085
City manager	273,450	291,070	285,215	5,855
Human resources	119,680	140,150	139,385	765
Risk management	467,650	535,910	533,957	1,953
City clerk	299,240	296,060	294,263	1,797
Elections	500	500	-	500
City treasurer	53,290	73,200	72,531	669
Finance	790,850	793,720	789,842	3,878
Computer services	-	2,110	-	2,110
City attorney	121,120	124,040	124,036	4
Administrative services	479,720	480,670	462,102	18,568
Community promotions	16,750	12,430	11,792	638
Family festival	40,870	40,870	34,818	6,052
Cable TV administration	2,800	1,600	313	1,287
Planning	951,010	835,073	829,655	5,418
Code enforcement	292,810	339,187	337,248	1,939
Building and safety	389,510	551,410	544,558	6,852
Environmental services	136,480	167,195	165,903	1,292
Successor agency admin	6,500	6,500	6,386	114
Economic development	2,600	18,250	16,487	1,763
Engineering admin	136,500	236,910	236,862	48

City of Walnut, California
 Budgetary Comparison Schedule
 General Fund
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Public Works admin	\$ 345,580	\$ 345,580	\$ 340,030	\$ 5,550
Fuente/Forecastle Traffic Signal	-	87,260	84,377	2,883
Street R-O-W maintenance	509,750	494,790	458,628	36,162
LOSMD	292,170	292,170	266,027	26,143
Public safety administration	162,510	177,510	173,414	4,096
Business license enforcement	73,680	73,680	61,289	12,391
General law enforcement	3,851,000	3,848,910	3,848,903	7
Helicopter services	10,000	6,000	3,222	2,778
S.T.A.R. program	167,500	167,500	166,997	503
Animal control	130,000	117,090	116,757	333
Emergency preparedness	36,250	35,250	28,167	7,083
Weed abatement	50,000	84,230	84,227	3
Volunteers on patrol	1,200	1,200	-	1,200
Recreation services	436,560	443,790	409,565	34,225
July 4 fireworks	19,320	19,320	18,324	996
Park maintenance	1,428,650	1,417,660	1,408,702	8,958
Equestrian trial maintenance	133,730	133,730	123,083	10,647
Building maintenance	524,260	462,560	454,348	8,212
Norm Ashley Park	-	2,244	-	2,244
Special events	98,140	103,010	95,409	7,601
Aquatics	11,740	10,740	2,833	7,907
Excursions	87,010	49,280	47,858	1,422
Sports & gymnasium	400,930	364,650	363,164	1,486
Leisure classes	69,750	69,730	67,655	2,075
Senior citizens center	350,680	353,430	313,376	40,054
Teen center	148,650	149,720	141,325	8,395
After school programs	4,900	4,900	552	4,348
Future rec facility	-	22,590	8,700	13,890
Transfers out	-	-	133,902	(133,902)
Total charges to appropriations	14,025,510	14,385,599	14,196,322	189,277
Budgetary Fund Balance, End of Year	\$ 10,829,956	\$ 5,441,526	\$ 30,328,606	\$ 24,887,080

City of Walnut, California
 Budgetary Comparison Schedule
 Community Development Block Grant
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ -	\$ (161,635)	\$ -	\$ 161,635
Resources (Inflows)				
Intergovernmental	<u>123,370</u>	<u>123,370</u>	<u>170,250</u>	<u>46,880</u>
Amounts available for appropriations	<u>123,370</u>	<u>(38,265)</u>	<u>170,250</u>	<u>208,515</u>
Charges to Appropriations (Outflows)				
Community development	<u>123,370</u>	<u>123,370</u>	<u>170,250</u>	<u>(46,880)</u>
Total charges to appropriations	<u>123,370</u>	<u>123,370</u>	<u>170,250</u>	<u>(46,880)</u>
Budgetary Fund Balance, End of Year	<u><u>\$ -</u></u>	<u><u>\$ (161,635)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 161,635</u></u>

City of Walnut, California
 Budgetary Comparison Schedule
 Lighting and Open Space Maintenance District
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (99,711)	\$ (131,011)	\$ 296,565	\$ 427,576
Resources (Inflows)				
Assessments	2,398,230	2,398,230	2,400,733	2,503
Transfers in	314,641	314,641	-	(314,641)
Amounts available for appropriations	<u>2,613,160</u>	<u>2,581,860</u>	<u>2,697,298</u>	<u>115,438</u>
Charges to Appropriations (Outflows)				
Public works	2,731,660	2,749,840	2,600,729	149,111
Capital outlay	133,250	115,070	55,365	59,705
Total charges to appropriations	<u>2,864,910</u>	<u>2,864,910</u>	<u>2,656,094</u>	<u>208,816</u>
Budgetary Fund Balance, End of Year	<u>\$ (251,750)</u>	<u>\$ (283,050)</u>	<u>\$ 41,204</u>	<u>\$ 324,254</u>

City of Walnut, California
 Budgetary Comparison Schedule
 ARPA Fund
 Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ 16	\$ 16
Resources (Inflows)				
Intergovernmental	1,583,090	1,583,090	626,956	(956,134)
Fines and forfeitures	-	-	(40,938)	(40,938)
Amounts available for appropriations	<u>1,583,090</u>	<u>1,583,090</u>	<u>586,034</u>	<u>(997,056)</u>
Charges to Appropriations (Outflows)				
General government	62,930	194,830	137,487	57,343
Community services	595,860	1,155,860	444,133	711,727
Public works	-	224,162	25,394	198,768
Transfer out	924,300	924,300	19,942	904,358
Total charges to appropriations	<u>1,583,090</u>	<u>2,499,152</u>	<u>626,956</u>	<u>1,872,196</u>
Budgetary Fund Balance, End of Year	<u>\$ -</u>	<u>\$ (916,062)</u>	<u>\$ (40,922)</u>	<u>\$ 875,140</u>

City of Walnut, California
 Cost Sharing Multiple Employer Benefit Plan
 Schedule of Proportionate Share of the Net Pension Liability
 Last Ten Years*
 June 30, 2022

Miscellaneous Plan	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Proportion of the net pension liability	0.0811%	0.0727%	0.0710%	0.0691%	0.0686%	0.0676%	0.0651%	0.0685%
Proportionate share of the net pension liability	\$ 4,386,079	\$ 7,905,055	\$ 7,274,916	\$ 6,656,634	\$ 6,798,916	\$ 5,847,350	\$ 4,464,984	\$ 4,261,023
Covered Payroll	\$ 3,613,425	\$ 3,497,623	\$ 3,416,878	\$ 3,271,007	\$ 2,934,611	\$ 3,052,439	\$ 2,974,602	\$ 2,802,665
Proportionate share of the net pension liability as a percentage of covered payroll	121.38%	226.01%	212.91%	203.50%	231.68%	191.56%	150.10%	152.03%
Plan Fiduciary Net Position as a Percentage of the total Pension Liability	90.49%	77.71%	77.73%	75.30%	73.3%	74.06%	78.40%	79.82%

Notes to Schedule:

* Historical information is required only for measurement for which GASB 68 is applicable. However, until ten years of data is available, the City will present information only for those years for which information is available.

City of Walnut, California
 Cost Sharing Multiple Employer Benefit Plan
 Schedule of Contributions
 Last Ten Years*
 June 30, 2022

Miscellaneous Plan	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially Determined Contribution	\$ 1,045,185	\$ 881,904	\$ 780,912	\$ 671,490	\$ 570,892	\$ 515,915	\$ 464,293	\$ 339,472
Contribution in Relation to the Actuarially Determined	<u>(1,045,185)</u>	<u>(881,904)</u>	<u>(780,912)</u>	<u>(671,490)</u>	<u>(570,892)</u>	<u>(515,915)</u>	<u>(464,293)</u>	<u>(339,472)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 3,622,237	\$ 3,613,425	\$ 3,497,623	\$ 3,416,878	\$ 3,271,007	\$ 2,934,611	\$ 3,052,439	\$ 2,974,602
Contributions as a Percentage of Covered Payroll	28.85%	24.41%	22.33%	19.65%	17.45%	17.58%	15.21%	11.41%

* Historical information is required only for measurement for which GASB 68 is applicable. However, until ten years of data is available, the City will present information only for those years for which information is available.

City of Walnut, California
Schedule of Changes in the Total OPEB Liability and Related Ratios
Last Ten Years*
June 30, 2022

	2022	2021	2020	2019	2018
Total OPEB Liability					
Service cost	\$ 93,043	\$ 72,571	\$ 61,417	\$ 55,330	\$ 53,718
Interest on the total OPEB liability	36,770	38,949	52,971	43,767	40,976
Differences between actual and expected experience	(8,697)	-	(442,509)	-	-
Changes in assumptions	300,133	131,647	104,720	(89,337)	-
Contributions - employer	(7,562)				
Benefit payments	-	(6,783)	(6,610)	(5,805)	(5,228)
Net change in total OPEB liability	413,687	236,384	(230,011)	3,955	89,466
Total OPEB liability - beginning	1,411,525	1,175,141	1,405,152	1,401,197	1,311,731
Total OPEB liability - ending	\$ 1,825,212	\$ 1,411,525	\$ 1,175,141	\$ 1,405,152	\$ 1,401,197
Covered-employee payroll	\$ 3,618,866	\$ 3,468,572	\$ 3,401,309	\$ 3,225,250	\$ 3,102,220
Total OPEB liability as a percentage of covered-employee payroll	50.44%	40.69%	34.55%	43.57%	45.17%

Notes to Schedule:

Funding Policy: The City funds the benefits on a pay-as-you-go basis. No assets are accumulated in a trust.

*Fiscal year 2018 was the first year of implementation. However, until ten years of data is available, the City will present information only for those years for which information is available.

Note 1 - 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. The Council conducts public meetings prior to its adoption. The budget is prepared by fund, function and activity, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year. Supplemental appropriations, when required during the period, are also approved by the Council. Intradepartmental budget changes are approved by the City Manager.

In most cases, expenditures may not exceed appropriations at the department level. At fiscal year-end, all operating budget appropriations at the departmental level lapse and any remaining amounts are credited to their respective fund balances. During the year, several supplementary appropriations were necessary. The Major and Non-Major Funds below exceeded amounts available for appropriation as of June 30, 2022.

	<u>Final Budget</u>	<u>Actual</u>	<u>Excess Over Appropriation</u>
Major Fund			
General Fund			
Transfers out	\$ -	\$ 133,902	\$ (133,902)
Community Development Block Grant			
Community development	123,370	170,250	(46,880)
Non-Major Fund			
Road Maintenance Rehabilitation			
Transfers out	\$ -	\$ 35,849	\$ (35,849)
Traffic Safety			
Transfers out	-	54,361	(54,361)
Walnut Housing Authority			
Community development	411,940	419,167	(7,227)
Low and Moderate Income Housing			
Community development	61,990	74,005	(12,015)
Measure A (M&S)			
Transfers out	-	13,532	(13,532)

Basis of Accounting:

Budget for governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).

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Supplementary Information
June 30, 2022

City of Walnut, California

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

The Road Maintenance Rehabilitation Fund accounts for monies received from the State related to Senate Bill 1 (SB1), to address deferred maintenance on the state highway system and the local street and road system.

The Traffic Safety Fund accounts for the vehicle code fines expended for traffic safety enforcement.

The Park Improvement Fund accounts for fees charged to residential and commercial developers for park development purposes.

The Citizen's Options for Public Safety (COPS) Fund accounts for the distribution of funds to local agencies on a per capita basis for the purpose of first line law enforcement services. AB 3229 authorized this distribution in July 1996.

The Air Quality Improvements Fund accounts for the City's portion of the imposition of an additional motor vehicle registration fee of two dollars to be used to reduce air pollution from motor vehicles as approved by the State of California.

The Waste Management Administration Fund accounts for funds received as part of the resident's refuse bill to fund the City's source reduction and recycling programs.

The Proposition C Fund accounts for the City's portion of the additional ½ cents sales tax approved in Los Angeles County for public transit purposes.

The Bikeway Fund accounts for Senate Bill 821 monies from the State for the construction of bikeways, ramps and pedestrian facilities.

The Measure M Fund accounts for the City's portion of the additional ½ cent sales tax approved in Los Angeles County for transportation projects.

The Proposition A Fund accounts for the City's share of the ½ cent sales tax levied in Los Angeles County for local transit.

The State Park Grant Fund accounts for various grant monies restricted for park purposes.

The Traffic Congestion Fund accounts for monies received from the State related to Senate Bill 1 (SB1), requires loan repayments pursuant to Government Code (GC) section 16321.

The Used Oil Recycling Grant Fund accounts for monies received from the California Integrated Waste Management Board to be spent on used motor oil recycling and awareness programs.

The General Recycling Grant Fund accounts for monies received from the State Department of Conservation to be spent on recycling and waste reduction programs.

The Cable TV Education Fund accounts for franchise and other fees designated for Cable TV.

The Walnut Housing Authority (WHA) accounts for new and/or improvement of existing low and moderate housing stock for residents of the community.

The Low and Moderate Income Housing Fund accounts for resources received from the Redevelopment Property Tax Trust Fund and are restricted for the implementation, administration and monitoring of the Low and Moderate income housing affordability and other requirements of the State housing and redevelopment.

The Los Angeles County Metropolitan Transportation Authority (LACMTA) accounts for the receipt of STP-L federal funds.

The Measure R Fund accounts for the City's portion of the ½ cent sales tax approved during the November 2008 election in Los Angeles County for transportation projects.

The Measure A (M&S) Fund accounts for annual special tax of 1.5 cents per square foot of building floor area on all taxable real property in the County. Funds are in accordance with the LA County, Clean Neighborhood Parks and Beaches Measure of 2016.

The Measure W Fund accounts for accounts for the City's portion of a 2.5 cent per square foot parcel tax collected from property taxes approved during the 2018 election in Los Angeles County for the Safe Clean Water Program to improve local water supply and quality.

The Measure A (Category 1) Fund accounts for annual special tax of 1.5 cents per square foot of building floor area on all taxable real property in the County. Funds are in accordance with the LA County, Clean Neighborhood Parks and Beaches Measure of 2016.

The Capital Improvement Fund accounts for purchases of land, major capital outlay and infrastructure improvements.

City of Walnut, California
Combining Balance Sheet – Non-Major Governmental Funds
June 30, 2022

	Special Revenue Funds			
	Gas Tax	Road Maintenance Rehabilitation	Traffic Safety	Park Improvement
Assets				
Pooled cash and investments	\$ 390,514	\$ 5,849	\$ 84,465	\$ 672,969
Receivables				
Accounts	-	-	3,931	-
Accrued interest	-	-	-	-
Deferred loans	-	-	-	-
Due from other governments	52,916	51,426	1,306	-
Total assets	\$ 443,430	\$ 57,275	\$ 89,702	\$ 672,969
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$ 47,055	\$ -	\$ 4,201	\$ -
Accrued liabilities	-	-	777	-
Due to other governments	-	-	-	-
Due to other funds	-	-	84,724	-
Total liabilities	47,055	-	89,702	-
Fund Balances				
Restricted for				
Community development	-	-	-	-
Public safety	-	-	-	-
Community services	-	-	-	672,969
Public works	396,375	57,275	-	-
Assigned to				
Capital projects	-	-	-	-
Total fund balances	396,375	57,275	-	672,969
Total liabilities and fund balances	\$ 443,430	\$ 57,275	\$ 89,702	\$ 672,969

City of Walnut, California
Combining Balance Sheet – Non-Major Governmental Funds
June 30, 2022

	Special Revenue Funds			
	COPS	Air Quality Improvements	Waste Management Administration	Proposition C
Assets				
Pooled cash and investments	\$ 520,142	\$ 21,262	\$ -	\$ 934,592
Receivables				
Accounts	-	-	-	-
Accrued interest	-	-	-	-
Deferred loans	-	-	-	-
Due from other governments	-	9,813	-	-
Total assets	\$ 520,142	\$ 31,075	\$ -	\$ 934,592
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$ 550	\$ 80	\$ -	\$ 14,215
Accrued liabilities	18	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Total liabilities	568	80	-	14,215
Fund Balances				
Restricted for				
Community development	-	30,995	-	-
Public safety	519,574	-	-	-
Community services	-	-	-	-
Public works	-	-	-	920,377
Assigned to				
Capital projects	-	-	-	-
Total fund balances	519,574	30,995	-	920,377
Total liabilities and fund balances	\$ 520,142	\$ 31,075	\$ -	\$ 934,592

City of Walnut, California
Combining Balance Sheet – Non-Major Governmental Funds
June 30, 2022

	Special Revenue Funds			
	Bikeway	Measure M	Proposition A	State Park Grant
Assets				
Pooled cash and investments	\$ -	\$ 560,519	\$ 1,572,393	\$ -
Receivables				
Accounts	-	-	-	-
Accrued interest	-	-	-	-
Deferred loans	-	-	-	-
Due from other governments	9,800	-	-	-
Total assets	\$ 9,800	\$ 560,519	\$ 1,572,393	\$ -
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$ -	\$ 27,541	\$ 52,264	\$ -
Accrued liabilities	-	-	356	-
Due to other governments	-	682	-	-
Due to other funds	9,800	-	-	-
Total liabilities	9,800	28,223	52,620	-
Fund Balances				
Restricted for				
Community development	-	-	-	-
Public safety	-	-	-	-
Community services	-	-	-	-
Public works	-	532,296	1,519,773	-
Assigned to				
Capital projects	-	-	-	-
Total fund balances	-	532,296	1,519,773	-
Total liabilities and fund balances	\$ 9,800	\$ 560,519	\$ 1,572,393	\$ -

City of Walnut, California
Combining Balance Sheet – Non-Major Governmental Funds
June 30, 2022

	Special Revenue Funds			
	Traffic Congestion	Used Oil Recycling Grant	General Recycling Grant	Cable TV Education
Assets				
Pooled cash and investments	\$ 6,017	\$ 2,796	\$ 7,718	\$ 218,280
Receivables				
Accounts	-	-	-	9,584
Accrued interest	-	-	-	-
Deferred loans	-	-	-	-
Due from other governments	-	-	-	-
Total assets	\$ 6,017	\$ 2,796	\$ 7,718	\$ 227,864
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$ -	\$ 2,796	\$ -	\$ 3,459
Accrued liabilities	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Total liabilities	-	2,796	-	3,459
Fund Balances				
Restricted for				
Community development	-	-	-	-
Public safety	-	-	-	-
Community services	-	-	7,718	224,405
Public works	6,017	-	-	-
Assigned to				
Capital projects	-	-	-	-
Total fund balances	6,017	-	7,718	224,405
Total liabilities and fund balances	\$ 6,017	\$ 2,796	\$ 7,718	\$ 227,864

City of Walnut, California
Combining Balance Sheet – Non-Major Governmental Funds
June 30, 2022

	Special Revenue Funds			
	Walnut Housing Authority	Low and Moderate Income Housing Fund	LACMTA Exchange	Measure R
Assets				
Pooled cash and investments	\$ 54,244	\$ 1,390,254	\$ 6,887	\$ 567,354
Receivables				
Accounts	-	-	-	-
Accrued interest	2,025	-	-	-
Deferred loans	43,499	-	-	-
Due from other governments	-	-	-	-
Total assets	\$ 99,768	\$ 1,390,254	\$ 6,887	\$ 567,354
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$ 42,930	\$ 12,896	\$ -	\$ -
Accrued liabilities	-	-	-	-
Due to other governments	9,791	-	-	-
Due to other funds	-	-	-	-
Total liabilities	52,721	12,896	-	-
Fund Balances				
Restricted for				
Community development	47,047	1,377,358	6,887	-
Public safety	-	-	-	-
Community services	-	-	-	-
Public works	-	-	-	567,354
Assigned to				
Capital projects	-	-	-	-
Total fund balances	47,047	1,377,358	6,887	567,354
Total liabilities and fund balances	\$ 99,768	\$ 1,390,254	\$ 6,887	\$ 567,354

City of Walnut, California
Combining Balance Sheet – Non-Major Governmental Funds
June 30, 2022

	Special Revenue Funds			Capital Projects Fund	Total Nonmajor Governmental Funds
	Measure A (M&S)	Measure W	Measure A (Category 1)	Capital Improvements	
Assets					
Pooled cash and investments	\$ 49,437	\$ 569,080	\$ -	\$ 1,753,375	\$ 9,388,147
Receivables					
Accounts	-	-	-	-	13,515
Accrued interest	-	-	-	-	2,025
Deferred loans	-	-	-	-	43,499
Due from other governments	-	-	-	-	125,261
Total assets	<u>\$ 49,437</u>	<u>\$ 569,080</u>	<u>\$ -</u>	<u>\$ 1,753,375</u>	<u>\$ 9,572,447</u>
Liabilities and Fund Balances					
Liabilities					
Accounts payable	\$ 26,775	\$ 16,299	\$ -	\$ -	\$ 251,061
Accrued liabilities	-	-	-	-	1,151
Due to other governments	-	-	-	-	10,473
Due to other funds	22,662	-	-	-	117,186
Total liabilities	<u>49,437</u>	<u>16,299</u>	<u>-</u>	<u>-</u>	<u>379,871</u>
Fund Balances					
Restricted for					
Community development	-	-	-	-	1,462,287
Public safety	-	-	-	-	519,574
Community services	-	-	-	-	905,092
Public works	-	552,781	-	-	4,552,248
Assigned to					
Capital projects	-	-	-	1,753,375	1,753,375
Total fund balances	<u>-</u>	<u>552,781</u>	<u>-</u>	<u>1,753,375</u>	<u>9,192,576</u>
Total liabilities and fund balances	<u>\$ 49,437</u>	<u>\$ 569,080</u>	<u>\$ -</u>	<u>\$ 1,753,375</u>	<u>\$ 9,572,447</u>

City of Walnut, California
Combining Statement of Revenues, Expenditures and Changes
in Fund Balances – Non-Major Governmental Funds
Year Ended June 30, 2022

	Special Revenue Funds			
	Gas Tax	Road Maintenance Rehabilitation	Traffic Safety	Park Improvement
Revenues				
Assessments	\$ -	\$ -	\$ -	\$ 455,024
Intergovernmental	701,949	593,124	-	-
Use of money and property	(4,293)	-	-	(5,451)
Fines and forfeitures	-	-	49,821	-
Total revenues	<u>697,656</u>	<u>593,124</u>	<u>49,821</u>	<u>449,573</u>
Expenditures				
Current				
Public safety	-	-	79,926	-
Community development	-	-	-	-
Community services	-	-	-	-
Public works	551,640	500,000	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>551,640</u>	<u>500,000</u>	<u>79,926</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>146,016</u>	<u>93,124</u>	<u>(30,105)</u>	<u>449,573</u>
Other Financing Sources (Uses)				
Transfers in	-	-	84,466	-
Transfers out	-	(35,849)	(54,361)	-
Total other financing sources (uses)	<u>-</u>	<u>(35,849)</u>	<u>30,105</u>	<u>-</u>
Net Change in Fund Balances	146,016	57,275	-	449,573
Fund Balances, Beginning of Year	<u>250,359</u>	<u>-</u>	<u>-</u>	<u>223,396</u>
Fund Balances, End of Year	<u>\$ 396,375</u>	<u>\$ 57,275</u>	<u>\$ -</u>	<u>\$ 672,969</u>

City of Walnut, California
Combining Statement of Revenues, Expenditures and Changes
in Fund Balances – Non-Major Governmental Funds
Year Ended June 30, 2022

	Special Revenue Funds			
	COPS	Air Quality Improvements	Waste Management Administration	Proposition C
Revenues				
Assessments	\$ -	\$ -	\$ -	\$ -
Intergovernmental	161,285	38,257	-	626,918
Use of money and property	(5,829)	(96)	-	(9,267)
Fines and forfeitures	-	-	-	-
Total revenues	<u>155,456</u>	<u>38,161</u>	<u>-</u>	<u>617,651</u>
Expenditures				
Current				
Public safety	22,820	-	-	-
Community development	-	32,398	-	-
Community services	-	-	-	-
Public works	-	-	-	306,200
Capital outlay	61,417	-	-	-
Total expenditures	<u>84,237</u>	<u>32,398</u>	<u>-</u>	<u>306,200</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>71,219</u>	<u>5,763</u>	<u>-</u>	<u>311,451</u>
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	71,219	5,763	-	311,451
Fund Balances, Beginning of Year	<u>448,355</u>	<u>25,232</u>	<u>-</u>	<u>608,926</u>
Fund Balances, End of Year	<u>\$ 519,574</u>	<u>\$ 30,995</u>	<u>\$ -</u>	<u>\$ 920,377</u>

City of Walnut, California
Combining Statement of Revenues, Expenditures and Changes
in Fund Balances – Non-Major Governmental Funds
Year Ended June 30, 2022

	Special Revenue Funds			
	Bikeways	Measure M	Proposition A	State Park Grant
Revenues				
Assessments	\$ -	\$ -	\$ -	\$ -
Intergovernmental	9,800	531,987	755,798	-
Use of money and property	-	(6,045)	(15,567)	-
Fines and forfeitures	-	-	-	-
Total revenues	<u>9,800</u>	<u>525,942</u>	<u>740,231</u>	<u>-</u>
Expenditures				
Current				
Public safety	-	-	-	-
Community development	-	-	196,099	-
Community services	9,800	-	-	-
Public works	-	333,048	-	-
Capital outlay	-	-	16,245	-
Total expenditures	<u>9,800</u>	<u>333,048</u>	<u>212,344</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>192,894</u>	<u>527,887</u>	<u>-</u>
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	192,894	527,887	-
Fund Balances, Beginning of Year	<u>-</u>	<u>339,402</u>	<u>991,886</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ 532,296</u>	<u>\$ 1,519,773</u>	<u>\$ -</u>

City of Walnut, California
Combining Statement of Revenues, Expenditures and Changes
in Fund Balances – Non-Major Governmental Funds
Year Ended June 30, 2022

	Special Revenue Funds			
	Traffic Congestion	Used Oil Recycling Grant	General Recycling Grant	Cable TV Education
Revenues				
Assessments	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	7,718	37,220
Use of money and property	(419)	-	-	(2,387)
Fines and forfeitures	-	-	-	-
Total revenues	<u>(419)</u>	<u>-</u>	<u>7,718</u>	<u>34,833</u>
Expenditures				
Current				
Public safety	-	-	-	-
Community development	-	5,000	-	3,550
Community services	-	-	-	-
Public works	76,792	-	-	-
Capital outlay	-	-	7,809	3,546
Total expenditures	<u>76,792</u>	<u>5,000</u>	<u>7,809</u>	<u>7,096</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(77,211)</u>	<u>(5,000)</u>	<u>(91)</u>	<u>27,737</u>
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(77,211)	(5,000)	(91)	27,737
Fund Balances, Beginning of Year	<u>83,228</u>	<u>5,000</u>	<u>7,809</u>	<u>196,668</u>
Fund Balances, End of Year	<u>\$ 6,017</u>	<u>\$ -</u>	<u>\$ 7,718</u>	<u>\$ 224,405</u>

City of Walnut, California
Combining Statement of Revenues, Expenditures and Changes
in Fund Balances – Non-Major Governmental Funds
Year Ended June 30, 2022

	Special Revenue Funds			
	Walnut Housing Authority	Low and Moderate Income Housing Fund	LACMTA Exchange	Measure R
Revenues				
Assessments	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	470,113
Use of money and property	639	3,982	(80)	(4,194)
Fines and forfeitures	-	-	-	-
Total revenues	<u>639</u>	<u>3,982</u>	<u>(80)</u>	<u>465,919</u>
Expenditures				
Current				
Public safety	-	-	-	-
Community development	419,167	74,005	-	-
Community services	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>419,167</u>	<u>74,005</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(418,528)</u>	<u>(70,023)</u>	<u>(80)</u>	<u>465,919</u>
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(418,528)	(70,023)	(80)	465,919
Fund Balances, Beginning of Year	<u>465,575</u>	<u>1,447,381</u>	<u>6,967</u>	<u>101,435</u>
Fund Balances, End of Year	<u>\$ 47,047</u>	<u>\$ 1,377,358</u>	<u>\$ 6,887</u>	<u>\$ 567,354</u>

City of Walnut, California
Combining Statement of Revenues, Expenditures and Changes
in Fund Balances – Non-Major Governmental Funds
Year Ended June 30, 2022

	Special Revenue Funds			Capital Projects Fund	Total Nonmajor Governmental Funds
	Measure A (M&S)	Measure W	Measure A (Category 1)	Capital Improvements	
Revenues					
Assessments	\$ -	\$ -	\$ -	\$ -	\$ 455,024
Intergovernmental	13,532	498,557	-	-	4,446,258
Use of money and property	-	(4,531)	-	-	(53,538)
Fines and forfeitures	-	-	-	-	49,821
Total revenues	<u>13,532</u>	<u>494,026</u>	<u>-</u>	<u>-</u>	<u>4,897,565</u>
Expenditures					
Current					
Public safety	-	-	-	-	102,746
Community development	-	-	-	-	730,219
Community services	49,437	28,999	-	-	88,236
Public works	-	87,206	-	-	1,854,886
Capital outlay	-	-	-	65,102	154,119
Total expenditures	<u>49,437</u>	<u>116,205</u>	<u>-</u>	<u>65,102</u>	<u>2,930,206</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(35,905)</u>	<u>377,821</u>	<u>-</u>	<u>(65,102)</u>	<u>1,967,359</u>
Other Financing Sources (Uses)					
Transfers in	49,437	-	-	-	133,903
Transfers out	<u>(13,532)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(103,742)</u>
Total other financing sources (uses)	<u>35,905</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,161</u>
Net Change in Fund Balances	-	377,821	-	(65,102)	1,997,520
Fund Balances, Beginning of Year	<u>-</u>	<u>174,960</u>	<u>-</u>	<u>1,818,477</u>	<u>7,195,056</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ 552,781</u>	<u>\$ -</u>	<u>\$ 1,753,375</u>	<u>\$ 9,192,576</u>

City of Walnut, California
 Budgetary Comparison Schedule
 Gas Tax Fund
 Year Ended June 30, 2022

	Budget Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 54,068	\$ (116,932)	\$ 250,359	\$ 367,291
Resources (Inflows)				
Intergovernmental	693,000	693,000	701,949	8,949
Use of money and property	2,580	2,580	(4,293)	(6,873)
Amounts available for appropriations	<u>749,648</u>	<u>578,648</u>	<u>948,015</u>	<u>369,367</u>
Charges to Appropriations (Outflows)				
Public works	<u>613,950</u>	<u>613,950</u>	<u>551,640</u>	<u>62,310</u>
Budgetary Fund Balance, End of Year	<u>\$ 135,698</u>	<u>\$ (35,302)</u>	<u>\$ 396,375</u>	<u>\$ 431,677</u>

City of Walnut, California
 Budgetary Comparison Schedule
 Road Maintenance Rehabilitation
 Year Ended June 30, 2022

	Budget Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (89,700)	\$ (341,695)	\$ -	\$ 341,695
Resources (Inflows)				
Intergovernmental	570,000	570,000	593,124	23,124
Use of money and property	670	670	-	(670)
Amounts available for appropriations	<u>480,970</u>	<u>228,975</u>	<u>593,124</u>	<u>364,149</u>
Charges to Appropriations (Outflows)				
Public works	500,000	500,000	500,000	-
Transfer out	-	-	35,849	(35,849)
Total charges to appropriations	<u>500,000</u>	<u>500,000</u>	<u>535,849</u>	<u>(35,849)</u>
Budgetary Fund Balance, End of Year	<u>\$ (19,030)</u>	<u>\$ (271,025)</u>	<u>\$ 57,275</u>	<u>\$ 328,300</u>

City of Walnut, California
 Budgetary Comparison Schedule
 Traffic Safety
 Year Ended June 30, 2022

	Budget Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 7,817	\$ (3,283)	\$ -	\$ 3,283
Resources (Inflows)				
Fines and forfeitures	104,230	104,230	49,821	(54,409)
Transfers in	-	-	84,466	84,466
Amounts available for appropriations	<u>112,047</u>	<u>100,947</u>	<u>134,287</u>	<u>33,340</u>
Charges to Appropriations (Outflows)				
Public safety	104,230	104,230	79,926	24,304
Transfer out	-	-	54,361	(54,361)
Total charges to appropriations	<u>104,230</u>	<u>104,230</u>	<u>134,287</u>	<u>(30,057)</u>
Budgetary Fund Balance, End of Year	<u>\$ 7,817</u>	<u>\$ (3,283)</u>	<u>\$ -</u>	<u>\$ 3,283</u>

City of Walnut, California
 Budgetary Comparison Schedule
 Park Improvement
 Year Ended June 30, 2022

	<u>Budget Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Budgetary Fund Balance, July 1	\$ 370,387	\$ (311,019)	\$ 223,396	\$ 534,415
Resources (Inflows)				
Assessment	1,013,200	1,013,200	455,024	(558,176)
Use of money and property	<u>11,570</u>	<u>11,570</u>	<u>(5,451)</u>	<u>(17,021)</u>
Amounts available for appropriations	<u>1,395,157</u>	<u>713,751</u>	<u>672,969</u>	<u>(40,782)</u>
Charges to Appropriations (Outflow)				
Community services	<u>250,000</u>	<u>388,790</u>	<u>-</u>	<u>388,790</u>
Budgetary Fund Balance, End of Year	<u><u>\$ 1,145,157</u></u>	<u><u>\$ 324,961</u></u>	<u><u>\$ 672,969</u></u>	<u><u>\$ 348,008</u></u>

City of Walnut, California
 Budgetary Comparison Schedule
 COPS Fund
 Year Ended June 30, 2022

	Budget Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 311,190	\$ 214,190	\$ 448,355	\$ 234,165
Resources (Inflows)				
Intergovernmental	156,000	156,000	161,285	5,285
Use of money and property	2,590	2,590	(5,829)	(8,419)
Amounts available for appropriations	<u>469,780</u>	<u>372,780</u>	<u>603,811</u>	<u>231,031</u>
Charges to Appropriations (Outflows)				
Public safety	104,320	104,320	22,820	81,500
Capital outlay	65,000	65,000	61,417	3,583
Total charges to appropriations	<u>169,320</u>	<u>169,320</u>	<u>84,237</u>	<u>85,083</u>
Budgetary Fund Balance, End of Year	<u>\$ 300,460</u>	<u>\$ 203,460</u>	<u>\$ 519,574</u>	<u>\$ 316,114</u>

City of Walnut, California
 Budgetary Comparison Schedule
 Air Quality Improvements
 Year Ended June 30, 2022

	Budget Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (264)	\$ (264)	\$ 25,232	\$ 25,496
Resources (Inflows)				
Intergovernmental	36,900	36,900	38,257	1,357
Use of money and property	80	80	(96)	(176)
Amounts available for appropriations	<u>36,716</u>	<u>36,716</u>	<u>63,393</u>	<u>26,677</u>
Charges to Appropriations (Outflows)				
Community development	<u>41,000</u>	<u>41,000</u>	<u>32,398</u>	<u>8,602</u>
Budgetary Fund Balance, End of Year	<u>\$ (4,284)</u>	<u>\$ (4,284)</u>	<u>\$ 30,995</u>	<u>\$ 35,279</u>

City of Walnut, California
 Budgetary Comparison Schedule
 Waste Management Administration
 Year Ended June 30, 2022

	<u>Budget Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Budgetary Fund Balance, July 1	\$ 25,605	\$ 25,605	\$ -	\$ (25,605)
Resources (Inflows)				
Miscellaneous	<u>53,100</u>	<u>53,100</u>	<u>-</u>	<u>(53,100)</u>
Amounts available for appropriations	<u>78,705</u>	<u>78,705</u>	<u>-</u>	<u>(78,705)</u>
Charges to Appropriations (Outflows)				
Transfer out	<u>53,100</u>	<u>53,100</u>	<u>-</u>	<u>53,100</u>
Budgetary Fund Balance, End of Year	<u><u>\$ 25,605</u></u>	<u><u>\$ 25,605</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (25,605)</u></u>

City of Walnut, California
 Budgetary Comparison Schedule
 Proposition C
 Year Ended June 30, 2022

	Budget Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 1,012,697	\$ 142,961	\$ 608,926	\$ 465,965
Resources (Inflows)				
Intergovernmental	492,000	492,000	626,918	134,918
Use of money and property	1,400	1,400	(9,267)	(10,667)
Amounts available for appropriations	<u>1,506,097</u>	<u>636,361</u>	<u>1,226,577</u>	<u>590,216</u>
Charges to Appropriations (Outflows)				
Public works	<u>900,000</u>	<u>1,000,000</u>	<u>306,200</u>	<u>693,800</u>
Budgetary Fund Balance, End of Year	<u>\$ 606,097</u>	<u>\$ (363,639)</u>	<u>\$ 920,377</u>	<u>\$ 1,284,016</u>

City of Walnut, California
 Budgetary Comparison Schedule
 Bikeways
 Year Ended June 30, 2022

	<u>Budget Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Budgetary Fund Balance, July 1	\$ 32,410	\$ 32,410	\$ -	\$ (32,410)
Resources (Inflows)				
Intergovernmental	<u>25,000</u>	<u>25,000</u>	<u>9,800</u>	<u>(15,200)</u>
Amounts available for appropriations	<u>57,410</u>	<u>57,410</u>	<u>9,800</u>	<u>(47,610)</u>
Charges to Appropriations (Outflows)				
Community services	<u>25,000</u>	<u>25,000</u>	<u>9,800</u>	<u>15,200</u>
Budgetary Fund Balance, End of Year	<u><u>\$ 32,410</u></u>	<u><u>\$ 32,410</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (32,410)</u></u>

City of Walnut, California
 Budgetary Comparison Schedule
 Measure M
 Year Ended June 30, 2022

	Budget Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 10,620	\$ (235,490)	\$ 339,402	\$ 574,892
Resources (Inflows)				
Intergovernmental	418,000	418,000	531,987	113,987
Use of money and property	3,000	3,000	(6,045)	(9,045)
Amounts available for appropriations	431,620	185,510	865,344	679,834
Charges to Appropriations (Outflows)				
Public works	340,460	342,770	333,048	9,722
Budgetary Fund Balance, End of Year	\$ 91,160	\$ (157,260)	\$ 532,296	\$ 689,556

City of Walnut, California
 Budgetary Comparison Schedule
 Proposition A
 Year Ended June 30, 2022

	Budget Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 1,680,103	\$ (379,847)	\$ 991,886	\$ 1,371,733
Resources (Inflows)				
Intergovernmental	594,000	594,000	755,798	161,798
Use of money and property	9,230	9,230	(15,567)	(24,797)
Amounts available for appropriations	<u>2,283,333</u>	<u>223,383</u>	<u>1,732,117</u>	<u>1,508,734</u>
Charges to Appropriations (Outflows)				
Community development	317,770	319,770	196,099	123,671
Capital outlay	20,500	18,500	16,245	2,255
Total charges to appropriations	<u>338,270</u>	<u>338,270</u>	<u>212,344</u>	<u>125,926</u>
Budgetary Fund Balance, End of Year	<u>\$ 1,945,063</u>	<u>\$ (114,887)</u>	<u>\$ 1,519,773</u>	<u>\$ 1,634,660</u>

City of Walnut, California
 Budgetary Comparison Schedule
 State Park Grant
 Year Ended June 30, 2022

	Budget Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ -	\$ (39,743)	\$ -	\$ 39,743
Resources (Inflows)				
Intergovernmental	-	-	-	-
Amounts available for appropriations	-	(39,743)	-	39,743
Charges to Appropriations (Outflows)				
Public works	-	680,000	-	680,000
Total charges to appropriations	-	-	-	680,000
Budgetary Fund Balance, End of Year	\$ -	\$ (39,743)	\$ -	\$ 39,743

City of Walnut, California
 Budgetary Comparison Schedule
 Traffic Congestion Relief
 Year Ended June 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget - Positive (Negative)
Budgetary Fund Balance, July 1	\$ (30,130)	\$ (130,130)	\$ 83,228	\$ 213,358
Resources (Inflows)				
Use of money and property	50	50	(419)	(469)
Amounts available for appropriations	(30,080)	(130,080)	82,809	212,889
Charges to Appropriations (Outflows)				
Public works	-	76,800	76,792	8
Budgetary Fund Balance, End of Year	\$ (30,080)	\$ (206,880)	\$ 6,017	\$ 212,897

City of Walnut, California
 Budgetary Comparison Schedule
 Used Oil Recycling Grant
 Year Ended June 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget - Positive (Negative)
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ 5,000	\$ 5,000
Resources (Inflows)				
Intergovernmental	5,000	5,000	-	(5,000)
Amounts available for appropriations	5,000	5,000	5,000	-
Charges to Appropriations (Outflows)				
Community development	5,000	5,000	5,000	-
Budgetary Fund Balance, End of Year	\$ -	\$ -	\$ -	\$ -

City of Walnut, California
 Budgetary Comparison Schedule
 General Recycling Grant
 Year Ended June 30, 2022

	<u>Budget Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ 7,809	\$ 7,809
Resources (Inflows)				
Intergovernmental	<u>7,810</u>	<u>7,810</u>	<u>7,718</u>	<u>(92)</u>
Amounts available for appropriations	<u>7,810</u>	<u>7,810</u>	<u>15,527</u>	<u>7,717</u>
Charges to Appropriations (Outflows)				
Capital outlay	<u>7,810</u>	<u>7,810</u>	<u>7,809</u>	<u>1</u>
Budgetary Fund Balance, End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 7,718</u></u>	<u><u>\$ 7,718</u></u>

City of Walnut, California
 Budgetary Comparison Schedule
 Cable TV Education
 Year Ended June 30, 2022

	Budget Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 144,133	\$ 97,133	\$ 196,668	\$ 99,535
Resources (Inflows)				
Intergovernmental	37,000	37,000	37,220	220
Use of money and property	1,440	1,440	(2,387)	(3,827)
Amounts available for appropriations	<u>182,573</u>	<u>135,573</u>	<u>231,501</u>	<u>95,928</u>
Charges to Appropriations (Outflows)				
Community development	3,550	3,550	3,550	-
Capital outlay	25,000	25,000	3,546	21,454
Total charges to appropriations	<u>28,550</u>	<u>28,550</u>	<u>7,096</u>	<u>21,454</u>
Budgetary Fund Balance, End of Year	<u>\$ 154,023</u>	<u>\$ 107,023</u>	<u>\$ 224,405</u>	<u>\$ 117,382</u>

City of Walnut, California
 Budgetary Comparison Schedule
 Walnut Housing Authority
 Year Ended June 30, 2022

	Budget Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget - Positive (Negative)
Budgetary Fund Balance, July 1	\$ 376,006	\$ 317,816	\$ 465,575	\$ 147,759
Resources (Inflows)				
Use of money and property	15,000	15,000	639	(14,361)
Amounts available for appropriations	391,006	332,816	466,214	133,398
Charges to Appropriations (Outflows)				
Community development	416,940	411,940	419,167	(7,227)
Budgetary Fund Balance, End of Year	\$ (25,934)	\$ (79,124)	\$ 47,047	\$ 126,171

City of Walnut, California
 Budgetary Comparison Schedule
 Low and Moderate Income Housing Fund
 Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Budgetary Fund Balance, July 1	\$ 1,973,706	\$ 1,393,706	\$ 1,447,381	\$ 53,675
Resources (Inflows)				
Use of money and property	<u>16,000</u>	<u>16,000</u>	<u>3,982</u>	<u>(12,018)</u>
Amounts available for appropriations	<u>1,989,706</u>	<u>1,409,706</u>	<u>1,451,363</u>	<u>41,657</u>
Charges to Appropriations (Outflows)				
Community development	<u>56,990</u>	<u>61,990</u>	<u>74,005</u>	<u>(12,015)</u>
Budgetary Fund Balance, End of Year	<u><u>\$ 1,932,716</u></u>	<u><u>\$ 1,347,716</u></u>	<u><u>\$ 1,377,358</u></u>	<u><u>\$ 29,642</u></u>

City of Walnut, California
 Budgetary Comparison Schedule
 LACMTA Exchange
 Year Ended June 30, 2022

	Budget Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 936	\$ (519,064)	\$ 6,967	\$ 526,031
Resources (Inflows)				
Use of money and property	60	60	(80)	(140)
Amounts Available for Appropriations	996	(519,004)	6,887	525,891
Budgetary Fund Balance, End of Year	\$ 996	\$ (519,004)	\$ 6,887	\$ 525,891

City of Walnut, California
 Budgetary Comparison Schedule
 Measure R
 Year Ended June 30, 2022

	<u>Budget Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Budgetary Fund Balance, July 1	\$ 179,776	\$ (340,224)	\$ 101,435	\$ 441,659
Resources (Inflows)				
Intergovernmental	340,000	340,000	470,113	130,113
Use of money and property	<u>2,840</u>	<u>2,840</u>	<u>(4,194)</u>	<u>(7,034)</u>
Amounts available for appropriations	<u>522,616</u>	<u>2,616</u>	<u>567,354</u>	<u>564,738</u>
Budgetary Fund Balance, End of Year	<u><u>\$ 522,616</u></u>	<u><u>\$ 2,616</u></u>	<u><u>\$ 567,354</u></u>	<u><u>\$ 564,738</u></u>

City of Walnut, California
 Budgetary Comparison Schedule
 Measure A (M&S)
 Year Ended June 30, 2022

	Budget Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 670	\$ (8,130)	\$ -	\$ 8,130
Resources (Inflows)				
Intergovernmental	25,000	25,000	13,532	(11,468)
Transfers in	-	-	49,437	49,437
Amounts available for appropriations	<u>25,670</u>	<u>16,870</u>	<u>62,969</u>	<u>46,099</u>
Charges to Appropriations (Outflows)				
Community services	25,000	145,000	49,437	95,563
Transfers out	-	-	13,532	(13,532)
Total charges to appropriations	<u>25,000</u>	<u>145,000</u>	<u>62,969</u>	<u>82,031</u>
Budgetary Fund Balance, End of Year	<u>\$ 670</u>	<u>\$ (128,130)</u>	<u>\$ -</u>	<u>\$ 128,130</u>

City of Walnut, California
 Budgetary Comparison Schedule
 Measure W
 Year Ended June 30, 2022

	Budget Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 165,000	\$ 165,000	\$ 174,960	\$ 9,960
Resources (Inflows)				
Intergovernmental	500,000	500,000	498,557	(1,443)
Use of money and property	510	510	(4,531)	(5,041)
Amounts available for appropriations	<u>665,510</u>	<u>665,510</u>	<u>668,986</u>	<u>3,476</u>
Charges to Appropriations (Outflows)				
Community services	250,000	250,000	28,999	221,001
Public Works	205,000	265,000	87,206	177,794
Total charges to appropriations	<u>455,000</u>	<u>515,000</u>	<u>116,205</u>	<u>398,795</u>
Budgetary Fund Balance, End of Year	<u><u>\$ 210,510</u></u>	<u><u>\$ 150,510</u></u>	<u><u>\$ 552,781</u></u>	<u><u>\$ 402,271</u></u>

City of Walnut, California
 Budgetary Comparison Schedule
 Measure A (Category 1)
 Year Ended June 30, 2022

	Budget Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 19,900	\$ 19,900	\$ -	\$ (19,900)
Resources (Inflows)				
Intergovernmental	85,000	85,000	-	(85,000)
Amounts available for appropriations	104,900	104,900	-	(104,900)
Charges to Appropriations (Outflows)				
Community services	85,000	85,000	-	85,000
Total charges to appropriations	85,000	85,000	-	85,000
Budgetary Fund Balance, End of Year	\$ 19,900	\$ 19,900	\$ -	\$ (19,900)

City of Walnut, California
 Budgetary Comparison Schedule
 Capital Improvement
 Year Ended June 30, 2022

	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>(Negative)</u>
Budgetary Fund Balance, July 1	\$ (2,210,345)	\$ (402,311)	\$ 1,818,477	\$ 2,220,788
Resources (Inflows)				
Transfers in	-	-	-	-
Amounts available for appropriations	<u>(2,210,345)</u>	<u>(402,311)</u>	<u>1,818,477</u>	<u>2,220,788</u>
Charges to Appropriations (Outflows)				
Capital outlay	<u>1,160,000</u>	<u>1,536,072</u>	<u>65,102</u>	<u>1,470,970</u>
Total charges to appropriations	<u>1,160,000</u>	<u>1,536,072</u>	<u>65,102</u>	<u>1,470,970</u>
Net Change in Fund Balance	<u>(1,050,345)</u>	<u>1,133,761</u>	<u>1,883,579</u>	<u>3,691,758</u>
Budgetary Fund Balance, End of Year	<u><u>\$ (3,370,345)</u></u>	<u><u>\$ (1,938,383)</u></u>	<u><u>\$ 1,753,375</u></u>	<u><u>\$ 3,691,758</u></u>

Statistical Section

June 30, 2022

City of Walnut, California

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Financial Trend Information - These schedules contain trend information to assist readers to understand how the City of Walnut's financial position has changed over time.

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Miscellaneous Statistics – This information may provide readers with more insight in the City of Walnut’s financial and demographic status.

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City of Walnut, California
 Net Position by Component
 Last Ten Fiscal Years
 (accrual basis of accounting)

Fiscal Year	2013	2014	2015	2016	2017
Governmental Activities:					
Net investment in capital assets	75,278,786	73,612,972	73,439,900	72,963,855	71,066,062
Restricted	13,450,385	8,289,678	8,212,469	7,115,326	10,917,855
Unrestricted	22,305,101	21,025,425	14,584,364	15,184,940	10,661,289
Total governmental activities net position	111,034,272	102,928,075	96,236,733	95,264,121	92,645,206
Primary government:					
Net investment in capital assets	75,278,786	73,612,972	73,439,900	72,963,855	71,066,062
Restricted	13,450,385	8,289,678	8,212,469	7,115,326	10,917,855
Unrestricted	22,305,101	21,025,425	14,584,364	15,184,940	10,661,289
Total primary government net position	111,034,272	102,928,075	96,236,733	95,264,121	92,645,206

Note:

In fiscal year 2011-12, Per State of California ABX1 26 all redevelopment agency in California was dissolved effective February 1, 2012. Prior to that date, the final seven months of the activity of the redevelopment agency continued to be reported in the governmental funds of the City. After the date of dissolution, the assets and activities of the dissolved redevelopment agency are reported in a fiduciary fund (private-purpose trust fund) in the financial statements of the City of Walnut as the Successor Agency for the Walnut Improvement Agency.

City of Walnut, California
 Net Position by Component
 Last Ten Fiscal Years
 (accrual basis of accounting)

2018	2019	2020	2021	2022
73,720,055	72,283,733	71,060,405	70,436,085	68,084,318
7,320,794	7,715,804	7,009,577	9,512,999	9,192,858
19,113,026	24,129,411	23,666,833	19,240,635	21,172,241
<u>100,153,875</u>	<u>104,128,948</u>	<u>101,736,815</u>	<u>99,189,719</u>	<u>98,449,417</u>

73,720,055	72,283,733	71,060,405	70,436,085	68,084,318
7,320,794	7,715,804	7,009,577	9,512,999	9,192,858
19,113,026	24,129,411	23,666,833	19,240,635	21,172,241
<u>100,153,875</u>	<u>104,128,948</u>	<u>101,736,815</u>	<u>99,189,719</u>	<u>98,449,417</u>

City of Walnut, California
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Expenses:					
Governmental activities:					
General government	2,408,514	2,555,368	2,618,229	2,559,043	3,086,260
Public safety	3,613,692	3,619,393	3,581,460	3,772,824	3,900,642
Community development	1,936,171	8,238,967	2,192,492	2,248,657	2,879,006
Public works	7,910,304	7,909,282	6,929,084	5,778,712	7,219,860
Community services	3,527,499	3,623,037	3,711,593	5,441,949	4,069,437
Interest on long-term debt	-	-	-	-	-
Total governmental activities	<u>19,396,180</u>	<u>25,946,047</u>	<u>19,032,858</u>	<u>19,801,185</u>	<u>21,155,205</u>
 Total expenses	 <u>19,396,180</u>	 <u>25,946,047</u>	 <u>19,032,858</u>	 <u>19,801,185</u>	 <u>21,155,205</u>
Program revenues:					
Governmental activities:					
Charges for services:					
General government	688,295	580,639	595,221	539,554	563,889
Public safety	645,562	726,423	330,047	380,909	233,541
Community development	351,829	1,934	1,541	2,868	1,942
Public works	3,302,673	3,375,124	3,186,757	3,759,518	4,304,184
Community services	770,891	929,590	583,746	840,018	664,425
Operating contributions and grants	1,339,739	1,491,009	1,292,365	956,559	985,419
Capital contributions and grants	1,207,294	1,337,784	1,797,984	1,334,924	1,878,825
Total governmental activities	<u>8,306,283</u>	<u>8,442,503</u>	<u>7,787,661</u>	<u>7,814,350</u>	<u>8,632,225</u>
 Total program revenues	 <u>8,306,283</u>	 <u>8,442,503</u>	 <u>7,787,661</u>	 <u>7,814,350</u>	 <u>8,632,225</u>
Net (expenses) revenues					
Governmental Activities	(11,089,897)	(17,503,544)	(11,245,197)	(11,986,835)	(12,522,980)
 Total Net Expense	 <u>(11,089,897)</u>	 <u>(17,503,544)</u>	 <u>(11,245,197)</u>	 <u>(11,986,835)</u>	 <u>(12,522,980)</u>

City of Walnut, California
 Changes in Net Position
 Last Ten Fiscal Years
 (accrual basis of accounting)

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
5,857,903	199,215	3,799,571	3,426,121	3,441,453
4,032,897	4,120,065	4,421,574	4,394,513	4,592,533
2,435,173	2,422,267	2,969,602	3,686,498	2,807,467
5,766,110	6,951,774	4,788,315	7,623,175	7,660,909
5,273,197	4,727,263	6,803,798	3,883,235	4,572,065
-	-	-	-	-
<u>23,365,280</u>	<u>18,420,584</u>	<u>22,782,860</u>	<u>23,013,542</u>	<u>23,074,427</u>
<u>23,365,280</u>	<u>18,420,584</u>	<u>22,782,860</u>	<u>23,013,542</u>	<u>23,074,427</u>
590,870	510,179	389,180	403,914	145,306
253,506	189,444	192,452	115,847	149,149
1,960	1,738	1,308	234	196
3,504,523	3,852,219	3,682,827	3,819,585	4,279,991
824,103	789,858	521,120	76,327	505,187
1,157,759	1,492,075	1,979,224	2,320,940	2,309,339
1,693,386	1,907,232	1,844,458	2,435,822	2,883,373
<u>8,026,107</u>	<u>8,742,745</u>	<u>8,610,569</u>	<u>9,172,669</u>	<u>10,272,541</u>
<u>8,026,107</u>	<u>8,742,745</u>	<u>8,610,569</u>	<u>9,172,669</u>	<u>10,272,541</u>
(15,339,173)	(9,677,839)	(14,172,291)	(13,840,873)	(12,801,886)
<u>(15,339,173)</u>	<u>(9,677,839)</u>	<u>(14,172,291)</u>	<u>(13,840,873)</u>	<u>(12,801,886)</u>

City of Walnut, California
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Revenues:					
Governmental activities:					
Taxes					
Property taxes	5,641,664	5,995,275	6,238,354	6,408,855	5,700,002
Sales tax	1,413,944	1,345,722	1,573,976	1,890,516	1,962,759
Franchise tax	902,198	950,452	963,244	936,650	897,264
Business license tax	105,198	104,661	99,520	109,615	126,642
Other taxes	316,607	325,627	330,536	359,008	386,766
Motor vehicle in lieu, unrestricted	24,158	24,386	24,009	22,377	23,307
Use of money and property	158,230	582,911	468,085	447,621	468,435
Other general revenues	32,711	68,313	18,248	839,581	338,890
Unrestricted Investments Earnings (loss)	-	-	-	-	-
Proceeds from sale of donated property	-	-	-	-	-
Extraordinary gain/(loss) on dissolution of redevelopment agency	-	-	-	-	-
Total general revenues, transfers &	<u>8,594,710</u>	<u>9,397,347</u>	<u>9,715,972</u>	<u>11,014,223</u>	<u>9,904,065</u>
Total primary government	<u>8,594,710</u>	<u>9,397,347</u>	<u>9,715,972</u>	<u>11,014,223</u>	<u>9,904,065</u>
Change in net position					
Governmental activities	<u>(2,495,187)</u>	<u>(8,106,197)</u>	<u>(1,529,225)</u>	<u>(972,612)</u>	<u>(2,618,915)</u>
Total Change in net position	<u>(2,495,187)</u>	<u>(8,106,197)</u>	<u>(1,529,225)</u>	<u>(972,612)</u>	<u>(2,618,915)</u>

City of Walnut, California
 Changes in Net Position
 Last Ten Fiscal Years
 (accrual basis of accounting)

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
6,009,959	6,328,288	6,789,500	6,992,655	7,732,639
2,065,336	2,204,841	1,851,982	1,946,958	2,351,911
926,430	927,083	926,347	958,206	1,032,204
124,843	121,447	123,188	119,228	131,468
398,431	331,742	300,941	369,902	504,346
-	-	-	-	-
729,648	1,366,080	1,210,197	407,790	-
576,349	2,373,431	578,003	499,038	560,790
-	-	-	-	(251,774)
12,487,410	-	-	-	-
-	-	-	-	-
<u>23,318,406</u>	<u>13,652,912</u>	<u>11,780,158</u>	<u>11,293,777</u>	<u>12,061,584</u>
<u>23,318,406</u>	<u>13,652,912</u>	<u>11,780,158</u>	<u>11,293,777</u>	<u>12,061,584</u>
<u>7,979,233</u>	<u>3,975,073</u>	<u>(2,392,133)</u>	<u>(2,547,096)</u>	<u>(740,302)</u>
<u>7,979,233</u>	<u>3,975,073</u>	<u>(2,392,133)</u>	<u>(2,547,096)</u>	<u>(740,302)</u>

City of Walnut, California
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
General Fund:					
Reserved	-	-	-	-	-
Unreserved	-	-	-	-	-
Nonspendable:					
Prepaid costs	363,096	388,722	33,268	626,512	303,719
Notes and loans	-	-	-	-	-
Advances to other Funds	146,470	250,870	250,870	250,870	250,870
Long term receivable	95,948	-	-	-	-
Restricted for:					
Section 115 trust	-	-	-	-	-
Committed to:					
Disaster recovery	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Self-insurance	1,000,000	1,000,000	1,000,000	-	1,000,000
Facility maintenance	2,922,039	2,805,957	2,764,643	-	-
Assigned to:					
Recreation facility	2,800,000	2,800,000	2,799,845	2,766,250	2,666,801
Maintenance and operations	5,682,585	6,047,785	6,311,725	8,467,719	8,149,560
Other post-employment benefits	763,331	762,422	760,142	757,275	754,593
Self Insurance	-	-	-	1,000,000	-
Unassigned	670,835	1,247,058	1,179,125	2,010,433	2,775,032
Total General Fund	<u>15,444,304</u>	<u>16,302,814</u>	<u>16,099,618</u>	<u>16,879,059</u>	<u>16,900,575</u>
All other governmental funds:					
Unreserved, reported in:					
Special Revenue Funds	-	-	-	-	-
Capital Project Funds	-	-	-	-	-
Nonspendable:					
Prepaid costs	-	-	-	2,738	-
Notes and loans	2,111,948	1,940,827	1,935,130	1,848,575	90,649
Advances to other Funds	-	-	-	-	-
Restricted for:					
Community development	9,054,401	2,992,384	2,958,326	2,079,538	3,832,963
Public safety	95,674	71,092	78,868	134,169	162,113
Community services	130,906	155,615	140,630	1,026,385	1,327,325
Public works	2,640,498	3,129,760	3,099,515	3,875,234	4,160,230
Committed to:					
Capital projects	6,630,620	5,180,132	4,088,292	-	-
Assigned to:					
Capital Projects	-	-	-	2,065,878	1,456,260
Unassigned	-	-	(13,348)	-	(10,516)
Total all other governmental funds	<u>20,664,047</u>	<u>13,469,810</u>	<u>12,287,413</u>	<u>11,032,517</u>	<u>11,019,024</u>

City of Walnut, California
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

2018	2019	2020	2021	2022
-	-	-	-	-
-	-	-	-	-
12,066	388,918	398,960	200	381,038
-	-	-	-	-
250,870	35,827	35,827	35,827	35,827
-	-	-	-	-
-	-	-	2,021,362	1,799,873
1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
-	-	-	-	-
14,946,188	14,838,444	14,816,767	14,787,452	13,561,031
7,227,578	6,871,759	6,274,070	7,499,137	7,499,138
751,614	748,223	744,176	739,944	734,074
-	-	-	-	-
3,628,234	6,236,023	7,306,787	3,037,764	4,317,625
<u>28,816,550</u>	<u>31,119,194</u>	<u>31,576,587</u>	<u>30,121,686</u>	<u>30,328,606</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
3,488,456	3,223,238	2,940,515	1,945,155	1,462,287
218,613	294,935	369,173	448,371	519,574
819,654	719,991	460,591	427,873	905,093
2,794,070	3,477,640	3,239,298	2,851,761	4,593,451
-	-	-	-	-
264,280	427,970	343,770	1,818,477	1,753,375
-	-	-	-	(40,922)
<u>7,585,073</u>	<u>8,143,774</u>	<u>7,353,347</u>	<u>7,491,637</u>	<u>9,192,858</u>

City of Walnut, California
 Changes in Fund Balances of Governmental Funds
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

Fiscal Year	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Revenues:					
Taxes	8,401,800	8,774,933	9,093,952	9,614,804	9,274,951
Assessments	2,528,470	2,279,176	2,159,654	3,107,981	2,562,970
Licenses and permits	551,181	754,435	785,402	961,563	1,829,914
Intergovernmental	2,818,365	2,910,075	3,127,876	2,368,358	2,924,159
Charges for services	1,374,600	1,602,320	1,174,295	1,839,232	1,297,286
Use of money and property	158,230	582,911	468,085	446,575	466,272
Developer participation	-	-	-	-	-
Fines and forfeitures	513,458	555,806	205,560	277,011	131,631
Miscellaneous	796,899	433,390	363,783	372,189	250,625
Total Revenues	<u>17,143,003</u>	<u>17,893,046</u>	<u>17,378,607</u>	<u>18,987,713</u>	<u>18,737,808</u>
Expenditures					
Current:					
General government	2,176,693	2,371,357	2,382,053	2,536,035	2,392,349
Public safety	3,552,795	3,573,524	3,570,802	3,765,218	3,894,564
Community development	1,874,757	2,030,856	2,135,562	2,248,657	2,879,006
Community services	3,122,136	3,214,069	3,302,231	5,006,833	3,586,537
Public works	5,099,226	4,732,064	4,709,398	5,385,612	5,789,502
Capital outlay	695,726	2,156,903	2,664,154	520,813	187,827
Debt service:					
Principal	-	-	-	-	-
Interest ¹ and fiscal charges	-	-	-	-	-
Refunding bond issuance costs	-	-	-	-	-
Total Expenditures	<u>16,521,333</u>	<u>18,078,773</u>	<u>18,764,200</u>	<u>19,463,168</u>	<u>18,729,785</u>
Excess (deficiency) of Revenues over Expenditures	<u>621,670</u>	<u>(185,727)</u>	<u>(1,385,593)</u>	<u>(475,455)</u>	<u>8,023</u>
Other financing sources (uses):					
Transfer in	291,609	2,614,325	896,984	209,969	541,537
Transfer out	(291,609)	(2,614,325)	(896,984)	(209,969)	(541,537)
Long-term debt	-	-	-	-	-
Sale of capital assets	-	-	-	-	-
Premium of refunding bonds issued	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-
Contribution to Successor Agency	-	(6,150,000)	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(6,150,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Special Item:					
Proceeds from sale of donated property	-	-	-	-	-
Extraordinary gain/(loss) on dissolution of improvement agency²					
	-	-	-	-	-
Net change in fund balances	<u>621,670</u>	<u>(6,335,727)</u>	<u>(1,385,593)</u>	<u>(475,455)</u>	<u>8,023</u>
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	0.00%	0.00%

City of Walnut, California
 Changes in Fund Balances of Governmental Funds
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

2018	2019	2020	2021	2022
9,499,733	9,891,270	9,959,422	10,356,755	11,702,205
2,500,410	2,651,930	2,602,235	2,397,019	2,855,757
805,839	895,016	669,135	932,147	1,236,394
2,951,513	3,513,073	3,893,035	4,879,178	5,293,827
1,457,384	1,448,413	1,453,707	617,404	1,186,622
721,284	1,350,718	1,210,158	407,790	(251,774)
-	-	-	-	-
157,374	127,235	101,670	58,893	99,615
328,692	2,518,002	501,365	817,260	211,479
<u>18,422,229</u>	<u>22,395,657</u>	<u>20,390,727</u>	<u>20,466,446</u>	<u>22,334,125</u>
2,547,402	2,592,697	2,803,967	2,657,459	2,982,262
4,025,458	4,111,941	4,412,772	4,386,462	4,585,722
2,435,173	2,422,267	2,969,602	3,686,498	2,807,467
4,815,620	4,221,073	4,250,928	3,302,681	3,987,224
8,657,998	6,039,178	6,052,775	6,820,561	5,866,933
380,964	147,156	233,717	929,396	196,376
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>22,862,615</u>	<u>19,534,312</u>	<u>20,723,761</u>	<u>21,783,057</u>	<u>20,425,984</u>
<u>(4,440,386)</u>	<u>2,861,345</u>	<u>(333,034)</u>	<u>(1,316,611)</u>	<u>1,908,141</u>
448,808	444,737	138,911	1,902,171	257,586
(448,808)	(444,737)	(138,911)	(1,902,171)	(257,586)
-	-	-	-	-
435,000	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>435,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
12,487,410	-	-	-	-
-	-	-	-	-
<u>8,482,024</u>	<u>2,861,345</u>	<u>(333,034)</u>	<u>(1,316,611)</u>	<u>1,908,141</u>
0.00%	0.00%	0.00%	0.00%	0.00%

City of Walnut, California
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(in thousands of dollars)

Fiscal Year	2013	2014	2015	2016	2017
Residential	3,754,176	3,990,406	4,201,218	4,419,416	4,583,083
Commercial	163,934	168,050	170,585	175,748	181,003
Industrial	97,942	100,711	106,086	109,988	112,303
Government Owned	-	-	-	-	-
Institutional	11,375	15,777	12,184	11,916	11,319
Miscellaneous	710	415	257	262	266
Recreational	-	-	-	-	-
Vacant	57,513	53,830	62,733	69,406	98,475
SBE Nonunitary	168	168	168	168	168
Cross Reference	628	492	421	237	218
Unsecured	37,569	41,643	36,556	35,976	36,800
Exempt	[8,728]	[8,728]	[8,728]	[8,596]	[8,596]
Grand Total	4,124,015	4,371,492	4,590,208	4,823,117	5,023,635
Total Direct Rate	0.62656%	0.07616%	0.07479%	0.07362%	0.07264%

Note:

1 Includes City and Successor Agency Project Area

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

Source: HdL, Coren & Cone, L.A. County Assessor 2012/13-2021/22 Combined Tax Rolls

City of Walnut, California
 Assessed Value and Estimated Actual Value of Taxable Property
 Last Ten Fiscal Years
 (in thousands of dollars)

2018	2019	2020	2021	2022
4,805,033	5,049,771	5,270,204	5,435,577	5,565,243
190,586	222,309	229,933	232,531	234,888
114,888	112,516	115,071	120,294	129,845
-	-	-	-	-
11,530	13,641	11,996	14,357	14,506
272	277	282	288	291
-	-	-	-	-
100,501	115,226	118,954	119,317	121,017
168	168	-	-	-
269	656	1,547	1,418	1,078
38,656	45,441	48,273	49,912	50,271
(8,596)	(8,455)	(8,455)	(8,455)	(8,455)
5,253,307	5,551,550	5,787,805	5,965,239	6,117,139
0.07047%	0.06783%	0.06968%	0.06900%	0.13628%

City of Walnut, California
 Special Benefit Assessment Billings and Collections
 Last Ten Fiscal Years
 (Unaudited)

Fiscal Year	2013	2014	2015	2016	2017
Assessment Billings	2,522,580	2,274,560	2,138,800	2,138,800	2,139,080
Assessment Collected	2,538,270	2,279,177	2,159,654	2,109,527	2,265,338
Percentage Collected	100.6%	100.2%	101.0%	98.6%	105.9%

Source: City Finance Department

City of Walnut, California
Special Benefit Assessment Billings and Collections
Last Ten Fiscal Years
(Unaudited)

2018	2019	2020	2021	2022
2,373,930	2,512,250	2,487,970	2,768,771	2,712,871
2,381,316	2,613,019	2,377,816	2,397,019	2,400,733
100.3%	104.0%	95.6%	86.6%	88.5%

City of Walnut, California
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

Fiscal Years	2013	2014	2015	2016	2017
City Direct Rates:					
General Levy ¹	1.00000	1.00000	1.00000	1.00000	1.00000
Overlapping Rates:					
Metropolitan Water District	0.00350	0.00350	0.00350	0.00350	0.00350
Mt. San Antonio Community College	0.02896	0.02023	0.02129	0.02154	0.02400
Covina Valley Unified School District	0.09500	0.11472	0.11426	0.11062	0.12581
Pomona Unified School District	0.18488	0.16407	0.16599	0.15364	0.14368
Pomona Usd 2008 Series C	0.00000	0.00000	0.00000	0.00000	0.00000
Rowland Heights Unified	0.10053	0.12297	0.14313	0.12426	0.10939
Rowland Unified School District	0.00000	0.00000	0.00000	0.00000	0.01505
	0.12554	0.11342	0.11510	0.09285	0.06601
Total Direct and Overlapping ² Tax Rates	1.53841	1.53892	1.56328	1.50641	1.48744
City's Share of 1% Levy Per Prop 13 ³	0.05202	0.05202	0.05202	0.05202	0.05202
General Obligation Debt Rate	-	-	-	-	-
Redevelopment Rate ⁴	-	-	-	-	-
Total Direct Rate ⁵	0.62656%	0.07616%	0.07479%	0.07362%	0.07264%

Note:

- 1 In 1978, California voters passed Proposition 13 which sets the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of any voter approved bonds.
- 2 Overlapping rates are those of local and county governments that apply to property owners within the City of Walnut. Not all overlapping rates apply to all City of Walnut property owners.
- 3 City's share of 1% Levy is based on the City of Walnut's share of the general fund tax rate area with the largest net taxable value within the City of Walnut. ERAF general fund tax shifts may not be included in tax
- 4 Redevelopment rate is based on the largest RDA tax rate area (TRA) and only includes rate(s) from indebtedness adopted prior to 1989 per California State Statute. RDA direct and overlapping rates are applied only to the incremental property values. The approval of ABX1 26 eliminated Redevelopment from State of California for the fiscal year 2012-13 and years thereafter.
- 5 Since basic and debt rates vary by tax rate area individual rates cannot be summed. Total Direct Rate is the weighted average of all individual direct rates applied by the City of Walnut.

Source: HdL, Coren & Cone, L.A. County Assessor 2012/13-2021/22 Tax Rate Table

City of Walnut, California
 Direct and Overlapping Property Tax Rates
 Last Ten Fiscal Years

2018	2019	2020	2021	2022
1.00000	1.00000	1.00000	1.00000	1.00000
0.00350	0.00350	0.00350	0.00350	0.00350
0.02371	0.02435	0.04781	0.04459	0.04608
0.14205	0.13976	0.13521	0.12658	0.12995
0.17292	0.16942	0.20671	0.15081	0.14056
0.00000	0.00000	0.00000	0.00000	0.00000
0.11841	0.11861	0.10760	0.10905	0.00000
0.00000	0.00000	0.00000	0.00000	0.11128
0.07388	0.10582	0.09538	0.09893	0.10066
1.53448	1.56146	1.59621	1.53346	1.53202
0.05202	0.05202	0.05202	0.05202	0.05202
-	-	-	-	-
-	-	-	-	-
0.07047%	0.07077%	0.06968%	0.06900%	0.13628%

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City of Walnut, California
Principal Property Taxpayers
Current Year and Nine Years Ago

<u>Taxpayer</u>	2022		2013		<u>Business Type</u>
	Taxable Assessed Value	Percent of Total City Taxable Assessed Value	Taxable Assessed Value	Percent of Total City Taxable Assessed Value	
Wesco Properties Inc	37,927,644	0.62%	-	0.00%	Commercial
Essex CA WA Limited Partnership	32,033,859	0.52%	22,599,539	0.55%	Apartments
Sunjoint Development LLC	29,978,750	0.49%	-	0.00%	Vacant
Snow Creek Village West Partners	24,651,894	0.40%	21,244,327	0.52%	Commercial
Walnut Tech Business Center	22,138,313	0.36%	19,080,042	0.46%	Industrial/Commercial
Valley Industrial	20,566,761	0.34%		0.00%	
Extra Space Properties Twenty One LLC	15,802,243	0.26%	7,278,067	0.18%	
Vogel Properties, Inc.	-	0.00%	18,571,118	0.45%	Industrial/Commercial
9429 Walnut Cake LLC	14,976,850	0.24%	12,906,628	0.31%	Commercial
Pacwall LLC	14,925,051	0.24%	-	0.00%	Commercial
Orange Grove Service Inc	14,605,530	0.24%	8,150,000	0.20%	Commercial
Ruey Cher & Tsu Kao	-	0.00%	19,156,941	0.46%	Commercial (Stater Bros)
Henn's Investment Company	-	0.00%	9,152,771	0.22%	Industrial
Margaret Wang Trust	-	0.00%	8,221,443	0.20%	Commerical
Total	227,606,895	3.72%	146,360,876	3.55%	

Note:

The amounts shown above include assessed value data for both the City and the Successor Agency.

Per State of California ABX1 26 all redevelopment agency in California was dissolved effective February 1, 2013.

Source: Hdl, Coren & Cone, L.A. County Assessor 2021/22 Combined Tax Rolls and the SBE Non Unitary Tax Roll

City of Walnut, California
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year	2013	2014	2015	2016	2017
Taxes levied for the fiscal year	1,315,489	1,390,157	1,435,551	1,399,452	2,718,998
Collected within the fiscal year:					
Amount	1,260,893	1,348,701	1,384,713	1,367,680	2,348,388
Percent of Levy	96%	97%	96%	98%	86%
Total Tax Collection					
Amount	1,260,893	1,348,701	1,384,713	1,367,680	2,348,388
Delinquent Tax Collection	1,651	1,325	1,082	1,079	(2,041)
Collection in subsequent years	N/A	N/A	N/A	N/A	N/A
Total Collection to date in Dollars	N/A	N/A	N/A	N/A	N/A
Total Collection to date as a percentage of levy	N/A	N/A	N/A	N/A	N/A

Note:

The amounts presented include City Property taxes, not Successor Agency property taxes.

Per State of California ABX1 26 all redevelopment agency in California was dissolved effective February 1, 2012.

Source: County of Los Angeles, Auditor-Controller

City of Walnut, California
 Property Tax Levies and Collections
 Last Ten Fiscal Years

2018	2019	2020	2021	2022
1,497,691	1,555,482	1,623,343	1,661,609	3,437,096
1,468,139	1,519,185	1,558,394	1,616,925	3,383,458
98%	98%	96%	97%	98%
1,468,139	1,519,185	1,558,394	1,616,925	3,383,458
(2,345)	(7,822)	(7,256)	(10,387)	(9,472)
N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A

City of Walnut, California
 Ratios of Outstanding Debt
 Last Ten Fiscal Years

Fiscal Year	2013	2014	2015	2016	2017
Walnut Improvement Agency: ¹ Tax Allocation Refunding Bonds, Series 1999A	-	-	-	-	-
Walnut Public Financing Authority: Tax Allocation Revenue Bonds, Series 1992	-	-	-	-	-
Tax Allocation Revenue Bonds, Series 2002	-	-	-	-	-
Total Governmental Activities	-	-	-	-	-
Personal Income City of Walnut (in thousands) ²	996,456	1,019,743	1,041,477	1,045,685	1,077,615
Ratio of outstanding debt	0.00%	0.00%	0.00%	0.00%	0.00%
Population	29,947	30,112	30,257	30,152	30,134
Total debt per capita	-	-	-	-	-

Note:

1 Schedule of Demographics Statistics for personal income data for calendar year 2022.

Source: California Department of Finance, U.S. Bureau of Census decennial census data, HdI,
 Coren & Cone

City of Walnut, California
 Ratios of Outstanding Debt
 Last Ten Fiscal Years

2018	2019	2020	2021	2022
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1,099,822	1,105,292	1,173,576	1,232,966	1,240,889
0.00%	0.00%	0.00%	0.00%	0.00%
30,457	30,551	29,929	29,835	28,094
-	-	-	-	-

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City of Walnut, California
Direct and Overlapping Debt
June 30, 2022

	Outstanding Debt 6/30/22	Percentage Applicable To City	Estimated Share of Overlapping Debt
Metropolitan Water District*	9,835,780	0.370%	36,406
Mt. San Antonio CCD DS 2008 Series 2013A	160,803,885	5.866%	9,432,826
Mt. San Antonio CCD DS 2008 Series 2013B	1,620,000	5.866%	95,030
Mt. San Antonio CCD DS 2013 Ref Series A	12,320,000	5.866%	722,697
Mt. San Antonio CCD DS 2013 Ref Series B	14,560,000	5.866%	854,096
Mt. San Antonio CCD DS 2008 Ref Series 2015C	3,700,000	5.866%	217,044
Mt. San Antonio CCD DS 2015 Ref Bonds	3,290,000	5.866%	192,993
Mt. San Antonio CCD DS 2018 Series 2019A	265,125,000	5.866%	15,552,347
Mt. San Antonio CCD DS 2020 Ref Series A	59,075,000	5.866%	3,465,365
Mt. San Antonio CCD DS 2008 Series 2020D	120,358,674	5.866%	7,060,292
Mt. San Antonio CCD DS 2008 Series 2021E	289,508,893	5.866%	16,982,717
Pomona USD DS Refunding 2000 Series A	8,990,000	0.111%	9,992
Pomona USD DS 2008 Series B QSCB	1,300,000	0.111%	1,445
Pomona USD DS 2012 Refunding Bond Series B	14,265,000	0.111%	15,855
Pomona USD DS 2008 Series D QSCBS	18,065,000	0.111%	20,079
Pomona USD DS 2008 Series E	12,910,000	0.111%	14,349
Pomona USD DS 2008 Series F	21,550,000	0.111%	23,953
Pomona USD DS 2015 Ref Bonds	13,205,000	0.111%	14,677
Pomona USD DS 2016 Ref Bonds Series B	19,444,505	0.111%	21,612
Pomona USD DS 2008 Series G	12,625,000	0.111%	14,033
Pomona USD DS 2016 Ref Bonds	4,885,000	0.111%	5,430
Pomona USD DS 2016 Series A	42,030,000	0.111%	46,716
Pomona USD DS 2016 Series C	44,600,000	0.111%	49,572
Pomona USD DS 2016 Series D	71,400,000	0.111%	79,360
Pomona USD DS 2016 Series E	59,045,000	0.111%	65,628
Pomona USD DS 2020 Ref Bonds	66,935,000	0.111%	74,398
Rowland Heights USD DS 2005 Ref Bonds	4,569,606	10.429%	476,568
Rowland Heights USD DS 2006 Series D QSCB	10,575,000	10.429%	1,102,875
Rowland Heights USD DS 2006 Series E	19,830,000	10.429%	2,068,086
Rowland Heights USD DS 2012 Series A	375,000	10.429%	39,109
Rowland Heights USD DS 2013 Ref Bonds	20,030,000	10.429%	2,088,944
Rowland Heights USD DS 2012 Series B	65,999,972	10.429%	6,883,188
Rowland Heights USD DS 2015 Ref Bonds	38,625,000	10.429%	4,028,231
Rowland Heights USD DS 2019 Ref Bonds	10,565,000	10.429%	1,101,832
Rowland Heights USD DS 2020 Ref Bonds	45,110,000	10.429%	4,704,557
Walnut Valley USD DS 2000 Series D	10,067,924	33.554%	3,378,235
Walnut Valley USD DS 2000 Series E	3,743,269	33.554%	1,256,033
Walnut Valley USD DS 2007 Series B Measure S	9,421,644	33.554%	3,161,380
Walnut Valley USD DS 2014 Ref Bonds Series A	3,260,000	33.554%	1,093,875
Walnut Valley USD DS 2014 Ref Bonds Series B	715,000	33.554%	239,914
Walnut Valley USD DS 2016 Ref Bonds	37,170,000	33.554%	12,472,184
Walnut Valley USD DS 2016 Ref Bonds Series A	38,440,000	33.554%	12,898,325
Walnut Valley USD DS 2019 Ref Bonds	25,110,000	33.554%	8,425,519
Walnut Valley USD DS 2016 Ref Bonds Series B	106,615,000	33.554%	35,774,063
Total Overlapping Bonded Debt			156,261,830
Total Direct and Overlapping Bonded Debt			156,261,830

2021-22 Assessed Valuation:

\$2,574,283,861 after deducting \$3,542,856,557 Incremental Value

Debt to Assessed Valuation Ratios:

0.00%

6.07%

6.07%

Note:

*This fund is a portion of a larger agency, and is responsible for debt in areas outside of the City of Walnut.

This report reflects debt which is being repaid through voter-approved tax indebtedness. It excludes mortgage revenue, tax allocation bonds, interim financing obligations, non-bonded capital lease obligations, and certificates of participation, unless provided by the City of Walnut.

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

Source: HdL, Coren & Cone, L.A. County Assessor and Auditor Combined 2021/22 Lien Date Tax Rolls

City of Walnut, California
 Computation of Legal Debt Margin Information
 Last Ten Fiscal Years

Fiscal Year	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Assessed valuation	4,124,015,117	4,371,491,627	4,590,208,614	4,823,117,151	5,023,635,701
Conversion percentage	25%	25%	25%	25%	25%
Adjusted assessed valuation	1,031,003,779	1,092,872,907	1,147,552,154	1,205,779,288	1,255,908,925
Debt limit percentage	15%	15%	15%	15%	15%
Debt Limit	154,650,567	163,930,936	172,132,823	180,866,893	188,386,339
Total net debt applicable to limit:					
General Obligation bonds	-	-	-	-	-
Legal debt margin	<u>154,650,567</u>	<u>163,930,936</u>	<u>172,132,823</u>	<u>180,866,893</u>	<u>188,386,339</u>
Total debt applicable to the limit as a percentage of debt limit	0.0%	0.0%	0.0%	0.0%	0.0%

Note:

The Government Code of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 25% of market value. Effective with the 1981-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel). The computations shown above reflect a conversion of assessed valuation data for each fiscal year from the current full valuation perspective to the 25% level that was in effect at the time that the legal debt margin was enacted by the State of California for local governments located within the state. This is 3.75% of full market value.

The City of Walnut has no bonded indebtedness.

Source: HdL, Coren & Cone, L.A. County Assessor 2021/22 Combined Tax Rolls

City of Walnut, California
 Computation of Legal Debt Margin Information
 Last Ten Fiscal Years

2018	2019	2020	2021	2022
5,261,903,783	5,560,005,060	5,796,260,647	5,973,694,699	6,117,140,418
25%	25%	25%	25%	25%
1,315,475,946	1,390,001,265	1,449,065,162	1,493,423,675	1,529,285,105
15%	15%	15%	15%	15%
197,321,392	208,500,190	217,359,774	224,013,551	229,392,766
-	-	-	-	-
197,321,392	208,500,190	217,359,774	224,013,551	229,392,766
0.0%	0.0%	0.0%	0.0%	0.0%

City of Walnut, California
Demographic Statistics
Last Ten Fiscal Years (Unaudited)

Fiscal Year	2013	2014	2015	2016	2017
Square Miles ¹	8.83	8.83	8.83	8.83	8.83
Number of Housing Units ²	8,908	8,909	8,911	8,925	8,937
Population (City of Walnut) ²	29,947	30,112	30,257	30,152	30,134
Personal Income City of Walnut (in thousands) ³	996,456	1,019,743	1,041,477	1,045,685	1,077,615
Per Capita Personal Income City of Walnut ³	33,274	33,865	34,573	34,680	35,760
Unemployment Rate City of Walnut ⁴	4.5%	3.6%	5.9%	4.8%	3.7%
Average Annual Population % change ²	0.96%	0.55%	0.48%	-0.35%	-0.06%

Source:

- 1 City Finance Department
- 2 Population: California State Department of Finance
- 3 California State Department of Finance. U.S. Bureau of Census. ESRI-Demographic Estimates are based on the last available Census. Demographic Data is totaled from Census Block Groups that overlap the City's boundaries.
- 4 Unemployment Data: California Employment Development Department

City of Walnut, California
Demographic Statistics
Last Ten Fiscal Years (Unaudited)

2018	2019	2020	2021	2022
8.83	8.83	8.83	8.83	8.83
9,022	9,046	9,061	9,074	9,197
30,457	30,551	29,929	29,835	28,094
1,099,822	1,105,292	1,173,576	1,232,966	1,240,889
36,110	36,178	39,211	41,326	44,169
3.5%	3.6%	3.4%	10.2%	6.8%
1.07%	0.31%	-2.04%	-0.31%	-5.84%

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City of Walnut, California
Principal Employers
Current Year and Nine Years Ago

<u>Employer</u>	<u>2022</u>		<u>Product/Services</u>	<u>2013</u>	
	<u>Number of Employees</u>	<u>Percent of Employment</u>		<u>Number of Employees</u>	<u>Percent of Employment</u>
Mount San Antonio College	3,652	49%	Community College	3,217	43%
Ninas Mexican Foods, Inc.	140	2%	Manufacturer	114	2%
Edro Engineering Company, Inc.	102	1%	Engineering	89	1%
Vons #2167	89	1%	Grocery Store	60	1%
Alliance Industrial Refrigeration	81	1%	Industrial Refrigeration	-	0%
Ronsin Photocopy Inc.	78	1%	Photocopy Manufacturer	113	2%
Stater Brothers Market #168	71	1%	Grocery Store	70	1%
TJ Maxx #682	66	1%	Retail	-	0%
Sodexo, Inc	56	1%	Food Services Mgmt.	-	0%
Fairway Injections Molds, Inc	50	1%	Manufacture Mold Bases	71	1%
Home Goods #282	47	1%	Retail	-	0%
McDonald's	43	1%	Fast-food	60	1%
Panera Bread #1630	39	1%	Restaurant	-	0%
Applebee's Neighborhood Grill	34	0%	Restaurant	58	1%
Ten Ren's Tea Time	33	0%	Restaurant	-	0%
24 Hour Fitness	26	0%	Health Fitness Facility	-	0%
XLB Dumpling Bar	21	0%	Restaurant	-	0%
Albertsons #6888	-	0%	Grocery Store	68	1%

Source: City Finance Department & HDL, Coren & Cone 2021-22 Business License Data

City of Walnut, California
Full-Time Employees
Last Ten Fiscal Years

Fiscal Year	2013	2014	2015	2016	2017
Function:					
General government	11	10	9	9	9
Public safety	2	2	2	2	2
Public works	4	4	6	6	6
Community development	9	9	9	10	10
Community services	11	11	10	10	10
Total	37	36	36	37	37

Note:

Public safety which includes police and fire services were provided by Los Angeles County.

Source: City Finance Department

City of Walnut, California
Full-Time Employees
Last Ten Fiscal Years

2018	2019	2020	2021	2022
10	10	11	11	11
2	2	1	1	1
6	6	6	6	6
10	10	10	10	10
10	10	10	10	10
38	38	38	38	38

City of Walnut, California
Construction and Bank Deposit Activity
Last Ten Fiscal Years

Fiscal Year	2013	2014	2015	2016	2017
Number of New Residential Units	3	4	14	22	97
Building Permit Valuation					
Residential	7,162,387	6,956,379	12,822,312	15,959,112	39,160,875
Non-Residential	652,506	1,654,042	397,517	573,580	1,982,436
Total	<u>7,814,893</u>	<u>8,610,421</u>	<u>13,219,829</u>	<u>16,532,692</u>	<u>41,143,311</u>
Number of Building Permit Issued	450	441	434	689	587
Bank Deposits	689,651,000	766,390,000	860,801,000	1,023,415,000	1,211,609,000

Source: FDIC: Deposit Market Share Report June 30, 2022, City of Walnut Finance Department, and City of Walnut Building Department

City of Walnut, California
 Construction and Bank Deposit Activity
 Last Ten Fiscal Years

2018	2019	2020	2021	2022
72	18	3	29	25
11,597,194	16,206,324	8,672,560	18,467,667	33,804,409
628,931	514,493	2,046,217	607,366	509,687
12,226,125	16,720,817	10,718,777	19,075,033	34,314,096
511	414	948	456	509
1,379,363,000	1,444,420,000	1,773,297,000	2,133,975,000	2,270,676,000

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City of Walnut, California
Insurance in Force
June 30, 2022 (Unaudited)

<u>CARRIER</u>	<u>POLICY #</u>	<u>COVERAGE</u>	<u>AMOUNT OF COVERAGE</u>	<u>TERM</u>
Alliant Insurance	01-424-97-61	Public Employees "O"	\$ 1,000,000	07/01/2021-06/30/2022
		Theft "C"	\$ 1,000,000	
		Forgery "B"	\$ 1,000,000	
		Computer Fraud "F"	\$ 1,000,000	
California Joint Powers Insurance Authority	B128410009W21	Property	\$ 31,425,966	07/01/2021-06/30/2022
		Earthquake & Flood	No Coverage	
		Other Vehicles Physical Damage	\$ 450,652	
		Mechanical Breakdown	\$ 28,111,183	
		Fire and Ambulance Physical Damage	No Coverage	
California Joint Powers Insurance Authority		General Liability	\$ 30,000,000	07/01/2021-06/30/2022
		Auto Liability	\$ 30,000,000	
		Workers' Compensation	\$ 10,000,000	
		Environmental/Pollution	No Coverage	
		Cyber Liability	\$ 1,000,000	

Source: City Risk Management

City of Walnut, California
 Operating Indicators by Function
 Last Ten Fiscal Years

Fiscal Year	2013	2014	2015	2016	2017
Public Safety:					
Number of employees trained on Emergency Operation	60	60	50	50	50
Number of volunteers on patrol	9	12	15	30	20
Parking Citation Issued	1,779	1,436	2,275	3,688	1,337
Community Development:					
Planning Application Processed	136	150	154	156	105
Code Enforcement Complaint Response	601	789	775	801	817
Dial-A-Ride Members	4,618	4,069	4,338	4,521	4,645
Metrolink Passes Sold	2,028	1,729	1,524	1,421	1,368
Public Works:					
Street Resurfacing (square feet)	21,000	228,360	1,944,687	2,303,654	3,234,562
Parks and recreation:					
Number of recreation classes	500	750	683	650	757
Number of youth registered	6,000	6,500	5,500	5,250	5,821

Source: City of Walnut Departments

City of Walnut, California
 Operating Indicators by Function
 Last Ten Fiscal Years

2018	2019	2020	2021	2022
50	46	63	73	40
13	15	18	17	22
2,223	1,514	1,026	675	988
148	128	88	132	134
846	1,061	763	894	750
4,834	5,094	5,162	5,173	5,222
1,347	1,110	745	25	58
3,234,562	2,674,770	2,862,703	185,500	2,300,000
935	817	575	125	379
4,200	5,175	2,931	901	2,524

City of Walnut, California
 Capital Assets Statistics by Function
 Last Ten Fiscal Years

Fiscal Year	2013	2014	2015	2016	2017
Public Works:					
Street (Miles)	112	111	111	111	111
Street lights	1,835	1,853	1,934	1,934	1,934
Traffic signals	40	40	40	40	41
Parks and recreation:					
Parks	11	11	11	11	11
Teen Center	1	1	1	1	1
Senior Center	1	1	1	1	1
Total	2,000	2,017	2,098	2,098	2,099

Source: City Finance Department, RKA Civil Engineers, Inc., and Southern California Edison Company

City of Walnut, California
 Capital Assets Statistics by Function
 Last Ten Fiscal Years

2018	2019	2020	2021	2022
111	111	111	111	111
1,912	1,920	1,916	1,924	1,924
41	41	41	41	41
11	11	11	11	11
1	1	1	1	1
1	1	1	1	1
2,077	2,085	2,081	2,089	2,089

Walnut incorporated January 19, 1959 and is located in the greater Walnut Valley, nestled in the area between the San Jose Hills to the north and the Puente Hills to the south, 20 miles east of downtown Los Angeles.

The climate of Walnut is mild and dry, with the average temperatures ranging from 54 degrees in the winter to 79 degrees in the summer. The annual rainfall for the area is 17 inches.

Elevation is 519 feet above sea level with gently rolling hills in the south rising to the rugged, steep hills of 1,375 to the north. The impressive backdrop of the Walnut Valley is the towering San Gabriel mountain range, with snow-capped Mt. Baldy as well as the San Gorgonio and San Jacinto ranges.

Type of City	General Law-January 19, 1959
Form of Government	Council/Manager
Population	28,094
Land Area	8.83 Square Miles
Number of Parks	11
Park Areas	97 Acres
Equestrian/Hiking Trails	30.5 Miles
Water Utility	Walnut Valley Water District Suburban Water Systems Golden State Water Company
Electric Utility	Southern California Edison Company
Gas Utility	Southern California Gas Company
Employees	38 Full-time
Cost per Capita	\$727

Source: City Finance Department